

1 H.488

2 Introduced by Committee on Transportation

3 Date:

4 Subject: Transportation; capital program

5 Statement of purpose of bill as introduced: This bill proposes to adopt, with
6 modifications, the Agency of Transportation's proposed Transportation
7 Program for fiscal year 2016 and to make miscellaneous additions and changes
8 to laws related to transportation.

9 An act relating to the State's Transportation Program and miscellaneous
10 changes to laws related to transportation

11 It is hereby enacted by the General Assembly of the State of Vermont:

12 * * * Transportation Program; Definitions * * *

13 Sec. 1. TRANSPORTATION PROGRAM ADOPTED; DEFINITIONS

14 (a) The Agency of Transportation's proposed fiscal year 2016

15 Transportation Program appended to the Agency of Transportation's proposed
16 fiscal year 2016 budget, as amended by this act, is adopted to the extent
17 federal, State, and local funds are available.

18 (b) As used in this act, unless otherwise indicated:

19 (1) "Agency" means the Agency of Transportation.

20 (2) "Secretary" means the Secretary of Transportation.

1 ~~(3) The table heading “As Proposed” means the Transportation Program~~
2 ~~referenced in subsection (a) of this section; the table heading “As Amended”~~
3 ~~means the amendments as made by this act; the table heading “Change” means~~
4 ~~the difference obtained by subtracting the “As Proposed” figure from the “As~~
5 ~~Amended” figure; and the term “change” or “changes” in the text refers to the~~
6 ~~project- and program-specific amendments, the aggregate sum of which equals~~
7 ~~the net “Change” in the applicable table heading.~~

8 (4) “TIB funds” or “TIB” refers to monies deposited in the
9 Transportation Infrastructure Bond Fund in accordance with 19 V.S.A. § 11f.

10 * * * Personnel or Labor Cost Savings * * *

11 Sec. 2. FISCAL YEAR 2016 PERSONNEL OR LABOR COST SAVINGS

12 In addition to all other reductions in spending authority under this act,
13 overall fiscal year 2016 Transportation Program spending is reduced by
14 \$1,000,000.00 in transportation funds, through personnel or labor cost savings,
15 or both, identified by the Secretary.

16 * * * Program Development – Funding * * *

17 Sec. 3. PROGRAM DEVELOPMENT – FUNDING

18 (a) Spending authority in Program Development in fiscal year 2016 is
19 modified in accordance with this section. Among projects selected in the
20 Secretary’s discretion in accordance with subsection (b) of this section, the
21 Secretary shall:

1 ~~(1) increase project spending authority in the total amount of~~

2 ~~\$4,514,996.00 in transportation funds;~~

3 ~~(2) reduce project spending authority in the total amount of~~

4 ~~\$6,600,000.00 in TIB funds;~~

5 ~~(3) reduce project spending authority in the total amount of~~

6 ~~\$8,340,016.00 in federal funds.~~

7 ~~(b) In exercising his or her discretion to select projects on which spending~~

8 ~~will be reduced, the Secretary shall not delay a project that otherwise would~~

9 ~~proceed in fiscal year 2016, unless the full amount of the reduction required~~

10 ~~under subsection (a) of this section cannot be achieved from project savings or~~

11 ~~unforeseen delays that prevent a project from proceeding in fiscal year 2016.~~

12 ~~If a project that otherwise would have proceeded in fiscal year 2016 is delayed,~~

13 ~~the Secretary shall promptly notify:~~

14 ~~(1) the House and Senate Committees on Transportation when the~~

15 ~~General Assembly is in session; or~~

16 ~~(2) the Joint Transportation Oversight Committee and the Joint Fiscal~~

17 ~~Committee Office when the General Assembly is not in session.~~

18 ~~*** Paving Program ***~~

19 ~~Sec. 4. PROGRAM DEVELOPMENT – PAVING PROGRAM~~

20 ~~Spending authority for the statewide–district leveling activity within the~~

21 ~~Program Development – Paving Program is amended to read:~~

| <u>FY16</u> | <u>As Proposed</u> | <u>As Amended</u> | <u>Change</u> |
|-------------------------|--------------------|-------------------|---------------|
| PE | 0 | 0 | 0 |
| Construction | 5,200,000 | 3,700,000 | -1,500,000 |
| Total | 5,200,000 | 3,700,000 | -1,500,000 |
| <u>Sources of funds</u> | | | |
| State | 5,200,000 | 3,700,000 | -1,500,000 |
| TIB | 0 | 0 | 0 |
| Federal | 0 | 0 | 0 |
| Total | 5,200,000 | 3,700,000 | -1,500,000 |

*** Maintenance Program ***

Sec. 5. MAINTENANCE PROGRAM

(a) Total authorized spending in the Maintenance Program is amended as follows:

| <u>FY16</u> | <u>As Proposed</u> | <u>As Amended</u> | <u>Change</u> |
|-------------------------|--------------------|-------------------|---------------|
| Personal services | 43,784,445 | 43,784,445 | 0 |
| Operating expenses | 43,890,139 | 43,190,139 | -700,000 |
| Grants | 95,000 | 95,000 | 0 |
| Total | 87,769,584 | 87,069,584 | -700,000 |
| <u>Sources of funds</u> | | | |
| State | 83,169,447 | 82,469,447 | -700,000 |
| Federal | 4,500,137 | 4,500,137 | 0 |

| | | | | |
|---|--------------------------------|--------------------|--------------------|--------------|
| 1 | Interdep't transfer | 100,000 | 100,000 | 0 |
| 2 | Total | 87,769,584 | 87,069,584 | -700,000 |

3 (b) The reduction in authorized Maintenance Program spending under
 4 subsection (a) of this section shall be allocated among maintenance activities
 5 as specified by the Secretary.

6 * * * Town Highway Structures * * *

7 Sec. 6. TOWN HIGHWAY STRUCTURES

8 Spending authority for Town Highway Structures Program is amended
 9 to read:

| 10 | <u>FY16</u> | <u>As Proposed</u> | <u>As Amended</u> | <u>Change</u> |
|----|-------------------------|--------------------|-------------------|---------------|
| 11 | Grants | 6,333,500 | 9,483,500 | 3,150,000 |
| 12 | Total | 6,333,500 | 9,483,500 | 3,150,000 |
| 13 | <u>Sources of funds</u> | | | |
| 14 | State | 6,333,500 | 9,483,500 | 3,150,000 |
| 15 | Federal | 0 | 0 | 0 |
| 16 | Total | 6,333,500 | 9,483,500 | 3,150,000 |

17 * * * Rest Areas * * *

18 Sec. 7. REST AREAS PROGRAM; PROJECT CANCELLATION

19 Pursuant to 19 V.S.A. § 10g(h) (legislative approval for cancellation of
 20 projects), the General Assembly approves cancellation of the following Rest

1 ~~Areas Program project: Derby IM 091-3(8) (expansion of Derby I-91 rest~~
2 ~~area).~~

3 Sec. 8. REST AREAS PROGRAM; PROJECT ADDITION

4 The following project is added to the candidate list of the Rest Areas
5 Program within the fiscal year 2016 Transportation Program: Derby IM 091-3
6 () (rehabilitation of Derby I-91 rest area).

7 * * * Central Garage * * *

8 Sec. 9. TRANSFER TO CENTRAL GARAGE FUND

9 Notwithstanding 19 V.S.A. § 13(c), in fiscal year 2016, the amount of
10 \$162,504.00 is transferred from the Transportation Fund to the Central Garage
11 Fund created in 19 V.S.A. § 13.

12 * * * Transportation Revenue Study Committee * * *

13 Sec. 10. TRANSPORTATION REVENUE STUDY COMMITTEE

14 (a) The General Assembly finds that policies implemented by the State of
15 Vermont and the federal government in order to meet economic,
16 environmental, and quality of life goals have and will continue to reduce motor
17 vehicle fuel consumption and motor vehicle fuel tax revenues. These policies
18 include fuel economy standards, alternative fuel vehicle programs,
19 transportation demand management programs, and support for bicycle and
20 pedestrian facilities and transit programs. Under the existing transportation
21 revenue structure, the State faces a challenge and a trade-off between ensuring

1 ~~stable and sufficient revenues to maintain its transportation infrastructure while~~
2 also promoting policies that reduce motor vehicle fuel consumption. To meet
3 this challenge, the State must develop a sufficient and more stable revenue
4 stream that allows the State to maintain its transportation infrastructure in good
5 repair while also meeting economic, environmental, and quality of life goals.

