HB1403/104036/2

BY: Education, Health, and Environmental Affairs Committee

AMENDMENTS TO HOUSE BILL 1403 (Third Reading File Bill)

AMENDMENT NO. 1

On page 1, strike beginning with "<u>establishing</u>" in line 15 down through "<u>Program</u>;" in line 16; in line 18, after "<u>years</u>;" insert "<u>requiring the Department to make</u> certain grants to certain nonprofits for certain fiscal years under certain circumstances; <u>establishing the Next Generation Scholars of Maryland Program Fund</u>; <u>specifying the</u> <u>purpose of the Fund</u>; <u>requiring the Department to administer the Fund</u>; <u>specifying that</u> <u>the Fund is a special, nonlapsing fund that is not subject to a certain provision of law</u>; <u>requiring the State Treasurer to hold the Fund separately and the Comptroller to</u> <u>account for the Fund</u>; providing for the composition and uses of the Fund; requiring that <u>state Treasurer to invest the money of the Fund in a certain manner</u>; providing that <u>expenditures from the Fund may be made only in accordance with the State budget</u>;"; in line 19, strike "a certain report" and substitute "<u>certain reports</u>"; and in the same line, strike "a certain date;" and substitute "<u>certain dates</u>; <u>defining certain terms</u>;".

On page 2, after line 5, insert:

"BY repealing and reenacting, without amendments,

Article - State Finance and Procurement Section 6-226(a)(2)(i) Annotated Code of Maryland (2015 Replacement Volume)

<u>BY repealing and reenacting, with amendments,</u> <u>Article - State Finance and Procurement</u> <u>Section 6-226(a)(2)(ii)84. and 85.</u> <u>Annotated Code of Maryland</u> (2015 Replacement Volume)

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BY adding to

<u>Article - State Finance and Procurement</u> <u>Section 6-226(a)(2)(ii)86.</u> <u>Annotated Code of Maryland</u> (2015 Replacement Volume)".

AMENDMENT NO. 2

On page 3, in line 5, strike "A" and substitute "<u>(1)</u> <u>EXCEPT AS PROVIDED IN</u> <u>PARAGRAPH (2) OF THIS SUBSECTION, A</u>"; after line 25, insert:

"(2) FOR ACADEMIC YEARS 2017-2018 AND 2018-2019, A STUDENT IN GRADE 9 WHO APPLIES AND QUALIFIES FOR A GUARANTEED ACCESS GRANT ON THE BASIS OF FINANCIAL NEED AS ESTABLISHED BY THE COMMISSION SHALL PREQUALIFY FOR A GUARANTEED ACCESS GRANT TO BE USED AT THE TIME OF ENROLLMENT IN AN INSTITUTION OF HIGHER EDUCATION IF THE STUDENT OTHERWISE MEETS THE CONDITIONS OF PARAGRAPH (1) OF THIS SUBSECTION.";

and in lines 10, 11, 12, 14, 16, 18, 22, and 24 strike "(1)", "(2)", "(3)", "(4)", "(5)", "(6)", "(7)", and "(8)", respectively, and substitute "(I)", "(II)", "(III)", "(IV)", "(V)", "(VI)", "(VII)", and "(VIII)", respectively.

AMENDMENT NO. 3

On page 3, strike in their entirety lines 27 and 28, inclusive, and substitute:

"(A) (1) IN THIS SECTION THE FOLLOWING WORDS HAVE THE MEANINGS INDICATED.

(2) "FUND" MEANS THE NEXT GENERATION SCHOLARS OF MARYLAND PROGRAM FUND. HB1403/104036/2 Education, Health, and Environmental Affairs Committee Amendments to HB 1403 Page 3 of 6

(3) "PROGRAM" MEANS THE NEXT GENERATION SCHOLARS OF MARYLAND PROGRAM.".

On page 6, after line 9, insert:

"(I) (1) <u>THERE IS A NEXT GENERATION SCHOLARS OF MARYLAND</u> PROGRAM FUND.

