112TH CONGRESS 1ST SESSION

H. R. 632

To permit a State to elect to receive the State's contributions to the Highway Trust Fund in lieu of its Federal-aid Highway program apportionment for the next fiscal year, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

February 10, 2011

Mr. Flake introduced the following bill; which was referred to the Committee on Transportation and Infrastructure

A BILL

To permit a State to elect to receive the State's contributions to the Highway Trust Fund in lieu of its Federal-aid Highway program apportionment for the next fiscal year, and for other purposes.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 SECTION 1. SHORT TITLE.
- 4 This Act may be cited as the "Highway Fairness and
- 5 Reform Act of 2011".

1	SEC. 2. ELECTION TO RECEIVE STATE'S CONTRIBUTIONS
2	TO HIGHWAY TRUST FUND IN LIEU OF PAR
3	TICIPATING IN FEDERAL-AID HIGHWAY PRO-
4	GRAM.
5	(a) In General.—Chapter 1 of title 23, United
6	States Code, is amended by inserting after section 149 the
7	following:
8	"§ 150. Direct Federal-aid highway program
9	"(a) In General.—Beginning with fiscal year 2011
10	the Secretary shall carry out a direct Federal-aid highway
11	program in accordance with the requirements of this sec-
12	tion. Under the program, the Governor or chief executive
13	officer of a State may elect, not less than 90 days before
14	the beginning of the fiscal year, to have the State waive
15	its right to receive amounts apportioned or allocated to
16	it under the Federal-aid highway program for the fiscal
17	year to which the election relates; and to receive instead
18	the amount determined under subsection (d) for that fiscal
19	year. The election shall be made in such form and manner
20	as the Secretary may require and shall be irrevocable.
21	"(b) State Responsibility.—
22	"(1) In General.—The Secretary shall accept
23	an election under subsection (a) if the Secretary de-
24	termines that the State—

1	"(A) has an interstate maintenance pro-
2	gram and agrees to maintain the interstate in
3	accordance with that program;
4	"(B) submits a plan to the Secretary de-
5	scribing—
6	"(i) the purposes, projects, and uses
7	to which amounts received under the pro-
8	gram will be put; and
9	"(ii) which programmatic require-
10	ments of this title the State elects to con-
11	tinue;
12	"(C) agrees to obligate or expend amounts
13	received under the program exclusively for
14	projects that would be eligible for funding
15	under section 133(b) of this title if the State
16	were not participating in the program; and
17	"(D) agrees to report annually to the Sec-
18	retary on the use of amounts received under the
19	program and to make the report available to
20	the public in an easily accessible format.
21	"(2) Safety requirements.—The Secretary
22	may determine that requirements important for
23	transportation safety continue to apply to a State
24	that makes an election under subsection (a).

1	"(3) Surface transportation program.—A
2	State that makes an election under subsection (a)
3	shall continue to suballocate funds to urbanized
4	areas and other areas using the formulae and rules
5	under section 133(d)(3) of this title.
6	"(4) No limitation on use of funds.—Ex-
7	cept as provided in paragraphs (1), (2), and (3), the
8	expenditure or obligation of funds received by the
9	State under the program are not subject to regula-
10	tion under this title or title 49.
11	"(c) Effect on Pre-Existing Obligations.—The
12	making of an election under subsection (a) shall not affect
13	any obligation, responsibility, or commitment of the State
14	under this title for any fiscal year with respect to—
15	"(1) a project or program funded under this
16	title (other than under this section); or
17	"(2) any project or program funded under this
18	title in any fiscal year for which an election under
19	subsection (a) is not in effect.
20	"(d) Transfers.—
21	"(1) In general.—The amount to be trans-
22	ferred to a State under the program for a fiscal year
23	shall be the portion of the taxes appropriated to the
24	Highway Trust Fund under section 9503 of the In-
25	ternal Revenue Code of 1986, other than for the

1 Mass Transit Account, for a fiscal year for which an 2 election is in effect under subsection (a) that is at-3 tributable to highway users in that State during that 4 fiscal year, reduced by a pro rata share withheld by 5 the Secretary to fund contract authority for pro-6 grams of the National Highway Traffic Safety Ad-7 ministration and the Federal Motor Carrier Safety 8 Administration. 9 "(2) GENERAL FUND AMOUNTS.—For purposes 10 of paragraph (1), any amounts deposited in or cred-11 ited to the Highway Trust Fund from the general 12 fund of the Treasury shall be treated as if they were 13 taxes appropriated to the Fund. 14 "(3) Transfers.— "(A) IN GENERAL.—Transfers under the 15 16 program-17 "(i) shall be made at the same time as 18 deposits to the Highway Trust Fund are 19 made by the Secretary of the Treasury; 20 "(ii) shall be made on the basis of es-21 timates by the Secretary, in consultation 22 with the Secretary of the Treasury, and 23 proper adjustments shall be made in 24 amounts subsequently transferred to the 25 extent prior estimates were in excess of, or

1	less	than,	the	amounts	required	to	be
2	trans	sferred.					

"(B) LIMITATION.—An adjustment under subparagraph (A)(ii) to any transfer may not exceed 5 percent of the transferred amount to which the adjustment relates. If the adjustment required under subparagraph (A)(ii) exceeds that percentage, the excess shall be taken into account in making subsequent adjustments under subparagraph (A)(ii).

"(e) APPLICATION WITH OTHER AUTHORITY.—The
Secretary shall rescind or cancel any contract authority
under this chapter (and any obligation limitation) for a
State for a fiscal year for which an election by that State
is in effect under subsection (a).".

16 (b) CLERICAL AMENDMENT.—The chapter analysis
17 for chapter 1 of title 23, United States Code, is amended
18 by inserting after the item relating to section 149 the fol19 lowing:

"150. Direct Federal-aid highway program.".