5lr0118 CF SB 57

By: The Speaker (By Request - Administration)

Introduced and read first time: January 23, 2015

Assigned to: Appropriations

Committee Report: Favorable with amendments

House action: Adopted

Read second time: March 15, 2015

CHAPTER

1 AN ACT concerning

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### **Budget Reconciliation and Financing Act of 2015**

FOR the purpose of authorizing or altering the distribution of certain revenue; altering or repealing certain required appropriations; authorizing the use of certain funds for certain purposes; repealing a certain requirement for a certain notice relating to abandoned property to be published in certain newspapers; requiring the Comptroller to maintain an abandoned property database containing the names and last known addresses, if any, of persons listed in certain reports; requiring the Comptroller to maintain a certain Internet Web site relating to the abandoned property database; requiring the Comptroller to publish certain notices on a certain Internet Web site; altering the time period year by which the Maryland Agricultural and Resource—Based Industry Development Corporation is to become self—sufficient and in no further need of certain operating support; altering the date for requiring the establishment of a certain library; altering the method for calculating certain income tax disparity grants; requiring a local school system that has a certain structural deficit to provide certain notifications under certain circumstances; requiring the State Superintendent of Schools to require a local school system to submit a certain plan and to file certain reports under certain circumstances; requiring the State Superintendent to include certain information concerning local school system structural deficits in certain reports to the Governor and General Assembly; authorizing the Office of Legislative Audits to request certain information pertaining to certain structural deficits; providing that certain payments in certain fiscal years be based on certain revenues; prohibiting certain payments in certain fiscal years; repealing the State Police Helicopter Replacement Fund; altering certain penalties for liquidated damages that apply to certain violations related to

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

<u>Underlining</u> indicates amendments to bill.

Strike out indicates matter stricken from the bill by amendment or deleted from the law by amendment.



certain prevailing wage rates; altering a certain provision that authorizes a certain refund to make it certain provisions concerning the State and county earned income credits to make them applicable to State residents only; altering the amount of certificates for certain tax credits that the Secretary of Business and Economic Development may issue; altering the date <u>and method</u> by which the Governor is required to reduce a certain assessment by a certain amount each fiscal year; clarifying language regarding a certain appropriation; requiring the Health Services Cost Review Commission to enact adopt certain policies to achieve certain savings for <del>certain fiscal years;</del> a certain fiscal year; requiring the Health Services Cost Review Commission to submit, on or before a certain date, a certain alternative plan to achieve certain savings to the Department of Health and Mental Hygiene and the Department of Budget and Management under certain circumstances; altering, for a certain fiscal year, the criteria to be used for a certain program that provides stipends to certain teachers and school-based employees; repealing the authority to provide certain stipends to certain teachers and school-based employees; altering the method of calculating a certain contribution to be paid on behalf of certain members of certain State retirement and pension systems; repealing certain provisions that provide for a certain method of calculating a certain contribution to be paid on behalf of certain members of certain State retirement and pension systems; repealing certain obsolete provisions; altering certain requirements for certain fiscal years that the Governor include in the budget bill certain supplemental contributions to certain accumulation funds of certain State retirement and pension systems; setting certain limits on increases in payments to certain providers for a certain fiscal year; prohibiting the payment of certain merit increases or cost-of-living adjustments for certain State employees, except under certain circumstances; providing that certain payments be deposited into the General Fund for certain fiscal years; providing for the transfer of certain funds; providing that on or after a certain date certain revenues be credited to the General Fund rather than the State Police Helicopter Replacement Fund; setting certain limits on increases on certain required appropriations; requiring that certain Managed Care Organizations, on or before a certain date, to reimburse the Department of Health and Mental Hygiene make adjustments to certain rates for insufficient loss ratios for a certain fiscal year; providing for a certain reimbursement under certain circumstances; prohibiting the Baltimore City Board of School Commissioners from being required to contribute to the Baltimore City Public School Construction Financing Fund for a certain fiscal year; prohibiting the State Comptroller from withholding a certain amount from a certain installment due the Baltimore City Board of School Commissioners for a certain fiscal year; reducing certain unexpended appropriations and providing for their reversion to the General Fund; requiring, under certain circumstances, a county to pay certain costs beyond a certain amount restricted in the State budget to implement a certain Court of Appeals decision; providing that a certain budgetary authorization represents a one-time allocation and provides no authority for certain actions without certain statutory or budgetary authority; requiring that certain money received by the State as a result of a certain approved merger between Exelon Corporation and Pepco Holdings, Inc. be expended only in a certain manner; prohibiting the State Health Services Cost Review Commission from assessing certain hospital rate assessments

| 1               | for the operation and administration of the Maryland Health Insurance Plan for a   |  |  |  |  |  |  |  |
|-----------------|--|--|--|--|--|--|--|--|
| 2               | certain fiscal year; setting certain limits, for a certain fiscal year, on the State's share   |  |  |  |  |  |  |  |
| 3               | of certain operating deficits of the Baltimore Convention Center and the Ocean City  |  |  |  |  |  |  |  |
| 4               | Convention facility: altering and repealing the definition of certain terms; defining a  |  |  |  |  |  |  |  |
| 5               | eertain term certain terms; making the provisions of this Act severable; providing   |  |  |  |  |  |  |  |
| 6               | for the application of this Act; providing for a delayed effective date for certain  |  |  |  |  |  |  |  |
| 7               | provisions of this Act; and generally relating to the financing of State and local   |  |  |  |  |  |  |  |
| 8               | government.  |  |  |  |  |  |  |  |
| 9               | BY repealing   |  |  |  |  |  |  |  |
| 10              | Article - Commercial Law   |  |  |  |  |  |  |  |
| 11              | Section 17-311(a) and (b)  |  |  |  |  |  |  |  |
| 12              | Annotated Code of Maryland   |  |  |  |  |  |  |  |
| 13              | (2013 Replacement Volume and 2014 Supplement)  |  |  |  |  |  |  |  |
| 14              | BY adding to   |  |  |  |  |  |  |  |
| 15              | Article - Commercial Law   |  |  |  |  |  |  |  |
| 16              | Section 17–311(a), (b), and (c)  |  |  |  |  |  |  |  |
| 17              | Annotated Code of Maryland   |  |  |  |  |  |  |  |
| 18              | (2013 Replacement Volume and 2014 Supplement)  |  |  |  |  |  |  |  |
| 19              | BY repealing and reenacting, with amendments,  |  |  |  |  |  |  |  |
| 20              | Article - Commercial Law   |  |  |  |  |  |  |  |
| $\frac{1}{21}$  | <del>Section 17–311(c)</del>   |  |  |  |  |  |  |  |
| $\frac{-}{22}$  | Annotated Code of Maryland   |  |  |  |  |  |  |  |
| 23              | (2013 Replacement Volume and 2014 Supplement)  |  |  |  |  |  |  |  |
| 24              | BY repealing and reenacting, with amendments,  |  |  |  |  |  |  |  |
| $\overline{25}$ | Article – Economic Development   |  |  |  |  |  |  |  |
| 26              | Section 10–523(a)(3)(i) and (c)  |  |  |  |  |  |  |  |
| $\frac{27}{27}$ | Annotated Code of Maryland   |  |  |  |  |  |  |  |
| 28              | (2008 Replacement Volume and 2014 Supplement)  |  |  |  |  |  |  |  |
|                 | (2000 Replacement Forume and 2011 Supplement)  |  |  |  |  |  |  |  |
| 29              | BY repealing and reenacting, with amendments,  |  |  |  |  |  |  |  |
| 30              | Article – Education  |  |  |  |  |  |  |  |
| 31              | Section $5-202(a)(13)(ii)$ , $(iii)$ , and $(iv)$ and $(k)(5)$ $5-114$ , $5-202(k)(5)$ , $6-306(b)$ ,  |  |  |  |  |  |  |  |
| 32              | $16-305(c)(1)(i)$ , $\frac{17-104(a)(1)}{17-104(a)}$ , $\frac{23-108(a)}{23-205(c)}$ , $\frac{23-205(c)}{23-205(c)}$ , $\frac{23-205(c)}{23-205(c)}$ , $\frac{23-205(c)}{23-205(c)}$ |  |  |  |  |  |  |  |
| 33              | <u>23–205(c)</u> and (d), and 23–503(b)(1)   |  |  |  |  |  |  |  |
| 34              | Annotated Code of Maryland   |  |  |  |  |  |  |  |
| 35              | (2014 Replacement Volume and 2014 Supplement)  |  |  |  |  |  |  |  |
| 36              | BY adding to   |  |  |  |  |  |  |  |
| 37              | Article – Education  |  |  |  |  |  |  |  |
| 38              | Section 5-202(a)(13)(v) and (vi), 16-305(e)(1)(iii) and (iv), and 17-104(a)(2) and (3)   |  |  |  |  |  |  |  |
| 39              | Section 16–305(c)(1)(v)  |  |  |  |  |  |  |  |
| 40              | Annotated Code of Maryland   |  |  |  |  |  |  |  |
| 41              | (2014 Replacement Volume and 2014 Supplement)  |  |  |  |  |  |  |  |

| 1  | BY repealing and reenacting, without amendments,            |  |  |  |  |  |  |  |  |
|----|---|--|--|--|--|--|--|--|--|
| 2  | Article – Education   |  |  |  |  |  |  |  |  |
| 3  | Section 16–305(c)(1)(iii) and (iv) and 17–104(a)(2) and (3) |  |  |  |  |  |  |  |  |
| 4  | Annotated Code of Maryland                                  |  |  |  |  |  |  |  |  |
| 5  | (2014 Replacement Volume and 2014 Supplement)               |  |  |  |  |  |  |  |  |
| 6  | BY repealing and reenacting, with amendments,               |  |  |  |  |  |  |  |  |
| 7  | Article - Health - General                                  |  |  |  |  |  |  |  |  |
| 8  | <del>Section 2–302(b)(3) and 7–307(d)(1)</del>              |  |  |  |  |  |  |  |  |
| 9  | Annotated Code of Maryland                                  |  |  |  |  |  |  |  |  |
| 0  | (2009 Replacement Volume and 2014 Supplement)               |  |  |  |  |  |  |  |  |
| 1  | BY repealing  |  |  |  |  |  |  |  |  |
| 2  | Article - Health - General                                  |  |  |  |  |  |  |  |  |
| 13 | Section 13-1116(a)(1)                                       |  |  |  |  |  |  |  |  |
| 4  | Annotated Code of Maryland                                  |  |  |  |  |  |  |  |  |
| 15 | (2009 Replacement Volume and 2014 Supplement)               |  |  |  |  |  |  |  |  |
| 16 | BY adding to  |  |  |  |  |  |  |  |  |
| 7  | Article - Health - General                                  |  |  |  |  |  |  |  |  |
| 8  | Section 13-1116(a)(1)                                       |  |  |  |  |  |  |  |  |
| 9  | Annotated Code of Maryland                                  |  |  |  |  |  |  |  |  |
| 20 | (2009 Replacement Volume and 2014 Supplement)               |  |  |  |  |  |  |  |  |
| 21 | BY repealing and reenacting, with amendments,               |  |  |  |  |  |  |  |  |
| 22 | Article - Insurance   |  |  |  |  |  |  |  |  |
| 23 | <del>Section 31–107.2(a)</del>                              |  |  |  |  |  |  |  |  |
| 24 | Annotated Code of Maryland                                  |  |  |  |  |  |  |  |  |
| 25 | (2011 Replacement Volume and 2014 Supplement)               |  |  |  |  |  |  |  |  |
| 26 | BY repealing and reenacting, with amendments,               |  |  |  |  |  |  |  |  |
| 27 | Article - Local Government                                  |  |  |  |  |  |  |  |  |
| 28 | <del>Section 16–501(e)</del>                                |  |  |  |  |  |  |  |  |
| 29 | Annotated Code of Maryland                                  |  |  |  |  |  |  |  |  |
| 30 | (2013 Replacement Volume and 2014 Supplement)               |  |  |  |  |  |  |  |  |
| 31 | BY adding to  |  |  |  |  |  |  |  |  |
| 32 | Article - Local Government                                  |  |  |  |  |  |  |  |  |
| 33 | <del>Section 16-501(f)</del>                                |  |  |  |  |  |  |  |  |
| 34 | Annotated Code of Maryland                                  |  |  |  |  |  |  |  |  |
| 35 | (2013 Replacement Volume and 2014 Supplement)               |  |  |  |  |  |  |  |  |
| 36 | BY repealing and reenacting, with amendments,               |  |  |  |  |  |  |  |  |
| 37 | Article – Natural Resources                                 |  |  |  |  |  |  |  |  |
| 38 | Section 5–212(g)(2), 5–212.1(g)(2), and 8–709(d)            |  |  |  |  |  |  |  |  |
| RQ | Annotated Code of Maryland                                  |  |  |  |  |  |  |  |  |

| 1  | (2012 Replacement Volume and 2014 Supplement)  |  |  |  |  |  |  |  |  |
|----|--|--|--|--|--|--|--|--|--|
| 2  | BY repealing   |  |  |  |  |  |  |  |  |
| 3  | Article – Public Safety  |  |  |  |  |  |  |  |  |
| 4  | Section 2-801 and the subtitle "Subtitle 8. State Police Helicopter Replacement  |  |  |  |  |  |  |  |  |
| 5  | Fund"  |  |  |  |  |  |  |  |  |
| 6  | Annotated Code of Maryland   |  |  |  |  |  |  |  |  |
| 7  | (2011 Replacement Volume and 2014 Supplement)  |  |  |  |  |  |  |  |  |
| 8  | BY repealing and reenacting, with amendments,  |  |  |  |  |  |  |  |  |
| 9  | Article – Public Safety  |  |  |  |  |  |  |  |  |
| 10 | Section 4–506(a)   |  |  |  |  |  |  |  |  |
| 11 | Annotated Code of Maryland   |  |  |  |  |  |  |  |  |
| 12 | (2011 Replacement Volume and 2014 Supplement)  |  |  |  |  |  |  |  |  |
| 13 | BY repealing and reenacting, with amendments,  |  |  |  |  |  |  |  |  |
| 14 | Article – State Finance and Procurement  |  |  |  |  |  |  |  |  |
| 15 | Section $7-311(j)(1)$ and $7-325(a)$ $17-220(d)(2)$ and $17-222(a)$  |  |  |  |  |  |  |  |  |
| 16 | Annotated Code of Maryland   |  |  |  |  |  |  |  |  |
| 17 | (2009 Replacement Volume and 2014 Supplement)  |  |  |  |  |  |  |  |  |
| 18 | BY adding to   |  |  |  |  |  |  |  |  |
| 19 | $\underline{\text{Article}-\text{Tax}-\text{General}}$   |  |  |  |  |  |  |  |  |
| 20 | $\underline{\text{Section } 2606(h)}$  |  |  |  |  |  |  |  |  |
| 21 | Annotated Code of Maryland   |  |  |  |  |  |  |  |  |
| 22 | (2010 Replacement Volume and 2014 Supplement)  |  |  |  |  |  |  |  |  |
| 23 | BY repealing and reenacting, with amendments,  |  |  |  |  |  |  |  |  |
| 24 | Article - Tax - General  |  |  |  |  |  |  |  |  |
| 25 | Section 2–1302.1(b), $\frac{10-704(b)(2)(i)}{10-704(a)}$ $\frac{10-704(a)}{10-704(a)}$ , $\frac{(b)(2)(i)}{(b)(2)(i)}$ , $\frac{(c)(2)(iii)}{(b)(2)(iii)}$ , and $\frac{(d)}{(d)}$ , |  |  |  |  |  |  |  |  |
| 26 | 10–730(f)(1), and 10–733(f)(3)(iv)   |  |  |  |  |  |  |  |  |
| 27 | Annotated Code of Maryland   |  |  |  |  |  |  |  |  |
| 28 | (2010 Replacement Volume and 2014 Supplement)  |  |  |  |  |  |  |  |  |
| 29 | BY repealing and reenacting, without amendments,   |  |  |  |  |  |  |  |  |
| 30 | Article - Tax - General  |  |  |  |  |  |  |  |  |
| 31 | <del>Section 10-704(d)</del>   |  |  |  |  |  |  |  |  |
| 32 | Annotated Code of Maryland   |  |  |  |  |  |  |  |  |
| 33 | (2010 Replacement Volume and 2014 Supplement)  |  |  |  |  |  |  |  |  |
| 34 | BY repealing and reenacting, with amendments,  |  |  |  |  |  |  |  |  |
| 35 | Article – Tax – Property   |  |  |  |  |  |  |  |  |
| 36 | Section 13–209(f)(2) <del>and (h)</del> , (g), and (h)   |  |  |  |  |  |  |  |  |
| 37 | Annotated Code of Maryland   |  |  |  |  |  |  |  |  |
| 38 | (2012 Replacement Volume and 2014 Supplement)  |  |  |  |  |  |  |  |  |
|    |  |  |  |  |  |  |  |  |  |

