

Journal of Proceedings
of the
House of Delegates
of
Maryland

2014 Regular Session

Volume VII

Compiled and edited by:

Colleen Cassidy
Journal Clerk
Chief Clerk's Office

...

Sylvia Siegert
Chief Clerk

Library and Information Services
and
Legislative Document Management
of the Department of Legislative Services
General Assembly of Maryland
prepared this document.

For further information concerning this document contact:

Library and Information Services
Office of Policy Analysis
Department of Legislative Services
90 State Circle
Annapolis, Maryland 21401

Baltimore Area: (410-946-5400) Washington Area: (301-970-5400)

Other Areas: (1-800-492-7122)

TTY: (410-946-5401) (301-970-5401)

TTY users may also call the
Maryland Relay Service to contact the General Assembly.

E-Mail: libr@mlis.state.md.us
Home Page: <http://mgaleg.maryland.gov>

The Department of Legislative Services does not discriminate on the basis of age, ancestry, color, creed, marital status, national origin, race, religion, gender, sexual orientation, or disability in the admission or access to its programs, services, or activities. The Department's Information Officer has been designated to coordinate compliance with the nondiscrimination requirements contained in Section 35.107 of the Department of Justice Regulations. Requests for assistance should be directed to the Information Officer at the telephone numbers shown above.

Appendix II

Exhibits A through R

HOUSE JOURNAL EXHIBITS
2014 Session

EXHIBIT	CONTENTS	PAGE
A	Vetoed House Bills and Messages – 2013 Regular Session.....	II–3
B	Governor Martin O’Malley – 2013 Recess Appointment Requiring Confirmation by the Maryland House of Delegates	II–79
C	Report of the General Assembly Compensation Commission	II–81
D	State of the State Address – Governor Martin O’Malley	II–223
E	Legislative Evaluation Committee Report – House Ways and Means Committee Report on the Maryland Racing Commission, the Maryland–Bred Race Fund Advisory Committee, and the Standardbred Race Fund Advisory Committee	II–239
F	Baltimore City Bond Resolutions	II–241
G	Report of the House Appropriations Committee to the Maryland House of Delegates – 2014 Session – Recommendations, Reductions, and Summary of Action Pertaining to Senate Bill 170 – The Budget Bill	II–307
H	House Appropriations Committee Reprint to Senate Bill 170 – The Budget Bill	II–527
I	House Appropriations Committee Report on Senate Bill 170 – The Budget Bill and Senate Bill 172 – The Budget Reconciliation and Financing Act	II–797
J	Executive Order No. 01.01.2014.05 Proclaiming an Extended Session of the Maryland General Assembly	II–821
K	Report of the House Appropriations Committee to the Maryland House of Delegates – 2014 Session – Recommendations, Reductions, and Summary of Action Pertaining to Senate Bill 171 – The Capital Budget	II–823
L	House Appropriations Committee Reprint to Senate Bill 171 – The Capital Budget	II–975

EXHIBIT	CONTENTS	PAGE
M	Supplemental Budget No. 1 – Fiscal Year 2015	II–1105
N	Report of the Conference Committee on Senate Bill 170 – The Budget Bill	II–1129
O	Conference Committee Summary Document on Senate Bill 170 – The Budget Bill and Senate Bill 172 – The Budget Reconciliation and Financing Act	II–1165
P	Report of the Conference Committee on Senate Bill 171 – The Capital Budget	II–1191
Q	Report on the Fiscal 2015 State Operating Budget (Senate Bill 170) and the State Capital Budget (Senate Bill 171) and Related Recommendations by the Chairmen of the Senate Budget and Taxation Committee and House Appropriations Committee – Joint Chairmen’s Report	II–1219
R	Chief Clerk’s Office Receipts for Bills delivered to the Governor	II–1621

2013 Vetoed House Bills

May 16, 2013

The Honorable Michael E. Busch
Speaker of the House
H-101 State House
Annapolis, MD 21401

Dear Mr. Speaker:

In accordance with Article II, Section 17 of the Maryland Constitution, today I have vetoed House Bill 1 – *Criminal Law – Cannabimimetic Agents – Prohibition*.

This bill lists cannabimimetic agents on Schedule I for purposes of designating controlled dangerous substances that may not be legally used, possessed, or distributed and defines cannabimimetic agents.

Senate Bill 109, which was passed by the General Assembly and signed by me, accomplishes the same purpose. Therefore, it is not necessary for me to sign House Bill 1.

Sincerely,

Governor Martin O'Malley

House Bill 1

AN ACT concerning

Criminal Law – Cannabimimetic Agents – Prohibition

FOR the purpose of listing cannabimimetic agents on Schedule I to designate controlled dangerous substances that may not be legally used, possessed, or distributed; defining a certain term; and generally relating to controlled dangerous substances.

BY renumbering

Article – Criminal Law
Section 5-101(e) through (ee), respectively
to be Section 5-101(f) through (ff), respectively
Annotated Code of Maryland
(2012 Replacement Volume and 2012 Supplement)

BY repealing and reenacting, without amendments,

Article – Criminal Law
Section 5-101(a)

Annotated Code of Maryland
(2012 Replacement Volume and 2012 Supplement)

BY adding to
Article – Criminal Law
Section 5–101(e)
Annotated Code of Maryland
(2012 Replacement Volume and 2012 Supplement)

BY repealing and reenacting, with amendments,
Article – Criminal Law
Section 5–402(d)
Annotated Code of Maryland
(2012 Replacement Volume and 2012 Supplement)

May 16, 2013

The Honorable Michael E. Busch
Speaker of the House
H–101 State House
Annapolis, MD 21401

Dear Mr. Speaker:

In accordance with Article II, Section 17 of the Maryland Constitution, today I have vetoed House Bill 8 – *Estates and Trusts – Guardianship Accounts – Form and Limits*.

This bill authorizes a guardian of the property of a minor or disabled person to petition the court to deposit cash belonging to the minor or disabled person in an amount not exceeding \$200,000 into a single restricted account. Amounts in excess of \$200,000 must be deposited into separate restricted accounts, each subject to the same \$200,000 limit. The bill also authorizes a deposit under the Act to be made into any type of account, including a certificate of deposit, in a specified financial institution or one that accepts deposits and is federally insured.

Senate Bill 168, which was passed by the General Assembly and signed by me, accomplishes the same purpose. Therefore, it is not necessary for me to sign House Bill 8.

Sincerely,

Governor Martin O'Malley

House Bill 8

AN ACT concerning

Estates and Trusts – Guardianship Accounts – Form and Limits

FOR the purpose of authorizing a guardian of the property of a minor ~~in a certain proceeding~~ or disabled person to petition ~~an orphan's~~ the court to deposit certain cash not exceeding a certain amount into a single restricted account; requiring certain excess amounts to be deposited into additional restricted accounts not exceeding a certain amount; prohibiting the aggregate amount deposited in any financial institution from exceeding a certain amount; authorizing a deposit under this Act to be made into ~~a certain type of account~~ certain types of accounts in certain financial institutions; and generally relating to guardianship accounts.

BY adding to

Article – Estates and Trusts

Section 13–209.1

Annotated Code of Maryland

(2011 Replacement Volume and 2012 Supplement)

May 16, 2013

The Honorable Michael E. Busch
 Speaker of the House
 H–101 State House
 Annapolis, MD 21401

Dear Mr. Speaker:

In accordance with Article II, Section 17 of the Maryland Constitution, today I have vetoed House Bill 43 – *Income Tax Credit for Qualifying Employees – Sunset Repeal*.

This bill repeals termination provisions and alters dates of applicability for specified tax credits for employers that hire qualifying individuals with disabilities. This bill also declares that it is the intent of the General Assembly that the Department of Labor, Licensing, and Regulation, the Department of Disabilities, and the Department of Veterans Affairs make every effort to promote and market the Qualifying Employees with Disabilities Tax Credit to Maryland employers.

Senate Bill 124, which was passed by the General Assembly and signed by me, accomplishes the same purpose. Therefore, it is not necessary for me to sign House Bill 43.

Sincerely,

Governor Martin O'Malley

House Bill 43

AN ACT concerning

Income Tax Credit for Qualifying Employees – Sunset Repeal ~~and Expansion~~

FOR the purpose of repealing certain termination provisions and altering certain dates of applicability for certain tax credits allowed to employers that hire certain qualifying individuals with disabilities; ~~allowing an individual or corporation to claim a credit against the State income tax for certain wages paid to certain qualified veterans; providing for the application of this Act~~ declaring the intent of the General Assembly; and generally relating to a credit against the State income tax for certain qualified individuals with disabilities ~~and certain qualified veterans.~~

BY repealing and reenacting, with amendments,

Chapter 112 of the Acts of the General Assembly of 1997, as amended by Chapter 614 of the Acts of the General Assembly of 1998, Chapter 448 of the Acts of the General Assembly of 2000, Chapter 454 of the Acts of the General Assembly of 2003, Chapter 394 of the Acts of the General Assembly of 2006, Chapter 370 of the Acts of the General Assembly of 2007, Chapter 658 of the Acts of the General Assembly of 2008, Chapter 290 of the Acts of the General Assembly of 2009, Chapter 252 of the Acts of the General Assembly of 2010, Chapter 558 of the Acts of the General Assembly of 2011, and Chapter 467 of the Acts of the General Assembly of 2012

Section 4 and 6

BY repealing and reenacting, with amendments,

Chapter 113 of the Acts of the General Assembly of 1997, as amended by Chapter 614 of the Acts of the General Assembly of 1998, Chapter 448 of the Acts of the General Assembly of 2000, Chapter 454 of the Acts of the General Assembly of 2003, Chapter 394 of the Acts of the General Assembly of 2006, Chapter 370 of the Acts of the General Assembly of 2007, Chapter 658 of the Acts of the General Assembly of 2008, Chapter 290 of the Acts of the General Assembly of 2009, Chapter 252 of the Acts of the General Assembly of 2010, Chapter 558 of the Acts of the General Assembly of 2011, and Chapter 467 of the Acts of the General Assembly of 2012

Section 4 and 6

~~BY repealing and reenacting, with amendments,~~

~~Article – Tax – General
Section 10 – 704.7
Annotated Code of Maryland
(2010 Replacement Volume and 2012 Supplement)~~

May 16, 2013

The Honorable Michael E. Busch
Speaker of the House
H-101 State House
Annapolis, MD 21401

Dear Mr. Speaker:

In accordance with Article II, Section 17 of the Maryland Constitution, today I have vetoed House Bill 75 – *Utility Service Protection Program – Annual Report – Deadline*.

This bill alters from June 1 to September 1 the date by which the Public Service Commission must report each year to the General Assembly on terminations of gas or electric service occurring during the previous heating season.

Senate Bill 14, which was passed by the General Assembly and signed by me, accomplishes the same purpose. Therefore, it is not necessary for me to sign House Bill 75.

Sincerely,

Governor Martin O'Malley

House Bill 75

AN ACT concerning

Utility Service Protection Program – Annual Report – Deadline

FOR the purpose of altering the date by which the Public Service Commission must report each year to the General Assembly on terminations of gas or electric service occurring during the previous heating season; and generally relating to the Utility Service Protection Program.

BY repealing and reenacting, without amendments,
Article – Public Utilities
Section 7-307(a)
Annotated Code of Maryland

(2010 Replacement Volume and 2012 Supplement)

BY repealing and reenacting, with amendments,
 Article – Public Utilities
 Section 7–307(c)
 Annotated Code of Maryland
 (2010 Replacement Volume and 2012 Supplement)

May 16, 2013

The Honorable Michael E. Busch
 Speaker of the House
 H–101 State House
 Annapolis, MD 21401

Dear Mr. Speaker:

In accordance with Article II, Section 17 of the Maryland Constitution, today I have vetoed House Bill 83 – *Judgeships – Court of Special Appeals, Circuit Courts, and District Court*.

This bill increases the number of judges of the Court of Special Appeals from 13 to 15, increases the number of resident judges of the circuit court in Calvert, Carroll, Cecil, Frederick, and Wicomico counties and increases the number of associate judges of the District Court in Baltimore City, and Charles, Montgomery, and Prince George’s counties.

Senate Bill 239, which was passed by the General Assembly and signed by me, accomplishes the same purpose. Therefore, it is not necessary for me to sign House Bill 83.

Sincerely,

Governor Martin O’Malley

House Bill 83

AN ACT concerning

Judgeships – Court of Special Appeals, Circuit Courts, and District Court

FOR the purpose of altering the number of judges of the Court of Special Appeals; altering the number of resident judges of the circuit court in certain judicial circuits; altering the number of associate judges of the District Court in certain

districts; altering the number of District Court judges to be appointed from a certain county; and generally relating to judgeships in certain courts.

BY repealing and reenacting, with amendments,
Article – Courts and Judicial Proceedings
Section 1–402, 1–503, and 1–603
Annotated Code of Maryland
(2006 Replacement Volume and 2012 Supplement)

May 16, 2013

The Honorable Michael E. Busch
Speaker of the House
H–101 State House
Annapolis, MD 21401

Dear Mr. Speaker:

In accordance with Article II, Section 17 of the Maryland Constitution, today I have vetoed House Bill 88 – *Real Property – Refinance Mortgage – Priority over Junior Liens*.

This bill authorizes a mortgagor or grantor to refinance the indebtedness secured by a first mortgage or deed of trust without obtaining permission from the holder of a junior lien under specified circumstances. The bill provides that a refinance mortgage meeting the requirements of the Act shall have, on recordation, the same lien priority as the mortgage or deed of trust it replaces and requires a specified statement to be included on a refinance mortgage.

Senate Bill 199, which was passed by the General Assembly and signed by me, accomplishes the same purpose. Therefore, it is not necessary for me to sign House Bill 88.

Sincerely,

Governor Martin O'Malley

House Bill 88

AN ACT concerning

Real Property – Refinance Mortgage – Priority over Junior Liens

FOR the purpose of authorizing a mortgagor or grantor to refinance the indebtedness secured by a first mortgage or deed of trust without obtaining permission from the holder of a certain junior lien under certain circumstances; providing that a certain refinance mortgage shall have, on recordation, the same lien priority as the first mortgage or deed of trust that ~~is~~ the refinance mortgage replaces; requiring a certain statement to be ~~printed~~ included on a refinance mortgage; defining certain terms; providing for the construction and application of this Act; and generally relating to lien priority and refinance mortgages.

BY repealing and reenacting, without amendments,
 Article – Real Property
 Section 3–203
 Annotated Code of Maryland
 (2010 Replacement Volume and 2012 Supplement)

BY adding to
 Article – Real Property
 Section 7–112
 Annotated Code of Maryland
 (2010 Replacement Volume and 2012 Supplement)

May 16, 2013

The Honorable Michael E. Busch
 Speaker of the House
 H–101 State House
 Annapolis, MD 21401

Dear Mr. Speaker:

In accordance with Article II, Section 17 of the Maryland Constitution, today I have vetoed House Bill 127 – *Labor and Employment – Payment of Overtime Wages*.

This bill limits the applicability of an overtime wage provision of law to exclude, under specified circumstances, a specified employer that is subject to Title II of the federal Railway Labor Act.

Senate Bill 405, which was passed by the General Assembly and signed by me, accomplishes the same purpose. Therefore, it is not necessary for me to sign House Bill 127.

Sincerely,

Governor Martin O'Malley

House Bill 127

AN ACT concerning

Labor and Employment – Payment of Overtime Wages

FOR the purpose of limiting the applicability of an overtime wage provision of law to exclude a certain employer that is subject to Title II of the federal Railway Labor Act, under certain circumstances; and generally relating to the payment of overtime wages.

BY repealing and reenacting, with amendments,
Article – Labor and Employment
Section 3–415
Annotated Code of Maryland
(2008 Replacement Volume and 2012 Supplement)

BY repealing and reenacting, without amendments,
Article – Labor and Employment
Section 3–420
Annotated Code of Maryland
(2008 Replacement Volume and 2012 Supplement)

May 16, 2013

The Honorable Michael E. Busch
Speaker of the House
H–101 State House
Annapolis, MD 21401

Dear Mr. Speaker:

In accordance with Article II, Section 17 of the Maryland Constitution, today I have vetoed House Bill 129 – *Task Force to Study Implementing a Civil Right to Counsel in Maryland*.

This bill establishes the Task Force to Study Implementing a Civil Right to Counsel in Maryland which provides for the composition, chair, and staffing of the Task Force. It requires the Task Force to study and make recommendations regarding specified matters and to report its findings and recommendations to specified public officials on or before October 1, 2014.

Senate Bill 262, which was passed by the General Assembly and signed by me, accomplishes the same purpose. Therefore, it is not necessary for me to sign House Bill 129.

Sincerely,

Governor Martin O'Malley

House Bill 129

AN ACT concerning

Task Force to Study Implementing a Civil Right to Counsel in Maryland

FOR the purpose of establishing the Task Force to Study Implementing a Civil Right to Counsel in Maryland; providing for the composition, chair, and staffing of the Task Force; prohibiting a member of the Task Force from receiving certain compensation, but authorizing the reimbursement of certain expenses; requiring the Task Force to study and make recommendations regarding certain matters; requiring the Task Force to report its findings and recommendations to certain public officials on or before a certain date; providing for the termination of this Act; and generally relating to the Task Force to Study Implementing a Civil Right to Counsel in Maryland.

May 16, 2013

The Honorable Michael E. Busch
Speaker of the House
H-101 State House
Annapolis, MD 21401

Dear Mr. Speaker:

In accordance with Article II, Section 17 of the Maryland Constitution, today I have vetoed House Bill 151 – *Task Force on the Implementation of Tax Benefits for Emergency Preparedness Equipment*.

This bill establishes the Task Force to Study the Implementation of Tax Benefits for Emergency Preparedness Equipment and provides for the composition, chair, and staffing of the Task Force. This bill requires the Task Force to study and make recommendations regarding which members of the population would benefit from the implementation of an income tax credit to purchase electric generators or a tax-free period for emergency preparedness equipment, and other matters, and also requires a report on or before December 1, 2013.

Senate Bill 481, which was passed by the General Assembly and signed by me, accomplishes the same purpose. Therefore, it is not necessary for me to sign House Bill 151.

Sincerely,

Governor Martin O'Malley

House Bill 151

AN ACT concerning

~~**Sales and Use Tax – Tax Free Period – Emergency Preparedness Equipment**~~
Task Force on the Implementation of Tax Benefits for Emergency Preparedness Equipment

FOR the purpose of ~~establishing a tax free period each year during which a certain sales and use tax exemption for the sale of certain emergency preparedness items is provided; requiring the Comptroller of the Treasury to publish a certain list on or before a certain date; authorizing the Comptroller to amend a certain list under certain circumstances; defining a certain term; providing for the termination of this Act; and generally relating to sales and use tax exemptions~~ *establishing the Task Force to Study the Implementation of Tax Benefits for Emergency Preparedness Equipment; providing for the composition, chair, and staffing of the Task Force; prohibiting a member of the Task Force from receiving certain compensation, but authorizing the reimbursement of certain expenses; requiring the Task Force to study and make recommendations regarding certain matters; requiring the Task Force to report its findings and recommendations to the Governor and the General Assembly on or before a certain date; providing for the termination of this Act; and generally relating to the Task Force to Study the Implementation of Tax Benefits for Emergency Preparedness Equipment.*

~~BY adding to~~

~~Article – Tax – General~~

~~Section 11-228.1~~

~~Annotated Code of Maryland~~

~~(2010 Replacement Volume and 2012 Supplement)~~

May 16, 2013

The Honorable Michael E. Busch
 Speaker of the House
 H-101 State House

Annapolis, MD 21401

Dear Mr. Speaker:

In accordance with Article II, Section 17 of the Maryland Constitution, today I have vetoed House Bill 183 – *Correctional Training Commission – Members*.

This bill alters the membership of the Correctional Training Commission.

Senate Bill 441, which was passed by the General Assembly and signed by me, accomplishes the same purpose. Therefore, it is not necessary for me to sign House Bill 183.

Sincerely,

Governor Martin O'Malley

House Bill 183

AN ACT concerning

Correctional Training Commission – ~~Correctional Officer~~ Members

FOR the purpose of ~~requiring that certain members~~ altering the membership of the Correctional Training Commission ~~be correctional officers only rather than correctional officers or officials of the State; requiring that certain members of the Commission be recommended by the exclusive representative for the correctional officers before appointment by the Governor;~~ and generally relating to membership of the Correctional Training Commission.

BY repealing and reenacting, with amendments,
 Article – Correctional Services
 Section 8–204
 Annotated Code of Maryland
 (2008 Replacement Volume and 2012 Supplement)

May 16, 2013

The Honorable Michael E. Busch
 Speaker of the House
 H–101 State House
 Annapolis, MD 21401

Dear Mr. Speaker:

In accordance with Article II, Section 17 of the Maryland Constitution, today I have vetoed House Bill 206 – *Health Occupations – Sunset Extension and Program Evaluation*.

This bill continues the State Acupuncture Board, the State Board of Dietetic Practice, and the State Board of Occupational Therapy Practice in accordance with the provisions of the Maryland Program Evaluation Act (sunset law) by extending to July 1, 2025 the termination provisions relating to the statutory and regulatory authority of the boards.

Senate Bill 237, which was passed by the General Assembly and signed by me, accomplishes the same purpose. Therefore, it is not necessary for me to sign House Bill 206.

Sincerely,

Governor Martin O'Malley

House Bill 206

AN ACT concerning

Health Occupations – Sunset Extension and Program Evaluation

FOR the purpose of continuing the State Acupuncture Board, the State Board of Dietetic Practice, and the State Board of Occupational Therapy Practice in accordance with the provisions of the Maryland Program Evaluation Act (sunset law) by extending to a certain date the termination provisions relating to the statutory and regulatory authority of the boards; requiring that an evaluation of certain boards and the statutes and regulations that relate to certain boards be performed on or before a certain date; requiring the State Acupuncture Board and the State Board of Dietetic Practice to submit certain reports to certain committees of the General Assembly on or before a certain date; making a technical correction to the period for renewal of certain permits under the sunset extension law that continued the State Board of Pharmacy; making technical changes; and generally relating to the ~~State Acupuncture Board, the State Board of Dietetic Practice, and the State Board of Occupational Therapy Practice~~ sunset extension of certain health occupation boards.

BY repealing and reenacting, with amendments,
 Article – Health Occupations
 Section 1A–502, 5–101(i), 5–202(b), 5–302(d), 5–305, 5–502, and 10–502
 Annotated Code of Maryland
 (2009 Replacement Volume and 2012 Supplement)

BY repealing and reenacting, without amendments,

Article – State Government
 Section 8–403(a)
 Annotated Code of Maryland
 (2009 Replacement Volume and 2012 Supplement)

BY repealing and reenacting, with amendments,
 Article – State Government
 Section 8–403(b)(1), (16), and (43)
 Annotated Code of Maryland
 (2009 Replacement Volume and 2012 Supplement)

BY repealing and reenacting, with amendments,
Chapter 658 of the Acts of the General Assembly of 2012
Section 2

May 16, 2013

The Honorable Michael E. Busch
 Speaker of the House
 H–101 State House
 Annapolis, MD 21401

Dear Mr. Speaker:

In accordance with Article II, Section 17 of the Maryland Constitution, today I have vetoed House Bill 209 – *State Board of Public Accountancy – Sunset Extension and Program Evaluation*.

This bill continues the State Board of Public Accountancy in accordance with the provisions of the Maryland Program Evaluation Act (sunset law) by extending to July 1, 2025, the termination provisions relating to the statutory and regulatory authority of the Board; requires that an evaluation of the Board and the statutes and regulations that relate to the Board be performed on or before July 1, 2024; and requires the Board to submit a specified report on or before October 1, 2013.

Senate Bill 238, which was passed by the General Assembly and signed by me, accomplishes the same purpose. Therefore, it is not necessary for me to sign House Bill 209.

Sincerely,

Governor Martin O'Malley

House Bill 209

AN ACT concerning

State Board of Public Accountancy – Sunset Extension and Program Evaluation

FOR the purpose of continuing the State Board of Public Accountancy in accordance with the provisions of the Maryland Program Evaluation Act (sunset law) by extending to a certain date the termination provisions relating to the statutory and regulatory authority of the Board; requiring that an evaluation of the Board and the statutes and regulations that relate to the Board be performed on or before a certain date; requiring the Board to submit a certain report on or before a certain date; and generally relating to the State Board of Public Accountancy.

BY repealing and reenacting, with amendments,
Article – Business Occupations and Professions
Section 2–702
Annotated Code of Maryland
(2010 Replacement Volume and 2012 Supplement)

BY repealing and reenacting, without amendments,
Article – State Government
Section 8–403(a)
Annotated Code of Maryland
(2009 Replacement Volume and 2012 Supplement)

BY repealing and reenacting, with amendments,
Article – State Government
Section 8–403(b)(57)
Annotated Code of Maryland
(2009 Replacement Volume and 2012 Supplement)

May 16, 2013

The Honorable Michael E. Busch
Speaker of the House
H–101 State House
Annapolis, MD 21401

Dear Mr. Speaker:

In accordance with Article II, Section 17 of the Maryland Constitution, today I have vetoed House Bill 231 – *Alcoholic Beverages – Class 7 Limited Beer Wholesaler’s License*.

This bill creates a Class 7 limited beer wholesaler’s license that allows the license holder to sell, deliver, and distribute its own beer produced at the holder’s premises to a retail license holder or permit holder in the State under specified circumstances. This bill authorizes the Office of the Comptroller to issue a nonresident brewery permit to a specified person licensed outside the State to sell and deliver beer in the State and provides for specified fees.

Senate Bill 223, which was passed by the General Assembly and signed by me, accomplishes the same purpose. Therefore, it is not necessary for me to sign House Bill 231.

Sincerely,

Governor Martin O’Malley

House Bill 231

AN ACT concerning

Alcoholic Beverages – Class 7 Limited Beer Wholesaler’s License

FOR the purpose of creating a Class 7 limited beer wholesaler’s license that allows the license holder to sell, deliver, and distribute its own beer produced at the holder’s premises to a retail license holder or permit holder in the State under certain circumstances; repealing certain prohibitions against issuing a nonresident dealer’s permit to a certain person; authorizing the Office of the Comptroller to issue a nonresident brewery permit to a certain person licensed outside the State to sell and deliver a certain amount of beer to a retail license holder or permit holder in the State under certain circumstances; authorizing certain holders of a Class 5 manufacturer’s license or a Class 7 micro–brewery license to apply for and obtain a Class 7 limited beer wholesaler’s license if certain requirements are met; specifying certain annual license fees for a Class 7 limited beer wholesaler’s license and a nonresident brewery permit; authorizing a holder of a Class 7 limited beer wholesaler’s license to use additional locations for certain purposes on the payment of a certain fee; allowing a Class 7 limited beer wholesaler’s license to be issued only to certain persons; authorizing a holder of a Class 7 limited beer wholesaler’s license to distribute not more than a certain amount of its own beer annually; and generally relating to Class 7 beer wholesaler’s licenses.

BY repealing and reenacting, with amendments,

Article 2B – Alcoholic Beverages

Section 2–101(i)(2) and (w)(3), 2–201(b), and 2–301(a) and (b)

Annotated Code of Maryland
(2011 Replacement Volume and 2012 Supplement)

BY adding to
Article 2B – Alcoholic Beverages
Section 2–101(z)
Annotated Code of Maryland
(2011 Replacement Volume and 2012 Supplement)

May 16, 2013

The Honorable Michael E. Busch
Speaker of the House
H–101 State House
Annapolis, MD 21401

Dear Mr. Speaker:

In accordance with Article II, Section 17 of the Maryland Constitution, today I have vetoed House Bill 270 – *Electrical Inspectors and Plumbing Inspectors – Master License Required*.

This bill requires a county or local government to employ as electrical inspectors only individuals who hold, or have previously held within the past 5 years under specified circumstances, a State or local license, as applicable, to provide electrical services as a master electrician or who are certified by specified entities. The bill also requires a county or local government to employ as plumbing inspectors only individuals who hold a master plumber license issued by specified entities.

Senate Bill 350, which was passed by the General Assembly and signed by me, accomplishes the same purpose. Therefore, it is not necessary for me to sign House Bill 270.

Sincerely,

Governor Martin O'Malley

House Bill 270

AN ACT concerning

Electrical Inspectors and Plumbing Inspectors – Master License Required

FOR the purpose of requiring a county or local government to employ as electrical inspectors only individuals who hold, or have previously held within a certain period of time under certain circumstances, a State license or local license, as applicable, to provide electrical services as a master electrician or who are certified by certain entities; requiring a county or local government to employ as plumbing inspectors only individuals who hold a master plumber license issued by certain entities; providing certain exceptions to certain requirements of this Act; providing for the scope of certain provisions of this Act; providing for the application of this Act; providing for a delayed effective date; and generally relating to licensing requirements for electrical inspectors and plumbing inspectors.

BY repealing and reenacting, without amendments,
 Article – Business Occupations and Professions
 Section 6–101(a), (g), (h), and (k) and 12–101(a) and (l)
 Annotated Code of Maryland
 (2010 Replacement Volume and 2012 Supplement)

BY repealing and reenacting, with amendments,
 Article – Business Occupations and Professions
 Section 6–313, 12–103, and 12–503
 Annotated Code of Maryland
 (2010 Replacement Volume and 2012 Supplement)

May 16, 2013

The Honorable Michael E. Busch
 Speaker of the House
 H–101 State House
 Annapolis, MD 21401

Dear Mr. Speaker:

In accordance with Article II, Section 17 of the Maryland Constitution, today I have vetoed House Bill 277 – *Children in Need of Assistance – Review Hearings*.

This bill requires the juvenile court to conduct specified hearings within specified periods of time to review the status of specified children under its jurisdiction. The bill also requires the juvenile court to take specified actions at a review hearing under the Act and establishes that a specified hearing to review a child’s permanency plan satisfies the requirements for a review hearing under the Act.

Senate Bill 264, which was passed by the General Assembly and signed by me, accomplishes the same purpose. Therefore, it is not necessary for me to sign House Bill 277.

Sincerely,

Governor Martin O'Malley

House Bill 277

AN ACT concerning

Children in Need of Assistance – Review Hearings

FOR the purpose of requiring the juvenile court to conduct certain hearings within certain periods of time to review the status of certain children under its jurisdiction; requiring the juvenile court to take certain actions at a review hearing under this Act; establishing that a certain hearing to review a child's permanency plan satisfies the requirements for a review hearing under this Act; and generally relating to children in need of assistance.

BY adding to

Article – Courts and Judicial Proceedings

Section 3–816.2

Annotated Code of Maryland

(2006 Replacement Volume and 2012 Supplement)

May 16, 2013

The Honorable Michael E. Busch
Speaker of the House
H–101 State House
Annapolis, MD 21401

Dear Mr. Speaker:

In accordance with Article II, Section 17 of the Maryland Constitution, today I have vetoed House Bill 278 – *Children in Need of Assistance – Rights of Preadoptive Parents, Foster Parents, and Caregivers of Child*.

This bill expands the proceedings for which a local department of social services is required to provide specified notice to pre-adoptive parents and foster parents of a child under specified circumstances and at which pre-adoptive parents and foster parents have the right to be heard. The bill repeals a requirement that a local

department of social services provide specified notice to specified relatives of a child and substitutes a requirement that the local department provide specified notice to caregivers of a child.

Senate Bill 265, which was passed by the General Assembly and signed by me, accomplishes the same purpose. Therefore, it is not necessary for me to sign House Bill 278.

Sincerely,

Governor Martin O'Malley

House Bill 278

AN ACT concerning

Children in Need of Assistance – Rights of Preadoptive Parents, Foster Parents, and Caregivers of Child

FOR the purpose of expanding the proceedings for which a local department of social services is required to provide certain notice to preadoptive parents and foster parents of a child under certain circumstances and at which preadoptive parents, foster parents, or their attorneys have the right to be heard; repealing a requirement that a local department of social services provide certain notice to certain relatives of a child and substituting a requirement that the local department provide certain notice to caregivers of a child; repealing the right of certain relatives or their attorneys to be heard in certain proceedings concerning the child and substituting the right of caregivers of a child or their attorneys to be heard in certain proceedings concerning the child; establishing that certain individuals may not be considered to be a party solely on the basis of certain rights; defining a certain term; and generally relating to the rights of preadoptive parents, foster parents, and caregivers of a child.

BY adding to

Article – Courts and Judicial Proceedings
Section 3–816.2
Annotated Code of Maryland
(2006 Replacement Volume and 2012 Supplement)

BY repealing

Article – Courts and Judicial Proceedings
Section 3–823(i)
Annotated Code of Maryland
(2006 Replacement Volume and 2012 Supplement)

BY repealing and reenacting, with amendments,
Article – Courts and Judicial Proceedings

Section 3–823(j) and (k)
Annotated Code of Maryland
(2006 Replacement Volume and 2012 Supplement)

May 16, 2013

The Honorable Michael E. Busch
Speaker of the House
H–101 State House
Annapolis, MD 21401

Dear Mr. Speaker:

In accordance with Article II, Section 17 of the Maryland Constitution, today I have vetoed House Bill 285 – *St. Mary’s County – Alcoholic Beverages – Micro–Brewery License*.

This bill adds St. Mary’s County to the list of counties in which a Class 7 micro–brewery license may be issued; adds St. Mary’s County to the list of counties in which the license holder may sell at retail beer brewed under the license for consumption off the licensed premises under specified conditions; and provides that a Class 7 micro–brewery license may be issued to a holder of a Class B beer, wine and liquor license.

House Bill 216, which was passed by the General Assembly and signed by me, accomplishes the same purpose. Therefore, it is not necessary for me to sign House Bill 285.

Sincerely,

Governor Martin O’Malley

House Bill 285

AN ACT concerning

St. Mary’s County – Alcoholic Beverages – Micro–Brewery License

FOR the purpose of adding St. Mary’s County to the list of counties in which a Class 7 micro–brewery license may be issued; adding St. Mary’s County to the list of counties in which the license holder may sell at retail beer brewed under the license for consumption off the licensed premises under certain conditions; providing that a Class 7 micro–brewery license may be issued to a holder of a Class B beer, wine and liquor license in St. Mary’s County; providing for the

hours and days for sale for a Class 7 micro–brewery license; and generally relating to alcoholic beverages in St. Mary’s County.

BY repealing and reenacting, with amendments,
 Article 2B – Alcoholic Beverages
 Section 2–208
 Annotated Code of Maryland
 (2011 Replacement Volume and 2012 Supplement)

May 16, 2013

The Honorable Michael E. Busch
 Speaker of the House
 H–101 State House
 Annapolis, MD 21401

Dear Mr. Speaker:

In accordance with Article II, Section 17 of the Maryland Constitution, today I have vetoed House Bill 293 – *State Finance and Procurement – Retention of Percentage of Contract – Security*.

This bill alters a specified percentage that may be retained by a public body under a specified contract under specified circumstances and repeals an authorization for a public body to retain a specified percentage of a specified contract under specified circumstances.

Senate Bill 140, which was passed by the General Assembly and signed by me, accomplishes the same purpose. Therefore, it is not necessary for me to sign House Bill 293.

Sincerely,

Governor Martin O’Malley

House Bill 293

AN ACT concerning

~~Construction Contracts Awarded by Public Bodies – Retention of Percentage
 as Security~~
*State Finance and Procurement – Retention of Percentage of Contract –
 Security*

FOR the purpose of altering ~~the cap on the percentage amount of a contract for construction awarded by a public body that may be specified in the contract as retainage for security; repealing the provision of law that limits the retainage to a certain percent of the contract except under certain circumstances~~ a certain percentage that may be retained by a public body under a certain contract under certain circumstances; repealing an authorization for a public body to retain a certain percentage of a certain contract under certain circumstances; providing for the application of this Act; making stylistic changes; and generally relating to the retention ~~as security~~ of a percentage of ~~the amount of a contract for construction awarded by a public body~~ contracts as security.

BY repealing and reenacting, with amendments,
 Article – State Finance and Procurement
 Section 17–110 *(a) and (b)*
 Annotated Code of Maryland
 (2009 Replacement Volume and 2012 Supplement)

May 16, 2013

The Honorable Michael E. Busch
 Speaker of the House
 H–101 State House
 Annapolis, MD 21401

Dear Mr. Speaker:

In accordance with Article II, Section 17 of the Maryland Constitution, today I have vetoed House Bill 306 – *Natural Resources – Aquaculture – Shellfish Nursery Permits*.

This bill prohibits a person from engaging in the commercial rearing of shellfish seed outside specified leased areas without first obtaining a shellfish nursery permit from the Department of Natural Resources. This bill places limitations on the issuance and scope of a permit for land-based and in-water shellfish nursery operations and exempts shellfish nursery products from specified water quality classifications and restrictions.

Senate Bill 464, which was passed by the General Assembly and signed by me, accomplishes the same purpose. Therefore, it is not necessary for me to sign House Bill 306.

Sincerely,

Governor Martin O'Malley

House Bill 306

AN ACT concerning

Natural Resources – Aquaculture – Shellfish Nursery Permits

FOR the purpose of prohibiting a person from engaging in the commercial rearing of shellfish seed outside certain leased areas without first obtaining a shellfish nursery permit from the Department of Natural Resources; placing certain limitations on the issuance and scope of a permit for land-based and in-water shellfish nursery operations; ~~providing that certain water quality classifications and restrictions established by the Department of the Environment may not affect certain in-water shellfish nursery operations;~~ clarifying that a person is not required to obtain a water column lease or a submerged land lease for in-water shellfish nursery operations; exempting shellfish nursery products from certain water quality classifications and restrictions; establishing a certain application process and a certain application fee for permit applications; authorizing the Department of Natural Resources to deny a permit application for reasonable cause or to include conditions in a permit; establishing a certain term for a permit; authorizing the Department of Natural Resources to suspend or revoke a permit for certain reasons; requiring a permit holder to allow certain inspections by the Department of Natural Resources; authorizing the Department of Natural Resources to adopt regulations implementing this Act; defining a certain term; making this Act an emergency measure; and generally relating to shellfish nursery permits.

BY adding to

Article – Natural Resources
Section 4-11A-23
Annotated Code of Maryland
(2012 Replacement Volume)

May 16, 2013

The Honorable Michael E. Busch
Speaker of the House
H-101 State House
Annapolis, MD 21401

Dear Mr. Speaker:

In accordance with Article II, Section 17 of the Maryland Constitution, today I have vetoed House Bill 327 – *State Government – Health, Education, and Social Services – Submission of Documents in Electronic Form*.

This bill requires the Council for the Procurement of Health, Education, and Social Services to establish a workgroup to determine a process for specified entities to submit specified electronic documents to specified agencies. The bill also requires the Council to report to specified committees of the General Assembly on or before January 1, 2014.

Senate Bill 385, which was passed by the General Assembly and signed by me, accomplishes the same purpose. Therefore, it is not necessary for me to sign House Bill 327.

Sincerely,

Governor Martin O'Malley

House Bill 327

AN ACT concerning

State Government – Health, Education, and Social Services ~~Provider Data Warehouse~~ – Submission of Documents in Electronic Form

FOR the purpose of ~~requiring the State to authorize private sector development of a certain data warehouse for certain providers; authorizing a certain provider to store certain information in the data warehouse; prohibiting a certain provider from using the data warehouse for certain purposes; authorizing a certain provider to provide a State agency with certain information in a certain manner; requiring a State agency to accept a certain submission as the equivalent of certain documents; prohibiting a State agency from requiring a certain provider to use the data warehouse; requiring a provider that uses the data warehouse to ensure that the data is current and accessible to a certain State agency; authorizing a State agency to request additional or updated information from a certain provider under certain circumstances; requiring a provider to submit certain information to a certain State agency within a certain period of time after receiving a request from the agency; requiring access to the data warehouse to be provided to a State agency free of charge; defining certain terms; and generally relating to a health, education, and social services provider data warehouse~~ requiring the Council for the Procurement of Health, Education, and Social Services to establish a workgroup to determine a process for certain entities to submit certain electronic documents to certain agencies; requiring the Council to report to certain committees of the General Assembly on or before a certain date; providing for the application of this Act; and generally relating to health, education, and social services and the electronic submission of documents.

~~BY adding to~~

~~Article State Government~~

~~Section 10-645 to be under the new part "Part VI. Health, Education, and Social Services Provider Data Warehouse"~~

~~Annotated Code of Maryland~~

~~(2009 Replacement Volume and 2012 Supplement)~~

Preamble

WHEREAS, The Task Force to Study the Procurement of Health, Education, and Social Services by State Agencies recommended the development of an Internet-based data warehouse (document vault) eliminating duplicative and voluminous submissions to multiple agencies; and

WHEREAS, The State remains committed to identifying all means of environmentally sound communication methods; and

WHEREAS, Providers of health, education, and social services are committed to efficient and cost effective transmission and preservation of data; and

WHEREAS, Private providers of health, education, and social services are required to submit to State licensing agencies volumes of corporate, fiscal, and administrative documents on a recurring basis and are required to keep voluminous certification files on foster parents; and

WHEREAS, All State agencies, facilities, and programs are taking steps to support Governor O'Malley's Smart, Green, and Growing initiative, which includes encouraging State employees to view documents electronically instead of on paper whenever possible; now, therefore,

May 16, 2013

The Honorable Michael E. Busch
 Speaker of the House
 H-101 State House
 Annapolis, MD 21401

Dear Mr. Speaker:

In accordance with Article II, Section 17 of the Maryland Constitution, today I have vetoed House Bill 343 – *Harford County – Alcoholic Beverages – Hours of Sale for Class B Licenses*.

This bill alters the hours of sale for a Class B Cafe licensee in Harford County.

Senate Bill 128, which was passed by the General Assembly and signed by me, accomplishes the same purpose. Therefore, it is not necessary for me to sign House Bill 343.

Sincerely,

Governor Martin O'Malley

House Bill 343

AN ACT concerning

Harford County – Alcoholic Beverages – Hours of Sale for Class B Licensees

FOR the purpose of altering the hours of sale for a Class B Cafe licensee in Harford County; and generally relating to the sale of alcoholic beverages in Harford County.

BY repealing and reenacting, with amendments,
 Article 2B – Alcoholic Beverages
 Section 11–513
 Annotated Code of Maryland
 (2011 Replacement Volume and 2012 Supplement)

May 16, 2013

The Honorable Michael E. Busch
 Speaker of the House
 H–101 State House
 Annapolis, MD 21401

Dear Mr. Speaker:

In accordance with Article II, Section 17 of the Maryland Constitution, today I have vetoed House Bill 345 – *Harford County Liquor Control Board – Reserve Account*.

This bill establishes a Reserve Account of the Harford County Liquor Control Board as a special, non-lapsing account. This bill also specifies the purpose of the Reserve Account and requires the Board to hold the Account separately and account for the Reserve Account. The bill specifies the contents of the Reserve Account and specifies a maximum amount that is payable annually into the Reserve Account. In addition, the

bill requires that fines imposed or recognizances forfeited for specified violations be payable to the Board.

Senate Bill 131, which was passed by the General Assembly and signed by me, accomplishes the same purpose. Therefore, it is not necessary for me to sign House Bill 345.

Sincerely,

Governor Martin O'Malley

House Bill 345

AN ACT concerning

Harford County Liquor Control Board – Reserve Account

FOR the purpose of establishing a Reserve Account of the Harford County Liquor Control Board as a special, nonlapsing account; specifying the purpose of the Reserve Account; requiring a designee of the Board to administer the Reserve Account; requiring the Board to hold the Reserve Account separately and account for the Reserve Account; specifying the contents of the Reserve Account; specifying a certain maximum amount that is payable annually into the Reserve Account; specifying the circumstances under which expenditures from the Reserve Account may occur; stating a certain maximum amount that the Reserve Account may hold at any time; requiring that fines imposed or recognizances forfeited for certain violations be payable to the Board; defining certain terms; making certain stylistic changes; clarifying language; and generally relating to the Reserve Account of the Harford County Liquor Control Board.

BY repealing and reenacting, with amendments,
Article 2B – Alcoholic Beverages
Section 10–204(n) and 16–502(a)
Annotated Code of Maryland
(2011 Replacement Volume and 2012 Supplement)

May 16, 2013

The Honorable Michael E. Busch
Speaker of the House
H–101 State House
Annapolis, MD 21401

Dear Mr. Speaker:

In accordance with Article II, Section 17 of the Maryland Constitution, today I have vetoed House Bill 373 – *Hospitals – Outpatient Services – Off-Site Facility – Rate Regulation*.

This bill alters the hospital outpatient services for which the Maryland Medical Assistance Program must pay according to specified rates, under specified circumstances. The bill also alters the date by which a hospital must notify the Health Services Cost Review Commission that the hospital would like specified services to be subject to specified provisions of law. In addition, this bill alters the hospital outpatient services for which a hospital may elect to be subject to specified provisions of law.

Senate Bill 151, which was passed by the General Assembly and signed by me, accomplishes the same purpose. Therefore, it is not necessary for me to sign House Bill 373.

Sincerely,

Governor Martin O'Malley

House Bill 373

AN ACT concerning

Hospitals – Outpatient Services – Off-Site Facility – Rate Regulation

FOR the purpose of altering the hospital outpatient services for which the Maryland Medical Assistance Program must pay according to certain rates, under certain circumstances; altering the date by which a hospital must notify the Health Services Cost Review Commission that the hospital would like certain services to be subject to certain provisions of law; altering the hospital outpatient services for which a hospital may elect to be subject to certain provisions of law; requiring the University of Maryland Medical System to track utilization of certain services and submit certain reports to certain legislative committees; making certain clarifying and stylistic changes; making a certain technical change; making this Act an emergency measure; and generally relating to rates for hospital outpatient services at an off-site facility.

BY repealing and reenacting, with amendments,
 Article – Health – General
 Section 15–105(d)
 Annotated Code of Maryland
 (2009 Replacement Volume and 2012 Supplement)

BY repealing and reenacting, with amendments,

Chapter 670 of the Acts of the General Assembly of 1999
Section 2

May 16, 2013

The Honorable Michael E. Busch
Speaker of the House
H-101 State House
Annapolis, MD 21401

Dear Mr. Speaker:

In accordance with Article II, Section 17 of the Maryland Constitution, today I have vetoed House Bill 374 – *Vehicle Laws – Registration Plates for Motorcycles – Individuals with Disabilities*.

This bill authorizes an individual to possess a specified number of special registration plates for individuals with disabilities for specified motorcycles in addition to the special registration plate and parking placards authorized under specified provisions of law.

Senate Bill 212, which was passed by the General Assembly and signed by me, accomplishes the same purpose. Therefore, it is not necessary for me to sign House Bill 374.

Sincerely,

Governor Martin O'Malley

House Bill 374

AN ACT concerning

Vehicle Laws – Registration Plates for Motorcycles – Individuals with Disabilities

FOR the purpose of authorizing an individual to possess a certain number of certain special registration plates for individuals with disabilities for certain motorcycles in addition to the special registration plate and parking placards authorized under certain provisions of law; and generally relating to special registration plates and parking placards for individuals with disabilities.

BY repealing and reenacting, with amendments,
Article – Transportation

Section 13–616(c) and 13–616.1(c)
 Annotated Code of Maryland
 (2012 Replacement Volume)

May 16, 2013

The Honorable Michael E. Busch
 Speaker of the House
 H–101 State House
 Annapolis, MD 21401

Dear Mr. Speaker:

In accordance with Article II, Section 17 of the Maryland Constitution, today I have vetoed House Bill 391 – *State Employee and Retiree Health and Welfare Benefits Program – Wellness Program*.

This bill requires the Secretary of Budget and Management to include a specified wellness program in the State Employee and Retiree Health and Welfare Benefits Program and establishes requirements for the wellness program. The bill also requires the Secretary of Budget and Management to submit reports on implementation to the Governor and specified legislative committees on two specified dates, the latter being on or before February 1, 2016.

Senate Bill 224, which was passed by the General Assembly and signed by me, accomplishes the same purpose. Therefore, it is not necessary for me to sign House Bill 391.

Sincerely,

Governor Martin O'Malley

House Bill 391

AN ACT concerning

State Employee and Retiree Health and Welfare Benefits Program – ~~Bona Fide Wellness Program and Wellness Promotion~~

FOR the purpose of requiring the Secretary of Budget and Management, ~~in consultation with the Secretary of Health and Mental Hygiene, to develop and implement a certain bona fide wellness program for inclusion~~ to include a certain wellness program in the State Employee and Retiree Health and Welfare Benefits Program; establishing certain requirements for the ~~bona fide~~

~~wellness program; authorizing the bona fide wellness program to include certain incentives for achieving health goals; requiring the Secretary of Budget and Management to consider certain actions to promote wellness among Program enrollees; requiring the Secretary of Budget and Management to report to the Governor and the General Assembly certain legislative committees on or before a certain date certain dates on the implementation of this Act; defining a certain term; and generally relating to a bona fide wellness program in the State Employee and Retiree Health and Welfare Benefits Program and wellness promotion.~~

BY repealing and reenacting, without amendments,
 Article – State Personnel and Pensions
 Section 2–501(a) and (b)
 Annotated Code of Maryland
 (2009 Replacement Volume and 2012 Supplement)

BY adding to
Article – State Personnel and Pensions
Section 2–501(d)
Annotated Code of Maryland
(2009 Replacement Volume and 2012 Supplement)

BY repealing and reenacting, with amendments,
 Article – State Personnel and Pensions
 Section 2–503(b)
 Annotated Code of Maryland
 (2009 Replacement Volume and 2012 Supplement)

May 16, 2013

The Honorable Michael E. Busch
 Speaker of the House
 H–101 State House
 Annapolis, MD 21401

Dear Mr. Speaker:

In accordance with Article II, Section 17 of the Maryland Constitution, today I have vetoed House Bill 448 – *State Government – Notary Public – Appointment*.

This bill authorizes a State Senator to delegate to the Secretary of State the Senator's authority to approve an applicant for notary public and authorizes the Governor to appoint and commission, under specified circumstances, an individual as a notary public on approval by the Secretary. This bill requires an application for notary

public, under specified circumstances, to bear or be accompanied by the written approval of the Secretary.

Senate Bill 190, which was passed by the General Assembly and signed by me, accomplishes the same purpose. Therefore, it is not necessary for me to sign House Bill 448.

Sincerely,

Governor Martin O'Malley

House Bill 448

AN ACT concerning

State Government – Notary Public – Appointment

FOR the purpose of authorizing a State Senator to delegate the Senator's authority to approve an applicant for notary public to the Secretary of State; authorizing the Governor to appoint and commission, under certain circumstances, an individual as a notary public on the approval of the Secretary; requiring a certain application, under certain circumstances, to bear or be accompanied by the written approval of the Secretary; and generally relating to the appointment of a notary public.

BY repealing and reenacting, with amendments,
 Article – State Government
 Section 18–101 and 18–103(a)
 Annotated Code of Maryland
 (2009 Replacement Volume and 2012 Supplement)

May 16, 2013

The Honorable Michael E. Busch
 Speaker of the House
 H–101 State House
 Annapolis, MD 21401

Dear Mr. Speaker:

In accordance with Article II, Section 17 of the Maryland Constitution, today I have vetoed House Bill 452 – *Garrett County – Bonds for Garrett County Memorial Hospital*.

This bill authorizes and empowers the County Commissioners of Garrett County to borrow not more than \$15,000,000 in order to assist in the financing of the cost of hospital improvements at Garrett County Memorial Hospital.

Senate Bill 369, which was passed by the General Assembly and signed by me, accomplishes the same purpose. Therefore, it is not necessary for me to sign House Bill 452.

Sincerely,

Governor Martin O'Malley

House Bill 452

AN ACT concerning

Garrett County – Bonds for Garrett County Memorial Hospital

FOR the purpose of authorizing and empowering the County Commissioners of Garrett County, from time to time, to borrow not more than \$15,000,000 in order to assist in the financing of the cost of certain hospital improvements in Garrett County, as herein defined, and to effect such borrowing by the issuance and sale at public or private sale of its general obligation bonds in like par amount; empowering the County to fix and determine, by resolution, the form, tenor, interest rate or rates or method of determining the same, terms, conditions, maturities, and all other details incident to the issuance and sale of the bonds; empowering the County and directing the County to enter into an agreement with the Board of Governors of Garrett County Memorial Hospital for the payment of debt service requirements of the bonds from the revenues of the Garrett County Memorial Hospital; empowering the County to issue refunding bonds for the purchase or redemption of bonds in advance of maturity; empowering and directing the County to levy, impose, and collect, annually, ad valorem taxes in rate and amount sufficient to provide funds for the payment of the maturing principal of and interest on the bonds; exempting the bonds and refunding bonds and the interest thereon and any income derived therefrom from all State, county, municipal, and other taxation in the State of Maryland; providing that nothing in this Act shall prevent the County from authorizing the issuance and sale of bonds the interest on which is not excludable from gross income for federal income tax purposes; and generally relating to the issuance and sale of such bonds.

May 16, 2013

The Honorable Michael E. Busch

Speaker of the House
H-101 State House
Annapolis, MD 21401

Dear Mr. Speaker:

In accordance with Article II, Section 17 of the Maryland Constitution, today I have vetoed House Bill 459 – *Somerset County – Alcoholic Beverages – Beer and Wine Tasting License*.

This bill establishes in Somerset County a beer and wine tasting (BWT) alcoholic beverages license for a holder of a beer, wine and liquor license or a beer and wine license. The bill specifies that a BWT license authorizes a holder to serve specified alcoholic beverages for tasting purposes only and for no consideration and requires the County Board of License Commissioners to regulate the quantity and number of bottles of specified alcoholic beverages to be served. The bill also specifies license and issuance fees.

Senate Bill 351, which was passed by the General Assembly and signed by me, accomplishes the same purpose. Therefore, it is not necessary for me to sign House Bill 459.

Sincerely,

Governor Martin O'Malley

House Bill 459

AN ACT concerning

Somerset County – Alcoholic Beverages – Beer and Wine Tasting License

FOR the purpose of establishing in Somerset County a beer and wine tasting (BWT) alcoholic beverages license for a holder of a beer, wine and liquor license or a beer and wine license; specifying that a BWT license authorizes a holder to serve certain alcoholic beverages for tasting purposes only and for no consideration; requiring the County Board of License Commissioners to regulate the quantity and number of bottles of certain alcoholic beverages to be served; specifying license and issuance fees; repealing certain provisions relating to a wine tasting license; prohibiting a holder from exercising the privileges of the BWT license during any festival event; authorizing the Board to adopt certain regulations; and generally relating to alcoholic beverages in Somerset County.

BY repealing and reenacting, with amendments,
Article 2B – Alcoholic Beverages
Section 8-410.2
Annotated Code of Maryland

(2011 Replacement Volume and 2012 Supplement)

May 16, 2013

The Honorable Michael E. Busch
Speaker of the House
H-101 State House
Annapolis, MD 21401

Dear Mr. Speaker:

In accordance with Article II, Section 17 of the Maryland Constitution, today I have vetoed House Bill 465 – *Somerset County – Emergency Burning Ban – Adoption and Enforcement*.

This bill authorizes the County Commissioners of Somerset County to adopt an emergency burning ban and prohibits a person from starting or allowing any open air burning during an emergency burning ban subject to specified exceptions. This bill also authorizes the County Commissioners, by resolution, to set a fine for a violation of an emergency burning ban and authorizes the Sheriff and the Sheriff's deputies to assess a fine against any person believed to be in violation of an emergency burning ban.

Senate Bill 424, which was passed by the General Assembly and signed by me, accomplishes the same purpose. Therefore, it is not necessary for me to sign House Bill 465.

Sincerely,

Governor Martin O'Malley

House Bill 465

AN ACT concerning

Somerset County – Emergency Burning Ban – Adoption and Enforcement

FOR the purpose of authorizing the County Commissioners of Somerset County to adopt a certain emergency burning ban; prohibiting a person from starting or allowing any open air burning during an emergency burning ban; exempting certain ~~supervised~~ burning activities from a certain emergency burning ban; authorizing the County Commissioners, by resolution, to set a fine for a violation of a certain emergency burning ban; authorizing the Sheriff of Somerset County and the Sheriff's deputies to assess a certain fine against any

person believed to be in violation of a certain emergency burning ban; defining certain terms; and generally relating to the adoption and enforcement of an emergency burning ban in Somerset County.

BY adding to

The Public Local Laws of Somerset County
 Section 2-416
 Article 20 – Public Local Laws of Maryland
 (2003 Edition and 2009 Supplement, as amended)

May 16, 2013

The Honorable Michael E. Busch
 Speaker of the House
 H-101 State House
 Annapolis, MD 21401

Dear Mr. Speaker:

In accordance with Article II, Section 17 of the Maryland Constitution, today I have vetoed House Bill 466 – *Somerset County – Sale of Small Boat Harbor Dock*.

This bill authorizes the County Commissioners of Somerset County to sell the Small Boat Harbor Dock to the City of Crisfield at private sale under specified terms. The bill requires the Small Boat Harbor Dock to revert to the County Commissioners under specified circumstances and exempts the sale of the Small Boat Harbor Dock from specified requirements.

Senate Bill 155, which was passed by the General Assembly and signed by me, accomplishes the same purpose. Therefore, it is not necessary for me to sign House Bill 466.

Sincerely,

Governor Martin O'Malley

House Bill 466

AN ACT concerning

Somerset County – Sale of Small Boat Harbor Dock

FOR the purpose of authorizing the County Commissioners of Somerset County to sell the Small Boat Harbor Dock to the City of Crisfield at private sale under certain

terms; requiring the Small Boat Harbor Dock to revert to the County Commissioners under certain circumstances; exempting the sale of the Small Boat Harbor Dock from certain requirements; making a technical change; and generally relating to the sale of county property by the County Commissioners of Somerset County.

BY repealing and reenacting, with amendments,
 The Public Local Laws of Somerset County
 Section 2–414
 Article 20 – Public Local Laws of Maryland
 (2003 Edition and 2009 Supplement, as amended)
 (As enacted by Chapters 544 and 545 of the Acts of the General Assembly of
 2011)

May 16, 2013

The Honorable Michael E. Busch
 Speaker of the House
 H–101 State House
 Annapolis, MD 21401

Dear Mr. Speaker:

In accordance with Article II, Section 17 of the Maryland Constitution, today I have vetoed House Bill 470 – *Somerset County – County Treasurer – Abolishment and Transfer of Functions to the County Supervisor of Tax Collection*.

This bill abolishes the elected position of County Treasurer of Somerset County and transfers the duties and functions of the office of County Treasurer to the County Supervisor of Tax Collection, who shall work under the direction of the County Finance Director. The bill repeals provisions related to the appointment and salary of the deputy treasurer of Somerset County and provides that the Act does not affect the term of office of the incumbent County Treasurer.

Senate Bill 154, which was passed by the General Assembly and signed by me, accomplishes the same purpose. Therefore, it is not necessary for me to sign House Bill 470.

Sincerely,

Governor Martin O'Malley

House Bill 470

AN ACT concerning

**Somerset County – County Treasurer – Abolishment and Transfer of
Functions to the County Supervisor of Tax Collection**

FOR the purpose of abolishing the elected position of County Treasurer of Somerset County; transferring the duties and functions of the office of County Treasurer to the County Supervisor of Tax Collection, who shall work under the direction of the County Finance Director; repealing provisions related to the appointment and salary of the deputy treasurer of Somerset County; providing that the Supervisor of Tax Collection is subject to dismissal from office by the County Commissioners of Somerset County under certain circumstances and discipline or dismissal for a violation of certain rules and regulations; repealing provisions related to the removal of the County Treasurer; requiring the County Commissioners to provide an office for the Supervisor of Tax Collection to be open during certain hours on certain days of the week; requiring the Supervisor of Tax Collection to execute certain bonds for certain purposes to be paid for by the County Commissioners; providing for the appointment of Supervisors of Tax Collection in the event that a Supervisor of Tax Collection fails to execute a certain bond on or before a certain day; repealing provisions relating to a vacancy in the office of County Treasurer; repealing certain provisions relating to the documents of the County Treasurer's office; repealing provisions relating to the successor of the County Treasurer; providing that this Act does not ~~apply to the salary or compensation~~ affect the term of office of the incumbent County Treasurer; and generally relating to the abolishment of the elected position of County Treasurer of Somerset County and the transfer of the duties and functions of the office of County Treasurer to the County Supervisor of Tax Collection.

BY repealing

The Public Local Laws of Somerset County
Section 7–101 through 7–103, 7–108, 7–111, and 7–113
Article 20 – Public Local Laws of Maryland
(2003 Edition and 2009 Supplement, as amended)

BY adding to

The Public Local Laws of Somerset County
Section 7–101 and 7–102
Article 20 – Public Local Laws of Maryland
(2003 Edition and 2009 Supplement, as amended)

BY repealing and reenacting, with amendments,

The Public Local Laws of Somerset County
Section 7–104 through 7–107, 7–109, 7–110, 7–112, 7–114 through
7–118, 7–202 through 7–205, 7–302, and 9–103
Article 20 – Public Local Laws of Maryland
(2003 Edition and 2009 Supplement, as amended)

BY repealing and reenacting, with amendments,
 Article 2B – Alcoholic Beverages
 Section 10–202(p)
 Annotated Code of Maryland
 (2011 Replacement Volume and 2012 Supplement)

BY repealing
~~Article 25 – County Commissioners~~
~~Section 51(r)~~
~~Annotated Code of Maryland~~
~~(2011 Replacement Volume and 2012 Supplement)~~
Article – Local Government
Section 16–204
Annotated Code of Maryland
(As enacted by Chapter (H.B. 472) of the Acts of the General Assembly of
2013)

May 16, 2013

The Honorable Michael E. Busch
 Speaker of the House
 H–101 State House
 Annapolis, MD 21401

Dear Mr. Speaker:

In accordance with Article II, Section 17 of the Maryland Constitution, today I have vetoed House Bill 521 – *Baltimore City – Extinguishment or Redemption of Ground Rents*.

This bill alters the scope of a specified procedure in law that authorizes Baltimore City to apply to a specified State agency in order to extinguish or redeem a ground rent on property acquired by Baltimore City under specified circumstances. This bill also alters the contents of a specified affidavit required in the procedure to extinguish or redeem a ground rent on property acquired by Baltimore City under specified circumstances.

Senate Bill 366, which was passed by the General Assembly and signed by me, accomplishes the same purpose. Therefore, it is not necessary for me to sign House Bill 521.

Sincerely,

Governor Martin O'Malley

House Bill 521

AN ACT concerning

Baltimore City – Extinguishment or Redemption of Ground Rents

FOR the purpose of altering the scope of a certain procedure in law that authorizes Baltimore City to apply to the State Department of Assessments and Taxation in order to extinguish or redeem a ground rent on property acquired by Baltimore City under certain circumstances; altering the contents of a certain affidavit required in a certain procedure to extinguish or redeem a ground rent on property acquired by Baltimore City under certain circumstances; altering the scope of a certain procedure to authorize a landlord of abandoned or distressed property acquired by Baltimore City to collect a certain redemption amount under certain circumstances; and generally relating to ground rents in Baltimore City.

BY repealing and reenacting, with amendments,
Article – Real Property
Section 8–110
Annotated Code of Maryland
(2010 Replacement Volume and 2012 Supplement)

May 16, 2013

The Honorable Michael E. Busch
Speaker of the House
H–101 State House
Annapolis, MD 21401

Dear Mr. Speaker:

In accordance with Article II, Section 17 of the Maryland Constitution, today I have vetoed House Bill 542 – *Criminal Law – Aggravated Animal Cruelty – Baiting*.

This bill prohibits a person from using or allowing a dog to be used for baiting. This bill also prohibits a person from possessing, owning, selling, transporting, or training a dog with the intent to use the dog for baiting and a person from knowingly allowing specified premises to be used for baiting.

Senate Bill 360, which was passed by the General Assembly and signed by me, accomplishes the same purpose. Therefore, it is not necessary for me to sign House Bill 542.

Sincerely,

Governor Martin O'Malley

House Bill 542

AN ACT concerning

Criminal Law – Aggravated Animal Cruelty – Baiting

FOR the purpose of prohibiting a person from using or allowing a dog to be used for baiting; prohibiting a person from possessing, owning, selling, transporting, or training a dog with the intent to use the dog for baiting; prohibiting a person from knowingly allowing certain premises to be used for baiting; defining a certain term; and generally relating to dogfights and baiting.

BY repealing and reenacting, with amendments,
Article – Criminal Law
Section 10–607
Annotated Code of Maryland
(2012 Replacement Volume and 2012 Supplement)

May 16, 2013

The Honorable Michael E. Busch
Speaker of the House
H–101 State House
Annapolis, MD 21401

Dear Mr. Speaker:

In accordance with Article II, Section 17 of the Maryland Constitution, today I have vetoed House Bill 546 – *Washington County – Public Facilities Bonds*.

This bill authorizes and empowers the Board of County Commissioners of Washington County to borrow no more than \$60,000,000 in order to finance the cost of the construction, improvement, or development of specified public facilities in Washington County and to effect that borrowing by the issuance and sale at public or private sale of its general obligation bonds.

Senate Bill 508, which was passed by the General Assembly and signed by me, accomplishes the same purpose. Therefore, it is not necessary for me to sign House Bill 546.

Sincerely,

Governor Martin O'Malley

House Bill 546

AN ACT concerning

Washington County – Public Facilities Bonds

FOR the purpose of authorizing and empowering the County Commissioners of Washington County, from time to time, to borrow not more than \$60,000,000 in order to finance the costs of the construction, improvement, or development of certain public facilities in Washington County, as herein defined, and to effect such borrowing by the issuance and sale at public or private sale of its general obligation bonds in like par amount; empowering the County to fix and determine, by resolution, the form, tenor, interest rate or rates or method of determining the same, terms, conditions, maturities, and all other details incident to the issuance and sale of the bonds; empowering the County to issue refunding bonds for the purchase or redemption of bonds in advance of maturity; empowering and directing the County to levy, impose, and collect, annually, ad valorem taxes in rate and amount sufficient to provide funds for the payment of the maturing principal of and interest on the bonds; exempting the bonds and refunding bonds, and the interest thereon and any income derived therefrom, from all State, county, municipal, and other taxation in the State of Maryland; providing that nothing in this Act shall prevent the County from authorizing the issuance and sale of bonds the interest on which is not excludable from gross income for federal income tax purposes; providing that such borrowing may be undertaken by the County in the form of installment purchase obligations executed and delivered by the County for the purpose of acquiring agricultural land, woodland preservation easements, and transferable development rights; and relating generally to the issuance and sale of such bonds.

May 16, 2013

The Honorable Michael E. Busch
Speaker of the House
H-101 State House
Annapolis, MD 21401

Dear Mr. Speaker:

In accordance with Article II, Section 17 of the Maryland Constitution, today I have vetoed House Bill 588 – *Baltimore City – Children – Records Access*.

This bill authorizes access to specified court records and police records by the Baltimore City Health Department's Office of Youth Violence Prevention and the Baltimore City Mayor's Office on Criminal Justice under specified circumstances and requires that the Baltimore City Health Department's Office of Youth Violence Prevention and the Baltimore City Mayor's Office on Criminal Justice be liable for the unauthorized release of specified records and information.

Senate Bill 473, which was passed by the General Assembly and signed by me, accomplishes the same purpose. Therefore, it is not necessary for me to sign House Bill 588.

Sincerely,

Governor Martin O'Malley

House Bill 588

AN ACT concerning

Baltimore City – Children – Records Access

FOR the purpose of authorizing access to certain court records and police records by the Baltimore City Health ~~Department~~ Department's Office of Youth Violence Prevention and the Baltimore City Mayor's Office on Criminal Justice under certain circumstances; requiring that the Baltimore City Health Department's Office of Youth Violence Prevention and the Baltimore City Mayor's Office on Criminal Justice be liable for the unauthorized release of certain records and information; requiring the Baltimore City Health Department's Office of Youth Violence Prevention and the Baltimore City Mayor's Office on Criminal Justice to submit a certain report within a certain period of time; requiring that certain records concerning child abuse and neglect be disclosed to the Baltimore City Health ~~Department~~ Department's Office of Youth Violence Prevention under certain circumstances; requiring the Department of Juvenile Services to disclose to the Baltimore City Health ~~Department~~ Department's Office of Youth Violence Prevention certain records concerning certain children under certain circumstances; requiring the Department of State Police to provide to the Baltimore City Health ~~Department~~ Department's Office of Youth Violence Prevention and the Baltimore City Mayor's Office on Criminal Justice certain information concerning certain children under certain circumstances; requiring the Baltimore City Health ~~Department~~ Department's Office of Youth Violence Prevention and the Baltimore City Mayor's Office on Criminal Justice to keep

certain information confidential; authorizing the Baltimore City Health ~~Department~~ Department's Office of Youth Violence Prevention and the Baltimore City Mayor's Office on Criminal Justice to use certain information solely for certain purposes; providing for the termination of this Act; and generally relating to records concerning children and access by the Baltimore City Health ~~Department~~ Department's Office of Youth Violence Prevention and the Baltimore City Mayor's Office on Criminal Justice.

BY repealing and reenacting, with amendments,
 Article – Courts and Judicial Proceedings
 Section 3–827(a) and 3–8A–27
 Annotated Code of Maryland
 (2006 Replacement Volume and 2012 Supplement)

BY repealing and reenacting, with amendments,
 Article – Human Services
 Section 1–202(b) and (c)(1)(v)
 Annotated Code of Maryland
 (2007 Volume and 2012 Supplement)

BY adding to
 Article – Human Services
 Section 1–202(f) and 9–219(f)
 Annotated Code of Maryland
 (2007 Volume and 2012 Supplement)

BY adding to
 Article – Public Safety
 Section 2–308(d)
 Annotated Code of Maryland
 (2011 Replacement Volume and 2012 Supplement)

May 16, 2013

The Honorable Michael E. Busch
 Speaker of the House
 H–101 State House
 Annapolis, MD 21401

Dear Mr. Speaker:

In accordance with Article II, Section 17 of the Maryland Constitution, today I have vetoed House Bill 626 – *Register of Wills – Salary*.

This bill increases the limit on the maximum salary that the Board of Public Works may set for a register of wills from \$98,500 to \$114,500. This bill also provides that the Act does not apply to the salary or compensation of an incumbent register of wills.

Senate Bill 196, which was passed by the General Assembly and signed by me, accomplishes the same purpose. Therefore, it is not necessary for me to sign House Bill 626.

Sincerely,

Governor Martin O'Malley

House Bill 626

AN ACT concerning

Register of Wills – Salary

FOR the purpose of altering a certain limit on the maximum salary that the Board of Public Works may set for a register of wills; providing that this Act does not apply to the salary or compensation of an incumbent register of wills during a certain term of office; and generally relating to the salary of a register of wills.

BY repealing and reenacting, without amendments,
 Article – Estates and Trusts
 Section 2–205(a)
 Annotated Code of Maryland
 (2011 Replacement Volume and 2012 Supplement)

BY repealing and reenacting, with amendments,
 Article – Estates and Trusts
 Section 2–205(b)
 Annotated Code of Maryland
 (2011 Replacement Volume and 2012 Supplement)

May 16, 2013

The Honorable Michael E. Busch
 Speaker of the House
 H-101 State House
 Annapolis, MD 21401

Dear Mr. Speaker:

In accordance with Article II, Section 17 of the Maryland Constitution, today I have vetoed House Bill 718 – *State Retirement and Pension System – Service Credit for Unused Sick Leave*.

This bill makes specified members of the State Retirement and Pension System eligible to receive creditable service at retirement for the total amount of unused sick leave accrued by the member in specified systems in the State Retirement and Pension System under specified circumstances. This bill provides for the calculation of the creditable service for unused sick leave accrued by a member in a specified system and requires the Department of Legislative Services to provide a specified report on or before December 1, 2013.

Senate Bill 813, which was passed by the General Assembly and signed by me, accomplishes the same purpose. Therefore, it is not necessary for me to sign House Bill 718.

Sincerely,

Governor Martin O'Malley

House Bill 718

AN ACT concerning

State Retirement and Pension System – Service Credit for Unused Sick Leave

FOR the purpose of making certain members of the State Retirement and Pension System eligible to receive creditable service at retirement for the total amount of unused sick leave ~~accumulated as a member of a former system~~ accrued by the member in certain systems in the State Retirement and Pension System under certain circumstances; providing for the ~~computation~~ calculation of the creditable service for unused sick leave ~~accumulated in the former State system~~ accrued by a member in certain systems; requiring the Department of Legislative Services and the State Retirement Agency to provide a certain report on or before a certain date; and generally relating to additional creditable service at retirement for unused sick leave for members of the State Retirement and Pension System.

BY repealing and reenacting, with amendments,
 Article – State Personnel and Pensions
 Section 20–206
 Annotated Code of Maryland
 (2009 Replacement Volume and 2012 Supplement)

May 16, 2013

The Honorable Michael E. Busch
Speaker of the House
H-101 State House
Annapolis, MD 21401

Dear Mr. Speaker:

In accordance with Article II, Section 17 of the Maryland Constitution, today I have vetoed House Bill 725 – *Vehicle Laws – Title and Registration – Transfer to Surviving Spouse*.

This bill establishes that when the interest in a vehicle of one joint owner passes to another joint owner who is the surviving spouse, the surviving spouse is not required to apply for a new certificate of title or submit a specified certificate of title to the Motor Vehicle Administration until a specified time. The bill authorizes a surviving spouse to drive a vehicle and allow the vehicle to be driven on a highway until a specified time without applying for a registration.

Senate Bill 25, which was passed by the General Assembly and signed by me, accomplishes the same purpose. Therefore, it is not necessary for me to sign House Bill 725.

Sincerely,

Governor Martin O'Malley

House Bill 725

AN ACT concerning

Vehicle Laws – Title and Registration – Transfer to Surviving Spouse

FOR the purpose of establishing that when the interest in a vehicle of one joint owner passes by operation of law to another joint owner who is the surviving spouse, the surviving spouse is not required to apply for a new certificate of title or submit a certain certificate of title to the Motor Vehicle Administration until a certain time; authorizing a surviving spouse to drive a certain vehicle and allow the vehicle to be driven on a highway until a certain time without applying for a certain registration if the interest in the vehicle passes to the surviving spouse through joint ownership; prohibiting the Administration, on the death of a joint owner of a vehicle, from charging a fee to another joint owner who is the surviving spouse for the issuance of a new certificate of title for the vehicle; and generally relating to the title and registration of a vehicle transferred to a surviving spouse.

BY repealing and reenacting, with amendments,
Article – Transportation
Section 13–114, 13–504, 13–801, and 13–802
Annotated Code of Maryland
(2012 Replacement Volume)

BY repealing and reenacting, without amendments,
Article – Transportation
Section 13–805
Annotated Code of Maryland
(2012 Replacement Volume)

May 16, 2013

The Honorable Michael E. Busch
Speaker of the House
H–101 State House
Annapolis, MD 21401

Dear Mr. Speaker:

In accordance with Article II, Section 17 of the Maryland Constitution, today I have vetoed House Bill 730 – *Election Law – Polling Places – Electioneering*.

This bill requires that electioneering be allowed on the premises of a public building that is used for a polling place up to a specified electioneering boundary and also requires that campaign signs be allowed on the premises of a public building that is used for a polling place for, at a minimum, specified time periods. The bill prohibits a polling place from being located in a privately owned building except under specified circumstances.

Senate Bill 542, which was passed by the General Assembly and signed by me, accomplishes the same purpose. Therefore, it is not necessary for me to sign House Bill 730.

Sincerely,

Governor Martin O'Malley

House Bill 730

AN ACT concerning

Election Law – Polling Places – Electioneering

FOR the purpose of requiring that electioneering be allowed on the premises of a public building that is used for a polling place up to a certain electioneering boundary; requiring that campaign signs be allowed on the premises of a public building that is used for a polling place for, at a minimum, certain time periods; prohibiting a polling place from being located in a privately owned building ~~unless the owner of the building agrees to allow electioneering on the premises up to a certain electioneering boundary~~ except under certain circumstances; and generally relating to electioneering at polling places.

BY repealing and reenacting, without amendments,
 Article – Election Law
 Section 10–101(a)(1) and (2)
 Annotated Code of Maryland
 (2010 Replacement Volume and 2012 Supplement)

BY repealing and reenacting, with amendments,
 Article – Election Law
 Section 10–101(a)(3) and (4)
 Annotated Code of Maryland
 (2010 Replacement Volume and 2012 Supplement)

May 16, 2013

The Honorable Michael E. Busch
 Speaker of the House
 H–101 State House
 Annapolis, MD 21401

Dear Mr. Speaker:

In accordance with Article II, Section 17 of the Maryland Constitution, today I have vetoed House Bill 777 – *Criminal Procedure – Bail Bonds – Cash Bail*.

This bill authorizes in circuit courts and in the District Court cash bail or cash bond to be posted by the defendant, by an individual, or by a specified private surety acting for the defendant under specified circumstances. The bill requires cash bail or cash bond to be posted by the defendant only, unless the order setting bail expressly provides otherwise, in cases involving a defendant’s failure to pay support to specified individuals and provides for the repeal of laws inconsistent with the Act.

Senate Bill 505, which was passed by the General Assembly and signed by me, accomplishes the same purpose. Therefore, it is not necessary for me to sign House Bill 777.

Sincerely,

Governor Martin O'Malley

House Bill 777

AN ACT concerning

Criminal Procedure – Bail Bonds – Cash Bail

FOR the purpose of authorizing in circuit courts and in the District Court cash bail or cash bond to be posted by the defendant, by an individual, or by a certain private surety acting for the defendant under certain circumstances; requiring cash bail or cash bond to be posted by the defendant only, unless the order setting bail expressly provides otherwise, in cases involving a defendant's failure to pay support to certain individuals; providing for the repeal of laws inconsistent with this Act; and generally relating to bail bonds in circuit courts and in the District Court.

BY repealing and reenacting, with amendments,
Article – Criminal Procedure
Section 5–203 and 5–205
Annotated Code of Maryland
(2008 Replacement Volume and 2012 Supplement)

May 16, 2013

The Honorable Michael E. Busch
Speaker of the House
H–101 State House
Annapolis, MD 21401

Dear Mr. Speaker:

In accordance with Article II, Section 17 of the Maryland Constitution, today I have vetoed House Bill 785 – *Commercial Law – Maryland Credit Services Businesses Act – Scope*.

This bill alters the definition of “credit services business” for purposes of the Maryland Credit Services Businesses Act, to exclude a person licensed by the State as an associate real estate broker or a real estate salesperson.

Senate Bill 375, which was passed by the General Assembly and signed by me, accomplishes the same purpose. Therefore, it is not necessary for me to sign House Bill 785.

Sincerely,

Governor Martin O'Malley

House Bill 785

AN ACT concerning

Commercial Law – Maryland Credit Services Businesses Act – Scope

FOR the purpose of altering the definition of “credit services business” for purposes of the Maryland Credit Services Businesses Act to exclude a person licensed by the State as an associate real estate broker or a real estate salesperson; and generally relating to the Maryland Credit Services Businesses Act.

BY repealing and reenacting, without amendments,
 Article – Commercial Law
 Section 14–1901(a)
 Annotated Code of Maryland
 (2005 Replacement Volume and 2012 Supplement)

BY repealing and reenacting, with amendments,
 Article – Commercial Law
 Section 14–1901(e)(3)
 Annotated Code of Maryland
 (2005 Replacement Volume and 2012 Supplement)

May 16, 2013

The Honorable Michael E. Busch
 Speaker of the House
 H–101 State House
 Annapolis, MD 21401

Dear Mr. Speaker:

In accordance with Article II, Section 17 of the Maryland Constitution, today I have vetoed House Bill 802 – *Calvert County – Public Facilities Bonds*.

This bill authorizes and empowers the County Commissioners of Calvert County, from time to time, to borrow not more than \$33,810,000 to finance the construction, improvement, or development of specified public facilities in Calvert County and to effect such borrowing by the issuance and sale of its general obligation bonds.

Senate Bill 458, which was passed by the General Assembly and signed by me, accomplishes the same purpose. Therefore, it is not necessary for me to sign House Bill 802.

Sincerely,

Governor Martin O'Malley

House Bill 802

AN ACT concerning

Calvert County – Public Facilities Bonds

FOR the purpose of authorizing and empowering the County Commissioners of Calvert County, from time to time, to borrow not more than \$33,810,000 to finance the construction, improvement, or development of certain public facilities in Calvert County, as herein defined, and to effect such borrowing by the issuance and sale at public or private sale of its general obligation bonds in like par amount; empowering the County to fix and determine, by resolution, the form, tenor, interest rate or rates or method of determining the same, terms, conditions, maturities, and all other details incident to the issuance and sale of the bonds; empowering the County to issue refunding bonds for the purchase or redemption of bonds in advance of maturity; empowering and directing the County to levy, impose, and collect, annually, ad valorem taxes in rate and amount sufficient to provide funds for the payment of the maturing principal of and interest on the bonds; exempting the bonds and refunding bonds and the interest thereon and any income derived therefrom from all State, county, municipal, and other taxation in the State of Maryland; providing that nothing in this Act shall prevent the County from authorizing the issuance and sale of bonds the interest on which is not excludable from gross income for federal income tax purposes; and generally relating to the issuance and sale of such bonds.

May 16, 2013

The Honorable Michael E. Busch

Speaker of the House
H-101 State House
Annapolis, MD 21401

Dear Mr. Speaker:

In accordance with Article II, Section 17 of the Maryland Constitution, today I have vetoed House Bill 846 – *Carroll County – Public Facilities Bonds*.

This bill authorizes and empowers the County Commissioners of Carroll County, from time to time, to borrow not more than \$40,000,000 in order to finance the construction, improvement, or development of specified public facilities in Carroll County and to effect such borrowing by issuance and sale at public or private sale of its general obligation bonds.

Senate Bill 588, which was passed by the General Assembly and signed by me, accomplishes the same purpose. Therefore, it is not necessary for me to sign House Bill 846.

Sincerely,

Governor Martin O'Malley

House Bill 846

AN ACT concerning

Carroll County – Public Facilities Bonds

FOR the purpose of authorizing and empowering the County Commissioners of Carroll County, from time to time, to borrow not more than \$40,000,000 in order to finance the construction, improvement, or development of certain public facilities in Carroll County, including water and sewer projects, to finance loans for fire or emergency-related equipment, buildings, and other facilities of volunteer fire departments in the County, and to effect such borrowing by the issuance and sale at public or private sale of its general obligation bonds in like par amount; empowering the County to fix and determine, by resolution, the form, tenor, interest rate or rates or method of determining the same, terms, conditions, maturities, and all other details incident to the issuance and sale of the bonds; empowering the County to issue refunding bonds for the purchase or redemption of bonds in advance of maturity; providing that such borrowing may be undertaken by the County in the form of installment purchase obligations executed and delivered by the County for the purpose of acquiring agricultural land and woodland preservation easements; empowering and directing the County to levy, impose, and collect, annually, ad valorem taxes in rate and amount sufficient to provide funds for the payment of the maturing principal of and interest on the bonds; exempting the bonds and refunding bonds and the

interest thereon and any income derived therefrom from all State, County, municipal, and other taxation in the State of Maryland; providing that nothing in this Act shall prevent the County from authorizing the issuance and sale of bonds the interest on which is not excludable from gross income for federal income tax purposes; and relating generally to the issuance and sale of such bonds.

May 16, 2013

The Honorable Michael E. Busch
 Speaker of the House
 H-101 State House
 Annapolis, MD 21401

Dear Mr. Speaker:

In accordance with Article II, Section 17 of the Maryland Constitution, today I have vetoed House Bill 863 – *Higher Education Fair Share Act*.

This bill alters the matters of negotiation that may be included in collective bargaining between an employee organization and specified system institutions, Morgan State University, St. Mary's College of Maryland, or Baltimore City Community College and requires employees of specified institutions of higher education to furnish written proof of specified payments to the President of the institution or the President's designee.

Senate Bill 841, which was passed by the General Assembly and signed by me, accomplishes the same purpose. Therefore, it is not necessary for me to sign House Bill 863.

Sincerely,

Governor Martin O'Malley

House Bill 863

AN ACT concerning

Higher Education Fair Share Act

FOR the purpose of altering the matters of negotiation that may be included in collective bargaining between an employee organization and certain system institutions, Morgan State University, St. Mary's College of Maryland, or Baltimore City Community College; requiring that written proof of employee

~~payments to certain charitable organizations be furnished to the president of a certain institution or the president's employees of certain institutions of higher education to furnish written proof of certain payments to the President of the institution or the President's designee; and generally relating to collective bargaining for employees of certain State institutions of higher education.~~

BY repealing and reenacting, with amendments,
 Article – State Personnel and Pensions
 Section 3–502
 Annotated Code of Maryland
 (2009 Replacement Volume and 2012 Supplement)

May 16, 2013

The Honorable Michael E. Busch
 Speaker of the House
 H-101 State House
 Annapolis, MD 21401

Dear Mr. Speaker:

In accordance with Article II, Section 17 of the Maryland Constitution, today I have vetoed House Bill 889 – *Vehicles Laws – Emergency Vehicles – Motorcades and Escorts*.

This bill authorizes the driver of specified emergency vehicles to exercise specified privileges while performing motorcade or escort duties. This bill also authorizes specified emergency vehicles to travel through any jurisdiction in the State as necessary to perform and return from motorcade or escort duty and requires a jurisdiction that employs a driver who travels through another jurisdiction while performing or returning from motorcade or escort duty to provide specified notice to the other jurisdiction.

Senate Bill 621, which was passed by the General Assembly and signed by me, accomplishes the same purpose. Therefore, it is not necessary for me to sign House Bill 889.

Sincerely,

Governor Martin O'Malley

House Bill 889

AN ACT concerning

Vehicles Laws – Emergency Vehicles – Motorcades and Escorts

FOR the purpose of authorizing the driver of certain emergency vehicles to exercise certain privileges while performing certain motorcade or escort duties; authorizing certain emergency vehicles to travel through any jurisdiction in the State as necessary to perform and return from motorcade or escort duty; requiring a jurisdiction that employs a driver who travels through another jurisdiction while performing or returning from motorcade or escort duty to provide certain notice to the other jurisdiction; prohibiting the driver of an emergency vehicle from using certain equipment while returning from motorcade or escort duty; and generally relating to the performance of motorcade or escort duty by an emergency vehicle.

BY repealing and reenacting, without amendments,
 Article – Transportation
 Section 11–118
 Annotated Code of Maryland
 (2012 Replacement Volume)

BY repealing and reenacting, with amendments,
 Article – Transportation
 Section 21–106
 Annotated Code of Maryland
 (2012 Replacement Volume)

May 16, 2013

The Honorable Michael E. Busch
 Speaker of the House
 H–101 State House
 Annapolis, MD 21401

Dear Mr. Speaker:

In accordance with Article II, Section 17 of the Maryland Constitution, today I have vetoed House Bill 890 – *Health – Overdose Response Program – Establishment*.

This bill provides for an Overdose Response Program overseen by the Department of Health and Mental Hygiene and requiring the Department to adopt regulations and authorizing the Department to take other actions. The bill specifies the requirements an individual must meet to qualify for a specified certificate and authorizes a certified individual to receive a prescription for naloxone and supplies, possess prescribed naloxone and supplies, and administer naloxone, under specified circumstances, to specified individuals.

Senate Bill 610, which was passed by the General Assembly and signed by me, accomplishes the same purpose. Therefore, it is not necessary for me to sign House Bill 890.

Sincerely,

Governor Martin O'Malley

House Bill 890

AN ACT concerning

Health – Overdose Response Program – Establishment

FOR the purpose of providing for an Overdose Response Program overseen by the Department of Health and Mental Hygiene; stating the purpose of the Program; ~~authorizing~~ requiring the Department to adopt certain regulations and authorizing the Department to take certain other action regarding the Program; specifying the requirements an individual must meet to qualify for a certain certificate; requiring that a certain educational training program be conducted by a physician or nurse practitioner or certain other individuals and include certain training; requiring an applicant for a certificate to submit a certain application; requiring a certain public or private entity to issue a certificate to an applicant under certain circumstances; requiring that a certificate contain certain information; providing that a replacement certificate may be issued under certain circumstances; providing for the term and renewal of a certain certificate; authorizing an individual who is certified to receive from a certain individual a prescription for naloxone and certain supplies, possess prescribed naloxone and certain paraphernalia, and administer naloxone, under certain circumstances, to certain individuals; authorizing a physician or nurse practitioner to prescribe and dispense naloxone to a certificate holder; ~~prohibiting a certain cause of action from arising against a certificate holder, physician, or nurse practitioner under certain circumstances; prohibiting a certificate holder, physician, and nurse practitioner from being held civilly or criminally liable for certain actions;~~ providing that a certificate holder, under certain circumstances, may not be considered to be practicing medicine for the purposes of a certain provision of law; ~~providing that a certain provision of this Act does not affect certain immunities or defenses; prohibiting an individual from being held civilly liable in certain actions under certain circumstances~~ providing that a physician who prescribes or dispenses naloxone may not be subject to certain disciplinary or other action under certain circumstances; providing for the construction of this Act; defining certain terms; and generally relating to the Overdose Response Program.

BY adding to
Article – Health – General

Section 13-3101 through ~~13-3110~~ 13-3109 to be under the new subtitle
 “Subtitle 31. Overdose Response Program”
 Annotated Code of Maryland
 (2009 Replacement Volume and 2012 Supplement)

May 16, 2013

The Honorable Michael E. Busch
 Speaker of the House
 H-101 State House
 Annapolis, MD 21401

Dear Mr. Speaker:

In accordance with Article II, Section 17 of the Maryland Constitution, today I have vetoed House Bill 905 – *Health Occupations – Funeral Establishments – Preparation and Holding Rooms*.

This bill establishes that a funeral establishment that uses a central preparation room at another funeral establishment is not required to have its own preparation room or holding room.

Senate Bill 335, which was passed by the General Assembly and signed by me, accomplishes the same purpose. Therefore, it is not necessary for me to sign House Bill 905.

Sincerely,

Governor Martin O’Malley

House Bill 905

AN ACT concerning

Health Occupations – Funeral Establishments – Preparation and Holding Rooms

FOR the purpose of establishing that a funeral establishment that uses a central preparation room at another funeral establishment is not required to have its own preparation room or holding room; and generally relating to funeral establishments.

BY repealing and reenacting, with amendments,
 Article – Health Occupations

Section 7-310
Annotated Code of Maryland
(2009 Replacement Volume and 2012 Supplement)

May 16, 2013

The Honorable Michael E. Busch
Speaker of the House
H-101 State House
Annapolis, MD 21401

Dear Mr. Speaker:

In accordance with Article II, Section 17 of the Maryland Constitution, today I have vetoed House Bill 977 – *Motor Vehicle Registration – Special Vintage Reproduction Registration Plate*.

This bill requires the Motor Vehicle Administration to develop and make available a specially designed vintage reproduction registration plate and prescribes who may apply for and the classes of vehicles eligible for the registration plate. This bill also provides the manner in which fees will be established, collected, and distributed in connection with the registration plate and requires that the registration plate be available for a specified time and resemble a specified registration plate issued by the State.

Senate Bill 39, which was passed by the General Assembly and signed by me, accomplishes the same purpose. Therefore, it is not necessary for me to sign House Bill 977.

Sincerely,

Governor Martin O'Malley

House Bill 977

AN ACT concerning

**Motor Vehicle Registration – Special Vintage Reproduction Registration
Plate**

FOR the purpose of requiring the Motor Vehicle Administration to develop and make available a specially designed vintage reproduction registration plate; prescribing who may apply for and the classes of vehicles eligible for the registration plate; providing the manner in which fees will be established,

collected, and distributed in connection with the registration plate; requiring that the registration plate be available for sale for a certain time and resemble a certain registration plate issued by the State; providing for a delayed effective date; and generally relating to the issuance of special registration plates.

BY adding to

Article – Transportation
 Section 13–619.3
 Annotated Code of Maryland
 (2009 Replacement Volume and 2012 Supplement)

May 16, 2013

The Honorable Michael E. Busch
 Speaker of the House
 H–101 State House
 Annapolis, MD 21401

Dear Mr. Speaker:

In accordance with Article II, Section 17 of the Maryland Constitution, today I have vetoed House Bill 999 – *Worcester County – Alcoholic Beverages*.

This bill alters in Worcester County the privileges of specified alcoholic beverages licenses and creates a Class EF (entertainment facility) beer, wine and liquor license. This bill also authorizes a license holder to sell beer, wine, and liquor from one or more outlets in a specified entertainment facility, for consumption anywhere throughout the entertainment facility only, and increases the maximum fine to \$4,000 in the county that may be imposed on a person for a specified alcoholic beverages violation.

Senate Bill 949, which was passed by the General Assembly and signed by me, accomplishes the same purpose. Therefore, it is not necessary for me to sign House Bill 999.

Sincerely,

Governor Martin O'Malley

House Bill 999

AN ACT concerning

**Worcester County – Alcoholic Beverages Licenses – Fines – Alcohol
 Awareness Program**

FOR the purpose of altering in Worcester County the privileges relating to the sale of alcoholic beverages by the holders of certain alcoholic beverages licenses; creating a Class EF (entertainment facility) beer, wine and liquor license; authorizing a license holder to sell beer, wine, and liquor, from one or more outlets in a certain entertainment facility, for consumption anywhere throughout the entertainment facility only; requiring a facility for which a license is issued to have a certain amount of capital investment; authorizing the Board of License Commissioners to issue one or more licenses for the same facility; specifying the hours of sale and a certain license fee; increasing the maximum fine in the county that may be imposed on a person for a certain alcoholic beverages violation; exempting a certain licensee in the county from a certain requirement regarding certification by an approved alcohol awareness program; allowing in the county a person who is certified by a program to be absent from the licensed premises under certain circumstances; authorizing the Department of Liquor Control, acting as a wholesaler, to purchase wine and liquor under certain circumstances; prohibiting the resale of certain wine and liquor until a certain excise tax has been paid; authorizing the Department, acting as a retailer, to purchase wine and liquor under certain circumstances; altering a certain date on which a licensee in the county may elect to purchase wine or liquor from a licensed wholesaler; and generally relating to alcoholic beverages in Worcester County.

BY repealing and reenacting, without amendments,

Article 2B – Alcoholic Beverages

Section 6–201(a)(1) and (y)(1), 6–401(y)(1) and (2)(i), and 13–101(c)(1) and (2)(iii)

Annotated Code of Maryland

(2011 Replacement Volume and 2012 Supplement)

BY repealing and reenacting, with amendments,

Article 2B – Alcoholic Beverages

Section 6–201(y)(4), 6–401(y)(2)(iv), 11–304(a)(2), ~~and~~ 13–101(c)(2)(i), (ii), and (iv)1., ~~15–205(l), and 15–204(e)~~

Annotated Code of Maryland

(2011 Replacement Volume and 2012 Supplement)

BY adding to

Article 2B – Alcoholic Beverages

Section 6–201(y)(9)

Annotated Code of Maryland

(2011 Replacement Volume and 2012 Supplement)

The Honorable Michael E. Busch
 Speaker of the House
 H-101 State House
 Annapolis, MD 21401

Dear Mr. Speaker:

In accordance with Article II, Section 17 of the Maryland Constitution, today I have vetoed House Bill 1024 – *Employees’ Pension System – Elected or Appointed Officials – Membership*.

This bill prohibits specified individuals who are serving in specified elected or appointed positions from being members of the Employees’ Pension System while serving in those positions.

Senate Bill 674, which was passed by the General Assembly and signed by me, accomplishes the same purpose. Therefore, it is not necessary for me to sign House Bill 1024.

Sincerely,

Governor Martin O’Malley

House Bill 1024

AN ACT concerning

Employees’ Pension System – Elected or Appointed Officials – ~~Optional~~ Membership

FOR the purpose of ~~providing that certain elected or appointed officials whose employers are participating employers of the State Retirement and Pension System may elect to join the Employees’ Pension System within a certain period of time; providing that certain elected or appointed officials whose employers are participating employers of the State Retirement and Pension System may elect to cease membership in the Employees’ Pension System within a certain period of time; requiring certain elected or appointed officials who make an election to join or an election to cease membership to complete a certain form and file it with the Board of Trustees for the State Retirement and Pension System; providing that certain elected or appointed officials who do not make an election to join within a certain period of time may not join the Employees’ Pension System; providing that certain elected or appointed officials who do not make an election to cease membership within a certain period of time remain members in the Employees’ Pension System; requiring the Board of Trustees to adopt certain regulations; defining a certain term; prohibiting certain individuals who are serving in certain elected or appointed positions from being~~

members of the Employees' Pension System while serving in those positions; and generally relating to optional membership for elected or appointed officials in the Employees' Pension System.

~~BY adding to~~

~~Article — State Personnel and Pensions~~

~~Section 23-204.1~~

~~Annotated Code of Maryland~~

~~(2009 Replacement Volume and 2012 Supplement)~~

May 16, 2013

The Honorable Michael E. Busch
Speaker of the House
H-101 State House
Annapolis, MD 21401

Dear Mr. Speaker:

In accordance with Article II, Section 17 of the Maryland Constitution, today I have vetoed House Bill 1042 – *Hospitals – Credentialing and Privileging Process – Telemedicine*.

This bill authorizes a hospital, in its credentialing and privileging process for a physician who provides medical services to patients at the hospital only through telemedicine from a distant-site hospital or distant-site telemedicine entity, to rely on credentialing and privileging decisions made for the physician by the distant-site hospital or distant-site telemedicine entity under specified circumstances.

Senate Bill 798, which was passed by the General Assembly and signed by me, accomplishes the same purpose. Therefore, it is not necessary for me to sign House Bill 1042.

Sincerely,

Governor Martin O'Malley

House Bill 1042

AN ACT concerning

Hospitals – Credentialing and Privileging Process – Telemedicine

FOR the purpose of authorizing a hospital, in its credentialing and privileging process for a physician who provides medical services to patients at the hospital only through telemedicine from certain locations, to rely on certain credentialing and privileging decisions under certain circumstances; defining a certain term; and generally relating to hospital credentialing and privileging processes for physicians providing services through telemedicine.

BY repealing and reenacting, with amendments,
Article – Health – General
Section 19–319(e)
Annotated Code of Maryland
(2009 Replacement Volume and 2012 Supplement)

May 16, 2013

The Honorable Michael E. Busch
Speaker of the House
H–101 State House
Annapolis, MD 21401

Dear Mr. Speaker:

In accordance with Article II, Section 17 of the Maryland Constitution, today I have vetoed House Bill 1124 – *Public Safety – Gas Pipelines – Implementation of Federal Pipeline Safety Laws*.

This bill requires the Public Service Commission to evaluate a specified process and criteria that the U.S. Secretary of Transportation would use to review an application for the Commission to act under a specified certification or agreement with the U.S. Secretary of Transportation as an interstate authority agent for the purpose of implementing specified federal pipeline safety laws. The bill also requires the Commission to make a specified determination and take specified actions necessary to carry out its responsibilities.

Senate Bill 863, which was passed by the General Assembly and signed by me, accomplishes the same purpose. Therefore, it is not necessary for me to sign House Bill 1124.

Sincerely,

Governor Martin O'Malley

House Bill 1124

AN ACT concerning

**Public Safety – Gas Pipelines – Implementation of Federal Pipeline Safety
Laws**

FOR the purpose of requiring the Public Service Commission to evaluate a certain process and criteria that the U.S. Secretary of Transportation would use to review an application for the Commission to act under a certain certification or agreement with the U.S. Secretary of Transportation as an interstate authority agent for the purpose of implementing certain federal pipeline safety laws; requiring the Commission to make a certain determination; requiring the Commission to take certain actions necessary to carry out its responsibilities under a certain certification or agreement with the U.S. Secretary of Transportation under certain circumstances and in accordance with certain regulations; authorizing the Commission to accept grants-in-aid, cash, and reimbursements to implement certain federal pipeline safety laws; authorizing the Commission to charge a certain owner a certain fee for certain inspections of gas pipelines; requiring the Commission to regulate certain gas pipelines; requiring the Commission to adopt certain federal regulations as minimum standards for gas pipelines in the State; requiring a gas transmission company to comply with certain planning, notification, and reporting provisions; requiring a gas transmission company and the Commission to notify the National Response Center of certain errors or new information relating to a gas pipeline; authorizing the Commission to enter, inspect, and examine certain records and property of a gas transmission company for a certain purpose and under certain circumstances; requiring the Commission to inspect a gas pipeline with a certain frequency; authorizing the Commission to assess and collect a certain inspection fee from a gas transmission company; authorizing the Commission to seek a certain relief for a violation of this Act; authorizing the Commission to impose a certain civil penalty for a violation of this Act; defining certain terms; providing for the jurisdiction and enforcement authority of the Commission; and generally relating to gas pipeline safety.

BY adding to

Article – Public Safety

Section 15-101 ~~through 15-108~~ and 15-102 to be under the new title “Title 15.

Gas Pipeline Safety”

Annotated Code of Maryland

(2011 Replacement Volume and 2012 Supplement)

May 16, 2013

The Honorable Michael E. Busch
Speaker of the House

H-101 State House
Annapolis, MD 21401

Dear Mr. Speaker:

In accordance with Article II, Section 17 of the Maryland Constitution, today I have vetoed House Bill 1166 – *Insurance – Ceding Insurers and Reinsurance*.

This bill requires that a domestic ceding insurer be allowed credit for reinsurance in specified manners under specified circumstances and provides for specified credit to be allowed under specified circumstances depending on the licensure or authorization status and accreditation status of the assuming insurer. This bill also establishes requirements and procedures for an assuming reinsurer to be accredited by the Maryland Insurance Commissioner.

Senate Bill 777, which was passed by the General Assembly and signed by me, accomplishes the same purpose. Therefore, it is not necessary for me to sign House Bill 1166.

Sincerely,

Governor Martin O'Malley

House Bill 1166

AN ACT concerning

Insurance – Ceding Insurers and Reinsurance

FOR the purpose of requiring that a domestic ceding insurer be allowed credit for reinsurance in certain manners under certain circumstances; providing for certain credit for reinsurance to be allowed under certain circumstances depending on the licensure or authorization status and accreditation status of the assuming insurer; establishing certain requirements and procedures for an assuming reinsurer to be accredited by the Maryland Insurance Commissioner; providing that an assuming reinsurer is deemed to be qualified under certain circumstances; requiring an assuming reinsurer to report certain information each year to the Commissioner for certain purposes and to submit to examination in a certain manner; prohibiting credit for reinsurance to be granted unless a certain trust has been approved by a certain official; establishing certain requirements for certain trusts; providing for the duration of a certain trust; requiring the trustee of a certain trust to report and certify certain information to the Commissioner; establishing certain requirements for certain trusts used by certain insurers; providing for the certification of certain insurers as reinsurers in this State in accordance with certain requirements and procedures; requiring the Commissioner to maintain a certain list of qualified jurisdictions in which an assuming insurer may be domiciled and

considered for certification; providing certain criteria for the Commissioner to consider in recognizing certain qualified jurisdictions; requiring the Commissioner to consider a certain list of jurisdictions published through a certain association for certain purposes; requiring the Commissioner to assign certain ratings to certain certified reinsurers in a certain manner and to publish a list of the reinsurers and their ratings; authorizing the Commissioner to ~~defer~~ ~~to~~ use information on the certification and rating assigned by certain jurisdictions under certain circumstances for certain purposes; providing for the maintenance of certification in an inactive status under certain circumstances; requiring a certified reinsurer to secure certain obligations in certain manners and forms and at certain levels; requiring the Commissioner to reduce certain allowable credit under certain circumstances; authorizing the Commissioner to suspend or revoke the accreditation or certification of a reinsurer in a certain manner under certain circumstances; limiting the qualification for credit of certain reinsurance contracts under certain circumstances; prohibiting certain credit if the assuming insurer is not licensed, accredited, or certified except under certain circumstances and in a certain manner; providing for the construction of a certain provision of this Act; providing for certain assets or reductions from liability for certain reinsurance in a certain manner under certain circumstances; requiring certain security to be in certain forms and held in certain places and certain institutions; requiring a ceding insurer to take certain steps to manage certain reinsurance recoverables and to notify the Commissioner in certain manners; requiring a ceding insurer to diversify its ~~portfolio~~ reinsurance program and notify the Commissioner in certain manners; authorizing the Commissioner to adopt certain regulations; repealing certain obsolete provisions; defining certain terms; providing that certain laws of the State inconsistent with this Act are superseded to the extent of the inconsistency; providing that credit for reinsurance ceded to a reinsurer under this Act may be allowed only for certain contracts entered into or renewed on or after a certain date; providing that existing obligations or contract rights may not be impaired by this Act; and generally relating to insurance and reinsurance.

BY repealing and reenacting, with amendments,
 Article – Insurance
 Section 5–901 through 5–904
 Annotated Code of Maryland
 (2011 Replacement Volume and 2012 Supplement)

~~BY repealing and reenacting, without amendments,
 Article – Insurance
 Section 5–902
 Annotated Code of Maryland
 (2011 Replacement Volume and 2012 Supplement)~~

BY adding to
 Article – Insurance

Section ~~5-902.1 and 5-903~~ and 5-906 through ~~5-914~~ 5-916
 Annotated Code of Maryland
 (2011 Replacement Volume and 2012 Supplement)

BY repealing

Article – Insurance
 Section ~~5-903, 5-904, and 5-905~~
 Annotated Code of Maryland
 (2011 Replacement Volume and 2012 Supplement)

May 16, 2013

The Honorable Michael E. Busch
 Speaker of the House
 H-101 State House
 Annapolis, MD 21401

Dear Mr. Speaker:

In accordance with Article II, Section 17 of the Maryland Constitution, today I have vetoed House Bill 1168 – *Education – Minority Teacher Recruitment – Study and Report*.

This bill requires the State Department of Education, the Maryland Higher Education Commission, and the University System of Maryland to study and make recommendations on strategies to increase and improve minority teacher recruitment, preparation, development, and retention in elementary and secondary education in the State. The bill requires the Department, Commission, and System jointly to submit a specified report to the Governor and the General Assembly on or before December 1, 2013.

Senate Bill 548, which was passed by the General Assembly and signed by me, accomplishes the same purpose. Therefore, it is not necessary for me to sign House Bill 1168.

Sincerely,

Governor Martin O'Malley

House Bill 1168

AN ACT concerning

~~State Department of Education – Minority Teacher Recruitment – Study and Report~~

FOR the purpose of requiring the State Department of Education, the Maryland Higher Education Commission, and the University System of Maryland to study and make recommendations on certain strategies to increase and improve minority teacher recruitment, preparation, development, and retention in elementary and secondary education in the State; requiring the Department, Commission, and System to submit a certain report to the Governor and the General Assembly on or before a certain date; providing for the termination of this Act; and generally relating to minority teacher recruitment ~~and the State Department of Education.~~

May 16, 2013

The Honorable Michael E. Busch
 Speaker of the House
 H-101 State House
 Annapolis, MD 21401

Dear Mr. Speaker:

In accordance with Article II, Section 17 of the Maryland Constitution, today I have vetoed House Bill 1194 – *Baltimore County – Property Tax Credit – Bowerman–Loreley Beach Community Association, Inc.*

This bill corrects a reference to the Bowerman–Loreley Beach Community Association, Inc. for purposes of a specified property tax credit in Baltimore County and makes the Act an emergency measure.

Senate Bill 947, which was passed by the General Assembly and signed by me, accomplishes the same purpose. Therefore, it is not necessary for me to sign House Bill 1194.

Sincerely,

Governor Martin O'Malley

House Bill 1194

AN ACT concerning

**Baltimore County – Property Tax Credit – Bowerman–Loreley Beach
 Community Association, Inc.**

FOR the purpose of making a technical correction for purposes of a certain property tax credit; making this Act an emergency measure; and generally relating to a property tax credit in Baltimore County for the Bowerman–Loreley Beach Community Association, Inc.

BY repealing and reenacting, with amendments,
Article – Tax – Property
Section 9–305(b)(21)
Annotated Code of Maryland
(2012 Replacement Volume)

May 16, 2013

The Honorable Michael E. Busch
Speaker of the House
H–101 State House
Annapolis, MD 21401

Dear Mr. Speaker:

In accordance with Article II, Section 17 of the Maryland Constitution, today I have vetoed House Bill 1237 – *Health Care Practitioners – Prescription Drug or Device Dispensing – Medical Facilities or Clinics That Specialize in Treatment Reimbursable Through Workers’ Compensation Insurance*.

This bill repeals an exception from the requirement that an individual be licensed by the Board of Pharmacy before the individual may practice pharmacy in the State. The bill requires a dentist, physician, or podiatrist who dispenses a prescription drug or device in the course of treating a patient at a medical facility or clinic that specializes in the treatment of medical cases reimbursable through workers’ compensation insurance to obtain a dispensing permit and meet other requirements.

Senate Bill 139, which was passed by the General Assembly and signed by me, accomplishes the same purpose. Therefore, it is not necessary for me to sign House Bill 1237.

Sincerely,

Governor Martin O’Malley

House Bill 1237

AN ACT concerning

**Health Care Practitioners – Prescription Drug or Device Dispensing –
Medical Facilities or Clinics That Specialize in Treatment Reimbursable
Through Workers’ Compensation Insurance**

FOR the purpose of repealing a certain exception from the requirement that an individual be licensed by the Board of Pharmacy before the individual may practice pharmacy in the State; requiring a dentist, physician, or podiatrist who dispenses a prescription drug or device in the course of treating a patient at a medical facility or clinic that specializes in the treatment of medical cases reimbursable through workers’ compensation insurance to obtain a dispensing permit and meet certain other requirements; and generally relating to dispensing of prescription drugs or devices by dentists, physicians, or podiatrists.

BY repealing and reenacting, with amendments,
Article – Health Occupations
Section 12–102(g)
Annotated Code of Maryland
(2009 Replacement Volume and 2012 Supplement)

May 16, 2013

The Honorable Michael E. Busch
Speaker of the House
H–101 State House
Annapolis, MD 21401

Dear Mr. Speaker:

In accordance with Article II, Section 17 of the Maryland Constitution, today I have vetoed House Bill 1253 – *Natural Resources – Commercial Fishing – Licensing*.

This bill alters the annual fees and surcharges for specified commercial fishing licenses and authorizations and requires that specified tidal fish licensees obtain a harvester registration from the Department of Natural Resources. The bill authorizes the Department to issue a permit authorizing a person to commercially harvest specified fish species, subject to specified annual fees and repeals provisions of law that authorize the Department to establish and issue a commercial fishing apprenticeship permit.

Senate Bill 662, which was passed by the General Assembly and signed by me, accomplishes the same purpose. Therefore, it is not necessary for me to sign House Bill 1253.

Sincerely,

Governor Martin O'Malley

House Bill 1253

AN ACT concerning

Natural Resources – Commercial Fishing – Licensing

FOR the purpose of altering the annual fees and surcharges for certain commercial fishing licenses and authorizations; requiring that tidal fish licensees with certain authorizations obtain a harvester registration from the Department of Natural Resources; establishing a certain annual fee for the harvester registration; establishing that the harvester registration is nontransferable; authorizing the Department to issue a permit to commercially harvest certain fish species, subject to certain annual fees; authorizing the Department to adopt regulations establishing a permit to commercially harvest certain other fish species, subject to a certain maximum annual fee; repealing a provision of law authorizing a tidal fish licensee to catch striped bass for sale on payment of a certain annual surcharge; altering the amount of a certain annual surcharge for seafood marketing programs assessed on tidal fish licensees; exempting certain nonresident tidal fish licensees from a certain required annual surcharge; requiring the Department to accept applications for certain commercial fish license authorizations and to maintain a waiting list of candidates for each fishing activity in a certain order; repealing provisions of law that authorize the Department to establish and issue a commercial fishing apprenticeship permit, accept applications and annual fees for the permit, issue a certain license to a person who has completed an apprenticeship, adopt certain regulations related to the criteria required for an apprenticeship permit, and otherwise administer a commercial fishing apprenticeship permit process; authorizing a tidal fish licensee to renew a harvester registration annually; repealing a certain provision of law authorizing certain tidal fish license conversions; requiring certain licensees to possess a harvester registration when engaged in certain commercial fishing activity; altering certain standards for determining when a person is required to obtain a seafood dealer authorization; requiring certain persons to obtain a bait harvester permit under certain circumstances; establishing an annual fee for a bait harvester permit; requiring a licensee to provide the Department certain notification and pay a certain pound net activity registration fee in a certain time frame before setting a pound net; authorizing the Governor annually to include a certain appropriation in the State budget for a certain purpose; providing for certain corrections of cross-references and terminology; clarifying certain language; and generally relating to commercial fishing licensing.

BY repealing and reenacting, with amendments,
Article – Natural Resources

Section 4–701, 4–702, and 4–711(i)
Annotated Code of Maryland
(2012 Replacement Volume)

BY repealing

Article – Natural Resources
Section 4–701.1
Annotated Code of Maryland
(2012 Replacement Volume)

BY repealing and reenacting, without amendments,

Article – Natural Resources
Section 4–711(a), (b), and (h)
Annotated Code of Maryland
(2012 Replacement Volume)

BY adding to

Article – Natural Resources
Section 4–711(i)
Annotated Code of Maryland
(2012 Replacement Volume)

May 16, 2013

The Honorable Michael E. Busch
Speaker of the House
H–101 State House
Annapolis, MD 21401

Dear Mr. Speaker:

In accordance with Article II, Section 17 of the Maryland Constitution, today I have vetoed House Bill 1328 – *Estates and Trusts – Special and Supplemental Needs Trusts – Regulations by State Agencies*.

This bill requires each State agency that provides public benefits to individuals of any age with disabilities to adopt specified regulations that are not more restrictive than any State law regarding trusts and that do not require disclosure of a beneficiary’s personal or confidential information without the consent of the beneficiary.

Senate Bill 332, which was passed by the General Assembly and signed by me, accomplishes the same purpose. Therefore, it is not necessary for me to sign House Bill 1328.

Sincerely,

Governor Martin O'Malley

House Bill 1328

AN ACT concerning

**Estates and Trusts – Special and Supplemental Needs Trusts – Regulations
by State Agencies**

FOR the purpose of requiring each State agency that provides public benefits to individuals of any age with disabilities to adopt certain regulations that are not more restrictive than any State ~~statutes, regulations, or common~~ law regarding trusts and that do not require disclosure of a beneficiary's personal or confidential information without the consent of the beneficiary; providing that nothing in a certain provision of law shall be interpreted to require a court order to authorize a disbursement from a special or supplemental needs trust; establishing that a certain regulation enacted by a State agency regarding pooled special needs trusts shall apply only to certain trust beneficiaries; making stylistic changes; and generally relating to special and supplemental needs trusts.

BY repealing and reenacting, with amendments,
Article – Estates and Trusts
Section 14–115
Annotated Code of Maryland
(2011 Replacement Volume and 2012 Supplement)

May 16, 2013

The Honorable Michael E. Busch
Speaker of the House
H–101 State House
Annapolis, MD 21401

Dear Mr. Speaker:

In accordance with Article II, Section 17 of the Maryland Constitution, today I have vetoed House Bill 1360 – *Maryland Income Tax Refund – Anne Arundel County Warrant Intercept Program – Extension*.

This bill extends, from September 30, 2013, to September 30, 2018, the termination date of a program that requires the Comptroller to withhold, under specified

circumstances, the Maryland income tax refund of specified residents of Anne Arundel County with an outstanding warrant or specified individuals that have an outstanding warrant from Anne Arundel County. The bill requires the Comptroller to provide a report on or before December 1 of each year on the implementation of the programs.

Senate Bill 243, which was passed by the General Assembly and signed by me, accomplishes the same purpose. Therefore, it is not necessary for me to sign House Bill 1360.

Sincerely,

Governor Martin O'Malley

House Bill 1360

AN ACT concerning

Maryland Income Tax Refund – Anne Arundel County Warrant Intercept Program – Extension

FOR the purpose of extending the termination date of a certain program that requires the Comptroller to withhold the Maryland income tax refund of certain individuals with outstanding warrants under certain circumstances; requiring the Comptroller to provide a certain report annually; providing for the termination of certain provisions of this Act; and generally relating to withholding income tax refunds for outstanding warrants.

BY adding to

Article – Tax – General
Section 13–940
Annotated Code of Maryland
(2010 Replacement Volume and 2012 Supplement)

BY repealing

Chapter 451 of the Acts of the General Assembly of 2012
Section 2

BY repealing and reenacting, with amendments,

Chapter 451 of the Acts of the General Assembly of 2012
Section 3



**STATE OF MARYLAND
OFFICE OF THE GOVERNOR**

MARTIN O'MALLEY
GOVERNOR

STATE HOUSE
100 STATE CIRCLE
ANNAPOLIS, MARYLAND 21401-1925
(410) 974-3901
(TOLL FREE) 1-800-811-8336

TTY USERS CALL VIA MD RELAY

January 8, 2014

The Honorable Michael E. Busch
Speaker of the House
H-101 State House
Annapolis, Maryland 21401

Dear Speaker Busch:

In accordance with Article II, §11 of the Constitution of Maryland, I am pleased to submit for confirmation by the Maryland House of Delegates, an appointment made during the 2013 Recess of the General Assembly. I am confident you will find this individual to be well qualified for his respective office and deserving of your support for appointment confirmation.

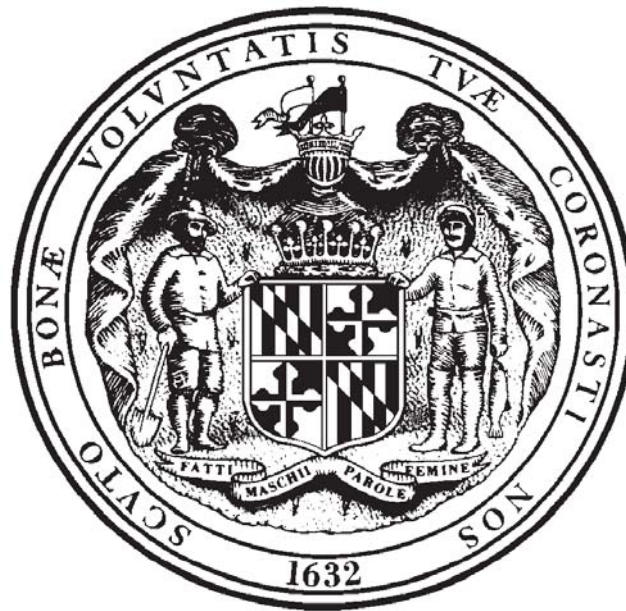
Sincerely,

Governor

CAROLINE COUNTY BOARD OF LICENSE COMMISSIONERS	
--	--

Gregory Eigenbrode 8646 Briarpatch Drive Denton, Maryland 21629 Caroline/36	Reappointment Member Term of 3 years from May 6, 2013
--	---

**REPORT OF THE
GENERAL ASSEMBLY
COMPENSATION COMMISSION**



**ANNAPOLIS, MARYLAND
JANUARY 2014**

General Assembly Compensation Commission

Member

Sean W. Glynn, **Chair**
E. Steuart Chaney
Joshua C. Greene
Kathryn Higgins
Mary C. Larkin
Ackneil M. Muldrow, II
Raymond L. Nix
Gene M. Ransom III
Gabriel Antonio Terrasa

Appointed By

Governor
President
Speaker
Speaker
Governor
Governor
Governor
President
Governor

Staff

Jonathan D. Martin
Simon G. Powell
Dana K. Tagalicolod

Support Staff

Maria S. Hartlein

For further information concerning this document contact:

Library and Information Services
Office of Policy Analysis
Department of Legislative Services
90 State Circle
Annapolis, Maryland 21401

Baltimore Area: 410-946-5400 • Washington Area: 301-970-5400

Other Areas: 1-800-492-7122, Extension 5400

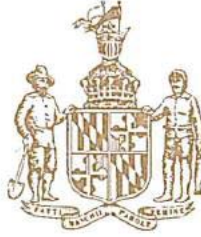
TDD: 410-946-5401 • 301-970-5401

Maryland Relay Service: 1-800-735-2258

E-mail: libr@mlis.state.md.us

Home Page: <http://mlis.state.md.us>

The Department of Legislative Services does not discriminate on the basis of race, color, national origin, sex, religion, or disability in the admission or access to its programs or activities. The department's Information Officer has been designated to coordinate compliance with the non-discrimination requirements contained in Section 35.107 of the United States Department of Justice regulations. Requests for assistance should be directed to the Information Officer at the telephone numbers shown above.



THE MARYLAND GENERAL ASSEMBLY
ANNAPOLIS, MARYLAND 21401-1991

GENERAL ASSEMBLY COMPENSATION COMMISSION

January 7, 2014

The Honorable Thomas V. Mike Miller, Jr.
President of the Senate

The Honorable Michael E. Busch
Speaker of the House of Delegates

Gentlemen:

On behalf of the members of the General Assembly Compensation Commission, it is my privilege to transmit to you the commission's twelfth quadrennial analysis of legislative compensation and allowances, an effort mandated by Article III, Section 15, of the Maryland Constitution.

The commission's Resolution, to be considered at the 2014 legislative session, makes the following changes from the 2010 Resolution which currently governs legislative compensation:

- The Resolution increases legislator salaries beginning in 2015. Specifically, the Resolution provides for a \$1,707 annual increase for four years for all legislators except for the Presiding Officers who will receive an annual increase over the same period of \$2,218.

While this equates to a 15.7% salary increase over the four years, it is recognition that legislative salaries have remained unchanged since 2006. The increase is based on the Consumer Price Index (CPI) since the last raise plus forecasted CPI for the upcoming four years.

- The Resolution changes a reference for reimbursement of in-state lodging from the Internal Revenue Service (IRS) to the General Services Administration (GSA) and allows for the reimbursement of in-state lodging at the appropriate local rate for attendance at functions approved by the Presiding Officers that are outside of Annapolis.

- The Resolution increases the annual in-district travel allowance from \$500 to \$750 to reflect increases in the cost of fuel.
- The Resolution ties the maximum reimbursement for meals and lodging expenses for approved out-of-state travel to the current federal domestic per-diem rates as established by GSA and removes the approval of reimbursement in excess of those rates.
- Beginning with the next term, the Resolution aligns participation in the State health program for former legislators to coverage provided to former State employees. Former legislators currently participating in the State health program will be able to continue to do so under the terms of the previous Resolution.
- The Resolution alters membership in the legislative pension plan by making it mandatory in order to avoid potentially adverse tax consequences for retirees.
- Recognizing the significant reforms made to the State employee and teacher retirement systems in 2011, the Resolution also amends the legislative pension plan by increasing the employee contribution to 7.0% (and making a corresponding technical change); and for legislators with no creditable service prior to January 14, 2015, the normal retirement age is increased to 62 years of age and the retirement age for a reduced service retirement allowance is increased to 55 years of age (and making a corresponding technical change).
- The Resolution also amends one optional form of retirement allowance based on IRS concerns. This change has already been made in the State employee and teacher retirement systems. Additionally, the Resolution repeals two optional forms of retirement allowances that have never been elected by any previous or current members.
- Again, in recognition of the reforms made to State employee and teacher retiree health benefits in 2011, for legislators with no creditable service prior to January 14, 2015, the Resolution alters the calculation of the State subsidy of retiree health benefit from one-sixteenth (1/16) of the full State subsidy to one-twentieth (1/20) of the full State subsidy for each year of service.

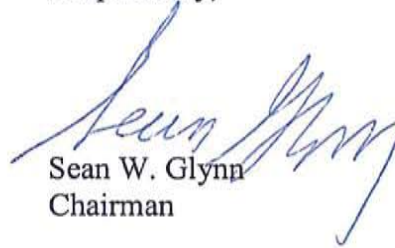
All other provisions of the current Resolution are maintained in the 2014 Resolution.

The Honorable Thomas V. Mike Miller, Jr.
The Honorable Michael E. Busch
January 7, 2014
Page 3

While not part of the formal Resolution, based on its discussions, the commission also requests that the Department of Legislative Services and the State Retirement Agency investigate the feasibility of providing a limited military service credit under the legislative pension plan; the feasibility of allowing the transfer of service credit into the legislative pension plan; and the impact of allowing the purchase of additional service credit (air time) on the legislative pension plan. The results should be presented to the next General Assembly Compensation Commission.

The members of the compensation commission have enjoyed the opportunity to serve and would be pleased to meet with you and members of the General Assembly to discuss the commission's findings and proposals.

Respectfully,



Sean W. Glynn
Chairman

SWG/SGP/msh

Maryland General Assembly General Assembly Compensation Commission 2013 Membership Roster

Sean W. Glynn, **Chair**

E. Stuart Chaney

Josh Greene

Kathryn Higgins

Mary C. Larkin

Ackneil M. Muldrow, II

Raymond L. Nix

Gene M. Ransom III

Gabriel Antonio Terrasa

Committee Staff

Jonathan D. Martin

Simon G. Powell

Dana K. Tagalicon

Support Staff

Maria S. Hartlein

Contents

Transmittal Letter.....	iii
Executive Summary	xi
Chapter 1. Introduction	1
Chapter 2. Compensation Principles, Background Materials, and Decisions.....	5
Chapter 3. Section-by-section Summary of the 2014 Resolution.....	21
Chapter 4. 2014 Resolution of the General Assembly Compensation Commission	27
Exhibits	51
Appendix 1. Minutes.....	117

Executive Summary

Pursuant to Article III, Section 15, of the Maryland Constitution, the General Assembly Compensation Commission submits its recommendations for legislative compensation and allowances during the 2015-2018 term of office. This report summarizes the compensation principles and information guiding the commission's determinations and presents the recommendations. As required by the Maryland Constitution, these recommendations have been incorporated in a resolution adopted by the commission (2014 Resolution).

The recommendations presented in the report have been guided primarily by three overarching principles. First, that the Maryland legislature is part-time, continues to be representative of a wide range of occupations and professions, and that this broad-based range of experience has long been considered an integral element of what the Maryland General Assembly represents. At the same time, much is expected of a legislator in terms of time and dedication of effort, ability to manage and determine appropriate action on multiple and complex issues, and a willingness to communicate regularly with constituents. This time commitment may come at a cost to the development of another career and the ability to easily plan for long-term goals. Second, the commission was very much cognizant that legislative salaries have remained unchanged since 2006 and other allowances have not been increased for much longer. Finally, the commission was also aware of the pension reforms enacted in 2011 that made substantial changes to the State employee and teacher pension systems.

Indeed, that same legislation directed the General Assembly Compensation Commission (along with other relevant commissions) to specifically look at the legislative pension plan in the context of those reforms.

The commission's recommendations concerning compensation seek to balance these overarching principles. Although the report separately discusses recommendations pertaining to salaries, expense allowances, other benefits, and pensions, the commission asks that the recommendations be viewed as a total compensation package. As a whole, the commission believes the proposals represent a balanced approach to compensation under the principles outlined in this report.

The commission recommends the following changes to the compensation package:

- The resolution increases legislator salaries beginning in 2015. Specifically, the resolution provides for a \$1,707 annual increase for four years for all legislators except for the Presiding Officers who will receive an annual increase over the same period of \$2,218.

While this equates to a 15.7% salary increase over the four years, it is recognition that legislative salaries have remained unchanged since 2006. The increase is based on the Consumer Price Index (CPI) since the last raise plus forecasted CPI for the upcoming four years.

- The resolution changes a reference for reimbursement of in-state lodging from the Internal Revenue Service (IRS) to the General Services Administration (GSA) and allows for the reimbursement of in-state lodging at the appropriate local rate for attendance at functions approved by the Presiding Officers that are outside of Annapolis.
- The resolution increases the annual in-district travel allowance from \$500 to \$750 to reflect increases in the cost of fuel.
- The resolution ties the maximum reimbursement for meals and lodging expenses for approved out-of-state travel to the current federal domestic per-diem rates as established by GSA and removes the approval of reimbursement in excess of those rates.
- Beginning with next term, the resolution aligns participation in the State health program for former legislators to coverage provided to former State employees. Former legislators currently participating in the State health program and current legislators who do not serve next term will be able to continue to do so under the terms of the previous resolution.
- The resolution alters membership in the legislative pension plan by making it mandatory in order to avoid potentially adverse tax consequences for retirees.
- Recognizing the significant reforms made to the State employee and teacher retirement systems in 2011, the resolution also amends the legislative pension plan by increasing the employee contribution to 7.0% (and making a corresponding technical change); for legislators with no creditable service prior to January 14, 2015, the normal retirement age is increased to 62 years of age and the retirement age for a reduced service retirement allowance is increased to 55 years of age (and making a corresponding technical change).
- The resolution also amends one optional form of retirement allowance and repeals two optional forms of retirement allowances based on IRS concerns. These changes have already been made in the State employee and teacher retirement systems.
- Again, in recognition of the reforms made to State employee and teacher retiree health benefits in 2011, for legislators with no creditable service prior to January 14, 2015, the resolution alters the calculation of the State subsidy of retiree health benefit from one-sixteenth (1/16) of the full State subsidy to one-twentieth (1/20) of the full State subsidy for each year of service.
- While not part of the formal resolution, based on its discussions, the commission also requests that the Department of Legislative Services and the State Retirement Agency investigate the feasibility of providing a limited military service credit under the legislative pension plan; the feasibility of allowing the transfer of service credit into the legislative pension plan; and the impact of allowing the purchase of air time on the legislative pension plan. The results should be presented to the next General Assembly Compensation Commission.