6 (b) A Transportation Revenue Study Committee is established to identify
7 and evaluate revenue streams, other than motor vehicle fuel taxes, needed to
8 maintain the State's transportation system in good repair and that account for
9 State and federal policies that have and will continue to reduce motor vehicle
10 fuel consumption. The Committee shall consist of:

11 (1) the Secretary of Transportation or designee, who shall serve as

12 Chair;

13 (2) the Commissioner of Motor Vehicles or designee;

14 (3) one member appointed by the Senate Committee on Committees;

15 (4) one member appointed by the Speaker of the House;

16 (5) one member designated by the Vermont League of Cities and

17 Towns;

18 (6) one member designated by the Vermont Association of Planning and

19 Development Agencies, Inc.;

20 (7) one member designated by the Vermont Public Transportation

21 Association; and

1 ~~(8) one member designated by the University of Vermont's~~

2 Transportation Research Center.

3 (c) The Committee shall:

4 (1) review and expand on the recommendations contained in the report
5 on transportation funding required by 2012 Acts and Resolves No. 153,

6 Sec. 40, by focusing on the identification and analysis of alternative funding
7 sources, other than motor vehicle fuel taxes, for the construction,

8 rehabilitation, and maintenance of Vermont's transportation infrastructure;

9 (2) review the actions of other states and provinces that have reduced or
10 eliminated motor vehicle fuel taxes and replaced them with other revenue
11 sources;

12 (3) review current state and federal transportation funding sources and
13 policies; and

14 (4) identify revenue sources, other than local property taxes, to support
15 the local share of increasing costs or the expansion of public transportation
16 services statewide.

17 (d) The Secretary shall call the first meeting of the Committee by June 15,
18 2015. The Committee shall deliver a written report of its findings, and of any
19 options for proposed legislation, to the House and Senate Committees on
20 Transportation on or before January 15, 2016. The Committee shall cease to
21 exist on January 15, 2016.

1 ~~(e) Upon the request of the Committee, the Agency may contract with~~
2 ~~consultants to provide expert assistance to the Committee. Any consultant fees~~
3 ~~shall be paid out of the Transportation – Policy and Planning appropriation.~~
4 ~~Upon request, the Committee shall receive administrative support from the~~
5 ~~Agency and assistance from the Joint Fiscal Office, the Office of Legislative~~
6 ~~Council, and any unit of the Executive Branch the Committee deems~~
7 ~~appropriate.~~

~~(f) *The Committee shall meet no more than six times.* For attendance at a~~
~~meeting when the General Assembly is not in session, legislative members of~~
~~the Committee shall be entitled to compensation for services and~~
~~reimbursement of expenses as provided under 2 V.S.A. § 406(a). Other~~
~~committee members who are not otherwise compensated or reimbursed by~~
~~their employer shall be entitled to per diem compensation and reimbursement~~
~~for expenses under 32 V.S.A. § 1010. Funds disbursed under this subsection~~
~~shall be paid out of the Transportation – Policy and Planning appropriation.~~

8 * * * Bus Service Study * * *

9 Sec. 11. STUDY OF ALBANY TO BENNINGTON TO MANCHESTER
10 BUS SERVICE

11 (a)(1) In consultation with Amtrak, the Agency shall study the expected
12 benefits and costs to the State of Vermont, implementation steps, and timeline
13 associated with Amtrak’s initiating and operating a bus service for Amtrak

1 ~~passengers from Amtrak's Albany, New York train station (in Rensselaer,~~
2 ~~New York) to Manchester, Vermont via Bennington, Vermont.~~

3 (2) The Agency also shall study the expected benefits and costs to the
4 State of Vermont, implementation steps, and timeline associated with the
5 initiation and operation of an Albany to Bennington to Manchester bus service
6 that is available to the general public and provided by an entity other than
7 Amtrak.

8 (b) The Agency shall report its findings under this section to the House and
9 Senate Committees on Transportation on or before January 15, 2016.

10 * * * Montpelier to St. Albans Commuter Rail Service; Feasibility Study * * *

11 Sec. 12. MONTPELIER TO ST. ALBANS COMMUTER RAIL SERVICE;

12 FEASIBILITY STUDY

13 (a) The General Assembly finds that:

14 (1) the Interstate 89 (I-89) corridor between the cities of St. Albans and
15 Montpelier encompasses approximately one-third of Vermont's population;

16 (2) interregional commuting travel throughout this corridor has
17 increased over the past two decades;

18 (3) development growth in these areas is anticipated to continue into the
19 future, thereby creating additional interregional commuting travel challenges
20 and opportunities; and

1 ~~(1) the State has not previously assessed the viability of commuter rail~~
2 ~~service along this corridor.~~

3 ~~(b) The Agency shall conduct a commuter rail feasibility study for the~~
4 ~~corridor between St. Albans, Essex Junction, and Montpelier, which shall also~~
5 ~~include a study of connecting service to Burlington. The purpose of the study~~
6 ~~is to determine the feasibility of implementing a commuter rail system within~~
7 ~~the corridor, to estimate the time horizon to plan for and design the service, to~~
8 ~~estimate ridership potential, to estimate costs for operations and capital~~
9 ~~acquisition, and to identify any other general operational, capital, legal, and~~
10 ~~administrative requirements.~~

11 ~~(c) In conducting the study, the Agency shall consult with the following~~
12 ~~entities: Chittenden County Transportation Authority, Green Mountain Transit~~
13 ~~Agency, New England Central Railroad, Vermont Rail System, the Vermont~~
14 ~~Rail Council, communities along the study corridor, and regional planning~~
15 ~~commissions, regional development corporations, and chambers of commerce~~
16 ~~that serve communities and businesses along the study corridor.~~

17 ~~(d) The Agency shall deliver a written report of its findings to the House~~
18 ~~and Senate Committees on Transportation on or before January 15, 2017.~~

~~*** Elders and Persons with Disabilities Program ***~~

Sec. 13. REVIEW OF VERMONT ELDERS AND PERSONS WITH
DISABILITIES TRANSPORTATION PROGRAM

(a) The General Assembly finds that:

(1) An analysis of the demand for transportation services for the Vermont Elders and Persons with Disabilities Transportation Program (E&D Program) has not been conducted in 10 years.

(2) State policymakers should have accurate information concerning the funding gap that may exist between available funding for the E&D Program and the current and projected need for transportation services for elders and persons with disabilities over the next 10 years.

(3) The successful use of the Medicaid adult day services program is placing heavy demand on E&D Program funding resources.

(b) The Agency shall review the E&D Program and analyze the gap between current and projected Program resources and Program needs for transportation services over a 10-year time frame. The Agency shall solicit the participation of the regional Elderly and Disabled Transportation Committees in conducting its review.

(c) In carrying out the review, the Agency shall analyze:

(1) the gap between current and projected E&D Program resources and needs for transportation services, on regional and statewide levels;

1 ~~(2) regional transportation service delivery models and their adequacy in~~
2 meeting program participant needs;

3 (3) challenges that exist for partner organizations to raise local matching
4 funds for transportation services;

5 (4) the impact of the Medicaid adult day services program waiver on the
6 E&D Program; and

7 (5) existing and emerging transportation technology and the potential
8 role it could play in increasing service to elders and persons with disabilities.

9 (d) The Agency shall submit a written report of its findings to the House
10 and Senate Committees on Transportation on or before January 15, 2016.

11 * * * Authority of the Agency and Secretary * * *

12 Sec. 14. 5 V.S.A. § 204 is amended to read:

13 § 204. POWERS OF AGENCY GENERALLY

14 (a) To carry out the purposes of this part, the Agency of Transportation
15 shall have power, subject to subsection (b) of this section:

16 (1) To contract in the name of the State with individuals, firms, or
17 corporations, with officials of a town, city, or village, with officials of a group
18 of either or both of such governmental units, with officials of another state, or
19 with officials or agencies of the federal government to carry out the purposes
20 of this part.

1 ~~(2) To receive, manage, use, or expend, for purposes directed by the~~
2 donor, gifts, grants, or contributions of any name or nature made to the State
3 for the promotion or development of aeronautics or for aeronautics facilities.
4 The authority granted in this subdivision shall be subject to the provisions of
5 32 V.S.A. § 5.