BY repealing

| 1      | Article - Tax - Property  |  |  |  |  |  |  |  |
|--------|---|--|--|--|--|--|--|--|
| 2      | Section $13-209(g)$   |  |  |  |  |  |  |  |
| 3      | Annotated Code of Maryland  |  |  |  |  |  |  |  |
| 4      | (2012 Replacement Volume and 2014 Supplement)   |  |  |  |  |  |  |  |
| 5      | BY repealing and reenacting, with amendments,   |  |  |  |  |  |  |  |
| 6      | Article - Transportation  |  |  |  |  |  |  |  |
| 7      | <del>Section 8-613.3</del>  |  |  |  |  |  |  |  |
| 8      | Annotated Code of Maryland  |  |  |  |  |  |  |  |
| 9      | (2008 Replacement Volume and 2014 Supplement)   |  |  |  |  |  |  |  |
| 0      | BY repealing and reenacting, with amendments,   |  |  |  |  |  |  |  |
| 1      | Chapter 397 of the Acts of the General Assembly of 2011, as amended by Chapter                |  |  |  |  |  |  |  |
| $^{2}$ | 425 of the Acts of the General Assembly of 2013, and Chapter 464 of the Acts                  |  |  |  |  |  |  |  |
| 13     | of the General Assembly of 2014   |  |  |  |  |  |  |  |
| 4      | Section 16  |  |  |  |  |  |  |  |
| 15     | BY repealing and reenacting, with amendments,   |  |  |  |  |  |  |  |
| 6      | Article – State Personnel and Pensions  |  |  |  |  |  |  |  |
| 7      | Section 21–304(a) and (b)(1) and 21–308(a)  |  |  |  |  |  |  |  |
| 8      | Annotated Code of Maryland  |  |  |  |  |  |  |  |
| 9      | (2009 Replacement Volume and 2014 Supplement)   |  |  |  |  |  |  |  |
| 20     | BY repealing and reenacting, without amendments,  |  |  |  |  |  |  |  |
| 21     | Article – State Personnel and Pensions  |  |  |  |  |  |  |  |
| 22     | Section 21–304(b)(2) and (3)  |  |  |  |  |  |  |  |
| 23     | Annotated Code of Maryland  |  |  |  |  |  |  |  |
| 24     | (2009 Replacement Volume and 2014 Supplement)   |  |  |  |  |  |  |  |
| 25     | BY repealing  |  |  |  |  |  |  |  |
| 26     | Article – State Personnel and Pensions  |  |  |  |  |  |  |  |
| 27     | Section 21–304(e) and (f)   |  |  |  |  |  |  |  |
| 28     | Annotated Code of Maryland  |  |  |  |  |  |  |  |
| 29     | (2009 Replacement Volume and 2014 Supplement)   |  |  |  |  |  |  |  |
| 30     | SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,                                 |  |  |  |  |  |  |  |
| 31     | That the Laws of Maryland read as follows:  |  |  |  |  |  |  |  |
| 32     | Article - Commercial Law  |  |  |  |  |  |  |  |
| 33     | <del>17-311.</del>  |  |  |  |  |  |  |  |
| ιO     | <del>11<sup>-</sup>∪11.</del>   |  |  |  |  |  |  |  |
| 34     | (a) Within 365 days from the filing of the report required by § 17-310 of                     |  |  |  |  |  |  |  |
| 35     | this subtitle, the Administrator shall cause notice to be published in a newspaper of general |  |  |  |  |  |  |  |
| 36     | circulation in the county in the State within which is located the last known address of any  |  |  |  |  |  |  |  |
| 27     | paraon to be named in the notice.   |  |  |  |  |  |  |  |

| 1        | (2) If an address is not listed or if the address is outside the State, the   |
|----------|---|
| 2        | notice shall be published in the county within which the person who held the abandoned  |
| 3        | property has the principal place of business in this State.   |
| J        | property has the principal place of a distribution in this action.  |
| 4        | (b) The published notice shall be entitled "Notice of Names of Persons Appearing  |
| 5        | to Be Owners of Abandoned Property" and shall contain:  |
| 0        | to be owners of ribandoned respectly—and shan contain.  |
| 6        | (1) The names in alphabetical order and last known addresses, if any, of  |
| 7        | persons listed in the report and entitled to notice in the county specified in this section;  |
| •        | persons have in the report and entitled to house in the country aposition in this acciton,  |
| 8        | (2) A statement that information concerning the amount or description of  |
| 9        | the property and the name and address of the person who held the property may be  |
| 10       | obtained by any person who possesses an interest in the property, by addressing an inquiry  |
| 11       | to the Administrator: and   |
| 11       | to the Administrator, and   |
| 12       | (3) A statement that a proof of claim may be presented by the owner to the  |
|          |   |
| 13       | Administrator.]   |
| 1.4      | (A) The much december, "ADAMPONED DECEMBER DATE DATE DATE DATE DE LA MILLE DE |
| 14       | (A) IN THIS SECTION, "ABANDONED PROPERTY DATABASE" MEANS AN   |
| 15       | ELECTRONIC DATABASE CONTAINING THE NAMES AND LAST KNOWN ADDRESSES, IF   |
| 16       | ANY, OF PERSONS WHO APPEAR TO BE OWNERS OF ABANDONED PROPERTY.  |
|          |   |
| 17       | (B) (1) THE ADMINISTRATOR SHALL MAINTAIN AN ABANDONED   |
| 18       | PROPERTY DATABASE.  |
|          |   |
| 19       | (2) WITHIN 365 DAYS AFTER THE FILING OF THE REPORT REQUIRED   |
| 20       | BY § 17-310 OF THIS SUBTITLE, THE ADMINISTRATOR SHALL ADD TO THE  |
| 21       | ABANDONED PROPERTY DATABASE THE NAMES AND LAST KNOWN ADDRESSES, IF  |
| 22       | ANY, OF PERSONS LISTED IN THE REPORT.   |
|          |   |
| 23       | (3) THE ADMINISTRATOR SHALL MAINTAIN AN INTERNET WEB SITE   |
| 24       | THAT:   |
| 44       | <del>111.31 ;</del>   |
| o F      | (I) DOMDEC DEACONADIE MEANC DY MUICH A DEDCON MAY   |
| 25<br>26 | (I) PROVIDES REASONABLE MEANS BY WHICH A PERSON MAY   |
| 26       | SEARCH THE ABANDONED PROPERTY DATABASE REQUIRED BY THIS SUBSECTION;   |
| 07       | (II) COMMAING A CHAMBANENIN BULAN INFORMATION CONCERNATION  |
| 27       | (II) CONTAINS A STATEMENT THAT INFORMATION CONCERNING   |
| 28       | THE AMOUNT OR DESCRIPTION OF THE PROPERTY AND THE NAME AND ADDRESS OF   |
| 29       | THE PERSON WHO HELD THE PROPERTY MAY BE OBTAINED BY ANY PERSON WHO  |
| 30       | POSSESSES AN INTEREST IN THE PROPERTY, BY ADDRESSING AN INQUIRY TO THE  |

(III) CONTAINS A STATEMENT THAT A PROOF OF CLAIM MAY BE PRESENTED BY THE OWNER TO THE ADMINISTRATOR; AND

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**ADMINISTRATOR**;

| $1 \\ 2$       | (IV) INCLUDES A LINK TO AN ABANDONED PROPERTY CLAIM FORM.   |  |  |  |  |  |  |  |  |  |
|----------------|---|--|--|--|--|--|--|--|--|--|
| 3<br>4         | [(e)] (4) The Administrator is not required to [publish in the notice] INCLUDE ON THE WEB SITE any item valued at less than \$100 unless the Administrator considers  |  |  |  |  |  |  |  |  |  |
| 5              | the [publication] INCLUSION to be in the public interest.   |  |  |  |  |  |  |  |  |  |
| J              | the thusinestian in the set in the public interest.   |  |  |  |  |  |  |  |  |  |
| 6              | (C) (1) THE ADMINISTRATOR SHALL PUBLISH NOTICE ON THE INTERNET  |  |  |  |  |  |  |  |  |  |
| 7              | WEB SITE REQUIRED BY SUBSECTION (B)(3) OF THIS SECTION.   |  |  |  |  |  |  |  |  |  |
| 8              | (2) THE NOTICE:   |  |  |  |  |  |  |  |  |  |
| 9              | (I) SHALL ALSO BE PUBLISHED AT LEAST ONCE EACH  |  |  |  |  |  |  |  |  |  |
| 10             | CALENDAR QUARTER IN ONE OR MORE NEWSPAPERS OF GENERAL CIRCULATION IN  |  |  |  |  |  |  |  |  |  |
| 11             | EACH COUNTY OF THE STATE; AND   |  |  |  |  |  |  |  |  |  |
| 12             | (II) SHALL CONTAIN:   |  |  |  |  |  |  |  |  |  |
| 13             | 1. A STATEMENT THAT THE ADMINISTRATOR   |  |  |  |  |  |  |  |  |  |
| 14             | MAINTAINS RECORDS OF THE NAMES AND LAST KNOWN ADDRESSES, IF ANY, OF   |  |  |  |  |  |  |  |  |  |
| 15             | PERSONS WHO APPEAR TO BE OWNERS OF ABANDONED PROPERTY;  |  |  |  |  |  |  |  |  |  |
|                |   |  |  |  |  |  |  |  |  |  |
| 16             | 2. A STATEMENT THAT ANY PERSON MAY SEARCH THE   |  |  |  |  |  |  |  |  |  |
| 17             | ADMINISTRATOR'S ABANDONED PROPERTY RECORDS THROUGH THE  |  |  |  |  |  |  |  |  |  |
| 18             | ADMINISTRATOR'S INTERNET WEB SITE;  |  |  |  |  |  |  |  |  |  |
| 19             | 3. The address of the Internet Web site; and  |  |  |  |  |  |  |  |  |  |
| 20             | 4. A PHONE NUMBER THAT A PERSON MAY CALL FOR  |  |  |  |  |  |  |  |  |  |
| 21             | ASSISTANCE IF THEY LACK INTERNET ACCESS.  |  |  |  |  |  |  |  |  |  |
| 22             | Article – Economic Development  |  |  |  |  |  |  |  |  |  |
| 23             | 10–523.   |  |  |  |  |  |  |  |  |  |
| 24<br>25<br>26 | (a) (3) (i) To assist the Corporation in complying with subsection (c) of this section, the Governor shall include each year in the State budget bill an appropriation to the Corporation for rural business development and assistance as follows: |  |  |  |  |  |  |  |  |  |
| 27             | 1. <b>[</b> for fiscal year 2011, \$2,750,000;  |  |  |  |  |  |  |  |  |  |
| 28             | 2. for fiscal year 2012, \$2,750,000;   |  |  |  |  |  |  |  |  |  |
| 29             | 3. for fiscal year 2013, \$2,875,000;   |  |  |  |  |  |  |  |  |  |

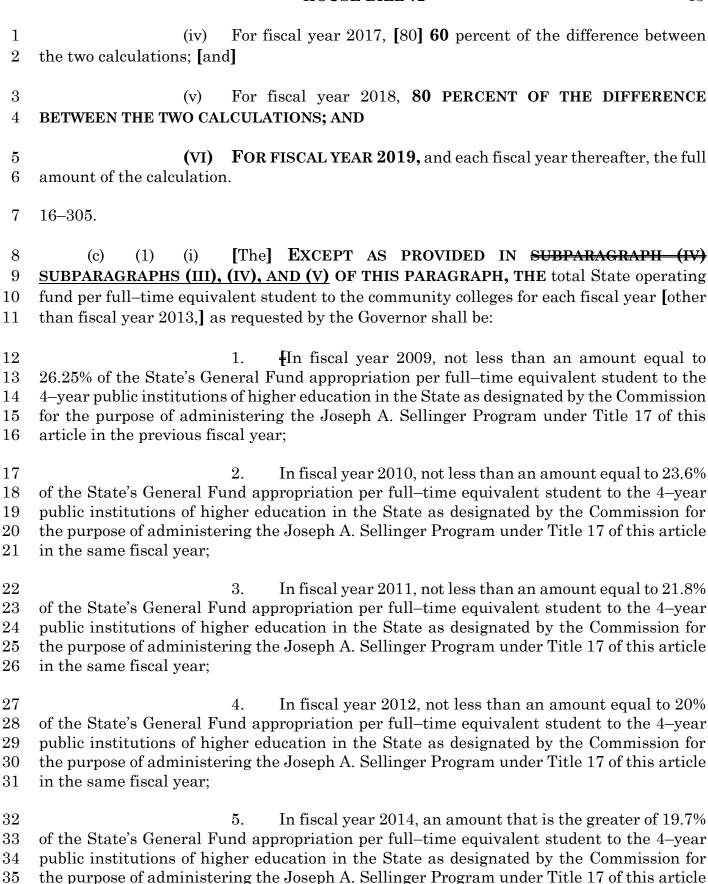
| 1               | 4. for fiscal year 2014, \$2,875,000;  |  |  |  |  |  |  |  |  |
|-----------------|--|--|--|--|--|--|--|--|--|
| 2               | 5.] for fiscal year 2015, \$2,875,000; and   |  |  |  |  |  |  |  |  |
| 3<br>4          | [6.] 2. for each of the fiscal years <b>2016</b> through [2021] <b>2024</b> , [\$4,000,000] <b>\$2,875,000</b> .   |  |  |  |  |  |  |  |  |
| 5<br>6<br>7     | (c) The Corporation shall conduct its financial affairs so that, by [the] FISCAL year [2021] <b>2025</b> , it is self—sufficient and in no further need of general operating support by the State. |  |  |  |  |  |  |  |  |
| 8               | Article - Education  |  |  |  |  |  |  |  |  |
| 9               | <u>5–114.</u>  |  |  |  |  |  |  |  |  |
| 10<br>11        | (a) (1) In this section[,"deficit"] THE FOLLOWING WORDS HAVE THE MEANINGS INDICATED.   |  |  |  |  |  |  |  |  |
| 12<br>13        | (2) "DEFICIT" means a negative fund balance in the General Fund [of 1% or more of General Fund revenue] at the end of the fiscal year.   |  |  |  |  |  |  |  |  |
| 14<br>15<br>16  | (3) "STRUCTURAL DEFICIT" MEANS A PROJECTED NEGATIVE FUND BALANCE IN THE GENERAL FUND THAT REQUIRES THE TRANSFER OF RESERVE FUNDS IN ORDER TO AVOID A DEFICIT.                                      |  |  |  |  |  |  |  |  |
| 17<br>18        | (b) The State Superintendent and the Department shall monitor the financial status of each local school system.  |  |  |  |  |  |  |  |  |
| 19<br>20<br>21  | (c) If a local school system does not file the annual audit results in a timely manner with the State Superintendent as required by § 5–109 of this subtitle, the State Superintendent shall:      |  |  |  |  |  |  |  |  |
| 22              | (1) Immediately notify:  |  |  |  |  |  |  |  |  |
| 23              | (i) The Department of Legislative Services;  |  |  |  |  |  |  |  |  |
| 24              | (ii) The county governing body; and  |  |  |  |  |  |  |  |  |
| $\frac{25}{26}$ | (iii) The local board and local superintendent or chief executive officer of the local school system; and  |  |  |  |  |  |  |  |  |
| 27              | (2) Order that the audit report be filed within 10 days.   |  |  |  |  |  |  |  |  |
| 28<br>29        | (d) (1) A local school system may not carry a deficit as reported in the annual audit under § 5–109 of this subtitle.  |  |  |  |  |  |  |  |  |