Outside these changes, the commission recommends that all other aspects of the 2010 Resolution currently governing legislative compensation be retained.

Chapter 1. Introduction

Prior to 1971, the State's Constitution established legislative salaries. Related allowances, including expense reimbursements and retirement benefits, were specified in statute. The salary could be changed only through a constitutional amendment ratified by the people in a general election. With the exception of a salary increase to \$2,400 in 1964, the voters defeated all the constitutional amendments relating to legislative salaries proposed from 1958 to 1971.

Believing that higher and more regularly adjusted legislative compensation would assist in the modernization of the General Assembly, the 1967-1968 Constitutional Convention included a provision in the proposed new Maryland Constitution giving the legislature the power to establish legislative compensation. After the voters rejected the proposed constitution in 1968, a study group appointed to recommend amendments to the existing constitution, proposed the creation of a legislative compensation commission.

A constitutional amendment, approved by the voters in 1970, created the nine-member General Assembly Compensation Commission and specified that the commission submit salary and allowance recommendations to the legislature every four years. The commission includes five persons appointed by the Governor, two appointed by the President of the Senate, and two appointed by the Speaker of the House of Delegates. Appointees serve a four-year term. The appointments should be made by the Governor and the Presiding Officers four years in advance of the session at which the commission's recommendations are submitted. This schedule seeks to provide the commission with greater independence. Members of the General Assembly and State and local government officers and employees are not eligible for appointment to the commission.

In 1976, the compensation commission provisions of the Maryland Constitution were changed to require uniformity of legislative compensation. The modification requires that all members, except officers of the Senate and the House of Delegates, receive the same rates of compensation and retirement benefits. The 1976 amendment negated a policy, established by the 1974 commission that had required members of the General Assembly employed by the State or local governments to receive reduced compensation.

The constitutional provisions, Article III, Section 15, (**Exhibit 1**) provide that:

- the compensation commission shall submit its compensation, allowances, and pension recommendations to the General Assembly by formal resolution within 15 days after the beginning of the last regular General Assembly session in a four-year term of office. In 2014, the commission must submit its resolution proposing compensation and allowances for the 2015-2018 General Assembly term by January 22, 2014;

- rates of compensation and pensions shall be uniform for all members of the General Assembly, except that the officers of the Senate and the House of Delegates (traditionally, the President and the Speaker) may receive higher compensation;
- compensation allowances may not be less than the dollar amounts prior to the establishment of the first compensation commission in 1970;
- through a joint resolution, the General Assembly may reduce or reject, but may not increase, any item in the resolution;
- the commission's resolution, with any reductions concurred in by joint resolution of the General Assembly, has the force of law and takes effect at the beginning of the next General Assembly; and
- the provisions of each resolution govern until superseded by a subsequent resolution.

The Maryland Constitution, as interpreted by the Attorney General, gives the commission exclusive jurisdiction over salaries, meal and lodging expense allowances, travel allowances, employee benefit programs, and the legislative retirement system. This exclusive jurisdiction extends only to payments made to the legislators themselves. Most prior commissions have not dealt with legislative district office accounts which fund Annapolis and district office space, equipment, utility, communication, and legislators' staff assistance costs. The annual legislative budget process establishes the district office account funding levels.

The General Assembly Compensation Commission Resolutions of 1971, 1974, 1978, 1982, 1986, 1990, 1994, 1998, and 2002 took effect as submitted, unchanged by the legislature. In each year, joint legislative resolutions reducing or rejecting items in the commission's resolution failed to pass both houses. In 2006, changes proposed by the commission were rejected by the legislature leaving compensation and other allowances unchanged from the 2002 Resolution. In 2010, changes proposed by the commission were also rejected by the legislature. However, the legislature also added a provision concerning the forfeiture of retirement benefits.

Exhibit 2 sets forth the process and time line by which a resolution takes effect. **Exhibit 3** summarizes the commission's preceding resolutions. **Exhibit 4** provides a more detailed comparison of the proposals made by the 2010 commission and the ultimate outcome of those recommendations.

Activities in 2013

The commission met three times in 2013. A summary of the various meetings and activities of the commission is as follows:

- **November 18, 2013** – At its organizational meeting, the commission scheduled future meetings and discussed the nature of the commission’s work. The commission was briefed by staff on applicable constitutional requirements and other legal issues, the legislative process pertaining to the commission’s resolution, elements of the current resolution, the recommendations of the 2010 commission and the outcome of those recommendations, and the composition and workload of the Maryland legislature.

The commission also began its briefings on legislative compensation with staff presenting information on legislative salaries in Maryland, expense allowances for Maryland legislators, other benefits available to Maryland legislators, and district office accounts.

- **December 2, 2013** – After briefing the commission on a number of follow-up items from the November 18, 2013 meeting, staff proceeded to provide information on the Legislative Pension Plan including a comparison to pension plans in other states. The commission also considered pension issues raised by the State Retirement Agency and from retired legislators concerning credit for military service and the transfer of service credit from other State retirement systems into the Legislative Pension Plan. The meeting also highlighted changes made to other State retirement systems in 2011. Language in the legislation enacting those reforms specifically asked the commission to review the Legislative Pension Plan and consider appropriate changes given the State’s pension liabilities. Time was also set aside to receive testimony from the public, legislators, and other interested parties. However, no testimony was offered. A former legislator who wished to testify was unable to attend the meeting, and the Chair agreed to extend public testimony to the subsequent meeting.
- **December 16, 2013** – At its decision meeting, the commission first took public testimony from a former legislator concerning a pension issue, then debated and voted on compensation issues and requested that the staff prepare a final report incorporating the commission’s recommendations and the resolution to be introduced at the 2014 session of the Maryland General Assembly.

Minutes of the first two meetings are provided in **Appendix 1**. The discussions of the decision meeting are incorporated into the text of the final report.

Chapter 2. Compensation Principles, Background Materials, and Decisions

The Commission's Framework for Decisionmaking

The commission's discussions on compensation centered on three broad themes.

The Part-time Status of Legislators

This commission recognizes, as have all past compensation commissions, that the Maryland legislature is a part-time institution, although interim work requires a substantial commitment of time and effort throughout the year. The commission considered the categorization of State legislatures adopted by the National Conference of State Legislatures (NCSL) that distinguishes between legislatures as follows:

- Full-time legislatures, where the legislative calendar and workload requires a legislator to commit the equivalent of 80% or more of a full-time job to legislative duties. Legislative salaries tend to reflect this commitment.
- Traditional or citizen legislatures, where the time commitment to legislative duties is less than 55% of a full-time job and salaries are likewise relatively modest.
- “Hybrid” legislatures, where the time commitment falls between the full-time and citizen categories. Legislative salaries are set likewise, but it would be expected that the member might need to earn additional outside income.¹

As shown in **Exhibit 5**, Maryland is categorized by NCSL as a hybrid legislature. One of the difficulties for the commission is how to accurately measure the time that legislators devote to their legislative work. The legislative session is 90 consecutive days, and establishes a base of working time, but for many legislators their legislative responsibilities go far beyond the session. Indeed, much is expected of a legislator in terms of time and dedication of effort, ability to manage and determine appropriate action on multiple and complex issues, and a willingness to communicate regularly with constituents. This time commitment may come at a cost to the development of another career and the ability to easily plan for long-term financial goals.

While the classification system to characterize State legislatures used by NCSL is subjective, it appears reasonable when set against other measures. For example, **Exhibits 6** and **7** detail staffing levels at State legislatures. Generally speaking, states with full-time legislatures and larger states tend to have more permanent staff per legislator and a higher overall staffing

¹ National Conference of State Legislatures. *Full-and Part-time Legislatures* (June 2009).

level (including session-only staff). Maryland falls around the national average in both measures.

Although there are some legislators in Maryland that describe themselves as full-time, as shown in **Exhibit 8**, the Maryland legislature retains a diverse membership, bringing different perspectives and experiences to the lawmaking process. In other words, it retains an important element of the truly citizen legislature, and this element has long been prized in Maryland.

In establishing the legislative compensation package, the commission was mindful not to set compensation that would change the direction of the legislature in either way. The commission was clear in its desire to attract persons with experience and ability who otherwise might not or could not run for office. The salary should be high enough to enable individuals to periodically leave their professions or businesses for legislative work. At the same time, the salary and benefit package should not promote a preponderance of full-time legislators. Yet again, the salary and benefit package should not be so low as to limit candidates to those with independent incomes. In all, a difficult balancing act.

There is no practical way to measure the influence of legislative compensation on an individual's decision to serve. Indeed, the commission expressed doubt that legislative salaries and benefits deterred individuals from, or attracted individuals to, running for office, although anecdotally examples were known where members declined to remain in office beyond one or two terms because of financial concerns. In any event, the level of candidacy for office does not seem markedly different from one term to the next, and while the level of turnover in recent elections (**Exhibit 9**) is perhaps lower overall compared to 30 years ago, the primary driver for turnover remains redistricting with higher levels of turnover typically seen after a decennial reapportionment (1974, 1982, 1994, and 2002 in that exhibit).

Certainly, the tenure of the current legislators would indicate that the legislative salary and benefits plays little role in members seeking re-election. **Exhibit 10** details the total legislative service for current Senators (assuming completion of the current term). Only 4 Senators have less than two terms of legislative service, with the average length of legislative service totaling 17.5 years. Average length of service in the Senate is boosted primarily by the extent of prior service in the House of Delegates (34 Senators having some prior House service). **Exhibit 11** provides the same data for current members of the House of Delegates (again assuming completion of the current terms). The average length of legislative service is somewhat lower but still averages 13 years.

Recent Inaction on Legislative Salaries and Benefits

The commission was very much cognizant that legislative salaries have remained unchanged since 2006 and other allowances have not been increased for much longer. In 2006, the commission did not recommend any increase, and in 2010, the recommended increase was rejected by the legislature because of the prevailing economic conditions. From the first meeting

of the commission, there was general consensus that some consideration needed to be given to the lack of increase over the previous eight years.

2011 Reforms of State Employee Pensions

Chapter 397 of 2011 (the Budget Reconciliation and Financing Act of 2011) made significant changes to State employee and teacher and other retirement plans. The legislation also included specific language directing the General Assembly Compensation Commission and other appropriate salary commissions to “taking into account the sustainability of the pension systems, include specific recommendations in their respective reports concerning appropriate benefit and member contributions.”

The commission fulfilled this charge not only by reviewing the Legislative Pension Plan itself, but also specifically looking at the changes made to other retirement plans and how those plans compared to the Legislative Pension Plan.

In summary, the commission’s recommendations concerning compensation, seek to balance these three overarching principles. Although the report separately discusses recommendations pertaining to salaries, expense allowances, other benefits, and pensions, the commission asks that the recommendations be viewed as a total compensation package. As a whole, the commission believes that the proposals represent a balanced approach to compensation under the principles outlined in this report.

Legislative Salaries

The commission reviewed a variety of salary data in order to judge the adequacy of legislative salaries. The first point of comparison was to compare Maryland’s legislative salaries with other states although it should be stressed that the duties, responsibilities, and compensation of legislators in other states are partially a function of institutional characteristics. For instance, according to NCSL, 10 states (California, Florida, Illinois, Massachusetts, Michigan, New Jersey, New York, Pennsylvania, Ohio, and Wisconsin) are considered to be full-time legislatures. Among states with part-time legislatures, session lengths vary considerably with some states meeting only every other year. **Exhibit 12** sets out comparative data as to 2013 salaries and session lengths.

Given the institutional variations and the lack of information documenting the time that legislators across the states devote to legislative business, it is difficult to precisely compare Maryland’s legislative compensation with that of other states. Nonetheless, the comparison to other states shows that Maryland’s legislative salary is the thirteenth highest in the nation, fourth only to Alaska, Hawaii, and Delaware in terms of non-full-time legislatures. As shown in **Exhibit 13**, which sets forth comparative salary data for state legislators across the country over recent years, the relative salary for members of the Maryland General Assembly in 2013 fell by

two places from 2009. However, overall, the salary has basically retained its relative standing despite the fact that the salary has remained unchanged since 2006.

The data from Exhibit 13 shows that only eight states saw a legislative salary increase between 2009 and 2013 (Pennsylvania, Alaska, Delaware, Oregon, Idaho, Arkansas, Rhode Island, and Maine), with five states having a reduction in legislative salaries in the same period (California, Michigan, Massachusetts, Hawaii, and Florida). All of the other states, like Maryland, saw no change in legislative salaries.

A different kind of state-by-state comparison is by budget size. Among those states with budgets comparable in size to Maryland's (see **Exhibit 14**), Maryland's legislative salaries ranked the highest. In Exhibit 14, all of the other states have smaller budgets. For those 14 states with larger budgets (see **Exhibit 15**), most states have higher legislative salaries (9). However, there are some states with significantly larger budgets (notably, Texas, Florida and North Carolina) where the legislative salaries are much lower. The better predictor of legislative salary remains whether the legislature is considered full-time.

Another point of comparison is to compare State legislative salaries and salary increases with other State and local officials as well as State employees. For example, a summary of State employee and legislator salary changes since fiscal 1999 (**Exhibit 16**), shows that State employees received five general salary increases (cost-of-living adjustments (COLA)) and four merit increases in the last eight fiscal years when legislators have received no increase. Additional detail on State employee compensation (**Exhibit 17**) was also reviewed.

Exhibit 18 sets forth legislative salary increases compared to several price indices, Maryland personal income, and State employee general salary increases for the last six legislative terms of office. Prior to 2007, with the exception of the dramatic increases between 2003 and 2006 (38.1%), legislative salaries generally lagged behind Maryland personal income and State and Local Government Compensation. It also tended to lag behind the Consumer Price Index (CPI) – All Urban Consumers but outperform State employee general salary increases (although that understates overall State employee compensation as it excludes increments). Obviously, since 2007, the lack of any increase in legislative salaries results in a lag against all indices.

The salaries of selected Maryland State officials, including constitutional officers, cabinet secretaries, and judges are set forth in **Exhibit 19** for fiscal 2007 through 2014. It shows that while the salaries of constitutional officers were similarly frozen in the current term, salaries of deputy constitutional officers, judges, and most cabinet heads showed increases, some significant.

Looking at compensation at the local level, salaries for eight county councils/county commissioners are higher than that of State legislators (Carroll, Frederick, Charles, Baltimore, Howard, Prince George's, and Montgomery counties and Baltimore City), with that of Prince George's and Montgomery counties more than double the State legislative salary

(**Exhibit 20**). Legislative salaries in the six most populous counties and the Baltimore City Council have increased at widely varying rates both long-term since fiscal 2002 and in the past four years (**Exhibit 21**). As would be expected, salaries for the chief executive of those jurisdictions easily outstrip State legislative salaries (see **Exhibit 22**). Indeed, the county executives of Montgomery, Prince George’s, and Howard counties plus the mayor of Baltimore City enjoy salaries above that of the Governor of Maryland, with the county executive of Baltimore County on par with the Governor. More generally, local salary increases in the current fiscal year are uneven across the State (**Exhibit 23**).

Finally, in **Exhibit 24**, median household income and per capita personal income levels for each Maryland jurisdiction are presented. For calendar 2011, the latest year for which information is available, the average per capita personal income statewide was \$50,656, more than the 2013 legislative salary of \$43,500. The legislative salary is actually above the average per capita income in 10 jurisdictions. Conversely, it is 60% below that of the wealthiest jurisdiction (Montgomery County). A legislative salary is also well below the statewide average median household income of \$70,075 (although still higher than median household income in 5 jurisdictions), underscoring the notion that a Maryland legislative salary will typically need to be supplemented in some way by the individual member or a household family member in most parts of the State.

Salary Recommendations

In developing its recommendation concerning legislative salaries, the commission’s deliberations began with a review of what might be considered the total compensation of a State legislator. **Exhibit 25** summarizes that effort, detailing not only salaries, but also based on the knowledge that most legislators choose to take health insurance benefits through the State health plan (see **Exhibit 26**), the costs and benefits associated with that health insurance plus the current retirement contribution. In addition, Exhibit 25 details the retirement benefits that accrue to a legislator based on the current legislative pension plan, again assuming that the legislator opts to take advantage of State employee retiree health benefits.

Given the general consensus that there should be some form of “catch-up” for the recent stagnation in legislative salaries, the commission first reviewed **Exhibit 27**, which provided various options for what an appropriate catch-up amount might be. The five options presented were:

- the CPI for 2007-2014 which provided for a 10.2% growth over the period;
- a calculation of the amount of take-home pay for a State employee with a starting salary of \$43,500 in 2007 (also the legislative salary) over the 2007-2014 period including all general salary increases (COLAs), increments, one-time bonuses, furloughs, and

increased pension contributions compared to legislative take-home pay over the same period (the State employee total salary amount was 11.2% higher);

- State employee cumulative general salary increases between 2007 and 2014 (12.0%);
- growth in Maryland personal income between 2007 and 2014 (17.7%); and
- the actual salary growth (unadjusted for reductions) for a State employee with a starting salary of \$43,500 in 2007 over the 2007-2014 period (22.0%).

The commission also considered options for providing not only an increase to offset recent stagnation in legislative salaries but also provide for some future increase between 2015 and 2018. Discussion focused on **Exhibit 28** which added projected CPI growth over the 2015-2018 period (5.5%) to each of the indices noted in Exhibit 27.

After discussion as to whether to provide a catch-up amount only or to also afford some measure of future increase, on a vote of 7-2, the commission recommended increasing the legislative salaries for both legislators and the Presiding Officers by the combined amount of the CPI for 2007-2014 and projected for 2015 to 2018 with this increase allotted equally over the four-year period. This represents a \$1,707 annual increase for four years for all legislators except for the Presiding Officers who will receive an annual increase over the same period of \$2,218. Voting in favor of this proposal were Mr. Glynn, Mr. Greene, Ms. Higgins, Ms. Larkin, Mr. Nix, Mr. Ransom, and Mr. Terrasa; voting against were Mr. Chaney and Mr. Muldrow.

Expense Reimbursements

Other states' comparisons have less relevance for per diem expense reimbursements, which should be a function of actual costs rather than institutional characteristics or legislative workloads. Nevertheless, it is worth noting that most states have some kind of per diem or expense reimbursement allowance, and most states, like Maryland, tie those reimbursements to some external measure such as federal per diem rates.

In-state Travel

The current resolution establishes guidelines for the reimbursement of expenses incurred for food and lodging while engaged in specified legislative activities in Maryland. Legislators receive a meal allowance in the same combined amount that is allowed State employees under the standard State travel regulations (\$42 per day in fiscal 2014) without having to supply receipts. Lodging reimbursements must be supported by receipts and are subject to the limits specified by the Internal Revenue Service (IRS) for Annapolis (\$101 per day in 2013). Legislators may be reimbursed for expenses incurred in traveling between a member's home and place of session, meeting, or legislative function at the standard mileage rate set for State

employees under the standard State travel regulations (56.5 cents per mile in fiscal 2014 through December 1, 2013, 56 cents per mile beginning on January 1, 2014).

These in-state expenses have been tied to these various external standards for some considerable time: mileage since 1975, lodging since 1995, and meals since 2003.

The resolution also provides that legislators are entitled to a \$500 nonvouchered annual payment for travel within a member's district. This payment was introduced in 1987 although has remained unchanged since 2002.

Exhibit 29 provides data for fiscal 2010-2013 for regular session, special session, and interim expenses for lodging, meals, and mileage. The significant drop in lodging expenses between fiscal 2010 and 2013 is attributed to a substantial reduction in lodging rates in Annapolis and lodging utilization by legislators also generally declining (as evidenced by an increase in legislators claiming either occasional or no lodging reimbursement from fiscal 2009 to 2013, see **Exhibit 30**).

Exhibit 31 illustrates patterns of meal allowance submissions by legislators during the 2010, 2011, 2012, and 2013 sessions. This continues the pattern since the meal reimbursement was tied to the State Standard Travel Regulation in 2003: most legislators consistently request 100% of the daily limit for the entire session.

Out-of-state Travel

Under the current resolution, any legislator who wishes to be reimbursed for actual expenses incurred for registration fees, meals, lodging, and travel in attending a function outside the State must seek prior approval of the President of the Senate and the Speaker of the House. The Presiding Officers develop guidelines for out-of-state travel and may utilize Maryland's standard travel regulations to the degree applicable subject to limitations contained in the resolution. Out-of-state travel requests must be in writing and be authorized by both Presiding Officers, with the amount of reimbursement for registration fees approved in advance. The maximum reimbursement amount for meal and lodging expenses is determined by joint action of the Presiding Officers and cannot exceed \$225 per day. The Presiding Officers may authorize an amount greater than \$225 per day if a legislator is representing the State or traveling as part of a State delegation and the costs of the travel exceed the limit due to the nature of the travel or the high cost of meals and lodging in the out-of-state location.

The guidelines for out-of-state travel have evolved over time: the requirement for prior approval established in 1975, dollar limits on travel imposed in 1983, exceptions to the dollar limits in place since 1995, and the current \$225 limit (with exceptions) in place since 2003.

Exhibit 32 provides data on the extent of out-of-state travel from fiscal 2010 to 2013 (transportation and registration costs are included to provide an overall sense of expenditures, although these costs are not part of the commission's jurisdiction). **Exhibit 33** provides more

longitudinal data. Overall expenses fluctuate widely from year to year, and are primarily influenced by the location of various annual conferences that are frequently attended by legislators (*e.g.*, NCSL, Southern Legislative Conference, and Council of State Governments), as well as the willingness of the Presiding Officers to authorize out-of-state travel.

It is interesting to compare the current \$225 limit with frequently used lodging and meal reimbursement rates. **Exhibit 34**, for example, provides an 18-city sample of rates under the General Services Administration (GSA) and IRS High-Low methodology. The current \$225 limit is close to the GSA 18-city average; although, the need for an exception is clear for many cities.

Expense Recommendations

The commission finds that the current framework for expense reimbursements is generally appropriate. The changes recommended are primarily to expand the current framework which ties reimbursement to generally accepted external reimbursement standards. The recommended changes, which were all agreed to unanimously, are as follows:

- Changing a reference for reimbursement of in-state lodging from the IRS to GSA since the IRS no longer publishes reimbursement rates, and allowing for the reimbursement of in-state lodging at the appropriate local rate. The current provision limits reimbursement to the Annapolis rate for attendance at functions approved by the Presiding Officers that are outside of Annapolis. This change does not alter the requirements concerning when such lodging is reimbursed, it simply aligns reimbursement to the appropriate local rate which might be higher or lower depending on where the function is taking place.
- Regarding the annual in-district travel allowance, it was noted that fuel costs have risen significantly since the last increase in this allowance in 2003 and an increase from \$500 to \$750 was recommended.
- Concerning out-of-state travel, the commission noted that over the years, where possible, prior commissions have gradually aligned expense reimbursements to external standards. Many other states have adopted a similar stance. This stance eases the need for independent calculation of appropriate expenses and also allows for automatic adjustments within the term as those external standards change. The commission proposed to extend this approach to out-of-state travel for legislators. While retaining the current requirements for prior approval of out-of-state travel, the commission recommended that the current \$225 per diem limit for meals and lodging be replaced by the most current federal domestic per diem rates as established by the U.S. General Services Administration. Given that these rates already reflect local variation, this recommendation also included the removal of the current provision allowing the Presiding Officer's to provide written approval to exceed the maximum per diem rate.

Other Benefits Available to Active Legislators

The 2010 Resolution permits legislators to participate in benefit programs generally available to all State employees including health insurance, prescription drug plan, dental insurance, accidental death/dismemberment, term life insurance, long-term care insurance, tax sheltered spending accounts, deferred compensation programs (although no State match is available to members), Workers' Compensation coverage, and Credit Union services. Participation is in the same manner as the participation of State employees and includes payroll deductions directly relating to these programs. However, legislators may not receive State employee death benefits or paid leave and may not participate in the State's unemployment insurance program.

Amongst the other benefits enjoyed by legislators is an ability to continue to participate in the State Health Plan after they leave office. Participation required the former legislator to pay the full cost of the health insurance and a 2% administrative charge. These benefits, more commonly known as COBRA coverage, are generally available to State employees for 18 months after termination of employment (with certain exceptions). However, for former legislators, COBRA benefits are available without any time limit or until the former legislator declines to participate, becomes eligible for health insurance through another employer, or retires.

Although the origin of this indefinite COBRA coverage is unclear, it was thought to stem from the fact that a former legislator can potentially lose benefit coverage involuntarily (through the loss of an election). However, in the changing health care environment where health insurance is now more widely available and is available without consideration of pre-existing medical conditions, the commission unanimously agreed to change this COBRA coverage. Specifically,

- Beginning with the next term, the resolution aligns participation in the State health program for former legislators to coverage provided to former State employees. Former legislators currently participating in the State health program and current legislators who do not serve in the next term will be able to continue to do so under the terms of the previous resolution.

Pension Plan

Current Benefit

Under the current resolution, participation in the Legislative Pension Plan is optional. A member must accumulate 8 years of service credit in order to vest in the pension plan and thus be eligible to receive benefits. The member contribution rate is 5% of the member's salary for up to

22 years and three months. Legislative service beyond this does not earn additional retirement benefits. In addition, the member does not make any further contributions.

To receive a normal service retirement allowance from the plan, in addition to accumulating eight years of service credit, a member must also be age 60. A member may retire as early as age 50, but benefits will be reduced by 6.0% for each year the member is less than age 60 (a maximum reduction of 60.0%). The retirement allowance at age 60 equals 3% of the salary of an active legislator in a similar position for each year of service. The maximum allowance is 66.67% of the salary payable to an active legislator. Following retirement, post-retirement allowance increases are based upon increases in the salary of an active legislator.

There is a death benefit for legislators with less than eight years of service that provides to the surviving spouse, or designated beneficiary, if there is no surviving spouse, a lump-sum payment of one year's salary plus a return of member contributions with 4% interest. There is also a death benefit for legislators with eight or more years of service (vested members) or former vested members who are not yet receiving a benefit. In that case, the surviving spouse, or designated beneficiary, if there is no surviving spouse, may elect (1) the lump-sum payment of one year's salary plus a return of member contributions with 4% interest; or (2) a monthly benefit of 50% of the allowance accrued at the member's death. Payment to the surviving spouse begins at the member's death. Payment to the designated beneficiary begins at age 60 (or actuarially reduced at age 50). Finally, the surviving spouse or designated beneficiary, if no surviving spouse, of a retired legislator receives a monthly survivor benefit of 50% of the allowance accrued at the member's death. Payment to the surviving spouse begins at the member's death, while payment to a designated beneficiary begins at age 60 (or actuarially reduced at age 50).

Exhibit 35 examines demographic data regarding the membership in the Legislative Pension Plan, specifically the number, average age, and years of creditable service of active legislators in the plan. This exhibit shows that there are 185 active legislators participating in the plan (3 members have elected not to join the plan), of whom approximately 62% have served eight years or more in office and thus are vested.

Exhibit 36 presents the number, average age, average monthly benefit, and average years of service of retired legislators. The statistics show that the average monthly benefit for retirees under the current Resolution is \$1,448; for beneficiaries, the average monthly benefit is \$767. On average, these retirees had served as legislators for 14.3 years.

2011 Pension Reforms

As noted above, the commission was charged with reviewing the Legislative Pension Plan in the context of the significant reforms to State retirement systems provided for in Chapter 397 of 2011. **Exhibit 37** summarizes those changes. In the context of those reforms, **Exhibit 38** makes a comparison of the Legislative Pension Plan to the pension plans available to the Governor, judges, State employees, and teachers, and the State Police and other law enforcement

officers. A specific example comparing the pension and the cost and benefits of retiree health benefits for a legislator and a State employee at the same salary level pre- and post-reform is summarized in **Exhibit 39**.

Legislative Pensions in Other States

Over 75% of states have legislative pension plans. Although direct comparisons are difficult to make, these other plans offer perspective in evaluating Maryland's legislative pension plan, which appears to provide relatively generous retirement benefits.

Exhibit 40 includes a state-by-state comparison of the retirement benefits accruing to legislators and the contributions or cost which a legislator must pay to be a member of the retirement plan. As indicated in Exhibit 40, Maryland's legislative pension plan ranks tenth among 37 states reporting information on their legislative pension benefits with respect to the benefits accruing to retired legislators. However, because a number of states have recently reformed their legislative pension plans, the value of the Maryland benefits ranks thirteenth overall in terms of the 42 different pension plans reviewed.

Of the states with higher benefits than Maryland's, six are considered full-time legislatures. Of part-time legislatures in the survey, Maryland ranks fourth.

As a percentage of salary, Maryland provides a retiree with 12 years of service a benefit equal to 36% of the salary of a current legislator, and a retiree with 20 years of service a benefit equal to 60% of the salary of a current legislator. For a 20-year legislator, 10 states offer benefits that equate to a higher percentage of salary than Maryland's.

In terms of relative contribution rates, **Exhibit 41** details that Maryland's current legislator contribution rate of 5% ranks sixteenth amongst those states in the survey (five states have no contribution rate, Nevada has the highest contribution rate, 15%). The Legislative Pension Plan has a relatively generous benefit multiplier of 3%, which ranks tenth (**Exhibit 42**). Other points of comparison between the Legislative Pension Plan and those in other states are detailed in **Exhibit 43**.

Pension Plan Recommendations

Based on the material presented, the commission made a series of recommendations to change the existing Legislative Pension Plan. These recommendations were driven by two factors: the need to recognize the changes made to other State retirement plans in 2011; and the importance of ensuring that the plan meets IRS guidelines. Specific changes:

- The commission recommended that participation in the Legislative Pension Plan be mandatory. This recommendation was made in the context of a concern raised by the

State Retirement Agency (SRA) about the optional nature of the Legislative Pension Plan. Specifically, that there is no time limit within which a member must opt in and a member can opt in or out multiple times. SRA has concerns that there are potentially adverse tax consequences to retirees with such an open-ended optional provision. SRA had suggested retaining the optional provision but requiring a legislator to make an irrevocable decision within six months of taking office about whether or not to join the plan. The commission considered this option, but recommended unanimously to make participation mandatory consistent with other State retirement plans. As they noted, all but three members of the current General Assembly currently participate in the plan.

- The commission recommended, again unanimously, to increase the employee pension contribution for all legislators from 5 to 7%. This change is consistent with the increase in the contribution made to the State employee and teacher and Law Enforcement Officers' retirement plans in 2011.
- Regarding service retirement eligibility and allowance, the commission first chose not to alter the vesting period of 8 years (or two full terms). Although this allows a legislator to vest after 8 years of creditable service compared to a State employee or teacher hired on or after July 1, 2011, who must have 10 years of creditable service to vest, legislators previously had a longer vesting period (8 years compared to 5 years for employees hired prior to July 1, 2011), and the commission believed that it was important to align the vesting periods with legislative terms. In that regard, the commission thought increasing the vesting period to three full terms was too great a change.

The commission also unanimously agreed to maintain the current 3% benefit multiplier. Although the benefit multiplier was reduced for State employees and teachers hired on or after July 1, 2011, the commission opted to retain the current multiplier given the increase in the employee contribution.

However, the commission unanimously agreed that for legislators with no creditable service prior to January 14, 2015, the normal retirement age be increased to 62 years of age and the retirement age for a reduced service retirement allowance be increased to 55 years of age. These increases are intended to broadly match in intent, if not specificity, similar increases in the retirement age for new State employees hired on or after July 1, 2011.

- In response to recommendations made by SRA, the commission unanimously proposed changes to an existing optional form of reduced retirement allowance in order to conform to current IRS regulations. Specifically, the commission recommended amending the 100% joint and survivor option (Option A) to prevent a member who elects this option from designating a non-spouse as a beneficiary, if the non-spouse is more than 10 years younger than the member. This change has already been made in other State retirement plans.

In addition the commission also recommended repealing Options B and C noting that these options have never been used, and that SRA had in any event raised issues about Option C because of IRS concerns. All of these actions were agreed to unanimously.

- The commission also concurred in a number of technical and stylistic changes.

A number of other pension proposals were considered by the commission but ultimately rejected. Specifically:

- The commission debated the provision in the Legislative Pension Plan that allows a legislator to purchase future service credit (known as buying air time) in order to vest in the system. While this provision is seldom used, it is unique to the Legislative Pension Plan. The provision allows any legislator with less than 8 years of creditable service to purchase service credit in order to reach the 8 years of creditable service needed to be able to collect a retirement allowance and be eligible for other retirement benefits. A proposal was made to eliminate this practice. It was recognized that, unlike other State employees, legislators are more likely to lose the ability to earn service credit because of losing an election. However, it was argued, that that is the nature of the electoral system and the political process into which legislators willingly insert themselves. The proposal was defeated by a vote of 6-3. Members voting against this proposal were Mr. Glynn, Mr. Greene, Ms. Larkin, Mr. Nix, Mr. Ransom, and Mr. Terrasa; those voting for were Mr. Chaney, Ms. Higgins, and Mr. Muldrow.
- The commission also discussed the feature of the Legislative Pension Plan that provides for death benefits to go to a surviving spouse and does not allow the surviving spouse to waive the right to a spousal benefit in favor of another beneficiary. Some, but not all, of the other State retirement plans do allow for a spousal waiver. A proposal was made to add a spousal waiver provision to the Legislative Pension Plan. The proposal was narrowly defeated 5-4. Members voting against the proposal were Mr. Glynn, Mr. Chaney, Ms. Higgins, Mr. Nix, and Mr. Ransom; those voting for were Mr. Greene, Ms. Larkin, Mr. Muldrow, and Mr. Terrasa.
- The commission also received testimony from a former legislator requesting consideration of a proposal that would allow legislators who have service credit in another State retirement plan but insufficient credit to receive a pension to transfer that credit into the Legislative Pension Plan. Similarly, testimony was received from another former legislator requesting that some service credit be allowed for military service (a provision recommended by the 2010 commission but rejected by the legislature).

In general, while the commission was sympathetic to the individual legislators, there was discomfort about the potential impact of such changes on the Legislative Pension Plan. Although the plan is small and any changes would likely be financially modest in terms of the State's total pension liabilities, the sentiment of the commission was to be mindful

of the charge made to it reviewing the plan as a whole in the context of the State's overall pension liabilities. Further, accepting these changes in principle would mean decisions about whether to make the change retroactively and/or prospectively, if service credit should be purchased and how to do that and so forth. Without more information about costs, the commission was uncomfortable making a definitive recommendation. Accordingly, the commission asked the Department of Legislative Services and SRA to review these two issues as well as the purchase of service credit provision (air time) and prepare a report for the next General Assembly Compensation Commission.

Other Benefits Available to Retired Legislators

Retired legislators may participate in State benefit programs available to retired State employees. Except for spending accounts and workers' compensation coverage, these programs are the same as those for active legislators.

Retired legislators qualify for the State health program subsidy if vested (8 years of service). The amount of the subsidy is 1/16 of the full State subsidy for each year of service. This means that upon reaching the normal retirement age a former legislator with 8 years of service is eligible to receive 50% of the State subsidy for health insurance. Those with 16 or more years qualify for 100% of the subsidy. Concerns about future retiree health liabilities resulted in a change in eligibility for retiree health benefits for State employees in 2011 (see previously referenced Exhibit 37). Specifically, for State employees hired on or after July 1, 2011, eligibility mirrored the new retirement allowance vesting period of 10 years (up from 5 years) and the program subsidy was reduced from 1/16 of the full State subsidy for each year of service to 1/25 of the subsidy for each year of service.

The commission believed that a similar change was warranted for retired legislators. However, mindful of the need to keep the vesting period aligned with legislative terms and the fact that a legislator can currently earn no more than 22 years and three months of creditable service, the following recommendation was considered:

- For legislators with no creditable service prior to January 14, 2015, the resolution alters the calculation of the State subsidy of retiree health benefit from one-sixteenth (1/16) of the full State subsidy to one-twentieth (1/20) of the full State subsidy for each year of service. Voting in favor of the proposal were Mr. Glynn, Mr. Chaney, Mr. Greene, Ms. Higgins, Ms. Larkin, Mr. Muldrow, Mr. Nix, and Mr. Ransom; voting against the proposal was Mr. Terrasa.

District Office Accounts

The commission does not have jurisdiction over district office accounts or other items which legislators do not receive as individuals. For information purposes, however, the

commission was presented with material regarding the amount and use of district office expenses (**Exhibit 44**), a history of district office account allowances since 1971 (**Exhibit 45**), and information on staff assistance for members of the legislature (**Exhibit 46**).

Other

During the 2010 deliberations on the resolution of the General Assembly Compensation Commission, the legislature added a new forfeiture of retirement benefits provision. The provision establishes that, under certain circumstances, a legislator can forfeit retirement benefits payable to them or the member's beneficiary. Specifically, benefits are forfeited if the member is convicted of a crime committed during the member's term of office; which is a felony or is a misdemeanor related to the member's public duties and responsibilities and involves moral turpitude for which the penalty may be incarceration. The language mirrors language in Chapter 147 of 2012 concerning the automatic removal of legislators for certain offenses, legislation that resulted in a constitutional amendment approved in 2012.

Since this provision had never been reviewed by a General Assembly Compensation Commission it was specifically brought to the attention of the current commission. The commission unanimously agreed to affirm the existing language.

Chapter 3. Section-by-section Summary of the 2014 Resolution

Salaries

Item 1A – Members

2015	\$45,207
2016	46,915
2017	48,622
2018	50,330

Item 1B – President/Speaker

2015	\$58,718
2016	60,935
2017	63,153
2018	65,371

Expenses

Item 2A

Lodging (In-state)

Vouchered lodging reimbursement in Annapolis subject to limits specified by the U.S. General Services Administration (GSA) rate for Annapolis (currently \$101 per diem). If approved by the presiding officers, in-state lodging outside of Annapolis may be reimbursed at the appropriate local GSA rate.

Meals (In-state)

Reimbursed in accordance with standard State travel regulations (\$42 total in fiscal 2014); no meal receipts required.

Item 2B

Mileage (In-state)

Reimbursed in accordance with standard State travel regulations (56 cents per mile effective January 1, 2014).

Item 2C

In-district travel

\$750 annual payment.

Item 2D

Out-of-state travel

Subject to the most current published Federal General Services Administration daily per diem rates for meals and lodging.

Item 2E – Fringe Benefits – Current Legislators

Former legislators currently participating in the State health benefits program and current legislators who do not serve in the next term will be able to continue to participate in the program and remain eligible until they (1) decline to participate; (2) become eligible for health coverage through another employer; or (3) retire. For legislators joining the General Assembly on or after January 14, 2015 participation in the State health benefits program for former legislators will be aligned with that provided to former State employees.

In either case, departing legislators must pay full cost of the insurance plus a 2% administrative charge.

May participate in certain benefit programs available to State employees (*i.e.*, insurance programs, tax sheltered accounts, deferred compensation programs, credit union services, deductions for charitable contributions, workers' compensation coverage, and payroll deductions relating to these programs). May not participate in the State's unemployment insurance program or receive death benefits and paid leave.

Pension and Retirement Provisions

Item 3A

Participation	Mandatory enrollment.
Vesting	After eight years of creditable service.
Member Contribution	7.0% of annual salary, up to 22 years and three months.
Retirement Allowance	3.0% of salary of active legislator for each year of service.
Maximum Allowance	66.67% of salary payable to an active legislator.
Cost-of-living Adjustment	Benefit recalculated based on salary increases for active legislators.

Eligibility

(Members with creditable service before January 14, 2015)

Normal Retirement	Age 60 with at least eight years of service.
Early Retirement	Age 50 with at least eight years of service, actuarially reduced 6.0% for each year under age 60 (maximum reduction 60.0%).

(Members with no creditable service before January 14, 2015)

Normal Retirement	Age 62 with at least eight years of service.
Early Retirement	Age 55 with at least eight years of service, actuarially reduced 6.0% for each year under age 62 (maximum reduction 42.0%).

Survivor's Allowance/Death Benefit

Non-vested, Active Legislator	Surviving spouse, or designated beneficiary if no surviving spouse, receives lump-sum payment of one year's salary, if any, plus return of member's contributions (with interest).
Vested Active or Former Legislator	If there is no spouse and the member has designated multiple beneficiaries, then the beneficiaries share equally the lump-sum payment noted above.

Report of the General Assembly Compensation Commission

Surviving spouse, or designated beneficiary if no surviving spouse, may elect either the lump-sum payment noted above or a monthly benefit of 50% of allowance accrued at member's death. Payment to surviving spouse begins at member's death. Payment to designated beneficiary begins at age 60, or actuarially reduced at age 50.

If there is no spouse and the member has designated multiple beneficiaries, then the beneficiaries share equally the lump-sum payment noted above.

Retired Legislator

Surviving spouse, or designated beneficiary if no surviving spouse, receives a monthly benefit of 50.0% of allowance accrued at member's death. Payment to surviving spouse begins at member's death. Payment to designated beneficiary begins at age 60, or actuarially reduced at age 50.

If there is no spouse and the retiree has designated multiple beneficiaries, then the beneficiaries share equally the balance of the actuarial equivalent present value of the retiree's basic allowance computed at the time of retirement.

Basic Allowance

Provides maximum benefit to retiree based on creditable service. At the retiree's death, the spouse or designated beneficiary receives 50% of the retiree's benefit for life.

Optional Allowance

Provides reduced allowance to retiree. 100% of benefit paid to spouse or designated beneficiary for life. Unless the beneficiary is the retiree's spouse or disabled child, a designated beneficiary may not be more than 10 years younger than the retiree.

Disability Benefit

If totally disabled, a vested member receives a normal retirement allowance regardless of age.

Less Than Eight Years Service

A legislator who leaves office with less than eight years of service may: (1) withdraw member contributions; (2) pay member and State contributions to accumulate eight years; or (3) transfer legislative service to another State

system in which the member participates. A legislator who resigns to become a State judge is entitled to a retirement allowance regardless of years of legislative service.

Item 3B – Fringe Benefits – Retired Legislators

May participate in benefit programs available to retired State employees (*i.e.*, deferred compensation programs and credit union services).

Former legislators receiving a retirement allowance who have creditable service before January 14, 2015 qualify for State health insurance benefits and a subsidy equal to 1/16 of the full State subsidy for each year of service.

Former legislators receiving a retirement allowance who have no creditable service before January 14, 2015 qualify for State health insurance benefits and a subsidy equal to 1/20 of the full State subsidy for each year of service.

Item 4 – Forfeiture of Benefits

An individual who is a member or retiree of the plan will forfeit all legislative retirement benefits in the plan if the individual is convicted of a crime committed during the individual's term of office and the crime is: (1) a felony; or (2) a serious misdemeanor relating to the individual's public duties as a legislator. The convicted member or retiree is entitled to a return of employee contributions, plus interest, less any benefits already paid to a retiree. The benefits will be restored if the conviction is overturned.

Chapter 4. 2014 Resolution of the General Assembly Compensation Commission

**2014 Resolution of the
General Assembly Compensation Commission
Determining the Compensation and Allowances of the
Members of the General Assembly**

The General Assembly Compensation Commission, pursuant to Article III, § 15 of the Maryland Constitution, adopts the following resolution determining the compensation and allowances of members of the General Assembly.

RESOLVED, That, from and after January 14, 2015, the members of the General Assembly shall be entitled to receive compensation and allowances in accordance with the items contained in this Resolution and no other compensation or allowances of any kind whatsoever.

Item 1A

Each member of the General Assembly, except the President of the Senate and the Speaker of the House of Delegates, shall receive an annual salary as follows, payable in twelve monthly installments each year:

- (1) Forty-five thousand two hundred seven dollars (\$45,207) during calendar year 2015;
- (2) Forty-six thousand nine hundred fifteen dollars (\$46,915) during calendar year 2016;
- (3) Forty-eight thousand six hundred twenty-two dollars (\$48,622) during calendar year 2017; and
- (4) Fifty thousand three hundred thirty dollars (\$50,330) for the period that includes calendar year 2018 and that portion of January 2019 preceding the commencement of the next term of office.

Item 1B

The President of the Senate and the Speaker of the House of Delegates shall each receive an annual salary as follows, payable in twelve monthly installments each year:

- (1) Fifty-eight thousand seven hundred eighteen dollars (\$58,718) during calendar year 2015;
- (2) Sixty thousand nine hundred thirty-five dollars (\$60,935) during calendar year 2016;

(3) Sixty-three thousand one hundred fifty-three dollars (\$63,153) during calendar year 2017; and

(4) Sixty-five thousand three hundred seventy-one dollars (\$65,371) for the period that includes calendar year 2018 and that portion of January 2019 preceding the commencement of the next term of office.

Item 2A

Each member of the General Assembly, upon presentation of an expense voucher, shall be entitled to a per diem allowance for meals and reimbursed for expenses actually incurred for lodging due to (i) attendance at regular, extended, or extraordinary sessions of the General Assembly of Maryland or scheduled committee or subcommittee meetings thereof; (ii) attendance at meetings of the Legislative Policy Committee or scheduled committee or subcommittee meetings thereof, including legislative committees created by statute; (iii) attendance at scheduled meetings of a commission, committee, joint executive/legislative committee, or task force or subcommittee thereof to which the legislator has been appointed by the Governor, the President of the Senate, or the Speaker of the House of Delegates; (iv) attendance at bill signings; or (v) attendance at official functions in Annapolis or outside Annapolis directly related to duties as a member of the General Assembly as may be approved by the President of the Senate or the Speaker of the House of Delegates. The President of the Senate and the Speaker of the House of Delegates shall establish guidelines and procedures for the determination and payment of expenses for meals and lodging, in accordance with the following policies:

(1) Requests for payment of the per diem meal allowance need not be supported by receipts;

(2) Requests for reimbursement for expenses incurred for lodging must be supported by receipts or by a billing from the facility providing the lodging and payment may be made directly to the facility;

(3) In no event shall a member be paid for meal expenses that exceed the total amount for meal expenses per day as provided in the Standard Travel Regulations of the State of Maryland, as amended from time to time by the Board of Public Works; and

(4) In no event shall a member be reimbursed for lodging expenses that exceed the most current published federal General Services Administration daily per diem rates for lodging:

(i) In Annapolis, Maryland, if the lodging occurred in Annapolis, Maryland;
or

(ii) At the appropriate local rate, if the lodging occurred outside Annapolis, Maryland.

Item 2B

Each member shall be reimbursed for expenses actually incurred in traveling between the member's home and the place of a session or meeting or function described in Item 2A at the rate provided in the Standard Travel Regulations of the State of Maryland, as amended from time to time by the Board of Public Works, if the travel is by automobile. If a member travels by other means, the member will be reimbursed for actual costs, but not exceeding the mileage rate provided by the Standard Travel Regulations of the State of Maryland.

Item 2C

Each legislator shall be paid a seven hundred fifty dollar (\$750) lump sum nonvouchered within district transportation allowance at the beginning of each calendar year of the term 2015, 2016, 2017, and 2018.

Item 2D

Each member who wishes to be reimbursed for expenses actually incurred for registration fees, meals, lodging and travel in attending a meeting, conference or other function outside the State that the member believes is directly related to, or will substantially enhance the performance of, the member's duties as a legislator shall request and obtain in writing the prior approval of the President of the Senate and the Speaker of the House of Delegates. The request for approval shall indicate the basis for the request for reimbursement, the estimated amount of reimbursable expenses and such other information as may be reasonably necessary to determine the appropriateness of reimbursement. The President of the Senate and the Speaker of the House of Delegates shall develop guidelines for reimbursement of out-of-state travel and other expenses. In developing these guidelines the President of the Senate and the Speaker of the House of Delegates may utilize the provisions of the Standard Travel Regulations of the State of Maryland to the degree applicable, except that the following policies shall be observed:

(1) The amount of any reimbursement for registration fees, as well as attendance at the particular function, must be approved in advance by the President of the Senate and the Speaker of the House of Delegates;

(2) The maximum amount of reimbursement available for actual expenses incurred for meals and lodging on any trip shall be determined by the joint action of the President of the Senate and the Speaker of the House of Delegates in connection with approval of each request, provided that in no event shall a member be reimbursed for meals and lodging expenses combined that exceed the most current published federal General Services Administration daily per diem rates for meals and lodging; and

(3) Copies of all requests for approval, all written approvals and disapprovals, and all requests for actual reimbursement shall be maintained in a central file in the Finance and Administrative Services Office of the Department of Legislative Services and kept available for public inspection upon request for a period of at least five (5) years.

Item 2E

(1) Legislators may participate in benefit programs generally available to State employees, including health programs, insurance programs, tax sheltered accounts, deferred compensation programs, credit union services, deductions for charitable purposes, workers' compensation coverage, and payroll deductions relating to these programs. Participation in these programs shall be in the same manner as the participation of State employees. Additional benefits programs authorized for State employees during a legislative term of office may not be made available to legislators until the beginning of the next term, at which time they shall be fully available unless prohibited elsewhere in this Resolution. Legislators may not receive State employee death benefits, paid leave, or payroll deductions other than those associated with the items authorized by this Resolution. Legislators may not participate in the State's unemployment insurance program, including those former legislators who have been unseated by the elective process.

(2) (i) A legislator who leaves the General Assembly before January 14, 2015, may continue to participate in the State health program until the former legislator declines to participate in the program, becomes eligible for health insurance coverage through another employer, or retires.

(ii) A legislator who leaves the General Assembly on or after January 14, 2015, may continue to participate in the State health program in the same manner as State employees, in accordance with the most current State of Maryland Health Benefits Guide.

(iii) Former legislators electing to participate in the State health insurance program must pay the full cost of the insurance, which includes the individual's contribution and the State subsidy and an administrative charge not exceeding 2%.

Item 3A

1. Definitions.

(a) In general. In this Item 3A of this Resolution, the following words have the meanings indicated.

(b) Accumulated contributions.

(1) “Accumulated contributions” means the amounts credited to a member’s individual account in the annuity savings fund of the Employees’ Retirement System for the Legislative Pension Plan.

(2) “Accumulated contributions” includes member contributions plus regular interest.

(c) Allowance. “Allowance” means a benefit that is payable in equal monthly installments for the life of the recipient, except as otherwise provided for an optional form of a benefit under § 12 of this Item 3A.

(d) Beneficiary. “Beneficiary” means an individual other than a retiree in receipt of a benefit under this Item 3A.

(e) Board of Trustees. “Board of Trustees” means the Board of Trustees for the State Retirement and Pension System established under § 21-103 of the State Personnel and Pensions Article.

(f) Creditable service. “Creditable service” means the service credit described in § 6(a) of this Item 3A.

(g) Designated beneficiary. “Designated beneficiary” means an individual named as the beneficiary by a participant in an acknowledged written designation filed with the Board of Trustees.

(h) Eligible presiding officer. “Eligible presiding officer” means a legislator who served as a presiding officer:

(1) At the time of termination of the legislator’s term of service; or

(2) For at least 1 year during the legislator’s term of service.

(i) Medical board. “Medical board” means a board of physicians established under § 21-126 of the State Personnel and Pensions Article.

(j) Member. “Member” means:

(1) A legislator who is a member of the Legislative Pension Plan during the legislator’s term of office; and

(2) A former legislator who:

- (i) Was a member of the Legislative Pension Plan during the legislator's term of office;
 - (ii) Has not withdrawn the member's accumulated contributions; and
 - (iii) Is not currently receiving a retirement allowance.
- (k) Member contribution. "Member contribution" means:
- (1) A contribution that is deducted from a member's salary as required by § 5 of this Item 3A; and
 - (2) An employer pickup contribution.
- (l) Participant. "Participant" means a member or a retiree.
- (m) Presiding officer. "Presiding officer" means the President of the Senate or the Speaker of the House of Delegates.
- (n) Regular interest. "Regular interest" means interest at the rate being paid by the Board of Trustees to members of the Employees' Retirement System compounded annually.
- (o) Resolution. "Resolution" means the Resolution of the General Assembly Compensation Commission effective January 14, 2015.
- (p) Retiree. "Retiree" means an individual who is eligible for retirement and has applied to receive a retirement allowance.
- (q) Retirement allowance. "Retirement allowance" means the allowance payable to a retiree.
- (r) State system. "State system" means a retirement or pension system other than the Legislative Pension Plan that is included in the State Retirement and Pension System under § 21-102 of the State Personnel and Pensions Article.
- (s) Statutory pension plan. "Statutory pension plan" means the pension plan established as of July 1, 1966, for an individual appointed or elected to the General Assembly before January 1, 1971, who elected to participate in the plan in accordance with the provisions of former Article 73B, § 11(13), which were transferred to the Session Laws by Chapter 131, § 5(3) of the Acts of 1992.
- (t) Survivor allowance. "Survivor allowance" means the allowance payable by the Board of Trustees on the death of a participant.

(u) Year of service. “Year of service” means a year or fraction thereof during which a member serves as a legislator in the General Assembly and for which contributions are made at the prescribed rate.

2. Legislative Pension Plan – Established.

The Legislative Pension Plan is established as of January 13, 1971.

3. Administration; Funding.

(a) Administration. The Board of Trustees shall:

(1) Administer the Legislative Pension Plan in accordance with the provisions of this Item 3A;

(2) Credit the assets of the Legislative Pension Plan to the annuity savings fund, the accumulation fund, and the expense fund of the Employees’ Retirement System according to the purpose for which they are held pursuant to the provisions of Title 21, Subtitle 3 of the State Personnel and Pensions Article; and

(3) Manage and invest the funds of the Legislative Pension Plan in accordance with the provisions of Title 21 of the State Personnel and Pensions Article.

(b) Funding.

(1) Each fiscal year, on behalf of the members of the Legislative Pension Plan, the State shall ascertain and pay to the accumulation fund of the Employees’ Retirement System for the Legislative Pension Plan the amount determined by the actuary pursuant to the provisions of §§ 21-304 and 21-308 of the State Personnel and Pensions Article that is an amount sufficient to fund the benefits payable on a sound actuarial basis.

(2) For the purpose of making the calculations required under this subsection, the Legislative Pension Plan shall be combined with the Employees’ Retirement System and the Employees’ Pension System.

(3) Each fiscal year, at a minimum, the State shall pay at least an amount that is sufficient to provide the benefits payable under this Item 3A during the fiscal year.

4. Membership.

Membership in the Legislative Pension Plan is mandatory for each member of the General Assembly during the 2015-2018 term of office.

5. Member contributions.

(a) In general. Except as provided in subsection (b) of this section, each member of the Legislative Pension Plan shall contribute an amount equal to 7% of the member's annual salary.

(b) Exceptions.

(1) Subject to paragraph (2) of this subsection, a member does not make any further contributions after 22 years and 3 months of creditable service.

(2) If the member elects to receive a retirement allowance under § 8(e)(2) of this Item 3A, a member shall contribute an amount equal to 7% of the member's annual salary until the member accrues the maximum retirement allowance payable under § 8(e)(2) of this Item 3A.

(c) Payment of member contributions. The member contribution shall be deducted proportionately from the member's salary each pay period and credited to the member's individual account in the annuity savings fund of the Employees' Retirement System for the Legislative Pension Plan.

6. Service credit.

(a) Creditable service. Creditable service at retirement on which the allowance of a retiree is based shall consist of the sum of:

- (1) Membership service credit; and
- (2) Service credit purchased under this section.

(b) Membership service credit.

(1) A legislator shall earn membership service credit for each year of service the legislator makes contributions at the prescribed rate and is a member of the Legislative Pension Plan or the statutory pension plan.

(2) Years of service need not be consecutive.

(3) On or after January 8, 1975, a member shall receive 1 year of membership service credit if:

(i) The member is employed on a full-time basis by the State or a political subdivision of the State in nonlegislative employment;

(ii) The member is compensated by the State or a political subdivision of the State for the nonlegislative employment;

(iii) The member has taken a leave of absence from the nonlegislative employment while serving as a legislator; and

(iv) The member is not receiving credit in another retirement system supported wholly or in part by the State for the period of the member's absence from the nonlegislative employment.

(c) One-time purchase of service credit.

A member who is serving in the General Assembly shall have one opportunity to purchase service credit for all previous legislative service, including legislative service from previous terms of office, by paying to the Board of Trustees an amount equal to 5% of the salary payable to the legislator during the years of service to be purchased plus regular interest thereon.

(d) Purchase of credit if less than 8 years of creditable service.

A member may purchase service credit in the Legislative Pension Plan so that the amount of the creditable service of the member aggregates not more than 8 years if the member:

(1) Has less than 8 years of creditable service in the Legislative Pension Plan;
and

(2) Pays to the Board of Trustees an amount equal to the sum of:

(i) 7% of the annual salary payable to a legislator during the years of service to be purchased; and

(ii) The contributions payable by the State with respect to the salary of a legislator during the years of service to be purchased.

7. Service retirement allowance – No service prior to January 1, 1971.

(a) Application of section. This section applies only to a member who has no creditable service before January 1, 1971.

(b) Eligibility for retirement. Except as provided in subsection (c) of this section, a member may retire if on or before the date of retirement, the member:

(1) Is not currently serving in the General Assembly;

(2) Has at least 8 years of creditable service;

(3) (i) Has creditable service before January 14, 2015, and has attained age 60; or

(ii) Has no creditable service before January 14, 2015, and has attained age 62; and

(4) Completes and submits an application for retirement to the Board of Trustees stating the date on which the member desires to retire.

(c) Exception for member who joins the Judges' Retirement System. A member who resigns from the General Assembly prior to the expiration of the member's term of office to accept a position requiring membership in the Judges' Retirement System is entitled to a retirement allowance under this Item 3A regardless of years of service.

(d) Service retirement allowance – In general. Except as provided in subsection (e) of this section, on retirement, a member shall receive a service retirement allowance equal to 3% of the salary payable to a current legislator in the General Assembly multiplied times the number of years of creditable service of the member, but in no event shall the retirement allowance exceed two-thirds of the salary payable to a current legislator in the General Assembly.

(e) Same – Eligible presiding officer. If the member served as an eligible presiding officer, the Board of Trustees shall use the salary payable to the current presiding officer to calculate the member's retirement allowance, but in no event shall the retirement allowance exceed two-thirds of the salary payable to a current presiding officer in the General Assembly.

8. Service retirement allowance – Service before January 1, 1971.

(a) Application of section. This section applies only to a member who has creditable service before January 1, 1971.

(b) Eligibility for retirement. Except as provided in subsection (c) of this section, a member may retire if on or before the date of retirement, the member:

(1) Is not currently serving in the General Assembly;

(2) Has at least 8 years of creditable service;

(3) (i) Elects to receive a service retirement allowance under subsection (d) of this section and has attained age 60; or

(ii) Elects to receive a retirement allowance under subsection (e) of this section and has attained age 55; and

(4) Completes and submits an application for retirement to the Board of Trustees stating the date on which the member desires to retire.

(c) Exception for member who joins the Judges' Retirement System. A member who resigns from the General Assembly prior to the expiration of the member's term of office to accept a position requiring membership in the Judges' Retirement System is entitled to a retirement allowance under this Item 3A regardless of years of service.

(d) Service retirement allowance – In general. Except as provided in subsection (e) of this section, on retirement, a member shall receive a retirement allowance computed as set forth in § 7(d) of this Item 3A for all years of creditable service.

(e) Same – Alternate elections.

(1) Instead of the service retirement allowance provided in subsection (d) of this section, at retirement, a member may elect to receive a service retirement allowance to be paid as provided in either paragraph (2) or (3) of this subsection, but subject to the limitations set forth in paragraph (4) of this subsection.

(2) A member may elect to receive a service retirement allowance equal to the sum of:

(i) The benefit payable with respect to the member's creditable service prior to January 1, 1971, computed at the rates and otherwise in accordance with the statutory pension plan, commencing at the time provided in the statutory pension plan and based on the member's highest annual earnable compensation as a member of the General Assembly prior to January 1, 1971; and

(ii) The benefit payable with respect to the member's creditable service after January 1, 1971, computed as set forth in § 7(d) of this Item 3A and commencing at age 60.

(3) A member may elect to receive a service retirement allowance computed with respect to all of the member's creditable service, computed at the rates and otherwise in accordance with the statutory pension plan, commencing at the time provided in the statutory pension plan and based upon the member's highest annual earnable compensation as a member of the General Assembly prior to January 1, 1971.

(4) (i) Unless the member served as an eligible presiding officer, the service retirement allowance payable under paragraph (2) of this subsection may not exceed two-thirds of the salary payable to a current legislator in the General Assembly. If the member served as an eligible presiding officer, the service retirement allowance may not exceed two-thirds of the salary currently payable to a presiding officer.

(ii) A member may receive the service retirement allowance payable under paragraph (3) of this subsection if the member files a written notice of the election with the Board of Trustees.

9. Reduced service retirement allowance.

(a) Eligibility for retirement. A member may retire with a reduced service retirement allowance if the member:

(1) Is not currently serving in the General Assembly;

(2) Has at least 8 years of creditable service;

(3) (i) Has creditable service before January 14, 2015, and is at least 50 years of age but has not attained 60 years of age; or

(ii) Has no creditable service before January 14, 2015, and is at least 55 years of age but has not attained 62 years of age; and

(4) Completes and submits an application for retirement to the Board of Trustees:

(i) Stating the date on which the member desires to retire; and

(ii) Electing to receive a reduced service retirement allowance instead of the service retirement allowance payable under § 7 or § 8 of this Item 3A.

(b) Reduced service retirement allowance. On retirement under this section, a member shall receive a reduced service retirement allowance equal to the service retirement allowance or portion thereof computed under § 7 or § 8(d) or (e)(2)(ii) of this Item 3A on the basis of the member's creditable service and current annual salary, reduced by 0.5% for each month by which the member's early retirement date precedes the date the member:

(1) Attains age 60, if the member has creditable service before January 14, 2015; or

(2) Attains age 62, if the member has no creditable service before January 14, 2015.

10. Disability retirement allowance.

(a) Definition. In this section, "disabled" means the member is mentally or physically incapacitated for the further performance of duty as a legislator and the incapacity is likely to be permanent.

(b) Eligibility for disability retirement. A member who is currently serving in the General Assembly is eligible to receive a disability retirement allowance if:

- (1) The member has at least 8 years of creditable service regardless of age;
- (2) The medical board has certified that the member is disabled; and
- (3) The member completes and submits an application for retirement to the Board of Trustees stating the date on which the member desires to retire.

(c) Disability retirement allowance. A member shall receive a disability retirement allowance computed as set forth in § 7(d) of this Item 3A for all years of creditable service.

11. Survivor allowance payable on death of retiree.

(a) Survivor allowance. On the death of a retiree, the Board of Trustees shall pay a survivor allowance equal to one-half of the retirement allowance that would be payable to the retiree if the retiree were living and continuing to receive a retirement allowance:

(1) To the retiree's surviving spouse for life, commencing on the date of the retiree's death; or

(2) If there is no surviving spouse, to the designated beneficiary for life, commencing:

(i) On the retiree's death, if the designated beneficiary is then at least age 60;

(ii) When the designated beneficiary attains age 60, if the designated beneficiary has not attained 60 years of age on the retiree's death; or

(iii) At any time after the designated beneficiary attains age 50 but before the designated beneficiary attains age 60, if the designated beneficiary makes the election set forth in subsection (b) of this section.

(b) Election to receive reduced survivor allowance.

(1) Instead of the survivor allowance payable to the designated beneficiary on attaining age 60, the designated beneficiary may elect to receive a reduced survivor allowance commencing at any time after the designated beneficiary attains age 50 if the designated beneficiary completes and submits an application for a reduced survivor allowance stating the date on which the designated beneficiary desires to receive the reduced survivor allowance.

(2) The reduced survivor allowance is an amount equal to one-half of the retirement allowance that would be payable to the retiree if the retiree were living and eligible to receive a retirement allowance, reduced by 0.5% for each month by which the designated beneficiary's age precedes the date the designated beneficiary attains age 60.

(c) (1) If a retiree has designated more than one beneficiary and dies before receiving payments equal to the actuarial equivalent present value of the retiree's basic allowance computed at the time of retirement, the Board of Trustees shall pay the balance as a single payment to the retiree's designated beneficiaries in equal shares.

(2) Benefits will not be paid under this subsection if the retiree has a surviving spouse at the time of death.

12. Optional Allowances.

(a) In general. Instead of the retirement allowance and survivor allowance provided under this Item 3A, at retirement, a member may elect an optional allowance set forth in subsection (c) of this section.

(b) Optional requirement.

(1) The optional allowance shall be certified by the actuary for the Board of Trustees to be of equivalent actuarial value to the allowance payable to the retiree and the retiree's beneficiary.

(2) For an optional form of allowance providing for payment to a designated beneficiary for life, the designated beneficiary must be an individual.

(3) If a member elects the optional allowance under subsection (c) of this section and designates a beneficiary other than the member's spouse or disabled child as defined under § 72(m)(7) of the Internal Revenue Code, a member may not designate a beneficiary who is more than 10 years younger than the member.

(c) Description of the optional allowance.

The optional allowance is a level payment plan. Under the optional allowance, when the retiree dies, the Board of Trustees shall pay the retiree's reduced allowance:

(1) To the retiree's surviving spouse for life; or

(2) If there is no surviving spouse, to the retiree's designated beneficiary for the designated beneficiary's life.

13. Designated beneficiary.

(a) Right to designate beneficiary. A participant may name a designated beneficiary or beneficiaries to receive the benefits payable on the death of a participant under this Item 3A if the participant's spouse is not living at the time of the participant's death.

(b) Designation of beneficiary void. If a participant dies and is survived by a spouse, the participant's designation of a beneficiary or beneficiaries shall be void and of no effect.

(c) Change of designated beneficiary. A participant may change the designated beneficiary by:

(1) Completing an acknowledged written designation form; and

(2) Filing the designation of beneficiary form with the Board of Trustees.

(d) Recomputation of allowance. If a retiree changes a designated beneficiary, the Board of Trustees shall recompute the allowance based on the value of the balance in the retiree's reserves when the change is made.

14. Adjustment of allowances.

(a) Application of section. This section does not apply to all or any portion of a retirement allowance or a survivor allowance that is computed in accordance with the statutory pension plan.

(b) Adjustment of allowances – In general. Except as provided in § 8 of this Item 3A, as of the date the salary of a current legislator in the General Assembly is increased, the Board of Trustees shall recompute a retirement allowance or a survivor allowance under this Item 3A on the basis of the service retirement allowance as provided under this Item 3A and the annual salary payable to a current legislator in the General Assembly.

(c) Same – Eligible presiding officer.

(1) This subsection applies to a retiree who served as an eligible presiding officer or a beneficiary of an eligible presiding officer.

(2) As of the date the salary of a current presiding officer is increased, the Board of Trustees shall recompute a retirement allowance or a survivor allowance under this Item 3A on the basis of the annual salary payable to a current presiding officer.

15. Effect of employment of retiree.

(a) Subject to subsection (b) of this section, beginning January 9, 1991, a retiree who is receiving a retirement allowance may accept employment with the State as an employee or an elected or appointed official without any reduction in the retiree's retirement allowance.

(b) If a retiree who is receiving a retirement allowance becomes a member of the General Assembly:

(1) The retiree's retirement shall be canceled;

(2) The retirement allowance payments shall terminate after the last day of the month preceding the date of return to service as a legislator;

(3) All previous creditable service shall be restored to the account of the member; and

(4) The member shall be credited with membership service credit during the period the retiree is a member of the General Assembly.

16. Benefit – Death of member with at least 8 years of service.

(a) Application of section. This section applies only on the death of a member who has at least 8 years of creditable service.

(b) Lump-sum death benefit.

(1) Except as provided in subsection (c) of this section, on the death of a member, the Board of Trustees shall pay to the member's surviving spouse, or if there is no surviving spouse, to the member's designated beneficiary or beneficiaries a lump-sum death benefit consisting of the sum of:

(i) The member's accumulated contributions; and

(ii) An amount equal to the member's annual salary, if any, at the time of death.

(2) If a member has designated more than one beneficiary, the lump-sum death benefit provided in paragraph (1) of this subsection shall be divided equally among the beneficiaries.

(c) Election to receive survivor allowance.

(1) Instead of the lump-sum death benefit payable under subsection (b) of this section, the member's surviving spouse or, if the member is not survived by a spouse, the designated beneficiary may elect to receive a survivor allowance equal to one-half the retirement allowance that would be payable to the member if the member were living and eligible to receive a retirement allowance. The Board of Trustees shall pay the survivor allowance:

(i) To the member's surviving spouse for life, commencing on the date of the member's death; or

(ii) If there is no surviving spouse, to the designated beneficiary for life, commencing:

1. On the member's death, if the designated beneficiary is then at least age 60;

2. When the designated beneficiary attains age 60, if the designated beneficiary has not attained 60 years of age on the member's death; or

3. At any time after the designated beneficiary attains age 50 but before the designated beneficiary attains age 60, if the designated beneficiary makes the election set forth in subsection (d) of this section.

(2) If a member has designated more than one beneficiary, the multiple beneficiaries may not elect to receive the survivor allowance provided in paragraph (1) of this subsection.

(d) Election to receive reduced survivor allowance.

(1) Instead of the survivor allowance payable to the designated beneficiary on attaining age 60, the designated beneficiary may elect to receive a reduced survivor allowance commencing at any time after the designated beneficiary attains age 50 if the designated beneficiary completes and submits an application for a reduced survivor allowance stating the date on which the designated beneficiary desires to receive the reduced survivor allowance.

(2) The reduced survivor allowance is an amount equal to one-half the retirement allowance that would be payable to the member if the member were living and eligible to receive a retirement allowance, reduced by 0.5% for each month by which the designated beneficiary's age precedes the date the designated beneficiary attains age 60.

(e) Death benefit for minor children.

(1) This section applies only to a member who dies while serving as a legislator in the General Assembly.

(2) Except as provided in paragraph (3) of this subsection, the Board of Trustees shall pay the lump-sum death benefit payable under subsection (b) of this section in equal shares to each child who has not attained the age of 18, if on the member's death, the member:

(i) Is survived by a child or children under the age of 18 years; and

(ii) Is deemed to have died contemporaneously with the member's spouse or as a result of the same occurrence.

(3) (i) Instead of the lump-sum death benefit payable under paragraph (2) of this subsection, the member's children who have not attained age 18 may elect to receive the survivor allowance that would have been paid to the surviving spouse under subsection (c)(1) of this section had the member's spouse survived the member. The survivor allowance is payable to the member's children as of the date of the member's death.

(ii) If the Board of Trustees pays the survivor allowance to more than one child, the Board of Trustees shall divide the allowance equally among the children who are under the age of 18 years.

(iii) The survivor allowance shall be payable to each child until that child attains age 18.

17. Benefit – Death of member with less than 8 years of service.

(a) Application of section. This section applies only on the death of a member who:

(1) Is currently serving in the General Assembly; and

(2) Has less than 8 years of creditable service.

(b) Lump-sum death benefit.

(1) On the death of a member, the Board of Trustees shall pay a lump-sum death benefit consisting of the sum of the member's accumulated contributions and an amount equal to the member's annual salary at the time of death:

(i) To the member's surviving spouse, unless the member is survived by a child under the age of 18 years and the member is deemed to have died contemporaneously with the member's spouse or as a result of the same occurrence, in which case, in equal shares, to each child who has not attained the age of 18; or

(ii) If there is no surviving spouse, to the member's designated beneficiary or beneficiaries.

(2) If a member has designated more than one beneficiary, the lump-sum death benefit provided in paragraph (1) of this subsection shall be divided equally among the beneficiaries.

18. Death of member – No beneficiary.

On the death of a member who is not survived by a spouse, a designated beneficiary, or a child who is eligible to receive a benefit under § 16 or § 17 of this Item 3A, the Board of Trustees shall pay the member's accumulated contributions to the estate of the member.

19. Termination of rights in Plan.

At any time after termination of service as a legislator but prior to receiving a retirement allowance, a member may elect to withdraw the member's accumulated contributions by completing an application for refund of contributions and submitting the application to the Board of Trustees. A member who withdraws accumulated contributions does not have any further rights under the Legislative Pension Plan.

20. Transfer of credit.

(a) In general. Except as provided in subsection (b) of this section, creditable service earned as a member of the Legislative Pension Plan qualifies for benefits under the Legislative Pension Plan and no other system or plan administered by the Board of Trustees.

(b) Exception. Prior to retirement, a member may elect to transfer creditable service in the Legislative Pension Plan and the member's accumulated contributions to the State system in which the member participates, if the member:

(1) Has less than 8 years of creditable service in the Legislative Pension Plan;
or

(2) Earned the creditable service for years of service in the Legislative Pension Plan if any of the years of service occurred on or before January 8, 1975.

(c) Effect of transfer of creditable service. A member who is eligible to transfer creditable service to another State system and who makes the election to transfer shall withdraw the member's accumulated contributions.

21. Miscellaneous Provisions.

(a) Receipt of retirement allowance from another State system. A retiree who is receiving a retirement allowance from another State system may receive a retirement allowance from the Legislative Pension Plan if the years of service in the Legislative Pension Plan do not overlap with the years of service in the State system.

(b) Average final compensation. As of January 8, 1975, the annual salary payable to a member while serving as a legislator may not be added to the earnable compensation payable by the State or a political subdivision of the State to determine the member's average final compensation in a State system in which the member participates.

(c) Applicability. Except as otherwise provided herein, this Item 3A (including the calculation for the retirement allowance and the survivor's allowance) applies to:

(1) A legislator who is a member of the Legislative Pension Plan during the legislator's term of office;

(2) A former legislator who:

(a) Was a member of the Legislative Pension Plan during the legislator's term of office;

(b) Has not withdrawn the member's accumulated contributions; and

(c) Is not currently receiving a retirement allowance; and

(3) A retiree.

Item 3B

(a) Former legislators regularly receiving a retirement allowance may participate in benefit programs available to retired State employees, including health programs, deferred compensation programs, and credit union services. Should additional benefit programs be authorized for retired State employees, such benefits may be made available to retired legislators with the approval of the presiding officers. Except as provided in subsections (b) and (c) of this

section, participation in these programs shall be in the same manner as the participation of retired State employees.

(b) Former legislators receiving a retirement allowance who have creditable service before January 14, 2015, and have at least eight (8) years' service shall qualify for a State health program subsidy equal to one-sixteenth (1/16) of the full State subsidy for each year of service.

(c) Former legislators receiving a retirement allowance who have no creditable service before January 14, 2015, and have at least eight (8) years' service shall qualify for a State health program subsidy equal to one-twentieth (1/20) of the full State subsidy for each year of service.

Item 4

(a) Benefits provided under Item 3A of this Resolution may not be paid and are not payable to any member of the Legislative Pension Plan or the member's beneficiary if:

(1) The member is convicted of or enters a plea of nolo contendere to any crime that is committed during the member's term of office; and

(2) The crime is:

(i) A felony; or

(ii) A misdemeanor related to the member's public duties and responsibilities and involves moral turpitude for which the penalty may be incarceration in any penal institution.

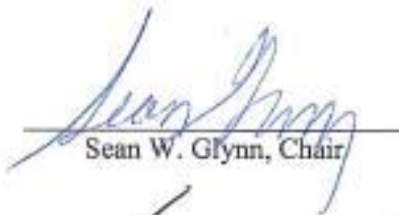
(b) A retiree of the Legislative Pension Plan and the retiree's beneficiary are subject to a forfeiture of benefits under subsection (a) of this item if the retiree is receiving benefits under Item 3A of this Resolution at the time the retiree is convicted of a crime described in subsection (a) of this item.

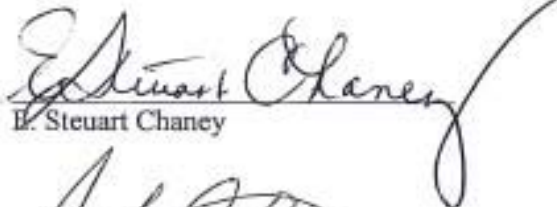
(c) If a member or retiree is subject to a forfeiture of benefits under subsections (a) or (b) of this section, the member, retiree, or beneficiary of a member or retiree is only entitled to a return of the member's or retiree's accumulated contributions, plus interest, less any benefit payments already made under Item 3A of this Resolution.

(d) If the conviction of the member is reversed or overturned, the member's benefits that are payable under Item 3A of this Resolution shall be restored.

FURTHER RESOLVED, That all desk orders, journal entries, regulations, rules, or resolutions, including the Resolutions of this Commission dated January 25, 1971; January 24, 1974; January 19, 1978; January 7, 1982; December 17, 1985; January 10, 1990; January 20, 1994; January 7, 1998; January 11, 2002; January 11, 2006; January 12, 2010; and any other provisions of law in any way inconsistent with the express or implied language of this Resolution relating to compensation and allowances in any form for members of the General Assembly of Maryland are hereby repealed.

IN WITNESS WHEREOF, We have hereunto subscribed our names on this seventh day of January 2014.”


Sean W. Glynn, Chair


E. Stuart Chaney


Ackneil M. Muldrow, II


Josh Greene


Raymond L. Nix


Kathryn Higgins


Gene M. Ransom III


Mary C. Larkin


Gabriel Antonio Terrasa

Exhibits

51

145

Exhibit 1
Constitutional Provisions Regarding
General Assembly Compensation Commission

Art III, §15

Section 15. Duration of sessions of General Assembly; compensation and allowances.

- (1) The General Assembly may continue its session so long as in its judgment the public interest may require, for a period not longer than ninety days in each year. The ninety days shall be consecutive unless otherwise provided by law. The General Assembly may extend its session beyond ninety days, but not exceeding an additional thirty days, by resolution concurred in by a three-fifths vote of the membership in each House. When the General Assembly is convened by Proclamation of the Governor, the session shall not continue longer than thirty days, but no additional compensation other than mileage and other allowances provided by law shall be paid members of the General Assembly for special session.
- (2) Any compensation and allowances paid to members of the General Assembly shall be as established by a commission known as the General Assembly Compensation Commission. The Commission shall consist of nine members, five of whom shall be appointed by the Governor, two of whom shall be appointed by the President of the Senate, and two of whom shall be appointed by the Speaker of the House of Delegates. Members of the General Assembly and officers and employees of the Government of the State of Maryland or of any county, city, or other governmental unit of the State shall not be eligible for appointment to the Commission. Members of the Commission shall be appointed for terms of four years commencing on June 1 of each gubernatorial election year. Members of the Commission are eligible for re-appointment. Any member of the Commission may be removed by the Governor prior to the expiration of his term for official misconduct, incompetence, or neglect of duty. The members shall serve without compensation but shall be reimbursed for expenses incurred in carrying out their responsibilities under this section. Decisions of the Commission must be concurred in by at least five members.
- (3) Within 15 days after the beginning of the regular session of the General Assembly in 1974 and within 15 days after the beginning of the regular session in each fourth year thereafter, the Commission by formal resolution shall submit its determinations for compensation and allowances to the General Assembly. The General Assembly may reduce or reject, but shall not increase any item in the resolution. The resolution, with any reductions that shall have been concurred in by joint resolution of the General Assembly, shall take effect and have the force of law as of the beginning of the term of office of the next General Assembly. Rates of compensation and pensions shall be uniform for all members of the General Assembly, except that the officers of the Senate and the House of Delegates may receive higher compensation as determined by the General Assembly Compensation Commission. The provisions of the Compensation Commission resolution shall continue in force until superseded by any succeeding resolution.
- (4) In no event shall the compensation and allowances be less than they were prior to the establishment of the Compensation Commission (*amended by Chapter 695, Acts of 1941, ratified Nov. 3, 1942; Chapter 497, Acts of 1947, ratified Nov. 2, 1948; Chapter 161, Acts of 1964, ratified Nov. 3, 1964; Chapter 576, Acts of 1970, ratified Nov. 3, 1970; Chapter 541, Acts of 1976, ratified Nov. 2, 1976; Chapter 681, Acts of 1977, ratified Nov. 7, 1978*).

Exhibit 2
General Assembly Compensation Commission – Possible Legislative Actions

<u>Applicable Law</u>	<u>Time for Submitting Recommendation</u>	<u>Form of Recommendation</u>	<u>Subject</u>	<u>Time Limit for Legislative Action</u>	<u>Forms of Legislative Action</u>	<u>Options for Legislative Action</u>	<u>Effect of Legislative Action</u>
MD Const., Art. III, Sec. 15	By fifteenth day of session, <i>i.e.</i> , January 22, 2014	Resolution of commission, not legislature	Compensation and Allowances, <i>i.e.</i> , salary as well as expenses and pension.	End of session	Joint resolution (if no joint resolution introduced, commission's resolution takes effect)	<ol style="list-style-type: none"> 1. May take no action on joint resolutions. 2. May pass joint resolution approving commission's resolution. 3. May pass joint resolution reducing or rejecting particular items* but may not increase item. 4. May pass joint resolution rejecting commission's resolution. 5. May pass joint resolution embodying prior resolution (2006 as amended by 2010). 6. May defeat joint resolutions. 	<ol style="list-style-type: none"> 1. Commission's resolution takes effect. 2. Commission's resolution takes effect. 3. Commission's resolution, as modified by joint resolution, takes effect. 4. Prior resolution (2006 as amended by 2010) remains in effect. 5. Prior resolution (2006 as amended by 2010) remains in effect. 6. Commission's resolution takes effect.

* May not reduce below 1970 levels.

Exhibit 3
General Assembly Compensation Commission Recommendations Which Were Adopted
Implementation of Constitution Article III, Section 15 (as Amended November 3, 1970)

Summary of 1971, 1974, 1978, 1982, and 1986 Recommendations

<u>Subject</u>	<u>1971</u>	<u>1974</u>	<u>1978</u>	<u>1982</u>	<u>1986</u>
Salaries					
Member	\$11,000 annually (bi-weekly payments)	\$12,500 annually (monthly payments)	In each calendar year, the following (each in monthly payments):	\$21,000 annually (monthly payments)	In each calendar year, the following (each in monthly payments):
President and Speaker	\$13,000 annually (bi-weekly payments)	\$17,500 annually (monthly payments)	Mem. Pres/Spk 1979 \$16,000 1980 \$16,750 1981 \$17,600 1982 \$18,500	\$26,000 annually (monthly payments)	Mem. Pres/Spk 1987 \$22,000 1988 \$23,000 1989 \$24,000 1990 \$25,000
Expenses					
Meals and Lodging	Abolish per diems; vouchered reimbursement to max of \$25 for attendance at session, legislative council, committee, or subcommittee meetings	Vouchered reimbursement to max of \$35; attendance expanded "to other official functions"	Limitation of \$50, including \$20 sub limitation on meals; lodging vouchered; meals not vouchered	In each calendar year the following:	In each calendar year the following:
				Daily Limits <u>Overall</u> <u>Meals</u>	Daily Limits <u>Overall</u> <u>Meals</u>
				1983 \$65 \$24	1987 \$78 \$31
				1984 \$68 \$26	1988 \$81 \$32
				1985 \$72 \$28	1989 \$84 \$33
				1986 \$75 \$30	1990 \$87 \$34
Mileage Allowance	10 cents per mile; one round trip per week if taking meals and lodging in Annapolis; in lieu of meals and lodging, 10 cents per mile for daily trips	Rate to align with State travel regulations; current 12 cents per mile	Same conditions; current rate 18 cents per mile	Same conditions; current rate 19 cents per mile	Same conditions; current rate 23 cents per mile

<u>Subject</u>	<u>1971</u>	<u>1974</u>	<u>1978</u>	<u>1982</u>	<u>1986</u>
In-district Travel	Not authorized	Not authorized	Not authorized	Not authorized	\$200 annual payment
Out-of-state Travel	Not specifically addressed	Prior joint approval by President and Speaker	Same as 1974	In each calendar year the following daily limits: 1983 \$ 85 1984 \$ 90 1985 \$ 95 1986 \$100	In each calendar year the following daily limits: 1987 \$105 1988 \$110 1989 \$116 1990 \$122
Retirement Plan					
Participation	Optional (60 days to decide)	Optional 60 days to decide)	Optional 60 days to decide)	Optional (1 year to decide)	Optional (16 months initial enrollment period)
Member Contribution	5.0% of salary	Same as 1971 plan	Same as 1971 plan	Same as 1971 plan	Same as 1971 plan
Allowance	2.5% of highest annual salary times years of service; pre-1971 and post-1971 benefits calculated separately and added together	Same formula as 1971; may include pre-1971 service in calculating benefits under current plan	Same as 1971	Same as 1971 with addition of cost-of-living adjustment (COLA) not to exceed 3%	Same as 1971 with COLA not to exceed 3.0%
Maximum Allowance	60.0% after 24 years	Same as 1971 plan	Same as 1971 plan	Same as 1971 plan	Same as 1971 plan
Eligible for Allowance	Age 60 with at least 8 years of service	Same as 1971 plan	Same as 1971 plan	Same as 1971 plan	Same as 1971 plan
Transfer Credit to Other State Plans	Yes	No	No	No	Yes, if less than 8 years of service
Early Retirement	Age 50 if 8 or more years of service; benefit actuarially reduced	Same as 1971 plan	Same as 1971 plan	Same as 1971 plan	Same as 1971 plan
Survivor Benefit	Spouse receives half allowance at age 60; reduced benefit age 50-60	Same as 1971 plan	Same as 1971 plan	“Survivor” modified to include beneficiaries other than spouse if member is single or widowed	Same as 1971, with 1982 modifications

<u>Subject</u>	<u>1971</u>	<u>1974</u>	<u>1978</u>	<u>1982</u>	<u>1986</u>
Contribute to Eight Years	If terminate at less than 8 years, may contribute member and State shares to 8-year level and qualify for allowance when eligible	Same as 1971 plan	Same as 1971 plan	Same as 1971 plan	Same as 1971 plan
Disability Benefit	Not authorized	Not authorized	Not authorized	Not authorized	Not authorized

Summary of 1990, 1994, 1998, 2002, and 2006 Recommendations

<u>Subject</u>	<u>1990</u>	<u>1994</u>	<u>1998</u>	<u>2002</u>	<u>2006</u>																																																																							
Salaries																																																																												
Member	In each calendar year, the following (each in monthly payments):	In each calendar year, the following (each in monthly payments):	In each calendar year, the following (each in monthly payments):	In each calendar year, the following (each in monthly payments):	In each calendar year, the following (each in monthly payments):																																																																							
President and Speaker	<table border="1"> <thead> <tr> <th><u>Mem.</u></th> <th><u>Pres/Spk</u></th> <th><u>Mem.</u></th> <th><u>Pres/Spk</u></th> <th><u>Mem.</u></th> <th><u>Pres/Spk</u></th> <th><u>Mem.</u></th> <th><u>Pres/Spk</u></th> </tr> </thead> <tbody> <tr> <td>1991</td> <td>\$27,000</td> <td>\$37,000</td> <td>1995</td> <td>\$28,840</td> <td>\$38,840</td> <td>1999</td> <td>\$30,591</td> <td>\$40,591</td> </tr> <tr> <td>1992</td> <td>\$27,000</td> <td>\$37,000</td> <td>1996</td> <td>\$29,700</td> <td>\$39,700</td> <td>2000</td> <td>\$30,591</td> <td>\$40,591</td> </tr> <tr> <td>1993</td> <td>\$28,000</td> <td>\$38,000</td> <td>1997</td> <td>\$29,700</td> <td>\$39,700</td> <td>2001</td> <td>\$31,509</td> <td>\$41,509</td> </tr> <tr> <td>1994</td> <td>\$28,000</td> <td>\$38,000</td> <td>1998</td> <td>\$29,700</td> <td>\$39,700</td> <td>2002</td> <td>\$31,509</td> <td>\$41,509</td> </tr> </tbody> </table>	<u>Mem.</u>	<u>Pres/Spk</u>	<u>Mem.</u>	<u>Pres/Spk</u>	<u>Mem.</u>	<u>Pres/Spk</u>	<u>Mem.</u>	<u>Pres/Spk</u>	1991	\$27,000	\$37,000	1995	\$28,840	\$38,840	1999	\$30,591	\$40,591	1992	\$27,000	\$37,000	1996	\$29,700	\$39,700	2000	\$30,591	\$40,591	1993	\$28,000	\$38,000	1997	\$29,700	\$39,700	2001	\$31,509	\$41,509	1994	\$28,000	\$38,000	1998	\$29,700	\$39,700	2002	\$31,509	\$41,509	<table border="1"> <thead> <tr> <th><u>Mem.</u></th> <th><u>Pres/Spk</u></th> <th><u>Mem.</u></th> <th><u>Pres/Spk</u></th> <th><u>Mem.</u></th> <th><u>Pres/Spk</u></th> </tr> </thead> <tbody> <tr> <td>2003</td> <td>\$34,500</td> <td>\$47,500</td> <td>2007</td> <td>\$43,500</td> <td>\$56,500</td> </tr> <tr> <td>2004</td> <td>\$37,500</td> <td>\$50,500</td> <td>2008</td> <td>\$43,500</td> <td>\$56,500</td> </tr> <tr> <td>2005</td> <td>\$40,500</td> <td>\$53,500</td> <td>2009</td> <td>\$43,500</td> <td>\$56,500</td> </tr> <tr> <td>2006</td> <td>\$43,500</td> <td>\$56,500</td> <td>2010</td> <td>\$43,500</td> <td>\$56,500</td> </tr> </tbody> </table>	<u>Mem.</u>	<u>Pres/Spk</u>	<u>Mem.</u>	<u>Pres/Spk</u>	<u>Mem.</u>	<u>Pres/Spk</u>	2003	\$34,500	\$47,500	2007	\$43,500	\$56,500	2004	\$37,500	\$50,500	2008	\$43,500	\$56,500	2005	\$40,500	\$53,500	2009	\$43,500	\$56,500	2006	\$43,500	\$56,500	2010	\$43,500	\$56,500
<u>Mem.</u>	<u>Pres/Spk</u>	<u>Mem.</u>	<u>Pres/Spk</u>	<u>Mem.</u>	<u>Pres/Spk</u>	<u>Mem.</u>	<u>Pres/Spk</u>																																																																					
1991	\$27,000	\$37,000	1995	\$28,840	\$38,840	1999	\$30,591	\$40,591																																																																				
1992	\$27,000	\$37,000	1996	\$29,700	\$39,700	2000	\$30,591	\$40,591																																																																				
1993	\$28,000	\$38,000	1997	\$29,700	\$39,700	2001	\$31,509	\$41,509																																																																				
1994	\$28,000	\$38,000	1998	\$29,700	\$39,700	2002	\$31,509	\$41,509																																																																				
<u>Mem.</u>	<u>Pres/Spk</u>	<u>Mem.</u>	<u>Pres/Spk</u>	<u>Mem.</u>	<u>Pres/Spk</u>																																																																							
2003	\$34,500	\$47,500	2007	\$43,500	\$56,500																																																																							
2004	\$37,500	\$50,500	2008	\$43,500	\$56,500																																																																							
2005	\$40,500	\$53,500	2009	\$43,500	\$56,500																																																																							
2006	\$43,500	\$56,500	2010	\$43,500	\$56,500																																																																							

<u>Expenses</u>	<u>Daily Limits</u>		<u>Overall</u>		<u>Meals</u>		
Meals and Lodging	In each calendar year, the following:	<i>Meals</i> – \$30 allowance per diem	<i>Lodging</i> – limit specified by IRS for Annapolis	<i>Meals</i> – \$30 allowance per diem (same as 1994 plan)	<i>Lodging</i> – limit specified by IRS for Annapolis	<i>Meals</i> – Reimbursed in accordance with standard State travel regulations; current limit \$42 per diem	
	1991	\$90	\$35	1995	\$76	<i>Meals</i> – Reimbursed in accordance with standard State travel regulations; current limit \$42 per diem	
	1992	\$94	\$36	1996	\$86	<i>Lodging</i> – limit specified by IRS for Annapolis	
	1993	\$98	\$38	1997	\$86	2003	\$ 90
	1994	\$102	\$40	1998	\$96	2004	\$ 95
						2005	\$114
						2006	\$104
						2007	\$116
						2008	\$123
						2009	\$126
						2010	\$126

<u>Subject</u>	<u>1990</u>	<u>1994</u>	<u>1996</u>	<u>2002</u>	<u>2006</u>
Mileage Allowance	Same conditions; current rate 27 cents per mile	Same conditions; current rate 29 cents per mile	Same conditions; current rate 32 cents per mile	Same conditions; current rate 48 cents per mile	Same conditions; current rate 50 cents per mile
In-District Travel	\$250 annual payment	\$400 annual payment	\$400 annual payment (same as 1994 plan)	\$500 annual payment	\$500 annual payment
Out-of-state Travel	In each calendar year, the following daily limits: 1991 \$128 1992 \$134 1993 \$141 1994 \$148	\$160 daily limit for lodging and meals; more if costs exceed limit due to nature of travel or high costs of location	\$175 daily limit for lodging and meals; more if costs exceed limit due to nature of travel or high costs of location	\$225 daily limit for lodging and meals; more if costs exceed limit due to nature of travel or high cost of location	\$225 daily limit for lodging and meals; more if costs exceed limit due to nature of travel or high cost of location
Retirement Plan					
Participation	Optional enrollment allowed at any time	Same as 1990 plan	Same as 1990 plan	Same as 1990 plan	Same as 1990 plan
Member Contribution	Same as 1971 plan	Same as 1971 plan	Same as 1971 plan	Same as 1971 plan (5.0% of salary)	Same as 1971 plan (5.0% of salary)
Allowance	2.5% of salary of active legislator for each year of service up to 24 years; benefit recalculated based on salary increases for active legislators	3.0% of salary of active legislator for each year of service up to 22 years and 3 months; benefit recalculated based on salary increases for active legislators	Same as 1994 plan	Same as 1994 plan	Same as 1994 plan
Maximum Allowance	60.0% of salary payable to an active legislator	66.67% of salary payable to an active legislator	Same and 1994 plan	Same as 1994 plan	Same as 1994 plan
Eligible for Allowance	Same as 1971 plan	Same as 1971 plan	Same as 1971 plan	Same as 1971 plan (age 60 with at least 8 years of service)	Same as 1971 plan (age 60 with at least 8 years of service)
Transfer Credit to Other State Plans	Same as 1986 plan	Same as 1986 plan	Same as 1986 plan	Same as 1986 plan (yes, if less than 8 years of service)	Same as 1986 plan (yes, if less than 8 years of service)
Early Retirement	Age 50 with at least 8 years of service, actuarially reduced 6.0% for each year under age 60	Same as 1990 plan	Same as 1990 plan	Same as 1990 plan	Same as 1990 plan

<u>Subject</u>	<u>1990</u>	<u>1994</u>	<u>1998</u>	<u>2002</u>	<u>2006</u>
Survivor Benefit	<i>Nonvested Active</i> – Surviving spouse or designated beneficiary receives lump sum payment of 1 year’s salary plus return of member’s contribution	Same as 1990 plan	Same as 1990 plan	Same as 1990 plan, except a member may elect multiple beneficiaries, if no surviving spouse, to receive lump sum payment divided equally	Same as 1990 plan, except a member may elect multiple beneficiaries, if no surviving spouse, to receive lump sum payment divided equally
Contribute to 8 Years	<i>Vested Active/Vested Former/Retired</i> – Surviving spouse or designated beneficiary may elect either lump sum payment OR a monthly benefit of 50.0% of benefit accrued at member’s death. Payment to spouse begins at member’s death. Payment to designated beneficiary begins at age 60, or actuarially reduced at age 50	Same as 1971 plan	Same as 1971 plan	Same as 1971 plan (if terminate at less than 8 years, may contribute member and State shares to 8-year level and qualify for allowance when eligible)	Same as 1971 plan (if terminate at less than 8 years, may contribute member and State shares to 8-year level and qualify for allowance when eligible)
Disability Benefit	Incapacitated legislator may resign and continue to receive salary through remainder of term	If totally disabled, vested member receives annual retirement allowance regardless of age	Same as 1994 plan	Same as 1994 plan	Same as 1994 plan

Source: Department of Legislative Services

Exhibit 4
Summary of 2010 General Assembly Compensation Commission Recommendations and Final Adopted
Joint Resolution 4 of 2010 Regular Session

<u>Subject</u>	<u>2010 GACC Resolution</u>	<u>Joint Resolution 4 of 2010 Regular Session</u>																				
Salaries																						
Member	In each calendar year, the following (each in monthly payments):	In each calendar year, the following (each in monthly payments):																				
President and Speaker	<table border="0"> <thead> <tr> <th style="text-align: center;"><u>Mem.</u></th> <th style="text-align: center;"><u>President/Speaker</u></th> </tr> </thead> <tbody> <tr> <td>2011</td> <td>\$43,500</td> </tr> <tr> <td>2012</td> <td>\$43,500</td> </tr> <tr> <td>2013</td> <td>\$43,500/\$45,500 *</td> </tr> <tr> <td>2014</td> <td>\$43,500/\$45,500*</td> </tr> </tbody> </table>	<u>Mem.</u>	<u>President/Speaker</u>	2011	\$43,500	2012	\$43,500	2013	\$43,500/\$45,500 *	2014	\$43,500/\$45,500*	<table border="0"> <thead> <tr> <th style="text-align: center;"><u>Mem.</u></th> <th style="text-align: center;"><u>President/Speaker</u></th> </tr> </thead> <tbody> <tr> <td>2011</td> <td>\$43,500</td> </tr> <tr> <td>2012</td> <td>\$43,500</td> </tr> <tr> <td>2013</td> <td>\$43,500</td> </tr> <tr> <td>2014</td> <td>\$43,500</td> </tr> </tbody> </table>	<u>Mem.</u>	<u>President/Speaker</u>	2011	\$43,500	2012	\$43,500	2013	\$43,500	2014	\$43,500
<u>Mem.</u>	<u>President/Speaker</u>																					
2011	\$43,500																					
2012	\$43,500																					
2013	\$43,500/\$45,500 *																					
2014	\$43,500/\$45,500*																					
<u>Mem.</u>	<u>President/Speaker</u>																					
2011	\$43,500																					
2012	\$43,500																					
2013	\$43,500																					
2014	\$43,500																					
Expenses																						
Meals and Lodging	<p><i>Meals</i> – Reimbursed in accordance with standard State travel regulations; current limit \$42 per diem</p> <p><i>Lodging</i> – limit specified by the Internal Revenue Service (IRS) for Annapolis**</p> <table border="0"> <tbody> <tr> <td>2011</td> <td>\$100/\$114</td> </tr> <tr> <td>2012</td> <td>\$101/\$116</td> </tr> <tr> <td>2013</td> <td>\$101/\$116</td> </tr> <tr> <td>2014</td> <td>to be decided</td> </tr> </tbody> </table>	2011	\$100/\$114	2012	\$101/\$116	2013	\$101/\$116	2014	to be decided	<p><i>Meals</i> – Reimbursed in accordance with standard State travel regulations; current limit \$42 per diem</p> <p><i>Lodging</i> – limit specified by IRS for Annapolis</p> <table border="0"> <tbody> <tr> <td>2011</td> <td>\$100/\$114</td> </tr> <tr> <td>2012</td> <td>\$101/\$116</td> </tr> <tr> <td>2013</td> <td>\$101/\$116</td> </tr> <tr> <td>2014</td> <td>to be decided</td> </tr> </tbody> </table>	2011	\$100/\$114	2012	\$101/\$116	2013	\$101/\$116	2014	to be decided				
2011	\$100/\$114																					
2012	\$101/\$116																					
2013	\$101/\$116																					
2014	to be decided																					
2011	\$100/\$114																					
2012	\$101/\$116																					
2013	\$101/\$116																					
2014	to be decided																					
Mileage Allowance	Rate to align with State travel regulations; current rate \$.565 per mile	Same conditions; current rate \$.565 per mile																				

Joint Resolution 4 of 2010 Regular Session

2010 GACC Resolution

Subject

In-district Travel	\$500 annual payment	\$650 annual payment
Out-of-state Travel	Same as 2006 plan and unchanged since calendar 2002	Per diem rates as established by the federal General Services Administration (GSA) and removal of presiding officer approval to exceed the maximum daily rate as GSA rates already reflect local variation

Retirement Plan

Participation	Same as 2006 plan and unchanged since 1990	Optional enrollment allowed at any time
Member Contribution	Same as 2006 plan and unchanged since 1971	5.0% of salary
Allowance	Same as 2006 plan and unchanged since 1994	3.0% of salary of active legislator for each year of service up to 22 years and 3 months; benefit recalculated based on salary increases for active legislators
Maximum Allowance	Same as 2006 plan and unchanged since 1994	66.67% of salary payable to an active legislator
Eligible for Allowance	Same as 2006 plan and unchanged since 1971	Age 60 with at least 8 years of service
Transfer Credit to Other State Plans	Same as 2006 plan and unchanged since 1986	Yes, if less than 8 years of service
Early Retirement	Same as 2006 plan and unchanged since 1990	Age 50 with at least 8 years of service; benefit reduced actuarially by 6.0% for each year under age 60 up to a maximum of 60.0%
Survivor Benefit	Same as 2006 plan and unchanged since 2002	Nonvested Active – Surviving spouse or designated beneficiary receives lump sum payment of 1 year’s salary plus return of member’s contribution; member may elect multiple beneficiaries, if no surviving spouse, to receive lump sum payment divided equally

Subject

2010 GACC Resolution

Joint Resolution 4 of 2010 Regular Session

Vested Active/Vested Former/Retired – Surviving spouse or designated beneficiary may elect either lump sum payment OR a monthly benefit of 50.0% of benefit accrued at member’s death. Payment to spouse begins at member’s death. Payment to designated beneficiary begins at age 60, or actuarially reduced at age 50. Member may elect multiple beneficiaries, if no surviving spouse, to receive lump sum payment divided equally

The Maryland General Assembly Compensation Commission recommended altering 100.0% joint and survivor option (Option A) per IRS guidelines (limiting a non-spouse as beneficiary who is more than 10 years younger than the member) and repealing the personalized option (Option C) that the IRS has also ruled as no longer acceptable options

Contribute to 8 Years

If terminate at less than 8 years, may contribute member and State shares to 8-year level and qualify for allowance when eligible

Same as 2006 plan and unchanged since 1971 plan

Disability Benefit

If totally disabled, vested member receives annual retirement allowance regardless of age

Same as 2006 plan and unchanged since 1994

Military Service

For members who have accrued 8 years of creditable service (none of which may be purchased), the member may claim 1 year of additional service credit for each year of active military service up to a maximum of 3 years

Same as 2006 (no allowance for military service)

Forfeiture of Retirement Benefits

Not included

Forfeiture of benefits based on conviction or entering a plea of *nolo contendere* to any crime committed during the member’s term of office that is either a felony or certain misdemeanors

GACC: General Assembly Compensation Commission

* The GACC recommendation was for a one-time \$2,000 increase in calendar 2013 and 2014 if the average Maryland unemployment rate in the prior calendar year was 5.0% or below.

**Lodging rate varies according to time of year. Low rate is in effect for the duration of the regular legislative session.

Source: Department of Legislative Services

Exhibit 5
How Full- or Part-time Is the State Legislature?

<u>Full-time</u>	<u>Hybrid</u>	<u>Part-time</u>
(A) California	Alabama	(A) Georgia
Michigan	Alaska	Idaho
New York	Arizona	Indiana
Pennsylvania	Arkansas	Kansas
	Colorado	Maine
(B) Illinois	Connecticut	Mississippi
Florida	Delaware	Nevada
Ohio	Hawaii	New Mexico
Massachusetts	Iowa	Rhode Island
New Jersey	Kentucky	Vermont
Wisconsin	Louisiana	West Virginia
	Maryland	
	Minnesota	(B) Montana
	Missouri	New Hampshire
	Nebraska	North Dakota
	North Carolina	South Dakota
	Oklahoma	Utah
	Oregon	Wyoming
	South Carolina	
	Tennessee	
	Texas	
	Virginia	
	Washington	

Note: Full-time legislatures are distinguished by those with longer sessions and larger districts (listed as A versus B). Part-time legislatures states are distinguished by those that are part-time (listed as A) but considered not the most traditional citizen legislatures (listed as B).

Characteristics of legislature:

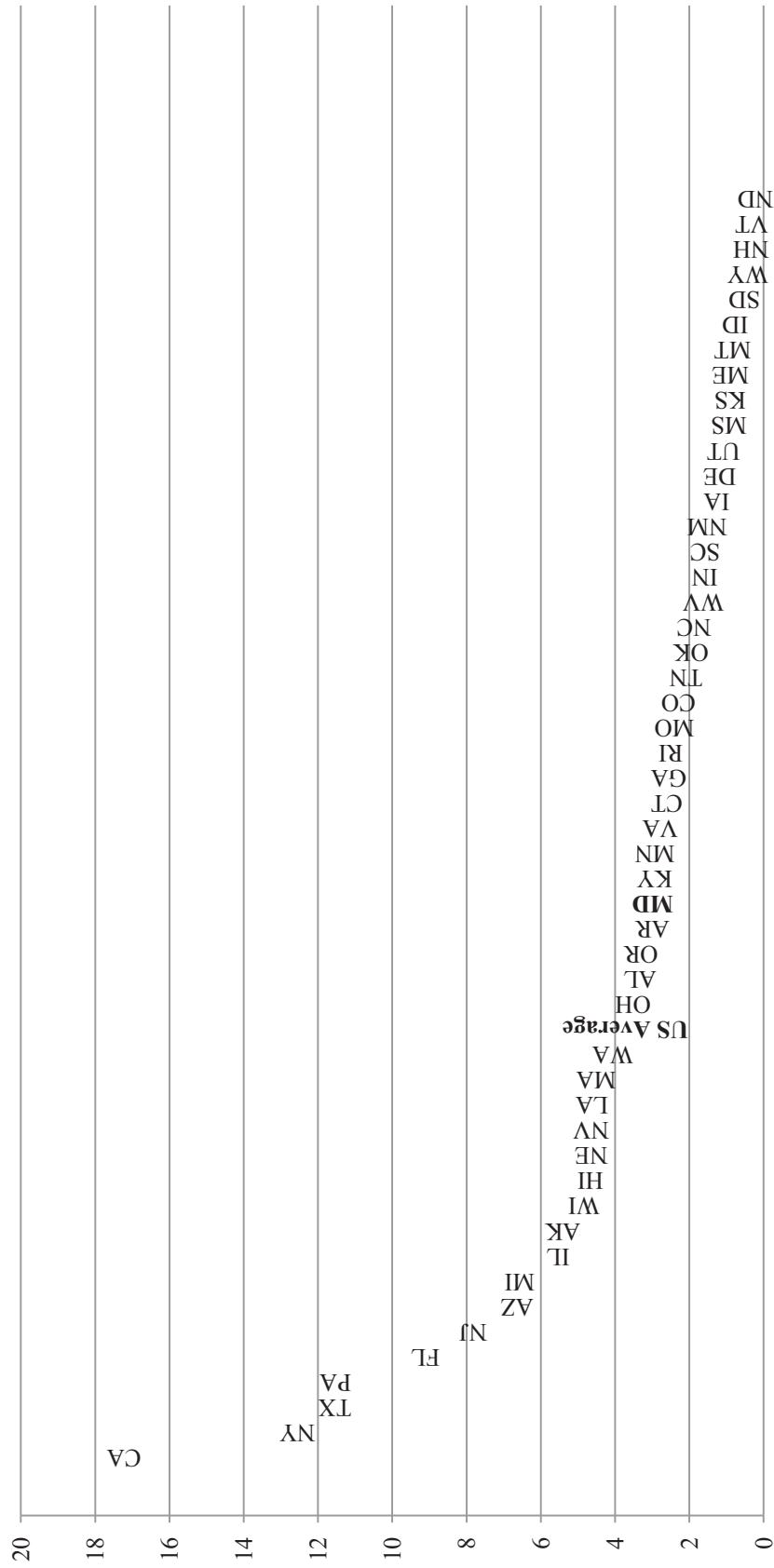
Full-time: 80% or more of a full-time job doing legislative work; average annual compensation including salaries, per diem and other unvouchered expenses of \$68,599; and 8.9 legislative staff (including central staff employees) per legislator.

Hybrid: 70% or more of a full-time job doing legislative work; average annual compensation of \$35,326; and 3.1 legislative staff per legislator.

Part-time: 55% or less of a full-time job doing legislative work; average annual compensation of \$15,984; and 1.2 legislative staff per legislator.

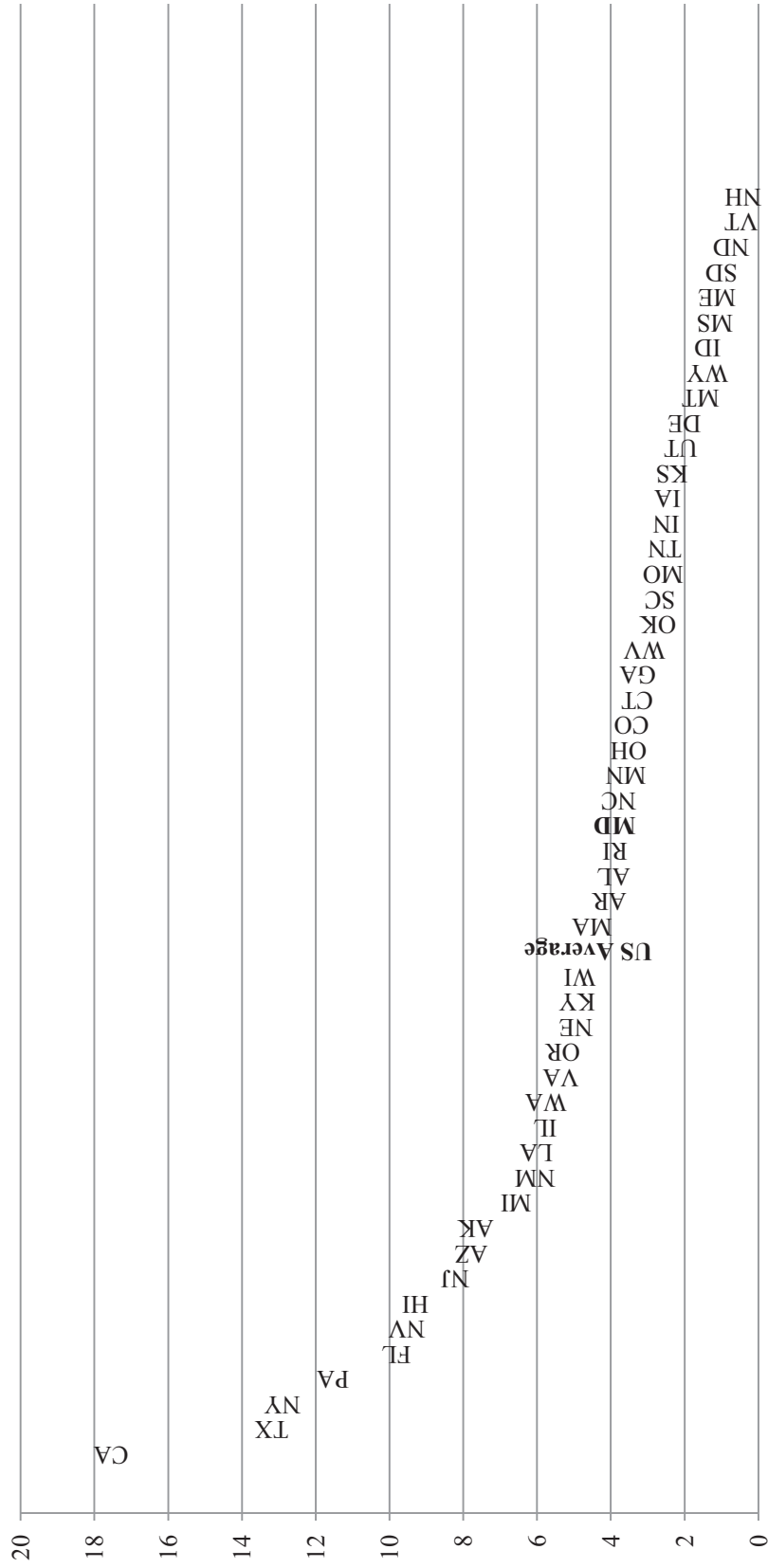
Source: National Conference of State Legislatures (2009)

**Exhibit 6
Permanent Staff Per Legislator**



Source: National Conference of State Legislatures; Department of Legislative Services

Exhibit 7
Total Legislative Staff Per Legislator



Source: National Conference of State Legislatures; Department of Legislative Services

Exhibit 8
Legislators – National and Maryland
Professional Backgrounds

<u>Occupation</u>	<u>Maryland</u>	<u>National</u>
Business (owner, executive, non-executive)	21%	21%
Law	20%	15%
Full-time legislator	12%	16%
State/local employee	9%	2%
Consulting	9%	8%
Education	7%	6%
Retired	5%	12%
Medical	5%	4%
Other (6 different occupational categories in Maryland/ 9 national)	12%	16%

Source: National Conference of State Legislatures (downloaded from NCSL website July 2013) based on 2007 data

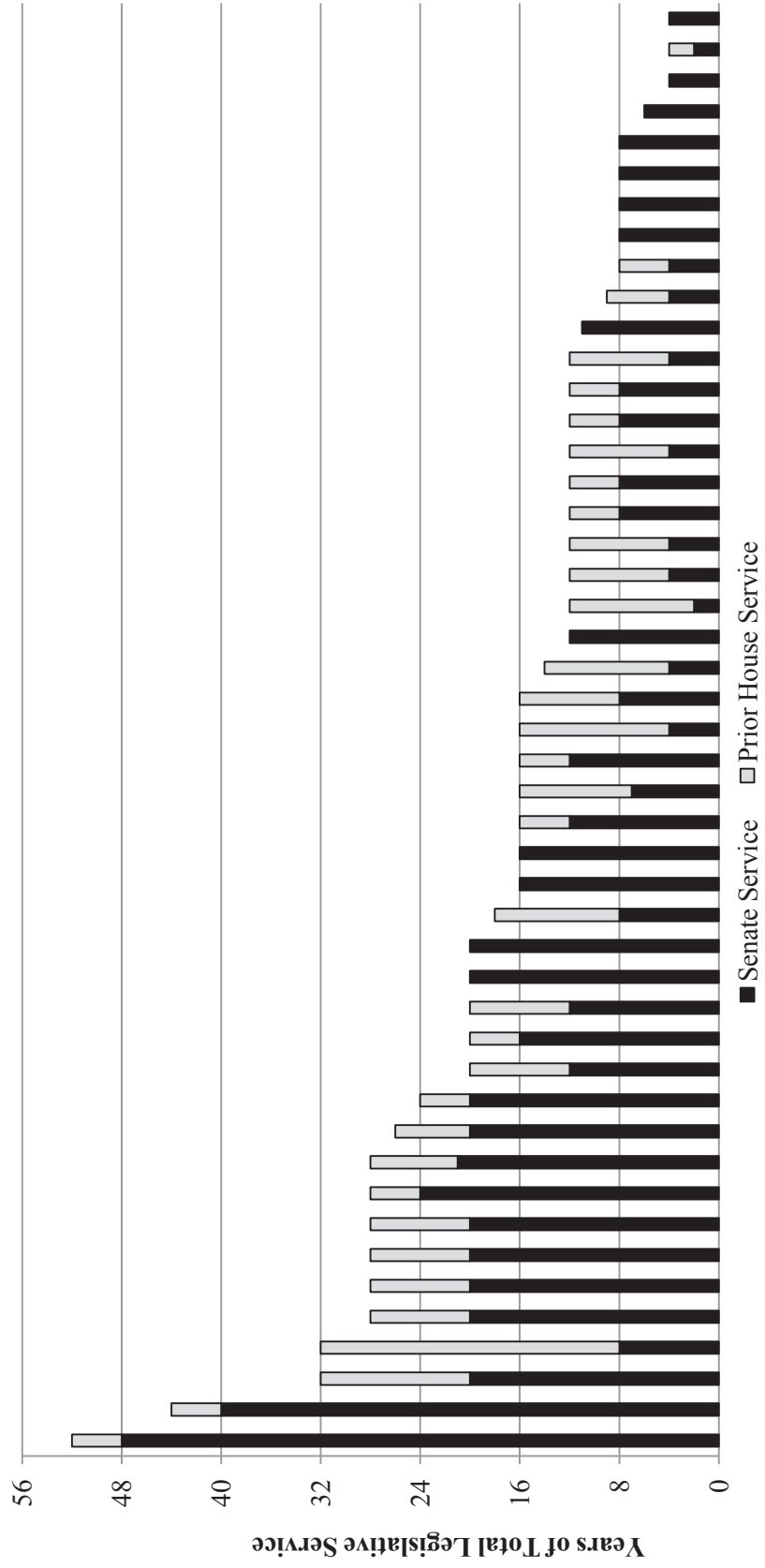
Exhibit 9
Legislators Continued in Office
Election Year Turnover
1974-2010

Election Year	Senate		House		Total		Less House to Senate		% of Total
	No. of Chgs.	% of Total	No of Chgs.	% of Total	No. of Chgs.	% of Total	Net		
1974	19	40.4%	63	44.7%	82	43.6%	9	73	38.8%
1978	11	23.4%	54	38.3%	65	34.6%	7	58	30.9%
1982	17	36.2%	50	35.5%	67	35.6%	9	58	30.9%
1986	8	17.0%	41	29.1%	49	26.1%	7	42	22.3%
1990	10	21.3%	35	24.8%	45	23.9%	5	40	21.2%
1994	20	42.6%	60	42.6%	80	42.6%	10	70	37.2%
1998	7	14.9%	30	21.3%	37	19.7%	3	34	18.1%
2002	11	23.4%	47	33.3%	58	30.9%	6	52	27.7%
2006	11	23.4%	42	29.8%	53	28.2%	4	49	26.1%
2010	10	21.3%	29	20.6%	39	20.7%	7	32	17.0%

Note: Of the 29 House changes in 2010, 9 involved legislators who ran for the Senate of whom 7 were elected.

Source: Department of Legislative Services

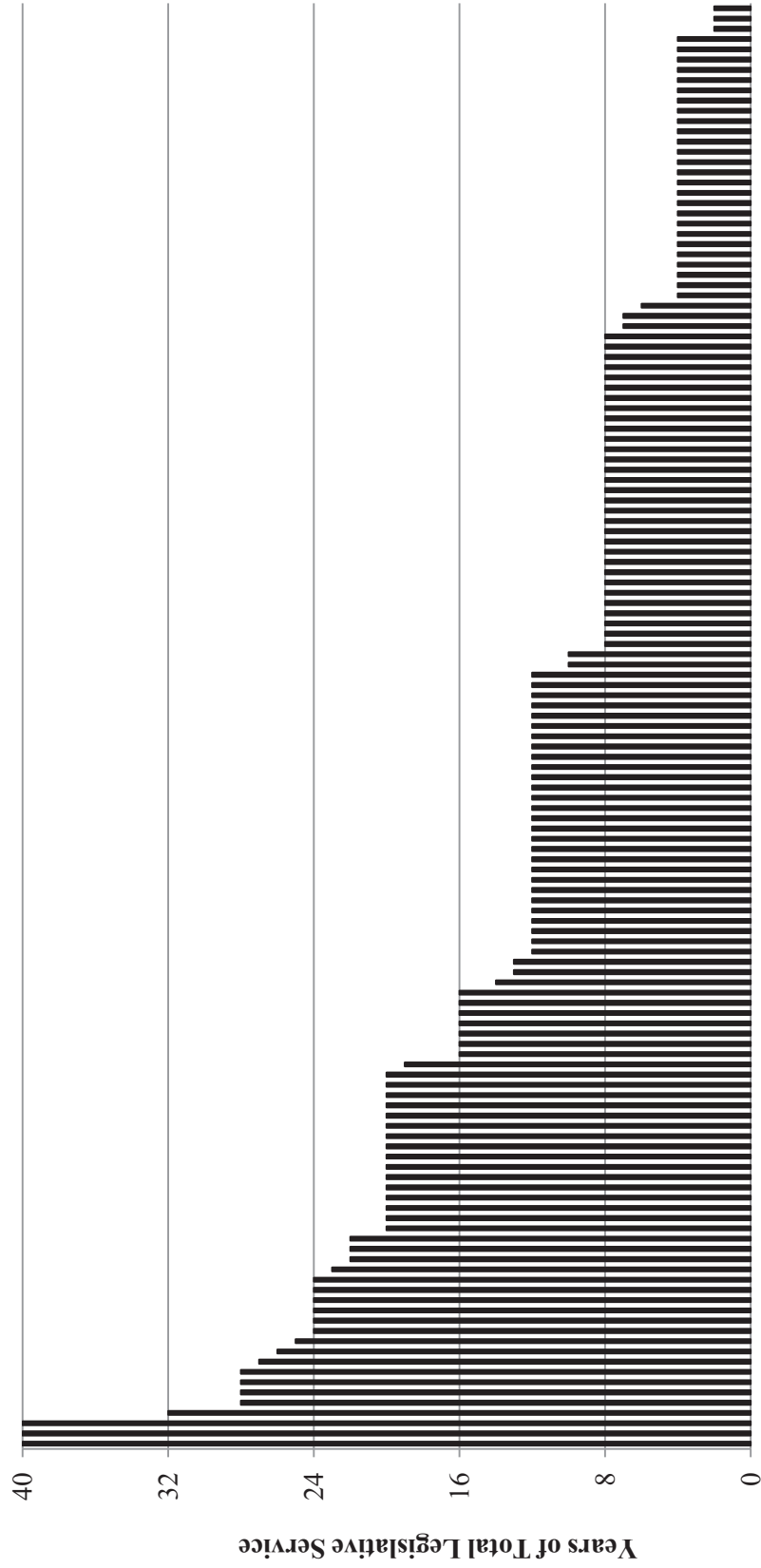
Exhibit 10
Current Senate Members Total Legislative Service



Note: Data assumes that legislators will complete the current term.

Source: Department of Legislative Services

Exhibit 11
Current House Members Total Legislative Service



Note: At the time of writing there were only 140 House members. Data assumes that legislators will complete the current term.

Source: Department of Legislative Services

Exhibit 12
2013 Legislative Salary and Session Characteristics

<u>State</u>	<u>Salary</u>	<u>Length of Terms (in Years)</u>		<u>Session Legal Limit</u>	<u>Notes</u>
		<u>Senate</u>	<u>House</u>		
California	\$90,526	4	2	Varies by year	
Pennsylvania	83,801	4	2	None	
New York	79,500	2	2	None	
Michigan	71,685	4	2	None	
Illinois	67,836	4	2	None	
Ohio	60,584	4	2	None	
Massachusetts	60,033	2	2	None	Legislative rules provide for end-by dates
Alaska	50,400	4	2	90C	
Wisconsin	49,943	4	2	None	
New Jersey	49,000	4	2	None	
Hawaii	46,273	4	2	60L	
Delaware	44,041	4	2	End by June 30	
Maryland	43,500	4	4	90C	
Washington	42,106	4	2	Varies by year	Odd years – 105C; even years – 60C
Oklahoma	38,400	4	2	Last Friday in May	
Missouri	35,915	4	2	End by May 30	
Minnesota	31,141	4	2	120L	120L or first Monday after third Saturday in May
Colorado	30,000	4	2	120C	
Florida	29,697	4	2	60C	
Connecticut	28,000	2	2	Varies by year	Odd years – end in June; even years – end in May
Iowa	25,000	4	2	Varies by year	Odd years – 110C; even years – 100C
Arizona	24,000	2	2	None	Legislative rules require end during week of the 100 th calendar day
Indiana	22,616	4	2	Varies by year	Odd years – April 29; even years – March 14
Oregon	22,260	4	2	Varies by year	Odd years – 160C; even years 35C
West Virginia	20,000	4	2	60C	
Tennessee	19,009	4	2	90L	Indirect limit by restricting compensation
Virginia	18,000 (Senate) 17,640 (House)	4	2	60C	Even years – 60C; odd years – 30C
Georgia	17,342	2	2	40L	

State	Salary	Length of Terms (in Years)		Session Legal Limit	Notes
		Senate	House		
Louisiana	16,800	4	4	Varies by year	Even years – 60L in 85C; odd years – 45L in 60C
Idaho	16,438	2	2	None	
Arkansas	15,869	4	2	Varies by year	Odd years – 60C; even years 30C
Rhode Island	14,640	2	2	None	
North Carolina	13,951	2	2	None	
Maine	1 st Session 13,852 2 nd Session 9,661	2	2	Varies by year	Odd years – third Wednesday in June; even years – third Wednesday in April
Nebraska	12,000	4		Varies by year	Odd years – 90L; even years – 60L
South Carolina	10,400	4	2	First Thursday in June	
Mississippi	10,000	4	4	Varies by year	90C except first year of gubernatorial term – 125C
Texas	7,200	4	2	140C	Biennial – odd years
South Dakota	6,000	2	2	40L	
New Hampshire	100	2	2	45L or July 1	
New Mexico	0	4	2	Varies by year	Odd years – 60C; even years – 30C
Utah	273/day	4	2	45C	
Kentucky	188/day (Senate) 187/day (House)	4	2	Varies by year	Even years – 60L or April 15; odd years – 30L or March 30
North Dakota	157/day	4	4	80L	Biennial – odd years
Wyoming	150/day	4	2	Varies by year	Odd years – 40L; even years – 20L
Nevada	146/day	4	2	120C	Biennial – odd years
Vermont	647/week	2	2	None	\$589 weekly
Kansas	89/day	4	2	Varies by year	Even years – 90C; odd years – none
Montana	83/day	4	2	90L	Biennial – odd years
Alabama	10/day	4	4	30L	30L in 105C

Key: L – legislative day
C – calendar day

Note: States with legislatures that are generally considered full-time are shaded; Illinois legislators are required to forfeit one day of compensation per month in 2013; Nebraska’s legislature is unicameral.

Source: National Conference of State Legislators; Department of Legislative Services

Exhibit 13
Relative Standing of Legislative Salaries

State	2013		2009		2006		2002		1998		2009-2013
	Salary	Rank	Salary	Rank	Salary	Rank	Salary	Rank	Salary	Rank	Salary Change
California	\$90,526	1	\$116,208	1	\$110,800	1	\$99,000	1	\$75,600	1	-22.1%
Pennsylvania	83,801	2	78,315	4	69,647	4	61,890	4	57,367	3	7.0%
New York	79,500	3	79,500	3	79,500	3	79,500	2	57,500	2	0.0%
Michigan	71,865	4	79,650	2	79,650	2	77,400	3	51,895	4	-9.8%
Illinois	67,836	5	67,836	5	55,788	6	55,788	5	47,039	5	0.0%
Ohio	60,584	6	60,584	7	56,261	5	51,674	6	42,427	7	0.0%
Massachusetts	60,033	7	61,440	6	53,380	7	50,123	7	46,410	6	-2.3%
Alaska	50,400	8	24,012	21	24,012	20	24,012	20	24,012	18	109.9%
Wisconsin	49,943	9	49,943	8	45,569	9	44,333	8	39,211	8	0.0%
New Jersey	49,000	10	49,900	9	49,000	8	35,000	10	35,000	9	0.0%
Hawaii	46,273	11	48,708	10	35,000	13	32,000	13	32,000	10	-5.0%
Delaware	44,041	12	42,750	12	39,785	11	33,400	11	27,500	15	3.0%
Maryland	43,500	13	43,500	11	43,500	10	31,509	15	29,700	12	0.0%
Washington	42,106	14	42,106	13	34,227	14	32,064	12	28,800	14	0.0%
Oklahoma	38,400	15	38,400	14	38,400	12	38,400	9	32,000	11	0.0%
Missouri	35,915	16	35,915	15	31,351	15	31,351	14	26,803	16	0.0%
Minnesota	31,141	17	31,141	16	31,141	16	31,141	16	29,657	13	0.0%
Colorado	30,000	18	30,000	18	30,000	17	30,000	17	17,500	21	0.0%
Florida	29,697	19	30,336	17	29,916	18	27,900	19	24,912	17	-2.1%
Connecticut	28,000	20	28,000	19	28,000	19	28,000	18	16,760	23	0.0%
Iowa	25,000	21	25,000	20	21,381	22	20,758	22	20,120	19	0.0%
Arizona	24,000	22	24,000	22	24,000	21	24,000	21	15,000	25	0.0%
Indiana	22,616	23	22,616	23	11,600	34	11,600	33	11,600	32	0.0%
Oregon	22,260	24	21,612	24	16,284	27	15,396	28	13,104	28	3.0%
West Virginia	20,000	25	20,000	25	15,000	29	15,000	29	15,000	26	0.0%

State	2013		2009		2006		2002		1998		2009-2013
	Salary	Rank	Salary	Rank	Salary	Rank	Salary	Rank	Salary	Rank	Salary Change
Tennessee	19,009	26	19,009	26	16,500	26	16,500	25	16,500	24	0.0%
Virginia											
Senate	18,000		18,000		18,000		18,000		18,000		
House	17,640	27	17,640	27	17,640	23	17,640	23	17,640	20	0.0%
Georgia	17,342	28	17,342	28	16,524	25	16,200	26	10,641	33	0.0%
Louisiana	16,800	29	16,800	29	16,800	24	16,800	24	16,800	22	0.0%
Idaho	16,438	30	16,116	30	15,646	28	15,646	27	12,360	30	2.0%
Arkansas	15,869	31	15,362	31	13,751	34	12,679	34	12,500	31	3.3%
Rhode Island	14,640	32	13,089	34	12,646	32	11,236	34	10,250	36	11.9%
North Carolina	13,951	33	13,951	32	13,951	31	13,951	31	13,951	29	0.0%
Maine	13,852	34	13,526	33	11,384	35	10,815	35	10,500	34	2.4%
Nebraska	12,000	35	12,000	35	12,000	33	12,000	32	12,000	31	0.0%
South Carolina	10,400	36	10,400	36	10,400	36	10,400	36	10,400	35	0.0%
Mississippi	10,000	37	10,000	37	10,000	37	10,000	37	10,000	37	0.0%
Texas	7,200	38	7,200	38	7,200	38	7,200	38	7,200	38	0.0%
South Dakota	6,000	39	6,000	39	6,000	39	6,000	39	4,267	39	0.0%
New Hampshire	100	40	100	40	100	40	100	40	100	40	0.0%
New Mexico	0	41	0	41	0	41	0	41	0	41	0.0%

Note: Data is for those states with annual salaries only as opposed to daily or weekly allowances; data for Maine is for the first session of the term (the longest/highest paid term).

