Unofficial Copy 1996 Regular Session 6lr1545 R1 CF 6lr2537 **Bv: Delegate Barve** Introduced and read first time: February 1, 1996 Assigned to: Ways and Means Committee Report: Favorable with amendments House action: Adopted Read second time: March 24, 1996 CHAPTER ____ 1 AN ACT concerning 2 Transportation - Highway User Revenues - Distribution Formula State Aidto Local **Subdivisions** 3 4 FOR the purpose of altering the formula for distributing highway user revenues to Baltimore City, the counties, and municipalities; altering a certainpercentage used 5 to determine eligibility for and the amount of certain State grants to certain 6 7 counties and Baltimore City based on per capita yield of county income taxes; altering the distribution of certain filing fees received by the Motor Vehicle 8 9 Administration for vehicle security interest filings; requiring a certain annual State grant to Baltimore City; requiring the Maryland Port Administration and the Board 10 11 of Estimates of Baltimore City to enter into certain agreements for payments in lieu 12 of taxes for certain properties; providing a delayed effective date for this Act; and 13 generally relating to the distribution of highway user revenues certain State aid to 14 Baltimore City, the counties, and municipalities. 15 BY repealing and reenacting, without amendments, Article 24 - Political Subdivisions - Miscellaneous Provisions 16 17 Section 9-1101(a)(1)

20 BY repealing and reenacting, with amendments,

Annotated Code of Maryland

21 <u>Article 24 - Political Subdivisions - Miscellaneous Provisions</u>

(1994 Replacement Volume and 1995 Supplement)

22 <u>Section 9-1101(b)(2)</u>

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- 23 Annotated Code of Maryland
- 24 (1994 Replacement Volume and 1995 Supplement)
- 25 BY repealing and reenacting, with amendments,

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1	Article Transportation
	Article - Transportation
2	Section 8-403 6-308(c), 8-403, 13-208, and 13-209
3	Annotated Code of Maryland
4	(1993 Replacement Volume and 1995 Supplement)
5	SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF
O	MARYLAND, That the Laws of Maryland read as follows:
7	<u>Article 24 - Political Subdivisions - Miscellaneous Provisions</u>
8	<u>9-1101.</u>
9	(a) (1) For each fiscal year, the Comptroller shall distribute to a county the
10	amount determined for each county under this section.
11	(b) (2) If the per capita yield of the county income tax for a county determined
12	under paragraph (1)(i) of this subsection is less than [70%] 75% of theper capita
	statewide yield of the county income tax determined under paragraph (1)(ii) of this
	subsection, the Comptroller shall determine the amount that would increase the county
	per capita yield to equal [70%] 75% of the statewide per capita yield, as rounded to the
	nearest dollar.
17	Article - Transportation
18	<u>6-308.</u>
19	(c) (1) The Administration and the county may make any agreements:
20	[(1)] (I) For the Administration to pay to the county a stated sum in place
21	of any taxes or benefit assessments to which the Administration is subject; or
22	[(2)] (II) For voluntary contributions as to tax-exempt property.
23	(2) (I) ON OR BEFORE JULY 1, 1997, THE MARYLAND PORT
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	AGREEMENTS FOR THE ADMINISTRATION TO MAKE ANNUAL PAYMENTS IN LIEU OF
	TAXES TO BALTIMORE CITY, BEGINNING IN FISCAL YEAR 1998, FOR THE PROPERTIES
	ACQUIRED BY THE ADMINISTRATION IN BALTIMORE CITY KNOWN AS "MCCOMAS -
28	A2" AND "BENDIX - DMT".
29	(II) THE AGREEMENTS DECLIDED LINDED THIS DAD ACD ADD
	SHALL PROVIDE FOR THE ADMINISTRATION TO MAKE ANNUAL PAYMENTS TO
	BALTIMORE CITY EQUAL TO THE APPLICABLE BALTIMORE CITY PROPERTY TAX
	RATE MULTIPLIED TIMES THE ASSESSMENT OF THE LAND, ONLY, OF THESE
	PROPERTIES, NOT INCLUDING THE ASSESSMENT OF ANY IMPROVEMENTS MADE TO
54	THE PROPERTIES.
35	8-403.
36	(a) (1) Subject to THE LIMITATION UNDER PARAGRAPH (2) OF THIS
37	SUBSECTION AND SUBJECT TO §§ 3-307 and 3-308 of this article, during each fiscal year,
	[15 percent] of the total highway user [revenues] REVENUES, AN AMOUNT shall be
	distributed to Baltimore City EQUAL TO THE SUM OF:

