B1

8lr0171 CF HB 161

By: **The President (By Request – Administration)** Introduced and read first time: January 17, 2018 Assigned to: Budget and Taxation

A BILL ENTITLED

1 AN ACT concerning

2

Budget Reconciliation and Financing Act of 2018

3 FOR the purpose of authorizing or altering the distribution of certain revenue; altering or 4 repealing certain required appropriations; authorizing the use of certain funds for $\mathbf{5}$ certain purposes; repealing a requirement that the Comptroller pay certain amounts 6 from a certain Special Fund for a certain purpose; reducing the maximum amount of 7 certain teacher or school employee stipends; providing a certain amount of funding 8 to a certain community college; providing a certain amount of aid to certain 9 institutions of higher education in accordance with a certain action by the Board of Public Works; providing a certain amount of funding for certain local health services; 1011 altering certain rate increases for community service providers; altering a certain 12reimbursement by each county and Baltimore City to the State for certain costs 13 incurred by the State Department of Assessments and Taxation; altering, for a 14certain fiscal year, a certain budgeted Medicaid Deficit Assessment; authorizing the 15transfer of certain funds; providing that, for a certain fiscal year, payment to certain 16providers with rates set by the Interagency Rates Committee may not increase by 17more than a certain percentage; providing that, for a certain fiscal year, the amount 18 of federal funds spent for a certain program may exceed a certain amount; 19authorizing a certain agency to retain the balance of a certain fund for certain fiscal 20years; providing that certain mandated appropriations may not increase by more 21than a certain amount; prohibiting the General Assembly from enacting certain 22legislation unless it contains a certain provision; and generally relating to the 23financing of State and local government.

24 BY repealing and reenacting, with amendments,

- 25 Article Business Regulation
- 26 Section 11–403(a)(9)
- 27 Annotated Code of Maryland
- 28 (2015 Replacement Volume and 2017 Supplement)
- 29 BY repealing and reenacting, without amendments,

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW. [Brackets] indicate matter deleted from existing law.



$rac{1}{2}$	Article – Education Section 6–117.1(a)(1) and (3), 7–123(a)(1), 7–1702(a), 12–306(a)(1), and							
3	18–303.1(a)(1) and (3)							
4	Annotated Code of Maryland							
5	(2014 Replacement Volume and 2017 Supplement)							
$rac{6}{7}$								
8	Article – Education Section $(117.1(c)(1), 0.200(b), and (c), 7.1704, 18.200(d), 10.518(c), 17.104(c)(1))$							
9	Section 6–117.1(e)(1), 6–306(b) and (c), 7–1704, 12–306(d), 16–512(a), 17–104(a)(1), 18–303.1(h), and 18–19A–04.1(d)(1)							
10	Annotated Code of Maryland							
11	(2014 Replacement Volume and 2017 Supplement)							
12	BY repealing							
13								
14	Section $7-123(c)$ and $18-303.1(g)$							
15	Annotated Code of Maryland							
16	(2014 Replacement Volume and 2017 Supplement)							
17	BY adding to							
18	Article – Education							
19	Section 7–123(c) and 17–104(a)(5)							
20	Annotated Code of Maryland							
21	(2014 Replacement Volume and 2017 Supplement)							
22	BY repealing and reenacting, without amendments,							
23	Article – Health – General							
24	Section 2–302(a), 5–626(a), 13–3003(a), 16–201.3(a), and 19–2201(a) and (e)(1)							
25	Annotated Code of Maryland							
26	(2015 Replacement Volume and 2017 Supplement)							
27	BY repealing and reenacting, with amendments,							
28	Article – Health – General							
29	Section $2-302(b)(4)$ and (5), $5-626(g)$, $7-307(d)(4)$, $13-3003(g)$, $16-201.3(d)(1)$,							
30 21	19–2201(e)(2)(iv), and 19–2401(d) Annotated Code of Maryland							
$\frac{31}{32}$	(2015 Replacement Volume and 2017 Supplement)							
33	BY adding to							
зэ 34	Article – Health – General							
35	Section $19-2201(e)(2)(v)$							
36	Annotated Code of Maryland							
37	(2015 Replacement Volume and 2017 Supplement)							
38	BY repealing and reenacting, without amendments,							
39	Article – Housing and Community Development							
40	Section 4–509(a)(1) and (4) and 6–510(a)							

