HOUSE BILL 54

R1

(PRE-FILED)

8lr0769 CF 8lr0506

By: **Delegate Lam** Requested: October 5, 2017 Introduced and read first time: January 10, 2018 Assigned to: Environment and Transportation

A BILL ENTITLED

1 AN ACT concerning

State Highway Administration – Sale or Lease of Naming Rights for Rest Areas and Welcome Centers

4 FOR the purpose of authorizing the State Highway Administration to sell or lease to a $\mathbf{5}$ private entity the naming rights for rest areas and welcome centers along State 6 highways; requiring the term of a contract for the sale or lease of naming rights for 7 rest areas and welcome centers to be at least a certain period of time; prohibiting the 8 Administration from selling or leasing highway naming rights under this Act unless 9 the Administration makes a certain determination regarding compliance of the 10 proposed use of the naming rights with federal regulations and the distribution of 11 certain federal funds; providing that a sale or lease of naming rights for a rest area 12or welcome center may not be construed to require that any official State highway 13 sign or mailing address be altered; authorizing a private entity that purchases or 14 leases the naming rights for a rest area or welcome center to erect certain outdoor 15signs along the highway; requiring a private entity that erects outdoor signs along a 16State highway under this Act to pay all costs associated with the signs; requiring 17outdoor signs erected by a private entity along a State highway to comply with 18 certain requirements; requiring proceeds from the sale or lease of naming rights for 19a rest area or welcome center to be credited to the Transportation Trust Fund; 20defining certain terms; and generally relating to the sale or lease of naming rights 21for rest areas or welcome centers along State highway rights-of-way.

- 22 BY repealing and reenacting, without amendments,
- 23 Article Transportation
- 24 Section 8–204(h)
- 25 Annotated Code of Maryland
- 26 (2015 Replacement Volume and 2017 Supplement)

27 BY adding to

28 Article – Transportation

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



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$\begin{array}{c} 1 \\ 2 \\ 3 \end{array}$	Section 8–208 Annotated Code of Maryland (2015 Replacement Volume and 2017 Supplement)									
4 5	SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:									
6	Article – Transportation									
7	8–204.									
8 9 10	(h) By rules or regulations consistent with the safety and welfare of the traveling public, the Administration may govern the control and use of rest areas, scenic overlooks, roadside picnic areas, and other public use areas within State highway rights-of-way.									
11	8-208.									
12 13	(A) (1) IN THIS SECTION THE FOLLOWING WORDS HAVE THE MEANINGS INDICATED.									
14	(2) "ERECT" HAS THE MEANING STATED IN § 8–701 OF THIS TITLE.									
$\begin{array}{c} 15\\ 16\end{array}$	(3) "OUTDOOR SIGN" HAS THE MEANING STATED IN § 8–701 OF THIS TITLE.									
17 18 19 20	GENERAL OR LIMITED PARTNERSHIP, A LIMITED LIABILITY COMPANY, A JOINT VENTURE, A BUSINESS TRUST, A PUBLIC BENEFIT CORPORATION, A NONPROFIT									
21 22 23	(B) (1) (I) SUBJECT TO SUBPARAGRAPH (II) OF THIS PARAGRAPH, THE Administration may sell or lease to a private entity the naming rights for rest areas or welcome centers within State highway rights-of-way.									
24 25 26 27 28 29 30	(II) THE ADMINISTRATION MAY NOT SELL OR LEASE TO A PRIVATE ENTITY THE NAMING RIGHTS FOR REST AREAS OR WELCOME CENTERS WITHIN STATE HIGHWAY RIGHTS-OF-WAY UNLESS THE ADMINISTRATION DETERMINES THAT THE PROPOSED USE OF THE NAMING RIGHTS AND SIGNAGE ASSOCIATED WITH THE PROPOSED USE OF THE NAMING RIGHTS IS IN COMPLIANCE WITH FEDERAL REGULATIONS GOVERNING THE DISTRIBUTION OF FEDERAL HIGHWAY FUNDS TO THE STATE.									

