## FIRST REGULAR SESSION

## **SENATE JOINT RESOLUTION NO. 27**

**100TH GENERAL ASSEMBLY** 

INTRODUCED BY SENATOR EIGEL.

Read 1st time February 27, 2019, and ordered printed.

ADRIANE D. CROUSE, Secretary.

## 2294S.01I

## JOINT RESOLUTION

Submitting to the qualified voters of Missouri, an amendment repealing section 30(b) of article IV of the Constitution of Missouri, and adopting one new section in lieu thereof relating to transportation funding.

Be it resolved by the Senate, the House of Representatives concurring therein:

That at the next general election to be held in the state of Missouri, on 2 Tuesday next following the first Monday in November, 2020, or at a special 3 election to be called by the governor for that purpose, there is hereby submitted 4 to the qualified voters of this state, for adoption or rejection, the following 5 amendment to article IV of the Constitution of the state of Missouri:

Section A. Section 30(b), article IV, Constitution of Missouri, is repealed 2 and one new section adopted in lieu thereof, to be known as section 30(b), to read 3 as follows:

Section 30(b). 1. For the purpose of constructing and maintaining an adequate system of connected state highways all state revenue derived from  $\mathbf{2}$ 3 highway users as an incident to their use or right to use the highways of the state, including all state license fees and taxes upon motor vehicles, trailers and 4 motor vehicle fuels, and upon, with respect to, or on the privilege of the 5manufacture, receipt, storage, distribution, sale or use thereof (excepting those 6 7 portions of the sales tax on motor vehicles and trailers which are not distributed 8 to the state road fund pursuant to subsection 2 of this section 30(b) and further excepting all property taxes), less the (1) actual cost of collection of the 9 10 department of revenue (but not to exceed three percent of the particular tax or fee collected), and (2) actual cost of refunds for overpayments and erroneous 11 12payments of such taxes and fees and maintaining retirement programs as

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permitted by law [and (3) actual cost of the state highway patrol in administering 13 14and enforcing any state motor vehicle laws and traffic regulations], shall be 15deposited in the state road fund which is hereby created within the state treasury and stand appropriated without legislative action to be used and expended by the 16 highways and transportation commission for the following purposes, and no other: 1718 First, to the payment of the principal and interest on any outstanding state road bonds. The term state road bonds in this section 30(b) means any 19bonds or refunding bonds issued by the highways and transportation commission 2021to finance or refinance the construction or reconstruction of the state highway 22system.

23 Second, to maintain a balance in the state road fund in the amount 24 deemed necessary to meet the payment of the principal and interest of any state 25 road bonds for the next succeeding twelve months.

The remaining balance in the state road fund shall be used and expended in the sole discretion of and under the supervision and direction of the highways and transportation commission for the following state highway system uses and purposes and no other:

30 (1) To complete and widen or otherwise improve and maintain the state31 highway system heretofore designated and laid out under existing laws;

32(2) To reimburse the various counties and other political subdivisions of 33 the state, except incorporated cities and towns, for money expended by them in 34the construction or acquisition of roads and bridges now or hereafter taken over by the highways and transportation commission as permanent parts of the state 35highway system, to the extent of the value to the state of such roads and bridges 36 37 at the time taken over, not exceeding in any case the amount expended by such counties and subdivisions in the construction or acquisition of such roads and 38 39 bridges, except that the highways and transportation commission may, in its 40discretion, repay, or agree to repay, any cash advanced by a county or subdivision to expedite state road construction or improvement; 41

42 (3) In the discretion of the commission to plan, locate, relocate, establish,43 acquire, construct and maintain the following:

(a) interstate and primary highways within the state;

(b) supplementary state highways and bridges in each county of the state;
(c) state highways and bridges in, to and through state parks, public areas
and reservations, and state institutions now or hereafter established to connect
the same with the state highways, and also national, state or local parkways,

49 travelways, tourways, with coordinated facilities;

50 (d) any tunnel or interstate bridge or part thereof, where necessary to 51 connect the state highways of this state with those of other states;

(e) any highway within the state when necessary to comply with any
federal law or requirement which is or shall become a condition to the receipt of
federal funds;

55 (f) any highway in any city or town which is found necessary as a 56 continuation of any state or federal highway, or any connection therewith, into 57 and through such city or town; and

(g) additional state highways, bridges and tunnels, either in congested
traffic areas of the state or where needed to facilitate and expedite the movement
of through traffic.

