
Capital Budget Fiscal Briefing

**Department of Legislative Services
Office of Policy Analysis
Annapolis, Maryland**

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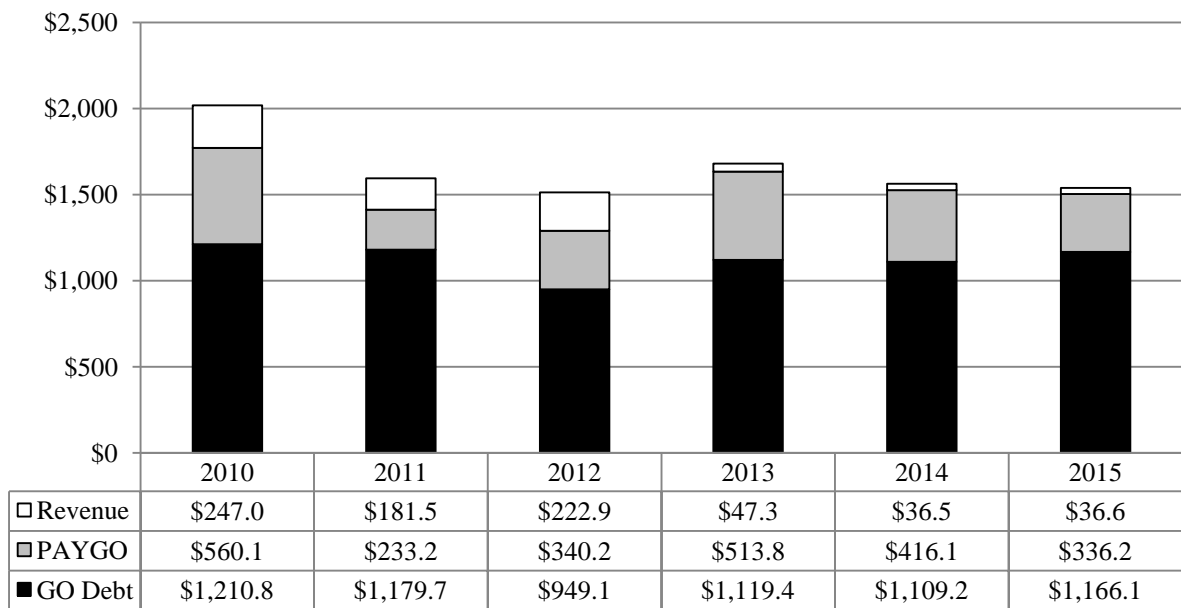
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Analysis of the FY 2015 Maryland Executive Budget, 2014

Capital Program

Exhibit 1 shows the level of capital investment from fiscal 2010 through the proposed fiscal 2015 budget. All funds included, the fiscal 2015 capital program excluding transportation totals \$1.513 billion.

Exhibit 1
Capital Funding by Major Source
Fiscal 2010-2015
(\$ in Millions)



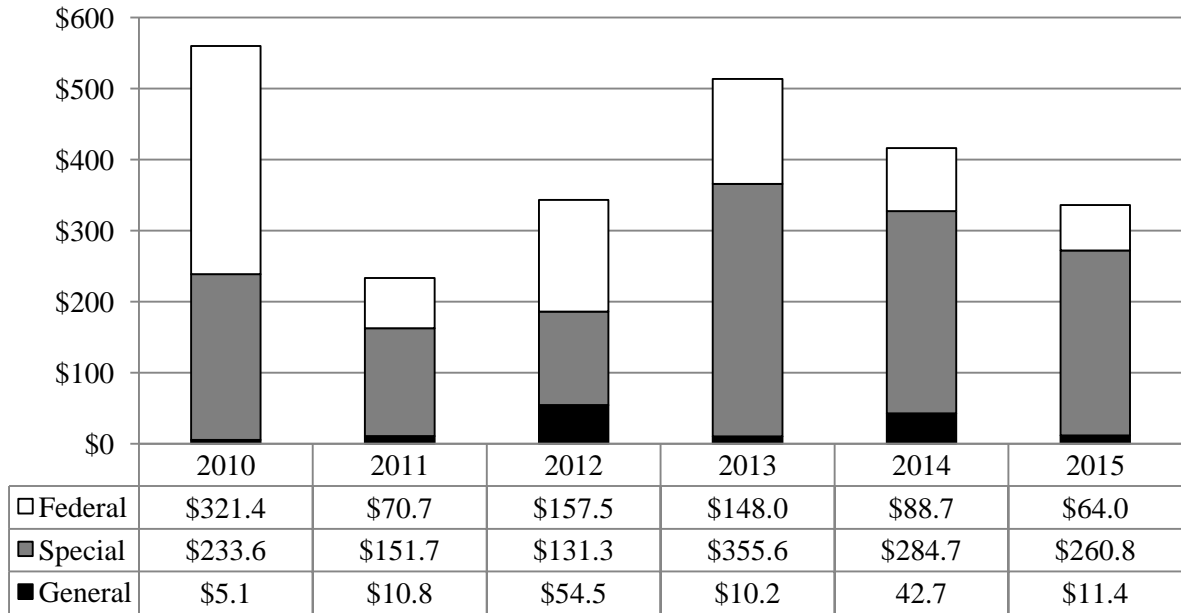
GO: general obligation
 PAYGO: pay-as-you-go

Source: Department of Budget and Management

- Debt:** New general obligation (GO) bond authorizations for the 2014 session total \$1.165 billion, comprised of \$1.170 billion in new authorizations and \$6.06 million in the reprogramming of de-authorizations proposed in the bill. The \$1.170 billion of new authorizations is \$75.0 million over what was provided in new GO bond authorizations for the 2013 session. Additional debt authorizations include \$32.0 million of Academic Revenue Bonds for University System of Maryland (USM) projects, which is the same amount authorized last year. The budget also includes \$4.6 million of Qualified Zone Academy Bonds (QZAB) for QZAB-qualified K-12 capital-eligible projects in accordance with the criteria established under the Aging Schools Program.

Exhibit 2 shows the level of capital pay-as-you-go (PAYGO) investment from fiscal 2010 through the proposed fiscal 2015 budget.

Exhibit 2
PAYGO Capital Funding
Fiscal 2010-2015
(\$ in Millions)



PAYGO: pay-as-you-go

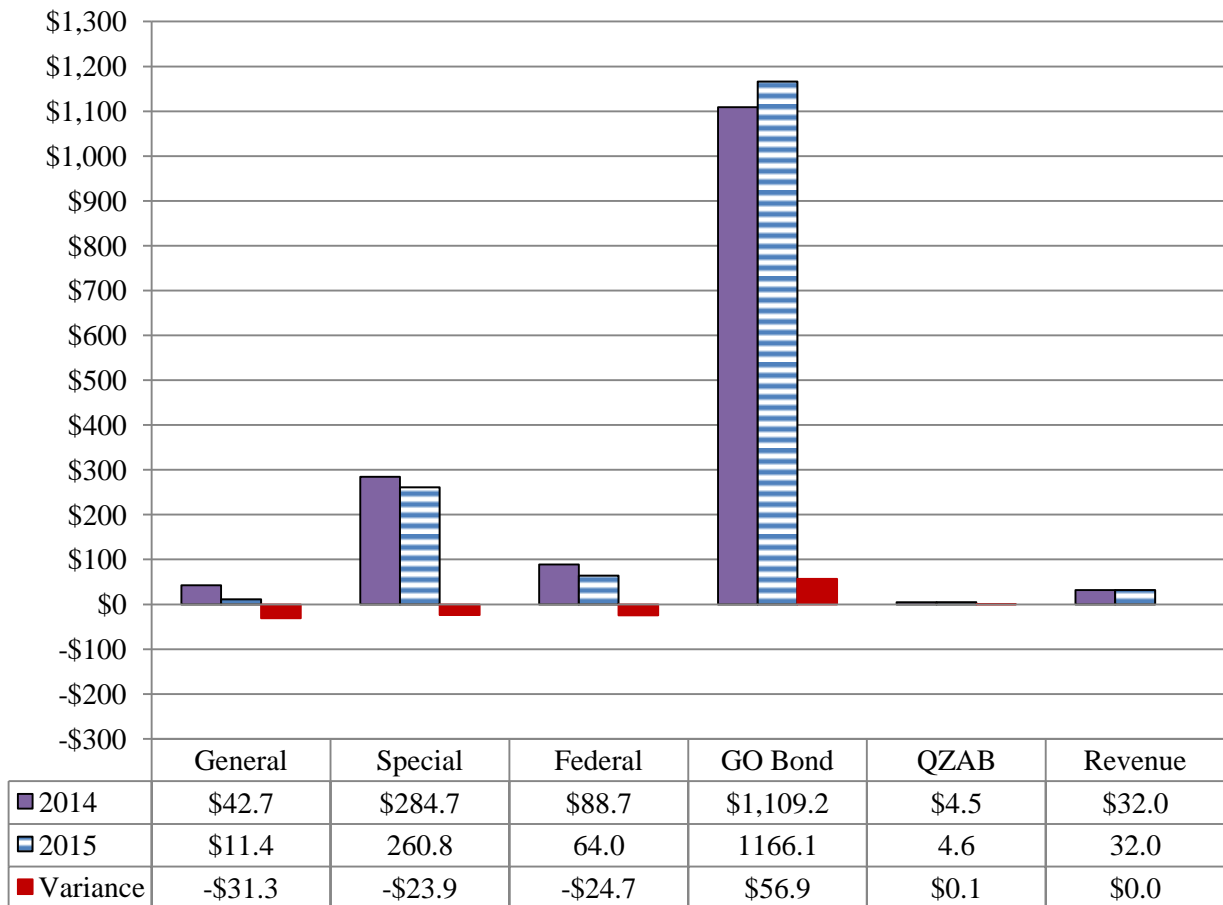
Source: Department of Budget and Management

- PAYGO:** The PAYGO component of the capital program totals \$336.2 million, comprised of general, special, and federal fund sources. The use of general funds to support the capital program remains constrained in the current fiscal climate. The Sustainable Communities Tax Credit receives \$10.0 million in general funds, which is level funded from fiscal 2014 levels. The use of special funds is reduced in the 2015 budget. Overall, the use of special funds proposed for fiscal 2015 is down \$23.9 million compared to fiscal 2014. This is attributed to the diversion of all fiscal 2015 special fund transfer tax revenue that by statute would go to capital programs (transfer tax revenue that supports operating programs, such as the Department of Natural Resources Park Services, remain available in the budget), which reduces the total amount of special funds to capital programs relative to fiscal 2014 levels. Federal funds relative to fiscal 2014 are down \$24.7 million, primarily reflecting the phase-out of the federal One Maryland Broadband funding.

Fiscal 2015 Proposed Capital Program

Exhibit 3 compares fiscal 2014 and proposed fiscal 2015 capital program funding by major fund source.

Exhibit 3
Capital Programs by Funding Source Comparison of Fiscal 2014 and 2015
(\$ in Millions)



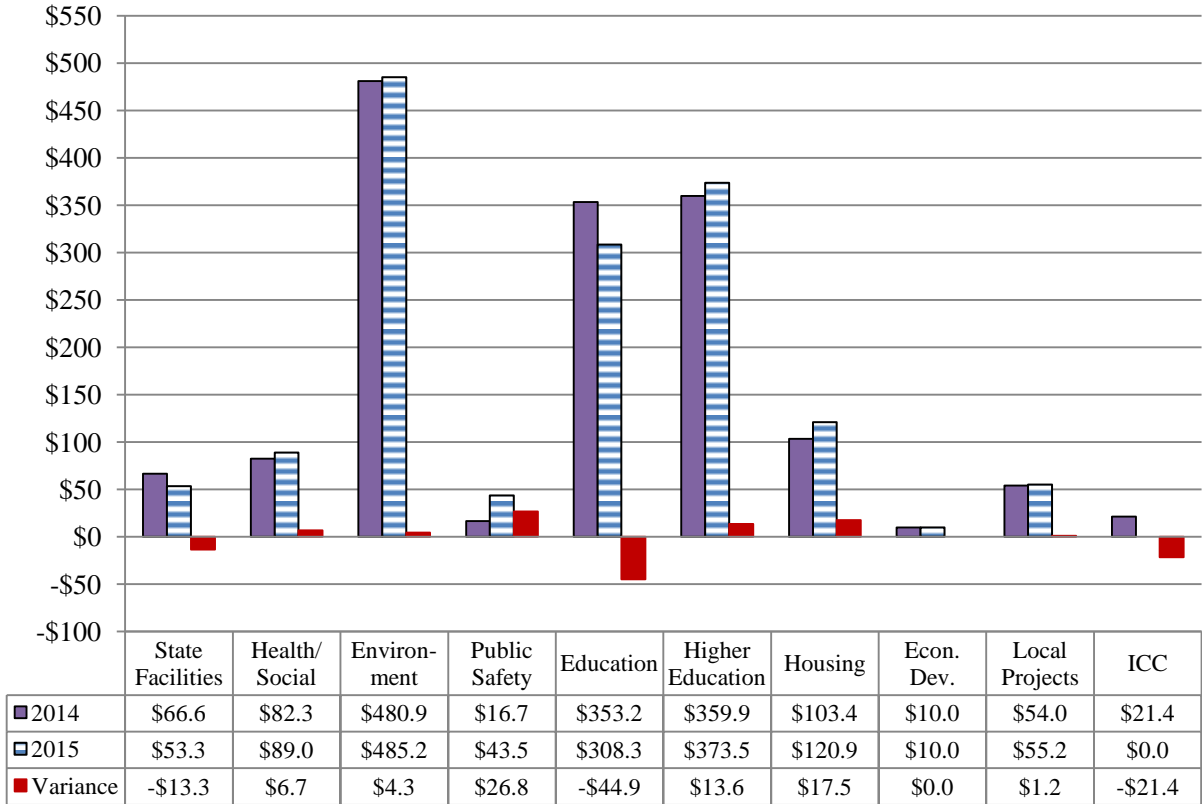
GO: general obligation

QZAB: Qualified Zone Academy Bonds

Source: Department of Budget and Management

Exhibit 4 further illustrates, by major funding category, where the proposed fiscal 2015 capital investments will be targeted as compared to the fiscal 2014 capital program.

Exhibit 4
Fiscal 2015 Proposed Capital Program Compared to Fiscal 2014 Program
By Major Funding Category
 (\$ in Millions)



ICC: InterCounty Connector

Source: Department of Budget and Management

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The following summarizes some of the significant investments programmed in the 2014 *Capital Improvement Program (CIP)* by category.

State Facilities

(\$ in Millions)

<u>Fund Sources</u>	<u>Fiscal 2015</u>	<u>Fiscal 2016</u>	<u>Fiscal 2017</u>	<u>Fiscal 2018</u>	<u>Fiscal 2019</u>	<u>Total CIP</u>
GO Bond	\$49.950	\$55.275	\$82.525	\$82.800	\$38.500	\$309.050
General Funds	0.400	0.000	0.000	0.000	0.000	0.000
Special Funds	0.000	0.000	0.000	0.000	0.000	0.000
Federal Funds	2.980	3.525	12.375	0.000	0.000	18.880
Revenue Bonds	0.000	0.000	0.000	0.000	0.000	0.000
Total	\$53.330	58.800	\$94.900	\$82.800	\$38.500	\$427.930

The continued build-out of the Public Safety Communication System receives \$26.1 million in fiscal 2015, with out-year funding programmed at \$93.1 million over fiscal 2016 through 2018 to complete construction of the interoperable system to the public safety level of service. The Facilities Renewal Program, administered by the Department of General Services receives \$15.0 million in fiscal 2015 to fund 47 separate projects at State-owned facilities located throughout the State. The 2014 CIP programs funding at \$15.0 million annually to address the estimated \$115.5 million backlog of facility renewal funding needs at State facilities. The fiscal 2015 budget provides \$2.15 million to complete the design effort at the 100% construction document level for the New Catonsville District Court, with an additional \$55.95 million programmed in the 2014 CIP to fund construction in fiscal 2017 and 2018.

