

Report of the Conference Committee on House Bill 100

The Budget Bill

April 4, 2013

Mr. President,
Ladies and Gentlemen of the Senate:

Mr. Speaker,
Ladies and Gentlemen of the House of Delegates:

The Conference Committee has reconciled the differences between the House and Senate versions of HB 100 and Supplemental Budget No. 1, in which the House made total reductions of \$514.0 million, including \$91.9 million in reductions contingent on HB 102, the Budget Reconciliation and Financing Act (BRFA) of 2013. The Senate made total reductions of \$682.7 million, of which \$191.9 million is contingent on the BRFA. The Conference Committee made total reductions of \$654.4 million, including \$91.9 million contingent on the BRFA.

The House adopted 147 amendments to the budget bill. The Senate subsequently adopted 46 amendments to the budget bill, as amended by the House. The House concurred in none of the Senate amendments. All of these amendments have been reconsidered, and actions taken are indicated in the attached *Report of the Conference Committee*. In addition, the Governor submitted one Supplemental Budget after the Conference Committee had been appointed. Nine amendments were adopted to Supplemental Budget No. 1.

The budget continues to address the State's structural deficit, and overall spending grows just 3%. Despite reductions and constrained growth, funding is maintained for core State services and priorities including public education, higher education, Medicaid (including the expansion provided under the federal Patient Protection and Affordable Care Act), human services, and public safety. Strategic investments and enhancements are provided for school safety, technology transfer, business development, and job training. The projected general fund balance at the close of fiscal 2014, given the legislative actions on the budget and the BRFA, is \$291.1 million, meeting the recommendation of the Spending Affordability Committee. The budget reduces the estimated structural deficit to \$173.9 million, again in accordance with the recommendations of the Spending Affordability Committee.

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A description of the Conference Committee's actions pertaining to the budget and the final report of the committee are attached. The Department of Legislative Services has also provided a separate report on the budget with additional data.

Sincerely,

Edward J. Kasemeyer, Chairman
Senate Budget and Taxation Committee

Norman H. Conway, Chairman
House Appropriations Committee

Report of the Conference Committee on House Bill 100

April 4, 2013

Mr. President,
Mr. Speaker,
Ladies and Gentlemen of the General Assembly of Maryland:

The House adopted 147 amendments to the original budget bill.

The Senate adopted 46 amendments to the budget bill, as amended by the House.

The House rejected all of the Senate amendments and called for a Conference Committee.

The Senate refused to recede and agreed to a Conference Committee.

The budget was then referred to the Conference Committee. The Conference Committee also considered Supplemental Budget No. 1.

Action of the Conference Committee:

The Conference Committee recommends:

1. The adoption of the following Senate amendments:

1-2, 6-7, 11-13, 16-19, 21, 25-26, 31, 36, 42, 45

2. The rejection of the following Senate amendments:

4-5, 8-9, 28, 46

3. The action indicated on the following Senate amendments:

<u>Adopt</u>	<u>Reject</u>	<u>Conference Committee Amendment</u>
3	1
10	2
14	3
15	4
.....	20	5
22	6
23	7
24	8
27	9
29	10
30	11
.....	32	12
33	13
34	14
35	15
37	16
38	17
39	18
40	19
41	20
43	21
.....	44	22

4. The adoption of Conference Committee Supplemental Budget Amendments No. 1 through 9.

Respectfully submitted,

Edward J. Kasemeyer

Norman H. Conway

David R. Brinkley

Wendell R. Beitzel

James E. DeGrange, Sr.

John L. Bohanan, Jr.

Richard S. Madaleno, Jr.

Tawanna P. Gaines

James N. Robey

Adrienne A. Jones

Conference Committee Amendments

Conference Committee Amendment No. 1

On page 13 of the Committee Reprint, under the heading Maryland Energy Administration, in program D13A13.04 Maryland Energy Efficiency Grant Program, adopt Amendment 3, and in line 27 strike in its entirety beginning with “, provided” down through “committees” on page 14 in line 16 and insert “, provided that the Commercial and Industrial Sector Deep Retrofit Grant program shall only be expended on a matching fund basis and that the State share of the project may equal no more than 50 percent of the total estimated project cost net of utility rebates. The Maryland Energy Administration (MEA) shall provide a report to the budget committees by January 31, 2014, on the list of grantees and the leveraging of funds associated with each grant. Further provided that \$1,000,000 of this appropriation made for the purpose of the Commercial and Industrial Sector Deep Retrofit Grant Program may not be expended until MEA submits a report to the budget committees on the process for selecting grantees, including how projects will be ranked based on energy savings and leveraging opportunities. The report shall be submitted by July 1, 2013, and the budget committees shall have 45 days to review and comment. Funds restricted pending the receipt of a report may not be transferred by budget amendment or otherwise to any other purpose and shall revert to the General Fund if the report is not submitted to the budget committees”.

Conference Committee Amendment No. 2

On page 72 of the Committee Reprint, under the heading Office of the Secretary, adopt Amendment 10, and after line 23 insert “Further provided that \$100,000 of the General Fund appropriation of the Office of the Secretary made for the purpose of administration may not be expended until the Department of Health and Mental Hygiene (DHMH), in consultation with the Health Services Cost Review Commission, submits two reports to the budget committees concerning the modernization of the State’s Medicare waiver. Specifically:

- (1) Within 30 days of the submission of an application to the Centers for Medicare and Medicaid Services (CMS) to modernize the State’s Medicare waiver, DHMH is requested to submit a report containing the final application, a list of changes from the draft application circulated to stakeholders in March 2013, a preliminary timeline for implementation of Phase 1 of the Medicare waiver modernization plan, and the process of stakeholder input prior to any final decision being made by CMS and the State.
- (2) Within 30 days of the approval by CMS of the State’s Medicare waiver modernization application, a final timeline for implementation of Phase 1 of the Medicare waiver modernization plan, any regulatory or statutory changes required to implement Phase 1 of the Medicare waiver modernization plan, the process for stakeholder input prior to the

Conference Committee Amendments

implementation of Phase 1, and a timeline for the implementation of Phase 2 of the Medicare waiver modernization plan.