 $\mathbf{2}$

$\frac{1}{2}$	Annotated Code of Maryland (2006 Volume and 2017 Supplement)
3	BY repealing and reenacting, with amendments,
4	Article – Housing and Community Development
5	Section 4–509(j) and 6–510(j)
6	Annotated Code of Maryland
7	(2006 Volume and 2017 Supplement)
8	BY repealing and reenacting, with amendments,
9	Article – Natural Resources
10	Section 5–903(a)(1)
11	Annotated Code of Maryland
12	(2012 Replacement Volume and 2017 Supplement)
13	BY repealing and reenacting, without amendments,
14	Article – State Finance and Procurement
15	Section $7-311(a)$
16	Annotated Code of Maryland
17	(2015 Replacement Volume and 2017 Supplement)
18	BY repealing and reenacting, with amendments,
19	Article – State Finance and Procurement
20	Section 7–311(j)
21	Annotated Code of Maryland
22	(2015 Replacement Volume and 2017 Supplement)
23	BY repealing and reenacting, with amendments,
24	Article – Tax – Property
25	Section 2–106(b) and (c) and 13–209(g)(2)
26	Annotated Code of Maryland
27	(2012 Replacement Volume and 2017 Supplement)
28	BY repealing and reenacting, without amendments,
29	Article – Tax – Property
30	Section $2-106(d)$ and (e)
31	Annotated Code of Maryland
32	(2012 Replacement Volume and 2017 Supplement)
33	BY repealing and reenacting, with amendments,
34	Chapter 397 of the Acts of the General Assembly of 2011, as amended by Chapter
35	425 of the Acts of the General Assembly of 2013, Chapter 464 of the Acts of
36	the General Assembly of 2014, Chapter 489 of the Acts of the General
37	Assembly of 2015, and Chapter 23 of the Acts of the General Assembly of 2017 $$
38	Section 16(c)

39 BY repealing and reenacting, with amendments,

	4 SENATE BILL 187				
$\frac{1}{2}$	Chapter 25 of the Acts of the General Assembly of 2016 Section 4				
$3 \\ 4 \\ 5 \\ 6$	BY repealing and reenacting, with amendments, Chapter 145 of the Acts of the General Assembly of 2016, as amended by Chapter 23 of the Acts of the General Assembly of 2017 Section 2				
$7 \\ 8$	SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:				
9	Article – Business Regulation				
10	11–403.				
11	(a) The Comptroller shall pay from the Special Fund an annual grant of:				
$\begin{array}{c} 12\\ 13 \end{array}$	(9) beginning July 1, 2017, from the money distributed under § 9–120(b) of the State Government Article:				
$\begin{array}{c} 14 \\ 15 \end{array}$	(i) $$500,000$ to a purse for the Maryland International thoroughbred race under $11-522.1$ of this title; AND				
$16 \\ 17 \\ 18$	(ii) [\$350,000 to the Maryland Office of Sports Marketing in the Maryland Stadium Authority for incentive grants for youth and amateur sporting events; and				
$\begin{array}{c} 19\\ 20 \end{array}$	(iii)] \$150,000 to the Maryland Humanities Council for Maryland History Day and other programming.				
21	Article – Education				
22	6–117.1.				
23	(a) (1) In this section the following words have the meanings indicated.				
$\begin{array}{c} 24 \\ 25 \end{array}$	(3) "Program" means the Teacher Induction, Retention, and Advancement Pilot Program.				
$\frac{26}{27}$	(e) (1) (i) For fiscal year 2018, the Governor shall include in the annual budget bill an appropriation of \$2,100,000 to the Program.				
$\frac{28}{29}$	[(ii) For fiscal year 2019 and each fiscal year thereafter, the Governor shall include in the annual budget bill an appropriation of \$5,000,000 to the Program.]				
30	(II) FOR FISCAL YEAR 2019 AND EACH FISCAL YEAR				

1 THEREAFTER, THE GOVERNOR MAY INCLUDE FUNDING IN THE ANNUAL BUDGET 2 BILL FOR THE PROGRAM.

3 6–306.

4 (b) (1) For fiscal year 2000 and each subsequent fiscal year, the Governor shall 5 include in each year's operating budget funding for the stipends and bonuses provided in 6 this subsection.

7 (2) A classroom teacher or other nonadministrative school-based employee 8 in a public school identified by the State Board as having comprehensive needs who holds 9 a standard professional certificate or an advanced professional certificate who is employed 10 by a county board and who holds a certificate issued by the National Board for Professional 11 Teaching Standards [shall] MAY receive a stipend from the State in an amount equal to 12 the county grant for national certification, up to a maximum of[:

13

(i) For fiscal year 2018,] \$2,000 per qualified individual[; and

14 (ii) For fiscal year 2019 and each fiscal year thereafter, \$4,000 per 15 qualified individual].

16 (3) A classroom teacher or other nonadministrative school-based employee 17 in a school not identified by the State Board as having comprehensive needs who holds a 18 standard professional certificate or an advanced professional certificate who is employed 19 by a county board and who holds a certificate issued by the National Board for Professional 20 Teaching Standards [shall] MAY receive a stipend from the State in an amount equal to 21 the county grant for national certification, up to a maximum of \$1,000 per qualified 22 individual.

(4) To the maximum extent practicable, each public school shall utilize
 teachers who have obtained National Board Certification in leadership roles within the
 school.

26 (5) (i) 1. The State Board shall establish a program to support 27 locally negotiated incentives, governed under Subtitles 4 and 5 of this title, for highly 28 effective classroom teachers and principals to work in public schools that are:

A. In improvement, corrective action, or restructuring;
B. Categorized by the local school system as a Title I school;
or
C. In the highest 25% of schools in the State based on a

33 ranking of the percentage of students who receive free and reduced priced meals.