Health and Social

(\$ in Millions)

<u>Fund Sources</u>	<u>Fiscal 2015</u>	<u>Fiscal 2016</u>	<u>Fiscal 2017</u>	<u>Fiscal 2018</u>	<u>Fiscal 2019</u>	<u>Total CIP</u>
GO Bond	\$89.048	\$90.100	\$95.400	\$157.550	\$144.500	\$576.598
General Funds	0.000	0.000	0.000	0.000	0.000	0.000
Special Funds	0.000	0.000	0.000	0.000	0.000	0.000
Federal Funds	0.000	0.000	0.000	0.000	0.000	0.000
Revenue Bonds	0.000	0.000	0.000	0.000	0.000	0.000
Total	\$89.048	\$90.100	\$95.400	\$157.550	\$144.500	\$576.598

Significant investments include \$31.5 million to complete the construction of the Cheltenham Youth Detention Facility that is currently under construction using funds provided in fiscal 2014. Future significant investments in the Department of Juvenile Services programmed in the CIP include \$58.5 million to complete the design and construction of a new 48-bed female detention center in Carroll County; \$73.1 million to fund a new Baltimore Regional Treatment Center provided

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an adequate site is identified; \$45.0 million for an estimated \$85.6 million Cheltenham Youth Treatment Facility with design programmed in fiscal 2017 and 2018 and construction in fiscal 2019 and beyond the scope of the CIP; \$35.7 million for an estimated \$67.7 million Southern Regional Children’s Center to provide a 48-bed detention facility – this project was previously funded for site acquisition but has been moved back in the CIP due to site location issues; and \$16.4 million to fund additional space to expand the educational programming and correct other space deficiencies such as the Baltimore City Juvenile Justice Center. The fiscal 2015 budget provides \$5.0 million to fund upgrades to the University of Maryland Medical System (UMMS) R Adams Cowley Shock Trauma Center with a future State commitment to the project programmed at an additional \$12.6 million in the CIP. UMMS also receives \$5.0 million to assist with the construction of a new Ambulatory Care Pavilion and a neonatal intensive care unit and Labor and Delivery Suite. State funding for the ambulatory care project commenced with \$10.0 million in fiscal 2014 and language expressing the intent that the State provide \$10.0 million annually from fiscal 2014 through 2018 to complete a \$50.0 million State commitment to the project included in the Maryland Consolidated Capital Bond Loan (MCCBL) of 2013 – it is noteworthy that the current CIP programs no future State commitment to the project. The fiscal 2015 budget includes \$30.0 million for the Prince George’s Hospital System – this is the second installment of an estimated \$200.0 million State commitment to the project programmed in the CIP.

Environment

(\$ in Millions)

<u>Fund Sources</u>	<u>Fiscal 2015</u>	<u>Fiscal 2016</u>	<u>Fiscal 2017</u>	<u>Fiscal 2018</u>	<u>Fiscal 2019</u>	<u>Total CIP</u>
GO Bond	\$209.785	\$176.726	\$169.349	\$173.204	\$163.449	\$892.413
General Funds	1.000	66.000	86.000	101.000	101.000	355.000
Special Funds	229.560	291.261	280.574	271.871	352.237	1,425.503
Federal Funds	44.807	32.800	31.600	32.600	31.600	173.407
Revenue Bonds	0.000	0.000	0.000	0.000	0.000	0.000
Total	\$485.152	\$566.787	\$567.523	\$578.675	\$648.186	\$2,846.350

Grants and loans to local governments for water infrastructure improvements receive \$152.0 million. Another \$100.5 million funds programs that contribute to the restoration of the Chesapeake Bay, including \$81.0 million for Enhanced Nutrient Removal and \$21.2 million of Biological Nutrient Removal projects, \$25.0 million for the third year of a three-year initiative to supplement funding to the Chesapeake Bay 2010 trust fund for grants to local governments for stormwater infrastructure improvements; \$15.0 million for the Septic System Upgrade program; and \$7.6 million for oyster restoration projects. Land preservation programs receive \$84.0 million, a portion of which reflects GO bond replacement for prior years’ transfers of the transfer tax to the general fund. The CIP programs significant State investment, much of which are in the form of grants and loans to local and municipal governments, to address environment related infrastructure needs. Future investment programmed in the CIP surpasses all other categories of capital spending.

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Public Safety

(\$ in Millions)

<u>Fund Sources</u>	<u>Fiscal 2015</u>	<u>Fiscal 2016</u>	<u>Fiscal 2017</u>	<u>Fiscal 2018</u>	<u>Fiscal 2019</u>	<u>Total CIP</u>
GO Bond	\$43.458	\$33.450	\$13.700	\$29.350	\$118.950	\$238.908
General Funds	0.000	0.000	0.000	0.000	0.000	0.000
Special Funds	0.000	0.000	0.000	0.000	0.000	0.000
Federal Funds	0.000	0.000	0.000	0.000	0.000	0.000
Revenue Bonds	0.000	0.000	0.000	0.000	0.000	0.000
Total	\$43.458	\$33.450	\$13.700	\$29.350	\$118.950	\$238.908

Funding to complete the State's purchase of a new Medevac helicopter fleet, including the purchase of a flight training device and the construction of a facility to house the device, totals \$12.5 million. Significant investment in Department of Public Safety and Correctional Services (DPSCS) facilities includes \$9.5 million in fiscal 2015 to complete the design and begin the construction of a new Youth Detention Center at the Baltimore City Detention Center (BCDC). Initial funding for this project was provided in fiscal 2014 when the General Assembly accelerated the schedule for the project which was rescoped from previous State efforts to construct a much larger facility – the CIP programs future investment at \$17.6 million to complete the construction and capital equipping of the 60-bed facility; \$9.0 million is provided over fiscal 2015 and 2016 to fund the second phase of the windows and heating system replacement at the Maryland Correctional Training Center – the final phase is programmed in the CIP for fiscal 2018 and 2019 at \$13.0 million; the CIP programs \$89.9 million for what is expected to be \$156.0 million for the Women's Detention Center at BCDC. The State previously funded the design of the project which has since been rescoped and reduced in size with these funds having been de-authorized. Finally, the CIP programs initial funding for what is a long-range plan to completely redevelop BCDC consistent with the department's new Facility Master Plan and supported by the Special Joint Commission on Public Safety and Security in State and Local Correctional Facilities.

Education

(\$ in Millions)

<u>Fund Sources</u>	<u>Fiscal 2015</u>	<u>Fiscal 2016</u>	<u>Fiscal 2017</u>	<u>Fiscal 2018</u>	<u>Fiscal 2019</u>	<u>Total CIP</u>
GO Bond	\$308.334	\$294.834	\$285.809	\$285.759	\$264.939	\$1,439.675
General Funds	0.000	0.000	0.000	0.000	0.000	0.000
Special Funds	0.000	0.000	0.000	0.000	0.000	0.000
Federal Funds	0.000	0.000	0.000	0.000	0.000	0.000
Revenue Bonds	0.000	0.000	0.000	0.000	0.000	0.000
Total	\$308.334	\$294.834	\$285.809	\$285.759	\$264.939	\$1,429.675

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The Public School Construction program receives \$275.0 million and continues the State's annual sizeable commitment to the program which partners with local governments – the CIP programs out-year funding at \$250.0 million annually. **Appendix 1** illustrates the recent State commitment to the program in keeping with the 2004 Public School Facilities Act. Including the funding proposed for fiscal 2015, since fiscal 2006, the State will have invested a total of \$3.08 billion for school construction projects statewide. This is supplemented with \$4.6 million of QZAB authorizations, \$6.1 million for the Aging Schools Program, and \$3.5 million for the second year of funding for the Nonpublic Aging Schools Program.

Higher Education

(\$ in Millions)

<u>Fund Sources</u>	<u>Fiscal 2015</u>	<u>Fiscal 2016</u>	<u>Fiscal 2017</u>	<u>Fiscal 2018</u>	<u>Fiscal 2019</u>	<u>Total CIP</u>
GO Bond	\$341.493	\$389.940	\$395.600	408.300	379.350	\$1,914.683
General Funds	0.000	0.000	0.000	0.000	0.000	0.000
Special Funds	0.000	0.000	0.000	0.000	0.000	0.000
Federal Funds	0.000	0.000	0.000	0.000	0.000	0.000
Revenue Bonds	32.000	32.000	32.000	32.000	32.000	160.000
Total	\$373.493	\$421.940	\$427.600	\$440.300	\$411.350	\$2,074.683

USM campuses receive \$259.5 million in fiscal 2015 with another \$1.138 billion programmed in the CIP over fiscal 2016 through 2019 for numerous projects that will address the replacement of aging infrastructure and shortages of classroom and research and teaching lab space. Morgan State University (MSU) is funded with \$11.7 million in fiscal 2015 to fund a continued investment in campuswide utilities upgrades, complete the construction funding for the New School of Business Complex and the demolition of Soper Library, and fund renovations to the school's athletic facilities to address potential Title IX issues. The CIP programs another \$151.3 million for MSU facilities, including the construction of a new Student Services Support Building and a new Behavioral and Social Sciences Center among other projects. The Community Colleges Facilities Grant program receives \$65.4 million that will fund 12 projects at nine separate community colleges – the CIP programs funding at \$80.0 million annually from fiscal 2016 through 2019.

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Housing and Community Development

(\$ in Millions)

<u>Fund Sources</u>	<u>Fiscal 2015</u>	<u>Fiscal 2016</u>	<u>Fiscal 2017</u>	<u>Fiscal 2018</u>	<u>Fiscal 2019</u>	<u>Total CIP</u>
GO Bond	\$73.450	\$35.800	\$40.100	\$37.150	\$42.450	\$228.950
General Funds	10.000	10.000	10.000	10.000	10.000	50.000
Special Funds	31.225	26.026	24.700	25.100	25.500	132.551
Federal Funds	16.225	18.750	16.200	16.200	18.750	86.125
Revenue Bonds	0.000	0.000	0.000	0.000	0.000	0.000
Total	\$130.900	\$90.575	\$91.000	88.450	\$96.700	\$497.626

Funding for programs administered by the Department of Housing and Community Development (DHCD) receives \$119.2 million, including \$24.0 million for the Rental Housing Works program to provide gap financing for projects that will add or rehabilitate affordable rental housing units and \$10.0 million for the Strategic Demolition and Smart Growth Impact Project Fund, which will provide funds for local governments and private entities for targeted revitalization projects – both of these programs receive funding for the third year in a row but are not reflected in the CIP for out-year funding consideration. The CIP programs another \$303.0 million for DHCD programs from all fund sources. Also included is \$10.0 million in general funds for the Sustainable Communities Tax Credit which will require re-authorization by the General Assembly in the 2014 session – the out-year estimates assume funding at \$10.0 million annually from general funds.

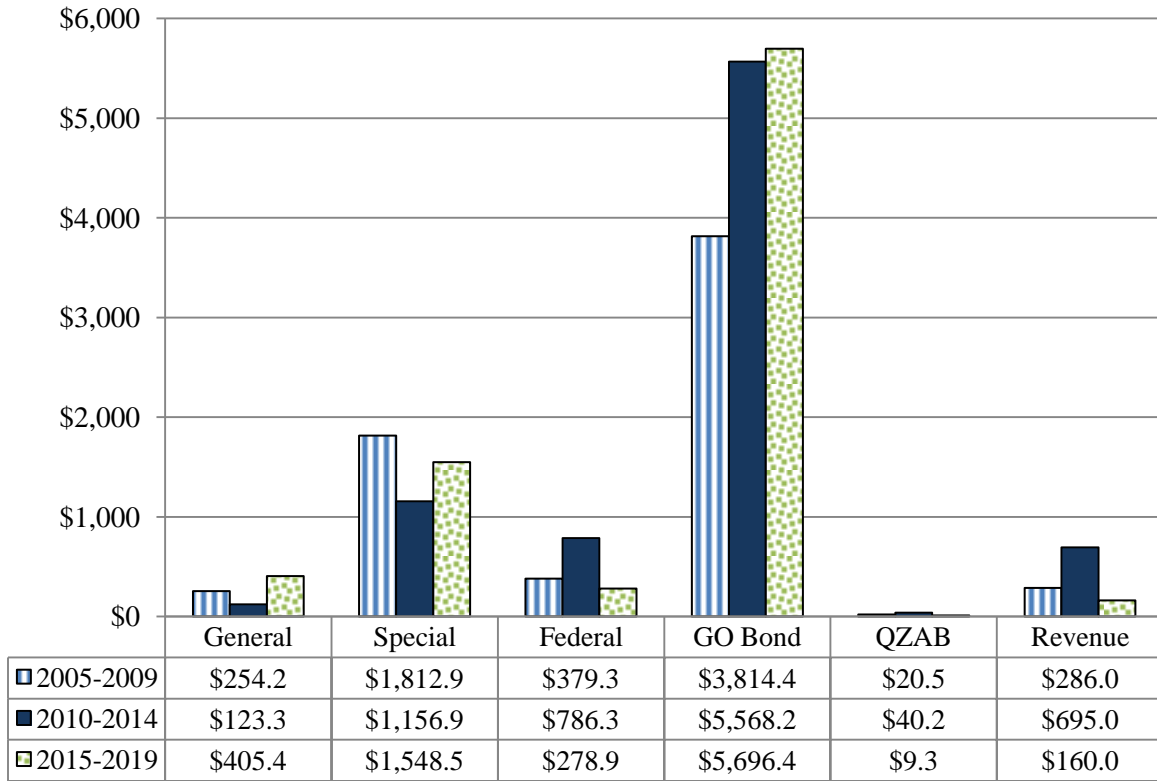
Local Projects

(\$ in Millions)

<u>Fund Sources</u>	<u>Fiscal 2015</u>	<u>Fiscal 2016</u>	<u>Fiscal 2017</u>	<u>Fiscal 2018</u>	<u>Fiscal 2019</u>	<u>Total CIP</u>
GO Bond	\$55.172	\$23.400	22.400	22.000	24.100	\$147.072
General Funds	0.000	0.000	0.000	0.000	0.000	0.000
Special Funds	0.000	0.000	0.000	0.000	0.000	0.000
Federal Funds	0.000	0.000	0.000	0.000	0.000	0.000
Revenue Bonds	0.000	0.000	0.000	0.000	0.000	0.000
Total	\$55.172	\$23.400	22.400	\$22.000	\$24.100	\$147.072

Exhibits 5 and 6 compare programmed funding levels by source in the State’s five-year CIP relative to actual funding by source for the two previous five-year periods.

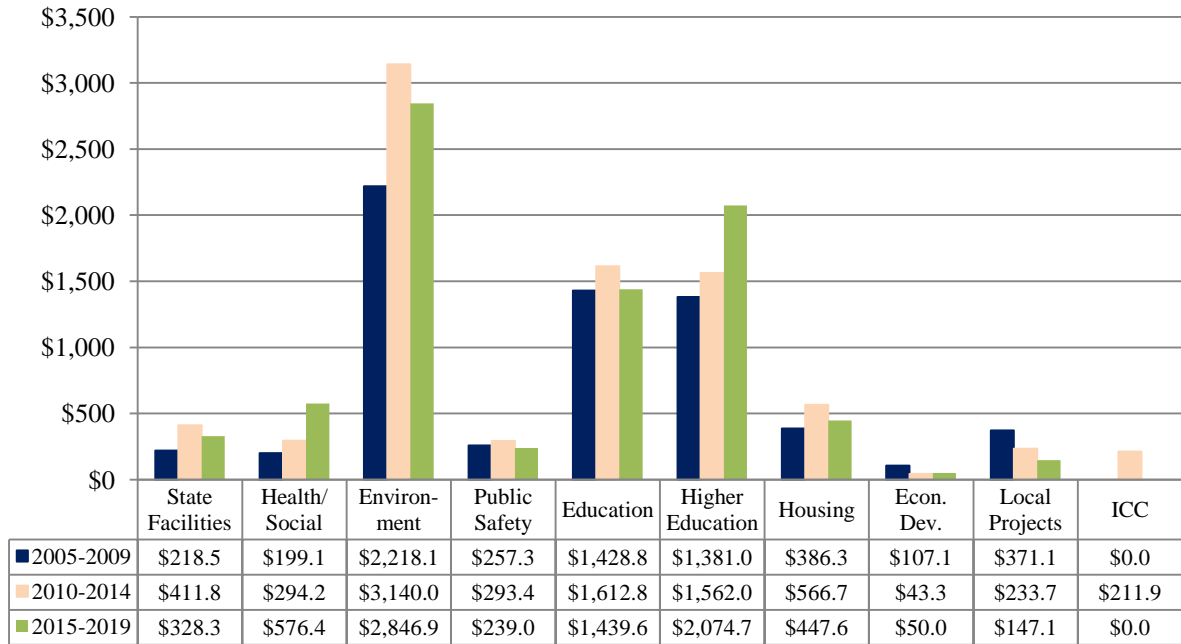
Exhibit 5
Capital Program by Funding Source Comparison
Fiscal 2005-2009; Fiscal 2010-2014; and Fiscal 2015-2019
(\$ in Millions)



GO: general obligation
 QZAB: Qualified Zone Academy Bonds

Source: Department of Budget and Management

Exhibit 6
Capital Programs by Major Funding Category
Fiscal 2005-2009; Fiscal 2010-2014; and Fiscal 2015-2019
(\$ in Millions)



ICC: InterCounty Connector

Source: Department of Budget and Management

Exhibit 7 shows the top funded capital projects and programs for fiscal 2015 by major fund source. **Appendix 2** summarizes the capital program by function. Exhibit 7 shows the top funded programs and projects. **Exhibits 8** and **9** illustrate the distribution of State capital funds for State-owned projects, Grant and Loan Programs, and Public School Construction. **Appendix 3** provides a history of capital funding by major category. **Appendix 4** provides a list of the projects included in the proposed fiscal 2015 capital budget.