Source: National Conference of State Legislatures; Department of Legislative Services

Exhibit 14
Legislative Salaries in States with
Combined Operating and Capital Budgets within \$5 Billion of Maryland's
Combined Budget

<u>State</u>	<u>Budget⁽¹⁾</u> <u>(\$ in Billions)</u>	<u>Legislative Salary⁽²⁾</u>
Maryland	\$33.9	\$43,500
Washington	33.6	42,106
Oregon	33.4	22,260
Minnesota	31.4	31,141
Louisiana	31.2	16,800
Colorado	30.9	30,000
Tennessee	30.1	19,009

⁽¹⁾ Based on actual fiscal 2011 data.

⁽²⁾ 2013 session.

Note: Of those states with legislative salaries higher than Maryland, only three have smaller combined operating and capital budgets (Alaska, Delaware, and Hawaii).

Source: National Association of State Budget Officers, *Fiscal 2010-2012 State Expenditure Report*; National Conference of State Legislatures; Department of Legislative Services

Exhibit 15
Legislative Salaries in States with
Combined Operating and Capital Budgets Higher Than Maryland's
Combined Budget

<u>State</u>	<u>Budget⁽¹⁾</u> <u>(\$ in Billions)</u>	<u>Legislative Salary⁽²⁾</u>
California	\$215.7	\$90,526
New York	132.8	79,500
Texas	95.5	7,200
Pennsylvania	69.1	83,801
Florida	65.5	29,697
Ohio	60.3	60,584
Massachusetts	53.3	60,003
North Carolina	51.1	13,951
Illinois	49.1	67,836
Michigan	48.6	71,865
New Jersey	47.1	49,000
Wisconsin	42.8	49,943
Virginia	42.3	18,000/17,640
Georgia	40.6	17,342
Maryland	33.9	43,500

⁽¹⁾ Based on actual fiscal 2011 data.

⁽²⁾ 2013 session.

Source: National Association of State Budget Officers, *Fiscal 2010-2012 State Expenditure Report*; National Conference of State Legislatures; Department of Legislative Services

Exhibit 16
Summary of Recent State Employee and
General Assembly Member Salary Changes

<u>Fiscal Year</u>	<u>State Employees</u>		<u>General Assembly Members</u>	
	<u>Cost-of-living Increase</u>	<u>Increments</u>	<u>Salary⁽⁴⁾</u>	<u>Salary Increase Over Previous Year</u>
1999	\$900 on 7/1/98 375 on 1/1/99	Yes	\$30,591	3.0%
2000	\$638 on 7/1/99 637 on 1/1/00	Yes	30,591	None
2001	4% ⁽¹⁾	Yes ⁽³⁾	31,509	3.0%
2002	4% ⁽²⁾	Yes	31,509	None
2003	None	No	34,500	9.5%
2004	None	No	37,500	8.7%
2005	752	Yes	40,500	8.0%
2006	1.5%	Yes	43,500	7.4%
2007	2.0%	Yes	43,500	None
2008	2.0%	Yes	43,500	None
2009	0.5% ⁽⁵⁾	Yes	43,500	None
2010	None ⁽⁶⁾	No	43,500	None
2011	None ⁽⁷⁾	No	43,500	None
2012	None	No	43,500	None
2013	2.0% on 1/1/2013	No	43,500	None
2014	3.0% on 1/1/2014	On 4/1/2014	43,500	None

⁽¹⁾ Effective November 15, 2000.

⁽²⁾ Effective January 1, 2002.

⁽³⁾ Executive Pay Plan structure altered to incorporate salary ranges (grades and steps eliminated).

⁽⁴⁾ Calendar years.

⁽⁵⁾ A 2% cost-of-living increase was included in the fiscal 2009 budget. However, a furlough for State employees by Executive Order 01.01.2008.20 on December 16, 2008, reduced employee salaries by an average of approximately 1.5%. General Assembly members are constitutionally exempt from furloughs.

⁽⁶⁾ No cost-of-living increase was included in the fiscal 2010 budget. A furlough for State employees by Executive Order 01.01.2009.11 in August 2009 resulted in an average salary reduction of approximately 2.5% of fiscal 2010 levels. General Assembly members are constitutionally exempt from furloughs.

⁽⁷⁾ No cost-of-living increase was included in the fiscal 2011 budget. A furlough for State employees by Executive Order 01.01.2010.11 in May 2010 resulted in an average salary reduction of approximately 2.5%. General Assembly members are constitutionally exempt from furloughs.

Source: Department of Legislative Services, October 2013

Exhibit 17
General Salary Increases, Increments, and Other Compensation
Fiscal 2003-2014

State Employees									
<u>Fiscal Year</u>	<u>Date of Increase</u>	<u>General Salary Increase</u>	<u>Increments</u>	<u>Police, Natural Resources Police, and Park Ranger Salary Increases</u>	<u>Maximum Deferred Compensation Match by State</u>	<u>Pay-for-Performance Bonuses</u>	<u>Annual Salary Review</u>	<u>Reclassifications</u>	<u>Other</u>
2003		None	None		\$500	None	None	None	
2004		None	None		None	None	None	None	
2005	7/1/2004	\$752 ³	On time		None	None	Yes ⁽¹⁾		
2006	7/1/2005	1.5%	On time		\$400	None	Yes ⁽²⁾		
2007	7/1/2006	\$900, \$1,400, or 2% ⁽³⁾	On time	2% extra, 9% extra for State police (primarily DGS and DHMH officers)	\$600	None	Yes ⁽⁴⁾	2 steps on standard salary schedule; 1 step on the physician's salary schedule	
2008	7/1/2007	2.0%	On time		\$600	None	None		
2009	7/1/2008	2.0%	On time		\$600	None	Yes ⁽⁵⁾	2-5 day furlough enacted ⁽⁶⁾	
2010	7/1/2009	None	None		\$0	None	None	3-10 day furlough enacted ⁽⁷⁾	
2011	7/1/2010	None	None		\$0	None	None	3-10 day furlough enacted ⁽⁸⁾	
2012	7/1/2011	None	None	Negotiated increments	\$0	\$750 bonus ⁽⁹⁾	None	Furloughs ended	
2013	1/1/2013	2.0%	None		\$0	None	Yes ⁽¹⁰⁾		
2014	1/1/2014	3.0%	On 4/1/2014	Negotiated increments	\$0	None	Yes ⁽¹¹⁾		

(1) The following classifications were provided upgrades: public defenders, social services attorneys, assistant general counsels (human relations), assistant State prosecutors, direct service workers in the Department of Juvenile Services, property assessors, laboratory scientists, administrative law judges, and banking financial examiners.

(2) It provided a one-grade salary adjustment for the Deputy State Fire Marshal classification series.

(3) Fiscal 2007 general salary increases are \$900 for employees making less than \$45,000 at the end of fiscal 2006, \$1,400 for employees making \$70,000 or more, and 2% for those remaining.

(4) The fiscal 2007 annual salary review provides reclassifications and other enhancements for correctional officers and correctional support personnel, registered nurses, licensed practical nurses, direct care assistants, forensic scientists, institutional educators, administrative law judges, and teachers' aides.

(5) The fiscal 2009 annual salary review provides reclassifications and other enhancements for scientists, investigators, engineers, public defender intake specialist, veteran service, cemetery workers, call center specialists, complex tax auditor, tax consultant, retirement benefits counselor, medical care specialist, dental workers, financial regulation, deputy fire marshal, lead aviation maintenance technician, police communications operators, and civilian helicopter pilots.

(6) State employee salaries were reduced through furlough in fiscal 2009 by Executive Order 01.01.2008.20 in December 2008. The salaries for employees earning \$40,000 were reduced by the value of two days' salary; those earning between \$40,000 and \$59,999 were reduced by the value of four days' salary; and those earning \$60,000 or above were reduced by five days' salary. Public safety and positions required to maintain 24/7 facilities were exempted from the action. The result was an average salary reduction of approximately 1.5%.

(7) State employee salaries were reduced through furloughs and salary reductions in fiscal 2010 by Executive Order 01.01.2009.11 in August 2009. All employees were subject to a temporary salary reduction of five salary days, while non-24/7 employees with salaries between \$40,000 and \$49,999 were furloughed for an additional three days; those between \$50,000 and \$99,999 for an extra four days; and those earning over \$100,000 were furloughed for an additional five days. The result was an average salary reduction of approximately 2.6%.

(8) State employee salaries were reduced through furloughs and salary reductions in fiscal 2011 by Executive Order 01.01.2010.11 in May 2010. The structure mirrors the fiscal 2010 program.

(9) The fiscal 2012 budget provided employees with a one-time \$750 bonus.

(10) The fiscal 2013 allowance provides upgrades to the following classifications: contribution tax auditors, Maryland correctional enterprise industries representative I and II, and regional managers. Two new classes were also created – nutrient management specialist III and forensic behavioral specialists.

(11) The fiscal 2014 allowance provides one grade for the following classifications: Emergency Medical Services' communication officer staff; State Department of Assessment and Taxation Assessors; personnel classifications at the Department of Health and Mental Hygiene, the Department of Human Resources, and the Department of Public Safety and Correctional Services (DPSCS); and civilian fixed wing pilots, aviation technicians, and inspectors at the State Police. Parole and probation agents at DPSCS that are an agent I, receive a one-grade increase, agent II and senior currently at base, step 1 or step 2 are moved up to step 3. Personnel officers in the employee relations function at the Department of Budget and Management are moved into four-level class series.

DGS: Department of General Services

DHMH: Department of Health and Mental Hygiene

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

Exhibit 18
Recent General Assembly Member Salary Increases
Compared to Several Price Indices and
Maryland State Employee General Salary Increases

<u>Four-year Period</u>	<u>Maryland Personal Income</u>	<u>Consumer Price Index – Urban Consumers</u>	<u>State and Local Government Compensation</u>	<u>Maryland State Employee General Salary Increase</u>	<u>General Assembly Member Salary⁽¹⁾</u>
1991-1994	14.3%	8.8%	16.7%	4.0%	12.0%
1995-1998	18.6%	7.0%	12.8%	5.1%	6.1%
1999-2002	19.2%	8.0%	19.2%	16.3%	6.1%
2003-2006	20.4%	9.6%	14.2%	3.1%	38.1%
2007-2010	6.2%	5.2%	8.8%	6.1% ⁽²⁾	0.0%
2011-2014	11.5%	5.0%	5.6%	5.1% ⁽²⁾	0.0%

⁽¹⁾ Total salary change of the last year of each four calendar-year period (*e.g.*, 2010) from the last year of the previous four-year period (*e.g.*, 2002).

⁽²⁾ This reflects the annualized ongoing general salary increases provided for in these years. It does not reflect the impact of any one-time salary actions that occurred during these years such as a one-time bonus or salary reductions from furloughs.

Source: Forecast of Maryland Personal Income (2013+) from the Board of Revenue Estimates, December 2012; Forecast of the Consumer Price Index and Government Compensation (2013+) from IHS Global Insight, July 2013

Exhibit 19
Salaries of Selected Maryland State Officials
Fiscal 2007-2014

	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>% Change 2011-2014</u>
Constitutional Officers									
Governor	\$150,000	\$150,000	\$150,000	\$150,000	\$150,000	\$150,000	\$150,000	\$150,000	0.00%
Lieutenant Governor	125,000	125,000	125,000	125,000	125,000	125,000	125,000	125,000	0.00%
Attorney General	125,000	125,000	125,000	125,000	125,000	125,000	125,000	125,000	0.00%
Comptroller	125,000	125,000	125,000	125,000	125,000	125,000	125,000	125,000	0.00%
Treasurer	125,000	125,000	125,000	125,000	125,000	125,000	125,000	125,000	0.00%
Secretary of State	87,500	87,500	87,500	87,500	87,500	87,500	87,500	87,500	0.00%
Deputy Constitutional Officers									
Attorney General	\$129,713	\$135,046	\$140,460	\$143,270	\$143,270	\$143,270	\$143,270	\$146,136	2.00%
Comptroller	124,203	128,603	151,210	154,235	154,235	154,235	154,235	157,320	2.00%
Treasurer	110,033	117,260	119,606	127,762	127,762	127,762	136,706	139,441	9.14%
Judiciary									
Judge, Court of Appeals	\$144,352	\$153,352	\$162,352	\$162,352	\$162,352	\$162,352	\$162,352	\$166,908	2.81%
Ch. Judge Court of Appeals	163,352	172,352	181,352	\$181,352	181,352	181,352	181,352	185,908	2.51%
Judge, Special Appeals	134,552	142,052	149,552	\$149,552	149,552	149,552	149,552	154,108	3.05%
Ch. Judge Ct. Spec. Appeals	137,552	145,052	152,552	\$152,552	152,552	152,552	152,552	157,108	2.99%
Judge, Circuit Court	128,352	134,352	140,352	\$140,352	140,352	140,352	140,352	144,908	3.25%
Judge, District Court	118,502	122,752	127,252	\$127,252	127,252	127,252	127,252	131,108	3.03%
Ch. Judge, District Court	134,552	142,052	149,552	\$149,552	149,552	149,552	149,552	154,108	3.05%

	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2007-2010</u> % Change	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2011-2014</u> % Change
Cabinet Secretaries										
Superintendent of Schools	\$185,000	\$195,000	\$195,000	\$195,000	5.41%	\$195,000	\$195,000	\$195,000	\$210,000	7.69%
Aging	123,776	125,176	122,400	124,848	0.87%	124,848	124,848	124,848	127,345	2.00%
Planning	126,214	127,614	122,400	124,848	-1.08%	124,848	124,848	124,848	127,345	2.00%
Veterans	94,718	96,118	101,490	80,160	-15.37%	101,490	104,092	104,092	106,174	4.62%
Budget and Management	153,563	154,963	162,825	166,082	8.15%	166,082	166,082	166,082	169,404	2.00%
General Services	129,628	131,028	135,660	138,374	6.75%	138,374	138,374	138,374	141,142	2.00%
Transportation	149,862	151,262	162,825	166,082	10.82%	166,082	166,082	166,082	169,404	2.00%
Natural Resources	129,442	130,842	145,860	148,778	14.94%	148,778	148,778	148,778	151,754	2.00%
Agriculture	127,440	128,840	127,500	130,050	2.05%	130,050	130,050	130,050	132,651	2.00%
Health and Mental Hygiene	158,232	159,632	162,825	166,082	4.96%	166,082	166,082	166,082	169,404	2.00%
Human Resources	128,160	129,560	151,210	159,000	24.06%	159,000	142,800	154,820	157,917	-0.68%
Labor, Licensing, and Reg.	136,305	137,705	140,460	143,270	5.11%	143,270	155,941	158,974	153,000	6.79%
Public Safety	147,924	149,324	162,825	166,082	12.28%	166,082	166,082	166,082	169,404	2.00%
Higher Education Commission	141,283	142,683	151,170	154,194	9.14%	154,194	154,194	110,356	145,530	-5.62%
Housing	135,965	137,365	145,860	148,778	9.42%	148,778	148,778	148,778	151,754	2.00%
Bus. and Econ. Development	147,897	149,297	162,825	166,082	12.30%	155,000	155,000	155,000	158,000	1.94%
Environment	134,645	136,045	132,600	135,252	0.45%	135,252	115,356	141,026	143,847	6.35%
Juvenile Services	140,854	142,254	153,000	156,060	10.80%	156,060	156,060	150,162	153,166	-1.85%
State Police	128,160	129,560	162,825	166,082	29.59%	166,082	166,082	155,000	158,100	-4.81%

Source: Budget Bill Executive Pay Plan for Cabinet Secretaries, adjusted for Constitutional Officers and Judiciary when compensation commissions have met after session.

Exhibit 20
Local Legislative Salaries
Fiscal 2014

<u>County</u>	<u>County Council or Commissioners</u>	<u>President, County Board/Council, or Commissioner</u>
Talbot	\$14,400	\$15,400
Caroline	15,000	16,000
Kent	15,000	15,000
Somerset	15,000	17,000
Dorchester	16,000	17,000
Wicomico	16,000	18,000
Queen Anne's	19,000	19,000
Cecil	25,000	25,000
Worcester	25,000	25,000
Washington	30,000	33,000
Alleghany	30,799	32,781
Garrett	32,500	32,500
Anne Arundel	36,000	40,500
Harford	36,210	39,718
St. Mary's	38,000	43,000
Calvert	42,000	44,500
Carroll	45,000	45,000
Frederick	45,000	45,000
Charles	48,000	58,000
Baltimore County	54,000	60,000
Howard	54,600	55,600
Baltimore City	61,383	105,535
Prince George's	102,486	107,486
Montgomery	104,022	114,425
Median	34,250	36,359

Source: Maryland Association of Counties

Exhibit 21
City and County Council Salaries
Fiscal 2002-2014

	<u>2002</u>	<u>2006</u>	<u>2010</u>	<u>2014</u>	<u>% Change</u> <u>2010-2014</u>
Anne Arundel County					
Member	\$28,660	\$36,000	\$36,000	\$36,000	0.0%
Chairman	33,000	40,500	40,500	40,500	0.0%
Baltimore City					
Member	48,000	48,000	58,425	61,383	5.1%
President	80,000	88,000	100,450	105,535	5.1%
Baltimore County					
Member	38,500	45,000	54,000	54,000	0.0%
Chairman	43,000	50,000	60,000	60,000	0.0%
Harford County					
Member	18,500	31,000	34,205	36,210	5.9%
Chairman	20,000	34,000	37,205	39,718	6.8%
Howard County					
Member	33,800	33,800	52,892	54,600	3.2%
Chairman	34,800	34,800	53,892	55,600	3.2%
Montgomery County					
Member	65,674	76,654	94,353	104,022	10.2%
Chairman	72,242	84,320	103,786	114,425	10.3%
Prince George's County					
Member	56,858	73,000	97,087	102,486	5.6%
Chairman	59,403	78,000	102,087	107,486	5.3%

Source: Maryland Association of Counties

Exhibit 22
Mayor and County Executive Salaries
Fiscal 2002-2014 Period

	<u>2002</u>	<u>2006</u>	<u>2010</u>	<u>2014</u>	<u>% Change 2010-2014</u>
Anne Arundel County	\$99,000	\$105,612	\$130,000	\$130,000	0.0%
Baltimore City	125,000	125,000	151,700	159,380	5.1%
Baltimore County	105,000	125,000	150,000	150,000	0.0%
Harford County	65,000	90,000	99,317	105,136	5.9%
Howard County	98,500	136,717	158,675	163,482	3.0%
Montgomery County	120,837	158,285	175,000	180,250	3.0%
Prince George's County	105,508	135,000	174,539	180,474	3.4%

Source: Maryland Association of Counties

Exhibit 23
Local Government Salary Actions in Fiscal 2014

<u>County</u>	<u>County Government</u>			<u>Board of Education</u>		
	<u>COLA/GSI</u>	<u>Generally</u>	<u>Step/Merit</u>	<u>COLA/GSI</u>	<u>Teachers</u>	<u>Step/Merit</u>
Allegany ¹	3.0%	No	No	0.0%		Yes
Anne Arundel ²	3.0%	Yes	Yes	1.0%		Yes
Baltimore City ³	Most Groups Pending	Most Groups Pending	Pending	Pending		Pending
Baltimore ⁴	Varies	Yes	Yes	0.0%		Yes
Calvert ⁵	1.0%	Yes	Yes	3.5%		Yes
Caroline ⁶	1.0%	No	No	0.0%		Yes
Carroll ⁷	1.5%	Yes	Yes	0.0%		No
Cecil	1.5%	No	No	1.8%		Yes
Charles	2.0%	Yes	Yes	0.0%		Yes
Dorchester	1.0%	No	No	0.0%		Yes
Frederick	1.0%	Yes	Yes	0.0%		Yes
Garrett	0.0%	No	No	0.0%		2 Steps
Harford	0.0%	No	No	0.0%		No
Howard ⁸	2.0%	Yes	Yes	0.0%		Yes
Kent	\$2,000	No	No	0.0%		No
Montgomery ⁹	3.25%	Yes	Yes	0.0%		Yes
Prince George's ¹⁰	Some Groups Pending	Some Groups Pending	Some Groups Pending	3.0%		Yes
Queen Anne's ¹¹	3.0%	No	No	1.0%		Yes
St. Mary's ¹²	0.0%	2 Steps	2 Steps	0.0%		Yes
Somerset ¹³	0.0%	No	No	1.0%		Yes
Talbot ¹⁴	3.0%	Yes	Yes	0.0%		Yes
Washington ¹⁵	0.0%	No	No	0.0%		Yes
Wicomico	1.7%	No	No	1.0%		Yes
Worcester ¹⁶	2.0%	No	No	0.0%		Yes
Number Granting	16	10	7	7		20

COLA: cost-of-living adjustment
GSI: general salary increase

- ¹ Most Allegany County employees will receive a 3.0% COLA; transit employees will receive an increase of \$0.35 per hour; and sheriff negotiations are pending.
- ² Anne Arundel County nonrepresented employees, except uniformed police, will receive a 2.0% COLA in January 2014 and a 2.0% COLA in April 2014; detention officers and sergeants will receive a 2.0% COLA in January 2014 and a 1.0% COLA in April 2014; all other employees will receive a 3.0% COLA in January 2014. All employees, except police who are on a new scale, receive a 3.0% merit increase. Anne Arundel County Public Schools teachers receive a 1.0% COLA on July 1, 2013, and a step increase January 22, 2014; administrators and supervisors receive a 1.0% COLA and 2 steps effective July 1, 2013; American Federation of State, County and Municipal Employees (AFSCME) receive 2.0% effective January 1, 2014; Secretaries and Assistants Association of Anne Arundel County receive 1.5% effective July 1, 2013, and 1 step mid-year; and nonunion employees receive 3.0% effective July 1, 2013.
- ³ Baltimore City fire suppression employees will receive a 14.0% increase for new schedule on January 1, 2014; other fire employees receive a 2.0% COLA; both groups receive a step increase; Baltimore City is still negotiating with other employee groups. Baltimore City Public Schools teachers, administrators, and supervisors are still negotiating. The City Union of Baltimore members receive a 1.4% COLA; L44 members receive 2.1%; and paraprofessionals and school-related personnel receive 1.75%; most employees also will receive an interval increase.
- ⁴ Baltimore County is still in negotiations with police officers. AFSCME employees received a 3.0% COLA on July 1, 2013.
- ⁵ Calvert County Public Schools teachers are repositioned on compressed salary scales, then receive a 1 step increase and a 1.0% COLA, resulting in average GSI of 3.5%. Teachers on top step receive pensionable salary adjustment of 1.0% for fiscal 2014 that will not be incorporated into the base. Similar for support staff and supervisors and administrators, except that supervisors and administrators at top step receive pensionable salary adjustment of 1.5%.
- ⁶ Caroline County State's Attorney and circuit court employees will not receive the 1.0% GSI.
- ⁷ Carroll County Public Schools employees receive a 2.5% bonus.
- ⁸ All Howard County employees will receive a 2.0% COLA January 1, 2014.
- ⁹ Most Montgomery County employees receive a 3.25% general wage adjustment and, except management and medical doctors, a 3.5% service increment; firefighters receive a 2.75% general wage adjustment, police receive 2.1%, fire and police management also receive catch up increments; and seasonal employees receive a \$0.50/hour increase. While Montgomery County Public Schools employees in general will not receive a COLA, employees that did not receive a merit step or longevity increase will receive a 2.0% GSI.
- ¹⁰ Increases for Prince George's County correctional officers, police, deputy sheriffs, fire/EMS, police, and sheriff civilian employees not determined at this time; AFSCME employees receive an increase of 2.5% effective July 1, 2013, and 2.5% effective March 1, 2014; firefighters receive a 3.5% merit increase, but no COLA; other employees in general receive a 2.5% COLA effective August 25, 2013, and a 2.5% COLA effective March 9, 2014. Prince George's County Public Schools teachers will receive a delayed step increase on January 1, 2014; Association of Classified Employees/AFSCME members receive a 3.0% COLA and a step increase; Service Employees International Union members receive a 2.0% COLA and a step increase; administrators, supervisors, and other professional positions are still in negotiations.
- ¹¹ Queen Anne's County Public Schools certificated and support employees that did not receive the step increase will receive an additional 1.0% increase; administrators and supervisors will not receive the step increase.
- ¹² St. Mary's County employees at top of grade receive a \$800 stipend in lieu of step increases. St. Mary's County Public Schools teachers and classified/noncertificated employees receive a step and step recovery or \$800 stipend if no step increase; administrators are on a new salary scale and receive \$800 if no increase.
- ¹³ Somerset County Public Schools employees will receive a step increase in January 2014.
- ¹⁴ Talbot County Public Schools 180-day staff will receive a \$100 stipend in lieu of one day reduction in calendar days.
- ¹⁵ While Washington County Public Schools employees in general will not receive a COLA, teachers in the top 2 steps receive a 0.5% increase; teachers, education support personnel, and administrators and supervisors receive a step increase; teachers in the top step receive a one-time stipend of \$375; and education support personnel, administrators, and supervisors in the top step receive a 1.0% stipend.
- ¹⁶ Worcester County Public Schools employees will receive a 1.0% increase if beyond step.

Source: Department of Legislative Services

Exhibit 24
Income Levels for Maryland's Jurisdictions
Median Household Income and Per Capita Personal Income

<u>County</u>	<u>CY 2011 Median Household</u>	<u>Percent of State</u>	<u>Rank</u>	<u>CY 2011 Per Capita Personal</u>	<u>Percent of State</u>	<u>Rank</u>
Allegany	\$38,504	54.9%	22	\$32,855	64.9%	22
Anne Arundel	82,980	118.4%	5	56,270	111.1%	3
Baltimore City	38,478	54.9%	22	42,036	83.0%	15
Baltimore	62,309	88.9%	12	50,926	100.5%	5
Calvert	88,406	126.2%	4	47,483	93.7%	8
Caroline	50,809	72.5%	16	32,819	64.8%	23
Carroll	82,553	117.8%	6	45,507	89.8%	10
Cecil	61,191	87.3%	13	39,689	78.4%	17
Charles	88,575	126.4%	3	44,778	88.4%	12
Dorchester	41,936	59.8%	20	34,771	68.6%	21
Frederick	77,872	111.1%	8	46,610	92.0%	9
Garrett	41,829	59.7%	21	38,463	75.9%	18
Harford	77,095	110.0%	9	49,329	97.4%	7
Howard	99,040	141.3%	1	66,300	130.9%	2
Kent	49,795	71.1%	17	44,489	87.8%	13
Montgomery	92,288	131.7%	2	69,762	137.7%	1
Prince George's	70,114	100.1%	11	40,215	79.4%	16
Queen Anne's	75,158	107.3%	10	49,605	97.9%	6
St. Mary's	80,943	115.5%	7	44,849	88.5%	11
Somerset	35,426	50.6%	24	28,387	56.0%	24
Talbot	55,145	78.7%	14	55,721	110.0%	4
Washington	52,028	74.2%	15	37,008	73.1%	19
Wicomico	45,788	65.3%	19	34,985	69.1%	20
Worcester	48,472	69.2%	18	43,987	86.8%	14
Maryland	\$70,075	100.0%		\$50,656	100.0%	

CY: calendar year

Source: Department of Legislative Services

Exhibit 25
Legislator Salary and Fringe Benefits by Year of Service

<u>Years of Service</u>	<u>4</u>	<u>8</u>	<u>12</u>	<u>16</u>	<u>20</u>	<u>24+</u>
Benefits While Serving						
Salary	\$43,500	\$43,500	\$43,500	\$43,500	\$43,500	\$43,500
Less						
Retirement Contribution (5.0%)	-\$2,175	-\$2,175	-\$2,175	-\$2,175	-\$2,175	\$0
BC/BS PPO (Member and Spouse)	-2,057	-2,057	-2,057	-2,057	-2,057	-2,057
Prescription Drug (Non-retiree)	-799	-799	-799	-799	-799	-799
Dental PPO	-279	-279	-279	-279	-279	-279
Subtotal	-\$5,310	-\$5,310	-\$5,310	-\$5,310	-\$5,310	-\$3,135
Adjusted Salary	\$38,190	\$38,190	\$38,190	\$38,190	\$38,190	\$40,365
Fringe Benefits (Assumes No Medicare)						
Employer Retirement Subsidy (18.3%)	\$7,961	\$7,961	\$7,961	\$7,961	\$7,961	\$7,961
Employer Health Insurance Subsidy	8,228	8,228	8,228	8,228	8,228	8,228
Employer Prescription Drug Subsidy	3,197	3,197	3,197	3,197	3,197	3,197
Employer Dental PPO	279	279	279	279	279	279
Total Fringe Benefits	\$19,665	\$19,665	\$19,665	\$19,665	\$19,665	\$19,665
Total Fringes and Salary	\$57,854	\$57,854	\$57,854	\$57,854	\$57,854	\$60,029
Benefits Upon Retirement						
Retirement Income	\$0	\$10,440	\$15,660	\$20,880	\$26,100	\$29,001
Less						
Retiree Health Insurance Premium with Medicare (BC/BS PPO for Member and Spouse)	-\$3,428	-\$2,286	-\$1,143	-\$1,143	-\$1,143	-\$1,143
Retiree Prescription Drug Premium with Medicare	-1,773	-1,241	-709	-709	-709	-709
Retiree Premium Dental PPO	-419	-349	-279	-279	-279	-279
Total	-\$5,620	-\$3,876	-\$2,131	-\$2,131	-\$2,131	-\$2,131
Adjusted Income	\$4,820	\$11,784	\$18,749	\$23,969	\$29,969	\$31,130
Retiree Health Benefit Subsidy						
Retiree Health Insurance Premium with Medicare (BC/BS PPO for Member and Spouse)	\$2,286	\$3,428	\$4,571	\$4,571	\$4,571	\$4,571
Retiree Prescription Drug Premium with Medicare	1,064	1,596	2,127	2,127	2,127	2,127
Retiree Premium Dental PPO	140	209	279	279	279	279
Subtotal	\$3,489	\$5,233	\$6,978	\$6,978	\$6,978	\$6,978
Total Retirement Benefit	\$8,309	\$17,018	\$25,727	\$30,947	\$36,947	\$38,108

BC/BS: BlueCross/BlueShield
PPO: Preferred Provider Organization

Source: Department of Legislative Services

Exhibit 26
Medical Insurance for Legislators
(Payroll Ending July 31, 2013)

	Health		Prescription		Dental	
	<u>Members</u>	<u>% of Total Chamber</u>	<u>Members</u>	<u>% of Total Chamber</u>	<u>Members</u>	<u>% of Total Chamber</u>
Participation						
Senate	35	74%	34	72%	29	62%
House	100	71%	99	70%	93	66%
Total	135	72%	133	71%	122	65%
Coverage Levels						
Senate						
Individual	7	15%	7	15%	8	17%
2 or more	28	60%	27	57%	21	45%
Total	35	74%	34	72%	29	62%
House						
Individual	27	19%	27	19%	24	17%
2 or more	73	52%	72	51%	69	49%
Total	100	71%	99	70%	93	66%
Combined						
Individual	34	18%	34	18%	32	17%
2 or more	101	54%	99	53%	90	48%
Total	135	72%	133	71%	122	65%

Health Subsidy

\$315.82 - \$380.93 per month for single coverage.
 \$598.47 - \$952.35 per month for 2 or more.

Prescription Subsidy

\$162.52 per month for single coverage.
 \$266.42 - \$321.05 per month for 2 or more.

Dental Subsidy

\$7.65 - \$11.63 per month for single coverage.
 \$15.33 - \$43.60 per month for 2 or more.

Source: Department of Legislative Service, October 2013

Exhibit 27 Options for Catch-up

	Consumer Price Index 2007-2014 (10.2%)	State Employee Cumulative Total Salary Compensation 2007-2014 Above That of State Legislators at Comparable Salary (11.2%)	State Employee Cumulative General Salary Increase 2007-2014 (12.0%)	Maryland Personal Income 2007-2014 (17.7%)	State Employee Salary Increase 2007-2014 Unadjusted for Reductions (22.0%)
Legislators					
2014	\$43,500	\$43,500	\$43,500	\$43,500	\$43,500
2015	44,609	44,718	44,805	45,425	45,893
2016	45,719	45,936	46,110	47,350	48,285
2017	46,828	47,154	47,415	49,275	50,678
2018	47,937	48,372	48,720	51,200	53,070
Total Increase	\$4,437	\$4,872	\$5,220	\$7,700	\$9,570
Annual Increase	\$1,109	\$1,218	\$1,305	\$1,925	\$2,393
Total % Increase	10.2%	11.2%	12.0%	17.7%	22.0%
Presiding Officers					
2014	\$56,500	\$56,500	\$56,500	\$56,500	\$56,500
2015	57,941	58,082	58,195	59,000	59,608
2016	59,382	59,664	59,890	61,500	62,715
2017	60,822	61,246	61,585	64,000	65,823
2018	62,263	62,828	63,280	66,501	68,930
Total Increase	\$5,763	\$6,328	\$6,780	\$10,001	\$12,430
Annual Increase	\$1,441	\$1,582	\$1,695	\$2,500	\$3,108
Total % Increase	10.2%	11.2%	12.0%	17.7%	22.0%
Annual Fiscal Impact (Including Fringes)	\$262,758	\$288,518	\$309,127	\$455,962	\$566,732

Source: Department of Legislative Services

Exhibit 28
Options for Catch-up Plus Out-year (2015-2018 Estimate of Consumer Price Index)

	Consumer Price Index (CPI) 2007-2014 (10.2%) + 5.5% Forecast CPI	State Employee Cumulative Total Salary Compensation 2007-2014 Above That of State Legislators at Comparable Salary (11.2%) + 5.5% Forecast CPI	State Employee Cumulative General Salary Increase 2007-2014 (12.0%) + 5.5% Forecast CPI	Maryland Personal Income 2007-2014 (17.7%) + 5.5% Forecast CPI	State Employee Salary Increase 2007-2014 Unadjusted for Reductions (22.0%) + 5.5% Forecast CPI
Legislators					
2014	\$43,500	\$43,500	\$43,500	\$43,500	\$43,500
2015	45,207	45,316	45,403	46,023	46,491
2016	46,915	47,132	47,306	48,546	49,481
2017	48,622	48,948	49,209	51,069	52,472
2018	50,330	50,765	51,113	53,592	55,463
Total Increase	\$6,830	\$7,265	\$7,613	\$10,092	\$11,963
Annual Increase	\$1,707	\$1,816	\$1,903	\$2,523	\$2,991
Total % Change	15.7%	16.7%	17.5%	23.2%	27.5%
Presiding Officers					
2014	\$56,500	\$56,500	\$56,500	\$56,500	\$56,500
2015	58,718	58,859	58,972	59,777	60,384
2016	60,935	61,218	61,444	63,054	64,269
2017	63,153	63,577	63,916	66,331	68,153
2018	65,371	65,936	66,388	69,608	72,038
Total Increase	\$8,871	\$9,436	\$9,888	\$13,108	\$15,538
Annual Increase	\$2,218	\$2,359	\$2,472	\$3,277	\$3,884
Total % Change	15.7%	16.7%	17.5%	23.2%	27.5%
Annual Fiscal Impact (Including Fringes)	\$404,441	\$430,201	\$450,810	\$597,645	\$708,415

Source: Department of Legislative Services

Exhibit 29
In-state Expense Reimbursements
Fiscal 2010-2013

	FY 2010		FY 2011		FY 2012		FY 2013		
	<u>Session</u>	<u>Interim</u>	<u>Session</u>	<u>Interim</u>	<u>Session</u>	<u>Special</u>	<u>Session</u>	<u>Special</u>	<u>Interim</u>
Lodging	\$1,683,054	\$0	\$1,359,657	\$989	\$1,341,569	\$21,799	\$1,357,245	\$4,640	\$246
% Change from Prior Year			-19.2%	n/a	-1.3%	n/a	1.2%	n/a	5.13%
Meals	420,262	12,080	434,362	4,850	420,248	31,373	434,201	10,435	7,628
% Change from Prior Year			3.4%	-58.9%	-3.3%	n/a	3.3%	n/a	-6.8%
Mileage	152,475	37,995	159,889	16,232	181,886	32,829	184,442	16,474	26,013
% Change from Prior Year			4.9%	-57.3%	13.8%	n/a	1.4%	n/a	-15.0%
Miscellaneous		0		8		0			
Total	\$2,255,791	\$50,075	\$1,953,908	\$22,071	\$1,943,711	\$86,001	\$1,975,888	31,549	\$33,757
% Change from Prior Year			-13.4%	-55.9%	-0.5%	n/a	1.7%	n/a	-13.2%

FY: fiscal year

Note: There were two special sessions in fiscal 2012.

Source: Department of Legislative Services, September 2013

Exhibit 30
Per Diem Lodging Rates
90-day Rentals

2009 and 2013 General Assembly Sessions

<u>Lodging</u>	2009		2013	
	<u>Rates</u>	<u># of Legislators</u>	<u>Rates</u>	<u># of Legislators</u>
Historic Inns	\$126	30	\$101	22
Loews Annapolis	126	22	101	27
Annapolis Marriott Waterfront	126	30	101	20
Residence Inn by Marriott	126	3	101	8
Sheraton Barcelo	126	11	101	7
Hampton Inn & Suites	89	1	83-101	1
Double Tree			101	1
O'Callahan	126	4	101	4
Westin	126	15	101	28
Apt./House/Condo	100-126	40	101	28
Occasional Lodging	126	7	101	20
No Submission for Lodging		25		22
Total		188		188

Source: Department of Legislative Services, September 2013

Exhibit 31
Meal Claims of Legislators for the 2010 through 2013 Sessions of the
Maryland General Assembly

<u>Meal Limit</u>	2010		2011		2012		2013	
	<u>#</u>	<u>%</u>	<u>#</u>	<u>%</u>	<u>#</u>	<u>%</u>	<u>#</u>	<u>%</u>
Claimed 100% of daily limit	152	81%	151	80%	147	78%	147	78%
Claimed 76-99% of daily limit	16	9%	14	7%	13	7%	17	9%
Claimed 51-75% of daily limit	4	2%	8	4%	6	3%	6	3%
Claimed 26-50% of daily limit	3	2%	2	1%	1	1%	1	1%
Claimed 1-25% of daily limit	0	0%	1	1%	1	1%	0	0%
Claimed 0% of daily limit	13	7%	12	6%	20	11%	17	9%
Total	188	100%	188	100%	188	100%	188	100%

Notes: Total may not sum to 100% due to rounding. Meal limit was \$39 per diem in the 2010 session; \$41 per diem in the 2011 and 2012 sessions; and \$42 per diem in the 2013 session.

Source: Department of Legislative Services, September 2013

Exhibit 32
Out-of-state Travel Costs
Fiscal 2010-2013

	<u>2010</u>	<u>Trip Average</u>	<u>2011</u>	<u>Trip Average</u>	<u>2012</u>	<u>Trip Average</u>	<u>2013</u>	<u>Trip Average</u>
Meals and Lodging	\$11,108	\$370	\$8,438	\$216	\$17,358	\$395	\$20,342	\$283
Transportation	5,418	181	4,952	127	13,881	315	12,637	176
Registrations	7,751	258	9,159	235	10,423	237	16,674	232
Total	\$24,277	\$809	\$22,549	\$578	\$41,662	\$947	\$49,653	\$690
Members (Cumulative)	30		39		44		72	

Note: Numbers may sum to total due to rounding.

Source: Department of Legislative Services, September 2013

Exhibit 33
Summary of Legislative Out-of-state Travel Costs

<u>Fiscal Year</u>	<u>Out-of state Travel Costs</u>
1991	\$97,475
1992	60,677
1993	20,070
1994	27,963
1995	48,969
1996	94,058
1997	82,687
1998	94,704
1999	93,565
2000	167,115
2001	175,484
2002	221,340
2003	150,334
2004	191,254
2005	154,532
2006	171,929
2007	96,507
2008	170,080
2009	150,428
2010	24,277
2011	22,549
2012	41,662
2013	49,653
2014 Budget	261,000

Source: Department of Legislative Services, September 2013

Exhibit 34
General Services Administration Out-of-state Travel
Reimbursement Rates for Various Cities
Fiscal 2014

<u>City</u>	GSA/Federal Per Diem 2014		
	<u>Lodging</u>	<u>Meals and Inc. Exp.</u>	<u>Total</u>
Atlanta	\$133	\$56	\$189
Baltimore	147	71	218
Boston	237	71	308
Chicago	209	71	280
Cleveland	111	56	167
Dallas	123	71	194
Denver	156	66	222
Detroit	100	56	156
Houston	133	71	204
Los Angeles	133	71	204
Nashville	122	66	188
New Orleans	151	71	222
New York	303	71	374
Philadelphia	163	66	229
Sacramento	102	61	163
San Francisco	226	71	297
Seattle	152	71	223
Washington, DC	224	71	295
18-city Average	\$163	\$67	\$230

GSA: General Services Administration

Note: For GSA/Federal per diem data, seasonal rates apply for Baltimore, Boston, Chicago, Dallas, New Orleans, New York (Manhattan rates), Philadelphia, San Francisco, and Washington DC. In this exhibit, the highest rate is shown.

Source: U.S. General Services Administration (<http://www.gsa.gov/portal/content/104877> accessed October 2013; Department of Legislative Services

Exhibit 35
Accrued Retirement Service Credits of Active Maryland Legislators

	Years of Creditable Service						
	0 - 4	4 - 8	8 - 12	12 - 16	16 - 20	20 - 22.25	22.25+
Number of Members	33	37	44	15	23	5	28
Average Age	46.9	50.2	55.6	56.9	63.6	70	69.3
Maximum Retirement Benefit	n/a	n/a	24 – 36%	36 – 48%	48 – 60%	60 – 66.67%	66.67%

	Years of Creditable Service					
	Up to 8	8 - 12	12 - 16	16 - 20	20 - 22.25	22.25+
Full Service Retirement ⁽¹⁾	13	16	5	17	5	25
Reduced Service Retirement ⁽²⁾	17	18	7	4	0	3
Vested Allowance	2	38	6	0	0	1

⁽¹⁾ Full Service Retirement payable at age 60 with a minimum of eight years of service.

⁽²⁾ Reduced Service Retirement payable as early as age 50.

Source: State Retirement Agency; Department of Legislative Services, September 2013

Exhibit 36
Retirement Status of Retired Maryland Legislators by Plan

	<u>Number</u>	<u>Average Age</u>	<u>Average Monthly Benefit</u>	<u>Average Years of Service</u>
2002 Plan				
Retiree	174	73.8	\$1,447.78	14.3
Beneficiary	57	83.2	766.91	n/a
Bifurcated Plan				
Retiree	0	n/a	n/a	n/a
Beneficiary	2	98.5	\$314.98	n/a
1966 Plan				
Retiree	9	82.2	\$775.78	13.1
Beneficiary	13	88.8	352.33	n/a

Source: State Retirement Agency; Department of Legislative Services, September 2013

Exhibit 37
Major Components of the 2011 Pension Reform in Maryland

Overview

- During the 2011 session, the General Assembly passed comprehensive pension reform that affected pension benefits for almost all current and future State employees. The reforms did not affect individuals who were already retired.
- Pension reform was necessary to address two issues with regard to public employee pensions: the long-term sustainability of the State's pension plans and the affordability of the State's contributions to those plans.
- Pension reform made changes to various elements of the following State pension plans: the Employees' Pension System, the Teachers' Pension System, the State Police Retirement System, the Law Enforcement Officers' Pension System, and the Correctional Officers' Retirement System.
- Pension reform did not make changes to the Legislative Pension Plan for members of the General Assembly, the pension plan for the Governor, or the Judges' Retirement System because the salary and benefits for these individuals is set through a compensation commission process.
- However, the legislation that enacted the 2011 pension reform included a provision that requires the compensation commissions for the General Assembly, the Governor, and the Judiciary to take into account the sustainability of the pension systems and include specific recommendations in their reports concerning appropriate benefit and member contribution levels.
- During the 2012 session, legislation was passed that made changes to the contribution rate and the vesting period for certain members of the Judges' Retirement System.
- As described below, pension reform made changes to employee contributions, benefit multipliers, eligibility requirements, average final compensation, cost-of-living adjustments (COLA), and retiree health eligibility. (For additional information, see Exhibit 3.)

Employee Contributions

- Pension reform increased the percentage of the amount of an employee's salary that the employee must contribute in certain pension plans.
- Employees in the Employees' Pension System, the Teachers' Pension System, and the Law Enforcement Officers' Pension System pay an increased contribution rate as of July 1, 2011.
- Employees in the Judges' Retirement System pay an increased contribution rate as of July 1, 2012.
- The employee contribution rate remained the same for the State Police Retirement System, the Correctional Officers' Retirement System, the Legislative Pension Plan, and the Governor's Pension Plan.

Benefit Multipliers

- Pension reform decreased the benefit multiplier for employees hired on or after July 1, 2011, in the Employees' Pension System and the Teachers' Pension System.
- These employees have a benefit multiplier of 1.5% of salary whereas employees in those systems that were hired on or before June 30, 2011, have a benefit multiplier of 1.8%.
- The benefit multiplier remained the same for all other systems.

Eligibility Requirements

- Pension reform increased certain eligibility requirements to receive a retirement allowance from certain State pension plans.
- The time period required for an employee to vest in the pension system was increased in the Employees' Pension System, the Teachers' Pension System, the State Police Retirement System, the Law Enforcement Officers' Pension System, the Correctional Officers' Retirement System, and the Judges' Retirement System.
- Vesting requirements remained the same in the Legislative Pension Plan and the Governor's Pension Plan.

- The age at which employees are eligible to retire with a normal service retirement allowance or an early retirement allowance was increased in the Employees' Pension System, the Teachers' Pension System, and the State Police Retirement System.
- Retirement age requirements remained the same in the Correctional Officers' Retirement System, the Legislative Pension Plan, the Governor's Pension Plan, and the Judges' Retirement System.

Average Final Compensation

- Pension reform increased the number of consecutive years over which certain employees' average final compensation (AFC) is calculated.
- The AFC used to calculate retirement allowances for members of the Employees' Pension System, the Teachers' Pension System, the State Police Retirement System, the Law Enforcement Officers' Pension System, and the Correctional Officers' Retirement System who are hired on or after July 1, 2011, will be based on the five consecutive years that provide the highest average compensation, rather than three years. (For members of the State Police Retirement System and the Correctional Officers' Retirement System, the five years do not need to be consecutive.)
- Since an employee tends to earn less in earlier years of employment, requiring the AFC to be calculated using a longer time period will typically result in a lower AFC.

Cost-of-living Adjustments

- Pension reform decreased the amount of COLAs for future retirees of all systems except for the Legislative Pension Plan, the Judges' Retirement System, and the Governor's Pension Plan.
- All active employees of the other State systems now have COLAs that are linked to the performance of the State's pension system investments.
- For service credits earned after June 30, 2011, the COLA will be linked to the performance of the investment portfolio. If the portfolio earns its actuarial target rate, the COLA is subject to a 2.5% cap. If the portfolio does not earn the target rate, the COLA is subject to a 1.0% cap.
- In addition, the maximum amount of an annual COLA that a future retiree may receive was reduced from the previous 3.0% cap to a 2.5% cap.

Retiree Health Eligibility

- For all systems except the Legislative Pension Plan and the Judges' Retirement System, pension reform increased the number of years employees must work in order to qualify for a State retiree health insurance subsidy and increased the number of years an employee must work to receive the maximum State subsidy.
- Employees hired on or before June 30, 2011, must have 5 years of service to qualify for a State retiree health insurance subsidy of 1/16 per year and must have 16 years of service to qualify for the full subsidy; however, employees hired on or after July 1, 2011 must have 10 years of service to qualify for a State retiree health insurance subsidy of 1/25 per year and must have 25 years of service to qualify for the full subsidy.

Source: Department of Legislative Services

Exhibit 38

Comparison of Maryland State Retirement and Pension Plans

	<u>General Assembly</u>	<u>Governor</u>	<u>Judges</u>	<u>Employees and Teachers Pension Systems¹</u>	<u>State Police</u>	<u>Law Enforcement Officers' System</u>	<u>Correctional Officers' System</u>
Participation	Optional	Automatic	Condition of employment	Condition of employment	Condition of employment	Condition of employment	Condition of employment
Vesting							
Hired on or Before 6/30/11	8 years of service	One full term	Immediate	5 years of service	5 years of service	5 years of service	5 years of service
Hired on or After 7/1/11; or Judges Hired on or After 7/1/12	No change	No change	5 years of service	10 years of service	10 years of service	10 years of service	10 years of service
Employee Contributions²	5.0% of salary, for 22 years, 3 months	None	8.0% of salary, for 16 years (was 6.0%)	7.0% of salary (was 5.0%)	8.0% of salary	7.0% of salary (was 4.0%)	5.0% of salary
Service Retirement Conditions							
Hired on or Before 6/30/11	Age 60; or age 50 with 8 years, reduced benefit	Age 55	Age 60	Age 62 or 30 years of service; or age 55 with 15 years, reduced benefit	Age 50 or 22 years of service	Age 50 or 25 years of service	20 years of service, with at least the last 5 years as a correctional officer

	<u>General Assembly</u>	<u>Governor</u>	<u>Judges</u>	<u>Employees and Teachers Pension Systems¹</u>	<u>State Police</u>	<u>Law Enforcement Officers' System</u>	<u>Correctional Officers' System</u>
<i>Hired on or After 7/1/11; or Judges Hired on or After 7/1/12</i>	<i>No change</i>	<i>No change</i>	<i>Age 60 with 5 years of service</i>	<i>Age 65 with 10 years of service or Rule of 90³; or age 60 with 15 years, reduced benefit</i>	<i>Age 50 or 25 years of service</i>	<i>No change</i>	<i>No change</i>
Allowance							
Hired on or Before 6/30/11	3.0% of current legislative salary per year of service	1/3 of current annual salary for one term; or 1/2 of current annual salary for two terms	2/3 of active judge salary at 16 years	1.2% of salary for years of service prior to 7/1/98; plus 1.8% of salary for years of service on or after 7/1/98 (calculated on highest 3 consecutive years of salary)	2.55% per year of service (calculated on highest 3 years of salary)	2.0% per year if subject to the LEOPS modified pension benefit; otherwise 2.3% for first 30 years and 1.0% for each year thereafter (calculated on highest 3 consecutive years of salary)	1.8% per year of service (calculated on highest 3 years of salary)
<i>Hired on or After 7/1/11</i>	<i>No change</i>	<i>No change</i>	<i>No change</i>	<i>1.5% of salary (calculated on highest 5 consecutive years of salary)</i>	<i>Calculated on highest 5 years of salary</i>	<i>Calculated on highest 5 consecutive years of salary</i>	<i>Calculated on highest 5 years of salary</i>

	<u>General Assembly</u>	<u>Governor</u>	<u>Judges</u>	<u>Employees and Teachers Pension Systems¹</u>	<u>State Police</u>	<u>Law Enforcement Officers' System</u>	<u>Correctional Officers' System</u>
Post Retirement Adjustments⁴							
Service Credit Earned on or Before 6/30/11	Based on salary of active legislators	Based on salary of current Governor	Based on salary of active judges	Limited to 3.0% of initial benefit	Unlimited annual cost-of-living adjustment (COLA)	Limited to 3.0% of initial benefit	Unlimited annual COLA
Service Credit Earned on or After 7/1/11	No change	No change	No change	Limited to 2.5% in any year the system earns the assumed rate of return; otherwise limited to 1.0%	Limited to 2.5% in any year the system earns the assumed rate of return; otherwise limited to 1.0%	Limited to 2.5% in any year the system earns the assumed rate of return; otherwise limited to 1.0%	Limited to 2.5% in any year the system earns the assumed rate of return; otherwise limited to 1.0%
Ordinary Disability Retirement							
Conditions	Active legislator must have 8 years of service and be certified disabled by the BOT medical board	General Assembly adopts resolution by 3/5 th vote that Governor is unable to perform duties of office due to physical or mental disability	Incapacitated for duty	Incapacitated for duty after 5 years eligibility service	Incapacitated for duty after 5 years eligibility service	Incapacitated for duty after 5 years eligibility service	Incapacitated for duty after 5 years eligibility service
Allowance	3.0% of current legislative salary per year of service	If in first term, 1/3 of current annual salary; if in second term, 1/2 of current salary	Service retirement with minimum of 33.3% of salary	Service retirement projected to age 62	Service retirement with minimum of 35.0% of salary	Service retirement projected to age 50	Service retirement with minimum of 25.0% of salary

	<u>General Assembly</u>	<u>Governor</u>	<u>Judges</u>	<u>Employees and Teachers Pension Systems¹</u>	<u>State Police</u>	<u>Law Enforcement Officers' System</u>	<u>Correctional Officers' System</u>
	Accidental Disability Retirement						
Conditions	Not applicable	Not applicable	Not applicable	Permanently and totally disabled by accident in the performance of duty	Permanently and totally disabled by accident in the performance of duty	Permanently and totally disabled by accident in the performance of duty	Permanently and totally disabled by accident in the performance of duty
Allowance	Not applicable	Not applicable	Not applicable	2/3 of salary plus annuity based on member contributions	2/3 of salary plus annuity based on member contributions	2/3 of salary plus annuity based on member contributions	2/3 of salary plus annuity based on member contributions

BOT: Board of Trustees for the State Retirement and Pension System
LEOPS: Law Enforcement Officers' Pension System

¹ The Employees' and Teachers' Retirement Systems are not shown because the systems closed to new members as of December 31, 1979.

² Employee contributions for judges were increased to 8% as of July 1, 2012; contributions for employees and teachers were increased to 7% as of July 1, 2011; and contributions for LEOPS members were increased to 6% as of July 1, 2011 and 7% as of July 1, 2012.

³ Rule of 90: The sum of an employee's age and years of service must equal 90 or more.

⁴ Other post-retirement adjustment formulas apply to retirees who retired on or before June 30, 2011, retirees of the Employees' and Teachers' Retirement Systems, and retirees who chose various selection options.

Source: Department of Legislative Services, September 2013

Exhibit 39
Comparison of Benefits Between a Legislator and State Employee

<u>Years of Service</u>	<u>Legislator</u> <u>(Current Resolution)</u>	<u>State Employee</u> <u>(Pre 2011 Reform)</u>	<u>State Employee</u> <u>(Post 2011 Reform)</u>
	<u>12</u>	<u>12</u>	<u>12</u>
Benefits While Serving			
Salary	\$43,500	\$43,500	\$43,500
Less			
Retirement Contribution	-\$2,175	-\$3,045	-\$3,045
BC/BS PPO for Spouse	-2,057	-2,057	-2,057
Prescription Drug (Non-retiree)	-799	-799	-799
Dental PPO	-279	-279	-279
<i>Subtotal</i>	<i>-\$5,310</i>	<i>-\$6,180</i>	<i>-\$6,180</i>
Adjusted Salary	\$38,190	\$37,320	\$37,320
Fringe Benefits (Assumes No Medicare)			
Employer Retirement Subsidy (18.3%)	\$7,961	\$7,961	\$7,961
Employer Health Insurance Subsidy	8,228	8,228	8,228
Employer Prescription Drug Subsidy	3,197	3,197	3,197
Employer Dental PPO	279	279	279
Total Fringe Benefits	\$19,665	\$19,665	\$19,665
Total Fringes and Salary	\$57,854	\$56,984	\$56,984
Benefits Upon Retirement			
Retirement Income	\$15,660	\$9,396	\$7,830
Less			
Retiree Health Insurance Premium with Medicare (BC/BS PPO for Member and Spouse)	-\$2,286	-\$2,286	-\$3,520
Retiree Prescription Drug Premium with Medicare	-1,241	-1,241	-1,815
Retiree Premium Dental PPO	-349	-349	-424
Total	-\$3,876	-\$3,876	-\$5,760
Adjusted Income	\$11,784	\$5,520	\$2,070
Retiree Health Benefit Subsidy			
Retiree Health Insurance Premium with Medicare (BC/BS PPO for Member and Spouse)	\$3,428	\$3,428	\$2,194
Retiree Prescription Drug Premium with Medicare	1,596	1,596	1,021
Retiree Premium Dental PPO	209	209	134
<i>Subtotal</i>	<i>\$5,233</i>	<i>\$5,233</i>	<i>\$3,349</i>
Total Retirement Benefit	\$17,018	\$10,754	\$5,420

BC/BS: BlueCross/BlueShield
PPO: Preferred Provider Organization

Source: Department of Legislative Services

Exhibit 40
State-by-state Comparison of Retirement Benefits
Ranked by Annual 20-year Benefit

<u>Ranking</u>	<u>State</u>	<u>Salary</u>	<u>Contribution</u>		<u>12-year Benefit</u>			<u>20-year Benefit</u>			<u>Annual Benefit Formula</u>
			<u>Rate</u>	<u>Annual</u>	<u>Monthly</u>	<u>% of Salary</u>	<u>Annual</u>	<u>Monthly</u>	<u>% of Salary</u>		
1	Illinois*	\$ 67,836	11.50%	\$30,526	\$2,544	45.00%	\$57,661	\$4,805	85.00%	3.00 - 5.00% Capped at 85% of FAS	
2	Texas ⁽³⁾	7,200	8.00%	34,501	2,875	479.18%	57,502	4,792	798.64%	2.30%	
3	Pennsylvania*	83,801	6.25%	30,168	2,514	36.00%	50,281	4,190	60.00%	3.00%	
4	PA* <i>Reform</i>	83,801	9.30%	25,140	2,095	30.00%	41,901	3,492	50.00%	2.50%	
5	IL* <i>Reform</i>	67,836	11.50%	30,526	2,544	45.00%	40,702	3,392	60.00%	3.00 - 5.00% Capped at 60% of FAS	
6	Hawaii	46,273	0.00%	19,435	1,620	42.00%	32,391	2,699	70.00%	3.50%	
7	New York*	79,500	3.00%	15,932	1,328	20.04%	31,800	2,650	40.00%	1.50 - 2.00%	
8	Oklahoma	38,400	10.00%	18,432	1,536	48.00%	30,720	2,560	80.00%	4.00%	
9	Massachusetts*	60,033	9.00%	18,010	1,501	30.00%	30,017	2,501	50.00%	2.50%	
10	New Jersey*	49,000	5.00%	17,640	1,470	36.00%	29,400	2,450	60.00%	3.00% Capped at 66.67% of FAS	
11	HI <i>Reform</i>	46,273	0.00%	16,658	1,388	36.00%	27,764	2,314	60.00%	3.00%	
12	Ohio*	60,584	10.00%	15,994	1,333	26.40%	26,657	2,221	44.00%	2.20 - 2.50%	
13	Maryland	43,500	5.00%	15,660	1,305	36.00%	26,100	2,175	60.00%	3.00% Capped at 66.67% of salary of active legislators	
14	Indiana ⁽¹⁾	22,616	0.00%	22,616	1,885	100.00%	22,616	1,885	100.00%	1/12 of FAS	
15	New Mexico	-	\$600/year	13,548	1,129	0.00%	22,580	1,882	0.00%	\$1,129 x yrs. of service	
16	Alaska ⁽¹⁾	50,400	6.75%	12,348	1,029	24.50%	21,420	1,785	42.50%	2.00 - 2.50%	
17	Wisconsin* <i>Reform</i>	49,943	2.60%	11,387	949	22.80%	19,872	1,656	39.79%	1.60% - 2.165%	
18	Arizona	24,000	7.00%	11,520	960	48.00%	19,200	1,600	80.00%	4.00% Capped at 80% of FAS	
19	Florida*	29,697	3.00%	10,691	891	36.00%	17,818	1,485	60.00%	3.00%	
20	Washington	42,106	3.33%	10,105	842	24.00%	16,842	1,404	40.00%	1.00 - 2.00%	
21	Minnesota ⁽¹⁾	31,141	9.00%	10,090	841	32.40%	16,816	1,401	54.00%	2.70%	
22	Delaware	44,041	3.00%	9,777	815	22.20%	16,758	1,396	38.05%	1.85 - 2.00%	
23	Tennessee	19,009	5.43%	10,080	840	53.03%	16,500	1,375	86.80%	\$70/month x yrs. of service	
24	OK <i>Reform</i>	38,400	3.50%	9,216	768	24.00%	15,360	1,280	40.00%	2.00%	
25	Colorado	30,000	8.00%	9,000	750	30.00%	15,000	1,250	50.00%	2.50%	

Ranking	State	Salary	Contribution		12-year Benefit			20-year Benefit			Annual Benefit Formula
			Rate	Annual	Monthly	% of Salary	Annual	Monthly	% of Salary		
26	<i>AZ Reform</i>	24,000	13.00%	8,640	720	36.00%	14,400	1,200	60.00%	3.00% Capped at 75% of FAS	
27	Rhode Island ⁽²⁾	14,640	-	7,200	600	49.18%	12,000	1,000	81.97%	\$600/month x yrs. of service	
28	Maine	23,513	7.65%	7,054	588	30.00%	11,757	980	50.00%	2.50%	
29	South Carolina	12,000	10.00%	6,941	578	57.84%	11,568	964	96.40%	4.82%	
30	North Carolina	13,951	7.00%	6,730	561	48.24%	11,217	935	80.40%	4.02%	
31	Iowa	25,000	3.70%	6,000	500	24.00%	10,000	833	40.00%	2.00%	
32	Georgia	17,342	3.75%	5,184	432	29.89%	8,640	720	49.82%	\$36/month x yrs. of service	
33	West Virginia	20,000	4.50%	4,800	400	24.00%	8,000	667	40.00%	2.00%	
34	Connecticut	28,000	2.00%	4,469	372	15.96%	7,448	621	26.60%	0.05 - 1.33%	
35	Oregon	22,260	0.00%	4,407	334	18.00%	6,678	557	30.00%	1.50%	
36	Idaho	16,438	6.97%	3,945	329	24.00%	6,575	548	40.00%	2.00%	
37	Arkansas	15,869	5.00%	3,809	317	24.00%	6,348	529	40.00%	2.00%	
38	Virginia	18,000	8.91%	3,672	306	20.40%	6,120	510	34.00%	1.70%	
39	Mississippi	10,000	7.25%	3,600	300	36.00%	6,000	500	60.00%	1.00 - 2.00%	
40	Utah ⁽¹⁾	n/a	0.00%	3,571	298	n/a	5,952	496	n/a	\$24.80/month x yrs. of service	
41	Missouri	35,915	0.00%	1,496	125	4.17%	2,494	208	6.94%	(monthly pay/24) x yrs. of service	
42	Nevada	n/a	15.00%	300	25	n/a	500	42	n/a	\$25 x yrs. of service	

FAS: final average salary

* Denotes state with full-time legislature.

⁽¹⁾ The following states offer a defined benefit plan to legislators elected before a certain date, but legislators elected after a certain date are offered only a defined contribution plan: Alaska, Indiana, Michigan*, Minnesota, and Utah.

⁽²⁾ Rhode Island offers a defined benefit plan to legislators elected before January 1995 but does not offer any type of retirement benefits for legislators elected after that date.

⁽³⁾ Texas legislative retirement benefits are based on a percentage of the salary of a sitting District Court judge.

The following states offer a defined benefit plan to all legislators or to legislators elected before a certain date, but sufficient information was not available to determine a benefit: California*, Kansas, Kentucky, Louisiana, Michigan*, and Montana.

The following states do not provide any type of retirement plan to legislators: Alabama, Nebraska, New Hampshire, North Dakota, South Dakota, Vermont, and Wyoming.

Source: National Conference of State Legislatures; Department of Legislative Services

Exhibit 41
State-by-state Comparison of Legislator Contribution Rate

<u>Ranking</u>	<u>State</u>	<u>Rate</u>	<u>Ranking</u>	<u>State</u>	<u>Rate</u>
1	Nevada	15.00%	16	Maryland	5.00%
2	<i>AZ Reform</i>	13.00%	16	Arkansas	5.00%
3	Illinois*	11.50%	16	New Jersey*	5.00%
4	Ohio*	10.00%	17	West Virginia	4.50%
4	Oklahoma	10.00%	18	Georgia	3.75%
4	South Carolina	10.00%	19	Iowa	3.70%
5	<i>PA* Reform</i>	9.30%	20	<i>OK Reform</i>	3.50%
6	Massachusetts*	9.00%	21	Washington	3.33%
6	Minnesota ⁽¹⁾	9.00%	22	Delaware	3.00%
7	Virginia	8.91%	22	Florida*	3.00%
8	Colorado	8.00%	22	New York*	3.00%
8	Texas	8.00%	23	<i>Wisconsin* Reform</i>	2.60%
9	Maine	7.65%	24	Connecticut	2.00%
10	Mississippi	7.25%	25	Hawaii	0.00%
11	Arizona	7.00%	25	Indiana ⁽¹⁾	0.00%
11	North Carolina	7.00%	25	Missouri	0.00%
12	Idaho	6.97%	25	Oregon	0.00%
13	Alaska ⁽¹⁾	6.75%	25	Utah ⁽¹⁾	0.00%
14	Pennsylvania*	6.25%			
15	Tennessee	5.43%			

* Denotes state with full-time legislature.

⁽¹⁾ These states offer a defined benefit plan to legislators elected before a certain date, but legislators elected after a certain date are offered only a defined contribution plan.

Source: National Conference of State Legislatures; Department of Legislative Services

Exhibit 42
State-by-state Comparison of Benefit Multiplier

<u>Ranking</u>	<u>State</u>	<u>Benefit Multiplier</u>
1	South Carolina	4.82%
2	North Carolina	4.02%
3	Oklahoma	4.00%
4	Arizona	4.00% Capped at 80.00% of Final Average Salary (FAS)
5	Hawaii	3.50%
6	Illinois*	3.00 - 5.00% Capped at 85.00% of FAS
7	<i>IL* Reform</i>	3.00 - 5.00% Capped at 60.00% of FAS
8	Florida*	3.00%
8	<i>HI Reform</i>	3.00%
8	Pennsylvania*	3.00%
9	<i>AZ Reform</i>	3.00% Capped at 75.00% of FAS
10	Maryland	3.00% Capped at 66.67% of Salary of Active Legislators
11	New Jersey*	3.00% Capped at 66.67% of FAS
12	Minnesota ⁽¹⁾	2.70%
13	Colorado	2.50%
13	Maine	2.50%
13	Massachusetts*	2.50%
13	<i>PA* Reform</i>	2.50%
14	Texas	2.30%
15	Ohio*	2.20 - 2.50%
16	Alaska ⁽¹⁾	2.00 - 2.50%
17	Arkansas	2.00%
17	Idaho	2.00%
17	Iowa	2.00%
17	<i>OK Reform</i>	2.00%
17	West Virginia	2.00%
18	Delaware	1.85 - 2.00%
19	<i>Wisconsin* Reform</i>	1.60% - 2.165%
20	New York*	1.50 - 2.00%
21	Mississippi	1.00 - 2.00%
21	Washington	1.00 - 2.00%
22	Virginia	1.70%
23	Oregon	1.50%
24	Connecticut	0.05 - 1.33%

* Denotes state with full-time legislature.

⁽¹⁾ These states offer a defined benefit plan to legislators elected before a certain date, but legislators elected after a certain date are offered only a defined contribution plan.

Source: National Conference of State Legislatures; Department of Legislative Services

Exhibit 43
Comparison of Maryland’s Retirement Eligibility Criteria with Other States

States That Require the Same Retirement Age and Years of Service

Maryland – age 60 with 8 years of service
New Jersey – age 60 with 8 years of service
South Carolina – age 60 with 8 years of service
Texas – age 60 with 8 years of service

States That Require a Lower Retirement Age and Years of Service

Missouri – age 55 with 6 years of service
Hawaii – age 55 with 5 years of service
Virginia – age 55 with 5 years of service
Tennessee – age 55 with 4 years of service
Pennsylvania – age 55 with 3 years of service

States That Require a Higher Retirement Age and Years of Service

Delaware – age 65 with 10 years of service
Arkansas – age 65 with 10 years of service
Arizona – age 62 with 10 years of service

Number of States That Require a Higher Retirement Age

Must be at least age 67 – 1 state
Must be at least age 65 – 14 states
Must be at least age 62 – 5 states

States That Require More Years of Service

Arizona – 10 years of service
Arkansas – 10 years of service
Delaware – 10 years of service
Maine – 10 years of service

Source: Department of Legislative Services

Exhibit 44
District Office Accounts

Amount – Fiscal 2013

	<u>Total</u>	<u>Staff Minimum</u>
Senate		
Leadership (8)	\$19,736	\$6,500
Senators (39)	18,265	5,800
House		
Leadership (10)	\$19,736	\$6,500
Delegation (5)	19,110	5,800
Delegates (126)	18,265	5,800

Use of Funds

1. Office space in district
2. Staff services
3. Communications

Telephone – limit \$2,000 unless approved by presiding officer

Postage – limit \$1,000 for legislator and \$2,600 for *Annapolis Report* per district, unless more is approved by presiding officer

No newsletters except *Annapolis Report*

Newspapers – limit \$300

4. Supplies
5. Utilities
6. Furniture and equipment, including computers; items become property of the State and must be returned or purchased at depreciated value if legislator leaves office

Source: Department of Legislative Services, September 2013

Exhibit 45
History of District Office Account Allowances

<u>Fiscal Year</u>	Senator		Delegate	
	<u>Total</u>	<u>Clerical Minimum</u>	<u>Total</u>	<u>Clerical Minimum</u>
1971	\$4,700		\$2,000	
1975	5,000		6,000	
1979	5,500		8,488	\$2,850
1983	6,615		10,143	3,550
1987	7,770		11,970	4,400
1990	17,395	\$6,395	16,197	8,000
1994	16,765	5,800	15,507	7,300
1998	18,265	5,800	17,007	7,300
1999	18,265	5,800	18,265	5,800
2005	18,265	5,800	18,265	5,800
2009	18,265	5,800	18,265	5,800
2013	18,265	5,800	18,265	5,800

Source: Department of Legislative Services, September 2013

Exhibit 46
Staff Assistance for Members of the Maryland General Assembly

Funding is included in the fiscal 2014 budget for the Maryland General Assembly to provide staff assistance to senators and delegates as follows.

Senate

Funds are included to permit each senator to hire an administrative aide that is a regular full-time, benefited employee. The current salary range for these positions is \$39,000 to \$63,000.

Funds are included to permit each senator to hire a secretary for the legislative session. This is generally a benefited employee. For fiscal 2014, each position is budgeted at \$7,630.

Each senator is provided with a District Office Allowance of \$18,265. Of this amount, \$5,800 is restricted to staff assistance. Nine leadership positions are each provided with \$19,736, of which \$6,500 is restricted to staff assistance.

Each senator is provided with a Supplemental Operating Fund in the amount of \$7,500. This amount is intended to supplement the District Office Allowance and may be spent on operating expenses or for staff assistance at the senator's option.

House

Funds are included in the House budget to provide for payment of salaries attributable to specifically budgeted delegation staff positions. These are generally benefited positions which may work either a full-time or a part-time schedule depending on workload. The applicable salary for each budgeted delegation staff position is established based primarily on qualifications, experience, and anticipated workload.

Funds are included to permit each delegate to hire a secretary for the legislative session. Each delegate's secretary is funded at \$2,543 for fiscal 2014, which if combined with two other delegates, approximates the amount budgeted for each senator's secretary.

Each delegate is provided with a District Office Allowance of \$18,265. Of this amount, \$5,800 is restricted to staff assistance. Twelve senior leadership positions are each provided with \$19,736, of which \$6,500 is restricted to staff assistance. Five delegation chair positions are each provided with \$19,110, of which \$5,800 is restricted to staff assistance.

Each delegate is provided with a Supplemental Operating Fund in the amount of \$3,546. This amount is intended to supplement the District Office Allowance and may be spent on operating expenses or for staff assistance at the delegate's option.

Source: Department of Legislative Services, September 2013

Appendix 1. Minutes

117

211

118

212

General Assembly Compensation Commission

Minutes – November 18, 2013 Meeting

Commissioners in Attendance: Sean Glynn, Chair; E. Steuart Chaney; Josh Greene; Kathryn Higgins; Mary C. Larkin; Ackneil M. Muldrow, II; Raymond L. Nix; Gene M. Ransom III; and Gabriel Terrasa.

Staff in Attendance: Simon G. Powell, Jonathan D. Martin, and Dana K. Tagalicod.

Also in Attendance: Anne E. Gawthrop, State Retirement Agency.

Mr. Glynn convened the meeting at 10:05 a.m. After introductions and opening remarks, staff presented a brief overview of the charge of the commission as well as a review of the 2010 commission recommendations and the ultimate outcome of those recommendations. Staff noted that there has been very little change in the General Assembly compensation since the recommendations of the 2002 commission. What changes have occurred typically relate to expenses that are linked to external standards (*e.g.*, the State Standard Travel Regulations or federal reimbursement policies).

Background Information on State Legislatures Generally and Maryland Specifically

Staff presented a variety of information intended to provide the commission with context for compensation discussions. One of the key guiding principles for compensation is typically the amount of time devoted to the job. Recognizing that there is no easy way to record the precise amount of time devoted to legislative activities by individual members, a variety of data was presented to identify the different categorizations of legislatures that exist in the United States including data on self-reported legislative occupation, session length, and legislative staffing levels. Generally, legislatures are divided into three categories: full-time, citizen, or a hybrid of full-time/citizen legislatures. Maryland is considered a hybrid legislature, with only 12% of legislators identifying themselves as “full-time legislators.” There is a strong relationship between the categorization of State legislatures and legislative compensation, *i.e.*, full-time legislatures being compensated relatively well, citizen legislatures at the lower end of the compensation spectrum with hybrids between the two.

Several commission members asked about the specific duties of the legislature. Staff noted that the 90-day legislative session is the visible part of the job, but that assignments out-of-session can include committee work for standing and special committees, appointments on task forces and other workgroups, as well as constituent service.

Legislator Salaries and Other Salary Data

The commission was given data on the relative standing of legislative salaries. Despite the absence of salary increases since 2006, Maryland legislative compensation is still relatively high among so-called hybrid states. Data was also provided comparing Maryland's legislative salaries to states with a similar budget size. Again, Maryland compared well. Mr. Chaney asked staff to provide additional detail on states with larger budgets and compare those states with legislative salaries. Staff indicated that they would follow-up at the next meeting. It was noted that only 13 states have seen salary adjustments since the prior compensation commission. Of these, 5 saw compensation reductions, while 8 saw increases. Other than Alaska, which saw a doubling of legislative compensation between 2009 and 2013, the increases were modest.

While the data on relative State legislator salaries is a useful guide, it was noted by Mr. Terrasa that these data do not reflect relative cost-of-living in different jurisdictions. Staff concurred that this was the case and indicated it would gather additional information on state-by-state cost of living indices. However, Staff did present data on median household income and per capita income data by jurisdiction in Maryland to compare legislative compensation with that data. For either measure, there are 5 jurisdictions in Maryland with lower median household incomes and 10 with lower per capita incomes than the current legislative salary; in other jurisdictions the legislative salary is lower, in some instances significantly lower.

In order to compare recent activity in legislative salaries, data was also presented on State employee compensation increases as well as additional comparative material including personal income data, the Consumer Price Index, and local government salaries and salary activity. Ms. Higgins asked how State employee compensation was calculated. Staff noted that in recent years the collective bargaining process has been the key driver. In response to a question from Mr. Ransom, staff noted that the legislature had the ultimate authority over State employee salary levels through the State budget process and that this authority had been interpreted by the Office of the Attorney General to mean that the commission could not simply tie legislative compensation to State employee compensation.

Legislator Compensation and Willingness to Serve

An important question asked by Mr. Chaney and echoed by other commission members was the impact of legislative compensation on an individual's willingness to run for and remain in office. There is no explicit data to measure this one way or another. Staff did present data on election year turnover and the tenure of current legislators in an attempt to answer this question. Staff noted that the turnover data did not appear to provide any insight as to whether compensation was too great or a deterrent to attracting candidates.

In terms of legislative tenure, Senate membership generally reflects long-standing legislative service (43 of 47 current members having 8 years or more combined House of Delegates and Senate service, with nearly half with 16 years or more combined service).

House of Delegates service is generally shorter, with 60 of the 140 current membership (at the time of the calculation, the House of Delegates was short one member) with 8 years or less legislative tenure and only a little over one-quarter with 16 years or more service. This reflects that House of Delegates members often move (or attempt to move) to the Senate, with 34 of the current 47 Senators having some House of Delegates tenure, and perhaps the fact that the House of Delegates is a larger body with more limited opportunities for advancement.

However, staff concurred with commission members who noted that this data may reflect the fact that a legislative career (although not necessarily the compensation) and the demands that that career places on earnings potential and time generally may inhibit individuals from seeking office as much as it may indicate that despite the recent stagnant compensation that most legislators continue to seek office. Mr. Terrasa, Mr. Nix, Mr. Ransom and Mr. Muldrow all made comments about the opportunity costs associated with being in elected office. Mr. Ransom noted, for example, specific recent cases of members who had left legislative service because of this issue. Mr. Glynn posited that there are also potential benefits from legislative service in terms of subsequent career opportunities, although it was also observed that Maryland Ethics laws have attempted to close what was once a “revolving-door” between legislative service and lobbying activities.

Expenses

The next set of presentations concerned expense claims for in-state, out-of-state, as well as in-district travel. It was noted that much of this expenditure is tied to an applicable state or federal rate (as is common with most state legislatures. Staff did note the need to consider changing various references within the resolution, including instituting the use of a federal rate for out-of-state travel as well as providing some discretion for in-state lodging allowances to be tied to the appropriate local rate (for example, a conference based in Baltimore tied to the Baltimore lodging rate) and not exclusively to the Annapolis rate, as is currently the case. Staff also noted that legislators are eligible for an annual \$500 in-district travel allowance that is provided as a lump-sum. This allowance was put into place in 1986 and has remained at \$500 since 2002.

Mr. Terrasa asked whether the resolution needed to strengthen the oversight over the claim for lodging expenses. Staff noted that lodging and mileage requests (unlike per diem meal rates) must be submitted to, and approved by, the Finance Office in the Department of Legislative Services. Further, those requests are all subject to audit.

Benefits

The staff presentation on the benefits for which legislators are eligible focused primarily on health benefits and the cost-sharing arrangements. In response to a question from Mr. Terrasa, staff noted that the premium subsidy provided to legislators was the same as that provided to State employees. Staff also noted that former legislators who are not eligible as a retiree to access the health insurance program may do so through COBRA coverage at cost plus a 2% administrative fee. Thus, for example, a legislator losing an election or choosing not to run, could still access health insurance through the State. Staff noted that unlike State employees who generally receive COBRA coverage for 18 months after leaving State service, former legislators can access COBRA coverage indefinitely.

Other Information and Issues

For information purposes, the commission was presented with other data regarding district accounts and other expenditures made by legislators over which the commission does not have jurisdiction. The commission asked staff to follow up on a number of other issues in addition to the follow-up requests noted in the discussion above. Specifically, Ms. Higgins asked for the basis of the salary decisions made by the 2001 commission (the last time salaries were increased).

Prior to adjournment, Mr. Glynn asked for a sense of the commission in terms of the need to broadly consider a salary increase in the current commission's deliberations. There was broad agreement that this needed to be considered.

The meeting was adjourned at 11:50 a.m. with the next meeting scheduled for December 2, 2013, at 10:00 a.m. in the same location. The agenda will focus on retirement issues and will also include an opportunity for public testimony.

General Assembly Compensation Commission

Minutes – December 2, 2013 Meeting

Commissioners in Attendance: Sean Glynn, Chair; E. Steuart Chaney; Josh Greene; Kathryn Higgins; Mary C. Larkin; Raymond L. Nix; Gene M. Ransom III; and Gabriel Terrasa.

Staff in Attendance: Simon G. Powell, Jonathan D. Martin, and Dana K. Tagalicod.

Also in Attendance: Anne E. Gawthrop, State Retirement Agency and Phillip S. Anthony, Department of Legislative Services.

Mr. Glynn convened the meeting at 10:00 a.m. Mr. Ackneil M. Muldrow was not in attendance but had sent advanced notice of his unavailability for this meeting.

It was noted by the chair that this meeting had been designated by the commission for public testimony. Staff indicated that written public testimony had been received from a former delegate who had wanted to testify at the meeting but had a scheduling conflict. The former delegate had asked to speak at the meeting scheduled for December 16, 2013, and the commission concurred that such testimony would be allowed.

Staff also noted that another former delegate had again raised the issue of applying military service credit to the legislative pension plan (the same issue was raised by the same delegate in 2010, and a recommendation was included in the commission's recommendations to the legislature but was rejected).

After the approval of the minutes from the November 18, 2013 meeting, staff began a series of presentations following up on questions from the November 18, 2013 meeting as well as providing new materials on legislative pensions.

Follow-up from the November 18, 2013 Meeting

Material was presented on three topics:

- Maryland legislative salaries relative to those in States with higher combined operating and capital budgets than Maryland. Previously, data had been presented on legislative salaries for those states with combined budgets within \$5 billion of Maryland. Additional material was presented for all of those states with larger combined budgets. The results were somewhat inconclusive. Nine states with larger budgets had higher legislative salaries; five had lower legislative salaries (in all cases, considerably lower salaries).

- Legislative salaries adjusted for relative cost-of-living. With the caveat that there is no official state-by-state cost-of-living index (government data is based on metropolitan statistical area), data was presented as adjusted by a state-by-state cost-of-living index developed by a private economic consulting firm. Of those states with legislative salaries higher than Maryland, a cost-of-living adjustment reduced the legislative salary of just one state to below Maryland: Hawaii. Conversely, of those states with legislative salaries below that of Maryland, a similar adjustment increased the salary in three states to above that of Maryland: Washington, Oklahoma, and Missouri.
- An oral review of the minutes of the 2002 commission deliberations, the last time that the legislative salaries were significantly increased, was provided. The justification for the commission's decision to raise salaries was to allow legislative salaries to catch-up with the Consumer Price Index and other indices after several years of minimal increases. Staff indicated that they could prepare options based on similar indices if the chair thought that would be useful. Mr. Glynn and other members indicated that it would be useful.

Following the presentation of the follow-up materials, Mr. Cheney returned to a theme from the first meeting – how much time does a legislator spend in their job as a legislator? Based on his conversations with some legislators, he asked about the 70% of a full-time job figure reported at the first meeting and how accurate this was. Certainly, it appeared to be high compared to comments from legislators (who put the time at closer to 30%). Mr. Terrasa noted that the session itself reasonably represented a 25% commitment, making 30% probably the lowest time commitment. Staff noted that the 70% figure is an estimate made by the National Conference of State Legislatures based on self-reported data and is used to categorize Maryland as a part-time legislature. It is intended to represent an average amongst the legislators (and some were noted in the prior meeting to consider themselves as full-time). Clearly, the amount of time devoted to legislative activities will vary from legislator to legislator.

Discussion continued on the impact of salaries and compensation generally on the nature of the legislature. Mr. Ransom noted that there has to be adequate compensation to preserve a more representative citizen legislature, while Mr. Cheney observed that compensation should not be so high as to encourage full-time legislators. At the request of Mr. Cheney, staff agreed to develop a chart indicating the total compensation package for legislators, including the value of retirement and health insurance premium subsidies.

Overview of the Legislative Pension Plan

The pension plan presentation began with a basic overview of participation, eligibility, and benefits. Key elements of the pension plan include (1) that participation in the plan is optional; (2) a member needs to accrue 8 years of service credit to vest in the plan; (3) the member contribution rate is 5.0% of the member's annual salary for up to 22 years and three months; (4) a member may begin receiving a full service retirement allowance at age 60 if the

member has accrued 8 years of service; (5) if the member has accrued 8 years of service by the age of 50, the member may begin receiving a retirement allowance subject to an early retirement reduction equal to 0.5% for each month that a member retires prior to age 60 for a maximum reduction of 60.0%; (6) a full service retirement allowance at age 60 with at least 8 years of service equals 3.0% of the salary of a current legislator multiplied by the members total years of service; (7) the maximum allowance that a member can receive is 66.67% of the salary payable to a current legislator; (8) because a retired legislator's retirement benefit is based in part on the salary of a current legislator, the retiree will receive post-retirement adjustments whenever current legislators receive an increase to their salaries; (9) there are three types of death benefits; and (10) the legislative pension plan also provides disability benefits if the member is vested and is determined to be totally incapacitated from the further performance of the member's duties.

Staff also presented information comparing Maryland's Legislative Pension Plan to the legislative pension benefits provided in other states. Maryland has the thirteenth highest legislative pension benefit. This is a drop from tenth in 2010, but it is directly attributable to pension reform in three states (Pennsylvania, Illinois, and Hawaii). The same nine states that provided a higher legislative pension benefit in 2010 still provide a higher legislative pension benefit in 2014; however, three of those states decreased the benefit amount for legislators elected on or after a certain date. Therefore, three of the top nine states have two entries in the list (pre-reform and post reform), which results in Maryland dropping three places from 2010 in terms of the benefit amount provided, but still remaining the tenth highest in terms of state ranking.

Data was also presented on Maryland's ranking compared to other states regarding certain key components of legislative pension plans. Maryland has the sixteenth highest legislator contribution rate (5%) and the tenth highest benefit multiplier (3%). When comparing the requirement for a Maryland legislator to be at least age 60 and have at least 8 years of service to be eligible for a normal service retirement, three other states have the exact same criteria, five states require both a lower age and less years of service, and three states require both a higher age and more years of service. There are 20 states that require a higher age than Maryland, but not necessarily more years of service.

Discussion on the retirement plan included:

- Mr. Terrasa commented that the legislator contribution was 5.0% of salary but asked what the level of the State subsidy was. Staff noted that the employer contribution was expected to be 15.5% of salary in fiscal 2015. However, this figure actually represents only one portion of the State contribution. If the amount related to reinvested savings from pension reform is also included, this amount increases to 18.3%.
- In a discussion of eligibility for a legislative pension, staff noted that legislators must have 8 years of service with the exception of a legislator who leaves to become a judge. In those circumstances, the legislator receives a retirement allowance regardless of length of service. Mr. Greene asked why that exception was made. Staff indicated that the

change was made in 1986 but there was no immediate indication as to why. Staff indicated that they would follow-up for the subsequent meeting.

- There was extensive discussion around the fact that the legislative pension plan is optional, whereas most other plans are required as a condition of employment. Staff speculated that the legislative pension plan was perhaps optional because members could be involuntarily dismissed (*i.e.*, losing elections). However, it was noted that most (185 of 188) of the current legislators were members of the legislative plan.

The State Retirement Agency (SRA) raised a concern about the optional nature of the legislative plan. Specifically, there is no time limit within which a member must opt in. Furthermore, a member can opt in or out multiple times. SRA advised that there are potential tax consequences to such an open-ended optional provision concerning when contributions/benefits are taxable. SRA encouraged the commission to consider establishing a more limited optional provision by requiring a legislator to make a decision whether to join the plan within six months of taking office. SRA confirmed, in response to questions, that making the legislative program mandatory would also resolve these tax concerns, although the agency made it clear that that was not its recommendation.

- Another area of extensive discussion was the ability of legislators to purchase service credit in the legislative pension plan. Unlike other State pension systems, legislators can purchase service credit (known as buying air time) in order to vest in the system *i.e.*, a legislator with less than eight years of service can purchase service credit up to the amount that would give the legislator eight years of service credit and thus qualify for a retirement allowance as well as other retirement benefits. Ms. Higgins asked how many legislators have vested as a result of purchasing air time. Staff did not know the answer, and SRA was unsure if it was possible to answer this question but indicated that they would try to find an answer.
- One feature of the legislative pension plan is that death benefits typically go to a surviving spouse, and a surviving spouse cannot waive the right to a spousal benefit in favor of another beneficiary. Ms. Larkin asked if this was true for other plans. Staff indicated that the judges, State police, and law enforcement officers' plans generally require benefits to be paid to the surviving spouse (if married); however, some other plans do not. Staff indicated that the commission made a recommendation in the 2006 resolution to allow a member to designate a beneficiary other than a surviving spouse with a spousal waiver; however, that recommendation was rejected by the General Assembly.
- The legislative pension plan includes a basic allowance (100% of allowance to the retiree and 50% to the surviving spouse on the retiree's death) plus three optional allowances that reduce the basic allowance but provide a higher allowance for the surviving spouse. As it has in prior commission deliberations, SRA again asked the commission to make

changes concerning these optional allowances. Specifically, the agency requested that Options A and C be amended. Few members use these options (approximately 98% of legislators opt for the basic plan and 2% for Option A with Options B and C not used) Therefore, the 2010 commission had repealed Option C but the General Assembly rejected this recommendation.

- Staff drew attention to a new forfeiture provision included by the legislature during the 2010 deliberations on the Resolution of the General Assembly Compensation Commission. Specifically, a legislator can forfeit retirement benefits under certain circumstances. A number of questions were asked by members including Mr. Ransom and Ms. Higgins concerning the legislature's intent in adding the provision and also if the commission could strengthen the provision. Staff indicated that the commission could take whatever action it chose to do concerning the provision.

The Impact of the 2011 Pension Reforms

Staff also made a presentation on the impact of the 2011 pension reforms in Maryland. This presentation began with the observation that legislative pensions were not altered during these pension reforms because only the General Assembly Compensation Commission can make these changes. Indeed, the legislation enacting the 2011 reforms specifically asked the General Assembly Compensation Commission (and other appropriate commissions) to address these issues as it relates to the sustainability of the State pension system.

The 2011 reforms were undertaken to both reduce the State's immediate cost with regard to pension contributions and also reduce long-term liabilities. Staff highlighted areas where other pension plans were changed including (1) increasing employee contributions; (2) reducing the allowance per service year; (3) increasing the vesting period for employees hired on or after July 1, 2011; (4) increasing retirement conditions for employees hired on or after July 1, 2011; (5) increasing the number of salary years on which the benefit is calculated for employees hired on or after July 1, 2011; and (6) reducing post-retirement adjustments for service credits earned on or after July 1, 2011.

In response to a question from Mr. Ransom, staff also outlined changes made by the 2011 reforms on the retiree health plan. Specifically, the reforms changed eligibility for retiree health benefits for employees hired on or after July 1, 2011, in most systems to 10 years (the new vesting period for retirement benefits) and also changed the extent of the State premium subsidy for retiree health benefits to 1/25 of the total State subsidy for each year of service. For employees hired prior to July 1, 2011, the vesting period was 5 years, with the extent of the State premium subsidy equaling 1/16 of the total State subsidy for each year of service. Under the current resolution, retired legislators are eligible for retiree health benefits after 8 years of legislative service and receive a State premium subsidy equal to 1/16 of the total State subsidy for each year of service.

Other Pension Issues

The specific concern of the former delegate who had supplied written testimony was raised. This delegate is a retiree in the legislative pension plan with service in other pension plans (State employee and teacher plans), but insufficient service in other systems to receive a pension. The delegate was asking to be allowed to transfer that service into the legislative pension plan. Ms. Larkin asked if this transfer was allowed in other systems. Staff indicated that it was not.

Prior to adjournment, Mr. Glynn asked for a sense of the commission in terms of the need to broadly consider changes to the legislative pension plan to reflect changes made to other plans in recent pension reform. There was broad agreement that changes needed to be considered.

The meeting was adjourned at 12:30 p.m., with the next meeting scheduled for December 16, 2013, at 10:00 a.m. at the same location. The chair noted that the decision meeting may need additional time beyond the scheduled two hours and members agreed to try and adjust schedules accordingly.



State of the State: Forward Together, Stronger Together
Remarks by Governor Martin O'Malley

Annapolis, MD, January 23, 2014

Acknowledgements

Speaker Busch, Senate President Miller, Minority Leader of the Senate, Senator Brinkley, Minority Leader of the House, Delegate Kipke; Lieutenant Governor Brown, Treasurer Kopp, Comptroller Franchot, Attorney General Gansler; Governor Hughes, Governor Glendening, Attorney General Curran, Senator Sarbanes; Chief Judge Barbera; colleagues in city and county governments; Senator Cardin, Congressman Van Hollen, Congresswoman Edwards; Tribal Chair Proctor, Tribal Chair Savoy; and Ambassador Zamora of El Salvador—a country whose sons and daughters are contributing in so many ways to the life of our State.

Members of the hardest-working cabinet in America; men and women of the Maryland General Assembly.

And my mother, who is here with us today.

There is one more person I would like to especially acknowledge. She is here today as she has been at my side every day for 23 years. She is my best friend, my partner in life, the finest wife and mother any family could want. She is the First Lady of Maryland, Judge Katie Curran O'Malley.

Introduction

My fellow Marylanders, over the course of these seven years, you and I have carried with us a commitment....

It is a commitment to a better future: the better future our children deserve.

A commitment founded on the belief we share in the dignity of every individual.

A commitment strengthened by the belief we share in our own responsibility to advance the common good.

A commitment sanctified by the belief we hold,... that we are all in this together, and each of us is needed in God's eyes.

I have seen this commitment myself, in the eyes of our teachers, firefighters and police officers. In the eyes of our veterans and their brave families. In the quiet fortitude of hard-working moms and dads throughout our State.

It is a commitment that has been shared by each of you, who have the privilege to represent the citizens of Maryland in this historic place.

I remember the first time I set foot in this building, as a young boy with my father. He was a lawyer and he had a case here in Annapolis at the Court of Appeals.

He took my hand as we climbed the steps of this Revolutionary building.

He brought my brother and me to the room down the hall where General Washington gave his authority over the Army, back to the elected representatives of the People.¹

And in that doorway, he leaned down to me and explained the significance of this very House Chamber, the duties of the men and women who are elected to serve here.

I was awed by the fact that this is the place we have come together as a people for more than 200 years, to make a better life. To make this place, our place, a better place.

It has been a tremendous and humbling honor to serve the people of Maryland—through these difficult and important days—with each of you.

All of us, together.

The State of Our State is Strong

On this occasion, we take time to reflect on the way we have traveled, and where we have come.

Through the longest wars in American history, and the greatest recession since the Great Depression, our goals as an Administration, have remained constant and true:

To strengthen and grow the ranks of our middle class, including our family-owned businesses and farms.

To improve public safety and public education.

To expand opportunity to more people rather than fewer – the opportunity to learn and to earn, the opportunity to enjoy our health, to enjoy the health of the people we love, and the health of this land we love—the Chesapeake Bay, the Patuxent, the mountains of Western Maryland, the marshes of the Eastern Shore.

Today, because of the hard work and courage of our people, I can report to you that the state of our State is strong, and growing stronger by the day.

In fact, not only is Maryland stronger than before — Maryland is cleaner, smarter, safer, healthier, more entrepreneurial, and more competitive than she was before the recession hit.

Fiscal Discipline

Think back: When we took office, Maryland had a \$1.7 billion structural deficit.² No sooner had we taken action together to address that deficit, than the recession hit.³

¹ The Continental Congress met in the Old Senate Chamber from November 26, 1783, to August 13, 1784. During that time, George Washington came before Congress to resign his commission as commander-in-chief of the Continental Army and the Treaty of Paris was ratified, marking the official end of the Revolutionary War.

² In 2007, the State faced a \$1.7 billion structural deficit, a result of \$1 billion in income tax cuts in the late 1990s, \$1.5 billion in increased education spending starting in 2002, and four years of insufficient action to close the structural deficit from 2002 to 2006.

³ According to the [National Bureau of Economic Research](#), the Great Recession began in December 2007.

Parents lost their jobs; children lost their homes; families struggled to hold on to their dignity.

Even as we fought to help every family we could – to save every home and every job we could – our State revenues took a huge hit,⁴ right along with so many family incomes.

Since that time, the O'Malley-Brown Administration has used the challenge of these times to make our government more efficient, and more effective.

We have cut spending by \$9.1 billion dollars.⁵

We have made more cuts than any administration in modern Maryland history.⁶

Today, we now have the smallest executive branch since 1973—⁷and the budget I presented to you last week puts us on a track to totally eliminate that structural deficit without the need for any new fees or taxes.⁸

We remain one of only seven states that has maintained a triple-A bond rating all through the recession, and to this day.⁹

We have built up our Rainy Day Fund to \$800 million dollars,¹⁰ and we have placed this year in our general reserve an operating surplus of \$37 million dollars.¹¹

A Balanced Approach

But cuts are only part of our story.

No state has ever cut its way to greater prosperity.

Growth requires investment.

Together, we have made those critical investments—investments to educate,¹² to innovate¹³, to rebuild, to grow jobs¹⁴ and create a better economy.

⁴ According to Maryland's Department of Budget and Management, the Great Recession caused an annual \$2 billion state revenue shortfall.

⁵ Since 2007, the Administration has made [\\$9.1 billion in total spending reductions](#), including the proposed FY15 budget.

⁶ According to the Maryland Department of Budget and Management, total cumulative cuts include proposed FY15 budget.

⁷ The O'Malley-Brown Executive Branch has fewer employees per capita than any Administration since 1973. The O'Malley-Brown Administration has abolished 5,800 positions since 2007.

⁸ The O'Malley-Brown proposed FY15 budget, which contains no tax or fee increases, completely eliminates the \$1.7 billion structural deficit by FY2017.

⁹ Maryland's AAA bond rating was reaffirmed by all three ratings agencies in July 2013.

¹⁰ Rainy Day Fund total comes from cumulative Administration total, including proposed FY15 budget.

¹¹ From proposed FY15 budget.

¹² 48 cents of every General Fund Dollar in Governor O'Malley's proposed FY15 budget goes to education. This year, Maryland will fund K-12 education at \$6.117 billion, a rise from \$4.468 billion in FY07. Under Governor O'Malley, [education funding has increased every year](#), even during recession years. And Maryland was only one of a handful of states that continued to increase education funding, in contrast to states like Virginia and Wisconsin that saw a decrease in per pupil spending between FY08 and FY14, according to the [Center on Budget and Policy Priorities](#).

This is what a balanced approach is all about.

Seven years ago, we were failing to live up to our state's full potential.

Seven years later, we are not just One Maryland. By many measures, we are Number One Maryland:

Just listen with me for a quiet moment.

Maryland today is number one in our students' AP success for seven years in a row;¹⁵

Number one in education five years in a row;¹⁶

Number one in holding down the cost of college tuition;¹⁷

Number one in innovation and entrepreneurship for two years in a row, according to the United States Chamber of Commerce;¹⁸

Number one in Ph.D. scientists and researchers;¹⁹

Number one in businesses owned by women;²⁰

And number one in median household income.²¹

This is what the people of our state have achieved together. And together we applaud their hard work.

Governing in a Different Way

¹³ Governor O'Malley's proposed FY15 budget includes \$12 million for the Biotech Tax Credit; \$4 million for the Cyber Tax Credit; and \$9 million for the R & D Tax Credit.

¹⁴ According to Maryland's Department of Budget and Management, Governor O'Malley's proposed FY15 budget supports 48,000 jobs.

¹⁵ [For the seventh year in a row](#), Maryland led the nation in AP success, with 29.6% of the Class of 2012 scoring a 3 or higher on an AP exam during their high school career. In the past 10 years, that number has grown 13.1 percentage points, the largest increase in America. For the third year in a row, Maryland ranks #2 in participation, and more of Maryland's traditionally underserved public school students are participating and succeeding in AP.

¹⁶ [Education Week](#) named Maryland's public schools #1 in the nation five years in a row. In 2014's report, Maryland had the top state composite score for the sixth consecutive year, but Education Week decided not to rank state education systems.

¹⁷ From the 2007-2008 school year to the 2013-2014 school year, tuition at Maryland's four-year institutions increased only 3.3% in inflation-adjusted dollars for tuition and fees, according to [The College Board](#). This was the [lowest increase in the nation](#) during that time period.

¹⁸ The U.S. Chamber of Commerce's "[Enterprising States](#)" report ranked Maryland #1 in the nation for Innovation and Entrepreneurship in both 2012 and 2013.

¹⁹ According to the [Milken Institute's 2012 State Technology and Science Index](#), Maryland is #1 in Ph.D. holders per capita. Maryland also has the highest concentration of scientists and engineers of its state workforce, according to the [National Science Foundation](#).

²⁰ According to the [National Women's Business Council](#), Maryland has the highest percentage of woman-owned businesses of any state (excluding Washington, DC). According to the [National Women's Law Center](#), Maryland is tied for the lowest wage gap in America, with Nevada. Nationally women make 76.5 cents for every dollar a man makes. In Maryland, women make 85.3 cents for every dollar a man makes. In addition, the [Center for American Progress](#) named Maryland the best state in America for women.

²¹ Maryland's median household income is \$71,122 – the highest in the nation, according to the [U.S. Census](#).

Seven years ago—in response to the desires of our people—we set out to govern in a fundamentally different way.

Setting goals. Measuring performance. Hitting deadlines. Getting Results. Making the work of progress visible for you to see, and for me to see.

Every day, the test of any policy, action, or expenditure, has been whether or not it is actually working—working to produce the intended results.

In the past, our states and indeed our country, have been governed by a top-down approach. Hierarchical and bureaucratic. Shouting orders from somewhere above.

But that's not the world we live in any more.

This generation is not about command and control. This generation seeks good ideas on level ground. Everywhere.

It is fundamentally entrepreneurial, operationally collaborative, it is performance measured, connected, and relentlessly inter-active.

It is the new way.

This generation wants its government to be accountable for its action, and accountable for the results we seek.

Today in Maryland, you can go online right now, and see the 16 strategic goals we have set for our State's progress, in the areas of job creation, education, security, sustainability, and health.²²

On some of these, we've already exceeded our initial goals. On others, we're making progress. And on a few, we still have a longer way to go.

Progress requires accountability.

But accountability means putting your commitment out there, for all of us to know and see, and hopefully to help drive.

One example: In 2007, one of the goals we publicly set was to drive down our infant mortality rate by 10 percent, by the end of 2012.²³

A lot of people told us at the time not to make the commitment public.

You see, the old way of thinking says elected officials should never set measurable goals with deadlines, because you'll be criticized if you fall short.

We chose a different path.

²² Anyone can visit <https://data.maryland.gov/goals> to monitor the State's progress on Governor O'Malley's 16 strategic policy goals.

²³ See more information about Governor O'Malley's efforts to reduce infant mortality [here](#).

We set real goals with specific, and more immediate, deadlines.

We publish Plans of Delivery.

We call upon the public to hold us accountable and to help us achieve our goals.

And we use the pressure of public awareness to push for maximum progress.

By the way, at the end of 2012, together we had driven down Maryland's infant mortality rate—not by just 10 percent—but by 21 percent.²⁴

That means 164 lives saved just in 2012.

Of course, as you might have guessed, the reward for hitting or exceeding your goal is to set an even higher goal.

So we have—to save even more lives.²⁵

And we are in it together.

Measuring Progress

Goals. Deadlines. Performance measures.

Doing what works, and doing what serves.

This is how continuous progress is made.

Jobs

This is how we create jobs.²⁶

We are one of only 17 states that has now recovered all of the jobs we lost in the national recession.²⁷

And since the lowest point of the recession, we have now achieved the fastest rate of new job growth of any state in our region.²⁸

Public Education and Public Safety

²⁴ The infant mortality rate fell by 21 percent between 2007 and 2012, which translates to [164 fewer infant deaths](#) in 2012 than in 2007.

²⁵ The Administration has set a new goal of [reducing the overall infant mortality rate by 10%](#) to 6.0/1,000 live births and the Black infant mortality rate by 10% to 10.8/1,000 live births by 2017.

²⁶ Read Governor O'Malley's jobs delivery plan [here](#).

²⁷ According to the [November 2013 jobs report](#), Maryland has recovered 101% of jobs lost in the recession. These were seasonally adjusted total non-farm jobs. Comparatively, Virginia has only regained 93.2%, Pennsylvania 79.4% and the nation 85.7%.

²⁸ Each state in the region reached an [employment low point](#) in February 2010, and since then Maryland has created a total job growth rate of 5.96%; Delaware has a 5.50% rate; Pennsylvania has a 3.68% rate; Virginia has a 4.93% rate; and West Virginia has a 4.93% rate.

This is how we improve public education.²⁹ This is how we improve college degree attainment.³⁰

This is how we improve public safety.³¹

Today, with courageous law enforcement officers, we have now reduced violent crime to 30 year lows.³²

With our first responders, shock trauma doctors and nurses, traffic deaths have been reduced now to the lowest levels in decades.³³

We enacted common sense measures to reduce gun violence.³⁴

We repealed the death penalty and replaced it with life without the possibility of parole.³⁵

And there are now fewer people incarcerated in Maryland's prisons today than at any time since 1994.³⁶

Sustainability

Goals. Deadlines. Performance measures. This is also how we are making our air and our waters cleaner.³⁷

²⁹ Read Governor O'Malley's public education improvement delivery plan [here](#).

³⁰ According to the [National Center for Higher Education Management Systems](#), the percent of [Marylanders](#) aged 25-64 with at least an associate's degree has gone up from 44.5 percent in 2006 and 2007 to 45.5 percent in 2012. The attainment percentage of 45.5 percent in 2012 is 10th highest in the nation, including Washington, DC.

³¹ Read Governor O'Malley's public safety delivery plan [here](#).

³² According to the [Maryland State Police](#), violent crime in 2012 was at its lowest point since 1976. Violent crime statistics for 2013 will not be finalized for several months.

³³ According to the [Maryland State Police](#), the 461 traffic deaths in 2013 were the lowest since 1961. This is a 29.1% decrease since 2006.

³⁴ Governor O'Malley signed legislation to [reduce gun violence](#) during the 2013 legislative session which implemented several common-sense gun violence measures, including fingerprint background checks, an assault weapons ban and a magazine limit.

³⁵ Governor O'Malley repealed the death penalty during [the 2013 legislative session](#). [The Maryland Commission on Capital Punishment](#), created by an act of the General Assembly in 2008, reviewed Maryland's policies on capital punishment. The 22-member Commission represented a broad diversity of views on capital punishment as well as the racial, ethnic, gender and geographic diversity of the State. The Commission recommended that capital punishment be abolished in Maryland for several reasons: racial disparities exist in Maryland's capital sentencing system; jurisdictional disparities exist in Maryland's capital sentencing system; the costs associated with cases in which a death sentence is sought are substantially higher than the costs associated with cases in which a sentence of life without the possible of pare is ought; despite the advance of forensic sciences the risk of execution of an innocent person is a real possibility; and there is no persuasive evidence that the death penalty deters homicides in Maryland.

³⁶ According to the [Department of Public Safety and Correctional Services](#), the last time there were this few people incarcerated in Maryland's prisons was in 1994.

³⁷ [Governor O'Malley's actions on the environment](#) include: led the region on Two-Year Milestone achievement; created the Chesapeake and Coastal Bays 2010 Trust Fund; supported renewal of dozens of Wastewater Treatment Plants; submitted a Final Watershed Implementation Act to the EPA; issuing new CAFO regulations; [established BayStat](#); passed the Living Shoreline Protection Act of 2008; enacted new regulations to reduce polluted stormwater runoff; expanded septic system upgrades; passed the Septics Law; implemented new regulations on environmental site designs; revised nutrient management regulations; adopted a new Phosphorus Management Tool; revitalized the Animal Waste Technology Fund; passed the Fertilizer Use Act of 2011; extended support of the Cover Crop Program; supported Maryland farmers through the Maryland Agricultural Water Quality Cost Share Program; established the Innovative

We have planted more trees on public lands in the last seven years than ever before.³⁸

We have added more renewable energy to our grid than any time since the Conowingo Dam was built 85 years ago.³⁹

More farmers are now planting cover crops to reduce nutrient runoff than ever before.⁴⁰

To protect our farmlands, our forests and our open space for the future, this year Maryland passed the milestone of preserving 1 million acres for our children's future.⁴¹

Together, we have taken the strongest actions in decades to make the Chesapeake Bay cleaner and healthier;⁴² strong actions that are restoring our menhaden,⁴³ our blue crab,⁴⁴ and our oyster populations.⁴⁵

And we are leading the states of our Bay watershed in cleaning up the Chesapeake—consistently meeting our two-year milestones, allowing less nitrogen and phosphorus to pollute our Bay today than seven years ago.⁴⁶

Measurable progress, by our hands, in our time, for the long term restoration of the Bay.

Children

This is also how we better protect our most vulnerable young people.⁴⁷

Technology Fund; established a Nutrient Trading Program; worked with the U.S. Army Corps of Engineers to study beneficial uses of dredged material for island erosion; and implemented new wastewater conservation efforts.

³⁸ According to [Maryland's Department of Natural Resources](#), Governor O'Malley is the first Governor to ever implement programs and initiatives that planted 1 million trees during their Administration.

³⁹ The Conowingo Dam was built in 1928 when Maryland was producing 474 MW of electricity. Under Governor O'Malley's leadership, Maryland has increased its electricity production 42.5%. Read more about Governor O'Malley's energy efficiency plan [here](#).

⁴⁰ In FY13, [1,860 farmers planted 415,000 acres of cover crops](#) to control soil erosion, reduce nutrient runoff and protect water quality in streams, rivers and the Chesapeake Bay. Since 2007, Maryland farmers have planted over 1.89 million acres of cover crops.

⁴¹ According to the Maryland Department of Natural Resources, the O'Malley-Brown Administration has added to Maryland's legacy of protecting green space, bringing the total number of acres protected to 1,066,505.

⁴² Administration actions include [Two-Years Milestones](#), regional cooperation and proactive policies that protect wildlife while helping grow Maryland's economy.

⁴³ [Governor O'Malley led efforts](#) to protect the Atlantic Menhaden, including a 20% coast-wide harvest reduction and new management strategies under the authority of the Atlantic States Marine Fisheries Commission.

⁴⁴ The number of spawning-age female blue crabs [increased by 52 percent in 2013](#), showing that the O'Malley-Brown Administration's management techniques are helping restore Maryland's crab population.

⁴⁵ Maryland [produced and planted 1.25 billion oysters in 2013](#) - the largest production for any oyster hatchery in the nation.

⁴⁶ In 2009 Maryland began using [Two-Year Milestones](#) to chart progress on protecting the Chesapeake Bay. [The Chesapeake Bay Program certified Maryland](#) achieving their 2010 - 2011 goals. The Chesapeake Bay Program lauded Maryland's efforts, noting that even with an unexpected 150,000 pound nitrogen increase, Maryland still met its 2009-2011 milestone goals. [An May 2013 EPA Assessment](#) shows that Maryland achieved its 2013 nitrogen and sediment targets and was within 1% of achieving its phosphorus milestone.

⁴⁷ Read Governor O'Malley's childhood hunger delivery plan [here](#), and his plan to reduce violent crime against women and children [here](#).

Together, we've reduced childhood hunger,⁴⁸ and today more children receive healthcare in Maryland than ever before.⁴⁹

We have reduced juvenile homicides by 44%.⁵⁰

We have reduced the number of children placed in foster care and group homes by 42%.⁵¹

Dignity

And along the way, we have come together, time and again, to protect the dignity of every Marylander.

For the first time in 350 years, we have now officially recognized our brothers and sisters of the native Piscataway People.⁵²

Together, so that the children of New American immigrants, can realize their full potential, we passed the DREAM Act in Maryland.⁵³

And, to protect the dignity of every child's home—and ensure equal rights under the law for all Marylanders—we passed Marriage Equality.⁵⁴

Urgent Work to Do

For all of our achievements, being accountable also means acknowledging when we have fallen short.

The healthcare website failed to perform as designed when it was launched – a source of great frustration—especially for those who were trying to obtain healthcare for the very first time.

My Administration and I have not succeeded at every first try, but we have never given up.⁵⁵

⁴⁸ The Administration has invested \$1.8 million to [increase access to school breakfast](#) during the 2013-2014 school year to 57,000 additional children. Since 2010-2011, we have increased breakfast access 37% among students.

⁴⁹ According to the [Maryland Department of Health and Mental Hygiene](#), the O'Malley-Brown Administration has expanded healthcare to over 180,000 children.

⁵⁰ [In 2006 there were 50 juvenile homicides](#) and in 2013 there were 28 juvenile homicides.

⁵¹ [This reduction](#) includes children in foster care, group homes and independent living (a therapeutic setting for children who have severe needs).

⁵² In January 2012, Governor Martin O'Malley signed [two historic Executive Orders](#) recognizing Maryland Indian status of two groups indigenous to the State of Maryland. With the signing of the Executive Orders, Governor O'Malley officially made the Piscataway Indian Nation and the Piscataway Conoy Tribe (including the Piscataway Conoy Confederacy, its subtribes, and the Cedarville Band of Piscataway) the first state recognized tribes in Maryland history.

⁵³ Governor O'Malley signed the [DREAM Act](#) in May 2011. [In November 2012](#), Marylanders passed the DREAM Act by a vote of 58% to 42%, making Maryland the first state to pass the DREAM Act through a popular vote. In Maryland, an estimated 36,000 Dreamers will benefit from the DREAM Act, creating more than 19,000 jobs and generating nearly \$5 billion in economic activity through 2030.

⁵⁴ Governor O'Malley signed [Marriage Equality](#) in March 2012. The coalition that passed Marriage Equality included a variety of religious leaders and union leaders. [In November 2012](#), Marylanders voted in favor of the Civil Marriage Protection Act, which upheld the state's same-sex marriage law, 52.4% to 47.6%.

⁵⁵ Governor O'Malley has taken proactive steps to continue improving the Maryland Health Connection site. These steps include working to get the [9 critical fixes done](#); the [hiring of Optum/QSSI](#) to improve the end-to-end project management of the website; installing new leadership including [Isabel FitzGerald](#), Secretary of the Maryland Department of Information Technology, who currently leads IT operations; working with insurers to [extend the deadline](#) for families and individuals to access coverage; and [establishing retroactive coverage](#) for Marylanders who attempted to enroll in the exchange and who through no fault of their own, are without insurance and facing potentially costly medical bills.

We learn from both success and failure.

Sometimes failure kicks the deepest spur.

So we will continue to improve. We will continue helping those seeking healthcare. And we will continue to enroll as many Marylanders as possible by the March 31st deadline.⁵⁶

But let's not lose sight of the larger goal.

We have already extended healthcare coverage to 453,000 people—many of them children—who did not have coverage before.⁵⁷

Now, thanks to President Obama and the Affordable Care Act, not a single person can be denied coverage because of a preexisting condition, and no one can be dropped from their insurance because they get sick.⁵⁸

And with the leadership of Lieutenant Governor Brown and Secretary Sharfstein— and I must add, the support of our Congressional delegation led by Sen. Barbara Mikulski, Senator Cardin, Congressman Van Hollen and Congresswoman Edwards – earlier this month we embarked on a new and better way to improve wellness and reduce overall healthcare costs.⁵⁹

Let me talk about this for a second.

The old payment system for health care, encouraged the volume of services instead of the wellness of our people. The more sickness, the more pay.

It was a system that made it look as if even our hospitals needed hospitals. But not any more.

This new approach will change our payment system to reward hospitals for actually keeping people well.

⁵⁶ [Governor O'Malley announced on January 14, 2014](#) that anyone who experienced technical challenges on the health reform website will be able to enroll in the private plan of their choice with coverage retroactive to January 1.

⁵⁷ Department of Health & Mental Hygiene, total number of new Medicaid recipients under the O'Malley-Brown Administration, current through December 2013.

⁵⁸ Under the law, a new "[Patient's Bill of Rights](#)" gives the American people the stability and flexibility they need to make informed choices about their health. Some additional Affordable Care Act protections include allowing young people to stay on their parents' insurance until they are 26 and preventive care coverage, including mammograms, autism screenings and mental health services.

⁵⁹ Under Maryland's current Medicare waiver, Maryland has set its own rates for hospital services for 36 years. Maryland is the only state in the nation to operate an all-payer hospital rate setting system, under which all patients pay the same rate for services at the state's hospitals. [Under the new system](#), hospitals will no longer operate a fee-for-service model. Instead, Maryland will set global budgets to reward systems of care that provide improved health outcomes at lower cost. The model will limit the growth in hospital spending per capita, including inpatient and outpatient care, to growth in the state's economy. It will also limit annual Medicare per capita hospital cost growth to a rate lower than the national annual per capita growth rate. The model is expected to save the federal government at least \$330 million in Medicare spending over the next five years.

It has been described by healthcare experts as “without any question, the boldest proposal in the United States in the last half century.”⁶⁰

Ten of our forty-six hospitals in Maryland have already adopted this new approach – partnering with nursing homes, public health agencies, primary care doctors, wellness professionals and others, to keep their communities well.⁶¹

It works. It achieves results. It’s a better way. And it will improve wellness.

For us here in Maryland, the question has never been whether we move left or whether we move right, it is whether we move forward or whether we move back.

As One Maryland, we choose to move forward.⁶²

An Economy with a Human Purpose

Because progress is a choice.

And we have important work to accomplish this year.⁶³

With all of the strides we’ve made in education, this session we have the ability to advance universal pre-k in Maryland.⁶⁴

This session, we have the responsibility to improve our laws to better protect victims of domestic violence.⁶⁵

We also have the chance, this session, to come together, forge consensus, and raise the minimum wage in Maryland.

⁶⁰“This is without any question the boldest proposal in the United States in the last half century to grab the problem of cost growth by the horns,” said Uwe Reinhardt, a health care economist at Princeton University, in [The Washington Post’s article “Maryland’s Bold Hospital Spending Plan Gets Federal Blessing” on January 10, 2014.](#)

⁶¹ [See the list of Maryland hospitals](#) that have adopted this new approach.

⁶² One program that is moving Maryland forward is CRISP. [CRISP is formally designated as Maryland’s statewide health information exchange \(HIE\)](#) by the Maryland Health Care Commission, as directed by the state’s legislature and Gov. Martin O’Malley. CRISP has also been named Maryland’s Regional Extension Center for Health IT (REC) by the Office of the National Coordinator for Health Information Technology (ONC), with an objective of assisting 1,000 primary care providers to deploy Electronic Health Records (EHRs) and achieve meaningful use by 2014. Together, CRISP’s REC and HIE efforts serve to advance health and wellness of Marylanders by helping healthcare providers to use EHRs in a meaningful way and enabling those providers to share clinical data with other providers and hospital systems across the state.

⁶³ [The O’Malley-Brown legislative agenda](#) includes designating new wildlands, modernizing Maryland’s health care system and codifying the Statewide Communications Interoperability Program.

⁶⁴ Two comprehensive, randomized studies that tracked the progress of individuals who received a quality pre-K education compared to those who did not conclusively show that quality pre-K produces better educational, financial and safety outcomes in the long-term. The studies were the [HighScope Perry Preschool Project](#) and [The Abecedarian Project](#).

⁶⁵ The O’Malley-Brown Administration’s [domestic violence agenda](#) includes three bills. The first bill will end Maryland’s distinction of being the only state in the nation whose standard of proof to obtain a final peace or protective order is “clear and convincing evidence” by changing it to a “preponderance of evidence.” The second bill will add second degree assault to the list of crimes for which domestic violence victims can obtain a final permanent protective order. The third bill gives judges the ability to impose an enhanced penalty for violent crimes that are domestically related when they are committed in the presence of a minor

To strengthen and grow our middle class—this has been the North Star of everything that we have done as an Administration. Our fiscal discipline. Our strategic investments. Our different way of governing for results.

Together, here in Maryland:

- We've invested dearly,⁶⁶ to improve education as a ladder to success.⁶⁷
- We are investing more than ever in our transportation infrastructure, to get more of our people back to work.⁶⁸
- We raised the Earned Income tax credit. Why? To better reward hard work.⁶⁹
- We've maintained the highest goals for minority and women-owned business participation, and for the first time ever, we actually exceeded it.⁷⁰
- We became the first state in the country to pass a living wage.⁷¹
- We put in place for the first time a progressive income tax,... reducing income taxes for 86 percent of Marylanders.⁷²
- Just last calendar year, we moved more people than ever from welfare to work.⁷³

Because of these actions, the Pew Foundation now ranks Maryland one of the top three states for upward economic mobility.⁷⁴

⁶⁶ Despite budget strains inherited from the previous administration and revenues that dried up during the recession, Governor O'Malley continued to [increase education spending every year in office](#). In addition, The O'Malley-Brown administration has made school construction a priority. In the administration's first term, school construction averaged \$325 million a year, and increased to \$345 million in the second term, compared to \$211 million under the previous administration. In addition, [Governor O'Malley froze in-state tuition for four years in a row](#), doing more to hold the line on the rising cost of college tuition than any Governor in America.

⁶⁷ According to Education Week, Maryland is one of only five states that closed the poverty achievement gap by more than 5 percentage points. Maryland's total combined closure (math and reading) was 7.1%, at least 10 times higher than the national average of 0.5%. In addition, [Governor O'Malley froze in-state tuition for four years in a row](#), doing more to hold the line on the rising cost of college tuition than any Governor in America.

⁶⁸ In response to growing traffic and a decreased ability to pay for infrastructure upgrades, Governor O'Malley and the legislature passed the Transportation Infrastructure Investment Act of 2013, which will generate \$4.4 billion over six years for highway and mass transit projects, creating more than 57,200 jobs. Read Governor O'Malley's transportation delivery plan [here](#). Travel on Maryland's roads has increased nearly 40% in the past two decades and is expected to increase another 20% by 2030. Yet Maryland's formula for funding infrastructure improvements has remained unchanged since 1992. A dollar for transportation in 1992 is only worth about 30 cents today.

⁶⁹ Governor O'Malley extended the Earned Income Tax Credit for Maryland families during the [2007 special legislative session](#).

⁷⁰ According to the [Governor's Office of Minority Affairs](#).

⁷¹ Governor O'Malley passed the nation's first living wage bill during the [2007 legislative session](#). The bill required employers with state contracts to pay a minimum amount - \$11.30 per hour in the Baltimore-Washington corridor and \$8.50 per hour in rural counties.

⁷² The O'Malley-Brown Administration has taken several actions to make Maryland's tax code more progressive, asking our highest earners to pay a little more while providing tax relief for middle and low income earners. In 2007, the O'Malley-Brown Administration added progressivity for the first time in Maryland history. Middle and low income earners saw their personal exemptions increased and their refundable earned income credits expanded, that lowered total state income tax burdens for nearly 92% of Maryland taxpayers. In 2008, a three year income tax surcharge was imposed on millionaires; it expired as expected. In 2012, we further adjusted rates, phasing out exemptions for the highest earners, leaving a full 86% of Marylanders with lower state income tax bills than before the O'Malley-Brown Administration, while the top 13.7% of Maryland taxpayers were asked to pay a little more.

⁷³ According to the Maryland Department of Human Resources, [12,504 Marylanders moved from welfare to work in 2013](#). 27% of those Marylanders were placed in jobs paying \$10/hour or higher.

But we, of course, are part of a larger national economy. And something is still very wrong.

We've lost sight of how our economy works when it is working well.

Prosperity doesn't trickle down from the top.

It never has.⁷⁵

It's built from the middle out—and from the middle up.

Henry Ford understood that 100 years ago, when he doubled the pay of all his workers.⁷⁶ His fellow capitalists thought he was crazy. But he understood that America worked best – and our economy worked best – if workers could afford to buy the products they were making.⁷⁷

In other words, in a properly functioning capitalist economy, a thriving middle class is not a consequence of growth and prosperity—it is the source of growth and prosperity.⁷⁸

When every worker earns more money, every business has more customers, and – by the way – every taxpayer is relieved from funding poverty programs, for workers who are being paid poverty-level wages.⁷⁹

We have all met the hard-working people who toil away—very often—at not one but two jobs that pay minimum wage.

Most often they are women. Very often they are moms who are trying support a child or two on their own.⁸⁰ Leaning on everyone around them for day care. Working 16-hour days, and yet falling further behind.

This is not how our economy should work – no person who works full-time and plays by the rules, should be forced to raise their family in poverty.⁸¹ Not in our state.

⁷⁴ [Maryland was one of only three states to demonstrate consistently higher upward mobility](#) in each of three categories: absolute mobility (Measures residents' average earnings growth over time); relative mobility (Captures residents' rank on the earnings ladder relative to their peers); upward or downward movement on the earnings ladder.

⁷⁵ Center for American Progress President Neera Tanden's article in [Democracy](#) provides a strong repudiation of trickle-down economics.

⁷⁶ Ford increased the wages of his workers from \$2.38 to [\\$5.00 per nine-hour day](#).

⁷⁷ During the three decades following World War II, [wages rose at a rate similar to productivity](#). In the four decades since, gains in wages have not come close to matching gains in productivity, and the gap between the two has widened dramatically.

⁷⁸ According to the [Economic Policy Institute](#), a phased-in increase of a national minimum wage to \$10.10 would increase GDP by roughly \$32.6 billion, resulting in the creation of approximately 140,000 net new jobs (and 284,000 job years) over that period.

⁷⁹ [According to the University of California at Berkeley](#), the United States' ten largest fast food companies are costing U.S. taxpayers \$7 billion a year in federal assistance programs.

⁸⁰ The [Economic Policy Institute's analysis](#) of BLS' Current Population Survey shows a worker who would benefit from a minimum wage increase to \$10.10 by July 1, 2015 is: 56% of affected workers are women; 88% of affected workers are at least 20 years old; 43% have taken some college courses; 54% are full-time workers; 70% belong to families with incomes of less than \$60,000; and nearly 28% of affected workers are parents.

⁸¹ [According to the University of California at Davis Center for Poverty Research](#), a full-time minimum wage employee earns \$15,080 annually. For a family of four with two children the poverty level was \$22,283 – far exceeding the annual earnings of a full-time minimum wage employee.

Should we be satisfied as a people, as a country, as a State, if our corporations are becoming ever more profitable⁸² and yet so many of our people are unemployed?⁸³

Can we really say that our economy is working, if our stock market is booming,⁸⁴ but middle class earnings are declining?⁸⁵

The economy we seek in Maryland is an economy with a human purpose.

Where the ranks of our middle class are growing, so our economy itself can grow.

And the only way we're going to grow our economy is to grow our middle class.

Increase the Minimum Wage

The minimum wage in Maryland is no longer a wage that anyone can live on.⁸⁶

Even though Maryland has the highest median income in the nation⁸⁷ – 21 other states have now set a higher minimum wage than ours.⁸⁸

We can do better.

Raising the minimum wage to \$10.10 is going to create more and better customers for Maryland businesses.

And that is why raising the minimum wage in Maryland is not only good for the hundreds of thousands who will see a boost in their paychecks,⁸⁹ it is good for every Marylander, because it is good for our economy.

It's time to raise the minimum wage.

The Future We See

I believe...

I believe in my heart that we are poised for a generation of greatness.

⁸² According to the [New York Times](#), in 2012, corporate profits after taxes rose to an all-time high of 9.7 percent of GDP. From 1960 through 2012, the yearly average was only 6.3 percent.

⁸³ According to the [December 2013 BLS jobs report](#), 10.4 million people were unemployed.

