LEGISLATIVE MONITORING UPDATE

March 2018

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COG Board of Directors March 14, 2018



COG's Metro Initiative

2015 State of the Region Infrastructure Report

2016 COG and Board of Trade Metro Summit Series

Established the Chief Administrative Officers Metro Technical Panel

2017 Established the Metro Strategy Group

COG Board adopted Statement of Principles on Metro

COG Board adopted Resolution on Long-Term Dedicated Funding for Metro

2018 First time DC, Maryland and Virginia all file legislation to establish dedicated funding for Metro



Virginia regular session ended on March 10, 2018

Metro Legislation Passed by General Assembly

- 1) Motor vehicle fuels; sales tax in certain regions of the Commonwealth (SB896/HB768) approved March 8, 2018
- 2) Commonwealth Transit Capital Bond Act of 2018 (SB856/HB1539) approved March 10, 2018



Motor vehicle fuels; sales tax in certain regions of the Commonwealth (SB896/HB768)

- Estimated to generate \$22.3 million a year
- Establishes a floor on the 2.1 percent sales tax imposed on motor vehicle fuels sold in Northern Virginia and Hampton Roads by requiring that the average distributor price upon which the tax is based be no less than the statewide average wholesale price on February 20, 2013.



Commonwealth Transit Capital Bond Act of 2018 (SB856/HB1539)

- Estimated to generate the balance of the \$154M
 - Northern Virginia Transportation District Fund
 - Revenue from the existing Motor Vehicle Rental Tax
 - Existing NVTA revenues or local dollars (WMATA jurisdictions in Northern Virginia)
 - Existing 2% regional Transient Occupancy Tax (TOT)
 - Existing \$0.15/\$100 Grantor's Tax
- Limits WMATA board to 8 participating members
- Virginia board appointees should have transportation expertise
- Requires adoption of a 6-year capital improvement program and a strategic plan
- Requires a 3 percent annual growth cap on operating budget
- Contingent on DC and MD enacting legislation



Next Steps

- April 9 Governor must sign, veto, or propose amendments to bills
- April 18 Reconvened Session for General Assembly to discuss any proposed amendments or vetoes



Maryland regular session ends on April 9, 2018.

Metro Legislation in General Assembly

- Maryland Metro/Transit Funding Act (SB0277/HB0372)
- Maryland Metro Board Member Act (SB0279/HB0370)
- Maryland Oversight Enhancement Act (SB0894/HB1089)



Maryland Metro/Transit Funding Act (SB0277/HB0372)

- Establishes \$150 million a year of dedicated funding
 - Appropriated from the Maryland Transportation Trust Fund
- WMATA must submit annual financial and performance reports
- Contingent on Virginia and Maryland each enacting legislation to provide annual dedicated funding of at least \$150 million
- Approved by the House on March 8, 2018
- Currently moving through the Senate Budget and Taxation committee



Maryland Metro Board Member Act (SB0279/HB0370)

- Changes MD's board appointees to be the Secretary of Transportation (or designee) and alternating appointment by Governor from Montgomery and PGC
- Encourages Compact signatories to support for following reforms:
 - Reduce size of WMATA Board of Directors
 - Improve the independent investigation and oversight of the Authority
 - Prohibit elected officials from serving on the Board
 - Remove the veto authority
 - Require that board members have transportation expertise
 - Provide equitable compensation for board members
 - Enhance transparency
 - o Improve stakeholder input
- Moving forward on the House and Senate floors



Maryland Oversight Enhancement Act (SB0894/HB1089)

- Establishes requirements to strengthen the office of the inspector general including funding of at least 0.05% of the WMATA annual operating budget
- In committees of the House and Senate



Next Steps

- March 18 MD General Assembly bill crossover deadline
- April 9 MD regular session ends
- May 28 MD Governor must sign or veto bills



Metro Legislation - District of Columbia

Washington Metropolitan Area Transit Authority Dedicated Funding Act of 2017 (B22-0568)

- Establishes a dedicated funding source for Metro by raising the sales tax
- March 21 Mayor Bowser will present the FY2019 Proposed Budget and Financial Plan to the Council
- March to May Following the budget proposal the Council will convene hearings and work sessions on the budget
- May 29 Final Committee of the Whole and Council consideration of the FY19 budget.



Dates of Importance

March 18 - MD General Assembly bill crossover deadline

March 21 – DC Mayor Bowser presents FY19 budget proposal to Council

April 9 – MD regular session ends

April 9 – VA Governor must sign, veto, or propose amendments to bills

April 11 – [VA Special Session on budget begins]

April 18 – VA Reconvened Session

May 28 – MD Governor must sign or veto bills

May 29 - Budget out of the Council of the District of Columbia



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