| 1   | (2) If a local school system has a deficit, the State Superintendent shall   |  |  |  |  |  |  |  |
|-----|--|--|--|--|--|--|--|--|
| 2   | immediately notify the Governor, the General Assembly, the Department of Legislative   |  |  |  |  |  |  |  |
| 3   | Services, and county governing body and shall require the local school system to:  |  |  |  |  |  |  |  |
|     |  |  |  |  |  |  |  |  |
| 4   | (i) Develop and submit for approval a corrective action cost   |  |  |  |  |  |  |  |
| 5   | containment plan within 15 days;   |  |  |  |  |  |  |  |
|     | <u></u>  |  |  |  |  |  |  |  |
| 6   | (ii) File monthly status reports with the State Superintendent and   |  |  |  |  |  |  |  |
| 7   | county governing body demonstrating actions taken to close the deficit and the effect of the   |  |  |  |  |  |  |  |
| 8   | actions taken on the deficit; and  |  |  |  |  |  |  |  |
| O   | actions taken on the deficit, and  |  |  |  |  |  |  |  |
| 9   | (iii) Include information on the corrective action cost containment  |  |  |  |  |  |  |  |
| 10  | plan, actions taken to close the deficit, and status of the deficit in the annual audit under §  |  |  |  |  |  |  |  |
|     | <del>-</del>   |  |  |  |  |  |  |  |
| 11  | 5–109 of this subtitle filed with the State Superintendent and county governing body.  |  |  |  |  |  |  |  |
| • • | (a) (b) T- (c) a superior of s |  |  |  |  |  |  |  |
| 12  | (3) (I) IF A LOCAL SCHOOL SYSTEM HAS A STRUCTURAL DEFICIT  |  |  |  |  |  |  |  |
| 13  | AND TRANSFERS RESERVE FUNDS INTO THE GENERAL FUND IN ORDER TO AVOID A  |  |  |  |  |  |  |  |
| 14  | DEFICIT, THE LOCAL SCHOOL SYSTEM IMMEDIATELY SHALL NOTIFY THE  |  |  |  |  |  |  |  |
| 15  | GOVERNOR, THE GENERAL ASSEMBLY, THE STATE SUPERINTENDENT, THE  |  |  |  |  |  |  |  |
| 16  | DEPARTMENT OF LEGISLATIVE SERVICES, AND THE COUNTY GOVERNING BODY.   |  |  |  |  |  |  |  |
|     |  |  |  |  |  |  |  |  |
| 17  | (II) THE STATE SUPERINTENDENT SHALL REQUIRE A LOCAL  |  |  |  |  |  |  |  |
| 18  | SCHOOL SYSTEM DESCRIBED IN SUBPARAGRAPH (I) OF THIS PARAGRAPH TO SUBMIT  |  |  |  |  |  |  |  |
| 19  | A CORRECTIVE ACTION COST CONTAINMENT PLAN WITHIN 15 DAYS AND FILE  |  |  |  |  |  |  |  |
| 20  | MONTHLY STATUS REPORTS WITH THE STATE SUPERINTENDENT AND COUNTY  |  |  |  |  |  |  |  |
| 21  |  |  |  |  |  |  |  |  |
|     |  |  |  |  |  |  |  |  |
| 22  | STRUCTURAL DEFICIT, THE EFFECT OF THE ACTIONS TAKEN ON THE STRUCTURAL  |  |  |  |  |  |  |  |
| 23  | DEFICIT, AND A SCHEDULE TO REPAY THE RESERVE FUND.   |  |  |  |  |  |  |  |
| 0.4 |  |  |  |  |  |  |  |  |
| 24  | (4) The State Superintendent shall include information on any local school   |  |  |  |  |  |  |  |
| 25  | system deficit OR STRUCTURAL DEFICIT, corrective action cost containment plan, actions   |  |  |  |  |  |  |  |
| 26  | taken to close a local school system deficit OR STRUCTURAL DEFICIT, and status of any  |  |  |  |  |  |  |  |
| 27  | local school system deficit OR STRUCTURAL DEFICIT in a quarterly report to the Governor  |  |  |  |  |  |  |  |
| 28  | and the General Assembly, in accordance with § 2–1246 of the State Government Article.   |  |  |  |  |  |  |  |
|     |  |  |  |  |  |  |  |  |
| 29  | [(4)] (5) If a local school system has a deficit <b>OR STRUCTURAL DEFICIT</b> :  |  |  |  |  |  |  |  |
|     |  |  |  |  |  |  |  |  |
| 30  | (i) The Office of Legislative Audits may request any financial   |  |  |  |  |  |  |  |
| 31  | information pertaining to the deficit OR STRUCTURAL DEFICIT and the corrective action  |  |  |  |  |  |  |  |
| 32  | cost containment plan; and   |  |  |  |  |  |  |  |
| - — |  |  |  |  |  |  |  |  |
| 33  | (ii) The local superintendent or chief executive officer of a local  |  |  |  |  |  |  |  |
| 34  | school system shall provide the requested information.   |  |  |  |  |  |  |  |
| 0 1 |  |  |  |  |  |  |  |  |

| 1<br>2<br>3<br>4<br>5<br>6 | (e) If a local school system fails to comply with the requirements of this section, the State Superintendent, with the approval of the State Board of Education, shall notify the State Comptroller, who shall withhold 10% of the next installment and each subsequent installment due the local school system from the General State School Fund until the State Superintendent notifies the Comptroller that the local school system is in full compliance with the requirements of this section. |  |  |  |  |  |  |  |
|----------------------------|--|--|--|--|--|--|--|--|
| 7                          | 5–202.   |  |  |  |  |  |  |  |
| 8                          | (a) (13) "Target per pupil foundation amount" means:   |  |  |  |  |  |  |  |
| 9<br>10                    | (ii) Except as provided in items (iii) [and], (iv), (V), AND (VI) of this paragraph, in subsequent fiscal years:   |  |  |  |  |  |  |  |
| 11<br>12                   | 1. The target per pupil foundation amount for the prior fiscal year increased by the same percentage as the lesser of:   |  |  |  |  |  |  |  |
| 13<br>14                   | A. The increase in the implicit price deflator for State and local government expenditures for the second prior fiscal year;   |  |  |  |  |  |  |  |
| 15<br>16<br>17             | B. The Consumer Price Index for All Urban Consumers for the Washington–Baltimore metropolitan area, or any successor index, for the second prior fiscal year; or   |  |  |  |  |  |  |  |
| 18                         | <del>C.</del> <del>5%; or</del>  |  |  |  |  |  |  |  |
| 19                         | 2. If there is no increase in the implicit price deflator for  |  |  |  |  |  |  |  |
| 20                         | State and local government expenditures for the second prior fiscal year or in the Consumer  |  |  |  |  |  |  |  |
| 21                         | Price Index for All Urban Consumers for the Washington-Baltimore metropolitan area, or   |  |  |  |  |  |  |  |
| 22                         | any successor index, for the second prior fiscal year, the target per pupil foundation amount  |  |  |  |  |  |  |  |
| 23                         | for the prior fiscal year;   |  |  |  |  |  |  |  |
| 24                         | (iii) In fiscal year 2012, \$6,694; [and]  |  |  |  |  |  |  |  |
| 25                         | (iv) In each of fiscal years 2013 through 2015:  |  |  |  |  |  |  |  |
| 26<br>27                   | 1. The target per pupil foundation amount for the prior fiscal year increased by the same percentage as the lesser of:   |  |  |  |  |  |  |  |
| 28<br>29                   | A. The increase in the implicit price deflator for State and local government expenditures for the second prior fiscal year;   |  |  |  |  |  |  |  |
| 30<br>31<br>32             | B. The Consumer Price Index for All Urban Consumers for the Washington–Baltimore metropolitan area, or any successor index, for the second prior fiscal year; or   |  |  |  |  |  |  |  |

<del>C.</del> <del>1%; or</del>

| 1                    |   | 2                    | If there is no increase in the implicit price deflator for  |  |  |  |  |  |  |
|----------------------|---|----------------------|---|--|--|--|--|--|--|
| 2                    | State and local govern  | <del>nment</del>     | expenditures for the second prior fiscal year or in the Consumer  |  |  |  |  |  |  |
| 3                    | Price Index for All Urban Consumers for the Washington-Baltimore metropolitan area, or        |                      |   |  |  |  |  |  |  |
| 4                    | any successor index, for the second prior fiscal year, the target per pupil foundation amount |                      |   |  |  |  |  |  |  |
| 5                    | for the prior fiscal year;  |                      |   |  |  |  |  |  |  |
|                      |   |                      |   |  |  |  |  |  |  |
| 6                    | <del>()</del>   | <del>V)</del> H      | N FISCAL YEAR 2016, \$6,860; AND  |  |  |  |  |  |  |
| 7                    | <del>(1</del>   | <del>/I)</del>       | N EACH OF FISCAL YEARS 2017 THROUGH 2020:   |  |  |  |  |  |  |
| 8                    |   | 1                    | THE TARGET PER PUPIL FOUNDATION AMOUNT FOR  |  |  |  |  |  |  |
| 9                    | THE DDIOD FIGURE  | _                    |   |  |  |  |  |  |  |
| 9                    | THE PRIOR PISCAL  | <del>I E/XIC</del> I | NCREASED BY THE SAME PERCENTAGE AS THE LESSER OF:   |  |  |  |  |  |  |
| 10                   |   | <b>A</b>             | THE INCREASE IN THE IMPLICIT PRICE DEEL ATTOR   |  |  |  |  |  |  |
| 10                   | TOD COLUMN AND A  | <del>/1</del>        | THE INCREASE IN THE IMPLICIT PRICE DEFLATOR   |  |  |  |  |  |  |
| 11                   |   | <del>OCAL</del>      | GOVERNMENT EXPENDITURES FOR THE SECOND PRIOR  |  |  |  |  |  |  |
| 12                   | FISCAL YEAR;  |                      |   |  |  |  |  |  |  |
|                      |   |                      |   |  |  |  |  |  |  |
| 13                   |   | ₽                    |   |  |  |  |  |  |  |
| 14                   | CONSUMERS FOR T   | THE W                | ASHINGTON BALTIMORE METROPOLITAN AREA, OR ANY   |  |  |  |  |  |  |
| 15                   | SUCCESSOR INDEX,  | FOR T                | THE SECOND PRIOR FISCAL YEAR; OR  |  |  |  |  |  |  |
|                      |   |                      |   |  |  |  |  |  |  |
| 16                   |   | €                    | 1. 1%; AND  |  |  |  |  |  |  |
|                      |   |                      |   |  |  |  |  |  |  |
| 17                   |   | <u>2</u>             | IF THERE IS NO INCREASE IN THE IMPLICIT PRICE   |  |  |  |  |  |  |
| 18                   | DEFLATOR FOR STA  | TE AN                | ID LOCAL GOVERNMENT EXPENDITURES FOR THE SECOND   |  |  |  |  |  |  |
| 19                   | PRIOR FISCAL VE/  | AR OF                | IN THE CONSUMER PRICE INDEX FOR ALL URBAN   |  |  |  |  |  |  |
| 20                   |   |                      | ASHINGTON-BALTIMORE METROPOLITAN AREA, OR ANY   |  |  |  |  |  |  |
| 21                   |   |                      | THE SECOND PRIOR FISCAL YEAR, THE TARGET PER PUPIL  |  |  |  |  |  |  |
| 22                   | · ·   |                      | •   |  |  |  |  |  |  |
| 44                   | TOUNDATION AMOU   | <del>IN I BI</del>   | IALL BE THE AMOUNT FOR THE PRIOR FISCAL YEAR.   |  |  |  |  |  |  |
| 23<br>24<br>25<br>26 | aid under paragraph<br>paragraph (3) of this  | (3)(ii)<br>subse     | mount of State aid for a county, using the calculation of State of this subsection, is the greater of the two calculations under ction, payment of any increase in State aid resulting from the calculations shall be phased in as follows: |  |  |  |  |  |  |
| 27<br>28             | calculations;   | ) F                  | or fiscal year 2014, 20 percent of the difference between the two   |  |  |  |  |  |  |
| 29<br>30             | calculations;   | i) F                 | or fiscal year 2015, 40 percent of the difference between the two   |  |  |  |  |  |  |
| 31<br>32             | (in the two calculations;   | ii) F                | or fiscal year 2016, [60] 40 percent of the difference between  |  |  |  |  |  |  |



in the same fiscal year or \$1,839.47 per full-time equivalent student;

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- 6. In fiscal year 2015, an amount that is the greater of 19.7% of the State's General Fund appropriation per full—time equivalent student to the 4—year public institutions of higher education in the State as designated by the Commission for the purpose of administering the Joseph A. Sellinger Program under Title 17 of this article in the same fiscal year or \$1,839.47 per full—time equivalent student;
- 7. [In fiscal year 2016, not less than an amount equal to 20.0% of the State's General Fund appropriation per full—time equivalent student to the 4—year public institutions of higher education in the State as designated by the Commission for the purpose of administering the Joseph A. Sellinger Program under Title 17 of this article in the same fiscal year;
- 11 8.] In fiscal year 2017, not less than an amount equal to 20.5%
  12 of the State's General Fund appropriation per full—time equivalent student to the 4—year
  13 public institutions of higher education in the State as designated by the Commission for
  14 the purpose of administering the Joseph A. Sellinger Program under Title 17 of this article
  15 in the same fiscal year;
- [9.] \( \frac{1}{2} \) \( \frac{8}{2} \) In fiscal year 2018, not less than an amount equal to 21.0% of the State's General Fund appropriation per full—time equivalent student to the 4—year public institutions of higher education in the State as designated by the Commission for the purpose of administering the Joseph A. Sellinger Program under Title 17 of this article in the same fiscal year;
- [10.] 3. 9. In fiscal year 2019, not less than an amount equal to 22.0% of the State's General Fund appropriation per full—time equivalent student to the 4—year public institutions of higher education in the State as designated by the Commission for the purpose of administering the Joseph A. Sellinger Program under Title 17 of this article in the same fiscal year;
- [11.] 4. 10. In fiscal year 2020, not less than an amount equal to 23% of the State's General Fund appropriation per full—time equivalent student to the 4—year public institutions of higher education in the State as designated by the Commission for the purpose of administering the Joseph A. Sellinger Program under Title 17 of this article in the same fiscal year;
- [12.] 5-11. In fiscal year 2021, not less than an amount equal to 25% of the State's General Fund appropriation per full—time equivalent student to the 4—year public institutions of higher education in the State as designated by the Commission for the purpose of administering the Joseph A. Sellinger Program under Title 17 of this article in the same fiscal year;
- [13.] 6-12. In fiscal year 2022, not less than an amount equal to 27% of the State's General Fund appropriation per full—time equivalent student to the 4—year public institutions of higher education in the State as designated by the Commission

- for the purpose of administering the Joseph A. Sellinger Program under Title 17 of this article in the same fiscal year; and
- 3 [14.] 7-13. In fiscal year 2023 and each fiscal year thereafter,
- 4 not less than an amount equal to 29% of the State's General Fund appropriation per
- 5 full-time equivalent student to the 4-year public institutions of higher education in the
- 6 State as designated by the Commission for the purpose of administering the Joseph A.
- 7 Sellinger Program under Title 17 of this article in the same fiscal year.
- 8 **f**(iii) Notwithstanding the provisions of subparagraph (i) of this paragraph, the total State operating funds to be distributed under this subsection to the community colleges for each of fiscal years 2011 and 2012 shall be \$194,407,432.
- 11 (iv) In fiscal year 2013, the total State operating funds for community colleges shall be \$199,176,114, to be distributed as follows:

| · · |        | -   |   |
|-----|--------|-----|---|
| 13  | -<br>- | 1.  | Allegany College\$4,773,622;                        |
| 14  | 4      | 2.  | Anne Arundel Community College\$27,235,329;         |
| 15  |        | 3.  | Community College of Baltimore County\$34,398,366;  |
| 16  | 4      | 4.  | Carroll Community College\$6,851,515;               |
| 17  | Ę      | 5.  | Cecil Community College\$4,645,751;                 |
| 18  | (      | 6.  | College of Southern Maryland\$10,902,580;           |
| 19  | ,      | 7.  | Chesapeake College\$5,675,815;                      |
| 20  | 8      | 8.  | Frederick Community College\$8,145,648;             |
| 21  | 9      | 9.  | Garrett College\$2,246,709;                         |
| 22  | -<br>- | 10. | Hagerstown Community College\$6,965,064;            |
| 23  | -      | 11. | Harford Community College\$9,990,806;               |
| 24  | -      | 12. | Howard Community College\$12,584,485;               |
| 25  | -      | 13. | Montgomery College\$35,998,553;                     |
| 26  | -      | 14. | Prince George's Community College \$22,013,074; and |
|     |        |     |   |

15.