⁸⁴ According to [CNBC](#), the Dow Jones Industrial Average closed at an all-time high 50 times in 2013 and the S&P 500 closed at an all-time high 44 times in 2013.

⁸⁵ According to the [U.S. Census](#), the mean income of families in the middle fifth of America were \$67,663 (2012 dollars) in 2000, but they dropped to \$63,355 (2012 dollars) in 2010.

⁸⁶ In 1968, the federal minimum wage was \$1.60. In [2013-adjusted dollars](#), that \$1.60 minimum wage is equivalent to \$10.71 today.

⁸⁷ Maryland's median household income is \$71,122 – the highest in the nation, according to the [U.S. Census](#).

⁸⁸ [21 states](#) have minimum wages at various levels higher than Maryland's \$7.25.

⁸⁹ Maryland has [317,000 workers](#) who would be directly affected by a fully-phased minimum wage of \$10.10. [According to the Bureau of Labor Statistics](#), Maryland has 67,000 workers who make \$7.25 an hour or less.

I can see the day on our horizon when the achievement of our students leads not just our nation, but the world.

I can see the day when all of our teachers have the technology to provide personalized learning, tailored to every student's unique abilities in the classroom.

A day when every high school student in Maryland graduates with a modern technical skill and a year of college credit already earned.

I see Maryland's children enjoying the benefits of a State that wisely safeguards its waters and woodlands and open spaces, for the 22nd century and beyond.

A State that leads the green economy of the future, creating thousands of new jobs.

I see a time fast approaching when our booming high tech economy is fueled by the talent of an ever more highly-skilled workforce.

And yes, I see a rapidly growing middle class whose standard of living is rising – a growing and diverse middle class that has become the forerunner of a newer, better American economy.

I can see the year that is coming when not a single child in Maryland will die a violent death.

This is the future that remains to be won. And it will be won.

From Many, One

Conclusion...

We are standing at the threshold of a new era of American progress.

As our world becomes more complex, it is also becoming more personalized and better connected. And no state is better poised to succeed in this new era than Maryland.

The future is where we look. The past is what we have learned from.

The only things worth doing are the things that might possibly break your heart.

For 230 years, we have helped lead our country forward, into the future – especially through moments of doubt and adversity. When others said it was impossible, that all was lost, or it could not be done, we stood our ground. And we made it happen.

From many, one. From one, many.

It is time for us to do it again.

Thank you.

SHEILA ELLIS HIXSON
20th Legislative District
Montgomery County

Chair

Ways and Means Committee



The Maryland House of Delegates

ANNAPOLIS, MARYLAND 21401

Exhibit E

Annapolis Office
The Maryland House of Delegates
6 Bladen Street, Room 131
301-858-3469 · 410-841-3469
Fax 301-858-3777 · 410-841-3777
800-492-7122 Ext. 3469
Sheila.Hixson@house.state.md.us

District Office
1008 Broadmore Circle
Silver Spring, Maryland 20904
301-384-4739

January 21, 2014

The Honorable Michael E. Busch
Speaker of the House

Members of the House of Delegates

Ladies and Gentlemen:

The Ways and Means Committee was appointed as the House Legislative Evaluation Committee to evaluate the Maryland Racing Commission, the Maryland Bred Fund Advisory Committee, and the Standardbred Race Fund Advisory Committee, in accordance with the Maryland Program Evaluation Act. The committee hereby submits the report required by Section 8-407 of the State Government Article.

The committee recommends extending:

- the termination date of the Maryland Racing Commission, its two advisory committees, and the laws regulating horse racing to July 1, 2024; and
- the evaluation dates for the commission and the two advisory committees to July 1, 2021.

Consistent with the report's recommendations, the committee encourages the commission to:

- pursue special funding;
- pursue hiring an equine medical director;
- carefully monitor the impact of recently adopted claiming regulations;
- move forward with plans to hire a second investigator;
- move forward with implementation of the InCompass software system;

January 21, 2014
Page 2

- hire a deputy director; and
- analyze current licensing and registration fees.

The committee will introduce legislation to extend the terminations and evaluation dates.

Respectfully submitted,

A handwritten signature in blue ink that reads "Sheila E. Hixson". The signature is written in a cursive style with a large initial 'S'.

Sheila E. Hixson
Chair

SEH/BAB/mrm



STEPHANIE RAWLINGS-BLAKE
Mayor

*Office of Government Relations
88 State Circle
Annapolis, Maryland 21401*

February 4, 2014

The Honorable Michael E. Busch
Speaker of the House of Delegates
State House, H 101
Annapolis, Maryland 21401

Dear Speaker Busch,

Pursuant to Article XI, Section 7 of the Maryland Constitution attached for journalizing are the following Baltimore City Bond Resolutions:

1. Baltimore City – School Bond Issue
2. Baltimore City – Recreation, Parks and Public Facilities Bond Issue
3. Baltimore City – Community and Economic Development Bond Issue
4. Baltimore City – National Aquarium at Baltimore Bond Issue
5. Baltimore City – Baltimore Museum of Art Bond Issue
6. Baltimore City – The Walters Art Museum Bond Issue
7. Baltimore City – Port Discovery Children’s Museum Bond Issue

Thank you.

Sincerely,

Mary Pat Fannon
Senior Policy Advisor
Mayor’s Office of Government Relations

FEB 4 2014

READ AND JOURNALIZED

RESOLUTION

A RESOLUTION OF THE MEMBERS OF THE GENERAL ASSEMBLY OF MARYLAND REPRESENTING BALTIMORE CITY concerning

BALTIMORE CITY - SCHOOL BOND ISSUE

FOR the purpose of authorizing the Mayor and City Council of Baltimore to create a debt, and to issue and sell, at any time or from time to time and in one or more series its certificates of indebtedness as evidence thereof, and proceeds not exceeding Thirty-Four Million Dollars (\$34,000,000.00) from the sale of such certificates of indebtedness to be used for the acquisition, by purchase, lease, condemnation, or any other legal means, of land or property, or any rights therein, in the City of Baltimore, and demolishing, constructing and erecting on said land or property, or on any land or property now or hereafter owned by the Baltimore City Board of School Commissioners and/or the Mayor and City Council of Baltimore, new school buildings, athletic and other auxiliary facilities including community health and recreation facilities, and for additions and improvements to, or for the modernization of reconstruction of, including the inspection, removal, encapsulation, management, containment and abatement of asbestos from existing facilities, and for equipment for any and all new or existing facilities authorized to be constructed, erected, added, improved, modernized or reconstructed by the provisions hereof; the payment of any and all costs and expenses incurred for or in connection with doing any or all of the things herein mentioned, including, but not limited to, the costs and expenses of securing administrative, appraisal, economic analysis, engineering, planning, designing, architectural, surveying, and other professional services, including, without limitation, services relating to planning for future projects of the same general character which may be constructed out of future loans; and for doing any and all things necessary, proper or expedient in connection with or pertaining to any or all of the matters or things hereinbefore mentioned; authorizing the issuance of refunding bonds; conferring certain powers upon the Baltimore City Board of School Commissioners; imposing certain conditions in connection with the expenditure of

the proceeds derived from the sale of said certificates of indebtedness; authorizing the Mayor and City Council of Baltimore to submit an ordinance or ordinances for such purpose to the legal voters of Baltimore City, and providing generally for the issuance and sale of such certificates of indebtedness.

SECTION 1. BE IT RESOLVED BY THE MEMBERS OF THE GENERAL ASSEMBLY OF MARYLAND REPRESENTING BALTIMORE CITY, That:

(a) The Mayor and City Council of Baltimore be and it is hereby authorized to create a debt, and to issue and sell, at any time or from time to time and in one or more series, its certificates of indebtedness (hereinafter called "bonds") as evidence thereof, and proceeds not exceeding Thirty-Four Million Dollars (\$34,000,000.00) from the sale thereof to be used for the purposes hereinafter mentioned, but such debt shall not be created and the bonds shall not be issued, in whole or in part, unless an ordinance or ordinances of the Mayor and City Council of Baltimore providing for the issuance thereof shall be first submitted to the legal voters of Baltimore City at such time and place as may be fixed by such ordinance or ordinances and be approved by a majority of the votes cast at such time and place, all as required by Section 7 of Article XI of the Constitution of Maryland; and the Mayor and City Council of Baltimore, in submitting any ordinance or ordinances for the issuance of the bonds, or any part thereof, to the legal voters of Baltimore City, may submit and resubmit the same at any municipal election or general election to be held in Baltimore City.

(b) The Mayor and City Council of Baltimore may submit, by one ordinance, the whole of the debt authorized by this Resolution to the legal voters of Baltimore City at one time, or it may, by one or more separate ordinances, submit a part thereof to the legal voters of Baltimore City at different times; and any ordinance or ordinances, submitting the whole or any part of such debt to the legal voters of Baltimore City, shall provide for the expenditure of the proceeds thereof in accordance with the provisions of the Charter of the Mayor and City Council of Baltimore, and by the municipal agency designated in the annual Ordinances of Estimates of the Mayor and City Council of Baltimore.

(c) Any bonds authorized to be issued and sold under the provisions of this Resolution may be issued to mature

on such dates and in such amounts as the Board of Finance may determine; provided that the entire principal amount represented thereby shall be discharged not more than forty (40) years from the date of their issuance.

(d) Until all of the interest on and principal of any bonds issued pursuant to the provisions of this Resolution have been paid in full, the Mayor and City Council of Baltimore shall levy and impose an annual tax on each One Hundred Dollars (\$100.00) of assessable property in the City of Baltimore at a rate sufficient to produce revenue to pay all interest on and principal of all bonds theretofore issued and outstanding or authorized to be issued and outstanding, payable in the next succeeding year.

(e) All premiums resulting from the sale of any of the bonds issued and sold pursuant to the provisions of this Resolution shall be applied as directed by the Board of Finance.

(f) The debt authorized by the provisions of this Resolution, and the bonds issued and sold pursuant thereto and their transfer, and the principal and interest payable thereon (including any profit made in the sale thereof), shall be and remain exempt from any and all State, county and municipal taxation in the State of Maryland.

(g) All bonds issued and sold pursuant to the provisions of this Resolution may be sold at public sale by the solicitation of competitive bids or at private (negotiated) sale without advertisement or solicitation of competitive bids, for a price or prices which may be at, above or below par value of the bonds, as determined by resolution of the Board of Finance of the Mayor and City Council of Baltimore.

SECTION 2. AND BE IT FURTHER RESOLVED, That the Mayor and City Council of Baltimore be and it is hereby authorized, in the ordinance or ordinances to be submitted to the legal voters of Baltimore City, from time to time, (i) to determine and set forth any or all of the following or (ii) to empower a majority of the Board of Finance of said municipality to pass a resolution or resolutions, from time to time, to determine and set forth, any or all of the following:

(a) The amount of the total debt, authorized by this Resolution and the ordinance submitted to the legal voters of Baltimore City, which shall be issued at any particular time;

(b) The form or forms of the bonds representing the debt, or any part thereof, so authorized to be issued at any particular time;

(c) The denomination or denominations of the bonds to be issued at any particular time and the place or places for the payment of principal and interest thereof to be determined by the Board of Finance;

(d) The rate or rates of interest to be paid in connection with the bonds to be issued at any particular time, which rate or rates may be fixed or variable or as determined by a method approved by the Board of Finance, and such interest shall be payable at such time or times as may be determined by the Board of Finance;

(e) Subject to the limitations set forth in Section 1 of the Resolution, the date of the bonds issued at any particular time and the maturity dates of said bonds, including the right of redemption by the City prior to maturity;

(f) If the bonds are to be sold at public sale, the time, place, manner and medium of advertisement of the readiness of the Board of Finance to receive bids for the purchase of the bonds authorized to be issued hereunder, or any part thereof; the form, terms and conditions of such bids; the time, place and manner of awarding bonds so bid for, including the right whenever any of the bonds authorized by this Resolution are offered for sale and sold at the same time as other bonds of the City, to establish the conditions for bids and awards and to award all of said bonds on an all or none basis, and the time, place, terms and manner of settlement for the bonds so bid for; provided, however, that notwithstanding anything in this section, the Mayor and City Council of Baltimore, or the Board of Finance, as the case may be, shall have the right to reject any or all bids therefor for any reason.

The ordinance to be submitted to the legal voters of Baltimore City, or the resolution of the Board of Finance authorizing the issuance of the bonds, or any portion thereof, as the case may be, shall set forth in detail the dates when any of the bonds are to mature and the amount to mature upon such dates.

SECTION 3. AND BE IT FURTHER RESOLVED, That the actual cash proceeds derived from the sale of the bonds authorized to be

issued under the provisions of this Resolution shall be used exclusively for the following purposes:

(a) So much thereof as may be necessary for the cost of issuance, including the expense of engraving, printing, advertising, attorneys' fees, and all other incidental expenses connected therewith (which may include the proportion of the compensation of employees and general administrative expenses of the Department of Finance reasonably allocated to the issuance of the bonds); and

(b) The remainder of such proceeds shall be used for the acquisition, by purchase, lease, condemnation or any other legal means, of land or property, or any rights therein, in the City of Baltimore, and demolishing, constructing and erecting on said land or property, or on any land or property now or hereafter owned by the Baltimore City Board of School Commissioners and/or the Mayor and City Council of Baltimore, new school buildings, athletic and other auxiliary facilities including community health and recreation facilities, and for additions and improvements to, or the modernization or reconstruction of, including the inspection, removal, encapsulation, management, containment and abatement of asbestos from existing school buildings or facilities, and for equipment for any and all new or existing facilities authorized to be constructed, erected, added to, improved, modernized or reconstructed by the provisions hereof; the payment of any and all costs and expenses incurred for or in connection with doing any or all of the things herein mentioned, including, but not limited to, the costs and expenses of securing administrative, appraisal, economic analysis, engineering, planning, designing, architectural, surveying, and other professional services, including, without limitation, services relating to planning for future projects of the same general character which may be constructed out of future loans; and for or in connection with or pertaining to any or all of the matters or things hereinbefore mentioned.

SECTION 4. AND BE IT FURTHER RESOLVED, That:

(a) The Mayor and City Council of Baltimore, acting by and through the Board of Finance thereof, is hereby authorized and empowered to issue its bonds for the purpose of refunding any bonds authorized to be issued under the provisions of this Resolution by payment at maturity or the purchase or redemption of bonds in advance of maturity. The validity of any

refunding bonds shall in no way be dependent upon or related to the validity or invalidity of the bonds being refunded. Such refunding bonds may be issued by the Mayor and City Council of Baltimore, acting by and through the Board of Finance thereof, for the purpose of providing it with funds to pay any of its outstanding bonds authorized to be issued under the provisions of this Resolution at maturity, to purchase in the open market any of its outstanding bonds authorized to be issued under the provisions of this Resolution prior to their maturity, to redeem prior to their maturity any outstanding bonds which are, by their terms, redeemable, to pay interest on any outstanding bonds prior to their payment at maturity or purchase or redemption in advance of maturity, or to pay any redemption or purchase premium in connection with the refunding of any of its outstanding bonds authorized to be issued under the provisions of this Resolution.

(b) Any refunding bonds authorized to be issued and sold under the provisions of this Resolution may be issued for the public purpose of:

(1) Realizing savings to Baltimore City in the aggregate cost of debt service on either a direct comparison or present value basis; or

(2) Debt restructuring that:

(i) In the aggregate effects such a reduction in the cost of debt service; or

(ii) Is determined by the Board of Finance of the Mayor and City Council of Baltimore to be in the best interests of Baltimore City, to be consistent with Baltimore City's long-term financial plan, and to realize a financial objective of Baltimore City including, improving the relationship of debt service to a source of payment such as taxes, assessments, or other charges.

(c) Any refunding bonds authorized to be issued and sold under the provisions of this Resolution may be issued in whatever principal amount shall be required to achieve the purpose for the issuance of the refunding bonds, which amount may be in excess of the principal amount of the bonds refunded or the maximum principal amount of bonds authorized to be issued under subsection (a) of Section 1 of this Resolution.

(d) Any refunding bonds authorized to be issued

and sold under the provisions of this Resolution may be issued to mature on such dates and in such amounts as the Board of Finance may determine; provided that the entire principal amount represented by the refunding bonds shall be discharged not more than forty (40) years from the date of issuance of the bonds being refunded.

(e) Any refunding bonds authorized to be issued and sold under the provisions of this Resolution may be sold at public sale by the solicitation of competitive bids or at private (negotiated) sale without advertisement or solicitation of competitive bids, for a price or prices which may be at, above or below the par value of the refunding bonds, as determined by resolution of the Board of Finance of the Mayor and City Council of Baltimore. If the Board of Finance determines to sell the refunding bonds at public sale, the refunding bonds shall be sold to the highest responsible bidder or bidders therefor after due notice of such sale, but the Mayor and City Council of Baltimore, acting by and through the Board of Finance thereof, shall have the right to reject any or all bids therefor for any reason.

(f) Any refunding bonds authorized to be issued and sold under the provisions of this Resolution shall bear interest at such rate or rates as may be determined by the Board of Finance of the Mayor and City Council of Baltimore, which rate or rates may be fixed or variable or as determined by a method approved by the Board of Finance, and such interest shall be payable at such time or times as may be determined by the Board of Finance.

(g) The proceeds of the sale of any refunding bonds authorized to be issued and sold under the provisions of this Resolution, after the payment of issuance costs relating thereto, shall be set aside by the Mayor and City Council of Baltimore as a separate trust fund to be used solely for the purposes stated in this Section 4.

(h) Except as otherwise provided in this Section 4, the powers granted in, the limitations and obligations imposed by, and the procedures specified in this Resolution with respect to the issuance of bonds shall be applicable to the issuance of refunding bonds.

(i) Any refunding bonds authorized to be issued and sold under the provisions of this Resolution shall not be subject to any debt policy limitation that may from time to time

be established by the Mayor and City Council of Baltimore.

SECTION 5. AND BE IT FURTHER RESOLVED, that in the expenditure of the proceeds of sale of the bonds, the Mayor and City Council of Baltimore shall observe the following conditions:

(a) Subject to the provisions of the Charter of Baltimore City relating to the Planning Commission, the Baltimore City Board of School Commissioners shall have the authority to select sites for the construction of the new school buildings hereby authorized;

(b) All plans and specifications for the construction, reconstruction, renovation, additions, and improvements to school buildings, to be financed out of the proceeds derived from the sale of the bonds herein authorized to be issued, shall be subject to the approval of the Baltimore City Board of School Commissioners prior to the final acceptance of the plans and specifications, and the endorsement of approval by the Board of the plans and specifications shall be made thereon, and shall also be recorded by the Board in its official minutes;

(c) All changes in approved plans and specifications which may be found necessary and expedient shall also be subject to the approval of the Baltimore City Board of School Commissioners and shall also be recorded by the Board in its official minutes; and

(d) No part of the proceeds derived from the sale of the bonds hereby authorized to be issued shall be expended without the approval of the Baltimore City Board of School Commissioners.

SECTION 6. AND BE IT FURTHER RESOLVED, That this Resolution, having been presented to and approved by a majority of the members of the General Assembly of Maryland representing Baltimore City no later than February 6, 2014, the 30th day of the regular 2014 session of the Maryland General Assembly, is enacted in accordance with Article XI, Section 7 of the Constitution of Maryland.

CERTIFICATION - HOUSE DELEGATION

I hereby certify that on 1/31/14 (date) the foregoing Resolution was approved by a majority of the Maryland General Assembly House Delegates representing Baltimore City.




 The Honorable Curt Anderson, Chair
 Baltimore City House Delegation

1/31/14

 Date

I hereby certify that at the 1/31/14 (date) meeting of the Baltimore City Delegation of the Maryland House of Delegates, a majority of the delegation was present, and the following vote was taken on the approval of the foregoing bond issue for fiscal years 2016 and 2017 in accordance with Article XI, section 7 of the Maryland Constitution:

	Present	Absent	Approve	Disapprove	Abstain
Anderson, Curt	✓		✓		
Branch, Talmadge		✓			
Carter, Jill	✓		✓		
Clippinger, Luke	✓		✓		
Conaway, Frank	✓		✓		
Glenn, Cheryl	✓		✓		
Hammen, Peter	✓		✓		
Harper, Nina R.	✓		✓		
Haynes, Keith	✓		✓		
McHale, Brian	✓		✓		
McIntosh, Maggie	✓		✓		
Mitchell, Keiffer	✓		✓		
Oakes, Nathaniel	✓		✓		
Robinson, Barbara	✓		✓		
Rosenberg, Samuel		✓			
Stukes, Melvin	✓		✓		
Tarrant, Shawn	✓		✓		
Washington, Mary	✓		✓		



 The Honorable Curt Anderson, Chair
 Baltimore City House Delegation

1/31/14

 Date

RESOLUTION

A RESOLUTION OF THE MEMBERS OF THE GENERAL ASSEMBLY OF MARYLAND REPRESENTING BALTIMORE CITY concerning

BALTIMORE CITY - RECREATION, PARKS AND PUBLIC FACILITIES BOND ISSUE

FOR the purpose of authorizing the Mayor and City Council of Baltimore to create a debt, and to issue and sell its certificates of indebtedness as evidence thereof, and proceeds not exceeding Forty-Seven Million Dollars (\$47,000,000.00) from the sale of such certificates of indebtedness to be used for the development of the buildings owned or controlled by the Mayor and City Council of Baltimore, and the Enoch Pratt Free Library, public park and recreational land, property, buildings, structures or facilities; for the acquisition and installation of trees for tree planting programs, including but not limited to, the acquisition by purchase, lease, condemnation or any other legal means, of land or property, or any rights therein, in the City of Baltimore, and constructing and erecting on said land or property, or on any land or property, new buildings, structures, and auxiliary facilities; and for the renovation, alteration, construction, reconstruction, installation, improvement and repair of existing buildings, structures or facilities, to be or now being used for or in connection with the operations, functions and activities of the Mayor and City Council of Baltimore and of the Enoch Pratt Free Library, and public park and recreational land, property, buildings, structures or facilities; the demolition, removal, relocation, renovation or alteration of land, buildings, streets, highways, alleys, utilities or services, and other structures or improvements, and for the construction, reconstruction, installation, relocation or repair of buildings, streets, highways, alleys, utilities or services, and other structures or improvements; for the acquisition and installation of trees for tree planting programs; and for the acquisition and installation of equipment and fixtures for any and all facilities authorized to be constructed, erected, altered, reconstructed, renovated,

reconstructed, installed or improved by the provisions hereof; the payment of any and all costs and expenses incurred for or in connection with doing any or all of the things herein mentioned, including but not limited to, the costs and expenses of securing administrative, appraisal, economic analysis, engineering, planning, designing, architectural, surveying and other professional services; and for doing any and all things necessary, proper or expedient in connection with or pertaining to any or all of the matters or things hereinbefore mentioned; authorizing the issuance of refunding bonds; authorizing said municipality to submit an ordinance or ordinances for said purpose to the legal voters of Baltimore City, and providing generally for the issuance and sale of said certificates of indebtedness.

SECTION 1. BE IT RESOLVED BY THE MEMBERS OF THE GENERAL ASSEMBLY OF MARYLAND REPRESENTING BALTIMORE CITY, That:

(a) The Mayor and City Council of Baltimore be and it is hereby authorized to create a debt, and to issue and sell, at any time or from time to time and in one or more series, its certificates of indebtedness (hereinafter called "bonds") as evidence thereof, and proceeds not exceeding Forty-Seven Million Dollars (\$47,000,000.00) from the sale thereof to be used for purposes hereinafter mentioned, but such debt shall not be created and the bonds shall not be issued, in whole or in part, unless an ordinance or ordinances of the Mayor and City Council of Baltimore providing for the issuance thereof shall be first submitted to the legal voters of Baltimore City at such time and place as may be fixed by such ordinance or ordinances and be approved by a majority of the votes cast at such time and place, all as required by Section 7 of Article XI of the Constitution of Maryland; and the Mayor and City Council of Baltimore, in submitting any ordinance or ordinances for the issuance of the bonds, or any part thereof, to the legal voters of Baltimore City, may submit and resubmit the same at any municipal election or general election to be held in Baltimore City.

(b) The Mayor and City Council of Baltimore may submit, by one ordinance, the whole of the debt authorized by this Resolution to the legal voters of Baltimore City at one time, or it may, by one or more separate ordinances, submit a part thereof to the legal voters of Baltimore City at different times; and any ordinance or ordinances, submitting the whole or any part of such debt to the legal voters of Baltimore City shall provide for the expenditure of the proceeds thereof in accordance with the provisions of the Charter of the Mayor and City Council of Baltimore, and by the municipal agency designated in the annual Ordinances of Estimates of the Mayor and City Council of Baltimore.

(c) Any bonds authorized to be issued and sold under the provisions of this Resolution may be issued to mature on such dates and in such amounts as the Board of Finance may determine; provided that the entire principal amount represented thereby shall be discharged not more than forty (40) years from the date of their issuance.

(d) Until all of the interest on and principal of

any bonds issued pursuant to the provisions of this Resolution have been paid in full, the Mayor and City Council of Baltimore shall levy and impose an annual tax on each One Hundred Dollars (\$100.00) of assessable property in the City of Baltimore at a rate sufficient to produce revenue to pay all interest on and principal of all bonds theretofore issued and outstanding or authorized to be issued and outstanding, payable in the next succeeding year.

(e) All premiums resulting from the sale of any of the bonds issued and sold pursuant to the provisions of this Resolution shall be applied as directed by the Board of Finance.

(f) The debt authorized by the provisions of this Resolution, and the bonds issued and sold pursuant thereto and their transfer, and the principal and interest payable thereon (including any profit made in the sale thereof), shall be and remain exempt from any and all State, county and municipal taxation in the State of Maryland.

(g) All bonds issued and sold pursuant to the provisions of this Resolution may be sold at public sale by the solicitation of competitive bids or at private (negotiated) sale without advertisement or solicitation of competitive bids, for a price or prices which may be at, above or below par value of the bonds, as determined by resolution of the Board of Finance of the Mayor and City Council of Baltimore.

SECTION 2. AND BE IT FURTHER RESOLVED, That the Mayor and City Council of Baltimore be and it is hereby authorized, in the ordinance or ordinances to be submitted to the legal voters of Baltimore City, from time to time, (i) to determine and set forth any or all of the following or (ii) to empower a majority of the Board of Finance of said municipality to pass a resolution or resolutions, from time to time, to determine and set forth, any or all of the following:

(a) The amount of the total debt, authorized by this Resolution and the ordinance submitted to the legal voters of Baltimore City, which shall be issued at any particular time;

(b) The form or forms of the bonds representing the debt, or any part thereof, so authorized to be issued at any particular time;

(c) The denomination or denominations of the bonds to be issued at any particular time and the place or places for the payment of principal and interest thereof to be determined by the Board of Finance;

(d) The rate or rates of interest to be paid in connection with the bonds to be issued at any particular time, which rate or rates may be fixed or variable or as determined by a method approved by the Board of Finance, and such interest shall be payable at such time or times as may be determined by the Board of Finance;

(e) Subject to the limitations set forth in Section 1 of the Resolution, the date of the bonds issued at any particular time and the maturity dates of said bonds, including the right of redemption by the City prior to maturity;

(f) If the bonds are to be sold at public sale, the time, place, manner and medium of advertisement of the readiness of the Board of Finance to receive bids for the purchase of the bonds authorized to be issued hereunder, or any part thereof; the form, terms and conditions of such bids; the time, place and manner of awarding bonds so bid for, including the right whenever any of the bonds authorized by this Resolution are offered for sale and sold at the same time as other bonds of the City, to establish the conditions for bids and awards and to award all of said bonds on an all or none basis, and the time, place, terms and manner of settlement for the bonds so bid for; provided, however, that notwithstanding anything in this section, the Mayor and City Council of Baltimore, or the Board of Finance, as the case may be, shall have the right to reject any or all bids therefor for any reason.

The ordinance to be submitted to the legal voters of Baltimore City, or the resolution of the Board of Finance authorizing the issuance of the bonds, or any portion thereof, as the case may be, shall set forth in detail the dates when any of the bonds are to mature and the amount to mature upon such dates.

SECTION 3. AND BE IT FURTHER RESOLVED, That the actual cash proceeds derived from the sale of the bonds authorized to be issued under the provisions of this Resolution shall be used exclusively for the following purposes:

(a) So much thereof as may be necessary for the

cost of issuance, including the expense of engraving, printing, advertising, attorneys, fees, and all other incidental expenses connected therewith (which may include the proportion of the compensation of employees and general administrative expenses of the Department of Finance reasonably allocated to the issuance of the bonds); and

The remainder of such proceeds shall be used for the development, of the buildings owned or controlled by the Mayor and City Council of Baltimore, the Enoch Pratt Free Library, public park and recreational land, property, buildings, structures or facilities; for the acquisition and installation of trees for tree planting programs, including but not limited to, the acquisition by purchase, lease, condemnation or any other legal means, of land or property, or any rights therein, in the City of Baltimore, and constructing and erecting on said land or property, or on any land or property, new buildings, structures, and auxiliary facilities; and for the renovation, alteration, construction, reconstruction, installation, improvement and repair of existing buildings, structures or facilities, to be or now being used for or in connection with the operations, functions and activities of the Mayor and City Council of Baltimore and of the Enoch Pratt Free Library, public park and recreational land, the demolition, removal, relocation, renovation or alteration of land, buildings, streets, highways, alleys, utilities or services, and other structures or improvements, and for the construction, reconstruction, installation, relocation or repair of buildings, streets, highways, alleys, utilities or services, and other structures or improvements;

(b) for the acquisition of trees or tree planting programs and for equipment and fixtures for any and all facilities authorized to be constructed, erected, altered, reconstructed, renovated, reconstructed, installed or improved by the provisions hereof; the payment of any and all costs and expenses incurred for or in connection with doing any or all of the things herein mentioned, including but not limited to, the costs and expenses of securing administrative, appraisal, economic analysis, engineering, planning, designing, architectural, surveying and other professional services; and for doing any and all things necessary, proper or expedient in connection with or pertaining to any or all of the matters or things hereinbefore mentioned.

SECTION 4. AND BE IT FURTHER RESOLVED, That:

(a) The Mayor and City Council of Baltimore, acting by and through the Board of Finance thereof, is hereby authorized and empowered to issue its bonds for the purpose of refunding any bonds authorized to be issued under the provisions of this Resolution by payment at maturity or the purchase or redemption of bonds in advance of maturity. The validity of any refunding bonds shall in no way be dependent upon or related to the validity or invalidity of the bonds being refunded. Such refunding bonds may be issued by the Mayor and City Council of Baltimore, acting by and through the Board of Finance thereof, for the purpose of providing it with funds to pay any of its outstanding bonds authorized to be issued under the provisions of this Resolution at maturity, to purchase in the open market any of its outstanding bonds authorized to be issued under the provisions of this Resolution prior to their maturity, to redeem prior to their maturity any outstanding bonds which are, by their terms, redeemable, to pay interest on any outstanding bonds prior to their payment at maturity or purchase or redemption in advance of maturity, or to pay any redemption or purchase premium in connection with the refunding of any of its outstanding bonds authorized to be issued under the provisions of this Resolution.

(b) Any refunding bonds authorized to be issued and sold under the provisions of this Resolution may be issued for the public purpose of:

(1) Realizing savings to Baltimore City in the aggregate cost of debt service on either a direct comparison or present value basis; or

(2) Debt restructuring that:

(i) In the aggregate effects such a reduction in the cost of debt service; or

(ii) Is determined by the Board of Finance of the Mayor and City Council of Baltimore to be in the best interests of Baltimore City, to be consistent with Baltimore City's long-term financial plan, and to realize a financial objective of Baltimore City, including improving the relationship of debt service to a source of payment such as taxes, assessments, or other charges.

(c) Any refunding bonds authorized to be issued and sold under the provisions of this Resolution may be issued in whatever principal amount shall be required to achieve the purpose for the issuance of the refunding bonds, which amount may be in excess of the principal amount of the bonds refunded or the maximum principal amount of bonds authorized to be issued under subsection (a) of Section 1 of this Resolution.

(d) Any refunding bonds authorized to be issued and sold under the provisions of this Resolution may be issued to mature on such dates and in such amounts as the Board of Finance may determine; provided that the entire principal amount represented by the refunding bonds shall be discharged not more than forty (40) years from the date of issuance of the bonds being refunded.

(e) Any refunding bonds authorized to be issued and sold under the provisions of this Resolution may be sold at public sale by the solicitation of competitive bids or at private (negotiated) sale without advertisement or solicitation of competitive bids, for a price or prices which may be at, above or below the par value of the refunding bonds, as determined by resolution of the Board of Finance of the Mayor and City Council of Baltimore. If the Board of Finance determines to sell the refunding bonds at public sale, the refunding bonds shall be sold to the highest responsible bidder or bidders therefor after due notice of such sale, but the Mayor and City Council of Baltimore, acting by and through the Board of Finance thereof, shall have the right to reject any or all bids therefor for any reason.

(f) Any refunding bonds authorized to be issued and sold under the provisions of this Resolution shall bear interest at such rate or rates as may be determined by the Board of Finance of the Mayor and City Council of Baltimore, which rate or rates may be fixed or variable or as determined by a method approved by the Board of Finance, and such interest shall be payable at such time or times as may be determined by the Board of Finance.

(g) The proceeds of the sale of any refunding bonds authorized to be issued and sold under the provisions of this Resolution, after the payment of issuance costs relating thereto, shall be set aside by the Mayor and City Council of Baltimore as a separate trust fund to be used solely for the purposes stated in this Section 4.

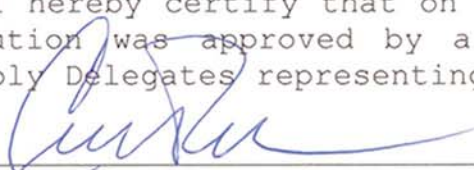
(h) Except as otherwise provided in this Section 4, the powers granted in, the limitations and obligations imposed by, and the procedures specified in this Resolution with respect to the issuance of bonds shall be applicable to the issuance of refunding bonds.

(i) Any refunding bonds authorized to be issued and sold under the provisions of this Resolution shall not be subject to any debt policy limitation that may from time to time be established by the Mayor and City Council of Baltimore.

SECTION 5. AND BE IT FURTHER RESOLVED, That this Resolution, having been presented to and approved by a majority of the members of the General Assembly of Maryland representing Baltimore City, no later than February 6, 2014, the 30th day of the regular 2014 session of the Maryland General Assembly, is enacted in accordance with Article XI, Section 7 of the Constitution of Maryland

CERTIFICATION - HOUSE DELEGATION

I hereby certify that on 1/31/14 (date) the foregoing Resolution was approved by a majority of the Maryland General Assembly Delegates representing Baltimore City.



 The Honorable Curt Anderson, Chair
 Baltimore City House Delegation

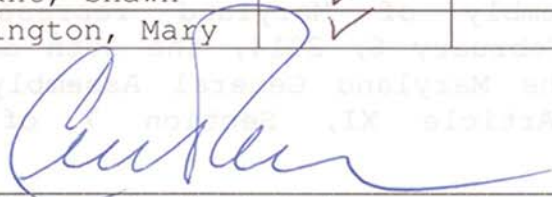
1/31/14

 Date

I hereby certify that at the 1/31/14 (date) meeting of the Baltimore City Delegation of the Maryland House of Delegates, a majority of the delegation was present, and the following vote was taken on the approval of the foregoing bond issue for fiscal years 2016 and 2017 in accordance with Article XI, section 7 of the Maryland Constitution:

	Present	Absent	Approve	Disapprove	Abstain
Anderson, Curt	✓		✓		
Branch, Talmadge		✓			
Carter, Jill	✓		✓		

Clippinger, Luke	✓		✓	
Conaway, Frank	✓		✓	
Glenn, Cheryl	✓		✓	
Hammen, Peter	✓		✓	
Harper, Nina R.	✓		✓	
Haynes, Keith	✓		✓	
McHale, Brian	✓		✓	
McIntosh, Maggie	✓		✓	
Mitchell, Keiffer	✓		✓	
Oaks, Nathaniel	✓		✓	
Robinson, Barbara	✓		✓	
Rosenberg, Samuel		✓		
Stukes, Melvin	✓		✓	
Tarrant, Shawn	✓		✓	
Washington, Mary	✓		✓	



The Honorable Curt Anderson, Chair
Baltimore City House Delegation

1/31/14
Date

CERTIFICATION - HOUSE DELEGATION

I hereby certify that on 1/31/14 the following Resolution was approved by a majority of the Maryland General Assembly Delegates representing Baltimore City.

1/31/14
Date



The Honorable Curt Anderson, Chair
Baltimore City House Delegation

I hereby certify that at the 1/31/14 meeting of the Baltimore City Delegation of the Maryland House of Delegates, a majority of the delegation was present, and the following vote was taken on the approval of the proposed bond issue for fiscal years 2016 and 2017 in accordance with Article XI, section 1 of the Maryland Constitution:

	Present	Absent	Approve	Disapprove
Anderson, Curt	✓		✓	
Branch, Tamara	✓		✓	
Carter, Jill	✓		✓	

III

RESOLUTION

A RESOLUTION OF THE MEMBERS OF THE GENERAL ASSEMBLY OF MARYLAND REPRESENTING BALTIMORE CITY concerning

BALTIMORE CITY - COMMUNITY AND ECONOMIC DEVELOPMENT BOND ISSUE

FOR the purpose of authorizing the Mayor and City Council of Baltimore to create a debt, and to issue and sell, at any time or from time to time and in one or more series its certificates of indebtedness as evidence thereof, and proceeds not exceeding FORTY-SEVEN Million Dollars (\$47,000,000.00) from the sale of such certificates of indebtedness to be used for or in connection with planning, developing, executing, and making operative the community, commercial and industrial development programs of the Mayor and City Council of Baltimore, including, but not limited to, the acquisition, by purchase, lease, condemnation or any other legal means, of land or property, or any right, interest, franchise, easement or privilege therein, in the City of Baltimore; the payment of any and all costs and expenses incurred in connection with or incidental to the acquisition and management of said land or property, including any and all rights or interest therein hereinbefore mentioned; the payment of any and all costs and expenses incurred for or in connection with relocating and moving persons or other legal entities displaced by the acquisition of said land or property, or any of the rights or interest therein hereinbefore mentioned; the development, or redevelopment, including, but not limited to, the comprehensive renovation or rehabilitation of any land or property, or any rights or interests therein hereinbefore mentioned, in the City of Baltimore, and the disposition of land and property for such purposes; the elimination of unhealthful, unsanitary or unsafe conditions, lessening density, eliminating obsolete or other uses detrimental to the public welfare or otherwise removing or preventing the spread of blight or deterioration in the City of Baltimore; the creation of healthy, sanitary, and safe, and green conditions in the City of Baltimore; the demolition, removal, relocation, renovation or alteration of land, buildings, streets, highways, alleys, utilities or services, and other structures or improvements, and for the construction, reconstruction, installation, relocation or repair of buildings, streets, highways, alleys, utilities or services, and other structures or improvements; making loans and grants to various projects and programs related to improving the cultural life and promotion of tourism in

Baltimore City, including but not limited to the Bromo Arts Tower Façade Restoration, the Shot Tower, Carroll Mansion, Peale Museum, Lyric Foundation, Inc., The Maryland Zoo in Baltimore, Center Stage Associates, Inc., Chesapeake Shakespeare Company, Baltimore Heritage Area, Maryland Science Center, American Visionary Arts Museum, Creative Alliance and B&O Railroad Museum, and the payment of any and all costs and expenses incurred for, or in connection with, doing any or all of the things herein mentioned, including, but not limited to, the costs and expenses of securing administrative, appraisal, economic analysis, engineering, planning, designing, architectural, surveying, and other professional services; the lending or granting of funds to any person or other legal entity to be used for or in connection with the rehabilitation, renovation, redevelopment, improvement or construction of buildings and structures to be used or occupied for residential or commercial purposes and for doing any and all things necessary, proper or expedient in connection with or pertaining; authorizing the issuance of refunding bonds; authorizing the Mayor and City Council of Baltimore to submit an ordinance or ordinances for such purposes to the legal voters of Baltimore City, and providing generally for the issuance and sale of such certificates of indebtedness.

SECTION 1. BE IT RESOLVED BY THE MEMBERS OF THE GENERAL ASSEMBLY OF MARYLAND REPRESENTING BALTIMORE CITY, That:

(a) The Mayor and City Council of Baltimore be and it is hereby authorized to create a debt, and to issue and sell, at any time or from time to time and in one or more series, its certificates of indebtedness (hereinafter called "bonds") as evidence thereof, and proceeds not exceeding Forty-Seven Million Dollars (\$47,000,000.00) from the sale thereof to be used for the purposes hereinafter mentioned, but such debt shall not be created and the bonds shall not be issued, in whole or in part, unless an ordinance or ordinances of the Mayor and City Council of Baltimore providing for the issuance thereof shall be first submitted to the legal voters of Baltimore City at such time and place as may be fixed by such ordinance or ordinances and be approved by a majority of the votes cast at such time and place, all as required by Section 7 of Article XI of the Constitution of Maryland; and the Mayor and City Council of Baltimore, in submitting any ordinance or ordinances for the issuance of the bonds, or any part thereof, to the legal voters of Baltimore City, may submit and resubmit the same at any municipal election or general election to be held in Baltimore City.

(b) The Mayor and City Council of Baltimore may

submit, by one ordinance, the whole of the debt authorized by this Resolution to the legal voters of Baltimore City at one time, or it may, by one or more separate ordinances, submit a part thereof to the legal voters of Baltimore City at different times; and any ordinance or ordinances, submitting the whole or any part of such debt to the legal voters of Baltimore City, shall provide for the expenditure of the proceeds thereof in accordance with the provisions of the Charter of the Mayor and City Council of Baltimore, and by the municipal agency designated in the annual Ordinances of Estimates of the Mayor and City Council of Baltimore.

(c) Any bonds authorized to be issued and sold under the provisions of this Resolution may be issued to mature on such dates and in such amounts as the Board of Finance may determine; provided that the entire principal amount represented thereby shall be discharged not more than forty (40) years from the date of their issuance.

(d) Until all of the interest on and principal of any bonds issued pursuant to the provisions of this Resolution have been paid in full, the Mayor and City Council of Baltimore shall levy and impose an annual tax on each One Hundred Dollars (\$100.00) of assessable property in the City of Baltimore at a rate sufficient to produce revenue to pay all interest on and principal of all bonds theretofore issued and outstanding or authorized to be issued and outstanding, payable in the next succeeding year.

(e) All premiums resulting from the sale of any of the bonds issued and sold pursuant to the provisions of this Resolution shall be applied as directed by the Board of Finance.

(f) The debt authorized by the provisions of this Resolution, and the bonds issued and sold pursuant thereto and their transfer, and the principal and interest payable thereon (including any profit made in the sale thereof), shall be and remain exempt from any and all State, county and municipal taxation in the State of Maryland.

(g) All bonds issued and sold pursuant to the provisions of this Resolution may be sold at public sale by the solicitation of competitive bids or at private (negotiated) sale without advertisement or solicitation of competitive bids, for a price or prices which may be at, above or below par value of the bonds, as determined by resolution of the Board of Finance of the Mayor and City Council of Baltimore.

SECTION 2. AND BE IT FURTHER RESOLVED, That the Mayor and

City Council of Baltimore be and it is hereby authorized, in the ordinance or ordinances to be submitted to the legal voters of Baltimore City, from time to time, (i) to determine and set forth any or all of the following or (ii) to empower a majority of the Board of Finance of said municipality to pass a resolution or resolutions, from time to time, to determine and set forth, any or all of the following:

(a) The amount of the total debt, authorized by this Resolution and the ordinance submitted to the legal voters of Baltimore City, which shall be issued at any particular time;

(b) The form or forms of the bonds representing the debt, or any part thereof, so authorized to be issued at any particular time;

(c) The denomination or denominations of the bonds to be issued at any particular time and the place or places for the payment of principal and interest thereof to be determined by the Board of Finance;

(d) The rate or rates of interest to be paid in connection with the bonds to be issued at any particular time, which rate or rates may be fixed or variable or as determined by a method approved by the Board of Finance, and such interest shall be payable at such time or times as may be determined by the Board of Finance;

(e) Subject to the limitations set forth in Section 1 of the Resolution, the date of the bonds issued at any particular time and the maturity dates of said bonds, including the right of redemption by the City prior to maturity;

(f) If the bonds are to be sold at public sale, the time, place, manner and medium of advertisement of the readiness of the Board of Finance to receive bids for the purchase of the bonds authorized to be issued hereunder, or any part thereof; the form, terms and conditions of such bids; the time, place and manner of awarding bonds so bid for, including the right whenever any of the bonds authorized by this Resolution are offered for sale and sold at the same time as other bonds of the City, to establish the conditions for bids and awards and to award all of said bonds on an all or none basis, and the time, place, terms and manner of settlement for the bonds so bid for; provided, however, that notwithstanding anything in this section, the Mayor and City Council of Baltimore, or the Board of Finance, as the case may be, shall have the right to reject any or all bids therefor for any reason.

The ordinance to be submitted to the legal voters of Baltimore City, or the resolution of the Board of Finance authorizing the issuance of the bonds, or any portion thereof, as the case may be, shall set forth in detail the dates when any of the bonds are to mature and the amount to mature upon such dates.

SECTION 3. AND BE IT FURTHER RESOLVED, That the actual cash proceeds derived from the sale of the bonds authorized to be issued under the provisions of this Resolution shall be used exclusively for the following purposes:

(a) So much thereof as may be necessary for the cost of issuance, including the expense of engraving, printing, advertising, attorneys' fees, and all other incidental expenses connected therewith (which may include the proportion of the compensation of employees and general administrative expenses of the Department of Finance reasonably allocated to the issuance of the bonds); and

(b) The remainder of such proceeds shall be used for or in connection with planning, developing, executing and making operative the community, commercial and industrial economic development programs of the Mayor and City Council of Baltimore, including, but not limited to:

(i) The acquisition, by purchase, lease, condemnation, or any other legal means, of land or property, or any right, interest, franchise, easement or privilege therein, in the City of Baltimore;

(ii) The payment of any and all costs and expenses incurred in connection with or incidental to the acquisition and management of said land or property, including any and all rights or interests therein hereinbefore mentioned;

(iii) The payment of any and all costs and expenses incurred for or in connection with relocating and moving persons or other legal entities displaced by the acquisition of said land or property, or any of the rights or interests therein hereinbefore mentioned;

(iv) The development or redevelopment, including, but not limited to, the comprehensive renovation or rehabilitation of any land or property, or any rights or interests therein hereinbefore mentioned, in the City of Baltimore, and the disposition of land and property for such purposes;

(v) The elimination of unhealthful, unsanitary, or unsafe conditions, lessening density, eliminating obsolete or other uses detrimental to the public welfare or otherwise removing or preventing the spread of blight or deterioration in the City of Baltimore and the creation of healthy, sanitary, and safe, and green conditions in the City of Baltimore;

(vi) The demolition, removal, relocation, renovation or alteration of land, buildings, streets, highways, alleys, utilities or services, and other structures or improvements, and for the construction and reconstruction, installation, relocation or repair of buildings, streets, highways, alleys, utilities or services, and other structures or improvements;

(vii) The payment of any and all costs and expenses incurred for or in connection with doing any or all of the things herein mentioned, including, but not limited to, the costs and expenses of securing administrative, appraisal, economic analysis, engineering, planning, designing, architectural, surveying, and other professional services; and

(viii) The lending or granting of funds to any person or other legal entity to be used for or in connection with the rehabilitation, renovation, redevelopment, improvement or construction of buildings and structures located within the boundaries of Baltimore City, which buildings or structures are to be used or occupied for residential or commercial purposes;

(ix) making loans and grants to various projects and programs related to improving the cultural life and promotion of tourism in Baltimore City, including but not limited to the Bromo Arts Tower Façade Restoration, the Shot Tower, Carroll Mansion, Peale Museum, Lyric Foundation, Inc., The Maryland Zoo in Baltimore, Center Stage Associates, Inc., Chesapeake Shakespeare Company, Baltimore Heritage Area, Maryland Science Center, American Visionary Arts Museum, Creative Alliance and B&O Railroad Museum, and

(x) Doing any and all things necessary, proper or expedient in connection with or pertaining to any or all of the matters or things hereinbefore mentioned.

All such land or property shall be acquired, developed, redeveloped, renovated, rehabilitated, altered, improved, held or disposed of, as provided by law.

SECTION 4. AND BE IT FURTHER RESOLVED, That:

(a) The Mayor and City Council of Baltimore, acting by and through the Board of Finance thereof, is hereby authorized and empowered to issue its bonds for the purpose of refunding any bonds authorized to be issued under the provisions of this Resolution by payment at maturity or the purchase or redemption of bonds in advance of maturity. The validity of any refunding bonds shall in no way be dependent upon or related to the validity or invalidity of the bonds being refunded. Such refunding bonds may be issued by the Mayor and City Council of Baltimore, acting by and through the Board of Finance thereof, for the purpose of providing it with funds to pay any of its outstanding bonds authorized to be issued under the provisions of this Resolution at maturity, to purchase in the open market any of its outstanding bonds authorized to be issued under the provisions of this Resolution prior to their maturity, to redeem prior to their maturity any outstanding bonds which are, by their terms, redeemable, to pay interest on any outstanding bonds prior to their payment at maturity or purchase or redemption in advance of maturity, or to pay any redemption or purchase premium in connection with the refunding of any of its outstanding bonds authorized to be issued under the provisions of this Resolution.

(b) Any refunding bonds authorized to be issued and sold under the provisions of this Resolution may be issued for the public purpose of:

(i) Realizing savings to Baltimore City in the aggregate cost of debt service on either a direct comparison or present value basis; or

(ii) Debt restructuring that:

(1) In the aggregate effects such a reduction in the cost of debt service; or

(2) Is determined by the Board of Finance of the Mayor and City Council of Baltimore to be in the best interests of Baltimore City, to be consistent with Baltimore City's long-term financial plan, and to realize a financial objective of Baltimore City, including improving the relationship of debt service to a source of payment such as taxes, assessments, or other charges.

(c) Any refunding bonds authorized to be issued and sold under the provisions of this Resolution may be issued in whatever principal amount shall be required to achieve the purpose for the issuance of the refunding bonds, which amount may be in excess of the principal amount of the bonds refunded or the maximum

principal amount of bonds authorized to be issued under subsection (a) of Section 1 of this Resolution.

(d) Any refunding bonds authorized to be issued and sold under the provisions of this Resolution may be issued to mature on such dates and in such amounts as the Board of Finance may determine; provided that the entire principal amount represented by the refunding bonds shall be discharged not more than forty (40) years from the date of issuance of the bonds being refunded.

(e) Any refunding bonds authorized to be issued and sold under the provisions of this Resolution may be sold at public sale by the solicitation of competitive bids or at private (negotiated) sale without advertisement or solicitation of competitive bids, for a price or prices which may be at, above or below the par value of the refunding bonds, as determined by resolution of the Board of Finance of the Mayor and City Council of Baltimore. If the Board of Finance determines to sell the refunding bonds at public sale, the refunding bonds shall be sold to the highest responsible bidder or bidders therefor after due notice of such sale, but the Mayor and City Council of Baltimore, acting by and through the Board of Finance thereof, shall have the right to reject any or all bids therefor for any reason.

(f) Any refunding bonds authorized to be issued and sold under the provisions of this Resolution shall bear interest at such rate or rates as may be determined by the Board of Finance of the Mayor and City Council of Baltimore, which rate or rates may be fixed or variable or as determined by a method approved by the Board of Finance, and such interest shall be payable at such time or times as may be determined by the Board of Finance.

(g) The proceeds of the sale of any refunding bonds authorized to be issued and sold under the provisions of this Resolution, after the payment of issuance costs relating thereto, shall be set aside by the Mayor and City Council of Baltimore as a separate trust fund to be used solely for the purposes stated in this Section 4.

(h) Except as otherwise provided in this Section 4, the powers granted in, the limitations and obligations imposed by, and the procedures specified in this Resolution with respect to the issuance of bonds shall be applicable to the issuance of refunding bonds.

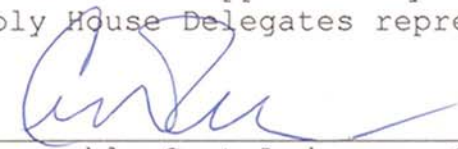
(i) Any refunding bonds authorized to be issued and sold under the provisions of this Resolution shall not be subject to

any debt policy limitation that may from time to time be established by the Mayor and City Council of Baltimore.

SECTION 5. AND BE IT FURTHER RESOLVED, That this Resolution, having been presented to and approved by a majority of the members of the General Assembly of Maryland representing Baltimore City no later than February 6, 2014, the 30th day of the regular 2014 session of the Maryland General Assembly, is enacted in accordance with Article XI, Section 7 of the Constitution of Maryland.

CERTIFICATION - HOUSE DELEGATION

I hereby certify that on 11/31/14 (date) the foregoing Resolution was approved by a majority of the Maryland General Assembly House Delegates representing Baltimore City.



 The Honorable Curt Anderson, Chair
 Baltimore City House Delegation

11/31/14

 Date

I hereby certify that at the 11/31/14 (date) meeting of the Baltimore City Delegation of the Maryland House of Delegates, a majority of the delegation was present, and the following vote was taken on the approval of the foregoing bond issue for fiscal years 2016 and 2017 in accordance with Article XI, section 7 of the Maryland Constitution:

	Present	Absent	Approve	Disapprove	Abstain
Anderson, Curt	✓		✓		
Branch, Talmadge	✓	✓			
Carter, Jill	✓		✓		
Clippinger, Luke	✓		✓		
Conaway, Frank	✓		✓		
Glenn, Cheryl	✓		✓		
Hammen, Peter	✓		✓		
Harper, Nina R.	✓		✓		
Haynes, Keith	✓		✓		
McHale, Brian	✓		✓		
McIntosh, Maggie	✓		✓		
Mitchell, Keiffer	✓		✓		
Oakes, Nathaniel	✓		✓		
Robinson, Barbara	✓		✓		

IV

RESOLUTION

A RESOLUTION OF THE MEMBERS OF THE GENERAL ASSEMBLY OF MARYLAND REPRESENTING BALTIMORE CITY concerning

BALTIMORE CITY - NATIONAL AQUARIUM AT BALTIMORE BOND ISSUE

FOR the purpose of authorizing the Mayor and City Council of Baltimore to create a debt, and to issue and sell its certificates of indebtedness as evidence thereof, and proceeds not exceeding Eight Hundred Thousand Dollars (\$800,000.00) from the sale of such certificates of indebtedness to be used for the National Aquarium at Baltimore, including but not limited to, the acquisition by purchase, lease, condemnation or any other legal means, of land or property, or any rights therein, in the City of Baltimore, and constructing and erecting on said land or property, or on any land or property, new buildings, structures, and other auxiliary facilities; and for the renovation, alteration, construction, reconstruction, installation, improvement and repair of existing buildings, structures or facilities, to be or now being used for or in connection with the operations, functions, and activities of the National Aquarium at Baltimore; and for equipment for any and all facilities authorized to be constructed, renovated, altered or improved by the provisions hereof; the payment of any and all costs and expenses incurred for or in connection with doing any or all of the things herein mentioned, including but not limited to, the costs and expenses of securing administrative, appraisal, economic analysis, engineering, planning, designing, architectural, surveying and other professional services; and for doing any and all things necessary, proper or expedient in connection with or pertaining to any or all of the matters or things hereinbefore mentioned; authorizing the issuance of refunding bonds; authorizing said municipality to submit an ordinance or ordinances for said purpose to the legal voters of Baltimore City, and providing generally for the issuance and sale of said certificates of indebtedness.

SECTION 1. BE IT RESOLVED BY THE MEMBERS OF THE GENERAL ASSEMBLY OF MARYLAND REPRESENTING BALTIMORE CITY, That:

(a) The Mayor and City Council of Baltimore be and it is hereby authorized to create a debt, and to issue and sell, at any time or from time to time and in one or more series, its certificates of indebtedness (hereinafter called "bonds") as evidence thereof, and proceeds not exceeding Eight Hundred Thousand Dollars (\$800,000.00) from the sale thereof to be used for purposes hereinafter mentioned, but such debt shall not be created and the bonds shall not be issued, in whole or in part, unless an ordinance or ordinances of the Mayor and City Council of Baltimore providing for the issuance thereof shall be first submitted to the legal voters of Baltimore City at such time and place as may be fixed by such ordinance or ordinances and be approved by a majority of the votes cast at such time and place, all as required by Section 7 of Article XI of the Constitution of Maryland; and the Mayor and City Council of Baltimore, in submitting any ordinance or ordinances for the issuance of the bonds, or any part thereof, to the legal voters of Baltimore City, may submit and resubmit the same at any municipal election or general election to be held in Baltimore City.

(b) The Mayor and City Council of Baltimore may submit, by one ordinance, the whole of the debt authorized by this Resolution to the legal voters of Baltimore City at one time, or it may, by one or more separate ordinances, submit a part thereof to the legal voters of Baltimore City at different times; and any ordinance or ordinances, submitting the whole or any part of such debt to the legal voters of Baltimore City, shall provide for the expenditure of the proceeds thereof in accordance with the provisions of the Charter of the Mayor and City Council of Baltimore, and by the municipal agency designated in the annual Ordinances of Estimates of the Mayor and City Council of Baltimore.

(c) Any bonds authorized to be issued and sold under the provisions of this Resolution may be issued to mature on such dates and in such amounts as the Board of Finance may determine; provided that the entire principal amount represented thereby shall be discharged not more than forty (40) years from the date of their issuance.

(d) Until all of the interest on and principal of any bonds issued pursuant to the provisions of this Resolution have been paid in full, the Mayor and City Council of Baltimore shall levy and impose an annual tax on each One Hundred Dollars (\$100.00) of assessable property in the City of Baltimore at a rate sufficient to produce revenue to pay all interest on and principal of all bonds theretofore issued and outstanding or authorized to be issued and outstanding, payable in the next succeeding year.

(e) All premiums resulting from the sale of any of the bonds issued and sold pursuant to the provisions of this Resolution shall be applied as directed by the Board of Finance.

(f) The debt authorized by the provisions of this Resolution, and the bonds issued and sold pursuant thereto and their transfer, and the principal and interest payable thereon (including any profit made in the sale thereof), shall be and remain exempt from any and all State, county and municipal taxation in the State of Maryland.

(g) All bonds issued and sold pursuant to the provisions of this Resolution may be sold at public sale by the solicitation of competitive bids or at private (negotiated) sale without advertisement or solicitation of competitive bids, for a price or prices which may be at, above or below par value of the bonds, as determined by resolution of the Board of Finance of the Mayor and City Council of Baltimore.

SECTION 2. AND BE IT FURTHER RESOLVED, That the Mayor and City Council of Baltimore be and it is hereby authorized, in the ordinance or ordinances to be submitted to the legal voters of Baltimore City, from time to time, (i) to determine and set forth any or all of the following or (ii) to empower a majority of the Board of Finance of said municipality to pass a resolution or resolutions, from time to time, to determine and set forth, any or all of the following:

(a) The amount of the total debt, authorized by this Resolution and the ordinance submitted to the legal voters of Baltimore City, which shall be issued at any particular time;

(b) The form or forms of the bonds representing the debt, or any part thereof, so authorized to be issued at any particular time;

(c) The denomination or denominations of the bonds to be issued at any particular time and the place or places for the payment of principal and interest thereof to be determined by the Board of Finance;

(d) The rate or rates of interest to be paid in connection with the bonds to be issued at any particular time, which rate or rates may be fixed or variable or as determined by a method approved by the Board of Finance, and such interest shall be payable at such time or times as may be determined by the Board of Finance;

(e) Subject to the limitations set forth in Section 1 of the Resolution, the date of the bonds issued at any particular time and the maturity dates of said bonds, including the right of redemption by the City prior to maturity;

(f) If the bonds are to be sold at public sale, the time, place, manner and medium of advertisement of the readiness of the Board of Finance to receive bids for the purchase of the bonds authorized to be issued hereunder, or any part thereof; the form, terms and conditions of such bids; the time, place and manner of awarding bonds so bid for, including the right whenever any of the bonds authorized by this Resolution are offered for sale and sold at the same time as other bonds of the City, to establish the conditions for bids and awards and to award all of said bonds on an all or none basis, and the time, place, terms and manner of settlement for the bonds so bid for; provided, however, that notwithstanding anything in this section, the Mayor and City Council of Baltimore, or the Board of Finance, as the case may be, shall have the right to reject any or all bids therefor for any reason.

The ordinance to be submitted to the legal voters of Baltimore City, or the resolution of the Board of Finance authorizing the issuance of the bonds, or any portion thereof, as the case may be, shall set forth in detail the dates when any of the bonds are to mature and the amount to mature upon such dates.

SECTION 3. AND BE IT FURTHER RESOLVED, That the actual cash proceeds derived from the sale of the bonds authorized to be issued under the provisions of this Resolution shall be used exclusively for the following purposes:

(a) So much thereof as may be necessary for the cost

of issuance, including the expense of engraving, printing, advertising, attorneys' fees, and all other incidental expenses connected therewith (which may include the proportion of the compensation of employees and general administrative expenses of the Department of Finance reasonably allocated to the issuance of the bonds); and

(b) The remainder of such proceeds shall be used for the National Aquarium at Baltimore, including but not limited to, the acquisition by purchase, lease, condemnation or any other legal means, of land or property, or any rights therein, in the City of Baltimore, and constructing and erecting on said land or property, or on any land or property, new buildings, structures, and other auxiliary facilities; and for the renovation, alteration, construction, reconstruction, installation, improvement and repair of existing buildings, structures or facilities, to be or now being used for or in connection with the operations, functions, and activities of the National Aquarium at Baltimore; and for equipment for any and all facilities authorized to be constructed, renovated, altered or improved by the provisions hereof; the payment of any and all costs and expenses incurred for or in connection with doing any or all of the things herein mentioned, including but not limited to the costs and expenses of securing administrative, appraisal, economic analysis, engineering, planning, designing, architectural, surveying and other professional services; and for doing any and all things necessary, proper or expedient in connection with or pertaining to any or all of the matters or things hereinbefore mentioned.

SECTION 4. AND BE IT FURTHER RESOLVED, That:

(a) The Mayor and City Council of Baltimore, acting by and through the Board of Finance thereof, is hereby authorized and empowered to issue its bonds for the purpose of refunding any bonds authorized to be issued under the provisions of this Resolution by payment at maturity or the purchase or redemption of bonds in advance of maturity. The validity of any refunding bonds shall in no way be dependent upon or related to the validity or invalidity of the bonds being refunded. Such refunding bonds may be issued by the Mayor and City Council of Baltimore, acting by and through the Board of Finance thereof, for the purpose of providing it with funds to pay any of its outstanding bonds authorized to be issued under the provisions of this Resolution at maturity, to purchase in the open market any of its outstanding bonds authorized to be issued under the provisions of this Resolution prior to their maturity, to redeem prior to their maturity any outstanding bonds which are, by their terms, redeemable, to pay interest on any outstanding bonds prior to their payment at maturity or purchase or

redemption in advance of maturity, or to pay any redemption or purchase premium in connection with the refunding of any of its outstanding bonds authorized to be issued under the provisions of this Resolution.

(b) Any refunding bonds authorized to be issued and sold under the provisions of this Resolution may be issued for the public purpose of:

(1) Realizing savings to Baltimore City in the aggregate cost of debt service on either a direct comparison or present value basis; or

(2) Debt restructuring that:

(i) In the aggregate effects such a reduction in the cost of debt service; or

(ii) Is determined by the Board of Finance of the Mayor and City Council of Baltimore to be in the best interests of Baltimore City, to be consistent with Baltimore City's long-term financial plan, and to realize a financial objective of Baltimore City, including improving the relationship of debt service to a source of payment such as taxes, assessments, or other charges.

(c) Any refunding bonds authorized to be issued and sold under the provisions of this Resolution may be issued in whatever principal amount shall be required to achieve the purpose for the issuance of the refunding bonds, which amount may be in excess of the principal amount of the bonds refunded or the maximum principal amount of bonds authorized to be issued under subsection (a) of Section 1 of this Resolution.

(d) Any refunding bonds authorized to be issued and sold under the provisions of this Resolution may be issued to mature on such dates and in such amounts as the Board of Finance may determine; provided that the entire principal amount represented by the refunding bonds shall be discharged not more than forty (40) years from the date of issuance of the bonds being refunded.

(e) Any refunding bonds authorized to be issued and sold under the provisions of this Resolution may be sold at public sale by the solicitation of competitive bids or at private (negotiated) sale without advertisement or solicitation of competitive bids, for a price or prices which may be at, above or below the par value of the refunding bonds, as determined by resolution of the Board of Finance of the Mayor and City Council of Baltimore. If the Board of Finance determines to sell the refunding

bonds at public sale, the refunding bonds shall be sold to the highest responsible bidder or bidders therefor after due notice of such sale, but the Mayor and City Council of Baltimore, acting by and through the Board of Finance thereof, shall have the right to reject any or all bids therefor for any reason.

(f) Any refunding bonds authorized to be issued and sold under the provisions of this Resolution shall bear interest at such rate or rates as may be determined by the Board of Finance of the Mayor and City Council of Baltimore, which rate or rates may be fixed or variable or as determined by a method approved by the Board of Finance, and such interest shall be payable at such time or times as may be determined by the Board of Finance.

(g) The proceeds of the sale of any refunding bonds authorized to be issued and sold under the provisions of this Resolution, after the payment of issuance costs relating thereto, shall be set aside by the Mayor and City Council of Baltimore as a separate trust fund to be used solely for the purposes stated in this Section 4.

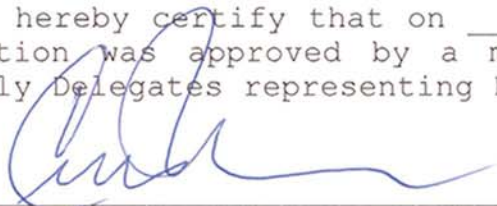
(h) Except as otherwise provided in this Section 4, the powers granted in, the limitations and obligations imposed by, and the procedures specified in this Resolution with respect to the issuance of bonds shall be applicable to the issuance of refunding bonds.

(i) Any refunding bonds authorized to be issued and sold under the provisions of this Resolution shall not be subject to any debt policy limitation that may from time to time be established by the Mayor and City Council of Baltimore.

SECTION 5. AND BE IT FURTHER RESOLVED, That this Resolution, having been presented to and approved by a majority of the members of the General Assembly of Maryland representing Baltimore City no later than February 6, 2014 the 30th day of the regular 2014 session of the Maryland General Assembly, is enacted in accordance with Article XI, Section 7 of the Constitution of Maryland.

CERTIFICATION - HOUSE DELEGATION

I hereby certify that on 1/31/14 (date) the foregoing Resolution was approved by a majority of the Maryland General Assembly Delegates representing Baltimore City.



The Honorable Curt Anderson, Chair

1/31/14

Date

Baltimore City House Delegation
highest responsible bidder or bidder at public sale, the refunding bonds shall be sold to the
such sale, but the Mayor and City Council of Baltimore, acting by and
through the Board of Finance thereof, shall have the right to reject
any or all bids therefor for any reason.

(f) Any refunding bonds authorized to be issued
and sold under the provisions of this Resolution shall bear interest
at such rate or rates as may be determined by the Board of Finance or
the Mayor and City Council of Baltimore, which rate or rates may be
fixed or variable or as determined by a method approved by the Board
of Finance, and such interest shall be payable at such time or times
as may be determined by the Board of Finance.

(g) The proceeds of the sale of any refunding bonds
authorized to be issued and sold under the provisions of this
Resolution, after the payment of issuance costs relating thereto,
shall be set aside by the Mayor and City Council of Baltimore as a
separate trust fund to be used solely for the purposes stated in
this Section 4.

(h) Except as otherwise provided in this Section 4,
the powers granted in the limitations and obligations imposed by
and the procedures specified in this Resolution with respect to the
issuance of bonds shall be applicable to the issuance of refunding
bonds.

(i) Any refunding bonds authorized to be issued and
sold under the provisions of this Resolution shall not be subject to
any debt policy limitation that may from time to time be established
by the Mayor and City Council of Baltimore.

SECTION 5. AND BE IT FURTHER RESOLVED, THAT this Resolution,
having been presented to and approved by a majority of the members
of the General Assembly of Maryland representing Baltimore City no
later than February 6, 2014 the 30th day of the regular 2014 session
of the Maryland General Assembly, is enacted in accordance with
Article XI, Section 7 of the Constitution of Maryland.

CERTIFICATION - HOUSE DELEGATION

I hereby certify that on 1/21/14
Resolution was approved by a majority of the Maryland General
Assembly delegates representing Baltimore City.

1/21/14
Date


The Honorable Gurf Anderson, Chair

I hereby certify that at the 1/31/14 (date) meeting of the Baltimore City Delegation of the Maryland House of Delegates, a majority of the delegation was present, and the following vote was taken on the approval of the foregoing bond issue for fiscal years 2016 and 2017 in accordance with Article XI, section 7 of the Maryland Constitution:

	Present	Absent	Approve	Disapprove	Abstain
Anderson, Curt	✓		✓		
Branch, Talmadge		✓			
Carter, Jill	✓		✓		
Clippinger, Luke	✓		✓		
Conaway, Frank	✓		✓		
Glenn, Cheryl	✓		✓		
Hammen, Peter	✓		✓		
Harper, Nina	✓		✓		
Haynes, Keith	✓		✓		
McHale, Brian	✓		✓		
McIntosh, Maggie	✓		✓		
Mitchell, Keiffer	✓		✓		
Oaks, Nathaniel	✓		✓		
Robinson, Barbara	✓		✓		
Rosenberg, Samuel		✓			
Stukes, Melvin	✓		✓		
Tarrant, Shawn	✓		✓		
Washington, Mary	✓		✓		



 The Honorable Curt Anderson, Chair
 Baltimore City House Delegation

1/31/14
 Date

RESOLUTION

A RESOLUTION OF THE MEMBERS OF THE GENERAL ASSEMBLY OF MARYLAND REPRESENTING BALTIMORE CITY concerning

BALTIMORE CITY - BALTIMORE MUSEUM OF ART BOND ISSUE

FOR the purpose of authorizing the Mayor and City Council of Baltimore to create a debt, and to issue and sell its certificates of indebtedness as evidence thereof, and proceeds not exceeding Four Hundred Thousand Dollars (\$400,000.00) from the sale of such certificates of indebtedness to be used for the Baltimore Museum of Art, including but not limited to, the acquisition by purchase, lease, condemnation or any other legal means, of land or property, or any rights therein, in the City of Baltimore, and constructing and erecting on said land or property, or on any land or property, new buildings, structures, and other auxiliary facilities; and for the renovation, alteration, construction, reconstruction, installation, improvement and repair of existing buildings, structures or facilities, to be or now being used for or in connection with the operations, functions, and activities of the Baltimore Museum of Art; and for equipment for any and all facilities authorized to be constructed, renovated, altered or improved by the provisions hereof; the payment of any and all costs and expenses incurred for or in connection with doing any or all of the things herein mentioned, including but not limited to, the costs and expenses of securing administrative, appraisal, economic analysis, engineering, planning, designing, architectural, surveying and other professional services; and for doing any and all things necessary, proper or expedient in connection with or pertaining to any or all of the matters or things hereinbefore mentioned; authorizing the issuance of refunding bonds; authorizing said municipality to submit an ordinance or ordinances for said purpose to the legal voters of Baltimore City, and providing generally for the issuance and sale of said certificates of indebtedness.

SECTION 1. BE IT RESOLVED BY THE MEMBERS OF THE GENERAL ASSEMBLY OF MARYLAND REPRESENTING BALTIMORE CITY, That:

(a) The Mayor and City Council of Baltimore be and it is hereby authorized to create a debt, and to issue and sell, at any time or from time to time and in one or more series, its certificates of indebtedness (hereinafter called "bonds") as evidence thereof, and proceeds not exceeding Four Hundred Thousand Dollars (\$400,000.00) from the sale thereof to be used for purposes hereinafter mentioned, but such debt shall not be created and the bonds shall not be issued, in whole or in part, unless an ordinance or ordinances of the Mayor and City Council of Baltimore providing for the issuance thereof shall be first submitted to the legal voters of Baltimore City at such time and place as may be fixed by such ordinance or ordinances and be approved by a majority of the votes cast at such time and place, all as required by Section 7 of Article XI of the Constitution of Maryland; and the Mayor and City Council of Baltimore, in submitting any ordinance or ordinances for the issuance of the bonds, or any part thereof, to the legal voters of Baltimore City, may submit and resubmit the same at any municipal election or general election to be held in Baltimore City.

(b) The Mayor and City Council of Baltimore may submit, by one ordinance, the whole of the debt authorized by this Resolution to the legal voters of Baltimore City at one time, or it may, by one or more separate ordinances, submit a part thereof to the legal voters of Baltimore City at different times; and any ordinance or ordinances, submitting the whole or any part of such debt to the legal voters of Baltimore City, shall provide for the expenditure of the proceeds thereof in accordance with the provisions of the Charter of the Mayor and City Council of Baltimore, and by the municipal agency designated in the annual Ordinances of Estimates of the Mayor and City Council of Baltimore.

(c) Any bonds authorized to be issued and sold under the provisions of this Resolution may be issued to mature on such dates and in such amounts as the Board of Finance may determine; provided that the entire principal amount represented thereby shall be discharged not more than forty (40) years from the date of their issuance.

(d) Until all of the interest on and principal of any bonds issued pursuant to the provisions of this Resolution have been paid in full, the Mayor and City Council of Baltimore shall levy and impose an annual tax on each One Hundred Dollars (\$100.00) of assessable property in the City of Baltimore at a rate sufficient to produce revenue to pay all interest on and principal of all bonds theretofore issued and outstanding or authorized to be issued and outstanding, payable in the next succeeding year.

(e) All premiums resulting from the sale of any of the bonds issued and sold pursuant to the provisions of this Resolution shall be applied as directed by the Board of Finance.

(f) The debt authorized by the provisions of this Resolution, and the bonds issued and sold pursuant thereto and their transfer, and the principal and interest payable thereon (including any profit made in the sale thereof), shall be and remain exempt from any and all State, county and municipal taxation in the State of Maryland.

(g) All bonds issued and sold pursuant to the provisions of this Resolution may be sold at public sale by the solicitation of competitive bids or at private (negotiated) sale without advertisement or solicitation of competitive bids, for a price or prices which may be at, above or below par value of the bonds, as determined by resolution of the Board of Finance of the Mayor and City Council of Baltimore.

SECTION 2. AND BE IT FURTHER RESOLVED, That the Mayor and City Council of Baltimore be and it is hereby authorized, in the ordinance or ordinances to be submitted to the legal voters of Baltimore City, from time to time, (i) to determine and set forth any or all of the following or (ii) to empower a majority of the Board of Finance of said municipality to pass a resolution or resolutions, from time to time, to determine and set forth, any or all of the following:

(a) The amount of the total debt, authorized by this Resolution and the ordinance submitted to the legal voters of Baltimore City, which shall be issued at any particular time;

(b) The form or forms of the bonds representing the debt, or any part thereof, so authorized to be issued at any particular time;

(c) The denomination or denominations of the bonds to be issued at any particular time and the place or places for the payment of principal and interest thereof to be determined by the Board of

Finance;

(d) The rate or rates of interest to be paid in connection with the bonds to be issued at any particular time, which rate or rates may be fixed or variable or as determined by a method approved by the Board of Finance, and such interest shall be payable at such time or times as may be determined by the Board of Finance;

(e) Subject to the limitations set forth in Section 1 of the Resolution, the date of the bonds issued at any particular time and the maturity dates of said bonds, including the right of redemption by the City prior to maturity;

(f) If the bonds are to be sold at public sale, the time, place, manner and medium of advertisement of the readiness of the Board of Finance to receive bids for the purchase of the bonds authorized to be issued hereunder, or any part thereof; the form, terms and conditions of such bids; the time, place and manner of awarding bonds so bid for, including the right whenever any of the bonds authorized by this Resolution are offered for sale and sold at the same time as other bonds of the City, to establish the conditions for bids and awards and to award all of said bonds on an all or none basis, and the time, place, terms and manner of settlement for the bonds so bid for; provided, however, that notwithstanding anything in this section, the Mayor and City Council of Baltimore, or the Board of Finance, as the case may be, shall have the right to reject any or all bids therefor for any reason.

The ordinance to be submitted to the legal voters of Baltimore City, or the resolution of the Board of Finance authorizing the issuance of the bonds, or any portion thereof, as the case may be, shall set forth in detail the dates when any of the bonds are to mature and the amount to mature upon such dates.

SECTION 3. AND BE IT FURTHER RESOLVED, That the actual cash proceeds derived from the sale of the bonds authorized to be issued under the provisions of this Resolution shall be used exclusively for the following purposes:

(a) So much thereof as may be necessary for the cost of issuance, including the expense of engraving, printing, advertising, attorneys' fees, and all other incidental expenses connected therewith (which may include the proportion of the compensation of employees and general administrative expenses of the Department of Finance reasonably allocated to the issuance of the bonds); and

(b) The remainder of such proceeds shall be used for

the Baltimore Museum of Art, including but not limited to, the acquisition by purchase, lease, condemnation or any other legal means, of land or property, or any rights therein, in the City of Baltimore, and constructing and erecting on said land or property, or on any land or property, new buildings, structures, and other auxiliary facilities; and for the renovation, alteration, construction, reconstruction, installation, improvement and repair of existing buildings, structures or facilities, to be or now being used for or in connection with the operations, functions, and activities of the Baltimore Museum of Art; and for equipment for any and all facilities authorized to be constructed, renovated, altered or improved by the provisions hereof; the payment of any and all costs and expenses incurred for or in connection with doing any or all of the things herein mentioned, including but not limited to the costs and expenses of securing administrative, appraisal, economic analysis, engineering, planning, designing, architectural, surveying and other professional services; and for doing any and all things necessary, proper or expedient in connection with or pertaining to any or all of the matters or things hereinbefore mentioned.

SECTION 4. AND BE IT FURTHER RESOLVED, That:

(a) The Mayor and City Council of Baltimore, acting by and through the Board of Finance thereof, is hereby authorized and empowered to issue its bonds for the purpose of refunding any bonds authorized to be issued under the provisions of this Resolution by payment at maturity or the purchase or redemption of bonds in advance of maturity. The validity of any refunding bonds shall in no way be dependent upon or related to the validity or invalidity of the bonds being refunded. Such refunding bonds may be issued by the Mayor and City Council of Baltimore, acting by and through the Board of Finance thereof, for the purpose of providing it with funds to pay any of its outstanding bonds authorized to be issued under the provisions of this Resolution at maturity, to purchase in the open market any of its outstanding bonds authorized to be issued under the provisions of this Resolution prior to their maturity, to redeem prior to their maturity any outstanding bonds which are, by their terms, redeemable, to pay interest on any outstanding bonds prior to their payment at maturity or purchase or redemption in advance of maturity, or to pay any redemption or purchase premium in connection with the refunding of any of its outstanding bonds authorized to be issued under the provisions of this Resolution.

(b) Any refunding bonds authorized to be issued and sold under the provisions of this Resolution may be issued for the public purpose of:

(1) Realizing savings to Baltimore City in the aggregate cost of debt service on either a direct comparison or present value basis; or

(2) Debt restructuring that:

(i) In the aggregate effects such a reduction in the cost of debt service; or

(ii) Is determined by the Board of Finance of the Mayor and City Council of Baltimore to be in the best interests of Baltimore City, to be consistent with Baltimore City's long-term financial plan, and to realize a financial objective of Baltimore City, including improving the relationship of debt service to a source of payment such as taxes, assessments, or other charges.

(c) Any refunding bonds authorized to be issued and sold under the provisions of this Resolution may be issued in whatever principal amount shall be required to achieve the purpose for the issuance of the refunding bonds, which amount may be in excess of the principal amount of the bonds refunded or the maximum principal amount of bonds authorized to be issued under subsection (a) of Section 1 of this Resolution.

(d) Any refunding bonds authorized to be issued and sold under the provisions of this Resolution may be issued to mature on such dates and in such amounts as the Board of Finance may determine; provided that the entire principal amount represented by the refunding bonds shall be discharged not more than forty (40) years from the date of issuance of the bonds being refunded.

(e) Any refunding bonds authorized to be issued and sold under the provisions of this Resolution may be sold at public sale by the solicitation of competitive bids or at private (negotiated) sale without advertisement or solicitation of competitive bids, for a price or prices which may be at, above or below the par value of the refunding bonds, as determined by resolution of the Board of Finance of the Mayor and City Council of Baltimore. If the Board of Finance determines to sell the refunding bonds at public sale, the refunding bonds shall be sold to the highest responsible bidder or bidders therefor after due notice of such sale, but the Mayor and City Council of Baltimore, acting by and through the Board of Finance thereof, shall have the right to reject any or all bids therefor for any reason.

(f) Any refunding bonds authorized to be issued and sold under the provisions of this Resolution shall bear interest at such rate or rates as may be determined by the Board of Finance of

the Mayor and City Council of Baltimore, which rate or rates may be fixed or variable or as determined by a method approved by the Board of Finance, and such interest shall be payable at such time or times as may be determined by the Board of Finance.

(g) The proceeds of the sale of any refunding bonds authorized to be issued and sold under the provisions of this Resolution, after the payment of issuance costs relating thereto, shall be set aside by the Mayor and City Council of Baltimore as a separate trust fund to be used solely for the purposes stated in this Section 4.

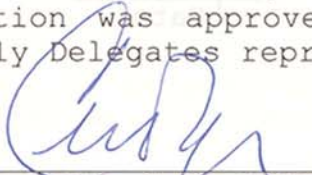
(h) Except as otherwise provided in this Section 4, the powers granted in, the limitations and obligations imposed by, and the procedures specified in this Resolution with respect to the issuance of bonds shall be applicable to the issuance of refunding bonds.

(i) Any refunding bonds authorized to be issued and sold under the provisions of this Resolution shall not be subject to any debt policy limitation that may from time to time be established by the Mayor and City Council of Baltimore.

SECTION 5. AND BE IT FURTHER RESOLVED, That this Resolution, having been presented to and approved by a majority of the members of the General Assembly of Maryland representing Baltimore City no later than February 6, 2014, the 30th day of the regular 2014 session of the Maryland General Assembly, is enacted in accordance with Article XI, Section 7 of the Constitution of Maryland.

CERTIFICATION - HOUSE DELEGATION

I hereby certify that on 1/31/14 (date) the foregoing Resolution was approved by a majority of the Maryland General Assembly Delegates representing Baltimore City.



The Honorable Curt Anderson, Chair
Baltimore City House Delegation

1/31/14
date

I hereby certify that at the 1/31/14 (date) meeting of the Baltimore City Delegation of the Maryland House of Delegates, a majority of the delegation was present, and the following vote was taken on the approval of the foregoing bond issue for fiscal years 2016 and 2017 in accordance with Article XI, section 7 of the Maryland Constitution:

	Present	Absent	Approve	Disapprove	Abstain
Anderson, Curt	✓		✓		
Branch, Talmadge		✓			
Carter, Jill	✓		✓		
Clippinger, Luke	✓		✓		
Conaway, Frank	✓		✓		
Glenn, Cheryl	✓		✓		
Hammen, Peter	✓		✓		
Harper, Nina	✓		✓		
Haynes, Keith	✓		✓		
McHale, Brain	✓		✓		
McIntosh, Maggie	✓		✓		
Mitchell, Keiffer	✓		✓		
Oaks, Nathaniel	✓		✓		
Robinson, Barbara	✓		✓		
Rosenberg, Samuel		✓			
Stukes, Melvin	✓		✓		
Tarrant, Shawn	✓		✓		
Washington, Mary	✓		✓		



The Honorable Curt Anderson, Chair
Baltimore City House Delegation

1/31/14
Date

VI

RESOLUTION

A RESOLUTION OF THE MEMBERS OF THE GENERAL ASSEMBLY OF MARYLAND REPRESENTING BALTIMORE CITY concerning

BALTIMORE CITY - THE WALTERS ART MUSEUM BOND ISSUE

FOR the purpose of authorizing the Mayor and City Council of Baltimore to create a debt, and to issue and sell its certificates of indebtedness as evidence thereof, and proceeds not exceeding Four Hundred Thousand Dollars (\$400,000.00) from the sale of such certificates of indebtedness to be used for the Walters Art Museum, including but not limited to, the acquisition by purchase, lease, condemnation or any other legal means, of land or property, or any rights therein, in the City of Baltimore, and constructing and erecting on said land or property, or on any land or property, new buildings, structures, and other auxiliary facilities; and for the renovation, alteration, construction, reconstruction, installation, improvement and repair of existing buildings, structures or facilities, to be or now being used for or in connection with the operations, functions, and activities of the Walters Art Museum; and for equipment for any and all facilities authorized to be constructed, renovated, altered or improved by the provisions hereof; the payment of any and all costs and expenses incurred for or in connection with doing any or all of the things herein mentioned, including but not limited to, the costs and expenses of securing administrative, appraisal, economic analysis, engineering, planning, designing, architectural, surveying and other professional services; and for doing any and all things necessary, proper or expedient in connection with or pertaining to any or all of the matters or things hereinbefore mentioned; authorizing the issuance of refunding bonds; authorizing said municipality to submit an ordinance or ordinances for said purpose to the legal voters of Baltimore City, and providing generally for the issuance and sale of said certificates of indebtedness.

SECTION 1. BE IT RESOLVED BY THE MEMBERS OF THE GENERAL ASSEMBLY OF MARYLAND REPRESENTING BALTIMORE CITY, That:

(a) The Mayor and City Council of Baltimore be and it is hereby authorized to create a debt, and to issue and sell, at any time or from time to time and in one or more series, its certificates of indebtedness (hereinafter called "bonds") as evidence thereof, and proceeds not exceeding Four Hundred Thousand Dollars (\$400,000.00) from the sale thereof to be used for purposes hereinafter mentioned, but such debt shall not be created and the bonds shall not be issued, in whole or in part, unless an ordinance or ordinances of the Mayor and City Council of Baltimore providing for the issuance thereof shall be first submitted to the legal voters of Baltimore City at such time and place as may be fixed by such ordinance or ordinances and be approved by a majority of the votes cast at such time and place, all as required by Section 7 of Article XI of the Constitution of Maryland; and the Mayor and City Council of Baltimore, in submitting any ordinance or ordinances for the issuance of the bonds, or any part thereof, to the legal voters of Baltimore City, may submit and resubmit the same at any municipal election or general election to be held in Baltimore City.

(b) The Mayor and City Council of Baltimore may submit, by one ordinance, the whole of the debt authorized by this Resolution to the legal voters of Baltimore City at one time, or it may, by one or more separate ordinances, submit a part thereof to the legal voters of Baltimore City at different times; and any ordinance or ordinances, submitting the whole or any part of such debt to the legal voters of Baltimore City, shall provide for the expenditure of the proceeds thereof in accordance with the provisions of the Charter of the Mayor and City Council of Baltimore, and by the municipal agency designated in the annual Ordinances of Estimates of the Mayor and City Council of Baltimore.

(c) Any bonds authorized to be issued and sold under the provisions of this Resolution may be issued to mature on such dates and in such amounts as the Board of Finance may determine; provided that the entire principal amount represented thereby shall be discharged not more than forty (40) years from the date of their issuance.

(d) Until all of the interest on and principal of any bonds issued pursuant to the provisions of this Resolution have been paid in full, the Mayor and City Council of Baltimore shall levy and impose an annual tax on each One Hundred Dollars (\$100.00) of assessable property in the City of Baltimore at a rate sufficient to produce revenue to pay all interest on and principal of all bonds theretofore issued and outstanding or authorized to be issued and outstanding, payable in the next succeeding year.

(e) All premiums resulting from the sale of any of the bonds issued and sold pursuant to the provisions of this Resolution shall be applied as directed by the Board of Finance.

(f) The debt authorized by the provisions of this Resolution, and the bonds issued and sold pursuant thereto and their transfer, and the principal and interest payable thereon (including any profit made in the sale thereof), shall be and remain exempt from any and all State, county and municipal taxation in the State of Maryland.

(g) All bonds issued and sold pursuant to the provisions of this Resolution may be sold at public sale by the solicitation of competitive bids or at private (negotiated) sale without advertisement or solicitation of competitive bids, for a price or prices which may be at, above or below par value of the bonds, as determined by resolution of the Board of Finance of the Mayor and City Council of Baltimore.

SECTION 2. AND BE IT FURTHER RESOLVED, That the Mayor and City Council of Baltimore be and it is hereby authorized, in the ordinance or ordinances to be submitted to the legal voters of Baltimore City, from time to time, (i) to determine and set forth any or all of the following or (ii) to empower a majority of the Board of Finance of said municipality to pass a resolution or resolutions, from time to time, to determine and set forth, any or all of the following:

(a) The amount of the total debt, authorized by this Resolution and the ordinance submitted to the legal voters of Baltimore City, which shall be issued at any particular time;

(b) The form or forms of the bonds representing the debt, or any part thereof, so authorized to be issued at any particular time;

(c) The denomination or denominations of the bonds to be issued at any particular time and the place or places for the payment of principal and interest thereof to be determined by the Board of

Finance;

(d) The rate or rates of interest to be paid in connection with the bonds to be issued at any particular time, which rate or rates may be fixed or variable or as determined by a method approved by the Board of Finance, and such interest shall be payable at such time or times as may be determined by the Board of Finance;

(e) Subject to the limitations set forth in Section 1 of the Resolution, the date of the bonds issued at any particular time and the maturity dates of said bonds, including the right of redemption by the City prior to maturity;

(f) If the bonds are to be sold at public sale, the time, place, manner and medium of advertisement of the readiness of the Board of Finance to receive bids for the purchase of the bonds authorized to be issued hereunder, or any part thereof; the form, terms and conditions of such bids; the time, place and manner of awarding bonds so bid for, including the right whenever any of the bonds authorized by this Resolution are offered for sale and sold at the same time as other bonds of the City, to establish the conditions for bids and awards and to award all of said bonds on an all or none basis, and the time, place, terms and manner of settlement for the bonds so bid for; provided, however, that notwithstanding anything in this section, the Mayor and City Council of Baltimore, or the Board of Finance, as the case may be, shall have the right to reject any or all bids therefor for any reason.

The ordinance to be submitted to the legal voters of Baltimore City, or the resolution of the Board of Finance authorizing the issuance of the bonds, or any portion thereof, as the case may be, shall set forth in detail the dates when any of the bonds are to mature and the amount to mature upon such dates.

SECTION 3. AND BE IT FURTHER RESOLVED, That the actual cash proceeds derived from the sale of the bonds authorized to be issued under the provisions of this Resolution shall be used exclusively for the following purposes:

(a) So much thereof as may be necessary for the cost of issuance, including the expense of engraving, printing, advertising, attorneys' fees, and all other incidental expenses connected therewith (which may include the proportion of the compensation of employees and general administrative expenses of the Department of Finance reasonably allocated to the issuance of the bonds); and

(b) The remainder of such proceeds shall be used for

the Walters Art Museum, including but not limited to, the acquisition by purchase, lease, condemnation or any other legal means, of land or property, or any rights therein, in the City of Baltimore, and constructing and erecting on said land or property, or on any land or property, new buildings, structures, and other auxiliary facilities; and for the renovation, alteration, construction, reconstruction, installation, improvement and repair of existing buildings, structures or facilities, to be or now being used for or in connection with the operations, functions, and activities of the Walters Art Museum; and for equipment for any and all facilities authorized to be constructed, renovated, altered or improved by the provisions hereof; the payment of any and all costs and expenses incurred for or in connection with doing any or all of the things herein mentioned, including but not limited to the costs and expenses of securing administrative, appraisal, economic analysis, engineering, planning, designing, architectural, surveying and other professional services; and for doing any and all things necessary, proper or expedient in connection with or pertaining to any or all of the matters or things hereinbefore mentioned.

SECTION 4. AND BE IT FURTHER RESOLVED, That:

(a) The Mayor and City Council of Baltimore, acting by and through the Board of Finance thereof, is hereby authorized and empowered to issue its bonds for the purpose of refunding any bonds authorized to be issued under the provisions of this Resolution by payment at maturity or the purchase or redemption of bonds in advance of maturity. The validity of any refunding bonds shall in no way be dependent upon or related to the validity or invalidity of the bonds being refunded. Such refunding bonds may be issued by the Mayor and City Council of Baltimore, acting by and through the Board of Finance thereof, for the purpose of providing it with funds to pay any of its outstanding bonds authorized to be issued under the provisions of this Resolution at maturity, to purchase in the open market any of its outstanding bonds authorized to be issued under the provisions of this Resolution prior to their maturity, to redeem prior to their maturity any outstanding bonds which are, by their terms, redeemable, to pay interest on any outstanding bonds prior to their payment at maturity or purchase or redemption in advance of maturity, or to pay any redemption or purchase premium in connection with the refunding of any of its outstanding bonds authorized to be issued under the provisions of this Resolution.

(b) Any refunding bonds authorized to be issued and sold under the provisions of this Resolution may be issued for the public purpose of:

(1) Realizing savings to Baltimore City in the aggregate cost of debt service on either a direct comparison or present value basis; or

(2) Debt restructuring that:

(i) In the aggregate effects such a reduction in the cost of debt service; or

(ii) Is determined by the Board of Finance of the Mayor and City Council of Baltimore to be in the best interests of Baltimore City, to be consistent with Baltimore City's long-term financial plan, and to realize a financial objective of Baltimore City, including improving the relationship of debt service to a source of payment such as taxes, assessments, or other charges.

(c) Any refunding bonds authorized to be issued and sold under the provisions of this Resolution may be issued in whatever principal amount shall be required to achieve the purpose for the issuance of the refunding bonds, which amount may be in excess of the principal amount of the bonds refunded or the maximum principal amount of bonds authorized to be issued under subsection (a) of Section 1 of this Resolution.

(d) Any refunding bonds authorized to be issued and sold under the provisions of this Resolution may be issued to mature on such dates and in such amounts as the Board of Finance may determine; provided that the entire principal amount represented by the refunding bonds shall be discharged not more than forty (40) years from the date of issuance of the bonds being refunded.

(e) Any refunding bonds authorized to be issued and sold under the provisions of this Resolution may be sold at public sale by the solicitation of competitive bids or at private (negotiated) sale without advertisement or solicitation of competitive bids, for a price or prices which may be at, above or below the par value of the refunding bonds, as determined by resolution of the Board of Finance of the Mayor and City Council of Baltimore. If the Board of Finance determines to sell the refunding bonds at public sale, the refunding bonds shall be sold to the highest responsible bidder or bidders therefor after due notice of such sale, but the Mayor and City Council of Baltimore, acting by and through the Board of Finance thereof, shall have the right to reject any or all bids therefor for any reason.

(f) Any refunding bonds authorized to be issued and sold under the provisions of this Resolution shall bear interest at such rate or rates as may be determined by the Board of Finance of

the Mayor and City Council of Baltimore, which rate or rates may be fixed or variable or as determined by a method approved by the Board of Finance, and such interest shall be payable at such time or times as may be determined by the Board of Finance.

(g) The proceeds of the sale of any refunding bonds authorized to be issued and sold under the provisions of this Resolution, after the payment of issuance costs relating thereto, shall be set aside by the Mayor and City Council of Baltimore as a separate trust fund to be used solely for the purposes stated in this Section 4.

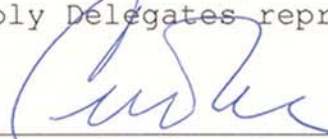
(h) Except as otherwise provided in this Section 4, the powers granted in, the limitations and obligations imposed by, and the procedures specified in this Resolution with respect to the issuance of bonds shall be applicable to the issuance of refunding bonds.

(i) Any refunding bonds authorized to be issued and sold under the provisions of this Resolution shall not be subject to any debt policy limitation that may from time to time be established by the Mayor and City Council of Baltimore.

SECTION 5. AND BE IT FURTHER RESOLVED, That this Resolution, having been presented to and approved by a majority of the members of the General Assembly of Maryland representing Baltimore City no later than February 6, 2014, the 30th day of the regular 2014 session of the Maryland General Assembly, is enacted in accordance with Article XI, Section 7 of the Constitution of Maryland.

CERTIFICATION - HOUSE DELEGATION

I hereby certify that on 1/31/14 (date) the foregoing Resolution was approved by a majority of the Maryland General Assembly Delegates representing Baltimore City.

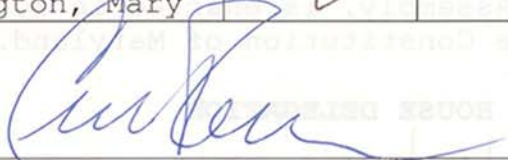


The Honorable Curt Anderson, Chair
Baltimore City House Delegation

1/31/14
Date

I hereby certify that at the 1/31/14 (date) meeting of the Baltimore City Delegation of the Maryland House of Delegates, a majority of the delegation was present, and the following vote was taken on the approval of the Baltimore City Walters Art Museum bond issue for fiscal years 2016 and 2017 in accordance with Article XI, section 7 of the Maryland Constitution:

	Present	Absent	Approve	Disapprove	Abstain
Anderson, Curt	✓		✓		
Branch, Talmadge		✓			
Carter, Jill	✓		✓		
Clippinger, Luke	✓		✓		
Conaway, Frank	✓		✓		
Glenn, Cheryl	✓		✓		
Hammen, Peter	✓		✓		
Harper, Nina	✓		✓		
Haynes, Keith	✓		✓		
McHale, Brian	✓		✓		
McIntosh, Maggie	✓		✓		
Mitchell, Keiffer	✓		✓		
Oaks, Nathaniel	✓		✓		
Robinson, Barbara	✓		✓		
Rosenberg, Samuel		✓			
Stukes, Melvin	✓		✓		
Tarrant, Shawn	✓		✓		
Washington, Mary	✓		✓		



 The Honorable Curt Anderson, Chair
 Baltimore City House Delegation

1/31/14

 Date

VII

RESOLUTION

A RESOLUTION OF THE MEMBERS OF THE GENERAL ASSEMBLY OF MARYLAND REPRESENTING BALTIMORE CITY concerning

BALTIMORE CITY - PORT DISCOVERY CHILDREN'S MUSEUM BOND ISSUE

FOR the purpose of authorizing the Mayor and City Council of Baltimore to create a debt, and to issue and sell its certificates of indebtedness as evidence thereof, and proceeds not exceeding Four Hundred Thousand Dollars (\$400,000.00) from the sale of such certificates of indebtedness to be used for the Port Discovery Children's Museum, including but not limited to, the acquisition by purchase, lease, condemnation or any other legal means, of land or property, or any rights therein, in the City of Baltimore, and constructing and erecting on said land or property, or on any land or property, new buildings, structures, and other auxiliary facilities; and for the renovation, alteration, construction, reconstruction, installation, improvement and repair of existing buildings, structures or facilities, to be or now being used for or in connection with the operations, functions, and activities of the Port Discovery Children's Museum; and for equipment for any and all facilities authorized to be constructed, renovated, altered or improved by the provisions hereof; the payment of any and all costs and expenses incurred for or in connection with doing any or all of the things herein mentioned, including but not limited to, the costs and expenses of securing administrative, appraisal, economic analysis, engineering, planning, designing, architectural, surveying and other professional services; and for doing any and all things necessary, proper or expedient in connection with or pertaining to any or all of the matters or things hereinbefore mentioned; authorizing the issuance of refunding bonds; authorizing said municipality to submit an ordinance or ordinances for said purpose to the legal voters of Baltimore City, and providing generally for the issuance and sale of said certificates of indebtedness.

SECTION 1. BE IT RESOLVED BY THE MEMBERS OF THE GENERAL ASSEMBLY OF MARYLAND REPRESENTING BALTIMORE CITY, That:

(a) The Mayor and City Council of Baltimore be and it is hereby authorized to create a debt, and to issue and sell, at any time or from time to time and in one or more series, its certificates of indebtedness (hereinafter called "bonds") as evidence thereof, and proceeds not exceeding Four Hundred Thousand Dollars (\$400,000.00) from the sale thereof to be used for purposes hereinafter mentioned, but such debt shall not be created and the bonds shall not be issued, in whole or in part, unless an ordinance or ordinances of the Mayor and City Council of Baltimore providing for the issuance thereof shall be first submitted to the legal voters of Baltimore City at such time and place as may be fixed by such ordinance or ordinances and be approved by a majority of the votes cast at such time and place, all as required by Section 7 of Article XI of the Constitution of Maryland; and the Mayor and City Council of Baltimore, in submitting any ordinance or ordinances for the issuance of the bonds, or any part thereof, to the legal voters of Baltimore City, may submit and resubmit the same at any municipal election or general election to be held in Baltimore City.

(b) The Mayor and City Council of Baltimore may submit, by one ordinance, the whole of the debt authorized by this Resolution to the legal voters of Baltimore City at one time, or it may, by one or more separate ordinances, submit a part thereof to the legal voters of Baltimore City at different times; and any ordinance or ordinances, submitting the whole or any part of such debt to the legal voters of Baltimore City, shall provide for the expenditure of the proceeds thereof in accordance with the provisions of the Charter of the Mayor and City Council of Baltimore, and by the municipal agency designated in the annual Ordinances of Estimates of the Mayor and City Council of Baltimore.

(c) Any bonds authorized to be issued and sold under the provisions of this Resolution may be issued to mature on such dates and in such amounts as the Board of Finance may determine; provided that the entire principal amount represented thereby shall be discharged not more than forty (40) years from the date of their issuance.

(d) Until all of the interest on and principal of any bonds issued pursuant to the provisions of this Resolution have been paid in full, the Mayor and City Council of Baltimore shall levy and impose an annual tax on each One Hundred Dollars (\$100.00) of assessable property in the City of Baltimore at a rate sufficient to produce revenue to pay all interest on and principal of all bonds theretofore issued and outstanding or authorized to be issued and outstanding, payable in the next succeeding year.

(e) All premiums resulting from the sale of any of the bonds issued and sold pursuant to the provisions of this Resolution shall be applied as directed by the Board of Finance.

(f) The debt authorized by the provisions of this Resolution, and the bonds issued and sold pursuant thereto and their transfer, and the principal and interest payable thereon (including any profit made in the sale thereof), shall be and remain exempt from any and all State, county and municipal taxation in the State of Maryland.

(g) All bonds issued and sold pursuant to the provisions of this Resolution may be sold at public sale by the solicitation of competitive bids or at private (negotiated) sale without advertisement or solicitation of competitive bids, for a price or prices which may be at, above or below par value of the bonds, as determined by resolution of the Board of Finance of the Mayor and City Council of Baltimore.

SECTION 2. AND BE IT FURTHER RESOLVED, That the Mayor and City Council of Baltimore be and it is hereby authorized, in the ordinance or ordinances to be submitted to the legal voters of Baltimore City, from time to time, (i) to determine and set forth any or all of the following or (ii) to empower a majority of the Board of Finance of said municipality to pass a resolution or resolutions, from time to time, to determine and set forth, any or all of the following:

(a) The amount of the total debt, authorized by this Resolution and the ordinance submitted to the legal voters of Baltimore City, which shall be issued at any particular time;

(b) The form or forms of the bonds representing the debt, or any part thereof, so authorized to be issued at any particular time;

(c) The denomination or denominations of the bonds to be issued at any particular time and the place or places for the payment of principal and interest thereof to be determined by the Board of

Finance;

(d) The rate or rates of interest to be paid in connection with the bonds to be issued at any particular time, which rate or rates may be fixed or variable or as determined by a method approved by the Board of Finance, and such interest shall be payable at such time or times as may be determined by the Board of Finance;

(e) Subject to the limitations set forth in Section 1 of the Resolution, the date of the bonds issued at any particular time and the maturity dates of said bonds, including the right of redemption by the City prior to maturity;

(f) If the bonds are to be sold at public sale, the time, place, manner and medium of advertisement of the readiness of the Board of Finance to receive bids for the purchase of the bonds authorized to be issued hereunder, or any part thereof; the form, terms and conditions of such bids; the time, place and manner of awarding bonds so bid for, including the right whenever any of the bonds authorized by this Resolution are offered for sale and sold at the same time as other bonds of the City, to establish the conditions for bids and awards and to award all of said bonds on an all or none basis, and the time, place, terms and manner of settlement for the bonds so bid for; provided, however, that notwithstanding anything in this section, the Mayor and City Council of Baltimore, or the Board of Finance, as the case may be, shall have the right to reject any or all bids therefor for any reason.

The ordinance to be submitted to the legal voters of Baltimore City, or the resolution of the Board of Finance authorizing the issuance of the bonds, or any portion thereof, as the case may be, shall set forth in detail the dates when any of the bonds are to mature and the amount to mature upon such dates.

SECTION 3. AND BE IT FURTHER RESOLVED, That the actual cash proceeds derived from the sale of the bonds authorized to be issued under the provisions of this Resolution shall be used exclusively for the following purposes:

(a) So much thereof as may be necessary for the cost of issuance, including the expense of engraving, printing, advertising, attorneys' fees, and all other incidental expenses connected therewith (which may include the proportion of the compensation of employees and general administrative expenses of the Department of Finance reasonably allocated to the issuance of the bonds); and

(b) The remainder of such proceeds shall be used for

the Port Discovery Children's Museum, including but not limited to, the acquisition by purchase, lease, condemnation or any other legal means, of land or property, or any rights therein, in the City of Baltimore, and constructing and erecting on said land or property, or on any land or property, new buildings, structures, and other auxiliary facilities; and for the renovation, alteration, construction, reconstruction, installation, improvement and repair of existing buildings, structures or facilities, to be or now being used for or in connection with the operations, functions, and activities of the Port Discovery Children's Museum; and for equipment for any and all facilities authorized to be constructed, renovated, altered or improved by the provisions hereof; the payment of any and all costs and expenses incurred for or in connection with doing any or all of the things herein mentioned, including but not limited to the costs and expenses of securing administrative, appraisal, economic analysis, engineering, planning, designing, architectural, surveying and other professional services; and for doing any and all things necessary, proper or expedient in connection with or pertaining to any or all of the matters or things hereinbefore mentioned.

SECTION 4. AND BE IT FURTHER RESOLVED, That:

(a) The Mayor and City Council of Baltimore, acting by and through the Board of Finance thereof, is hereby authorized and empowered to issue its bonds for the purpose of refunding any bonds authorized to be issued under the provisions of this Resolution by payment at maturity or the purchase or redemption of bonds in advance of maturity. The validity of any refunding bonds shall in no way be dependent upon or related to the validity or invalidity of the bonds being refunded. Such refunding bonds may be issued by the Mayor and City Council of Baltimore, acting by and through the Board of Finance thereof, for the purpose of providing it with funds to pay any of its outstanding bonds authorized to be issued under the provisions of this Resolution at maturity, to purchase in the open market any of its outstanding bonds authorized to be issued under the provisions of this Resolution prior to their maturity, to redeem prior to their maturity any outstanding bonds which are, by their terms, redeemable, to pay interest on any outstanding bonds prior to their payment at maturity or purchase or redemption in advance of maturity, or to pay any redemption or purchase premium in connection with the refunding of any of its outstanding bonds authorized to be issued under the provisions of this Resolution.

(b) Any refunding bonds authorized to be issued and sold under the provisions of this Resolution may be issued for the public purpose of:

(1) Realizing savings to Baltimore City in the aggregate cost of debt service on either a direct comparison or present value basis; or

(2) Debt restructuring that:

(i) In the aggregate effects such a reduction in the cost of debt service; or

(ii) Is determined by the Board of Finance of the Mayor and City Council of Baltimore to be in the best interests of Baltimore City, to be consistent with Baltimore City's long-term financial plan, and to realize a financial objective of Baltimore City, including improving the relationship of debt service to a source of payment such as taxes, assessments, or other charges.

(c) Any refunding bonds authorized to be issued and sold under the provisions of this Resolution may be issued in whatever principal amount shall be required to achieve the purpose for the issuance of the refunding bonds, which amount may be in excess of the principal amount of the bonds refunded or the maximum principal amount of bonds authorized to be issued under subsection (a) of Section 1 of this Resolution.

(d) Any refunding bonds authorized to be issued and sold under the provisions of this Resolution may be issued to mature on such dates and in such amounts as the Board of Finance may determine; provided that the entire principal amount represented by the refunding bonds shall be discharged not more than forty (40) years from the date of issuance of the bonds being refunded.

(e) Any refunding bonds authorized to be issued and sold under the provisions of this Resolution may be sold at public sale by the solicitation of competitive bids or at private (negotiated) sale without advertisement or solicitation of competitive bids, for a price or prices which may be at, above or below the par value of the refunding bonds, as determined by resolution of the Board of Finance of the Mayor and City Council of Baltimore. If the Board of Finance determines to sell the refunding bonds at public sale, the refunding bonds shall be sold to the highest responsible bidder or bidders therefor after due notice of such sale, but the Mayor and City Council of Baltimore, acting by and through the Board of Finance thereof, shall have the right to reject any or all bids therefor for any reason.

(f) Any refunding bonds authorized to be issued and sold under the provisions of this Resolution shall bear interest

at such rate or rates as may be determined by the Board of Finance of the Mayor and City Council of Baltimore, which rate or rates may be fixed or variable or as determined by a method approved by the Board of Finance, and such interest shall be payable at such time or times as may be determined by the Board of Finance.

(g) The proceeds of the sale of any refunding bonds authorized to be issued and sold under the provisions of this Resolution, after the payment of issuance costs relating thereto, shall be set aside by the Mayor and City Council of Baltimore as a separate trust fund to be used solely for the purposes stated in this Section 4.


(h) Except as otherwise provided in this Section 4, the powers granted in, the limitations and obligations imposed by, and the procedures specified in this Resolution with respect to the issuance of bonds shall be applicable to the issuance of refunding bonds.

(i) Any refunding bonds authorized to be issued and sold under the provisions of this Resolution shall not be subject to any debt policy limitation that may from time to time be established by the Mayor and City Council of Baltimore.

SECTION 5. AND BE IT FURTHER RESOLVED, That this Resolution, having been presented to and approved by a majority of the members of the General Assembly of Maryland representing Baltimore City no later than February 6, 2014 the 30th day of the regular 2014 session of the Maryland General Assembly, is enacted in accordance with Article XI, Section 7 of the Constitution of Maryland.

CERTIFICATION - HOUSE DELEGATION

I hereby certify that on 1/31/14 (date) the foregoing Resolution was approved by a majority of the Maryland General Assembly Delegates representing Baltimore City.



The Honorable Curt Anderson, Chair
Baltimore City House Delegation

1/31/14

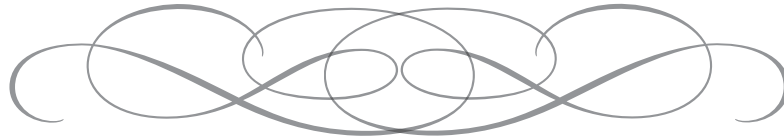
Date

I hereby certify that at the 1/31/14 (date) meeting of the Baltimore City Delegation of the Maryland House of Delegates, a majority of the delegation was present, and the following vote was taken on the approval of the foregoing bond issue for fiscal years 2016 and 2017 in accordance with Article XI, section 7 of the Maryland Constitution:

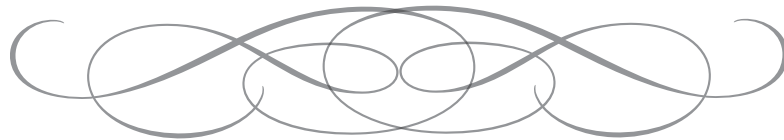
	Present	Absent	Approve	Disapprove	Abstain
Anderson, Curt	✓		✓		
Branch, Talmadge		✓			
Carter, Jill	✓		✓		
Clippinger, Luke	✓		✓		
Conaway, Frank	✓		✓		
Glenn, Cheryl	✓		✓		
Hammen, Peter	✓		✓		
Harper, Nina	✓		✓		
Haynes, Keith	✓		✓		
McHale, Brian	✓		✓		
McIntosh, Maggie	✓		✓		
Mitchell, Keiffer	✓		✓		
Oaks, Nathaniel	✓		✓		
Robinson, Barbara	✓		✓		
Rosenberg, Samuel		✓			
Stukes, Melvin	✓		✓		
Tarrant, Shawn	✓		✓		
Washington, Mary	✓		✓		

The Honorable Curt Anderson, Chair
Baltimore City House Delegation

1/31/14
Date



Report of the
House Appropriations Committee
to the Maryland House of Delegates



2014 SESSION



Recommendations, Reductions, and Summary of
Action Pertaining to:
Senate Bill 170

For further information concerning this document contact:

Library and Information Services
Office of Policy Analysis
Department of Legislative Services
90 State Circle
Annapolis, Maryland 21401

Baltimore Area: 410-946-5400 • Washington Area: 301-970-5400

Other Areas: 1-800-492-7122, Extension 5400

TDD: 410-946-5401 • 301-970-5401

Maryland Relay Service: 1-800-735-2258

E-mail: libr@mlis.state.md.us

Home Page: <http://mgaleg.maryland.gov>

The Department of Legislative Services does not discriminate on the basis of age, ancestry, color, creed, marital status, national origin, race, religion, gender, sexual orientation, or disability in the admission or access to its programs, services, or activities. The department's Information Officer has been designated to coordinate compliance with the nondiscrimination requirements contained in Section 35.107 of the Department of Justice Regulations. Requests for assistance should be directed to the Information Officer at the telephone numbers shown above.

Maryland General Assembly House Appropriations Committee

2014 Session Membership Roster

Delegate Norman H. Conway, Chairman
Delegate James E. Proctor, Jr., Vice Chairman

Capital Budget Subcommittee

Delegate Adrienne A. Jones, Chairman
Delegate Melony G. Griffith, Vice Chairman

Delegate Wendell R. Beitzel
Delegate John L. Bohanan, Jr.
Delegate Steven J. DeBoy, Sr.
Delegate Adelaide C. Eckardt
Delegate Tawanna P. Gaines
Delegate Guy Guzzone
Delegate Keith E. Haynes
Delegate Mary-Dulany James
Delegate James E. Proctor, Jr.
Delegate Craig J. Zucker

Education and Economic Development Subcommittee

Delegate John L. Bohanan, Jr., Chairman
Delegate Heather R. Mizeur, Vice Chairman

Delegate Melony G. Griffith
Delegate Adrienne A. Jones
Delegate James E. Proctor, Jr.
Delegate Nancy R. Stocksdale
Delegate Mary L. Washington

Health and Human Resources Subcommittee

Delegate Mary-Dulany James, Chairman
Delegate Keith E. Haynes, Vice Chairman

Delegate Adelaide C. Eckardt
Delegate Ana Sol Gutierrez
Delegate James E. Proctor, Jr.
Delegate Theodore J. Sophocleus
Delegate Kathy Szeliga

Public Safety and Administration Subcommittee

Delegate Guy Guzzone, Chairman
Delegate Craig J. Zucker, Vice Chairman

Delegate Gail H. Bates
Delegate Tony McConkey
Delegate James E. Proctor, Jr.
Delegate Barbara A. Robinson

Transportation and the Environment Subcommittee

Delegate Tawanna P. Gaines, Chairman
Delegate Steven J. DeBoy, Sr., Vice Chairman

Delegate Steven J. Arentz
Delegate Wendell R. Beitzel
Delegate James E. Proctor, Jr.
Delegate John F. Wood, Jr.

Department of Legislative Services

Executive Director, Department of Legislative Services

Karl S. Aro

Director, Office of Policy Analysis

Warren G. Deschenaux

Coordinator, Fiscal and Policy Analysis

John W. Rohrer

Operating Budget Managers

Mary E. Clapsaddle

David B. Juppe

Capital Budget Manager

Matthew D. Klein

Information Systems Support

Patrick S. Frank

Committee Report Coordinator

Steven D. McCulloch

Committee Staff

Chantelle M. Green

Kaitlyn S. Shulman

Kate E. Henry

Budget Subcommittee Coordinators

Sara J. Baker

Simon G. Powell

Andrew D. Gray

Rebecca J. Ruff

Jonathan D. Martin

Tonya D. Zimmerman

Other Analysts

Hannah E. Dier

Jordan D. More

Jennifer A. Ellick

Jolshua S. Rosado

Garret T. Halbach

Michael C. Rubenstein

Richard H. Harris

Jody J. Sprinkle

Rachel H. Hise

Laura M. Vykol

Jason A. Kramer

Support Staff

Katherine W. Brunt

Maria S. Hartlein

Judith A. Callahan

E. Cathy Kramer

Joyce H. Fowler

Kamar Merritt

Hannah G. Goszkowski

Maureen R. Merzlak

Department of Legislative Services

2014 Budget Assignments

Sara J. Baker

Morgan State University
University System of Maryland
Coppin State University
Office
Overview
University of Baltimore
University of Maryland, Baltimore
University of Maryland, College Park

Hannah E. Dier

Comptroller of Maryland
Department of General Services
Executive Department
Boards, Commissions, and Offices
Governor
General Assembly of Maryland
Governor's Office of Crime Control and Prevention
State Archives
State Treasurer

Jennifer A. Ellick

Department of Health and Mental Hygiene
Developmental Disabilities Administration
Health Professional Boards and Commissions
Health Systems and Infrastructure Administration
Office of Health Care Quality
Prevention and Health Promotion Administration
Public Health Administration

Patrick S. Frank

Department of Information Technology
Public Debt
State Reserve Fund

Andrew D. Gray

Chesapeake Bay Overview
Department of Agriculture
Department of Natural Resources
Department of Planning
Department of the Environment
Maryland Environmental Service

Garret T. Halbach

Aid to Community Colleges
Baltimore City Community College
Higher Education Overview
Historic St. Mary's City Commission
Maryland Higher Education Commission (MHEC)
MHEC Scholarship Programs
St. Mary's College of Maryland
University System of Maryland
Center for Environmental Science

Richard H. Harris

Department of Aging
Department of Disabilities
Department of Human Resources
Overview
Family Investment Administration
Social Services Administration
Department of Veterans Affairs
Governor's Office for Children and Interagency Fund

Matthew D. Klein

Board of Public Works (PAYGO)
Capital Fiscal Briefing (PAYGO Overview)

Jason A. Kramer

Department of Housing and Community Development
Maryland Automobile Insurance Fund
Maryland Insurance Administration
Maryland Public Broadcasting Commission
Secretary of State
Subsequent Injury Fund
Uninsured Employers' Fund
Workers' Compensation Commission

Jonathan D. Martin

Department of Budget and Management
Personnel
Secretary
Maryland Supplemental Retirement Plans
Maryland Transportation Authority
Maryland Department of Transportation
Maryland Aviation Administration
Maryland Port Administration

Steven D. McCulloch

Maryland Department of Transportation
Debt Service Requirements
Maryland Transit Administration
Motor Vehicle Administration
Overview
Secretary's Office
State Highway Administration
Washington Metropolitan Area Transit Authority

Jordan D. More

Judiciary
Maryland State Board of Contract Appeals
Office of Administrative Hearings
Office of the Attorney General
Office of the Public Defender
Payments to Civil Divisions of the State
Property Tax Assessment Appeals Boards
State Department of Assessments and Taxation

Simon G. Powell

Department of Health and Mental Hygiene
Administration
Behavioral Health Administration
Health Regulatory Commissions
Medical Care Programs Administration
Overview
Maryland Health Benefit Exchange
Maryland Health Insurance Plan

Jolshua S. Rosado

Board of Public Works
Interagency Committee on School Construction
Maryland School for the Deaf
Maryland State Department of Education
Aid to Education
Early Childhood Development
Funding for Educational Organizations
Headquarters

Michael C. Rubenstein

State Retirement Agency

Rebecca J. Ruff

Department of Juvenile Services
Department of Public Safety and Correctional Services
Administration
Criminal Injuries Compensation Board
Inmate Grievance Office
Maryland Commission on Correctional Standards
Maryland Parole Commission
Operations
Overview
Police and Correctional Training Commissions

Jody J. Sprinkle

Canal Place Preservation and Development Authority
Department of Business and Economic Development
Department of Labor, Licensing, and Regulation
Business Regulation
Workforce Development
Maryland Economic Development Corporation
Maryland Stadium Authority
Maryland Technology Development Corporation
State Lottery and Gaming Control Agency

Laura M. Vykol

Department of State Police
Maryland Emergency Management Agency
Maryland Emergency Medical System Operations Fund
Maryland Institute for Emergency Medical Services Systems
Military Department

Tonya D. Zimmerman

Department of Human Resources
Administration
Child Support Enforcement Administration
Office of Home Energy Programs
Maryland Energy Administration
Maryland Food Center Authority
Public Service Commission
State Board of Elections

Contents

	<u>Budget Code</u>	<u>Page</u>
House Appropriations Committee Reductions		xv
 Legislative and Judicial		
Judiciary	C00A	1
Office of the Attorney General	C81C	6
Public Service Commission	C90G	7
Uninsured Employers' Fund	C96J00	9
 Executive and Administrative Control		
Board of Public Works.....	D05E	10
Maryland Energy Administration	D13A13	11
Governor's Office of Crime Control and Prevention	D15A0516	14
Historic St. Mary's City Commission.....	D17B0151	16
Governor's Office for Children	D18A18	17
Department of Aging	D26A	18
State Board of Elections.....	D38I	21
Department of Planning	D40W01	23
Military Department.....	D50H	25
Maryland Institute for Emergency Medical Services Systems	D53T	26
Department of Veterans Affairs.....	D55P00	27
State Archives	D60A	28
Maryland Health Benefit Exchange.....	D78Y01	29
Canal Place Preservation and Development Authority.....	D90U00	30
 Financial and Revenue Administration		
Comptroller of Maryland	E00A	31
State Department of Assessments and Taxation.....	E50C	34
State Lottery and Gaming Control Agency	E75D	36
 Budgetary and Personnel Administration		
Department of Budget and Management	F10	38
Department of Information Technology	F50	39

	<u>Budget Code</u>	<u>Page</u>
Personnel Administration and Retirement		
State Retirement Agency	G20J	42
General Services		
Department of General Services	H00	44
Transportation		
Department of Transportation.....	J00	46
The Secretary’s Office	J00A01	49
Debt Service Requirements.....	J00A04	52
State Highway Administration.....	J00B	54
Maryland Port Administration	J00D	56
Maryland Transit Administration	J00H	58
Natural Resources		
Department of Natural Resources	K00A	61
Agriculture		
Department of Agriculture	L00A	63
Health and Mental Hygiene		
Department of Health and Mental Hygiene		
Office of the Secretary	M00A	69
Regulatory Services	M00B	72
Health Systems and Infrastructure Administration.....	M00F0201	73
Prevention and Health Promotion Administration.....	M00F03	74
Deputy Secretary for Behavioral Health and Disabilities.....	M00K01	75
Behavioral Health Administration	M00L	77
Developmental Disabilities Administration.....	M00M	79
Medical Care Programs Administration	M00Q	81
Emergency Medical System		
Maryland Emergency Medical System Operations Fund	MEMSOF	89

	<u>Budget Code</u>	<u>Page</u>
Human Resources		
Department of Human Resources		
Office of the Secretary	N00A	90
Social Services Administration.....	N00B	91
Office of Technology for Human Services	N00F	93
Local Department Operations	N00G	94
Office of Home Energy Programs	N00I0006	98
Labor, Licensing, and Regulation		
Department of Labor, Licensing, and Regulation.....	P00	100
Public Safety and Correctional Services		
Department of Public Safety and Correctional Services.....	Q00	102
Office of the Secretary	Q00A	104
Maryland Parole Commission.....	Q00C01	107
Police and Correctional Training Commissions	Q00G	108
Criminal Injuries Compensation Board	Q00K00	109
Maryland Commission on Correctional Standards	Q00N00	110
Operations	Q00Q	111
Public Education		
State Department of Education		
Headquarters	R00A01	114
Aid to Education	R00A02	118
Maryland School for the Blind	R00A03	123
Children’s Cabinet Interagency Fund	R00A04	124
Higher Education		
Morgan State University	R13M00	125
Maryland Public Broadcasting Commission	R15P00	126
University System of Maryland	R30B00	127
Coppin State University	R30B27	128
University System of Maryland Office.....	R30B36	129
Maryland Higher Education Commission	R62I00	130
Higher Education	R75T00	138
Baltimore City Community College	R95C00	143

	<u>Budget Code</u>	<u>Page</u>
Housing and Community Development		
Department of Housing and Community Development	S00A	145
Business and Economic Development		
Department of Business and Economic Development.....	T00	147
Environment		
Department of the Environment.....	U00A	151
Juvenile Services		
Department of Juvenile Services	V10A	152
State Police		
Department of State Police	W00A	155
Public Debt		
Public Debt.....	X00A00	158
Reserve Fund		
State Reserve Fund	Y01A	161
Deficiencies		
Fiscal 2014 Deficiencies		162
Statewide Reductions		
Statewide.....		167
Sections		
Sections.....		172
Technical Amendment		
Technical Amendment.....		201

House Appropriations Committee – Reductions

<u>Agency</u>	<u>General Funds</u>	<u>Special Funds</u>	<u>Federal Funds</u>	<u>Higher Education Funds</u>	<u>Total Funds</u>	<u>Positions</u>
2015 Budget Request						
Judiciary	\$9,099,071	\$0	\$0	\$0	\$9,099,071	51.0
Public Service Commission	0	158,507	0	0	158,507	
Maryland Energy Administration	0	50,638	11,495	0	62,133	
Maryland Energy Administration – pay-as-you-go (PAYGO)	0	250,000	0	0	250,000	
Governor’s Office for Children and Interagency Fund	46,383	0	0	0	46,383	
Department of Aging	125,000	0	0	0	125,000	
Department of Veterans Affairs	5,000	0	0	0	5,000	
Comptroller of Maryland	471,586	93,286	0	0	564,872	
State Department of Assessments and Taxation	143,724	0	0	0	143,724	
Department of Budget and Management (DBM) – Secretary	0	86,381	0	0	86,381	
Department of Information Technology	2,150,000	9,000	0	0	2,159,000	
State Retirement Agency	0	250,000	0	0	250,000	
Maryland Department of Transportation – Maryland Port Administration	0	61,737	0	0	61,737	
Department of Natural Resources (DNR)	0	6,200,000	0	0	6,200,000	
DNR – PAYGO	0	51,851,510	0	0	51,851,510	
Department of Agriculture (MDA)	1,125,000	17,600,000	0	0	18,725,000	
MDA – PAYGO	0	17,275,034	0	0	17,275,034	
Department of Health and Mental Hygiene (DHMH) – Administration	82,728	0	0	0	82,728	1.0
DHMH – Health Systems and Infrastructure Administration	0	0	20,000,000	0	20,000,000	

House Appropriations Committee – Reductions

<u>Agency</u>	<u>General Funds</u>	<u>Special Funds</u>	<u>Federal Funds</u>	<u>Higher Education Funds</u>	<u>Total Funds</u>	<u>Positions</u>
DHMH – Medical Care Programs Administration	22,222,146	0	26,961,328	0	49,183,474	4.0
Department of Human Resources (DHR) – Administration	407,483	0	120,536	0	528,019	
DHR – Social Services	5,000,000	0	0	0	5,000,000	
DHR – Child Support Enforcement	0	200,000	0	0	200,000	
DHR – Family Investment	2,100,000	0	0	0	2,100,000	
Department of Labor, Licensing, and Regulation – Business Regulation	38,702	0	0	0	38,702	1.0
Maryland Higher Education Commission	659,988	0	0	0	659,988	
Aid to Community Colleges	3,339,214	0	0	0	3,339,214	
State Support for Higher Education Institutions	10,450,000	0	0	0	10,450,000	
Department of Housing and Community Development	1,146,764	0	0	0	1,146,764	
Department of Business and Economic Development	2,242,796	0	0	0	2,242,796	1.0
Department of the Environment	550,000	0	0	0	550,000	
Department of Juvenile Services	818,065	0	0	0	818,065	
Department of State Police	1,759,575	0	0	0	1,759,575	
Public Debt	50,000,000	0	0	0	50,000,000	
State Reserve Fund	208,500,000	0	0	0	208,500,000	
Statewide Allocation – Health Insurance	17,810,936	4,736,658	2,814,407	0	25,362,001	
Statewide Allocation – Pension Reinvestment	176,515,776	12,459,356	8,258,002	0	197,233,134	
Statewide Allocation – Vacant Position Reduction	10,000,000	0	0	0	10,000,000	150.0
Subtotal Fiscal 2015 Regular Budget	\$526,809,937	\$111,282,107	\$58,165,768	\$0	\$696,257,812	208.0
Fiscal 2015 Total Budget	\$526,809,937	\$111,282,107	\$58,165,768	\$0	\$696,257,812	208.0

House Appropriations Committee – Reductions

<u>Agency</u>	<u>General Funds</u>	<u>Special Funds</u>	<u>Federal Funds</u>	<u>Higher Education Funds</u>	<u>Total Funds</u>	<u>Positions</u>
Fiscal 2014 Deficiency Budget						
Maryland Health Benefit Exchange	0	0	1,000,000	0	1,000,000	
DHR – Family Investment	1,700,000	0	0	0	1,700,000	
Department of Juvenile Services	104,289	0	0	0	104,289	
Statewide Allocation – Health Insurance	3,601,556	0	0	0	3,601,556	
Statewide Allocation – Personnel	240,366	0	0	0	240,366	
Statewide Allocation – Pension Reinvestment	88,082,357	12,295,546	8,770,214	0	109,148,117	
<i>Subtotal Fiscal 2014 Deficiency Budget</i>	\$93,728,568	\$12,295,546	\$9,770,214	\$0	\$115,794,328	
Total Fiscal 2014 Deficiency Budget	\$93,728,568	\$12,295,546	\$9,770,214	\$0	\$115,794,328	
Grand Total Budget Bill	\$620,538,505	\$123,577,653	\$67,935,982	\$0	\$812,052,140	208.0

**C00A
Judiciary**

Budget Amendments

Add the following language:

Provided that 19 positions and \$1,945,511 in general funds are contingent upon the enactment of HB 120 or SB 167.