342.The program established under subsubparagraph 1 of this

	6				SENATE BILL 187
1	subparagra	iph ma	y inclu	de fin	ancial incentives, leadership changes, or other incentives.
$\frac{2}{3}$	paragraph.		(ii)	1.	The State Board shall adopt guidelines to implement this
$4 \\ 5 \\ 6$	local school under this				Nothing in this paragraph shall be construed to prohibit a oying more stringent standards than the guidelines adopted
7	(c)	(1)	This	subse	ection applies only in Anne Arundel County.
8 9 10	disadvantaged school" means an annual grant distributed to a teacher who teaches in an				
11			(i)	Out	side of the collective bargaining process; or
$\begin{array}{c} 12\\ 13 \end{array}$	employee r	eprese	(ii) ntative		part of a collective bargaining agreement with the local
$\begin{array}{c} 14 \\ 15 \end{array}$	include in t	(3) the Sta			years 2017 [through 2019] AND 2018, the Governor shall budget funding for the stipends provided in this subsection.
16 17 18 19		eaching		receiv	ept as provided in subparagraph (ii) of this paragraph, a re a stipend from the State in an amount equal to the county omically disadvantaged school, up to a maximum of \$1,500 if
20 21 22 23				-	Teaches in a public middle or high school in which at least entage of full–time equivalent students as defined in § 5–202 and reduced price meals under the National School Lunch
24				2.	Holds a standard or advanced professional certificate; and
25				3.	Is employed by the county board.
$\begin{array}{c} 26 \\ 27 \end{array}$	under subp	aragra	(ii) aph (i) (fiscal year 2018, the maximum stipend a teacher may receive paragraph is \$750.
28	7–123.				
29	(a)	(1)	Ther	e is a	Robotics Grant Program in the State.
30 31	[(c) least \$250,0				all include in the State budget an annual appropriation of at

1 (C) THE GOVERNOR MAY INCLUDE FUNDING IN THE ANNUAL STATE 2 BUDGET FOR THE PROGRAM.

3 7-1702.

(a) There is a Public School Opportunities Enhancement Program.

 $5 \quad 7-1704.$

4

6 (a) For fiscal year 2018, the Governor shall include in the annual budget bill an 7 appropriation of \$2,500,000 to the Program.

8 (b) FOR FISCAL YEAR 2019, THE GOVERNOR MAY INCLUDE IN THE ANNUAL 9 BUDGET BILL AN APPROPRIATION OF \$2,500,000 TO THE PROGRAM.

10 (C) For fiscal years [2019 through] **2020** AND 2021, [the Governor shall include 11 in the annual budget bill an appropriation of \$7,500,000 to the Program] FUNDING FOR 12 THE PROGRAM SHALL BE AS PROVIDED IN THE STATE BUDGET.

13 12-306.

14 (a) (1) There is a University of Maryland Center for Economic and 15 Entrepreneurship Development (UMCEED).

16 (d) (1) The Governor [shall] MAY appropriate [at least] the following amounts 17 in general funds to UMCEED for the following fiscal years:

- 18 [(1)] (I) \$2,000,000 for fiscal year 2018; AND
- 19 [(2)] (II) [\$4,000,000] **\$2,000,000** for fiscal year 2019[; and
- 20 (3) \$6,000,000 for fiscal year 2020 and each fiscal year thereafter].

21 (2) FOR FISCAL YEAR 2020 AND EACH FISCAL YEAR THEREAFTER, 22 FUNDING FOR UMCEED SHALL BE AS PROVIDED IN THE STATE BUDGET.

23 16-512.

(a) (1) The total State operating fund per full-time equivalent student
appropriated to Baltimore City Community College for each fiscal year other than fiscal
year 2013, as requested by the Governor shall be:

(i) In fiscal year 2009, not less than an amount equal to 67.25% 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

1 in the previous fiscal year;

2 (ii) In fiscal year 2010, not less than an amount equal to 65.1% of the 3 State's General Fund appropriation per full-time equivalent student to the 4-year public 4 institutions of higher education in the State as designated by the Commission for the 5 purpose of administering the Joseph A. Sellinger Program under Title 17 of this article in 6 the same fiscal year;

7 (iii) In fiscal year 2011, not less than an amount equal to 65.5% of the 8 State's General Fund appropriation per full-time equivalent student to the 4-year public 9 institutions of higher education in the State as designated by the Commission for the 10 purpose of administering the Joseph A. Sellinger Program under Title 17 of this article in 11 the same fiscal year;

12 (iv) In fiscal year 2012, not less than an amount equal to 63% of the 13 State's General Fund appropriation per full-time equivalent student to the 4-year public 14 institutions of higher education in the State as designated by the Commission for the 15 purpose of administering the Joseph A. Sellinger Program under Title 17 of this article in 16 the same fiscal year;

17 (v) In fiscal year 2014, an amount that is the greater of 61% of the 18 State's General Fund appropriation per full-time equivalent student to the 4-year public 19 institutions of higher education in the State as designated by the Commission for the 20 purpose of administering the Joseph A. Sellinger Program under Title 17 of this article in 21 the same fiscal year or \$5,695.63 per full-time equivalent student;

(vi) In fiscal year 2015, an amount that is the greater of 61% 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 \$5,695.63 per full-time equivalent student;

(vii) In fiscal year 2016, an amount that is the greater of 58% 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 \$5,695.63 per full-time equivalent student;

(viii) In fiscal year 2017, an amount that is the greater of 58% 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 \$5,695.63 per full-time equivalent student;

(ix) In fiscal year 2018, not less than an amount equal to 60% 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

1 purpose of administering the Joseph A. Sellinger Program under Title 17 of this article in

