

Additional Information Relating to State Highway User Aid

Under the federal American Recovery and Reinvestment Act (ARRA) Maryland receives \$431 million for highway funding. Of that amount the State is allocating \$35 million to Baltimore City and \$62 million to the counties. The county allocations are based on the highway user formula. **Exhibit 1** shows the allocation of funds to the counties and Baltimore City as well as the fiscal 2010 reductions in highway user aid. Sub-allocation of monies to a municipality within a county is at the discretion of the county. The Administration indicates that Baltimore City's share recognizes the city's traditional role in constructing and maintaining roads within the city limits.

Local highway projects funded with the federal stimulus funds generally have involved resurfacing projects. Safety or bridge improvements on any road qualify for the federal funding. Baltimore City will use \$8 million of its funds for a priority bridge project. Overall the ARRA funds allocated to local governments are about 30% of the highway user aid reductions. To the extent the federal aid is used for purposes that would have been funded with the State aid, the federal monies ameliorate the impact of the aid reductions.

There was a question relating to the impact of the aid reductions on road maintenance. Pursuant to 2008 *Joint Chairmen's Report* language the counties and municipalities have reported fiscal 2008 and 2009 expenditures for local road improvements, including spending on construction, maintenance, debt service, and other purposes. Across the two fiscal years the local governments reported that about 53% of spending was for capital items. The remaining 47% was for roadway maintenance related expenditures.

The impact of the highway user aid reductions on transportation services will vary depending on the share of transportation spending supported by the aid and the ability of a local government to shift local funds to transportation budgets. Reliance on highway user aid varies significantly among the counties and municipalities. Based on transportation expenditures for fiscal 2006 and 2007 reported by the counties and municipalities, State aid ranges from less than 20% to over 100% of transportation spending by local governments. (See **Exhibit 2** for transportation spending and State aid by unit of local government.)

Exhibit 1
Reductions to Highway User Revenue Grants and
Allocation of Federal ARRA Funds to Counties
Fiscal 2010
(\$ in Thousands)

<u>County</u>	<u>Original Budget</u>	<u>Current Approp.</u>	<u>Total Reductions</u>	<u>Percent Reduction</u>	<u>ARRA Funds</u>
Allegany	\$6,278	\$413	-\$5,865	-93.4%	\$1,384
Anne Arundel	27,406	1,035	-26,371	-96.2%	6,043
Baltimore City	189,215	134,769	-54,447	-28.8%	35,000
Baltimore	36,865	1,721	-35,145	-95.3%	8,129
Calvert	6,092	312	-5,780	-94.9%	1,343
Caroline	4,360	278	-4,082	-93.6%	961
Carroll	12,311	708	-11,603	-94.2%	2,715
Cecil	6,822	383	-6,440	-94.4%	1,504
Charles	8,836	471	-8,365	-94.7%	1,948
Dorchester	4,821	309	-4,512	-93.6%	1,063
Frederick	16,239	893	-15,346	-94.5%	3,581
Garrett	5,459	352	-5,107	-93.6%	1,204
Harford	14,297	798	-13,499	-94.4%	3,152
Howard	13,574	641	-12,933	-95.3%	2,993
Kent	2,450	150	-2,301	-93.9%	540
Montgomery	38,505	1,518	-36,987	-96.1%	8,490
Prince George's	33,545	1,816	-31,730	-94.6%	7,397
Queen Anne's	5,045	289	-4,756	-94.3%	1,113
St. Mary's	6,782	386	-6,397	-94.3%	1,496
Somerset	2,913	195	-2,717	-93.3%	642
Talbot	4,015	188	-3,828	-95.3%	885
Washington	10,445	605	-9,840	-94.2%	2,303
Wicomico	8,141	520	-7,622	-93.6%	1,795
Worcester	5,982	232	-5,751	-96.1%	1,319
Total	\$470,400	\$148,979	-\$321,421	-68.3%	\$97,000