Explanation: This action makes the funding for these positions contingent upon the enactment of HB 120 or SB 167. Included in the amount are 19 new positions as well as 2 contractual bailiff full-time equivalents and supply costs, which will support the creation of 5 circuit court and 2 District Court judges.

Amend the following language:

Further provided that a ~~\$3,571,842~~ \$3,979,842 General Fund reduction is made for operating expenditures.

Explanation: This action reduces the Judiciary's fiscal 2015 allowance for various operating expenses across the Judiciary.

Amendment No.

1

JUDICIARY

C00A00.03 Circuit Court Judges

Reduce appropriation for the purposes indicated:

	<u>Funds</u>	<u>Positions</u>
1. Reduce general funds to correct technical errors in the Judiciary's allowance. This reduction is the net of the planned reversion for the Judiciary offset by personnel underfunding for various other positions.	319,075 GF	
Total Reductions	319,075	0.00

C00A

<u>Effect</u>	<u>Allowance</u>	<u>Appropriation</u>	<u>Amount Reduction</u>	<u>Position Reduction</u>
Position	403.00	403.00		0.00
General Fund	65,015,469	64,696,394	319,075	
Total Funds	65,015,469	64,696,394	319,075	

C00A00.04 District Court

Reduce appropriation for the purposes indicated:

	<u>Funds</u>		<u>Positions</u>
1. Eliminate 11 full-time equivalents for new bailiffs. These funds were requested so the Judiciary could staff each courtroom with at least 2 bailiffs. Current resources should be used to fulfill this requirement.	322,234	GF	
2. Reduce general funds for the District Court which were improperly encumbered at the fiscal 2013 closeout. These funds should have reverted to the general fund at the end of fiscal 2013 since the contract for which they were to be spent against expired at the end of that fiscal year.	618,000	GF	
3. Eliminate funding for 9 new positions in the District Court. These new positions are being denied due to the fiscal condition of the State.	309,437	GF	9.00
Total Reductions	1,249,671		9.00

<u>Effect</u>	<u>Allowance</u>	<u>Appropriation</u>	<u>Amount Reduction</u>	<u>Position Reduction</u>
Position	1,447.50	1,438.50		9.00
General Fund	161,851,553	160,601,882	1,249,671	
Total Funds	161,851,553	160,601,882	1,249,671	

C00A

C00A00.06 Administrative Office of the Courts

Reduce appropriation for the purposes indicated:	<u>Funds</u>	<u>Positions</u>
1. Eliminate 2 new positions in the Administrative Office of the Courts. These new positions are being denied due to the fiscal condition of the State.	126,066 GF	2.00
2. Eliminate funding for a security services contract for the Judiciary's Annapolis Complex. This initiative is double funded in the fiscal 2015 budget and will be met through the use of new regular personnel.	1,083,925 GF	
Total Reductions	1,083,925 1,209,991	2.00

<u>Effect</u>	<u>Allowance</u>	<u>Appropriation</u>	<u>Amount Reduction</u>	<u>Position Reduction</u>
Position	144.75	144.75 142.75		0.00 2.00
General Fund	29,706,752	28,622,827 28,496,761	1,083,925 1,209,991	
Special Fund	16,500,000	16,500,000	0	
Federal Fund	140,078	140,078	0	
Total Funds	46,346,830	45,262,905 45,136,839	1,083,925 1,209,991	

Amendment No.

2

Committee Narrative

C00A00.09 Judicial Information Systems

Information on Savings from the Maryland Electronic Court Project: The budget committees are concerned about the ever increasing costs associated with the Maryland Electronic Court (MDEC) major information technology development project. Since this project is supposed to make the Judiciary more efficient by reducing the support costs necessary in the current systems, the committees request that the Judiciary submit a report outlining what

C00A

efficiencies and fiscal savings, especially in personnel, that the Judiciary expects to realize once the MDEC project is fully operational. A report should be submitted to the budget committees by November 1, 2014.

Information Request	Author	Due Date
MDEC savings report	Judiciary	November 1, 2014

Budget Amendments

C00A00.10 Clerks of the Circuit Court

Amend the following language:

provided that this appropriation is reduced by ~~\$3,037,621~~ \$1,518,810 for contractual services, supplies and materials, and replacement and additional equipment.

Explanation: This action reduces the operating expenditures for the Clerks of the Circuit Court offices across the contractual services, supplies and materials, and replacement and additional equipment comptroller objects. ~~This reduction will align spending to the average of the actual spending for the last three fiscal years.~~

Amendment No.

3

Add the following language to the general fund appropriation:

Further provided that funds may be expended only for this purpose and may not be transferred by budget amendment or otherwise to any other purpose and shall revert to the General Fund.

Explanation: *This language restricts funding for the Clerks of the Circuit Court so that general funds appropriated to the Clerks of the Circuit Court may only be spent within the Clerks of the Circuit Court offices and may not be transferred to any other purpose. Funds not expended shall revert to the General Fund.*

Amendment No.

4

C00A

Reduce appropriation for the purposes indicated:

	<u>Funds</u>	<u>Positions</u>
1. Eliminate 19 21 new positions across the various Clerks of the Circuit Court offices. These positions are being denied due to the fiscal condition of the State.	737,866 GF 821,682 GF	19.00 21.00
 Total Reductions	 737,866 821,682	 19.00 21.00

<u>Effect</u>	<u>Allowance</u>	<u>Appropriation</u>	<u>Amount Reduction</u>	<u>Position Reduction</u>
Position	1,410.50	1,391.50 1,389.50		19.00 21.00
General Fund	84,835,172	84,097,306 84,013,490	737,866 821,682	
Special Fund	18,471,893	18,471,893	0	
Total Funds	103,307,065	102,569,199 102,485,383	737,866 821,682	

Amendment No.

5

Committee Narrative

C00A00.12 Major Information Technology Development Projects

Migrating Major Information Technology Development Costs to General Fund: Given the structural imbalance that exists in the Circuit Court Real Property Records Improvement Fund, it is the intent of the budget committees that the Judiciary plan for the costs for major information technology development to be funded from the general fund beginning in fiscal 2016.

C81C
Office of the Attorney General

Budget Amendments

Strike the following language:

~~Provided that a \$179,091 General Fund reduction is made for contractual full-time equivalent expenses. This reduction may be allocated across the agency.~~

~~**Explanation:** This action reduces the Office of the Attorney General's fiscal 2015 allowance for 3 contractual full-time equivalents related to the Attorney General's Honors Program across the following programs: Legal Counsel and Advice (1); Civil Litigation Division (1); and Criminal Appeals Division (1). The contractual full-time equivalents may continue to be funded with existing resources.~~

Amendment No.

6

Committee Narrative

***Information on Security Freezes:** It is the intent of the committees that the Office of the Attorney General work with hospitals in the State to provide notice to the parent or legal guardian of a newborn child that explains (1) how to request that a consumer reporting agency place a security freeze on the credit record for a child who is under the age of 16 years; and (2) the benefits of having a security freeze on a child's credit record.*

**C90G
Public Service Commission**

Budget Amendments

PUBLIC SERVICE COMMISSION

C90G00.01 General Administration and Hearings

Reduce appropriation for the purposes indicated:	<u>Funds</u>	<u>Positions</u>
1. Increase turnover expectancy to 3.79%. This action increases the turnover expectancy of the Public Service Commission (PSC) to more closely reflect the experience of the agency. This reduction may be allocated among the programs of PSC.	100,792	SF
2. Reduce funding for contractual employee payroll that is double budgeted. The fiscal 2015 allowance includes funding for 4 contractual full-time equivalents for three months from a grant from the American Recovery and Reinvestment Act of 2009. The fiscal 2015 allowance also includes a full year of funding with special funds for the same contractual full-time equivalents. This action reduces funding for the one quarter for which funds are double budgeted.	57,715	SF
 Total Reductions	 158,507	 0.00

<u>Effect</u>	<u>Allowance</u>	<u>Appropriation</u>	<u>Amount Reduction</u>	<u>Position Reduction</u>
Position	63.50	63.50		0.00
Special Fund	37,673,155	37,514,648	158,507	
Federal Fund	77,234	77,234	0	
Total Funds	37,750,389	37,591,882	158,507	

C90G

Committee Narrative

Outcome of the Review of Energy Assistance Programs: The Public Service Commission (PSC) began a comprehensive review of Maryland's energy assistance programs in calendar 2012. PSC staff and the Office of People's Counsel, as requested, presented a proposal for an alternative energy assistance program. PSC has not made a decision on the proposal or any other changes to the energy assistance programs. The budget committees request that PSC, in consultation with the Department of Human Resources, submit a report on the status or outcome of the review, including the anticipated ratepayer impact and impact to recipients of energy assistance benefits from any program changes.

Information Request	Author	Due Date
Outcome of the review of energy assistance programs in Maryland	PSC	December 1, 2014

C96J00
Uninsured Employers' Fund

Committee Narrative

Actuarial Study of the Uninsured Employers' Fund: The committees direct that the Uninsured Employers' Fund (UEF) perform an actuarial study to determine the health of the fund and whether the 2% assessment rate on workers' compensation awards is appropriate to maintain the fund's viability. The study should be presented to the committees by September 1, 2014.

Information Request	Author	Due Date
Actuarial study on UEF's fund balance	UEF	September 1, 2014

D05E
Board of Public Works

Budget Amendments

BOARD OF PUBLIC WORKS

D05E01.10 Miscellaneous Grants to Private Non-Profit Groups

Add the following language:

It is the intent of the General Assembly that the Governor include \$465,000 in a supplemental budget for the Maryland Academy of Sciences.

Explanation: The committees are concerned with the fiscal health of the Maryland Science Center in the upcoming fiscal year and request that the Governor provide an additional \$465,000 for the Science Center in fiscal 2015.

Committee Narrative

Operational Reporting: In continuance of the practice that began in July 2008, the committees request that the Maryland Zoological Society submit:

- audited financial statements for fiscal 2014; and
- year-to-date monthly attendance figures for the zoo for fiscal 2015 (by visitor group).

Information Request	Author	Due Date
Audited financials	Maryland Zoological Society	November 1, 2014
Attendance reports	Maryland Zoological Society	Monthly

D13A13
Maryland Energy Administration
Executive Department

Budget Amendments

D13A13.01 General Administration

Reduce appropriation for the purposes indicated:

	<u>Funds</u>	<u>Positions</u>
1. Increase turnover expectancy to 7%. A turnover expectancy of 7% would require 2.1 positions to be vacant. As of December 31, 2013, the Maryland Energy Administration has 4.0 vacant positions. A turnover expectancy of 7% better reflects historic experience.	50,638 SF 11,495 FF	
Total Reductions	62,133	0.00

<u>Effect</u>	<u>Allowance</u>	<u>Appropriation</u>	<u>Amount Reduction</u>	<u>Position Reduction</u>
Position	30.00	30.00		0.00
Special Fund	5,532,572	5,481,934	50,638	
Federal Fund	763,901	752,406	11,495	
Total Funds	6,296,473	6,234,340	62,133	

D13A13.02 The Jane E. Lawton Conservation Loan Program – Capital Appropriation

Reduce appropriation for the purposes indicated:

	<u>Funds</u>	<u>Positions</u>
1. Reduce funding for the Jane E. Lawton Conservation Loan Program (JELLP) by \$250,000. This action level funds the JELLP from fiscal 2014 at \$1.75 million. The Maryland Energy Administration (MEA) has had difficulties encumbering and expending funds in this program at a level equal to its appropriation. After accounting for project cancellations, the JELLP has not had \$1.75 million of encumbrances/expenditures in any year of the program's existence. If MEA is able to develop a project list sufficient to encumber more funding than is available with this action, MEA may process a budget amendment to provide additional spending authority.	250,000 SF	
Total Reductions	250,000	0.00

D13A13

<u>Effect</u>	<u>Allowance</u>	<u>Appropriation</u>	<u>Amount Reduction</u>	<u>Position Reduction</u>
Special Fund	2,000,000	1,750,000	250,000	
Total Funds	2,000,000	1,750,000	250,000	

D13A13.07 Energy Efficiency and Conservation Programs, All Other Sectors

Strike the following language:

~~provided that \$3,000,000 of this appropriation made for the purpose of Energy Efficiency and Conservation Programs, All Other Sectors may not be expended for that purpose but instead may be transferred by budget amendment to the Department of Housing and Community Development program S00A25.08 Homeownership Programs – Capital Appropriation to be used only for the Net Zero Homes Program. Funds not expended for this restricted purpose may not be transferred by budget amendment or otherwise to any other purpose and shall be canceled.~~

Explanation: This language restricts \$3 million of the Maryland Energy Administration funding from the Strategic Energy Investment Fund allocated to the Energy Efficiency and Conservation Programs, All Other Sectors to be used instead for the Net Zero Homes Program in the Department of Housing and Community Development (DHCD). The fiscal 2015 capital budget, as introduced, contains \$3 million of general obligation bond funds for this program. Under the program, DHCD will provide construction loans for net zero or low-energy use homes to homebuilders. The program is expected to become a revolving loan fund and the fiscal 2015 funding is part of the initial capitalization. This program is more appropriately funded with special funds as a pay-as-you-go program.

Amendment No.

7

D13A13

D13A13.08 Renewable and Clean Energy Programs and Initiatives

Add the following language to the special fund appropriation:

, provided that it is the intent of the General Assembly that \$1,700,000 of this appropriation made for the purpose of the Maryland Emergency Generation Grant Program may be used to incentivize backup emergency generation at fuel service stations and to incentivize backup emergency generators at volunteer fire department fire houses that are used as shelters during emergency situations.

Explanation: This language expresses the intent of the General Assembly that the Maryland Emergency Generation Grant Program be used to incentivize backup emergency generation at fuel service stations to ensure that during an emergency Marylanders are able to refuel their vehicles and travel to safety and also to incentivize backup power generators at volunteer fire department fire houses that are used as shelters during emergency situations.

D15A0516
Governor's Office of Crime Control and Prevention
Executive Department

Budget Amendments

BOARDS, COMMISSIONS, AND OFFICES

D15A05.16 Governor's Office of Crime Control and Prevention

Reduce appropriation for the purposes indicated:	<u>Funds</u>	<u>Positions</u>
1. Reduce funding for the Prince George's County State's Attorney (PGSA) grant. The State historically does not directly fund State's Attorney's offices. This action maintains the fiscal 2014 funding level of \$850,000 for the PGSA grant.	650,000	GF
2. Eliminate new funding for the Victims Services Grant, which is intended to establish and expand grant programs for the survivors of homicide victims in Maryland. The Criminal Injuries Compensation Board already distributes grants for a similar purpose.	500,000	GF
Total Reductions	1,150,000	
	0	

<u>Effect</u>	<u>Allowance</u>	<u>Appropriation</u>	<u>Amount Reduction</u>	<u>Position Reduction</u>
Position	39.00	39.00		0.00
General Fund	97,495,972	96,345,972 97,495,972	1,150,000 0	
Special Fund	2,331,943	2,331,943	0	
Federal Fund	17,605,813	17,605,813	0	
Total Funds	117,433,728	116,283,728 117,433,728	1,150,000 0	

Amendment No.

8

D15A0516

Committee Narrative

Report on Grant Award Process: *The committees request information on the process used to award grants to direct service providers. The committees, therefore, request that the Governor's Office of Crime Control and Prevention (GOCCP) submit a report to the committees that provides an outline of the process it uses to award grants to direct service providers, including the process utilized for awarding emergency grants and distributing unexpected revenue. The report shall be submitted by November 30, 2014.*

Information Request	Author	Due Date
<i>Report on grant award process</i>	<i>GOCCP</i>	<i>November 30, 2014</i>

Grant Award Process for State's Attorney Offices: *The committees are concerned about the distribution of funds awarded through the Governor's Office of Crime Control and Prevention (GOCCP) to local State's Attorney offices. The committees, therefore, request that GOCCP submit to the committees a report evaluating the current award process for grants to State's Attorney offices and indicating whether the State should have a formal role in funding local State's Attorney offices. The report shall include (1) a breakdown of all grants awarded through GOCCP to State's Attorney offices in fiscal 2013 and 2014; (2) a description of and rationale for the current process GOCCP uses to determine and award grants to local State's Attorney offices; and (3) an evaluation of whether the State should have a formal role, such as formula grant distribution, in funding all local State's Attorney offices.*

Information Request	Author	Due Date
<i>Report evaluating grant award process for State's Attorney offices</i>	<i>GOCCP</i>	<i>December 1, 2014</i>

D17B0151
Historic St. Mary's City Commission

Committee Narrative

Report on Historic St. Mary's City Commission's Role and Outreach in Southern Maryland: Given the Historic St. Mary's City Commission's (HSMCC) important role in promoting knowledge and access to Maryland's historical and natural resources and the expectation that HSMCC show how it is involved in the local community in its upcoming accreditation review, the committees request HSMCC report on its current educational outreach programs and ideas for future programs, as well as how it promotes regional heritage tourism. The report should consider other organizations and institutions that HSMCC currently works with, such as St. Mary's College of Maryland, and groups that HSMCC could improve or create new ties with, such as the National Park Service's Chesapeake Bay Gateways Network. HSMCC should also consider how it can do more to work with underserved communities in the State.

Information Request	Author	Due Date
HSMCC's role and outreach in Southern Maryland	HSMCC	December 1, 2014

D18A18
Governor's Office for Children

Budget Amendments

D18A18.01 Governor's Office for Children

Reduce appropriation for the purposes indicated:	<u>Funds</u>	<u>Positions</u>
1. Increase the Governor's Office for Children (GOC) turnover rate to 9.0%. GOC has a current vacancy rate of 20.6%, but is budgeted with a turnover rate of 5.6%.	46,383	GF
 Total Reductions	 46,383	 0.00

<u>Effect</u>	<u>Allowance</u>	<u>Appropriation</u>	<u>Amount Reduction</u>	<u>Position Reduction</u>
Position	16.50	16.50		0.00
General Fund	1,960,406	1,914,023	46,383	
Total Funds	1,960,406	1,914,023	46,383	

Committee Narrative

Out-of-home Placements: To facilitate evaluation of Maryland's family preservation programs in stemming the flow of children from their homes, the Governor's Office for Children (GOC), on behalf of the Children's Cabinet, is requested to prepare and submit to the budget committees a report on out-of-home placements containing data on the total number of out-of-home placements and entries by jurisdiction over the previous three years and similar data on out-of-state placements. The report should also provide information on the costs associated with out-of-home placements, the reasons for new placements, and an evaluation of data derived from the application of the Maryland Family Risk Assessment. Data should also be collected concerning indicated findings of child abuse and neglect occurring while families are receiving family preservation services or within one year of case closure. Each agency or administration that funds or places children and youth in out-of-home placements is requested to work closely with GOC and comply with any data requests necessary for the production of the report. The report should be submitted to the committees by December 15, 2014.

Information Request	Author	Due Date
Report on out-of-home placements	GOC	December 15, 2014

D26A
Department of Aging

Budget Amendments

Add the following language:

Provided that funds appropriated for the Senior Care (\$7,264,243 in general funds), Senior Center Operating Fund (\$500,000 in general funds), Vulnerable Adults (\$557,433 in general funds and \$103,998 in federal funds), and the Ombudsmen (\$1,134,613 in general funds and \$362,363 in federal funds) programs are restricted to those purposes and may not be transferred to any other program or purpose. Funds not expended or transferred shall be canceled or revert to the General Fund.

Explanation: *The General Assembly is concerned about the use of funds appropriated for the local Area Agencies on Aging being diverted to administrative expenses. This language states that funds appropriated for certain programs (Senior Care, Senior Center Operating Fund, Vulnerable Adults, and Ombudsmen) may only be used for that purpose.*

Amendment No.

9

D26A07.01 General Administration

Add the following language to the general fund appropriation:

, provided it is the intent of the General Assembly that, in the fiscal 2016 allowance, a new and unique budget code be established for programs and grants to the local Area Agencies on Aging (AAAs) separate from the rest of the Maryland Department of Aging (MDOA) budget. The new budget code shall capture all general, special, federal, and reimbursable funds that are intended as programs and grants to the AAAs. Such spending shall also be separated out from the rest of the MDOA budget in the fiscal 2015 working budget and actual fiscal 2014 spending, as reported in the data provided with the Governor's proposed fiscal 2016 allowance.

Explanation: *In order to exercise better oversight of the MDOA budget, the General Assembly requests that funding for programs and grants intended for the local AAAs be separated out from the rest of the MDOA budget with the introduction of the Governor's proposed fiscal 2016 budget. Such spending should also be separated out for the fiscal 2015 working budget and the 2014 actual spending data provided with the proposed budget.*

Amendment No.

10

D26A

Reduce appropriation for the purposes indicated:	<u>Funds</u>	<u>Positions</u>
1. <i>Reduce the program funding for the Maryland Access Point (MAP) to the fiscal 2013 level. The MAP received no general funds in fiscal 2014.</i>	125,000	GF
<i>Total Reductions</i>	125,000	

<u>Effect</u>	<u>Allowance</u>	<u>Appropriation</u>	<u>Amount Reduction</u>	<u>Position Reduction</u>
<i>Position</i>	51.70	51.70		0.00
<i>General Fund</i>	21,433,312	21,308,312	125,000	
<i>Special Fund</i>	484,331	484,331	0	
<i>Federal Fund</i>	26,759,711	26,759,711	0	
<i>Total Funds</i>	48,677,354	48,552,354	125,000	

Amendment No. 11

Committee Narrative

Report on Various Financial Management Issues: *The budget committees are concerned about the financial management of the Maryland Department of Aging (MDOA). A number of things have come to the attention of the committees during this session and the past few months, including issues related to how funding is allocated, used, and diverted to other purposes. MDOA should submit a report to the budget committees with additional information on the following subjects:*

- *For grants and programs that are allocated to local Area Agencies on Aging (AAAs) by formula, an explanation of how each formula operates and how it was developed, and any planned changes to the current formulas.*
- *A discussion of the changes made to the allocation of Senior Care funds prior to the start of fiscal 2013, including new data or assumptions that were used in the reallocation of funding, and a discussion of when a new study of the Senior Care allocation will occur.*

D26A

- *An accounting of all funds used for the Innovations on Aging Exposition and Conference in May 2012, including the specific sources and the expo events or programs supported by each (for example, what events or programs were supported by a specific sponsorship).*

This report should be submitted to the budget committees by September 1, 2014.

<i>Information Request</i>	<i>Author</i>	<i>Due Date</i>
<i>Report on financial management issues</i>	<i>MDOA</i>	<i>September 1, 2014</i>

D38I
State Board of Elections

Budget Amendments

D38I01.01 General Administration

Add the following language to the general fund appropriation:

, provided that it is the intent of the General Assembly that:

- (1) no Maryland voter should have to wait for more than 30 minutes to vote;
- (2) the State Board of Elections (SBE) and local boards of elections (LBEs) take every possible action to ensure that voters casting ballots at early voting centers and polling places on Election Day are able to complete the entire voting process, from arrival to departure, within 30 minutes;
- (3) SBE, in conjunction with the LBEs, collect additional data on wait times for voters at an appropriate selection of individual early voting centers and Election Day polling places in the 2014 General Election in jurisdictions that experienced wait times in excess of 30 minutes in the 2012 General Election; and
- (4) the data collection efforts include recording line length at regular intervals during the day to monitor turnout flow at an appropriate selection of individual early voting centers and Election Day polling places in the 2014 General Election in jurisdictions that experienced wait times in excess of 30 minutes in the 2012 General Election.

Further provided that \$100,000 of this appropriation made for the purpose of General Administration may not be expended until SBE submits a report to the House Appropriations Committee, House Ways and Means Committee, Senate Budget and Taxation Committee, and Senate Education, Health, and Environmental Affairs Committee that:

- (1) describes the data collection methods used and summarizes the additional data collected on wait times for voters at an appropriate selection of early voting centers and Election Day polling places in the 2014 General Election in jurisdictions that experienced wait times in excess of 30 minutes in the 2012 General Election;
- (2) analyzes the additional data on wait times collected during the 2014 General Election at early voting centers and Election Day polling places to identify the causes of wait times in excess of 30 minutes; and
- (3) includes plans for reducing wait times at early voting centers and Election Day polling places to 30 minutes or less in future elections based on the analysis of the data from the 2014 General Election and other relevant data.

D38I

The report shall be submitted by January 15, 2015, and the 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.

Explanation: The General Assembly is concerned about excessive wait times for voters in recent Maryland elections. According to the Survey of the Performance of American Elections (SPAEE), Maryland had the third longest wait times in the country in the 2012 General Election and the sixth longest wait times in the 2008 General Election. According to the SPAEE, Maryland's average wait time in the 2012 General Election was 29 minutes and in the 2008 General Election was 26 minutes. President Barack Obama created the Presidential Commission on Election Administration in calendar 2013 to make recommendations on reducing long lines at polling places, among other issues. In its report, released in January 2014, the commission concluded that voters should not have to wait more than one half hour to vote and that election officials should be able to plan the allocation of their resources to allow nearly all voters to be processed within that time. In the report, the commission recommended that election officials measure wait times at polling places, use the information to analyze the causes of long wait times, and develop plans using that information to avoid lengthy wait times in the future. A report analyzing Maryland-specific wait time concerns submitted to the General Assembly in January 2014 in response to a requirement in Chapters 157 and 158 of 2013 included similar recommendations. This language expresses an intent that, consistent with the recommendations of the Presidential Commission on Election Administration, wait times for voters not be longer than one half hour; SBE, in conjunction with the LBEs, collect additional data on voter wait times in the 2014 General Election; analyze the wait times data from the 2014 General Election; and develop plans to prevent lengthy wait times based on analysis of the data from the 2014 General Election and other relevant data.

Information Request	Author	Due Date
Report on voting wait times	SBE	January 15, 2015

Amendment No. **12**

D40W01
Department of Planning

Budget Amendments

D40W01.07 Management Planning and Educational Outreach

Reduce appropriation for the purposes indicated:

	<u>Funds</u>	<u>Positions</u>
1. Abolish a long-term vacant position. This administrator III position (PIN #045698) in the Management Planning and Educational Outreach program has been vacant for longer than a year. While the Maryland Department of Planning indicates that it is holding the position vacant in order to meet budgeted turnover, there are other vacant positions that may be used for this purpose.	42,473 GF 18,204 FF	1.00
Total Reductions	60,677 0	1.00 0.00

<u>Effect</u>	<u>Allowance</u>	<u>Appropriation</u>	<u>Amount Reduction</u>	<u>Position Reduction</u>
Position	14.00	13.00 14.00		1.00 0.00
General Fund	1,099,490	1,057,017 1,099,490	42,473 0	
Special Fund	3,195,484	3,195,484	0	
Federal Fund	1,080,446	1,062,242 1,080,446	18,204 0	
Total Funds	5,375,420	5,314,743 5,375,420	60,677 0	

Amendment No.

13

D40W01

D40W01.12 Sustainable Communities Tax Credit

Add the following language to the general fund appropriation:

, provided that \$10,000,000 of this appropriation made for the purpose of awarding Sustainable Communities Tax Credit program tax credits is contingent on the enactment of HB 510 reauthorizing the program.

Explanation: The language makes \$10,000,000 in general funds appropriated for Sustainable Communities Tax Credit program tax credits contingent on the enactment of HB 510 re-authorizing the program.

Amendment No.

14

D50H
Military Department

Committee Narrative

MILITARY DEPARTMENT OPERATIONS AND MAINTENANCE

D50H01.03 Army Operations and Maintenance

Continue to Provide Sufficient General Funds for Military Department Maintenance to Obtain Matching Federal Funds: It is the intent of the budget committees that the Governor continue to provide general funds for the Military Department for maintenance in order to obtain matching federal funds.

D50H01.06 Maryland Emergency Management Agency

Report on Emergency Training and Exercises Conducted Versus Agency Objectives: The budget committees request that the Maryland Emergency Management Agency (MEMA), within the Maryland Military Department, submit a report comparing emergency training and exercises conducted versus agency objectives. It is the intent of the Maryland General Assembly that this report be submitted to the budget committees January 31, 2015.

Information Request	Author	Due Date
Report on emergency training and exercises conducted by MEMA versus agency objectives	MEMA	January 31, 2015

D53T

Maryland Institute for Emergency Medical Services Systems

Committee Narrative

Report on Back-up Commercial Air Ambulance Services: *The Maryland Institute for Emergency Medical Services Systems (MIEMSS) coordinates the statewide emergency medical services system, which includes helicopter transport of critically ill and injured patients. The Maryland Department of State Police safeguards the lives and safety of all persons in the State which includes, in part, providing air ambulance transport from the scene of a public safety incident through the Maryland State Police Aviation Command (MSPAC). In instances where the MSPAC is unavailable to provide scene transport, commercial air ambulance services, licensed by MIEMSS, may be requested as back-up to provide helicopter transport from the scene of a public safety incident under a memorandum of understanding with the State. Patients transported by MSPAC are not billed for helicopter transport, while patients transported via commercial service helicopter back-up are typically billed by the commercial air ambulance service for helicopter transport. The budget committees request MIEMSS submit a report, in consultation with MSPAC, the Department of Health and Mental Hygiene (DHMH) and the Office of the Attorney General (OAG), that will do the following: (1) identify existing mechanisms and methods for payment for patient scene transport provided by a back-up commercial air ambulance service helicopters at the request of MIEMSS; (2) recommend any necessary changes, improvements, or expansion of methods for payment for such services; and (3) determine whether the existing memoranda of understanding with commercial air ambulance service helicopters for back-up scene transport should be modified or replaced. The report shall be submitted to the budget committees, House Emergency Medical Services Workgroup, House Health and Government Operations Committee, and Senate Finance Committee by December 1, 2014.*

Information Request	Authors	Due Date
<i>Report on back-up commercial air ambulance services</i>	<i>MIEMSS DHMH OAG</i>	<i>December 1, 2014</i>

D55P00
Department of Veterans Affairs

Budget Amendments

D55P00.05 Veterans Home Program

Reduce appropriation for the purposes indicated:	<u>Funds</u>	<u>Positions</u>
1. Reduce funding for publications and advertising to more closely align with prior year actuals.	5,000	GF
 Total Reductions	 5,000	 0.00

<u>Effect</u>	<u>Allowance</u>	<u>Appropriation</u>	<u>Amount Reduction</u>	<u>Position Reduction</u>
Position	4.00	4.00		0.00
General Fund	3,711,904	3,706,904	5,000	
Special Fund	100,000	100,000	0	
Federal Fund	13,469,960	13,469,960	0	
Total Funds	17,281,864	17,276,864	5,000	

D60A State Archives

Committee Narrative

D60A10.01 Archives

Improve Oversight of Records Management Procedures: The committees are concerned that there is a lack of oversight for the records management process. It is the intent of the budget committees that the following changes be made to improve the oversight of records management procedures:

- ~~the Office of Legislative Audits shall request a copy of an agency's retention schedule as part of the routine for an entrance meeting of a fiscal compliance audit and note in the report if an up-to-date schedule is not available;~~
- a records management training program, including new employees introductory training, shall be developed by the Maryland State Archives and the Department of General Services and offered to State and local government agencies; and
- the Secretary of the Department of Information Technology (IT) and the Chief Judge shall implement an information life-cycle management component as part of the functional requirements analysis for all IT projects.

Report on Electronic Record Creation, Maintenance, and Management: *It is the intent of the budget committees that State agencies pursue greater electronic record creation, maintenance, and management. In November 2011, President Barack H. Obama signed the presidential memorandum, "Managing Government Records," which requires that to the fullest extent possible, all federal executive agencies eliminate paper and use electronic recordkeeping by 2019. In a 2013 records management report submitted to the budget committees, the Maryland State Archives (MSA) and the Department of General Services (DGS) recommended that Maryland's executive and legislative branch follow the lead of the federal government and mandate that State agencies update records management practices for the digital age in order to improve performance, promote openness and accountability, minimize cost, and increase efficiency. The committees therefore request that MSA and DGS, in consultation with the Department of Information Technology (DoIT), submit a report indicating steps necessary to reach electronic creation, maintenance, and management of State records.*

<i>Information Request</i>	<i>Authors</i>	<i>Due Date</i>
<i>Report on electronic record creation, maintenance, and management</i>	<i>MSA DGS DoIT</i>	<i>June 30, 2015</i>

D78Y01
Maryland Health Benefit Exchange

Budget Amendments

Add the following language:

Provided that \$1,000,000 of the special fund appropriation made for the purpose of administration and general operations in the Maryland Health Benefit Exchange (MHBE) may not be expended until:

- (1) MHBE submits to the budget committees the first of fiscal 2015 quarterly budget reports detailing actual expenditures of prior year encumbrances, actual year-to-date expenditures, and the manner in which proposed expenditures are to be spent. These quarterly budget reports shall be submitted within 30 days of the end of each quarter beginning July 1, 2014, and will be in a format agreed upon between MHBE and the Department of Legislative Services.

- (2) MHBE, in consultation with the Department of Information Technology (DoIT), submits to the budget committees the first of bimonthly reports on the progress in remediating/replacing the MHBE Eligibility System both in terms of the impact of enrollment into qualified health plans, enrollment into Medicaid, and Medicaid redeterminations. These bimonthly reports shall be submitted within 15 days of the end of each bimonthly period beginning July 1, 2014, and will be in the format used by DoIT for its year-end major information technology development project report.

The committees shall have 45 days to review and comment on the initial reports from MHBE. Funds restricted pending the receipt of the initial reports may not be transferred by budget amendment or otherwise to any other purpose and shall be canceled if the initial reports are not submitted to the budget committees.

Explanation: The language provides additional reporting from MHBE over immediate budget expenditures and the remediation/replacement of MHBE Eligibility System (HIX). No final strategy concerning the HIX has been decided upon by the Administration. The language will allow for a degree of heightened oversight once that decision has been made.

Information Request	Authors	Due Date
Quarterly budget reports	MHBE	30 days after the end of each quarter beginning with July 1, 2014
Bi-monthly reports on the HIX remediation/replacement	MHBE	15 days after the end of each bi-monthly period beginning with July 1, 2014

D90U00

Canal Place Preservation and Development Authority

Committee Narrative

Report on Ownership Options: The budget committees request that the Maryland Heritage Area Authority (MHAA) and the Department of General Services (DGS), in consultation with the Canal Place Preservation and Development Authority (CPPDA), submit a report on alternatives to State ownership of CPPDA's property. As currently constructed, CPPDA is facing difficulties achieving financial self-sufficiency. It is therefore worth examining if there is another ownership structure that would allow for greater success. The authority should prepare the report in consultation with the Department of Budget and Management (DBM) and local officials from Allegany County and the City of Cumberland.

The report should examine options that include (1) enveloping the property into another State agency; (2) transitioning the property to the county or city government; (3) transitioning the property to the National Park Service; or (4) ceasing operations. The report should consider the value of the current property and any costs that would accrue to the State to dispose of the property. Implications related to any historic sites should also be considered. The report should also examine any impacts on control of the current heritage area and on current State employees and the level of support of the local governments.

Information Request	Authors	Due Date
Report on ownership options	MHAA and DGS in consultation with CPPDA and DBM	December 31, 2014

E00A
Comptroller of Maryland

Budget Amendments

REVENUE ADMINISTRATION DIVISION

E00A04.01 Revenue Administration

Add the following language to the general fund appropriation:

, provided that because the Comptroller of Maryland has had four or more repeat audit findings in the most recent fiscal compliance audit issued by the Office of Legislative Audits (OLA), \$100,000 of this agency's administrative appropriation may not be expended unless:

- (1) the Comptroller of Maryland has taken corrective action with respect to all repeat audit findings on or before November 1, 2014; and
- (2) a report is submitted to the budget committees by OLA listing each repeat audit finding along with a determination that each repeat finding was corrected. The budget committees shall have 45 days to review and comment to allow for funds to be released prior to the end of fiscal 2015.

Explanation: The Joint Audit Committee has requested that budget bill language be added for each unit of State government that has four or more repeat audit findings in its most recent fiscal compliance audit. Each such agency is to have a portion of its administrative budget withheld pending the adoption of corrective action by the agency and a determination by OLA that each finding was corrected. OLA shall submit reports to the budget committees on the status of repeat findings.

Information Request	Author	Due Date
Status of corrective actions related to the most recent fiscal compliance audit	OLA	45 days before the release of funds

E00A

COMPLIANCE DIVISION

E00A05.01 Compliance Administration

Reduce appropriation for the purposes indicated:

	<u>Funds</u>	<u>Positions</u>
1. Increase turnover to 5% 4.43% to reflect actual turnover in recent years. The agency has sufficient vacancies to absorb this reduction.	687,096 GF 343,548 GF 138,145 SF 69,073 SF	
Total Reductions	825,241 412,621	

<u>Effect</u>	<u>Allowance</u>	<u>Appropriation</u>	<u>Amount Reduction</u>	<u>Position Reduction</u>
Position	389.30	389.30		0.00
General Fund	23,884,463	23,197,367 23,540,915	687,096 343,548	
Special Fund	8,964,719	8,826,574 8,895,646	138,145 69,073	
Total Funds	32,849,182	32,023,941 32,436,561	825,241 412,621	

Amendment No. **15**

INFORMATION TECHNOLOGY DIVISION

E00A10.02 Comptroller IT Services

Reduce appropriation for the purposes indicated:

	<u>Funds</u>	<u>Positions</u>
1. Reduce funding for software upgrades by a total of \$27,500 for the Comptroller's Information Technology Division based on fiscal 2013 actual expenditures for software upgrades. This action reduces funding for software upgrades to the Comptroller's Information Technology Division by \$22,000 in general funds and \$5,500 in special funds.	22,000 GF 5,500 SF	

E00A

2. Reduce funding for computer replacements by a total of \$124,751 for the Comptroller's Information Technology Division. This action reduces agencywide desktop and laptop replacements from 30 to 25% for fiscal 2015.	106,038 GF 18,713 SF	
Total Reductions	152,251	0.00

<u>Effect</u>	<u>Allowance</u>	<u>Appropriation</u>	<u>Amount Reduction</u>	<u>Position Reduction</u>
Position	75.50	75.50		0.00
General Fund	17,027,342	16,899,304	128,038	
Special Fund	2,706,313	2,682,100	24,213	
Total Funds	19,733,655	19,581,404	152,251	

E50C
State Department of Assessments and Taxation

Budget Amendments

Add the following language:

Provided that it is the intent of the General Assembly that the new assessor positions, or other positions, assigned to the Supervisor of Assessments for Baltimore City in fiscal 2015 focus primarily on inspections of commercial property and verifying that property that is not subject to taxation under § 7-202 or § 7-204 of the Tax-Property Article is in current actual use for a tax-exempt purpose.

Further provided that it is the intent of the General Assembly that the department consider entering into agreements with individual counties or Baltimore City under which the county or city agrees to provide a grant to the department to hire additional personnel for the purpose of performing ministerial duties within the county or Baltimore City. The work performed by the additional personnel funded by a county or city:

- (1) shall be under the review and guidance of the department;
- (2) shall be consistent with the department's statutory duties, including applicable requirements concerning confidentiality of information in the department's possession; and
- (3) may not involve discretionary decision making on any matter, including the valuation or assessment of property.

Explanation: This language expresses the intent of the General Assembly that the new assessors assigned to Baltimore City within the State Department of Assessments and Taxation (SDAT) in fiscal 2015 focus on inspections of commercial property and verifying that certain properties which have certain tax exemptions are being used for those purposes. This language also expresses the intent of the General Assembly that SDAT consider entering into agreements with individual counties or Baltimore City, whereby the county or Baltimore City would provide funds to SDAT in order for SDAT to hire additional personnel. These personnel would be under the full control of SDAT and would only be able to perform such duties as are statutorily permissible for them to perform.

Amendment No.

16

E50C

E50C00.01 Office of the Director

Amend the following language to the general fund appropriation:

, provided that this appropriation shall be reduced by ~~\$321,535~~ \$143,724 contingent upon the enactment of legislation authorizing the use of Charter Funds to support the Office of the Director.

Explanation: This language amends the general fund amount to be reduced contingent upon a provision in the Budget Reconciliation and Financing Act in order to limit the amount of special funds from the Charter Unit which can be used within the Office of the Director to 5% of the total costs of the Office of the Director.

Add the following language to the general fund appropriation:

Further provided that because the State Department of Assessments and Taxation has had four or more repeat findings in the most recent fiscal compliance audit issued by the Office of Legislative Audits (OLA), \$100,000 of this appropriation may not be expended unless:

- (1) the State Department of Assessments and Taxation has taken corrective action with respect to all repeat audit findings on or before November 1, 2014; and
- (2) a report is submitted to the budget committees by OLA listing each repeat audit finding along with a determination that each repeat finding was corrected. The budget committees shall have 45 days to review and comment to allow for funds to be released prior to the end of fiscal 2015.

Explanation: The Joint Audit Committee has requested that budget bill language be adopted for each unit of State government that has four or more repeat audit findings in its most recent fiscal compliance audit. Each such agency is to have a portion of its administrative budget withheld pending the adoption of corrective action by the agency, and a determination by the Office of Legislative Audits (OLA) that each finding was corrected. OLA shall submit reports to the budget committees on the status of repeat findings.

Information Request	Author	Due Date
Resolution of repeat audit findings	OLA	Prior to expenditures of funds

E75D
State Lottery and Gaming Control Agency

Budget Amendments

STATE LOTTERY AND GAMING CONTROL AGENCY

E75D00.02 Video Lottery Terminal and Gaming Operations

Reduce appropriation for the purposes indicated:	<u>Funds</u>	<u>Positions</u>
1. Delete 5 new positions. The State Lottery and Gaming Control Agency is currently carrying a large number of vacant positions, many that were created by the enactment of the previous budget. The agency should strive to fill the current positions. In recognition of the agency's licensing and regulatory workload, this action would still allow for the creation of 25 new positions in fiscal 2014 and 2015.	255,095 GF	5.00
2. Increase the turnover rate for 17 positions included in the fiscal 2015 allowance. As introduced, the new positions carried a turnover rate of 6%. Given the number of existing vacancies, it is assumed that filling the new positions will not be immediate and that budgeted turnover should be higher.	259,544 GF	
 Total Reductions	514,639 0	5.00 0.00

<u>Effect</u>	<u>Allowance</u>	<u>Appropriation</u>	<u>Amount Reduction</u>	<u>Position Reduction</u>
Position	143.00	138.00 143.00		5.00 0.00
General Fund	71,671,798	71,157,159 71,671,798	514,639 0	
Special Fund	14,403,175	14,403,175	0	
Total Funds	86,074,973	85,560,334 86,074,973	514,639 0	

E75D

Committee Narrative

Machine Cost Savings: The budget committees request that the State Lottery and Gaming Control Agency (SLGCA) prepare an estimate of the savings to the State that can be expected due to the transfer of video lottery terminals (VLT) from State ownership to casino ownership. The estimate should include an accounting of all VLT machines, both owned and leased, by facility. By statute, the savings must be appropriated to the Education Trust Fund; however, the fiscal 2015 allowance does not reflect any such appropriation. In an effort to assist budget forecasting, the SLGCA, in consultation with the Department of Budget and Management (DBM), should attempt to quantify, by fiscal year, the VLT cost savings.

Information Request	Author	Due Date
VLT cost savings	SLGCA, in consultation with DBM	June 1, 2014

F10
Department of Budget and Management

Budget Amendments

OFFICE OF THE SECRETARY

F10A01.03 Central Collection Unit

Reduce appropriation for the purposes indicated:	<u>Funds</u>	<u>Positions</u>
1. Delete funding for 3 contractual full-time equivalents (FTE). The allowance includes 3 new contractual FTEs in the Central Collection Unit in error. This action deletes funding for those positions.	86,381	SF
 Total Reductions	 86,381	 0.00

<u>Effect</u>	<u>Allowance</u>	<u>Appropriation</u>	<u>Amount Reduction</u>	<u>Position Reduction</u>
Position	124.00	124.00		0.00
Special Fund	13,691,294	13,604,913	86,381	
Total Funds	13,691,294	13,604,913	86,381	

Committee Narrative

OFFICE OF PERSONNEL SERVICES AND BENEFITS

F10A02.02 Division of Employee Benefits

Contractual Employee Health Insurance: Beginning January 1, 2015, certain contractual employees will be eligible for subsidized health insurance as required under the Affordable Care Act. The fiscal 2015 budget includes funding to implement this requirement; however, it is difficult to determine the actual number of employees who may participate. Furthermore, the federal rules as to who is eligible for health insurance are not clear. The committees request an update from the Department of Budget and Management (DBM) on February 1, 2015, on the process used to determine eligibility, the number of contractual employees who signed up for health insurance, and an updated cost estimate.

Information Request	Author	Due Date
Contractual Employee Health Insurance	DBM	February 1, 2015

F50
Department of Information Technology

Budget Amendments

MAJOR INFORMATION TECHNOLOGY DEVELOPMENT PROJECT FUND

F50A01.01 Major Information Technology Development Project Fund

Reduce appropriation for the purposes indicated:	<u>Funds</u>	<u>Positions</u>
1. Reduce funding for the Medicaid Enterprise Restructuring Project. Concerns have been raised about this project in past sessions. On January 31, 2014, the Department of Health and Mental Hygiene sent a cure notice to the contractor. The notice identifies major problems with the project. This is expected to delay the project and reduce the amount of general funds required in fiscal 2015.	2,000,000	GF
 Total Reductions	 2,000,000	 0.00

<u>Effect</u>	<u>Allowance</u>	<u>Appropriation</u>	<u>Amount Reduction</u>	<u>Position Reduction</u>
General Fund	23,668,423	21,668,423	2,000,000	
Special Fund	975,560	975,560	0	
Total Funds	24,643,983	22,643,983	2,000,000	

OFFICE OF INFORMATION TECHNOLOGY

F50B04.01 State Chief of Information Technology

Reduce appropriation for the purposes indicated:	<u>Funds</u>	<u>Positions</u>
1. Increase department turnover rate. Since 2010, the department's vacancy rate has averaged approximately 20.0%. To some extent, this is attributable to an uncompetitive salary structure. In fiscal 2014, over \$1 million was provided to reclassify positions. Because the process is not moving as quickly as anticipated, a cost containment measure reduces these funds by approximately \$212,000. In January 2014, the vacancy rate was 20.0%. The budget assumes a turnover rate of 3.6%. Increasing budgeted turnover by 2 percentage points, for a rate of	150,000	GF
	9,000	SF

F50

5.6%, provides the agency with funds sufficient to hire almost three-quarters of its vacant positions. The reduction can be distributed across the department by budget amendment.

Total Reductions	159,000	0.00
------------------	---------	------

<u>Effect</u>	<u>Allowance</u>	<u>Appropriation</u>	<u>Amount Reduction</u>	<u>Position Reduction</u>
Position	21.00	21.00		0.00
General Fund	2,639,896	2,489,896	150,000	
Special Fund	92,134	83,134	9,000	
Federal Fund	968,642	968,642	0	
Total Funds	3,700,672	3,541,672	159,000	

Committee Narrative

Tracking Web Services Offered by State Agencies: The Department of Information Technology's (DoIT) has the mission to "develop and manage an effective and efficient web technologies framework so that Maryland government information is readily accessible to citizens and agencies." In recent years, efforts have been made to provide additional resources for State agencies to expand the number of services that are offered on the Web. However, the State does not provide data showing the extent to which the numbers of services provided on the internet are expanding. Through the Managing for Results (MFR) initiative the State attempts to measure how effectively agencies are providing services. DoIT should develop MFR performance measures regarding the extent to which agencies are expanding the number of services offered on the Internet. Indicators measuring quality and ease of use for websites should also be developed. These measurements should be submitted with the MFR data provided in the annual budget submission.

Information Request	Author	Due Date
Tracking web service offered by State agencies	DoIT	With the fiscal 2016 budget

F50

Tracking Cyber Security Efforts: Cyber security is an integral part of the Department of Information Technology's (DoIT) mission. Recently there have been some high-profile security breaches at the State and federal level. Cyber threats are real and the State should have an effective cyber security program. In the past year, DoIT has deployed additional resources to improve cyber security in State agencies. Through the Managing for Results (MFR) initiative the State attempts to measure how effectively agencies are providing services. However, the State currently does not measure cyber security efforts. DoIT should develop MFR performance measures related to cyber security efforts. These measurements should be submitted with its MFR data provided in the annual budget submission.

Information Request	Author	Due Date
Tracking cyber security efforts	DoIT	With the fiscal 2016 budget

G20J
State Retirement Agency
Maryland State Retirement and Pension Systems

Budget Amendments

STATE RETIREMENT AGENCY

G20J01.01 State Retirement Agency

Reduce appropriation for the purposes indicated:

	<u>Funds</u>	<u>Positions</u>
1. Reduce funding for a Maryland Pension Administration System (MPAS) II information technology contractor by \$250,000. MPAS-II is behind schedule, having spent only about \$59,000 of its \$450,000 fiscal 2014 allocation for programming services through the first six months of the fiscal year. Due to competing demands for programming services within the agency and contractual restrictions on available programmers, it is unlikely that the State Retirement Agency can significantly accelerate the pace of the project. With a substantial encumbered balance expected at the end of fiscal 2014, the full allowance of \$450,000 for fiscal 2015 is not necessary.	250,000	SF
Total Reductions	250,000	0.00

<u>Effect</u>	<u>Allowance</u>	<u>Appropriation</u>	<u>Amount Reduction</u>	<u>Position Reduction</u>
Position	192.00	192.00		0.00
Special Fund	18,534,401	18,284,401	250,000	
Total Funds	18,534,401	18,284,401	250,000	

G20J

Committee Narrative

Alternatives to Board of Trustees' Elections: The State Retirement Agency, in consultation with the Department of Legislative Services, should study alternatives to current practices related to the selection of representatives of active and retired members to serve on the board of trustees. The study should examine, at a minimum, the costs and participation rates of recent board elections and alternative practices used in other states to select representatives of active and retired members to serve on pension boards. The agency should submit a report with its findings and recommendations to the Joint Committee on Pensions, the Senate Budget and Taxation Committee, and the House Appropriations Committee by December 1, 2014.

Information Request	Author	Due Date
Report on alternatives to board of trustees' elections	State Retirement Agency	December 1, 2014

H00
Department of General Services

Budget Amendments

Add the following language:

Provided that the authorization to expend reimbursable funds is reduced by \$68,088.

Explanation: Reduce reimbursable funds by \$68,088 to remove funding for contractual full-time equivalents that are being converted to regular positions.

OFFICE OF PROCUREMENT AND LOGISTICS

H00D01.01 Procurement and Logistics

Add the following language to the general fund appropriation:

, provided that because the Department of General Services (DGS) has had four or more repeat audit findings in the most recent fiscal compliance audit issued by the Office of Legislative Audits (OLA), \$100,000 of this agency's administrative appropriation may not be expended unless:

- (1) DGS has taken corrective action with respect to all repeat audit findings on or before November 1, 2014; and
- (2) a report is submitted to the budget committees by OLA listing each repeat audit finding along with a determination that each repeat finding was corrected. The budget committees shall have 45 days to review and comment to allow for funds to be released prior to the end of fiscal 2015.

Explanation: The Joint Audit Committee has requested that budget bill language be added for each unit of State government that has four or more repeat audit findings in its most recent fiscal compliance audit. Each such agency is to have a portion of its administrative budget withheld pending the adoption of corrective action by the agency and a determination by the Office of Legislative Audits (OLA) that each finding was corrected. OLA shall submit reports to the budget committees on the status of repeat findings.

Information Request	Author	Due Date
Status of corrective actions related to the most recent fiscal compliance audit	OLA	45 days before the release of funds

H00

OFFICE OF FACILITIES PLANNING, DESIGN AND CONSTRUCTION

H00G01.01 Facilities Planning, Design and Construction

Add the following language to the general fund appropriation:

Further provided that the appropriation made for the purpose of the statewide Critical Maintenance Program may also be used to fund information technology projects within the Department of General Services.

Explanation: Ongoing critical information technology infrastructure needs are impairing agency operations and creating significant operational risks.

Committee Narrative

Annual Report on Energy Conservation Efforts: The State Building Energy Efficiency and Conservation Act of 2006 required the Department of General Services (DGS) and the Maryland Energy Administration to develop energy use index and savings goals for every State agency. Consistent with the State Building Energy Efficiency and Conservation Act, the EmPOWER Maryland Energy Efficiency Act of 2008 established a State goal of achieving a 15% reduction in per capita electricity consumption and peak demand by the end of 2015. Beginning November 1, 2014, and annually thereafter, DGS shall submit a status report to the committees outlining the State's energy conservation efforts. The report shall include:

- strategies employed by the department to reduce statewide energy consumption;
- an update on the implementation of the State's utility database, including the status of agency compliance in providing missing utility data;
- statewide utility costs and consumption data (by agency);
- energy use index and savings goals for every State agency; and
- the State's level of compliance with the State Building Energy Efficiency and Conservation Act and the EmPOWER Maryland Energy Efficiency Act.

Information Request	Author	Due Date
Report on energy conservation	DGS	November 1, 2014, and annually thereafter

J00
Department of Transportation

Budget Amendments

Add the following language:

Provided that it is the intent of the General Assembly that projects and funding levels appropriated for capital projects, as well as total estimated project costs within the Consolidated Transportation Program, shall be expended in accordance with the plan approved during the legislative session. The department shall prepare a report to notify the budget committees of the proposed changes if the department modifies the program to:

- (1) add a new project to the construction program or development and evaluation program meeting the definition of a “major project” under Section 2-103.1 of the Transportation Article that was not previously contained within a plan reviewed in a prior year by the General Assembly and will result in the need to expend funds in the current budget year;
or
- (2) change the scope of a project in the construction program or development and evaluation program meeting the definition of a “major project” under Section 2-103.1 of the Transportation Article that will result in an increase of more than 10% or \$1,000,000, whichever is greater, in the total project costs as reviewed by the General Assembly during a prior session.

For each change, the report shall identify the project title, justification for adding the new project or modifying the scope of the existing project, current year funding levels, and the total project cost as approved by the General Assembly during the prior session compared with the proposed current year funding and total project cost estimate resulting from the project addition or change in scope.

Further provided that notification of project additions, as outlined in item (1) above; changes in the scope of a project, as outlined in item (2) above; or moving projects from the development and evaluation program to the construction program shall be made to the General Assembly 45 days prior to the expenditure of funds or the submission of any contract for approval to the Board of Public Works.

Explanation: This annual budget bill language requires the department to notify the budget committees of proposed changes to the transportation capital program that will add a new project that was not in the fiscal 2014-2019 CTP or will increase a total project’s cost by more than 10% or \$1 million, due to a change in scope. Reports are to be submitted with the draft and final versions of the CTP, with each using the 2014 session CTP as the basis for comparison. In addition, notification is required as needed throughout the budget year, if certain changes to projects are made.

J00

Information Request	Author	Due Date
Capital budget changes from one CTP version to the next	Maryland Department of Transportation	With draft CTP With final CTP
Capital budget changes throughout the year	Maryland Department of Transportation	45 days prior to the expenditure of funds or seeking Board of Public Works approval

Add the following language:

The Maryland Department of Transportation (MDOT) may not expend funds on any job or position of employment approved in this budget in excess of 9,155.5 positions and 40.7 contractual full-time equivalents paid through special payments payroll (defined as the quotient of the sum of the hours worked by all such employees in the fiscal year divided by 2,080 hours) of the total authorized amount established in the budget for MDOT at any one time during fiscal 2015. The level of contractual full-time equivalents may be exceeded only if MDOT notifies the budget committees of the need and justification for additional contractual personnel due to:

- (1) business growth at the Helen Delich Bentley Port of Baltimore or Baltimore/Washington International Thurgood Marshall Airport that demands additional personnel; or
- (2) emergency needs that must be met, such as transit security or highway maintenance.

The Secretary of Transportation shall use the authority under Sections 2-101 and 2-102 of the Transportation Article to implement this provision. However, any authorized job or position to be filled above the regular position ceiling approved by the Board of Public Works shall count against the Rule of 100 imposed by the General Assembly. The establishment of new jobs or positions of employment not authorized in the fiscal 2015 budget shall be subject to Section 7-236 of the State Finance and Procurement Article and the Rule of 100.

Explanation: This annual budget bill language establishes a position ceiling for MDOT each year to limit growth in regular positions and contractual full-time equivalents.

Information Request	Author	Due Date
Additional regular positions and contractual full-time equivalents	MDOT	As needed

J00

Add the following language:

It is the intent of the General Assembly that funds dedicated to the Transportation Trust Fund shall be applied to purposes bearing direct relation to the State transportation program, unless directed otherwise by legislation. To implement this intent for the Maryland Department of Transportation (MDOT) in fiscal 2015, no commitment of funds in excess of \$250,000 may be made nor such an amount may be transferred, by budget amendment or otherwise, for any project or purpose not normally arising in connection with the ordinary ongoing operation of MDOT and not contemplated in the approved budget or the last published Consolidated Transportation Program without 45 days of review and comment by the budget committees.

Explanation: This annual budget bill language prohibits MDOT from using transportation funds for uses other than for transportation-related purposes without review and comment by the budget committees.

Information Request	Author	Due Date
Information on nontransportation expenditures exceeding \$250,000	MDOT	As needed

J00A01
The Secretary's Office
Department of Transportation

Budget Amendments

THE SECRETARY'S OFFICE

J00A01.02 Operating Grants-In-Aid

Add the following language to the special fund appropriation:

, provided that no more than \$4,100,170 of this appropriation may be expended for operating grants-in-aid, except for:

- (1) any additional special funds necessary to match unanticipated federal fund attainments; or
- (2) any proposed increase either to provide funds for a new grantee or to expand funds for an existing grantee.

Further provided that no expenditures in excess of \$4,100,170 may occur unless the department provides notification to the budget committees to justify the need for additional expenditures under item (1) or (2) above, and the committees provide review and comment or 45 days elapse from the date such notification is provided to the committees.

Explanation: This annual language caps the level of special funds provided for operating grants-in-aid. The cap may be increased to match unanticipated federal dollars or to provide new or expanded grant funding upon notification to the budget committees.

Information Request	Author	Due Date
Explanation of need for additional special funds for operating grants in-aid	Maryland Department of Transportation	As needed

J00A01.03 Facilities and Capital Equipment

Add the following language to the special fund appropriation:

, provided that no funds may be expended by the Secretary's Office for any system preservation or minor project with a total project cost in excess of \$500,000 that is not currently included in the fiscal 2014-2019 Consolidated Transportation Program except as outlined below:

J00A01

- (1) the Secretary shall notify the budget committees of any proposed system preservation or minor project with a total project cost in excess of \$500,000, including the need and justification for the project, and its total cost; and
- (2) the budget committees shall have 45 days to review and comment on the proposed system preservation or minor project.

Explanation: This language provides legislative oversight of grants exceeding \$500,000 that are not listed in the current Consolidated Transportation Program.

Information Request	Author	Due Date
Notification of the intent to fund a capital grant exceeding \$500,000 that is not listed in the current Consolidated Transportation Plan	Maryland Department of Transportation	As needed

Add the following language to the special fund appropriation:

Further provided that \$16,000,000 of these funds intended as transportation grants to municipal governments shall be allocated as provided in Section 8-405 of the Transportation Article and may be expended only in accordance with Section 8-408 of the Transportation Article.

Explanation: This language makes expenditure of the one-time transportation grant funds for municipalities subject to the same requirements that apply to expenditure of Highway User Revenue funding provided to municipalities.

Add the following language to the special fund appropriation:

Further provided that no funds may be expended for the Baltimore City Rail Intermodal Facility until:

- (1) the Maryland Department of Transportation (MDOT) has prepared an Environmental Effects Report for the project; and
- (2) MDOT has entered into a memorandum of understanding (MOU) with the Morrell Park Community Association and the Morrell Park St. Paul's Improvement Association detailing how negative impacts on the surrounding communities of the construction and operation of the facility will be mitigated and has provided copies of the MOU to the budget committees; or

J00A01

- (3) if no MOU has been executed by October 1, 2014, MDOT submits a report to the budget committees that details:
- (i) the number of meetings held with the community in attempting to craft an MOU;
 - (ii) the issues raised by the community at these meetings;
 - (iii) the issues upon which MDOT and the community were able to reach agreement; and
 - (iv) the issues upon which MDOT and the community were unable to reach agreement; and
- (4) the budget committees have had 45 days to review and comment on the MOU or the report submitted in absence of an MOU.

Explanation: This language restricts funds for the Baltimore Rail Intermodal Facility until MDOT has prepared an environmental report on the project and enters into an MOU with community groups outlining how negative impacts will be mitigated. If MDOT is unable to reach agreement with the community groups by October 1, 2014, it may report on its efforts to the budget committees to obtain a release of the funds.

Information Request	Author	Due Date
MOU or report detailing efforts made in attempting to negotiate MOU	MDOT	45 days prior to release of funds

J00A04
Debt Service Requirements
Department of Transportation

Budget Amendments

Add the following language:

Consolidated Transportation Bonds may be issued in any amount provided that the aggregate outstanding and unpaid balance of these bonds and bonds of prior issues may not exceed \$2,530,255,000 as of June 30, 2015. Further provided that the amount paid for debt service shall be reduced by any proceeds generated from net bond sale premiums, provided that those revenues are recognized by the department and reflected in the Transportation Trust Fund forecast. Further provided that the appropriation for debt service shall be reduced by any proceeds generated from net bond sale premiums. To achieve this reduction, the Maryland Department of Transportation (MDOT) may either use the proceeds from the net premium to reduce the size of the bond issuance or apply the proceeds from the net premium to debt service for that bond issuance.

Explanation: Section 3-202 of the Transportation Article requires the General Assembly to establish the maximum debt outstanding each year in the budget bill. The level will be based on outstanding debt as of June 30, 2014, plus projected debt issued during fiscal 2015 in support of the transportation capital program.

Add the following language:

MDOT shall submit with its annual September and January financial forecasts information on:

- (1) anticipated and actual non-traditional debt outstanding as of June 30 of each year; and
- (2) anticipated and actual debt service payments for each outstanding non-traditional debt issuance from fiscal 2014 through 2024.

Non-traditional debt is defined as any debt instrument that is not a Consolidated Transportation bond or a Grant Anticipation Revenue Vehicle bond; such debt includes, but is not limited to, Certificates of Participation, debt backed by customer facility charges, passenger facility charges, or other revenues, and debt issued by the Maryland Economic Development Corporation or any other third party on behalf of MDOT.

Explanation: The General Assembly is interested in monitoring the use of nontraditional debt by MDOT. The information requested provides the budget committees with additional information on the usage and annual costs of nontraditional debt.

J00A04

Information Request	Author	Due Date
Nontraditional debt outstanding and anticipated debt service payments	MDOT	With the September forecast With the January forecast

Add the following language:

The total aggregate outstanding and unpaid principal balance of non-traditional debt, defined as any debt instrument that is not a Consolidated Transportation Bond or a Grant Anticipation Revenue Vehicle bond issued by MDOT, may not exceed \$726,610,000 as of June 30, 2015. Provided, however, that in addition to the limit established under this provision, MDOT may increase the aggregate outstanding unpaid and principal balance of non-traditional debt so long as:

- (1) MDOT provides notice to the Senate Budget and Taxation Committee and the House Appropriations Committee stating the specific reason for the additional issuance and providing specific information regarding the proposed issuance, including information specifying the total amount of non-traditional debt that would be outstanding on June 30, 2015, and the total amount by which the fiscal 2015 debt service payment for all non-traditional debt would increase following the additional issuance; and
- (2) the Senate Budget and Taxation Committee and the House Appropriations Committee have 45 days to review and comment on the proposed additional issuance before the publication of a preliminary official statement. The Senate Budget and Taxation Committee and the House Appropriations Committee may hold a public hearing to discuss the proposed increase and shall signal their intent to hold a hearing within 45 days of receiving notice from MDOT.

Explanation: This language limits the amount of nontraditional debt outstanding at the end of fiscal 2015 to the total amount that is projected to be outstanding from all previous nontraditional debt issuances as of June 30, 2014, and all anticipated sales in fiscal 2015. The language allows MDOT to increase the amount of nontraditional debt outstanding in fiscal 2015 by providing notification to the budget committees regarding the reason that the additional issuances are required.

Information Request	Author	Due Date
Justification for increasing nontraditional debt outstanding	MDOT	45 days prior to publication of a preliminary official statement

J00B
State Highway Administration
Department of Transportation

Budget Amendments

STATE HIGHWAY ADMINISTRATION

J00B01.02 State System Maintenance

Strike the following language:

~~provided that \$10,000,000 of this appropriation may not be expended for its intended purpose but may only be expended to provide grants for pothole repairs to the following jurisdictions:~~

<u>Allegany</u>	<u>\$228,151</u>
<u>Anne Arundel</u>	<u>760,635</u>
<u>Baltimore City</u>	<u>818,461</u>
<u>Baltimore</u>	<u>1,150,721</u>
<u>Calvert</u>	<u>229,397</u>
<u>Caroline</u>	<u>204,733</u>
<u>Carroll</u>	<u>421,893</u>
<u>Cecil</u>	<u>258,443</u>
<u>Charles</u>	<u>321,953</u>
<u>Dorchester</u>	<u>246,116</u>
<u>Frederick</u>	<u>554,274</u>
<u>Garrett</u>	<u>292,993</u>
<u>Harford</u>	<u>452,769</u>
<u>Howard</u>	<u>434,915</u>
<u>Kent</u>	<u>117,275</u>
<u>Montgomery</u>	<u>992,145</u>
<u>Prince George's</u>	<u>784,809</u>
<u>Queen Anne's</u>	<u>237,065</u>
<u>St. Mary's</u>	<u>268,588</u>
<u>Somerset</u>	<u>151,188</u>
<u>Talbot</u>	<u>161,255</u>
<u>Washington</u>	<u>360,681</u>
<u>Wicomico</u>	<u>298,814</u>
<u>Worcester</u>	<u>252,726</u>
<u>Total</u>	<u>\$10,000,000</u>

J00B

~~Funds not expended for this restricted purpose may not be transferred by budget amendment or otherwise to any other purpose and shall be cancelled.~~

~~Further provided it is the intent of the General Assembly that these are one-time grants provided due to the extreme winter weather conditions that have resulted in an increase in the number of potholes that will need to be repaired.~~

~~**Explanation:** This language restricts funds for State system maintenance to only be used to provide grants to counties for pothole repairs. This funding is provided on a one-time basis due to the extreme winter weather conditions which have resulted in an increase in the number of potholes. The grants are based on the percent of road miles in each jurisdiction and may only be expended for pothole repair. The Maryland Department of Transportation may process a budget amendment to replace these funds from the Transportation Trust Fund balance.~~

Amendment No. **18**

J00D
Maryland Port Administration
Department of Transportation

Budget Amendments

MARYLAND PORT ADMINISTRATION

J00D00.01 Port Operations

Reduce appropriation for the purposes indicated:	<u>Funds</u>	<u>Positions</u>
1. Reduce funding for in-state travel. This reduction would provide for an increase of \$33,899, or approximately 31%, compared to fiscal 2013 actual spending.	33,900	SF
2. Reduce funding for advertising. This reduction reduces funds for advertising but still provides for a \$27,837 increase, or 7.5%, over fiscal 2013 actual spending. The agency may process a budget amendment to increase funding if needed.	27,837	SF
 Total Reductions	 61,737	 0.00

<u>Effect</u>	<u>Allowance</u>	<u>Appropriation</u>	<u>Amount Reduction</u>	<u>Position Reduction</u>
Position	186.00	186.00		0.00
Special Fund	48,982,181	48,920,444	61,737	
Total Funds	48,982,181	48,920,444	61,737	

J00D

Committee Narrative

J00D00.02 Port Facilities and Capital Equipment

Baltimore Rail Intermodal Facility Status Reports: The committees request that the Maryland Department of Transportation (MDOT) submit a status report once permitting for the intermodal project has been completed, or November 1, 2014, whichever comes first, summarizing the status of the project, any changes in cost projections, and when construction will be completed.

If MDOT or CSX decide not to move forward with the project as currently envisioned, MDOT shall submit a report detailing the impact to the State and specifically the Port of Baltimore from not having completed the project and what alternatives may be pursued for double stacking in the State. The report shall be due 45 days after either CSX or MDOT decides to end the project.

Information Request	Author	Due Date
Status report once permitting is completed or report on next steps if project does not move forward	MDOT	Once permitting is completed or November 1, 2014, whichever comes first or 45 days after project is ended

Baltimore Harbor Dredging: The Maryland Port Administration (MPA) shall submit a report to the budget committees by November 1, 2014, that discusses its plan for the dredging of public and private terminals for the future, particularly as non-industrial development along the waterfront occurs. The budget committees are particularly interested in prioritizing dredging activities for private terminals, given that there has been much discussion of readying the Port of Baltimore for larger ships after the Panama expansion.

Information Request	Author	Due Date
Baltimore Harbor dredging	MPA	November 1, 2014

J00H
Maryland Transit Administration
Department of Transportation

Budget Amendments

MARYLAND TRANSIT ADMINISTRATION

J00H01.05 Facilities and Capital Equipment

Add the following language to the special fund appropriation:

, provided that \$100,000 of this appropriation made for the purpose of constructing the Baltimore Red Line may not be expended until the Maryland Transit Administration submits a report to the budget committees and to the Senate and House of Delegates delegations for Baltimore City and Baltimore County on the regional contributions expected to assist in funding the construction of the Baltimore Red Line. The report shall include:

- (1) the amount, source or sources, and timing of the contribution to be provided by Baltimore City;
- (2) the amount, source or sources, and timing of the contribution to be provided by Baltimore County; and
- (3) the status of efforts to secure agreements with Baltimore City and Baltimore County on providing contributions toward the construction of the Baltimore Red Line.

The report shall be submitted by July 1, 2014, 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 be canceled if the report is not submitted to the budget committees.

Explanation: *This language requires the Maryland Transit Administration (MTA) to report on the expected contributions by Baltimore City and Baltimore County toward construction of the Baltimore Red Line light rail project.*

Information Request	Author	Due Date
<i>Report on regional contributions toward construction of the Baltimore Red Line</i>	<i>MTA</i>	<i>July 1, 2014</i>

Amendment No. **19**

J00H

J00H01.06 Statewide Programs Operations

Strike the following language:

~~The General Assembly recognizes the importance of developing regional transit solutions in the Central Maryland corridor, including the importance of studying the creation of a regional transit authority to manage and operate regional transit operations in the corridor. To help ensure that State and federal funds are expended in the most efficient and effective manner, the Secretary of Transportation shall appoint a Central Maryland Regional Transit Task Force, composed of representatives of the governments of Prince George's County, Montgomery County, Howard County, and Anne Arundel County and Laurel; a member of the Senate; a member of the House of Delegates; representatives from the Maryland Transit Administration (MTA); members of the public; and a designee from the existing non-profit regional transit corporation.~~

~~The Maryland Department of Transportation (MDOT) shall provide staff support for the Task Force. The Task Force shall hold public meetings and prepare a report for the General Assembly on:~~

- ~~(1) — transit services currently in place in the Central Maryland region;~~
- ~~(2) — any additional transit services that should be developed to improve mobility throughout the central region;~~
- ~~(3) — how existing resources could be used to increase transit services;~~
- ~~(4) — additional resources that would be required to expand transit services;~~
- ~~(5) — how the additional resources could be obtained; and~~
- ~~(6) — whether and how a regional transit authority should be created to meet the transportation needs of the Central Maryland corridor.~~

~~The task force report shall be submitted to the budget committees by December 1, 2014.~~

~~To facilitate stability of transportation services in the central corridor during the study period, no funds may be expended by MDOT or MTA, including any grant, loan, or other disbursement, to fund transportation services that substitute, replace, or duplicate any services provided by a non-profit regional transportation provider in the central corridor on January 1, 2014. This restriction does not apply to services provided by MTA, the Washington Metropolitan Area Transit Authority, Montgomery County Ride-On, or Prince George's County TheBus.~~

J00H

~~**Explanation:** This language requires MDOT to convene a task force to study and report on transit resources and needs in the Central Maryland region and the advisability of creating a regional transit authority to address transit needs in this area. The language also restricts expenditure of funds for transit services that substitute, replace, or duplicate services currently being provided by a nonprofit regional transit provider.~~

Information Request	Author	Due Date
Report on regional transit services needs in Central Maryland	MDOT	December 1, 2014

Amendment No.

20

K00A
Department of Natural Resources

Committee Narrative

WILDLIFE AND HERITAGE SERVICE

K00A03.01 Wildlife and Heritage Service

***Deer Population Management Report:** The budget committees are concerned that overabundant deer populations are causing increasing numbers of problems throughout the State in all types of areas including urban, suburban, and rural. The problems include collisions and property damage of vehicles, and damage to farm crops, yards, gardens, and ecologically sensitive areas. Therefore, the budget committees request that the Department of Natural Resources (DNR) consult with a wide variety of stakeholders, other states, and outside experts to identify and evaluate all possible techniques for controlling and reducing deer populations to acceptable levels in areas of the State determined to have an overabundant deer population. In addition, the budget committees request that DNR report by December 31, 2014, on the results of its evaluations and actions that DNR will take to reduce deer populations to acceptable levels.*

<i>Information Request</i>	<i>Author</i>	<i>Due Date</i>
<i>Deer population management report</i>	<i>DNR</i>	<i>December 31, 2014</i>

Budget Amendments

LAND ACQUISITION AND PLANNING

K00A05.10 Outdoor Recreation Land Loan

Concur with the following language on the special fund appropriation:

Notwithstanding the appropriations above, the Special Fund appropriation for the Outdoor Recreation Land Loan shall be reduced by \$51,851,510 contingent on the enactment of legislation crediting \$51,851,510 of the transfer tax revenues to the General Fund. The reduction shall be distributed in the following manner:

Program Open Space –	
State Acquisition	\$20,835,570
Program Open Space –	
Local Share	\$22,687,940
Rural Legacy	\$ 8,328,000
Total	\$51,851,510

K00A

Explanation: This action concurs with the reduction of the transfer tax allocation for capital programs contingent upon the Budget Reconciliation and Financing Act of 2014 transferring the funding to the General Fund, as proposed by the Governor.

CHESAPEAKE AND COASTAL SERVICES

K00A14.02 Chesapeake and Coastal Services

Amend the following language on the special fund appropriation:

, provided that this appropriation shall be reduced by ~~\$3,200,000~~ \$6,200,000 contingent upon the enactment of legislation to allocate Chesapeake Bay 2010 Trust Fund revenue to the General Fund.

Explanation: The budget bill as introduced includes a reduction of \$3,200,000 contingent upon the Budget Reconciliation and Financing Act of 2014 transferring the Chesapeake and Atlantic Coastal Bays 2010 Trust Fund special funds to the general fund. This action ~~concurs with~~ *increases* that reduction by *\$3,000,000*.

Amendment No. **21**

Add the following language to the special fund appropriation:

Further provided that it is the General Assembly's intent that the Administration budget the Chesapeake and Atlantic Coastal Bays 2010 Trust Fund for the fiscal 2014 actual, fiscal 2015 working appropriation, and the fiscal 2016 allowance and annually thereafter as a special fund appropriation in the Department of Natural Resources' operating budget and reimbursable fund appropriation in the receiving agencies' budgets. The amount budgeted should reflect the allocation in the annual work and expenditure plans required to be submitted with the annual budget under Section 8-2A-03(d) of the Natural Resources Article.

Explanation: This action expresses the Maryland General Assembly's intent that the Chesapeake and Atlantic Coastal Bays 2010 Trust Fund be budgeted in such a way that improves the ability to make year-to-year comparisons of funding in receiving agencies' budgets.

L00A
Department of Agriculture

Budget Amendments

DEPARTMENT OF AGRICULTURE

Amend the following language:

Provided that except for funds relating to the cost of an economic impact analysis, that no funds within this budget may be expended by the Department for final development and submission of phosphorus management tool regulations to the Joint Committee on Administrative, Executive, and Legislative Review until a full economic impact analysis of the proposed regulations is submitted to the budget committees Senate Education, Health, and Environmental Affairs Committee and the House Environmental Matters Committee. The analysis shall estimate the cost as well as any economic benefit of the proposed regulations to the State and to a person who is required to have a nutrient and management plan for nitrogen and phosphorus and shall include, as appropriate, the impact of the regulations on:

- (1) the cost of implementing a nutrient management plan developed or updated based on the proposed phosphorus management tool;
- (2) efficiency in the production of agricultural products;
- (3) the workforce; and
- (4) capital investment, taxation, competition, and economic development; and
- (5) the effort to reach the calendar 2025 requirement of having all best management practices in place to meet water quality standards for restoring the Chesapeake Bay.

The analysis shall be conducted in consultation with other units of State government, units of local government, members of the agricultural community, and representatives of the commercial lawn care, biosolids, and agricultural fertilizer industries, as appropriate. The budget committees shall have 45 days to review and comment from the date of receipt of on the economic analysis.

Explanation: This language restricts *Maryland Department of Agriculture (MDA)* funding, except for funds relating to the cost of an economic impact analysis, for final development and submission of phosphorus management tool regulations until ~~the Maryland Department of Agriculture (MDA)~~ submits a full economic analysis of the impact of the proposed regulations on the State's Chesapeake Bay restoration efforts and on a person who is required to have a nutrient and management plan for nitrogen and phosphorus.

L00A

Information Request	Author	Due Date
Full economic analysis of phosphorus management tool regulations	MDA	Prior to submission to the Joint Committee on Administrative, Executive, and Legislative Review

Amendment No.

22

OFFICE OF THE SECRETARY

L00A11.01 Executive Direction

Add the following language to the general fund appropriation:

, provided that because the Maryland Department of Agriculture (MDA) has had four or more repeat findings in the most recent fiscal compliance audit issued by the Office of Legislative Audits (OLA), \$100,000 of this appropriation may not be expended unless:

- (1) MDA has taken corrective action with respect to all repeat audit findings on or before November 1, 2014; and
- (2) a report is submitted to the budget committees by OLA listing each repeat audit finding along with a determination that each repeat finding was corrected. The budget committees shall have 45 days to review and comment to allow for funds to be released prior to the end of fiscal 2015.

Explanation: The Joint Audit Committee has requested that budget bill language be adopted for each unit of State government that has four or more repeat audit findings in its most recent fiscal compliance audit. Each such agency is to have a portion of its administrative budget withheld pending the adoption of corrective action by the agency and a determination by OLA that each finding was corrected. OLA shall submit reports to the budget committees on the status of repeat findings.

Information Request	Author	Due Date
Status of corrective actions related to the most recent fiscal compliance audit	OLA	45 days before the release of funds

L00A

L00A11.11 Capital Appropriation

Concur with the following language on the special fund appropriation:

, provided that this appropriation shall be reduced by \$17,275,034 contingent upon the enactment of legislation crediting transfer tax revenues to the General Fund.

Explanation: This action concurs with the Governor's proposed contingent reduction to the transfer tax portion of the Maryland Agricultural Land Preservation Program's special fund appropriation.

OFFICE OF MARKETING, ANIMAL INDUSTRIES, AND CONSUMER SERVICES

L00A12.10 Marketing and Agriculture Development

Strike the following language:

~~provided that \$1,917,000 of this appropriation made for the purpose of providing a grant to the Southern Maryland Agricultural Development Commission may be expended only for agricultural land preservation by the Tobacco Transition Program. Funds not expended for this restricted purpose may not be transferred by budget amendment or otherwise to any other purpose and shall be canceled. Further provided that it is the intent of the General Assembly that the Southern Maryland Agricultural Development Commission submit a formal budget request and Part I and Part II project program plan development documents for a proposed regional food hub to the Department of Budget and Management and that funding for the food hub collection and distribution facility be provided in the Governor's fiscal 2016 capital budget.~~

Explanation: ~~The budget testimony submitted by the Maryland Department of Agriculture notes that Tobacco Transition Program funding for agricultural land preservation may instead be used partially to fund land acquisition, long-term leasing, and equipment purchases associated with a proposed regional food hub in Southern Maryland. No Part I and Part II project program plan development documents for the proposed regional food hub have been provided to the Department of Budget and Management (DBM). This budget bill language prohibits any funding for this activity. In addition, this budget bill language expresses the General Assembly's intent that documentation for a proposed regional food hub be provided to DBM and that funding for the food hub collection and distribution facility be provided in the Governor's fiscal 2016 capital budget.~~

Amendment No.

23

L00A

Reduce appropriation for the purposes indicated:	<u>Funds</u>	<u>Positions</u>
1. Reduce Tobacco Transition Program funding for agricultural land preservation. These Cigarette Restitution Fund special funds reflect an increase of \$799,000 relative to the fiscal 2014 appropriation of \$1,917,000. Therefore, this reduction level funds the program.	799,000	SF
 Total Reductions	 799,000 0	

<u>Effect</u>	<u>Allowance</u>	<u>Appropriation</u>	<u>Amount Reduction</u>	<u>Position Reduction</u>
Position	8.00	8.00		0.00
General Fund	636,208	636,208	0	
Special Fund	7,066,361	6,267,361 7,066,361	799,000 0	
Federal Fund	1,539,923	1,539,923	0	
Total Funds	9,242,492	8,443,492 9,242,492	799,000 0	

Amendment No.

24

L00A12.20 Maryland Agricultural and Resource-Based Industry Development Corporation

Strike the following language from the general fund appropriation:

~~provided that this appropriation shall be reduced by \$1,125,000 contingent upon the enactment of legislation reducing the mandated funding to the FY 2014 level.~~

Explanation: The fiscal 2015 budget bill as introduced includes a \$1,125,000 reduction to the Maryland Agricultural and Resource-Based Industry Development Corporation, contingent upon enactment of a provision in the Budget Reconciliation and Financing Act of 2014. This action strikes that contingent reduction.

L00A

Reduce appropriation for the purposes indicated:	<u>Funds</u>	<u>Positions</u>
1. This action reduces the Maryland Agricultural and Resource-Based Industry Development Corporation's appropriation by \$1,125,000.	1,125,000	GF
Total Reductions	1,125,000	0.00

<u>Effect</u>	<u>Allowance</u>	<u>Appropriation</u>	<u>Amount Reduction</u>	<u>Position Reduction</u>
General Fund	4,000,000	2,875,000	1,125,000	
Total Funds	4,000,000	2,875,000	1,125,000	

OFFICE OF RESOURCE CONSERVATION

L00A15.03 Resource Conservation Operations

Reduce appropriation for the purposes indicated:	<u>Funds</u>	<u>Positions</u>
1. Reduce funding attributable to double-counted Chesapeake and Atlantic Coastal Bays 2010 Trust Fund appropriation. The fiscal 2015 Chesapeake and Atlantic Coastal Bays 2010 Trust Fund appropriation is budgeted entirely within the Department of Natural Resources' operating budget. Therefore, the funding reflected in the Maryland Department of Agriculture's (MDA) operating budget double counts the Chesapeake and Atlantic Coastal Bays 2010 Trust Fund appropriation. MDA may bring in a budget amendment to appropriate Chesapeake and Atlantic Coastal Bays 2010 Trust Fund monies when the final allocation is determined.	2,600,000	SF
Total Reductions	2,600,000	0.00

<u>Effect</u>	<u>Allowance</u>	<u>Appropriation</u>	<u>Amount Reduction</u>	<u>Position Reduction</u>
Position	109.50	109.50		0.00
General Fund	8,625,111	8,625,111	0	
Special Fund	2,695,248	95,248	2,600,000	
Federal Fund	835,086	835,086	0	
Total Funds	12,155,445	9,555,445	2,600,000	

L00A

L00A15.04 Resource Conservation Grants

Reduce appropriation for the purposes indicated:

	<u>Funds</u>	<u>Positions</u>
1. Reduce funding attributable to double-counted Chesapeake and Atlantic Coastal Bays 2010 Trust Fund appropriation. The fiscal 2015 Chesapeake and Atlantic Coastal Bays 2010 Trust Fund appropriation is budgeted entirely within the Department of Natural Resources' operating budget. Therefore, the funding reflected in the Maryland Department of Agriculture's (MDA) operating budget double counts the Chesapeake and Atlantic Coastal Bays 2010 Trust Fund appropriation. MDA may bring in a budget amendment to appropriate Chesapeake and Atlantic Coastal Bays 2010 Trust Fund monies when the final allocation is determined.	15,000,000	SF
Total Reductions	15,000,000	0.00

<u>Effect</u>	<u>Allowance</u>	<u>Appropriation</u>	<u>Amount Reduction</u>	<u>Position Reduction</u>
Position	10.00	10.00		0.00
General Fund	858,912	858,912	0	
Special Fund	25,963,391	10,963,391	15,000,000	
Total Funds	26,822,303	11,822,303	15,000,000	

M00A
Office of the Secretary
Department of Health and Mental Hygiene

Budget Amendments

OFFICE OF THE SECRETARY

M00A01.01 Executive Direction

Add the following language to the general fund appropriation:

, provided that \$100,000 of this appropriation made for the purpose of administration may not be expended until the Department of Health and Mental Hygiene submits a report to the budget committees detailing its use of Section 11-101(n)(2)(iii) of the State Finance and Procurement Article for procurement since fiscal year 2000. The report shall include by fiscal year specific contract details including the number of contracts awarded under this provision, the purpose for which the contract was awarded, and the value of awarded contracts. The report shall be submitted by October 1, 2014, and the committees shall have 45 days to review and comment. Funds 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.

Explanation: State Finance and Procurement Article Section 11-101(n)(2)(iii) provides that a Medicaid, Judicare, or other reimbursement contract is not considered a procurement contract if user or recipient eligibility and price is set by law. As such, these contracts are not approved by the Board of Public Works, and a different appeals process is utilized (i.e., appeals do not go to the Maryland Board of Contract Appeals). The language withholds funds pending a report from the Department of Health and Mental Hygiene (DHMH) detailing its use of this particular procurement provision in the past 15 years.

Information Request	Author	Due Date
Use of a certain procurement provision	DHMH	October 1, 2014

Amendment No.

25

M00A

Add the following language to the general fund appropriation:

Further provided that, contingent upon enactment of legislation creating a Community Partnership Assistance Program, \$100,000 of this appropriation made for the purpose of administration may not be expended until the Department of Health and Mental Hygiene submits to the budget committees:

(1) the guidelines by which plans under the proposed Community Partnership Assistance Program shall be developed; and

(2) the criteria to be used in reviewing those plans.

The budget committees shall have 45 days to review and comment on the guidelines and criteria for the Community Partnership Assistance Program. Funds restricted pending the receipt of the guidelines and criteria may not be transferred by budget amendment or otherwise to any other purpose and shall revert to the General Fund if the guidelines and criteria are not submitted to the budget committees.

Explanation: As amended, the Budget Reconciliation and Financing Act (BRFA) of 2014 includes a section establishing a new Community Partnership Assistance Program. Guidelines for the program are to be developed by the Health Care Delivery Reform Subcommittee of the Health Care Reform Coordinating Council. The BRFA establishes funding limits on the program of \$15 million in fiscal 2015 and \$20 million in fiscal 2016 and beyond. The language provides that if such a program is created, the guidelines and criteria used to review proposals be submitted to the budget committees for review and comment.

Information Request	Author	Due Date
Community Partnership Assistance Programs	Department of Health and Mental Hygiene	45 days prior to the expenditure of funds

Amendment No.

26

M00A

M00A01.02 Operations

Reduce appropriation for the purposes indicated:	<u>Funds</u>	<u>Positions</u>
1. Delete 1 long-term vacant administrative position (015600). The position has been vacant for over two years.	47,728 GF	1.00
2. Reduce funding for accrued leave payouts. The reduction level funds the amount in the Administration budget for this purpose.	35,000 GF	
Total Reductions	82,728	1.00

<u>Effect</u>	<u>Allowance</u>	<u>Appropriation</u>	<u>Amount Reduction</u>	<u>Position Reduction</u>
Position	235.40	234.40		1.00
General Fund	13,632,158	13,549,430	82,728	
Federal Fund	13,691,129	13,691,129	0	
Total Funds	27,323,287	27,240,559	82,728	

M00B
Regulatory Services
Department of Health and Mental Hygiene

Committee Narrative

REGULATORY SERVICES

M00B01.03 Office of Health Care Quality

Report on Mandated Inspection Levels: The committees direct the Department of Health and Mental Hygiene (DHMH) to report, on a quarterly basis, the Office of Health Care Quality's (OHCQ) inspection levels for entities under the agency's purview. For each type of health care facility, including forensic laboratories, licensed and regulated by OHCQ, the department should provide the number of licensees, the number of initial and renewal surveys completed by OHCQ, the number of complaints received by the agency, and the number of complaints investigated. The agency's progress in meeting performance measures that are discussed in OHCQ's Annual Report and Staffing Analysis should also be addressed. Finally, the reports should advise the budget committees of any programmatic changes made within OHCQ to improve inspection levels.

Information Request	Author	Due Date
Report on mandated inspection levels	DHMH	15 days after the end of each quarter

M00F0201
Health Systems and Infrastructure Administration
Department of Health and Mental Hygiene

Budget Amendments

M00F02.01 Health Systems and Infrastructure Services

Reduce appropriation for the purposes indicated:	<u>Funds</u>	<u>Positions</u>
1. Reduce the federal fund appropriation for the State Innovation Models (SIM) Grant to more accurately reflect the agency's budget. If new SIM grant funding is received in fiscal 2015, the agency is authorized to process a budget amendment to provide for additional spending authority under the grant.	20,000,000	FF
 Total Reductions	 20,000,000	 0.00

<u>Effect</u>	<u>Allowance</u>	<u>Appropriation</u>	<u>Amount Reduction</u>	<u>Position Reduction</u>
Position	10.00	10.00		0.00
General Fund	1,595,360	1,595,360	0	
Special Fund	15,000	15,000	0	
Federal Fund	24,259,738	4,259,738	20,000,000	
Total Funds	25,870,098	5,870,098	20,000,000	

Committee Narrative

Community Health Workers: The committees are requesting the adoption of *standardized training, a standardized curriculum*, certification criteria, and appropriate reimbursement and payment policies for community health workers. The Department of Health and Mental Hygiene (DHMH) and the Maryland Insurance Administration (MIA) are requested to establish a workgroup that includes appropriate stakeholders to make recommendations regarding the training and credentialing required for community health workers to be certified as nonclinical health care providers and reimbursement and payment policies for community health workers through Medicaid and private payers. It is further requested that at least 2050% of the workgroup be comprised of institutions, organizations, and individuals directly involved in the provision of nonclinical health care.

Information Request	Authors	Due Date
Community health workers	DHMH MIA	December 1, 2014

M00F03
Prevention and Health Promotion Administration
Department of Health and Mental Hygiene

Committee Narrative

***Report on Sexually Transmitted Infection Rates:** The committees direct the Department of Health and Mental Hygiene (DHMH) to report, on a quarterly basis, the rates of chlamydia, primary/secondary syphilis, HIV, and AIDS in the State. For each type of sexually transmitted infection, the reports should also provide rate information by age, sex, race, and ethnicity. Finally, the reports should advise the budget committees of any programmatic changes made within DHMH to improve infection rates.*

<i>Information Request</i>	<i>Author</i>	<i>Due Date</i>
<i>Sexually transmitted infection rates</i>	<i>DHMH</i>	<i>30 days after the end of each quarter</i>

M00K01
Deputy Secretary for Behavioral Health and Disabilities
Department of Health and Mental Hygiene

Budget Amendments

DEPUTY SECRETARY FOR BEHAVIORAL HEALTH AND DISABILITIES

M00K01.01 Executive Direction

Add the following language to the general fund appropriation:

, provided that \$100,000 of this appropriation made for the purpose of administration may not be expended until the Department of Health and Mental Hygiene, in consultation with the Judiciary, the Department of Public Safety and Correctional Services, the Office of the Public Defender, and the Maryland State's Attorneys' Association, submits a report to the Senate Budget and Taxation Committee, Finance Committee, and Judicial Proceedings Committee and the House Appropriations Committee, Health and Government Operations Committee, and Judiciary Committee detailing:

(1) For fiscal 2012, 2013, and 2014:

- (a) the average wait time for residential placement in a State-run psychiatric facility or State intellectual disability center after a not competent or not criminally responsible (NCR) finding;
- (b) the average wait time for residential placement in a State-run psychiatric facility or State intellectual disability center after the signing of an inpatient evaluation order for a competency or NCR evaluation;
- (c) the demand for residential treatment beds generated from drug courts and placements under Section 8-507 of the Health-General Article;
- (d) the average wait time for placement in a treatment slot after the signing of an order under a Section 8-505 or Section 8-507 of the Health-General Article or any local equivalent; and
- (e) any other relevant outcomes for court-involved individuals with mental illness, intellectual disabilities, and substance abuse disorders.

(2) The availability, by jurisdiction, of the following resources for court-involved individuals with mental illness, intellectual disabilities, and substance abuse disorders:

- (a) on-site clinicians or other behavioral health assessment staff at court locations;

M00K01

- (b) the availability of case management and other wrap-around services, including transportation grants and subsidies; and
- (c) the availability of intensive supervision (pre-trial, probation, and parole).
- (3) Recommendations, based on an analysis of the data contained in paragraphs (1) and (2) above, to improve treatment and service options, including additional State-operated residential capacity, that will facilitate lower detention, imprisonment and hospitalization rates, and emergency room visits, for court-involved individuals with mental illness, intellectual disabilities, and substance abuse disorders. Any recommendations shall include detailed cost estimates.

The report shall be submitted by November 15, 2014, and the budget committees shall have 45 days to review and comment. Funds 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 committees.

Explanation: The language requests the Department of Health and Mental Hygiene (DHMH), in consultation with other stakeholders, to collect various data on court-involved individuals with mental illness, intellectual disabilities, and substance abuse disorders and, after analyzing the data, develop recommendations to improve treatment and service options for these individuals to reduce the extent of incarceration, institutionalization, and/or contact with emergency departments.

Information Request	Author	Due Date
Treatment and service options for certain court-involved individuals	DHMH	November 15, 2014

Amendment No. **27**

M00L
Behavioral Health Administration
Department of Health and Mental Hygiene

Budget Amendments

Add the following language:

Provided that no funding appropriated in this budget may be used to implement a program of outpatient civil commitment until the Department of Health and Mental Hygiene submits a report to the Senate Finance and Budget and Taxation committees and the House Health and Government Operations and Appropriations committees detailing the specifics of any program, including a detailed cost estimate. The committees shall have 45 days to review and comment.

Explanation: A recent Continuity of Care Advisory Panel, appointed at the direction of the Governor, submitted a report in January 2014 which included a recommendation to further examine the implementation of an outpatient civil commitment program. The language simply requires the Department of Health and Mental Hygiene (DHMH) to submit a report to the appropriate policy and budget committees prior to the implementation of any program in fiscal 2015.

Information Request	Author	Due Date
Outpatient civil commitment	DHMH	45 days prior to the expenditure of any funding on an outpatient civil commitment program

Committee Narrative

M00L01.01 Program Direction

Mental Health Anti-stigma Education: *The committees are concerned that the persistence of stigma concerning mental health treatment continues to discourage individuals from seeking appropriate care. Although the Behavioral Health Administration (BHA) provides funding for anti-stigma education efforts, this funding is often part of broader mental health programming rather than exclusively targeted at anti-stigma education. The committees request BHA report on anti-stigma education best practices, the current application of those best practices in each jurisdiction in the State, and the cost of developing a statewide model anti-stigma education program.*

<i>Information Request</i>	<i>Author</i>	<i>Due Date</i>
<i>Mental health anti-stigma education</i>	<i>BHA</i>	<i>October 1, 2014</i>

M00L

Committee Narrative

Treatment Options for Youth with Heroin-related Substance Abuse: *The committees are concerned about the recent upsurge in heroin-related substance abuse cases. In particular, the committees are concerned that there is insufficient in-state residential treatment capacity for youth with heroin-related addictions issues. The committees request the Behavioral Health Administration (BHA), in consultation with the Center for Substance Abuse Research (CESAR) at the University of Maryland, College Park, to provide the following data on treatment capacity for youth with heroin-related addiction issues: the number of residential facilities that offer treatment, including treatment length of stay; how many youth seek residential treatment out-of-state; the average cost per individual by facility; residential program waiting lists and completion rates; and the number of non-residential programs that are able to serve individuals with heroin-related addictions issues. BHA and CESAR shall submit the data by November 1, 2014.*

Information Request	Author	Due Date
<i>Treatment options for youth with heroin-related substance abuse</i>	<i>BHA CESAR</i>	<i>November 1, 2014</i>

Substance Abuse Pilot Project: *It is the intent of the budget committees that, to the extent that the Department of Health and Mental Hygiene can identify savings through cost containment or efficiencies or attain additional federal funds for this purpose, \$1 million be added to substance abuse treatment funding to establish a pilot program in a rural area of the State for the treatment of opioid dependence. The pilot program is to emphasize the use of medication therapies approved by the United States Food and Drug Administration that are not opioid replacement therapies.*

M00M
Developmental Disabilities Administration
Department of Health and Mental Hygiene

Budget Amendments

DEVELOPMENTAL DISABILITIES ADMINISTRATION

M00M01.01 Program Direction

Add the following language to the general fund appropriation:

, provided that \$250,000 of this appropriation made for the purpose of Program Direction may not be expended until the Department of Health and Mental Hygiene reports, as part of its Managing for Results performance measures, the percentage of individuals in the Developmental Disabilities Administration's Community Services Program who are being served through the Home and Community-Based Services Waiver. The report shall be submitted with the department's annual budget submission, and the committees shall have 45 days to review and comment. Funds 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 committees.

Explanation: The Developmental Disabilities Administration (DDA) currently reports the matching federal funds claimed through the waiver; however, this is an inaccurate way to measure DDA's ability to maximize federal fund attainment. Committee narrative in the 2013 Joint Chairmen's Report required DDA to report, with its annual budget submission, the percentage of individuals within the Community Services Program who are being served through a waiver. However, DDA failed to comply with this requirement.

Information Request	Author	Due Date
Home and Community-based Services Waiver enrollment	DDA	With the annual budget submission

Amend the following language:

Further provided that because the Developmental Disabilities Administration (DDA) has had four or more repeat findings in the most recent fiscal compliance audit issued by the Office of Legislative Audits (OLA), ~~\$250,000~~\$500,000 of this agency's administrative appropriation may not be expended unless:

- (1) DDA has taken corrective action with respect to all repeat audit findings on or before November 1, 2014; and

M00M

- (2) a report is submitted to the budget committees by OLA listing each repeat audit finding along with a determination that each repeat finding was corrected. The budget committees shall have 45 days to review and comment to allow for funds to be released prior to the end of fiscal 2015.

Explanation: The Joint Audit Committee has requested that budget bill language be added for each unit of State government that has four or more repeat audit findings in its most recent fiscal compliance audit. Each such agency is to have a portion of its administrative budget withheld pending the adoption of corrective action by the agency and a determination by OLA that each finding was corrected. OLA shall submit reports to the budget committees on the status of repeat findings.

Information Request	Author	Due Date
Status of corrective actions related to the most recent fiscal compliance audit	OLA	45 days before the release of funds

Amendment No. **28**

Committee Narrative

M00M01.02 Community Services

Home and Community-based Services and Waiver Enrollment: The committees direct the Department of Health and Mental Hygiene (DHMH) to report on the number of new individuals placed into services from the following categories within the Community Services Program: emergency, Waiting List Equity Fund, court-involved, crisis services, and Transitioning Youth. The number of requests for service change should also be reported and, to the extent possible, the costs associated with changes in services should be identified. The reports should be submitted on a quarterly basis.

Information Request	Author	Due Date
Reports on new placements within the Community Services Program	DHMH	30 days after the end of each quarter

M00Q
Medical Care Programs Administration
Department of Health and Mental Hygiene

Budget Amendments

MEDICAL CARE PROGRAMS ADMINISTRATION

M00Q01.01 Deputy Secretary for Health Care Financing

Add the following language to the general fund appropriation:

, provided that \$100,000 of this appropriation made for the purpose of administration may not be expended until the Department of Health and Mental Hygiene submits a report to the budget committees that:

- (1) clearly articulates the role of the Behavioral Health Administration in providing clinical oversight of behavioral health services including those funded in the budget of the Medical Care Programs Administration;
- (2) details how financial management for Medicaid and non-Medicaid services will be managed and coordinated between the Behavioral Health Administration and the Medical Care Program Administration; and
- (3) details the formal and informal opportunities that stakeholders will have to: provide input on policy directions involving behavioral health services; collaborate with the department to identify and seek resolution of claims and service issues; and support the transition of behavioral health services under the new Administrative Services Organization.

The report shall be submitted by June 1, 2014, and the committees shall have 45 days to review and comment. Funds 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.

Explanation: The Department of Health and Mental Hygiene (DHMH) is in the middle of transforming the service delivery system for behavioral health services. This transformation includes services for Medicaid recipients and the uninsured, and for Medicaid-reimbursable services and those not eligible for Medicaid reimbursement. Part of this transformation includes the administration of most behavioral health services through an Administrative Services Organization (the current administrative arrangement for most mental health services). The language asks DHMH to clarify the clinical and financial management responsibilities of the Behavioral Health and Medicaid administrations in the new service delivery system and also to identify opportunities for stakeholders to be part of the transition process.

Information Request	Author	Due Date
Behavioral health services	DHMH	June 1, 2014

M00Q

M00Q01.03 Medical Care Provider Reimbursements

Add the following language:

All appropriations provided for program M00Q01.03 Medical Care Provider Reimbursements are to be used for the purposes herein appropriated, and there shall be no budgetary transfer to any other program or purpose except that funding for substance abuse services may be transferred to program M00Q01.10 Medicaid Behavioral Health Provider Reimbursements to be spent under an Administrative Services Organization management model. Funds not expended for these purposes shall revert to the General Fund or be canceled.

Explanation: Annual budget bill language to limit the use of Medicaid provider reimbursements to that purpose. An exception is made for substance abuse services that are currently included in the budgets of Managed Care Organizations or delivered fee-for-service. Effective January 1, 2015, those funds are anticipated to be spent through an Administrative Services Organization in a different Medicaid program and can be transferred to that program.

Add the following language:

Provided that it is the intent of the General Assembly that the Department of Health and Mental Hygiene identify savings in the Medical Care Program Administration in order to support a 2.5% rate increase for skilled nursing facilities effective July 1, 2014.

Explanation: The language expresses legislative intent that the Department of Health and Mental Hygiene find savings in the Medicaid program sufficient to allow for a 2.5% rate increase for nursing homes, effective July 1, 2014. Nursing homes are currently scheduled to receive a rate increase of 1.725% on January 1, 2015. In order to fund a 2.5% increase, general fund savings of \$9 million need to be identified and applied to a rate increase.

M00Q

Add the following language:

Further provided that it is the intent of the General Assembly that, effective January 1, 2015, the rate paid for anesthesia services provided for Medicaid pediatric dental cases billed under Current Procedural Terminology code 00170 shall be at least 40% of the average commercial rate for the Eastern Region of the United States as reported by the American Society of Anesthesiologists Annual Survey of Commercial Rates.

Explanation: The language establishes a commercial benchmark for one particular Current Procedural Terminology (CPT) code used by anesthesiologists, a code most typically used in connection with pediatric dental surgery. The current average commercial rate for the Eastern Region of the United States as reported by the American Society of Anesthesiologists Annual Survey of Commercial Rates is \$72, equating to a 40% benchmark of \$28.80. The fiscal 2015 budget includes a rate increase for this particular CPT code to \$23.10, effective January 1, 2015, which is 100% of the Medicare rate. Maryland Medicaid uses the Medicare rate as a benchmark for physician rates. If implemented, the increase to \$28.80 would cost an estimated \$231,000 for the second half of fiscal 2015 and an estimated annualized cost of \$432,000.

Amend the following language to the general fund appropriation:

Further provided that this appropriation shall be reduced by ~~\$1,500,000~~ \$4,700,000 contingent upon the enactment of legislation reducing the MHIP assessment

Explanation: The language ~~adds~~ *amends* a contingent general fund reduction in Medicaid based on reducing the Maryland Health Insurance Plan (MHIP) assessment to ~~0.5%~~ *0.3%*, effective October 1, 2014.

Amendment No. **29**

M00Q

Reduce appropriation for the purposes indicated:	<u>Funds</u>	<u>Positions</u>
1. Reduce funds by extending managed care organization (MCO) cost containment for the second half of fiscal 2015. The fiscal 2015 budget assumes a 1% MCO rate reduction for six months effective July 1, 2014. The proposal simply extends that cost containment for the full fiscal year.	10,115,000 10,115,000	GF FF
2. Reduce funding for Balancing Incentive Payment Program (BIPP) pilot projects. According to the department, none of the proposals received for BIPP projects met the award criteria and the procurement was canceled. The department indicates it wishes to repurpose these funds to waiver services under certain conditions. However, it is unclear at this point how much funding will be needed. The reduction still leaves \$4.4 million for those services.	2,200,000 2,200,000	GF FF
3. Delete fiscal agent early takeover funding. Delays in, and potential restructuring of, the Maryland Enterprise Restructuring Project means that these funds will not be used in fiscal 2015.	4,841,917 14,525,751	GF FF
4. Reduce general fund support for provider reimbursements based on the availability of special funds from the Cigarette Restitution Fund. This funding is available based on a reduction made elsewhere in the budget to the Tobacco Transition Program.	799,000	GF
Total Reductions	44,796,668 43,997,668	

<u>Effect</u>	<u>Allowance</u>	<u>Appropriation</u>	<u>Amount Reduction</u>	<u>Position Reduction</u>
General Fund	2,398,780,323	2,380,824,406 2,381,623,406	17,955,917 17,156,917	
Special Fund	950,528,748	950,528,748	0	
Federal Fund	4,365,232,982	4,338,392,231	26,840,751	
Total Funds	7,714,542,053	7,669,745,385 7,670,544,385	44,796,668 43,997,668	

Amendment No. **30**

M00Q

Committee Narrative

Value-based Purchasing: HealthChoice contains a value-based purchasing program. Under that program, managed care organizations (MCOs) are measured against certain outcomes. MCOs can achieve incentives (payments) for achieving certain outcome measures, with these payments supported by penalties against MCOs that have certain lower outcome measures. If penalties exceed payments, unallocated funding is redistributed among the four highest-performing MCOs. In the most recent value-based purchasing program, this re-allocation resulted in two MCOs that had more outcomes meriting penalties than payments still receiving funding. The Department of Health and Mental Hygiene (DHMH) is requested to re-visit its value-based purchasing program allocation methodology so that MCOs with more negative outcomes than positive outcomes cannot achieve payments under the program. DHMH may look at distributing funding only among MCOs achieving net positive outcomes, using funding that would otherwise have been distributed to MCOs with net negative outcomes for one-time programming, or in other ways as it determines. Any change proposed should be implemented for the calendar 2015 value-based purchasing program.

Information Request	Author	Due Date
Value-based purchasing program	DHMH	October 1, 2014

Independent Review Organization: The committees request that the Department of Health and Mental Hygiene (DHMH), in conjunction with relevant stakeholders, work to develop an Independent Review Organization (IRO) program. The IRO program shall mirror as closely as possible the appeals and grievance program administered by the Maryland Insurance Administration that currently applies to carriers in the commercial market. The program that is developed should include at least the following provisions: a financing strategy that is not based on a “loser pays” model; a process by which providers can dispute a managed care organization’s (MCO) denial of a claim on the basis of medical necessity; a process for market conduct studies when an MCO might systematically deny or down code certain types of claims; and a process of departmental investigation and remedial action regarding patterns of disputes between MCOs and patients or providers that are presented to the IRO or the department where the department determines that education or intervention is warranted. DHMH shall report its progress on the development of the IRO program by October 1, 2014, including any recommendations that necessitate legislative action to enact the program in fiscal 2016.

Information Request	Author	Due Date
Independent Review Organization	DHMH	October 1, 2014

M00Q

Budget Amendments

M00Q01.04 Office of Health Services

Reduce appropriation for the purposes indicated:

	<u>Funds</u>	<u>Positions</u>
1. Delete 3 new positions and related funding. The positions are related to the creation of a new behavioral services unit in the Medical Care Programs Administration. The Administration has sufficient vacant positions to be able to re-classify positions to staff this unit, including 22 long-term vacancies.	78,362 GF 93,109 FF	3.00
Total Reductions	171,471	3.00

<u>Effect</u>	<u>Allowance</u>	<u>Appropriation</u>	<u>Amount Reduction</u>	<u>Position Reduction</u>
Position	211.80	208.80		3.00
General Fund	11,408,616	11,330,254	78,362	
Special Fund	25,949	25,949	0	
Federal Fund	16,063,784	15,970,675	93,109	
Total Funds	27,498,349	27,326,878	171,471	

M00Q

M00Q01.05 Office of Finance

Reduce appropriation for the purposes indicated:	<u>Funds</u>	<u>Positions</u>
1. Delete 1 new positions and related funding. The position is related to the creation of a new behavioral services unit in the Medical Care Programs Administration. The Administration has sufficient vacant positions to be able to re-classify positions to staff this unit, including 22 long-term vacancies.	25,867 GF	1.00
	27,468 FF	
Total Reductions	53,335	1.00

<u>Effect</u>	<u>Allowance</u>	<u>Appropriation</u>	<u>Amount Reduction</u>	<u>Position Reduction</u>
Position	31.00	30.00		1.00
General Fund	1,537,229	1,511,362	25,867	
Federal Fund	1,600,053	1,572,585	27,468	
Total Funds	3,137,282	3,083,947	53,335	

M00Q01.06 Kidney Disease Treatment Services

Reduce appropriation for the purposes indicated:	<u>Funds</u>	<u>Positions</u>
1. Reduce funding for the Kidney Disease Program based on recent enrollment trends.	261,000 GF	
Total Reductions	261,000	0.00

<u>Effect</u>	<u>Allowance</u>	<u>Appropriation</u>	<u>Amount Reduction</u>	<u>Position Reduction</u>
General Fund	3,184,765	2,923,765	261,000	
Special Fund	2,308,229	2,308,229	0	
Total Funds	5,492,994	5,231,994	261,000	

M00Q

Budget Amendments

MEDICAL CARE PROGRAMS ADMINISTRATION

M00Q01.10 Medicaid Behavioral Health Provider Reimbursements

Amend the following language:

All appropriations for program M00Q01.10 Medicaid Behavioral Health Provider Reimbursements are to be used for the purposes herein appropriated, and there shall be no budgetary transfer to any other program or purpose except that funding may be transferred to programs M00L01.02 Community Services and M00L01.03 Community Services for Medicaid State Fund Recipients to cover shortfalls in fee-for-service community mental health funding for Medicaid-ineligible services or services to the uninsured and to fund the Maryland Behavioral Health in Pediatric Primary Care Program. Funds not expended for these purposes shall revert to the General Fund or be canceled.

Explanation: The language restricts the use of Medicaid behavioral health provider reimbursements to that purpose with limited exceptions.

Amendment No. **31**

Add the following language:

Further provided that it is the intent of the General Assembly that up to \$1,000,000 in any fiscal 2015 savings that result from lower than budgeted expenditures on Residential Treatment Center services shall be used to support the Maryland Behavioral Health in Pediatric Primary Care Program.

Explanation: *The Maryland Behavioral Health in Pediatric Primary Care Program is a partnership of the University of Maryland, Baltimore School of Medicine, the Johns Hopkins University School of Public Health, and Salisbury University. Funded through an expiring federal grant, the program provides free phone consultation to primary care providers from mental health specialists, the provision of continuing education, assistance with local referral and resources, and co-location of social workers in primary care practices. The language expresses legislative intent that the program should be supported in fiscal 2015 through any savings realized from lower than budgeted residential treatment center services.*

Amendment No. **32**

MEMSOF
Maryland Emergency Medical System Operations Fund

Committee Narrative

Review Maryland State Police Aviation Command Mission Data and Collection Methodology: Maryland State Police Aviation Command (MSPAC) helicopter mission data is captured at the central dispatch facility known as the System Communications Center (SYSCOM). Every mission received is assigned a mission code and recorded. MSPAC provides summary mission data for the Managing for Results (MFR) sections of the Governor’s budget books every year, as well as a breakdown of mission data upon request. In recent years, mission data provided in the MFR and mission data provided directly by MSPAC has not been consistent. MSPAC currently receives 80% funding from the Maryland Emergency Medical System Operations Fund and 20% from the general fund based on the ratio of medically oriented missions to non-medical missions conducted. However, without accurate, consistent mission data, policymakers cannot make determinations on appropriate allocation of resources, number of helicopters needed, or base deployment, and cannot adequately anticipate the effects of any future policy decisions. Therefore, the budget committees request the Office of Legislative Audits (OLA) to review and report, by January 1, 2015, actual MSPAC mission data for fiscal 2006 through 2013 to determine its accuracy, including (1) scene Medevac; (2) interfacility Medevac; (3) law enforcement; (4) search and rescue; (5) support; (6) homeland security; (7) disaster assessment; and (8) Natural Resource Police missions. In addition, the budget committees request OLA to review the collection methodology used by MSPAC to record and report mission data to determine its effectiveness in collecting and providing accurate data.

Information Request	Author	Due Date
Report of MSPAC mission data for fiscal 2006 through 2013	OLA	January 1, 2015

N00A
Office of the Secretary
Department of Human Resources

Budget Amendments

OFFICE OF THE SECRETARY

N00A01.04 Maryland Legal Services Program

Add the following language to the general fund appropriation:

, provided that \$9,810,545 of this appropriation made for the purpose of the Maryland Legal Services Program 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.

Explanation: During the fiscal 2013 closeout process, the Department of Human Resources (DHR) recorded an unprovided-for payable in the Maryland Legal Services Program (MLSP) of \$1.1 million (\$0.8 million in general funds and \$0.3 million in federal funds). This was the second consecutive year an unprovided-for payable was recorded and the fourth since fiscal 2007. In fiscal 2012, the unprovided-for payable was recorded after DHR transferred approximately \$1.0 million of general funds from MLSP to other agency purposes in the closeout process. The language restricts the general fund appropriation for MLSP to that purpose and if it is not needed for that purpose, requires the funds to revert to the general fund.

N00B
Social Services Administration
Department of Human Resources

Budget Amendments

SOCIAL SERVICES ADMINISTRATION

N00B00.04 General Administration – State

Add the following language to the general fund appropriation:

, provided that \$150,000 of this appropriation may be expended only to fund a research project at the University of Maryland, Baltimore School of Social Work to study issues regarding unsuccessful reunifications of children with their parents after entering the foster care system. The report shall include data on the reasons why children reenter the foster care system after reunification; how often this occurs; an evaluation of the criteria used by caseworkers before reuniting a child with his or her parents; a discussion of how other states manage reunifications and evaluate the appropriateness for individual cases; a description of key aspects of the most successful states' programs and how they compare to Maryland; and a study of an age-stratified sample of two groups of cases (failed versus successful reunification cases) to include analysis of the Maryland Children's Electronic Social Services Information Exchange, a case record review, and data collection from case workers to better identify factors associated with successful reunifications.

An interim report should be submitted by December 1, 2014, and a final report submitted on April 15, 2015. Funds restricted for the purpose of completing this 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.

Explanation: The General Assembly is concerned about children who leave the foster care system to return to their parents who remain unfit to care for their children. This budget language restricts funds from the General Administration of the Social Services Administration to fund a study at the University of Maryland, Baltimore School of Social Work to research and report on the prevalence of unsuccessful reunifications, a comparison to how other states manage reunifications, and an anonymous survey of Department of Human Resources (DHR) caseworkers on the subject of reducing unsuccessful placements.

Information Request	Author	Due Date
Study on unsuccessful reunification of children leaving the foster care system	DHR	December 1, 2014 April 15, 2015

Amendment No.

33

N00B

Committee Narrative

Child Welfare Caseload Data: The committees believe that maintaining an adequate child welfare workforce is essential to improving outcomes for children entering the State's care. Therefore, in order to maintain oversight of this important issue, the committees request that the Department of Human Resources (DHR), on November 24, 2014, report to the committees on the annual average and the actual number of cases and filled positions assigned, by jurisdiction, for the following caseload types using data current within 70 days:

1. Intake Screening;
2. Child Protective Investigation;
3. Consolidated Home Services;
4. Interagency Family Preservation Services;
5. Services to Families with Children – Intake;
6. Foster Care;
7. Kinship Care;
8. Family Foster Homes – Recruitment/New Applications;
9. Family Foster Home – Ongoing and Licensing;
10. Adoption;
11. Interstate Compact for the Placement of Children; and
12. Caseworker Supervisors

Information Request	Author	Due Date
Report on caseload data and filled positions assigned by jurisdiction for specified caseload types	DHR	November 24, 2014

N00F
Office of Technology for Human Services
Department of Human Resources

Budget Amendments

OFFICE OF TECHNOLOGY FOR HUMAN SERVICES

N00F00.04 General Administration

Reduce appropriation for the purposes indicated:

	<u>Funds</u>		<u>Positions</u>
1. Reduce funding for additional and replacement data processing mainframe equipment by 10%. This action still allows the funding for this equipment to nearly double compared to the fiscal 2013 actual expenditures.	156,889	GF	
	120,536	FF	
2. Reduce funding for positions related to Affordable Care Act implementation. The fiscal 2015 allowance funds 6 positions related to the Affordable Care Act implementation with general funds only. However, federal funds should be available for this work. This action reduces 65% of the funding for the positions, a typical match rate for these types of services, based on the assumption of federal fund availability. Federal funds or reimbursable funds from the Maryland Health Benefit Exchange may be brought in by budget amendment to support the remaining costs of the positions.	250,594	GF	
 Total Reductions	 528,019		 0.00

<u>Effect</u>	<u>Allowance</u>	<u>Appropriation</u>	<u>Amount Reduction</u>	<u>Position Reduction</u>
Position	115.00	115.00		0.00
General Fund	30,152,154	29,744,671	407,483	
Special Fund	1,427,682	1,427,682	0	
Federal Fund	37,362,084	37,241,548	120,536	
Total Funds	68,941,920	68,413,901	528,019	

N00G
Local Department Operations
Department of Human Resources

Budget Amendments

LOCAL DEPARTMENT OPERATIONS

N00G00.01 Foster Care Maintenance Payments

Add the following language to the general fund appropriation:

Further provided that these funds are to be used only for the purposes herein appropriated, and there shall be no budgetary transfer to any other program or purpose except that funds may be transferred to program N00G00.03 Child Welfare Services. Funds not expended or transferred shall revert to the General Fund.

Explanation: This language restricts general funds appropriated for foster care payments to that use only or for transfer to N00G00.03 Child Welfare Services, which is where child welfare caseworker positions are funded.

Reduce appropriation for the purposes indicated:

	<u>Funds</u>	<u>Positions</u>
1. Reduce the Department of Human Resources (DHR) Social Services Administration foster care surplus by \$3 \$5 million. DHR is estimated to have a \$10 million surplus in the fiscal 2015 allowance.	3,000,000 GF 5,000,000 GF	
Total Reductions	3,000,000 5,000,000	

<u>Effect</u>	<u>Allowance</u>	<u>Appropriation</u>	<u>Amount Reduction</u>	<u>Position Reduction</u>
General Fund	237,561,299	234,561,299 232,561,299	3,000,000 5,000,000	
Special Fund	5,494,730	5,494,730	0	
Federal Fund	90,640,640	90,640,640	0	
Total Funds	333,696,669	 330,696,669 328,696,669 	 3,000,000 5,000,000 	

Amendment No. **34**

N00G

Committee Narrative

N00G00.02 Local Family Investment Program

Local Employee Workloads: In fiscal 2011, the Family Investment Administration (FIA) contracted with the University of Baltimore Schaefer Center for Public Policy to provide data on the workloads of local FIA caseworkers and managers by jurisdiction and make staffing recommendations. The budget committees are interested in receiving updated information on the workloads of local FIA employees and request the Department of Human Resources (DHR) to conduct an independent workload study of FIA within each of the State's jurisdictions and provide a report of the findings to the budget committees by December 1, 2014. The report shall provide the current and annual average staffing levels and workloads of each jurisdiction's caseworkers and managers, a forecast of future workload needs for each using past trends, and staffing recommendations for each of the State's jurisdictions.

Information Request	Author	Due Date
Report of staffing levels of local FIA employees	DHR	December 1, 2014

Budget Amendments

N00G00.03 Child Welfare Services

Add the following language to the general fund appropriation:

, provided that these funds are to be used only for the purposes herein appropriated, and there shall be no budgetary transfer to any other program or purpose except that funds may be transferred to program N00G00.01 Foster Care Maintenance Payments. Funds not expended or transferred shall revert to the General Fund.

Explanation: This language restricts general funds appropriated for child welfare services to that use only or for transfer to N00G00.01 Foster Care Maintenance Payments.

N00G

N00G00.06 Local Child Support Enforcement Administration

Reduce appropriation for the purposes indicated:	<u>Funds</u>	<u>Positions</u>
1. Reduce funds for genetic testing for paternity establishment. The fiscal 2013 actual expenditures for genetic testing was \$170,616. This action reduces funding to provide an amount closer to the fiscal 2013 actual expenditures.	200,000	SF
 Total Reductions	 200,000	 0.00

<u>Effect</u>	<u>Allowance</u>	<u>Appropriation</u>	<u>Amount Reduction</u>	<u>Position Reduction</u>
Position	605.20	605.20		0.00
General Fund	16,268,674	16,268,674	0	
Special Fund	730,466	530,466	200,000	
Federal Fund	31,725,212	31,725,212	0	
Total Funds	48,724,352	48,524,352	200,000	

N00G00.08 Assistance Payments

Reduce appropriation for the purposes indicated:	<u>Funds</u>	<u>Positions</u>
1. Reduce the appropriation to account for lower Temporary Disability Assistance Program caseloads. The allowance assumes a caseload higher than fiscal 2013, even though caseloads have been gradually declining. The program is estimated to have a fiscal 2015 surplus of \$4.3 million.	2,100,000	GF
 Total Reductions	 2,100,000	 0.00

<u>Effect</u>	<u>Allowance</u>	<u>Appropriation</u>	<u>Amount Reduction</u>	<u>Position Reduction</u>
General Fund	76,013,585	73,913,585	2,100,000	
Special Fund	18,575,059	18,575,059	0	
Federal Fund	1,353,068,303	1,353,068,303	0	
Total Funds	1,447,656,947	1,445,556,947	2,100,000	

N00G

Committee Narrative

Outcomes of Temporary Cash Assistance Program Recipients in Substance Abuse Programs: The budget committees are interested in learning more about the effectiveness of drug and alcohol abuse treatment programs for individuals on Temporary Cash Assistance (TCA). A change in data collection starting in September 2013 allowed for the Behavioral Health Administration (BHA) to collect additional data on recipients who had entered a substance abuse program prior to enrolling in TCA. The Department of Human Resources (DHR), together with BHA, shall submit a report discussing the effectiveness of substance abuse programs on the TCA population based on the first year of data collected under this new reporting system.

Information Request	Authors	Due Date
Effectiveness of substance abuse programs on TCA recipients	DHR BHA	December 1, 2014

N00I0006
Office of Home Energy Programs
Department of Human Resources

Committee Narrative

FAMILY INVESTMENT ADMINISTRATION

N00I00.06 Office of Home Energy Programs

Energy Assistance Application Processing Times: In the fiscal 2011, 2012, and 2013 Electric Universal Service Program Annual Report, submitted by the Department of Human Resources (DHR) to the Public Service Commission, DHR has recommended a re-evaluation of the 55-day agreement regarding utility termination protection for energy assistance applicants. One of the elements that DHR has specifically recommended for evaluation is the capacity of the Office of Home Energy Programs (OHEP) to process applications within the 55-day window. DHR indicates the OHEP data system is not able to track application processing times, but the department is evaluating changes that would be necessary to track this information. The committees are concerned that, without the ability to track processing times, energy assistance applicants may be subject to utility terminations unnecessarily given the 55-day agreement protections. The committees are also concerned about the impact of possible extended processing times on utilities awaiting information on applicant eligibility. The committees, therefore, request that DHR provide information by local administering agency on (1) the average number of days to process applications; (2) the number and percent of applications processed within 30 days, 55 days, and longer than 60 days; and (3) the number of permanent and temporary/contractual staff available to process applications.

Information Request	Author	Due Date
Application processing times	DHR	On the 15th of each month, beginning August 2014 through June 2015

Energy Efficiency Activities and Energy Assistance Customers: In response to committee narrative requested in the 2013 Joint Chairmen’s Report, the Department of Human Resources (DHR) revised its energy assistance application to allow for energy assistance customers to be automatically referred to Department of Housing and Community Development (DHCD) weatherization services unless the customer opts out of the referral. DHCD has also begun operating, through funds provided from the Customer Investment Fund, a program to target energy efficiency to high energy use energy assistance customers. The committees are interested in the impact of energy efficiency and weatherization services on energy assistance customer energy usage. Specifically, the committees request that DHR and DHCD provide information on (1) the number of energy assistance customers receiving energy efficiency or weatherization services from DHCD in fiscal 2014; (2) the type of energy efficiency or weatherization services received by the energy assistance customers; (3) verified or anticipated energy savings from

N00I0006

energy efficiency or weatherization services received by the energy assistance customers; and (4) impacts or anticipated impacts of those energy savings on energy assistance customer bills and the energy assistance program.

Information Request	Authors	Due Date
Report on energy savings	DHR DHCD	November 15, 2014

P00
Department of Labor, Licensing, and Regulation

Budget Amendments

OFFICE OF THE SECRETARY

P00A01.01 Executive Direction

Reduce appropriation for the purposes indicated:

	<u>Funds</u>	<u>Positions</u>
1. Reduce grant funds under the Employment Advancement Right Now program to allow the awarding of only training grants in fiscal 2015. The action eliminates any funding to continue planning grants and retains \$3.6 million in the program to provide the training grants.	900,000 GE	
 Total Reductions	900,000 0	

<u>Effect</u>	<u>Allowance</u>	<u>Appropriation</u>	<u>Amount Reduction</u>	<u>Position Reduction</u>
Position	16.00	16.00		0.00
General Fund	5,419,698	4,519,698 5,419,698	900,000 0	
Special Fund	550,180	550,180	0	
Federal Fund	1,256,407	1,256,407	0	
Total Funds	7,226,285	6,326,285 7,226,285	900,000 0	

Amendment No.

