R2, Q5

### CONSTITUTIONAL AMENDMENT

1 lr 1727

# By: **Delegates Barkley and Krebs** Introduced and read first time: February 9, 2011 Assigned to: Appropriations

# A BILL ENTITLED

#### 1 AN ACT concerning

# 2 Transportation Trust Fund – Transfer or Diversion of Funds – Voter 3 Approval

- 4 FOR the purpose of proposing an amendment to the Maryland Constitution to  $\mathbf{5}$ establish a Transportation Trust Fund to be used only for purposes relating to 6 transportation except in certain circumstances; prohibiting the reversion or 7crediting of any part of the Transportation Trust Fund to the General Fund or a 8 special fund of the State; authorizing the General Assembly to transfer or divert 9 funds from the Transportation Trust Fund for a purpose not related to 10 transportation if approval is granted through a referendum authorized by an act of the General Assembly; requiring that certain taxes, fees, charges, and 11 12revenues be credited to the Transportation Trust Fund except in certain 13circumstances; requiring that funds in a certain account in the Transportation 14 Trust Fund be distributed in a certain manner; and submitting this amendment to the gualified voters of the State for their adoption or rejection. 15
- 16 BY proposing an addition to the Maryland Constitution
- 17 Article III Legislative Department
- 18 Section 53

19 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF 20 MARYLAND, (Three-fifths of all the members elected to each of the two Houses 21 concurring), That it be proposed that the Maryland Constitution read as follows:

22

# Article III – Legislative Department

- 23 **53**.
- 24 (A) THERE IS A TRANSPORTATION TRUST FUND.

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW. [Brackets] indicate matter deleted from existing law.



1 (B) EXCEPT AS PROVIDED IN SUBSECTION (D) OF THIS SECTION, THE 2 FUNDS IN THE TRANSPORTATION TRUST FUND MAY BE USED:

3 (1) ONLY FOR THE PURPOSE OF PAYING THE PRINCIPAL OF AND
 4 INTEREST ON TRANSPORTATION BONDS AS THEY BECOME DUE AND PAYABLE;
 5 AND

6 (2) ONLY AFTER MEETING DEBT SERVICE REQUIREMENTS FOR 7 TRANSPORTATION BONDS, FOR ANY LAWFUL PURPOSE RELATED TO THE 8 CONSTRUCTION AND MAINTENANCE OF AN ADEQUATE HIGHWAY SYSTEM IN THE 9 STATE OR ANY OTHER PURPOSE RELATED TO TRANSPORTATION.

10 (C) EXCEPT AS OTHERWISE PROVIDED IN SUBSECTION (D) OF THIS 11 SECTION, NO PART OF THE TRANSPORTATION TRUST FUND MAY REVERT OR BE 12 CREDITED TO THE GENERAL FUND OR A SPECIAL FUND OF THE STATE.

13 (D) THE GENERAL ASSEMBLY MAY AUTHORIZE THE TRANSFER OR 14 DIVERSION OF FUNDS FROM THE TRANSPORTATION TRUST FUND FOR A 15 PURPOSE NOT RELATED TO TRANSPORTATION IF APPROVAL IS GRANTED 16 THROUGH A REFERENDUM, AUTHORIZED BY AN ACT OF THE GENERAL 17 ASSEMBLY, IN A GENERAL ELECTION BY A MAJORITY OF THE QUALIFIED 18 VOTERS IN THE STATE VOTING ON THE QUESTION.

19 (E) EXCEPT AS PROVIDED IN SUBSECTION (D) OF THIS SECTION, THERE 20 SHALL BE CREDITED TO THE TRANSPORTATION TRUST FUND THE FOLLOWING 21 TAXES, FEES, CHARGES, AND REVENUES:

(1) THE CASH PROCEEDS OF THE SALE OF CONSOLIDATED
 TRANSPORTATION BONDS, NOTES, OR OTHER EVIDENCES OF OBLIGATION
 ISSUED FOR TRANSPORTATION PURPOSES;

25 (2) ALL FEDERAL FUNDS PROVIDED TO THE STATE FOR 26 TRANSPORTATION PURPOSES;

(3) NOT LESS THAN THE PORTION OF MOTOR FUEL TAX REVENUE
DISTRIBUTED TO THE TRANSPORTATION TRUST FUND UNDER TITLE 2,
SUBTITLE 11 OF THE TAX – GENERAL ARTICLE AS IT WAS IN EFFECT ON
OCTOBER 1, 2010;