ARRA – American Recovery and Reinvestment Act

Source: Department of Legislative Services

Exhibit 2
Summary of Local Government Transportation Revenues and Expenditures

Jurisdiction	FY06 Transportation Expenditures	FY06 State Highway Grants	FY07 Transportation Expenditures	FY07 State Highway Grants	FY06 % Funding From State	FY07 % Funding From State
Allegany	8,527,503	4,843,035	9,540,386	4,832,885	57%	51%
Barton	50,825	39,190	60,517	61,149	77%	101%
Bel Air STA	18,383	-	21,175	-	0%	0%
Bowling Green & Roberts Place STA	10,969	-	12,278	-	0%	0%
Cresaptown	-	-	-	-	0%	0%
Cumberland	2,514,323	1,772,250	2,672,010	1,656,165	70%	62%
Ellerslie STA	18,972	-	12,916	-	0%	0%
Frostburg	745,051	563,547	725,193	478,689	76%	66%
LaVale Sanitary Commission	-	-	-	-	0%	0%
Lonaconing	113,211	4,063	148,384	3,934	4%	3%
Luke	44,303	9,758	45,639	10,392	22%	23%
McCoole STA	6,467	-	7,109	-	0%	0%
Midland	119,705	37,805	40,555	56,722	32%	140%
Mount Savage STA	18,745	-	21,123	-	0%	0%
Potomac Park Citizens' Committee	231	-	-	-	0%	0%
Westernport	213,397	168,021	291,252	190,162	79%	65%
Allegany Total	12,402,085	7,437,669	13,598,537	7,290,098	60%	54%
Anne Arundel	77,488,240	29,190,840	64,901,141	30,183,184	38%	47%
Annapolis	10,986,033	1,868,480	10,403,463	1,970,813	17%	19%
Highland Beach	8,825	18,800	14,806	17,327	213%	117%
Anne Arundel Total	88,483,098	31,078,120	75,319,410	32,171,324	35%	43%
Baltimore City	202,542,430	222,323,362	193,050,703	230,433,403	110%	119%
Baltimore County	63,921,530	42,457,152	64,834,897	43,287,399	66%	67%
Calvert	15,592,756	5,683,147	22,705,184	5,947,234	36%	26%
Chesapeake Beach	743,240	425,039	547,951	428,224	57%	78%
North Beach	175,083	156,331	217,016	156,036	89%	72%
Calvert Total	16,511,079	6,264,517	23,470,151	6,531,494	38%	28%
Caroline	4,084,841	4,317,592	9,123,076	4,269,843	106%	47%
Denton	351,005	318,603	494,863	417,733	91%	84%
Federalsburg	337,878	200,030	366,052	216,358	59%	59%
Goldsboro	13,144	19,866*	22,801	18,629*	151%	82%
Greensboro	144,310	132,851	143,097	148,868	92%	104%
Henderson	2,034	6,465	2,286	5,804	318%	254%

Jurisdiction	FY06 Transportation Expenditures	FY06 State Highway Grants	FY07 Transportation Expenditures	FY07 State Highway Grants	FY06 % Funding From State	FY07 % Funding From State
Hillsboro	3,981	14,023	5,149	14,418	352%	280%
Marydel	2,620	-	7,967	-	0%	0%
Preston	46,869	88,623	61,008	88,274	189%	145%
Ridgely	90,260	144,635	283,356	154,567	160%	55%
Templeville	1,571	3,155	2,167	3,677	201%	170%
Caroline Total	5,078,513	5,245,843	10,511,822	5,338,171	103%	51%
Carroll	28,480,531	11,585,088	28,437,560	12,034,232	41%	42%
Hampstead	394,001	306,607	849,203	291,830	78%	34%
Manchester	194,143	263,447	932,313	269,388	136%	29%
Mount Airy	711,165	608,326	992,412	552,996	86%	56%
New Windsor	122,434	92,067	47,458	106,141	75%	224%
Sykesville	6,646,965	5,484,400	3,520,789	1,854,096	83%	53%
Taneytown	209,021	305,231*	1,055,726	356,205*	146%	34%
Union Bridge	87,109	84,367	170,910	88,677	97%	52%
Westminster	1,726,800	853,072	3,863,493	936,313	49%	24%
Carroll Total	38,572,169	19,582,605	39,869,864	16,489,878	51%	41%
Cecil	17,458,088	7,119,158	21,109,355	6,878,106	41%	33%
Cecilton	44,884	38,712	146,107	33,966	86%	23%
Charlestown	208,952	67,094	130,630	69,603	32%	53%
Chesapeake City	110,351	63,918	115,798	55,297	58%	48%
Elkton	2,086,766	762,332	2,176,622	562,474	37%	26%
North East	277,116	153,485	319,676	125,924	55%	39%
Perryville	620,154	218,155	755,207	215,128	35%	28%
Port Deposit	285,568	45,041	238,768	28,001	16%	12%
Rising Sun	447,484	105,926	277,401	113,702	24%	41%
Cecil Total	21,539,363	8,573,821	25,269,564	8,082,201	40%	32%
Charles	21,431,063	8,886,320	15,013,732	9,088,062	41%	61%
Indian Head	80,045	205,692	242,374	217,352	257%	90%
La Plata	729,666	449,704	1,329,975	496,405	62%	37%
Port Tobacco	10,988	44,820*	4,964	29,019*	408%	585%
Charles Total	820,699	700,216	1,577,313	742,776	85%	47%
Dorchester	7,422,697	4,425,387	7,624,638	4,555,291	60%	60%
Brookview	1,148	-	1,477	-	0%	0%
Cambridge	706,352	957,563	851,816	969,490	136%	114%
Church Creek	-	-	-	-	0%	0%
East New Market	23,565	24,763	41,698	26,682	105%	64%
Eldorado	1,619	-	2,149	-	0%	0%
Galestown	2,257	-	3,221	-	0%	0%