Exhibit 7
Top Funded Capital Programs and Projects – All Funds
Fiscal 2015
(\$ in Millions)

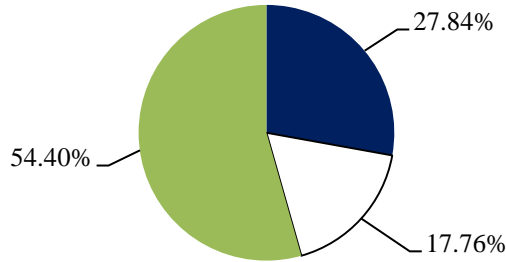
<u>Project Title</u>	<u>GO Bond</u>	<u>Revenue</u>	<u>General</u>	<u>Special</u>	<u>Federal</u>	<u>Total Funds</u>
BPW: Public School Construction Program	\$275.0	\$0.0	\$0.0	\$0.0	\$0.0	\$275.0
MDE: Maryland Water Quality Revolving Loan Program	6.5	0.0	0.0	91.3	32.3	130.0
MDE: Enhanced Nutrient Removal Program	0.0	0.0	0.0	81.0	0.0	81.0
MHEC: Community College Facilities Grant Program	65.4	0.0	0.0	0.0	0.0	65.4
UMES: New Engineering and Aviation Science Building	60.8	0.0	0.0	0.0	0.0	60.8
DHCD: Rental Housing Programs	24.1	0.0	0.0	24.3	3.2	51.6
UMB: Health Sciences Research Facility III	49.0	0.0	0.0	0.0	0.0	49.0
MDOT: Chesapeake Bay Restoration Plan State Highway Administration TMDL Project	45.0	0.0	0.0	0.0	0.0	45.0
SU: New Academic Commons	35.0	0.0	0.0	0.0	0.0	35.0
DJS: Cheltenham Youth Facility – New Detention Center	31.5	0.0	0.0	0.0	0.0	31.5
MISC: Prince George’s Hospital System	30.0	0.0	0.0	0.0	0.0	30.0
DoIT: Public Safety Communication System	26.1	0.0	0.0	0.0	0.0	26.1
DNR: Chesapeake Bay 2010 Trust Fund	25.0	0.0	0.0	0.0	0.0	25.0
BSU: New Natural Sciences Center	23.3	0.0	0.0	0.0	0.0	23.3
DNR: Program Open Space Stateside	18.9	0.0	0.0	1.5	2.5	22.9
DNR: Program Open Space Local	22.8	0.0	0.0	0.0	0.0	22.8
MDE: Maryland Drinking Water Revolving Loan Program	2.6	0.0	0.0	10.4	9.0	22.0
MDE: Biological Nutrient Removal Program	21.2	0.0	0.0	0.0	0.0	21.2
SMCM: Anne Arundel Hall Reconstruction	17.9	0.0	0.0	0.0	0.0	17.9
USMO: Capital Facilities Renewal	0.0	17.0	0.0	0.0	0.0	17.0
DNR: Rural Legacy Program	15.2	0.0	0.0	0.8	0.0	16.0
DPSCS: 560-bed Minimum Security Compound	15.3	0.0	0.0	0.0	0.0	15.3
MDA: Maryland Agricultural Land Preservation Program	15.2	0.0	0.0	9.6	0.0	24.8
DHCD: Homeownership Programs	14.0	0.0	0.0	1.0	0.0	15.0
BPW: Facilities Renewal Fund	15.0	0.0	0.0	0.0	0.0	15.0

<u>Project Title</u>	<u>GO Bond</u>	<u>Revenue</u>	<u>General</u>	<u>Special</u>	<u>Federal</u>	<u>Total Funds</u>
MDE: Septic System Upgrade Program	0.0	0.0	0.0	15.0	0.0	15.0
MISC: High Performance Computing Data Center	15.0	0.0	0.0	0.0	0.0	15.0
DSP: Helicopter Replacement and New Flight Training Facility	12.5	0.0	0.0	0.0	0.0	12.5
MSDE: State Library Resource Center	12.1	0.0	0.0	0.0	0.0	12.1
UMCP: H.J. Patterson Hall – Wing I Renovation	1.7	10.0	0.0	0.0	0.0	11.7
UMCES: New Environmental Sustainability Research Laboratory	10.6	0.0	0.0	0.0	0.0	10.6
CSU: New Science and Technology Center	10.3	0.0	0.0	0.0	0.0	10.3
UMBC: Campus Traffic Safety and Circulation Improvements	10.0	0.0	0.0	0.0	0.0	10.0
DHCD: Community Development Block Grant Program	0.0	0.0	0.0	0.0	10.0	10.0
UMCP: Campuswide Building System and Infrastructure Improvements	5.0	5.0	0.0	0.0	0.0	10.0
DHCD: Strategic Demolition and Smart Growth Impact Project Fund	10.0	0.0	0.0	0.0	0.0	10.0
MDOP: Sustainable Communities Tax Credit	0.0	0.0	10.0	0.0	0.0	10.0
Subtotal: Top Funded Programs and Projects	\$941.9	\$32.0	\$10.0	\$234.8	\$57.0	\$1,275.7
Subtotal: Other Funded Programs and Projects	\$222.8	\$0.0	\$1.4	\$26.0	\$7.0	\$257.1
Grand Total	\$1,164.6	\$32.0	\$11.4	\$260.8	\$64.0	\$1,532.8
BPW: Board of Public Works						
BSU: Bowie State University						
CSU: Coppin State University						
DHCD: Department of Housing and Community Development						
DJS: Department of Juvenile Services						
DNR: Department of Natural Resources						
DoIT: Department of Information Technology						
DPSCS: Department of Public Safety and Correctional Services						
DSP: Department of State Police						
MDA: Maryland Department of Agriculture						
MDE: Maryland Department of the Environment						
MDOP: Maryland Department of Planning						
MDOT: Maryland Department of Transportation						
MHEC: Maryland Higher Education Commission						
MISC: Miscellaneous						
MSDE: Maryland State Department of Education						
SMCM: St. Mary's College of Maryland						
SU: Salisbury University						
UMB: University of Maryland, Baltimore						
UMBC: University of Maryland Baltimore County						
UMCES: University of Maryland Eastern Shore						
UMCP: University of Maryland, College Park						
UMES: University of Maryland Eastern Shore						
USMO: University System of Maryland Office						

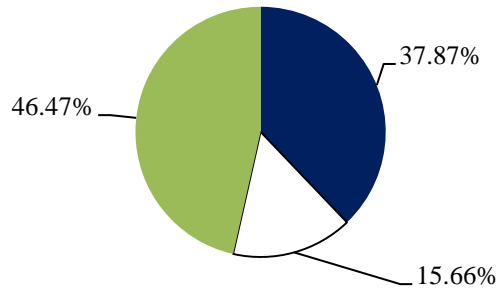
Source: Department of Budget and Management

Exhibit 8
Funding Shares for State-owned Projects, Public School Construction, and
Grants and Loans Program – All Funds
Fiscal 2010-2014; Fiscal 2015-2019; and Fiscal 2015
(\$ in Millions)

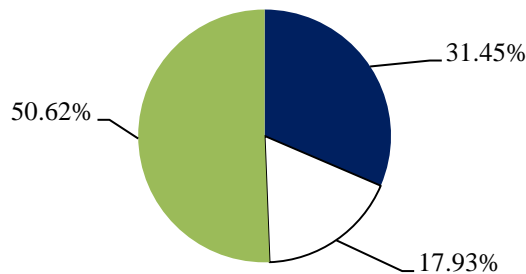
Fiscal 2010-2014



Fiscal 2015-2019



Fiscal 2015

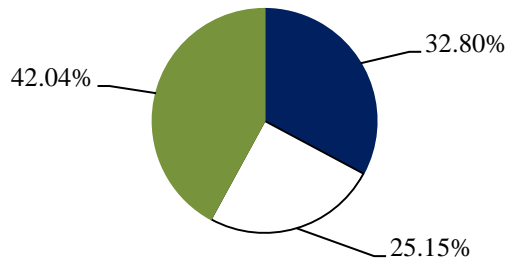


■ State-owned □ School Construction ■ Grant and Loan

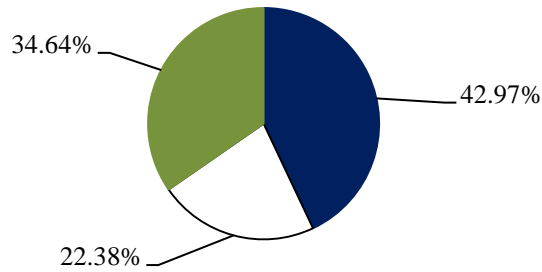
Source: Department of Budget and Management; Department of Legislative Services

Exhibit 9
Funding Shares for State-owned Projects, Public School Construction, and
Grants and Loans Program – General Obligation Funds Only
Fiscal 2010-2014; Fiscal 2015-2019; and Fiscal 2015
(\$ in Millions)

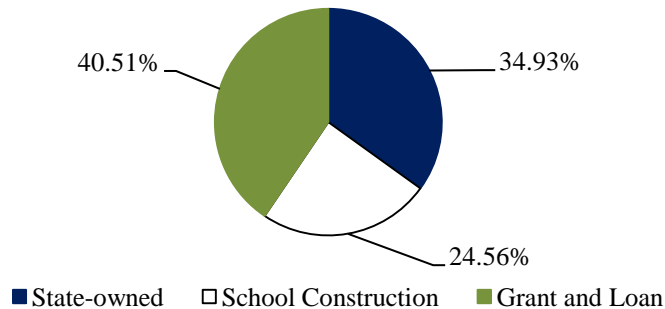
Fiscal 2010-2014



Fiscal 2015-2019



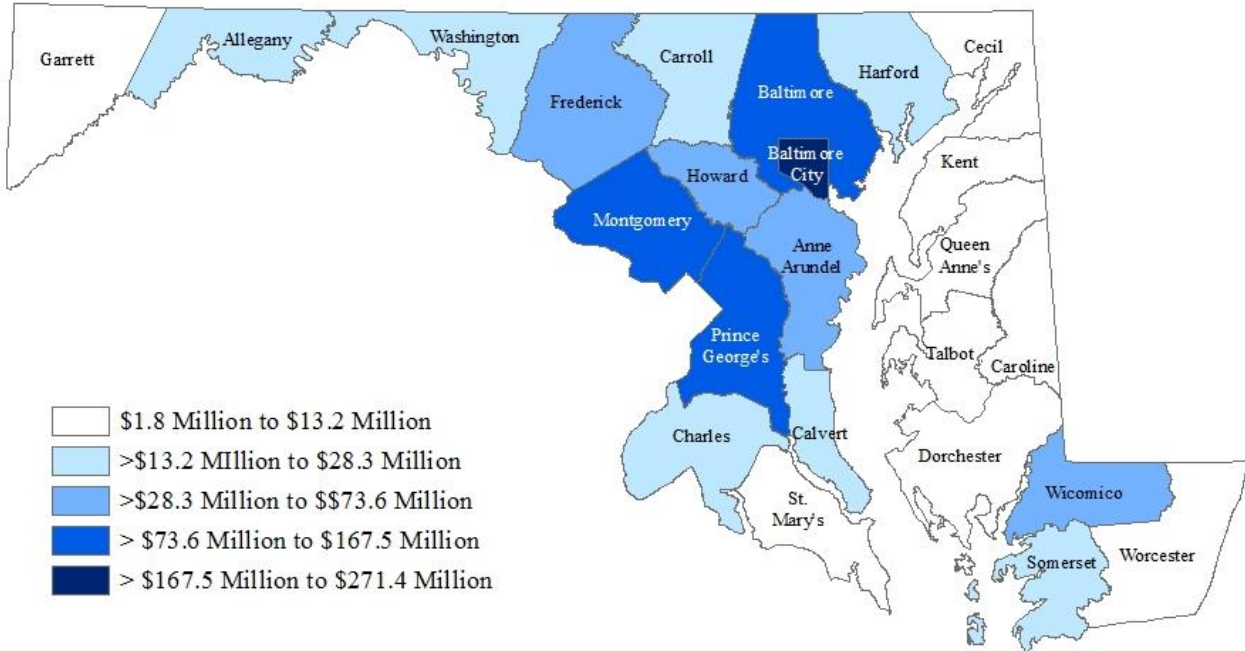
Fiscal 2015



Source: Department of Budget and Management; Department of Legislative Service

Exhibit 10 and 11 show the geographical distribution of non-transportation capital funding.

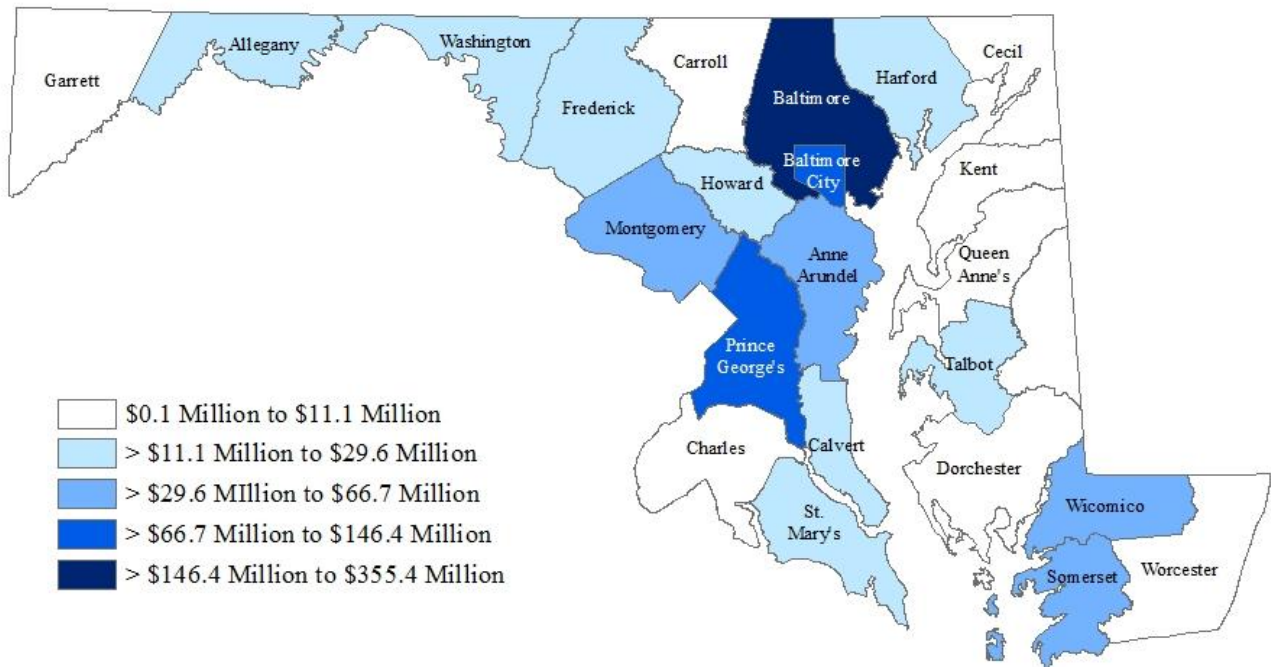
Exhibit 10
Geographical Distribution of State Capital Non-transportation Capital Funding
Fiscal 2010-2014 Annual Average
(\$ in Millions)



Note: This data represents the sum of capital projects and grant programs included in the operating and capital budgets each fiscal year. It reflects the particular projects anticipated to be funded at the time the budgets were adopted. The actual projects funded and/or the amount of funding for specific projects could have changed depending on which projects were ready to move forward and final costs. The data includes all projects regardless of funding source but excludes State university projects funded with auxiliary revenue bonds. Transportation projects are not included in this data. The county data also does not include funding categorized as "Statewide" which accounts for approximately 30% of the capital program funding for which specific projects are not identified at the time of appropriation

Source: Department of Legislative Services calculations from the Department of Budget and Management data

Exhibit 11
Geographical Distribution of State Capital Non-transportation Capital Funding
Fiscal 2015 As Proposed by Governor
(\$ in Millions)



Note: This data represents the sum of capital projects and grant programs included in the operating and capital budgets each fiscal year. It reflects the particular projects anticipated to be funded at the time the budgets were adopted. The actual projects funded and/or the amount of funding for specific projects could have changed depending on which projects were ready to move forward and final costs. The data includes all projects regardless of funding source but excludes State university projects funded with auxiliary revenue bonds. Transportation projects are not included in this data. The county data also does not include funding categorized as “Statewide” which accounts for approximately 30% of the capital program funding for which specific projects are not identified at the time of appropriation

Source: Department of Legislative Services calculations from the Department of Budget and Management data

Exhibits 12 and 13 show the recent and proposed use of the GO bond program to provide operating relief, which reduces the amount of resources available for other capital priorities. For fiscal 2010 through 2014, approximately 25% of the total GO bond authorizations have been used for operating relief. Furthermore, because the GO replacement is scheduled over a multi-year period, and the current CIP reflects the continued use of GO bonds for programs that would otherwise be funded with PAYGO, the impact of using GO bonds for operating relief impacts future budgets.