6 * * *

7 Sec. 15. 5 V.S.A. § 206 is amended to read:

8 § 206. COOPERATION WITH UNITED STATES; FEDERAL AND
9 OTHER ~~MONEYS~~ MONIES RECEIVED; DEPOSIT,
10 DESIGNATION, APPROPRIATION, AND DISBURSEMENT

11 (a) The ~~agency~~ Agency is authorized to cooperate with the government of
12 the United States in the acquisition, construction, improvement, maintenance,
13 and operation of airports and other navigation facilities in this ~~state~~ State, and
14 to comply with the provisions of the laws or regulations of the United States
15 for the expenditure of federal ~~moneys~~ monies upon airports and other air
16 navigation facilities.

17 (b) ~~It~~ The Agency is authorized to accept, receive, and receipt for federal
18 ~~moneys~~ monies and other ~~moneys~~ monies, either public or private, for and in
19 behalf of this ~~state~~ State, appropriated to the Agency or that have been
20 approved for receipt pursuant to 32 V.S.A. § 5 or 511.

1 ~~(c) All moneys monies accepted for disbursement by the agency Agency~~
2 ~~pursuant to subsection (b) of this section shall be deposited in the state treasury~~
3 ~~State Treasury and, unless otherwise prescribed by the authority from which~~
4 ~~the money is received, kept in separate funds, designated according to the~~
5 ~~purposes for which the moneys monies were made available, and held by the~~
6 ~~state State in trust for such purposes. All moneys are hereby appropriated for~~
7 ~~the purposes for which they were made available, to monies shall be expended~~
8 ~~for the purposes for which they were made available and in accordance with~~
9 ~~federal laws and regulations and with this chapter. The agency Agency is~~
10 ~~authorized, whether acting for this state State or as the agent of any of its~~
11 ~~municipalities, or when requested by the United States U.S. government or any~~
12 ~~agency or department of the United States U.S. government, to disburse such~~
13 ~~moneys monies for the designated purposes, but this shall not preclude any~~
14 ~~other authorized method of disbursement.~~

15 Sec. 16. 19 V.S.A. § 1502 is amended to read:

16 § 1502. COOPERATION WITH FEDERAL GOVERNMENT

17 (a) To effect the purposes of section 1501 of this title, the agency Agency
18 may comply with federal rules and regulations, and may use so much of the
19 funds appropriated to the Agency, or available to it pursuant to 32 V.S.A. § 5
20 or 511, for highway purposes as shall be necessary to secure aid from the
21 federal government under the federal act specified in section 1501; and in

1 ~~addition may use further such sums as may be necessary for surveys, plans,~~
2 specifications, estimates, and assistance necessary to carry out the provisions
3 of this chapter.

4 (b) To carry out the transportation planning process required by the
5 Intermodal Surface Transportation Efficiency Act of 1991 (the Act), ~~Pub. L.~~
6 ~~No. 102-240, § 1024, 105 Stat. 1914, 1955 (1991) (now codified at 23 U.S.C.~~
7 ~~§ 134)~~, as may be amended, the ~~governor~~ Governor shall designate a
8 metropolitan planning organization for any urbanized area of more than 50,000
9 population and may take other action necessary to ensure the ~~state's~~ State's
10 compliance with the ~~federal act~~ Act and any federal regulations pertaining to
11 the ~~act~~ Act. A designation of a metropolitan planning organization shall
12 remain in effect until revoked by the ~~governor~~ Governor.

13 Sec. 17. 19 V.S.A. chapter 1 is amended to read:

14 CHAPTER 1. STATE HIGHWAY LAW; GENERAL
15 TRANSPORTATION PROVISIONS

16 * * *

17 § 7. SECRETARY; POWERS AND DUTIES

18 (a) The Agency shall be under the direction and supervision of a Secretary,
19 who shall be appointed by the Governor with the advice and consent of the
20 Senate and shall serve at the pleasure of the Governor.

1 ~~(b) The Secretary shall be responsible to the Governor and shall plan,~~
2 coordinate, and direct the functions vested in the Agency in accord with the
3 transportation policies established by the Agency under section 10b of this
4 title.

5 (c) The Secretary may, with the approval of the Governor, transfer
6 classified positions between the Department, Divisions, and other components
7 of the Agency, subject only to personnel laws and rules.

8 (d) The Secretary shall determine the administrative, operational, and
9 functional policies of the Agency and be accountable to the Governor for these
10 determinations. The Secretary shall exercise the powers and shall perform the
11 duties required for the Agency's effective administration.

12 (e) In addition to other duties imposed by law, the Secretary shall:

13 (1) administer the laws assigned to the Agency;

14 (2) coordinate and integrate the work of the Agency;

15 (3) supervise and control all staff functions; and

16 (4) whenever the Agency is developing preliminary plans for a new or
17 replacement maintenance facility or salt shed, first conduct a review of all
18 previously developed building plans and give priority to utilizing a common,
19 uniform, preexisting design.

20 (f) The Secretary may, within the authority of relevant State and federal
21 statutes and regulations:

- 1 ~~(1) within the authority of relevant State and federal statutes and~~
2 ~~regulations, transfer appropriations or parts of appropriations within or~~
3 ~~between the department, divisions, and sections;~~
- 4 (2) cooperate with the appropriate federal agencies and receive federal
5 funds in support of programs within the Agency;
- 6 (3) submit plans and reports, and in other respects comply with federal
7 laws and regulations which pertain to programs administered by the Agency;
- 8 (4) make rules consistent with the law for the internal administration of
9 the Agency and its programs;
- 10 (5) create advisory councils or committees as he or she deems necessary
11 within the Agency, and appoint the members for a term not exceeding his or
12 hers. Councils or committees created pursuant to this subdivision may include
13 persons who are not officers or employees of the Agency;
- 14 (6) provide training and instruction for ~~any~~ employees of the Agency at
15 the expense of the Agency, and provide training and instruction for employees
16 of Vermont municipalities. Where appropriate, the Secretary may provide
17 training and instruction for municipal employees at the expense of the Agency;
- 18 (7) organize, reorganize, transfer, or abolish sections and staff function
19 sections within the Agency; except however, the Secretary may not alter the
20 number of highway districts without legislative approval.

1 ~~(8) [Deleted.]~~

2 * * *

3 * * * Potable Water Supply and Wastewater Systems Permits;

4 Exemption * * *

5 Sec. 18. 10 V.S.A. § 1974 is amended to read:

6 § 1974. EXEMPTIONS

7 Notwithstanding any other requirements of this chapter, the following
8 projects and actions are exempt:

9 * * *

10 (7) the subdivision of an unimproved or improved lot or campground
11 where the subdivision results from a transfer of property for a highway or other
12 transportation project that is authorized under the State's enacted
13 Transportation Program or is an emergency project within the meaning of
14 19 V.S.A. § 10g(h), regardless of whether the State or the municipality has
15 commenced any condemnation proceedings in connection with the project.

16 * * * Highway Division Director * * *

17 Sec. 19. 19 V.S.A. § 9(a) is amended to read:

18 (a) A director shall administer each division created within the ~~agency~~
19 Agency. The ~~secretary~~ Secretary shall appoint the directors, who shall be
20 exempt from the classified service. The Director of the Highway Division
21 shall be licensed as a professional engineer.

1 ~~*** Municipalities; Clean Water ***~~

2 Sec. 20. 19 V.S.A. § 38 is amended to read:

3 § 38. TRANSPORTATION ALTERNATIVES GRANT PROGRAM

4 * * *

5 (f) Each year, ~~\$200,000.00~~ \$1,100,000.00 of the Grant Program funds, or
6 such lesser sum if all eligible applications amount to less than ~~\$200,000.00~~
7 \$1,100,000.00, shall be reserved for municipalities for environmental
8 mitigation projects relating to stormwater and highways, including eligible salt
9 and sand shed projects. ~~Grant awards for eligible projects shall not exceed~~
10 ~~\$50,000.00 per project.~~ Regarding the balance of Grant Program funds, in
11 evaluating applications for Transportation Alternatives grants, the
12 Transportation Alternatives Grant Committee shall give preferential weighting
13 to projects involving as a primary feature a bicycle or pedestrian facility. The
14 degree of preferential weighting and the circumstantial factors sufficient to
15 overcome the weighting shall be in the complete discretion of the
16 Transportation Alternatives Grant Committee.