2 the same fiscal year;

3 (x) In fiscal year 2019, not less than an amount equal to 61% of the 4 State's General Fund appropriation per full-time equivalent student to the 4-year public 5 institutions of higher education in the State as designated by the Commission for the 6 purpose of administering the Joseph A. Sellinger Program under Title 17 of this article in 7 the same fiscal year;

8 (xi) In fiscal year 2020, not less than an amount equal to 62.5% of the 9 State's General Fund appropriation per full-time equivalent student to the 4-year public 10 institutions of higher education in the State as designated by the Commission for the 11 purpose of administering the Joseph A. Sellinger Program under Title 17 of this article in 12 the same fiscal year;

(xii) In fiscal year 2021, not less than an amount equal to 64.5% 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;

18 (xiii) In fiscal year 2022, not less than an amount equal to 66.5% of the 19 State's General Fund appropriation per full-time equivalent student to the 4-year public 20 institutions of higher education in the State as designated by the Commission for the 21 purpose of administering the Joseph A. Sellinger Program under Title 17 of this article in 22 the same fiscal year; and

(xiv) In fiscal year 2023 and each fiscal year thereafter, not less than
an amount equal to 68.5% 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.

(2) For purposes of this subsection, the State's General Fund appropriation
per full-time equivalent student to the 4-year public institutions of higher education in the
State for a fiscal year shall include noncapital appropriations from the Higher Education
Investment Fund.

32 (3) Notwithstanding the provisions of paragraph (1) of this subsection, the 33 total State operating fund appropriated to Baltimore City Community College under this 34 section for each of fiscal years 2011 and 2012 shall be \$40,187,695.

35 (4) In fiscal year 2013, the total State operating funds appropriated to
36 Baltimore City Community College under this section shall be \$39,863,729.

37(5)NOTWITHSTANDING THE PROVISIONS OF PARAGRAPH (1) OF THIS38SUBSECTION, OR ANY OTHER PROVISION OF LAW, THE TOTAL STATE OPERATING

1 FUNDS APPROPRIATED TO BALTIMORE CITY COMMUNITY COLLEGE UNDER THIS 2 SECTION FOR FISCAL YEAR 2019 SHALL BE \$38,946,307.

3 17-104.

4 (a) (1) Except as provided in paragraphs (2), (3), [and] (4), AND (5) of this 5 subsection, the Maryland Higher Education Commission shall compute the amount of the 6 annual apportionment for each institution that qualifies under this subtitle by multiplying 7 the number of full-time equivalent students enrolled at the institution during the fall 8 semester of the fiscal year preceding the fiscal year for which the aid apportionment is 9 made, as determined by the Maryland Higher Education Commission by:

10 (i) In fiscal year 2009, an amount not less than 16% of the State's 11 General Fund per full-time equivalent student appropriation to the 4-year public 12 institutions of higher education in this State for the preceding fiscal year;

(ii) In fiscal year 2010, an amount not less than 12.85% of the State's
General Fund per full-time equivalent student appropriation to the 4-year public
institutions of higher education in the State for the same fiscal year;

(iii) In fiscal year 2011, an amount not less than 9.8% 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;

(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;

(v) In fiscal year 2014, an amount that is the greater of 9.4% 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 or \$875.53 per
full-time equivalent student;

(vi) In fiscal year 2015, an amount that is the greater of 9.4% 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 or \$875.53 per
full-time equivalent student;

(vii) 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;

(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;

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[(ix) In fiscal year 2019, an amount not less than 10.8% of the State's

1 General Fund per full-time equivalent student appropriation to the 4-year public 2 institutions of higher education in this State for the same fiscal year;]

3 [(x)] (IX) In fiscal year 2020, an amount not less than 11.1% of the 4 State's General Fund per full-time equivalent student appropriation to the 4-year public 5 institutions of higher education in this State for the same fiscal year; and

6 [(xi)] (X) In fiscal year 2021 and each fiscal year thereafter, an 7 amount not less than 15.5% of the State's General Fund per full-time equivalent student 8 appropriation to the 4-year public institutions of higher education in this State for the 9 same fiscal year.

10 (5) IN FISCAL YEAR 2019, THE TOTAL AMOUNT OF AID PROVIDED 11 UNDER THIS SUBTITLE SHALL BE \$48,908,667, TO BE ALLOCATED AMONG THE 12 INSTITUTIONS THAT QUALIFY UNDER THIS SUBTITLE IN THE SAME AMOUNT AS THE 13 ALLOCATION FOR FISCAL YEAR 2018 AFTER THE SEPTEMBER 6, 2017, BOARD OF 14 PUBLIC WORKS ACTION.

- 15 18-303.1.
- 16 (a) (1) In this section the following words have the meanings indicated.
- 17 (3) "Program" means the Next Generation Scholars of Maryland Program.

18 [(g) Except as provided in subsection (h) of this section, funds for the Program 19 shall be as provided in the State budget.]

20 [(h) For fiscal years 2018 through 2023:

(1) The Governor shall annually include \$5,000,000 in general funds in the
 State budget for the Program; and]

23 (G) (1) FOR FISCAL YEAR 2018, FUNDING FOR THE PROGRAM SHALL BE 24 \$5,000,000.