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1 2	(I) THE GREATER OF $\$155,000,000$ $\$156,000,000$ OR 11.5% OF THE TOTAL HIGHWAY USER REVENUES FOR THE FISCAL YEAR; AND
-	(II) 11.5% OF THE AMOUNT BY WHICH THE TOTAL HIGHWAY USER REVENUES FOR THE FISCAL YEAR EXCEED THE TOTAL HIGHWAY USER REVENUES FOR THE FISCAL YEAR THAT BEGAN JULY 1, 1996.
6	(II) 11.5% OF THE AMOUNT BY WHICH:
	1. 30% OF THE TOTAL HIGHWAY USER REVENUES FOR THE FISCAL YEAR MINUS THE GREATER OF \$156,000,000 OR 11.5% OF THE TOTAL HIGHWAY USER REVENUES FOR THE FISCAL YEAR; EXCEEDS
12	2. 30% OF THE TOTAL HIGHWAY USER REVENUES FOR THE FISCAL YEAR THAT BEGAN JULY 1, 1997 MINUS THE GREATER OF \$156,000,000 OR 11.5% OF THE TOTAL HIGHWAY USER REVENUES FOR THE FISCAL YEAR THAT BEGAN JULY 1, 1997.
16 17 18	(2) IF THE AMOUNT DISTRIBUTED TO BALTIMORE CITY UNDER PARAGRAPH (1) OF THIS SUBSECTION FOR ANY FISCAL YEAR IS LESS THAN 12.25% OF THE TOTAL HIGHWAY USER REVENUES FOR THE FISCAL YEAR, THE AMOUNT DISTRIBUTED TO BALTIMORE CITY FOR ANY SUBSEQUENT FISCAL YEAR THAT BEGINS BEFORE JULY 1, 2007 MAY NOT EXCEED 12.25% OF THE TOTAL HIGHWAY USER REVENUES FOR THE FISCAL YEAR FOR WHICH THE DISTRIBUTION IS MADE.
20 21	(3) THE AMOUNT DISTRIBUTED UNDER THIS SUBSECTION SHALL BE DISTRIBUTED in monthly installments.
24 25	(b) Subject to §§ 3-307 and 3-308 of this article, during each fiscal year, [15 percent] 30% of the total highway user [revenues] REVENUES, LESS THE AMOUNT DISTRIBUTED TO BALTIMORE CITY UNDER SUBSECTION (A) OF THIS SECTION, shall be distributed to the counties and municipalities of this State at the times specified in § 8-407 of this subtitle.
27	<u>13-208.</u>
28 29	(A) The Administration shall deposit \$9 of each filing fee received under this subtitle in the General Fund.
30 31	(B) (1) THE ADMINISTRATION SHALL DEPOSIT \$5 OF EACH FILING FEE RECEIVED UNDER THIS SUBTITLE TO A SPECIAL FUND.
32 33	(2) FOR EACH FISCAL YEAR, THE COMPTROLLER SHALL DISTRIBUTE TO BALTIMORE CITY THE AMOUNT DEPOSITED IN THE SPECIAL FUND.
34	<u>13-209.</u>
	(a) The Administration shall maintain an Assurance Fund and deposit in it that part of the filing fees collected under this subtitle that is not [credited to the General Fund] DEPOSITED under § 13-208 of this subtitle.
38 39	(b) When the Assurance Fund reaches \$25,000, any money in excess of that amount shall be transferred to the Transportation Trust Fund.

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- 1 SECTION 2. AND BE IT FURTHER ENACTED, That for the fiscal year that
- 2 begins July 1, 1996 1997, the amount to be distributed to Baltimore City under §
- 3 8-403(a)(1) of the Transportation Article is the greater of $$155,000,000 \ $156,000,000 \$ or
- 4 11.5% of the total highway user revenues for the fiscal year.
- 5 SECTION 3. AND BE IT FURTHER ENACTED, That this Act shall take effect 6 July 1, 1996 1997.