35

P00

DIVISION OF LABOR AND INDUSTRY

P00D01.07 Prevailing Wage

Reduce appropriation for the purposes indicated:

	<u>Funds</u>	<u>Positions</u>
1. Delete 1 new wage and hour investigator under the Prevailing Wage unit. Currently, the department has 1 wage and hour investigator position that has been vacant since 2011. The existing position should be filled in lieu of a newly created position. This action would leave 3 new positions for prevailing wage enforcement activities.	38,702 GF	1.00
Total Reductions	38,702	1.00

<u>Effect</u>	<u>Allowance</u>	<u>Appropriation</u>	<u>Amount Reduction</u>	<u>Position Reduction</u>
Position	15.00	14.00		1.00
General Fund	1,034,205	995,503	38,702	
Total Funds	1,034,205	995,503	38,702	

Q00

Department of Public Safety and Correctional Services

Budget Amendments

Amend the following language:

Provided that \$600,000 of the General Fund appropriation within the Department of Public Safety and Correctional Services (DPSCS) may not be expended until:

- (1) by November 1, 2014, the following items are reported to the budget committees and members of the Special Joint Commission on Public Safety and Security in State and Local Correctional Facilities:
 - (i) development of a risk assessment tool for pretrial and sentenced offenders in Baltimore City to determine whether the Baltimore City Detention Center (BCDC) is the appropriate place of confinement;
 - (ii) list of projects and associated cost estimates to improve conditions at BCDC until construction of new detention facilities can begin;
 - (iii) the percentage of security cameras functioning within each region as part of the annual departmental Managing for Results submission;
 - (iv) a plan for having an independent third party conduct comprehensive security audits for each facility on a 3-year cycle;
 - (v) an evaluation of the use of full body scanners to detect contraband at all State-operated correctional and detention facilities; and
 - (vi) a plan to employ correctional officers with arrest powers at each of its 22 facilities on a 24-hour basis. The plan should specify, to what extent, the department can achieve this objective with existing resources. As part of its evaluation, the department should consider (1) utilizing a phased-in approach, beginning with BCDC; (2) assigning a correctional officer with arrest powers to a group of correctional facilities that are located within close proximity of each other; and (3) executing formal agreements with local law enforcement agencies to assist DPSCS with arresting non-incarcerated individuals; and
- (2) the budget committees 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.

Q00

Further provided that it is the intent of the General Assembly that the Governor shall provide an additional ~~277~~ 423 correctional officer positions to the department, above fiscal 2015 staffing levels, including ~~100~~ additional correctional officer positions in fiscal 2016. Starting in fiscal 2016, 100 positions shall be added each year until a total of 523 positions are successfully included in the department's personnel complement. This intent is in accordance with the phased-in plan established in the fiscal 2014 operating budget and, as recommended by the recommendations of the Special Joint Commission on Public Safety and Security in State and Local Correctional Facilities, to increase the overall total number of correctional officers by ~~377~~. The total number of additional officers to be provided is reflective of the department's most recent staffing analysis, submitted to the General Assembly in January 2014.

Explanation: This language restricts funds pending a plan to evaluate or implement non-statutory recommendations proffered by the Special Joint Commission on Public Safety and Security in State and Local Correctional Facilities. It requires submission of various reports addressing concerns with conditions at BCDC, security evaluations and technology, how best to control the entrance of contraband into correctional facilities, and the use of correctional officers with arrest powers. This language also expresses legislative intent that the Administration continue to implement the plan for increasing the number of correctional officers by ~~377~~ over multiple years. The plan established by the General Assembly, and supported by the commission, is to provide 100 additional positions annually ~~until the 377 total positions are included in the department's budget~~. The fiscal 2015 allowance does include 100 positions for this purpose. *This language identifies the total position need as 423 positions beyond what is provided for in the fiscal 2015 allowance, in accordance with the most recent staffing assessment submitted to the legislature in January 2014.*

Information Request	Author	Due Date
Actions to improve public safety and security in State correctional facilities	DPSCS	November 1, 2014

Amendment No.

36

Q00A
Administration
Department of Public Safety and Correctional Services

Budget Amendments

Q00A02.03 Programs and Services

Add the following language to the general fund appropriation:

, provided that \$100,000 of this appropriation may not be expended until the Department of Public Safety and Correctional Services submits a report to the budget committees providing continued recidivism data and a cost-benefit analysis of the Public Safety Compact (PSC). The report should also explore other outcome measures for PSC participants relating to their family, substance abuse, and employment status. The report shall be submitted by November 1, 2014, and the budget committees shall have 45 days to review and comment. Funds restricted pending 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.

Explanation: The Department of Public Safety and Correctional Services (DPSCS) has been engaged in the Public Safety Compact (PSC) for nearly five years. A preliminary analysis of PSC participants reveals positive outcomes with regard to recidivism. As the department considers whether to continue providing these services under the existing model, it would be beneficial to continue to monitor recidivism outcomes and have a better understanding of how participation might impact other social factors. A cost-benefit analysis would also provide valuable assessment of the program from a fiscal perspective.

Information Request	Author	Due Date
Public Safety Compact	DPSCS	November 1, 2014

Add the following language to the general fund appropriation:

Further provided that \$100,000 of this appropriation may not be expended until the Department of Public Safety and Correctional Services submits a report to the budget committees on the implementation of a reentry mediation initiative and associated outcomes demonstrating the effectiveness of the program. The evaluation should improve on a previous study by utilizing a control group not participating in or volunteering to receive mediation services. The report shall be submitted by June 30, 2015, 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.

Q00A

Explanation: New funding was included in the fiscal 2015 allowance to support mediation services in two regions within the Department of Public Safety and Correctional Services (DPSCS). Prior studies on the impact of mediation services on Maryland’s inmate population have shown only a positive impact on the likelihood of being re-arrested and have had significant limitations within the research model. This language restricts funds until DPSCS submits a new evaluation of the program that accounts for some of the limitations experienced in the previous study.

Information Request	Author	Due Date
Implementation and outcomes of re-entry mediation	DPSCS	June 30, 2015

Reduce appropriation for the purposes indicated:

	<u>Funds</u>	<u>Positions</u>
1. Reduce funding for a pilot program to provide community services for youthful offenders. This initiative has yet to be fully developed and limited information is available regarding the implementation plan or measureable outcomes.	183,402 GF	
Total Reductions	183,402 0	

<u>Effect</u>	<u>Allowance</u>	<u>Appropriation</u>	<u>Amount Reduction</u>	<u>Position Reduction</u>
Position	52.00	52.00		0.00
General Fund	6,104,964	5,921,562 6,104,964	183,402 0	
Special Fund	730,050	730,050	0	
Total Funds	6,835,014	6,651,612 6,835,014	183,402 0	

Amendment No. **37**

Q00A

Committee Narrative

Collaboration Among State Agencies in the Provision of Services to Youthful Offenders: It is the intent of the budget committees that the Department of Public Safety and Correctional Services collaborate with the Department of Juvenile Services and other relevant State agencies when implementing programs targeting youthful offenders.

Q00C01
Maryland Parole Commission
Department of Public Safety and Correctional Services

Committee Narrative

MARYLAND PAROLE COMMISSION

Q00C01.01 General Administration and Hearings

Parole Releases in Relation to the Parole Eligibility Date: The budget committees are interested in continuing to monitor the percentage of offenders who are paroled at or near their parole eligibility date. The Maryland Parole Commission (MPC) reports that only 22% of offenders were paroled by their eligibility date in fiscal 2013 and that comparison data is not available for fiscal 2012. The Department of Public Safety and Correctional Services misestimated the number of offenders who would be paroled by their eligibility date under its Earned Release Policy, which has resulted in significant underfunding in fiscal 2014. The budget committees direct MPC to provide parole data for fiscal 2014 including the total number of paroles, the number paroled by the eligibility date, within 12 months, and beyond 12 months of the eligibility date. MPC should also evaluate whether this would be an appropriate performance measure for inclusion in the agency's Managing for Results submission. The data shall be provided to the budget committees no later than November 1, 2014.

Information Request	Author	Due Date
Parole releases in relation to the parole eligibility date	MPC	November 1, 2014

Q00G
Police and Correctional Training Commissions
Department of Public Safety and Correctional Services

Committee Narrative

POLICE AND CORRECTIONAL TRAINING COMMISSIONS

Q00G00.01 General Administration

***Correctional In-service Training Enhancement:** It is the intent of the budget committees that the Department of Public Safety and Correctional Services (DPSCS) should make increasing in-service training for custodial employees a priority at facilities located in Baltimore City. The department's current plan is for a multi-year phase-in to expand in-service training from 18 to 40 hours annually at all DPSCS facilities. Under the proposed implementation schedule, the Baltimore City Detention Center (BCDC) and the Baltimore Central Booking and Intake Center (BCBIC) would be the final two facilities to receive increased training. These facilities would not participate in 40 hours of annual in-service training until fiscal 2018. Given the significant operating deficiencies identified at those facilities in April 2013, enhanced training for Central Region staff should be of the utmost importance. The budget committees urge DPSCS to reevaluate its current implementation schedule and provide enhanced training to BCDC and BCBIC employees by the end of fiscal 2016.*

Q00K
Criminal Injuries Compensation Board
Department of Public Safety and Correctional Services

Budget Amendments

CRIMINAL INJURIES COMPENSATION BOARD

Q00K00.01 Administration and Awards

Strike the following language:

~~provided that at least \$500,000 of this appropriation, made for the purpose of compensating victims of crime, may be used only for awards to families of homicide victims.~~

Explanation: This action restricts a minimum of \$500,000 within the special fund appropriation for awards to victims of crime for the sole purpose of compensating the families of homicide victims.

Amendment No. **38**

Q00N
Maryland Commission on Correctional Standards
Department of Public Safety and Correctional Services

Committee Narrative

MARYLAND COMMISSION ON CORRECTIONAL STANDARDS

Q00N00.01 General Administration

Evaluation of the Standards Used by the Maryland Commission on Correctional Standards and Movement toward the American Correctional Association Accreditation: The budget committees request that the Department of Public Safety and Correctional Services (DPSCS), in line with recommendations from the Special Joint Commission on Public Safety and Security in State and Local Correctional Facilities, conduct a study on the following items:

- the extent to which correctional facilities in the State are in compliance with mandatory standards set by the Maryland Commission on Correctional Standards (MCCS);
- methods to prevent duplication of efforts and resources with facility evaluations conducted by MCCS and the American Correctional Association (ACA);
- methods to align standards at all correctional facilities, regardless of whether the facility is accredited by ACA; and
- the potential for altering the audit process to limit the advance notice given to facilities prior to conducting an initial audit.

The report should identify any regulations adopted by the department that amend the commission's standards in accordance with the results of the study. The submitted report should also provide the proposed implementation schedule for ACA accreditation at each correctional facility and an associated fiscal estimate for achieving accreditation. *The department should collaborate with the exclusive representative for correctional officers at State facilities to complete the study.* The report should be submitted to the budget committees no later than December 1, 2014.

Information Request	Author	Due Date
Evaluation of MCCS standards	DPSCS	December 1, 2014

Q00Q
Operations
Department of Public Safety and Correctional Services

Budget Amendments

Strike the following language:

~~Provided that because 15 regular positions and \$2,000,000 in associated general funds shall be deleted from within the General Administration, Corrections, Community Supervision, and Detention programs within the North, South, and Central Regions of the Department of Public Safety and Correctional Services (DPSCS). The department should use its discretion in selecting the specific positions to abolish; however, it is the intent of the General Assembly that the abolished positions should be long term vacancies and should not include correctional officer or community supervision agent positions.~~

~~Further provided that DPSCS shall submit a report to the budget committees specifying the Position Identification Numbers, salary and fringe benefit expenses, and budget codes for the abolished positions. The report shall be submitted to the budget committees no later than July 15, 2014.~~

Explanation: ~~The Operations function within DPSCS has 74 vacancies beyond what is needed to meet fiscal 2015 budgeted turnover; 65 of the vacancies have been vacant for more than 12 months, and 15 of the positions have been vacant for longer than two years. This action abolishes 15 positions and reduces the general fund appropriation by \$2 million. The language allows DPSCS to select the specific positions to be abolished but expresses legislative intent that the abolished positions should not be filled and should not include correctional officers or community supervision agents. The action also requires the department to submit a report to the legislature identifying the specific positions once they are abolished.~~

Information Request	Author	Due Date
DPSCS—Operations abolished positions	DPSCS	July 15, 2014

Amendment No. **39**

Q00Q

GENERAL ADMINISTRATION – SOUTH

Q00S01.01 General Administration

Amend the following language:

, provided that because the Central Region Finance Office (CRFO) has had four or more repeat findings in the most recent fiscal compliance audit issued by the Office of Legislative Audits (OLA), ~~\$300,000~~ \$200,000 of this agency's administrative appropriation may not be expended unless:

- (1) CRFO has taken corrective action with respect to all repeat audit findings on or before November 1, 2014; and
- (2) a report is submitted to the budget committees by OLA listing each repeat audit finding along with a determination that each repeat finding was corrected. The budget committees shall have 45 days to review and comment to allow for funds to be released prior to the end of fiscal 2015.

Explanation: Language was added in fiscal 2014 to restrict funds pending the resolution of repeat audit findings within CRFO. The Department of Public Safety and Correctional Services has indicated that the repeat findings will not be resolved until August 31, 2014, at the earliest. This action reiterates the fiscal 2014 language and restricts funds until OLA confirms that the repeat findings have been resolved.

Information Request	Author	Due Date
CRFO resolution of repeat findings	OLA	Not later than May 15, 2015

Amendment No. **40**

Add the following language to the general fund appropriation:

Further provided that \$100,000 of this appropriation, made for the purpose of Department of Public Safety and Correctional Services operations, may not be expended for that purpose but instead may be transferred by budget amendment to the Comptroller of Maryland to be used only for crediting inmate accounts in order to reconcile the aggregate balance of individual inmate accounts in the Maryland Offender Banking System with the corresponding records of the Comptroller of Maryland. 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.

Q00Q

Explanation: A 2012 Office of Legislative Audits report identified a significant irreconcilable difference between the aggregate balance of individual inmates in the Maryland Offender Banking System (MOBS) and the corresponding records of the Comptroller of Maryland. According to an April 2013 reconciliation prepared for the Department of Public Safety and Correctional Services (DPSCS) Central Region Finance Office, the unresolved difference was \$341,927. DPSCS is unable to fully resolve outstanding repeat audit findings until the difference between MOBS and the Comptroller's records has been resolved. This action restricts \$100,000 in general funds for the sole purpose of reconciling the outstanding difference.

Amendment No. **41**

COMMUNITY SUPERVISION – CENTRAL

Q00T03.01 Community Supervision

Amend the following language:

. provided that \$200,000 of this appropriation made for the purpose of community supervision may not be expended until the Department of Public Safety and Correctional Services Operations submits a report to the budget committees on the results from a time study to determine an appropriate general caseload standard for parole and probation agents. The submitted report shall also include a proposed staffing plan for the community supervision function in response to the time study findings, including identification of the need for additional positions. The report shall be submitted by May 15, 2015, 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.

Explanation: Funds had been restricted in fiscal 2014 pending the receipt of results from a time study of community supervision agent caseloads. The results are necessary to determine an appropriate caseload standard for general supervision cases. The Department of Public Safety and Correctional Services (DPSCS) encountered delays in procuring a researcher to conduct the study and is unable to provide results in fiscal 2014. This action reiterates the restrictive language until the time study results are submitted in fiscal 2015 and requires the department to develop a staffing plan in response to the findings.

Information Request	Author	Due Date
Time study of community supervision agent caseloads and proposed staffing plan	DPSCS	May 15, 2015

Amendment No. **42**

R00A01
Headquarters
State Department of Education

Budget Amendments

HEADQUARTERS

R00A01.01 Office of the State Superintendent

Add the following language to the general fund appropriation:

Provided that it is the intent of the General Assembly that no individual loaned educator be engaged by the Maryland State Department of Education (MSDE) for more than 6 years. For loaned educators engaged in fiscal 2010, the time already served at MSDE may not be counted toward the 6-year limit.

Further provided that it is the intent of the General Assembly that all loaned educators submit annual financial disclosure statements, as is required by State employees in similar positions.

Further provided that MSDE shall provide an annual census report on the number of loaned educator contracts and any conversion of these personnel to regular positions to the General Assembly by December 16, 2014, and every year thereafter. The annual report shall include job function, title, salary, fund source(s) for the contract, the first year of the contract and the number of years that the loaned educator has been employed by the State, and whether the educator files a financial disclosure statement. MSDE shall also provide a report to the budget committees prior to entering into any new loaned educator contract to provide temporary assistance to the State. The budget committees shall have 45 days to review and comment from the date of receipt of any report on new contracts.

Explanation: This annual language on loaned educators expresses intent that loaned educators should not be engaged for more than six years, educators should submit annual financial disclosure reports as appropriate, and reports on the loaned educator program should be submitted. The loaned educator program at the Maryland State Department of Education (MSDE) allows local employees to work for MSDE on special projects.

Information Request	Author	Due Date
Report on loaned educator contracts	MSDE	December 16, 2014, and annually thereafter

R00A01

Add the following language to the general fund appropriation:

, provided that \$1,000,000 of this appropriation made for the purpose of general administration may not be expended until the Maryland State Department of Education (MSDE) provides a report by November 1, 2014, on the implementation of the Partnership for Assessment of Readiness for College and Careers (PARCC) field tests and technology readiness of local education agencies (LEAs) to give PARCC online as well as one-to-one access to digital educational resources including the option to create “bring your own device” programs. The report shall include the number of students who took the test in each LEA, the number of students who took the test online and on paper, and summary statistics on students’ scores on the test. The report shall also include any reports of problems or difficulties encountered by giving the field test this year and what the Maryland State Department of Education has learned from the field tests going forward in the next fiscal year during the full implementation of the test. The report should outline how each LEA will be able to implement the PARCC assessments fully online by the goal of the 2016-2017 school year. The report should include MSDE’s criteria for evaluation for readiness and identify any gaps that may remain in terms of technology infrastructure in each LEA. Finally, the report should show a cost breakdown of resources needed by each LEA to meet full online implementation.

Explanation: The PARCC field tests are being given statewide in spring 2014, and the full tests will be implemented in all schools in the 2014-2015 school year. MSDE has a goal for all local education agencies to administer PARCC online by the 2016-2017 school year. The deadline for PARCC to be administered fully online is the 2017-2018 school year. The language restricts \$1 million in funds from MSDE until MSDE provides a report on the PARCC field tests and technology readiness of LEAs *as well as one-to-one access to digital educational resources including the option to create “bring your own device” programs.*

Information Request	Author	Due Date
Report on PARCC field tests and LEA readiness	MSDE	November 1, 2014

Amendment No. **43**

Add the following language to the general fund appropriation:

Further provided that \$50,000 of this appropriation made for the purpose of incentive payments for the State Superintendent based on the attainment of specified performance goals 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.

Explanation: The State Superintendent’s contract includes incentive payments for the attainment of specified performance goals. This language restricts \$50,000 in general funds to that use only.

R00A01

Add the following language to the general fund appropriation:

Further provided that \$50,000 of this appropriation made for the purpose of incentive payments for the State Superintendent may not be expended until the Maryland State Department of Education submits a report to the budget committees identifying baseline data for each performance goal. The report shall be submitted by August 1, 2014, 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.

Explanation: The language restricts \$50,000 in general funds made for the purpose of incentive payments to the State Superintendent until the Maryland State Department of Education (MSDE) submits a report identifying the baseline data for each performance goal. The report is to be submitted by August 1, 2014.

Information Request	Author	Due Date
Report on incentive payment baseline data	MSDE	August 1, 2014

Committee Narrative

Teach for Maryland and Alternative Certification Programs: Maryland was awarded \$250 million over four years through the federal Race to the Top program, with \$125 million going to participating LEAs and \$125 million to be administered by the Maryland State Department of Education (MSDE) for statewide reform efforts through 54 projects. One of those projects includes the Teach for Maryland project which seeks to increase the number of teachers prepared to teach in high poverty and high minority schools, increase teacher retention in high poverty and high minority schools, and eliminate the inequitable distribution of effective teachers in those schools.

The committees direct that the MSDE provide a report on an overview of the Teach for Maryland Race to the Top project. The report should also include any other alternative certification programs overseen by MSDE. Finally, the report should include any plans for continuing the Teach for Maryland program after the end of the Race to the Top grant period.

Information Request	Author	Due Date
Report on Teach for Maryland and other alternative certification programs in Maryland	MSDE	August 1, 2014

R00A01

Budget Amendments

R00A01.04 Division of Accountability, Assessment and Data Systems

Add the following language to the general fund appropriation:

, provided that \$10,000,000 is restricted until the Maryland State Department of Education (MSDE) submits a report that provides specific, verifiable information on the estimated total cost to administer the Partnership for Assessment of Readiness for College and Careers (PARCC) tests in fiscal 2015 to all students in grades 3 through 8 and in high school, including the costs to score the tests and report the results. The report shall include any assumptions that affect the total cost, such as the proportion of students taking the test online. The report shall also include an estimate of the total PARCC costs in each fiscal year through fiscal 2018.

Further provided that MSDE shall provide a copy of any and all written agreements or contracts between the State of Maryland and PARCC Inc. pertaining to the State's participation in the PARCC tests to the Department of Legislative Services.

The report shall be submitted by July 1, 2014, and the budget committees shall have 45 days to review and comment on the report. 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.

Explanation: The committees are concerned that the full cost for student assessments is not budgeted for fiscal 2015. For several years, the State has been funding assessments in the current year with large deficiency appropriations. With the PARCC tests replacing most of the Maryland Student Assessments (except science) in fiscal 2015 and replacing some of the High School Assessments (in English/Language Arts and Algebra) soon thereafter, the committees are interested in MSDE providing a more comprehensive estimate of the actual assessment costs to be included in the Governor's allowance each year. The committees request a report with specific information on the total cost to administer PARCC in fiscal 2015 and an estimate of those costs through fiscal 2018. The committees also request a copy of any written agreement or contract with PARCC Inc. that pertains to the State's participation in the PARCC tests be provided to the Department of Legislative Services.

Information Request	Author	Due Date
PARCC cost estimates and written agreements	MSDE	July 1, 2014

Amendment No.

44

R00A02
Aid to Education
State Department of Education

Budget Amendments

Add the following language:

Provided that the Maryland State Department of Education shall notify the budget committees of any intent to transfer the funds from program R00A02 Aid to Education to any other budgetary unit. The budget committees shall have 45 days to review and comment on the planned transfer prior to its effect.

Explanation: The Maryland State Department of Education (MSDE) should not transfer any funds from Aid to Education until the transfer is reviewed by the budget committees.

Information Request	Author	Due Date
Report on any transfer of funds from R00A02	MSDE	45 days prior to transfer

AID TO EDUCATION

R00A02.06 Maryland Prekindergarten Expansion Program Financing Fund

Add the following language to the general fund appropriation:

. provided that \$4,300,000 of this appropriation made for the purpose of creating a competitive grant program to expand prekindergarten is contingent upon the enactment of SB 332 or HB 297 – Prekindergarten Expansion Act of 2014.

Explanation: Funding for the program is made contingent upon enactment of the legislation that creates the program, SB 332 or HB 297 – Prekindergarten Expansion Act of 2014.

R00A02

R00A02.07 Students With Disabilities

Strike the following language:

, provided that it is the intent of the General Assembly that fiscal 2015 rate increases for providers of nonpublic special education placements begin July 1, 2014.

Explanation: This language expresses legislative intent that the fiscal 2015 rate increase for nonpublic special education placement providers take effect on July 1, 2014.

R00A02.13 Innovative Programs

Strike the following language:

, provided that \$1,712,305 of this appropriation for the Early College Innovation Fund may not be expended for that purpose but instead may be used only to provide grants to restore 50% of a reduction in total direct education aid to local school systems for which total direct education aid in fiscal 2015 is less than the amount received in fiscal 2014, contingent on enactment of SB 534 or HB 814 establishing the grants. Any funds not transferred and used for this purpose revert to the General Fund.

Explanation: This language authorizes funds intended to fund Early College Innovation Fund grants to be used only to restore 50% of the reduction to local school systems for which total direct education aid in fiscal 2015 is less than the amount received in fiscal 2014, contingent on legislation that establishes the grants. Three counties would receive these funds based on current projections: Carroll County (\$1,117,220), Garrett County (\$464,103), and Kent County (\$130,982).

Amendment No. **45**

Amend the following language:

Further, provided that \$3,500,000 of this appropriation made for the purpose of the Digital Learning Innovation Fund shall be distributed to local education agencies in need of funds to accelerate their transition to digital learning and upgrade their information technology infrastructure to implement the Partnership for Assessment of Readiness for College and Careers tests online. The allocation of funds will be made by the Maryland State Department of Education. 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.

R00A02

Explanation: The Maryland Department of Education (MSDE) has a goal to be ready to implement the Partnership for Assessment of Readiness for College and Careers (PARCC) tests fully online by the 2016-2017 school year. The deadline for PARCC to be administered online is the 2017-2018 school year. The Digital Learning Innovation Fund's ~~is restricted to the purpose~~ *is expanded to provide* ~~of providing~~ local education agencies with funding *to accelerate their transition to digital learning and* upgrade their information technology infrastructure *to be PARCC compatible* as overseen by the MSDE. Funds allocated will help upgrade information technology infrastructure still needed to meet the requirements of implementing PARCC online.

Amendment No. **46**

Reduce appropriation for the purposes indicated:

	<u>Funds</u>	<u>Positions</u>
1. Reduce funds for the Early College Innovation Fund until the first round of grants is analyzed for effectiveness.	287,695	GF
Total Reductions	287,695 0	

<u>Effect</u>	<u>Allowance</u>	<u>Appropriation</u>	<u>Amount Reduction</u>	<u>Position Reduction</u>
General Fund	13,492,000	13,204,305 13,492,000	287,695 0	
Federal Fund	186,028	186,028	0	
Total Funds	13,678,028	13,390,333 13,678,028	287,695 0	

Amendment No. **47**

R00A02

Committee Narrative

Early College Innovation Fund and Geographic Distribution: *The Early College Innovation Fund was a new initiative in fiscal 2014 that provided grants to expand early college access programs. The programs provide accelerated pathways for students seeking career and technical education or training in science, technology, engineering, and math disciplines. The Maryland State Department of Education (MSDE) provided funds to six local school systems and higher education institution partnerships for program implementation. Funds were used as bridge funding to assist in the start-up costs. The committees direct MSDE to provide a report on the geographic distribution of students enrolled in each of the six campuses and the distances they travel to attend.*

Information Request	Author	Due Date
<i>Report on early college innovation fund travel distance for students</i>	<i>MSDE</i>	<i>August 1, 2014</i>

Budget Amendments

R00A02.59 Child Care Subsidy Program

Strike the following language:

~~provided that \$300,000 of this appropriation may be used only to expand the Therapeutic Nursery Program at the Reginald S. Lourie Center for Infants and Young children in Montgomery County.~~

Explanation: ~~This language provides funds to expand the Therapeutic Nursery Program (TNP) at the Reginald S. Lourie Center for Infants and Young Children (Lourie Center) in Montgomery County. The TNP is a specialized preschool that addresses the needs of young children with emotional and behavioral problems that may interfere with success in a regular preschool or daycare setting. Funding would help the Lourie Center expand the program to cover additional students and parents/caregivers and improve access to these services for families that qualify for medical assistance.~~

Amendment No. **48**

R00A02

Reduce appropriation for the purposes indicated:

	<u>Funds</u>	<u>Positions</u>
1. Reduce funding for the Child Care Subsidy Program by \$1,000,000. Given the \$10,000,000 increase in federal funds, the Child Care Subsidy Program will still grow by 15% even with the reduction.	1,000,000	GF
 Total Reductions	1,000,000 0	

<u>Effect</u>	<u>Allowance</u>	<u>Appropriation</u>	<u>Amount Reduction</u>	<u>Position Reduction</u>
General Fund	37,847,835	36,847,835 37,847,835	1,000,000 0	
Federal Fund	45,106,764	45,106,764	0	
Total Funds	82,954,599	81,954,599 82,954,599	1,000,000 0	

Amendment No. **49**

R00A03
Funding for Educational Organizations
State Department of Education

Budget Amendments

FUNDING FOR EDUCATIONAL ORGANIZATIONS

R00A03.01 Maryland School for the Blind

Add the following language:

It is the intent of the General Assembly that the Governor include \$1,000,000 in a supplemental budget for the Maryland School for the Blind.

Explanation: The committees are concerned with the fiscal health of the Maryland School for the Blind in the upcoming fiscal year and request the Governor provide an additional \$1 million for the school in fiscal 2015.

R00A04
Children's Cabinet Interagency Fund
State Department of Education

Budget Amendments

CHILDREN'S CABINET INTERAGENCY FUND

R00A04.01 Children's Cabinet Interagency Fund

Add the following language:

It is the intent of the General Assembly that \$1,823,709 of the allocations to the Local Management Boards for early intervention and prevention activities be used to fund these activities through Youth Services Bureaus (YSBs) and that this allocation for YSBs be distributed among all certified YSBs.

Explanation: This language states the intent of the General Assembly that early intervention and prevention services provided through YSBs be funded at the same level in fiscal 2015 as in fiscal 2014 and that the funding reserved for YSBs should be allocated among all YSBs to include newly created YSBs.

Amendment No.

50

R13M00
Morgan State University

Committee Narrative

Report on the Intercollegiate Athletic Program: Over the past few years, increasing Intercollegiate Athletic (ICA) expenses has garnered much attention. How institutions are paying for these programs has received less attention. While institutions rely to a varying extent on student athletic fees to support their ICA programs, Morgan State University (MSU) mostly depends on student fees, which account for 81% of the ICA budget. Of Maryland's Division I programs, MSU continues to have one of the highest student athletic fees. The budget committees are concerned about the reliance of ICA on the student athletic fee and the impact on affordability and accessibility, considering 57% of the students receive a Pell award. The committees are also concerned about the long-term financial sustainability of the program and maintaining Title IX compliance. The committees request MSU to submit a report by September 30, 2014, on a plan to ensure the long-term financial sustainability of the ICA program and maintain Title IX compliance.

Information Request	Author	Due Date
Report on the ICA program	MSU	September 30, 2014

Report on Integrated Planning and Advising Services: Morgan State University (MSU) received a \$100,000 grant from the Bill & Melinda Gates Foundation to implement the Integrated Planning and Advising Services (IPAS) technology. MSU will partner with Starfish Retention Solutions to automate its early alert and response system for faculty, staff, and students. IPAS technology will enhance advising and provide sophisticated, yet user friendly, tracking and monitoring systems for the university. The committees are interested in the implementation of IPAS, its integration into university practices, and the effects this has on increasing the retention of students.

Information Request	Author	Due Date
Report on integrated planning and advising services	MSU	December 15, 2014

R15P00
Maryland Public Broadcasting Commission

Budget Amendments

Strike the following language:

~~Provided that five positions shall be abolished by June 30, 2015.~~

~~**Explanation:** Maryland Public Broadcasting Commission (MPBC) will start contracting out its master control services, eliminating the need for approximately 5 MPBC employees. The June 30, 2015 deadline allows MPBC adequate time in which to make the transition from in-house staffing to contracting out for master control services.~~

Amendment No. **51**

R30B00
University System of Maryland

Committee Narrative

Status Report on Progress Toward Programs Meeting Performance Metrics: The fiscal 2014 budget provided \$13 million in general funds to fund program enhancements or initiatives directed toward three University of Maryland goals of (1) transforming the academic model; (2) increasing graduates in science, technology, engineering, and mathematics and health professions; and (3) helping the State achieve its 55% completion goal, which includes closing the achievement gap. The University System of Maryland (USM) submitted a report in July 2013 detailing how these funds would be spent and metrics used to measure the progress or results of the enhancement funded activities. The fiscal 2015 budget includes an additional \$10 million for enhancements that were funded from fund balance in fiscal 2014. The committees are interested in the progress these activities have made to date toward meeting the metrics submitted in fiscal 2014 and additional metrics to measure the progress and results of the continued enhancements first funded in fiscal 2014 by fund balance.

Information Request	Author	Due Date
Report on the progress toward meeting the metrics	USM	September 1, 2014

R30B27
Coppin State University
University System of Maryland

Budget Amendments

COPPIN STATE UNIVERSITY

R30B27.00 Coppin State University

Add the following language to the unrestricted fund appropriation:

, provided that because Coppin State University (CSU) has had four or more repeat findings in the most recent fiscal compliance audit issued by the Office of Legislative Audits (OLA), \$100,000 of this agency's administrative appropriation may not be expended unless:

- (1) CSU has taken corrective action with respect to all repeat audit findings on or before November 1, 2014; and
- (2) a report is submitted to the budget committees by OLA listing each repeat audit finding along with a determination that each repeat finding was corrected. The budget committees shall have 45 days to review and comment to allow for funds to be released prior to the end of fiscal 2015.

Explanation: The Joint Audit Committee has requested that budget bill language be added for each unit of State government that has four or more repeat audit findings in its most recent fiscal compliance audit. Each such agency is to have a portion of its administrative budget withheld pending the adoption of corrective action by the agency and a determination by OLA that each finding was corrected. OLA shall submit reports to the budget committees on the status of repeat findings.

Information Request	Author	Due Date
Status of corrective actions related to the most recent fiscal compliance audit	OLA	45 days before the release of funds

R30B36
University System of Maryland Office
University System of Maryland

Committee Narrative

Enhancing Collaborations Among Baltimore City Institutions: With changes in leadership at several public higher education institutions in Baltimore City, the committees believe it is an appropriate time to expand and enhance collaborations among these institutions. The committees are interested in the plans these institutions, including the University of Baltimore (UB), Coppin State University (CSU), and Baltimore City Community College (BCCC), have to encourage and increase collaborations and partnerships related to all facets of the institutions, including academic collaborations that provide pathways for students to begin at one institution and transfer to another, administrative savings that might be achieved through cross-institution efficiencies, and student activities. The committees request that UB, CSU, and BCCC submit a report by November 1, 2014, that provides a summary of the partnerships that currently exist among the institutions and specific plans to increase and enhance collaborations and partnerships.

Information Request	Authors	Due Date
Report on enhancing collaborations among Baltimore City institutions	University System of Maryland UB CSU BCCC	November 1, 2014

R62I00
Maryland Higher Education Commission

Budget Amendments

R62I00.01 General Administration

Amend the following language:

, provided that \$100,000 of the General Fund appropriation for the Maryland Higher Education Commission's (MHEC) administration shall be restricted pending a report on recommendations to improve MHEC's *need-based* student financial aid programs. The budget committees shall have 45 days to review and comment on the report. Funds restricted pending 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.

Explanation: This language restricts funding at MHEC pending a report on recommendations to improve the administration and outcomes of MHEC's ~~various~~ *need-based* student financial aid programs to be reached in collaboration with the Financial Aid Advisory Committee.

Amendment No. **52**

Add the following language to the general fund appropriation:

Further provided that since the Maryland Higher Education Commission (MHEC) has had four or more repeat findings in the most recent fiscal compliance audit issued by the Office of Legislative Audits (OLA), \$100,000 of this agency's administrative appropriation may not be expended unless:

- (1) MHEC has taken corrective action with respect to all repeat audit findings on or before November 1, 2014; and
- (2) a report is submitted to the budget committees by OLA listing each repeat audit finding along with a determination that each repeat finding was corrected. The budget committees shall have 45 days to review and comment to allow for funds to be released prior to the end of fiscal 2015.

Explanation: The Joint Audit Committee has requested that budget bill language be added for each unit of State government that has four or more repeat audit findings in its most recent fiscal compliance audit. Each such agency is to have a portion of its administrative budget withheld pending the adoption of corrective action by the agency and a determination by OLA that each finding was corrected. OLA shall submit reports to the budget committees on the status of repeat findings.

R62I00

Information Request	Author	Due Date
Status of corrective actions related to the most recent fiscal compliance audit	OLA	45 days before the release of funds

Committee Narrative

Report on Best Practices and Annual Progress Toward the 55% Completion Goal: The committees understand that in order to meet the State's goal to have at least 55% of Maryland's residents age 25 to 64 holding at least one degree credential by 2025, accurate and timely information on degree progression and best practices is needed to ensure that the State is on track to meet the goal. The committees request that the Maryland Higher Education Commission (MHEC) annually collect and analyze student- and transcript-level data on progression, graduation, and other relevant metrics from each public institution of higher education, including community colleges and regional higher education centers. MHEC should submit a report by December 15 each year that analyzes the data and shows each institution's progress toward the State and institutional goals in 2025. The report should also include a summary of best practices and findings on the effectiveness of institutions' programs, as well as any concerns regarding lack of progress or best practices that are not being implemented by institutions.

In addition, the committees request that MHEC, on behalf of the Governor and General Assembly and in collaboration with the Governor's P-20 Council, search for and apply to grant funding in order to convene a biennial Summit on Completion that provides a forum for representatives of all segments of education (including K-12), economic and workforce development, and other stakeholders to share best practices on college completion that are underway in Maryland and hear from experts on best practices in other states that may be replicated in Maryland. If neither State support nor external grant funding can be found to cover the cost of the summit, the summit may be canceled. A summary of the summit should be included in the annual report on best practices and progress toward the 55% goal.

Information Request	Author	Due Date
Report on best practices and progress toward 55% completion goal	MHEC	December 15, 2014, and each year thereafter

R62I00

Budget Amendments

R62I00.03 Joseph A. Sellinger Formula for Aid To Non-Public Institutions of Higher Education

Strike the following language from the general fund appropriation:

~~provided that this appropriation shall be reduced by \$3,902,334 contingent upon the enactment of legislation level funding aid to non-public institutions of higher education~~

Explanation: This language is not necessary for the General Assembly to reduce the appropriation.

Reduce appropriation for the purposes indicated:

	<u>Funds</u>	<u>Positions</u>
1. Reduce the Sellinger formula grant by recalculating the formula given reductions to public four-year institutions in fiscal 2015.	677,884	GF
	659,988	GF
 Total Reductions	 677,884	
	659,988	

<u>Effect</u>	<u>Allowance</u>	<u>Appropriation</u>	<u>Amount Reduction</u>	<u>Position Reduction</u>
General Fund	44,845,644	44,167,760	677,884	
		44,185,656	659,988	
Total Funds	44,845,644	44,167,760	677,884	
		44,185,656	659,988	

Amendment No. **53**

R62I00.05 The Senator John A. Cade Funding Formula for the Distribution of Funds to Community Colleges

Strike the following language from the general fund appropriation:

~~provided that this appropriation shall be reduced by \$4,595,627 contingent upon the enactment of legislation limiting growth in aid to community colleges to five percent~~

Explanation: This language is not necessary for the General Assembly to reduce the appropriation.

R62I00

Reduce appropriation for the purposes indicated:

	<u>Funds</u>	<u>Positions</u>
1. Reduce the community college formula grant by recalculating the formula given reductions to public four-year institutions in fiscal 2015. This provides \$224,813,753 \$224,907,047 for the Cade formula and \$21,870 \$19,334 in hold harmless funding for Chesapeake College. This does not alter funding for miscellaneous State-funded grants to community colleges.	3,429,972 3,339,214	GF GF
 Total Reductions	3,429,972 3,339,214	

<u>Effect</u>	<u>Allowance</u>	<u>Appropriation</u>	<u>Amount Reduction</u>	<u>Position Reduction</u>
General Fund	244,887,503	241,457,531 241,548,289	3,429,972 3,339,214	
Total Funds	244,887,503	241,457,531 241,548,289	3,429,972 3,339,214	

Amendment No.

54

R62I00.07 Educational Grants

Add the following language to the general fund appropriation:

, provided that \$4,900,000 in general funds designated to enhance the State’s four historically black colleges and universities may not be expended until the Maryland Higher Education Commission submits a report to the budget committees outlining how the funds will be spent. The budget committees shall have 45 days to review and comment on the report. Funds restricted pending 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.

Explanation: This annual language restricts the expenditure of funds until the commission reports to the budget committees on the plans for spending funds designated to enhance the State’s four historically black colleges and universities (HBCU).

Information Request	Author	Due Date
HBCU enhancement expenditure report	Maryland Higher Education Commission	July 1, 2014

R62I00

Add the following language to the general fund appropriation:

Further provided that \$1,500,000 for the St. Mary's College Stabilization Grant in the Maryland Higher Education Commission may only be transferred to St. Mary's College of Maryland (SMCM) and may not be used for any other purpose. Funding restricted to SMCM may be used only to reduce fall 2014 tuition below the fall 2013 rate. It is the intent of the General Assembly that this funding be included within SMCM's grant when calculating fiscal 2016 State support unless SMCM's annual tuition increase is more than 3.0% beginning in fall 2015. Funds restricted may not be transferred by budget amendment and funding not used for this restricted purpose shall revert to the General Fund.

Explanation: This transfer SMCM's Stabilization Grant from MHEC to SMCM and restricts this funding to be used only for a tuition decrease. Funds are to be included in SMCM's State support grant as long as SMCM does not raise tuition by more than 3.0% beginning in fiscal 2016. Funds not used for this purpose may not be transferred and shall revert to the general fund.

Amendment No. **55**

Committee Narrative

~~**Recommendations to Improve State Student Financial Aid Programs:** The committees request that the Maryland Higher Education Commission (MHEC), with the newly reestablished Financial Aid Advisory (FAA) Committee, review Guaranteed Access (GA) and Educational Assistance grant (EAG) programs and propose changes, such as lowering the maximum award amount within the GA program, to create a more gradual continuum of the percent of need met by the GA and EAG programs and possibly incorporating the part time need based grant program. This would increase the amount of funding available and the number of possible awards in the EA program. MHEC should also consider how to eliminate or significantly reduce the waitlist for need-based grants. MHEC should look at eligibility and renewal criteria for all financial aid programs, such as changing the definition of a full time student, and making summer grants available, and how such changes may incentivize on-time completion and meet other State goals in postsecondary education. Beyond the FAA Committee, MHEC should consider using the many experts that are available to Maryland, such as the Institute for Higher Education Policy, in developing its recommendations and include a timeline for possible implementation of any recommendations and future work to be done. MHEC should also draft legislation, where necessary, to implement any proposals from this report. The report and draft legislation shall be submitted by December 15, 2014.~~

Recommendations to Improve State Need-based Student Financial Aid Programs: The committees are concerned with the number of students with financial need who do not receive State financial aid and the growing balance in the Need-Based Student Financial Assistance

R62I00

Fund. The committees request that the Maryland Higher Education Commission (MHEC), with the newly reestablished Financial Aid Advisory (FAA) Committee, review State need-based financial aid programs with a goal of reducing the waitlist and reaching more students with financial need, while at the same time incentivizing students to progress and graduate from college on time. The review should be broad, examining eligibility criteria, award amounts, awarding processes, and verification procedures with particular attention to the Howard P. Rawlings Education Excellence Award Program comprised of the Guaranteed Access (GA) and Educational Assistance grant (EAG) programs.

MHEC should propose changes to need-based financial aid programs, such as altering the maximum award amounts; creating a more gradual continuum of the percent of need met by the GA and EAG programs; expanding the Part-Time need-based grant program to increase the amount of funding available and the number of possible awards in the EA program; considering how to eliminate or significantly reduce the waitlist for need-based grants; modifying eligibility and renewal criteria s, such as changing the definition of a full-time student and making summer grants available; looking at how to improve the award acceptance and certification process; and examining how such changes may incentivize on-time completion and meet other State goals in postsecondary education. MHEC should also look at how State need-based aid aligns with federal aid programs and institutional aid programs at Maryland institutions. Finally, MHEC should outline a policy for the uses of and timing of withdrawals from the Need-Based Student Financial Assistance Fund.

Beyond the FAA Committee, MHEC should consider utilizing the many experts that are available to Maryland, the various higher education segments and other stakeholders, and best practices from other states' financial aid programs. For submission to the budget committees, MHEC should develop recommended changes to financial aid programs; draft legislation, where necessary, for the 2015 legislative session; and provide a time line for implementation of the recommendations and any future work to be done. The report shall be submitted by November 15, 2014.

Information Request	Author	Due Date
Report on recommendations to improve State <i>need-based</i> student financial aid programs and draft legislation	MHEC	December November 15, 2014

R62I00

Report on Unmet Need and Student Success at Maryland Public Four-year Institutions:

As part of the Access, Affordability, and Completion goal of the 2013 State Plan for Postsecondary Education, the State is to work toward breaking down financial barriers to higher education. The Maryland Higher Education Commission (MHEC) has previously studied unmet student financial need and student persistence. The committees request that MHEC enhance the prior two reports by including loans in the analysis so that, if data is available, outcomes such as credit attainment, retention, and time to graduation can be compared to levels of financial need with and without loans. The report shall be due by October 1, 2014.

Information Request	Author	Due Date
Report on unmet need and student success at Maryland public four-year institutions	MHEC	October 1, 2014

Sustaining Course Redesign Momentum: The committees are aware of the promising outcomes reported by mathematics course redesign at Maryland's community colleges stemming from less than \$700,000 in funding from Complete College America. The committees request that the Maryland Higher Education Commission (MHEC) and the Maryland Association of Community Colleges (MACC) report on other courses that may be redesigned, the costs associated with this process, and whether funding for these initiatives may be found within existing operating budgets, given rising State support per student in fiscal 2015. MHEC and MACC should submit this report by December 1, 2014.

Information Request	Authors	Due Date
Report on sustaining course redesign momentum	MHEC MACC	December 1, 2014

Report on Outcomes of Students Participating in Access and Success Programs by Cohort:

The committees understand that as part of the State's agreement with the federal Office for Civil Rights, the State has provided annual funding to Maryland's public historically black colleges and universities (HBCU) to improve retention and graduation rates. From fiscal 2001 to 2006, the funds were budgeted through the Maryland Higher Education Commission (MHEC) and released after each HBCU submitted proposals to MHEC outlining how the funds would be spent in the coming year. Beginning in fiscal 2007, Access and Success funds were appropriated directly to the HBCUs. The committees request that MHEC collect progression, retention, and graduation data from each public HBCU on all students participating in the Access and Success program in fiscal 2014. Data should be analyzed and presented by institution and program. Data should include the throughput completion rate in credit-bearing coursework for required remedial classes. The report should include a summary of fiscal 2014 programs supported by Access and Success

R62I00

funds and a statement from each institution on how findings from the 2013 report have been used to inform and improve programs and student services supported by Access and Success funds. The report shall be submitted by October 15, 2014, and every year thereafter.

Information Request	Author	Due Date
Report on the fiscal 2014 outcomes by cohort of students participating in Access and Success programs	MHEC	October 15, 2014, and annually thereafter

Preparing to Implement the Performance-based Funding Model: The committees request that the Maryland Higher Education Commission (MHEC) work with higher education institutions to test and refine the Performance Based Funding (PBF) framework endorsed by MHEC in 2013. MHEC should submit a report, no later than September 1, 2014, that includes the results of modeling the PBF framework using actual institutional data to simulate potential results of using PBF; any recommended adjustments to the Framework; and an appropriate amount of base funds to be allocated to PBF beginning with the fiscal 2016 budget.

Information Request	Author	Due Date
Preparing to implement the PBF model	MHEC	September 1, 2014

R75T00 Higher Education

Budget Amendments

R75T00.01 Support for State Operated Institutions of Higher Education

Amend the following language:

, provided that this appropriation made for the purpose of Morgan State University shall be reduced by \$1,000,000 ~~\$950,000~~. This reduction may not include general funds provided to hold tuition at the fall 2013 level. This reduction may not affect the amount of institutional aid awarded to students.

Explanation: This language reduces the Morgan State University general fund appropriation by \$1 million ~~\$950,000~~. This reduction excludes general funds provided to hold tuition to the fall 2013 level. This reduction may not result in a decrease of institutional financial aid awarded to students.

Amendment No. **56**

Amend the following language:

Further provided that this appropriation made for the purpose of the University System of Maryland institutions shall be reduced by \$10,000,000 ~~\$9,500,000~~. This reduction may not include general funds provided to hold tuition increases to 3% at all University System of Maryland institutions and 6% at Salisbury University. This reduction may not affect the amount of institutional financial aid awarded to students.

Explanation: This language reduces the University System of Maryland general fund appropriations by \$10.0 ~~\$9.5~~ million. This reduction excludes general funds provided to hold tuition increases to 3% except at Salisbury University which plans a 6% increase in better align its residential tuition with rates charged by its peers. This reduction may not result in a decrease of institutional financial aid awarded to students.

Amendment No. **57**

R75T00

Add the following language to the general fund appropriation:

Further provided that because Coppin State University (CSU) has had four or more repeat findings in the most recent fiscal compliance audit issued by the Office of Legislative Audits (OLA), \$100,000 of this agency's administrative appropriation may not be expended unless:

- (1) CSU has taken corrective action with respect to all repeat audit findings on or before November 1, 2014; and
- (2) a report is submitted to the budget committees by OLA listing each repeat audit finding along with a determination that each repeat finding was corrected. The budget committees shall have 45 days to review and comment to allow for funds to be released prior to the end of fiscal 2015.

Explanation: The Joint Audit Committee has requested that budget bill language be added for each unit of State government that has four or more repeat audit findings in its most recent fiscal compliance audit. Each such agency is to have a portion of its administrative budget withheld pending the adoption of corrective action by the agency and a determination by OLA that each finding was corrected. OLA shall submit reports to the budget committees on the status of repeat findings.

Information Request	Author	Due Date
Status of corrective actions related to the most recent fiscal compliance audit	OLA	45 days before the release of funds

Amend the following language:

Further provided it is the intent of the General Assembly that no funds be expended by Baltimore City Community College on the demolition of the Bard Building in fiscal 2014 or 2015.

Explanation: ~~Baltimore City Community College is currently facing a number of challenges related to high vacancy rates in leadership positions, an ongoing search for a new president, an accreditation review, and declining student enrollment. It is the intent of the General Assembly that Baltimore City Community College should focus its resources on addressing these issues before pursuing redevelopment of property owned along the Inner Harbor of Baltimore City.~~ *Baltimore City Community College (BCCC) began consideration of the demolition of the Bard Building without a cost estimate from a demolition expert. It is the intent of the General Assembly that BCCC should not move forward with demolition before consultation with the Department of Budget and Management.*

Amendment No. **58**

R75T00

Committee Narrative

Report on Expanding the Achieving Collegiate Excellence and Success Program: With the passage of the College and Career Readiness and College Completion Act of 2013, the General Assembly signaled its commitment to preparing students for college and careers in high school and creating pathways for 2- and 4-year college completion and successful entry into the workforce. Achieving these goals will require additional advising and mentoring of students in the public schools and higher education institutions, especially with changing student demographics that are challenging the State to increase access and college completion among underrepresented student populations. The recently launched Achieving Collegiate Excellence and Success (ACES) program, a partnership among Montgomery County Public Schools, Montgomery College, and the Universities of Shady Grove, targets underrepresented students in higher education and provides them with a seamless education pathway from high school to college completion. The committees are interested in expanding ACES to other school systems and higher education institutions using the partnership model established by ACES. Therefore, the committees request that the University System of Maryland (USM), Maryland Association of Community Colleges (MACC) and Maryland State Department of Education (MSDE), in collaboration with local school systems, the Maryland Higher Education Commission, and higher education institutions, study the feasibility of expanding ACES. As part of the study, the College Readiness Outreach Program enacted by Chapter 429 of 2002 should be examined. The program, which has never been funded, has both a counseling component and an early commitment financial aid component that might be useful in considering a statewide college advising and mentorship program. A final report shall be submitted by December 1, 2014, that includes recommendations for implementation of a statewide program.

Information Request	Authors	Due Date
Report on expanding the ACES Program	USM MACC MSDE	December 1, 2014

Teacher Preparation Aligned with the Maryland College and Career Ready Standards: The committees are interested in how Maryland teacher education programs are adapting their programs to align with the Maryland College and Career Ready Standards (MCCRS) so that future teachers are being prepared to teach the depth of content and knowledge that students will need to master and demonstrate proficiency on new student assessments aligned with MCCRS, the Partnership for Readiness for College and Careers (PARCC) tests. The committees are also aware of the new accreditation standards adopted by the Council for the Accreditation of Educator Preparation (CAEP) that raise the bar for teacher education programs. The committees request that the University System of Maryland (USM), *Morgan State University (MSU)*, *the Maryland Independent College and University Association (MICUA)*, *the Maryland Association of Community Colleges (MACC)*, and *St. Mary's College of Maryland (SMCM)* on behalf of their teacher education programs and in collaboration with the Maryland State Department of

R75T00

Education (MSDE), submit a report by December 1, 2014, on how the programs are aligned with MCCRS and PARCC expectations for students and steps that are being taken to meet the new CAEP standards.

Information Request	Authors	Due Date
Report on aligning teacher preparation programs with MCCRS	USM MSDE <i>MSU</i> <i>MICUA</i> <i>MACC</i> <i>SMCM</i>	December 1, 2014

Institutional Aid, Pell, and Loan Data by Expected Family Contribution Category: In order to more fully understand all types of aid available to students, the committees request that data be submitted for each community college, ~~and~~ public four-year institution, *and independent institution* on institutional aid, Pell grants, and student loans. Data should include, by expected family contribution (EFC), the number of loans and average loan size of federal subsidized and unsubsidized loans, and loans from private sources as reported to the Maryland Higher Education Commission (MHEC). Additionally, data should be provided on Pell grants including the number and average award size by EFC. Finally, data should include the number of institutional aid awards and average award size by EFC for institutional grants, institutional athletic scholarships, and other institutional scholarships. The data in the response should differentiate between need-based aid and merit scholarships. Data should also include the number of institutional aid awards and average award size by EFC for tuition waivers/remissions of fees to employees and dependents *and students*. *Waiver information for students should be reported by each type of waiver in State law*. This report should cover fiscal 2014 data received by MHEC from State institutions and is to be submitted in an electronic format (Excel file).

Information Request	Author	Due Date
Institutional aid, Pell, and loan data by EFC category	MHEC	December 15, 2014

R75T00

Instructional Faculty Workload Report: The committees request that the University System of Maryland (USM), Morgan State University (MSU), and St. Mary's College of Maryland (SMCM) continue to provide annual instructional workload reports for tenured and tenure-track faculty. By focusing on these faculty, the committees gain a sense of the teaching activities for the regular core faculty. However, there are other types of instructional faculty at institutions such as full- and part-time nontenured/nontenure track faculty including adjunct faculty, instructors, and lecturers. Focusing on only tenured/tenure-track faculty provides an incomplete picture of how students are taught. Therefore, the report should also include the instructional workload when all types of faculty are considered. Additional information may be included at the institution's discretion. Furthermore, USM's report should include the percent of faculty meeting or exceeding teaching standards for tenured and tenure-track faculty for the University of Maryland, Baltimore.

Information Request	Authors	Due Date
Annual report on instructional faculty workload	USM MSU SMCM	December 15, 2014

R95C00
Baltimore City Community College

Budget Amendments

Amend the following language:

Provided it is the intent of the General Assembly that no funds be expended by Baltimore City Community College on the demolition of the Bard Building in fiscal 2014 or 2015.

Explanation: ~~Baltimore City Community College is currently facing a number of challenges related to high vacancy rates in leadership positions, an ongoing search for a new president, an accreditation review, and declining student enrollment. It is the intent of the General Assembly that Baltimore City Community College should focus its resources on addressing these issues before pursuing redevelopment of property owned along the Inner Harbor of Baltimore City. Baltimore City Community College (BCCC) began consideration of the demolition of the Bard Building without a cost estimate from a demolition expert. It is the intent of the General Assembly that BCCC should not move forward with demolition before consultation with the Department of Budget and Management.~~

Amendment No. **59**

Add the following language:

Further provided that Baltimore City Community College may use up to \$200,000 to retain services for a complete building assessment of the Bard Building and for completion of a Part I and Part II project program for submission to the Department of Budget and Management's Office of Capital Planning for review and consideration.

Explanation: *It is the intent of the General Assembly that Baltimore City Community College may use up to \$200,000, potentially from fund balance, to do a demolition assessment of the Bard Building and complete a Part I and Part II project program for demolition to be submitted to the Department of Budget and Management for review and consultation.*

Amendment No. **60**

R95C00

BALTIMORE CITY COMMUNITY COLLEGE

R95C00.00 Baltimore City Community College

Amend the following language:

, provided that ~~\$6,000,000~~ \$5,500,000 of this appropriation for the purpose of designing and implementing an enterprise resource planning project at Baltimore City Community College may be transferred only to program F50A01.01 Major Information Technology Development Project Fund to support the development of this system. Funding not transferred may not be expended or otherwise used for any other program or purpose and shall be canceled.

Explanation: This language transfers \$6 \$5.5 million of Baltimore City Community College's (BCCC) appropriation, which is coming from fund balance, to the Major Information Technology Development Fund in the Department of Information Technology to be reserved for BCCC's Enterprise Resource Planning project.

Amendment No. **61**

Committee Narrative

Enterprise Resource Planning Implementation Progress Report: The committees are concerned about the slower than anticipated implementation of the Enterprise Resource Planning (ERP) information technology project at Baltimore City Community College (BCCC). There are compelling legal and operational needs for ERP to be implemented with expediency so that BCCC may better serve its students, faculty, and staff. BCCC and the Department of Information Technology (DoIT) should submit a report to the budget committees noting milestones since the initial need for ERP was identified in 2009, challenges BCCC and DoIT experienced in this project, what funds transferred from BCCC to DoIT and restricted for ERP will be used for in fiscal 2015, and what remains to be done to fully implement ERP in fiscal 2016 and beyond. This report shall be submitted by December 15, 2014.

Information Request	Authors	Due Date
ERP implementation progress report	BCCC DoIT	December 15, 2014

S00A
Department of Housing and Community Development

Budget Amendments

Add the following language:

It is the intent of the General Assembly that the housing facilities provided by the United States Department of Veterans Affairs for use by veterans in the Homeless Veterans Domiciliary Program at the Perry Point VA Medical Center be provided only to veterans. It is also the intent of the General Assembly that the Maryland Department of Housing and Community Development and the Maryland Department of Veterans Affairs shall work with the United States Department of Veterans Affairs to ensure vacancies at Perry Point are filled by homeless Maryland veterans.

Explanation: *The General Assembly intends that the program targeted at veterans be used only for the benefit of veterans and that State agencies work with the federal government to ensure State veterans are the beneficiaries of this program.*

Amendment No. **62**

DIVISION OF FINANCE AND ADMINISTRATION

S00A27.01 Finance and Administration

Reduce appropriation for the purposes indicated:

	<u>Funds</u>	<u>Positions</u>
1. Delete general funds intended for the increased rent, security, and utility costs at the new location of the headquarters of the Department of Housing and Community Development in New Carrollton. The department is authorized to add special and federal funds by budget amendment, if necessary, to pay for these increased costs.	1,146,764	GF
Total Reductions	1,146,764	0.00

S00A

<u>Effect</u>	<u>Allowance</u>	<u>Appropriation</u>	<u>Amount Reduction</u>	<u>Position Reduction</u>
Position	44.00	44.00		0.00
General Fund	5,702,839	4,556,075	1,146,764	
Special Fund	5,335,900	5,335,900	0	
Federal Fund	1,460,522	1,460,522	0	
Total Funds	12,499,261	11,352,497	1,146,764	

Committee Narrative

Report on the Impacts of the Move of the Agency's Headquarters: The budget committees direct the Department of Housing and Community Development to provide a report to the budget committees detailing the programmatic benefits of moving the agency's headquarters to New Carrollton. The budget committees shall have until 45 days after receipt of the report to review and comment.

<i>Information Request</i>	<i>Author</i>	<i>Due Date</i>
<i>Benefits of agency move</i>	<i>DHCD</i>	<i>December 31, 2014</i>

T00
Department of Business and Economic Development

Budget Amendments

DIVISION OF BUSINESS AND ENTERPRISE DEVELOPMENT

T00F00.04 Office of Business Development

Reduce appropriation for the purposes indicated:

	<u>Funds</u>	<u>Positions</u>
1. <i>Delete the grant that is earmarked for the National Center for the Veteran Institute for Procurement. The department already provides forums, workshops, and other events to train, educate and otherwise inform Maryland business owners on how to navigate government contracts. Furthermore, the national center's training sessions are not limited to Maryland veteran business owners. In fact, its most recent training session claimed business executives from 11 states.</i>	150,000	GF
 <i>Total Reductions</i>	 150,000	

<u>Effect</u>	<u>Allowance</u>	<u>Appropriation</u>	<u>Amount Reduction</u>	<u>Position Reduction</u>
<i>Position</i>	19.00	19.00		0.00
<i>General Fund</i>	3,152,584	3,002,584	150,000	
<i>Special Fund</i>	769,859	769,859	0	
<i>Total Funds</i>	3,922,443	3,772,443	150,000	

Amendment No.

63

T00

T00F00.05 Office of Strategic Industries and Innovation

Reduce appropriation for the purposes indicated:	<u>Funds</u>		<u>Positions</u>
1. Delete a business development position that has been vacant since 2011.	92,796	GF	1.00
Total Reductions	92,796		1.00

<u>Effect</u>	<u>Allowance</u>	<u>Appropriation</u>	<u>Amount Reduction</u>	<u>Position Reduction</u>
Position	12.00	11.00		1.00
General Fund	2,856,151	2,763,355	92,796	
Special Fund	437,956	437,956	0	
Total Funds	3,294,107	3,201,311	92,796	

T00F00.12 Maryland Biotechnology Investment Tax Credit Reserve Fund

Reduce appropriation for the purposes indicated:	<u>Funds</u>		<u>Positions</u>
1. <i>Delete the increase in the Maryland Biotechnology Investment Tax Credit program. Though popular with investors, the tax credit program has not been efficient in spurring job creation in the biotechnology sector. In fiscal 2013, the qualified Maryland biotechnology companies that participated in the tax credit program created 26 jobs; a State investment of over \$307,000 per job.</i>	2,000,000	GF	
<i>Total Reductions</i>	<i>2,000,000</i>		

<u>Effect</u>	<u>Allowance</u>	<u>Appropriation</u>	<u>Amount Reduction</u>	<u>Position Reduction</u>
General Fund	12,000,000	10,000,000	2,000,000	
Total Funds	12,000,000	10,000,000	2,000,000	

Amendment No.

64

T00

T00F00.23 Maryland Economic Development Assistance Authority and Fund

Add the following language to the general fund appropriation:

, 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.

Explanation: This language would allow the transfer of funds from the Department of Business and Economic Development to the Maryland Technology Development Corporation in order to fully fund the Rural Business Initiative (RBI). The RBI program seeks to develop high-tech companies in rural areas by providing funds for technical assistance, market analysis, and other business assistance. Currently, no State funds are provided for the program. The corporation's own nonbudgeted funds are not sufficient to fully fund the program. This language would provide the State funds necessary to fully staff the program in the five rural regions of the State.

Amendment No.

65

Reduce appropriation for the purposes indicated:

	<u>Funds</u>	<u>Positions</u>
1. Delete the general funds under the Maryland Economic Development Assistance Authority and Fund. This action would leave \$19.1 million in special funds for business assistance in fiscal 2015. To the extent that the department exhausts the appropriated special funds, it may submit a budget amendment to appropriate further special funds from its fund balance. According to the department's fund balance worksheet, it expects to have a fund balance of \$10.8 million at the end of fiscal 2015. This action would leave an expected \$1.9 million in the fund. However, the department consistently underestimates this balance.	8,923,234	GF
Total Reductions	8,923,234	0

T00

<u>Effect</u>	<u>Allowance</u>	<u>Appropriation</u>	<u>Amount Reduction</u>	<u>Position Reduction</u>
General Fund	8,923,234	0 8,923,234	8,923,234 0	
Special Fund	19,076,766	19,076,766	0	
Total Funds	28,000,000	19,076,766 28,000,000	8,923,234 0	

Amendment No. **66**

DIVISION OF TOURISM, FILM AND THE ARTS

T00G00.03 Maryland Tourism Development Board

Reduce appropriation for the purposes indicated:

	<u>Funds</u>	<u>Positions</u>
1. Reduce general funds for grants under the Maryland Tourism Development Board. This reduction will still leave \$9.5 million in general funds for the board.	1,000,000	GF
Total Reductions	1,000,000 0	

<u>Effect</u>	<u>Allowance</u>	<u>Appropriation</u>	<u>Amount Reduction</u>	<u>Position Reduction</u>
General Fund	10,500,000	9,500,000 10,500,000	1,000,000 0	
Special Fund	300,000	300,000	0	
Total Funds	10,800,000	9,800,000 10,800,000	1,000,000 0	

Amendment No. **67**

U00A
Department of the Environment

Budget Amendments

LAND MANAGEMENT ADMINISTRATION

U00A06.01 Land Management Administration

Reduce appropriation for the purposes indicated:

	<u>Funds</u>	<u>Positions</u>
1. Reduce funding for the Oil Control Program commensurate with fiscal 2014 targeted reversion. The Oil Control Program received \$3,000,000 in general funds in fiscal 2014 to backfill the failure of SB 875 of 2013 (Maryland Oil Disaster Containment, Clean-Up and Contingency Fund, and Oil Contaminated Site Environmental Cleanup Fund), which would have increased the oil transfer fee. MDE's fiscal 2015 allowance includes approximately \$3,000,000 in general funds for the Oil Control Program as well. This action reduces \$550,000 in general funds – the same amount included as a targeted reversion of fiscal 2014 funding in the Governor's fiscal 2015 budget plan.	550,000	GF
Total Reductions	550,000	0.00

<u>Effect</u>	<u>Allowance</u>	<u>Appropriation</u>	<u>Amount Reduction</u>	<u>Position Reduction</u>
Position	249.00	249.00		0.00
General Fund	5,532,986	4,982,986	550,000	
Special Fund	18,546,506	18,546,506	0	
Federal Fund	10,186,657	10,186,657	0	
Total Funds	34,266,149	33,716,149	550,000	

V10A
Department of Juvenile Services

Committee Narrative

OFFICE OF THE SECRETARY

V00D01.01 Office of the Secretary

Creation of a Centralized Hiring Process: The budget committees direct the Department of Juvenile Services (DJS) to develop a plan for creating a centralized hiring unit within the Office of the Secretary to oversee and coordinate all departmental staffing needs. DJS has historically struggled with recruitment and retention of direct care employees in particular. Under the current system, each DJS facility is responsible for filling its assigned vacancies, with no coordination or oversight from DJS management or individuals with human resources functions. This often results in miscommunication about hiring policies and lengthy delays in filling vacancies. Considerable efficiencies could be realized through the development of a centralized hiring effort. DJS should develop a plan for consolidating its hiring resources, including a timeline, cost estimate and whether the consolidation can be accomplished with existing resources. The plan shall be submitted to the budget committees by October 1, 2014.

Information Request	Author	Due Date
Creation of a centralized hiring process	DJS	October 1, 2014

DEPARTMENTAL SUPPORT

V00D02.01 Departmental Support

Improving Direct Care Employee Retention: It is the intent of the budget committees that the Department of Juvenile Services (DJS), in consultation with the Department of Budget and Management (DBM), conducts an evaluation of ways to improve the retention of direct care employees. DJS has made considerable improvements in the ability to hire facility direct care employees; however, nearly half of new hires leave DJS service within two years. DJS has previously examined and recommended ways to improve facility culture; the remaining hindrance to employee retention is compensation. At a minimum, DJS and DBM should consider the fiscal impact and operational benefit of a general salary increase via the Annual Salary Review process and/or provision of an employee retention bonus program. The findings of the evaluation shall be submitted to the budget committees no later than November 1, 2014.

Information Request	Authors	Due Date
Improving direct care employee retention	DJS DBM	November 1, 2014

V10A

RESIDENTIAL AND COMMUNITY OPERATIONS

V00E01.01 Residential and Community Operations

Utilization of Alternative to Detention Programming: The budget committees direct the Department of Juvenile Services (DJS) to conduct an evaluation on the availability and utilization of alternative to detention programs in Maryland. Data analyzing the use of secure detention in Maryland indicated that too many youth were unnecessarily detained. Expanding alternative to detention programming would provide resources to reduce the population of youth in DJS detention facilities. DJS has successfully completed a gap analysis of residential needs for committed youth and community-based programs for youth on probation. An appropriate follow-up to that analysis is developing an understanding of the continuum of alternative to detention programs available and how well those services meet the needs of DJS' predisposition population. The report shall be submitted to the budget committees no later than March 15, 2015.

Information Request	Author	Due Date
Utilization of alternative to detention programming	DJS	March 15, 2015

Budget Amendments

METRO REGION

V00L01.02 Metro Region Community Operations

Reduce appropriation for the purposes indicated:	<u>Funds</u>	<u>Positions</u>
1. Delete duplicative funding for the new Evening Reporting Center in Montgomery County. Reducing these funds still provide the full appropriation needed to operate the center.	318,065 GF	
2. Reduce funding for contractual mental health evaluations to be more in line with prior year actual expenditures. This reduction can be allocated amongst all regions.	500,000 GF	
Total Reductions	818,065	0.00

V10A

<u>Effect</u>	<u>Allowance</u>	<u>Appropriation</u>	<u>Amount Reduction</u>	<u>Position Reduction</u>
Position	138.00	138.00		0.00
General Fund	35,865,809	35,047,744	818,065	
Special Fund	527,942	527,942	0	
Federal Fund	1,482,156	1,482,156	0	
Total Funds	37,875,907	37,057,842	818,065	

W00A
Department of State Police

Budget Amendments

Amend the following language:

Provided that the General Fund appropriation for the Department of State Police be reduced by ~~\$3,519,149~~ \$1,759,575 to increase turnover to ~~5%~~ 4.29%.

Explanation: This action would increase turnover to reflect actual turnover in recent years. The reduction increases the turnover from 3.57 to ~~5.0%~~ 4.29%.

Amendment No. **68**

MARYLAND STATE POLICE

W00A01.02 Field Operations Bureau

Amend the following language:

, provided that ~~\$7,000,000~~ \$3,500,000 of this appropriation made for the purpose of vehicle and vehicle equipment purchase 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.

Explanation: This language restricts ~~\$7,000,000~~ \$3,500,000 of the special fund appropriation for the Department of State Police, Field Operations Bureau, to purchase vehicles and related equipment.

Amendment No. **69**

Committee Narrative

Pursue a Goal of 150,000 Miles Maximum for Department of State Police Patrol Vehicles: According to Consumer Reports, the average life expectancy of a new vehicle is around eight years, or 150,000 miles. As of fiscal 2013, the Department of State Police (DSP) patrol vehicle fleet had an average mileage of 169,000, and vehicles were taken out of service at 250,000 miles, on average. According to DSP, unscheduled maintenance and major repairs increase significantly after 150,000 miles, resulting in increased maintenance costs. It is the intent of the General Assembly that DSP pursue a goal of 150,000 miles maximum for patrol vehicles.

W00A

Report on State Resources Allocated to the Maryland Coordination and Analysis Center:

The Maryland Coordination and Analysis Center (MCAC) was established shortly after September 11, 2001, as one of four components of the Anti-Terrorism Advisory Council (ATAC) of Maryland, which is an umbrella organization consisting of 17 federal, State, and local public safety executives mandated by the U.S. Attorney General to coordinate anti-terrorism activities. MCAC provides analytical support and disseminates information in support of law enforcement, public health, public safety, and homeland security to the 27 agencies assigned. MCAC senior management positions are occupied by at least one local, State, and federal law enforcement officer from the ATAC general membership; MCAC's director is from the Department of State Police (DSP). Currently, DSP employees are assigned at MCAC headquarters and three regional information centers. In addition to DSP, other State agencies have allocated personnel, funding, and resources to MCAC. The budget committees are uncertain what State resources have been provided to MCAC from the various partner State agencies. The budget committees request that DSP, in consultation with MCAC and partner State agencies, submit a report providing the following information for fiscal 2015: (1) the organizational structure of MCAC, including oversight and advisory committees; (2) a list of federal, State, and local agencies assigned ~~at or assisting~~ MCAC; (3) allocation of personnel, ~~and funding, and resources~~ of all State agencies involved; and (4) a description of the activities conducted by MCAC. In addition, it is the intent of the budget committees that DSP, in consultation with MCAC, submit budgetary information, consolidating the budgetary resources received from State agencies, as an appendix in the Maryland Budget Highlights book starting in fiscal 2016 and for future fiscal years. The report shall be submitted by October 1, 2014. ~~The budget committees shall have 45 days to review and comment.~~

Information Request	Authors	Due Date
Report on State resources allocated to MCAC	DSP MCAC	October 1, 2014

Report on License Plate Reader Data and Program Effectiveness: The committees are concerned that overall effectiveness of the license plate reader (LPR) program has not yet been evaluated. The committees request that the Department of State Police (DSP), in consultation with the Maryland Coordination and Analysis Center (MCAC), submit a report to the committees providing specified MCAC and DSP LPR data for calendar 2013. The MCAC LPR data shall include (1) the agencies in the State utilizing LPR technology; (2) the agencies using LPRs networked to MCAC; (3) total reads from mobile and fixed LPRs networked to MCAC; and (4) total alerts from mobile and fixed LPRs networked to MCAC. The DSP LPR data shall include (1) total reads from mobile LPRs; (2) total alerts from mobile LPRs; (3) total accepted alerts from mobile LPRs; (4) total verified alerts (meaning the license plate was confirmed to have a current violation) from mobile LPRs; and (5) enforcement actions taken in response to verified alerts from mobile LPRs. The report shall be submitted by October 1, 2014. The budget committees shall have 45 days to review and comment.

W00A

Information Request	Authors	Due Date
Report providing LPR data for calendar 2013	DSP MCAC	October 1, 2014

Report on Cannabimimetic Agent Enforcement: *Cannabimimetic agents are chemical substances that are not derived from the marijuana plant but are designed to affect the body in ways similar to tetrahydrocannabinol (THC), the primary psychoactive ingredient in marijuana. Chapter 442 of 2013 codified cannabimimetic agents to the State's list of Schedule I controlled dangerous substances and defined several chemical substances that are considered cannabimimetic agents. The budget committees request that the Department of State Police (DSP) report by jurisdiction the total arrests or other enforcement actions taken as a result of the changes enacted by Chapter 442. Additionally, in consultation with local jurisdictions, DSP should describe the State's overall strategy to enforce Chapter 442. An interim report shall be submitted by December 31, 2014, and a final report shall be submitted by June 30, 2015, to the budget committees, House Judiciary Committee, and Senate Judicial Proceedings Committee.*

<i>Information Request</i>	<i>Author</i>	<i>Due Date</i>
<i>Interim report on cannabimimetic agent enforcement</i>	<i>DSP</i>	<i>December 31, 2014</i>
<i>Final report on cannabimimetic agent enforcement</i>	<i>DSP</i>	<i>June 30, 2015</i>

**X00A00
Public Debt**

Budget Amendments

X00A00.01 Redemption and Interest on State Bonds

Reduce appropriation for the purposes indicated:

	<u>Funds</u>	<u>Positions</u>
1. Reduce general fund appropriation to recognize anticipated bond sale premiums. The budget plan does not recognize any bond sale premiums that are expected in fiscal 2015. Since July 2002, the State has been realizing substantial premiums when issuing tax-exempt bonds to institutional investors. The Department of Legislative Services (DLS) estimates that \$60.8 million in premiums will be realized in fiscal 2015. The department's approach is more cautious than historical trends or the administration's March 2014 estimate. DLS recommends that the State recognize \$60.0 million in likely GO bond sale premiums. The bond sale premiums should be used to offset the \$40.0 million \$35.0 million reduction in general funds and provide fiscal 2015 with a \$20.0 million \$25.0 million end-of-year Annuity Bond Fund balance.	40,000,000 GF 35,000,000 GF	
2. Reduce the Public Debt appropriation to reflect the March 2014 general obligation (GO) bond sale. The fiscal 2015 allowance includes \$195.0 million to support GO bond debt service costs. On March 5, 2014, the State sold \$737.4 million in GO bonds. This included \$450.0 million in tax-exempt bonds, \$50.0 million in taxable bonds, and \$237.4 million in refunding bonds. The cost of these bonds was less than anticipated in the fiscal 2015 allowance. Debt service costs for the \$500.0 million in new issuance bonds are \$0.4 million less than anticipated. The refunding reduced debt service costs by an additional \$2.4 million. The bond sale premium totaled \$55.7 million, which is \$14.9 million more than anticipated in the budget. The lower debt service	15,000,000 GF	

X00A00

costs and the high premium reduce the amount of general funds required to support fiscal 2015 public debt spending.

Total Reductions	55,000,000 50,000,000
------------------	--------------------------

<u>Effect</u>	<u>Allowance</u>	<u>Appropriation</u>	<u>Amount Reduction</u>	<u>Position Reduction</u>
General Fund	195,000,000	140,000,000 145,000,000	55,000,000 50,000,000	
Special Fund	832,932,357	832,932,357	0	
Federal Fund	11,489,645	11,489,645	0	
Total Funds	1,039,422,002	984,422,002 989,422,002	55,000,000 50,000,000	

Amendment No. **70**

Committee Narrative

~~**Analysis of General Obligation Bond Amortization Policies:** Each year, the Board of Public Works issues approximately \$1.0 billion in general obligation (GO) Bonds. The fiscal 2015 GO bond debt service appropriation is \$1.039 billion. Out year costs are expected to increase 6% annually. A key goal of the State is to manage costs as effectively as possible. Debt service costs are influence by its amortization policies. Two defining characteristics of the GO bonds' amortization schedule are that the two years' principal grace period (for the first two years the State only pays interest costs and principal payments begin in the third year) and the Constitutions requirement that State debt matures in 15 years. Taken together, paying principal in the first year and selling bonds with long maturities would increase payments in the short term and reduce them in the medium term. To determine if there are advantages associated with modifying amortization policies, the committees request that the State Treasurer's Office (STO), Department of Budget and Management (DBM), and Department of Legislative Services (DLS) review amortization policies. This should include a review of policies concerning the timing of principal payments as well as examining costs and benefits associated with modifying GO bonds' maturities. The review should address relevant legal issues and examine if advanced refunding callable bonds that have already been issued in financially advantageous. The report should be submitted by October 1, 2014.~~

X00A00

Information Request

Authors

Due Date

Analysis of GO bond
amortization policies

STO
DBM
DLS

October 1, 2014

**Y01A
State Reserve Fund**

Budget Amendments

Y01A01.01 Revenue Stabilization Account

Reduce appropriation for the purposes indicated:

	<u>Funds</u>	<u>Positions</u>
1. Reduce the State Reserve Fund appropriation to reflect the March 2014 revenue general fund revenue estimate. The administration budget provides revenues sufficient so that the fiscal 2015 fund balance is 5% of ongoing general fund revenues. The Board of Revenue Estimates has reduced fiscal 2015 revenue projections by \$111.1 million. This reduces the amount necessary to maintain 5% by \$5.5 million. If this reduction is adopted, the projected fiscal 2015 Rainy Day Fund balance would be \$794.8 million. Reduce the Rainy Day Fund appropriation and maintain a fund balance that equals 5% of general fund revenues. To maintain the 5% balance, Section 45 eliminates the Administration's \$204.5 million transfer from the Rainy Day Fund to the general fund.	5,500,000 208,500,000	GF GF
Total Reductions	5,500,000 208,500,000	

<u>Effect</u>	<u>Allowance</u>	<u>Appropriation</u>	<u>Amount Reduction</u>	<u>Position Reduction</u>
General Fund	228,213,999	222,713,999 19,713,999	5,500,000 208,500,000	
Total Funds	228,213,999	222,713,999 19,713,999	5,500,000 208,500,000	

Amendment No. **71**

Fiscal 2014 Deficiencies

Fiscal 2014 Deficiency

MARYLAND HEALTH BENEFIT EXCHANGE

D78Y01.02 Major Information Technology Development Projects

Reduce appropriation for the purposes indicated:	<u>Funds</u>	<u>Positions</u>
1. Reduce federal grant funding that can be back-filled by existing grant funds made available by not making awards under the Connector Performance Incentive Program. Given current enrollment data, incentives should not be reached in 2014. Not making these awards will free up the federal grant funds for other expenditures.	1,000,000	FF
Total Reductions	1,000,000	0.00

<u>Effect</u>	<u>Allowance</u>	<u>Appropriation</u>	<u>Amount Reduction</u>	<u>Position Reduction</u>
General Fund	1,006,198	1,006,198	0	
Federal Fund	28,357,326	27,357,326	1,000,000	
Total Funds	29,363,524	28,363,524	1,000,000	

Fiscal 2014 Deficiencies

Fiscal 2014 Deficiency

OFFICE OF THE SECRETARY

N00A01.04 Maryland Legal Services Program

Add the following language to the general fund appropriation:

, provided that \$2,130,852 of this appropriation made for the purpose of the Maryland Legal Services Program 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.

Explanation: During the fiscal 2013 closeout process, the Department of Human Resources (DHR) recorded an unprovided-for payable in the Maryland Legal Services Program (MLSP) of \$1.1 million (\$0.8 million in general funds and \$0.3 million in federal funds). This was the second consecutive year an unprovided-for payable was recorded and the fourth since fiscal 2007. In fiscal 2012, the unprovided-for payable was recorded after DHR transferred approximately \$1.0 million of general funds from MLSP to other agency purposes in the closeout process. The language restricts the general fund deficiency appropriation for MLSP to that purpose and if it is not needed for that purpose, requires the funds to revert to the general fund.

Fiscal 2014 Deficiencies

Fiscal 2014 Deficiency

LOCAL DEPARTMENT OPERATIONS

N00G00.08 Assistance Payments

Reduce appropriation for the purposes indicated:

	<u>Funds</u>	<u>Positions</u>
1. Reduce the fiscal 2014 appropriation to account for lower Temporary Disability Assistance Program caseloads. The Governor's proposed budget assumes a caseload higher than fiscal 2013, even as caseloads have started to decline. The program is estimated to have a fiscal 2014 surplus of \$3.6 million.	1,700,000	GF
 Total Reductions	 1,700,000	 0.00

<u>Effect</u>	<u>Allowance</u>	<u>Appropriation</u>	<u>Amount Reduction</u>	<u>Position Reduction</u>
General Fund	-3,238,274	-4,938,274	1,700,000	
Total Funds	-3,238,274	-4,938,274	1,700,000	

Fiscal 2014 Deficiencies

Fiscal 2014 Deficiency

HEADQUARTERS

R00A01.04 Division of Accountability, Assessment, and Data Systems

Strike the following language:

~~provided that \$14,471,561 of the proposed deficiency made for the purpose of developing and scoring the Maryland School Assessments and High School Assessments be restricted until the Maryland State Department of Education provides a copy of all of its assessment contracts, including contracts for the Partnership for Assessment of Readiness for College and Careers assessments, Maryland School Assessments and Maryland High School Assessments to the committees. The budget committees shall have 30 days to review and comment. Funds restricted pending the receipt of the contracts may not be transferred by budget amendment or otherwise to any other purpose and shall revert to the General Fund if the contracts are not submitted to the budget committees.~~

Explanation: ~~The full amount of the proposed deficiency for assessments in fiscal 2014 shall be withheld until all assessment contracts held by MSDE for PARCC, MSAs and the HSAs are provided to the budget committees.~~

Information Request	Author	Due Date
All assessment contracts held by MSDE including the MSAs, HSAs, and PARCC	MSDE	30 days before the expenditure of funds

Amendment No.

72

Fiscal 2014 Deficiencies

Fiscal 2014 Deficiency

BALTIMORE CITY REGION

V00G01.02 Baltimore City Region Community Operations

Reduce appropriation for the purposes indicated:

	<u>Funds</u>	<u>Positions</u>
1. Reduce deficiency funding for contractual mental health services. Year-to-date expenditures suggest these funds are not required. Funding beyond the existing appropriation should not be needed based on the department's new process for conducting evaluations internally.	104,289	GF
 Total Reductions	 104,289	 0.00

<u>Effect</u>	<u>Allowance</u>	<u>Appropriation</u>	<u>Amount Reduction</u>	<u>Position Reduction</u>
General Fund	329,214	224,925	104,289	
Total Funds	329,214	224,925	104,289	

Statewide

Amend the following language:

STATEWIDE REDUCTIONS FOR HEALTH INSURANCE

FY 2014 Deficiency Appropriation

To become available immediately upon passage of this budget to reduce the appropriation for fiscal year 2014 to implement cost containment reductions for ~~Executive Branch~~ agencies to reflect health insurance savings from favorable cost trends. Funding for this purpose shall be reduced in Comptroller Objects 0152 Health Insurance and 0154 Retirees Health Insurance, within ~~Executive Branch~~ agencies in fiscal year 2014. Agencies may reallocate this reduction by budget amendment across programs.

	General Funds
B75 General Assembly	-1,047,318
C00 Judiciary	-2,554,238
C80 Office of the Public Defender	-1,023,831
C81 Office of the Attorney General	-162,413
C82 State Prosecutor	-10,506
C85 Maryland Tax Court	-7,741
D05 Board of Public Works (BPW)	-9,675
D10 Executive Department Governor	-97,006
D11 Office of Deaf and Hard of Hearing	-2,620
D12 Department of Disabilities	-17,695
D15 Boards and Commissions	-82,268
D16 Secretary of State	-26,483
D17 Historic St. Mary's City Commission	-28,258
D18 Governor's Office for Children	-21,259
D25 BPW Interagency Committee for School Construction	-23,615
D26 Department of Aging	-21,532
D27 Maryland Commission on Civil Rights	-34,563
D38 State Board of Elections	-35,190
D39 Maryland State Board of Contract Appeals	-6,973
D40 Department of Planning	-144,338
D50 Military Department	-146,647
D55 Department of Veterans Affairs	-49,671
D60 Maryland State Archives	-23,249
E00 Comptroller of Maryland	-912,340
E20 State Treasurer's Office	-33,070
E50 Department of Assessments and Taxation	-335,407
E75 State Lottery and Gaming Control Agency	-114,435
E80 Property Tax Assessment Appeals Board	-11,339
F10 Department of Budget and Management	-153,644
F50 Department of Information Technology	-96,591

Statewide

H00	Department of General Services	-445,813
K00	Department of Natural Resources	-497,916
L00	Department of Agriculture	-304,523
M00	Department of Health and Mental Hygiene	-5,847,596
N00	Department of Human Resources	-2,810,379
P00	Department of Labor, Licensing and Regulation	-290,671
Q00	Department of Public Safety and Correctional Services	-12,725,447
R00	State Department of Education	-465,154
R15	Maryland Public Broadcasting Commission	-87,346
R62	Maryland Higher Education Commission	-48,247
R75	Support for State-Operated Institutions of Higher Education	-16,923,210
R99	Maryland School for the Deaf	-303,994
T00	Department of Business and Economic Development	-189,827
U00	Department of the Environment	-274,973
V00	Department of Juvenile Services	-2,332,000
W00	Department of State Police	<u>-2,465,096</u>
Total General Funds		-49,644,551 <u>-53,246,107</u>

Explanation: This action adds the General Assembly and the Judiciary in the across-the-board reductions related to retiree health insurance in fiscal 2014.

Amend the following language:

STATEWIDE REDUCTION FOR STATE PERSONNEL SYSTEM ALLOCATION

FY 2014 Deficiency Appropriation

To become available immediately upon passage of this budget to reduce the appropriation for fiscal year 2014 to implement cost containment reductions for the State Personnel System Allocation based on estimated fiscal year 2014 actuals. Funding for this purpose will be reduced in Comptroller Object 0894 (State Personnel System Allocation) within ~~Executive Branch~~ agencies by the following amounts in accordance with a schedule determined by the Governor. The agencies may reallocate this reduction by budget amendment to other programs within the department.

Statewide

General Fund Appropriation	-10,708,712
	<u>-10,949,078</u>

	General Funds
B75 General Assembly	-46,972
C00 Judiciary	-193,394
C80 Office of the Public Defender	-236,592
C81 Office of the Attorney General	-41,759
C82 State Prosecutor	-2,792
C85 Maryland Tax Court	-2,031
D05 Board of Public Works (BPW)	-2,285
D10 Executive Department – Governor	-22,720
D11 Office of Deaf and Hard of Hearing	-761
D12 Department of Disabilities	-5,776
D15 Boards and Commissions	-24,548
D16 Secretary of State	-6,093
D17 Historic St. Mary’s City Commission	-5,589
D18 Governor’s Office for Children	-4,189
D25 BPW Interagency Committee for School Construction	-4,315
D26 Department of Aging	-12,562
D27 Maryland Commission on Civil Rights	-8,783
D38 State Board of Elections	-8,631
D39 Maryland State Board of Contract Appeals	-1,269
D40 Department of Planning	-38,586
D50 Military Department	-83,391
D55 Department of Veterans Affairs	-19,293
D60 Maryland State Archives	-6,981
E00 Comptroller of Maryland	-221,563
E20 State Treasurer’s Office	-8,169
E50 Department of Assessments and Taxation	-70,656
E75 State Lottery and Gaming Control Agency	-13,200
E80 Property Tax Assessment Appeals Board	-2,285
F10 Department of Budget and Management	-36,277
F50 Department of Information Technology	-22,077
H00 Department of General Services	-128,701
K00 Department of Natural Resources	-160,766
L00 Department of Agriculture	-68,033
M00 Department of Health and Mental Hygiene	-1,536,045
M00 Department of Health and Mental Hygiene – Local Health	-696,796
N00 Department of Human Resources	-1,633,139
P00 Department of Labor, Licensing and Regulation	-332,569
Q00 Department of Public Safety and Correctional Services	-2,714,816
R00 State Department of Education	-356,056
R15 Maryland Public Broadcasting Commission	-17,008
R62 Maryland Higher Education Commission	-12,439

Statewide

R75	Support for State-Operated Institutions of Higher Education	-879,002
R99	Maryland School for the Deaf	-73,872
T00	Department of Business and Economic Development	-42,647
U00	Department of the Environment	-121,850
V00	Department of Juvenile Services	-536,152
W00	Department of State Police	<u>-485,648</u>
Total General Funds		-10,708,712
		<u>-10,949,078</u>

Explanation: This adds the General Assembly and the Judiciary to the across-the-board reduction due to savings from delays in the Statewide Personnel System project.

Amend the following language:

STATEWIDE REDUCTION FOR RETIREMENT

FY 2014 Deficiency Appropriation

To become available immediately upon passage of this budget to reduce the appropriation for fiscal year 2014 to implement cost containment reductions ~~on Executive Branch agencies~~ to reflect a reduced Maryland State Retirement and Pension System reinvestment. Agencies may reallocate this reduction by budget amendment across programs.

Further provided that in fiscal 2014 the Governor, Chief Judge, and the Presiding Officers shall further reduce the amount of supplemental retirement contributions by the following amounts:

General Funds – Executive Branch:	86,077,643
General Funds – Judiciary:	1,526,648
General Funds – General Assembly	478,066
Special Funds:	12,295,546
Federal Funds:	<u>8,770,214</u>

The Governor shall allocate the statewide reduction to the supplemental retirement contributions across all State agencies. The Department of Budget and Management shall provide a schedule of the statewide reduction allocation to the budget committees and the Department of Legislative Services by ~~July~~ June 15, 2014.

Statewide

Explanation: This action adds the General Assembly and Judiciary to the fiscal 2014 reduction to the supplemental retirement contribution. In addition, the action adds special and federal fund reductions that were not originally included in the bill. Furthermore, an additional \$100 million is reduced from the supplemental contribution bringing the total reduction in fiscal 2014 to \$200 million leaving \$100 million that will still be contributed.

Amendment No.

73

Sections

Budget Amendments

Section 12 Executive Salary Schedule

Amend the following language:

STATE TREASURER'S OFFICE

Executive V	9905	112,105
Executive V	9905	99,799
		<u>104,000</u>
Executive V	9905	84,217
Executive V	9905	102,639
<u>Executive V</u>	<u>9905</u>	<u>107,454</u>

Explanation: This language is a technical correction to Section 12 of the budget bill and corrects technical errors for executive pay plan positions. Funding is already included in the fiscal 2015 budget allowance.

Amend the following section:

Section 17 Using Funds for Their Intended Purpose

SECTION 17. AND BE IT FURTHER ENACTED, That funds appropriated to the various State agency programs and subprograms in Comptroller Objects 0152 (Health Insurance), 0154 (Retirees Health Insurance Premiums), 0175 (Workers' Compensation), 0305 (DBM Paid Telecommunications), 0322 (Capital Lease Telecommunications), 0874 (Office of Attorney General Administrative Fee), 0876 (DoIT IT Services Allocation), 0894 (State Personnel System Allocation), and 1303 (rent paid to DGS) are to be utilized for their intended purposes only. The expenditure or transfer of these funds for other purposes requires the prior approval of the Secretary of Budget and Management. Notwithstanding any other provision of law, the Secretary of Budget and Management may transfer amounts appropriated in Comptroller Objects 0152, 0154, 0305, and 0322 between State departments and agencies by approved budget amendment in fiscal year 2014 and fiscal year 2015. All funds budgeted in or transferred to Comptroller Objects 0152 and 0154, and any funds restricted in this budget for use in the employee and retiree health insurance program that are unspent shall be credited to the fund as established in accordance with Section 2-516 of the State Personnel and Pensions Article of the Annotated Code of Maryland.

Sections

Further provided that each agency that receives funding in this budget in any of the restricted Comptroller Objects listed within this section shall establish within the State's accounting system a structure of accounts to separately identify for each restricted Comptroller Object, by fund source, the legislative appropriation, monthly transactions, and final expenditures. It is the intent of the General Assembly that an accounting detail be established so that the Office of Legislative Audits may review the disposition of funds appropriated for each restricted Comptroller Object as part of each closeout audit to ensure that funds are used only for the purposes for which they are restricted and that unspent funds are reverted or canceled.

Explanation: This amendment makes it possible for the Office of Legislative Audits to track the disposition of funds in restricted statewide subobjects.

Amend the following language:

Section 19 Retirees Health Insurance

SECTION 19. AND BE IT FURTHER ENACTED, That for fiscal year 2015 funding for health insurance shall be reduced by ~~\$23,816,252~~ 25,362,001 in ~~Executive Branch~~ agencies to reflect health insurance savings from favorable cost trends. Funding for this purpose shall be reduced in Comptroller Object 0154 – Retirees Health Insurance, within ~~Executive Branch~~ agencies in fiscal year 2015 by the following amounts in accordance with a schedule determined by the Governor:

	Agency	General Funds
B75	General Assembly	286,223
C00	Judiciary	1,259,526
C80	Office of the Public Defender	365,554
C81	Office of the Attorney General	58,177
C82	State Prosecutor	4,169
C85	Maryland Tax Court	2,637
D05	Board of Public Works (BPW)	3,254
D10	Executive Department – Governor	32,952
D11	Office of Deaf and Hard of Hearing	609
D12	Department of Disabilities	6,698
D15	Boards and Commissions	29,792
D16	Secretary of State	8,342
D17	Historic St. Mary's City Commission	9,802
D18	Governor's Office for Children	6,607
D25	BPW Interagency Committee for School Construction	9,075
D26	Department of Aging	8,603
D27	Maryland Commission on Civil Rights	10,542
D38	State Board of Elections	14,143
D39	Maryland State Board of Contract Appeals	2,440
D40	Department of Planning	50,579

Sections

D50	Military Department	45,058
D55	Department of Veterans Affairs	19,228
D60	Maryland State Archives	7,809
E00	Comptroller of Maryland	327,794
E20	State Treasurer's Office	10,522
E50	Department of Assessments and Taxation	124,616
E75	State Lottery and Gaming Control Agency	49,235
E80	Property Tax Assessment Appeals Board	3,269
F10	Department of Budget and Management	56,434
F50	Department of Information Technology	32,963
H00	Department of General Services	161,097
K00	Department of Natural Resources	168,790
L00	Department of Agriculture	105,621
M00	Department of Health and Mental Hygiene	2,083,766
N00	Department of Human Resources	1,210,344
P00	Department of Labor, Licensing and Regulation	101,947
Q00	Department of Public Safety and Correctional Services	4,572,497
R00	State Department of Education	178,068
R15	Maryland Public Broadcasting Commission	31,691
R62	Maryland Higher Education Commission	18,170
R75	Support for State Operated Institutions of Higher Education	4,318,948
R99	Maryland School for the Deaf	117,602
T00	Department of Business and Economic Development	68,736
U00	Department of the Environment	138,153
V00	Department of Juvenile Services	838,632
W00	Department of State Police	<u>850,222</u>
	 Total General Funds	 16,265,187 <u>17,810,936</u>

Explanation: This action adds the General Assembly and the Judiciary to the fiscal 2015 across-the-board reduction to health insurance.

Sections

Strike SECTION 20 in its entirety and substitute the following:

Section 20 Fiscal 2015 Pension Reinvestment Reduction

SECTION 20. AND BE IT FURTHER ENACTED, That in fiscal 2015 the Governor, Chief Judge, and Presiding Officers shall reduce the amount of supplemental retirement contributions by the following amounts contingent upon the enactment of SB 172/HB 162:

<u>General Funds – Executive Branch:</u>	<u>\$172,639,712</u>
<u>General Funds – General Assembly:</u>	<u>\$936,218</u>
<u>General Funds – Judiciary:</u>	<u>\$2,939,846</u>
<u>Special Funds:</u>	<u>\$12,459,356</u>
<u>Federal Funds:</u>	<u>\$8,258,002</u>

The Governor shall allocate the statewide reduction to the supplemental retirement contributions across all State agencies. The Department of Budget and Management shall provide a schedule of the statewide reduction allocation to the budget committees and the Department of Legislative Services by ~~July 1~~June 15, 2014.

Explanation: This action strikes the reduction in the budget as introduced by the Governor to supplemental retirement contribution and substitutes the language above. The new language reduces the amount of the supplement retirement contribution in fiscal 2015 by \$200 million in total leaving \$100 million that will still be contributed. The reduction to the supplemental retirement payment is \$100 million more than what the Governor introduced.

Amendment No.

74

Add the following section:

Section 21 Across-the-board Reductions and Higher Education

SECTION 21. AND BE IT FURTHER ENACTED, That all across-the-board reductions applied to the Executive Branch, unless otherwise stated, shall apply to current unrestricted and general funds in the University System of Maryland, St. Mary's College of Maryland, Morgan State University, and Baltimore City Community College.

Explanation: This section explicitly applies reductions intended for the full Executive Branch to the University System of Maryland, St. Mary's College of Maryland, Morgan State University, and Baltimore City Community College, unless their exclusion is specifically stated.

Sections

Add the following section:

Section 22 Chesapeake Employers' Insurance Company Fund Accounts

SECTION 22. AND BE IT FURTHER ENACTED, That the General Accounting Division of the Comptroller of Maryland shall establish a subsidiary ledger control account to debit all State agency funds budgeted under subobject 0175 (workers' compensation coverage) and to credit all payments disbursed to the Chesapeake Employers' Insurance Company (CEIC) via transmittal. The control account shall also record all funds withdrawn from CEIC and returned to the State and subsequently transferred to the General Fund. CEIC shall submit monthly reports to the Department of Legislative Services concerning the status of the account.

Explanation: This section provides continuation of a system to track workers' compensation payments to the CEIC Fund for payment of claims, current expenses, and funded liability for incurred losses by the State.

Information Request	Author	Due Date
Report on status of ledger control account	CEIC	Monthly beginning on July 1, 2014

Add the following section:

Section 23 Reporting Federal Funds

SECTION 23. AND BE IT FURTHER ENACTED, That the Governor's budget books shall include a summary statement of federal revenues by major federal program sources supporting the federal appropriations made therein along with the major assumptions underpinning the federal fund estimates. The Department of Budget and Management (DBM) shall exercise due diligence in reporting this data and ensure that they are updated as appropriate to reflect ongoing congressional action on the federal budget. In addition, DBM shall provide to the Department of Legislative Services (DLS) data for the actual, current, and budget years listing the components of each federal fund appropriation by Catalog of Federal Domestic Assistance number or equivalent detail for programs not in the catalog. Data shall be provided in an electronic format subject to the concurrence of DLS.

Explanation: This annual language provides for consistent reporting of federal monies received by the State.

Information Request	Author	Due Date
Reporting components of each federal fund appropriation	DBM	With submission of fiscal 2016 budget

Sections

Add the following section:

Section 24 Federal Fund Spending

SECTION 24. AND BE IT FURTHER ENACTED, That in the expenditure of federal funds appropriated in this budget or subsequent to the enactment of this budget by the budget amendment process:

- (1) State agencies shall administer these federal funds in a manner that recognizes that federal funds are taxpayer dollars that require prudent fiscal management, careful application to the purposes for which they are directed, and strict attention to budgetary and accounting procedures established for the administration of all public funds.
- (2) For fiscal 2015, except with respect to capital appropriations, to the extent consistent with federal requirements:
 - (i) when expenditures or encumbrances may be charged to either State or federal fund sources, federal funds shall be charged before State funds are charged except that this policy does not apply to the Department of Human Resources with respect to federal funds to be carried forward into future years for child welfare or welfare reform activities;
 - (ii) when additional federal funds are sought or otherwise become available in the course of the fiscal year, agencies shall consider, in consultation with the Department of Budget and Management (DBM), whether opportunities exist to use these federal revenues to support existing operations rather than to expand programs or establish new ones; and
 - (iii) DBM shall take appropriate actions to effectively establish the provisions of this section as policies of the State with respect to the administration of federal funds by executive agencies.

Explanation: This annual language defines the policies under which federal funds shall be used in the State budget.

Sections

Add the following section:

Section 25 Indirect Costs Report

SECTION 25. AND BE IT FURTHER ENACTED, That the Department of Budget and Management (DBM) shall provide an annual report on indirect costs to the General Assembly in January 2015 as an appendix in the Governor's fiscal 2016 budget books. The report shall detail by agency for the actual fiscal 2014 budget the amount of statewide indirect cost recovery received, the amount of statewide indirect cost recovery transferred to the General Fund, and the amount of indirect cost recovery retained for use by each agency. In addition, it shall list the most recently available federally approved statewide and internal agency cost-recovery rates. As part of the normal fiscal/compliance audit performed for each agency once every 3 years, the Office of Legislative Audits shall assess available information on the timeliness, completeness, and deposit history of indirect cost recoveries by State agencies. Further provided that for fiscal 2015, excluding the Maryland Department of Transportation, the amount of revenue received by each agency from any federal source for statewide cost recovery may only be transferred to the General Fund and may not be retained in any clearing account or by any other means, nor may DBM or any other agency or entity approve exemptions to permit any agency to retain any portion of federal statewide cost recoveries.

Explanation: This is annual language that requires a report on indirect costs and disallows waivers of statewide cost recovery.

Information Request	Author	Due Date
Annual report on indirect costs	DBM	With submission of the Governor's fiscal 2016 budget books

Sections

Add the following section:

Section 26 Executive Long-term Forecast

SECTION 26. AND BE IT FURTHER ENACTED, That the Governor's budget books shall include a forecast of the impact of the Executive budget proposal on the long-term fiscal condition of the General Fund, Transportation Trust Fund, and higher education Current Unrestricted Fund accounts. This forecast shall estimate aggregate revenues, expenditures, and fund balances in each account for the fiscal year last completed, the current year, the budget year, and 4 years thereafter. Expenditures shall be reported at such agency, program or unit levels, or categories as may be determined appropriate after consultation with the Department of Legislative Services. A statement of major assumptions underlying the forecast shall also be provided, including but not limited to general salary increases, inflation, and growth of caseloads in significant program areas.

Explanation: This annual language provides for the delivery of the Executive's general fund, transportation, and higher education forecasts and defines the conditions under which they are to be provided.

Information Request	Author	Due Date
Executive forecasts	Department of Budget and Management	With the submission of the Governor's fiscal 2016 budget books

Add the following section:

Section 27 Reporting on Budget Data and Organizational Charts

SECTION 27. AND BE IT FURTHER ENACTED, That it is the intent of the General Assembly that all State departments, agencies, bureaus, commissions, boards, and other organizational units included in the State budget, including the Judiciary, shall prepare and submit items for the fiscal 2016 budget detailed by Comptroller subobject classification in accordance with instructions promulgated by the Comptroller of the Treasury. The presentation of budget data in the State budget books shall include object, fund, and personnel data in the manner provided for in fiscal 2015 except as indicated elsewhere in this Act; however, this may not preclude the placement of additional information into the budget books. For actual fiscal 2014 spending, the fiscal 2015 working appropriation, and the fiscal 2016 allowance, the budget detail shall be available from the Department of Budget and Management (DBM) automated data system at the subobject level by subobject codes and classifications for all agencies. To the extent possible, except for public higher education institutions, subobject expenditures shall be designated by fund for actual fiscal 2014 spending, the fiscal 2015 working appropriation, and the fiscal 2016 allowance. The agencies shall exercise due diligence in

Sections

reporting this data and ensuring correspondence between reported position and expenditure data for the actual, current, and budget fiscal years. This data shall be made available on request and in a format subject to the concurrence of the Department of Legislative Services (DLS). Further, the expenditure of appropriations shall be reported and accounted for by the subobject classification in accordance with the instructions promulgated by the Comptroller of Maryland.

Further provided that due diligence shall be taken to accurately report full-time equivalent counts of contractual positions in the budget books. For the purpose of this count, contractual positions are defined as those individuals having an employee-employer relationship with the State. This count shall include those individuals in higher education institutions who meet this definition but are paid with additional assistance funds.

Further provided that DBM shall provide to DLS with the allowance for each department, unit, agency, office, and institution, a one-page organizational chart in Microsoft Word or Adobe PDF format that depicts the allocation of personnel across operational and administrative activities of the entity.

Explanation: This annual language provides for consistent reporting of fiscal 2014, 2015, and 2016 budget data and provides for the submission of department, unit, agency, office, and institutions' organizational charts to DLS with the allowance.

Add the following section:

Section 28 Interagency Agreements

SECTION 28. AND BE IT FURTHER ENACTED, On or before August 1, 2014, each State agency and each public institution of higher education shall report to the Department of Budget and Management (DBM) any agreements in place for any part of fiscal 2014 between State agencies and any public institution of higher education involving potential expenditures in excess of \$100,000 over the term of the agreement. Further provided that DBM shall provide direction and guidance to all State agencies and public institutions of higher education as to the procedures and specific elements of data to be reported with respect to these interagency agreements, to include at a minimum:

- (1) a common code for each interagency agreement that specifically identifies each agreement and the fiscal year in which the agreement began;
- (2) the starting date for each agreement;
- (3) the ending date for each agreement;

Sections

- (4) a total potential expenditure, or not-to-exceed dollar amount, for the services to be rendered over the term of the agreement by any public institution of higher education to any State agency;
- (5) a description of the nature of the goods and services to be provided;
- (6) the total number of personnel, both full-time and part-time, associated with the agreement;
- (7) contact information for the agency and the public institution of higher education for the person(s) having direct oversight or knowledge of the agreement;
- (8) the amount and rate of any indirect cost recovery or overhead charges assessed by the institution of higher education related to the agreement; and,
- (9) the justification submitted to DBM for indirect cost recovery rates greater than 20%.

Further provided that DBM shall submit a consolidated report to the budget committees and the Department of Legislative Services by December 1, 2014, that contains information on all agreements between State agencies and any public institution of higher education involving potential expenditures in excess of \$100,000 that were in effect at any time during fiscal 2014.

Explanation: The language requires all State agencies and public institutions of higher education to report on all interagency agreements between State agencies and public institutions of higher education having a total potential expenditure over the term of the agreement in excess of \$100,000. This applies only to agreements for the purchase of goods and/or services and does not apply to grants or space agreements between State agencies and public institutions of higher education. The report also requires DBM to report on the justification for any interagency agreement with an indirect cost recovery rate greater than 20%. Further, it requires that DBM submit a consolidated report on all agreements by December 1, 2014, to the budget committees and the Department of Legislative Services.

Information Request	Author	Due Date
Consolidated report on all interagency agreements	DBM	December 1, 2014

Sections

Add the following section:

Section 29 Budget Amendments

SECTION 29. AND BE IT FURTHER ENACTED, That any budget amendment to increase the total amount of special, federal, or higher education (current restricted and current unrestricted) fund appropriations, or to make reimbursable fund transfers from the Governor's Office of Crime Control and Prevention or the Maryland Emergency Management Agency, made in Section 1 of this Act shall be subject to the following restrictions:

- (1) This section may not apply to budget amendments for the sole purpose of:
 - (i) appropriating funds available as a result of the award of federal disaster assistance; and
 - (ii) transferring funds from the State Reserve Fund – Economic Development Opportunities Fund for projects approved by the Legislative Policy Committee.
- (2) Budget amendments increasing total appropriations in any fund account by \$100,000 or more may not be approved by the Governor until:
 - (i) that amendment has been submitted to the Department of Legislative Services (DLS); and
 - (ii) the budget committees or the Legislative Policy Committee have considered the amendment or 45 days have elapsed from the date of submission of the amendment. Each amendment submitted to DLS shall include a statement of the amount, sources of funds and purposes of the amendment, and a summary of impact on budgeted or contractual position and payroll requirements.
- (3) Unless permitted by the budget bill or the accompanying supporting documentation or by any other authorizing legislation, and notwithstanding the provisions of Section 3-216 of the Transportation Article, a budget amendment may not:
 - (i) restore funds for items or purposes specifically denied by the General Assembly;
 - (ii) fund a capital project not authorized by the General Assembly provided, however, that subject to provisions of the Transportation Article, projects of the Maryland Department of Transportation (MDOT) shall be restricted as provided in Section 1 of this Act;

Sections

- (iii) increase the scope of a capital project by an amount 7.5% or more over the approved estimate or 5.0% or more over the net square footage of the approved project until the amendment has been submitted to DLS and the budget committees have considered and offered comment to the Governor or 45 days have elapsed from the date of submission of the amendment. This provision does not apply to MDOT; and
- (iv) provide for the additional appropriation of special, federal, or higher education funds of more than \$100,000 for the reclassification of a position or positions.
- (4) A budget may not be amended to increase a Federal Fund appropriation by \$100,000 or more unless documentation evidencing the increase in funds is provided with the amendment and fund availability is certified by the Secretary of Budget and Management.
- (5) No expenditure or contractual obligation of funds authorized by a proposed budget amendment may be made prior to approval of that amendment by the Governor.
- (6) Notwithstanding the provisions of this section, any federal, special, or higher education fund appropriation may be increased by budget amendment upon a declaration by the Board of Public Works that the amendment is essential to maintaining public safety, health, or welfare, including protecting the environment or the economic welfare of the State.
- (7) Budget amendments for new major Information Technology (IT) projects, as defined by Sections 3A-301 and 3A-302 of the State Finance and Procurement Article, must include an Information Technology Project Request, as defined in Section 3A-308 of the State Finance and Procurement Article.
- (8) Further provided that the fiscal 2015 appropriation detail as shown in the Governor's budget books submitted to the General Assembly in January 2015 and the supporting electronic detail shall not include appropriations for budget amendments that have not been signed by the Governor, exclusive of the MDOT pay-as-you-go capital program.
- (9) Further provided that it is the policy of the State to recognize and appropriate additional special, higher education, and federal revenues in the budget bill as approved by the General Assembly. Further provided that for the fiscal 2016 allowance, the Department of Budget and Management shall continue policies and procedures to minimize reliance on budget amendments for appropriations that could be included in a deficiency appropriation.

Explanation: This annual language defines the process under which budget amendments may be used.

Sections

Add the following section:

Section 30 Maintenance of Accounting Systems

SECTION 30. AND BE IT FURTHER ENACTED, That:

- (1) The Secretary of Health and Mental Hygiene shall maintain the accounting systems necessary to determine the extent to which funds appropriated for fiscal 2014 in program M00Q01.03 Medical Care Provider Reimbursements have been disbursed for services provided in that fiscal year and shall prepare and submit the periodic reports required under this section for that program.
- (2) The State Superintendent of Schools shall maintain the accounting systems necessary to determine the extent to which funds appropriated for fiscal 2014 to program R00A02.07 Students With Disabilities for Non-Public Placements have been disbursed for services provided in that fiscal year and to prepare periodic reports as required under this section for that program.
- (3) The Secretary of Human Resources shall maintain the accounting systems necessary to determine the extent to which funds appropriated for fiscal 2014 in program N00G00.01 Foster Care Maintenance Payments have been disbursed for services provided in that fiscal year and to prepare the periodic reports required under this section for that program.
- (4) For the programs specified, reports shall indicate total appropriations for fiscal 2014 and total disbursements for services provided during that fiscal year up through the last day of the second month preceding the date on which the report is to be submitted and a comparison to data applicable to those periods in the preceding fiscal year.
- (5) Reports shall be submitted to the budget committees, the Department of Legislative Services, the Department of Budget and Management, and the Comptroller on November 1, 2014; March 1, 2015; and June 1, 2015.
- (6) It is the intent of the General Assembly that general funds appropriated for fiscal 2014 to the programs specified that have not been disbursed within a reasonable period, not to exceed 12 months from the end of the fiscal year, shall revert.

Explanation: This annual language requires the maintenance of accounting systems for certain programs, states the intent of the General Assembly that general funds not disbursed be reverted, and requires reporting of disbursements by the Department of Health and Mental Hygiene (DHMH), the Maryland State Department of Education (MSDE), and the Department of Human Resources (DHR).

Sections

Information Request	Authors	Due Date
Report on appropriations and disbursements in M00Q01.03, R00A02.07, and N00G00.01	DHMH MSDE DHR	November 1, 2014 March 1, 2015 June 1, 2015

Add the following section:

Section 31 Secretary's or Acting Secretary's Nomination and Salary

SECTION 31. AND BE IT FURTHER ENACTED, That no funds in this budget may be expended to pay the salary of a secretary or an acting secretary of any department whose nomination as secretary has been rejected by the Senate or an acting secretary who was serving in that capacity prior to the 2014 session whose nomination for the secretary position was not put forward and approved by the Senate during the 2014 session unless the acting secretary is appointed under Article II, Section 11 of the Maryland Constitution prior to July 1, 2014.

Explanation: This language ensures that the intentions of the General Assembly are reflected in the payment of executive salaries.

Add the following section:

Section 32 The "Rule of 100"

SECTION 32. AND BE IT FURTHER ENACTED, That the Board of Public Works (BPW), in exercising its authority to create additional positions pursuant to Section 7-236 of the State Finance and Procurement Article, may authorize during the fiscal year no more than 100 positions in excess of the total number of authorized State positions on July 1, 2014, as determined by the Secretary of Budget and Management. Provided, however, that if the imposition of this ceiling causes undue hardship in any department, agency, board, or commission, additional positions may be created for that affected unit to the extent that positions authorized by the General Assembly for the fiscal year are abolished in that unit or in other units of State government. It is further provided that the limit of 100 does not apply to any position that may be created in conformance with specific manpower statutes that may be enacted by the State or federal government nor to any positions created to implement block grant actions or to implement a program reflecting fundamental changes in federal/State relationships. Notwithstanding anything contained in this section, BPW may authorize additional positions to meet public emergencies resulting from an act of God and violent acts of man, that are necessary to protect the health and safety of the people of Maryland.

BPW may authorize the creation of additional positions within the Executive Branch provided that 1.25 full-time equivalent contractual positions are abolished for each regular position authorized and that there be no increase in agency funds in the current budget and the next two

Sections

subsequent budgets as the result of this action. It is the intent of the General Assembly that priority is given to converting individuals that have been in contractual positions for at least 2 years. Any position created by this method may not be counted within the limitation of 100 under this section.

The numerical limitation on the creation of positions by BPW established in this section may not apply to positions entirely supported by funds from federal or other non-State sources so long as both the appointing authority for the position and the Secretary of Budget and Management certify for each position created under this exception that:

- (1) funds are available from non-State sources for each position established under this exception;
- (2) the position's classification is not one for which another position was abolished through the Voluntary Separation Program; and
- (3) any positions created will be abolished in the event that non-State funds are no longer available.

The Secretary of Budget and Management shall certify and report to the General Assembly by June 30, 2015, the status of positions created with non-State funding sources during fiscal 2011, 2012, 2013, 2014, and 2015 under this provision as remaining, authorized, or abolished due to the discontinuation of funds.

Explanation: This annual language, the Rule of 100, limits the number of positions that may be added after the beginning of the fiscal year to 100 and provides for exceptions to the limit.

Information Request	Author	Due Date
Certification of the status of positions created with non-State funding sources during fiscal 2011, 2012, 2013, 2014, and 2015	DBM	June 30, 2015

Sections

Add the following section:

Section 33 Annual Report on Authorized Positions

SECTION 33. AND BE IT FURTHER ENACTED, That immediately following the close of fiscal 2014, the Secretary of Budget and Management shall determine the total number of full-time equivalent (FTE) positions that are authorized as of the last day of fiscal 2014 and on the first day of fiscal 2015. Authorized positions shall include all positions authorized by the General Assembly in the personnel detail of the budgets for fiscal 2014 and 2015, including non-budgetary programs, the Maryland Transportation Authority, the University System of Maryland self-supported activities, and the Maryland Correctional Enterprises.

The Department of Budget and Management (DBM) shall also prepare during fiscal 2015 a report for the budget committees upon creation of regular FTE positions through Board of Public Works action and upon transfer or abolition of positions. This report shall also be provided as an appendix in the fiscal 2016 Governor's budget books. It shall note, at the program level:

- (1) where regular FTE positions have been abolished;
- (2) where regular FTE positions have been created;
- (3) from where and to where regular FTE positions have been transferred; and
- (4) where any other adjustments have been made.

Provision of contractual FTE position information in the same fashion as reported in the appendices of the fiscal 2016 Governor's budget books shall also be provided.

Explanation: This is annual language providing reporting requirements for regular and contractual State positions.

Information Request	Author	Due Date
Total number of FTEs on June 30 and July 1, 2014	DBM	July 14, 2014
Report on the creation, transfer, or abolition of regular positions	DBM	As needed

Sections

Add the following section:

Section 34 Annual Executive Pay Plan Report

SECTION 34. AND BE IT FURTHER ENACTED, That the Department of Budget and Management and the Maryland Department of Transportation are required to submit to the Department of Legislative Services (DLS) Office of Policy Analysis:

- (1) a report in Excel format listing the grade, salary, title, and incumbent of each position in the Executive Pay Plan (EPP) as of July 15, 2014; October 15, 2014; January 15, 2015; and April 15, 2015; and
- (2) detail on any lump-sum increases given to employees paid on the EPP subsequent to the previous quarterly report.

Flat-rate employees on the EPP shall be included in these reports. Each position in the report shall be assigned a unique identifier that describes the program to which the position is assigned for budget purposes and corresponds to the manner of identification of positions within the budget data provided annually to the DLS Office of Policy Analysis.

Explanation: Legislation adopted during the 2000 session altered the structure of the EPP to give the Governor flexibility to compensate executives at appropriate levels within broad salary bands established for their positions, without reference to a rigid schedule of steps, and through other compensation methods such as a flat rate salary. These reports fulfill a requirement for documentation of any specific recruitment, retention, or other issues that warrant a pay increase.

Information Request	Author	Due Date
Report of all EPP positions	Department of Budget and Management	July 15, 2014; October 15, 2014; January 15, 2015; and April 15, 2015

Sections

Add the following section:

Section 35 Positions Abolished in the Budget

SECTION 35. AND BE IT FURTHER ENACTED, That no position identification number assigned to a position abolished in this budget may be reassigned to a job or function different from that to which it was assigned when the budget was submitted to the General Assembly. Incumbents in positions abolished may continue State employment in another position.

Explanation: This language prevents employees from being moved into positions abolished in the budget. It also allows that incumbents in abolished positions may continue State employment in another position.

Add the following section:

Section 36 Annual Report on Health Insurance Receipts and Spending

SECTION 36. AND BE IT FURTHER ENACTED, That the Secretary of Budget and Management shall include as an appendix in the fiscal 2016 Governor's budget books an accounting of the fiscal 2014 actual, fiscal 2015 working appropriation, and fiscal 2016 estimated revenues and expenditures associated with the employees' and retirees' health plan. This accounting shall include:

- (1) any health plan receipts received from State agencies, employees, and retirees, as well as prescription rebates or recoveries, or audit recoveries, and other miscellaneous recoveries;
- (2) any premium, capitated, or claims expenditures paid on behalf of State employees and retirees for any health, mental health, dental, or prescription plan, as well as any administrative costs not covered by these plans; and
- (3) any balance remaining and held in reserve for future provider payments.

Explanation: This language provides an accounting of the health plan revenues received and expenditures made on behalf of State employees and retirees.

Information Request	Author	Due Date
Accounting of the employee and retiree health plan revenues and expenditures	Department of Budget and Management	With submission of Governor's fiscal 2016 budget books

Sections

Add the following section:

Section 37 Chesapeake Bay Restoration Spending

SECTION 37. AND BE IT FURTHER ENACTED, That it is the intent of the General Assembly that the Department of Budget and Management, the Department of Natural Resources, and the Maryland Department of the Environment provide two reports on Chesapeake Bay restoration spending. The reports shall be drafted subject to the concurrence of the Department of Legislative Services (DLS) in terms of both electronic format to be used and data to be included. The scope of the reports is as follows:

- (1) Chesapeake Bay restoration operating and capital expenditures by agency, fund type, and particular fund source based on programs that have over 50% of their activities directly related to Chesapeake Bay restoration for the fiscal 2014 actual, fiscal 2015 working appropriation, and fiscal 2016 allowance, which is to be included as an appendix in the fiscal 2016 budget volumes and submitted electronically in disaggregated form to DLS; and
- (2) 2-year milestones funding by agency, best management practice, fund type, and particular fund source along with associated nutrient and sediment reductions for fiscal 2013, 2014, 2015, and 2016, which is to be submitted electronically in disaggregated form to DLS.

Explanation: This language expresses the intent that the Department of Budget and Management (DBM), the Department of Natural Resources (DNR), and the Maryland Department of the Environment (MDE) provide at the time of the fiscal 2016 budget submission information on (1) Chesapeake Bay restoration spending for programs that have over 50% of their activities directly related to Chesapeake Bay restoration; and (2) two-year milestones funding.

Information Request	Authors	Due Date
Summary of Chesapeake Bay restoration spending for programs that have over 50% of their activities directly related to Chesapeake Bay restoration, and two-year milestones expenditures	DBM DNR MDE	Fiscal 2016 State budget submission

Sections

Add the following section:

Section 38 Regional Greenhouse Gas Initiative Revenues

SECTION 38. AND BE IT FURTHER ENACTED, That the Department of Budget and Management shall provide an annual report on the revenue from the Regional Greenhouse Gas Initiative (RGGI) carbon dioxide emission allowance auctions and set-aside allowances to the General Assembly in conjunction with submission of the fiscal 2016 budget and annually thereafter as an appendix to the Governor's budget books. This report shall include information for the actual fiscal 2014 budget, fiscal 2015 working appropriation, and fiscal 2016 allowance. The report shall detail revenue assumptions used to calculate the available Strategic Energy Investment Fund (SEIF) from RGGI auctions for each fiscal year including:

- (1) the number of auctions;
- (2) the number of allowances sold;
- (3) the allowance price for both current and future (if offered) control period allowances sold in each auction;
- (4) prior year fund balance from RGGI auction revenue used to support the appropriation; and
- (5) anticipated revenue from set-aside allowances.

The report shall also include detail on the amount of the SEIF from RGGI auction revenue available to each agency that receives funding through each required allocation, separately identifying any prior year fund balance:

- (1) energy assistance;
- (2) residential rate relief;
- (3) energy efficiency and conservation programs, low- and moderate-income sector;
- (4) energy efficiency and conservation programs, all other sectors;
- (5) renewable and clean energy programs and initiatives, education, and climate change programs;
- (6) administrative expenditures;

Sections

(7) dues owed to the RGGI, Inc.; and

(8) transfers made to other funds.

Explanation: This language requires the Department of Budget and Management (DBM) to include as an appendix in the Governor's budget books for fiscal 2016 detail on the revenue assumptions for RGGI auctions budgeted in each fiscal year as well as how those revenues are distributed to various agencies. This information increases transparency, differentiates funding from the SEIF that is available from sources other than RGGI auctions, and allows for analysis of whether the allocation of RGGI auction revenue meets statutory requirements. This language is similar to language included in prior budget bills.

Information Request	Author	Due Date
Report on revenue assumptions and use of RGGI auction revenue	DBM	With submission of the Governor's fiscal 2016 budget books and annually thereafter

Add the following section:

Section 39 Submission of the Uniform Crime Report

SECTION 39. AND BE IT FURTHER ENACTED, That \$1,000,000 of the General Fund appropriation within the Department of State Police (DSP) may not be expended until DSP submits the Crime in Maryland, 2013 Uniform Crime Report (UCR) to the budget committees. The budget committees shall have 45 days to review and comment following receipt of the report. 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.

Further, provided that, if DSP encounters difficulty obtaining the necessary crime data on a timely basis from local jurisdictions who provide the data for inclusion in the UCR, DSP shall notify the Governor's Office of Crime Control and Prevention (GOCCP). GOCCP shall withhold a portion, totaling at least 15%, but no more than 50%, of that jurisdiction's State Aid for Police Protection (SAPP) grant for fiscal 2015 upon receipt of notification from DSP. GOCCP shall withhold SAPP funds until such a time that the jurisdiction submits its crime data to DSP. DSP and GOCCP shall submit a report to the budget committees indicating any jurisdiction from which crime data was not received on a timely basis and the amount of SAPP funding withheld from each jurisdiction.

Sections

Explanation: The annual language was originally added because DSP had not been submitting its annual crime report in a timely manner due to issues related to receiving crime data from the local jurisdictions. As such, this language withholds a portion of the general fund appropriation until the budget committees receive the 2013 UCR. The language also specifies that GOCCP, upon receipt of notification from DSP, must withhold a portion of a delinquent jurisdiction's SAPP grant until certain crime data is received by DSP. Finally, DSP and GOCCP must submit a report to the budget committees that includes information on any jurisdiction that did not report crime data on a timely basis and the amount of SAPP funding that was withheld from each jurisdiction.

Information Request	Author	Due Date
2013 UCR	DSP	45 days prior to the expenditure of funds

Add the following section:

Section 40 Medicaid Enterprise Restructuring Project

SECTION 40. AND BE IT FURTHER ENACTED, That no funding included in this budget for the Medicaid Enterprise Restructuring Project (MERP) may be used for expenditures on deliverables within the System Development Phase of the System Development Life Cycle (SDLC) process as defined under the Department of Information Technology (DoIT) SDLC process until DoIT and the Department of Health and Mental Hygiene (DHMH) submit to the budget committees:

- (1) confirmation of the successful completion of all systems requirements documents and completion of draft system design documents;
- (2) confirmation of the development of an adequate Integrated Master Schedule; and
- (3) revised budget estimates, an updated information technology project request document, and a go-live date.

The budget committees shall have 30 days to review and comment on the submission from DoIT and DHMH.

Further provided that, beginning on July 15, 2014, and continuing until the MERP go-live date, DoIT shall provide the budget committees with quarterly updates on the progress of MERP. The updates shall be in the format used by the department in its fiscal year-end major information technology development project report.

Sections

Explanation: Progress on MERP significantly deteriorated during 2013. DHMH and DoIT are currently exploring options on how best to proceed with the project. The language restricts funding for the system development phase of the project until certain project documentation is confirmed as being complete and additional information is provide to the budget committees. Additional reporting requirements are also added.

Information Request	Authors	Due Date
MERP documentation	DoIT DHMH	Prior to expenditures on system development
MERP quarterly progress reports	DoIT	Quarterly beginning July 15, 2014

Add the following section:

Section 41 Child Care Subsidy Eligibility

SECTION 41. AND BE IT FURTHER ENACTED, That \$100,000 of the General Fund appropriation for the Department of Human Resources (DHR) and \$100,000 of the General Fund appropriation for the Maryland State Department of Education (MSDE) may not be expended unless, by July 1, 2014, DHR and MSDE jointly submit a report to the budget committees regarding the transfer of child care subsidy eligibility determinations from DHR to MSDE. The report shall include the following information:

- (1) how the shift in eligibility determinations improves the program for both individuals receiving the child care subsidy and MSDE;
- (2) how MSDE's vendor will implement child care subsidy eligibility determinations;
- (3) the impact on services provided to individuals who want to apply for multiple social services including the child care subsidy;
- (4) the impact on DHR's eligibility determinations function with respect to quality of performance, positions required, budgetary needs, and how DHR can reduce spending on eligibility determinations by \$13,100,000;
- (5) how and when funding will shift from DHR to MSDE and how much DHR will need as a replacement; and
- (6) an accounting of costs and savings for MSDE and the vendor contract.

Sections

As it has been estimated that the transfer of eligibility determinations will result in budgetary savings of up to \$4,000,000 in general funds, \$2,000,000 of which is accounted for as a withdrawn appropriation from the fiscal 2014 budget, the budget committees have the expectation of an additional \$2,000,000 General Fund withdrawn appropriation during the 2015 legislative session, or a targeted reversion of that amount at the close of fiscal 2015.

A follow-up report shall be submitted by December 1, 2014 with budget costs and savings information based on the experience of DHR's eligibility determinations function and MSDE's vendor, and other substantive changes to the program from what is outlined in the July 1, 2014 report. The budget committees shall have 45 days for review and comment following receipt of the initial report. Funds restricted pending 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.

Explanation: Child care subsidy eligibility determinations are currently performed by DHR, but the responsibility is expected to transfer to MSDE on July 1, 2014, who will then use a private vendor. DHR receives funding from the Child Care and Development Fund to perform the determinations, and that funding is also expected to transfer from DHR's budget to MSDE. DHR receives \$13.1 million in fiscal 2015 for eligibility determinations.