25 (2) FOR FISCAL YEAR 2019 AND EACH FISCAL YEAR THEREAFTER, 26 FUNDS FOR THE PROGRAM SHALL BE AS PROVIDED IN THE STATE BUDGET.

27 [(2)] (3) The Department shall distribute grants to nonprofit 28 organizations that:

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(i) Are selected in accordance with subsection (d) of this section; and

(ii) Will administer the Program in local school systems in which at
least 50% of the students as a percentage of full-time equivalent students as defined in §
5-202 of this article are eligible to receive a free lunch under the National School Lunch

	12 SENATE BILL 187	
1	Program in the 2015–2016 school year.	
2	18–19A–04.1.	
$\frac{3}{4}$	(d) (1) The Governor shall appropriate in the budget bill at least the following amounts for State contributions:	ng
5	(i) \$5,000,000 in fiscal year 2018; AND	
6	(ii) [\$7,000,000] \$2,000,000 in fiscal year 2019 [; and	
7	(iii) \$10,000,000 in fiscal year 2020] and each fiscal year thereafter	r.
8	Article – Health – General	
9	2–302.	
$10 \\ 11 \\ 12$	(a) The funding required in the State budget for local health services, exclusive special fund and federal appropriations, shall be at least the amount set forth in subsection.	
13	(b) The funding shall be:	
$\begin{array}{c} 14\\ 15\\ 16\end{array}$	(4) For fiscal [year] YEARS 2018 AND 2019, \$49,488,474 to be distribut to each municipality or subdivision in the same amount as the municipality or subdivision received in fiscal year 2017; and	
17 18	(5) For fiscal year [2019] 2020 and each subsequent fiscal year, the amount of funding for the preceding fiscal year adjusted for:	he
19 20 21	(i) Inflation, as measured by the Consumer Price Index (All Urba Consumers), for the second preceding fiscal year, calculated by the U.S. Department Commerce; and	
$22 \\ 23 \\ 24$	(ii) Population growth, as measured by the growth in the tot population of the State for the second preceding fiscal year, according to the most rece statistics available through the Maryland Department of Health.	
25	5-626.	
26	(a) In this section, "Fund" means the Advance Directive Program Fund.	
$\begin{array}{c} 27\\ 28 \end{array}$	(g) (1) FOR FISCAL YEAR 2019, MONEY IN THE FUND MAY BE USED FO MATERNAL AND CHILD HEALTH QUALITY INITIATIVES.)R
29	(2) [Money] FOR FISCAL YEAR 2020 AND EACH FISCAL YEA	AR

THEREAFTER, MONEY in the Fund may be used [only] to carry out the purposes of the

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13

 $\mathbf{2}$ Advance Directive Program established under § 5-620 of this subtitle OR FOR MATERNAL 3 AND CHILD HEALTH QUALITY INITIATIVES. 7 - 307. 4 $\mathbf{5}$ (d) (4)The Governor's proposed budget for fiscal year 2019 shall include a 6 [3.5%] **1.0%** rate increase for community service providers over the funding provided in the 7 legislative appropriation for Object 08 Contractual Services in Program M00M01.02 Community Services for fiscal year 2018. 8 9 13 - 3003.10 There is a Cord Blood Transplant Center Support Fund. (a) 11 The Fund may be used [only] for [the]: (g)12(1) **THE** establishment of or support for a cord blood transplant center at a 13qualified medical institution; OR 14(2) MATERNAL AND CHILD HEALTH SURVEILLANCE. 1516 - 201.3.16 In this section the following words have the meanings indicated. (a) (1)17(2)"Community provider" means a community-based agency or program 18 funded by the Behavioral Health Administration or the Medical Care Programs 19 Administration to serve individuals with mental disorders, substance-related disorders, or 20a combination of these disorders. 21"Rate" means the reimbursement rate paid by the Department to a (3)22community provider from the State General Fund, Maryland Medical Assistance Program 23funds, other State or federal funds, or a combination of these funds. 24(d) (1)The Governor's proposed budget for fiscal year 2019 SHALL INCLUDE

(d) (1) The Governor's proposed budget for fiscal year 2019 SHALL INCLUDE
A 2.0% RATE INCREASE and FOR fiscal year 2020 shall include a 3.5% rate increase for
community providers over the funding provided in the legislative appropriation for the
immediately preceding fiscal year for each of the following:

(i) Object 08 Contractual Services in Program M00Q01.10 Medicaid
 Behavioral Health Provider Reimbursement – Medical Care Programs Administration;

30(ii)Object08ContractualServicesinProgramM00L01.0231Community Services – Behavioral Health Administration; and