31(2)THE TERM OF A CONTRACT THAT THE ADMINISTRATION ENTERS32INTO UNDER THIS SUBSECTION SHALL BE AT LEAST 1 YEAR.

1 (C) A SALE OR LEASE OF NAMING RIGHTS UNDER THIS SECTION IS SOLELY 2 FOR SPONSORSHIP PURPOSES AND MAY NOT BE CONSTRUED TO REQUIRE THAT ANY 3 OFFICIAL STATE HIGHWAY SIGN OR MAILING ADDRESS BE ALTERED.

4 (D) (1) A PRIVATE ENTITY THAT PURCHASES OR LEASES NAMING RIGHTS 5 FOR A REST AREA OR WELCOME CENTER WITHIN A STATE HIGHWAY RIGHT-OF-WAY 6 UNDER THIS SECTION MAY ERECT OUTDOOR SIGNS ALONG THE HIGHWAY FOR THE 7 PURPOSE OF SPONSORING THE DESIGNATION.

8 (2) ALL COSTS ASSOCIATED WITH OUTDOOR SIGNS ERECTED UNDER 9 THIS SUBSECTION SHALL BE PAID BY THE PRIVATE ENTITY THAT PURCHASES OR 10 LEASES THE NAMING RIGHTS FOR THE REST AREA OR WELCOME CENTER, 11 INCLUDING THE COSTS OF CONSTRUCTION, INSTALLATION, OPERATION, 12 MAINTENANCE, AND REMOVAL OF THE SIGNS.

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- (3) **OUTDOOR SIGNS UNDER THIS SUBSECTION:**
- 14 (I) MAY NOT BE ERECTED WITHOUT PRIOR APPROVAL BY:
- 15 **1. THE ADMINISTRATION; AND**
- 16 **2.** The Federal Highway Administration if 17 NECESSARY TO SECURE FEDERAL HIGHWAY FUNDS;
- 18 (II) MAY NOT DETRACT FROM THE SAFETY OF THE TRAVELING
 19 PUBLIC, AS DETERMINED BY THE ADMINISTRATION;

20 (III) SHALL CONFORM TO ALL DESIGN AND PLACEMENT 21 GUIDELINES FOR ACKNOWLEDGMENT SIGNS PROVIDED IN THE FEDERAL MANUAL 22 ON UNIFORM CONTROL DEVICES FOR STREETS AND HIGHWAYS;

23 (IV) MAY NOT INCLUDE A NAME OR LOGO THAT IN THE 24 JUDGMENT OF THE ADMINISTRATION:

25	1.	Is	PROFANE, OBSC	ENE	, OR V	ULGAR;		
26	2.	Is	SEXUALLY EXPL	ICIT	OR GI	RAPHIC;		
27	3.	RE	LATES TO EXCR	ETO	RY FU	NCTIONS;		
$\frac{28}{29}$	4. INTIMATE PARTS OF A BODY;	Is	DESCRIPTIVE	OF	THE	GENITALS	OR	OTHER

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$\frac{1}{2}$	SUBSTANCES;	5.	RELATES TO OR DESCRIBES ILLEGAL ACTIVITIES OR					
3		6.	CONDONES OR ENCOURAGES VIOLENCE;					
$\frac{4}{5}$	OR DISPARAGING; OR	7.	IS SOCIALLY, RACIALLY, OR ETHNICALLY OFFENSIVE					
6	,	8.	IS NOT IN THE PUBLIC INTEREST OF THE STATE; AND					
7 8	(V) ARE SUBJECT TO THE REQUIREMENTS OF SUBTITLE 7 OF THIS TITLE AND ANY OTHER LAW GOVERNING OUTDOOR SIGNS.							
9 10	(E) PROCEEDS FROM THE SALE OR LEASE OF NAMING RIGHTS UNDER THIS SECTION SHALL BE CREDITED TO THE TRANSPORTATION TRUST FUND.							
$\begin{array}{c} 11 \\ 12 \end{array}$	SECTION 2. ANI October 1, 2018.) BE	IT FURTHER ENACTED, That this Act shall take effect					