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| 1<br>2<br>3 | (HI) (Y<br>FUNDS FOR COMMUNIT<br>DISTRIBUTED AS FOLLO | Y COI      |               | •                         | STATE OPERATING 222,744,620, TO BE                 |
|-------------|---|------------|---------------|---------------------------|--|
| 4           |   | 1.         | ALLEGANY COLI | ÆGE <del>\$4,5</del>      | <del>92,847</del> <u>\$4,850,443</u> ;             |
| 5<br>6      | COLLEGE   |            | Anne          |                           | COMMUNITY <u>1,464 \$28,715,483;</u>               |
| 7<br>8      | COUNTY  |            |               |                           | DF BALTIMORE 338,637,668;                          |
| 9<br>10     | COLLEGE   | 4.         | CARROLL       | <del>\$7,1</del>          | COMMUNITY<br><del>94,863</del> <u>\$7,345,653;</u> |
| 11<br>12    |   | <b>5.</b>  | CECIL         |                           | COMMUNITY  |
| 13<br>14    | MARYLAND  |            |               |                           | SOUTHERN<br><del>0,598</del> <u>\$13,017,885</u> ; |
| 15          |   | 7.         | CHESAPEAKE CO | OLLEGE \$6,0              | <del>09,400</del> <u>\$6,142,473;</u>              |
| 16<br>17    | College   | 8.         | FREDERICK     | \$ <del>8,7</del>         | COMMUNITY 95,333 \$8,975,284;                      |
| 18          |   | 9.         | GARRETT COLLE | EGE \$2,5                 | <del>15,927</del> <u>\$2,561,002;</u>              |
| 19<br>20    | <b>\$7,620,412</b> ;                                  | 10.        | HAGERSTOWN C  | OMMUNITY COLL             | EGE <del>\$7,500,700</del>                         |
| 21<br>22    | <u>\$10,865,634;</u>                                  | 11.        | HARFORD COMM  | IUNITY COLLEGE            | <del>\$10,754,623</del>                            |
| 23<br>24    | <u>\$15,723,055;</u>                                  | 12.        | HOWARD COMM   | UNITY COLLEGE             | <del>\$15,643,389</del>                            |
| 25          |   | 13.        | MONTGOMERY C  | OLLEGE <del>\$39,67</del> | <del>9,904</del> <u>\$40,000,786;</u>              |
| 26<br>27    | COLLEGE   | 14.        | PRINCE        |                           | COMMUNITY \$26,072,537; AND                        |
| 28<br>29    | <u>\$7,108,241</u> .                                  | <b>15.</b> | WOR-WIC COMM  | IUNITY COLLEGE            | <del>\$6,723,956</del>                             |

- 1 NOTWITHSTANDING THE PROVISIONS OF SUBPARAGRAPH 2 (I) OF THIS PARAGRAPH, FOR FISCAL YEAR 2017 AND EACH FISCAL YEAR 3 THEREAFTER, THE PERCENTAGE INCREASE IN APPROPRIATION OVER THE 4 PREVIOUS FISCAL YEAR MAY NOT EXCEED THE PERCENTAGE BY WHICH THE 5 PROJECTED TOTAL GENERAL FUND REVENUES FOR THE UPCOMING FISCAL YEAR 6 EXCEED THE REVISED ESTIMATE OF TOTAL GENERAL FUND REVENUES FOR THE CURRENT FISCAL YEAR, AS REFLECTED IN THE DECEMBER REPORT OF ESTIMATED 7 STATE REVENUES SUBMITTED BY THE BOARD OF REVENUE ESTIMATES TO THE 8 GOVERNOR UNDER § 6-106(B) OF THE STATE FINANCE AND PROCUREMENT 9 10 ARTICLE, LESS 1%.
- 11 17–104.
- (a) (1) Except as provided in paragraphs (2) and (3) (2), (3), AND (4) of this subsection, the Maryland Higher Education Commission shall compute the amount of the annual apportionment for each institution that qualifies under this subtitle by multiplying the number of full—time equivalent students enrolled at the institution during the fall semester of the fiscal year preceding the fiscal year for which the aid apportionment is made, as determined by the Maryland Higher Education Commission by:
- 18 (i) In fiscal year 2009, an amount not less than 16% of the State's General Fund per full-time equivalent student appropriation to the 4-year public institutions of higher education in this State for the preceding fiscal year;
- 21 (ii) In fiscal year 2010, an amount not less than 12.85% of the State's 22 General Fund per full-time equivalent student appropriation to the 4-year public 23 institutions of higher education in the State for the same fiscal year;
- 24 (iii) In fiscal year 2011, an amount not less than 9.8% of the State's 25 General Fund per full-time equivalent student appropriation to the 4-year public 26 institutions of higher education in this State for the same fiscal year;
- 27 (iv) In fiscal year 2012, an amount not less than 9.2% of the State's General Fund per full-time equivalent student appropriation to the 4-year public institutions of higher education in this State for the same fiscal year;
- 30 (v) In fiscal year 2014, an amount that is the greater of 9.4% of the 31 State's General Fund per full-time equivalent student appropriation to the 4-year public 32 institutions of higher education in this State for the same fiscal year or \$875.53 per 33 full-time equivalent student;
- 34 (vi) In fiscal year 2015, an amount that is the greater of 9.4% of the 35 State's General Fund per full—time equivalent student appropriation to the 4—year public 36 institutions of higher education in this State for the same fiscal year or \$875.53 per 37 full—time equivalent student;

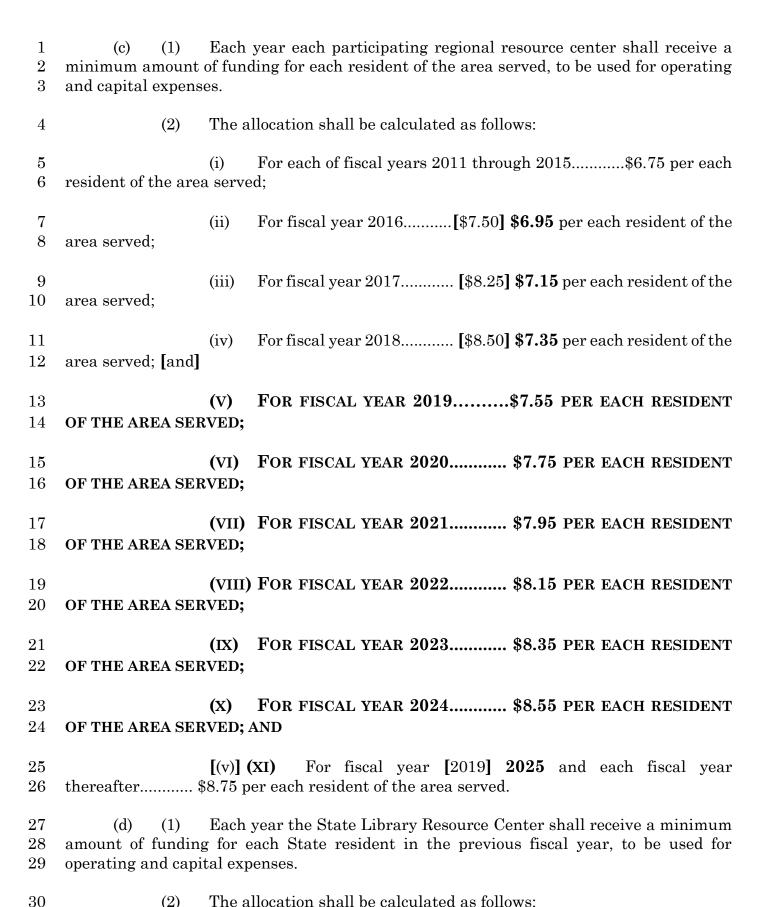
| 1<br>2<br>3                      | (vii) In fiscal year 2016, an amount not less than 9.6% of the State's General Fund per full-time equivalent student appropriation to the 4-year public institutions of higher education in this State for the same fiscal year;   |
|----------------------------------|--|
| 4<br>5<br>6                      | (viii)] In fiscal year 2017, an amount not less than 10.1% of the State's General Fund per full-time equivalent student appropriation to the 4-year public institutions of higher education in this State for the same fiscal year;  |
| 7<br>8<br>9                      | [(ix)] (H) (VIII) In fiscal year 2018, an amount not less than 10.5% of the State's General Fund per full—time equivalent student appropriation to the 4—year public institutions of higher education in this State for the same fiscal year;  |
| 10<br>11<br>12                   | [(x)] (IX) In fiscal year 2019, an amount not less than 10.8% of the State's General Fund per full—time equivalent student appropriation to the 4—year public institutions of higher education in this State for the same fiscal year;   |
| 13<br>14<br>15                   | [(xi)] (X) In fiscal year 2020, an amount not less than 11.1% of the State's General Fund per full—time equivalent student appropriation to the 4—year public institutions of higher education in this State for the same fiscal year; and   |
| 16<br>17<br>18<br>19             | [(xii)] (XI) In fiscal year 2021 and each fiscal year thereafter, an amount not less than 15.5% of the State's General Fund per full—time equivalent student appropriation to the 4—year public institutions of higher education in this State for the same fiscal year.   |
| 20<br>21<br>22<br>23<br>24<br>25 | <b>{</b> (2) For each of fiscal years 2011 and 2012, the total amount of the aid provided under this subtitle shall be \$38,445,958, to be allocated among the institutions that qualify under this subtitle in proportion to the number of full—time equivalent students enrolled at each institution during the fall semester of the fiscal year preceding the fiscal year for which the aid apportionment is made, as determined by the Maryland Higher Education Commission. |
| 26<br>27                         | (3) In fiscal year 2013, the total amount of aid due to all institutions shall be \$38,056,175.}   |
| 28<br>29                         | (2) In fiscal year 2016, the total amount of aid due to all institutions shall be \$41,422,240 to be distributed as follows:   |
| 30                               | (I) CAPITOL COLLEGE\$497,379;  |
| 31                               | (H) NOTRE DAME OF MARYLAND UNIVERSITY\$1,460,006;  |
| 32                               | (III) WASHINGTON ADVENTIST UNIVERSITY\$834,640;  |
| 33                               | (IV) GOUCHER COLLEGE\$1,638,923;   |

| 1  | <del>(V)</del>           | Hood College                             | <del>\$1,542,917;</del>    |
|----|--------------------------|--|----------------------------|
| 2  | <del>(VI)</del>          | JOHNS HOPKINS UNIVERSITY                 | \$18,108,588;              |
| 3  | <del>(VII)</del>         | LOYOLA UNIVERSITY MARYLAND               | <del>\$4,792,569;</del>    |
| 4  | <del>(VIII</del>         | MARYLAND INSTITUTE OF ART                | <del>\$2,040,049;</del>    |
| 5  | <del>(IX)</del>          | McDaniel College                         | <del>\$2,184,320;</del>    |
| 6  | <del>(X)</del>           | MOUNT ST. MARY'S UNIVERSITY              | <del>\$1,754,630;</del>    |
| 7  | <del>(XI)</del>          | ST. JOHN'S COLLEGE                       | \$548,433;                 |
| 8  | <del>(XII)</del>         | SOJOURNER-DOUGLASS COLLEGE               | <del>\$855,898;</del>      |
| 9  | <del>(XIII</del>         | STEVENSON UNIVERSITY\$                   | <del>3,653,834; AND</del>  |
| 10 | <del>(XIV</del>          | WASHINGTON COLLEGE                       | <del>\$1,510,054.</del>    |
| 11 | <del>(3)</del> Not       | WITHSTANDING THE PROVISIONS OF PARAGRA   | <del>\PH (1) OF THIS</del> |
| 12 | , ,                      | CAL YEAR 2017 AND EACH FISCAL YEAR THE   | , ,                        |
| 13 | PERCENTAGE INCREAS       | SE IN APPROPRIATION OVER THE PREVIOUS FI | <del>SCAL YEAR MAY</del>   |
| 14 | NOT EXCEED THE PER       | CENTAGE BY WHICH THE PROJECTED TOTAL (   | SENERAL FUND               |
| 15 | REVENUES FOR THE U       | PCOMING FISCAL YEAR EXCEED THE REVISE    | <del>D ESTIMATE OF</del>   |
| 16 | TOTAL GENERAL FUN        | D REVENUES FOR THE CURRENT FISCAL YEAR,  | AS REFLECTED               |
| 17 |                          | EPORT OF ESTIMATED STATE REVENUES SUBI   |                            |
| 18 | BOARD OF REVENUE         | ESTIMATES TO THE GOVERNOR UNDER § 6-     | 106(B) OF THE              |
| 19 |                          | PROCUREMENT ARTICLE, LESS 1%.            | ` ,                        |
| 20 | (4) IN F                 | ISCAL YEAR 2016, THE TOTAL AMOUNT OF THE | AID PROVIDED               |
| 21 | UNDER THIS SUBTITE       | E SHALL BE \$42,822,240, TO BE ALLOCATE  | D AMONG THE                |
| 22 | <b>INSTITUTIONS THAT</b> | QUALIFY UNDER THIS SUBTITLE IN PROPO     | RTION TO THE               |
| 23 | NUMBER OF FULL-TIME      | IE EQUIVALENT STUDENTS ENROLLED AT EAC   | H INSTITUTION              |
| 24 | DURING THE FALL SI       | EMESTER OF FISCAL YEAR 2015, AS DETER    | MINED BY THE               |
| 25 | MARYLAND HIGHER E        | EDUCATION COMMISSION.                    |                            |
| 26 | <del>23 108.</del>       |  |                            |

[The] ON OR AFTER OCTOBER 1, 2015, THE Division of Library 27Development and Services shall establish the Deaf Culture Digital Library as the primary 28 29

information center on deaf resources for library customers and staff in the State.