1 Object 08 Contractual Services in Program M00L01.03 (iii) $\mathbf{2}$ Community Services for Medicaid State Fund Recipients – Behavioral Health 3 Administration. 4 19 - 2201.In this section, "Fund" means the Community Health Resources Commission $\mathbf{5}$ (a) 6 Fund. 7 Subject to paragraph (2) of this subsection, the Fund may be used only (e) (1)8 to: 9 (i) Cover the administrative costs of the Commission; 10 (ii) Cover the actual documented direct costs of fulfilling the statutory and regulatory duties of the Commission in accordance with the provisions of this 11 12subtitle; 13(iii) Provide operating grants to qualifying community health 14resources; and 15(iv) Provide funding for the development, support, and monitoring of a unified data information system among primary and specialty care providers, hospitals, 1617and other providers of services to community health resource members. 18(2)(iv) For fiscal year 2019 [and each fiscal year thereafter], the Fund may be used for any project or initiative authorized under Title 10, Subtitle 2 and Title 13, 19 Subtitle 3 of this article and approved by the Commission if no less than [\$8,000,000] 2021\$5,000,000 of the subsidy required under § 14–106(d)(2)(ii)2 of the Insurance Article is used 22in each fiscal year for the purposes under paragraph (1) of this subsection. 23**(**V**)** FOR FISCAL YEAR 2020 AND EACH FISCAL YEAR THEREAFTER, THE FUND MAY BE USED FOR ANY PROJECT OR INITIATIVE 2425AUTHORIZED UNDER TITLE 10, SUBTITLE 2 AND TITLE 13, SUBTITLE 3 OF THIS 26ARTICLE AND APPROVED BY THE COMMISSION IF NO LESS THAN \$4,000,000 OF THE SUBSIDY REQUIRED UNDER § 14–106(D)(2)(II)2 OF THE INSURANCE ARTICLE IS 2728USED IN EACH FISCAL YEAR FOR THE PURPOSES UNDER PARAGRAPH (1) OF THIS 29SUBSECTION.

30 19–2401.

14

(d) (1) The Governor shall include in the capital or operating budget bill the
following amounts that are equal to the capital funds committed by Prince George's County
to be used for the construction of the Prince George's County Regional Medical Center:

(i) \$11,300,000 for fiscal year 2018;

34

1		(ii)	[\$48,000,000] \$19,000,000 for fiscal year 2019; [and]				
2		(iii)	\$56,200,000 for fiscal year 2020 ; AND				
3		(IV)	\$29,000,000 FOR FISCAL YEAR 2021.				
4 5			e George's County shall provide matching funds of \$208,000,000 on of the Prince George's County Regional Medical Center.				
6	A	Article	e – Housing and Community Development				
7	4–509.						
8	(a) (1)	In thi	s section the following words have the meanings indicated.				
9 10	(4) Fund.	"Func	" means the Seed Community Development Anchor Institution				
11 12 13	• /	•	ars [2018] 2019 through 2022, the Governor [shall] MAY include or the capital budget bill an appropriation [of \$5,000,000] to the				
14	6–510.						
$\begin{array}{c} 15\\ 16 \end{array}$	(a) In this Program Fund.	s sectio	on, "Fund" means the Baltimore Regional Neighborhood Initiative				
17 18 19	in the budget bill or the capital budget bill an appropriation to the Fund [in the amount of						
20			Article – Natural Resources				
21	5–903.						
22 23 24 25 26 27 28	distributed to Prog \$6,000,000 may be amendment to the Procurement Artic	e trar e Stat cle, to Fitle 1	Subject to subparagraph (ii) of this paragraph, of the funds Open Space under § 13–209 of the Tax – Property Article, up to insferred by an appropriation in the State budget, or by an e budget under Title 7, Subtitle 2 of the State Finance and the Maryland Heritage Areas Authority Financing Fund 3, Subtitle 11 of the Financial Institutions Article to be used for that subtitle.				
29 30		(ii) ceeds \$	If the amount transferred in accordance with subparagraph (i) of \$3,000,000, the amount exceeding \$3,000,000 shall be provided				

1 from the State's share of funds.

2 (III) OF THE AMOUNT TRANSFERRED UNDER SUBPARAGRAPH (I) 3 OF THIS PARAGRAPH, UP TO \$300,000 MAY BE DISTRIBUTED TO THE MARYLAND 4 HISTORICAL TRUST WITHIN THE DEPARTMENT OF PLANNING TO BE AWARDED AS 5 NONCAPITAL HISTORIC PRESERVATION GRANTS.

- 6 Article State Finance and Procurement
- 7 7–311.
- 8 (a) (1) In this section the following words have the meanings indicated.
- 9
- (2) "Account" means the Revenue Stabilization Account.

10 (3) "Estimated General Fund revenues" means the estimated General 11 Fund revenues for a fiscal year stated in the report of the Board of Revenue Estimates 12 submitted to the Governor under § 6–106 of this article in December preceding the fiscal 13 year.

14 (4) "Unappropriated General Fund surplus" does not include the amount 15 of nonwithholding income tax revenues that exceed the capped estimate determined under 16 § 6–104(e) of this article.

17 (j) (1) Except as provided in paragraph (2) of this subsection, for fiscal year 18 2007 and for each subsequent fiscal year, the Governor shall include in the budget bill an 19 appropriation:

(i) for [each of] fiscal [years] YEAR 2017 [and 2019], to the accumulation funds of the State Retirement and Pension System an amount, up to a maximum of \$50,000,000, that is equal to one-half of the amount by which the unappropriated General Fund surplus as of June 30 of the second preceding fiscal year exceeds \$10,000,000;

- 25 (ii)
- for fiscal year 2020:

1. to the accumulation funds of the State Retirement and Pension System an amount, up to a maximum of \$50,000,000, that is equal to one-half of the amount by which the unappropriated General Fund surplus as of June 30 of the second preceding fiscal year exceeds \$10,000,000; and

