March 5, 2020

Delegate Kumar P. Barve, Chairman Environment and Transportation 251 House Office Building 6 Bladen Street Annapolis, Maryland 21401 **SUPPORT** 

Re: HOUSE BILL 1394 – HIGHWAY USER REVENUES – REVENUE AND DISTRIBUTION.

Dear Chairman Barve and Committee Members:

The Maryland Transportation Builders and Materials Association ("MTBMA") has been and continues to serve as the voice for Maryland's construction transportation industry since 1932. Our association is comprised of 200 members. MTBMA encourages, develops, and protects the prestige of the transportation construction and materials industry in Maryland by establishing and maintaining respected relationships with federal, state, and local public officials.

We support HB 1394 because it will shift revenue attributable to increases in the motor fuel tax rate due to adjustments for inflation through CPI calculations from the Transportation Trust Fund to the Gasoline and Motor Vehicle Revenue account, also known as the Highway User Revenue ("HUR") account. This will lead to an increase of \$203 million in local jurisdictions' highway user revenues over a five-year period, which is equal to the decrease expected in the Transportation Trust Fund. We are in favor of this change because local HUR funds are used for paving and resurfacing projects. It is imperative that our roads around the State are regularly maintained so that residents and non-residents alike are safe while utilizing these roads.

We appreciate you taking the time to address this important issue and we respectfully urge a favorable report on House Bill 1394.

Thank you,

Michael A Salala

Michael Sakata President and CEO Maryland Transportation Builders and Materials Association