(2)



| $\frac{1}{2}$              | resident;                          | (i)                 | For each of fiscal years 2010 through 2016\$1.67 per State  |
|----------------------------|------------------------------------|---------------------|---|
| 3                          |                                    | (ii)                | For fiscal year 2017[\$1.73] <b>\$1.69</b> per State resident;  |
| 4<br>5                     | [and]                              | (iii)               | For fiscal year 2018[\$1.79] <b>\$1.71</b> per State resident;  |
| 6                          |                                    | (IV)                | FOR FISCAL YEAR 2019 \$1.73 PER STATE RESIDENT;   |
| 7                          |                                    | <b>(</b> V <b>)</b> | FOR FISCAL YEAR 2020\$1.75 PER STATE RESIDENT;  |
| 8                          |                                    | (VI)                | FOR FISCAL YEAR 2021\$1.77 PER STATE RESIDENT;  |
| 9                          |                                    | (VII)               | FOR FISCAL YEAR 2022\$1.79 PER STATE RESIDENT;  |
| 10                         |                                    | (VIII)              | FOR FISCAL YEAR 2023\$1.81 PER STATE RESIDENT;  |
| 11<br>12                   | AND                                | (IX)                | FOR FISCAL YEAR 2024\$1.83 PER STATE RESIDENT;  |
| 13<br>14                   | thereafter\$                       |                     | (X) For fiscal year [2019] <b>2025</b> and each fiscal year State resident.   |
| 15<br>16<br>17<br>18<br>19 | Maryland Library equivalent to [at | for th              | in fiscal year 2016 and in each fiscal year thereafter, the THE see Blind and Physically Handicapped shall receive an amount 25%] THE PERCENTAGE of the amount received by the State for the same fiscal year under subsection (d) of this section AS |
| 20                         | <del>(1)</del>                     | For 1               | FISCAL YEAR 2016, 2.5%;   |
| 21                         | <del>(2)</del>                     | For 1               | FISCAL YEAR 2017, 5%;   |
| 22                         | <del>(3)</del>                     | For 1               | FISCAL YEAR 2018, 7.5%;   |
| 23                         | <del>(4)</del>                     | For 1               | FISCAL YEAR 2019, 10%;  |
| 24                         | <del>(5)</del>                     | For 1               | FISCAL YEAR 2020, 12.5%;  |
| 25                         | <del>(6)</del>                     | For 1               | FISCAL YEAR 2021, 15%;  |
| 26                         | <del>(7)</del>                     | For 1               | FISCAL YEAR 2022, 17.5%;  |
| 27                         | <del>(8)</del>                     | For 1               | FISCAL YEAR 2023, 20%;  |

| 1           |                                    | <del>(9)</del>           | <del>For</del>      | FISCAL YEAR 2024, 22.5%; AND   |
|-------------|------------------------------------|--------------------------|---------------------|--|
| 2 3         | <del>25%.</del>                    | <del>(10)</del>          | For                 | FISCAL YEAR 2025 AND EACH FISCAL YEAR THEREAFTER   |
| 4           | 23–503.                            |                          |                     |  |
| 5<br>6<br>7 | (b)<br>library prog<br>and capital |                          | all be              | county public library system that participates in the minimum provided for each resident of the county, to be used for operating |
| 8           |                                    |                          | (i)                 | For each of fiscal years 2011 through 2015 – \$14.00;  |
| 9           |                                    |                          | (ii)                | For fiscal year 2016 – [\$15.00] <b>\$14.27</b> ;  |
| 10          |                                    |                          | (iii)               | For fiscal year 2017 – [\$16.00] <b>\$14.54</b> ;  |
| 11          |                                    |                          | (iv)                | For fiscal year 2018 – [\$16.30] <b>\$14.81</b> ; [and]  |
| 12          |                                    |                          | (v)                 | FOR FISCAL YEAR 2019 – \$15.08;  |
| 13          |                                    |                          | (VI)                | FOR FISCAL YEAR 2020 – \$15.35;  |
| 14          |                                    |                          | (VII)               | FOR FISCAL YEAR 2021 – \$15.62;  |
| 15          |                                    |                          | (VIII)              | FOR FISCAL YEAR 2022 – \$15.89;  |
| 16          |                                    |                          | (IX)                | FOR FISCAL YEAR 2023 – \$16.16;  |
| 17          |                                    |                          | <b>(</b> X <b>)</b> | FOR FISCAL YEAR 2024 – \$16.43; AND  |
| 18<br>19    | - \$16.70.                         |                          | [(v)] (             | (XI) For fiscal year [2019] <b>2025</b> and each fiscal year thereafter  |
| 20          |                                    |                          |                     | Article - Health - General   |
| 21          | <del>2-302.</del>                  |                          |                     |  |
| 22          | <del>(b)</del>                     | The f                    | unding              | <del>; shall be:</del>   |
| 23<br>24    | <del>year] 2016,</del>             | <del>(3)</del><br>\$41,7 |                     | ACH OF fiscal [year] YEARS 2015 and [each subsequent fiscal<br>9; AND  |
| 25          |                                    | <del>(4)</del>           | For:                | FISCAL YEAR 2017 AND EACH SUBSEQUENT FISCAL YEAR, the  |

amount of funding for the preceding fiscal year adjusted for:

| 1               | (i) Inflation, as measured by the Consumer Price Index (All Urban                          |
|-----------------|--|
| 2               | Consumers), for the second preceding fiscal year, calculated by the U.S. Department of     |
| 3               | Commerce; and  |
| 4               | (ii) Population growth, as measured by the growth in the total                             |
| 5               | population of the State for the second preceding fiscal year, according to the most recent |
| 6               | statistics available through the Department of Health and Mental Hygiene.                  |
|                 |  |
| 7               | <del>7–307.</del>  |
| 8               | (d) (1) The Governor's proposed budget for fiscal year 2016 shall include a                |
| 9               | [3.5%] 1.75% rate increase for community service providers over the funding provided in    |
| 10              | the legislative appropriation for Object 08 Contractual Services in Program M00M01.02      |
| 11              | Community Services for fiscal year 2015.   |
| 10              | 10 1110  |
| 12              | <del>13-1116.</del>  |
| 13              | (a) <del>[(1)</del> (i) For each of fiscal years 2011 and 2012:                            |
|                 | · / · / · · · · · · · · · · · · · ·  |
| 14              | 1. The Governor shall include at least \$2,400,000 in the                                  |
| 15              | annual budget in appropriations for the Statewide Academic Health Center Cancer            |
| 16              | Research Grants under this section; and  |
|                 |  |
| 17              | 2. The Grants shall be distributed between the Statewide                                   |
| 18              | Academic Health Centers as follows:  |
| 19              | A. \$2,007,300 to the University of Maryland Medical Group;                                |
| 20              | and  |
| 20              | unu -  |
| 21              | B. \$392,700 to the Johns Hopkins Institutions.  |
|                 |  |
| 22              | (ii) For fiscal year 2013 and each fiscal year thereafter:                                 |
| 23              | 1. The Governor shall include at least \$13,000,000 in the                                 |
| $\frac{26}{24}$ | annual budget in appropriations for the Statewide Academic Health Center Cancer            |
| $\frac{24}{25}$ | Research Grants under this section; and  |
| 20              | wesearch Grants under this section, and  |
| 26              | 2. The Grants shall be distributed according to historical                                 |
| 27              | allocations between the Academic Health Centers.]  |
|                 |  |
| 28              | (1) FOR FISCAL YEAR 2016 AND EACH FISCAL YEAR THEREAFTER,                                  |
| 29              | THE GOVERNOR SHALL INCLUDE AT LEAST \$5,800,000 IN THE ANNUAL BUDGET IN                    |
| 30              | APPROPRIATIONS FOR THE STATEWIDE ACADEMIC HEALTH CENTER CANCER                             |
| 31              | RESEARCH GRANTS UNDER THIS SECTION.  |

#### Article - Insurance

- 2 <del>31-107.2.</del>
- 3 (a) [(1)] For State fiscal year 2015 and for each State fiscal year thereafter, from 4 the funds received from the distribution of the premium tax under § 6–103.2 of this article, 5 the Governor shall provide an appropriation in the State budget adequate to fully fund the 6 operations of the Exchange.
- 9 (ii) For each State fiscal year thereafter, the appropriation shall be 10 no less than \$35,000,000.1

### Article - Local Government

12 <del>16-501.</del>

- 13 (e) (1) THIS SUBSECTION DOES NOT APPLY TO FISCAL YEARS BEGINNING
  14 WITH FISCAL YEAR 2016.
- 15 (2) Except as provided in paragraph [(2)] (3) of this subsection, for fiscal 16 year 2011 and each subsequent fiscal year, the distribution provided to any county or 17 Baltimore City under this section may not exceed the amount distributed to the county or 18 Baltimore City for fiscal year 2010.
- 19 **[(2)] (3)** (i) If a county or Baltimore City has a county income tax rate 20 of at least 2.8% but less than 3%, the county or Baltimore City may receive a minimum of 21 20% of the amount determined under subsection (e)(3) of this section.
- 22 (ii) If a county or Baltimore City has a county income tax rate of at least 3% but less than 3.2%, the county or Baltimore City may receive a minimum of 40% of the amount determined under subsection (c)(3) of this section.
- 25 (iii) If a county or Baltimore City has a county income tax rate of at 26 least 3.2%, the county or Baltimore City may receive a minimum of 60% of the amount 27 determined under subsection (c)(3) of this section.
- 28 (F) (1) NOTWITHSTANDING ANY OTHER PROVISION OF THIS SECTION, IN
  29 FISCAL YEAR 2016 AND EACH FISCAL YEAR THEREAFTER THE TOTAL AMOUNT OF
  30 THE DISTRIBUTION PROVIDED UNDER THIS SECTION MAY NOT EXCEED
  31 \$127.708.537.
- 32 (2) If the total amount required by calculating the grants
  33 UNDER SUBSECTION (C) OF THIS SECTION WOULD EXCEED \$127,708,537, THE

#### 1 GRANTS SHALL BE ALLOCATED IN THE SAME PROPORTION AS WOULD BE PROVIDED 2 UNDER SUBSECTION (C) OF THIS SECTION. 3 Article - Natural Resources 5-212.4 5 (2) For fiscal years 2012 [and], 2013, 2015, AND 2016 only, the payments (g) 6 under paragraph (1)(ii) of this subsection shall be based only on the revenue derived from 7 sales of timber. 8 5-212.1.9 **(2)** Subject to subparagraph (ii) of this paragraph, each county in (g) (i) which any State forest or park is located shall be paid annually out of the Account: 10 11 If the State forest or park reserve comprises less than 10% 12 of the total land area of the county, a sum equal to 15% of the net revenue derived from 13 concession operations within a State forest or park located in that county; or 14 2. If the State forest or park reserve comprises 10% or more of the total land area of the county, a sum equal to 25% of the net revenue derived from 15 16 concession operations within a State forest or park located in that county. 17 For fiscal years [2012 and 2013] **2015** AND **2016** only, the (ii) 18 payments under subparagraph (i) of this subsection may not be made. 8-709. 19 20 (d) Notwithstanding the provisions of subsection (a) of this section: 21(1)For fiscal year 2006 through fiscal year 2009, as provided in the State 22 budget, the Department may use up to the following percentage of the moneys in the 23 Waterway Improvement Fund for administrative expenses directly relating to 24 implementing the purposes of the Waterway Improvement Fund: 25 (i) In fiscal year 2006, 8%; 26 (ii) In fiscal year 2007, 6%; 27(iii) In fiscal year 2008, 4%; and

29 (2) [For] EXCEPT AS PROVIDED IN PARAGRAPH (3) OF THIS 30 SUBSECTION, FOR EACH OF THE fiscal years after fiscal year 2009, the Department may

In fiscal year 2009, 2%; and

(iv)

- use up to \$750,000 in the Waterway Improvement Fund for administrative expenses directly relating to implementing the purposes of the Waterway Improvement Fund.
- 3 (3) FOR FISCAL YEAR 2016 ONLY, THE DEPARTMENT MAY USE UP TO \$1,625,000 IN THE WATERWAY IMPROVEMENT FUND FOR ADMINISTRATIVE EXPENSES DIRECTLY RELATING TO IMPLEMENTING THE PURPOSES OF THE
- 6 WATERWAY IMPROVEMENT FUND.

### 7 Article – Public Safety

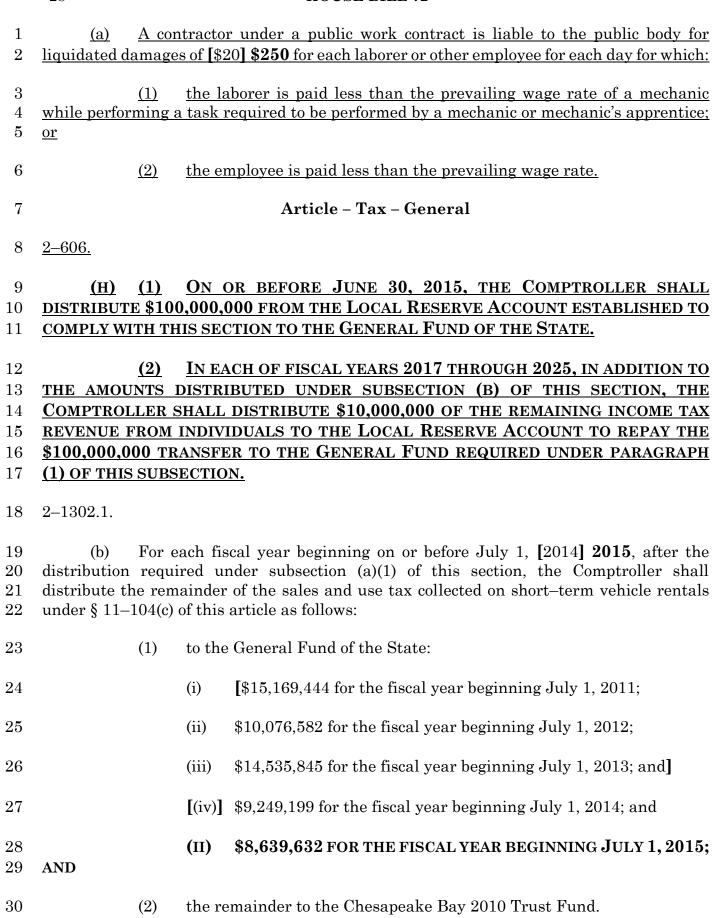
- 8 [Subtitle 8. State Police Helicopter Replacement Fund.]
- 9 [2-801.
- 10 (a) In this section, "Fund" means the State Police Helicopter Replacement Fund.
- 11 (b) There is a State Police Helicopter Replacement Fund.
- 12 (c) (1) The Fund is a special, nonlapsing fund that is not subject to § 7–302 of 13 the State Finance and Procurement Article.
- 14 (2) The Treasurer shall hold the Fund separately and the Comptroller shall 15 account for the Fund.
- 16 (d) The Fund consists of:
- 17 (1) money received by the Fund under § 7–301(f) of the Courts Article;
- 18 (2) investment earnings of the Fund; and
- 19 (3) money received by the Fund from any other source.
- 20 (e) Any investment earnings of the Fund shall be separately accounted for and 21 credited to the Fund and are not subject to § 6–226(a) of the State Finance and Procurement 22 Article.
- 23 (f) The money in the Fund may be used only for the procurement by the 24 Department of new helicopters and auxiliary helicopter equipment, ground support 25 equipment, and other capital equipment related to helicopters.
- 26 4–506.
- 27 (a) (1) [Subject] EXCEPT AS PROVIDED IN PARAGRAPH (2) OF THIS 28 SUBSECTION AND SUBJECT to § 4–507 of this subtitle and the limitations and 29 requirements provided in this subtitle, each fiscal year the State shall pay to each county

- and each qualifying municipality, in the manner provided in this subtitle, an amount determined as provided in this section.
- 3 (2) NOTWITHSTANDING ANY OTHER PROVISION OF THIS SUBTITLE, 4 FOR EACH OF FISCAL YEARS 2015 AND 2016, THE TOTAL AMOUNT OF THE GRANTS 5 PROVIDED UNDER THIS SUBTITLE SHALL BE \$67,277,067.

#### **Article - State Finance and Procurement**

7 7-311.