17 * * *

18 Sec. 21. 19 V.S.A. § 38 is amended to read:

19 § 38. TRANSPORTATION ALTERNATIVES GRANT PROGRAM

20 * * *

1 ~~(f) Each year, \$1,100,000.00 of Grant Program funds, or such lesser sum if~~
2 ~~all eligible applications amount to less than \$1,100,000.00, shall be reserved~~
3 ~~for municipalities for environmental mitigation projects relating to stormwater~~
4 ~~and highways, including eligible salt and sand shed projects. Regarding the~~
5 ~~balance of Grant Program funds, in In evaluating applications for~~
6 ~~Transportation Alternatives grants, the Transportation Alternatives Grant~~
7 ~~Committee shall give preferential weighting to projects involving as a primary~~
8 ~~feature a bicycle or pedestrian facility. The degree of preferential weighting~~
9 ~~and the circumstantial factors sufficient to overcome the weighting shall be in~~
10 ~~the complete discretion of the Transportation Alternatives Grant Committee.~~

11 * * *

12 Sec. 22. 19 V.S.A. § 306(i) is added to read:

13 (i) A Town Highway Clean Water Program is created in the Agency.
14 Under the Program, the Agency shall assist municipalities in preparing to
15 implement stormwater management requirements in connection with town
16 highways.

17 Sec. 23. TOWN HIGHWAY CLEAN WATER PROGRAM

18 (a) In consultation with the Vermont League of Cities and Towns, the
19 Agency shall examine existing Agency programs and activities that relate to or
20 provide resources for stormwater management in connection with town
21 highways. On or before January 15, 2016, the Agency shall submit

1 ~~recommendations to the House and Senate Committees on Transportation on~~
2 whether and how these programs and activities should be incorporated into or
3 support the Town Highway Clean Water Program established in 19 V.S.A.
4 § 306(i).

5 (b)(1) In the fiscal year 2017, 2018, and 2019 Transportation Programs
6 adopted by the General Assembly, the General Assembly shall approve
7 spending authority of at least \$1,000,000.00 for the Town Highway Clean
8 Water Program for grants to municipalities for inventory activities or
9 construction projects that address town highway stormwater management.
10 Monies appropriated to implement such spending authority shall be drawn
11 from transportation funds made available from the \$2,500,000.00 reduction
12 scheduled to occur under 19 V.S.A. § 11a in the amount of transportation
13 funds appropriated to the Department of Public Safety.

14 (2) In consultation with the Vermont League of Cities and Towns, the
15 Agency shall evaluate the use of fiscal year 2017, 2018, and 2019 Town
16 Highway Clean Water Program grants by municipalities, and shall estimate the
17 needs of municipalities for grant funds under the Program in fiscal year 2020
18 and in subsequent fiscal years. On or before January 15, 2019, the Agency
19 shall submit the findings of its evaluation and estimate, and any
20 recommendations for changes to the Program, to the House and Senate
21 Committees on Transportation.

~~*** Motor Fuel Transportation Infrastructure Assessment ***~~

Sec. 24. 23 V.S.A. § 3106 is amended to read:

§ 3106. IMPOSITION, RATE, AND PAYMENT OF TAX

(a)(1) Except for sales of motor fuels between distributors licensed in this State, which sales shall be exempt from the taxes and assessments authorized under this section, unless exempt under the laws of the United States at the time of filing the report required by section 3108 of this title, each distributor shall pay to the Commissioner:

(A) a tax of \$0.121 upon each gallon of motor fuel sold by the distributor; and

(B) the following assessments, ~~which shall be levied on the tax-adjusted retail price of gasoline as defined herein:~~

(i) a motor fuel transportation infrastructure assessment ~~in the amount of that is the greater of:~~

(I) \$0.0415; or

(II) two percent of the tax-adjusted retail price upon each gallon of motor fuel sold by the distributor; and

(ii) a fuel tax assessment, which shall be used exclusively for transportation purposes and not be transferred from the Transportation Fund, that is the greater of:

(I) \$0.134 per gallon; or

1 ~~(H) four percent of the tax adjusted retail price or \$0.18 per~~
2 gallon, whichever is less, upon each gallon of motor fuel sold by the
3 distributor.

4 * * *

5 * * * Welcome Center and Airport Namings * * *

6 Sec. 25. 29 V.S.A. § 821(a) is amended to read:

7 (a) State buildings

8 (1) "Asa Bloomer State Office Building" shall be the name of the
9 building now known as the "Hulett" office building in the city of Rutland.

10 * * *

11 (11) "Senator Jim Jeffords Welcome Center" shall be the name of the
12 Welcome Center in Bennington.

13 (12) "Northeast Kingdom International Airport" shall be the name of the
14 Newport State Airport in Coventry.

15 * * * Property Transfer Tax Return; Exemption * * *

16 Sec. 26. 32 V.S.A. § 9606(d) is amended to read:

17 (d) The property transfer tax return shall not be required of properties
18 qualified for the exemption stated in subdivision 9603(17) of this title, or
19 qualified for the exemption stated in subdivision 9603(2) of this title if the
20 transfer is of an interest in property for highway purposes and the
21 consideration for the transfer is \$10,000.00 or less. A public utility An entity

1 ~~acquiring such properties shall notify the listers of a municipality of the~~
2 grantors, grantees, consideration, date of execution, and location of the
3 ~~easement property~~ when it files for recording a deed ~~transferring a utility line~~
4 ~~easement~~ that does not require a transfer tax return under this subsection.

5 * * * Tax on Gains from the Sale or Exchange of Land; Exemption * * *

6 Sec. 27. 32 V.S.A. § 10002(q) is added to read:

7 (q) Also excluded from the definition of "land" is a transfer of property to
8 the State of Vermont or a municipality for a project that is authorized under the
9 State's enacted Transportation Program or for an emergency project within the
10 meaning of 19 V.S.A. § 10g(h), regardless of whether the State or the
11 municipality has commenced any condemnation proceedings.

12 * * * Effective Dates * * *

13 Sec. 28. EFFECTIVE DATES

14 This act shall take effect on July 1, 2015, except that Sec. 21
15 (Transportation Alternatives Grant Program; removal of set-aside) shall take
16 effect on July 1, 2018.

** * * Transportation Program; Definitions * * **

Sec. 1. TRANSPORTATION PROGRAM ADOPTED; DEFINITIONS

(a) The Agency of Transportation's proposed fiscal year 2016
Transportation Program appended to the Agency of Transportation's proposed

fiscal year 2016 budget, as amended by this act, is adopted to the extent federal, State, and local funds are available.

(b) As used in this act, unless otherwise indicated:

(1) “Agency” means the Agency of Transportation.

(2) “Secretary” means the Secretary of Transportation.

(3) The table heading “As Proposed” means the Transportation Program referenced in subsection (a) of this section; the table heading “As Amended” means the amendments as made by this act; the table heading “Change” means the difference obtained by subtracting the “As Proposed” figure from the “As Amended” figure; and the term “change” or “changes” in the text refers to the project- and program-specific amendments, the aggregate sum of which equals the net “Change” in the applicable table heading.

(4) “TIB funds” or “TIB” refers to monies deposited in the Transportation Infrastructure Bond Fund in accordance with 19 V.S.A. § 11f.

**** Personnel-related Savings ****

Sec. 2. FISCAL YEAR 2016 PERSONNEL-RELATED SAVINGS

In addition to all other reductions in spending authority under this act, overall fiscal year 2016 Transportation Program spending is reduced by \$1,500,000.00 in transportation funds, to be achieved through a combination of personnel, labor, or consultant cost savings identified by the Secretary.

**** Program Development – Funding ****

Sec. 3. PROGRAM DEVELOPMENT – FUNDING

(a) Spending authority in Program Development in fiscal year 2016 is modified in accordance with this section. Among projects selected in the Secretary's discretion in accordance with subsection (b) of this section, the Secretary shall:

(1) increase project spending authority in the total amount of \$3,514,996.00 in transportation funds;

(2) reduce project spending authority in the total amount of \$6,600,000.00 in TIB funds; and

(3) reduce project spending authority in the total amount of \$12,340,016.00 in federal funds.

(b) In exercising his or her discretion to select projects on which spending will be reduced, the Secretary shall not delay a project that otherwise would proceed in fiscal year 2016, unless the full amount of the reduction required under subsection (a) of this section cannot be achieved from project savings or unforeseen delays that prevent a project from proceeding in fiscal year 2016. If a project that otherwise would have proceeded in fiscal year 2016 is delayed, the Secretary shall promptly notify:

(1) the House and Senate Committees on Transportation when the General Assembly is in session; or

(2) the Joint Transportation Oversight Committee and the Joint Fiscal

Committee Office when the General Assembly is not in session.