Exhibit 12
Use of General Obligation Bond Program to Support Operating Budget Relief
Fiscal 2010-2015
(\$ in Millions)

	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
<p>Special Fund Revenue Replacement: Partial GO bond replacement for special fund revenues transferred to the general fund. Transferred revenue sources include transfer tax, Bay Restoration Fund, Waterway Improvement Fund, and various housing programs. The GO bond authorizations reflect partial repayment over a multi-year repayment plan.</p>	\$31.2	\$98.4	\$133.7	\$106.8	\$62.2	\$67.1
<p>Fund Balance Replacement: Partial GO bond replacement for unexpended fund balance from multiple capital program accounts transferred to the general fund. Transferred revenue sources include transfer tax, Bay Restoration Fund, Waterway Improvement Fund, and various housing programs. The GO bond authorizations reflect partial repayment over a multi-year repayment plan.</p>	141.3	176.9	71.8	0.0	0.0	0.0
<p>InterCounty Connector Funding: Multi-year plan to use GO bond funds in place of general funds statutorily committed for the InterCounty Connector.</p>	55.0	89.3	46.2	0.0	21.5	0.0
<p>State Highway Administration: The Transportation Infrastructure Investment Acts of 2013 requires the Governor to budget funds for SHA to use in complying with the Watershed Implementation Plan. The Act requires \$395 million from fiscal 2015 through fiscal 2019 as follows: \$45 million in fiscal 2015, \$65 million in fiscal 2016, \$85 million in fiscal 2017, and \$100 million in both fiscal 2018 and 2019.</p>	0.0	0.0	0.0	0.0	0.0	45.0

Capital Budget Fiscal Briefing

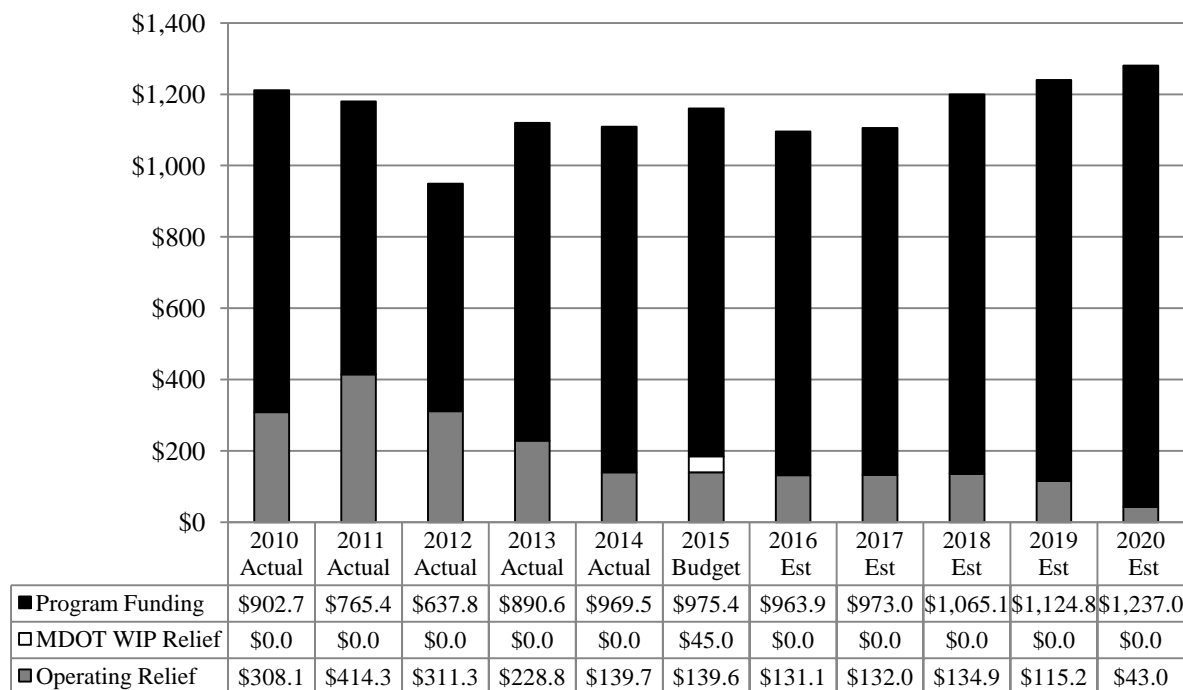
	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
Medevac Helicopter Replacement: Multi-year plan to use GO bond funds to fund the replacement of the Medevac helicopter fleet in place of using special funds from the Helicopter Replacement Fund.	52.5	0.0	22.7	38.5	0.0	0.0
Use of GO Bond Funds to Fund Capital Programs Traditionally Funded with General Funds: This principally includes funding for grant and loan programs administered by the Department of Housing and Community Development and the Maryland Department of the Environment and the use of bonds to fund the Aging Schools Program.	28.1	45.7	36.9	83.5	56.0	72.5
Total	\$308.1	\$414.3	\$311.3	\$228.8	\$139.7	\$184.6

GO: general obligation

SHA: State Highway Administration

Source: 2014 *Capital Improvement Program*, Department of Budget and Management

Exhibit 13
Use of Bond Program for Operating Budget Relief
Fiscal 2010-2020
(\$ in Millions)



MDOT: Maryland Department of Transportation
WIP: Waterway Improvement Program

Source: Department of Budget and Management; Department of Legislative Services

Fund Transfers

The Budget Reconciliation and Financing Act (BRFA) of 2013 established a multi-year plan that transfers \$410.7 million of estimated fiscal 2014 through 2018 transfer tax revenue to the general fund. As shown in **Exhibit 14**, the BRFA of 2014 increases the amount transferred from fiscal 2015 transfer tax revenue by \$69.1 million (from \$75.1 million to \$144.2 million) with out-year fiscal 2016 through 2018 amounts unchanged from what was scheduled in the BRFA of 2013. After accounting for the additional transfer, \$11.9 million of special funds derived from transfer tax revenue remains budgeted to support Department of Natural Resources Program Open Space capital programs in fiscal 2015

Exhibit 14
Proposed Fiscal 2015 Fund Transfers and Multi-year General Obligation Bond Replacement Plan
Fiscal 2015
(\$ in Millions)

<u>Program</u>	<u>Special Funds Available</u>	<u>Special Funds to Programs</u>	<u>Special Funds Transferred BRFA of 2013</u>	<u>Special Funds Transferred BRFA of 2014</u>	<u>Fund Replacement</u>				<u>Total Amount of Fund Transfers to Be Replaced in the CIP</u>
					<u>Special Funds – Replaced in Fiscal 2015</u>	<u>Special Funds – Replaced in Fiscal 2016</u>	<u>Special Funds – Replaced in Fiscal 2017</u>	<u>Special Funds – Replaced in Fiscal 2018</u>	
POS – Stateside	\$43.324	\$1.500	\$20.989	\$20.835	\$0.000	\$17.439	\$17.440	\$6.945	\$41.824
POS – Local	43.463	0.000	20.776	22.687	0.000	17.951	17.950	7.562	43.463
Rural Legacy	17.838	0.803	8.707	8.328	0.000	7.130	7.129	2.776	17.035
Ocean City – POS Share	1.000	0.500	0.500	0.000	0.000	0.250	0.250	0.000	0.500
Natural Resources Development Fund	10.797	4.535	6.262	0.000	0.000	3.131	3.131	0.000	6.262
Critical Maintenance Program	6.588	4.588	2.000	0.000	0.000	1.000	1.000	0.000	2.000
Agricultural Land Preservation Program	33.103	0.000	15.828	17.275	0.000	13.673	13.672	5.758	33.103
Total	\$156.113	\$11.926	\$75.062	\$69.125	\$0.000	\$60.574	\$60.572	\$23.041	\$144.187

BRFA: Budget Reconciliation and Financing Act
CIP: *Capital Improvement Program*
POS: Program Open Space

Source: Department of Budget and Management

Capital Budget Fiscal Briefing

As shown in **Exhibit 15**, the original \$75.1 million of transferred fiscal 2015 revenue is scheduled to be repaid with GO bonds pre-authorized for fiscal 2016 and 2017. The additional \$69.1 million of fiscal 2015 transfers are scheduled to be repaid with GO bonds pre-authorized for fiscal 2016 through 2018. The fiscal 2015 budget provides \$37.3 million of GO bond replacement for fiscal 2014 revenue transferred in the BRFA of 2013, and another \$29.8 million of GO bonds represent the final repayment of transfers made prior to fiscal 2014. Bond replacement for proposed out-year transfers remains scheduled over a two-year period following the year of transfer.

Exhibit 15
Fiscal 2014-2020 Fund Transfers and
Multi-year General Obligation Bond Replacement Plan
(\$ in Millions)

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>Total</u>
Special Funds Transferred to the General Fund – BRFA of 2013	\$89.2	\$75.1	\$77.7	\$82.8	\$86.0	\$0.0	\$0.0	\$410.8
Additional Special Funds Transferred to the General Fund – BRFA of 2014	0.0	69.1	0.0	0.0	0.0	0.0	0.0	69.1
Total Special Fund Transfers	\$89.2	\$144.2	\$77.7	\$82.8	\$86.0	\$0.0	\$0.0	\$479.9
GO Bond Replacement to Programs – BRFA of 2013 Plan	\$9.0	\$37.3	\$74.8	\$76.4	\$80.2	\$84.4	\$43.0	\$405.1
Additional GO Bond Replacement to Programs – BRFA of 2014 Additions	0.0	0.0	23.0	23.0	23.0			69.0
Total GO Bond Replacement to Programs 2014 Session	\$9.0	\$37.3	\$97.8	\$99.4	\$103.2	\$84.4	\$43.0	\$474.1
GO Bond Replacement to Programs – Prior Year Transfers	\$51.3	\$29.8	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$81.1
Special Funds to Programs – 2013 Session Plan	\$37.4	\$75.1	\$77.7	\$82.8	\$86.0	n/a	n/a	
Special Funds to Programs – 2014 Session Revised Plan	n/a	11.9	88.3	74.8	76.1	167.0	n/a	
Total Funding to Programs – 2014 Session Proposed Plan Additions/Revisions	\$97.7	\$79.0	\$186.1	\$174.2	\$179.3	\$251.4		

BRFA: Budget Reconciliation and Financing Act
GO: general bonds

Fiscal 2014: Transfer approximately 67% of the capital eligible transfer tax allocations for land preservation programs and most of the capital eligible transfer tax allocation for capital development programs to the general fund. Bond replacement for land preservation programs is scheduled in fiscal 2015 and 2016.

Capital Budget Fiscal Briefing

Fiscal 2015: The plan adopted in the BRFA of 2013 called for the transfer of \$75.062 million of the capital eligible transfer tax allocation to the general fund and the replacement with general obligation bonds in the following two fiscal years, fiscal 2016 and 2017. The Governor's proposed plan for the 2014 session would provide for the transfer of an additional \$69.125 million that is programmed to be GO bond replaced over a three-year period in equal installments of \$23.04 million in fiscal 2016 through 2018.

Fiscal 2016 to 2018: The plan adopted in the BRFA of 2013 to transfer approximately 50% of the capital eligible transfer tax allocation to the general fund and replace with GO bonds in the following two fiscal years remains unchanged in the Governor's proposed plan for the 2014 session.

Note: Transfer tax revenue estimates for fiscal 2020 are unavailable to reflect estimates of program funding. The amount replaced is less than the amount transferred by \$5.6 million reflecting the fiscal 2014 allocation of the Natural Resources Development Fund that was not programmed for replacement. The figures for Special Funds to Programs – 2014 Session Revised Plan reflect adjustments to transfer tax revenue estimates; estimates for fiscal 2015 and 2016 were adjusted upward slightly, while fiscal 2017 and 2018 were adjusted downward, relative to last year's estimates.

Source: Department of Budget and Management

Exhibit 16 illustrates the fiscal 2010 through 2020 multi-year fund transfer and GO bond replacement plan by program.

Exhibit 16
Fund Transfers and Multi-year General Obligation Bond Replacement Plan
(\$ in Millions)

<u>Program</u>	<u>Transfers</u>					<u>Fund Replacement</u>				
	<u>Special Fund Balances</u>	<u>Revenues FY 2010-14</u>	<u>Special Funds FY 2015</u>	<u>Revenues FY 2016-18</u>	<u>Total Transfers</u>	<u>Replaced FY 2010-14</u>	<u>Replaced FY 2015</u>	<u>Replaced FY 2016-20</u>	<u>Total Amount of Fund Transfers to Be Replaced</u>	<u>Not Replaced</u>
Waterway Improvement Program	\$12.5	\$5.0		\$0.0	\$17.5	\$17.5	\$0.0	\$0.0	\$17.5	\$0.0
Program Open Space (POS) – Stateside	172.3	78.6	\$41.8	70.3	363.0	216.0	18.9	123.1	358.0	4.9 ³
POS – Local	103.1	73.7	43.5	68.1	288.4	142.2	22.8	123.4	288.4	0.0
Rural Legacy	10.6	50.3	17.0	27.5	105.4	35.2	10.2	49.9	95.3	10.2 ³
Ocean City Beach Replenishment – POS	2.1	2.0	0.5	1.5	6.1	4.1		2.0	6.1	0.0
Ocean City Beach Replenishment – Local	3.4	0.0	0.0	0.0	3.4	3.4		0.0	3.4	0.0
Natural Resources Development Fund	17.7	19.0	6.3	21.4	64.4	27.0		27.6	54.6	9.7 ¹
Critical Maintenance Program	3.2	15.7	2.0	6.0	26.9	17.8		8.0	25.8	1.0 ¹
Dam Rehabilitation Program	0.7	0.5		0.0	1.2	1.2		0.0	1.2	0.0
House Assessment Program	0.9	0.0		0.0	0.9	0.8		0.0	0.8	0.2 ¹
Hurricane Isabel Funds	0.2	0.0		0.0	0.2	0.0		0.0	0.0	0.2 ¹
Neighborhood Business Development	3.6	3.2		0.0	6.8	6.7		0.0	6.7	0.1 ²
Community Legacy Program	0.4	0.0		0.0	0.4	0.4		0.0	0.4	0.0
Homeownership Programs	0.0	4.5		0.0	4.5	4.5		0.0	4.5	0.0
Special Loan Programs	2.1	4.7		0.0	6.8	6.9		0.0	6.9	0.0
Tobacco Transition Program	0.0	7.3		0.0	7.3	7.3		0.0	7.3	0.0
Agricultural Land Preservation Program	10.0	67.2	33.1	51.8	162.1	41.2	15.2	93.8	150.2	11.8 ³
Bay Restoration Fund	205.0	85.0		0.0	290.0	290.0		0.0	290.0	0.0
Helicopter Replacement Fund	113.7	0.0		0.0	113.7	113.7		0.0	113.7	0.0 ⁴
Total	\$661.5	\$416.7	\$144.2	\$246.6	\$1,469.0	\$935.9	\$67.1	\$427.8	\$1,430.8	\$38.1

¹Indicates amount not to be replaced based on other budget priorities or funds not needed to complete projects.

²The Budget Reconciliation and Financing Act of 2011 included the transfer of \$2.1 million of special funds from the Neighborhood Business Development Program that was replaced with \$2.1 million in general obligation (GO) bonds. The 2012 capital budget bill deletes the bonds replaced in recognition that the program received \$2.1 million of special fund appropriation through budget amendment, thereby making the replacement unnecessary.

³In the 2010 session, the General Assembly also reduced the fiscal 2011 GO bond amount for the Maryland Agricultural Land Preservation Foundation (MALPF) by \$4.0 million to reflect the availability of special funds available from funds not used by the Maryland Agricultural and Resource-Based Industry Development Corporation. In the 2011 session, the General Assembly reduced the fiscal 2012 GO bond amount for Rural Legacy by \$4.6 million which is not being replaced. In the 2012 session, the General Assembly reduced the fiscal 2013 GO bond replacement funding for Stateside POS by \$4.908 million, Rural Legacy by \$4.267 million, and MALPF by \$5.418 million and made no provision to replace these funds in future years choosing instead to redirect the funds to provide additional funding for shovel ready environmental and natural resources projects. In the 2013 session, the General Assembly reduced the fiscal 2014 bond replacement funding for the Rural Legacy Program by \$1.3 million and the Agricultural Land Preservation Program by \$2.4 million and made no provision to replace these funds in future years.

⁴Helicopter Replacement Fund transfers include both fund balance transfers and revenue diversions – the amount needed to complete the new fleet purchase will exceed the amount transferred, therefore, the amount shown as replacement only reflects replacement of the transfers and diversions.

Source: Department of Budget and Management

Recent History of GO Bond Authorization Level Increases 2001 through 2019 Session

- **Year-over-year Change in GO Bond Authorization Levels:** The State has used GO bond debt capacity as a means of addressing fiscal pressures that reduced the availability of general fund support of the capital program and as a mechanism for replacing various special fund revenues and fund balances in capital accounts transferred to the general fund in support of the operating budget. **Exhibit 17** illustrates the year-over-year revision in authorization levels, including the \$75 million increase for the 2014 session.

Exhibit 17
Comparison of Recent Capital Debt Affordability Committee
Recommendations for Annual New GO Bond Authorizations
(\$ in Millions)

CDAC	Session																		CDAC
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	
2013													1160	1095	1105	1200	1240	1280	2013
2012												1075	1085	1095	1105	1200	1240	1280	2012
2011											1075	925	935	945	955	1200	1240	1280	2011
2010										925	925	925	935	945	955	1200	1240	1280	2010
2009									1140	1020	1050	1080	1110	1140	1170	1200	1240		2009
2008								1110	990	1020	1050	1080	1110	1140	1170	1200			2008
2007							935	960	990	1020	1050	1080	1110	1140	1170				2007
2006						810	835	860	890	920	950	980	1010	1040					2006
2005					690	710	730	745	770	795	820	845	870						2005
2004				670	685	700	715	630	645	660	675	690							2004
2003			650	665	680	695	710	630	645	660	675								2003
2002		740	555	570	585	600	615	625	640	655									2002
2001	520	535	550	565	580	595	610	625	640										2001

Initial Authorization

Amount Authorized

Effect on Capital Spending

Chapter 111 of 2001

\$30 million annually

Increase the State capital program

Chapter 103 of 2002

\$5 million annually

Fund Tobacco Transition Program

Chapter 290 of 2002

\$200 million in fiscal 2003

Move PAYGO capital projects into GO bond program

<u>Initial Authorization</u>	<u>Amount Authorized</u>	<u>Effect on Capital Spending</u>
Chapter 204 of 2003	\$200 million in fiscal 2004	Move PAYGO capital projects into GO bond program
Chapter 432 of 2004	\$100 million annually for five years	Increase the State capital program
Chapter 46 of 2006	Increase escalation to 3%, \$100 million annually in fiscal 2010	Increase the State capital program
Chapter 488 of 2007	\$100 million annually	Increase the State capital program
Chapter 336 of 2008	\$100 million annually	Increase the State capital program
Chapter 485 of 2009	\$150 million in fiscal 2010	Move PAYGO capital projects into GO bond program
Chapter 419 of 2009	\$70 million in fiscal 2010	Maintain POS spending in fiscal 2010
Chapter 483 of 2010	\$150 million in fiscal 2011	Move PAYGO capital projects into GO bond program
Chapter 444 of 2012	\$150 million in fiscal 2013	Increase the State capital program
Chapter 424 of 2013	\$150 million each of fiscal 2014 to 2018	Increase the State capital program – restore authorization levels to pre-2010 session levels
MCCBL of 2014	\$75 million in fiscal 2015	Increase to accommodate State Highway Administration’s share of the Watershed Implementation Plan

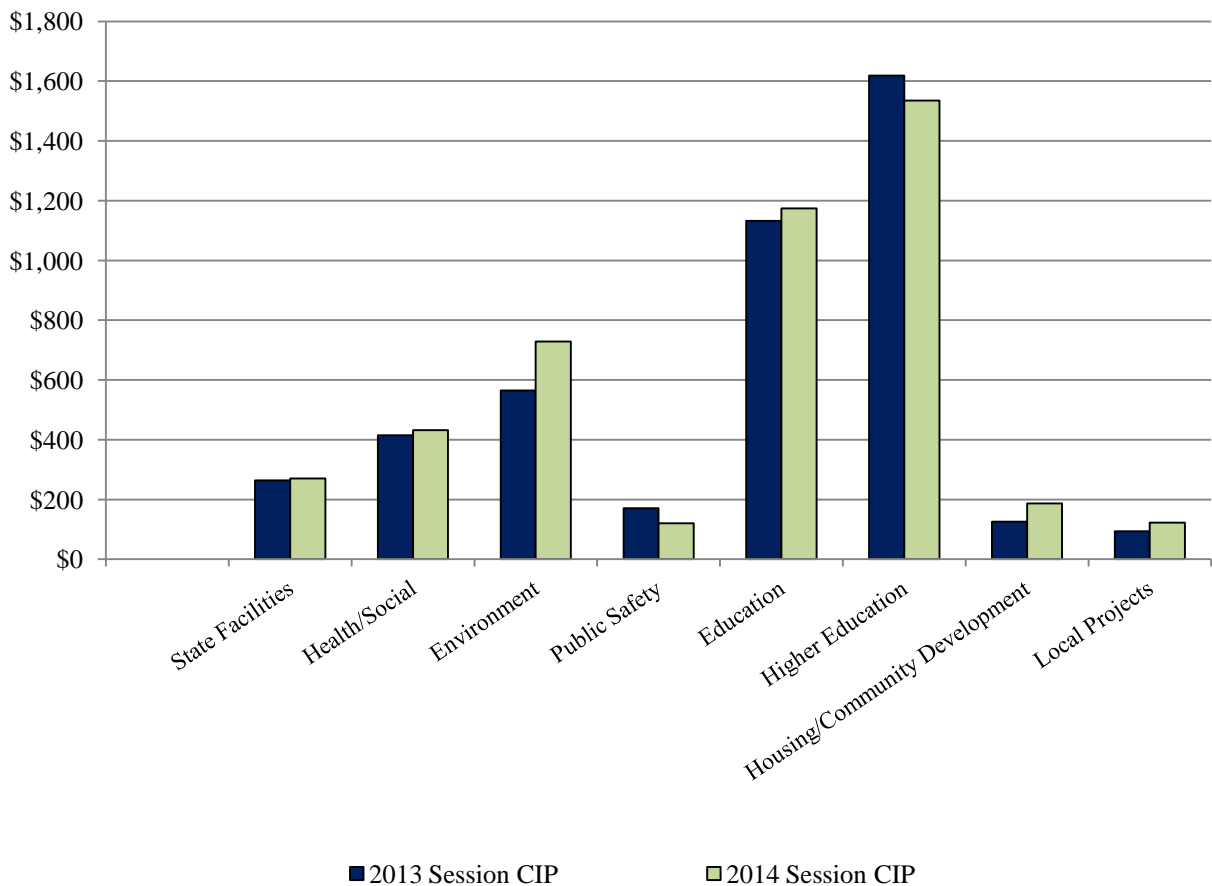
GO: general obligation
MCCBL: Maryland Capital Consolidated Bond Loan
PAYGO: pay-as-you-go

Source: 2012 Capital Debt Affordability Committee

Impact of Additional GO Bond Authorizations on Programmed Funding Levels

Exhibits 18 and 19 compare programmed funding levels in the 2012 CIP relative to the revised funding levels in the 2013 CIP.

Exhibit 18
General Obligation Bond Capital Program
Comparison of 2013 vs. 2014 Capital Improvement Program
Fiscal 2015 through 2018 Funding by Category
(\$ in Millions)



CIP: Capital Improvement Program

Source: Department of Budget and Management

Exhibit 19
General Obligation Bond Capital Program Comparison
2013 vs. 2014 Capital Improvement Program Major Differences
Fiscal 2015-2018
(\$ in Millions)

<u>Agency</u>	<u>2013 CIP</u>	<u>2014 CIP</u>	<u>Variance</u>
Department of Natural Resources	\$298.284	\$365.541	\$67.257
Department of Housing and Community Development	113.500	172.550	59.050
Maryland Department of Transportation	0.000	45.000	45.000
Public School Construction	1,024.500	1,062.236	37.736
Maryland Department of the Environment	118.400	152.944	34.544
Miscellaneous	328.000	355.910	27.910
Department of Agriculture	94.625	111.910	17.285
Department of Juvenile Services	134.900	152.151	17.251
Maryland Higher Education Commission	320.000	305.405	-14.595
Baltimore City Community College	50.100	25.400	-24.700
University System of Maryland	1,040.900	1,011.918	-28.982
Department of Health and Mental Hygiene	98.150	49.259	-48.891

CIP: *Capital Improvement Program*

Source: Department of Budget and Management

Pre-authorizations and Split Funding

The MCCBL of 2013 included \$430.8 million of pre-authorizations for funding to be authorized in the MCCBL of 2014. **Exhibit 20** lists these pre-authorizations as well as the amounts included in the 2014 session bill, as introduced by the Governor.

Exhibit 20
Pre-authorizations Included in MCCBL of 2013 for 2014 Session
(\$ in Millions)

<u>Project/Program Title</u>	<u>2014 Session Pre-authorized</u>	<u>2014 Session Funding Actual</u>
DNR: Program Open Space	\$41.6	\$41.6
DNR: Rural Legacy Program	10.2	10.2
MDA: Agriculture Maryland Agricultural Land Preservation Program	15.2	15.2
DHMH: Henryton Center	3.6	0.0
DPSCS: Dorsey Run Minimum Security Compound	18.9	15.3
UMB: Health Sciences Research Facility III and Surge Building	49.0	49.0
UMES: New Engineering and Aviation Science Building	56.9	60.8
TU: Softball Facility	1.5	1.5
CSU: New Science and Technology Center	6.0	10.3
SU: New Academic Commons	59.3	35.0
UMBC: Campus Traffic Safety and Circulation Improvements	10.0	10.0
SMCM: Anne Arundel Hall	17.7	17.9
MSD: New Fire Alarm	1.7	1.7
MHEC: Community College Facilities Grant Program	66.9	53.8
MSU: New School of Business Complex	3.0	3.0
MSU: Soper Library Demolition	2.1	1.6
MES: Infrastructure Improvement Fund	5.4	4.4
DJS: Cheltenham Youth Facility	31.0	31.5
DSP: Helicopter Replacement	12.9	12.5
MISC: Green Branch Athletic Complex	3.0	3.0
MISC: High Performance Computing Data Center	15.0	15.0
Total	\$430.8	\$393.3

CSU: Coppin State University
DNR: Department of Natural Resources
DHMH: Department of Health and Mental Hygiene
DJS: Department of Juvenile Services
DPSCS: Department of Public Safety and Correctional Services
DSP: Department of State Police
MCCBL: Maryland Consolidated Capital Bond Loan
MDA: Maryland Department of Agriculture
MES: Maryland Environmental Service
MHEC: Maryland Higher Education Commission

MISC: Miscellaneous
MSD: Maryland School for the Deaf
MSU: Morgan State University
SMCM: St. Mary's College of Maryland
SU: Salisbury University
TU: Towson University
UMB: University of Maryland, Baltimore
UMBC: University of Maryland Baltimore County
UMES: University of Maryland Eastern Shore

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Note: The amount budgeted for MHEC Community College Facilities Grant Program is \$65,405,000, while the amount above reflects only the amount needed to fund project pre-authorized in the MCCBL of 2013 as follows: (1) 13,523,000 for the CCBC Building F with the amount budgeted at \$15,022,000 reflecting equipment funds that were not part of the pre-authorization; (2) 17,331,000 for Chesapeake College Allied Health with the amount budgeted at 19,918,000 to reflect equipment funding that was not part of the pre-authorization; (3) 2,873,000 College of Southern Maryland Regional Programs with 4,417,000 budgeted reflecting increased construction and addition of equipment not part of pre-authorization; (4) 20,878,000 for Howard County New Science, Engineering and Tech but only \$766,000 is budgeted for design as the project schedule slipped – this makes up most of the difference in the amount pre-authorization and the amount budgeted; and (5) 12,249,000 for the Montgomery College Rockville Science West budgeted at 14,446,000 to reflect additional funding needed to fund equipment that was not included in the preauthorization amount. The amount budgeted for Maryland Environmental Service projects is \$10,079,000, while the amount shown above reflects only the amount needed to fund projects pre-authorized in the MCCBL of 2013 as follows: (1) \$2,173,000 pre-authorized for the Rocky Gap State Park Wastewater Treatment Plan Improvements with \$712,000 budgeted reflecting a delay in the construction schedule that will span fiscal 2015 and 2016; (2) \$1,757,000 pre-authorized for the Charlotte Hall Veterans Home Wastewater Treatment Plant with \$2,190,000 budgeted reflect increased construction costs estimates, and (3) \$1,500,000 pre-authorized for the Southern Pre-release Unit Wastewater Treatment Plant and \$1,500,000 budgeted. The actual 2014 session figure for the DNR Rural Legacy Program does not include \$5.0 million mandated by Section 5-9A-09 of the Natural Resources Article.

Source: Department of Budget and Management

Capital Budget Fiscal Briefing

Exhibit 21 shows the pre-authorizations included in the MCCBL of 2014 for authorizations intended for the 2015 through 2019 sessions. Pre-authorizations for the land acquisition programs reflect the amounts needed to maintain the multi-year GO bond replacement plan shown in Exhibit 15. In some instances, a pre-authorization is paired with proposed fiscal 2015 authorizations to allow construction bids for projects to be awarded during the fiscal year without having to dedicate the entire amount of estimated construction funds needed to complete the project.

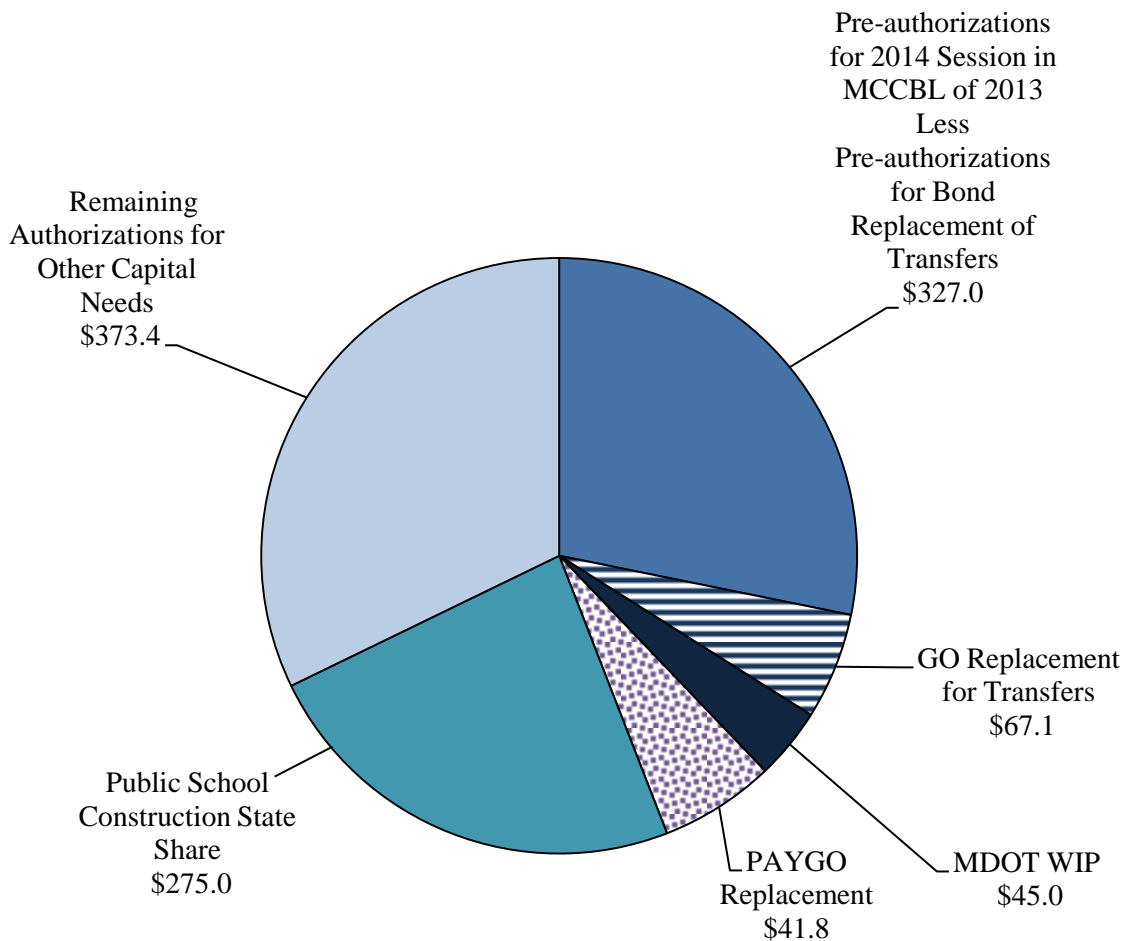
Appendix 5 provides a summary of all back of the bill provisions proposed in the 2014 capital budget bill, including a summary of all proposed pre-authorizations.

Exhibit 22 illustrates how the fiscal 2015 GO-funded capital program is affected by the operating relief strategy and pre-authorizations. While pre-authorizations facilitate the goal of commencing projects without having to commit all the required funds all at once, they also serve to limit how the current year's authorizations can be used. After accounting for operating relief, pre-authorizations, and the funding for public school construction, the remaining amount of fiscal 2015 authorizations available to address other capital priorities is approximately \$374 million.

Exhibit 21
Pre-authorizations Included in the MCCBL of 2014 for the 2015 through 2019 Sessions

<u>Project/Program Title</u>	<u>2015 Session Fiscal 2016</u>	<u>2016 Session Fiscal 2017</u>	<u>2017 Session Fiscal 2018</u>	<u>2018 Session Fiscal 2019</u>	<u>2019 Session Fiscal 2020</u>
Military Department – Havre de Grace Readiness Center	0.2				
Department of Natural Resources – Program Open Space	58.2	57.1	59.4	47.5	24.3
Department of Natural Resources – Rural Legacy Program	12.5	11.6	11.8	9.3	4.7
Department of Agriculture – MALPP	22.7	21.9	22.6	17.7	9.0
Department of Public Safety and Correctional Services – New Youth Detention Center	12.9	3.3			
Department of Public Safety and Correctional Services – MCTC	3.9				
Department of Public Safety and Correctional Services – Dorsey Run Correctional Facility	3.6				
Maryland State Department of Education – State Library Resource Center	25.9	23.2	23.2		
University of Maryland, Baltimore – Health Sciences III	81.6	70.5	2.0		
University of Maryland, College Park – Edward St. John Learning and Teaching Center	42.2	2.5			
Bowie State University – New Natural Sciences Center	48.3	7.5			
UMES – New Engineering and Aviation Sciences Building	1.5				
University of Baltimore – Langsdale Library	3.6				
Salisbury University – New Academic Commons	57.6				
St. Mary’s College of Maryland – Anne Arundel Hall Reconstruction	8.7				
Maryland Higher Education Commission – Community College Facilities Grant Program	17.4	6.8			
Morgan State University – Campuswide Utilities Upgrade	3.7				
Maryland Environmental Service	5.0				
Total	409.4	204.3	119.1	74.5	38.0
MALPP Maryland Agricultural Land Preservation Program					
MCCBL: Maryland Consolidated Capital Bond Loan					
MCTC: Maryland Correctional Training Center					
UMES: University of Maryland Eastern Shore					

Exhibit 22
What Is Left
 (\$ in Millions)



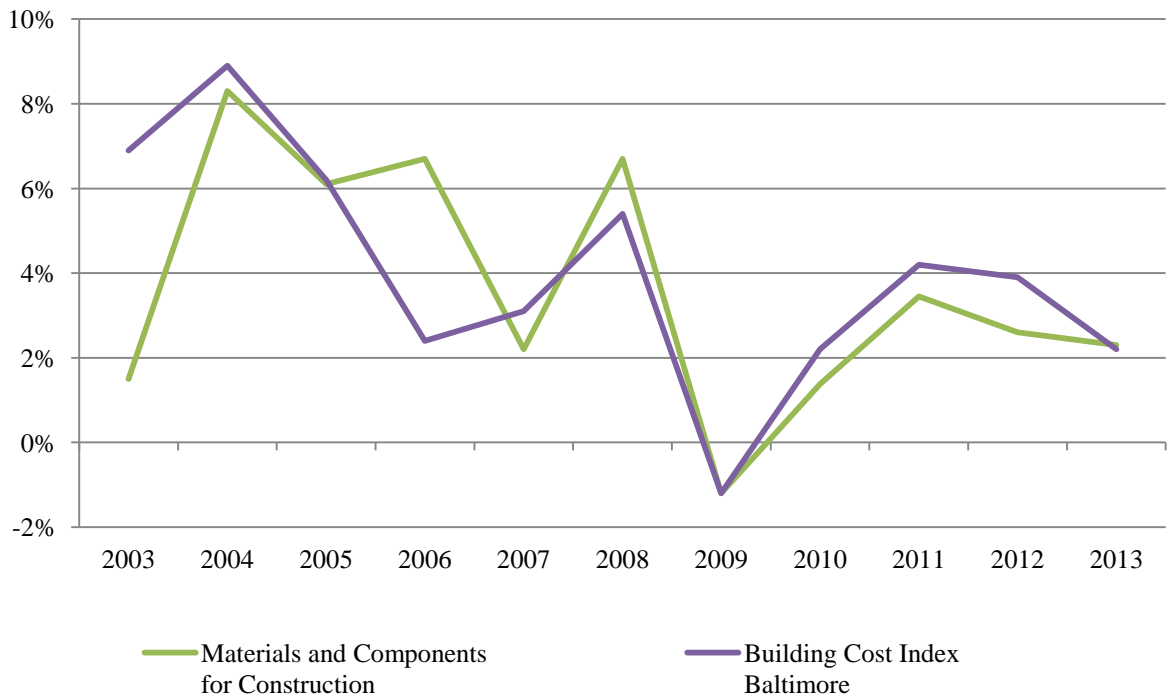
GO: general obligation
 MCCBL: Maryland Consolidated Capital Bond Loan
 MDOT: Maryland Department of Transportation
 PAYGO: pay-as-you-go
 WIP: Waterway Improvement Program

Source: Department of Budget and Management; Department of Legislative Services

Construction Costs Stabilize

- The year-over-year measure for inflation in the building and construction market nationally and regionally has stabilized in 2012 and 2013 compared to the sharp increase from 2009 to 2011, as shown in **Exhibit 23**.

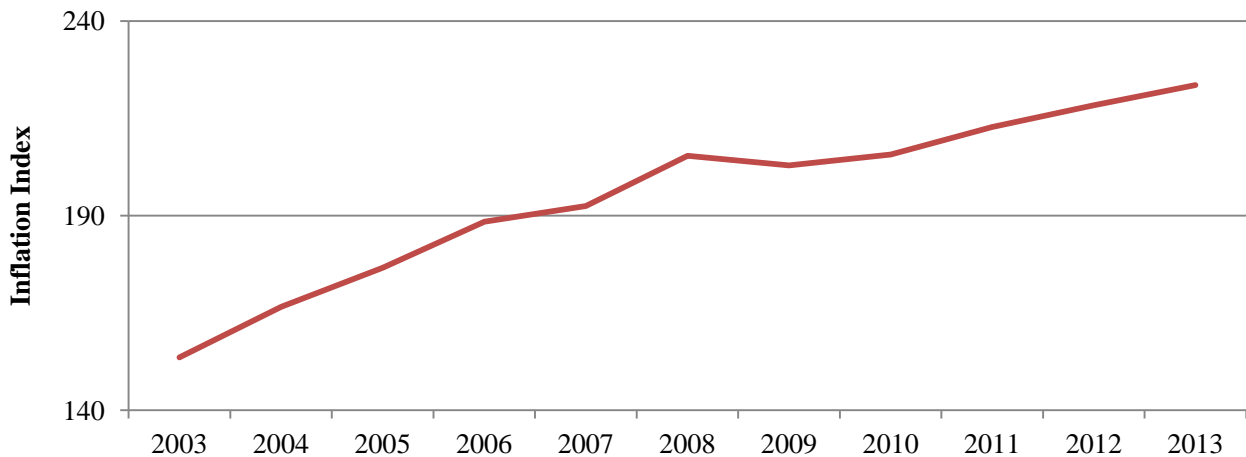
Exhibit 23
Year-over-year Construction Cost Inflation
Calendar 2003-2013



Source: Bureau of Labor Statistics; Engineering New-Record

- **Exhibit 24** shows that construction inflation has increased at an average annual rate of 3.8% from calendar 2003 through September of calendar 2013.

Exhibit 24
Indexed Average Annual Construction Cost Inflation
Calendar 2003-2013



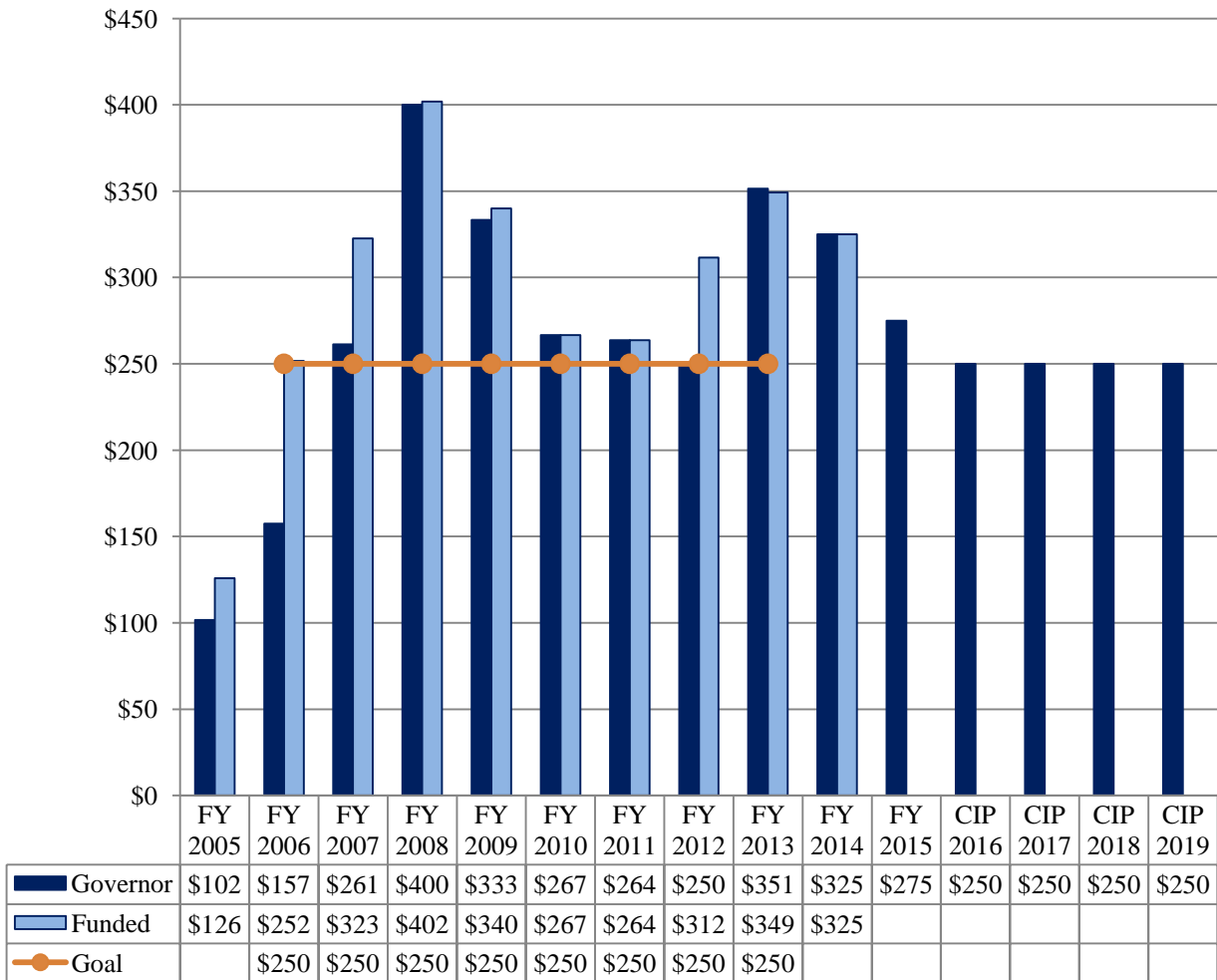
Source: Bureau of Labor Statistics; Engineering New-Record

- **Escalation Rates Used in Cost Estimating:** Base square foot costs increase by 5.2% for projects requested in the 2014 session compared to 3.7% for the 2013 session, 3.0% for the 2012 session, and -1.0% for the 2011 session. Annual escalation rates for projects requested in the 2014 session are set at 3.5% annually for calendar 2013 and 4.0% for calendar 2014 through 2016.

School Construction Funding Goal and Green Schools Initiative

The funding level proposed by the Governor for fiscal 2015 would mark the tenth year in a row that funding for public school construction projects has met or exceeded the \$250 million annual funding goal set in the 2004 Public School Facilities Act. Including the funding proposed for fiscal 2015, since fiscal 2006, the State will have invested a total of \$3.08 billion for school construction projects statewide.