The committees shall have 45 days to review and comment on each report. Funding withheld pending the receipt of the two reports may not be expended or transferred to any other purpose and shall revert to the General Fund if both reports are not submitted.”; and on page 89 of the Committee Reprint, under the heading Medical Care Programs Administration, in program M00Q01.03 Medical Care Provider Reimbursements, in line 21 after “projects” insert Further provided that \$3,000,000 of this appropriation made for provider reimbursements may not be used for that purpose and shall instead be used to provide supplemental payments to Managed Care Organizations (MCOs) in the first six months of Calendar Year 2014 in order to increase access to care in rural counties. In developing a formula to allocate this funding, the Department of Health and Mental Hygiene (DHMH) may consider the following:

- (1) The relative concentration of MCO participation in each jurisdiction;
- (2) The number of MCOs open for enrollment in each jurisdiction;
- (3) The number of MCOs participating in each jurisdiction;
- (4) An individual MCO’s participation by rate payment and/or rate-setting region;
- (5) A two-part formula to allocate the total funding available; and
- (6) Any other factor considered appropriate by the department.

DHMH shall develop a formula to allocate this funding and shall submit the formula to the budget committees by July 1, 2013. Simultaneous with the submission of the formula to the budget committees, the department shall provide the formula to the MCOs. The budget committees shall have 30 days to review and comment. The final formula shall be presented to the MCOs prior to the final scheduled meeting of the Calendar Year 2014 MCO rate-setting process in August 2013.

Funding not used for this restricted purpose may not be transferred by budget amendment or otherwise for any other purpose and shall revert to the General Fund.

Further provided that it is the intent of the General Assembly that the Governor include in the fiscal 2015 budget bill \$3,000,000 to provide supplemental payments to MCOs to be distributed according to the same allocation formula for the second half of Calendar Year 2014”.

Conference Committee Amendments

Conference Committee Amendment No. 3

On page 84 of the Committee Reprint, under the heading Developmental Disabilities Administration, in program M00M01.01 Program Direction, adopt Amendment 14; and on page 85 of the Committee Reprint, under the heading Developmental Disabilities Administration, in program M00M01.02 Community Services, in line 15 after “Appropriation” insert “, provided that \$950,000 of this appropriation made for the purpose of Community Services shall be used to ensure that no provider funded by the Developmental Disabilities Administration will have an overall funding reduction in fiscal year 2014 as a result of changes in reimbursement policies for absence days in residential, day, and supported employment services that were implemented in fiscal 2012. Funds not expended for this restricted purpose may not be transferred by budget amendment or otherwise to any other purpose and shall revert to the General Fund”.

Conference Committee Amendment No. 4

On page 93 of the Committee Reprint, under the heading Social Services Administration, adopt Amendment 15, and in line 10 strike “artificially”.

Conference Committee Amendment No. 5

On page 127 of the Committee Reprint, under the heading Aid to Education, in program R00A02.01 State Share of Foundation Program, reject Amendment 20; and on page 131 of the Committee Reprint, under the heading Aid to Education, in program R00A02.39 Transportation, in line 4 following “Appropriation” insert “, provided that \$2,081,559 of the appropriation intended to increase funding for student transportation may not be expended for that purpose but instead may be used only to provide grants to restore 25% of the reduction to local school systems for which total direct education aid in fiscal 2014 is less than the amount received in fiscal 2013 by more than 1.0%, contingent on enactment of legislation establishing the grants. Further provided that \$123,667 of the appropriation intended to increase funding for student transportation may not be expended for that purpose but instead may be used only to restore funds so that no local school system may receive a Supplemental Grant of less than \$0”; and in line 5 strike “254,487,852” and substitute “256,693,078”.

Conference Committee Amendment No. 6

On page 129 of the Committee Reprint, under the heading Aid to Education, in program R00A02.13 Innovative Programs, adopt Amendment 22, and in line 11 strike “\$4,000,000” and substitute “\$3,500,000”.

Conference Committee Amendments

Conference Committee Amendment No. 7

On page 130 of the Committee Reprint, under the heading Aid to Education, in program R00A02.13 Innovative Programs, adopt Amendment 23, and in line 13 strike “13,952,000” and substitute “13,452,000”; and in line 16 strike “14,056,000” and substitute “13,556,000”.

Conference Committee Amendment No. 8

On page 135 of the Committee Reprint, under the heading Funding for Educational Organizations, in program R00A03.04 Aid to Non-Public Schools, adopt Amendment 24, and on page 133 in line 31 following “of” strike “\$60” and insert “\$65”; and in line 36 following “of” strike “\$90” and insert “\$95”.

Conference Committee Amendment No. 9

On page 138 of the Committee Reprint, under the heading University of Maryland, College Park, in program R30B22.00 University of Maryland, College Park, adopt Amendment 27, and in line 15 following “Appropriation” insert “. provided that it is the intent of the General Assembly that \$500,000 made for the purpose of the College Park Academy Public Charter School shall be one-time funding provided to fund the start-up of the school”.

Conference Committee Amendment No. 10

On page 141 of the Committee Reprint, under the heading Maryland Higher Education Commission, in program R62I00.03 Joseph A. Sellinger Formula for Aid to Non-Public Institutions of Higher education, adopt Amendment 29, and in line 33 strike “41,277,390” and substitute “41,291,975”.