* * * *Contingent Spending Authority* * * *

*Sec. 3a. CONTINGENT SPENDING AUTHORITY; DELAYED PROJECTS
AND PAVING PROGRAM PROJECTS OR ACTIVITIES*

(a) As used in this section:

(1) The phrase “net balance” means an overall positive balance consisting of either the sum of any unreserved monies in the Transportation Fund and TIB Fund remaining at the end of fiscal year 2015, or the overall positive balance in either Fund at the end of fiscal year 2015 after subtracting any deficit in the other Fund.

(2) The phrase “net increase” means an overall increase in forecasted revenues under the July 2015 consensus revenue forecast over the January 2015 consensus revenue forecast for fiscal year 2016, consisting of either the sum of forecasted increases in Transportation Fund and TIB Fund revenues, or an overall increase in forecasted revenues after subtracting a forecasted downgrade in either Fund.

(b) Subject to the funding of the Transportation Fund Stabilization Reserve in accordance with 32 V.S.A. § 308a and to the limitations of 19 V.S.A. § 11f (Transportation Infrastructure Bond Fund), and notwithstanding 32 V.S.A. § 308c (Transportation Fund Balance Reserve), if any net balance exists at the end of fiscal year 2015, or if there is a net increase in the July 2015 consensus

revenue forecast, up to a total amount of \$3,000,000.00 of the net balance and the net increase, and up to a total amount of \$12,000,000.00 in matching federal funds, is authorized for expenditure to be used on a project that otherwise would be required to be delayed under Sec. 3 of this act.

(c) If the full amount of any net balance and net increase is not expended under subsection (b) of this section, the remaining amount is authorized for expenditure to advance Paving Program projects or to increase Statewide Paving Program activities in the Transportation Program adopted under this act.

(d) If the Agency expends funds under the authority of this section, it shall notify the House and Senate Committees on Transportation when the General Assembly is in session, or the Joint Transportation Oversight Committee when the General Assembly is not in session.

** * * Maintenance Program * * **

Sec. 4. MAINTENANCE PROGRAM

(a) Total authorized spending in the Maintenance Program is amended as follows:

| <u>FY 16</u> | <u>As Proposed</u> | <u>As Amended</u> | <u>Change</u> |
|---------------------------|--------------------|-------------------|---------------|
| <i>Personal services</i> | 43,784,445 | 43,784,445 | 0 |
| <i>Operating expenses</i> | 43,890,139 | 43,190,139 | -700,000 |
| <i>Grants</i> | 95,000 | 95,000 | 0 |

| | | | |
|--------------|-------------------|-------------------|-----------------|
| <i>Total</i> | <i>87,769,584</i> | <i>87,069,584</i> | <i>-700,000</i> |
|--------------|-------------------|-------------------|-----------------|

Sources of funds

| | | | |
|--------------|-------------------|-------------------|-----------------|
| <i>State</i> | <i>83,169,447</i> | <i>82,469,447</i> | <i>-700,000</i> |
|--------------|-------------------|-------------------|-----------------|

| | | | |
|----------------|------------------|------------------|----------|
| <i>Federal</i> | <i>4,500,137</i> | <i>4,500,137</i> | <i>0</i> |
|----------------|------------------|------------------|----------|

| | | | |
|----------------------------|----------------|----------------|----------|
| <i>Interdep't transfer</i> | <i>100,000</i> | <i>100,000</i> | <i>0</i> |
|----------------------------|----------------|----------------|----------|

| | | | |
|--------------|-------------------|-------------------|-----------------|
| <i>Total</i> | <i>87,769,584</i> | <i>87,069,584</i> | <i>-700,000</i> |
|--------------|-------------------|-------------------|-----------------|

(b) The reduction in authorized Maintenance Program spending under subsection (a) of this section shall be allocated among maintenance activities as specified by the Secretary.

** * * Town Highway Structures * * **

Sec. 5. TOWN HIGHWAY STRUCTURES

Spending authority for Town Highway Structures Program is amended to read:

| <u>FY 16</u> | <u>As Proposed</u> | <u>As Amended</u> | <u>Change</u> |
|---------------|--------------------|-------------------|------------------|
| <i>Grants</i> | <i>6,333,500</i> | <i>9,483,500</i> | <i>3,150,000</i> |
| <i>Total</i> | <i>6,333,500</i> | <i>9,483,500</i> | <i>3,150,000</i> |

Sources of funds

| | | | |
|--------------|------------------|------------------|------------------|
| <i>State</i> | <i>6,333,500</i> | <i>9,483,500</i> | <i>3,150,000</i> |
|--------------|------------------|------------------|------------------|

| | | | |
|----------------|----------|----------|----------|
| <i>Federal</i> | <i>0</i> | <i>0</i> | <i>0</i> |
|----------------|----------|----------|----------|

| | | | |
|--------------|------------------|------------------|------------------|
| <i>Total</i> | <i>6,333,500</i> | <i>9,483,500</i> | <i>3,150,000</i> |
|--------------|------------------|------------------|------------------|

** * * Town Highway Bridge Program * * **

Sec. 6. TOWN HIGHWAY BRIDGE PROGRAM; PROJECT CANCELLATION

Pursuant to 19 V.S.A. § 10g(h) (legislative approval for cancellation of projects), the General Assembly approves cancellation of the following project from the Town Highway Bridge Program candidate list: Fair Haven BO 1443() (scoping for BR2 on TH45).

** * * Rest Areas * * **

Sec. 7. REST AREAS PROGRAM; PROJECT CANCELLATION

Pursuant to 19 V.S.A. § 10g(h) (legislative approval for cancellation of projects), the General Assembly approves cancellation of the following Rest Areas Program project: Derby IM 091-3(8) (expansion of Derby I-91 rest area).

Sec. 8. REST AREAS PROGRAM; PROJECT ADDITION

The following project is added to the candidate list of the Rest Areas Program within the fiscal year 2016 Transportation Program: Derby IM 091-3 () (rehabilitation of Derby I-91 rest area).

** * * Central Garage * * **

Sec. 9. TRANSFER TO CENTRAL GARAGE FUND

Notwithstanding 19 V.S.A. § 13(c), in fiscal year 2016, the amount of \$162,504.00 is transferred from the Transportation Fund to the Central Garage Fund created in 19 V.S.A. § 13.

** * * Transportation Funding Analysis * * **

Sec. 10. AGENCY ANALYSIS OF TRANSPORTATION FUNDING

(a) The Agency, in consultation with the Joint Fiscal Office, shall identify and evaluate funding sources, other than motor vehicle fuel taxes, that will be sufficient to maintain the State's transportation system, accounting for State and federal policies that have and will continue to reduce motor vehicle fuel consumption. In conducting this analysis, the Agency shall:

(1) review current State and federal transportation funding sources and policies, as well as policies and trends that have and will continue to reduce motor vehicle fuel consumption;

(2) review and expand on the funding options contained in the report on transportation funding required by 2012 Acts and Resolves No. 153, Sec. 40; and

(3) review the actions of other states and provinces that have reduced or eliminated motor vehicle fuel taxes and replaced them with other funding sources.

(b) The Agency, in consultation with the Joint Fiscal Office, also shall identify and evaluate funding sources, other than local property taxes, to support the local share of increasing costs or the expansion of public transportation services statewide.

(c) The Agency shall deliver a written report of its findings and any recommendations to the House and Senate Committees on Transportation on

or before January 15, 2016.

** * * Study of Commuter Rail and Bus Service * * **

Sec. 11. STUDY OF MONTPELIER TO ST. ALBANS COMMUTER RAIL SERVICE, ALBANY TO BENNINGTON TO MANCHESTER BUS SERVICE

(a) The Agency, in consultation with the Joint Fiscal Office, shall study the financial and operational feasibility of a commuter rail service in the corridor between St. Albans, Essex Junction, and Montpelier, with connecting service to Burlington, and shall report its findings and any recommendations to the House and Senate Committees on Transportation on or before January 15, 2017.

(b) The Agency, in consultation with the Joint Fiscal Office, shall study the expected benefits and costs to the State of Vermont, implementation steps, and timeline associated with various models for initiating and operating an Albany to Bennington to Manchester bus service, and shall report its findings and any recommendations to the House and Senate Committees on Transportation on or before January 15, 2016.