School Construction Funding Goal
Fiscal 2005-2019
(\$ in Millions)



CIP: *Capital Improvement Program*

Source: Department of Legislative Services

Capital Program Summary for the 2014 Session
(\$ in Millions)

Function	Bonds		Current Funds (PAYGO)			Total
	General Obligation	Revenue	General	Special	Federal	
State Facilities						\$53.3
Facilities Renewal	\$16.0	\$0.0	\$0.0	\$0.0	\$0.0	
State Facilities Other	34.0	0.0	0.4	0.0	3.0	
Health/Social						89.0
Health Other	7.8	0.0	0.0	0.0	0.0	
Health State Facilities	34.0	0.0	0.0	0.0	0.0	
Private Hospitals	47.3	0.0	0.0	0.0	0.0	
Environment						485.2
Agriculture	22.2	0.0	0.0	12.3	0.0	
Energy	0.0	0.0	0.0	3.2	0.0	
Environment	85.4	0.0	1.0	197.6	41.3	
MD Env. Service	10.1	0.0	0.0	0.0	0.0	
Natural Resources	92.1	0.0	0.0	16.4	3.5	
Public Safety						43.5
State Corrections	29.9	0.0	0.0	0.0	0.0	
State Police	13.6	0.0	0.0	0.0	0.0	
Education						308.3
Education Other	19.1	0.0	0.0	0.0	0.0	
School Construction	289.2	0.0	0.0	0.0	0.0	
Higher Education						373.5
Community Colleges	65.4	0.0	0.0	0.0	0.0	
Morgan State Univ. Private Colleges/Universities	11.7	0.0	0.0	0.0	0.0	
St. Mary's College	19.0	0.0	0.0	0.0	0.0	
University System	17.9	0.0	0.0	0.0	0.0	
University System	227.5	32.0	0.0	0.0	0.0	

Capital Budget Fiscal Briefing

Function	Bonds		Current Funds (PAYGO)			Total
	General Obligation	Revenue	General	Special	Federal	
Housing/Community Development						130.9
Housing	72.0	0.0	0.0	31.0	16.2	
Housing Other	1.5	0.0	10.0	0.2	0.0	
Local Projects						55.2
Local Project Administration	40.2	0.0	0.0	0.0	0.0	
Local Project Legislative	15.0	0.0	0.0	0.0	0.0	
De-authorizations						-6.1
De-authorizations	-6.1	0.0	0.0	0.0	0.0	
Total	\$1,164.6	\$32.0	\$11.4	\$260.8	\$64.0	\$1,532.8
Transportation CTP	\$0.0	\$740.0	\$0.0	\$0.0	\$0.0	\$740.0
Grand Total	\$1,164.6	\$772.0	\$11.4	\$260.8	\$64.0	\$2,272.8

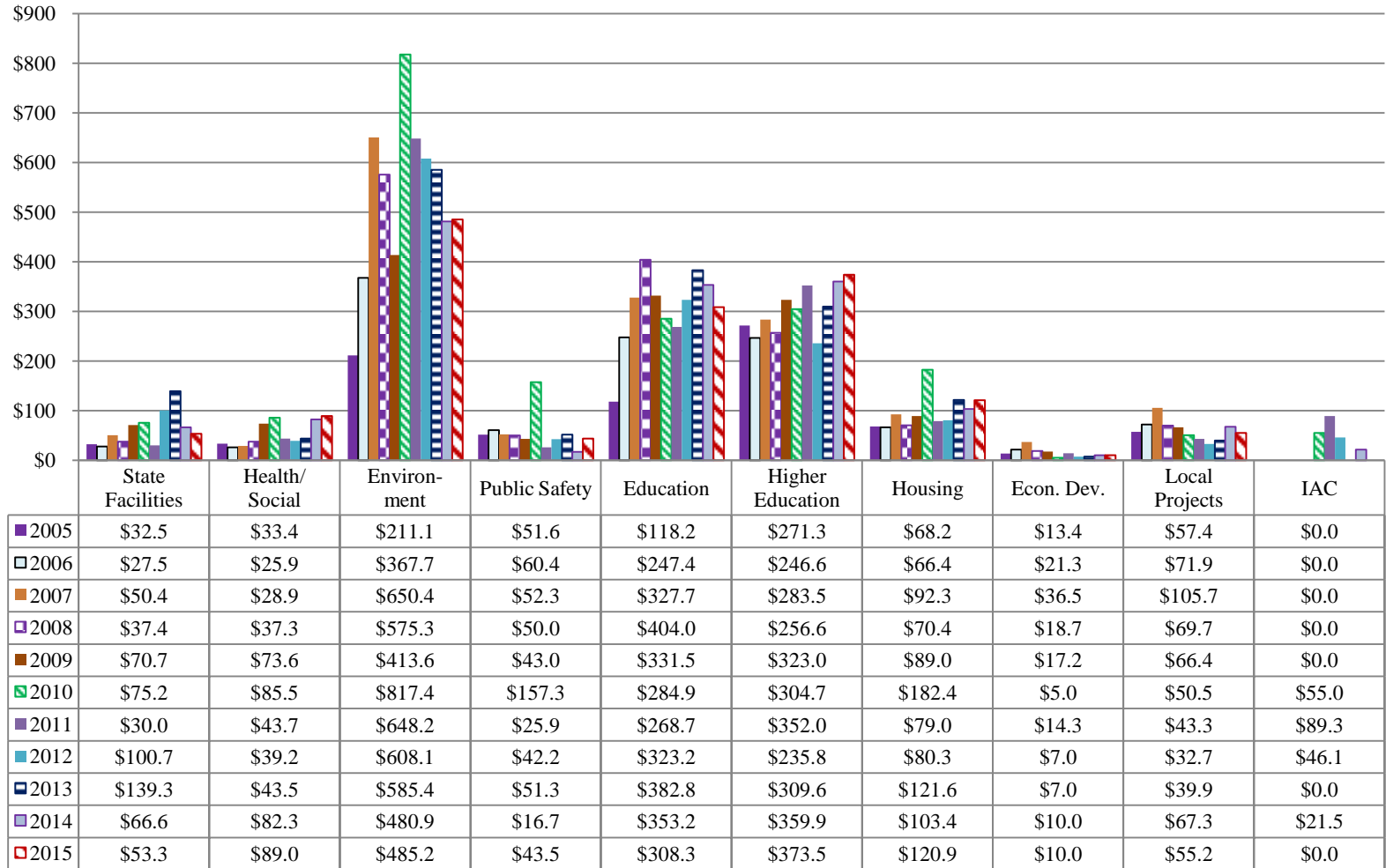
CTP: Consolidated Transportation Program

PAYGO: pay-as-you-go

Note: The general obligation bond total includes \$4.6 million of Qualified Zone Academy Bonds.

Source: Department of Budget and Management

State Capital Spending by Category Fiscal 2005-2015 (\$ in Millions)



ICC: InterCounty Connector

Source: Department of Budget and Management

Capital Program for the 2014 Session

Budget Code	Project Title	Bonds		Current Funds (PAYGO)			Total Funds
		General Obligation	Revenue	General	Special	Federal	
	State Facilities						
D55P04A	DVA: Eastern Shore Veterans Cemetery Burial Expansion	\$0	\$0	\$0	\$0	\$2,980,000	\$2,980,000
D55P04B	DVA: Rocky Gap Veterans Cemetery Burial Expansion	0	0	400,000	0	0	400,000
DA0201A	MDOD: Accessibility Modifications	1,600,000	0	0	0	0	1,600,000
DE02011A	BPW: Catonsville District Court	2,150,000	0	0	0	0	2,150,000
DE02011B	BPW: Courts of Appeals Building Lobby and Americans with Disabilities Act Improvements	3,700,000	0	0	0	0	3,700,000
DE0201A	BPW: Facilities Renewal Fund	15,000,000	0	0	0	0	15,000,000
DE0201B	BPW: Fuel Storage Tank Replacement Program	1,000,000	0	0	0	0	1,000,000
FB04A	DoIT: Public Safety Communication System	26,100,000	0	0	0	0	26,100,000
RP0005A	MPBC: Broadcasting Transmission Equipment Replacement	400,000	0	0	0	0	400,000
	Subject Category Subtotal	\$49,950,000	\$0	\$400,000	\$0	\$2,980,000	\$53,330,000
	Health/Social						
MA01A	DHMH: Community Health Facilities Grant Program	\$5,483,000	\$0	\$0	\$0	\$0	\$5,483,000
MA01B	DHMH: Federally Qualified Health Centers Grant Program	2,276,000	0	0	0	0	2,276,000
RQ00A	UMMS: R Adams Cowley Shock Trauma Center – Phase II	5,000,000	0	0	0	0	5,000,000
RQ00B	UMMS: New Ambulatory Care Pavilion and ICU and Labor and Delivery Units	5,000,000	0	0	0	0	5,000,000
VE01A	DJS: Cheltenham Youth Facility – New Detention Center	31,521,000	0	0	0	0	31,521,000
VE01B	DJS: New Female Detention Center	2,430,000	0	0	0	0	2,430,000
ZA00AD	MISC: Prince George’s Hospital System	30,000,000	0	0	0	0	30,000,000

Analysis of the FY 2015 Maryland Executive Budget, 2014

Budget Code	Project Title	Bonds		Current Funds (PAYGO)			Total Funds
		General Obligation	Revenue	General	Special	Federal	
ZA00AF	MISC: Sinai Hospital of Baltimore and Leventdale Hebrew Geriatric Center and Hospital	1,500,000	0	0	0	0	1,500,000
ZA00P	MISC: Kennedy Krieger Institute	1,500,000	0	0	0	0	1,500,000
ZA01A	MISC: Anne Arundel Medical Center	500,000	0	0	0	0	500,000
ZA01B	MISC: Holy Cross Hospital	500,000	0	0	0	0	500,000
ZA01E	MISC: Meritus Medical Center	500,000	0	0	0	0	500,000
ZA01F	MISC: Shady Grove Adventist Hospital	500,000	0	0	0	0	500,000
ZA01G	MISC: Adventist Rehabilitation Hospital of Maryland	200,000	0	0	0	0	200,000
ZA01H	MISC: Doctors Hospital	88,000	0	0	0	0	88,000
ZA01I	MISC: MedStar Montgomery Medical Center	300,000	0	0	0	0	300,000
ZA01J	MISC: Sinai Hospital of Baltimore	1,000,000	0	0	0	0	1,000,000
ZA01K	MISC: University of Maryland St. Joseph Medical Center	750,000	0	0	0	0	750,000
	Subject Category Subtotal	\$89,048,000	\$0	\$0	\$0	\$0	\$89,048,000
	Environment						
DA131302	MEA: Jane E. Lawton Loan Program	\$0	\$0	\$0	\$2,000,000	\$0	\$2,000,000
DA131303	MEA: State Agency Loan Program	0	0	0	1,200,000	0	1,200,000
JB0101A	MDOT: State Highway Administration TMDL Project	45,000,000	0	0	0	0	45,000,000
KA0510A	DNR: Critical Maintenance Program	0	0	0	4,588,000	0	4,588,000
KA05A	DNR: Community Parks and Playgrounds	2,500,000	0	0	0	0	2,500,000
KA05B	DNR: Natural Resources Development Fund	108,000	0	0	4,535,821	0	4,643,821
KA05C1	DNR: Program Open Space Stateside	18,872,000	0	0	1,500,000	2,500,000	22,872,000
KA05C2	DNR: Program Open Space Local	22,763,000	0	0	0	0	22,763,000
KA05D	DNR: Rural Legacy Program	15,231,000	0	0	803,000	0	16,034,000
KA0906	DNR: Ocean City Beach Maintenance	0	0	0	1,000,000	0	1,000,000
KA1102A	DNR: Waterway Improvement Program	0	0	0	4,000,000	1,000,000	5,000,000

Budget Code	Project Title	Bonds		Current Funds (PAYGO)			Total Funds
		General Obligation	Revenue	General	Special	Federal	
KA1402A	DNR: Chesapeake Bay 2010 Trust Fund	25,000,000	0	0	0	0	25,000,000
KA1701A	DNR: Oyster Restoration Program	7,600,000	0	0	0	0	7,600,000
LA11A	MDA: Maryland Agricultural Land Preservation Program	15,188,000	0	0	9,596,966	0	24,784,966
LA1213	MDA: Tobacco Transition Program	0	0	0	2,716,000	0	2,716,000
LA15A	MDA: Maryland Agricultural Cost-Share Program	7,000,000	0	0	0	0	7,000,000
UA0104	MDE: Hazardous Substance Cleanup Program	0	0	1,000,000	0	0	1,000,000
UA0111	MDE: Enhanced Nutrient Removal Program	0	0	0	81,000,000	0	81,000,000
UA0112	MDE: Septic System Upgrade Program	0	0	0	15,000,000	0	15,000,000
UA01A	MDE: Maryland Water Quality Revolving Loan Program	6,459,000	0	0	91,250,000	32,291,000	130,000,000
UA01B	MDE: Maryland Drinking Water Revolving Loan Program	2,614,000	0	0	10,370,000	9,016,000	22,000,000
UA01C1	MDE: Biological Nutrient Removal Program	21,200,000	0	0	0	0	21,200,000
UA01C2	MDE: Supplemental Assistance Program	5,314,000	0	0	0	0	5,314,000
UA01D	MDE: Water Supply Financial Assistance Program	4,357,000	0	0	0	0	4,357,000
UA01E	MDE: Mining Remediation Program	500,000	0	0	0	0	500,000
UB00A1	MES: Rocky Gap State Park – Wastewater Treatment Plant Improvements	712,000	0	0	0	0	712,000
UB00A2	MES: Charlotte Hall Veterans Home – Wastewater Collection System	2,190,000	0	0	0	0	2,190,000
UB00A3	MES: Southern Maryland Pre-Release Unit – New Water Treatment Plant	1,500,000	0	0	0	0	1,500,000
UB00A4	MES: Freedom District – Wastewater Treatment Plant Improvements	2,155,000	0	0	0	0	2,155,000

Budget Code	Project Title	Bonds		Current Funds (PAYGO)			Total Funds
		General Obligation	Revenue	General	Special	Federal	
UB00A5	MES: Cunningham Falls State Park – Wastewater Collection System	575,000	0	0	0	0	575,000
UB00A6	MES: MCI Hagerstown – Wastewater Treatment Plant Improvements	2,000,000	0	0	0	0	2,000,000
UB00A7	MES: Cheltenham Youth Center Wastewater Treatment Plan	600,000	0	0	0	0	600,000
UB00A8	MES: Camp Fretterd – Wastewater Treatment Plant Upgrades	197,000	0	0	0	0	197,000
UB00A9	MES: Western Correctional Institution – Wastewater Pump Station Improvements	150,000	0	0	0	0	150,000
	Subject Category Subtotal	\$209,785,000	\$0	\$1,000,000	\$229,559,787	\$44,807,000	\$485,151,787
	Public Safety						
QP00A	DPSCS: New Youth Detention Center	\$9,506,000	\$0	\$0	\$0	\$0	\$9,506,000
QR0202A	DPSCS: Housing Unit Windows and Heating Systems Replacement	5,085,000	0	0	0	0	5,085,000
QS0209	DPSCS: 560-bed Minimum Security Compound	15,314,000	0	0	0	0	15,314,000
WA01A	DSP: Helicopter Replacement and New Flight Training Facility	12,500,000	0	0	0	0	12,500,000
WA01B	DSP: Tactical Services Garage	1,053,000	0	0	0	0	1,053,000
	Subject Category Subtotal	\$43,458,000	\$0	\$0	\$0	\$0	\$43,458,000
	Education						
DE0202A	BPW: Public School Construction Program	\$275,000,000	\$0	\$0	\$0	\$0	\$275,000,000
DE0202B	BPW: Aging Schools Program	6,109,000	0	0	0	0	6,109,000
DE0202C	BPW: Nonpublic Aging Schools Program	3,500,000	0	0	0	0	3,500,000
DE0202QZ	BPW: Qualified Zone Academy Bond Program	4,625,000	0	0	0	0	4,625,000
RA01A	MSDE: Public Library Capital Grant Program	5,000,000	0	0	0	0	5,000,000

Budget Code	Project Title	Bonds		Current Funds (PAYGO)			Total Funds
		General Obligation	Revenue	General	Special	Federal	
RA01B	MSDE: State Library Resource Center	12,095,000	0	0	0	0	12,095,000
RE01A	MSD: New Fire Alarm and Emergency Notification System – Frederick Campus	1,705,000	0	0	0	0	1,705,000
RE01B	MSD: Water Main Replacement Project – Frederick Campus	300,000	0	0	0	0	300,000
	Subject Category Subtotal:	\$308,334,000	\$0	\$0	\$0	\$0	\$308,334,000
	Higher Education						
RB21A	UMB: Health Sciences Research Facility III	\$49,000,000	\$0	\$0	\$0	\$0	\$49,000,000
RB22A	UMCP: Campuswide Building System and Infrastructure Improvements	5,000,000	5,000,000	0	0	0	10,000,000
RB22B	UMCP: Chemistry Facilities Expansion, Replacement, and Renovations	1,560,000	0	0	0	0	1,560,000
RB22C	UMCP: Edward St. John Learning and Teaching Center	6,700,000	0	0	0	0	6,700,000
RB22D	UMCP: H.J. Patterson Hall – Wing I Renovation	1,686,000	10,000,000	0	0	0	11,686,000
RB23A	BSU: New Natural Sciences Center	23,342,000	0	0	0	0	23,342,000
RB24A	TU: Softball Facility	1,500,000	0	0	0	0	1,500,000
RB25A	UMES: New Engineering and Aviation Science Building	60,755,000	0	0	0	0	60,755,000
RB27A	CSU: New Science and Technology Center	10,300,000	0	0	0	0	10,300,000
RB28A	UB: Langsdale Library	7,775,000	0	0	0	0	7,775,000
RB29A	SU: New Academic Commons	35,000,000	0	0	0	0	35,000,000
RB31A	UMBC: Campus Traffic Safety and Circulation Improvements	10,006,000	0	0	0	0	10,006,000
RB34A	UMCES: New Environmental Sustainability Research Laboratory	10,604,000	0	0	0	0	10,604,000