2. to the Account equal to the amount by which the unappropriated General Fund surplus as of June 30 of the second preceding fiscal year exceeds \$10,000,000, less the amount of the appropriation under item 1 of this item; and

33

(iii) for fiscal year 2021 and each fiscal year thereafter:

1 1. to the accumulation funds of the State Retirement and 2 Pension System an amount, up to a maximum of \$25,000,000, that is equal to one-quarter 3 of the amount by which the unappropriated General Fund surplus as of June 30 of the 4 second preceding fiscal year exceeds \$10,000,000;

5 2. to the Postretirement Health Benefits Trust Fund 6 established under § 34–101 of the State Personnel and Pensions Article an amount, up to 7 a maximum of \$25,000,000, that is equal to one-quarter of the amount by which the 8 unappropriated General Fund surplus as of June 30 of the second preceding fiscal year 9 exceeds \$10,000,000; and

103.to the Account equal to the amount by which the11unappropriated General Fund surplus as of June 30 of the second preceding fiscal year12exceeds \$10,000,000, less the amount of the appropriations under items 1 and 2 of this item.

13 (2) The appropriation required under this subsection for any fiscal year 14 may be reduced by the amount of any appropriation to the Account required to be included 15 for that fiscal year under subsection (e) of this section.

16

Article - Tax - Property

17 2–106.

18 (b) [(1)] [Except as provided in paragraph (2) of this subsection, each] EACH 19 county and Baltimore City shall be responsible for reimbursing the State for the costs of 20 administering the Department as follows:

[(i)] (1) [50%] 90% of the costs of real property valuation;
[(ii)] (2) [50%] 90% of the costs of business personal property

23 valuation; [and]

[(iii)] (3) [50%] 90% of the costs of the Office of Information Technology within the Department, including any funding for departmental projects in the Major Information Technology Development Project Fund established under § 3A–309 of the State Finance and Procurement Article; AND

28

(4) 90% OF THE COSTS OF THE OFFICE OF THE DIRECTOR.

[(2) For each of fiscal years 2012 and 2013, each county and Baltimore City shall be responsible for reimbursing the State 90% instead of 50% of the costs of administering the Department described in paragraph (1) of this subsection.]

32 (c) Costs under subsection (b) of this section shall be allocated among the counties 33 and Baltimore City as follows:

1 (1) costs under subsection (b)(1)(i) [and], (iii), AND (IV) of this section will 2 be allocated based on the number of real property accounts of a county or Baltimore City 3 as a percentage of the total number of real property accounts statewide as of July 1 of the 4 preceding fiscal year; and

5 (2) costs under subsection (b)(1)(ii) of this section will be allocated based on 6 the business personal property assessable base of a county or Baltimore City as a 7 percentage of the total business personal property assessable bases statewide as of July 1 8 of the preceding fiscal year.

9 (d) Each county and Baltimore City shall remit a quarterly payment to the 10 Comptroller for 25% of the jurisdiction's share of costs on the following dates:

- 11 (1) July 1;
- 12 (2) October 1;
- 13 (3) January 1; and
- 14 (4) April 1.

15 (e) The Comptroller may withhold a portion of a local income tax distribution of 16 a county or Baltimore City that fails to make timely payment in accordance with this 17 section.

18 13-209.

19 (g) (2) (i) The Governor shall include in each of the annual budget bills for 20 fiscal years [2019,] 2020, [and] 2021, AND 2022 a General Fund appropriation to the 21 special fund in the amount of \$15,000,000.

22 (ii) The appropriations required under subparagraph (i) of this 23 paragraph:

cumulatively represent reimbursement for 50% of the
 cumulative amount of any appropriation or transfer from the special fund to the General
 Fund for fiscal year 2006;

27
28 and (f) of this section;
28 are not subject to the provisions of subsections (a), (b), (c),

3. shall be allocated as provided in subsection (d) of this
 section and § 5–903 of the Natural Resources Article; and

4. shall be reduced by the amount of any appropriation from
the General Fund to the special fund that:

$\frac{1}{2}$	A. exceeds the required appropriation under this paragraph; and
$\frac{3}{4}$	B. is identified as an appropriation for reimbursement under this paragraph.
5 6 7	Chapter 397 of the Acts of 2011, as amended by Chapter 425 of the Acts of 2013, Chapter 464 of the Acts of 2014, Chapter 489 of the Acts of 2015, and Chapter 23 of the Acts of 2017
8 9	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:
$10 \\ 11 \\ 12$	(c) (1) For fiscal year 2015 and 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.
$\begin{array}{c} 13\\14 \end{array}$	(2) For fiscal year 2017, the Governor shall reduce the budgeted Medicaid Deficit Assessment by \$25,000,000 over the assessment level for the prior year.
$\begin{array}{c} 15\\ 16 \end{array}$	(3) For fiscal year 2018, the budgeted Medicaid Deficit Assessment shall be \$364,825,000.
17 18	(4) For fiscal year 2019, the budgeted Medicaid Deficit Assessment shall be [\$329,825,000] \$339,825,000 .
19 20	(5) For fiscal year 2020, the budgeted Medicaid Deficit Assessment shall be \$294,825,000.
21 22 23	(6) Beginning with the State budget submission for fiscal year 2021, the Governor shall reduce the budgeted Medicaid Deficit Assessment annually by \$25,000,000 over the assessment level for the prior fiscal year.
$24 \\ 25 \\ 26$	(7) To the extent that the Commission takes other actions that reduce Medicaid costs, those savings shall also be used to reduce the budgeted Medicaid Deficit Assessment.
27 28 29	(8) 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.
30	Chapter 25 of the Acts of 2016
31 32 33 34	SECTION 4. AND BE IT FURTHER ENACTED, That, for [each of fiscal years 2018 through] FISCAL YEARS 2020 AND 2021, the Governor [shall] MAY appropriate in the annual budget [at least] an additional \$4,000,000 to the University System of Maryland Office for the purpose of increasing the estimated funding guideline attainment levels of

