

CHAPTER 766.

(Senate Bill 379)

AN ACT to repeal and re-enact with amendments Section 212-B of Article 56 and Section 7-A of Article 89B of the 1935 Supplement of Bagby's Annotated Code of Maryland, said amended sections to provide for the distribution and use of the "Lateral Road Gasoline Tax Fund", and making permanent the provisions of Section 7F, of Article 89B of the 1935 Supplement of Bagby's Annotated Code of Maryland.

SECTION 1. *Be it enacted*, That Section 212-B of Article 56 and Section 7-A of Article 89-B of the 1935 Supplement of Bagby's Annotated Code of Maryland, be and the same are hereby repealed and re-enacted with amendments to read as follows:

212-B. On and after the first day of April, 1927, the license tax in respect to motor vehicle fuels, prescribed by this sub-title, shall be increased one and one-half cents per gallon.

The State Treasurer shall create a special fund of the receipts of the said additional tax of one and one-half cents per gallon (to be designated as the "Lateral Road Gasoline Tax Fund"), and shall disburse the same monthly (less such sum to be retained by the Comptroller as, in the judgment of the Comptroller, shall be sufficient to enable him to pay promptly all claims for refund), as follows: Three-tenths thereof, less refund exemptions as hereinafter provided, to be credited to the account of the State Roads Commission of Maryland, to be paid out of the Treasury of the State, only upon the warrant of the Comptroller, and to be used for the construction and maintenance of the streets and highways of Baltimore City and/or for the payment of highway bond debt service, and the balance to be credited to the account of the State Roads Commission of Maryland, to be paid out of the Treasury of Maryland, only upon the warrant of the Comptroller, and to be used as provided in Section 7-A of Article 89B of the Code of Public General Laws of Maryland, as amended by this Act.

From and after October 1, 1927, the entire cost of the construction of lateral roads built by the State Roads Commission shall be paid by the State out of the revenue derived from the additional tax imposed by this Section, and thereafter the Counties in which such roads are respectively located shall be relieved of their obligations, under