Budget Code	Project Title	Bonds		Current Funds (PAYGO)			Total Funds
		General Obligation	Revenue	General	Special	Federal	
RB36A	USMO: Shady Grove Educational Center – Biomedical Sciences and Engineering Education Building	4,300,000	0	0	0	0	4,300,000
RB36RB	USMO: Capital Facilities Renewal	0	17,000,000	0	0	0	17,000,000
RD00A	SMCM: Anne Arundel Hall Reconstruction	17,850,000	0	0	0	0	17,850,000
RI00A*	MHEC: Community College Facilities Grant Program	65,405,000	0	0	0	0	65,405,000
RM00A	MSU: New School of Business Complex and Connecting Bridge	3,000,000	0	0	0	0	3,000,000
RM00B	MSU: Soper Library Demolition	1,640,000	0	0	0	0	1,640,000
RM00C	MSU: Campuswide Utilities Upgrade	6,070,000	0	0	0	0	6,070,000
RM00D	MSU: Athletic Facilities Renovation	1,000,000	0	0	0	0	1,000,000
ZA00K	MISC: High Performance Computing Data Center	15,000,000	0	0	0	0	15,000,000
ZA00R	MICUA: Loyola University of Maryland Capital Projects	800,000	0	0	0	0	800,000
ZA00S	MICUA: Stevenson University Academic Building	1,600,000	0	0	0	0	1,600,000
ZA00T	MICUA: Washington College Academic Building	1,600,000	0	0	0	0	1,600,000
	Subject Category Subtotal	\$341,493,000	\$32,000,000	\$0	\$0	\$0	\$373,493,000
	Housing/Community Development						
DW0108A	MDOP: Jefferson Patterson Park and Museum	350,000	0	0	0	0	350,000
DW0110A	MDOP: African American Heritage Preservation Grant Program	1,000,000	0	0	0	0	1,000,000
DW0110B	MDOP: Maryland Historical Trust Capital Loan Fund	150,000	0	0	200,000	0	350,000
DW0112	MDOP: Sustainable Communities Tax Credit	0	0	10,000,000	0	0	10,000,000
SA2402A	DHCD: Community Development Block Grant Program	0	0	0	0	10,000,000	10,000,000
SA24A	DHCD: Community Legacy Program	6,000,000	0	0	0	0	6,000,000

Budget Code	Project Title	Bonds		Current Funds (PAYGO)			Total Funds
		General Obligation	Revenue	General	Special	Federal	
SA24B	DHCD: Neighborhood Business Development Program	3,300,000	0	0	1,950,000	0	5,250,000
SA24C	DHCD: Strategic Demolition and Smart Growth Impact Project Fund	10,000,000	0	0	0	0	10,000,000
SA24D	DHCD: Baltimore Regional Neighborhoods Demonstration Initiative	1,000,000	0	0	0	0	1,000,000
SA2514	DHCD: Maryland BRAC Preservation Loan Fund	0	0	0	3,000,000	0	3,000,000
SA25A	DHCD: Partnership Rental Housing Program	6,000,000	0	0	0	0	6,000,000
SA25B	DHCD: Homeownership Programs	14,000,000	0	0	1,000,000	0	15,000,000
SA25C	DHCD: Shelter and Transitional Housing Facilities Grant Program	1,500,000	0	0	0	0	1,500,000
SA25D	DHCD: Special Loan Programs	6,100,000	0	0	800,000	3,000,000	9,900,000
SA25E	DHCD: Rental Housing Programs	24,050,000	0	0	24,275,000	3,225,000	51,550,000
	Subject Category Subtotal	\$73,450,000	\$0	\$10,000,000	\$31,225,000	\$16,225,000	\$130,900,000
	Local Projects						
ZA00A	MISC: Alice Ferguson Foundation – Potomac Watershed Study Center	\$2,400,000	\$0	\$0	\$0	\$0	\$2,400,000
ZA00AA	MISC: National Cyber Security Center of Excellence	2,000,000	0	0	0	0	2,000,000
ZA00AB	MISC: National Sailing Hall of Fame	250,000	0	0	0	0	250,000
ZA00AC	MISC: The Patricia and Arthur Modell Performing Arts Center at the Lyric	500,000	0	0	0	0	500,000
ZA00AE	MISC: Sailwinds Park Wharf Replacement	1,000,000	0	0	0	0	1,000,000
ZA00AG	MISC: South River High School Athletic Facilities	700,000	0	0	0	0	700,000
ZA00AH	MISC: Sports Legends Museum Renovations	500,000	0	0	0	0	500,000

Budget Code	Project Title	Bonds		Current Funds (PAYGO)			Total Funds
		General Obligation	Revenue	General	Special	Federal	
ZA00AI	MISC: Sultana New Education Center	500,000	0	0	0	0	500,000
ZA00AJ	MISC: USS Constellation	1,250,000	0	0	0	0	1,250,000
ZA00AK	MISC: Wye River Upper School	1,000,000	0	0	0	0	1,000,000
ZA00AL	MISC: YWCA of Annapolis and Anne Arundel County Domestic Violence Shelter	1,000,000	0	0	0	0	1,000,000
ZA00B	MISC: Allegany Museum	250,000	0	0	0	0	250,000
ZA00C	MISC: Annapolis High School Athletic Facilities	700,000	0	0	0	0	700,000
ZA00D	MISC: Baltimore Food Hub	750,000	0	0	0	0	750,000
ZA00E	MISC: Center Stage	1,000,000	0	0	0	0	1,000,000
ZA00F	MISC: Central Baltimore Partnership	1,500,000	0	0	0	0	1,500,000
ZA00G	MISC: Creative Alliance	600,000	0	0	0	0	600,000
ZA00H	MISC: East Baltimore Biotechnology Park	5,000,000	0	0	0	0	5,000,000
ZA00I	MISC: Eastern Shore Food Hub	500,000	0	0	0	0	500,000
ZA00J	MISC: Green Branch Athletic Complex	3,000,000	0	0	0	0	3,000,000
ZA00L	MISC: Hillel Center for Social Justice	1,000,000	0	0	0	0	1,000,000
ZA00M	MISC: Hospice of the Chesapeake	500,000	0	0	0	0	500,000
ZA00N	MISC: Inner Harbor Infrastructure	2,000,000	0	0	0	0	2,000,000
ZA00O	MISC: Jewish Community Center of Greater Washington	1,000,000	0	0	0	0	1,000,000
ZA00Q	MISC: Maryland Hall for the Creative Arts	500,000	0	0	0	0	500,000
ZA00U	MISC: Maryland Science Center	417,000	0	0	0	0	417,000
ZA00V	MISC: Maryland Zoo in Baltimore	5,000,000	0	0	0	0	5,000,000
ZA00W	MISC: Mount Auburn Cemetery	1,000,000	0	0	0	0	1,000,000
ZA00X	MISC: Mount Vernon Place Restoration	1,000,000	0	0	0	0	1,000,000
ZA00Y	MISC: National Aquarium in Baltimore	1,500,000	0	0	0	0	1,500,000
ZA00Z	MISC: National Cryptological Museum	1,000,000	0	0	0	0	1,000,000

Budget Code	Project Title	Bonds		Current Funds (PAYGO)			Total Funds
		General Obligation	Revenue	General	Special	Federal	
ZA01C	MISC: MedStar Good Samaritan Hospital	375,000	0	0	0	0	375,000
ZA01D	MISC: Washington Adventist Hospital	480,000	0	0	0	0	480,000
ZA02	Local House Initiatives	7,500,000	0	0	0	0	7,500,000
ZA03	Local Senate Initiatives	7,500,000	0	0	0	0	7,500,000
	Subject Category Subtotal	\$55,172,000	\$0	\$0	\$0	\$0	\$55,172,000
	De- authorizations						
ZF00	De- authorizations as Introduced	-\$6,065,377	\$0	\$0	\$0	\$0	-\$6,065,377
	Subject Category Subtotal:	-\$6,065,377	\$0	\$0	\$0	\$0	-\$6,065,377
	Total Excluding Transportation	\$1,164,624,623	\$32,000,000	\$11,400,000	\$260,784,787	\$64,012,000	\$1,532,821,410
	Transportation CTP	\$0	\$740,000,000	\$832,214,000	\$832,214,000	\$849,234,000	\$3,253,662,000
	Grand Total	\$1,164,624,623	\$772,000,000	\$843,614,000	\$1,092,998,787	\$913,246,000	\$4,786,483,410

BPW: Board of Public Works
 BRAC: Base realignment and closure
 BSU: Bowie State University
 CSU: Coppin State University
 CTP: Consolidated Transportation Program
 DHCD: Department of Housing and Community Development
 DHMH: Department of Health and Mental Hygiene
 DJS: Department of Juvenile Services
 DNR: Department of Natural Resources
 DPSCS: Department of Public Safety and Correctional Services
 DoIT: Department of Information Technology
 DSP: Department of State Police
 DVA: Department of Veteran Affairs
 MCI: Maryland Correctional Institution
 MD: Military Department
 MDA: Maryland Department of Agriculture
 MDE: Maryland Department of the Environment
 MDOD: Maryland Department of Disabilities
 MDOP: Maryland Department of Planning
 MDOT: Maryland Department of Transportation
 MEA: Maryland Energy Administration
 MES: Maryland Environmental Service

MISC: Miscellaneous
 MPBC: Maryland Public Broadcasting Commission
 MSD: Maryland School for the Deaf
 MSDE: Maryland State Department of Education
 MHEC: Maryland Higher Education Commission
 MICUA: Maryland Independent College and University Association
 MISC: miscellaneous
 MSU: Morgan State University
 NICU: neonatal intensive care unit
 PAYGO: pay as you go
 SMCM: St. Mary's College of Maryland
 SU: Salisbury University
 TMDL: Total Maximum Daily Load
 TU: Towson University
 UB: University of Baltimore
 UMB: University of Maryland, Baltimore
 UMCB: University of Maryland Baltimore County
 UMCES: University of Maryland Center for Environmental Science
 UMCP: University of Maryland, College Park
 UMES: University of Maryland Eastern Shore
 UMMS: University of Maryland Medical System
 USMO: University System of Maryland Office

Back of the Bill – GO Bond De-authorizations and Other Changes

<u>Agency</u>	<u>Chapter</u>	<u>Project</u>	<u>Amount</u>	<u>Purpose</u>
BPW	Chapter 336 of 2008	Board of Public Works Asbestos Abatement Program	-\$280,220	Project Complete
DPSCS	Chapter 336 of 2008	Local Jails and Detention Centers St. Mary's County Detention Center	-175,110	Project Cancelled
DNR	Chapter 336 of 2008, as Amended by Chapter 485 of 2009 and Chapter 424 of 2013	Department of Natural Resources Capital Development Projects	-100,000	Project Complete
DHMH	Chapter 336 of 2008, as Amended by Chapter 396 of 2011 and Chapter 424 of 2013	Office of the Chief Medical Examiner New Forensic Medical Center	-258,695	Project Complete
DPSCS	Chapter 336 of 2008, as Amended by Chapter 424 of 2013	Department of Public Safety and Correctional Services New Women's Detention Facility	-500,456	Project Cancelled
BPW	Chapter 485 of 2009	Board of Public Works Asbestos Abatement Program	-500,000	Project Complete
MD	Chapter 485 of 2009, as Amended by Chapter 483 of 2010 and Chapter 424 of 2013	Military Department Salisbury Armory Renovation and Addition	-250,000	Project Complete
DNR	Chapter 485 of 2009, as Amended by Chapter 424 of 2013	Department of Natural Resources Capital Development	-175,566	Project Complete
DPSCS	Chapter 485 of 2009, as Amended by Chapter 424 of 2013	Department of Public Safety and Correctional Services New Women's Detention Facility	-400,150	Project Cancelled

<u>Agency</u>	<u>Chapter</u>	<u>Project</u>	<u>Amount</u>	<u>Purpose</u>
SU	Chapter 83 of 2010	Salisbury University New Perdue School of Business	-175,180	Project Complete
BSU	Chapter 483 of 2010, as Amended by Chapter 444 of 2012	Bowie State University New Fine and Performing Arts Building	-250,000	Project Complete
BPW	Chapter 444 of 2012	Board of Public Works William Donald Schaefer Tower – Replace Fire Alarm System	-1,000,000	Project Complete
UMCP	Chapter 444 of 2012	2012 University of Maryland, College Park Physical Sciences Complex	-2,000,000	Project Substantially Complete
Total De-authorizations as Introduced			-\$6,065,377	

BPW: Board of Public Works
 BSU: Bowie State University
 DHMH: Department of Health and Mental Hygiene
 DNR: Department of Natural Resources
 DPSCS: Department of Public Safety and Correctional Services
 MD: Military Department
 SU: Salisbury University
 UMCP: University of Maryland, College Park

Other Back of Bills Items

<u>Agency</u>	<u>Chapter</u>	<u>Project</u>	<u>Result</u>
MISC	Chapter 488 of 2007	Maryland Hospital Association	Extends the termination date to June 1, 2016.
DSP	Chapter 485 of 2009	Helicopter Replacement	Adds the construction of the Air Crew Training Facility to the eligible use of funds.
DHMH	Chapter 483 of 2010, as amended by Chapter 424 of 2013	Secure Evaluation and Therapeutic Treatment Center	Adds the construction to the eligible use of funds.
DSP	Chapter 396 of 2011	Helicopter Replacement	Adds the construction of the Air Crew Training Facility to the eligible use of funds.
MSU	Chapter 444 of 2012	Soper Library Demolition	Adds the construction to the eligible use of funds.
DSP	Chapter 444 of 2012	Helicopter Replacement	Adds the construction of the Air Crew Training Facility to the eligible use of funds.
DHMH	Chapter 444 of 2012, as Amended by Chapter 424 of 2013	Secure Evaluation and Therapeutic Treatment Center	Adds the construction to the eligible use of funds.
MISC	Chapter 424 of 2013	Central Baltimore Partnership	Adds the construction of site improvements to the eligible use of funds.
MISC	Chapter 424 of 2013	Hillel Center for Social Justice	Corrects the name of the organizations receiving the grant.

DHMH: Department of Health and Mental Hygiene
 DSP: Department of State Police
 MSU: Morgan State University
 MISC: miscellaneous

Transfer Tax Transfer and Replacement Schedule by Program
Fiscal 2014-2020
(\$ in Millions)

	Transfers		GO Bond Replacement						Total
	<u>2014-2018</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	
POS – State	\$134.036	\$0.000	\$10.972	\$28.411	\$28.374	\$29.700	\$24.200	\$12.377	\$113.201
POS – Local	135.283	0.000	11.864	29.814	28.692	29.734	23.305	11.873	112.595
Natural Resources Development Fund	37.866	4.562	0.000	3.131	6.421	6.892	7.400	3.799	32.205
Critical Maintenance Program	12.467	4.467	0.000	1.000	2.000	2.000	2.000	1.000	12.467
Ocean City – POS Share	2.000	0.000	0.000	0.250	0.500	0.500	0.500	0.250	2.000
Rural Legacy	55.163	0.000	5.364	12.494	11.561	11.793	9.268	4.683	46.835
MALPP	103.022	0.000	9.054	22.726	21.851	22.635	17.726	9.000	85.747
Total	\$479.837	\$9.029	\$37.254	\$97.826	\$99.400	\$103.254	\$84.400	\$43.012	\$474.175

MALPP: Maryland Agricultural Land Preservation Program
POS: Program Open Space

Fiscal 2014: Transfer 67% of the capital eligible transfer tax allocations for land preservation programs and 100% of the capital eligible transfer tax allocation for capital development programs to the general fund. Bond replacement for land preservation programs is scheduled in fiscal 2015 and 2016.

Fiscal 2015: The plan adopted in the Budget Reconciliation and Financing Act (BRFA) of 2013 called for the transfer of 50%, or \$75.062 million, of the capital eligible transfer tax allocation to the general fund and replace with general obligation (GO) bonds in the following two fiscal years: fiscal 2016 and 2017. The Governor's proposed plan for the 2014 session would provide for the transfer of an additional \$69.125 million that is programmed to be GO bond replaced over a three-year period in equal installments of \$23.04 million in each of fiscal 2016 through 2018.

Fiscal 2016-2018: The plan adopted in the BRFA of 2013 to transfer 50% of the capital eligible transfer tax allocation to the general fund and replace with GO bonds in the following two fiscal years remains unchanged in the Governor's proposed plan for the 2014 session.

Note: The amount replaced is less than the amount transferred by \$5.6 million reflecting the fiscal 2014 allocation of the Natural Resources Development Fund that was not programmed for replacement in the Governor's transfer/replacement plan.