

Department of Legislative Services
Maryland General Assembly
2024 Session

FISCAL AND POLICY NOTE
Third Reader - Revised

Senate Bill 966

(Senators Zucker and McCray)

Budget and Taxation

Appropriations

Prior Authorizations of State Debt - Alterations

This bill modifies authorizations of State debt in prior year capital budgets by extending deadlines for expending or encumbering funds, removing matching fund requirements, altering the jurisdiction in which a project is located, renaming grant recipients, and/or altering the purpose for which funds may be used. In some cases, altering the *purpose* of grant funds merely makes minor or technical changes for how the funds may be used; in other cases, grant funds may be reassigned/redistributed to an entirely different purpose within the same jurisdiction. **The bill takes effect June 1, 2024.**

Fiscal Summary

State Effect: The bill modifies the conditions under which State grant funds may be used. These changes do not materially affect State finances.

Local Effect: None, unless the grantee is a local government.

Small Business Effect: None.

Analysis

Bill Summary: Several prior authorizations of State debt are consolidated into an omnibus bill. The types of modifications to prior authorizations of State debt that have been consolidated into the bill are shown in **Appendix 1**, by current project name, jurisdiction for the current project, and the year of the initial authorization.

Current Law: In general, when a matching fund is required, a grantee must present evidence of the matching fund to the Board of Public Works within two years of the

authorization for State debt, and the matching fund must be certified prior to the grantee's expending or encumbering State funds.

Chapter 153 of 2003 established a seven-year limitation on the authority to spend an appropriation for a capital expenditure and a seven-year limitation on the authorization for State debt unless otherwise provided in an enabling act. The Act applies to all debt authorized on or after June 1, 1997.

Additional Information

Recent Prior Introductions: Similar legislation has not been introduced within the last three years.

Designated Cross File: None.

Information Source(s): Department of Budget and Management; Department of General Services; Board of Public Works; Department of Legislative Services

Fiscal Note History: First Reader - February 20, 2024
js/jkb Third Reader - April 5, 2024
Revised - Amendment(s) - April 5, 2024

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Appendix 1 – Modifications to Prior Authorizations Consolidated into the Bill

<u>Current Project Name</u>	<u>Current Jurisdiction</u>	<u>Year of Initial Authorization</u>	<u>Change(s)</u>
Prince George’s County Amphitheatre at Central Park (2019)	Prince George’s County	2019	Grantee, Purpose
Carroll County Turf Field	Carroll County	2019	Grantee, Deadline ¹ , Removal of match ² , Purpose
Prince George’s County Amphitheatre at Central Park (2020)	Prince George’s County	2020	Grantee, Purpose
Maryland University of Integrative Health (2020)	Howard County	2020	Grantee, Purpose, Deadline ¹ , Location ³
Kennedy Krieger Institute – Gompers School Building	Baltimore City	2020	Grantee, Purpose, Deadline ¹
Prince George’s County Amphitheatre at Central Park (2021)	Prince George’s County	2021	Grantee, Purpose
Shadyside Community Center	Anne Arundel County	2021	Grantee, Deadline ¹
Philemon Ministry’s Step Up House	Baltimore City	2021	Grantee, Purpose, Deadline ¹
Guide Right Facility	Prince George’s County	2021	Grantee, Purpose
Waldorf Urban Park & Amphitheater (2021)	Charles County	2021	Grantee, Purpose
Ashland Madison Apartments (2021)	Baltimore City	2021	Grantee

<u>Current Project Name</u>	<u>Current Jurisdiction</u>	<u>Year of Initial Authorization</u>	<u>Change(s)</u>
Waldorf Urban Park and Amphitheater (2022)	Charles County	2022	Grantee
Old Town Bowie – Historical Properties	Prince George’s County	2022	Grantee, Purpose
The John Hopkins House, Inc. – Whites Hall Acquisition	Anne Arundel County	2022	Grantee, Purpose, Deadline ¹
Northern Community Action Center	Baltimore City	2022	Grantee, Purpose, Deadline ¹
Charles County Multicultural Recreational and Amphitheatre Facilities	Charles County	2022	Purpose
Maryland University of Integrative Health (2022)	Howard County	2022	Grantee, Purpose, Deadline ¹
Poima Recovery Residence – RH3	Charles County	2022	Grantee, Purpose
New Carrollton Skate Park	Prince George’s County	2022	Grantee, Purpose, Deadline ¹
Prince George’s County Amphitheatre at Central Park (2022)	Prince George’s County	2022	Grantee, Purpose
HLMS Property Reclamation and Rejuvenation Program	Baltimore City	2022	Purpose
Johnston Square	Baltimore City	2022	Purpose
Fort to 400 Commission (2022)	St. Mary’s County	2022	Grantee
Inner Harbor Promenade	Baltimore City	2023	Grantee, Purpose
Washington County Museum of Fine Arts	Washington County	2023	Grantee

<u>Current Project Name</u>	<u>Current Jurisdiction</u>	<u>Year of Initial Authorization</u>	<u>Change(s)</u>
Maryland Rural Development Corporation – Roof Repairs	Caroline County	2023	Purpose
Glen Burnie Rotary Park – Electronic Sign	Anne Arundel County	2023	Purpose
College of Southern Maryland Pool	Charles County	2023	Grantee, Purpose
Ashland Madison Apartments (2023)	Baltimore City	2023	Grantee
The Bowie-Mitchellville (MD) Diamond Foundation Center	Prince George’s County	2023	Grantee, Purpose
Everyman Theatre	Baltimore City	2023	Purpose
Fort to 400 Commission (2023)	St. Mary’s County	2023	Grantee
Long Reach Village Center Shared Kitchen	Howard County	2023	Purpose

¹ Extends the deadline to expend or encumber funds.

² Removes the requirement that the grantee raise matching funds.

³ Alters the location of the project to be within Montgomery County.