have directed the Department of Transportation to waive the local match requirements under the Section 16 Program. The Department will provide the required local match out of TTF revenues at an amount not less than the total local contributions made under the Section 16 Program in fiscal year 1994.

Eliminating the Section 16 local match requirements will free up funds for eligible nonprofit organizations to spend on operational expenses. I believe this action will achieve the same goal as that set forth in Senate Bill 5.

For these reasons, I have vetoed Senate Bill 5.

Sincerely, William Donald Schaefer Governor

Senate Bill No. 5

AN ACT concerning

Motor Vehicle Fuel Tax - Refunds

FOR the purpose of altering and making applicable statewide a provision making refundable the motor fuel tax paid on motor fuel used by certain nonprofit organizations that provide operate a system of transportation to for elderly, handicapped, or low income individuals; and generally relating to a refund of motor fuel tax paid on motor fuel used by certain nonprofit organizations for certain purposes.

BY repealing and reenacting, with amendments,

Article - Tax - General

Section 13-901(f)(1)(ii)5.

Annotated Code of Maryland

(1988 Volume and 1993 Supplement)

SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:

Article - Tax - General

13–901.

- (f) (1) A claim for refund of motor fuel tax may be filed by a claimant who pays the tax on:
 - (ii) motor fuel, as defined in § 9-101 of this article, that:
- 5. is used by a system of transportation based in [Howard County] THE STATE, IN A VEHICLE THAT IS USED to provide transportation to elderly, handicapped, or low-income individuals, if the system is provided OPERATED by a nonprofit organization that: