SENATE BILL 30

B1, P1

(PRE-FILED)

1lr0710 CF HB 133

By: **Senators Elfreth and Guzzone** Requested: September 18, 2020 Introduced and read first time: January 13, 2021 Assigned to: Budget and Taxation

Committee Report: Favorable with amendments Senate action: Adopted Read second time: February 23, 2021

CHAPTER _____

1 AN ACT concerning

2State Finance and Procurement – Appropriation Reductions3(Board of Public Works Budget Reduction Clarification Act)

- 4 FOR the purpose of limiting the authorization for the Governor, with the approval of the $\mathbf{5}$ Board of Public Works, to reduce certain appropriations to not more than a certain 6 percent of the total appropriation for any line item eight-digit program in the State 7 operating budget in any fiscal year; altering the number of business days the Board must wait before approving a proposed reduction of an appropriation after the 8 9 Secretary of Budget and Management publishes and provides certain notice of the 10 proposed reduction; and generally relating to the State budget and the Department 11 of Budget and Management.
- 12 BY repealing and reenacting, with amendments,
- 13 Article State Finance and Procurement
- 14 Section 7–213
- 15 Annotated Code of Maryland
- 16 (2015 Replacement Volume and 2020 Supplement)
- SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,
 That the Laws of Maryland read as follows:
- 19

Article – State Finance and Procurement

 $20 \quad 7-213.$

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.



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1 (a) (1) Subject to paragraph (2) of this subsection and except as provided in 2 subsection (b) of this section, with the approval of the Board of Public Works, the Governor 3 may reduce, by not more than 25% OF THE **TOTAL APPROPRIATION** <u>LEGISLATIVE</u> 4 <u>APPROPRIATION AS APPROVED BY THE GENERAL ASSEMBLY</u> FOR ANY <u>LINE ITEM</u> 5 <u>EIGHT-DIGIT PROGRAM</u> IN THE STATE OPERATING BUDGET IN ANY FISCAL YEAR, 6 any appropriation:

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- (i) that the Governor considers unnecessary; or
- 8 (ii) that is subject to budgetary reductions required under the budget 9 bill as approved by the General Assembly.
- 10 (2) At least [3] **10**-business <u>7 CALENDAR</u> days before the Board of Public 11 Works may approve a proposed reduction of an appropriation under this subsection, the 12 Secretary of Budget and Management shall:
- (i) publish on the Department of Budget and Management's Website, in a machine-readable format, notice of the proposed reduction, including:
- 15 1. the name of the State agency or program for which the 16 appropriation is intended and a brief narrative summary of the impact of the proposed 17 reduction on the State agency or program;
- 18 2. the amount of the proposed reduction in both dollar and19 percentage values;
- 203.the fund source of the appropriation subject to the21proposed reduction; and
- any projected reductions in workforce as a result of theproposed reduction;
- (ii) provide the notice required under subparagraph (i) of this
 paragraph to the Board of Public Works for publication, in a machine-readable format, on
 the Board's Web site; and
- (iii) provide written notice of the proposed reduction, including the
 items specified under subparagraph (i) of this paragraph, to:
- the Legislative Policy Committee;
 the Senate Budget and Taxation Committee; and
 the House Appropriations Committee.

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1	(b)	(1)	The (Governor	may	not	reduce	an	appropriation	to	the	Legislative
2	Branch or the Judicial Branch of the State government.											

- 3 (2)The Governor may not reduce an appropriation for: payment of the principal of or interest on the State debt; 4 (i) public schools, including the Maryland School for the Deaf; $\mathbf{5}$ (ii) 6 (iii) the Maryland School for the Blind; or 7 (iv) the salary of a public officer, during the term of office. 8 (3)Except as provided in § 8-109 of the State Personnel and Pensions 9 Article, the Governor may not reduce an appropriation for the salary of any nontemporary employee in the State Personnel Management System. 10
- 11 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 12 1, 2021.

Approved:

Governor.

President of the Senate.

Speaker of the House of Delegates.