31 (4) NOT LESS THAN THE PORTION OF MOTOR CARRIER TAX
32 REVENUE DISTRIBUTED TO THE TRANSPORTATION TRUST FUND UNDER TITLE
33 2, SUBTITLE 10 OF THE TAX – GENERAL ARTICLE AS IT WAS IN EFFECT ON
34 OCTOBER 1, 2010;

1 (5) NOT LESS THAN THE PORTION OF VEHICLE EXCISE TAX 2 REVENUE DISTRIBUTED TO THE TRANSPORTATION TRUST FUND UNDER § 3 13–814 OF THE TRANSPORTATION ARTICLE AS IT WAS IN EFFECT ON OCTOBER 4 1, 2010;

5 (6) NOT LESS THAN THE PORTION OF CORPORATE INCOME TAX 6 REVENUE DISTRIBUTED TO THE TRANSPORTATION TRUST FUND UNDER § 7 2-614 OF THE TAX – GENERAL ARTICLE AS IT WAS IN EFFECT ON OCTOBER 1, 8 2010;

9 (7) NOT LESS THAN THE PORTION OF SALES AND USE TAX 10 REVENUE DISTRIBUTED TO THE TRANSPORTATION TRUST FUND UNDER TITLE 11 2, SUBTITLE 13 OF THE TAX – GENERAL ARTICLE AS IT WAS IN EFFECT ON 12 OCTOBER 1, 2010;

13 (8) VEHICLE REGISTRATION FEES COLLECTED UNDER TITLE 13,
 14 SUBTITLE 9, PART II OF THE TRANSPORTATION ARTICLE;

15 (9) NOT LESS THAN THE PORTION OF REVENUE FROM ALL OTHER 16 FEES COLLECTED BY THE MOTOR VEHICLE ADMINISTRATION AND 17 DISTRIBUTED IN WHOLE OR IN PART TO THE TRANSPORTATION TRUST FUND 18 UNDER THE TRANSPORTATION ARTICLE AS IT WAS IN EFFECT ON OCTOBER 1, 19 2010;

(10) OPERATING REVENUES FROM FARES, FEES, RATES, RENTALS,
 AND OTHER CHARGES IMPOSED BY THE MARYLAND TRANSIT ADMINISTRATION,
 THE MARYLAND AVIATION ADMINISTRATION, AND THE MARYLAND PORT
 ADMINISTRATION FOR THE USE OF THEIR SERVICES OR FACILITIES;

24(11) ALL OTHER FUNDS DISTRIBUTED TO THE TRANSPORTATION25TRUST FUND UNDER A LAW IN EFFECT ON OCTOBER 1, 2010.

(F) FUNDS IN THE GASOLINE AND MOTOR VEHICLE REVENUE
ACCOUNT IN THE TRANSPORTATION TRUST FUND SHALL BE DISTRIBUTED AS
PROVIDED IN §§ 8–402, 8–403, 8–404, AND 8–405 OF THE TRANSPORTATION
ARTICLE AS THEY WERE IN EFFECT ON OCTOBER 1, 2008.

30 SECTION 2. AND BE IT FURTHER ENACTED, That the General Assembly 31 determines that the amendment to the Maryland Constitution proposed by this Act 32 affects multiple jurisdictions and that the provisions of Article XIV, § 1 of the 33 Maryland Constitution concerning local approval of constitutional amendments do not 34 apply.

35 SECTION 3. AND BE IT FURTHER ENACTED, That the aforegoing section 36 proposed as an amendment to the Maryland Constitution shall be submitted to the

1 qualified voters of the State at the next general election to be held in November, 2012  $\mathbf{2}$ for their adoption or rejection pursuant to Article XIV of the Maryland Constitution. 3 At that general election, the vote on this proposed amendment to the Constitution 4 shall be by ballot, and upon each ballot there shall be printed the words "For the Constitutional Amendment" and "Against the Constitutional Amendment," as now  $\mathbf{5}$ 6 provided by law. Immediately after the election, all returns shall be made to the 7Governor of the vote for and against the proposed amendment, as directed by Article XIV of the Maryland Constitution, and further proceedings had in accordance with 8 9 Article XIV.