** * * Review of Transportation Service Programs * * **

Sec. 12. REVIEW OF TRANSPORTATION SERVICE PROGRAM

(a) The Agency, in consultation with the Agency of Human Services, the Joint Fiscal Office, and interested stakeholders, shall review the Elders and Persons with Disability Transportation Program (E&D Program). In carrying

out its review, the Agency shall analyze:

(1) the gap between current and projected E&D Program resources and needs over a 10-year time frame, on regional and statewide levels;

(2) regional transportation service delivery models and their adequacy in meeting E&D Program participant needs;

(3) opportunities to achieve efficiencies by coordinating E&D Program and other human services transportation programs, and obstacles to achieving such efficiencies;

(4) challenges that exist for partner organizations to raise local matching funds for transportation services;

(5) the current and expected impact of Medicaid waiver programs on the E&D Program; and

(6) existing and emerging technology and the potential role it could play in increasing service to elders and persons with disabilities.

(b) The Agency shall submit a written report of its findings and any recommendations to the House and Senate Committees on Transportation on or before January 15, 2016.

** * * Authority of the Agency and Secretary * * **

Sec. 13. 5 V.S.A. § 204 is amended to read:

§ 204. POWERS OF AGENCY GENERALLY

(a) To carry out the purposes of this part, the Agency of Transportation

shall have power, subject to subsection (b) of this section:

(1) To contract in the name of the State with individuals, firms, or corporations, with officials of a town, city, or village, with officials of a group of either or both of such governmental units, with officials of another state, or with officials or agencies of the federal government to carry out the purposes of this part.

(2) To receive, manage, use, or expend, for purposes directed by the donor, gifts, grants, or contributions of any name or nature made to the State for the promotion or development of aeronautics or for aeronautics facilities. The authority granted in this subdivision shall be subject to the provisions of 32 V.S.A. § 5.

* * *

Sec. 14. 5 V.S.A. § 206 is amended to read:

§ 206. ~~COOPERATION WITH UNITED STATES; FEDERAL AND OTHER MONEYS~~ MONIES RECEIVED; DEPOSIT, DESIGNATION, APPROPRIATION, AND DISBURSEMENT

(a) The ~~agency~~ Agency is authorized to cooperate with the government of the United States in the acquisition, construction, improvement, maintenance, and operation of airports and other navigation facilities in this ~~state~~ State, and to comply with the provisions of the laws or regulations of the United States for the expenditure of federal ~~moneys~~ monies upon airports and other air

navigation facilities.

(b) ~~#~~ The Agency is authorized to accept, receive, and receipt for federal ~~moneys monies~~ monies and other ~~moneys monies~~ monies, either public or private, for and in behalf of this ~~state~~ State, appropriated to the Agency or that have been approved for receipt pursuant to 32 V.S.A. § 5 or 511.

(c) All ~~moneys monies~~ monies accepted for disbursement by the ~~agency~~ Agency pursuant to subsection (b) of this section shall be deposited in the ~~state~~ State Treasury and, unless otherwise prescribed by the authority from which the money is received, kept in separate funds, designated according to the purposes for which the ~~moneys monies~~ monies were made available, and held by the ~~state~~ State in trust for such purposes. ~~All moneys are hereby appropriated for the purposes for which they were made available, to~~ monies shall be expended for the purposes for which they were made available and in accordance with federal laws and regulations and with this chapter. The ~~agency~~ Agency is authorized, whether acting for this ~~state~~ State or as the agent of any of its municipalities, or when requested by the ~~United States~~ U.S. government or any agency or department of the ~~United States~~ U.S. government, to disburse such ~~moneys monies~~ monies for the designated purposes, but this shall not preclude any other authorized method of disbursement.

Sec. 15. 19 V.S.A. § 1502 is amended to read:

§ 1502. ~~COOPERATION WITH~~ COMPLIANCE WITH FEDERAL

GOVERNMENT REQUIREMENTS; USE OF FEDERAL AID MONEY

(a) To effect the purposes of section 1501 of this title, the ~~agency~~ Agency may comply with federal rules and regulations, and may use so much of the funds appropriated to the Agency, or available to it pursuant to 32 V.S.A. § 5 or 511, for highway purposes as shall be necessary to secure aid from the federal government under the federal act specified in section 1501; and in addition may use ~~further~~ such sums as may be necessary for surveys, plans, specifications, estimates, and assistance necessary to carry out the provisions of this chapter.

(b) To carry out the transportation planning process required by the Intermodal Surface Transportation Efficiency Act of 1991 (the Act), ~~Pub. L. No. 102-240, § 1024, 105 Stat. 1914, 1955 (1991) (now codified at 23 U.S.C. § 134)~~, as may be amended, the ~~governor~~ Governor shall designate a metropolitan planning organization for any urbanized area of more than 50,000 population and may take other action necessary to ensure the ~~state's~~ State's compliance with the ~~federal act~~ Act and any federal regulations pertaining to the ~~act~~ Act. A designation of a metropolitan planning organization shall remain in effect until revoked by the ~~governor~~ Governor.

Sec. 16. 19 V.S.A. chapter 1 is amended to read:

CHAPTER 1. STATE HIGHWAY LAW; GENERAL
TRANSPORTATION PROVISIONS

* * *

§ 7. *SECRETARY; POWERS AND DUTIES*

(a) The Agency shall be under the direction and supervision of a Secretary, who shall be appointed by the Governor with the advice and consent of the Senate and shall serve at the pleasure of the Governor.

(b) The Secretary shall be responsible to the Governor and shall plan, coordinate, and direct the functions vested in the Agency in accord with the transportation policies established ~~by the Agency under section 10b~~ of this title.

(c) The Secretary may, with the approval of the Governor, transfer classified positions between the Department, Divisions, and other components of the Agency, subject only to personnel laws and rules.

(d) The Secretary shall determine the administrative, operational, and functional policies of the Agency and be accountable to the Governor for these determinations. The Secretary shall exercise the powers and shall perform the duties required for the Agency's effective administration.

(e) In addition to other duties imposed by law, the Secretary shall:

- (1) administer the laws assigned to the Agency;*
- (2) coordinate and integrate the work of the Agency;*
- (3) supervise and control all staff functions; and*
- (4) whenever the Agency is developing preliminary plans for a new or*

replacement maintenance facility or salt shed, first conduct a review of all previously developed building plans and give priority to utilizing a common, uniform, preexisting design.

(f) The Secretary may, within the authority of relevant State and federal statutes and regulations:

(1) ~~within the authority of relevant State and federal statutes and regulations,~~ transfer appropriations or parts of appropriations within or between the department, divisions, and sections;

(2) cooperate with the appropriate federal agencies and receive federal funds in support of programs within the Agency;

(3) submit plans and reports, and in other respects comply with federal laws and regulations which pertain to programs administered by the Agency;

(4) make rules consistent with the law for the internal administration of the Agency and its programs;

(5) create advisory councils or committees as he or she deems necessary within the Agency, and appoint the members for a term not exceeding his or hers. Councils or committees created pursuant to this subdivision may include persons who are not officers or employees of the Agency;

(6) provide training and instruction for ~~any~~ employees of the Agency at the expense of the Agency, and provide training and instruction for employees of Vermont municipalities. Where appropriate, the Secretary may provide

training and instruction for municipal employees at the expense of the Agency;

(7) *organize, reorganize, transfer, or abolish sections and staff function sections within the Agency; except however, the Secretary may not alter the number of highway districts without legislative approval.*

(8) ~~[Deleted.]~~ [Repealed.]

* * *

* * * *Middlebury Rail Tunnel Project* * * *

Sec. 17. MIDDLEBURY RAIL TUNNEL PROJECT

Notwithstanding 5 V.S.A. § 3670(a) and (b), the Middlebury WCRS(23) Project (to replace the existing Merchants Row and Main Street bridges over the Vermont Railway line and to lower the grade of the Vermont Railway line) may be constructed without the prior approval of the Transportation Board to provide a minimum vertical clearance of 21' 0" over the highest track elevation, but only if the Agency, Vermont Railway, Inc., and any affected municipality agree in writing to the 21' 0" minimum vertical clearance.

* * * *Potable Water Supply and Wastewater Systems Permits* * * *

Sec. 18. 10 V.S.A. § 1974 is amended to read:

§ 1974. EXEMPTIONS

Notwithstanding any other requirements of this chapter, the following projects and actions are exempt:

* * *

(7) the subdivision of an unimproved or improved lot or campground where the subdivision results from a transfer of property for a highway or other transportation project that is authorized under the State's enacted Transportation Program or is an emergency project within the meaning of 19 V.S.A. § 10g(h), regardless of whether the State or the municipality has commenced any condemnation proceedings in connection with the project.

