

Department of Legislative Services  
 Maryland General Assembly  
 2018 Session

FISCAL AND POLICY NOTE  
 Third Reader - Revised

Senate Bill 373

(Senator Currie, *et al.*)

Budget and Taxation

Appropriations

Education – Head Start Program – Annual Appropriation (The Ulysses Currie Act)

This bill requires the Head Start Program in the State to be referred to as the Ulysses Currie Head Start Program. The Governor must include an appropriation of at least \$3.0 million in the annual State budget for the program. **The bill takes effect June 1, 2018.**

Fiscal Summary

**State Effect:** General fund expenditures increase by \$1.2 million annually beginning in FY 2020. **This bill establishes a mandated appropriation beginning in FY 2020.**

(\$ in millions)	FY 2019	FY 2020	FY 2021	FY 2022	FY 2023
Revenues	\$0	\$0	\$0	\$0	\$0
GF Expenditure	0	1.2	1.2	1.2	1.2
Net Effect	\$0.0	(\$1.2)	(\$1.2)	(\$1.2)	(\$1.2)

*Note: ( ) = decrease; GF = general funds; FF = federal funds; SF = special funds; - = indeterminate increase; (-) = indeterminate decrease*

**Local Effect:** Potential increase in local grant revenues and expenditures for jurisdictions that operate Head Start programs and receive new or increased State funding.

**Small Business Effect:** Potential meaningful to the extent that a small business is awarded new or increased grant funding.

Analysis

**Current Law/Background:** The Head Start Program aims to promote the school readiness of low-income children by enhancing their cognitive, social, and emotional development. In some counties, Head Start is operated by county agencies or local school

systems; private providers operate the program in most counties. Funding for Head Start comes largely from the federal government, though the State provides supplemental funding. State funding may be used for the expansion and improvement of services, including expanding the hours of services, increasing the number of children served, and developing quality improvement measures such as staff development and program improvement. In 2017, 25 programs received a total of \$1.8 million in State supplemental funds to provide extended day and/or extended year services to 3,189 children for approximately 5,582 program hours.

Supplemental State funding for the Head Start Program has been level funded at \$1.8 million since fiscal 2010. Prior to fiscal 2010, the annual appropriation was \$3.0 million. According to the Maryland State Department of Education (MSDE), restoring the original funding levels will reduce the summer learning loss, which is prevalent in lower socioeconomic families, and increase school readiness skills, including social and emotional skills. Extending the day and/or year for programs also allows for parents to participate in work and/or school activities. The Maryland Head Start Association estimates that an additional \$1.2 million in supplemental funds will allow programs to provide services to approximately 2,137 additional children or 3,740 additional program hours.

Senator Ulysses Currie has represented Prince George's County in the General Assembly for more than 30 years; he has served as a Senator since 1995. Senator Currie has more than three decades of experience as an educator; former positions include a classroom teacher, a principal, and supervisor of the Prince George's County federal Head Start Program.

**State Expenditures:** General fund expenditures for MSDE increase by \$1.2 million annually beginning in fiscal 2020 to fund the program at the level required by the bill's mandated appropriation. This estimate assumes that, in the absence of the bill, the program would have been funded at \$1.8 million annually and, therefore, accounts only for the increase over the historical funding amount.

**Local Fiscal Effect:** Beginning in fiscal 2020, as funding for Head Start increases pursuant to the mandated appropriation, jurisdictions operating programs may receive new or increased State funding.

**Small Business Effect:** Potential meaningful for any small business that operates a Head Start program and is awarded new or increased funding.

## **Additional Information**

**Prior Introductions:** None.

**Cross File:** HB 547 (Delegate Barron) - Appropriations.

**Information Source(s):** Maryland State Department of Education; Department of Budget and Management; Maryland Head Start Association; Maryland Family Network; Department of Legislative Services

**Fiscal Note History:** First Reader - February 5, 2018  
nb/rhh Third Reader - March 16, 2018  
Revised - Amendment(s) - March 16, 2018

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