Jurisdiction	FY06 Transportation Expenditures	FY06 State Highway Grants	FY07 Transportation Expenditures	FY07 State Highway Grants	FY06 % Funding From State	FY07 % Funding From State
Hurlock	453,464	194,916	195,225	222,017	43%	114%
Secretary	153,439	52,357	24,989	60,619*	34%	243%
Vienna	98,327	42,903	49,161	49,694*	44%	101%
Dorchester Total	8,862,868	5,697,889	8,794,374	5,883,793	64%	67%
Frederick	36,213,660	13,068,642	31,873,833	14,916,543	36%	47%
Brunswick	855,380	320,875	1,830,118	338,767	38%	19%
Burkittsville	6,655	23,287	7,473	30,442*	350%	407%
Emmitsburg	383,270	138,238	336,201	169,226	36%	50%
Frederick	12,479,441	3,155,931	11,709,871	3,055,147	25%	26%
Middletown	473,660	247,288	730,740	245,624	52%	34%
Myersville	39,885	99,090	56,296	91,132	248%	162%
New Market	79,513	47,442	33,247	41,217	60%	124%
Rosemont	3,818	-	4,213	-	0%	0%
Thurmont	313,178	390,332	254,858	403,245	125%	158%
Walkersville	883,866	319,721	620,186	330,788	36%	53%
Woodsboro	35,023	90,704	41,054	82,470*	259%	201%
Frederick Total	51,767,349	17,901,550	47,498,090	19,704,601	35%	41%
Garrett	15,563,654	5,399,568	15,600,127	5,741,377	35%	37%
Accident	44,819	46,794	49,697	49,071	104%	99%
Deer Park	46,841	35,100	159,756	39,473	75%	25%
Friendsville	88,677	51,661*	101,582	61,260*	58%	60%
Grantsville	209,553	68,154	82,104	77,353	33%	94%
Kitzmilller	127,293	120,360	89,803	145,977	95%	163%
Loch Lynn Heights	134,677	61,832	32,384	67,844	46%	209%
Mountain Lake Park	177,013	246,438	134,517	240,366	139%	179%
Oakland	716,832	286,986	558,632	314,294	40%	56%
Garrett Total	17,109,359	6,316,893	16,808,602	6,737,015	37%	40%
Harford	39,408,168	13,933,504	43,070,634	14,560,264	35%	34%
Aberdeen	1,496,337	725,447	1,686,979	812,474	48%	48%
Bel Air	2,063,827	589,912	2,306,071	609,223	29%	26%
Havre de Grace	2,402,039	598,053	2,847,238	599,430	25%	21%
Harford Total	45,370,371	15,846,916	49,910,922	16,581,391	35%	33%
Howard Total	49,317,237	15,196,254	54,585,138	16,345,268	31%	30%
Kent	2,930,146	2,228,310	3,144,889	2,280,979	76%	73%
Betterton	50,928	40,965	109,144	37,144	80%	34%
Chestertown	946,550	330,201	721,311	368,177	35%	51%
Galena	33,709	45,337	39,954	48,406	134%	121%