Conference Committee Amendment No. 11

On page 142 of the Committee Reprint, under the heading Maryland Higher Education Commission, in program R62I00.05 The Senator John A. Cade Funding Formula for the Distribution of Funds to Community Colleges, adopt Amendment 30, and in line 2 strike “228,914,749” and substitute “228,989,184”.

Conference Committee Amendments

Conference Committee Amendment No. 12

On page 145 of the Committee Reprint, under the heading Higher Education, in program R75T00.01 Support for State Operated Institutions of Higher Education, reject Amendment 32, and in line 37, strike “\$5,000,000” and substitute “\$3,000,000”.

Conference Committee Amendment No. 13

On page 146 of the Committee Reprint, under the heading Higher Education, in program R75T00.01 Support for State Operated Institutions of Higher Education, adopt Amendment 33, and in line 5 strike beginning with “Further” down through “2013.” in line 21.

Conference Committee Amendment No. 14

On page 146 of the Committee Reprint, under the heading Higher Education, in program R75T00.01 Support for State Operated Institutions of Higher Education, adopt Amendment 34, and in line 22 strike “\$16,062,496” and substitute “\$13,000,000”; and in line 43 strike beginning with “the” down through “budget.” on page 147 in line 1 and substitute “programs funded with initiative funding that meet or show progress toward meeting the submitted metrics in fiscal 2016 will continue to receive funding for an additional two years.”.

Conference Committee Amendment No. 15

On page 147 of the Committee Reprint, under the heading Higher Education, in program R75T00.01 Support for State Operated Institutions of Higher Education, adopt Amendment 35, and in line 23, insert “It is the intent of the General Assembly that \$500,000 made for the purpose of the College Park Academy Public Charter School shall be one-time funding provided to fund the start-up of the school.”.

Conference Committee Amendment No. 16

On page 148 of the Committee Reprint, under the heading Higher Education, in program R75T00.01 Support for State Operated Institutions of Higher Education, adopt Amendment 37, and in line 19 strike “1,215,056,145” and substitute “1,215,072,613”; and on page 150, in line 6 strike “1,304,987,508” and substitute “1,305,003,976”.

Conference Committee Amendment No. 17

On page 149 of the Committee Reprint, under the heading Higher Education, in program R75T00.01 Support for State Operated Institutions of Higher Education, adopt Amendment 38, and in line 37 strike beginning with “Further” down through “2014” in line 42 and substitute “Further provided that \$1,100,000 of this appropriation may be used only to provide a grant to St. Mary’s College of Maryland to implement a freeze in the resident undergraduate tuition rate for fiscal 2014 and to fund the DeSousa-Brent Scholars Completion Grant, contingent on enactment of S.B. 828 or H.B. 831”.

Conference Committee Amendment No. 18

On page 150 of the Committee Reprint, under the heading Baltimore City Community College, in program R95C00.00 Baltimore City Community College, adopt Amendment 39, and in line 12 strike “69,471,925” and substitute “69,488,393”; and in line 15 strike “96,693,887” and substitute “96,710,355”.

Conference Committee Amendment No. 19

On page 159 of the Committee Reprint, under the heading Division of Business and Enterprise Development, in program T00F00.23 Maryland Economic Development Assistance Authority and Fund, adopt Amendment 40, and in line 34 following “Appropriation” insert “ provided that \$150,000 of this appropriation made for the purpose of providing business financial assistance may not be expended for that purpose and instead may only be used to develop an “Innovation Portal” to be used as a means of connecting investors and entrepreneurs in the State. The development of the portal shall be in collaboration with the Maryland Technology Development Corporation. Further provided that the department shall develop a means of self-financing the continued operation of the portal. Funds not expended for this restricted purpose may not be transferred by budget amendment or otherwise to any other purpose and shall revert to the General Fund.”

Further provided that \$500,000 of this appropriation made for the purpose of providing business financial assistance may not be expended for that purpose and instead may be transferred by budget amendment to the Maryland Technology Development Corporation (program T50T01.01) to fully fund the grants and operations of the Rural Business Initiative. Funds not used for this restricted purpose may not be expended or otherwise transferred and shall revert to the General Fund”.

Conference Committee Amendments

Conference Committee Amendment No. 20

On page 160 of the Committee Reprint, under the heading Division of Business and Enterprise Development, in program T00F00.23 Maryland Economic Development Assistance Authority and Fund, adopt Amendment 41, and in line 12 strike “0” and substitute “3,500,000”; and in line 15 strike “10,500,000” and substitute “14,000,000”.

Conference Committee Amendment No. 21

On page 175 of the Committee Reprint, under the heading State Reserve Fund, in program Y01A001.01 Revenue Stabilization Account, adopt Amendment 43, and in line 5 strike “131,256,263” and substitute “55,256,263”.

Conference Committee Amendment No. 22

On page 233 of the Committee Reprint, under the heading Section 42, reject Amendment 44, and in line 36 insert:

“SECTION 42. AND BE IT FURTHER ENACTED, That, the following amounts of appropriations for the pension systems for the employees (Comptroller Object 0161), teachers (Comptroller Object 0163), State police (Comptroller Object 0165), and law enforcement officers (Comptroller Object 0169) pension systems may not be expended for that purpose:

<u>Programs</u>	<u>Fund</u>	<u>Amount</u>
<u>Aid for Local Employee Fringe Benefits</u>	<u>General</u>	<u>\$63,373,801</u>
<u>Aid to Community Colleges – Fringe Benefits</u>	<u>General</u>	<u>\$2,633,699</u>
<u>General Assembly</u>	<u>General</u>	<u>\$239,033</u>
<u>Judiciary</u>	<u>General</u>	<u>\$763,324</u>
<u>Executive Branch</u>	<u>General</u>	<u>\$20,070,143</u>

These funds shall be held in reserve as provided in this section and may be transferred by budget amendment to the Dedicated Purpose Account (budget code Y01A02.01) to provide funds to support critical programs impacted by federal sequestration.

Further provided that should the Governor determine that to the extent funds restricted in this section are unnecessary for this restricted purpose, the Governor shall transfer any excess funds from the Dedicated Purpose Account to the Accumulation Funds of the State Retirement and Pension System on January 1, 2014.

Conference Committee Amendments

Further provided that the Department of Budget and Management, in conjunction with the State Retirement Agency, shall determine whether a reinvestment contribution in excess of the amount funded in fiscal year 2013 is appropriate in light of the State's simultaneous goals of reducing unfunded liabilities and budget sustainability. This determination shall be reported to the Governor, the budget committees of the General Assembly, and the Joint Committee on Pensions not later than December 1, 2013."

Conference Committee Supplemental Budget Amendment No. 1

On page 7 of Supplemental Budget No. 1, under the heading Military Department, in Item 19, program D50H01.05 State Operations, following "Fees" strike "365,802" and substitute "237,087"; and following "149,056" strike "514,858" and substitute "386,143"; and following "General Fund Appropriation" strike "128,715" and substitute "0".

Conference Committee Supplemental Budget Amendment No. 2

On page 7 of Supplemental Budget No. 1, under the heading Military Department, in Item 20, program D50H01.06 Maryland Emergency Management Agency, following "Contributions" strike "1,214,394" and substitute "910,796"; and following "General Fund Appropriation" strike "303,598" and substitute "0".

Conference Committee Supplemental Budget Amendment No. 3

On page 10 of Supplemental Budget No. 1, under the heading Department of Health and Mental Hygiene, in item 34, program M00L01.02 Community Services, add the following language to the general fund appropriation "provided that the \$1,200,000 in funding for a Center for Excellence on Early Intervention for Serious Mental Illness may not be used to support administrative or indirect costs but may only be used for direct care services or research activities.

Further provided that the \$2,000,000 in funding for crisis response services may not be expended until the Mental Hygiene Administration (MHA) reports to the budget committees by July 1, 2013, on:

- (1) the recommended continuum of crisis response services in each jurisdiction;
- (2) which of these services is currently available in each jurisdiction, the cost of providing these services and their funding sources;

Conference Committee Amendments

- (3) additional services that are needed to complete the crisis response system in each jurisdiction;
- (4) the cost of implementing the additional services that are needed in each jurisdiction;
- (5) recommendations as to how these services can be most efficiently implemented in each jurisdiction, or region, if a regional approach is recommended to achieve economies of scale; and
- (6) how the available funding will be allocated.

The budget committees shall have 45 days to review and comment on the report. Funding restricted pending the receipt of the report may not be transferred by budget amendment or otherwise to any other purpose and shall revert to the General Fund if the report is not submitted to the budget committees”.

Conference Committee Supplemental Budget Amendment No. 4

On page 12 of Supplemental Budget No. 1, under the heading Department of Human Resources, in item 41, program N00A01.04 Maryland Legal Services Program, add the following language to the general fund appropriation “, provided that \$1,230,043 of this appropriation made for the purpose of legal representation in Children in Need of Assistance and Termination of Parental Rights cases may be expended only for that purpose. Funds not expended for this restricted purpose may not be transferred by budget amendment or otherwise to any other purpose and shall revert to the General Fund”; and add the following language to the federal fund appropriation “, provided that \$432,177 of this appropriation made for the purpose of legal representation in Children in Need of Assistance and Termination of Parental Rights cases may be expended only for that purpose. Funds not expended for this restricted purpose may not be transferred by budget amendment or otherwise to any other purpose and shall be canceled”.

Conference Committee Supplemental Budget Amendment No. 5

On page 15 of Supplemental Budget No. 1, under the heading Morgan State University, in item 63, program R13M00.00 Morgan State University, add the following language to the current unrestricted appropriation “, provided that no funds will be expended until Morgan State University submits a policy, approved by the Board of Regents, on the conversion of contractual positions to the budget committees. The policy shall be submitted by September 1, 2013, and the budget committees shall have 45 days to review and comment. Funds restricted pending the

Conference Committee Amendments

receipt of the policy may not be transferred by budget amendment or otherwise to any other purpose and shall be canceled if the policy is not submitted to the budget committees”.

Conference Committee Supplemental Budget Amendment No. 6

On page 16 of Supplemental Budget No. 1, under the heading Towson University, in item 68, program R30B24.00 Towson University, add the following language to the current unrestricted appropriation “provided that this appropriation may not be used for this purpose but instead may be transferred to the University System of Maryland Office to be used only as matching funds for an intercollegiate athletics donation incentive program for institutions competing in NCAA Division I sports to maintain compliance with Title IX. In order to receive funds, institutions shall provide a matching grant from any source. Funds not expended for this restricted purpose may not be transferred by budget amendment of otherwise to any other purpose and shall be canceled”.

Conference Committee Supplemental Budget Amendment No. 7

On page 17 of Supplemental Budget No. 1, under the heading Maryland Higher Education Commission, in item 74, program R62I00.01 General Administration, following “Board.” insert “Further provided that the Maryland Higher Education Commission shall also conduct a study for the Northeast Maryland Higher Education Advisory Board. The studies shall be submitted to the Frederick County Delegation and Harford and Cecil County Delegations, respectively, and the budget committees”.

Conference Committee Supplemental Budget Amendment No. 8

On page 18 of Supplemental Budget No. 1, under the heading Support for State Operated Institutions of Higher Education, in item 79, program R75T00.01 Support for State Operated Institutions of Higher Education, add the following language to the general fund appropriation “provided that \$300,000 of this appropriation made for the purpose of Title IX compliance may only be transferred to the University System of Maryland Office to be used only as matching funds for an intercollegiate athletics donation incentive program for institutions competing in NCAA Division I sports to maintain compliance with Title IX. In order to receive funds, institutions shall provide a matching grant from any source. Funds not expended for this restricted purpose may not be transferred by budget amendment or otherwise to any other purpose and shall revert to the General Fund”.

Conference Committee Amendments

Conference Committee Supplemental Budget Amendment No. 9

On page 21 of Supplemental Budget No. 1, under the heading Department of State Police, in Item 97, program W00A01.02 Field Operations Bureau, following “General Fund Appropriation” insert “, provided that this appropriation made for the purpose of providing funds for a third trooper class may only be expended for that purpose. Funds not expended for this restricted purpose may not be transferred by budget amendment or otherwise to any other purpose and shall revert to the General Fund”.

House Bill 100

Amendment Descriptions

Judiciary

Amendment 1: The Senate increased turnover. The conference committee adopted the Senate position.

Amendment 2: The Senate increased turnover. The conference committee adopted the Senate position.

Maryland Energy Administration

Amendment 3: The Senate modified the amount withheld pending a report on the Deep Retrofit Grant Program. The conference committee reduced the amount restricted and restricted it only for a report on the grant selection process. The conference committee also adopted language for a report on a funded grant but did not restrict funds (Conference Committee Amendment 1).

Amendment 4: The Senate partially restored funding for the Deep Retrofit Grant Program. The conference committee rejected the Senate position.

Maryland Commission on Civil Rights

Amendment 5: The Senate restored a reduction in turnover. The conference committee rejected the Senate position.

State Board of Elections

Amendment 6: The Senate added language restricting funding for use only for the Optical Scan Voting System. The conference committee adopted the Senate position.

Comptroller of Maryland

Amendment 7: The Senate increased turnover. The conference committee adopted the Senate position.

Amendment Descriptions

State Lottery and Gaming Control Agency

Amendment 8: The Senate rejected language restricting the implementation of online sales. The conference committee restored the language.

Department of General Services

Amendment 9: The Senate added language restricting funding until the submission of a report on the supply chain pilot to review vendor contracts and invoices. The conference committee rejected the Senate position.

Department of Health and Human Hygiene

Amendment 10: The Senate modified language concerning a behavioral health integration report. The conference committee adopted the Senate position and added language restricting funding for Managed Care Organization supplemental rural access payments in calendar 2014 and language restricting funding pending the receipt of reports on the modernization of the Medicare waiver (Conference Committee Amendment 2).

Amendment 11: The Senate added language to transfer funds to the Senior Care Program in the Department of Aging. The conference committee adopted the Senate position.

Amendment 12: The Senate modified the reduction to long-term vacancies to fund the transfer to the Senior Care Program in the Department of Aging. The conference committee adopted the Senate position.

Amendment 13: The Senate added language restricting funding until the submission of a report on sexually transmitted infection rates in Baltimore City. The conference committee adopted the Senate position.

Amendment 14: The Senate added language restricting funding until a report is submitted on contribution to care. The conference committee adopted the Senate position and added language to restrict funding to ensure that no provider funded by the Developmental Disabilities Administration receives an overall reduction in funding in fiscal 2014 as a result of changes in reimbursement policies for absence days (Conference Committee Amendment 3).

Amendment Descriptions

Department of Human Resources

Amendment 15: The Senate expressed intent that constraining rates to service providers cease as soon as possible. The conference committee adopted the Senate position and made a technical modification (Conference Committee Amendment 4).

Department of Public Safety and Correctional Services

Amendment 16: The Senate added language to restrict funding to hire additional correctional officers. The conference committee adopted the Senate position.

Amendment 17: The Senate modified the number of cases to be evaluated for Maryland Parole Commission reports on consistently implementing decisionmaking tools. The conference committee adopted the Senate position.

Amendment 18: The Senate modified the amount of funding restricted until repeat audit findings are resolved. The conference committee adopted the Senate position.

Amendment 19: The Senate partially restored funding for contractual services. The conference committee adopted the Senate position.

State Department of Education

Amendment 20: The Senate added language restricting funding for Prince George's County schools until a report on a financial literacy program required by Chapter 270 of 2009 is submitted by the Prince George's County Board of Education. The conference committee rejected the Senate position and adopted narrative instead. The conference committee also modified a reduction to student transportation to restore 25% of the reduction for counties that experienced at least a 1% reduction in direct State aid between fiscal 2013 and 2014. Furthermore, the conference committee modified the student transportation reduction to restore funds to Supplemental Grants so that no county may receive a grant less than \$0 (Conference Committee Amendment 5).

Amendment 21: The Senate added intent language that the fiscal 2014 rate increase for providers of nonpublic special education placements be set at 2.5% over the rates in effect on January 16, 2013. The conference committee adopted the Senate position.

Amendment 22: The Senate restricted an additional \$1.5 million for the Digital Learning Innovation Fund until a report is submitted on the program. The conference committee modified the amount restricted to reflect Amendment 23 (Conference Committee Amendment 6).

Amendment Descriptions

Amendment 23: The Senate restored \$1.5 million to the Digital Learning Innovation Fund program. The conference committee modified the reduction to \$1.5 million (Conference Committee Amendment 7).

Amendment 24: The Senate restored funding for the Nonpublic School Textbook Program. The conference committee adopted the Senate position and modified the per pupil reimbursement rate from \$60 to \$65 in participating schools and from \$90 to \$95 in schools where at least 20% of students are eligible for free and reduced price meals (Conference Committee Amendment 8).

Amendment 25: The Senate added intent language that early intervention and prevention services provided through Youth Services Bureaus be funded at the same level in fiscal 2014 as in 2013. The conference committee adopted the Senate position.