the primarily residential institutions in the System with the lowest estimated funding 1 $\mathbf{2}$ guideline attainment levels in fiscal year 2016. The University System of Maryland shall 3 allocate the funds each year in a manner that brings the primarily residential institutions 4 with the lowest estimated funding guideline attainment levels in fiscal year 2016 as close $\mathbf{5}$ as possible to a 64% estimated funding guideline attainment level by fiscal year 2021. The 6 general funds distributed under this section each year are in addition to the annual 7 appropriation for each institution, and shall be included in each institution's base budget 8 for all fiscal years after the distribution.

9 Chapter 145 of the Acts of 2016, as amended by Chapter 23 of the Acts of 2017

10 SECTION 2. AND BE IT FURTHER ENACTED, That any funds distributed to the 11 Maryland State Arts Council in accordance with § 2–202 of the Tax – General Article as 12 enacted in this Act [shall] MAY NOT be included in the Maryland State Arts Council's prior 13 fiscal year appropriation [in addition to the amount of the General Fund appropriation for 14 the prior fiscal year and the sum shall be used] for purposes of calculating the required 15 appropriation under § 7–325 of the State Finance and Procurement Article.

16 SECTION 2. AND BE IT FURTHER ENACTED, That, notwithstanding any other 17 provision of law, the fiscal year 2019 appropriation for the Revenue Stabilization Account 18 established under § 7–311 of the State Finance and Procurement Article is reduced by 19 \$193,000,000.

SECTION 3. AND BE IT FURTHER ENACTED, That, notwithstanding any other provision of law, on or before June 30, 2018, the University System of Maryland shall transfer \$9,000,000 in State-supported fund balance to the General Fund as required by the September 6, 2017, Board of Public Works action.

SECTION 4. AND BE IT FURTHER ENACTED, That, for fiscal year 2019, payments to providers with rates set by the Interagency Rates Committee under § 8–417 of the Education Article may not increase by more than 1% over the rates in effect on June 30, 2018.

28 SECTION 5. AND BE IT FURTHER ENACTED, That, notwithstanding any other 29 provision of law, the federal fund spending in fiscal year 2018 for Temporary Assistance for 30 Needy Families may exceed \$249,874,106.

SECTION 6. AND BE IT FURTHER ENACTED, That, notwithstanding any other provision of law, for fiscal years 2018 and 2019 only, the Maryland Department of the Environment may retain a balance of up to \$6,000,000 in the Maryland Clean Air Fund under § 2–107 of the Environment Article.

SECTION 7. AND BE IT FURTHER ENACTED, That, notwithstanding any other provision of law, for fiscal year 2019 only, \$8,000,000 from the Maryland Trauma Physician Services Fund under § 19–130 of the Health – General Article may be used for Medicaid provider reimbursements.

1 SECTION 8. AND BE IT FURTHER ENACTED, That:

2 (a) Notwithstanding any provision of law that requires the Governor to include a 3 certain level of funding in the annual budget bill for a specific program or item, and 4 notwithstanding any other provision of law, and except as provided in subsection (b) of this 5 section, beginning in fiscal year 2020 any appropriation that would increase by operation 6 of law shall have its mandated level of spending increased by the lesser of:

- 7
- (1) the amount of the existing formula calculation; or

8 (2) an amount equal to 1% less than the reported amount of General Fund 9 revenue growth in the report submitted by the Board of Revenue Estimates to the Governor 10 under § 6–106(b) of the State Finance and Procurement Article for December.

11 (b) Subsection (a) of this section does not apply to:

12 (1) funding required for State aid to public elementary and secondary 13 education as provided under Title 5, Subtitle 2 or § 4–121, § 4–122, § 6–306, § 8–313, § 14 8–3A–09, or § 8–415 of the Education Article;

(2) any appropriation required to be made to the Revenue Stabilization
Account under § 7–311 of the State Finance and Procurement Article;

17 (3) any appropriation required for the payment of principal or interest on18 State debt; or

(4) any appropriation required for the State's employer contribution to the
 State Retirement and Pension System required under § 21–308 of the State Personnel and
 Pensions Article.

SECTION 9. AND BE IT FURTHER ENACTED, That the General Assembly may not enact legislation that creates a new required level of funding in the annual budget bill for a future fiscal year for a specific program or item or increases a required level of funding in the annual budget bill for a future fiscal year for a specific program or item unless it also enacts legislation at that same session that reduces or repeals an equivalent amount of required funding for the same fiscal year.

28 SECTION 10. AND BE IT FURTHER ENACTED, That this Act shall take effect 29 June 1, 2018.