Jurisdiction	FY06 Transportation Expenditures	FY06 State Highway Grants	FY07 Transportation Expenditures	FY07 State Highway Grants	FY06 % Funding From State	FY07 % Funding From State
Millington	8,170	45,896	10,535	17,148*	562%	163%
Rock Hall	156,946	127,503	202,297	136,393	81%	67%
Kent Total	4,126,449	2,818,212	4,228,130	2,888,247	68%	68%
Montgomery	249,153,241	37,266,648	276,420,408	38,915,075	15%	14%
Barnesville	4,889	-	5,050	-	0%	0%
Brookeville	22,450	8,866*	33,104	10,514	39%	32%
Chevy Chase	263,585	135,056*	400,058	148,851	51%	37%
Chevy Chase Section III	97,423	34,915	24,792	34,883	36%	141%
Chevy Chase Section V	63,189	29,160	179,640	31,129	46%	17%
Chevy Chase View	445,624	45,220	79,108	50,119*	10%	63%
Chevy Chase Village	743,262	137,944	723,173	143,755	19%	20%
Drummond Citizens' Committee	17,741	4,703	85,653	5,692	27%	7%
Friendship Heights	200,278	70,834	351,681	73,058	35%	21%
Gaithersburg	7,071,539	1,966,561	6,920,078	2,056,244	28%	30%
Garrett Park	117,313	56,488	123,868	59,260	48%	48%
Glen Echo	9,730	20,982	22,310	20,133	216%	90%
Kensington	735,724	129,496	849,634	133,961	18%	16%
Laytonsville	11,587	23,635	22,147	25,025	204%	113%
Martin's Additions	216,336	40,262	206,613	43,801	19%	21%
North Chevy Chase	267,960	30,556	169,727	30,233	11%	18%
Oakmont STA	11,100	4,477	7,427	5,305	40%	71%
Poolesville	413,916	271,406*	1,021,866	303,352*	66%	30%
Rockville	8,608,273	3,209,689	10,521,090	3,294,692	37%	31%
Somerset	50,870	61,172	96,148	60,931	120%	63%
Takoma Park	2,616,022	967,048	1,450,303	611,652	37%	42%
Washington Grove	68,841	52,524	56,714	50,885	76%	90%
Montgomery Total	271,210,893	44,567,642	299,770,592	46,108,550	16%	15%
Prince George's	99,202,346	28,702,641	104,163,509	33,559,009	29%	32%
Berwyn Heights	428,302	181,221	696,932	187,497*	42%	27%
Bladensburg	700,739	231,985	584,543	238,680	33%	41%
Bowie	5,156,309	3,019,408	5,267,924	3,109,348	59%	59%
Brentwood	207,952	102,712	508,279	129,613	49%	26%
Capitol Heights	453,897	187,443	366,359	193,789	41%	53%
Cheverly	1,519,934	279,722	1,376,409	265,573	18%	19%
College Park	1,785,304	769,173	2,313,935	808,134	43%	35%
Colmar Manor	98,694	55,556*	113,101	62,737	56%	55%
Cottage City	57,205	56,533	71,011	51,159	99%	72%
District Heights	748,682	270,099	1,026,427	279,244	36%	27%
Eagle Harbor	7,383	19,882	20,652	24,580	269%	119%
Edmonston	107,491	95,267	174,988	79,450	89%	45%