Amendment 26: The Senate struck language restricting funding for Youth Services Bureaus in order to replace it with the intent language in Amendment 25. The conference committee adopted the Senate position.

University System of Maryland

Amendment 27: The Senate restored funding for the College Park Academy Public Charter School. The conference committee adopted the Senate position and included intent language stating that \$500,000 for the Charter School shall be a one-time expenditure to fund the start-up of the school (Conference Committee Amendment 9).

Amendment 28: The Senate struck language that (1) restricted funding for two programs at the Agriculture Experiment Stations at the University of Maryland Eastern Shore; and (2) stated intent concerning a federal matching requirement. The conference committee rejected the Senate position.

Maryland Higher Education Commission

Amendment 29: The Senate partially restored funding for the Sellinger formula to reflect reductions made to public four-year institutions. The conference committee restored the funding formula to the Governor's allowance (Conference Committee Amendment 10).

Amendment 30: The Senate partially restored funding for the Cade formula to reflect reductions made to public four-year institutions. The conference committee restored the funding formula to the Governor's allowance (Conference Committee Amendment 11).

Amendment Descriptions

Higher Education

Amendment 31: The Senate restored \$4 million in University System of Maryland funding. The conference committee adopted the Senate position.

Amendment 32: The Senate struck language restricting University System of Maryland funding to the Maryland Higher Education Commission Educational Excellence Awards. The conference committee rejected the Senate position and restricted \$3 million for the Awards (Conference Committee Amendment 12).

Amendment 33: The Senate increased University System of Maryland funding restricted to the Maryland Higher Education Commission by \$100,000 in order to hire a total of 6 new positions. The conference committee struck the language in its entirety (Conference Committee Amendment 13).

Amendment 34: The Senate increased funding restricted by \$9.1 million until the University System of Maryland submits a report on various technology-related program enhancements or initiatives and added intent that the \$16.1 million in restricted funds not be included in the base budget. The conference committee modified the Senate position to restrict \$13.0 million. The conference committee also modified the intent language that programs funded with initiative funding that meet submitted metrics in fiscal 2016 shall continue to receive funding for an additional two years (Conference Committee Amendment 14).

Amendment 35: The Senate adopted a technical amendment related to College Park Academy Public Charter School funding in Amendment 27. The conference committee adopted the Senate position and modified it to conform with Amendment 27 (Conference Committee Amendment 15).

Amendment 36: The Senate added language restricting \$6.7 million of University System of Maryland funding to MPowering and technology transfer activities. The conference committee adopted the Senate position.

Amendment 37: The Senate adopted a technical amendment related to Baltimore City Community College funding in Amendment 39. The conference committee modified the Senate position to conform with Amendment 39 (Conference Committee Amendment 16).

Amendment 38: The Senate reduced by \$400,000 the funding restricted to offset a tuition increase at St. Mary's College of Maryland. The conference committee adopted the Senate position and modified the amount to \$1.1 million to freeze resident undergraduate tuition and fund the DeSousa-Brent Scholars Completion Grant and made the entire amount contingent upon the enactment of legislation (Conference Committee Amendment 17).

Amendment Descriptions

Baltimore City Community College

Amendment 39: The Senate partially restored funding for the Baltimore City Community College formula to reflect reductions made to public four-year institutions. The conference committee restored the funding formula to the Governor's allowance (Conference Committee Amendment 18).

Department of Business and Economic Development

Amendment 40: The Senate struck language restricting funds in the Department of Business and Economic Development to develop an "Innovation Portal" to connect investors and entrepreneurs online. The conference committee adopted the Senate position and modified language stating the intent that the Department of Business and Economic Development work with the Maryland Technology Development Corporation (TEDCO). The conference committee also added new language restricting funds to be used for the Rural Business Initiative under TEDCO (Conference Committee Amendment 19).

Amendment 41: The Senate increased the reduction for the Maryland Economic Development Assistance Authority and Fund by \$2.7 million. The conference committee modified the reduction to \$1.0 million (Conference Committee Amendment 20).

Public Debt

Amendment 42: The Senate added intent language to limit private activity bond authorizations in fiscal 2015 and beyond to reduce future issuances of taxable debt, which is more expensive than traditional tax-exempt debt. The conference committee adopted the Senate position.

State Reserve Fund

Amendment 43: The Senate reduced the Rainy Day Fund balance from 6.0 to 5.5% of general fund revenues. The conference committee provided for a fund balance of 5.0% of general fund revenues (Conference Committee Amendment 21).

Back of the Bill Sections

Amendment 44: The Senate reduced pension reinvestment from \$300 million to \$200 million contingent on the enactment of a provision in the Budget Reconciliation and Financing Act of 2013. The conference committee rejected the Senate position and adopted a conference

Amendment Descriptions

committee amendment that requires \$87 million in general funds to be held in reserve that may be transferred to the Dedicated Purpose Account to support critical programs impacted by federal sequestration. The conference committee also specified that the Department of Budget and Management should report on whether a reinvestment contribution in excess of the amount contributed in fiscal 2013 is appropriate and further specified that if the funds are unnecessary for sequestration by January 1, 2014, then the funds will be reinvested in the pension plan (Conference Committee Amendment 22).

Amendment 45: The Senate adopted a technical amendment renumbering bill sections. The conference committee adopted the Senate position.

Senate Floor Amendments

Amendment 46: The Senate added language restricting \$5.8 million of the State Reserve Fund appropriation intended to increase the balance in the Revenue Stabilization Account instead to be used only to provide grants to local school systems for which total direct education aid in fiscal 2014 is less than in fiscal 2013. The conference committee rejected the Senate position.

Supplemental Budget

Conference Committee Supplemental Budget Amendment No. 1: The conference committee deleted the fiscal 2013 general fund deficiency for the Military Department – State Operations for Hurricane Sandy and derecho storm costs and authorized the withdrawal from another fund source for this purpose.