The language restricts \$100,000 from the general fund appropriations of DHR and MSDE until a report is submitted with more information about the transfer of eligibility determinations, including how it improves the program for both recipients of the subsidy and MSDE, how MSDE's vendor will perform eligibility determinations, the impact on individuals who wish to apply for multiple services, the impact on DHR's other eligibility determination functions, DHR's position and budgetary needs, and the expected cost savings. The report is due July 1, 2014. The language requests a follow-up report by December 1, 2014, with updated budget information based on the experience of DHR and MSDE's vendor, and substantive changes to the eligibility determination process.

MSDE believes transitioning to a private vendor could reduce costs by \$3 million to \$4 million. The Governor's fiscal 2015 budget plan already accounts for some of the cost savings, withdrawing \$2 million in general funds from MSDE's fiscal 2014 working budget. The budget languages adds the expectation of the budget committees that an additional \$2 million in general fund cost savings will be recognized either through a withdrawn appropriation during the 2015 legislative session or at the closing of the fiscal 2015 budget.

Information Request	Authors	Due Date
Information in transitioning child care subsidy eligibility determinations from DHR to MSDE	DHR MSDE	July 1, 2014 December 1, 2014

Sections

Amend the following language:

Section 42 Historical and Projected Chesapeake Bay Restoration Spending-Report

~~SECTION 42. AND BE IT FURTHER ENACTED, That it is the intent of the General Assembly that the Maryland Department of Planning, the Department of Natural Resources, the Maryland Department of Agriculture, the Maryland Department of the Environment, and the Department of Budget and Management provide a report to the budget committees by December 1, 2014, on Chesapeake Bay restoration spending including:~~

- ~~(1) fiscal 1988 to 2014 annual spending by fund, fund source, program, and State and local government agency; associated nutrient and sediment reduction; and the impact on living resources and ambient water quality criteria for dissolved oxygen, water clarity, and “chlorophyll a” for the Chesapeake Bay and its tidal tributaries;~~
- ~~(2) projected fiscal 2015 to 2025 annual spending by fund, fund source, program, and State and local government agency; associated nutrient and sediment reductions; and the impact on living resources and ambient water quality criteria for dissolved oxygen, water clarity, and “chlorophyll a” for the Chesapeake Bay and its tidal tributaries; and~~
- ~~(3) an overall framework discussing the needed regulations, revenues, laws, and administrative actions and their impacts on individuals, organizations, governments, and businesses by year from fiscal 2015 to 2025 in order to reach the calendar 2025 requirement of having all best management practices in place to meet water quality standards for restoring the Chesapeake Bay.~~

~~SECTION 42. AND BE IT FURTHER ENACTED, That it is the intent of the General Assembly that the Maryland Department of Planning, the Department of Natural Resources, the Maryland Department of Agriculture, the Maryland Department of the Environment, and the Department of Budget and Management provide a report to the budget committees by December 1, 2014, on Chesapeake Bay restoration and spending including:~~

- ~~(1) calendar 1985 to 2013 (1) modeled loads of nitrogen, phosphorus, and sediment; and (2) trends in Maryland Chesapeake Bay and tidal tributary monitoring data on nitrogen, dissolved oxygen, water clarity, and “chlorophyll a” concentrations;~~
- ~~(2) projected calendar 2015 to 2025 modeled nutrient and sediment reductions in Maryland’s portion of the Chesapeake Bay per current Watershed Implementation Plan projections; and~~

Sections

- (3) *an overall framework for achieving the calendar 2025 Chesapeake Bay restoration goal that examines sources of funding and the potential investments needed between calendar 2015 and 2025, provides recommendations for using State programs as catalysts for leveraging local and private funding, and provides a template for tracking and reporting return on investment for State programs on an annual basis.*

Explanation: ~~This language expresses the intent that the Maryland Department of Planning (MDP), the Department of Natural Resources (DNR), the Maryland Department of Agriculture (MDA), the Maryland Department of the Environment (MDE), and the Department of Budget and Management (DBM) provide a report by December 1, 2014, on historical and projected Chesapeake Bay restoration spending and associated impacts and the overall framework to meet the calendar 2025 requirement of having all best management practices in place to meet water quality standards for restoring the Chesapeake Bay.~~ *This language expresses the intent that the Maryland Department of Planning (MDP), the Department of Natural Resources (DNR), the Maryland Department of Agriculture (MDA), the Maryland Department of the Environment (MDE), and the Department of Budget and Management (DBM) provide a report by December 1, 2014, on historical and projected Chesapeake Bay restoration nutrient and sediment reductions and water quality and on an overall framework for potential investments needed between calendar 2015 and 2025 in order to meet the calendar 2025 requirement of having all best management practices in place to meet water quality standards for restoring the Chesapeake Bay.*

Information Request	Authors	Due Date
Historical and projected Chesapeake Bay restoration spending report	MDP DNR MDA MDE DBM	December 1, 2014

Amendment No.

75

Sections

Amend the following language:

Section 43 Delete Vacant Positions

SECTION 43. AND BE IT FURTHER ENACTED, That the Governor shall abolish 267 150 vacant regular full-time equivalent positions and reduce agency appropriations by at least \$17,000,000 \$10,000,000 in general funds from the Executive Branch in fiscal 2015. Further provided that abolitions shall occur on or before July 1, 2014, and an accounting of the abolished positions shall be noted in Appendix E of the fiscal 2016 budget submission. A schedule of the abolished positions and funding, by program, shall be submitted to the budget committees by July 1, 2014.

Explanation: This action abolishes 267 150 vacant positions and at least \$17 \$10 million in general funds from the Executive Branch.

Information Request	Author	Due Date
Vacant position reduction	Department of Budget and Management	July 1, 2014, and with submission of Governor's fiscal 2016 budget books

Amendment No. **76**

Amend the following language:

Section 44 Weather-related Closures

SECTION 44. AND BE IT FURTHER ENACTED, That it is the intent of the General Assembly that, in fiscal 2014 and fiscal 2015, the Developmental Disabilities Administration within the Department of Health and Mental Hygiene shall:

- (1) determine all cost savings realized due to nonpayment to providers for weather-related closures;
- (2) implement a methodology to distribute funds from cost savings realized due to nonpayment to providers for weather-related closures to:
 - (i) providers that experienced loss of revenue due to weather-related closures; and
 - (ii) residential service providers that experienced weather-related costs including staff overtime, resident relocation, snow removal, or other costs necessary to ensure health and safety; and

Sections

- (3) distribute, based on the proportion of financial loss reported by each provider and to the extent funds are available in the budget, all funds from cost savings realized due to nonpayment to providers for weather-related closures to providers submitting required information.

To be eligible to receive redistributed funds from cost savings realized due to nonpayment to providers for weather-related closures, a provider shall report to the department:

- ~~(1) the date of any weather-related closure; and~~
- ~~(2) either the total amount of operating revenue losses or the total increase in operating costs due to the weather-related closure.~~
- (1) the date or dates of each weather-related absence for which a claim is being submitted;
- (2) a detailed listing of financial losses and/or increased costs directly attributed to each weather-related absence; and
- (3) an explanation of how the claimed amount of financial losses and increased costs were determined.

The department shall prepare guidelines and instructions for providers to submit weather-related claims. In addition, the department must, within 30 days after the end of the fiscal year, report to the committees the amount of funds from cost savings realized due to nonpayment to providers that is distributed to providers in fiscal 2014 and 2015.

Explanation: In fiscal 2012, the Developmental Disabilities Administration (DDA) changed its reimbursement policies with regard to absence days in residential, day, and supported employment services. Historically, DDA had paid standard daily rates to providers when individuals did not attend the fee payment system programs. Beginning July 1, 2011, DDA increased the rate for present days in these programs and reduced the number of bed hold days or absence days to residential programs to align with the Federal Center for Medicare and Medicaid Services reimbursable limit of 33 days. For day habilitation and supported employment programs, DDA eliminated payment for absence days on which matching federal funds cannot be claimed. This language expresses the intent that funds from cost savings realized due to nonpayment to providers in fiscal 2014 and 2015 for weather-related closures be distributed to providers, based on the proportion of financial loss reported by each provider and to the extent funds are available in the budget, to providers submitting required information.

Sections

Information Request	Author	Due Date
Weather-related closures	Department of Health and Mental Hygiene	Within 30 days after the end of fiscal 2014 and 2015

Amendment No. **77**

Add the following section:

Section 45 Maintain Rainy Day Fund

SECTION 45. AND BE IT FURTHER ENACTED, That for fiscal 2015, no funds may be transferred from the Revenue Stabilization Account of the State Reserve Fund to the General Fund.

Explanation: This action precludes the transfer of balance out of the Rainy Day Fund and into the general fund. Legislative action leaves a fund balance of 5% in the Rainy Day Fund.

Amendment No. **78**

Technical Amendment

Renumber as SECTION 45. as SECTION 46. and SECTION 46. as SECTION 47.

Amendment No.

79

SENATE BILL 170

B1

4lr0131

By: **The President (By Request – Administration)**

Introduced and read first time: January 15, 2014

Assigned to: Budget and Taxation

Committee Report: Favorable with amendments

Senate action: Adopted with floor amendments

Read second time: March 9, 2014

CHAPTER _____

1

Budget Bill

2

(Fiscal Year 2015)

3 AN ACT for the purpose of making the proposed appropriations contained in the State
4 Budget for the fiscal year ending June 30, 2015, in accordance with Article III,
5 Section 52 of the Maryland Constitution; and generally relating to
6 appropriations and budgetary provisions made pursuant to that section.

7 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF
8 MARYLAND, That subject to the provisions hereinafter set forth and subject to the
9 Public General Laws of Maryland relating to the Budget procedure, the several
10 amounts hereinafter specified, or so much thereof as shall be sufficient to accomplish
11 the purposes designated, are hereby appropriated and authorized to be disbursed for
12 the several purposes specified for the fiscal year beginning July 1, 2014, and ending
13 June 30, 2015, as hereinafter indicated.

14 PAYMENTS TO CIVIL DIVISIONS OF THE STATE

15	A15000.01 Disparity Grants	
16	General Fund Appropriation	135,797,164
17	A15000.02 Teacher Retirement Supplemental	
18	Grants	
19	General Fund Appropriation	27,658,662

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

Underlining indicates amendments to bill.

~~Strike-out~~ indicates matter stricken from the bill by amendment or deleted from the law by amendment.

Italics indicate opposite chamber / conference committee amendments.



1 SUMMARY

2 Total General Fund Appropriation 163,455,826

3 163,455,826

4 GENERAL ASSEMBLY OF MARYLAND

5 B75A01.01 Senate
6 General Fund Appropriation 12,306,8367 B75A01.02 House of Delegates
8 General Fund Appropriation 22,675,9849 B75A01.03 General Legislative Expenses
10 General Fund Appropriation 1,018,876

11 DEPARTMENT OF LEGISLATIVE SERVICES

12 B75A01.04 Office of the Executive Director
13 General Fund Appropriation 11,253,15014 B75A01.05 Office of Legislative Audits
15 General Fund Appropriation 13,274,04816 B75A01.06 Office of Legislative Information
17 Systems
18 General Fund Appropriation 5,193,55519 B75A01.07 Office of Policy Analysis
20 General Fund Appropriation 16,935,628

21 SUMMARY

22 Total General Fund Appropriation 82,658,077

23 82,658,077

JUDICIARY

1
2 Provided that 19 positions and \$1,945,511 in
3 general funds are contingent upon the
4 enactment of HB 120 or SB 167.

5 Further provided that a ~~\$3,571,842~~
6 ~~\$3,979,842~~ General Fund reduction is
7 made for operating expenditures.

8	C00A00.01 Court of Appeals		
9	General Fund Appropriation	16,792,210	
10	Federal Fund Appropriation.....	108,764	16,900,974
11		<hr/>	

12	C00A00.02 Court of Special Appeals		
13	General Fund Appropriation		10,538,486

14	C00A00.03 Circuit Court Judges		
15	General Fund Appropriation		65,015,469
16			<u>64,696,394</u>

17 Funds are appropriated in other agency
18 budgets to pay for services provided by
19 this program. Authorization is hereby
20 granted to use these receipts as special
21 funds for operating expenses in this
22 program.

23	C00A00.04 District Court		
24	General Fund Appropriation		161,851,553
25			<u>160,601,882</u>

26 Funds are appropriated in other agency
27 budgets to pay for services provided by
28 this program. Authorization is hereby
29 granted to use these receipts as special
30 funds for operating expenses in this
31 program.

32	C00A00.05 Maryland Judicial Conference		
33	General Fund Appropriation		210,750

34	C00A00.06 Administrative Office of the Courts		
35	General Fund Appropriation	29,706,752	
36		28,622,827	
37		<u>28,496,761</u>	

1

2

1	Special Fund Appropriation	16,500,000	
2	Federal Fund Appropriation	140,078	46,346,830
3			45,262,905
4			<u>45,136,839</u>
5			
6	C00A00.07 Court Related Agencies		
7	General Fund Appropriation		6,257,465
8	C00A00.08 State Law Library		
9	General Fund Appropriation	2,908,207	
10	Special Fund Appropriation	9,400	2,917,607
11			
12	C00A00.09 Judicial Information Systems		
13	General Fund Appropriation	39,007,210	
14	Special Fund Appropriation	7,146,954	46,154,164
15			
16	C00A00.10 Clerks of the Circuit Court		
17	General Fund Appropriation, <u>provided that</u>		
18	<u>this appropriation is reduced by</u>		
19	<u>\$3,037,621 \$1,518,810 for contractual</u>		
20	<u>services, supplies and materials, and</u>		
21	<u>replacement and additional equipment.</u>		
22	<u>Further provided that funds may be expended</u>		
23	<u>only for this purpose and may not be</u>		
24	<u>transferred by budget amendment or</u>		
25	<u>otherwise to any other purpose and shall</u>		
26	<u>revert to the General Fund</u>	84,835,172	
27		84,097,306	
28		<u>84,013,490</u>	
29	Special Fund Appropriation	18,471,893	103,307,065
30			102,569,199
31			<u>102,485,383</u>
32			
33	Funds are appropriated in other agency		
34	budgets to pay for services provided by		
35	this program. Authorization is hereby		
36	granted to use these receipts as special		
37	funds for operating expenses in this		
38	program.		
39	C00A00.11 Family Law Division		
40	General Fund Appropriation	15,377,750	

2
cont

3

4

5

1	Federal Fund Appropriation	30,579	15,408,329
2		<hr/>	
3	C00A00.12 Major Information Technology		
4	Development Projects		
5	Special Fund Appropriation		20,728,765
6	SUMMARY		
7	Total General Fund Appropriation		428,900,605
8	Total Special Fund Appropriation		62,857,012
9	Total Federal Fund Appropriation		279,421
10			<hr/>
11	Total Appropriation		492,037,038
12			<hr/> <hr/>

OFFICE OF THE PUBLIC DEFENDER

14	C80B00.01 General Administration		
15	General Fund Appropriation		6,504,437
16	C80B00.02 District Operations		
17	General Fund Appropriation	84,726,663	
18	Special Fund Appropriation	214,487	84,941,150
19		<hr/>	
20	Funds are appropriated in other agency		
21	budgets to pay for services provided by		
22	this program. Authorization is hereby		
23	granted to use these receipts as special		
24	funds for operating expenses in this		
25	program.		
26	C80B00.03 Appellate and Inmate Services		
27	General Fund Appropriation		6,451,444
28	C80B00.04 Involuntary Institutionalization		
29	Services		
30	General Fund Appropriation		1,349,961

SUMMARY

32	Total General Fund Appropriation		99,032,505
33	Total Special Fund Appropriation		214,487
34			<hr/>

1	Total Appropriation		99,246,992
2			<hr/> <hr/>

3 OFFICE OF THE ATTORNEY GENERAL

4 ~~Provided that a \$179,091 General Fund~~
5 ~~reduction is made for contractual~~
6 ~~full-time equivalent expenses. This~~
7 ~~reduction may be allocated across the~~
8 ~~agency.~~

6

9	C81C00.01 Legal Counsel and Advice		
10	General Fund Appropriation	5,218,622	
11	Special Fund Appropriation	506,854	5,725,476
12		<hr/>	

13 Funds are appropriated in other agency
14 budgets to pay for services provided by
15 this program. Authorization is hereby
16 granted to use these receipts as special
17 funds for operating expenses in this
18 program.

19	C81C00.04 Securities Division		
20	General Fund Appropriation		2,373,775

21	C81C00.05 Consumer Protection Division		
22	Special Fund Appropriation	5,002,798	
23	Federal Fund Appropriation	66,488	5,069,286
24		<hr/>	

25 Funds are appropriated in other agency
26 budgets to pay for services provided by
27 this program. Authorization is hereby
28 granted to use these receipts as special
29 funds for operating expenses in this
30 program.

31	C81C00.06 Antitrust Division		
32	General Fund Appropriation		901,982

33	C81C00.09 Medicaid Fraud Control Unit		
34	General Fund Appropriation	977,589	
35	Federal Fund Appropriation	2,932,765	3,910,354
36		<hr/>	

37	C81C00.10 People's Insurance Counsel Division		
----	---	--	--

1	Special Fund Appropriation		589,697
2	C81C00.12 Juvenile Justice Monitoring Program		
3	General Fund Appropriation		552,114
4	C81C00.14 Civil Litigation Division		
5	General Fund Appropriation	2,344,752	
6	Special Fund Appropriation	477,488	2,822,240
7		<hr/>	
8	Funds are appropriated in other agency		
9	budgets to pay for services provided by		
10	this program. Authorization is hereby		
11	granted to use these receipts as special		
12	funds for operating expenses in this		
13	program.		
14	C81C00.15 Criminal Appeals Division		
15	General Fund Appropriation		2,772,658
16	C81C00.16 Criminal Investigation Division		
17	General Fund Appropriation		1,777,629
18	Funds are appropriated in other agency		
19	budgets to pay for services provided by		
20	this program. Authorization is hereby		
21	granted to use these receipts as special		
22	funds for operating expenses in this		
23	program.		
24	C81C00.17 Educational Affairs Division		
25	General Fund Appropriation		446,770
26	C81C00.18 Correctional Litigation Division		
27	General Fund Appropriation		312,624
28	Funds are appropriated in other agency		
29	budgets to pay for services provided by		
30	this program. Authorization is hereby		
31	granted to use these receipts as special		
32	funds for operating expenses in this		
33	program.		
34	C81C00.20 Contract Litigation Division		
35	Funds are appropriated in other agency		
36	budgets to pay for services provided by		

1 this program. Authorization is hereby
 2 granted to use these receipts as special
 3 funds for operating expenses in this
 4 program.

5 C81C00.21 Mortgage Foreclosure Settlement
 6 Program

7 Special Fund Appropriation 5,642,153

8 SUMMARY

9 Total General Fund Appropriation 17,678,515
 10 Total Special Fund Appropriation 12,218,990
 11 Total Federal Fund Appropriation 2,999,253

12
 13 Total Appropriation 32,896,758
 14

15 OFFICE OF THE STATE PROSECUTOR

16 C82D00.01 General Administration

17 General Fund Appropriation 1,447,401
 18

19 MARYLAND TAX COURT

20 C85E00.01 Administration and Appeals

21 General Fund Appropriation 614,869
 22

23 PUBLIC SERVICE COMMISSION

24 C90G00.01 General Administration and Hearings

25 Special Fund Appropriation ~~37,673,155~~

26 37,514,648

27 Federal Fund Appropriation 77,234 ~~37,750,389~~

28 37,591,882
 29

30 C90G00.02 Telecommunications, Gas, and Water
 31 Division

32 Special Fund Appropriation 460,883

33 C90G00.03 Engineering Investigations

34 Special Fund Appropriation 1,477,703

35 Federal Fund Appropriation 318,911 1,796,614

BOARD OF PUBLIC WORKS

1		
2	D05E01.01 Administration Office	
3	General Fund Appropriation	956,036
4	D05E01.02 Contingent Fund	
5	To the Board of Public Works to be used by	
6	the Board in its judgment (1) for	
7	supplementing appropriations made in the	
8	budget for fiscal year 2015 when the	
9	regular appropriations are insufficient for	
10	the operating expenses of the government	
11	beyond those that are contemplated at the	
12	time of the appropriation of the budget for	
13	this fiscal year, or (2) for any other	
14	contingencies that might arise within the	
15	State or other governmental agencies	
16	during the fiscal year or any other	
17	purposes provided by law, when adequate	
18	provision for such contingencies or	
19	purposes has not been made in this	
20	budget.	
21	General Fund Appropriation	500,000
22	D05E01.05 Wetlands Administration	
23	General Fund Appropriation	211,405
24	D05E01.10 Miscellaneous Grants to Private	
25	Non-Profit Groups	
26	<u>It is the intent of the General Assembly that</u>	
27	<u>the Governor include \$465,000 in a</u>	
28	<u>supplemental budget for the Maryland</u>	
29	<u>Academy of Sciences.</u>	
30	General Fund Appropriation	6,086,475
31	To provide annual grants to private groups	
32	and sponsors which have statewide	
33	implications and merit State support.	
34	Council of State Governments	309,257
35	Historic Annapolis Foundation	602,000
36	Maryland Zoo in Baltimore	5,175,218

SUMMARY

37		
38	Total General Fund Appropriation	7,753,916
39		

1 EXECUTIVE DEPARTMENT – GOVERNOR

2	D10A01.01 General Executive Direction and		
3	Control		
4	General Fund Appropriation		12,429,695
5			<u><u>12,429,695</u></u>

6 OFFICE OF THE DEAF AND HARD OF HEARING

7	D11A04.01 Executive Direction		
8	General Fund Appropriation		365,284
9			<u><u>365,284</u></u>

10 DEPARTMENT OF DISABILITIES

11	D12A02.01 General Administration		
12	General Fund Appropriation	3,168,482	
13	Special Fund Appropriation	184,009	
14	Federal Fund Appropriation	7,908,810	11,261,301
15		<u>7,908,810</u>	<u><u>11,261,301</u></u>

16 Funds are appropriated in other agency
 17 budgets to pay for services provided by
 18 this program. Authorization is hereby
 19 granted to use these receipts as special
 20 funds for operating expenses in this
 21 program.

22 MARYLAND ENERGY ADMINISTRATION

23	D13A13.01 General Administration		
24	Special Fund Appropriation	5,532,572	
25		<u>5,481,934</u>	
26	Federal Fund Appropriation	763,901	6,296,473
27		<u>752,406</u>	<u>6,234,340</u>
28		<u>752,406</u>	

29 Funds are appropriated in other agency
 30 budgets to pay for services provided by
 31 this program. Authorization is hereby
 32 granted to use these receipts as special
 33 funds for operating expenses in this
 34 program.

35	D13A13.02 The Jane E. Lawton Conservation		
36	Loan Program – Capital Appropriation		
37	Special Fund Appropriation		2,000,000

1			<u>1,750,000</u>
2	D13A13.03 State Agency Loan Program – Capital		
3	Appropriation		
4	Special Fund Appropriation		1,200,000
5	D13A13.06 Energy Efficiency and Conservation		
6	Programs, Low and Moderate Income		
7	Residential Sector		
8	Special Fund Appropriation		10,105,000
9	D13A13.07 Energy Efficiency and Conservation		
10	Programs, All Other Sectors		
11	Special Fund Appropriation, provided that		
12	\$3,000,000 of this appropriation made for		
13	the purpose of Energy Efficiency and		
14	Conservation Programs, All Other Sectors		
15	may not be expended for that purpose but		
16	instead may be transferred by budget		
17	amendment to the Department of Housing		
18	and Community Development program		
19	S00A25.08 Homeownership Programs		
20	Capital Appropriation to be used only for		
21	the Net Zero Homes Program. Funds not		
22	expended for this restricted purpose may		
23	not be transferred by budget amendment		
24	or otherwise to any other purpose and		
25	shall be canceled	9,105,240	
26	Federal Fund Appropriation	54,413	9,159,653
27			
28	D13A13.08 Renewable and Clean Energy		
29	Programs and Initiatives		
30	Special Fund Appropriation, <u>provided that it</u>		
31	<u>is the intent of the General Assembly that</u>		
32	<u>\$1,700,000 of this appropriation made for</u>		
33	<u>the purpose of the Maryland Emergency</u>		
34	<u>Generation Grant Program may be used to</u>		
35	<u>incentivize backup emergency generation</u>		
36	<u>at fuel service stations and to incentivize</u>		
37	<u>backup emergency generators at volunteer</u>		
38	<u>fire department fire houses that are used</u>		
39	<u>as shelters during emergency situations ...</u>		20,764,500

7

40 SUMMARY

41	Total Special Fund Appropriation		48,406,674
----	--	--	------------

1	Total Federal Fund Appropriation		806,819
2			<hr/>
3	Total Appropriation		49,213,493
4			<hr/> <hr/>
5	BOARDS, COMMISSIONS, AND OFFICES		
6	D15A05.01 Survey Commissions		
7	General Fund Appropriation		110,000
8	D15A05.03 Office of Minority Affairs		
9	General Fund Appropriation	1,381,411	
10	Special Fund Appropriation	10,000	1,391,411
11		<hr/>	
12	Funds are appropriated in other agency		
13	budgets to pay for services provided by		
14	this program. Authorization is hereby		
15	granted to use these receipts as special		
16	funds for operating expenses in this		
17	program.		
18	D15A05.05 Governor's Office of Community		
19	Initiatives		
20	General Fund Appropriation	2,399,828	
21	Special Fund Appropriation	282,400	
22	Federal Fund Appropriation	3,940,139	6,622,367
23		<hr/>	
24	Funds are appropriated in other agency		
25	budgets to pay for services provided by		
26	this program. Authorization is hereby		
27	granted to use these receipts as special		
28	funds for operating expenses in this		
29	program.		
30	D15A05.06 State Ethics Commission		
31	General Fund Appropriation	835,507	
32	Special Fund Appropriation	305,142	1,140,649
33		<hr/>	
34	D15A05.07 Health Care Alternative Dispute		
35	Resolution Office		
36	General Fund Appropriation	361,637	
37	Special Fund Appropriation	45,675	407,312
38		<hr/>	

1	D15A05.16 Governor’s Office of Crime Control and		
2	Prevention		
3	General Fund Appropriation	97,495,972	
4		96,345,972	
5		<u>97,495,972</u>	
6	Special Fund Appropriation	2,331,943	
7	Federal Fund Appropriation	17,605,813	117,433,728
8			116,283,728
9			<u>117,433,728</u>
10			

11 Funds are appropriated in other agency
 12 budgets to pay for services provided by
 13 this program. Authorization is hereby
 14 granted to use these receipts as special
 15 funds for operating expenses in this
 16 program.

17	D15A05.20 State Commission on Criminal		
18	Sentencing Policy		
19	General Fund Appropriation		460,000
20	D15A05.22 Governor’s Grants Office		
21	General Fund Appropriation	409,732	
22	Special Fund Appropriation	30,000	439,732
23			

24 Funds are appropriated in other agency
 25 budgets to pay for services provided by
 26 this program. Authorization is hereby
 27 granted to use these receipts as special
 28 funds for operating expenses in this
 29 program.

30	D15A05.23 State Labor Relations Board		
31	General Fund Appropriation		366,780

32 Funds are appropriated in other agency
 33 budgets to pay for services provided by
 34 this program. Authorization is hereby
 35 granted to use these receipts as special
 36 funds for operating expenses in this
 37 program.

38 SUMMARY

1	Total General Fund Appropriation		103,820,867
2	Total Special Fund Appropriation		3,005,160
3	Total Federal Fund Appropriation		21,545,952

4			<hr/>
5	Total Appropriation		128,371,979
6			<hr/> <hr/>

7 SECRETARY OF STATE

8	D16A06.01 Office of the Secretary of State		
9	General Fund Appropriation	1,967,653	
10	Special Fund Appropriation	455,352	2,423,005
11		<hr/>	<hr/> <hr/>

12 HISTORIC ST. MARY'S CITY COMMISSION

13	D17B01.51 Administration		
14	General Fund Appropriation	2,178,239	
15	Special Fund Appropriation	900,300	3,078,539
16		<hr/>	<hr/> <hr/>

17 GOVERNOR'S OFFICE FOR CHILDREN

18	D18A18.01 Governor's Office for Children		
19	General Fund Appropriation		1,960,406
20			<u>1,914,023</u>

21 BOARD OF PUBLIC WORKS – INTERAGENCY COMMITTEE
22 ON SCHOOL CONSTRUCTION

23	D25E03.01 General Administration		
24	General Fund Appropriation		1,765,820
25	D25E03.02 Aging Schools Program		
26	General Fund Appropriation		42,102

27 SUMMARY

28	Total General Fund Appropriation		1,807,922
29			<hr/> <hr/>

30 DEPARTMENT OF AGING

31 Provided that funds appropriated for the
32 Senior Care (\$7,264,243 in general funds),
33 Senior Center Operating Fund (\$500,000

9
cont

1 in general funds), Vulnerable Adults
 2 (\$557,433 in general funds and \$103,998
 3 in federal funds), and the Ombudsmen
 4 (\$1,134,613 in general funds and \$362,363
 5 in federal funds) programs are restricted to
 6 those purposes and may not be transferred
 7 to any other program or purpose. Funds
 8 not expended or transferred shall be
 9 canceled or revert to the General Fund.

10

10 D26A07.01 General Administration

11 General Fund Appropriation, provided it is
 12 the intent of the General Assembly that, in
 13 the fiscal 2016 allowance, a new and
 14 unique budget code be established for
 15 programs and grants to the local Area
 16 Agencies on Aging (AAAs) separate from
 17 the rest of the Maryland Department of
 18 Aging (MDOA) budget. The new budget
 19 code shall capture all general, special,
 20 federal, and reimbursable funds that are
 21 intended as programs and grants to the
 22 AAAs. Such spending shall also be
 23 separated out from the rest of the MDOA
 24 budget in the fiscal 2015 working budget
 25 and actual fiscal 2014 spending, as
 26 reported in the data provided with the
 27 Governor's proposed fiscal 2016
 28 allowance

28	<u>21,433,312</u>	
29		<u>21,308,312</u>	
30	Special Fund Appropriation	484,331	
31	Federal Fund Appropriation	26,759,711	<u>48,677,354</u>
32			<u>48,552,354</u>
33			

11

34 Funds are appropriated in other agency
 35 budgets to pay for services provided by
 36 this program. Authorization is hereby
 37 granted to use these receipts as special
 38 funds for operating expenses in this
 39 program.

40 D26A07.02 Senior Centers Operating Fund

41	General Fund Appropriation		500,000
----	----------------------------------	--	---------

42 SUMMARY

1	Total General Fund Appropriation		21,808,312
2	Total Special Fund Appropriation		484,331
3	Total Federal Fund Appropriation		26,759,711
4			<hr/>
5	Total Appropriation		49,052,354
6			<hr/> <hr/>

7 MARYLAND COMMISSION ON CIVIL RIGHTS

8	D27L00.01 General Administration		
9	General Fund Appropriation	2,548,741	
10	Federal Fund Appropriation	639,009	3,187,750
11		<hr/>	<hr/> <hr/>

12 MARYLAND STADIUM AUTHORITY

13	D28A03.02 Maryland Stadium Facilities Fund		
14	Special Fund Appropriation		20,000,000
15	D28A03.55 Baltimore Convention Center		
16	General Fund Appropriation		9,016,587
17	D28A03.58 Ocean City Convention Center		
18	General Fund Appropriation		2,780,353
19	D28A03.59 Montgomery County Conference		
20	Center		
21	General Fund Appropriation		1,556,000
22	D28A03.60 Hippodrome Performing Arts Center		
23	General Fund Appropriation		1,393,060

24 SUMMARY

25	Total General Fund Appropriation		14,746,000
26	Total Special Fund Appropriation		20,000,000
27			<hr/>
28	Total Appropriation		34,746,000
29			<hr/> <hr/>

30 STATE BOARD OF ELECTIONS

31	D38I01.01 General Administration		
32	General Fund Appropriation, <i>provided that it</i>		
33	<u><i>is the intent of the General Assembly that:</i></u>		

- 1 (1) no Maryland voter should have to
 2 wait for more than 30 minutes to
 3 vote;
- 4 (2) the State Board of Elections (SBE)
 5 and local boards of elections
 6 (LBEs) take every possible action to
 7 ensure that voters casting ballots at
 8 early voting centers and polling
 9 places on Election Day are able to
 10 complete the entire voting process,
 11 from arrival to departure, within
 12 30 minutes;
- 13 (3) SBE, in conjunction with the LBEs,
 14 collect additional data on wait
 15 times for voters at an appropriate
 16 selection of individual early voting
 17 centers and Election Day polling
 18 places in the 2014 General Election
 19 in jurisdictions that experienced
 20 wait times in excess of 30 minutes
 21 in the 2012 General Election; and
- 22 (4) the data collection efforts include
 23 recording line length at regular
 24 intervals during the day to monitor
 25 turnout flow at an appropriate
 26 selection of individual early voting
 27 centers and Election Day polling
 28 places in the 2014 General Election
 29 in jurisdictions that experienced
 30 wait times in excess of 30 minutes
 31 in the 2012 General Election.

32 Further provided that \$100,000 of this
 33 appropriation made for the purpose of
 34 General Administration may not be
 35 expended until SBE submits a report to the
 36 House Appropriations Committee, House
 37 Ways and Means Committee, Senate
 38 Budget and Taxation Committee, and
 39 Senate Education, Health, and
 40 Environmental Affairs Committee that:

- 41 (1) describes the data collection

1 methods used and summarizes the
 2 additional data collected on wait
 3 times for voters at an appropriate
 4 selection of early voting centers and
 5 Election Day polling places in the
 6 2014 General Election in
 7 jurisdictions that experienced wait
 8 times in excess of 30 minutes in the
 9 2012 General Election;

10 (2) analyzes the additional data on
 11 wait times collected during the
 12 2014 General Election at early
 13 voting centers and Election Day
 14 polling places to identify the causes
 15 of wait times in excess of 30
 16 minutes; and

17 (3) includes plans for reducing wait
 18 times at early voting centers and
 19 Election Day polling places to 30
 20 minutes or less in future elections
 21 based on the analysis of the data
 22 from the 2014 General Election and
 23 other relevant data.

24 The report shall be submitted by January 15,
 25 2015, and the committees shall have 45
 26 days to review and comment. Funds
 27 restricted pending the receipt of a report
 28 may not be transferred by budget
 29 amendment or otherwise to any other
 30 purpose and shall revert to the General
 31 Fund if the report is not submitted

32	Special Fund Appropriation	4,201,429	
33		168,851	4,370,280

34	D38I01.02 Help America Vote Act		
35	General Fund Appropriation	2,384,615	
36	Special Fund Appropriation	5,511,263	
37	Federal Fund Appropriation	100,000	7,995,878
38			

39	D38I01.03 Major Information Technology		
40	Development Projects		
41	Special Fund Appropriation		2,061,485

1
2
3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25
26
27
28
29
30
31
32
33
34
35
36

SUMMARY

Total General Fund Appropriation	6,586,044	
Total Special Fund Appropriation	7,741,599	
Total Federal Fund Appropriation	100,000	
		<hr/>
Total Appropriation	14,427,643	<hr/> <hr/>

MARYLAND STATE BOARD OF CONTRACT APPEALS

D39S00.01 Contract Appeals Resolution		
General Fund Appropriation		672,647
		<hr/> <hr/>

DEPARTMENT OF PLANNING

D40W01.01 Administration		
General Fund Appropriation		2,780,100
<p>Funds are appropriated in other agency budgets to pay for services provided by this program. Authorization is hereby granted to use these receipts as special funds for operating expenses in this program.</p>		
D40W01.02 Communications and Intergovernmental Affairs		
General Fund Appropriation		1,129,788
D40W01.03 Planning Data Services		
General Fund Appropriation	2,506,012	
Special Fund Appropriation	148,448	2,654,460
		<hr/>

Funds are appropriated in other agency budgets to pay for services provided by this program. Authorization is hereby granted to use these receipts as special funds for operating expenses in this program.

D40W01.04 Planning Services		
General Fund Appropriation	1,968,098	
Federal Fund Appropriation	50,566	2,018,664

1
2
3
4
5
6
7

8
9
10
11
12
13
14
15
16
17

18
19
20
21
22

23
24
25
26
27
28

29
30
31
32
33

34
35
36
37
38
39

40

Funds are appropriated in other agency budgets to pay for services provided by this program. Authorization is hereby granted to use these receipts as special funds for operating expenses in this program.

D40W01.07 Management Planning and Educational Outreach

General Fund Appropriation	1,000,400	
	1,057,017	
	<u>1,099,490</u>	
Special Fund Appropriation	3,195,484	
Federal Fund Appropriation	1,080,446	5,375,420
	1,062,242	5,314,743
	<u>1,080,446</u>	<u>5,375,420</u>

D40W01.08 Museum Services

General Fund Appropriation	1,938,041	
Special Fund Appropriation	654,154	
Federal Fund Appropriation	81,466	2,673,661

Funds are appropriated in other agency budgets to pay for services provided by this program. Authorization is hereby granted to use these receipts as special funds for operating expenses in this program.

D40W01.09 Research Survey and Registration

General Fund Appropriation	825,065	
Special Fund Appropriation	83,590	
Federal Fund Appropriation	328,937	1,237,592

Funds are appropriated in other agency budgets to pay for services provided by this program. Authorization is hereby granted to use these receipts as special funds for operating expenses in this program.

D40W01.10 Preservation Services

13

1	General Fund Appropriation	593,739	
2	Special Fund Appropriation	370,811	
3	Federal Fund Appropriation	229,025	1,193,575
4		<hr/>	
5	D40W01.11 Historic Preservation – Capital		
6	Appropriation		
7	Special Fund Appropriation		200,000
8	D40W01.12 Sustainable Communities Tax Credit		
9	General Fund Appropriation, <i>provided that</i>		
10	<i>\$10,000,000 of this appropriation made for</i>		
11	<i>the purpose of awarding Sustainable</i>		
12	<i>Communities Tax Credit program tax</i>		
13	<i>credits is contingent on the enactment of</i>		
14	<i>HB 510 reauthorizing the program</i>		10,000,000

14

15 SUMMARY

16	Total General Fund Appropriation		22,840,333
17	Total Special Fund Appropriation		4,652,487
18	Total Federal Fund Appropriation		1,770,440
19			<hr/>
20	Total Appropriation		29,263,260
21			<hr/> <hr/>

22 MILITARY DEPARTMENT

23 MILITARY DEPARTMENT OPERATIONS AND MAINTENANCE

24	D50H01.01 Administrative Headquarters		
25	General Fund Appropriation	2,731,740	
26	Special Fund Appropriation	39,976	
27	Federal Fund Appropriation	116,535	2,888,251
28		<hr/>	
29	D50H01.02 Air Operations and Maintenance		
30	General Fund Appropriation	689,905	
31	Federal Fund Appropriation	4,291,608	4,981,513
32		<hr/>	
33	D50H01.03 Army Operations and Maintenance		
34	General Fund Appropriation	4,005,263	
35	Special Fund Appropriation	121,991	
36	Federal Fund Appropriation	8,927,220	13,054,474
37		<hr/>	

1	D50H01.05 State Operations		
2	General Fund Appropriation	2,514,689	
3	Federal Fund Appropriation	2,977,292	5,491,981
4		<hr/>	
5	D50H01.06 Maryland Emergency Management		
6	Agency		
7	General Fund Appropriation	2,325,168	
8	Special Fund Appropriation	14,600,000	
9	Federal Fund Appropriation	31,224,313	48,149,481
10		<hr/>	
11	SUMMARY		
12	Total General Fund Appropriation		12,266,765
13	Total Special Fund Appropriation		14,761,967
14	Total Federal Fund Appropriation		47,536,968
15			<hr/>
16	Total Appropriation		74,565,700
17			<hr/> <hr/>

18 MARYLAND INSTITUTE FOR EMERGENCY MEDICAL SERVICES SYSTEMS

19	D53T00.01 General Administration		
20	Special Fund Appropriation	23,629,789	
21	Federal Fund Appropriation	1,285,500	24,915,289
22		<hr/>	<hr/> <hr/>

23 Funds are appropriated in other agency
24 budgets to pay for services provided by
25 this program. Authorization is hereby
26 granted to use these receipts as special
27 funds for operating expenses in this
28 program.

29 DEPARTMENT OF VETERANS AFFAIRS

30	D55P00.01 Service Program		
31	General Fund Appropriation		1,235,419
32	D55P00.02 Cemetery Program		
33	General Fund Appropriation	1,532,879	
34	Special Fund Appropriation	787,090	
35	Federal Fund Appropriation	1,543,365	3,863,334
36		<hr/>	

1	D55P00.03 Memorials and Monuments Program		
2	General Fund Appropriation		412,881
3	D55P00.04 Cemetery Program – Capital		
4	Appropriation		
5	General Fund Appropriation	400,000	
6	Federal Fund Appropriation	2,980,000	3,380,000
7		<hr/>	
8	D55P00.05 Veterans Home Program		
9	General Fund Appropriation	3,711,904	
10		<u>3,706,904</u>	
11	Special Fund Appropriation	100,000	
12	Federal Fund Appropriation	13,469,960	17,281,864
13			<u>17,276,864</u>
14		<hr/>	
15	D55P00.08 Executive Direction		
16	General Fund Appropriation		1,072,859
17	D55P00.11 Outreach and Advocacy		
18	General Fund Appropriation		199,731
19			
20	Total General Fund Appropriation		8,560,673
21	Total Special Fund Appropriation		887,090
22	Total Federal Fund Appropriation		17,993,325
23			<hr/>
24	Total Appropriation		27,441,088
25			<hr/> <hr/>
26			
27	D60A10.01 Archives		
28	General Fund Appropriation	1,797,823	
29	Special Fund Appropriation	6,522,236	8,320,059
30		<hr/>	
31	D60A10.02 Artistic Property		
32	General Fund Appropriation	352,864	
33	Special Fund Appropriation	59,305	412,169
34		<hr/>	

SUMMARY

2	Total General Fund Appropriation	2,150,687
3	Total Special Fund Appropriation	6,581,541
4		<hr/>
5	Total Appropriation	8,732,228
6		<hr/> <hr/>

MARYLAND HEALTH BENEFIT EXCHANGE

Provided that \$1,000,000 of the special fund appropriation made for the purpose of administration and general operations in the Maryland Health Benefit Exchange (MHBE) may not be expended until:

(1) MHBE submits to the budget committees the first of fiscal 2015 quarterly budget reports detailing actual expenditures of prior year encumbrances, actual year-to-date expenditures, and the manner in which proposed expenditures are to be spent. These quarterly budget reports shall be submitted within 30 days of the end of each quarter beginning July 1, 2014, and will be in a format agreed upon between MHBE and the Department of Legislative Services.

(2) MHBE, in consultation with the Department of Information Technology (DoIT), submits to the budget committees the first of bimonthly reports on the progress in remediating/replacing the MHBE Eligibility System both in terms of the impact of enrollment into qualified health plans, enrollment into Medicaid, and Medicaid redeterminations. These bimonthly reports shall be submitted within 15 days of the end of each bimonthly period

1 beginning July 1, 2014, and will be
 2 in the format used by DoIT for its
 3 year-end major information
 4 technology development project
 5 report.

6 The committees shall have 45 days to review
 7 and comment on the initial reports from
 8 MHBE. Funds restricted pending the
 9 receipt of the initial reports may not be
 10 transferred by budget amendment or
 11 otherwise to any other purpose and shall
 12 be canceled if the initial reports are not
 13 submitted to the budget committees.

14	D78Y01.01 Maryland Health Benefit Exchange		
15	General Fund Appropriation	7,395,387	
16	Special Fund Appropriation	6,141,651	
17	Federal Fund Appropriation	15,808,205	29,345,243
18		<hr/>	

19	D78Y01.02 Major Information Technology		
20	Development Projects		
21	General Fund Appropriation	8,118,495	
22	Special Fund Appropriation	6,858,349	
23	Federal Fund Appropriation	27,705,879	42,682,723
24		<hr/>	

25 **SUMMARY**

26	Total General Fund Appropriation		15,513,882
27	Total Special Fund Appropriation		13,000,000
28	Total Federal Fund Appropriation		43,514,084
29			<hr/>

30	Total Appropriation		72,027,966
31			<hr/> <hr/>

32 **MARYLAND HEALTH INSURANCE PLAN**

33 **HEALTH INSURANCE SAFETY NET PROGRAMS**

34	D79Z02.01 MHIP High-Risk Pools		
35	Special Fund Appropriation	78,010,597	
36	Federal Fund Appropriation	130,456	78,141,053
37		<hr/>	

1	D79Z02.02 Senior Prescription Drug Assistance		
2	Program		
3	Special Fund Appropriation		19,235,155
4	SUMMARY		
5	Total Special Fund Appropriation		97,245,752
6	Total Federal Fund Appropriation		130,456
7			<hr/>
8	Total Appropriation		97,376,208
9			<hr/> <hr/>
10	MARYLAND INSURANCE ADMINISTRATION		
11	INSURANCE ADMINISTRATION AND REGULATION		
12	D80Z01.01 Administration and Operations		
13	Special Fund Appropriation	29,227,455	
14	Federal Fund Appropriation	1,287,636	30,515,091
15		<hr/>	
16	D80Z01.02 Major Information Technology		
17	Development Projects		
18	Special Fund Appropriation		355,000
19	SUMMARY		
20	Total Special Fund Appropriation		29,582,455
21	Total Federal Fund Appropriation		1,287,636
22			<hr/>
23	Total Appropriation		30,870,091
24			<hr/> <hr/>
25	CANAL PLACE PRESERVATION AND DEVELOPMENT AUTHORITY		
26	D90U00.01 General Administration		
27	General Fund Appropriation	116,211	
28	Special Fund Appropriation	436,099	552,310
29		<hr/>	<hr/>
30	OFFICE OF ADMINISTRATIVE HEARINGS		
31	D99A11.01 General Administration		
32	Special Fund Appropriation		904,268
33			<hr/> <hr/>

1 Funds are appropriated in other agency
2 budgets to pay for services provided by
3 this program. Authorization is hereby
4 granted to use these receipts as special
5 funds for operating expenses in this
6 program.

COMPTRROLLER OF MARYLAND

OFFICE OF THE COMPTRROLLER

3	E00A01.01 Executive Direction		
4	General Fund Appropriation	3,384,145	
5	Special Fund Appropriation	597,027	3,981,172
6		<hr/>	
7	E00A01.02 Financial and Support Services		
8	General Fund Appropriation	2,342,331	
9	Special Fund Appropriation	395,062	2,737,393
10		<hr/>	

11 Funds are appropriated in other agency
 12 budgets to pay for services provided by
 13 this program. Authorization is hereby
 14 granted to use these receipts as special
 15 funds for operating expenses in this
 16 program.

SUMMARY

18	Total General Fund Appropriation		5,726,476
19	Total Special Fund Appropriation		992,089
20			<hr/>
21	Total Appropriation		6,718,565
22			<hr/> <hr/>

GENERAL ACCOUNTING DIVISION

24	E00A02.01 Accounting Control and Reporting		
25	General Fund Appropriation		5,443,760
26			<hr/> <hr/>

BUREAU OF REVENUE ESTIMATES

28	E00A03.01 Estimating of Revenues		
29	General Fund Appropriation		835,316
30			<hr/> <hr/>

REVENUE ADMINISTRATION DIVISION

32	E00A04.01 Revenue Administration		
33	General Fund Appropriation, <u>provided that</u>		
34	<u>because the Comptroller of Maryland has</u>		

1 had four or more repeat audit findings in
 2 the most recent fiscal compliance audit
 3 issued by the Office of Legislative Audits
 4 (OLA), \$100,000 of this agency's
 5 administrative appropriation may not be
 6 expended unless:

7 (1) the Comptroller of Maryland has
 8 taken corrective action with
 9 respect to all repeat audit findings
 10 on or before November 1, 2014; and

11 (2) a report is submitted to the budget
 12 committees by OLA listing each
 13 repeat audit finding along with a
 14 determination that each repeat
 15 finding was corrected. The budget
 16 committees shall have 45 days to
 17 review and comment to allow for
 18 funds to be released prior to the
 19 end of fiscal 2015

20	Special Fund Appropriation	27,812,299	32,346,932
21		<hr/>	
22	E00A05.01 Compliance Administration		
23	General Fund Appropriation	23,884,463	
24		23,197,367	
25		<u>23,540,915</u>	
26	Special Fund Appropriation	8,064,710	32,840,182
27		8,826,574	32,023,941
28		<u>8,895,646</u>	<u>32,436,561</u>
29		<hr/>	<hr/>

15

30 FIELD ENFORCEMENT DIVISION

31	E00A06.01 Field Enforcement Administration		
32	General Fund Appropriation	2,648,804	
33	Special Fund Appropriation	2,809,569	5,458,373
34		<hr/>	<hr/>

35 CENTRAL PAYROLL BUREAU

36	E00A09.01 Payroll Management		
37	General Fund Appropriation	2,489,880	
38	Special Fund Appropriation	179,337	2,669,217
39		<hr/>	<hr/>

1 Funds are appropriated in other agency
 2 budgets to pay for services provided by
 3 this program. Authorization is hereby
 4 granted to use these receipts as special
 5 funds for operating expenses in this
 6 program.

7 INFORMATION TECHNOLOGY DIVISION

8 E00A10.01 Annapolis Data Center Operations

9 Funds are appropriated in other agency
 10 budgets to pay for services provided by
 11 this program. Authorization is hereby
 12 granted to use these receipts as special
 13 funds for operating expenses in this
 14 program.

15 E00A10.02 Comptroller IT Services

16	General Fund Appropriation	17,027,342	
17		<u>16,899,304</u>	
18	Special Fund Appropriation	2,706,313	10,733,655
19		<u>2,682,100</u>	<u>19,581,404</u>
20		<hr/>	<hr/> <hr/>

21 Funds are appropriated in other agency
 22 budgets to pay for services provided by
 23 this program. Authorization is hereby
 24 granted to use these receipts as special
 25 funds for operating expenses in this
 26 program.

27 STATE TREASURER'S OFFICE

28 TREASURY MANAGEMENT

29 E20B01.01 Treasury Management

30	General Fund Appropriation	5,137,629	
31	Special Fund Appropriation	613,687	5,751,316
32		<hr/>	<hr/> <hr/>

33 Funds are appropriated in other agency
 34 budgets to pay for services provided by
 35 this program. Authorization is hereby
 36 granted to use these receipts as special
 37 funds for operating expenses in this
 38 program.

1 INSURANCE PROTECTION

2 E20B02.01 Insurance Management

3 Funds are appropriated in other agency
4 budgets to pay for services provided by
5 this program. Authorization is hereby
6 granted to use these receipts as special
7 funds for operating expenses in this
8 program.

9 E20B02.02 Insurance Coverage

10 Funds are appropriated in other agency
11 budgets to pay for services provided by
12 this program. Authorization is hereby
13 granted to use these receipts as special
14 funds for operating expenses in this
15 program.

16 BOND SALE EXPENSES

17 E20B03.01 Bond Sale Expenses

18	General Fund Appropriation	50,000	
19	Special Fund Appropriation	1,315,475	1,365,475
20		<hr/>	<hr/> <hr/>

21 STATE DEPARTMENT OF ASSESSMENTS AND TAXATION

22 Provided that it is the intent of the General
23 Assembly that the new assessor positions,
24 or other positions, assigned to the
25 Supervisor of Assessments for Baltimore
26 City in fiscal 2015 focus primarily on
27 inspections of commercial property and
28 verifying that property that is not subject
29 to taxation under § 7-202 or § 7-204 of the
30 Tax – Property Article is in current actual
31 use for a tax-exempt purpose.

32 Further provided that it is the intent of the
33 General Assembly that the department
34 consider entering into agreements with
35 individual counties or Baltimore City
36 under which the county or city agrees to

1 provide a grant to the department to hire
2 additional personnel for the purpose of
3 performing ministerial duties within the
4 county or Baltimore City. The work
5 performed by the additional personnel
6 funded by a county or city:

7 (1) shall be under the review and
8 guidance of the department;

9 (2) shall be consistent with the
10 department's statutory duties,
11 including applicable requirements
12 concerning confidentiality of
13 information in the department's
14 possession; and

15 (3) may not involve discretionary
16 decision making on any matter,
17 including the valuation or
18 assessment of property.

19 E50C00.01 Office of the Director

20 General Fund Appropriation, provided that
21 this appropriation shall be reduced by
22 ~~\$321,535~~ \$143,724 contingent upon the
23 enactment of legislation authorizing the
24 use of Charter Funds to support the Office
25 of the Director

2,874,484

26 Further provided that because the State
27 Department of Assessments and Taxation
28 has had four or more repeat findings in
29 the most recent fiscal compliance audit
30 issued by the Office of Legislative Audits
31 (OLA), \$100,000 of this appropriation may
32 not be expended unless:

33 (1) the State Department of
34 Assessments and Taxation has
35 taken corrective action with
36 respect to all repeat audit findings
37 on or before November 1, 2014; and

38 (2) a report is submitted to the budget
39 committees by OLA listing each
40 repeat audit finding along with a

1 determination that each repeat
 2 finding was corrected. The budget
 3 committees shall have 45 days to
 4 review and comment to allow for
 5 funds to be released prior to the
 6 end of fiscal 2015.

7	E50C00.02 Real Property Valuation		
8	General Fund Appropriation	17,552,552	
9	Special Fund Appropriation	17,552,694	35,105,246
10		<hr/>	
11	E50C00.04 Office of Information Technology		
12	General Fund Appropriation	2,647,117	
13	Special Fund Appropriation	2,647,115	5,294,232
14		<hr/>	
15	E50C00.05 Business Property Valuation		
16	General Fund Appropriation	1,786,398	
17	Special Fund Appropriation	1,786,397	3,572,795
18		<hr/>	
19	E50C00.06 Tax Credit Payments		
20	General Fund Appropriation		81,963,260
21	E50C00.08 Property Tax Credit Programs		
22	General Fund Appropriation	1,984,120	
23	Special Fund Appropriation	1,139,805	3,123,925
24		<hr/>	
25	E50C00.10 Charter Unit		
26	General Fund Appropriation	81,504	
27	Special Fund Appropriation	5,347,006	5,428,510
28		<hr/>	

29 SUMMARY

30	Total General Fund Appropriation		108,889,435
31	Total Special Fund Appropriation		28,473,017
32			<hr/>
33	Total Appropriation		137,362,452
34			<hr/> <hr/>

DEPARTMENT OF BUDGET AND MANAGEMENT

OFFICE OF THE SECRETARY

3	F10A01.01 Executive Direction	
4	General Fund Appropriation	1,834,121
5	Funds are appropriated in other agency	
6	budgets and funds will be transferred	
7	from the Employees' and Retirees' Health	
8	Insurance Non-Budgeted Fund Accounts	
9	to pay for services provided by this	
10	program. Authorization is hereby granted	
11	to use these receipts as special funds for	
12	operating expenses in this program.	
13	F10A01.02 Division of Finance and Administration	
14	General Fund Appropriation	1,014,992
15	F10A01.03 Central Collection Unit	
16	Special Fund Appropriation	13,601,294
17		<u>13,604,913</u>
18	F10A01.04 Division of Procurement Policy and	
19	Administration	
20	General Fund Appropriation	2,209,330

SUMMARY

22	Total General Fund Appropriation	5,058,443
23	Total Special Fund Appropriation	13,604,913
24		<hr/>
25	Total Appropriation	18,663,356
26		<hr/> <hr/>

OFFICE OF PERSONNEL SERVICES AND BENEFITS

28	F10A02.01 Executive Direction	
29	General Fund Appropriation	2,026,490

30 Funds will be transferred from other agency
31 budgets and the Employees' and Retirees'
32 Health Insurance Non-Budgeted Fund
33 Accounts to pay for administration
34 services provided by this program.
35 Authorization is hereby granted to use

1 these receipts as special funds for
 2 operating expenses in this program.

3 F10A02.02 Division of Employee Benefits

4 Funds will be transferred from the
 5 Employees' and Retirees' Health
 6 Insurance Non-Budgeted Fund Accounts
 7 to pay for administration services
 8 provided by this program. Authorization is
 9 hereby granted to use these receipts as
 10 special funds for operating expenses in
 11 this program.

12 F10A02.04 Division of Personnel Services

13 General Fund Appropriation 1,304,291

14 Funds are appropriated in other agency
 15 budgets to pay for services provided by
 16 this program. Authorization is hereby
 17 granted to use these receipts as special
 18 funds for operating expenses in this
 19 program.

20 F10A02.06 Division of Classification and Salary

21 General Fund Appropriation 2,262,603

22 F10A02.07 Division of Recruitment and
 23 Examination

24 General Fund Appropriation 1,417,514

25 F10A02.08 Statewide Expenses

26 General Fund Appropriation, provided that
 27 funds appropriated for employee death
 28 benefits, Cost of Living Adjustments
 29 (COLA), and Annual Salary Reviews may
 30 be transferred to programs of other State
 31 agencies 40,419,156

32 Special Fund Appropriation, provided that
 33 funds appropriated for Cost of Living
 34 Adjustments (COLA) and Annual Salary
 35 Reviews 8,410,800

36 Federal Fund Appropriation, provided that
 37 funds appropriated for Cost of Living
 38 Adjustments (COLA) and Annual Salary
 39 Reviews may be transferred to programs
 40 of other State agencies 5,035,195 53,865,151

1
2
3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25
26
27
28
29
30
31
32
33
34
35
36

SUMMARY

Total General Fund Appropriation	47,430,054
Total Special Fund Appropriation	8,410,800
Total Federal Fund Appropriation	5,035,195
	<hr/>
Total Appropriation	60,876,049
	<hr/> <hr/>

OFFICE OF BUDGET ANALYSIS

F10A05.01 Budget Analysis and Formulation	
General Fund Appropriation	2,794,730
	<hr/> <hr/>

Funds are appropriated in other agency budgets to pay for services provided by this program. Authorization is hereby granted to use these receipts as special funds for operating expenses in this program.

OFFICE OF CAPITAL BUDGETING

F10A06.01 Capital Budget Analysis and Formulation	
General Fund Appropriation	997,163
	<hr/> <hr/>

DEPARTMENT OF INFORMATION TECHNOLOGY

MAJOR INFORMATION TECHNOLOGY DEVELOPMENT PROJECT FUND

F50A01.01 Major Information Technology Development Project Fund	
General Fund Appropriation, provided that funds appropriated herein for Major Information Technology Development projects may be transferred to programs of the respective financial agencies	23,668,423
	<u>21,668,423</u>
Special Fund Appropriation, provided that funds appropriated herein for Major Information Technology Development	

1	projects may be transferred to programs of		
2	the respective financial agencies	975,560	24,643,983
3			<u>22,643,983</u>
4		<hr/>	<hr/> <hr/>

5 OFFICE OF INFORMATION TECHNOLOGY

6	F50B04.01 State Chief of Information Technology		
7	General Fund Appropriation	2,639,896	
8		2,489,896	
9	Special Fund Appropriation	92,134	
10		83,134	
11	Federal Fund Appropriation	968,642	3,700,672
12			<u>3,541,672</u>
13		<hr/>	

14 Funds are appropriated in other agency
 15 budgets to pay for services provided by
 16 this program. Authorization is hereby
 17 granted to use these receipts as special
 18 funds for operating expenses in this
 19 program.

20	F50B04.02 Enterprise Information Systems		
21	General Fund Appropriation		3,642,170

22 Funds are appropriated in other agency
 23 budgets to pay for services provided by
 24 this program. Authorization is hereby
 25 granted to use these receipts as special
 26 funds for operating expenses in this
 27 program.

28	F50B04.03 Application Systems Management		
29	General Fund Appropriation		6,498,463

30 Funds are appropriated in other agency
 31 budgets to pay for services provided by
 32 this program. Authorization is hereby
 33 granted to use these receipts as special
 34 funds for operating expenses in this
 35 program.

36	F50B04.04 Networks Division		
37	Special Fund Appropriation		429,442

38 Funds are appropriated in other agency

1 budgets to pay for services provided by
 2 this program. Authorization is hereby
 3 granted to use these receipts as special
 4 funds for operating expenses in this
 5 program.

6 F50B04.05 Strategic Planning
 7 General Fund Appropriation 2,789,263

8 Funds are appropriated in other agency
 9 budgets to pay for services provided by
 10 this program. Authorization is hereby
 11 granted to use these receipts as special
 12 funds for operating expenses in this
 13 program.

14 F50B04.06 Major Information Technology
 15 Development Projects
 16 Special Fund Appropriation 1,654,416

17 Funds are appropriated in other agency
 18 budgets to pay for services provided by
 19 this program. Authorization is hereby
 20 granted to use these receipts as special
 21 funds for operating expenses in this
 22 program.

23 F50B04.07 Web Systems
 24 General Fund Appropriation 2,223,525

25 Funds are appropriated in other agency
 26 budgets to pay for services provided by
 27 this program. Authorization is hereby
 28 granted to use these receipts as special
 29 funds for operating expenses in this
 30 program.

31 F50B04.09 Telecommunications Access of
 32 Maryland
 33 Special Fund Appropriation 5,127,081

34 SUMMARY

35 Total General Fund Appropriation 17,643,317
 36 Total Special Fund Appropriation 7,294,073
 37 Total Federal Fund Appropriation 968,642
 38

1	Total Appropriation	25,906,032
2		<u><u>25,906,032</u></u>

MARYLAND STATE RETIREMENT AND PENSION SYSTEMS

STATE RETIREMENT AGENCY

G20J01.01 State Retirement Agency

Special Fund Appropriation

~~18,534,401~~

18,284,401

Funds are appropriated in other agency budgets to pay for services provided by this program. Authorization is hereby granted to use these receipts as special funds for operating expenses in this program.

TEACHERS AND STATE EMPLOYEES SUPPLEMENTAL RETIREMENT PLANS

G50L00.01 Maryland Supplemental Retirement Plan Board and Staff

Special Fund Appropriation

1,647,518

DEPARTMENT OF GENERAL SERVICES

Provided that the authorization to expend
reimbursable funds is reduced by \$68,088.

OFFICE OF THE SECRETARY

H00A01.01 Executive Direction

General Fund Appropriation		1,600,172
----------------------------------	--	-----------

H00A01.02 Administration

General Fund Appropriation		3,089,013
----------------------------------	--	-----------

SUMMARY

Total General Fund Appropriation		4,689,185
--	--	-----------

OFFICE OF FACILITIES SECURITY

H00B01.01 Facilities Security

General Fund Appropriation	7,274,217	
Special Fund Appropriation	82,297	
Federal Fund Appropriation	263,933	7,620,447

Funds are appropriated in other agency budgets to pay for services provided by this program. Authorization is hereby granted to use these receipts as special funds for operating expenses in this program.

OFFICE OF FACILITIES OPERATION AND MAINTENANCE

H00C01.01 Facilities Operation and Maintenance

General Fund Appropriation	31,276,043	
Special Fund Appropriation	575,866	
Federal Fund Appropriation	931,386	32,783,295

Funds are appropriated in other agency budgets to pay for services provided by this program. Authorization is hereby granted to use these receipts as special funds for operating expenses in this program.

1 H00C01.04 Saratoga State Center – Capital
2 Appropriation

3 Funds are appropriated in other agency
4 budgets to pay for services provided by
5 this program. Authorization is hereby
6 granted to use these receipts as special
7 funds for operating expenses in this
8 program.

9 H00C01.05 Reimbursable Lease Management

10 Funds are appropriated in other agency
11 budgets to pay for services provided by
12 this program. Authorization is hereby
13 granted to use these receipts as special
14 funds for operating expenses in this
15 program.

16 H00C01.07 Parking Facilities

17 General Fund Appropriation 1,710,312

18 SUMMARY

19 Total General Fund Appropriation 32,986,355
20 Total Special Fund Appropriation 575,866
21 Total Federal Fund Appropriation 931,386

22
23 Total Appropriation 34,493,607
24

25 OFFICE OF PROCUREMENT AND LOGISTICS

26 H00D01.01 Procurement and Logistics

27 General Fund Appropriation, provided that
28 because the Department of General
29 Services (DGS) has had four or more
30 repeat audit findings in the most recent
31 fiscal compliance audit issued by the
32 Office of Legislative Audits (OLA),
33 \$100,000 of this agency’s administrative
34 appropriation may not be expended
35 unless:

36 (1) DGS has taken corrective action

1	<u>with respect to all repeat audit</u>		
2	<u>findings on or before November 1,</u>		
3	<u>2014; and</u>		
4	(2) <u>a report is submitted to the budget</u>		
5	<u>committees by OLA listing each</u>		
6	<u>repeat audit finding along with a</u>		
7	<u>determination that each repeat</u>		
8	<u>finding was corrected. The budget</u>		
9	<u>committees shall have 45 days to</u>		
10	<u>review and comment to allow for</u>		
11	<u>funds to be released prior to the</u>		
12	<u>end of fiscal 2015</u>	3,494,788	
13	Special Fund Appropriation	1,891,658	5,386,446
14		<hr/>	<hr/> <hr/>

15 Funds are appropriated in other agency
 16 budgets to pay for services provided by
 17 this program. Authorization is hereby
 18 granted to use these receipts as special
 19 funds for operating expenses in this
 20 program.

21 OFFICE OF REAL ESTATE

22	H00E01.01 Real Estate Management		
23	General Fund Appropriation	1,957,783	
24	Special Fund Appropriation	134,244	2,092,027
25		<hr/>	<hr/> <hr/>

26 Funds are appropriated in other agency
 27 budgets to pay for services provided by
 28 this program. Authorization is hereby
 29 granted to use these receipts as special
 30 funds for operating expenses in this
 31 program.

32 OFFICE OF FACILITIES PLANNING, DESIGN AND CONSTRUCTION

33 H00G01.01 Facilities Planning, Design and
 34 Construction
 35 General Fund Appropriation, provided that
 36 the amount appropriated herein for
 37 Maryland Environmental Service critical
 38 maintenance projects shall be transferred
 39 to the appropriate State facility effective
 40 July 1, 2014.

1	<u>Further provided that the appropriation</u>		
2	<u>made for the purpose of the statewide</u>		
3	<u>Critical Maintenance Program may also</u>		
4	<u>be used to fund information technology</u>		
5	<u>projects within the Department of General</u>		
6	<u>Services</u>	12,217,647	
7	Special Fund Appropriation	420,619	12,638,266
8		<hr/>	<hr/> <hr/>

9 Funds are appropriated in other agency
10 budgets to pay for services provided by
11 this program. Authorization is hereby
12 granted to use these receipts as special
13 funds for operating expenses in this
14 program.

DEPARTMENT OF TRANSPORTATION

1
2 Provided that it is the intent of the General
3 Assembly that projects and funding levels
4 appropriated for capital projects, as well
5 as total estimated project costs within the
6 Consolidated Transportation Program,
7 shall be expended in accordance with the
8 plan approved during the legislative
9 session. The department shall prepare a
10 report to notify the budget committees of
11 the proposed changes if the department
12 modifies the program to:

13 (1) add a new project to the
14 construction program or
15 development and evaluation
16 program meeting the definition of
17 a “major project” under Section
18 2-103.1 of the Transportation
19 Article that was not previously
20 contained within a plan reviewed
21 in a prior year by the General
22 Assembly and will result in the
23 need to expend funds in the
24 current budget year; or

25 (2) change the scope of a project in the
26 construction program or
27 development and evaluation
28 program meeting the definition of
29 a “major project” under Section
30 2-103.1 of the Transportation
31 Article that will result in an
32 increase of more than 10% or
33 \$1,000,000, whichever is greater,
34 in the total project costs as
35 reviewed by the General Assembly
36 during a prior session.

37 For each change, the report shall identify the
38 project title, justification for adding the
39 new project or modifying the scope of the
40 existing project, current year funding
41 levels, and the total project cost as
42 approved by the General Assembly during
43 the prior session compared with the

1 proposed current year funding and total
2 project cost estimate resulting from the
3 project addition or change in scope.

4 Further provided that notification of project
5 additions, as outlined in item (1) above;
6 changes in the scope of a project, as
7 outlined in item (2) above; or moving
8 projects from the development and
9 evaluation program to the construction
10 program shall be made to the General
11 Assembly 45 days prior to the expenditure
12 of funds or the submission of any contract
13 for approval to the Board of Public Works.

14 The Maryland Department of Transportation
15 (MDOT) may not expend funds on any job
16 or position of employment approved in this
17 budget in excess of 9,155.5 positions and
18 40.7 contractual full-time equivalents
19 paid through special payments payroll
20 (defined as the quotient of the sum of the
21 hours worked by all such employees in the
22 fiscal year divided by 2,080 hours) of the
23 total authorized amount established in the
24 budget for MDOT at any one time during
25 fiscal 2015. The level of contractual
26 full-time equivalents may be exceeded
27 only if MDOT notifies the budget
28 committees of the need and justification
29 for additional contractual personnel due
30 to:

31 (1) business growth at the Helen
32 Delich Bentley Port of Baltimore or
33 Baltimore/Washington
34 International Thurgood Marshall
35 Airport that demands additional
36 personnel; or

37 (2) emergency needs that must be
38 met, such as transit security or
39 highway maintenance.

40 The Secretary of Transportation shall use the
41 authority under Sections 2-101 and 2-102
42 of the Transportation Article to implement

1 to expand funds for an existing
2 grantee.

3 Further provided that no expenditures in
4 excess of \$4,100,170 may occur unless the
5 department provides notification to the
6 budget committees to justify the need for
7 additional expenditures under item (1) or
8 (2) above, and the committees provide
9 review and comment or 45 days elapse
10 from the date such notification is provided
11 to the committees.....

11		4,100,170	
12	Federal Fund Appropriation	8,906,409	13,006,579

13

14 J00A01.03 Facilities and Capital Equipment
15 Special Fund Appropriation, provided that no
16 funds may be expended by the Secretary's
17 Office for any system preservation or
18 minor project with a total project cost in
19 excess of \$500,000 that is not currently
20 included in the fiscal 2014-2019
21 Consolidated Transportation Program
22 except as outlined below:

23 (1) the Secretary shall notify the
24 budget committees of any proposed
25 system preservation or minor
26 project with a total project cost in
27 excess of \$500,000, including the
28 need and justification for the
29 project, and its total cost; and

30 (2) the budget committees shall have
31 45 days to review and comment on
32 the proposed system preservation
33 or minor project.

34 Further provided that \$16,000,000 of these
35 funds intended as transportation grants to
36 municipal governments shall be allocated
37 as provided in Section 8-405 of the
38 Transportation Article and may be
39 expended only in accordance with Section
40 8-408 of the Transportation Article.

41 Further provided that no funds may be

1 expended for the Baltimore City Rail
2 Intermodal Facility until:

3 (1) the Maryland Department of
4 Transportation (MDOT) has
5 prepared an Environmental Effects
6 Report for the project; and

7 (2) MDOT has entered into a
8 memorandum of understanding
9 (MOU) with the Morrell Park
10 Community Association and the
11 Morrell Park St. Paul's
12 Improvement Association detailing
13 how negative impacts on the
14 surrounding communities of the
15 construction and operation of the
16 facility will be mitigated and has
17 provided copies of the MOU to the
18 budget committees; or

19 (3) if no MOU has been executed by
20 October 1, 2014, MDOT submits a
21 report to the budget committees
22 that details:

23 (i) the number of meetings held
24 with the community in
25 attempting to craft an MOU;

26 (ii) the issues raised by the
27 community at these
28 meetings;

29 (iii) the issues upon which
30 MDOT and the community
31 were able to reach
32 agreement; and

33 (iv) the issues upon which
34 MDOT and the community
35 were unable to reach
36 agreement; and

37 (4) the budget committees have had
38 45 days to review and comment on
39 the MOU or the report submitted

1	<u>in absence of an MOU</u>	76,984,838	
2	Federal Fund Appropriation	43,278,000	120,262,838
3		<hr/>	
4	J00A01.04 Washington Metropolitan Area		
5	Transit – Operating		
6	Special Fund Appropriation		285,621,000
7	J00A01.05 Washington Metropolitan Area		
8	Transit – Capital		
9	Special Fund Appropriation		144,345,000
10	J00A01.07 Office of Transportation Technology		
11	Services		
12	Special Fund Appropriation		41,001,165
13	J00A01.08 Major Information Technology		
14	Development Projects		
15	Special Fund Appropriation		1,814,151
16	SUMMARY		
17	Total Special Fund Appropriation		581,819,351
18	Total Federal Fund Appropriation		52,184,409
19			<hr/>
20	Total Appropriation		634,003,760
21			<hr/> <hr/>

DEBT SERVICE REQUIREMENTS

23 Consolidated Transportation Bonds may be
 24 issued in any amount provided that the
 25 aggregate outstanding and unpaid balance
 26 of these bonds and bonds of prior issues
 27 may not exceed \$2,530,255,000 as of
 28 June 30, 2015. Further provided that the
 29 amount paid for debt service shall be
 30 reduced by any proceeds generated from
 31 net bond sale premiums, provided that
 32 those revenues are recognized by the
 33 department and reflected in the
 34 Transportation Trust Fund forecast.
 35 Further provided that the appropriation
 36 for debt service shall be reduced by any
 37 proceeds generated from net bond sale
 38 premiums. To achieve this reduction, the

1 Maryland Department of Transportation
2 (MDOT) may either use the proceeds from
3 the net premium to reduce the size of the
4 bond issuance or apply the proceeds from
5 the net premium to debt service for that
6 bond issuance.

7 MDOT shall submit with its annual
8 September and January financial
9 forecasts information on:

10 (1) anticipated _____ and _____ actual
11 non-traditional debt outstanding
12 as of June 30 of each year; and

13 (2) anticipated and actual debt service
14 payments for each outstanding
15 non-traditional debt issuance from
16 fiscal 2014 through 2024.

17 Non-traditional debt is defined as any debt
18 instrument that is not a Consolidated
19 Transportation bond or a Grant
20 Anticipation Revenue Vehicle bond; such
21 debt includes, but is not limited to,
22 Certificates of Participation, debt backed
23 by customer facility charges, passenger
24 facility charges, or other revenues, and
25 debt issued by the Maryland Economic
26 Development Corporation or any other
27 third party on behalf of MDOT.

28 The total aggregate outstanding and unpaid
29 principal balance of non-traditional debt,
30 defined as any debt instrument that is not
31 a Consolidated Transportation Bond or a
32 Grant Anticipation Revenue Vehicle bond
33 issued by MDOT, may not exceed
34 \$726,610,000 as of June 30, 2015.
35 Provided, however, that in addition to the
36 limit established under this provision,
37 MDOT may increase the aggregate
38 outstanding unpaid and principal balance
39 of non-traditional debt so long as:

40 (1) MDOT provides notice to the
41 Senate Budget and Taxation

1 ~~be expended for its intended purpose but~~
 2 ~~may only be expended to provide grants~~
 3 ~~for pothole repairs to the following~~
 4 ~~jurisdictions:~~

5	<u>Allegany</u>	<u>228,151</u>
6	<u>Anne Arundel</u>	<u>760,635</u>
7	<u>Baltimore City</u>	<u>818,461</u>
8	<u>Baltimore</u>	<u>1,150,721</u>
9	<u>Calvert</u>	<u>229,397</u>
10	<u>Caroline</u>	<u>204,733</u>
11	<u>Carroll</u>	<u>421,803</u>
12	<u>Cecil</u>	<u>258,443</u>
13	<u>Charles</u>	<u>321,053</u>
14	<u>Dorchester</u>	<u>246,116</u>
15	<u>Frederick</u>	<u>554,274</u>
16	<u>Garrett</u>	<u>292,003</u>
17	<u>Harford</u>	<u>452,769</u>
18	<u>Howard</u>	<u>434,915</u>
19	<u>Kent</u>	<u>117,275</u>
20	<u>Montgomery</u>	<u>992,145</u>
21	<u>Prince George's</u>	<u>784,809</u>
22	<u>Queen Anne's</u>	<u>237,065</u>
23	<u>St. Mary's</u>	<u>268,588</u>
24	<u>Somerset</u>	<u>151,188</u>
25	<u>Talbot</u>	<u>161,255</u>
26	<u>Washington</u>	<u>360,681</u>
27	<u>Wicomico</u>	<u>298,814</u>
28	<u>Worcester</u>	<u>252,726</u>
29	<u>Total</u>	<u>10,000,000</u>

30 ~~Funds not expended for this restricted~~
 31 ~~purpose may not be transferred by budget~~
 32 ~~amendment or otherwise to any other~~
 33 ~~purpose and shall be canceled.~~

34 ~~Further provided it is the intent of the~~
 35 ~~General Assembly that these are one-time~~
 36 ~~grants provided due to the extreme winter~~
 37 ~~weather conditions that have resulted in~~
 38 ~~an increase in the number of potholes that~~
 39 ~~will need to be repaired~~

		229,530,831	
40	Federal Fund Appropriation	9,453,487	238,984,318
41		<hr/>	

1	J00B01.03 County and Municipality Capital Funds		
2	Special Fund Appropriation	4,900,000	
3	Federal Fund Appropriation	55,300,000	60,200,000
4		<hr/>	
5	J00B01.04 Highway Safety Operating Program		
6	Special Fund Appropriation	6,352,458	
7	Federal Fund Appropriation	3,838,960	10,191,418
8		<hr/>	
9	J00B01.05 County and Municipality Funds		
10	Special Fund Appropriation		169,686,144
11	J00B01.08 Major Information Technology		
12	Development Projects		
13	Special Fund Appropriation	4,716,000	
14	Federal Fund Appropriation	4,560,000	9,276,000
15		<hr/>	

SUMMARY

17	Total Special Fund Appropriation		1,128,257,433
18	Total Federal Fund Appropriation		519,607,447
19			<hr/>
20	Total Appropriation		1,647,864,880
21			<hr/> <hr/>

MARYLAND PORT ADMINISTRATION

23	J00D00.01 Port Operations		
24	Special Fund Appropriation		48,982,181
25			<u>48,920,444</u>
26	J00D00.02 Port Facilities and Capital Equipment		
27	Special Fund Appropriation	147,427,754	
28	Federal Fund Appropriation	5,750,000	153,177,754
29		<hr/>	

SUMMARY

31	Total Special Fund Appropriation		196,348,198
32	Total Federal Fund Appropriation		5,750,000
33			<hr/>
34	Total Appropriation		202,098,198
35			<hr/> <hr/>

MOTOR VEHICLE ADMINISTRATION			
1			
2	J00E00.01 Motor Vehicle Operations		
3	Special Fund Appropriation	183,354,477	
4	Federal Fund Appropriation	178,911	183,533,388
5			
6	J00E00.03 Facilities and Capital Equipment		
7	Special Fund Appropriation	25,185,184	
8	Federal Fund Appropriation	354,000	25,539,184
9			
10	J00E00.04 Maryland Highway Safety Office		
11	Special Fund Appropriation	1,043,213	
12	Federal Fund Appropriation	12,782,290	13,825,503
13			
14	J00E00.08 Major Information Technology		
15	Development Projects		
16	Special Fund Appropriation		2,327,000
17			
	SUMMARY		
18	Total Special Fund Appropriation		211,909,874
19	Total Federal Fund Appropriation		13,315,201
20			
21	Total Appropriation		225,225,075
22			
23			
	MARYLAND TRANSIT ADMINISTRATION		
24	J00H01.01 Transit Administration		
25	Special Fund Appropriation		53,237,847
26	J00H01.02 Bus Operations		
27	Special Fund Appropriation	282,387,381	
28	Federal Fund Appropriation	31,800,000	314,187,381
29			
30	J00H01.04 Rail Operations		
31	Special Fund Appropriation	211,164,514	
32	Federal Fund Appropriation	13,823,450	224,987,964
33			
34	J00H01.05 Facilities and Capital Equipment		

1 Special Fund Appropriation, provided that
 2 \$100,000 of this appropriation made for
 3 the purpose of constructing the Baltimore
 4 Red Line may not be expended until the
 5 Maryland Transit Administration submits
 6 a report to the budget committees and to
 7 the Senate and House of Delegates
 8 delegations for Baltimore City and
 9 Baltimore County on the regional
 10 contributions expected to assist in funding
 11 the construction of the Baltimore Red Line.
 12 The report shall include:

13 (1) The amount, source or sources, and
 14 timing of the contribution to be
 15 provided by Baltimore City;

16 (2) The amount, source or sources, and
 17 timing of the contribution to be
 18 provided by Baltimore County; and

19 (3) The status of efforts to secure
 20 agreements with Baltimore City
 21 and Baltimore County on providing
 22 contributions toward the
 23 construction of the Baltimore Red
 24 Line.

25 The report shall be submitted by July 1, 2014,
 26 and the budget committees shall have 45
 27 days to review and comment. Funds
 28 restricted pending the receipt of a report
 29 may not be transferred by budget
 30 amendment or otherwise to any other
 31 purpose and shall be canceled if the report
 32 is not submitted to the budget
 33 committees

33	351,896,000	
34	270,383,000	622,279,000
35	<hr/>	

36 J00H01.06 Statewide Programs Operations

37 ~~The General Assembly recognizes the~~
 38 ~~importance of developing regional transit~~
 39 ~~solutions in the Central Maryland~~
 40 ~~corridor, including the importance of~~
 41 ~~studying the creation of a regional transit~~

~~authority to manage and operate regional transit operations in the corridor. To help ensure that State and federal funds are expended in the most efficient and effective manner, the Secretary of Transportation shall appoint a Central Maryland Regional Transit Task Force, composed of representatives of the governments of Prince George's County, Montgomery County, Howard County, and Anne Arundel County and Laurel; a member of the Senate; a member of the House of Delegates; representatives from the Maryland Transit Administration (MTA); members of the public; and a designee from the existing non-profit regional transit corporation.~~

~~The Maryland Department of Transportation (MDOT) shall provide staff support for the Task Force. The Task Force shall hold public meetings and prepare a report for the General Assembly on:~~

~~(1) transit services currently in place in the Central Maryland region;~~

~~(2) any additional transit services that should be developed to improve mobility throughout the central region;~~

~~(3) how existing resources could be used to increase transit services;~~

~~(4) additional resources that would be required to expand transit services;~~

~~(5) how the additional resources could be obtained; and~~

~~(6) whether and how a regional transit authority should be created to meet the transportation needs of the Central Maryland corridor.~~

1 ~~The Task Force report shall be submitted to~~
 2 ~~the budget committees by December 1,~~
 3 ~~2014.~~

4 ~~To facilitate stability of transportation~~
 5 ~~services in the central corridor during the~~
 6 ~~study period, no funds may be expended~~
 7 ~~by MDOT or MTA, including any grant,~~
 8 ~~loan, or other disbursement, to fund~~
 9 ~~transportation services that substitute,~~
 10 ~~replace, or duplicate any services provided~~
 11 ~~by a non-profit regional transportation~~
 12 ~~provider in the central corridor on~~
 13 ~~January 1, 2014. This restriction does not~~
 14 ~~apply to services provided by MTA, the~~
 15 ~~Washington Metropolitan Area Transit~~
 16 ~~Authority, Montgomery County Ride-On,~~
 17 ~~or Prince George's County TheBus.~~

18	Special Fund Appropriation	107,150,702	
19	Federal Fund Appropriation	11,111,196	118,261,898
20		<hr/>	

21	J00H01.08 Major Information Technology		
22	Development Projects		
23	Special Fund Appropriation		17,435,000

24 SUMMARY

25	Total Special Fund Appropriation		1,023,271,444
26	Total Federal Fund Appropriation		327,117,646
27			<hr/>
28	Total Appropriation		1,350,389,090
29			<hr/> <hr/>

30 MARYLAND AVIATION ADMINISTRATION

31	J00I00.02 Airport Operations		
32	Special Fund Appropriation	180,397,386	
33	Federal Fund Appropriation	655,000	181,052,386
34		<hr/>	

35	J00I00.03 Airport Facilities and Capital		
36	Equipment		
37	Special Fund Appropriation	75,893,000	
38	Federal Fund Appropriation	23,154,000	99,047,000

DEPARTMENT OF NATURAL RESOURCES

OFFICE OF THE SECRETARY

3	K00A01.01 Secretariat		
4	General Fund Appropriation	1,546,494	
5	Special Fund Appropriation	1,569,988	
6	Federal Fund Appropriation	98,600	3,215,082
7		<hr/>	
8	K00A01.02 Office of the Attorney General		
9	General Fund Appropriation	611,096	
10	Special Fund Appropriation	1,040,670	1,651,766
11		<hr/>	
12	K00A01.03 Finance and Administrative Services		
13	General Fund Appropriation	3,132,507	
14	Special Fund Appropriation	2,933,184	
15	Federal Fund Appropriation	156,722	6,222,413
16		<hr/>	
17	K00A01.04 Human Resource Service		
18	General Fund Appropriation	380,209	
19	Special Fund Appropriation	499,620	
20	Federal Fund Appropriation	40,300	920,129
21		<hr/>	
22	K00A01.05 Information Technology Service		
23	General Fund Appropriation	1,565,172	
24	Special Fund Appropriation	2,496,964	
25	Federal Fund Appropriation	112,300	4,174,436
26		<hr/>	
27	K00A01.06 Office of Communications		
28	General Fund Appropriation	480,842	
29	Special Fund Appropriation	473,019	953,861
30		<hr/>	

SUMMARY

32	Total General Fund Appropriation		7,716,320
33	Total Special Fund Appropriation		9,013,445
34	Total Federal Fund Appropriation		407,922
35			<hr/>
36	Total Appropriation		17,137,687
37			<hr/> <hr/>

1 FOREST SERVICE

2 K00A02.09 Forest Service

3	General Fund Appropriation	996,240	
4	Special Fund Appropriation	8,707,740	
5	Federal Fund Appropriation	1,706,908	11,410,888

6		<hr/>	<hr/> <hr/>
---	--	-------	-------------

7 Funds are appropriated in other units of the
8 Department of Natural Resources budget
9 and other agency budgets to pay for
10 services provided by this program.
11 Authorization is hereby granted to use
12 these receipts as special funds for
13 operating expenses in this program.

14 WILDLIFE AND HERITAGE SERVICE

15 K00A03.01 Wildlife and Heritage Service

16	General Fund Appropriation	375,215	
17	Special Fund Appropriation	5,855,537	
18	Federal Fund Appropriation	4,168,471	10,399,223

19		<hr/>	<hr/> <hr/>
----	--	-------	-------------

20 Funds are appropriated in other units of the
21 Department of Natural Resources budget
22 and other agency budgets to pay for
23 services provided by this program.
24 Authorization is hereby granted to use
25 these receipts as special funds for
26 operating expenses in this program.

27 MARYLAND PARK SERVICE

28 K00A04.01 Statewide Operations

29	General Fund Appropriation	989,784	
30	Special Fund Appropriation	38,549,945	
31	Federal Fund Appropriation	426,451	39,966,180

32		<hr/>	
----	--	-------	--

33 Funds are appropriated in other units of the
34 Department of Natural Resources budget
35 and other agency budgets to pay for
36 services provided by this program.
37 Authorization is hereby granted to use
38 these receipts as special funds for

1 operating expenses in this program.

2 K00A04.06 Revenue Operations
 3 Special Fund Appropriation 1,870,000

4 SUMMARY

5 Total General Fund Appropriation 989,784
 6 Total Special Fund Appropriation 40,419,945
 7 Total Federal Fund Appropriation 426,451

8
 9 Total Appropriation 41,836,180
 10

11 LAND ACQUISITION AND PLANNING

12 K00A05.05 Land Acquisition and Planning
 13 Special Fund Appropriation 5,275,421

14 Funds are appropriated in other agency
 15 budgets to pay for services provided by
 16 this program. Authorization is hereby
 17 granted to use these receipts as special
 18 funds for operating expenses in this
 19 program.

20 K00A05.10 Outdoor Recreation Land Loan
 21 Special Fund Appropriation 63,779,306

22 Provided that of the Special Fund Allowance,
 23 \$41,091,366 represents that share of
 24 Program Open Space Revenues available
 25 for State projects and \$22,687,940
 26 represents that share of Program Open
 27 Space Revenues available for local
 28 programs. These amounts may be used for
 29 any State projects or local share
 30 authorized in Chapter 403, Laws of
 31 Maryland, 1969 as amended, or in
 32 Chapter 81, Laws of Maryland, 1984;
 33 Chapter 106, Laws of Maryland, 1985;
 34 Chapter 109, Laws of Maryland, 1986;
 35 Chapter 121, Laws of Maryland, 1987;
 36 Chapter 10, Laws of Maryland, 1988;
 37 Chapter 14, Laws of Maryland, 1989;
 38 Chapter 409, Laws of Maryland, 1990;

1 Chapter 3, Laws of Maryland, 1991;
 2 Chapter 4, 1st Special Session, Laws of
 3 Maryland, 1992; Chapter 204, Laws of
 4 Maryland, 1993; Chapter 8, Laws of
 5 Maryland, 1994; Chapter 7, Laws of
 6 Maryland, 1995; Chapter 13, Laws of
 7 Maryland, 1996; Chapter 3, Laws of
 8 Maryland, 1997; Chapter 109, Laws of
 9 Maryland, 1998; Chapter 118, Laws of
 10 Maryland, 1999; Chapter 204, Laws of
 11 Maryland, 2000; Chapter 102, Laws of
 12 Maryland, 2001; Chapter 290, Laws of
 13 Maryland, 2002; Chapter 204, Laws of
 14 Maryland, 2003; Chapter 432, Laws of
 15 Maryland, 2004; Chapter 445, Laws of
 16 Maryland, 2005; Chapter 46, Laws of
 17 Maryland, 2006; Chapter 488, Laws of
 18 Maryland, 2007; Chapter 336, Laws of
 19 Maryland, 2008; Chapter 485, Laws of
 20 Maryland, 2009; Chapter 483, Laws of
 21 Maryland, 2010; Chapter 396, Laws of
 22 Maryland, 2011; Chapter 444, Laws of
 23 Maryland, 2012; Chapter 424, Laws of
 24 Maryland, 2013; and for any of the
 25 following State and Local Projects.

26 Allowance, Local Projects\$22,687,940
 27 Land Acquisitions\$18,793,539

28 Department of Natural Resources Capital
 29 Improvements:

30 Natural Resource
 31 Development Fund\$4,535,821
 32 Critical Maintenance
 33 Program\$5,088,000

34
 35 Subtotal\$9,623,821

36 Heritage Conservation Fund\$3,542,031

37 Rural Legacy\$9,131,975

38 Allowance, State Projects\$41,091,366

39 Federal Fund Appropriation 2,500,000 66,279,306
 40

1 Notwithstanding the appropriations above,
 2 the Special Fund appropriation for the
 3 Outdoor Recreation Land Loan shall be
 4 reduced by \$51,851,510 contingent on the
 5 enactment of legislation crediting
 6 \$51,851,510 of the transfer tax revenues
 7 to the General Fund. The reduction
 8 shall be distributed in the following
 9 manner:

10	Program Open Space –	
11	State Acquisition	\$20,835,570
12	Program Open Space –	
13	Local Share	\$22,687,940
14	Rural Legacy	\$8,328,000
15		<hr/>
16	Total	\$51,851,510

17 **SUMMARY**

18	Total Special Fund Appropriation	69,054,727
19	Total Federal Fund Appropriation	2,500,000
20		<hr/>
21	Total Appropriation	71,554,727
22		<hr/> <hr/>

23 **LICENSING AND REGISTRATION SERVICE**

24	K00A06.01 Licensing and Registration Service	
25	Special Fund Appropriation	3,825,672
26		<hr/> <hr/>

27 **NATURAL RESOURCES POLICE**

28	K00A07.01 General Direction	
29	General Fund Appropriation	7,261,619
30	Special Fund Appropriation	1,002,967
31	Federal Fund Appropriation	2,717,608
32		<hr/>
33	K00A07.04 Field Operations	
34	General Fund Appropriation	21,314,537
35	Special Fund Appropriation	6,485,233
36	Federal Fund Appropriation	1,916,542
37		<hr/>

1 SUMMARY

2	Total General Fund Appropriation		28,576,156
3	Total Special Fund Appropriation		7,488,200
4	Total Federal Fund Appropriation		4,634,150
5			<hr/>
6	Total Appropriation		40,698,506
7			<hr/> <hr/>

8 ENGINEERING AND CONSTRUCTION

9	K00A09.01 General Direction		
10	General Fund Appropriation	89,323	
11	Special Fund Appropriation	4,368,081	4,457,404
12		<hr/>	
13	Funds are appropriated in other units of the		
14	Department of Natural Resources budget		
15	and other agency budgets to pay for		
16	services provided by this program.		
17	Authorization is hereby granted to use		
18	these receipts as special funds for		
19	operating expenses in this program.		
20	K00A09.06 Ocean City Maintenance		
21	Special Fund Appropriation		500,000

22 SUMMARY

23	Total General Fund Appropriation		89,323
24	Total Special Fund Appropriation		4,868,081
25			<hr/>
26	Total Appropriation		4,957,404
27			<hr/> <hr/>

28 CRITICAL AREA COMMISSION

29	K00A10.01 Critical Area Commission		
30	General Fund Appropriation		2,088,884
31			<hr/> <hr/>

32 BOATING SERVICES

33	K00A11.01 Boating Services		
34	Special Fund Appropriation	6,478,468	

1	Federal Fund Appropriation	489,900	6,968,368
2		<hr/>	
3	K00A11.02 Waterway Improvement Capital		
4	Projects		
5	Special Fund Appropriation	4,000,000	
6	Federal Fund Appropriation	1,000,000	5,000,000
7		<hr/>	

SUMMARY

9	Total Special Fund Appropriation		10,478,468
10	Total Federal Fund Appropriation		1,489,900
11			<hr/>
12	Total Appropriation		11,968,368
13			<hr/> <hr/>

RESOURCE ASSESSMENT SERVICE

15	K00A12.05 Power Plant Assessment Program		
16	Special Fund Appropriation		6,183,842
17	K00A12.06 Monitoring and Ecosystem Assessment		
18	General Fund Appropriation	2,360,955	
19	Special Fund Appropriation	2,335,402	
20	Federal Fund Appropriation	1,543,670	6,240,027
21		<hr/>	

Funds are appropriated in other units of the Department of Natural Resources budget and in other agency budgets to pay for services provided by this program. Authorization is hereby granted to use these receipts as special funds for operating expenses in this program.

29	K00A12.07 Maryland Geological Survey		
30	General Fund Appropriation	1,185,604	
31	Special Fund Appropriation	508,869	
32	Federal Fund Appropriation	111,609	1,806,082
33		<hr/>	

Funds are appropriated in other units of the Department of Natural Resources budget and in other agency budgets to pay for services provided by this program.

1 Authorization is hereby granted to use
 2 these receipts as special funds for
 3 operating expenses in this program.

4 SUMMARY

5	Total General Fund Appropriation		3,546,559
6	Total Special Fund Appropriation		9,028,113
7	Total Federal Fund Appropriation		1,655,279
8			<hr/>
9	Total Appropriation		14,229,951
10			<hr/> <hr/>

11 MARYLAND ENVIRONMENTAL TRUST

12	K00A13.01 Maryland Environmental Trust		
13	General Fund Appropriation	651,071	
14	Special Fund Appropriation	10,985	662,056
15		<hr/>	<hr/> <hr/>

16 Funds are appropriated in other units of the
 17 Department of Natural Resources budget
 18 and in other agency budgets to pay for
 19 services provided by this program.
 20 Authorization is hereby granted to use
 21 these receipts as special funds for
 22 operating expenses in this program.

23 CHESAPEAKE AND COASTAL SERVICES

24	K00A14.02 Chesapeake and Coastal Services		
25	General Fund Appropriation	1,581,670	
26	Special Fund Appropriation, provided that		
27	this appropriation shall be reduced by		
28	\$3,200,000 <u>\$6,200,000</u> contingent upon		
29	the enactment of legislation to allocate		
30	Chesapeake Bay 2010 Trust Fund revenue		
31	to the General Fund.		

32 Further provided that it is the General
 33 Assembly's intent that the Administration
 34 budget the Chesapeake and Atlantic
 35 Coastal Bays 2010 Trust Fund for the
 36 fiscal 2014 actual, fiscal 2015 working
 37 appropriation, and the fiscal 2016
 38 allowance and annually thereafter as a

1 DEPARTMENT OF AGRICULTURE

2 Provided that except for funds relating to the
 3 cost of an economic impact analysis, that
 4 no funds ~~within this budget~~ may be
 5 expended by the Department for final
 6 development and submission of
 7 phosphorus management tool regulations
 8 to the Joint Committee on Administrative,
 9 Executive, and Legislative Review until a
 10 full economic impact analysis of the
 11 proposed regulations is submitted to the
 12 ~~budget committees~~ Senate Education,
 13 Health, and Environmental Affairs
 14 Committee and the House Environmental
 15 Matters Committee. The analysis shall
 16 estimate the cost as well as any economic
 17 benefit of the proposed regulations to the
 18 State and to a person who is required to
 19 have a nutrient and management plan for
 20 nitrogen and phosphorus and shall
 21 include, as appropriate, the impact of the
 22 regulations on:

23 (1) the cost of implementing a nutrient
 24 management plan developed or
 25 updated based on the proposed
 26 phosphorus management tool;

27 (2) efficiency in the production of
 28 agricultural products;

29 (3) the workforce; ~~and~~

30 (4) capital investment, taxation,
 31 competition, and economic
 32 development; and

33 (5) the effort to reach the calendar
 34 2025 requirement of having all
 35 best management practices in
 36 place to meet water quality
 37 standards for restoring the
 38 Chesapeake Bay.

39 The analysis shall be conducted in

1 consultation with other units of State
 2 government, units of local government,
 3 members of the agricultural community,
 4 and representatives of the commercial
 5 lawn care, biosolids, and agricultural
 6 fertilizer industries, as appropriate. The
 7 budget committees shall have 45 days to
 8 review and comment ~~from the date of~~
 9 ~~receipt of~~ on the economic analysis.

OFFICE OF THE SECRETARY

L00A11.01 Executive Direction

12 General Fund Appropriation, provided that
 13 because the Maryland Department of
 14 Agriculture (MDA) has had four or more
 15 repeat findings in the most recent fiscal
 16 compliance audit issued by the Office of
 17 Legislative Audits (OLA), \$100,000 of this
 18 appropriation may not be expended
 19 unless:

20 (1) MDA has taken corrective action
 21 with respect to all repeat audit
 22 findings on or before
 23 November 1, 2014; and

24 (2) a report is submitted to the budget
 25 committees by OLA listing each
 26 repeat audit finding along with a
 27 determination that each repeat
 28 finding was corrected. The budget
 29 committees shall have 45 days to
 30 review and comment to allow for
 31 funds to be released prior to the
 32 end of fiscal 2015

1,389,355

L00A11.02 Administrative Services

34 General Fund Appropriation

2,639,613

35 Funds are appropriated in other agency
 36 budgets to pay for services provided by
 37 this program. Authorization is hereby
 38 granted to use these receipts as special
 39 funds for operating expenses in this
 40 program.

1	L00A11.03 Central Services		
2	General Fund Appropriation	1,043,668	
3	Federal Fund Appropriation	350,000	1,393,668
4		<hr/>	
5	Funds are appropriated in other units of the		
6	Department of Agriculture budget to pay		
7	for services provided by this program.		
8	Authorization is hereby granted to use		
9	these receipts as special funds for		
10	operating expenses in this program.		
11	L00A11.04 Maryland Agricultural Commission		
12	General Fund Appropriation		81,295
13	L00A11.05 Maryland Agricultural Land		
14	Preservation Foundation		
15	Special Fund Appropriation		1,719,426
16	L00A11.11 Capital Appropriation		
17	Special Fund Appropriation, provided that		
18	this appropriation shall be reduced by		
19	\$17,275,034 contingent upon the		
20	enactment of legislation crediting transfer		
21	tax revenues to the General Fund		26,872,000
22			
	SUMMARY		
23	Total General Fund Appropriation		5,153,931
24	Total Special Fund Appropriation		28,591,426
25	Total Federal Fund Appropriation		350,000
26			<hr/>
27	Total Appropriation		34,095,357
28			<hr/> <hr/>
29	OFFICE OF MARKETING, ANIMAL INDUSTRIES, AND CONSUMER SERVICES		
30	L00A12.01 Office of the Assistant Secretary		
31	General Fund Appropriation		207,087
32	L00A12.02 Weights and Measures		
33	General Fund Appropriation	425,528	
34	Special Fund Appropriation	1,781,437	2,206,965
35		<hr/>	
36	L00A12.03 Food Quality Assurance		

1	General Fund Appropriation	157,298	
2	Special Fund Appropriation	1,609,118	
3	Federal Fund Appropriation	115,257	1,881,673
4			<hr/>
5	L00A12.04 Maryland Agricultural Statistics		
6	Services		
7	General Fund Appropriation		21,000
8	L00A12.05 Animal Health		
9	General Fund Appropriation	2,267,987	
10	Special Fund Appropriation	401,102	
11	Federal Fund Appropriation	550,286	3,219,375
12			<hr/>
13	L00A12.07 State Board of Veterinary Medical		
14	Examiners		
15	Special Fund Appropriation		1,501,159
16	L00A12.08 Maryland Horse Industry Board		
17	Special Fund Appropriation		346,936
18	L00A12.10 Marketing and Agriculture		
19	Development		
20	General Fund Appropriation	636,208	
21	Special Fund Appropriation, provided that		
22	\$1,917,000 of this appropriation made for		
23	the purpose of providing a grant to the		
24	Southern Maryland Agricultural		
25	Development Commission may be		
26	expended only for agricultural land		
27	preservation by the Tobacco Transition		
28	Program. Funds not expended for this		
29	restricted purpose may not be transferred		
30	by budget amendment or otherwise to any		
31	other purpose and shall be canceled.		
32	Further provided that it is the intent of		
33	the General Assembly that the Southern		
34	Maryland Agricultural Development		
35	Commission submit a formal budget		
36	request and Part I and Part II project		
37	program plan development documents for		
38	a proposed regional food hub to the		
39	Department of Budget and Management		
40	and that funding for the food hub		
41	collection and distribution facility be		
42	provided in the Governor's fiscal 2016		

1	<u>capital budget</u>	<u>7,066,361</u>	
2		<u>6,267,361</u>	
3		<u>7,066,361</u>	
4	Federal Fund Appropriation	1,539,923	<u>0,242,492</u>
5			<u>8,443,492</u>
6			<u>9,242,492</u>
7			

8 Funds are appropriated in other agency
 9 budgets to pay for services provided by
 10 this program. Authorization is hereby
 11 granted to use these receipts as special
 12 funds for operating expenses in this
 13 program.

14	L00A12.11 Maryland Agricultural Fair Board		
15	Special Fund Appropriation		1,460,000

16	L00A12.18 Rural Maryland Council		
17	General Fund Appropriation		166,999

18 Funds are appropriated in other agency
 19 budgets to pay for services provided by
 20 this program. Authorization is hereby
 21 granted to use these receipts as special
 22 funds for operating expenses in this
 23 program.

24	L00A12.19 Maryland Agricultural Education and		
25	Rural Development Assistance Fund		
26	General Fund Appropriation		167,000

27	L00A12.20 Maryland Agricultural and		
28	Resource-Based Industry Development		
29	Corporation		
30	General Fund Appropriation, provided that		
31	this appropriation shall be reduced by		
32	\$1,125,000 contingent upon the enactment		
33	of legislation reducing the mandated		
34	funding to the FY 2014 level		4,000,000
35			<u>2,875,000</u>

36 SUMMARY

37	Total General Fund Appropriation		6,924,107
38	Total Special Fund Appropriation		14,166,113
39	Total Federal Fund Appropriation		2,205,466

1			
2	Total Appropriation		23,295,686
3			<u>23,295,686</u>

OFFICE OF PLANT INDUSTRIES AND PEST MANAGEMENT

5	L00A14.01 Office of the Assistant Secretary		
6	General Fund Appropriation		195,723
7	L00A14.02 Forest Pest Management		
8	General Fund Appropriation	1,308,840	
9	Special Fund Appropriation	179,563	
10	Federal Fund Appropriation	181,374	1,669,777
11		<u>1,669,777</u>	

12	L00A14.03 Mosquito Control		
13	General Fund Appropriation	1,033,145	
14	Special Fund Appropriation	1,655,097	2,688,242
15		<u>2,688,242</u>	

16 Funds are appropriated in other agency
 17 budgets to pay for services provided by
 18 this program. Authorization is hereby
 19 granted to use these receipts as special
 20 funds for operating expenses in this
 21 program.

22	L00A14.04 Pesticide Regulation		
23	Special Fund Appropriation	724,868	
24	Federal Fund Appropriation	301,424	1,026,292
25		<u>1,026,292</u>	

26	L00A14.05 Plant Protection and Weed		
27	Management		
28	General Fund Appropriation	1,073,231	
29	Special Fund Appropriation	255,773	
30	Federal Fund Appropriation	255,480	1,584,484
31		<u>1,584,484</u>	

32 Funds are appropriated in other agency
 33 budgets to pay for services provided by
 34 this program. Authorization is hereby
 35 granted to use these receipts as special
 36 funds for operating expenses in this
 37 program.

1	L00A14.06 Turf and Seed		
2	General Fund Appropriation	829,561	
3	Special Fund Appropriation	292,987	1,122,548
4			<hr/>
5	L00A14.09 State Chemist		
6	Special Fund Appropriation	2,778,940	
7	Federal Fund Appropriation	128,400	2,907,340
8			<hr/>
9	SUMMARY		
10	Total General Fund Appropriation		4,440,500
11	Total Special Fund Appropriation		5,887,228
12	Total Federal Fund Appropriation		866,678
13			<hr/>
14	Total Appropriation		11,194,406
15			<hr/> <hr/>

16 OFFICE OF RESOURCE CONSERVATION

17	L00A15.01 Office of the Assistant Secretary		
18	General Fund Appropriation		212,691
19	L00A15.02 Program Planning and Development		
20	General Fund Appropriation		419,672
21	Funds are appropriated in other agency		
22	budgets to pay for services provided by		
23	this program. Authorization is hereby		
24	granted to use these receipts as special		
25	funds for operating expenses in this		
26	program.		
27	L00A15.03 Resource Conservation Operations		
28	General Fund Appropriation	8,625,111	
29	Special Fund Appropriation	2,695,248	
30		<u>95,248</u>	
31	Federal Fund Appropriation	835,086	12,155,445
32			<u>9,555,445</u>
33			<hr/>

34 Funds are appropriated in other agency
35 budgets to pay for services provided by
36 this program. Authorization is hereby
37 granted to use these receipts as special

1 funds for operating expenses in this
 2 program.

3 L00A15.04 Resource Conservation Grants

4	General Fund Appropriation	858,912	
5	Special Fund Appropriation	25,963,391	26,822,303
6		<u>10,963,391</u>	<u>11,822,303</u>
7		<hr/>	

8 Funds are appropriated in other agency
 9 budgets to pay for services provided by
 10 this program. Authorization is hereby
 11 granted to use these receipts as special
 12 funds for operating expenses in this
 13 program.

14 L00A15.06 Nutrient Management

15	General Fund Appropriation	1,639,900	
16	Special Fund Appropriation	32,393	1,672,293
17		<hr/>	

18 Funds are appropriated in other agency
 19 budgets to pay for services provided by
 20 this program. Authorization is hereby
 21 granted to use these receipts as special
 22 funds for operating expenses in this
 23 program.

24 SUMMARY

25	Total General Fund Appropriation		11,756,286
26	Total Special Fund Appropriation		11,091,032
27	Total Federal Fund Appropriation		835,086
28			<hr/>
29	Total Appropriation		23,682,404
30			<hr/> <hr/>

DEPARTMENT OF HEALTH AND MENTAL HYGIENE

OFFICE OF THE SECRETARY

M00A01.01 Executive Direction

General Fund Appropriation, provided that \$100,000 of this appropriation made for the purpose of administration may not be expended until the Department of Health and Mental Hygiene submits a report to the budget committees detailing its use of Section 11-101(n)(2)(iii) of the State Finance and Procurement Article for procurement since fiscal year 2000. The report shall include by fiscal year specific contract details including the number of contracts awarded under this provision, the purpose for which the contract was awarded, and the value of awarded contracts. The report shall be submitted by October 1, 2014, and the committees shall have 45 days to review and comment. Funds 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.

Further provided that, contingent upon enactment of legislation creating a Community Partnership Assistance Program, \$100,000 of this appropriation made for the purpose of administration may not be expended until the Department of Health and Mental Hygiene submits to the budget committees:

(1) the guidelines by which plans under the proposed Community Partnership Assistance Program shall be developed; and

(2) the criteria to be used in reviewing those plans.

1	Total Appropriation		41,066,670
2			<hr/> <hr/>
3	REGULATORY SERVICES		
4	M00B01.03 Office of Health Care Quality		
5	General Fund Appropriation	11,603,245	
6	Special Fund Appropriation	344,101	
7	Federal Fund Appropriation	7,377,278	19,324,624
8		<hr/>	
9	M00B01.04 Health Professionals Boards and		
10	Commission		
11	General Fund Appropriation	388,458	
12	Special Fund Appropriation	14,522,291	14,910,749
13		<hr/>	
14	Funds are appropriated in other agency		
15	budgets to pay for services provided by		
16	this program. Authorization is hereby		
17	granted to use these receipts as special		
18	funds for operating expenses in this		
19	program.		
20	M00B01.05 Board of Nursing		
21	Special Fund Appropriation		8,808,779
22	M00B01.06 Maryland Board of Physicians		
23	Special Fund Appropriation		9,348,533
24	SUMMARY		
25	Total General Fund Appropriation		11,991,703
26	Total Special Fund Appropriation		33,023,704
27	Total Federal Fund Appropriation		7,377,278
28			<hr/>
29	Total Appropriation		52,392,685
30			<hr/> <hr/>
31	DEPUTY SECRETARY FOR PUBLIC HEALTH SERVICES		
32	M00F01.01 Executive Direction		
33	General Fund Appropriation	5,583,510	
34	Special Fund Appropriation	395,000	
35	Federal Fund Appropriation	1,094,903	7,073,413

1
2
3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25
26
27
28
29
30
31
32
33
34
35
36
37

Funds are appropriated in other agency budgets to pay for services provided by this program. Authorization is hereby granted to use these receipts as special funds for operating expenses in this program.

HEALTH SYSTEMS AND INFRASTRUCTURE ADMINISTRATION

M00F02.01 Health Systems and Infrastructure Services

General Fund Appropriation	1,595,360	
Special Fund Appropriation	15,000	
Federal Fund Appropriation	24,259,738	25,870,098
	<u>4,259,738</u>	<u>5,870,098</u>

M00F02.07 Core Public Health Services

General Fund Appropriation	46,878,532	
Federal Fund Appropriation	4,493,000	51,371,532

SUMMARY

Total General Fund Appropriation		48,473,892
Total Special Fund Appropriation		15,000
Total Federal Fund Appropriation		8,752,738
		<hr/>
Total Appropriation		57,241,630

PREVENTION AND HEALTH PROMOTION ADMINISTRATION

M00F03.01 Infectious Disease and Environmental Health Services

General Fund Appropriation	15,561,840	
Special Fund Appropriation	36,592,400	
Federal Fund Appropriation	63,180,584	115,334,824

Funds are appropriated in other agency budgets to pay for services provided by this program. Authorization is hereby granted to use these receipts as special

1 funds for operating expenses in this
2 program.

3	M00F03.04 Family Health and Chronic Disease		
4	Services		
5	General Fund Appropriation	38,776,375	
6	Special Fund Appropriation	47,152,467	
7	Federal Fund Appropriation	154,035,840	239,964,682
8			<hr/>

9 SUMMARY

10	Total General Fund Appropriation		54,338,215
11	Total Special Fund Appropriation		83,744,867
12	Total Federal Fund Appropriation		217,216,424
13			<hr/>
14	Total Appropriation		355,299,506
15			<hr/> <hr/>

16 OFFICE OF THE CHIEF MEDICAL EXAMINER

17	M00F05.01 Post Mortem Examining Services		
18	General Fund Appropriation		11,590,148
19			<hr/> <hr/>

20 Funds are appropriated in other agency
21 budgets to pay for services provided by
22 this program. Authorization is hereby
23 granted to use these receipts as special
24 funds for operating expenses in this
25 program.

26 OFFICE OF PREPAREDNESS AND RESPONSE

27	M00F06.01 Office of Preparedness and Response		
28	General Fund Appropriation	363,000	
29	Federal Fund Appropriation	15,083,840	15,446,840
30			<hr/> <hr/>

31 WESTERN MARYLAND CENTER

32	M00I03.01 Services and Institutional Operations		
33	General Fund Appropriation	23,250,653	
34	Special Fund Appropriation	1,238,450	24,489,103
35			<hr/> <hr/>

1 Funds are appropriated in other agency
2 budgets to pay for services provided by
3 this program. Authorization is hereby
4 granted to use these receipts as special
5 funds for operating expenses in this
6 program.

7 DEER'S HEAD CENTER

8	M00I04.01 Services and Institutional Operations		
9	General Fund Appropriation	20,465,432	
10	Special Fund Appropriation	3,223,720	23,689,152
11		<hr/>	<hr/> <hr/>

12 LABORATORIES ADMINISTRATION

13	M00J02.01 Laboratory Services		
14	General Fund Appropriation	41,706,414	
15	Special Fund Appropriation	535,700	
16	Federal Fund Appropriation	2,871,423	45,113,537
17		<hr/>	<hr/> <hr/>

18 Funds are appropriated in other agency
19 budgets to pay for services provided by
20 this program. Authorization is hereby
21 granted to use these receipts as special
22 funds for operating expenses in this
23 program.

24 DEPUTY SECRETARY FOR BEHAVIORAL HEALTH AND DISABILITIES

25 M00K01.01 Executive Direction
26 General Fund Appropriation, provided that
27 \$100,000 of this appropriation made for
28 the purpose of administration may not be
29 expended until the Department of Health
30 and Mental Hygiene, in consultation with
31 the Judiciary, the Department of Public
32 Safety and Correctional Services, the
33 Office of the Public Defender, and the
34 Maryland State's Attorneys' Association,
35 submits a report to the Senate Budget and
36 Taxation Committee, Finance Committee,
37 and Judicial Proceedings Committee and
38 the House Appropriations Committee,
39 Health and Government Operations
40 Committee, and Judiciary Committee

1 detailing:

2 (1) For fiscal 2012, 2013, and 2014:

3 (a) the average wait time for
4 residential placement in a
5 State-run psychiatric facility
6 or State intellectual
7 disability center after a not
8 competent or not criminally
9 responsible (NCR) finding;

10 (b) the average wait time for
11 residential placement in a
12 State-run psychiatric facility
13 or State intellectual
14 disability center after the
15 signing of an inpatient
16 evaluation order for a
17 competency or NCR
18 evaluation;

19 (c) the demand for residential
20 treatment beds generated
21 from drug courts and
22 placements under Section
23 8-507 of the Health -
24 General Article;

25 (d) the average wait time for
26 placement in a treatment slot
27 after the signing of an order
28 under Section 8-505 or
29 Section 8-507 of the Health -
30 General Article or any local
31 equivalent order; and

32 (e) any other relevant
33 outcomes for court-involved
34 individuals with mental
35 illness, intellectual
36 disabilities, and substance
37 abuse disorders.

38 (2) The availability, by jurisdiction, of
39 the following resources for
40 court-involved individuals with

1 mental illness, intellectual
2 disabilities, and substance abuse
3 disorders:

4 (a) on-site clinicians or other
5 behavioral health
6 assessment staff at court
7 locations;

8 (b) the availability of case
9 management and other
10 wrap-around services,
11 including transportation
12 grants and subsidies; and

13 (c) the availability of intensive
14 supervision (pre-trial,
15 probation, and parole).

16 (3) Recommendations, based on an
17 analysis of the data contained in
18 paragraphs (1) and (2) above, to
19 improve treatment and service
20 options, including additional
21 State-operated residential capacity,
22 that will facilitate lower detention,
23 imprisonment and hospitalization
24 rates, and emergency room visits,
25 for court-involved individuals with
26 mental illness, intellectual
27 disabilities, and substance abuse
28 disorders. Any recommendations
29 shall include detailed cost
30 estimates.

31 The report shall be submitted by November
32 15, 2014, and the budget committees shall
33 have 45 days to review and comment.
34 Funds restricted pending the receipt of the
35 report may not be transferred by budget
36 amendment or otherwise to any other
37 purpose and shall revert to the General
38 Fund if the report is not submitted to the
39 committees

2,209,706

41 Funds are appropriated in other agency

1 budgets to pay for services provided by
 2 this program. Authorization is hereby
 3 granted to use these receipts as special
 4 funds for operating expenses in this
 5 program.

6 BEHAVIORAL HEALTH ADMINISTRATION

7 Provided that no funding appropriated in this
 8 budget may be used to implement a
 9 program of outpatient civil commitment
 10 until the Department of Health and
 11 Mental Hygiene submits a report to the
 12 Senate Finance and Budget and Taxation
 13 committees and the House Health and
 14 Government Operations and
 15 Appropriations committees detailing the
 16 specifics of any program, including a
 17 detailed cost estimate. The committees
 18 shall have 45 days to review and
 19 comment.

20	M00L01.01 Program Direction		
21	General Fund Appropriation	13,734,573	
22	Special Fund Appropriation	73,450	
23	Federal Fund Appropriation	3,627,617	17,435,640
24		<hr/>	

25 Funds are appropriated in other agency
 26 budgets to pay for services provided by
 27 this program. Authorization is hereby
 28 granted to use these receipts as special
 29 funds for operating expenses in this
 30 program.

31	M00L01.02 Community Services		
32	General Fund Appropriation	148,027,593	
33	Special Fund Appropriation	26,919,354	
34	Federal Fund Appropriation	61,502,385	236,449,332
35		<hr/>	

36 Funds are appropriated in other agency
 37 budgets to pay for services provided by
 38 this program. Authorization is hereby
 39 granted to use these receipts as special
 40 funds for operating expenses in this
 41 program.

1	M00L01.03 Community Services for Medicaid		
2	State Fund Recipients		
3	General Fund Appropriation		57,149,562

4 SUMMARY

5	Total General Fund Appropriation		218,911,728
6	Total Special Fund Appropriation		26,992,804
7	Total Federal Fund Appropriation		65,130,002

8			<hr/>
9	Total Appropriation		311,034,534
10			<hr/> <hr/>

11 THOMAS B. FINAN HOSPITAL CENTER

12	M00L04.01 Services and Institutional Operations		
13	General Fund Appropriation	18,138,793	
14	Special Fund Appropriation	1,330,893	19,469,686
15		<hr/>	<hr/> <hr/>

16 REGIONAL INSTITUTE FOR CHILDREN
17 AND ADOLESCENTS – BALTIMORE

18	M00L05.01 Services and Institutional Operations		
19	General Fund Appropriation	11,569,922	
20	Special Fund Appropriation	1,980,671	
21	Federal Fund Appropriation	76,871	13,627,464
22		<hr/>	<hr/> <hr/>

23 EASTERN SHORE HOSPITAL CENTER

24	M00L07.01 Services and Institutional Operations		
25	General Fund Appropriation	19,023,883	
26	Special Fund Appropriation	6,688	19,030,571
27		<hr/>	<hr/> <hr/>

28 SPRINGFIELD HOSPITAL CENTER

29	M00L08.01 Services and Institutional Operations		
30	General Fund Appropriation	73,212,309	
31	Special Fund Appropriation	831,518	74,043,827
32		<hr/>	<hr/> <hr/>

33 Funds are appropriated in other agency
34 budgets to pay for services provided by

1 this program. Authorization is hereby
 2 granted to use these receipts as special
 3 funds for operating expenses in this
 4 program.

5 SPRING GROVE HOSPITAL CENTER

6	M00L09.01 Services and Institutional Operations		
7	General Fund Appropriation	76,558,066	
8	Special Fund Appropriation	3,056,661	
9	Federal Fund Appropriation	20,039	79,634,766
10		<hr/>	<hr/> <hr/>

11 Funds are appropriated in other agency
 12 budgets to pay for services provided by
 13 this program. Authorization is hereby
 14 granted to use these receipts as special
 15 funds for operating expenses in this
 16 program.

17 CLIFTON T. PERKINS HOSPITAL CENTER

18	M00L10.01 Services and Institutional Operations		
19	General Fund Appropriation	61,643,183	
20	Special Fund Appropriation	126,658	61,769,841
21		<hr/>	<hr/> <hr/>

22 Funds are appropriated in other agency
 23 budgets to pay for services provided by
 24 this program. Authorization is hereby
 25 granted to use these receipts as special
 26 funds for operating expenses in this
 27 program.

28 JOHN L. GILDNER REGIONAL INSTITUTE FOR
 29 CHILDREN AND ADOLESCENTS

30	M00L11.01 Services and Institutional Operations		
31	General Fund Appropriation	10,628,865	
32	Special Fund Appropriation	182,399	
33	Federal Fund Appropriation	52,373	10,863,637
34		<hr/>	<hr/> <hr/>

35 Funds are appropriated in other agency
 36 budgets to pay for services provided by
 37 this program. Authorization is hereby
 38 granted to use these receipts as special

1 funds for operating expenses in this
2 program.

3 BEHAVIORAL HEALTH ADMINISTRATION FACILITY MAINTENANCE

4	M00L15.01 Services and Institutional Operations		
5	General Fund Appropriation	1,902,891	
6	Special Fund Appropriation	409,410	2,312,301
7		<hr/>	<hr/> <hr/>

8 Funds are appropriated in other agency
9 budgets to pay for services provided by
10 this program. Authorization is hereby
11 granted to use these receipts as special
12 funds for operating expenses in this
13 program.

14 DEVELOPMENTAL DISABILITIES ADMINISTRATION

15 M00M01.01 Program Direction

16 General Fund Appropriation, provided that
17 \$250,000 of this appropriation made for
18 the purpose of Program Direction may not
19 be expended until the Department of
20 Health and Mental Hygiene reports, as
21 part of its Managing for Results
22 performance measures, the percentage of
23 individuals in the Developmental
24 Disabilities Administration’s Community
25 Services Program who are being served
26 through the Home and Community–Based
27 Services Waiver. The report shall be
28 submitted with the department’s annual
29 budget submission, and the committees
30 shall have 45 days to review and
31 comment. Funds restricted pending the
32 receipt of the report may not be
33 transferred by budget amendment or
34 otherwise to any other purpose and shall
35 revert to the General Fund if the report is
36 not submitted to the committee.

37 Further provided that because the
38 Developmental Disabilities
39 Administration (DDA) has had four or
40 more repeat findings in the most recent
41 fiscal compliance audit issued by the

1 Office of Legislative Audits (OLA),
 2 ~~\$250,000~~ \$500,000 of this agency's
 3 administrative appropriation may not be
 4 expended unless:

5 (1) DDA has taken corrective action
 6 with respect to all repeat audit
 7 findings on or before November 1,
 8 2014; and

9 (2) a report is submitted to the budget
 10 committees by OLA listing each
 11 repeat audit finding along with a
 12 determination that each repeat
 13 finding was corrected. The budget
 14 committees shall have 45 days to
 15 review and comment to allow for
 16 funds to be released prior to the
 17 end of fiscal 2015

		5,477,696	
18	Federal Fund Appropriation	3,357,240	8,834,936
19			

20	M00M01.02 Community Services		
21	General Fund Appropriation	529,186,001	
22	Special Fund Appropriation	2,851,796	
23	Federal Fund Appropriation	415,218,931	947,256,728
24			

25 SUMMARY

26	Total General Fund Appropriation		534,663,697
27	Total Special Fund Appropriation		2,851,796
28	Total Federal Fund Appropriation		418,576,171
29			

30	Total Appropriation		956,091,664
31			

32 HOLLY CENTER

33	M00M05.01 Services and Institutional Operations		
34	General Fund Appropriation	18,279,868	
35	Special Fund Appropriation	134,790	18,414,658
36			

37 Funds are appropriated in other agency
 38 budgets to pay for services provided by

1 this program. Authorization is hereby
2 granted to use these receipts as special
3 funds for operating expenses in this
4 program.

5 DEVELOPMENTAL DISABILITIES ADMINISTRATION COURT INVOLVED
6 SERVICE DELIVERY SYSTEM

7	M00M06.01 Services and Institutional Operations		
8	General Fund Appropriation		8,911,127
9			<hr/> <hr/>

10 POTOMAC CENTER

11	M00M07.01 Services and Institutional Operations		
12	General Fund Appropriation	12,065,612	
13	Special Fund Appropriation	5,000	12,070,612
14		<hr/>	<hr/> <hr/>

15 DEVELOPMENTAL DISABILITIES ADMINISTRATION FACILITY
16 MAINTENANCE

17	M00M15.01 Services and Institutional Operations		
18	General Fund Appropriation	1,073,750	
19	Special Fund Appropriation	728,714	1,802,464
20		<hr/>	<hr/> <hr/>

21 MEDICAL CARE PROGRAMS ADMINISTRATION

22 M00Q01.01 Deputy Secretary for Health Care
23 Financing
24 General Fund Appropriation, provided that
25 \$100,000 of this appropriation made for
26 the purpose of administration may not be
27 expended until the Department of Health
28 and Mental Hygiene submits a report to
29 the budget committees that:

30 (1) clearly articulates the role of the
31 Behavioral Health Administration
32 in providing clinical oversight of
33 behavioral health services
34 including those funded in the
35 budget of the Medical Care
36 Programs Administration;

37 (2) details how financial management

1 for Medicaid and non-Medicaid
 2 services will be managed and
 3 coordinated between the
 4 Behavioral Health Administration
 5 and the Medical Care Program
 6 Administration; and

7 (3) details the formal and informal
 8 opportunities that stakeholders
 9 will have to: provide input on
 10 policy directions involving
 11 behavioral health services;
 12 collaborate with the department to
 13 identify and seek resolution of
 14 claims and service issues; and
 15 support the transition of
 16 behavioral health services under
 17 the new Administrative Services
 18 Organization.

19 The report shall be submitted by June 1,
 20 2014, and the committees shall have 45
 21 days to review and comment. Funds
 22 restricted pending the receipt of the report
 23 may not be transferred by budget
 24 amendment or otherwise to any other
 25 purpose and shall revert to the General
 26 Fund if the report is not submitted to the
 27 budget committees

27	budget committees	1,351,447	
28	Federal Fund Appropriation	1,549,654	2,901,101
29			

30 M00Q01.02 Office of Systems, Operations and
 31 Pharmacy
 32 General Fund Appropriation

32	General Fund Appropriation	7,329,209	
33	Federal Fund Appropriation	16,345,888	23,675,097
34			

35 Funds are appropriated in other agency
 36 budgets to pay for services provided by
 37 this program. Authorization is hereby
 38 granted to use these receipts as special
 39 funds for operating expenses in this
 40 program.

41 M00Q01.03 Medical Care Provider
 42 Reimbursements

1 All appropriations provided for program
2 M00Q01.03 Medical Care Provider
3 Reimbursements are to be used for the
4 purposes herein appropriated, and there
5 shall be no budgetary transfer to any
6 other program or purpose except that
7 funding for substance abuse services may
8 be transferred to program M00Q01.10
9 Medicaid Behavioral Health Provider
10 Reimbursements to be spent under an
11 Administrative Services Organization
12 management model. Funds not expended
13 for these purposes shall revert to the
14 General Fund or be canceled.

15 Provided that it is the intent of the General
16 Assembly that the Department of Health
17 and Mental Hygiene identify savings in
18 the Medical Care Program Administration
19 in order to support a 2.5% rate increase
20 for skilled nursing facilities effective July
21 1, 2014.

22 Further provided that it is the intent of the
23 General Assembly that, effective January
24 1, 2015, the rate paid for anesthesia
25 services provided for Medicaid pediatric
26 dental cases billed under Current
27 Procedural Terminology code 00170 shall
28 be at least 40% of the average commercial
29 rate for the Eastern Region of the United
30 States as reported by the American
31 Society of Anesthesiologists Annual
32 Survey of Commercial Rates.

33 General Fund Appropriation, provided that
34 no part of this General Fund
35 appropriation may be paid to any
36 physician or surgeon or any hospital,
37 clinic, or other medical facility for or in
38 connection with the performance of any
39 abortion, except upon certification by a
40 physician or surgeon, based upon his or
41 her professional judgment that the
42 procedure is necessary, provided one of the
43 following conditions exists: where

1 continuation of the pregnancy is likely to
 2 result in the death of the woman; or where
 3 the woman is a victim of rape, sexual
 4 offense, or incest which has been reported
 5 to a law enforcement agency or a public
 6 health or social agency; or where it can be
 7 ascertained by the physician with a
 8 reasonable degree of medical certainty
 9 that the fetus is affected by genetic defect
 10 or serious deformity or abnormality; or
 11 where it can be ascertained by the
 12 physician with a reasonable degree of
 13 medical certainty that termination of
 14 pregnancy is medically necessary because
 15 there is substantial risk that continuation
 16 of the pregnancy could have a serious and
 17 adverse effect on the woman's present or
 18 future physical health; or before an
 19 abortion can be performed on the grounds
 20 of mental health there must be
 21 certification in writing by the physician or
 22 surgeon that in his or her professional
 23 judgment there exists medical evidence
 24 that continuation of the pregnancy is
 25 creating a serious effect on the woman's
 26 present mental health and if carried to
 27 term there is a substantial risk of a
 28 serious or long lasting effect on the
 29 woman's future mental health.