Jurisdiction	FY06 Transportation Expenditures	FY06 State Highway Grants	FY07 Transportation Expenditures	FY07 State Highway Grants	FY06 % Funding From State	FY07 % Funding From State
Fairmount Heights	125,969	76,009	142,552	80,987	60%	57%
Forest Heights	465,167	121,729	-	135,272*	26%	0%
Glenarden	274,682	223,259	395,346	221,425	81%	56%
Greenbelt	2,445,220	654,819	2,822,941	681,302	27%	24%
Hyattsville	2,619,704	603,057	4,321,213	625,142	23%	14%
Landover Hills	184,622	79,967	142,858	75,644	43%	53%
Laurel	4,249,345	876,047	3,713,696	964,147	21%	26%
Morningside	9,923	67,571*	43,813	82,904	681%	189%
Mount Rainier	804,536	243,017	777,221	252,047	30%	32%
New Carrollton	1,074,801	372,225*	1,726,204	429,597	35%	25%
North Brentwood	168,814	28,400	20,802	24,832	17%	119%
Riverdale Park	897,546	224,453	2,288,634	261,057	25%	11%
Seat Pleasant	480,385	216,856	517,811	208,057	45%	40%
University Park	929,798	139,902	921,532	144,800	15%	16%
Upper Marlboro	105,179	38,095	120,218	41,242	36%	34%
Prince George's Total	125,309,929	37,937,048	134,638,910	43,217,268	30%	32%
Queen Anne's	7,847,262	4,099,709	8,213,796	5,379,369	52%	65%
Barclay	2,451	13,807	44,201	14,669	563%	33%
Centreville	2,445,621	320,768	506,881	229,447	13%	45%
Church Hill	13,084	51,766	27,105	54,081	396%	200%
Queen Anne	4,125	-	86,230	75,750	0%	88%
Queenstown	107,309	87,384	284,839	92,286	81%	32%
Sudlersville	68,917	41,775	21,884	33,654	61%	154%
Queen Anne's Total	10,488,769	4,615,209	9,184,936	5,879,256	44%	64%
Saint Mary's	7,414,096	7,568,518	9,676,754	7,350,357	102%	76%
Leonardtown	123,698	128,110	419,965	133,830	104%	32%
Saint Mary's Total	7,537,794	7,696,628	10,096,719	7,484,187	102%	74%
Somerset	4,557,105	2,933,335	4,703,086	3,030,447	64%	64%
Crisfield	339,740	273,003	319,646	283,692	80%	89%
Princess Anne	581,428	157,631	605,611	176,760	27%	29%
Somerset Total	5,478,273	3,363,969	5,628,343	3,490,899	61%	62%
Talbot	8,035,472	3,560,979	8,069,494	3,268,012	44%	40%
Easton	1,624,971	911,575	2,033,547	1,136,328	56%	56%
Oxford	112,810	80,331	152,821	81,958	71%	54%
St. Michaels	374,030	97,857	353,269	102,875	26%	29%
Trappe	26,033	75,297	26,041	84,914	289%	326%
Talbot Total	10,173,316	4,726,039	10,635,172	4,674,087	46%	44%

Jurisdiction	FY06 Transportation Expenditures	FY06 State Highway Grants	FY07 Transportation Expenditures	FY07 State Highway Grants	FY06 % Funding From State	FY07 % Funding From State
Washington	18,783,985	8,638,360	24,352,692	9,049,488	46%	37%
Boonsboro	427,458	178,571	268,054	185,302	42%	69%
Clear Spring	68,224	31,326	37,292	31,497	46%	84%
Funkstown	39,062	63,439	45,373	65,345	162%	144%
Hagerstown	2,782,387	2,300,105	3,533,072	2,257,531	83%	64%
Hancock	224,003	151,635	193,459	121,368	68%	63%
Keedysville	22,450	57,075	34,530	63,760	254%	185%
Sharpsburg	43,631	61,960	57,421	61,395	142%	107%
Smithsburg	232,265	155,509	224,379	165,835	67%	74%
Williamsport	54,854	129,794	89,161	139,786	237%	157%
Washington Total	22,678,319	11,767,774	28,835,433	12,141,307	52%	42%
Wicomico	8,974,997	7,526,814	14,908,271	7,290,307	84%	49%
Delmar	71,020	119,519	88,991	132,819	168%	149%
Fruitland	380,602	283,160*	566,850	317,450*	74%	56%
Hebron	33,969	-	36,670	-	0%	0%
Mardela Springs	8,839	-	10,795	-	0%	0%
Pittsville	41,832	-	31,466	-	0%	0%
Salisbury	4,956,094	1,776,458	4,623,575	2,092,923	36%	45%
Sharptown	60,619	15,908	167,764	-	26%	0%
Willards	15,475	-	19,462	-	0%	0%
Wicomico Total	14,543,447	9,721,859	20,453,844	9,833,499	67%	48%
Worcester	4,405,575	5,501,591	7,269,691	5,383,447	125%	74%
Berlin	510,533	273,460	523,490	316,674	54%	60%
Ocean City	14,549,510	1,016,765	15,847,257	1,049,366	7%	7%
Pocomoke City	356,821	321,951	427,599	324,024	90%	76%
Snow Hill	538,737	208,496	531,525	188,566	39%	35%
Worcester Total	20,361,176	7,322,263	24,599,562	7,262,077	36%	30%

Note: Excludes Parking Facilities Expenditures
Aid amounts do not include State Grants for Mass Transit
Forest Heights did not submit financial information for fiscal 2007

*Data as submitted by Maryland Department of Transportation

Source: County and Municipal Uniform Financial Reports, Maryland Department of Transportation