Conference Committee Supplemental Budget Amendment No. 2: The conference committee deleted the fiscal 2013 general fund deficiency for the Military Department – Maryland Emergency Management Agency for Hurricane Sandy and derecho storm costs and authorized the withdrawal from another fund source for this purpose.

Conference Committee Supplemental Budget Amendment No. 3: The conference committee added language restricting Department of Health and Mental Hygiene – Community Services funding to be used for only direct care services or research activities and restricting funding for crisis response services until the submission of a report.

Conference Committee Supplemental Budget Amendment No. 4: The conference committee added language on the fiscal 2013 deficiency appropriation for the Department of Human Resources – Maryland Legal Services Program restricting funds for legal representation in Children in Need of Assistance and Termination of Parental Rights cases to that purpose.

Amendment Descriptions

Conference Committee Supplemental Budget Amendment No. 5: The conference committee restricted funding until Morgan State University submits a policy approved by the Board of Regents on the conversion of contractual positions.

Conference Committee Supplemental Budget Amendment No. 6: The conference committee added language to transfer funding from Towson University to the University System of Maryland Office to be used as matching funds for an intercollegiate athletics donation incentive program.

Conference Committee Supplemental Budget Amendment No. 7: The conference committee modified the language on the Maryland Higher Education Commission appropriation concerning a study for the Frederick Regional Higher Education Advisory Board to include a study for the Northeast Maryland Higher Education Advisory Board and specified that both studies be submitted to the budget committees and appropriate county delegations.

Conference Committee Supplemental Budget Amendment No. 8: The conference committee added language to reflect the action taken in Conference Committee Supplemental Budget Amendment No. 6.

Conference Committee Supplemental Budget Amendment No. 9: The conference committee adopted language restricting appropriations for the Department of State Police – Field Operations Bureau for a third trooper class in fiscal 2014.

Fiscal 2014 – Conference Committee Amendment Table

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4	3	1	Judiciary – Reduces funds for turnover expectancy.	GF	\$26,325,533	\$26,325,533	\$25,825,533	\$500,000	\$25,825,533	-\$500,000
4	3-4	2	Judiciary – Reduces funds for turnover expectancy.	SF	17,520,087	\$17,520,087	\$17,270,087	250,000	17,270,087	-250,000
13-14	11-12	3	Maryland Energy Administration – Modifies the amount of funds withheld until a report is submitted detailing a process for selecting grantees and funded grants.						Adopt w/ CCA	
14	12-13	4	Maryland Energy Administration – Partially restores funds for the Commercial and Industrial Sector Deep Retrofit Grant program.	GF	11,700,000	7,200,000	7,700,000	500,000	7,200,000	-4,500,000
18	17	5	Maryland Commission on Civil Rights – Restores funds for turnover expectancy.	GF FF	2,514,893 687,188	2,453,071 672,610	2,514,893 687,188	61,822 14,578	2,453,071 672,610	-61,822 -14,578
20	19	6	State Board of Elections – Adds language restricting funds for planning the Optical Scan Voting System to that purpose.						Adopt	
28-29	24-25	7	Comptroller of Maryland – Reduces funds for turnover expectancy.	GF	27,656,292	27,654,292	27,474,837	179,455	27,474,837	-181,455
32-33	28	8	State Lottery Agency – Strikes language restricting the implementation of online lottery sales.						Reject	
41	34	9	Department of General Services – Adds language restricting funds until a report is submitted on implementing a supply chain review pilot.						Reject	
71-72	51-52	10	Department of Health and Mental Hygiene (DHMH) Office of the Secretary – Modifies language restricting funds until a report is submitted on behavioral health integration.						Adopt w/ CCA	
72-73	52	11	DHMH Office of the Secretary – Adds language restricting funds to be transferred to the Department of Aging to level fund the Senior Care Program grant.						Adopt	
73	53	12	DHMH Office of the Secretary – Partially restores funds for two long-term vacant positions to allow a transfer to the Department of Aging.	GF	14,702,085	14,558,991	14,593,992	35,001	14,593,992	-108,093
76-77	58	13	DHMH Prevention and Health Promotion Administration – Adds language restricting funds until a report is submitted on reducing sexually transmitted infections in Baltimore City.						Adopt	
84-85	67	14	DHMH Developmental Disabilities Administration – Adds language restricting funds until a report is submitted on contribution to care among community providers.						Adopt w/ CCA	
93	78	15	Department of Human Resources Social Services Administration – Adds language expressing intent that the practice of artificially constraining provider rate increases be discontinued as soon as possible.						Adopt w/ CCA	
105	89	16	Department of Public Safety and Correctional Services (DPSCS) Office of the Secretary – Adds language restricting funds only to be used to hire additional correctional officers in DPSCS Operations.						Adopt	
109	91-92	17	DPSCS Maryland Parole Commission – Modifies language to reflect a minimum of 750 cases per fiscal year should be evaluated against parole policy guidelines before restricted funds are released.						Adopt	