- 9 of the Tax Property Article], for fiscal year 2007 and for each subsequent fiscal year, the
  10 Covernor shall include in the budget bill an appropriation to the Account equal to the
  11 amount by which the unappropriated General Fund surplus as of June 30 of the second
  12 preceding fiscal year exceeds \$10,000,000.
- $13 \quad \frac{7-325}{}$
- 14 (a) (1) [In each of fiscal years 2011 and 2012, the Governor shall include in the annual budget bill submitted to the General Assembly a General Fund appropriation for the Maryland State Arts Council of not less than \$13,298,434] FOR FISCAL YEAR 2016, THE GOVERNOR SHALL INCLUDE IN THE ANNUAL BUDGET BILL SUBMITTED TO THE GENERAL ASSEMBLY A GENERAL FUND APPROPRIATION FOR THE MARYLAND STATE ARTS COUNCIL OF \$15.418.942.
- 20 For fiscal year [2013] 2017 and each fiscal year thereafter, the Governor shall include in the annual budget bill submitted to the General Assembly a 21 General Fund appropriation for the Maryland State Arts Council in an amount not less 22 than the amount of the General Fund appropriation for the Council as approved in the 23 State budget as enacted by the General Assembly for the prior fiscal year, increased by not 24less than the percentage by which the projected total General Fund revenues for the 25 26 upcoming fiscal year exceed the revised estimate of total General Fund revenues for the current fiscal year, as contained in the report of estimated State revenues submitted by the 27 Board of Revenue Estimates to the Governor under § 6-106(b) of this article. 28
- 29 17-220.
- 30 (d) If a contractor is late in submitting copies of the payroll records required under subsection (b) of this section:
- 32 (2) the contractor shall be liable to the public body for liquidated damages 33 of [\$10] \$250 for each calendar day the records are late.
- 34 17–222.



- 1 10-704.
- 2 (a) (1) [An individual] A RESIDENT may claim a credit against the State 3 income tax for a taxable year in the amount determined under subsection (b) of this section
- 4 for earned income.
- 5 (2) [An individual] A RESIDENT may claim a credit against the county income tax for a taxable year in the amount determined under subsection (c) of this section for earned income.
- 8 (b) (2) (i) [An individual] EXCEPT AS PROVIDED IN SUBJECT TO
  9 SUBSECTION (D) OF THIS SECTION FOR A PART-YEAR RESIDENT, A RESIDENT may
  10 claim a refund in the amount, if any, by which the applicable percentage specified in
  11 subparagraph (ii) of this paragraph of the earned income credit allowable for the taxable
  12 year under § 32 of the Internal Revenue Code exceeds the State income tax for the taxable
  13 year.
- 14 (c) (2) (iii) If a county provides for a refundable county earned income credit
  15 under this paragraph, [an individual] A RESIDENT may claim a refund of the amount, if
  16 any, by which the product of multiplying the credit allowable for the taxable year under §
  17 32 of the Internal Revenue Code by 5 times the county income tax rate for the taxable year
  18 exceeds the county income tax for the taxable year.
- 19 (d) For an individual who is a nonresident or is a resident of the State for only a
  20 part of the year, the amount of the credit or refund allowed under this section shall be
  21 determined based on the part of the earned income credit allowable for the taxable year
  22 under § 32 of the Internal Revenue Code that is attributable to Maryland, determined by
  23 multiplying the federal earned income credit by a fraction:
- 24 (1) the numerator of which is the Maryland adjusted gross income of the 25 individual; and
- 26 (2) the denominator of which is the federal adjusted gross income of the 27 individual.
- 28 10–730.
- 29 (f) (1) Except as provided in paragraph (2) of this subsection, the Secretary 30 may not issue tax credit certificates for credit amounts in the aggregate totaling more than:
- 31 (i) for fiscal year 2014, \$25,000,000;
- 32 (ii) for fiscal year 2015, \$7,500,000; and
- 33 (iii) for fiscal year 2016, [\$7,500,000] **\$6,816,237**.

- 1 10 - 733.2 [For] EXCEPT AS PROVIDED IN SUBSUBPARAGRAPH 2 (f) (3)(iv) 1. 3 OF THIS SUBPARAGRAPH, FOR each fiscal year, the Governor shall include in the budget 4 bill an appropriation of at least \$2,000,000 to the Reserve Fund. 5 2. IN FISCAL YEAR 2016, THE GOVERNOR SHALL 6 INCLUDE IN THE BUDGET BILL AN APPROPRIATION OF AT LEAST \$1,500,000 TO THE RESERVE FUND. 7 8 Article - Tax - Property 9 13 - 209.10 For any fiscal year in which the actual transfer tax revenue collections are less than the revenue estimates used as the basis for the appropriations required under 11 12 this section, the amount of the deficiency shall be reconciled as follows: 13 for the first \$3,000,000 of any deficiency, the allocation to the 14 special fund under subsection (a) of this section as provided under subsections (c) and (d) 15 of this section for the second fiscal year following the deficiency shall be reduced by either 16 the amount of the deficiency or \$3,000,000, whichever is less: [and] 17 for any deficiency in excess of \$3,000,000, the amount in excess of \$3,000,000 shall be reconciled either by the reduction of the allocation to the special fund 18 19 under subsection (a) of this section as provided under subsections (c) and (d) of this section 20 for the second fiscal year following the deficiency or by the deauthorization of projects 21 authorized in prior fiscal years; AND 22 (III) FOR THE ALLOCATION OF THE SPECIAL FUND UNDER 23 SUBSECTION (A) OF THIS SECTION, IN THE FISCAL YEAR BEGINNING JULY 1, 2016, 24TRANSFER TAX REVENUE UNDER-ATTAINMENT FROM THE FISCAL YEAR BEGINNING 25 JULY 1, 2014, WILL NOT BE APPLIED; AND 26 (IV) TRANSFER TAX REVENUE IN FISCAL YEAR 2015, THAT IS IN EXCESS OF \$161,016,000 MAY BE TRANSFERRED BY BUDGET AMENDMENT IN FISCAL 27**YEAR 2016 FOR:** 28 29 1. ADMINISTRATIVE EXPENSES RELATED TO LAND ACQUISITION FOR PROGRAM OPEN SPACE; 30
- 31 <u>2. CRITICAL MAINTENANCE PROJECTS IN THE</u> 32 <u>DEPARTMENT OF NATURAL RESOURCES;</u>

# 1 <u>3. NATURAL RESOURCES DEVELOPMENT FUND</u> 2 PROJECTS IN THE DEPARTMENT OF NATURAL RESOURCES; AND

# 3 <u>A. REPLACEMENT OF GENERAL FUND APPROPRIATIONS</u> 4 IN THE MARYLAND PARK SERVICE.

- **{**(g) (1) Notwithstanding § 7–311(j) of the State Finance and Procurement Article, subject to paragraph (3) of this subsection, for fiscal year **2016 2019** and for each subsequent fiscal year, if the unappropriated General Fund surplus as of June 30 of the second preceding year exceeds \$10,000,000, the Governor shall include in the budget bill a General Fund appropriation to the special fund under subsection (a) of this section in an amount equal to at least the lesser of \$50,000,000 or the excess surplus over \$10,000,000.
- 11 (2) For any fiscal year to which this subsection applies:

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7

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- 12 (i) unless the unappropriated General Fund surplus as of June 30 of the second preceding fiscal year exceeds the sum of \$10,000,000 and the amount required to be appropriated to the special fund under paragraph (1) of this subsection, the appropriation to the Revenue Stabilization Account under § 7–311(j) of the State Finance and Procurement Article is not required; and
- 17 (ii) if the unappropriated General Fund surplus as of June 30 of the second preceding fiscal year exceeds the sum of \$10,000,000 and the amount required to be appropriated to the special fund under paragraph (1) of this subsection, the appropriation required to the Revenue Stabilization Account under § 7–311(j) of the State Finance and Procurement Article shall equal the amount by which that surplus exceeds the sum of \$10,000,000 and the amount appropriated to the special fund under paragraph (1) of this subsection.
- 24 (3) (i) The cumulative amount required to be appropriated to the special fund under paragraph (1) of this subsection for all fiscal years shall equal the cumulative amount of any appropriation or transfer from the special fund to the General Fund for fiscal year 2006 and for each subsequent fiscal year, reduced by:
- 1. the amount of any appropriation or transfer from the General Fund to the special fund for any fiscal year in excess of the amount required under paragraph (1) of this subsection for that fiscal year; and
- 31 2. the amount of any appropriation or transfer from the 32 General Fund to the special fund for any fiscal year in which the appropriation under 33 paragraph (1) of this subsection is not required.
- 34 (ii) This subsection does not apply to any fiscal year if a cumulative 35 amount has been appropriated to the special fund for prior fiscal years under this 36 subsection equal to the cumulative amount of any appropriation or transfer from the special

| $\frac{1}{2}$ | fund to the General by:   | Fund for fiscal year 2006 and for each subsequent fiscal year, reduced   |  |  |  |
|---------------|---|--|--|--|--|
| 3<br>4<br>5   |   | 1. the amount of any appropriation or transfer from the special fund for any fiscal year in excess of the amount required under subsection for that fiscal year; and |  |  |  |
| 6<br>7<br>8   | 2. the amount of any appropriation or transfer from the General Fund to the special fund for any fiscal year in which the appropriation under paragraph (1) of this subsection is not required. |  |  |  |  |
| 9<br>10<br>11 | f(h)f(G) (utilized or considere subsection (f) for (g)  | d for the purposes of calculating any allocation or appropriation under  |  |  |  |
| 12<br>13      | ` '   | Notwithstanding any other provision of law, the Governor may transfer al fund established under this section to the General Fund as follows:                         |  |  |  |
| 14            | (   | (i) on or before June 30, 2014, \$89,198,555;  |  |  |  |
| 15            | (   | (ii) for the fiscal year beginning July 1, 2014, \$144,188,544;  |  |  |  |
| 16<br>17      | <b>\$115,366,700</b> ;  | (iii) for the fiscal year beginning July 1, 2015, [\$77,654,000]   |  |  |  |
| 18            | (   | (iv) for the fiscal year beginning July 1, 2016, \$82,771,000; and   |  |  |  |
| 19            | (   | (v) for the fiscal year beginning July 1, 2017, \$86,028,000.  |  |  |  |
| 20            |   | Article - Transportation   |  |  |  |
| 21            | <del>8-613.3.</del>   |  |  |  |  |
| 22            | The Governor  | r shall include in the annual operating or capital budget OF THE   |  |  |  |
| 23<br>24      |   | appropriation [to the Administration] to be used to comply with the entation Plan in the amount of:  |  |  |  |
| 25            | <del>(1)</del>  | \$45,000,000 for fiscal year 2015;   |  |  |  |
| 26            | <del>(2)</del>  | \$65,000,000 for fiscal year 2016;   |  |  |  |
| 27            | <del>(3)</del>  | \$85,000,000 for fiscal year 2017;   |  |  |  |
| 28            | <del>(4)</del>  | \$100,000,000 for fiscal year 2018; and  |  |  |  |
| 29            | <del>(5)</del> {  | \$100,000,000 for fiscal year 2019.  |  |  |  |

## Chapter 397 of the Acts of 2011, as amended by Chapter 425 of the Acts of 2013, and Chapter 464 of the Acts of 2014

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37 38 SECTION 16. AND BE IT FURTHER ENACTED, That, in addition to any other revenue generated under § 19–214 of the Health – General Article, as amended by this Act:

- (a) For fiscal year 2012, the Health Services Cost Review Commission shall approve a combination of hospital assessments and remittances in the amount of \$389,825,000 to support the general operations of the Medicaid program. The Commission may reduce assessments or remittances by the amount of any reduction in State Medicaid expenditures that will result from any Commission—approved changes in hospital rates or policies.
- (b) For fiscal years 2013 and 2014, the Commission and the Department of Health and Mental Hygiene shall adopt policies that will provide at least \$389,825,000 from a combination of special fund revenues and General Fund savings from reduced hospital or other payments made by the Medicaid program. The policies adopted under this subsection shall be in lieu of the hospital assessment and remittance revenue generated in fiscal year 2012, but may include hospital assessments and remittances. To the maximum extent possible, the Commission and the Department shall adopt policies that preserve the State Medicare waiver.
- (c) (1) For fiscal year 2015 and every fiscal year thereafter 2016, the Commission and the Department of Health and Mental Hygiene shall adopt policies that will provide up to \$389,825,000 in special fund revenues from hospital assessment and remittance revenue.
- **(2)** Beginning with the State budget submission for fiscal year [2016] 2017, the Governor shall reduce the budgeted Medicaid Deficit Assessment by the full amount of hospital inpatient and outpatient General Fund savings that accrue to the Medicaid program as a result of the implementation of Maryland's all-payer model contract approved by the federal Center for Medicare and Medicaid Innovation. The extent of General Fund savings shall be calculated by the Health Services Cost Review Commission and the Department of Health and Mental Hygiene using a methodology developed by the Commission and the Department of Health and Mental Hygiene in consultation with the Maryland Hospital Association. The Commission and the Department of Health and Mental Hygiene shall model the methodology for calculating General Fund savings in the Medicaid program by comparing an average baseline of Maryland Medicaid total riskadjusted hospital expenditures per beneficiary over a reasonable period of time before the implementation of the Maryland all-payer model contract to the actual Maryland Medicaid total risk-adjusted hospital expenditures per beneficiary during the period under Maryland's all-payer model contract. ANNUALLY BY \$20,000,000 OVER THE ASSESSMENT LEVEL FOR THE PRIOR YEAR.