61 (4) To acquire materials, equipment, and buildings [and to employ such62 personnel] as necessary for the purposes described in this subsection 1; and

63 (5) For such other purposes and contingencies relating and appertaining 64 to the construction and maintenance of such state highway system as the 65 highways and transportation commission may deem necessary and proper, 66 except that nothing in this section shall be construed to authorize use 67 of the state road fund for administrative costs, employment of 68 personnel, retirement programs, or the administration or enforcement 69 of motor vehicle laws or traffic regulations by the highway patrol.

2. (1) The state sales tax upon the sale of motor vehicles, trailers,
motorcycles, mopeds and motortricycles at the rate provided by law on November
2, 2004, is levied and imposed by this section until the rate is changed by law or
constitutional amendment.

74(2) One-half of the proceeds from the state sales tax on all motor vehicles, trailers, motorcycles, mopeds and motortricycles shall be dedicated for highway 7576and transportation use and shall be apportioned and distributed as follows: ten 77percent to the counties, fifteen percent to the cities, two percent to be deposited 78in the state transportation fund, which is hereby created within the state treasury to be used in a manner provided by law and seventy-three percent to be 79 80 deposited in the state road fund. The amounts apportioned and distributed to the counties and cities shall be further allocated and used as provided in section 30(a) 81 82 of this article. The amounts allocated and distributed to the highways and 83 transportation commission for the state road fund shall be used as provided in subsection 1 of this section 30(b). The sales taxes which are apportioned and 84

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distributed pursuant to this subdivision (2) shall not include those taxes levied and imposed pursuant to sections 43(a) or 47(a) of this article. The term "proceeds from the state sales tax" as used in this subdivision (2) shall mean and include all revenues received by the department of revenue from the said sales tax, reduced only by refunds for overpayments and erroneous payments of such tax as permitted by law and actual costs of collection by the department of revenue (but not to exceed three percent of the amount collected).

92 (3) (i) From and after July 1, 2005, through June 30, 2006, twenty-five 93 percent of the remaining one-half of the proceeds of the state sales tax on all motor vehicles, trailers, motorcycles, mopeds and motortricycles which is not 94distributed by subdivision (2) of subsection 2 of this section 30(b) shall be 9596 deposited in the state road bond fund which is hereby created within the state 97 treasury; (ii) from and after July 1, 2006, through June 30, 2007, fifty percent of the aforesaid one-half of the proceeds of the state sales tax on all motor vehicles, 98 99 trailers, motorcycles, mopeds and motortricycles which is not distributed by subdivision (2) of subsection 2 of this section 30(b) shall be deposited in the state 100 101 road bond fund; (iii) from and after July 1, 2007, through June 30, 2008, seventy-five percent of the aforesaid one-half of the proceeds of the state sales tax 102 on all motor vehicles, trailers, motorcycles, mopeds and motortricycles which is 103 104 not distributed by subdivision (2) of subsection 2 of this section 30(b) shall be 105deposited in the state road bond fund; and (iv) from and after July 1, 2008, one hundred percent of the aforesaid one-half of the proceeds of the state sales tax on 106 107 all motor vehicles, trailers, motorcycles, mopeds and motortricycles which is not 108 distributed by subdivision (2) of subsection 2 of this section 30(b) shall be deposited in the state road bond fund. Moneys deposited in the state road bond 109 fund are hereby dedicated to and shall only be used to fund the repayment of 110 bonds issued by the highways and transportation commission to fund the 111 construction and reconstruction of the state highway system or to fund refunding 112bonds, except that after January 1, 2009, that portion of the moneys in the state 113 114road bond fund which the commissioner of administration and the highways and transportation commission each certify is not needed to make payments upon said 115116bonds or to maintain an adequate reserve for making future payments upon said bonds may be appropriated to the state road fund. The highways and 117 118 transportation commission shall have authority to issue state road bonds for the 119 uses set forth in this subdivision (3). The net proceeds received from the issuance 120of such bonds shall be paid into the state road fund and shall only be used to