** * * Highway Division Director * * **

Sec. 19. 19 V.S.A. § 9(a) is amended to read:

(a) A director shall administer each division created within the ~~agency~~ Agency. The ~~secretary~~ Secretary shall appoint the directors, who shall be exempt from the classified service. The Director of the Highway Division shall be licensed as a professional engineer.

** * * Clean Water * * **

Sec. 20. 19 V.S.A. § 38 is amended to read:

§ 38. TRANSPORTATION ALTERNATIVES GRANT PROGRAM

** * **

(f) Each year, ~~\$200,000.00~~ \$1,100,000.00 of ~~the~~ Grant Program funds, or such lesser sum if all eligible applications amount to less than ~~\$200,000.00~~ \$1,100,000.00, shall be reserved for municipalities for environmental mitigation projects relating to stormwater and highways, including eligible salt and sand shed projects. ~~Grant awards for eligible projects shall not~~

~~exceed \$50,000.00 per project.~~ Regarding the balance of Grant Program funds, in evaluating applications for Transportation Alternatives grants, the Transportation Alternatives Grant Committee shall give preferential weighting to projects involving as a primary feature a bicycle or pedestrian facility. The degree of preferential weighting and the circumstantial factors sufficient to overcome the weighting shall be in the complete discretion of the Transportation Alternatives Grant Committee.

* * *

Sec. 21. 19 V.S.A. § 306(i) is added to read:

(i) Monies disbursed from the Clean Water Fund established in 10 V.S.A. § 1388 for municipalities for environmental mitigation projects related to stormwater and highways shall be administered by the Agency through the Municipal Mitigation Grant Program. Grants provided to municipalities under the Program shall be matched by local funds sufficient to cover 20 percent of the project costs.

Sec. 21a. MUNICIPAL MITIGATION GRANT PROGRAM; SPENDING

AUTHORITY

In the fiscal year 2017, 2018, and 2019 Transportation Programs adopted by the General Assembly, the General Assembly shall approve spending authority for the Municipal Mitigation Grant Program for grants to municipalities for inventory activities or construction projects that address

town highway stormwater management, in an amount that is at least \$1,000,000.00 greater than the \$440,000.00 of spending authority approved in this act for fiscal year 2016 for the Better Backroads Program. Not less than \$1,000,000.00 of the monies appropriated to implement this additional spending authority shall be drawn from transportation funds made available from the \$2,500,000.00 reduction scheduled to occur under 19 V.S.A. § 11a in the amount of transportation funds appropriated to the Department of Public Safety.

** * * State Highway Bridge Program; Causeway Scoping Study * * **

Sec. 22. STATE HIGHWAY BRIDGE PROGRAM

(a) The following project is added to the State Highway Bridge Program:

Missisquoi Bay Causeway Scoping Study.

(b) Spending authority for the Missisquoi Bay Causeway Scoping Study is authorized as follows:

| <u>FY 16</u> | <u>As Proposed</u> | <u>As Amended</u> | <u>Change</u> |
|---------------------|--------------------|-------------------|----------------|
| <i>PE</i> | <i>0</i> | <i>125,000</i> | <i>125,000</i> |
| <i>Construction</i> | <i>0</i> | <i>0</i> | <i>0</i> |
| <i>Total</i> | <i>0</i> | <i>125,000</i> | <i>125,000</i> |

Sources of funds

| | | | |
|--------------|----------|----------|----------|
| <i>State</i> | <i>0</i> | <i>0</i> | <i>0</i> |
| <i>TIB</i> | <i>0</i> | <i>0</i> | <i>0</i> |

| | | | |
|----------------|----------|----------------|----------------|
| <i>Federal</i> | <i>0</i> | <i>100,000</i> | <i>100,000</i> |
| <i>Special</i> | <i>0</i> | <i>25,000</i> | <i>25,000</i> |
| <i>Total</i> | <i>0</i> | <i>125,000</i> | <i>125,000</i> |

**** Motor Fuel Transportation Infrastructure Assessment ****

Sec. 23. 23 V.S.A. § 3106 is amended to read:

§ 3106. IMPOSITION, RATE, AND PAYMENT OF TAX

(a)(1) Except for sales of motor fuels between distributors licensed in this State, which sales shall be exempt from the taxes and assessments authorized under this section, unless exempt under the laws of the United States at the time of filing the report required by section 3108 of this title, each distributor shall pay to the Commissioner:

(A) a tax of \$0.121 upon each gallon of motor fuel sold by the distributor; and

(B) the following assessments; ~~which shall be levied on the tax-adjusted retail price of gasoline as defined herein:~~

(i) a motor fuel transportation infrastructure assessment ~~in the amount of that is the greater of:~~

(I) \$0.0396; or

(II) two percent of the tax-adjusted retail price upon each gallon of motor fuel sold by the distributor; and

(ii) a fuel tax assessment, which shall be used exclusively for

*transportation purposes and not be transferred from the Transportation Fund,
that is the greater of:*

(I) \$0.134 per gallon; or

*(II) four percent of the tax-adjusted retail price or \$0.18 per
gallon, whichever is less, upon each gallon of motor fuel sold by the
distributor.*

** * **

** * * Welcome Center and Airport Namings * * **

Sec. 24. 29 V.S.A. § 821(a) is amended to read:

(a) State buildings.

** * **

*(11) "Senator James M. Jeffords Welcome Center" shall be the name of
the Welcome Center in Bennington.*

*(12) "Northeast Kingdom International Airport" shall be the name of
the Newport State Airport in Coventry.*

** * * Process for Naming of Transportation Facilities * * **

Sec. 25. 10 V.S.A. § 152 is amended to read:

§ 152. AUTHORITY TO NAME ROADS AND GEOGRAPHIC LOCATIONS

*The ~~board of libraries~~ Board of Libraries is hereby designated the ~~state~~
State agency to name ~~roads and~~ geographic locations including ~~but not limited~~
~~to~~ mountains, streams, lakes, and ponds upon petition signed by not less than*

~~25 interested persons or by petition of an administrative department of the state~~ State.

Sec. 26. 10 V.S.A. § 153 is amended to read:

§ 153. PROCEDURE

When the ~~board~~ Board receives a petition to act under section 152 of this title it shall give reasonable notice to each administrative department of the ~~state~~ State having jurisdiction of the ~~road or~~ location to be named, and to each town in which the ~~road or~~ location lies of the time and place when it will hear all interested parties.

Sec. 26a. 29 V.S.A. § 820 is amended to read:

§ 820. THE NAMING OF STATE BUILDINGS AND FACILITIES

~~The~~ Except for State transportation buildings and facilities named by the Transportation Board in accordance with 19 V.S.A. § 5, the name by which a state State building or facility is to be known shall be authorized by the ~~general assembly~~ General Assembly.

Sec. 27. 19 V.S.A. § 5 is amended to read:

§ 5. TRANSPORTATION BOARD; POWERS AND DUTIES

(a) The regulatory and quasi-judicial functions relating to transportation shall be vested in the ~~transportation board~~.

~~(b) Notwithstanding subsection (a) of this section, Board, except that the duties and responsibilities of the commissioner of motor vehicles~~

Commissioner of Motor Vehicles in Titles 23 and 32, including all quasi-judicial powers, shall continue to be vested in ~~that individual~~ the Commissioner.

(b)(1) Except as otherwise authorized by law, the Board is the sole authority responsible for naming transportation facilities owned, controlled, or maintained by the State, including highways and the bridges thereon, airports, rail facilities, rest areas, and welcome centers. The Board shall exercise its naming authority only upon petition of the legislative body of a municipality of the State, of the head of an Executive Branch agency or department of the State, or of 50 Vermont residents.

(2) The Board shall hold a public hearing for each facility requested to be named. The Board shall adopt rules governing notice and conduct of hearings, the standards to be applied in rendering decisions under this subsection, and any other matter necessary for the just disposition of naming requests. The Board shall issue a decision, which shall be subject to review on the record by a Superior Court pursuant to Rule 74 of the Vermont Rules of Civil Procedure. The Board may delegate the responsibility to hold a hearing to a hearing officer or a single Board member, subject to the procedure of subsection (c) of this section, but shall not be bound by 3 V.S.A. chapter 25 in carrying out its duties under this subsection.