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114	94-95	18	DPSCS General Administration North – Modifies language to reduce the amount restricted pending resolution of repeat audit findings.						Adopt	
115	95	19	DPSCS General Administration North – Partially restores funds for contractual services.	GF	39,423,037	39,223,037	39,323,037	100,000	39,323,037	-100,000
127	104-105	20	Aid to Education State Share of Foundation Program – Adds language restricting funds until a county submits a report on a financial literacy pilot program.						Reject w/ CCA	
128	105	21	Aid to Education Students with Disabilities – Adds language expressing intent that fiscal 2014 payments to providers of nonpublic special education placements be increased by 2.5%.						Adopt	
129	105-106	22	Aid to Education Innovative Programs – Modifies language to increase the restriction of funds in the Digital Learning Innovation Fund until a report is submitted on the program.						Adopt w/ CCA	
130	106-107	23	Aid to Education Innovative Programs – Partially restores funds for the Digital Learning Innovation Fund.	GF	14,952,000	12,452,000	13,952,000	1,500,000	13,452,000	-1,500,000
135	109	24	Funding for Educational Organizations – Restores funds for the Aid to Nonpublic School Textbook Program.	SF	5,540,000	4,440,000	5,540,000	1,100,000	5,540,000	0
135	110	25	Children's Cabinet Interagency Fund – Adds language expressing intent that early interventions and prevention services provided through Youth Services Bureaus (YSB) be funded at the same level in fiscal 2014 as in 2013.						Adopt	
135-136	110	26	Children's Cabinet Interagency Fund – Strikes language restricting general funds appropriated for early intervention and prevention activities to only be provided through YSBs, distributed in the same manner as fiscal 2013.						Adopt	
138	117	27	University System of Maryland (USM) University of Maryland, College Park – Strikes language reducing the appropriation for the College Park Academy Public Charter school by \$500,000.						Adopt w/ CCA	
139	119	28	USM University of Maryland Eastern Shore – Strikes language restricting funds to be used only to meet federal matching requirements and expressing intent that this is the first payment toward meeting the matching requirement.						Reject	
141	123	29	Maryland Higher Education Commission (MHEC) – Partially restores funds for the Sellinger formula to reflect reductions made to select public four-year institutions.	GF	41,291,975	40,981,263	41,277,390	296,127	41,291,975	0
142	123-124	30	MHEC – Partially restores funds for the Cade formula to reflect reductions made to select public four-year institutions.	GF	228,989,184	227,421,848	228,914,749	1,492,901	228,989,184	0
145	129	31	Higher Education – Strikes language reducing USM's general fund appropriation by \$4 million.						Adopt	
145-146	129	32	Higher Education – Strikes language restricting \$5 million of USM's general fund appropriation to be transferred to support Maryland Higher Education Commission Educational Excellence Awards.						Reject w/ CCA	
146	129-130	33	Higher Education – Modifies language to transfer \$600,000 of USM's general fund appropriation to the Maryland Higher Education Commission to support 6 new positions.						Adopt w/ CCA	

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146-147	130-131	34	Higher Education – Modifies language restricting funds until a report is submitted on how enhancement funding will be used and expressing intent that restricted funds not be included in USM's base budget.						Adopt w/ CCA	
147	132	35	Higher Education – Technical action to reflect actions taken in Amendment 27.						Adopt w/ CCA	
148	133	36	Higher Education – Adds language restricting funds only to be used to support MPowering and technology transfer activities.						Adopt	
148	133	37	Baltimore City Community College – Technical action to reflect actions taken in Amendment 39.	GF	1,215,072,613	1,214,763,850	1,215,056,145	292,295	1,215,072,613	0
149-150	134	38	Higher Education – Modifies language to restrict \$400,000 to offset half of a 4% tuition increase at St. Mary's College of Maryland.						Adopt w/ CCA	
150	136	39	Higher Education – Partially restores funds for Baltimore City Community College to reflect reductions made to select public four-year institutions.	UF	69,488,393	69,179,630	69,471,925	292,295	Adopt w/ CCA	0
159-160	141	40	Maryland Economic Development Assistance Authority and Fund (MEDAAF) – Strikes language restricting funds to be used only to develop an online portal that connects potential investors and entrepreneurs.						Adopt w/ CCA	
160	141-142	41	MEDAAF – Reduces funds for business assistance.	GF	4,500,000	2,650,000	0	2,650,000	3,500,000	-1,000,000
27 174	149	42	Public Debt – Adds language expressing intent that the State reduce private activity general obligation bond debt in fiscal 2015 and beyond.						Adopt	
175	151	43	State Reserve Fund – Reduces the Rainy Day Fund appropriation for a fund balance equal to 5.5% of general fund revenues.	GF	371,256,263	206,256,263	131,256,263	75,000,000	55,256,263	-316,000,000
233-234	178	44	Section 42 – Adds language to reduce the annual pension reinvestment from \$300 million to \$200 million.						Reject w/ CCA	
234	179	45	Technical renumbering.						Adopt	
		46	State Reserve Fund – Adds language restricting funds to be used only to provide grants to local school systems for which fiscal 2014 direct education aid is less than fiscal 2013.						Reject	
		CCS1	Military Department State Operations – Deletes a fiscal 2013 general fund deficiency for Hurricane Sandy and derecho storm costs.	GF	128,715				0	-128,715
		CCS2	Military Department Maryland Emergency Management Agency – Deletes a fiscal 2013 general fund deficiency for Hurricane Sandy and derecho storm costs.	GF	303,598				0	-303,598
		CCS3	DHMH Community Services – Adds language restricting funds for a Center for Excellence on Early Intervention for Serious Mental Illness to direct services or research only and restricting funds pending a report on the need for crisis response services statewide and on how funding will be used.							
		CCS4	Department of Human Resources – Adds language restricting funds from the Maryland Legal Services Program for legal representation in Children in Need of Assistance and Termination of Parental Rights cases to that purpose.							

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		CCS5	Morgan State University – Adds language restricting funds pending the submission of a policy on the conversion of contractual positions approved by the Board of Regents.							
		CCS6	Towson University – Adds language transferring funds to the University of Maryland Office to be used for an intercollegiate athletics donation incentive program.							
		CCS7	MHEC – Adds language to include a study of the need for higher education in Northeast Maryland and to require submission of the report to the appropriate county delegations.							
		CCS8	Support for State-operated Institutions of Higher Education – Technical action to reflect action taken in CCS6.							
		CCS9	Department of State Police – Adds language restricting funds for a third trooper class.							