- 1 (3) To the extent that the Commission takes other actions that reduce 2 Medicaid costs, those savings shall also be used to reduce the budgeted Medicaid Deficit 3 Assessment.
- 4 (4) To the maximum extent possible, the Commission and the Department of Health and Mental Hygiene shall adopt policies that preserve the State's Medicare waiver.
- 7 (D) (1) FROM THE RECOGNITION OF ADDITIONAL HOSPITAL INPATIENT 8 AND OUTPATIENT SAVINGS DUE TO A DECREASE IN UNCOMPENSATED CARE, THE 9 HEALTH SERVICES COST REVIEW COMMISSION SHALL ENACT ADOPT POLICIES THAT WILL ACHIEVE GENERAL FUND SAVINGS TO THE MEDICAID PROGRAM OF AT LEAST:
- 12 **(I)** \$8,000,000 IN FISCAL YEAR 2015; AND
- 13 (II) \$16,700,000 IN FISCAL YEAR 2016.
- 14 **(2)** (I)IF THE POLICIES ENACTED ADOPTED UNDER PARAGRAPH (1) OF THIS SUBSECTION FAIL TO ACHIEVE THE REQUIRED SAVINGS IN EACH FISCAL 15 YEAR FISCAL YEAR 2016, THE HEALTH SERVICES COST REVIEW COMMISSION 16 SHALL ENACT POLICIES TO LOWER HOSPITAL BILLING RATES FOR MEDICARE AND 17 MEDICAID PATIENTS SUFFICIENT TO ACHIEVE THE TOTAL SAVINGS REQUIRED FOR 18 EACH FISCAL YEAR SUBMIT, ON OR BEFORE SEPTEMBER 1, 2015, AN ALTERNATIVE 19 20 PLAN FOR GENERAL FUND SAVINGS TO THE DEPARTMENT OF HEALTH AND 21MENTAL HYGIENE AND THE DEPARTMENT OF BUDGET AND MANAGEMENT FOR 22 REVIEW.
- 23 (II) THE PLAN SUBMITTED UNDER SUBPARAGRAPH (I) OF THIS
  24 PARAGRAPH SHALL PROVIDE FOR SAVINGS IN THE MEDICAID PROGRAM THAT,
  25 WHEN COMBINED WITH THE SAVINGS UNDER PARAGRAPH (1) OF THIS SUBSECTION,
  26 ARE SUFFICIENT TO ACHIEVE TOTAL GENERAL FUND SAVINGS OF AT LEAST
  27 \$16,700,000 IN FISCAL YEAR 2016.
- 28 (3) IF THE POLICIES ENACTED UNDER PARAGRAPHS (1) AND (2) OF
  29 THIS SUBSECTION FAIL TO ACHIEVE THE REQUIRED SAVINGS IN EACH FISCAL YEAR,
  30 THE HEALTH SERVICES COST REVIEW COMMISSION SHALL ENACT POLICIES TO
  31 INCREASE THE MEDICAID DEFICIT ASSESSMENT TO A LEVEL SUFFICIENT TO
  32 ACHIEVE THE TOTAL SAVINGS REQUIRED FOR EACH FISCAL YEAR.
- THE SAVINGS REQUIRED UNDER THIS SUBSECTION SHALL BE IN ADDITION TO THE AMOUNT PROVIDED FOR IN SUBSECTION (C) OF THIS SECTION.
- SECTION 2. AND BE IT FURTHER ENACTED, That the Laws of Maryland read as follows:

| 1                                | A. A. I. T. J   |
|----------------------------------|---|
| 1                                | Article – Education   |
| 2<br>3<br>4<br>5                 | (b) (1) For fiscal year 2000 and each subsequent fiscal year, the Governor shall include in each year's operating budget funding for the stipends and bonuses provided in this subsection.  |
| 6<br>7<br>8<br>9<br>10<br>11     | (2) A classroom teacher or other nonadministrative school—based employee in a public school identified by the State Board as having comprehensive needs who holds a standard professional certificate or an advanced professional certificate who is employed by a county board and who holds a certificate issued by the National Board for Professional Teaching Standards shall receive a stipend from the State in an amount equal to the county grant for national certification, up to a maximum of \$2,000 per qualified individual. |
| 12<br>13<br>14<br>15<br>16<br>17 | (3) A classroom teacher or other nonadministrative school—based employee in a school not identified by the State Board as having comprehensive needs who holds a standard professional certificate or an advanced professional certificate who is employed by a county board and who holds a certificate issued by the National Board for Professional Teaching Standards shall receive a stipend from the State in an amount equal to the county grant for national certification, up to a maximum of \$1,000 per qualified individual.    |
| 18<br>19<br>20<br>21             | [(4) A classroom teacher who holds an advanced professional certificate and teaches in a public school identified by the State Board as a school having comprehensive needs shall receive a stipend from the State in the amount of \$1,500 for each year that the teacher performs satisfactorily in the classroom.  |
| 22<br>23<br>24                   | (5) (4) (i) 1. The State Board shall establish a program to support locally negotiated incentives, governed under Subtitles 4 and 5 of this title, for highly effective classroom teachers and principals to work in public schools that are:   |
| 25                               | A. <u>In improvement, corrective action, or restructuring;</u>  |
| 26<br>27                         | B. Categorized by the local school system as a Title I school; or   |
| 28<br>29                         | C. In the highest 25% of schools in the State based on a ranking of the percentage of students who receive free and reduced priced meals.   |
| 30<br>31                         | 2. The program established under subsubparagraph 1 of this subparagraph may include financial incentives, leadership changes, or other incentives.  |
| 32<br>33                         | (ii) 1. The State Board shall adopt guidelines to implement this paragraph.   |

| 1                               | 2. Nothing in this paragraph shall be construed to prohibit a  |
|---------------------------------|--|
| $\frac{2}{3}$                   | local school system from employing more stringent standards than the guidelines adopted under this subparagraph.   |
| 4<br>5                          | SECTION 3. AND BE IT FURTHER ENACTED, That the Laws of Maryland read as follows:   |
| 6                               | Article - State Personnel and Pensions   |
| 7                               | <u>21–304.</u>   |
| 8                               | (a) (1) In this section the following words have the meanings indicated.   |
| 9<br>10<br>11<br>12<br>13<br>14 | (2) With respect to local employees, "aggregate annual earnable compensation" means the total annual earnable compensation payable by a local employer to all of its local employees, calculated as of June 30 of the second prior fiscal year before the fiscal year for which the calculation is made under this section, adjusted by any actuarial assumed salary increases that were used in the actuarial valuation prepared under § 21–125(b) of this title for the immediate prior fiscal year. |
| 15                              | [(3) "Full funding rate" means the sum of:   |
| 16<br>17<br>18                  | (i) the aggregate normal rate that is based on the normal contribution rate calculated under subsection (c) of this section and adjusted to incorporate legislative changes in benefits to reflect changes to the normal cost; and   |
| 19<br>20<br>21                  | (ii) the aggregate unfunded accrued liability contribution rate that is based on the unfunded accrued liability contribution rate under subsection (d)(1) and (2) of this section.   |
| 22<br>23<br>24                  | (4) "Funding ratio for the employees' systems" means the actuarial value of assets for the employees' systems divided by the actuarial accrued liability for the employees' systems.   |
| 25<br>26<br>27                  | (5) "Funding ratio for the teachers' systems" means the actuarial value of assets for the teachers' systems divided by the actuarial accrued liability for the teachers' systems.]   |
| 28<br>29<br>30<br>31            | [(6)] (3) "Local employee" means a member of the Teachers' Retirement System or the Teachers' Pension System who is an employee of a day school in the State under the authority and supervision of a county board of education or the Baltimore City Board of School Commissioners, employed as:  |
| 32                              | (i) a clerk;   |
| 33                              | (ii) a helping teacher;  |

| 1                          | (iii) a principal;   |
|----------------------------|--|
| 2                          | (iv) a superintendent;   |
| 3                          | (v) <u>a supervisor; or</u>  |
| 4                          | (vi) <u>a teacher.</u>   |
| 5<br>6                     | [(7)] (4) "Local employer" means a county board of education or the Baltimore City Board of School Commissioners.  |
| 7<br>8<br>9                | [(8) "New legislative change" means a legislative change that results in an adjustment to the normal cost or accrued liabilities that has not previously been recognized in an actuarial valuation under § 21–125(b) of this title.  |
| 10<br>11                   | (9) "Preliminary funding rate" means the full funding rate without any adjustment to the normal cost or accrued liabilities for a new legislative change.]   |
| 12<br>13<br>14             | [(10)] (5) "State member" does not include a member on whose behalf a participating governmental unit is required to make an employer contribution under § 21–305 or § 21–306 of this subtitle.  |
| 15<br>16<br>17             | [(11)] (6) "Total employer contribution for local employees" means that portion of the employer contribution calculated under subsection (b) of this section that is attributable to all local employees.  |
| 18<br>19<br>20<br>21<br>22 | (b) (1) Subject to paragraphs (4) and (5) of this subsection, each fiscal year, on behalf of the State members of each State system, the State shall pay to the appropriate accumulation fund an amount equal to or greater than the sum of the amount, if any, required to be included in the budget bill under § 3–501(c)(2)(ii) of this article and the product of multiplying: |
| 23<br>24                   | (i) the aggregate annual earnable compensation of the State members of that State system; and  |
| 25<br>26<br>27<br>28       | (ii) [1. for State members of the Law Enforcement Officers' Retirement System, State Police Retirement System, and the Judges' Retirement System,] the sum of the normal contribution rate and the accrued liability contribution rate FOR STATE MEMBERS OF THAT STATE SYSTEM, as determined under this section[;  |
| 29<br>30<br>31<br>32       | 2. for State members of the Employees' Pension System, Employees' Retirement System, Correctional Officers' Retirement System, and Legislative Pension Plan, the employees' systems contribution rate determined under subsection (e) of this section; or  |

| 1<br>2<br>3                            | 3. for State members of the Teachers' Pension System and Teachers' Retirement System, the teachers' systems contribution rate determined under subsection (f) of this section].  |
|--|--|
| 4<br>5<br>6                            | (2) The amount determined under paragraph (1) of this subsection for each State system shall be based on an actuarial determination of the amounts that are required to preserve the integrity of the funds of the several systems using:  |
| 7                                      | (i) the entry-age actuarial cost method; and   |
| 8                                      | (ii) actuarial assumptions adopted by the Board of Trustees.   |
| 9<br>10                                | (3) For the purpose of making the determinations required under this section:  |
| 11<br>12<br>13                         | (i) the Employees' Retirement System, the Employees' Pension System, the Correctional Officers' Retirement System, and the Legislative Pension Plan shall be considered together as one State system; and  |
| 14<br>15                               | (ii) the Teachers' Retirement System and the Teachers' Pension System shall be considered together as one State system.  |
| 16<br>17<br>18                         | [(e) (1) Except as provided in paragraph (3) of this subsection and subject to paragraph (2) of this subsection, the employees' system contribution rate shall be the sum of:  |
| 19<br>20                               | (i) the employees' system contribution rate for the previous fiscal year; and  |
| 21<br>22<br>23                         | (ii) 1. 20% of the difference between the full funding rate for the current fiscal year and the employees' system contribution rate for the previous fiscal year; or   |
| 24<br>25<br>26<br>27<br>28             | 2. for a fiscal year for which an adjustment to normal cost or accrued liabilities for a new legislative change is first determined as a result of an actuarial valuation under § 21–125(b) of this title, 20% of the difference between the preliminary funding rate for the current fiscal year and the employees' system contribution rate for the previous fiscal year.  |
| 29<br>30<br>31<br>32<br>33<br>34<br>35 | (2) For a fiscal year for which an adjustment to normal cost or accrued liabilities for a new legislative change is determined as a result of an actuarial valuation under § 21–125(b) of this title, the contribution rate for the employees' systems under paragraph (1) of this subsection shall be adjusted to fully reflect the cost or savings of the new legislative changes that result in changes in normal contributions or accrued liabilities and to amortize over the time remaining until June 30, 2038, any changes in accrued liabilities of the employees' systems. |

| 1                                | <u>(3)</u>  | The p                                     | ercentages used in paragraph (1)(ii) of this subsection shall be:  |
|----------------------------------|---|---|--|
| 2                                |   | <u>(i)</u>                                | 28% for the rate for fiscal year 2015;   |
| 3                                |   | <u>(ii)</u>                               | 36% for the rate for fiscal year 2016;   |
| 4                                |   | <u>(iii)</u>                              | 44% for the rate for fiscal year 2017;   |
| 5                                |   | <u>(iv)</u>                               | 52% for the rate for fiscal year 2018;   |
| 6                                |   | <u>(v)</u>                                | 60% for the rate for fiscal year 2019;   |
| 7                                |   | <u>(vi)</u>                               | 68% for the rate for fiscal year 2020;   |
| 8                                |   | <u>(vii)</u>                              | 76% for the rate for fiscal year 2021;   |
| 9                                |   | (viii)                                    | 84% for the rate for fiscal year 2022;   |
| 10                               |   | <u>(ix)</u>                               | 92% for the rate for fiscal year 2023; and   |
| 11                               |   | <u>(x)</u>                                | 100% for the rate for fiscal year 2024 and thereafter.]  |
| 12<br>13                         | [(f) (1)<br>paragraph (2) of th   | _   | ot as provided in paragraph (3) of this subsection and subject to section, the teachers' system contribution rate shall be the sum of:   |
| 14<br>15                         | year; and   | <u>(i)</u>                                | the teachers' system contribution rate for the previous fiscal   |
| 16<br>17<br>18                   | current fiscal year or  | (ii)<br>and tl                            | 1. 20% of the difference between the full funding rate for the ne teachers' system contribution rate for the previous fiscal year;   |
| 19<br>20<br>21<br>22<br>23       | valuation under §   | 21–12<br>ne curr                          | 2. for a fiscal year for which an adjustment to normal cost or ew legislative change is first determined as a result of an actuarial 5(b) of this title, 20% of the difference between the preliminary ent fiscal year and the teachers' system contribution rate for the  |
| 24<br>25<br>26<br>27<br>28<br>29 | under § 21–125(b<br>paragraph (1) of the<br>new legislative characters) | w legis ) of the nis sub unges to ver the | fiscal year for which an adjustment to normal cost or accrued lative change is determined as a result of an actuarial valuation is title, the contribution rate for the teachers' systems under section shall be adjusted to fully reflect the cost or savings of the hat result in changes in normal contributions or accrued liabilities e time remaining until June 30, 2038, any changes in accrued systems. |

The percentages used in paragraph (1)(ii) of this subsection shall be:

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<u>(3)</u>

| 1                          |                                     | <u>(i)</u>                  | 28% for the rate for fiscal year 2015;   |
|----------------------------|-------------------------------------|-----------------------------|--|
| 2                          |                                     | <u>(ii)</u>                 | 36% for the rate for fiscal year 2016;   |
| 3                          |                                     | <u>(iii)</u>                | 44% for the rate for fiscal year 2017;   |
| 4                          |                                     | <u>(iv)</u>                 | 52% for the rate for fiscal year 2018;   |
| 5                          |                                     | <u>(v)</u>                  | 60% for the rate for fiscal year 2019;   |
| 6                          |                                     | (vi)                        | 68% for the rate for fiscal year 2020;   |
| 7                          |                                     | (vii)                       | 76% for the rate for fiscal year 2021;   |
| 8                          |                                     | (viii)                      | 84% for the rate for fiscal year 2022;   |
| 9                          |                                     | (ix)                        | 92% for the rate for fiscal year 2023; and   |
| 10                         |                                     | <del></del>                 | 100% for the rate for fiscal year 2024 and thereafter.]  |
|                            |                                     | <u>(x)</u>                  | 100% for the rate for fiscal year 2024 and thereafter.   |
| 11                         | <u>21–308.</u>                      |                             |  |
| 12                         | <u>(a)</u> <u>(1)</u>               | On or                       | before December 1 of each year, the Board of Trustees shall:   |
| 13<br>14<br>15<br>16<br>17 | accumulation fur                    | nd of eac<br>ation of t     | certify to the Governor and the Secretary of Budget and be used to determine the amounts to be paid by the State to the ch of the several systems during the next fiscal year, including a the normal contribution rate for the Teachers' Retirement System of System; and                         |
| 18<br>19<br>20<br>21       | the Teachers' R                     | <u>nt to be</u><br>etireme: | provide to the Secretary of Budget and Management a statement paid by the State as determined under § 21–304 of this subtitle to at System and the Teachers' Pension System expressed as a of all members of those State systems.  |
| 22                         | <u>(2)</u>                          | The C                       | Governor shall include in the budget bill:   |
| 23<br>24<br>25             | as ascertained bathis subsection;   | <u>(i)</u><br>ased on t     | the total amount of the State's contribution to each State system the rates certified by the Board of Trustees under paragraph (1) of  |
| 26<br>27<br>28<br>29<br>30 | Department of Pu<br>Retirement Syst | ublic Lib<br>em of M        | the additional amounts as ascertained under subsection (d) of the te's payment to the professional and clerical employees of the traries of Montgomery County who are members of the Employees Montgomery County and are excluded from membership in the stem or the Teachers' Pension System; and |

| $\begin{array}{c} 1 \\ 2 \end{array}$ | (iii) any additional amount required to be in the budget bill under § 3–501(c)(2)(ii) of this article.   |
|---------------------------------------|--|
| 3<br>4<br>5<br>6<br>7<br>8            | (3) The amounts that the Governor is required to include in the budget bill under paragraph (2) of this subsection shall be reduced by the amount of administrative and operational expenses for the Board of Trustees and the State Retirement Agency that are to be paid by local employers under § 21–316 of this subtitle other than participating governmental units or employers who are required to make contributions under § 21–307 of this subtitle. |
| 9<br>10<br>11                         | (4) (i) I1. For fiscal year 2014, in addition to the annual required contribution required under paragraph (2) of this subsection, the Governor shall include in the budget bill a supplemental contribution of \$100,000,000.   |
| 12<br>13<br>14                        | 2. For fiscal year 2015, in addition to the annual required contribution required under paragraph (2) of this subsection, the Governor shall include in the budget bill a supplemental contribution of \$100,000,000.  |
| 15<br>16<br>17                        | 3.] For fiscal year 2016, in addition to the annual required contribution required under paragraph (2) of this subsection, the Governor shall include in the budget bill a supplemental contribution of [\$150,000,000] \$75,000,000.  |
| 18<br>19<br>20<br>21                  | [4.] (II) For fiscal year 2017 AND EACH FISCAL YEAR THEREAFTER, in addition to the annual required contribution required under paragraph (2) of this subsection, the Governor shall include in the budget bill a supplemental contribution of [\$200,000,000] \$75,000,000[.   |
| 22<br>23<br>24                        | 5. For fiscal year 2018, in addition to the annual required contribution required under paragraph (2) of this subsection, the Governor shall include in the budget bill a supplemental contribution of \$250,000,000.  |
| 25<br>26<br>27<br>28                  | 6. For fiscal year 2019 and each fiscal year thereafter, in addition to the annual required contribution required under paragraph (2) of this subsection, the Governor shall include in the budget bill a supplemental contribution of \$300,000,000,] until[:   |
| 29<br>30<br>31                        | A.] the total actuarial value of assets for the several systems divided by the total actuarial accrued liability for the several systems equals a funding ratio of 85%[; and   |
| 32<br>33                              | B. the contribution rates certified under paragraph (1)(i) of this subsection are the full funding rates as defined in § 21–304(a)(3) of this subtitle].   |

34 <u>I(ii)</u> If the amount of a supplemental contribution included in the budget bill for a fiscal year is less than the amount required under subparagraph (i) of this

- 1 paragraph, the Governor shall increase the supplemental contribution for the following
- 2 fiscal year by the amount of the reduction to the supplemental contribution in the previous
- 3 fiscal year.