(c) The ~~board~~ Board may delegate the responsibility to hear quasi-judicial

matters, and other matters as it may deem appropriate, to a hearing examiner or a single ~~board~~ Board member, to hear a case and make findings in accordance with 3 V.S.A. chapter 25 of Title 3, except that highway condemnation proceedings shall be conducted pursuant to the provisions of chapter 5 of this title. A hearing examiner or single ~~board~~ Board member so appointed shall report his or her findings of fact in writing to the ~~board~~ Board. Any order resulting therefrom shall be rendered only by a majority of the ~~board~~ Board. Final orders of the ~~board~~ Board may be reviewed on the record by ~~the superior court~~ a Superior Court pursuant to Rule 74 of the Vermont Rules of Civil Procedure.

* * *

** * * Byways Advisory Council; Scenic Roads and Byways * * **

Sec. 28. REPEAL

10 V.S.A. § 425 (Byways Advisory Council) is repealed.

Sec. 29. 19 V.S.A. chapter 25 is amended to read:

CHAPTER 25. SCENIC ROADS

§ 2501. STATE SCENIC ROADS AND BYWAYS; DESIGNATION AND DISCONTINUANCE

(a) On the recommendation of the Byways Advisory Council of the municipalities through which a proposed or existing State Scenic Road or Byway passes and of the regional planning commissions that serve such

municipalities, the Transportation Board may designate or discontinue any State highway, or portion of a State highway, as a State Scenic Road or Byway, in accordance with standards adopted by the Board by rule. The Board shall hold a public hearing on the recommendation, giving notice thereof to the municipalities and regional planning commissions, the Secretary, and the Commissioner of Tourism and Marketing, and shall submit a copy of its findings and decision together with its findings to the Byways Advisory Council to these parties within 60 days after receipt of the recommendation. The hearing shall be held in the vicinity of the proposed scenic highway State Scenic Road or Byway.

(b) [Repealed.]

(c) A State Scenic Road or Byway shall not be reconstructed or improved unless the reconstruction or improvement is conducted in accordance with the Agency of Transportation's Vermont Design Standards, as amended. Signs along State Scenic Roads and Byways shall comply with the Federal Highway Administration's Manual on Uniform Traffic Control Devices, as amended.

§ 2502. TOWN SCENIC ROADS; DESIGNATION AND DISCONTINUANCE

(a) On recommendation of the planning commission of a municipality, or on the initiative of the legislative body of a municipality, a legislative body may, after one public hearing warned for the purpose, designate or discontinue any town highway or portion of a town highway as a town scenic

~~highway road.~~ Such action by the legislative body may be petitioned by the registered voters of the municipality pursuant to the provisions of 24 V.S.A. § 1973.

(b) A town scenic road may be reconstructed or improved in a manner consistent with the ~~agency of transportation's~~ Agency's Vermont Design Standards, as amended. A class 1, 2, or 3 scenic ~~highway road~~ shall still be eligible to receive aid pursuant to the provisions of this title. Signs along town scenic roads shall comply with the Federal Highway Administration's Manual on Uniform Traffic Control Devices, as amended.

(c) [Repealed.]

§ 2503. REGISTER

The ~~agency of transportation~~ Agency may annually publish a register containing a listing of all ~~state~~ State and locally designated scenic roads and byways. Any listing shall include the mileage of each road or byway and any special, natural, historical, or scenic attractions on the road or byway.

§ 2504. ADDITIONAL FUNDS

The ~~agency~~ Agency, and any qualifying municipality, ~~shall have~~ within the authority ~~of State and federal law, may~~ accept and spend any funds made available to them for the purpose of enhancing or establishing designated scenic roads or byways.

§ 2505. RIGHTS OF ADJACENT LANDOWNERS

Nothing in this chapter shall preclude the rights of a landowner from developing property adjacent to a designated scenic road or byway, so long as the development is in accordance with existing law or ordinance.

** * * Utility Transmission System Plans; Notification of Public Meetings * * **

Sec. 30. 30 V.S.A. § 218c(d)(2) is amended to read:

(2) Prior to the adoption of any Transmission System Plan, a utility preparing a Plan shall host at least two public meetings at which it shall present a draft of the Plan and facilitate a public discussion to identify and evaluate nontransmission alternatives. The meetings shall be at separate locations within the State, in proximity to the transmission facilities involved or as otherwise required by the Board, and each shall be noticed by at least two advertisements, each occurring between one and three weeks prior to the meetings, in newspapers having general circulation within the State and within the municipalities in which the meetings are to be held. Copies of the notices shall be provided to the Public Service Board, the Department of Public Service, any entity appointed by the Public Service Board pursuant to subdivision 209(d)(2) of this title, the Agency of Natural Resources, the Division for Historic Preservation, the Department of Health, ~~the Byways Advisory Council~~, the Agency of Transportation, the Attorney General, the chair of each regional planning commission, each retail electricity provider within the State, and any public interest group that requests, or has made a

standing request for, a copy of the notice. A verbatim transcript of the meetings shall be prepared by the utility preparing the Plan, shall be filed with the Public Service Board and the Department of Public Service, and shall be provided at cost to any person requesting it. The Plan shall contain a discussion of the principal contentions made at the meetings by members of the public, by any State agency, and by any utility.

** * * Notice of Hearing on Petition for Certificate of Public Good * * **

Sec. 31. 30 V.S.A. § 248(a)(4) is amended to read:

(4)(A) With respect to a facility located in the State, the Public Service Board shall hold a nontechnical public hearing on each petition for such finding and certificate in at least one county in which any portion of the construction of the facility is proposed to be located.

(B) The Public Service Board shall hold technical hearings at locations which it selects.

(C) At the time of filing its application with the Board, copies shall be given by the petitioner to the Attorney General and the Department of Public Service, and, with respect to facilities within the State, the Department of Health, Agency of Natural Resources, Historic Preservation Division, Agency of Transportation, Agency of Agriculture, Food and Markets, and to the ~~chairperson~~ chair or director of the municipal and regional planning commissions and the municipal legislative body for each town and city in

~~which the proposed facility will be located. At the time of filing its application with the Board, the petitioner shall give the Byways Advisory Council notice of the filing.~~

* * *

* * * *Property Transfer Tax Return; Exemption* * * *

Sec. 32. 32 V.S.A. § 9606(d) is amended to read:

~~(d) The property transfer tax return shall not be required of properties qualified for the exemption stated in subdivision 9603(17) of this title, or qualified for the exemption stated in subdivision 9603(2) of this title if the transfer is of an interest in property for highway purposes and the consideration for the transfer is \$10,000.00 or less. ~~A public utility~~ An entity acquiring such properties shall notify the listers of a municipality of the grantors, grantees, consideration, date of execution, and location of the easement property when it files for recording a deed transferring a utility line easement that does not require a transfer tax return under this subsection.~~

* * * *Tax on Gains from the Sale or Exchange of Land; Exemption* * * *

Sec. 33. 32 V.S.A. § 10002(q) is added to read:

(q) Also excluded from the definition of "land" is a transfer of property to the State of Vermont or a municipality for a project that is authorized under the State's enacted Transportation Program or for an emergency project within the meaning of 19 V.S.A. § 10g(h), regardless of whether the State or

the municipality has commenced any condemnation proceedings.

** * * Evaluation of Adopt a Park and Ride Program; Adopt a Highway
Program * * **

*Sec. 34. EVALUATION OF ADOPT A PARK AND RIDE PROGRAM;
ADOPT A HIGHWAY PROGRAM*

(a) The Agency shall evaluate the merits of implementing an Adopt a Park and Ride Program, whereby organizations volunteer to clean up litter at State Park and Ride facilities with permission of the Agency. On or before January 15, 2016, the Agency shall either begin to implement such a Program or report back to the House and Senate Committees on Transportation on the reasons it does not recommend implementing a Program.

(b) The Agency shall evaluate the merits of implementing an Adopt a Highway Program, whereby organizations volunteer to clean up litter along State highways with permission of the Agency. On or before January 15, 2016, the Agency shall report back to the House and Senate Committees on Transportation on whether such a Program should be implemented.

** * * Effective Dates * * **

Sec. 35. EFFECTIVE DATES

This act shall take effect on July 1, 2015, except that:

(1) Sec. 21 (administration of certain Clean Water Fund monies through the Municipal Mitigation Grant Program) shall take effect if and when the

Clean Water Fund is established; and

(2) Secs. 25–27 (naming of State transportation facilities) shall take effect on March 1, 2016.