
March 4, 2026

The Honorable Guy Guzzone
Chair, Budget and Taxation Committee
3 West Miller Senate Office Building
Annapolis, MD 21401

RE: Letter of Information – Senate Bill 674 – Transportation – Regional Transportation Authorities

Dear Chair Guzzone and Committee Members:

The Maryland Department of Transportation (MDOT) takes no position on Senate Bill 674 and offers the following information for the Committee’s consideration.

SB 674 would create three regional transportation authorities in Maryland, one each for the Baltimore, Capital, and Southern Maryland regions of the State. Modeled after the approach taken in Virginia, these Authorities would each have their own specific fund, resourced from specific taxes outlined in the legislation. The authorities would distribute 70 percent of these regional revenues into a regional transportation fund, and the other 30 percent to counties and municipalities within the region for local transportation priorities. Additionally, the legislation creates a Board for each authority, with representation from local and State elected officials, alongside members of the public. The legislation directs the authorities to develop regional transportation plans and to fund regional priority projects and permits the Authorities to construct the facilities in the plan. The authorities are further directed to make recommendations to MDOT regarding transportation funding and financing issues.

The Moore-Miller Administration and the Maryland General Assembly have worked together to address statewide transit needs through the 2025 transportation funding package. Given the State’s regional and interregional transportation networks, such as the MARC system, MDOT believes that any strategy toward regional authorities will need to give consideration to how the State and regions can work together to deliver on transportation needs.

SB 674 assigns substantial transportation planning functions to the new transportation authorities. Alongside MDOT, the State’s Metropolitan Planning Organizations (MPOs) play a critical and federally mandated role in developing regional transportation plans. As drafted, the legislation creates a duplicative regional planning model. The Committee may wish to consider integrating MPOs into regional decision-making to avoid such duplication and align with federal processes. Additionally, if authorities were transitioned toward more of a “financing authority” model, whose principal functions are to finance projects identified and implemented by others,

The Honorable Guy Guzzone
Page Two

then MDOT, MPOs, or Counties could identify priority projects, the authority would fund and finance them, and the project sponsor would build them.

Additionally, the successful completion of many major projects requires federal funding. MDOT serves as the direct recipient of federal funding from the Federal Highway Administration and the designated recipient from the Federal Transit Administration. Substantial coordination with MDOT will be required to successfully fund Authority projects, and additional consideration should be given to how the authorities and MDOT would work together to implement successful funding packages for projects.

SB 674, under the newly proposed § 10.5-207 of the Transportation Article, indicates that the authority may construct certain infrastructure. The State of Maryland has ample public agencies at the State and local level that are qualified to deliver major infrastructure projects. Therefore, MDOT suggests that authorities not be included as one of the parties responsible for the ongoing implementation and operation of transportation facilities.

Finally, SB 674 directs the authorities to evaluate regional projects quantitatively. As the Committee is aware, MDOT has proposed legislation to address the project evaluation and prioritization process, known as Chapter 30. A new authority structure would benefit from making use of the reformed prioritization approach to ensure that projects funded by the authorities represent the projects with largest benefit for the region and the State. The criteria proposed for evaluation in SB 674 do not correspond with the breadth of either the existing or proposed prioritization goals and should be brought into alignment with those statewide priorities.

The Maryland Department of Transportation respectfully requests that the Committee consider this information when deliberating Senate Bill 674.

Respectfully submitted,

Joe McAndrew
Assistant Secretary for
Planning and Project Delivery
Maryland Department of Transportation
410-863-1395

Matthew Mickler
Director of Government Affairs
Maryland Department of Transportation
410-865-1090