- SECTION <u>2.4.</u> AND BE IT FURTHER ENACTED, That, notwithstanding any other provision of law, for fiscal year 2016, there shall be no increase in rates to providers of nonpublic placements under § 8–406 of the Education Article over the rates in effect on June 30 July 1, 2014.
- 8 SECTION 3. 5. AND BE IT FURTHER ENACTED, That, for fiscal year 2016, 9 payments to providers with rates set by the Interagency Rates Committee under § 8–417 10 of the Education Article may not increase over the rates in effect on June 30 July 1, 2014.
- SECTION 4. 6. AND BE IT FURTHER ENACTED, That, notwithstanding any other provision of law:
- 13 (a) Except as otherwise provided in this section, State employees employed by any entity, including the University System of Maryland, Morgan State University, and St. Mary's College of Maryland, may not receive merit increases or cost-of-living adjustments in fiscal year 2016.
- 17 (b) This provision does not affect:
- 18 (1) Salaries for constitutional officers or members of the General Assembly; 19 or
- 20 (2) Increases necessary for the retention of faculty in the University 21 System of Maryland, Morgan State University, or St. Mary's College of Maryland.
- SECTION 5. 7. AND BE IT FURTHER ENACTED, That, notwithstanding any other provision of law, for fiscal year 2016 the Department of Housing and Community Development may use up to \$2,400,000 of the funds in the Housing Counseling and Foreclosure Mediation Fund established under § 4–507 of the Housing and Community Development Article for administrative expenses.
- SECTION 6. 8. AND BE IT FURTHER ENACTED, That, notwithstanding any other provision of law:
- 29 (a) Subject to subsection (b) of this section, for fiscal year 2015, funds in the 30 Maryland Health Insurance Plan Fund established under § 14–504 of the Insurance Article 31 may be used by the Department of Health and Mental Hygiene to fund provider 32 reimbursements in the Medicaid program.
- 33 (b) The amount of funds that may be used under this section shall be the greater 34 of:
  - (1) \$45,000,000 \$55,000,000; or

| 1                    | (2) The nonfederal share of the Medicare or Medicaid programs.   |
|----------------------|--|
| 2<br>3               | (2) The estimated percentage of the fund balance obtained from payers other than the federal Medicare program or the federal portion of the Medicaid program.  |
| $4\\5\\6\\7$         | SECTION 7. 9. AND BE IT FURTHER ENACTED, That, notwithstanding any other provision of law, for fiscal years 2015 and 2016, any payment received by the Department of Business and Economic Development as a repayment of a loan under § 7–314 of the State Finance and Procurement Article shall be deposited in the General Fund. |
| 8<br>9<br>10         | SECTION $\frac{8}{5}$ 10. AND BE IT FURTHER ENACTED, That, notwithstanding any other provision of law, on or before June 30, 2015, the Governor may transfer to the General Fund:  |
| 11<br>12             | \$10,500,000 from the unencumbered balance in the accounts of Program Open Space established under Title 5, Subtitle 9 of the Natural Resources Article;   |
| 13<br>14<br>15<br>16 | \$6,000,000 of the funds in from a combination of the efficiency and conservation programs accounts, renewable and clean energy programs account, and administrative expense account of the Maryland Strategic Energy Investment Fund established under § 9–20B–05 of the State Government Article;                                |
| 17                   | \$4,000,000 of the funds in the accounts of the Baltimore City Community College;  |
| 18<br>19             | \$4,000,000 of the funds in the reserve account established by the State to pay unemployment compensation for State employees;   |
| 20<br>21             | 3,000,000 of the funds in the Jane E. Lawton Conservation Fund established under $9-20A-07$ of the State Government Article;   |
| 22<br>23             | \$3,000,000 from the funds of the Mortgage Lender–Originator Fund established under § 11–610 of the Financial Institutions Article;  |
| 24<br>25             | $2,500,000$ of the funds in the Board of Nursing Fund established under $\$ 8–206 of the Health Occupations Article;   |
| 26<br>27             | $\$2,\!180,\!000$ of the funds in the Waterway Improvement Fund established under $\$8-707$ of the Natural Resources Article;  |
| 28<br>29             | $1,800,000$ of the funds in the Board of Physicians Fund established under $\$ 14–207 of the Health Occupations Article;   |
| 30<br>31             | \$1,700,000 of the funds in the accounts of the Health Personnel Shortage Incentive Grant Program established under § 18–803 of the Education Article that are paid to the   |

Program from the Board of Physicians Fund under § 14-207(c)(2)(i) of the Health

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Occupations Article;

| 1 | \$1,600,000 of the funds in the State Board of Pharmacy Fund established under | § |
|---|--|---|
| 2 | 12–206 of the Health Occupations Article;                                      |   |

- \$1,375,000 of the funds in the Bay Restoration Fund established under § 9–1605.2 of the Environment Article; and
- \$\frac{\\$1,000,000}{\\$500,000}\$ of the funds in the Spinal Cord Injury Research Trust Fund established under \\$13-1406 of the Health General Article; and
- \$58,000 of the funds in the Sustainable Communities Tax Credit Reserve Fund established under § 5A–303 of the State Finance and Procurement Article.
- 9 SECTION 9. 11. AND BE IT FURTHER ENACTED, That, notwithstanding any other provision of law, on or before June 30, 2015, the Governor may transfer to the General Fund the balance of the funds in the State Police Helicopter Replacement Fund established under § 2–801 of the Public Safety Article.
- SECTION 12. AND BE IT FURTHER ENACTED, That, notwithstanding any other provision of law, on or after July 1, 2015, the revenue attributable to the surcharge under § 7–301(f) of the Courts Article on citations issued before October 1, 2010 (the effective date of Chapter 735 of the Acts of 2010) that would have otherwise been credited to the State Police Helicopter Replacement Fund, but for the repeal of the Fund under this Act, shall be credited to the General Fund.
- SECTION <u>10.</u> 13. AND BE IT FURTHER ENACTED, That, notwithstanding any other provision of law, on or before June 30, 2016, the Governor may transfer to the General Fund:
- \$4,000,000 of the funds in the reserve account established by the State to pay unemployment compensation for State employees; and
- \$500,000 of the funds in the Spinal Cord Injury Research Trust Fund established under \$13–1406 of the Health – General Article.
- 26 <u>SECTION 11. AND BE IT FURTHER ENACTED, That, notwithstanding any other</u> 27 <del>provision of law:</del>
- 28 (a) In fiscal year 2015, \$4,073,964 of the funds that would otherwise be allocated 29 as video lottery terminal local impact grants under \$9-1A-31 of the State Government 30 Article shall be allocated to the Education Trust Fund; and
- 31 (b) In fiscal year 2016, \$3,887,697 of the funds that would otherwise be allocated 32 as video lottery terminal local impact grants under § 9–1A–31 of the State Government 33 Article shall be allocated to the Education Trust Fund.

- (a) On or before June 30, 2015, the Comptroller shall distribute \$100,000,000 from the Local Reserve Account established under § 2–606 of the Tax General Article to the General Fund; and
- 4 (b) During fiscal year 2016, the State shall pay \$100,000,000 to the Local Reserve
  5 Account established under § 2–606 of the Tax General Article to repay the transfer to the
  6 General Fund authorized under subsection (a) of this section.

SECTION 13. AND BE IT FURTHER ENACTED, That, notwithstanding any other provision of law, for fiscal year 2017 and each fiscal year thereafter:

- (a) For any appropriation that is required by statute, the percentage funding increase over the previous fiscal year may not exceed the percentage by which the projected total General Fund revenues for the upcoming fiscal year exceed the revised estimate of total General Fund revenues for the current fiscal year, as reflected in the December report of estimated State revenues submitted by the Board of Revenue Estimates to the Governor under § 6–106(b) of the State Finance and Procurement Article. less 1%.
- 15 (b) Subsection (a) of this section does not apply to:

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- 16 (1) funding required for State aid to public elementary and secondary
  17 education as provided under Title 5, Subtitle 2 and §§ 8–310.3, 8–317, 8–406, 8–415, and
  18 23–503 of the Education Article: or
- 19 the State's employer contribution to the State Retirement and Pension 20 System required under § 21–308 of the State Personnel and Pensions Article.

SECTION 14. AND BE IT FURTHER ENACTED, That, on or before June 30, 2015, each Managed Care Organization that the Department of Health and Mental Hygiene estimates to have an insufficient loss ratio for calendar year 2014, shall make adjustments to Managed Care Organization capitation rates, including at least \$10,000,000 in general funds, reimburse the Department for the amount of the estimated insufficient loss ratios in calendar year 2014 ratio. The adjustments reimbursements under this section shall be credited toward the maximum adjustment amount based on each Managed Care Organization's final calendar year 2014 loss ratio, as determined under Code of Maryland Regulations 10.09.65.19–5. To the extent that the Department determines that the maximum adjustment amount based on a Managed Care Organization's final calendar year 2014 loss ratio is less than the adjustment reimbursement paid by the Managed Care Organization to the Department under this section, the Department shall reimburse the Managed Care Organization shall be reimbursed at an amount equal to the difference.

SECTION 15. AND BE IT FURTHER ENACTED, That, notwithstanding any other provision of law, for fiscal year 2016, a stipend granted under:

- 1 (1) Section 6–306(b)(2) and (4) of the Education Article may only be granted 2 to a teacher or an employee in a public school identified by the State Board of Education 3 for fiscal year 2014 as having comprehensive needs; and
- 4 (2) Section 6–206(b)(3) of the Education Article may only be granted to a
  5 teacher or an employee in a public school not identified by the State Board of Education for
  6 fiscal year 2014 as having comprehensive needs.
- 7 <u>SECTION 16. AND BE IT FURTHER ENACTED, That, notwithstanding any other</u> 8 provision of law, for fiscal year 2016 only:
- 9 (1) the Baltimore City Board of School Commissioners may not be required 10 to contribute any funds to the Baltimore City Public School Construction Financing Fund 11 established under § 10–656 of the Economic Development Article; and
- 12 (2) the State Comptroller may not withhold, under § 10–645(h) of the
  13 Economic Development Article, an amount from any installment due the Baltimore City
  14 Board of School Commissioners from the General Fund.
- SECTION 17. AND BE IT FURTHER ENACTED, That the unexpended appropriation for the Autism Waiver, within the Maryland State Department of Education, Program R00A02.07 Students with Disabilities Aid to Education, that was included in the fiscal year 2015 operating budget (Chapter 462 of the Acts of 2014) is reduced by \$2,800,000 and shall revert to the General Fund.
- SECTION 18. AND BE IT FURTHER ENACTED, That the unexpended appropriation for the Out—of—County Placements, within the Maryland State Department of Education, Program R00A02.05 Formula Programs for Specific Populations Aid to Education, that was included in the fiscal year 2015 operating budget (Chapter 462 of the Acts of 2014) is reduced by \$900,000 and shall revert to the General Fund.
- 25SECTION 19. AND BE IT FURTHER ENACTED, That, in implementing the holding 26 of the Court of Appeals in DeWolfe v. Richmond, 434 Md. 403 (2012) and 434 Md. 444 27(2013), if attorneys are appointed in a county to provide legal representation at an initial 28 appearance before a District Court commissioner, in fiscal year 2016, the total amount of 29 the costs of compensating the attorneys plus the associated costs to administer the program 30 that is beyond the amount restricted for this purpose in the State budget shall be billed by the appointing authority to the county in which the representation is provided and shall be 31 32paid by that county. Authorization of State funds in the fiscal year 2016 State budget for 33 this purpose represents a one-time allocation and provides no authority for additional 34 State expenditures or commitment of funds without separate statutory authority or 35 separate authorization in the State budget as passed by the General Assembly.
- SECTION 20. AND BE IT FURTHER ENACTED, That any money received by the
  State as a result of conditions of an approved merger between Exelon Corporation and
  Pepco Holdings, Inc. shall be expended only as specifically authorized in the State budget
  bill as enacted and not subject to transfer by budget amendment.

- 1 SECTION 21. AND BE IT FURTHER ENACTED, That, notwithstanding any other
- 2 provision of law, for fiscal year 2016 only, the State Health Services Cost Review
- 3 Commission may not assess hospital rate assessments under § 19–214 of the Health –
- 4 General Article for the operation and administration of the Maryland Health Insurance
- 5 Plan established under Title 14, Subtitle 5 of the Insurance Article.
- 6 <u>SECTION 22. AND BE IT FURTHER ENACTED, That, notwithstanding any other</u> 7 provision of law, for fiscal year 2016, the State's share of any operating deficits for:
- 8 (1) the Baltimore Convention Center under § 10–641 of the Economic 9 Development Article may not exceed \$6,060,375; and
- 10 (2) the Ocean City Convention facility under § 10–643 of the Economic 11 Development Article may not exceed \$1,482,444.
- 12 SECTION 23. AND BE IT FURTHER ENACTED, That, notwithstanding any other
- provision of law, for fiscal year 2016 only, the Transportation Trust Fund may be used as
- 14 the source of funding for the appropriation required under § 8–613.3 of the Transportation
- 15 Article to comply with the Watershed Implementation Plan.
- SECTION 15. 24. AND BE IT FURTHER ENACTED, That, if any provision of this
- 17 Act or the application thereof to any person or circumstance is held invalid for any reason
- 18 in a court of competent jurisdiction, the invalidity does not affect other provisions or any
- 19 other application of this Act that can be given effect without the invalid provision or
- 20 application, and for this purpose the provisions of this Act are declared severable.
- 21 SECTION <del>16.</del> 25. AND BE IT FURTHER ENACTED, That § 10–704 of the Tax –
- 22 General Article, as enacted by Section 1 of this Act, shall be applicable to all taxable years
- 23 beginning after December 31, 2014.
- 24 SECTION 26. AND BE IT FURTHER ENACTED, That Section 2 of this Act shall
- 25 take effect July 1, 2016.
- 26 SECTION 27. AND BE IT FURTHER ENACTED, That Section 3 of this Act shall
- 27 take effect July 1, 2015.
- SECTION 17. 28. AND BE IT FURTHER ENACTED, That, except as provided in
- 29 Sections 26 and 27 of this Act, this Act shall take effect June 1, 2015.