121fund construction or reconstruction of specific projects for parts of the state 122highway system as determined by the highways and transportation 123 commission. The moneys deposited in the state road bond fund shall only be 124withdrawn by appropriation pursuant to this constitution. No obligation for the 125payment of moneys so appropriated shall be paid unless the commissioner of 126administration certifies it for payment and further certifies that the expenditure 127is for a use which is specifically authorized by the provisions of this subdivision 128 (3). The proceeds of the sales tax which are subject to allocation and deposit into 129 the state road bond fund pursuant to this subdivision (3) shall not include the 130proceeds of the sales tax levied and imposed pursuant to sections 43(a) or 47(a) 131of this article nor shall they include the proceeds of that portion of the sales tax 132apportioned, distributed and dedicated to the school district trust fund on 133November 2, 2004. The term "proceeds from the state sales tax" as used in this 134 subdivision (3) shall mean and include all revenues received by the department 135of revenue from the said sales tax, reduced only by refunds for overpayments and 136erroneous payments of such tax as permitted by law and actual costs of collection 137 by the department of revenue (but not to exceed three percent of the amount 138 collected).

3. After January 1, 1980, any increase in state license fees and taxes on motor vehicles, trailers, motorcycles, mopeds and motortricycles other than those taxes distributed pursuant to subsection 2 of this section 30(b) shall be distributed as follows: ten percent to the counties, fifteen percent to the cities and seventy-five percent to be deposited in the state road fund. The amounts distributed shall be apportioned and distributed to the counties and cities as provided in section 30(a) of this article, to be used for highway purposes.

4. The moneys apportioned or distributed under this section to the state road fund, the state transportation fund, the state road bond fund, counties, cities, towns or villages shall not be included within the definition of "total state revenues" as that term is used in section 17 of Article X of this constitution nor be considered as an "expense of state government" as that term is used in section 20 of article X of this constitution.

5. At the end of each fiscal year, immediately following any transfers to the budget reserve fund required under section 27(a) of article IV of the Missouri Constitution, the state treasurer shall transfer fifty percent of the revenues remaining in the general revenue fund from the same fiscal year to the "Bridge and Road Authorization SJR 27

157 Trust Fund", which is hereby created within the state treasury and 158shall consist of moneys transferred under this subsection or 159appropriated to the fund by the general assembly. The state treasurer 160 shall be the custodian of the fund, and shall invest moneys in the fund 161 in the same manner as other funds are invested. Any interest and 162moneys earned on such investments shall be credited to the fund. Notwithstanding any provision of law to the contrary, any 163moneys remaining in the fund at the end of the biennium shall not 164 revert to the credit of the general revenue fund. The state treasurer 165may approve disbursements from the fund in accordance with this 166 subsection as provided by law. The fund shall be a dedicated fund and 167 shall stand appropriated without legislative action to be used by the 168 169 highways and transportation commission in the following manner:

170 (1) Eighty percent of disbursements shall be divided evenly
171 amongst the state's congressional districts;

(2) The remaining disbursements shall be made only for projects
constructing, maintaining, or improving highways designated as
arterial roads by the federal Department of Transportation; and

(3) No disbursement shall be made for any project that is not
included on the department of transportation's statewide
transportation improvement program.

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