

Department of Legislative Services
Maryland General Assembly
2020 Session

FISCAL AND POLICY NOTE
Third Reader

House Bill 1061
Appropriations

(Delegate Krimm)

Budget and Taxation

Capital Funding - Deferred Maintenance - Reporting Requirements

This bill requires annual reporting on deferred maintenance to the Senate Budget and Taxation Committee and the House Appropriations Committee by an entity responsible for facilities maintenance for a “convention facility” or a facility at an “institution of higher education” that receives a certain level of capital funding from the State. Specifically, a report is due by October 1 in each year after the State provided capital funding to the facility totaling at least \$2 million in the operating and/or capital budget bills. **The bill takes effect July 1, 2020.**

Fiscal Summary

State Effect: The bill’s requirements can likely be absorbed by the within existing resources. Revenues are not affected.

Local Effect: The bill’s requirements can likely be absorbed within existing local resources. Revenues are not affected.

Small Business Effect: None.

Analysis

Bill Summary: The report must include:

- the dollar amount that the entity spends per square foot on deferred maintenance;
- the total dollar value of the backlog for deferred maintenance;

- the process for facility condition assessment, including the process for rating and assessing deferred maintenance projects;
- the number of staff hours devoted to inspecting and analyzing the need for facility repair and maintenance; and
- the entity’s plan to address all deferred maintenance projects.

Current Law: “Convention facility” means the Baltimore Convention facility, Montgomery County Conference facility, and the Ocean City Convention facility. “Institution of higher education” means an institution of postsecondary education that generally limits enrollment to graduates of secondary schools and awards degrees at either the associate, baccalaureate, or graduate level. It includes public, private, nonprofit, and for-profit institutions of higher education.

State statute does not require entities receiving State capital funding to report on deferred maintenance.

Additional Comment: Under the bill, entities subject to the reporting requirement that received at least \$2 million in State capital funding in fiscal 2020 must submit the required report within a compressed timeframe – by October 1, 2020, only three months after the bill’s effective date.

Additional Information

Prior Introductions: None.

Designated Cross File: None.

Information Source(s): Town of Ocean City; Baltimore City; Montgomery County; University System of Maryland; Morgan State University; Department of Budget and Management; Department of General Services; Maryland Stadium Authority; Department of Legislative Services

Fiscal Note History: First Reader - March 1, 2020
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