(2) <u>The purpose of the Fund is to provide funds for the</u> <u>Administration of the Program.</u>

(3) THE DEPARTMENT SHALL ADMINISTER THE FUND.

(4) THE FUND IS A SPECIAL, NONLAPSING FUND THAT IS NOT SUBJECT TO § 7-302 OF THE STATE FINANCE AND PROCUREMENT ARTICLE.

(5) <u>THE STATE TREASURER SHALL HOLD THE FUND SEPARATELY,</u> <u>AND THE COMPTROLLER SHALL ACCOUNT FOR THE FUND.</u>

(6) THE FUND CONSISTS OF:

(I) <u>MONEY APPROPRIATED IN THE STATE BUDGET FOR THE</u> PROGRAM;

(II) INTEREST EARNINGS OF THE FUND; AND

(III) ANY OTHER MONEY FROM ANY OTHER SOURCE ACCEPTED FOR THE BENEFIT OF THE FUND.

(Over)

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(7) <u>The Fund may be used only for administering the</u> <u>Program.</u>

(8) (1) THE STATE TREASURER SHALL INVEST THE MONEY OF THE FUND IN THE SAME MANNER AS OTHER STATE MONEY MAY BE INVESTED.

(II) ANY INTEREST EARNINGS OF THE FUND SHALL BE CREDITED TO THE FUND.

(9) EXPENDITURES FROM THE FUND MAY BE MADE ONLY IN ACCORDANCE WITH THE STATE BUDGET.";

in lines 10 and 12, strike "(I)" and "(J)", respectively, and substitute "(J)" and "(K)", respectively; and in line 12, after "BEFORE" insert "DECEMBER 1, 2020, AND".

On page 7, after line 7, insert:

"Article – State Finance and Procurement

<u>6-226.</u>

(a) (2) (i) Notwithstanding any other provision of law, and unless inconsistent with a federal law, grant agreement, or other federal requirement or with the terms of a gift or settlement agreement, net interest on all State money allocated by the State Treasurer under this section to special funds or accounts, and otherwise entitled to receive interest earnings, as accounted for by the Comptroller, shall accrue to the General Fund of the State.

(ii) <u>The provisions of subparagraph (i) of this paragraph do not</u> <u>apply to the following funds:</u>

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84. the Economic Development Marketing Fund; [and]

<u>85.</u> <u>the Military Personnel and Veteran–Owned Small</u> Business No–Interest Loan Fund; AND

86. THE NEXT GENERATION SCHOLARS OF MARYLAND PROGRAM FUND.".

AMENDMENT NO. 4

On page 4, in line 2, strike beginning with "in" through "grade" and substitute "<u>IN ACCORDANCE WITH § 18-303(D) OF THIS SUBTITLE</u>"; strike beginning with "<u>AN</u>" in line 20 down through "<u>ELIGIBLE</u>" in line 21; and in line 21, strike "<u>SYSTEM</u>" and substitute "<u>SYSTEMS</u>".

AMENDMENT NO. 5

On page 6, in line 1, strike "<u>(1)</u>"; in the same line, strike "**, THE**" and substitute "<u>:</u>

<u>(1)</u> <u>THE</u>";

in line 3, strike beginning with "A" through "PILOT" and substitute "<u>THE</u>"; in line 4, strike the period and substitute "<u>; AND</u>

(2) THE DEPARTMENT SHALL DISTRIBUTE GRANTS TO NONPROFIT ORGANIZATIONS THAT:

(I) <u>ARE SELECTED IN ACCORDANCE WITH SUBSECTION (D)</u> OF THIS SECTION; AND

(II) WILL ADMINISTER THE PROGRAM";

(Over)

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in line 5, strike beginning with "(2)" through "ADMINISTERED"; in the same line, strike "<u>A</u>"; in line 6, strike "<u>SYSTEM</u>" and substitute "<u>SYSTEMS</u>"; and strike beginning with "<u>AND</u>" in line 16 down through "<u>PROGRAM</u>" in line 17.

On page 7, in line 6, strike "AND PILOT PROGRAM"; and in the same line, strike "PILOT".