30 Further provided that this appropriation
 31 shall be reduced by ~~\$1,500,000~~ \$4,700,000
 32 contingent upon the enactment of
 33 legislation reducing the MHIP
 34 assessment

~~2,398,780,323~~

~~2,380,824,406~~

2,381,623,406

35
36
37 Special Fund Appropriation

950,528,748

38 Federal Fund Appropriation

~~4,365,232,082~~

39

4,338,392,231

40

~~7,714,542,053~~

7,669,745,385

7,670,544,385

41

42 Funds are appropriated in other agency
 43 budgets to pay for services provided by
 44 this program. Authorization is hereby
 45 granted to use these receipts as special

29

30

1 funds for operating expenses in this
 2 program.

3	M00Q01.04 Office of Health Services		
4	General Fund Appropriation	11,408,616	
5		<u>11,330,254</u>	
6	Special Fund Appropriation	25,949	
7	Federal Fund Appropriation	16,063,784	27,498,349
8		<u>15,970,675</u>	<u>27,326,878</u>
9		<hr/>	
10	M00Q01.05 Office of Finance		
11	General Fund Appropriation	1,537,229	
12		<u>1,511,362</u>	
13	Federal Fund Appropriation	1,600,053	3,137,282
14		<u>1,572,585</u>	<u>3,083,947</u>
15		<hr/>	
16	M00Q01.06 Kidney Disease Treatment Services		
17	General Fund Appropriation	3,184,765	
18		<u>2,923,765</u>	
19	Special Fund Appropriation	2,308,229	5,492,994
20			<u>5,231,994</u>
21		<hr/>	
22	M00Q01.07 Maryland Children’s Health Program		
23	General Fund Appropriation, provided that		
24	no part of this General Fund		
25	appropriation may be paid to any		
26	physician or surgeon or any hospital,		
27	clinic, or other medical facility for or in		
28	connection with the performance of any		
29	abortion, except upon certification by a		
30	physician or surgeon, based upon his or		
31	her professional judgment that the		
32	procedure is necessary, provided one of the		
33	following conditions exists: where		
34	continuation of the pregnancy is likely to		
35	result in the death of the woman; or where		
36	the woman is a victim of rape, sexual		
37	offense, or incest which has been reported		
38	to a law enforcement agency or a public		
39	health or social agency; or where it can be		
40	ascertained by the physician with a		
41	reasonable degree of medical certainty		
42	that the fetus is affected by genetic defect		
43	or serious deformity or abnormality; or		

1	where it can be ascertained by the		
2	physician with a reasonable degree of		
3	medical certainty that termination of		
4	pregnancy is medically necessary because		
5	there is substantial risk that continuation		
6	of the pregnancy could have a serious and		
7	adverse effect on the woman's present or		
8	future physical health; or before an		
9	abortion can be performed on the grounds		
10	of mental health there must be		
11	certification in writing by the physician or		
12	surgeon that in his or her professional		
13	judgment there exists medical evidence		
14	that continuation of the pregnancy is		
15	creating a serious effect on the woman's		
16	present mental health and if carried to		
17	term there is a substantial risk of a		
18	serious or long lasting effect on the		
19	woman's future mental health	72,429,548	
20	Special Fund Appropriation	7,731,504	
21	Federal Fund Appropriation	145,581,447	225,742,499
22		<hr/>	
23	M00Q01.08 Major Information Technology		
24	Development Projects		
25	Federal Fund Appropriation		72,506,557
26	M00Q01.09 Office of Eligibility Services		
27	General Fund Appropriation	5,064,377	
28	Federal Fund Appropriation	8,199,776	13,264,153
29		<hr/>	
30	M00Q01.10 Medicaid Behavioral Health Provider		
31	Reimbursements		
32	<u>All appropriations for program M00Q01.10</u>		
33	<u>Medicaid Behavioral Health Provider</u>		
34	<u>Reimbursements are to be used for the</u>		
35	<u>purposes herein appropriated, and there</u>		
36	<u>shall be no budgetary transfer to any</u>		
37	<u>other program or purpose except that</u>		
38	<u>funding may be transferred to programs</u>		
39	<u>M00L01.02 Community Services and</u>		
40	<u>M00L01.03 Community Services for</u>		
41	<u>Medicaid State Fund Recipients to cover</u>		
42	<u>shortfalls in fee-for-service community</u>		
43	<u>mental health funding for</u>		

31
cont

1 Medicaid–ineligible services or services to
2 the uninsured and to fund the Maryland
3 Behavioral Health in Pediatric Primary
4 Care Program. Funds not expended for
5 these purposes shall revert to the General
6 Fund or be canceled.

32

7 Further provided that it is the intent of the
8 General Assembly that up to \$1,000,000 in
9 any fiscal 2015 savings that result from
10 lower than budgeted expenditures on
11 Residential Treatment Center services
12 shall be used to support the Maryland
13 Behavioral Health in Pediatric Primary
14 Care Program.

15	General Fund Appropriation	323,120,289	
16	Special Fund Appropriation	11,114,687	
17	Federal Fund Appropriation	448,013,799	782,248,775
18		<hr/>	<hr/> <hr/>

19 SUMMARY

20	Total General Fund Appropriation		2,806,683,657
21	Total Special Fund Appropriation		971,709,117
22	Total Federal Fund Appropriation		5,048,132,612
23			<hr/>
24	Total Appropriation		8,826,525,386
25			<hr/> <hr/>

26 HEALTH REGULATORY COMMISSIONS

27	M00R01.01 Maryland Health Care Commission		
28	Special Fund Appropriation		30,937,753
29	M00R01.02 Health Services Cost Review		
30	Commission		
31	Special Fund Appropriation		159,857,986
32	M00R01.03 Maryland Community Health		
33	Resources Commission		
34	Special Fund Appropriation		8,038,245

35 SUMMARY

36	Total Special Fund Appropriation		198,833,984
----	--	--	-------------

1		<hr/> <hr/>
2	Total Appropriation	198,833,984
3		<hr/> <hr/>

DEPARTMENT OF HUMAN RESOURCES

OFFICE OF THE SECRETARY

3	N00A01.01 Office of the Secretary		
4	General Fund Appropriation	6,424,596	
5	Federal Fund Appropriation	7,536,156	13,960,752
6		<hr/>	
7	N00A01.02 Citizen’s Review Board for Children		
8	General Fund Appropriation	729,669	
9	Federal Fund Appropriation	165,743	895,412
10		<hr/>	
11	N00A01.03 Maryland Commission for Women		
12	General Fund Appropriation		206,138
13	N00A01.04 Maryland Legal Services Program		
14	General Fund Appropriation, <u>provided that</u>		
15	<u>\$9,810,545 of this appropriation made for</u>		
16	<u>the purpose of the Maryland Legal</u>		
17	<u>Services Program may be expended only</u>		
18	<u>for that purpose. Funds not expended for</u>		
19	<u>this restricted purpose may not be</u>		
20	<u>transferred by budget amendment or</u>		
21	<u>otherwise to any other purpose and shall</u>		
22	<u>revert to the General Fund</u>	9,810,545	
23	Federal Fund Appropriation	3,668,681	13,479,226
24		<hr/>	
25	N00A01.05 Office of Grants Management		
26	General Fund Appropriation	11,795,302	
27	Federal Fund Appropriation	1,177,858	12,973,160
28		<hr/>	

SUMMARY

30	Total General Fund Appropriation		28,966,250
31	Total Federal Fund Appropriation		12,548,438
32			<hr/>
33	Total Appropriation		41,514,688
34			<hr/> <hr/>

SOCIAL SERVICES ADMINISTRATION

N00B00.04 General Administration – State

1 General Fund Appropriation, provided that
 2 \$150,000 of this appropriation may be
 3 expended only to fund a research project at
 4 the University of Maryland, Baltimore
 5 School of Social Work to study issues
 6 regarding unsuccessful reunifications of
 7 children with their parents after entering
 8 the foster care system. The report shall
 9 include data on the reasons why children
 10 reenter the foster care system after
 11 reunification; how often this occurs; an
 12 evaluation of the criteria used by
 13 caseworkers before reuniting a child with
 14 his or her parents; a discussion of how
 15 other states manage reunifications and
 16 evaluate the appropriateness for
 17 individual cases; a description of key
 18 aspects of the most successful states'
 19 programs and how they compare to
 20 Maryland; and a study of an age-stratified
 21 sample of two groups of cases (failed
 22 versus successful reunification cases) to
 23 include analysis of the Maryland
 24 Children's Electronic Social Services
 25 Information Exchange, a case record
 26 review, and data collection from case
 27 workers to better identify factors associated
 28 with successful reunifications.

29 An interim report should be submitted by
 30 December 1, 2014, and a final report
 31 submitted on April 15, 2015. Funds
 32 restricted for the purpose of completing
 33 this report may not be transferred by
 34 budget amendment or otherwise to any
 35 other purpose and shall revert to the
 36 General Fund if the report is not submitted
 37 to the budget committees

37	to the budget committees	12,214,870	
38	Federal Fund Appropriation	17,684,753	29,899,623
39		<hr/>	<hr/> <hr/>

40 OPERATIONS OFFICE

41	N00E01.01 Division of Budget, Finance, and		
42	Personnel		
43	General Fund Appropriation	12,334,186	
44	Federal Fund Appropriation	9,343,848	21,678,034

1			
2	N00E01.02 Division of Administrative Services		
3	General Fund Appropriation	4,981,823	
4	Federal Fund Appropriation	5,715,889	10,697,712
5			

SUMMARY

7	Total General Fund Appropriation		17,316,009
8	Total Federal Fund Appropriation		15,059,737
9			
10	Total Appropriation		32,375,746
11			

OFFICE OF TECHNOLOGY FOR HUMAN SERVICES

13	N00F00.02 Major Information Technology		
14	Development Projects		
15	Federal Fund Appropriation		1,250,020
16	N00F00.04 General Administration		
17	General Fund Appropriation	30,152,154	
18		<u>29,744,671</u>	
19	Special Fund Appropriation	1,427,682	
20	Federal Fund Appropriation	37,362,084	68,041,920
21		<u>37,241,548</u>	<u>68,413,901</u>
22			

SUMMARY

24	Total General Fund Appropriation		29,744,671
25	Total Special Fund Appropriation		1,427,682
26	Total Federal Fund Appropriation		38,491,568
27			
28	Total Appropriation		69,663,921
29			

LOCAL DEPARTMENT OPERATIONS

31	N00G00.01 Foster Care Maintenance Payments		
32	General Fund Appropriation, provided that		
33	funds appropriated herein may be used to		
34	develop a broad range of services to assist		
35	in returning children with special needs		

1 from out-of-state placements, to prevent
 2 unnecessary residential or institutional
 3 placements within Maryland and to work
 4 with local jurisdictions in these regards.
 5 Policy decisions regarding the
 6 expenditures of such funds shall be made
 7 jointly by the Executive Director of the
 8 Governor's Office for Children, the
 9 Secretaries of Health and Mental Hygiene,
 10 Human Resources, Juvenile Services,
 11 Budget and Management, and the State
 12 Superintendent of Education.

13 Further provided that these funds are to be
 14 used only for the purposes herein
 15 appropriated, and there shall be no
 16 budgetary transfer to any other program
 17 or purpose except that funds may be
 18 transferred to program N00G00.03 Child
 19 Welfare Services. Funds not expended or
 20 transferred shall revert to the General
 21 Fund

21		237,561,299	
22		234,561,299	
23		<u>232,561,299</u>	
24	Special Fund Appropriation	5,494,730	
25	Federal Fund Appropriation	90,640,640	333,696,669
26			330,696,669
27			<u>328,696,669</u>
28			
29	N00G00.02 Local Family Investment Program		
30	General Fund Appropriation	45,035,074	
31	Special Fund Appropriation	2,396,669	
32	Federal Fund Appropriation	103,862,041	151,293,784
33			

34 Funds are appropriated in other agency
 35 budgets to pay for services provided by
 36 this program. Authorization is hereby
 37 granted to use these receipts as special
 38 funds for operating expenses in this
 39 program.

40 N00G00.03 Child Welfare Services
 41 General Fund Appropriation, provided that
 42 these funds are to be used only for the
 43 purposes herein appropriated, and there

1	<u>shall be no budgetary transfer to any</u>		
2	<u>other program or purpose except that</u>		
3	<u>funds may be transferred to program</u>		
4	<u>N00G00.01 Foster Care Maintenance</u>		
5	<u>Payments. Funds not expended or</u>		
6	<u>transferred shall revert to the General</u>		
7	<u>Fund</u>	141,570,331	
8	Special Fund Appropriation	1,502,372	
9	Federal Fund Appropriation	79,607,630	222,680,333
10		<hr/>	
11	N00G00.04 Adult Services		
12	General Fund Appropriation	10,137,599	
13	Special Fund Appropriation	1,297,655	
14	Federal Fund Appropriation	33,976,876	45,412,130
15		<hr/>	
16	N00G00.05 General Administration		
17	General Fund Appropriation	23,012,059	
18	Special Fund Appropriation	2,609,061	
19	Federal Fund Appropriation	17,869,046	43,490,166
20		<hr/>	
21	N00G00.06 Local Child Support Enforcement		
22	Administration		
23	General Fund Appropriation	16,268,674	
24	Special Fund Appropriation	730,466	
25		<u>530,466</u>	
26	Federal Fund Appropriation	31,725,212	48,724,352
27			<u>48,524,352</u>
28		<hr/>	
29	N00G00.08 Assistance Payments		
30	General Fund Appropriation	76,013,585	
31		<u>73,913,585</u>	
32	Special Fund Appropriation	18,575,059	
33	Federal Fund Appropriation	1,353,068,303	1,447,656,947
34			<u>1,445,556,947</u>
35		<hr/>	
36	N00G00.10 Work Opportunities		
37	Federal Fund Appropriation		34,938,653
38			
	SUMMARY		
39	Total General Fund Appropriation		542,498,621
40	Total Special Fund Appropriation		32,406,012

1	Total Federal Fund Appropriation		1,745,688,401
2			<hr/>
3	Total Appropriation		2,320,593,034
4			<hr/> <hr/>

5 CHILD SUPPORT ENFORCEMENT ADMINISTRATION

6	N00H00.08 Support Enforcement – State		
7	General Fund Appropriation	2,554,624	
8	Special Fund Appropriation	10,173,445	
9	Federal Fund Appropriation	27,912,370	40,640,439
10		<hr/>	<hr/> <hr/>

11 FAMILY INVESTMENT ADMINISTRATION

12	N00I00.04 Director's Office		
13	General Fund Appropriation	9,179,085	
14	Special Fund Appropriation	339,455	
15	Federal Fund Appropriation	22,417,176	31,935,716
16		<hr/>	

17	N00I00.05 Maryland Office for Refugees and		
18	Asylees		
19	Federal Fund Appropriation		14,628,866

20	N00I00.06 Office of Home Energy Programs		
21	Special Fund Appropriation	76,674,348	
22	Federal Fund Appropriation	65,613,754	142,288,102
23		<hr/>	

24 SUMMARY

25	Total General Fund Appropriation		9,179,085
26	Total Special Fund Appropriation		77,013,803
27	Total Federal Fund Appropriation		102,659,796
28			<hr/>

29	Total Appropriation		188,852,684
30			<hr/> <hr/>

DEPARTMENT OF LABOR, LICENSING, AND REGULATION

OFFICE OF THE SECRETARY

3	P00A01.01 Executive Direction		
4	General Fund Appropriation	5,419,698	
5		<u>4,519,698</u>	
6		<u>5,419,698</u>	
7	Special Fund Appropriation	550,180	
8	Federal Fund Appropriation	1,256,407	7,226,285
9			<u>6,326,285</u>
10			<u>7,226,285</u>
11		<hr/>	
12	P00A01.02 Program Analysis and Audit		
13	General Fund Appropriation	45,635	
14	Special Fund Appropriation	51,595	
15	Federal Fund Appropriation	190,018	287,248
16		<hr/>	
17	P00A01.05 Legal Services		
18	General Fund Appropriation	1,157,200	
19	Special Fund Appropriation	1,424,761	
20	Federal Fund Appropriation	1,210,742	3,792,703
21		<hr/>	
22	P00A01.08 Office of Fair Practices		
23	General Fund Appropriation	51,374	
24	Special Fund Appropriation	58,571	
25	Federal Fund Appropriation	217,270	327,215
26		<hr/>	
27	P00A01.09 Governor's Workforce Investment		
28	Board		
29	General Fund Appropriation		278,392
30	Funds are appropriated in other agency		
31	budgets to pay for services provided by		
32	this program. Authorization is hereby		
33	granted to use these receipts as special		
34	funds for operating expenses in this		
35	program.		
36	P00A01.11 Board of Appeals		
37	Special Fund Appropriation	51,563	
38	Federal Fund Appropriation	1,724,455	1,776,018
39		<hr/>	

35

1	P00B01.06 Office of Human Resources		
2	General Fund Appropriation	348,223	
3	Special Fund Appropriation	399,566	
4	Federal Fund Appropriation	1,479,273	2,227,062
5		<hr/>	

SUMMARY

7	Total General Fund Appropriation		1,890,919
8	Total Special Fund Appropriation		2,244,575
9	Total Federal Fund Appropriation		7,743,653
10			<hr/>
11	Total Appropriation		11,879,147
12			<hr/> <hr/>

DIVISION OF FINANCIAL REGULATION

14	P00C01.02 Financial Regulation		
15	General Fund Appropriation	1,716,891	
16	Special Fund Appropriation	8,802,963	10,519,854
17		<hr/>	<hr/> <hr/>

DIVISION OF LABOR AND INDUSTRY

19	P00D01.01 General Administration		
20	General Fund Appropriation	77,632	
21	Special Fund Appropriation	526,178	
22	Federal Fund Appropriation	258,776	862,586
23		<hr/>	
24	P00D01.02 Employment Standards		
25	General Fund Appropriation	612,614	
26	Special Fund Appropriation	1,064,407	1,677,021
27		<hr/>	
28	P00D01.03 Railroad Safety and Health		
29	Special Fund Appropriation		398,600
30	P00D01.05 Safety Inspection		
31	Special Fund Appropriation		5,079,328
32	P00D01.06 Apprenticeship and Training		
33	General Fund Appropriation	218,044	
34	Special Fund Appropriation	263,468	481,512
35		<hr/>	

1	P00D01.07 Prevailing Wage		
2	General Fund Appropriation		1,034,205
3			<u>995,503</u>
4	P00D01.08 Occupational Safety and Health		
5	Administration		
6	Special Fund Appropriation	4,833,185	
7	Federal Fund Appropriation	4,833,193	9,666,378
8		<hr/>	

SUMMARY

10	Total General Fund Appropriation		1,903,793
11	Total Special Fund Appropriation		12,165,166
12	Total Federal Fund Appropriation		5,091,969
13			<hr/>
14	Total Appropriation		19,160,928
15			<hr/> <hr/>

DIVISION OF RACING

17	P00E01.02 Maryland Racing Commission		
18	General Fund Appropriation	456,767	
19	Special Fund Appropriation	52,326,848	52,783,615
20		<hr/>	
21	P00E01.03 Racetrack Operation		
22	General Fund Appropriation	1,753,117	
23	Special Fund Appropriation	500,000	2,253,117
24		<hr/>	
25	P00E01.04 Share of Racing Revenue to Local		
26	Subdivisions		
27	Special Fund Appropriation		1,251,800
28	P00E01.05 Maryland Facility Redevelopment		
29	Program		
30	Special Fund Appropriation		7,220,405
31	P00E01.06 Share of Video Lottery Terminal		
32	Revenue for Local Impact Grants		
33	Special Fund Appropriation		40,739,641

SUMMARY

35	Total General Fund Appropriation		2,209,884
----	--	--	-----------

1	Total Special Fund Appropriation		102,038,694
2			<hr/>
3	Total Appropriation		104,248,578
4			<hr/> <hr/>

DIVISION OF OCCUPATIONAL AND PROFESSIONAL LICENSING

7	P00F01.01 Occupational and Professional		
8	Licensing		
9	General Fund Appropriation	3,333,398	
10	Special Fund Appropriation	5,733,561	9,066,959
11		<hr/>	<hr/> <hr/>

12 Funds are appropriated in other agency
 13 budgets to pay for services provided by
 14 this program. Authorization is hereby
 15 granted to use these receipts as special
 16 funds for operating expenses in this
 17 program.

DIVISION OF WORKFORCE DEVELOPMENT AND ADULT LEARNING

19	P00G01.01 Office of the Assistant Secretary		
20	General Fund Appropriation	2,190,000	
21	Special Fund Appropriation	199,652	
22	Federal Fund Appropriation	41,366,035	43,755,687
23		<hr/>	

24	P00G01.03 Workforce Development		
25	Special Fund Appropriation	2,210,943	
26	Federal Fund Appropriation	20,367,466	22,578,409
27		<hr/>	

28	P00G01.12 Adult Education and Literacy Program		
29	General Fund Appropriation	1,252,327	
30	Special Fund Appropriation	148,982	
31	Federal Fund Appropriation	1,628,858	3,030,167
32		<hr/>	

33	P00G01.13 Adult Corrections Program		
34	General Fund Appropriation		15,335,509

35 Funds are appropriated in other agency
 36 budgets to pay for services provided by
 37 this program. Authorization is hereby

1 granted to use these receipts as special
 2 funds for operating expenses in this
 3 program.

4	P00G01.14 Aid to Education		
5	General Fund Appropriation	8,433,622	
6	Federal Fund Appropriation	7,749,423	16,183,045
7		<hr/>	

8 SUMMARY

9	Total General Fund Appropriation		27,211,458
10	Total Special Fund Appropriation		2,559,577
11	Total Federal Fund Appropriation		71,111,782
12			<hr/>
13	Total Appropriation		100,882,817
14			<hr/> <hr/>

15 DIVISION OF UNEMPLOYMENT INSURANCE

16	P00H01.01 Office of Unemployment Insurance		
17	Special Fund Appropriation	4,331,024	
18	Federal Fund Appropriation	68,164,737	72,495,761
19		<hr/>	
20	P00H01.02 Major Information Technology		
21	Development Projects		
22	Federal Fund Appropriation		12,417,500

23 SUMMARY

24	Total Special Fund Appropriation		4,331,024
25	Total Federal Fund Appropriation		80,582,237
26			<hr/>
27	Total Appropriation		84,913,261
28			<hr/> <hr/>

1 DEPARTMENT OF PUBLIC SAFETY AND
2 CORRECTIONAL SERVICES

3 Provided that \$600,000 of the General Fund
4 appropriation within the Department of
5 Public Safety and Correctional Services
6 (DPSCS) may not be expended until:

7 (1) by November 1, 2014, the following
8 items are reported to the budget
9 committees and members of the
10 Special Joint Commission on
11 Public Safety and Security in State
12 and Local Correctional Facilities:

13 (i) development of a risk
14 assessment tool for pretrial
15 and sentenced offenders in
16 Baltimore City to determine
17 whether the Baltimore City
18 Detention Center (BCDC) is
19 the appropriate place of
20 confinement;

21 (ii) list of projects and
22 associated cost estimates to
23 improve conditions at BCDC
24 until construction of new
25 detention facilities can
26 begin;

27 (iii) the percentage of security
28 cameras functioning within
29 each region as part of the
30 annual departmental
31 Managing for Results
32 submission;

33 (iv) a plan for having an
34 independent third party
35 conduct comprehensive
36 security audits for each
37 facility on a 3-year cycle;

38 (v) an evaluation of the use of
39 full body scanners to detect

1 contraband at all
2 State-operated correctional
3 and detention facilities; and

4 (vi) a plan to employ
5 correctional officers with
6 arrest powers at each of its
7 22 facilities on a 24-hour
8 basis. The plan should
9 specify to what extent the
10 department can achieve this
11 objective with existing
12 resources. As part of its
13 evaluation, the department
14 should consider (1) utilizing
15 a phased-in approach,
16 beginning with BCDC; (2)
17 assigning a correctional
18 officer with arrest powers to
19 a group of correctional
20 facilities that are located
21 within close proximity of
22 each other; and (3) executing
23 formal agreements with
24 local law enforcement
25 agencies to assist
26 DPSCS with arresting
27 non-incarcerated
28 individuals; and

29 (2) the budget committees have 45
30 days to review and comment.
31 Funds restricted pending the
32 receipt of a report may not be
33 transferred by budget amendment
34 or otherwise to any other purpose
35 and shall revert to the General
36 Fund if the report is not submitted
37 to the budget committees.

38 Further provided that it is the intent of the
39 General Assembly that the Governor shall
40 provide an additional ~~277~~ 423 correctional
41 officer positions to the department, above
42 fiscal 2015 staffing levels, ~~including 100~~
43 ~~additional correctional officer positions in~~
44 ~~fiscal 2016. Starting in fiscal 2016, 100~~

1 positions shall be added each year until a
 2 total of 523 positions are successfully
 3 included in the department's personnel
 4 complement. This intent is in accordance
 5 with the phased-in plan established in the
 6 fiscal 2014 operating budget and, ~~as~~
 7 ~~recommended by the recommendations of~~
 8 the Special Joint Commission on Public
 9 Safety and Security in State and Local
 10 Correctional Facilities, to increase the
 11 overall total number of correctional
 12 officers ~~by 377.~~ The total number of
 13 additional officers to be provided is
 14 reflective of the department's most recent
 15 staffing analysis, submitted to the General
 16 Assembly in January 2014.

17 OFFICE OF THE SECRETARY

18	Q00A01.01 General Administration		
19	General Fund Appropriation	37,311,594	
20	Special Fund Appropriation	490,000	37,801,594
21		<hr/>	
22	Q00A01.02 Information Technology and		
23	Communications Division		
24	General Fund Appropriation	28,680,042	
25	Special Fund Appropriation	4,775,268	
26	Federal Fund Appropriation	650,000	34,105,310
27		<hr/>	
28	Funds are appropriated in other agency		
29	budgets to pay for services provided by		
30	this program. Authorization is hereby		
31	granted to use these receipts as special		
32	funds for operating expenses in this		
33	program.		
34	Q00A01.03 Internal Investigative Unit		
35	General Fund Appropriation		5,254,701

36 Funds are appropriated in other agency
 37 budgets to pay for services provided by
 38 this program. Authorization is hereby
 39 granted to use these receipts as special
 40 funds for operating expenses in this
 41 program.

1	Q00A01.04 9-1-1 Emergency Number Systems	
2	Special Fund Appropriation	59,400,543
3	Q00A01.06 Division of Capital Construction and	
4	Facilities Maintenance	
5	General Fund Appropriation	3,253,212
6	Q00A01.07 Major Information Technology	
7	Development Projects	
8	Special Fund Appropriation	850,000
9	SUMMARY	
10	Total General Fund Appropriation	74,499,549
11	Total Special Fund Appropriation	65,515,811
12	Total Federal Fund Appropriation	650,000
13		
14	Total Appropriation	140,665,360
15		

DEPUTY SECRETARY FOR OPERATIONS

17	Q00A02.01 Administrative Services	
18	General Fund Appropriation	10,644,453
19	Funds are appropriated in other agency	
20	budgets to pay for services provided by	
21	this program. Authorization is hereby	
22	granted to use these receipts as special	
23	funds for operating expenses in this	
24	program.	
25	Q00A02.02 Community Supervision Services	
26	General Fund Appropriation	25,373,937
27	Special Fund Appropriation	165,000
28		25,538,937

29 Funds are appropriated in other agency
 30 budgets to pay for services provided by
 31 this program. Authorization is hereby
 32 granted to use these receipts as special
 33 funds for operating expenses in this
 34 program.

35 Q00A02.03 Programs and Services

1 General Fund Appropriation, provided that
 2 \$100,000 of this appropriation may not be
 3 expended until the Department of Public
 4 Safety and Correctional Services submits
 5 a report to the budget committees
 6 providing continued recidivism data and a
 7 cost-benefit analysis of the Public Safety
 8 Compact (PSC). The report should also
 9 explore other outcome measures for PSC
 10 participants relating to their family,
 11 substance abuse, and employment status.
 12 The report shall be submitted by
 13 November 1, 2014, and the budget
 14 committees shall have 45 days to review
 15 and comment. Funds restricted pending
 16 receipt of a report may not be transferred
 17 by budget amendment or otherwise to any
 18 other purpose and shall revert to the
 19 General Fund if the report is not
 20 submitted to the budget committees.

21 Further provided that \$100,000 of this
 22 appropriation may not be expended until
 23 the Department of Public Safety and
 24 Correctional Services submits a report to
 25 the budget committees on the
 26 implementation of a reentry mediation
 27 initiative and associated outcomes
 28 demonstrating the effectiveness of the
 29 program. The evaluation should improve
 30 on a previous study by utilizing a control
 31 group not participating in or volunteering
 32 to receive mediation services. The report
 33 shall be submitted by June 30, 2015, and
 34 the budget committees shall have 45 days
 35 to review and comment. Funds restricted
 36 pending the receipt of a report may not be
 37 transferred by budget amendment or
 38 otherwise to any other purpose and shall
 39 revert to the General Fund if the report is
 40 not submitted to the budget committees ...

~~6,104,964~~

~~5,921,562~~

6,104,964

41
42
43 Special Fund Appropriation

730,050

6,835,014

6,651,612

6,835,014

1 Funds are appropriated in other agency
 2 budgets to pay for services provided by
 3 this program. Authorization is hereby
 4 granted to use these receipts as special
 5 funds for operating expenses in this
 6 program.

7 Q00A02.04 Security Operations
 8 General Fund Appropriation 33,672,010

9 SUMMARY

10 Total General Fund Appropriation 75,795,364
 11 Total Special Fund Appropriation 895,050
 12

 13 Total Appropriation 76,690,414
 14

15 MARYLAND CORRECTIONAL ENTERPRISES

16 Q00A03.01 Maryland Correctional Enterprises
 17 Special Fund Appropriation 55,840,478
 18

19 MARYLAND PAROLE COMMISSION

20 Q00C01.01 General Administration and Hearings
 21 General Fund Appropriation 6,103,057
 22

23 INMATE GRIEVANCE OFFICE

24 Q00E00.01 General Administration
 25 Special Fund Appropriation 1,007,674
 26

27 POLICE AND CORRECTIONAL TRAINING COMMISSIONS

28 Q00G00.01 General Administration
 29 General Fund Appropriation 8,025,164
 30 Special Fund Appropriation 384,000
 31 Federal Fund Appropriation 323,697 8,732,861
 32

33 Funds are appropriated in other agency

1 budgets to pay for services provided by
2 this program. Authorization is hereby
3 granted to use these receipts as special
4 funds for operating expenses in this
5 program.

6 CRIMINAL INJURIES COMPENSATION BOARD

7 Q00K00.01 Administration and Awards

8 Special Fund Appropriation, ~~provided that at~~
9 ~~least \$500,000 of this appropriation, made~~
10 ~~for the purpose of compensating victims of~~
11 ~~crime, may be used only for awards to~~
12 ~~families of homicide victims~~

3,515,719

13 Federal Fund Appropriation

1,500,000

5,015,719

14

15 Funds are appropriated in other agency
16 budgets to pay for services provided by
17 this program. Authorization is hereby
18 granted to use these receipts as special
19 funds for operating expenses in this
20 program.

21 MARYLAND COMMISSION ON CORRECTIONAL STANDARDS

22 Q00N00.01 General Administration

23 General Fund Appropriation

583,240

24

25 ~~Provided that 15 regular positions and~~
26 ~~\$2,000,000 in associated general funds~~
27 ~~shall be deleted from within the General~~
28 ~~Administration, Corrections, Community~~
29 ~~Supervision, and Detention programs~~
30 ~~within the North, South, and Central~~
31 ~~Regions of the Department of Public~~
32 ~~Safety and Correctional Services (DPSCS).~~
33 ~~The department should use its discretion~~
34 ~~in selecting the specific positions to~~
35 ~~abolish; however, it is the intent of the~~
36 ~~General Assembly that the abolished~~
37 ~~positions should be long term vacancies~~
38 ~~and should not include correctional officer~~
39 ~~or community supervision agent positions.~~

40 ~~Further provided that DPSCS shall submit a~~

38

39

1 ~~report to the budget committees specifying~~
 2 ~~the Position Identification Numbers,~~
 3 ~~salary and fringe benefit expenses, and~~
 4 ~~budget codes for the abolished positions.~~
 5 ~~The report shall be submitted to the~~
 6 ~~budget committees no later than~~
 7 ~~July 15, 2014.~~

8 GENERAL ADMINISTRATION – NORTH

9	Q00R01.01 General Administration		
10	General Fund Appropriation		3,832,323
11			<hr/> <hr/>

12 CORRECTIONS – NORTH

13	Q00R02.01 Maryland Correctional Institution –		
14	Hagerstown		
15	General Fund Appropriation	70,680,821	
16	Special Fund Appropriation	412,565	71,093,386
17		<hr/>	

18 Funds are appropriated in other agency
 19 budgets to pay for services provided by
 20 this program. Authorization is hereby
 21 granted to use these receipts as special
 22 funds for operating expenses in this
 23 program.

24	Q00R02.02 Maryland Correctional Training Center		
25	General Fund Appropriation	71,871,451	
26	Special Fund Appropriation	960,761	72,832,212
27		<hr/>	

28 Funds are appropriated in other agency
 29 budgets to pay for services provided by
 30 this program. Authorization is hereby
 31 granted to use these receipts as special
 32 funds for operating expenses in this
 33 program.

34	Q00R02.03 Roxbury Correctional Institution		
35	General Fund Appropriation	50,560,154	
36	Special Fund Appropriation	375,979	50,936,133
37		<hr/>	

38 Funds are appropriated in other agency

1 budgets to pay for services provided by
 2 this program. Authorization is hereby
 3 granted to use these receipts as special
 4 funds for operating expenses in this
 5 program.

6	Q00R02.04 Western Correctional Institution		
7	General Fund Appropriation	55,156,777	
8	Special Fund Appropriation	451,544	55,608,321
9		<hr/>	

10 Funds are appropriated in other agency
 11 budgets to pay for services provided by
 12 this program. Authorization is hereby
 13 granted to use these receipts as special
 14 funds for operating expenses in this
 15 program.

16	Q00R02.05 North Branch Correctional Institution		
17	General Fund Appropriation	58,305,682	
18	Special Fund Appropriation	273,700	58,579,382
19		<hr/>	

20 Funds are appropriated in other agency
 21 budgets to pay for services provided by
 22 this program. Authorization is hereby
 23 granted to use these receipts as special
 24 funds for operating expenses in this
 25 program.

26	Q00R02.06 Patuxent Institution		
27	General Fund Appropriation	51,366,487	
28	Special Fund Appropriation	211,065	
29	Federal Fund Appropriation	299,514	51,877,066
30		<hr/>	

31 Funds are appropriated in other agency
 32 budgets to pay for services provided by
 33 this program. Authorization is hereby
 34 granted to use these receipts as special
 35 funds for operating expenses in this
 36 program.

37 SUMMARY

38	Total General Fund Appropriation		357,941,372
39	Total Special Fund Appropriation		2,685,614

1 Total Federal Fund Appropriation 299,514
 2 _____

3 Total Appropriation 360,926,500
 4 _____

5 COMMUNITY SUPERVISION – NORTH

6 Q00R03.01 Community Supervision
 7 General Fund Appropriation 17,611,816
 8 Special Fund Appropriation 2,756,403 20,368,219
 9 _____

10 GENERAL ADMINISTRATION – SOUTH

11 Q00S01.01 General Administration
 12 General Fund Appropriation, provided that
 13 because the Central Region Finance Office
 14 (CRFO) has had four or more repeat
 15 findings in the most recent fiscal
 16 compliance audit issued by the Office of
 17 Legislative Audits (OLA), ~~\$300,000~~
 18 \$200,000 of this agency’s administrative
 19 appropriation may not be expended
 20 unless:

21 (1) CRFO has taken corrective action
 22 with respect to all repeat audit
 23 findings on or before November 1,
 24 2014; and

25 (2) a report is submitted to the budget
 26 committees by OLA listing each
 27 repeat audit finding along with a
 28 determination that each repeat
 29 finding was corrected. The budget
 30 committees shall have 45 days to
 31 review and comment to allow for
 32 funds to be released prior to the
 33 end of fiscal 2015.

34 Further provided that \$100,000 of this
 35 appropriation, made for the purpose of
 36 Department of Public Safety and
 37 Correctional Services operations, may not
 38 be expended for that purpose but instead
 39 may be transferred by budget amendment

40

41

1 to the Comptroller of Maryland to be used
 2 only for crediting inmate accounts in order
 3 to reconcile the aggregate balance of
 4 individual inmate accounts in the
 5 Maryland Offender Banking System with
 6 the corresponding records of the
 7 Comptroller of Maryland. Funds not
 8 expended for this restricted purpose may
 9 not be transferred by budget amendment or
 10 otherwise to any other purpose and shall
 11 revert to the General Fund 6,718,981
 12

13 CORRECTIONS – SOUTH

14 Q00S02.01 Jessup Correctional Institution
 15 General Fund Appropriation 68,731,082
 16 Special Fund Appropriation 545,154 69,276,236
 17

18 Funds are appropriated in other agency
 19 budgets to pay for services provided by
 20 this program. Authorization is hereby
 21 granted to use these receipts as special
 22 funds for operating expenses in this
 23 program.

24 Q00S02.02 Maryland Correctional Institution –
 25 Jessup
 26 General Fund Appropriation 40,159,582
 27 Special Fund Appropriation 348,202 40,507,784
 28

29 Funds are appropriated in other agency
 30 budgets to pay for services provided by
 31 this program. Authorization is hereby
 32 granted to use these receipts as special
 33 funds for operating expenses in this
 34 program.

35 Q00S02.03 Maryland Correctional Institution for
 36 Women
 37 General Fund Appropriation 38,362,568
 38 Special Fund Appropriation 364,959 38,727,527
 39

1 Funds are appropriated in other agency
 2 budgets to pay for services provided by
 3 this program. Authorization is hereby
 4 granted to use these receipts as special
 5 funds for operating expenses in this
 6 program.

7 Q00S02.04 Brockbridge Correctional Facility

8	General Fund Appropriation	22,973,038	
9	Special Fund Appropriation	43,691	23,016,729

11 Funds are appropriated in other agency
 12 budgets to pay for services provided by
 13 this program. Authorization is hereby
 14 granted to use these receipts as special
 15 funds for operating expenses in this
 16 program.

17 Q00S02.06 Southern Maryland Pre-Release Unit

18	General Fund Appropriation	5,776,513	
19	Special Fund Appropriation	199,702	5,976,215

21 Funds are appropriated in other agency
 22 budgets to pay for services provided by
 23 this program. Authorization is hereby
 24 granted to use these receipts as special
 25 funds for operating expenses in this
 26 program.

27 Q00S02.07 Eastern Pre-Release Unit

28	General Fund Appropriation	5,186,246	
29	Special Fund Appropriation	156,579	5,342,825

31 Funds are appropriated in other agency
 32 budgets to pay for services provided by
 33 this program. Authorization is hereby
 34 granted to use these receipts as special
 35 funds for operating expenses in this
 36 program.

37 Q00S02.08 Eastern Correctional Institution

38	General Fund Appropriation	102,006,925	
39	Special Fund Appropriation	907,465	
40	Federal Fund Appropriation	1,250,000	104,164,390

1
2
3
4
5
6
7

8
9
10
11

12
13
14
15
16
17

18

19
20
21
22

23
24

25

26
27
28
29

30

31
32
33

34

Funds are appropriated in other agency budgets to pay for services provided by this program. Authorization is hereby granted to use these receipts as special funds for operating expenses in this program.

Q00S02.09 Dorsey Run Correctional Facility		
General Fund Appropriation	19,763,308	
Special Fund Appropriation	128,967	19,892,275

Funds are appropriated in other agency budgets to pay for services provided by this program. Authorization is hereby granted to use these receipts as special funds for operating expenses in this program.

SUMMARY

Total General Fund Appropriation		302,959,262
Total Special Fund Appropriation		2,694,719
Total Federal Fund Appropriation		1,250,000
Total Appropriation		306,903,981

COMMUNITY SUPERVISION – SOUTH

Q00S03.01 Community Supervision		
General Fund Appropriation	24,904,009	
Special Fund Appropriation	2,259,331	27,163,340

GENERAL ADMINISTRATION – CENTRAL

Q00T01.01 General Administration		
General Fund Appropriation		4,345,652

CORRECTIONS – CENTRAL

1	Q00T02.01 Metropolitan Transition Center		
2	General Fund Appropriation	41,691,430	
3	Special Fund Appropriation	453,164	42,144,594
4		<hr/>	
5	Funds are appropriated in other agency		
6	budgets to pay for services provided by		
7	this program. Authorization is hereby		
8	granted to use these receipts as special		
9	funds for operating expenses in this		
10	program.		
11	Q00T02.02 Maryland Reception, Diagnostic, and		
12	Classification Center		
13	General Fund Appropriation	39,609,818	
14	Special Fund Appropriation	100,000	39,709,818
15		<hr/>	
16	Funds are appropriated in other agency		
17	budgets to pay for services provided by		
18	this program. Authorization is hereby		
19	granted to use these receipts as special		
20	funds for operating expenses in this		
21	program.		
22	Q00T02.03 Baltimore Pre-Release Unit		
23	General Fund Appropriation	5,039,676	
24	Special Fund Appropriation	299,841	5,339,517
25		<hr/>	
26	Q00T02.04 Baltimore City Correctional Center		
27	General Fund Appropriation	14,214,249	
28	Special Fund Appropriation	70,000	14,284,249
29		<hr/>	
30	Funds are appropriated in other agency		
31	budgets to pay for services provided by		
32	this program. Authorization is hereby		
33	granted to use these receipts as special		
34	funds for operating expenses in this		
35	program.		
36	Q00T02.05 Central Maryland Correctional Facility		
37	General Fund Appropriation	14,396,399	
38	Special Fund Appropriation	196,968	14,593,367
39		<hr/>	

1 Funds are appropriated in other agency
2 budgets to pay for services provided by
3 this program. Authorization is hereby
4 granted to use these receipts as special
5 funds for operating expenses in this
6 program.

7 SUMMARY

8	Total General Fund Appropriation	114,951,572
9	Total Special Fund Appropriation	1,119,973
10		<hr/>
11	Total Appropriation	116,071,545
12		<hr/> <hr/>

13 COMMUNITY SUPERVISION – CENTRAL

14 Q00T03.01 Community Supervision

15 General Fund Appropriation, provided that
16 \$200,000 of this appropriation made for
17 the purpose of community supervision
18 may not be expended until the
19 Department of Public Safety and
20 Correctional Services Operations submits
21 a report to the budget committees on the
22 results from a time study to determine an
23 appropriate general caseload standard for
24 parole and probation agents. The
25 submitted report shall also include a
26 proposed staffing plan for the community
27 supervision function in response to the
28 time study findings, including
29 identification of the need for additional
30 positions. The report shall be submitted by
31 May 15, 2015, and the budget committees
32 shall have 45 days to review and
33 comment. Funds restricted pending the
34 receipt of a report may not be transferred
35 by budget amendment or otherwise to any
36 other purpose and shall revert to the
37 General Fund if the report is not
38 submitted to the budget committees

37,338,341

39 Special Fund Appropriation

1,508,536

38,846,877

41 Q00T03.02 Pretrial Release Services

1	General Fund Appropriation		6,158,601
2	SUMMARY		
3	Total General Fund Appropriation		43,496,942
4	Total Special Fund Appropriation		1,508,536
5			
6	Total Appropriation		45,005,478
7			
8	DETENTION – CENTRAL		
9	Q00T04.01 Chesapeake Detention Facility		
10	Special Fund Appropriation	70,000	
11	Federal Fund Appropriation	23,202,115	23,272,115
12			
13	Q00T04.03 Baltimore City Detention Center		
14	General Fund Appropriation	85,367,560	
15	Special Fund Appropriation	798,537	
16	Federal Fund Appropriation	382,015	86,548,112
17			
18	Q00T04.04 Central Booking and Intake Facility		
19	General Fund Appropriation	63,505,376	
20	Special Fund Appropriation	192,925	63,698,301
21			
22	SUMMARY		
23	Total General Fund Appropriation		148,872,936
24	Total Special Fund Appropriation		1,061,462
25	Total Federal Fund Appropriation		23,584,130
26			
27	Total Appropriation		173,518,528
28			

1 STATE DEPARTMENT OF EDUCATION

2 HEADQUARTERS

3 R00A01.01 Office of the State Superintendent

4 Provided that it is the intent of the General
5 Assembly that no individual loaned
6 educator be engaged by the Maryland
7 State Department of Education (MSDE)
8 for more than 6 years. For loaned
9 educators engaged in fiscal 2010, the time
10 already served at MSDE may not be
11 counted toward the 6-year limit.

12 Further provided that it is the intent of the
13 General Assembly that all loaned
14 educators submit annual financial
15 disclosure statements, as is required by
16 State employees in similar positions.

17 Further provided that MSDE shall provide an
18 annual census report on the number of
19 loaned educator contracts and any
20 conversion of these personnel to regular
21 positions to the General Assembly by
22 December 16, 2014, and every year
23 thereafter. The annual report shall
24 include job function, title, salary, fund
25 source(s) for the contract, the first year of
26 the contract and the number of years that
27 the loaned educator has been employed by
28 the State, and whether the educator files a
29 financial disclosure statement. MSDE
30 shall also provide a report to the budget
31 committees prior to entering into any new
32 loaned educator contract to provide
33 temporary assistance to the State. The
34 budget committees shall have 45 days to
35 review and comment from the date of
36 receipt of any report on new contracts.

37 General Fund Appropriation, provided that
38 \$1,000,000 of this appropriation made for
39 the purpose of general administration may
40 not be expended until the Maryland State
41 Department of Education (MSDE)

1 provides a report by November 1, 2014, on
2 the implementation of the Partnership for
3 Assessment of Readiness for College and
4 Careers (PARCC) field tests and
5 technology readiness of local education
6 agencies (LEAs) to give PARCC online as
7 well as one-to-one access to digital
8 educational resources, including the option
9 to create "bring your own device"
10 programs. The report shall include the
11 number of students who took the test in
12 each LEA, the number of students who
13 took the test online and on paper, and
14 summary statistics on students' scores on
15 the test. The report shall also include any
16 reports of problems or difficulties
17 encountered by giving the field test this
18 year and what the Maryland State
19 Department of Education has learned
20 from the field tests going forward in the
21 next fiscal year during the full
22 implementation of the test. The report
23 should outline how each LEA will be able
24 to implement the PARCC assessments
25 fully online by the goal of the 2016-2017
26 school year. The report should include
27 MSDE's criteria for evaluation for
28 readiness and identify any gaps that may
29 remain in terms of technology
30 infrastructure in each LEA. Finally, the
31 report should show a cost breakdown of
32 resources needed by each LEA to meet full
33 online implementation.

34 Further provided that \$50,000 of this
35 appropriation made for the purpose of
36 incentive payments for the State
37 Superintendent based on the attainment
38 of specified performance goals may be
39 expended only for that purpose. Funds not
40 expended for this restricted purpose may
41 not be transferred by budget amendment
42 or otherwise to any other purpose and
43 shall revert to the General Fund.

44 Further provided that \$50,000 of this
45 appropriation made for the purpose of

1	<u>incentive payments for the State</u>		
2	<u>Superintendent may not be expended</u>		
3	<u>until the Maryland State Department of</u>		
4	<u>Education submits a report to the budget</u>		
5	<u>committees identifying baseline data for</u>		
6	<u>each performance goal. The report shall be</u>		
7	<u>submitted by August 1, 2014, and the</u>		
8	<u>budget committees shall have 45 days to</u>		
9	<u>review and comment. Funds restricted</u>		
10	<u>pending the receipt of a report may not be</u>		
11	<u>transferred by budget amendment or</u>		
12	<u>otherwise to any other purpose and shall</u>		
13	<u>revert to the General Fund if the report is</u>		
14	<u>not submitted to the budget committees ...</u>	6,403,094	
15	Special Fund Appropriation	745,881	
16	Federal Fund Appropriation	11,324,462	18,473,437
17		<hr/>	
18	R00A01.02 Division of Business Services		
19	General Fund Appropriation	2,007,500	
20	Special Fund Appropriation	42,935	
21	Federal Fund Appropriation	5,256,854	7,307,289
22		<hr/>	
23	R00A01.03 Division of Academic Reform and		
24	Innovation		
25	General Fund Appropriation	773,662	
26	Federal Fund Appropriation	69,529	843,191
27		<hr/>	
28	R00A01.04 Division of Accountability, Assessment		
29	and Data Systems		
30	General Fund Appropriation, <i>provided that</i>		
31	<i><u>\$10,000,000 is restricted until the</u></i>		
32	<i><u>Maryland State Department of Education</u></i>		
33	<i><u>(MSDE) submits a report that provides</u></i>		
34	<i><u>specific, verifiable information on the</u></i>		
35	<i><u>estimated total cost to administer the</u></i>		
36	<i><u>Partnership for Assessment of Readiness</u></i>		
37	<i><u>for College and Careers (PARCC) tests in</u></i>		
38	<i><u>fiscal 2015 to all students in grades 3</u></i>		
39	<i><u>through 8 and in high school, including</u></i>		
40	<i><u>the costs to score the tests and report the</u></i>		
41	<i><u>results. The report shall include any</u></i>		
42	<i><u>assumptions that affect the total cost, such</u></i>		
43	<i><u>as the proportion of students taking the</u></i>		
44	<i><u>test online. The report shall also include</u></i>		

1 an estimate of the total PARCC costs in
 2 each fiscal year through fiscal 2018.

3 Further provided that MSDE shall provide a
 4 copy of any and all written agreements or
 5 contracts between the State of Maryland
 6 and PARCC Inc. pertaining to the State's
 7 participation in the PARCC tests to the
 8 Department of Legislative Services.

9 The report shall be submitted by July 1, 2014,
 10 and the budget committees shall have 45
 11 days to review and comment on the report.
 12 Funds restricted pending the receipt of a
 13 report may not be transferred by budget
 14 amendment or otherwise to any other
 15 purpose and shall revert to the General
 16 Fund if the report is not submitted to the
 17 budget committees

17	Special Fund Appropriation	29,006,783	
18	Federal Fund Appropriation	299,826	
19		8,101,888	37,408,497
20		<hr/>	

21	R00A01.05 Office of Information Technology		
22	General Fund Appropriation	3,689,858	
23	Special Fund Appropriation	45,297	
24	Federal Fund Appropriation	2,355,359	6,090,514
25		<hr/>	

26	R00A01.06 Major Information Technology		
27	Development Projects		
28	Federal Fund Appropriation		1,325,000

29	R00A01.07 Office of School and Community		
30	Nutrition Programs		
31	General Fund Appropriation	265,100	
32	Federal Fund Appropriation	6,194,107	6,459,207
33		<hr/>	

34	R00A01.10 Division of Early Childhood		
35	Development		
36	General Fund Appropriation	13,403,903	
37	Federal Fund Appropriation	40,702,952	54,106,855
38		<hr/>	

39	R00A01.11 Division of Instruction		
40	General Fund Appropriation	1,769,627	

1	Special Fund Appropriation	1,906,781	
2	Federal Fund Appropriation	2,320,277	5,996,685
3		<hr/>	
4	Funds are appropriated in other agency		
5	budgets to pay for services provided by		
6	this program. Authorization is hereby		
7	granted to use these receipts as special		
8	funds for operating expenses in this		
9	program.		
10	R00A01.12 Division of Student, Family and School		
11	Support		
12	General Fund Appropriation	1,889,011	
13	Special Fund Appropriation	25,877	
14	Federal Fund Appropriation	4,466,663	6,381,551
15		<hr/>	
16	R00A01.13 Division of Special Education/Early		
17	Intervention Services		
18	General Fund Appropriation	624,033	
19	Special Fund Appropriation	788,660	
20	Federal Fund Appropriation	14,892,026	16,304,719
21		<hr/>	
22	R00A01.14 Division of Career and College		
23	Readiness		
24	General Fund Appropriation	1,175,190	
25	Federal Fund Appropriation	2,020,079	3,195,269
26		<hr/>	
27	Funds are appropriated in other agency		
28	budgets to pay for services provided by		
29	this program. Authorization is hereby		
30	granted to use these receipts as special		
31	funds for operating expenses in this		
32	program.		
33	R00A01.15 Juvenile Services Education Program		
34	General Fund Appropriation	13,146,122	
35	Federal Fund Appropriation	947,696	14,093,818
36		<hr/>	
37	Funds are appropriated in other agency		
38	budgets to pay for services provided by		
39	this program. Authorization is hereby		
40	granted to use these receipts as special		

1	funds for operating expenses in this		
2	program.		
3	R00A01.17 Division of Library Development and		
4	Services		
5	General Fund Appropriation	551,351	
6	Federal Fund Appropriation	1,876,042	2,427,393
7		<hr/>	
8	R00A01.18 Division of Certification and		
9	Accreditation		
10	General Fund Appropriation	2,503,260	
11	Special Fund Appropriation	213,264	
12	Federal Fund Appropriation	183,755	2,900,279
13		<hr/>	
14	R00A01.20 Division of Rehabilitation Services –		
15	Headquarters		
16	General Fund Appropriation	1,586,809	
17	Special Fund Appropriation	90,580	
18	Federal Fund Appropriation	8,758,598	10,435,987
19		<hr/>	
20	R00A01.21 Division of Rehabilitation Services –		
21	Client Services		
22	General Fund Appropriation	10,037,065	
23	Federal Fund Appropriation	28,826,187	38,863,252
24		<hr/>	
25	R00A01.22 Division of Rehabilitation Services –		
26	Workforce and Technology Center		
27	General Fund Appropriation	1,610,513	
28	Federal Fund Appropriation	7,780,450	9,390,963
29		<hr/>	
30	R00A01.23 Division of Rehabilitation Services –		
31	Disability Determination Services		
32	Federal Fund Appropriation		36,823,672
33	R00A01.24 Division of Rehabilitation Services –		
34	Blindness and Vision Services		
35	General Fund Appropriation	960,684	
36	Special Fund Appropriation	3,247,332	
37	Federal Fund Appropriation	3,982,090	8,190,106
38		<hr/>	

39 SUMMARY

1	Total General Fund Appropriation		91,403,565
2	Total Special Fund Appropriation		7,406,433
3	Total Federal Fund Appropriation		188,207,686
4			<hr/>
5	Total Appropriation		287,017,684
6			<hr/> <hr/>

AID TO EDUCATION

8 Provided that the Maryland State
 9 Department of Education shall notify the
 10 budget committees of any intent to
 11 transfer the funds from program R00A02
 12 Aid to Education to any other budgetary
 13 unit. The budget committees shall have 45
 14 days to review and comment on the
 15 planned transfer prior to its effect.

16	R00A02.01 State Share of Foundation Program		
17	General Fund Appropriation	2,671,644,382	
18	Special Fund Appropriation	416,964,682	3,088,609,064
19		<hr/>	
20	R00A02.02 Compensatory Education		
21	General Fund Appropriation		1,251,665,659
22	R00A02.03 Aid for Local Employee Fringe Benefits		
23	General Fund Appropriation		884,220,378
24	R00A02.04 Children at Risk		
25	General Fund Appropriation	10,146,460	
26	Special Fund Appropriation	4,400,000	
27	Federal Fund Appropriation	17,364,453	31,910,913
28		<hr/>	
29	R00A02.05 Formula Programs for Specific		
30	Populations		
31	General Fund Appropriation		3,881,000
32	R00A02.06 Maryland Prekindergarten Expansion		
33	Program Financing Fund		
34	General Fund Appropriation, <u>provided that</u>		
35	<u>\$4,300,000 of this appropriation made for</u>		
36	<u>the purpose of creating a competitive</u>		
37	<u>grant program to expand prekindergarten</u>		

1	<u>is contingent upon the enactment of SB</u>	
2	<u>332 or HB 297 – Prekindergarten</u>	
3	<u>Expansion Act of 2014</u>	4,300,000
4	R00A02.07 Students With Disabilities	
5	General Fund Appropriation, <u>provided that it</u>	
6	<u>is the intent of the General Assembly that</u>	
7	<u>fiscal 2015 rate increases for providers of</u>	
8	<u>nonpublic special education placements</u>	
9	<u>begin July 1, 2014</u>	405,316,891
10	To provide funds as follows:	
11	Formula	271,965,811
12	Non–Public Placement	
13	Program	110,917,896
14	Infants and Toddlers Program ..	10,389,104
15	Autism Waiver	12,044,080
16	Provided that funds appropriated for	
17	non–public placements may be used to	
18	develop a broad range of services to assist	
19	in returning children with special needs	
20	from out–of–state placements to	
21	Maryland; to prevent out–of–state	
22	placements of children with special needs;	
23	to prevent unnecessary separate day	
24	school, residential or institutional	
25	placements within Maryland; and to work	
26	with local jurisdictions in these regards.	
27	Policy decisions regarding the	
28	expenditures of such funds shall be made	
29	jointly by the Executive Director of the	
30	Governor’s Office for Children and the	
31	Secretaries of Health and Mental Hygiene,	
32	Human Resources, Juvenile Services,	
33	Budget and Management, and the State	
34	Superintendent of Education.	
35	R00A02.08 Assistance to State for Educating	
36	Students With Disabilities	
37	Federal Fund Appropriation	201,898,733
38	R00A02.09 Gifted and Talented	
39	Federal Fund Appropriation	916,850
40	R00A02.12 Educationally Deprived Children	
41	Federal Fund Appropriation	207,414,579

R00A02.13 Innovative Programs

General Fund Appropriation, ~~provided that~~
~~\$1,712,305 of this appropriation for the~~
~~Early College Innovation Fund may not be~~
~~expended for that purpose but instead~~
~~may be used only to provide grants to~~
~~restore 50% of a reduction in total direct~~
~~education aid to local school systems for~~
~~which total direct education aid in fiscal~~
~~2015 is less than the amount received in~~
~~fiscal 2014, contingent on enactment of~~
~~SB 534 or HB 814 establishing the grants.~~
~~Any funds not transferred and used for~~
~~this purpose revert to the General Fund.~~

~~Further~~, provided that \$3,500,000 of this
 appropriation made for the purpose of the
 Digital Learning Innovation Fund shall be
 distributed to local education agencies in
 need of funds to *accelerate their transition*
to digital learning and upgrade their
 information technology infrastructure to
 implement the Partnership for
 Assessment of Readiness for College and
 Careers tests online. The allocation of
 funds will be made by the Maryland State
 Department of Education. 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

	13,492,000	
	13,204,305	
	<u>13,492,000</u>	
Federal Fund Appropriation	186,028	13,678,028
		13,390,333
		<u>13,678,028</u>

Funds are appropriated in other agency
 budgets to pay for services provided by
 this program. Authorization is hereby
 granted to use these receipts as special
 funds for operating expenses in this
 program.

R00A02.15 Language Assistance

45

46

47

1	Federal Fund Appropriation		9,820,000
2	R00A02.18 Career and Technology Education		
3	Federal Fund Appropriation		12,800,461
4	R00A02.24 Limited English Proficient		
5	General Fund Appropriation		197,665,470
6	R00A02.25 Guaranteed Tax Base		
7	General Fund Appropriation		59,390,154
8	R00A02.27 Food Services Program		
9	General Fund Appropriation	11,236,664	
10	Special Fund Appropriation	25,000	
11	Federal Fund Appropriation	308,611,100	319,872,764
12			
13	R00A02.31 Public Libraries		
14	General Fund Appropriation	34,446,212	
15	Federal Fund Appropriation	600,000	35,046,212
16			
17	R00A02.32 State Library Network		
18	General Fund Appropriation		16,323,271
19	R00A02.39 Transportation		
20	General Fund Appropriation		258,383,692
21	R00A02.52 Science and Mathematics Education		
22	Initiative		
23	General Fund Appropriation	2,621,230	
24	Federal Fund Appropriation	1,455,000	4,076,230
25			
26	R00A02.55 Teacher Development		
27	General Fund Appropriation	13,000,000	
28	Special Fund Appropriation	300,000	
29	Federal Fund Appropriation	33,500,000	46,800,000
30			
31	R00A02.57 Transitional Education Funding		
32	Program		
33	General Fund Appropriation	10,575,000	
34	Special Fund Appropriation	165,000	10,740,000
35			
36	R00A02.58 Head Start		

1	General Fund Appropriation		1,800,000
2	R00A02.59 Child Care Subsidy Program		
3	General Fund Appropriation, provided that		
4	\$300,000 of this appropriation may be		
5	used only to expand the Therapeutic		
6	Nursery Program at the Reginald S.		
7	Lourie Center for Infants and Young		
8	Children in Montgomery County	37,847,835	
9		36,847,835	
10		<u>37,847,835</u>	
11	Federal Fund Appropriation	45,106,764	82,954,599
12			<u>81,954,599</u>
13			<u>82,954,599</u>

48

49

15 SUMMARY

16	Total General Fund Appropriation		5,887,956,298
17	Total Special Fund Appropriation		421,854,682
18	Total Federal Fund Appropriation		839,673,968
19			<hr/>
20	Total Appropriation		7,149,484,948
21			<hr/> <hr/>

22 FUNDING FOR EDUCATIONAL ORGANIZATIONS

23	R00A03.01 Maryland School for the Blind		
24	<u>It is the intent of the General Assembly that</u>		
25	<u>the Governor include \$1,000,000 in a</u>		
26	<u>supplemental budget for the Maryland</u>		
27	<u>School for the Blind.</u>		
28	General Fund Appropriation		19,365,845
29	R00A03.02 Blind Industries and Services of		
30	Maryland		
31	General Fund Appropriation		531,115
32	R00A03.03 Other Institutions		
33	General Fund Appropriation		6,181,446
34	Alice Ferguson Foundation	79,378	
35	Alliance of Southern Prince		
36	George's Communities, Inc.	31,752	
37	American Visionary Art		
38	Museum	15,040	

1	Arts Excel – Baltimore	
2	Symphony Orchestra	63,503
3	B&O Railroad Museum	60,161
4	Baltimore Museum of Industry	80,214
5	Best Buddies International	
6	(MD Program)	158,756
7	Calvert Marine Museum	50,000
8	Chesapeake Bay Foundation	416,945
9	Chesapeake Bay Maritime	
10	Museum	20,053
11	Citizenship Law–Related	
12	Education	29,244
13	College Bound	35,930
14	The Dyslexia Tutoring	
15	Program, Inc.	35,930
16	Echo Hill Outdoor School	53,476
17	Imagination Stage	238,136
18	Jewish Museum of Maryland	12,533
19	Junior Achievement of Central	
20	Maryland	40,106
21	Living Classrooms Foundation	304,145
22	Maryland Academy of Sciences	873,169
23	Maryland Historical Society	119,484
24	Maryland Humanities Council	41,777
25	Maryland Leadership	
26	Workshops	43,450
27	Maryland Mathematics,	
28	Engineering and Science	
29	Achievement	76,035
30	Maryland Zoo in Baltimore –	
31	Education Component	812,171
32	National Aquarium in	
33	Baltimore	474,601
34	National Great Blacks in Wax	
35	Museum	40,106
36	National Museum of Ceramic	
37	Art and Glass	20,053
38	Northbay Adventure	927,558
39	Olney Theatre	139,539
40	Outward Bound	127,006
41	Port Discovery	111,130
42	Salisbury Zoological Park	17,546
43	Sotterley Foundation	12,533
44	South Baltimore Learning	
45	Center	40,106
46	State Mentoring Resource	

1	Center	76,036
2	Sultana Projects	20,053
3	Super Kids Camp	391,043
4	The Village Learning Place,	
5	Inc.	43,450
6	Walters Art Museum	15,875
7	Ward Museum	33,423

8 R00A03.04 Aid to Non–Public Schools

9 Special Fund Appropriation, provided that
 10 this appropriation shall be for the
 11 purchase of textbooks or computer
 12 hardware and software and other
 13 electronically delivered learning materials
 14 as permitted under Title IID, Section
 15 2416(b)(4), (6), and (7) of the No Child Left
 16 Behind Act for loan to students in eligible
 17 non–public schools with a maximum
 18 distribution of \$65 per eligible non–public
 19 school student for participating schools,
 20 except that at schools where at least 20%
 21 of the students are eligible for the free or
 22 reduced price lunch program there shall
 23 be a distribution of \$95 per student. To be
 24 eligible to participate, a non–public school
 25 shall:

26 (1) Hold a certificate of approval from
 27 or be registered with the State
 28 Board of Education;

29 (2) Not charge more tuition to a
 30 participating student than the
 31 statewide average per pupil
 32 expenditure by the local education
 33 agencies, as calculated by the
 34 department, with appropriate
 35 exceptions for special education
 36 students as determined by the
 37 department; and

38 (3) Comply with Title VI of the Civil
 39 Rights Act of 1964, as amended.

40 The department shall establish a process to
 41 ensure that the local education agencies
 42 are effectively and promptly working with

1 the non-public schools to assure that the
2 non-public schools have appropriate
3 access to federal funds for which they are
4 eligible.

5 Further provided that the Maryland State
6 Department of Education shall:

7 (1) Assure that the process for
8 textbook, computer hardware, and
9 computer software acquisition uses
10 a list of qualified textbook,
11 computer hardware, and computer
12 software vendors and of qualified
13 textbooks, computer hardware, and
14 computer software; uses textbooks,
15 computer hardware, and computer
16 software that are secular in
17 character and acceptable for use in
18 any public elementary or
19 secondary school in Maryland; and

20 (2) Receive requisitions for textbooks,
21 computer hardware, and computer
22 software to be purchased from the
23 eligible and participating schools,
24 and forward the approved
25 requisitions and payments to the
26 qualified textbook, computer
27 hardware, or computer software
28 vendor who will send the
29 textbooks, computer hardware, or
30 computer software directly to the
31 eligible school which will:

32 (i) Report shipment receipt to
33 the department;

34 (ii) Provide assurance that the
35 savings on the cost of the
36 textbooks, computer
37 hardware, or computer
38 software will be dedicated to
39 reducing the cost of
40 textbooks, computer
41 hardware, or computer
42 software for students; and

1 (iii) Since the textbooks,
 2 computer hardware, or
 3 computer software shall
 4 remain property of the
 5 State, maintain appropriate
 6 shipment receipt records for
 7 audit purposes 6,040,000

8 SUMMARY

9 Total General Fund Appropriation 26,078,406
 10 Total Special Fund Appropriation 6,040,000
 11

12 Total Appropriation 32,118,406
 13

14 CHILDREN’S CABINET INTERAGENCY FUND

15 R00A04.01 Children’s Cabinet Interagency Fund
 16 General Fund Appropriation 21,839,072
 17

18 It is the intent of the General Assembly that
 19 \$1,823,709 of the allocations to the Local
 20 Management Boards for early intervention
 21 and prevention activities be used to fund
 22 these activities through Youth Services
 23 Bureaus (YSBs) and that this allocation
 24 for YSBs be distributed among all certified
 25 YSBs.

26 Funds are appropriated in other agency
 27 budgets to pay for services provided by
 28 this program. Authorization is hereby
 29 granted to use these receipts as special
 30 funds for operating expenses in this
 31 program.

32 MARYLAND LONGITUDINAL DATA SYSTEM CENTER

33 R00A05.01 Maryland Longitudinal Data System
 34 Center
 35 General Fund Appropriation 2,174,210
 36 Federal Fund Appropriation 163,000 2,337,210
 37

1 MORGAN STATE UNIVERSITY

2	R13M00.00 Morgan State University		
3	Current Unrestricted Appropriation	176,661,133	
4	Current Restricted Appropriation	46,571,246	223,232,379
5		<hr/>	<hr/> <hr/>

6 ST. MARY'S COLLEGE OF MARYLAND

7	R14D00.00 St. Mary's College of Maryland		
8	Current Unrestricted Appropriation	68,933,624	
9	Current Restricted Appropriation	4,200,000	73,133,624
10		<hr/>	<hr/> <hr/>

11 MARYLAND PUBLIC BROADCASTING COMMISSION

12 ~~Provided that five positions shall be abolished~~
 13 ~~by June 30, 2015.~~

51

14	R15P00.01 Executive Direction and Control		
15	Special Fund Appropriation		816,313
16	R15P00.02 Administration and Support Services		
17	General Fund Appropriation	8,138,758	
18	Special Fund Appropriation	1,257,232	9,395,990
19		<hr/>	
20	R15P00.03 Broadcasting		
21	Special Fund Appropriation	10,241,593	
22	Federal Fund Appropriation	482,673	10,724,266
23		<hr/>	

24 Funds are appropriated in other agency
 25 budgets to pay for services provided by
 26 this program. Authorization is hereby
 27 granted to use these receipts as special
 28 funds for operating expenses in this
 29 program.

30	R15P00.04 Content Enterprises		
31	Special Fund Appropriation	5,324,439	
32	Federal Fund Appropriation	492,845	5,817,284
33		<hr/>	

34 SUMMARY

1	Total General Fund Appropriation		8,138,758
2	Total Special Fund Appropriation		17,639,577
3	Total Federal Fund Appropriation		975,518

4			<hr/>
5	Total Appropriation		26,753,853
6			<hr/> <hr/>

7 UNIVERSITY SYSTEM OF MARYLAND

8 UNIVERSITY OF MARYLAND, BALTIMORE

9	R30B21.00 University of Maryland, Baltimore		
10	Current Unrestricted Appropriation	595,759,558	
11	Current Restricted Appropriation	497,306,427	1,093,065,985
12		<hr/>	<hr/> <hr/>

13 UNIVERSITY OF MARYLAND, COLLEGE PARK

14	R30B22.00 University of Maryland, College Park		
15	Current Unrestricted Appropriation	1,439,695,894	
16	Current Restricted Appropriation	444,662,199	1,884,358,093
17		<hr/>	<hr/> <hr/>

18 BOWIE STATE UNIVERSITY

19	R30B23.00 Bowie State University		
20	Current Unrestricted Appropriation	93,833,375	
21	Current Restricted Appropriation	20,500,000	114,333,375
22		<hr/>	<hr/> <hr/>

23 TOWSON UNIVERSITY

24	R30B24.00 Towson University		
25	Current Unrestricted Appropriation	406,273,794	
26	Current Restricted Appropriation	50,172,050	456,445,844
27		<hr/>	<hr/> <hr/>

28 UNIVERSITY OF MARYLAND EASTERN SHORE

29	R30B25.00 University of Maryland Eastern Shore		
30	Current Unrestricted Appropriation	106,031,344	
31	Current Restricted Appropriation	33,547,707	139,579,051
32		<hr/>	<hr/> <hr/>

33 FROSTBURG STATE UNIVERSITY

UNIVERSITY OF MARYLAND UNIVERSITY COLLEGE

R30B30.00 University of Maryland University			
College			
Current Unrestricted Appropriation	408,354,198		
Current Restricted Appropriation	35,274,732	443,628,930	
	<hr/>	<hr/> <hr/>	

UNIVERSITY OF MARYLAND BALTIMORE COUNTY

R30B31.00 University of Maryland Baltimore			
County			
Current Unrestricted Appropriation	321,497,402		
Current Restricted Appropriation	85,862,387	407,359,789	
	<hr/>	<hr/> <hr/>	

UNIVERSITY OF MARYLAND CENTER FOR ENVIRONMENTAL SCIENCE

R30B34.00 University of Maryland Center for			
Environmental Science			
Current Unrestricted Appropriation	28,890,687		
Current Restricted Appropriation	18,115,369	47,006,056	
	<hr/>	<hr/> <hr/>	

UNIVERSITY SYSTEM OF MARYLAND OFFICE

R30B36.00 University System of Maryland Office			
Current Unrestricted Appropriation	28,754,858		
Current Restricted Appropriation	3,595,335	32,350,193	
	<hr/>	<hr/> <hr/>	

MARYLAND HIGHER EDUCATION COMMISSION

R62I00.01 General Administration
General Fund Appropriation, provided that
\$100,000 of the General Fund
appropriation for the Maryland Higher
Education Commission's (MHEC)
administration shall be restricted pending
a report on recommendations to improve
MHEC's need-based student financial aid
programs. The budget committees shall
have 45 days to review and comment on
the report. Funds restricted pending
receipt of a report may not be transferred
by budget amendment or otherwise to any

1 other purpose and shall revert to the
2 General Fund if the report is not
3 submitted to the budget committees.

4 Further provided that since the Maryland
5 Higher Education Commission (MHEC)
6 has had four or more repeat findings in
7 the most recent fiscal compliance audit
8 issued by the Office of Legislative Audits
9 (OLA), \$100,000 of this agency's
10 administrative appropriation may not be
11 expended unless:

12 (1) MHEC has taken corrective action
13 with respect to all repeat audit
14 findings on or before November 1,
15 2014; and

16 (2) a report is submitted to the budget
17 committees by OLA listing each
18 repeat audit finding along with a
19 determination that each repeat
20 finding was corrected. The budget
21 committees shall have 45 days to
22 review and comment to allow for
23 funds to be released prior to the
24 end of fiscal 2015

24	5,434,392	
25	Special Fund Appropriation	727,389	
26	Federal Fund Appropriation	473,938	6,635,719
27		<hr/>	

28 Funds are appropriated in other agency
29 budgets to pay for services provided by
30 this program. Authorization is hereby
31 granted to use these receipts as special
32 funds for operating expenses in this
33 program.

34 R62I00.02 College Prep/Intervention Program
35 General Fund Appropriation 750,000

36 R62I00.03 Joseph A. Sellinger Formula for Aid to
37 Non-Public Institutions of Higher Education
38 General Fund Appropriation, ~~provided that~~
39 ~~this appropriation shall be reduced by~~
40 ~~\$3,002,334 contingent upon the enactment~~
41 ~~of legislation level funding aid to~~

1	non public institutions of higher	
2	education	44,845,644
3		44,167,760
4		<u>44,185,656</u>

53

5	R62I00.05 The Senator John A. Cade Funding	
6	Formula for the Distribution of Funds to	
7	Community Colleges	
8	General Fund Appropriation, provided that	
9	this appropriation shall be reduced by	
10	\$4,595,627 contingent upon the enactment	
11	of legislation limiting growth in aid to	
12	community colleges to five percent	244,887,503
13		241,457,531
14		<u>241,548,289</u>

54

15	R62I00.06 Aid to Community Colleges – Fringe	
16	Benefits	
17	General Fund Appropriation	59,834,306

18 R62I00.07 Educational Grants

19 General Fund Appropriation, provided that

20 \$4,900,000 in general funds designated to

21 enhance the State’s four historically black

22 colleges and universities may not be

23 expended until the Maryland Higher

24 Education Commission submits a report to

25 the budget committees outlining how the

26 funds will be spent. The budget

27 committees shall have 45 days to review

28 and comment on the report. Funds

29 restricted pending receipt of a report may

30 not be transferred by budget amendment

31 or otherwise to any other purpose and

32 shall revert to the General Fund if the

33 report is not submitted to the budget

34 committees.

35 Further provided that \$1,500,000 for the St.

36 Mary’s College Stabilization Grant in the

37 Maryland Higher Education Commission

38 may only be transferred to St. Mary’s

39 College of Maryland (SMCM) and may not

40 be used for any other purpose. Funding

41 restricted to SMCM may be used only to

42 reduce fall 2014 tuition below the fall 2013

43 rate. It is the intent of the General

55

1	<u>Assembly that this funding be included</u>		
2	<u>within SMCM's grant when calculating</u>		
3	<u>fiscal 2016 State support unless SMCM's</u>		
4	<u>annual tuition increase is more than 3.0%</u>		
5	<u>beginning in fall 2015. Funds restricted</u>		
6	<u>may not be transferred by budget</u>		
7	<u>amendment and funding not used for this</u>		
8	<u>restricted purpose shall revert to the</u>		
9	<u>General Fund</u>	9,660,250	
10	Federal Fund Appropriation	3,100,000	12,760,250
11		<hr/>	
12	To provide Education Grants to various State, Local		
13	and Private Entities		
14	Complete College Maryland	250,000	
15	Improving Teacher Quality	1,500,000	
16	Office of Civil Rights Enhancement		
17	Fund	4,900,000	
18	Regional Higher Education		
19	Centers	2,550,000	
20	College Access Challenge Grant		
21	Program	1,600,000	
22	Washington Center for Internships		
23	and Academic Seminars	175,000	
24	University of Maryland, Baltimore		
25	– WellMobile	285,250	
26	St. Mary's College of Maryland		
27	Stabilization Grant.....	1,500,000	
28	R62I00.10 Educational Excellence Awards		
29	General Fund Appropriation		77,008,868
30	R62I00.12 Senatorial Scholarships		
31	General Fund Appropriation		6,486,000
32	R62I00.14 Edward T. Conroy Memorial		
33	Scholarship Program		
34	General Fund Appropriation		570,474
35	R62I00.15 Delegate Scholarships		
36	General Fund Appropriation		5,625,000
37	R62I00.16 Charles W. Riley Fire and Emergency		
38	Medical Services Tuition Reimbursement		
39	Program		
40	Special Fund Appropriation		358,000

1	Total General Fund Appropriation	461,834,158
2	Total Special Fund Appropriation	19,605,298
3	Total Federal Fund Appropriation	3,573,938

4		<hr/>
5	Total Appropriation	485,013,394
6		<hr/> <hr/>

7 HIGHER EDUCATION

8 R75T00.01 Support for State Operated Institutions
9 of Higher Education

10 The following amounts constitute the General
11 Fund appropriation for the State operated
12 institutions of higher education. The State
13 Comptroller is hereby authorized to
14 transfer these amounts to the accounts of
15 the programs indicated below in four
16 equal allotments; said allotments to be
17 made on July 1 and October 1 of 2014 and
18 January 1 and April 1 of 2015. Neither
19 this appropriation nor the amounts herein
20 enumerated constitute a lump sum
21 appropriation as contemplated by Sections
22 7-207 and 7-233 of the State Finance and
23 Procurement Article of the Code.

24	Program	Title	
25	R30B21	University of Maryland,	
26		Baltimore	208,182,884
27	R30B22	University of Maryland,	
28		College Park.....	464,609,689
29	R30B23	Bowie State University ...	40,762,892
30	R30B24	Towson University	103,471,230
31	R30B25	University of Maryland	
32		Eastern Shore	36,712,584
33	R30B26	Frostburg State	
34		University	37,622,518
35	R30B27	Coppin State	
36		University	42,617,287
37	R30B28	University of Baltimore ...	33,476,333
38	R30B29	Salisbury University	45,153,537
39	R30B30	University of Maryland	
40		University College	38,712,707
41	R30B31	University of Maryland	
42		Baltimore County	108,438,392

1 R30B34 University of Maryland
 2 Center for Environmental
 3 Science..... 21,586,306
 4 R30B36 University System of
 5 Maryland Office 22,103,855
 6
 7 Subtotal University System
 8 of Maryland..... 1,203,450,214

9 R95C00 Baltimore City
 10 Community College 41,831,621
 11 R14D00 St. Mary’s College
 12 of Maryland..... 18,803,218
 13 R13M00 Morgan State
 14 University 81,298,315
 15

16 General Fund Appropriation, provided that
 17 this appropriation made for the purpose of
 18 Morgan State University shall be reduced
 19 by ~~\$1,000,000~~ \$950,000. This reduction
 20 may not include general funds provided to
 21 hold tuition at the fall 2013 level. This
 22 reduction may not affect the amount of
 23 institutional aid awarded to students.

56

24 Further provided that this appropriation
 25 made for the purpose of the University
 26 System of Maryland institutions shall be
 27 reduced by ~~\$10,000,000~~ \$9,500,000. This
 28 reduction may not include general funds
 29 provided to hold tuition increases to 3% at
 30 all University System of Maryland
 31 institutions and 6% at Salisbury
 32 University. This reduction may not affect
 33 the amount of institutional financial aid
 34 awarded to students.

57

35 Further provided that because Coppin State
 36 University (CSU) has had four or more
 37 repeat findings in the most recent fiscal
 38 compliance audit issued by the Office of
 39 Legislative Audits (OLA), \$100,000 of this
 40 agency’s administrative appropriation
 41 may not be expended unless:

42 (1) CSU has taken corrective action
 43 with respect to all repeat audit

1 findings on or before November 1,
2 2014; and

3 (2) a report is submitted to the budget
4 committees by OLA listing each
5 repeat audit finding along with a
6 determination that each repeat
7 finding was corrected. The budget
8 committees shall have 45 days to
9 review and comment to allow for
10 funds to be released prior to the
11 end of fiscal 2015.

12 Further provided it is the intent of the
13 General Assembly that no funds be
14 expended by Baltimore City Community
15 College on the demolition of the Bard
16 Building in fiscal 2014 or 2015 1,345,383,368

17 The following amounts constitute an estimate
18 of Special Fund revenues derived from the
19 Higher Education Investment Fund and
20 the Maryland Emergency Medical System
21 Operations Fund. These revenues support
22 the Special Fund appropriation for the
23 State operated institutions of higher
24 education. The State Comptroller is
25 hereby authorized to transfer these
26 amounts to the accounts of the programs
27 indicated below in four allotments; said
28 allotments to be made on July 1 and
29 October 1 of 2014 and January 1 and April
30 1 of 2015. To the extent revenue
31 attainment is lower than estimated, the
32 Comptroller shall adjust the transfers at
33 year's end. Neither this appropriation nor
34 the amounts herein enumerated constitute
35 a lump sum appropriation as
36 contemplated by Sections 7-207 and
37 7-233 of the State Finance and
38 Procurement Article of the Code.

39	Program	Title	
40	R30B21	University of Maryland,	
41		Baltimore	8,789,984
42	R30B22	University of Maryland,	
43		College Park.....	27,661,468

1	R30B23 Bowie State University	1,721,193	
2	R30B24 Towson University	4,368,796	
3	R30B25 University of Maryland		
4	Eastern Shore	1,549,954	
5	R30B26 Frostburg State		
6	University	1,588,533	
7	R30B27 Coppin State		
8	University	1,799,212	
9	R30B28 University of Baltimore	1,413,153	
10	R30B29 Salisbury University	1,906,489	
11	R30B30 University of Maryland		
12	University College	1,635,104	
13	R30B31 University of Maryland		
14	Baltimore County	4,578,648	
15	R30B34 University of Maryland		
16	Center for Environmental		
17	Science.....	911,423	
18	R30B36 University System of		
19	Maryland Office	933,304	
20			
21	Subtotal University System		
22	of Maryland.....	58,857,261	
23	R14D00 St. Mary's College		
24	of Maryland.....	2,549,840	
25	R13M00 Morgan State		
26	University	4,308,000	
27			
28	Special Fund Appropriation, provided that		
29	\$8,044,322 of this appropriation shall be		
30	used by the University of Maryland,		
31	College Park (R30B22) for no other		
32	purpose than to support MFRI as provided		
33	in Section 13-955 of the Transportation		
34	Article	65,715,101	1,411,098,469
35			

BALTIMORE CITY COMMUNITY COLLEGE

Provided it is the intent of the General Assembly that no funds be expended by Baltimore City Community College on the demolition of the Bard Building in fiscal 2014 or 2015.

Further provided that Baltimore City Community College may use up to

59

60

1 \$200,000 to retain services for a complete
 2 building assessment of the Bard Building
 3 and for completion of a Part I and Part II
 4 project program for submission to the
 5 Department of Budget and Management's
 6 Office of Capital Planning for review and
 7 consideration.

8	R95C00.00 Baltimore City Community College		
9	Current Unrestricted Appropriation, provided		
10	that \$6,000,000 <u>\$5,500,000</u> of this		
11	<u>appropriation for the purpose of designing</u>		
12	<u>and implementing an enterprise resource</u>		
13	<u>planning project at Baltimore City</u>		
14	<u>Community College may be transferred</u>		
15	<u>only to program F50A01.01 Major</u>		
16	<u>Information Technology Development</u>		
17	<u>Project Fund to support the development</u>		
18	<u>of this system. Funding not transferred</u>		
19	<u>may not be expended or otherwise used for</u>		
20	<u>any other program or purpose and shall be</u>		
21	<u>canceled</u>	69,011,617	
22	Current Restricted Appropriation	22,568,640	91,580,257
23		<hr/>	<hr/>

24 MARYLAND SCHOOL FOR THE DEAF

25 FREDERICK CAMPUS

26	R99E01.00 Services and Institutional Operations		
27	General Fund Appropriation	20,850,269	
28	Special Fund Appropriation	208,816	
29	Federal Fund Appropriation	173,259	21,232,344
30		<hr/>	<hr/>

31 Funds are appropriated in other agency
 32 budgets to pay for services provided by
 33 this program. Authorization is hereby
 34 granted to use these receipts as special
 35 funds for operating expenses in this
 36 program.

37 COLUMBIA CAMPUS

38	R99E02.00 Services and Institutional Operations		
39	General Fund Appropriation	9,512,350	
40	Special Fund Appropriation	116,118	

1	Federal Fund Appropriation	369,763	9,998,231
2		<hr/>	<hr/> <hr/>

3 Funds are appropriated in other agency
4 budgets to pay for services provided by
5 this program. Authorization is hereby
6 granted to use these receipts as special
7 funds for operating expenses in this
8 program.

DEPARTMENT OF HOUSING AND COMMUNITY DEVELOPMENT

It is the intent of the General Assembly that the housing facilities provided by the United States Department of Veterans Affairs for use by veterans in the Homeless Veterans Domiciliary Program at the Perry Point VA Medical Center be provided only to veterans. It is also the intent of the General Assembly that the Maryland Department of Housing and Community Development and the Maryland Department of Veterans Affairs shall work with the United States Department of Veterans Affairs to ensure vacancies at Perry Point are filled by homeless Maryland veterans.

OFFICE OF THE SECRETARY

S00A20.01 Office of the Secretary			
Special Fund Appropriation	2,830,082		
Federal Fund Appropriation	784,542		3,614,624
		<hr/>	
S00A20.03 Office of Management Services			
Special Fund Appropriation	2,341,974		
Federal Fund Appropriation	1,296,313		3,638,287
		<hr/>	

SUMMARY

Total Special Fund Appropriation			5,172,056
Total Federal Fund Appropriation			2,080,855
			<hr/>
Total Appropriation			7,252,911
			<hr/> <hr/>

DIVISION OF CREDIT ASSURANCE

S00A22.01 Maryland Housing Fund			
Special Fund Appropriation			444,137
S00A22.02 Asset Management			
Special Fund Appropriation	4,954,649		
Federal Fund Appropriation	102,027		5,056,676

1			
2	S00A22.03 Maryland Building Codes		
3	Special Fund Appropriation		725,017
4			
		SUMMARY	
5	Total Special Fund Appropriation		6,123,803
6	Total Federal Fund Appropriation		102,027
7			
8	Total Appropriation		6,225,830
9			

10 DIVISION OF NEIGHBORHOOD REVITALIZATION

11	S00A24.01 Neighborhood Revitalization		
12	General Fund Appropriation	3,010,000	
13	Special Fund Appropriation	10,234,266	
14	Federal Fund Appropriation	12,000,383	25,244,649
15			
16	S00A24.02 Neighborhood Revitalization – Capital		
17	Appropriation		
18	Special Fund Appropriation	1,950,000	
19	Federal Fund Appropriation	10,000,000	11,950,000
20			

21			
		SUMMARY	
22	Total General Fund Appropriation		3,010,000
23	Total Special Fund Appropriation		12,184,266
24	Total Federal Fund Appropriation		22,000,383
25			
26	Total Appropriation		37,194,649
27			

28 DIVISION OF DEVELOPMENT FINANCE

29	S00A25.01 Administration		
30	Special Fund Appropriation		3,152,944
31	S00A25.02 Housing Development Program		
32	Special Fund Appropriation	4,158,926	
33	Federal Fund Appropriation	445,000	4,603,926
34			

1	S00A25.03 Homeownership Programs		
2	Special Fund Appropriation	5,314,425	
3	Federal Fund Appropriation	359,706	5,674,131
4		<hr/>	
5	S00A25.04 Special Loan Programs		
6	Special Fund Appropriation	28,770,671	
7	Federal Fund Appropriation	2,704,709	31,475,380
8		<hr/>	
9	S00A25.05 Rental Services Programs		
10	General Fund Appropriation	1,700,000	
11	Special Fund Appropriation	524,150	
12	Federal Fund Appropriation	225,724,750	227,948,900
13		<hr/>	
14	Funds are appropriated in other agency		
15	budgets to pay for services provided by		
16	this program. Authorization is hereby		
17	granted to use these receipts as special		
18	funds for operating expenses in this		
19	program.		
20	S00A25.07 Rental Housing Programs – Capital		
21	Appropriation		
22	Special Fund Appropriation	24,275,000	
23	Federal Fund Appropriation	3,225,000	27,500,000
24		<hr/>	
25	S00A25.08 Homeownership Programs – Capital		
26	Appropriation		
27	Special Fund Appropriation		1,000,000
28	S00A25.09 Special Loan Programs – Capital		
29	Appropriation		
30	Special Fund Appropriation	800,000	
31	Federal Fund Appropriation	3,000,000	3,800,000
32		<hr/>	
33	S00A25.14 Maryland BRAC Preservation Loan		
34	Fund – Capital Appropriation		
35	Special Fund Appropriation		3,000,000
36			
	SUMMARY		
37	Total General Fund Appropriation		1,700,000

DEPARTMENT OF BUSINESS AND ECONOMIC DEVELOPMENT

OFFICE OF THE SECRETARY

3	T00A00.01 Secretariat Services		
4	General Fund Appropriation	2,027,754	
5	Special Fund Appropriation	270,347	
6	Federal Fund Appropriation	32,000	2,330,101
7		<hr/>	
8	T00A00.03 Office of the Attorney General		
9	General Fund Appropriation	91,664	
10	Special Fund Appropriation	1,779,765	
11	Federal Fund Appropriation	5,564	1,876,993
12		<hr/>	
13	T00A00.04 Maryland Enterprise Investment Fund		
14	Administration		
15	Special Fund Appropriation		1,351,437
16	T00A00.05 BioMaryland Center		
17	General Fund Appropriation		3,819,422
18	T00A00.08 Office of Administration and		
19	Technology		
20	General Fund Appropriation	4,011,194	
21	Special Fund Appropriation	859,137	
22	Federal Fund Appropriation	71,436	4,941,767
23		<hr/>	
24			
25	Total General Fund Appropriation		9,950,034
26	Total Special Fund Appropriation		4,260,686
27	Total Federal Fund Appropriation		109,000
28			<hr/>
29	Total Appropriation		14,319,720
30			<hr/> <hr/>

DIVISION OF MARKETING AND COMMUNICATIONS

32	T00E00.01 Division of Marketing and		
33	Communications		
34	General Fund Appropriation	2,623,640	
35	Special Fund Appropriation	788,051	3,411,691
36		<hr/>	<hr/> <hr/>

DIVISION OF BUSINESS AND ENTERPRISE DEVELOPMENT

1			
2	T00F00.01 Assistant Secretary of Business and		
3	Enterprise Development		
4	General Fund Appropriation	565,629	
5	Special Fund Appropriation	36,895	602,524
6		<hr/>	
7	T00F00.02 Office of International Investment and		
8	Trade		
9	General Fund Appropriation	2,573,977	
10	Special Fund Appropriation	105,468	2,679,445
11		<hr/>	
12	T00F00.03 Maryland Small Business Development		
13	Financing Authority		
14	Special Fund Appropriation		1,827,716
15	T00F00.04 Office of Business Development		
16	General Fund Appropriation	3,152,584	
17		<u>3,002,584</u>	
18	Special Fund Appropriation	769,859	3,922,443
19			<u>3,772,443</u>
20		<hr/>	
21	T00F00.05 Office of Strategic Industries and		
22	Innovation		
23	General Fund Appropriation	2,856,151	
24		<u>2,763,355</u>	
25	Special Fund Appropriation	437,956	3,294,107
26			<u>3,201,311</u>
27		<hr/>	
28	T00F00.07 Partnership for Workforce Quality		
29	Special Fund Appropriation		100,000
30	T00F00.08 Office of Finance Programs		
31	Special Fund Appropriation		3,820,783
32	T00F00.09 Maryland Small Business Development		
33	Financing Authority – Business Assistance		
34	General Fund Appropriation	1,500,000	
35	Special Fund Appropriation	4,755,000	6,255,000
36		<hr/>	
37	T00F00.11 Maryland Not–For–Profit Development		

1	Fund		
2	Special Fund Appropriation		110,000
3	T00F00.12 Maryland Biotechnology Investment		
4	Tax Credit Reserve Fund		
5	General Fund Appropriation		12,000,000
6			<u>10,000,000</u>
7	T00F00.13 Office of Military Affairs		
8	General Fund Appropriation	750,821	
9	Special Fund Appropriation	98,203	
10	Federal Fund Appropriation	119,677	968,701
11			
12	T00F00.15 Small, Minority, and Women–Owned		
13	Business Investment Account		
14	Special Fund Appropriation		11,110,811
15	T00F00.16 Economic Development Opportunity		
16	Fund		
17	Special Fund Appropriation.....		1,071,429
18	T00F00.17 Maryland Enterprise Investment Fund		
19	and Challenge Programs		
20	Special Fund Appropriation		29,887,926
21	T00F00.18 Military Personnel and		
22	Service–Disabled Veteran Loan Program		
23	General Fund Appropriation		300,000
24	T00F00.19 CyberMaryland Investment Incentive		
25	Tax Credit Program		
26	General Fund Appropriation		4,000,000
27	T00F00.23 Maryland Economic Development		
28	Assistance Authority and Fund		
29	General Fund Appropriation, <i>provided that</i>		
30	<i>\$500,000 of this appropriation made for</i>		
31	<i>the purpose of providing business financial</i>		
32	<i>assistance may not be expended for that</i>		
33	<i>purpose and instead may be transferred by</i>		
34	<i>budget amendment to the Maryland</i>		
35	<i>Technology Development Corporation</i>		
36	<i>(program T50T01.01) to fully fund the</i>		
37	<i>grants and operations of the Rural</i>		
38	<i>Business Initiative. Funds not used for this</i>		
39	<i>restricted purpose may not be expended or</i>		

64

65

65
cont

66

1	<i>otherwise transferred and shall revert to</i>		
2	<i>the General Fund</i>	8,923,234	
3		0	
4		<u>8,923,234</u>	
5	Special Fund Appropriation	19,076,766	28,000,000
6			<u>19,076,766</u>
7			<u>28,000,000</u>
8		<hr/>	

SUMMARY

10	Total General Fund Appropriation		34,379,600
11	Total Special Fund Appropriation		73,208,812
12	Total Federal Fund Appropriation		119,677
13			<hr/>
14	Total Appropriation		107,708,089
15			<hr/> <hr/>

DIVISION OF TOURISM, FILM AND THE ARTS

17	T00G00.01 Office of the Assistant Secretary		
18	General Fund Appropriation		709,567
19	T00G00.02 Office of Tourism Development		
20	General Fund Appropriation		3,584,038
21	T00G00.03 Maryland Tourism Development Board		
22	General Fund Appropriation	10,500,000	
23		<u>9,500,000</u>	
24		<u>10,500,000</u>	
25	Special Fund Appropriation	300,000	10,800,000
26			<u>9,800,000</u>
27			<u>10,800,000</u>
28		<hr/>	
29	T00G00.05 Maryland State Arts Council		
30	General Fund Appropriation	16,225,767	
31	Special Fund Appropriation	300,000	
32	Federal Fund Appropriation	579,749	17,105,516
33		<hr/>	

67

34	T00G00.08 Preservation of Cultural Arts Program		
35	Special Fund Appropriation		2,000,000

SUMMARY

1	Total General Fund Appropriation	31,019,372
2	Total Special Fund Appropriation	2,600,000
3	Total Federal Fund Appropriation	579,749
4		<hr/>
5	Total Appropriation	34,199,121
6		<hr/> <hr/>
7	MARYLAND TECHNOLOGY DEVELOPMENT CORPORATION	
8	T50T01.01 Technology Development, Transfer and	
9	Commercialization	
10	General Fund Appropriation	3,173,192
11	T50T01.03 Maryland Stem Cell Research Fund	
12	General Fund Appropriation	10,400,000
13	T50T01.04 Maryland Innovation Initiative	
14	General Fund Appropriation	5,000,000
15	SUMMARY	
16	Total General Fund Appropriation	18,573,192
17		<hr/> <hr/>

DEPARTMENT OF THE ENVIRONMENT

OFFICE OF THE SECRETARY

3	U00A01.01 Office of the Secretary		
4	General Fund Appropriation	1,036,998	
5	Special Fund Appropriation	525,707	
6	Federal Fund Appropriation	834,270	2,396,975
7		<hr/>	
8	U00A01.03 Capital Appropriation – Water Quality		
9	Revolving Loan Fund		
10	Special Fund Appropriation	91,250,000	
11	Federal Fund Appropriation	32,291,000	123,541,000
12		<hr/>	
13	Funds are appropriated in other agency		
14	budgets to pay for services provided by		
15	this program. Authorization is hereby		
16	granted to use these receipts as special		
17	funds for operating expenses in this		
18	program.		
19	U00A01.04 Capital Appropriation – Hazardous		
20	Substance Clean-Up Program		
21	General Fund Appropriation		1,000,000
22	U00A01.05 Capital Appropriation – Drinking		
23	Water Revolving Loan Fund		
24	Special Fund Appropriation	10,370,000	
25	Federal Fund Appropriation	9,016,000	19,386,000
26		<hr/>	
27	Funds are appropriated in other agency		
28	budgets to pay for services provided by		
29	this program. Authorization is hereby		
30	granted to use these receipts as special		
31	funds for operating expenses in this		
32	program.		
33	U00A01.11 Capital Appropriation – Bay		
34	Restoration Fund – Wastewater		
35	Special Fund Appropriation		81,000,000
36	U00A01.12 Capital Appropriation – Bay		
37	Restoration Fund – Septic Systems		
38	Special Fund Appropriation		15,000,000

1 SUMMARY

2	Total General Fund Appropriation		2,036,998
3	Total Special Fund Appropriation		198,145,707
4	Total Federal Fund Appropriation		42,141,270
5			<hr/>
6	Total Appropriation		242,323,975
7			<hr/> <hr/>

8 OPERATIONAL SERVICES ADMINISTRATION

9	U00A02.02 Operational Services Administration		
10	General Fund Appropriation	5,342,804	
11	Special Fund Appropriation	1,950,737	
12	Federal Fund Appropriation	1,409,846	8,703,387
13		<hr/>	<hr/> <hr/>

14 WATER MANAGEMENT ADMINISTRATION

15	U00A04.01 Water Management Administration		
16	General Fund Appropriation	14,065,032	
17	Special Fund Appropriation	8,962,037	
18	Federal Fund Appropriation	7,812,112	30,839,181
19		<hr/>	<hr/> <hr/>

20 Funds are appropriated in other agency
 21 budgets to pay for services provided by
 22 this program. Authorization is hereby
 23 granted to use these receipts as special
 24 funds for operating expenses in this
 25 program.

26 SCIENCE SERVICES ADMINISTRATION

27	U00A05.01 Science Services Administration		
28	General Fund Appropriation	5,185,956	
29	Special Fund Appropriation	1,267,820	
30	Federal Fund Appropriation	6,125,663	12,579,439
31		<hr/>	<hr/> <hr/>

32 Funds are appropriated in other agency
 33 budgets to pay for services provided by
 34 this program. Authorization is hereby
 35 granted to use these receipts as special
 36 funds for operating expenses in this

1 program.

2 LAND MANAGEMENT ADMINISTRATION

3	U00A06.01 Land Management Administration		
4	General Fund Appropriation	5,532,986	
5		<u>4,982,986</u>	
6	Special Fund Appropriation	18,546,506	
7	Federal Fund Appropriation	10,186,657	34,266,149
8			<u>33,716,149</u>
9		<hr/>	<hr/> <hr/>

10 Funds are appropriated in other agency
 11 budgets to pay for services provided by
 12 this program. Authorization is hereby
 13 granted to use these receipts as special
 14 funds for operating expenses in this
 15 program.

16 AIR AND RADIATION MANAGEMENT ADMINISTRATION

17	U00A07.01 Air and Radiation Management		
18	Administration		
19	General Fund Appropriation	1,277,523	
20	Special Fund Appropriation	11,968,798	
21	Federal Fund Appropriation	3,723,981	16,970,302
22		<hr/>	<hr/> <hr/>

23 Funds are appropriated in other agency
 24 budgets to pay for services provided by
 25 this program. Authorization is hereby
 26 granted to use these receipts as special
 27 funds for operating expenses in this
 28 program.

29 COORDINATING OFFICES

30	U00A10.01 Coordinating Offices		
31	General Fund Appropriation	4,276,453	
32	Special Fund Appropriation	12,884,349	
33	Federal Fund Appropriation	4,725,907	21,886,709
34		<hr/>	

35 Funds are appropriated in other agency
 36 budgets to pay for services provided by
 37 this program. Authorization is hereby
 38 granted to use these receipts as special

1 funds for operating expenses in this
2 program.

3 U00A10.03 Bay Restoration Fund Debt Service
4 Special Fund Appropriation 9,700,000

5 SUMMARY

6 Total General Fund Appropriation 4,276,453

7 Total Special Fund Appropriation 22,584,349

8 Total Federal Fund Appropriation 4,725,907

9

10 Total Appropriation 31,586,709

11

DEPARTMENT OF JUVENILE SERVICES

OFFICE OF THE SECRETARY

3	V00D01.01 Office of the Secretary		
4	General Fund Appropriation		4,091,082

DEPARTMENTAL SUPPORT

6	V00D02.01 Departmental Support		
7	General Fund Appropriation	24,452,861	
8	Special Fund Appropriation	250,000	
9	Federal Fund Appropriation	227,074	24,929,935

RESIDENTIAL AND COMMUNITY OPERATIONS

12	V00E01.01 Residential and Community		
13	Operations		
14	General Fund Appropriation	3,923,011	
15	Special Fund Appropriation	50,230	
16	Federal Fund Appropriation	621,750	4,594,991

Funds are appropriated in other agency budgets to pay for services provided by this program. Authorization is hereby granted to use these receipts as special funds for operating expenses in this program.

BALTIMORE CITY REGION

25	V00G01.01 Baltimore City Region Administrative		
26	General Fund Appropriation		4,053,364

27	V00G01.02 Baltimore City Region Community		
28	Operations		
29	General Fund Appropriation	40,386,910	
30	Special Fund Appropriation	680,171	
31	Federal Fund Appropriation	1,308,414	42,375,495

33	V00G01.03 Baltimore City Region State Operated		
34	Residential		
35	General Fund Appropriation	23,242,849	
36	Special Fund Appropriation	498,763	

1	Federal Fund Appropriation	161,478	23,903,090
2		<hr/>	
3	SUMMARY		
4	Total General Fund Appropriation		67,683,123
5	Total Special Fund Appropriation		1,178,934
6	Total Federal Fund Appropriation		1,469,892
7			<hr/>
8	Total Appropriation		70,331,949
9			<hr/> <hr/>
10	CENTRAL REGION		
11	V00H01.01 Central Region Administrative		
12	General Fund Appropriation		1,732,141
13	V00H01.02 Central Region Community		
14	Operations		
15	General Fund Appropriation	20,730,057	
16	Special Fund Appropriation	284,474	
17	Federal Fund Appropriation	577,717	21,592,248
18		<hr/>	
19	V00H01.03 Central Region State Operated		
20	Residential		
21	General Fund Appropriation	14,982,229	
22	Special Fund Appropriation	205,990	
23	Federal Fund Appropriation	75,907	15,264,126
24		<hr/>	
25	SUMMARY		
26	Total General Fund Appropriation		37,444,427
27	Total Special Fund Appropriation		490,464
28	Total Federal Fund Appropriation		653,624
29			<hr/>
30	Total Appropriation		38,588,515
31			<hr/> <hr/>
32	WESTERN REGION		
33	V00I01.01 Western Region Administrative		
34	General Fund Appropriation		2,649,416

1	V00I01.02 Western Region Community Operations		
2	General Fund Appropriation	8,449,110	
3	Special Fund Appropriation	166,534	
4	Federal Fund Appropriation	302,825	8,918,469
5		<hr/>	
6	V00I01.03 Western Region State Operated		
7	Residential		
8	General Fund Appropriation	30,971,576	
9	Special Fund Appropriation	1,071,391	
10	Federal Fund Appropriation	931,285	32,974,252
11		<hr/>	
12	SUMMARY		
13	Total General Fund Appropriation		42,070,102
14	Total Special Fund Appropriation		1,237,925
15	Total Federal Fund Appropriation		1,234,110
16			<hr/>
17	Total Appropriation		44,542,137
18			<hr/> <hr/>

19 EASTERN SHORE REGION

20	V00J01.01 Eastern Shore Region Administrative		
21	General Fund Appropriation		1,382,006
22	V00J01.02 Eastern Shore Region Community		
23	Operations		
24	General Fund Appropriation	13,262,043	
25	Special Fund Appropriation	283,983	
26	Federal Fund Appropriation	603,919	14,149,945
27		<hr/>	
28	V00J01.03 Eastern Shore Region State Operated		
29	Residential		
30	General Fund Appropriation	7,644,957	
31	Special Fund Appropriation	170,391	
32	Federal Fund Appropriation	53,273	7,868,621
33		<hr/>	

34 SUMMARY

35	Total General Fund Appropriation		22,289,006
36	Total Special Fund Appropriation		454,374
37	Total Federal Fund Appropriation		657,192

1				
2	Total Appropriation			23,400,572
3				<hr/> <hr/>
4				
				SOUTHERN REGION
5	V00K01.01 Southern Region Administrative			
6	General Fund Appropriation			810,348
7	V00K01.02 Southern Region Community			
8	Operations			
9	General Fund Appropriation	16,271,505		
10	Special Fund Appropriation	296,241		
11	Federal Fund Appropriation	474,969		17,042,715
12				<hr/>
13	V00K01.03 Southern Region State Operated			
14	Residential			
15	General Fund Appropriation	7,886,197		
16	Special Fund Appropriation	100,721		
17	Federal Fund Appropriation	44,359		8,031,277
18				<hr/>
19				
				SUMMARY
20	Total General Fund Appropriation			24,968,050
21	Total Special Fund Appropriation			396,962
22	Total Federal Fund Appropriation			519,328
23				<hr/>
24	Total Appropriation			25,884,340
25				<hr/> <hr/>
26				
				METRO REGION
27	V00L01.01 Metro Region Administrative			
28	General Fund Appropriation			1,500,564
29	V00L01.02 Metro Region Community Operations			
30	General Fund Appropriation	35,865,809		
31		<u>35,047,744</u>		
32	Special Fund Appropriation	527,942		
33	Federal Fund Appropriation	1,482,156		37,875,907
34				<u>37,057,842</u>
35				<hr/>

1	V00L01.03 Metro Region State Operated		
2	Residential		
3	General Fund Appropriation	25,715,079	
4	Special Fund Appropriation	379,100	
5	Federal Fund Appropriation	289,779	26,383,958
6		<hr/>	

7 SUMMARY

8	Total General Fund Appropriation		62,263,387
9	Total Special Fund Appropriation		907,042
10	Total Federal Fund Appropriation		1,771,935
11			<hr/>
12	Total Appropriation		64,942,364
13			<hr/> <hr/>

DEPARTMENT OF STATE POLICE

MARYLAND STATE POLICE

3 Provided that the General Fund
 4 appropriation for the Department of State
 5 Police be reduced by ~~\$3,510,140~~
 6 \$1,759,575 to increase turnover to ~~5%~~
 7 4.29%.

68

8 W00A01.01 Office of the Superintendent
 9 General Fund Appropriation 20,115,444

10 W00A01.02 Field Operations Bureau
 11 General Fund Appropriation 120,707,016
 12 Special Fund Appropriation, provided that
 13 ~~\$7,000,000~~ \$3,500,000 of this
 14 appropriation made for the purpose of
 15 vehicle and vehicle equipment purchase
 16 may be expended only for that purpose.
 17 Funds not expended for this restricted
 18 purpose may not be transferred by budget
 19 amendment or otherwise to any other
 20 purpose and shall be canceled 89,199,822 209,906,838
 21

69

22 Funds are appropriated in other agency
 23 budgets to pay for services provided by
 24 this program. Authorization is hereby
 25 granted to use these receipts as special
 26 funds for operating expenses in this
 27 program.

28 W00A01.03 Criminal Investigation Bureau
 29 General Fund Appropriation 46,174,595
 30 Special Fund Appropriation 317,737 46,492,332
 31

32 W00A01.04 Support Services Bureau
 33 General Fund Appropriation 59,633,359
 34 Special Fund Appropriation 40,000
 35 Federal Fund Appropriation 1,795,000 61,468,359
 36

37 Funds are appropriated in other agency
 38 budgets to pay for services provided by
 39 this program. Authorization is hereby

1 granted to use these receipts as special
 2 funds for operating expenses in this
 3 program.

4	W00A01.08 Vehicle Theft Prevention Council	
5	Special Fund Appropriation	1,976,684
6	W00A01.12 Major Information Technology	
7	Development Projects	
8	Special Fund Appropriation	1,731,721

9 SUMMARY

10	Total General Fund Appropriation	246,630,414
11	Total Special Fund Appropriation	93,265,964
12	Total Federal Fund Appropriation	1,795,000
13		<hr/>
14	Total Appropriation	341,691,378
15		<hr/> <hr/>

16 FIRE PREVENTION COMMISSION AND FIRE MARSHAL

17	W00A02.01 Fire Prevention Services	
18	General Fund Appropriation	8,084,079
19		<hr/> <hr/>

20 Funds are appropriated in other agency
 21 budgets to pay for services provided by
 22 this program. Authorization is hereby
 23 granted to use these receipts as special
 24 funds for operating expenses in this
 25 program.

1
2
3
4
5
6
7
8
9
10
11

PUBLIC DEBT

X00A00.01 Redemption and Interest on State

Bonds

General Fund Appropriation

~~195,000,000~~

~~140,000,000~~

145,000,000

Special Fund Appropriation

832,932,357

Federal Fund Appropriation

11,489,645

~~1,039,422,002~~

~~984,422,002~~

989,422,002

70

1
2
3
4
5
6

STATE RESERVE FUND

Y01A01.01 Revenue Stabilization Account

General Fund Appropriation

~~228,213,000~~

~~222,713,000~~

19,713,999

=====

71

OFFICE OF THE PUBLIC DEFENDER

FY 2014 Deficiency Appropriation

C80B00.02 District Operations

To become available immediately upon passage of this budget to supplement the appropriation for fiscal year 2014 to provide funds for case-related expenses and accrued leave payouts for fiscal year 2013 that exceeded the appropriation for the agency.

General Fund Appropriation 3,047,254

=====

C80B00.02 District Operations

To become available immediately upon passage of this budget to supplement the appropriation for fiscal year 2014 to provide funds for case-related expenses.

General Fund Appropriation 2,661,000

=====

C80B00.02 District Operations

To become available immediately upon passage of this budget to supplement the appropriation for fiscal year 2014 to provide funds for software upgrades and IT infrastructure.

General Fund Appropriation 502,800

=====

OFFICE OF THE ATTORNEY GENERAL

FY 2014 Deficiency Appropriation

C81C00.01 Legal Counsel and Advice

To become available immediately upon passage of this budget to reduce the appropriation for fiscal year 2014 to implement cost containment reductions in the form of salary savings. The agency may reallocate this reduction by budget amendment to other programs within the agency.

General Fund Appropriation -100,000

=====

1 =====

2 MARYLAND STADIUM AUTHORITY

3 FY 2014 Deficiency Appropriation

4 D28A03.55 Baltimore Convention Center

5 To become available immediately upon passage of this
6 budget to supplement the appropriation for fiscal
7 year 2014 to provide funds for the State portion of
8 the Baltimore Convention Center operating deficit.

9 General Fund Appropriation 553,235

10 =====

11 STATE BOARD OF ELECTIONS

12 FY 2014 Deficiency Appropriation

13 D38I01.02 Help America Vote Act

14 To become available immediately upon passage of this
15 budget to supplement the appropriation for fiscal
16 year 2014 to provide funds for operation of the 2014
17 gubernatorial primary election and to complete
18 required studies.

19 General Fund Appropriation 768,082

20 Special Fund Appropriation..... 549,066

21 =====

22 1,317,148

23 =====

24 D38I01.02 Help America Vote Act

25 To become available immediately upon passage of this
26 budget to reduce the appropriation for fiscal year
27 2014 to implement cost containment reductions.

28 General Fund Appropriation -39,376

29 =====

30 DEPARTMENT OF PLANNING

31 FY 2014 Deficiency Appropriation

32 D40W01.07 Management Planning and Educational
33 Outreach

34 To become available immediately upon passage of this

1 budget to reduce the appropriation for fiscal year
 2 2014 to provide funds for disaster relief to historic
 3 properties damaged in Maryland by Hurricane
 4 Sandy.

5 Federal Fund Appropriation 598,015
 6 598,015

7 D40W01.07 Management Planning and Educational
 8 Outreach

9 To become available immediately upon passage of this
 10 budget to supplement the appropriation for fiscal
 11 year 2014 to provide funds for a pocket guide to the
 12 Captain John Smith Chesapeake National Historic
 13 Trail.

14 Federal Fund Appropriation 72,090
 15 72,090

16 MILITARY DEPARTMENT

17 FY 2014 Deficiency Appropriation

18 D50H01.06 Maryland Emergency Management Agency
 19 To become available immediately upon passage of this
 20 budget to reduce the appropriation for fiscal year
 21 2014 to implement cost containment for swapping
 22 federal funds for general funds for the
 23 Management Associate position.

24 General Fund Appropriation -22,000
 25 Federal Fund Appropriation 22,000
 26 0
 27
 28

29 MARYLAND HEALTH BENEFIT EXCHANGE

30 FY 2014 Deficiency Appropriation

31 D78Y01.01 Maryland Health Benefit Exchange
 32 To become available immediately upon passage of this
 33 budget to supplement the appropriation for fiscal
 34 year 2014 to provide funds for training,
 35 advertising, and outreach.

36 General Fund Appropriation 2,066,138

1	Federal Fund Appropriation.....	2,066,138
2		
3		<u>4,132,276</u>
4		<u><u>4,132,276</u></u>
5	D78Y01.02 Major Information Technology Development	
6	Projects	
7	To become available immediately upon passage of this	
8	budget to supplement the appropriation for fiscal	
9	year 2014 to provide funds to enhance computer	
10	systems operations of the Exchange.	
11	General Fund Appropriation	1,006,198
12	Federal Fund Appropriation.....	28,357,326
13		<u>27,357,326</u>
14		
15		29,363,524
16		<u>28,363,524</u>
17		<u><u>28,363,524</u></u>

18 CANAL PLACE PRESERVATION AND
19 DEVELOPMENT AUTHORITY

20 FY 2014 Deficiency Appropriation

21	D90U00.01 General Administration	
22	To become available immediately upon passage of this	
23	budget to supplement the appropriation for fiscal	
24	year 2014 to provide funds for continued	
25	maintenance of the Canal Place Heritage Area.	
26	General Fund Appropriation	62,723
27		<u><u>62,723</u></u>

28 COMPTROLLER OF MARYLAND

29 FY 2014 Deficiency Appropriation

30 REVENUE ADMINISTRATION DIVISION

31	E00A04.01 Revenue Administration	
32	To become available immediately upon passage of this	
33	budget to supplement the appropriation for fiscal	
34	year 2014 to provide funds for eleven additional	
35	contractual positions to accommodate the	
36	additional walk in traffic generated by the	
37	Maryland Highway Safety Act of 2013.	

1	Special Fund Appropriation.....	393,179
2		<hr/> <hr/>
3	E00A04.01 Revenue Administration	
4	To become available immediately upon passage of this	
5	budget to reduce the appropriation for fiscal year	
6	2014 by delaying the implementation of Phase 2 of	
7	the document scanning project. The agency may	
8	reallocate this reduction by budget amendment to	
9	other programs within the department.	
10	General Fund Appropriation	-277,000
11		<hr/> <hr/>
12	INFORMATION TECHNOLOGY DIVISION	
13	E00A10.02 Comptroller IT Services	
14	To become available immediately upon passage of this	
15	budget to reduce the appropriation for fiscal year	
16	2014 for ongoing maintenance of several software	
17	services and to reduce the number of personal	
18	computer replacements. The agency may reallocate	
19	this reduction by budget amendment to other	
20	programs within the department.	
21	General Fund Appropriation	-200,000
22		<hr/> <hr/>
23	STATE TREASURER'S OFFICE	
24	FY 2014 Deficiency Appropriation	
25	E20B01.01 Treasury Management	
26	To become available immediately upon passage of this	
27	budget to reduce the appropriation for fiscal year	
28	2014 to implement cost containment reductions for	
29	contractual services.	
30	General Fund Appropriation	-51,000
31		<hr/> <hr/>
32	STATE DEPARTMENT OF ASSESSMENTS AND	
33	TAXATION	
34	FY 2014 Deficiency Appropriation	

1	E50C00.01 Office of the Director	
2	To become available immediately upon passage of this	
3	budget to supplement the appropriation for fiscal	
4	year 2014 to provide funds to cover shortfalls in	
5	annual leave payout, Social Security, employee	
6	retirement, unemployment, and special technical	
7	fees.	
8	General Fund Appropriation	53,535
9		<hr/> <hr/>
10	E50C00.01 Office of the Director	
11	To become available immediately upon passage of this	
12	budget to reduce the appropriation for fiscal year	
13	2014 to implement cost containment reductions by	
14	exchanging special funds for general funds in the	
15	Office of the Director from the Charter Unit	
16	contingent on the passage of legislation.	
17	General Fund Appropriation, provided that this	
18	appropriation shall be reduced by \$303,553	
19	contingent upon the enactment of legislation	
20	authorizing the use of Charter Funds to support	
21	the Office of the Director	-303,553
22	Special Fund Appropriation, provided that this	
23	appropriation of \$303,553 is contingent upon the	
24	enactment of legislation authorizing the use of	
25	Charter Funds to support the Office of the	
26	Director.....	303,553
27		<hr/>
28		0
29		<hr/> <hr/>
30	E50C00.05 Business Property Valuation	
31	To become available immediately upon passage of this	
32	budget to supplement the appropriation for fiscal	
33	year 2014 to provide funds to cover shortfalls in	
34	postage.	
35	General Fund Appropriation	66,465
36	Special Fund Appropriation.....	58,535
37		<hr/>
38		125,000
39		<hr/> <hr/>

STATE LOTTERY AND GAMING CONTROL
AGENCY

FY 2014 Deficiency Appropriation

4	E75D00.01 Administration and Operations	
5	To become available immediately upon passage of this	
6	budget to supplement the appropriation for fiscal	
7	year 2014 to provide funds for increased instant	
8	ticket printing costs as the result of new contract	
9	terms.	
10	Special Fund Appropriation.....	620,000
11		<hr/> <hr/>
12	E75D00.01 Administration and Operations	
13	To become available immediately upon passage of this	
14	budget to supplement the appropriation for fiscal	
15	year 2014 to provide funds for increased	
16	advertising fees and new sponsorships.	
17	Special Fund Appropriation.....	485,000
18		<hr/> <hr/>
19	E75D00.02 Video Lottery Terminal and Gaming Operations	
20	To become available immediately upon passage of this	
21	budget to supplement the appropriation for fiscal	
22	year 2014 to provide funds for additional	
23	compliance positions to ensure the agency fulfills	
24	its regulatory duties.	
25	General Fund Appropriation	43,537
26		<hr/> <hr/>
27	E75D00.02 Video Lottery Terminal and Gaming Operations	
28	To become available immediately upon passage of this	
29	budget to supplement the appropriation for fiscal	
30	year 2014 to provide funds for additional	
31	compliance positions to help manage the agency's	
32	caseload.	
33	General Fund Appropriation	70,457
34		<hr/> <hr/>
35	E75D00.02 Video Lottery Terminal and Gaming Operations	
36	To become available immediately upon passage of this	

1 MARYLAND DEPARTMENT OF
2 TRANSPORTATION

3 FY 2014 Deficiency Appropriation

4 MARYLAND TRANSIT ADMINISTRATION

5 J00H01.06 Statewide Programs Operations

6 To become available immediately upon passage of this
7 budget to supplement the appropriation for fiscal
8 year 2014 to provide funds for the Charm City
9 Connector in Baltimore City.

10 Special Fund Appropriation..... 2,000,000
11 2,000,000

12 DEPARTMENT OF NATURAL RESOURCES

13 FY 2014 Deficiency Appropriation

14 MARYLAND PARK SERVICE

15 K00A04.01 Statewide Operation

16 To become available immediately upon passage of this
17 budget to reduce the appropriation for fiscal year
18 2014 to implement cost containment reductions for
19 technical and special fees, communications, travel
20 and supplies. The agency may reallocate this
21 reduction by budget amendment to other programs
22 within the department.

23 General Fund Appropriation -78,164
24 -78,164

25 NATURAL RESOURCES POLICE

26 K00A07.04 Field Operations

27 To become available immediately upon passage of this
28 budget to reduce the fiscal year 2014 appropriation
29 to implement cost containment reductions for
30 salaries due to a high vacancy rate. The agency
31 may reallocate this reduction by budget
32 amendment to other programs within the
33 department.

34 General Fund Appropriation -506,000

1
2
3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25
26
27
28
29
30
31
32
33
34

CHESAPEAKE AND COASTAL SERVICE

K00A14.02 Chesapeake and Coastal Service

To become available immediately upon passage of this budget to supplement the appropriation for fiscal year 2014 to provide funds for technical assistance related to stormwater best management practices and climate change impacts on the Chesapeake Bay.

Special Fund Appropriation.....	269,476
Federal Fund Appropriation.....	133,200

402,676

FISHERIES SERVICE

K00A17.01 Fisheries Service

To become available immediately upon passage of this budget to supplement the appropriation for fiscal year 2014 to provide funds for habitat assessment of the Atlantic Sturgeon.

Federal Fund Appropriation.....	114,717
---------------------------------	---------

DEPARTMENT OF AGRICULTURE

FY 2014 Deficiency Appropriation

OFFICE OF THE SECRETARY

L00A11.02 Administrative Services

To become available immediately upon passage of this budget to reduce the appropriation for fiscal year 2014 to implement cost containment reductions for contractual services. The agency may reallocate this reduction by budget amendment to other programs within the department.

General Fund Appropriation	-15,000
----------------------------------	---------

1	To become available immediately upon passage of this	
2	budget to supplement the appropriation for fiscal	
3	year 2014 to provide general and federal funds to	
4	cover the cost of extending eligibility	
5	redeterminations.	
6	General Fund Appropriation	2,600,000
7	Federal Fund Appropriation	2,600,000
8		
9		<u>5,200,000</u>
10		<u><u>5,200,000</u></u>
11	M00Q01.03 Medical Care Provider Reimbursements	
12	To become available immediately upon passage of this	
13	budget to supplement the appropriation for fiscal	
14	year 2014 to provide general funds to cover the cost	
15	of medical care provider reimbursements.	
16	General Fund Appropriation	65,652,922
17		<u><u>65,652,922</u></u>
18	M00Q01.03 Medical Care Provider Reimbursements	
19	To become available immediately upon passage of this	
20	budget to supplement the appropriation for fiscal	
21	year 2014 to provide general funds to cover the cost	
22	of medical care provider reimbursements as a	
23	result of a write down in Cigarette Restitution	
24	Fund Revenue.	
25	General Fund Appropriation	70,000,000
26	Special Fund Appropriation.....	-70,000,000
27		
28		<u>0</u>
29		<u><u>0</u></u>
30	M00Q01.03 Medical Care Provider Reimbursements	
31	To become available immediately upon passage of this	
32	budget to reduce the fiscal year 2014 General Fund	
33	Appropriation to implement cost containment	
34	reductions by aligning the appropriation with an	
35	increased federal fund match for certain eligibility	
36	determination costs under the Affordable Care Act.	
37	The agency may reallocate this reduction by budget	
38	amendment to other programs within the	
39	department.	
40	General Fund Appropriation	-1,400,000

1	Federal Fund Appropriation.....	1,400,000
2		
3		<u>0</u>
4		<u><u>0</u></u>
5	M00Q01.09 Office of Eligibility Services	
6	To become available immediately upon passage of this	
7	budget to reduce the fiscal year 2014 General Fund	
8	Appropriation to implement cost containment	
9	reductions by aligning the appropriation with an	
10	increased federal fund match for certain eligibility	
11	determination costs under the Affordable Care Act.	
12	The agency may reallocate this reduction by budget	
13	amendment to other programs within the	
14	department.	
15	General Fund Appropriation	-588,587
16	Federal Fund Appropriation.....	588,587
17		
18		<u>0</u>
19		<u><u>0</u></u>

HEALTH REGULATORY COMMISSIONS

21	M00R01.01 Maryland Health Care Commission	
22	To become available immediately upon passage of this	
23	budget to supplement the appropriation for fiscal	
24	year 2014 to provide special funds for the Maryland	
25	Trauma Physician Services Program (\$100,000)	
26	and the Small Employer Health Benefit Premium	
27	Subsidy Program (\$500,000).	
28	Special Fund Appropriation.....	600,000
29		
30	M00R01.02 Health Services Cost Review Commission	
31	To become available immediately upon passage of this	
32	budget to supplement the appropriation for fiscal	
33	year 2014 to provide special funds to operate the	
34	Uncompensated Care Fund Program.	
35	Special Fund Appropriation.....	5,145,824
36		
		<u><u>5,145,824</u></u>

DEPARTMENT OF HUMAN RESOURCES

FY 2014 Deficiency Appropriation

1 OFFICE OF THE SECRETARY

2 N00A01.04 Maryland Legal Services Program

3 To become available immediately upon passage of this
4 budget to supplement the appropriation for fiscal
5 year 2014 to provide funds for a prior year shortfall
6 and for the current year caseload.

7 General Fund Appropriation, provided that \$2,130,852
8 of this appropriation made for the purpose of the
9 Maryland Legal Services Program may be
10 expended only for that purpose. Funds not
11 expended for this restricted purpose may not be
12 transferred by budget amendment or otherwise to
13 any other purpose and shall revert to the General
14 Fund.....

2,130,852

=====

16 SOCIAL SERVICES ADMINISTRATION

17 N00B00.04 General Administration – State

18 To become available immediately upon passage of this
19 budget to supplement the appropriation for fiscal
20 year 2014 to provide funds to offset a projected
21 shortfall of federal fund income. Funding is needed
22 for critical services for families, such as Home
23 Visiting.

24 General Fund Appropriation
25 Federal Fund Appropriation

1,200,000
-1,200,000

0

=====

29 LOCAL DEPARTMENT OPERATIONS

30 N00G00.01 Foster Care Maintenance Payments

31 To become available immediately upon passage of this
32 budget to supplement the appropriation for fiscal
33 year 2014 to provide funds to resolve a prior year
34 shortfall.

35 General Fund Appropriation

19,328,266

=====

37 N00G00.01 Foster Care Maintenance Payments

1	To become available immediately upon passage of this	
2	budget to reduce the appropriation for fiscal year	
3	2014 to implement cost containment reductions by	
4	aligning the appropriation with expected special	
5	fund income. The agency may reallocate this	
6	reduction by budget amendment to other programs	
7	within the department.	
8	General Fund Appropriation	-385,599
9	Special Fund Appropriation.....	385,599
10		<hr/>
11		0
12		<hr/> <hr/>
13	N00G00.02 Local Family Investment Program	
14	To become available immediately upon the passage of	
15	this budget to reduce the appropriation for fiscal	
16	year 2014 to align the appropriation with	
17	reimbursable fund income to be brought in via	
18	budget amendment.	
19	General Fund Appropriation	-1,846,000
20		<hr/> <hr/>
21	Funds are appropriated in other agency budgets to pay	
22	for services provided by this program.	
23	Authorization is hereby granted to use these	
24	receipts as special funds for operating expenses in	
25	this program.	
26	N00G00.02 Local Family Investment Program	
27	To become available immediately upon passage of this	
28	budget to reduce the appropriation for fiscal year	
29	2014 to implement cost containment reductions by	
30	aligning the appropriation with an increased	
31	federal fund match for certain eligibility	
32	determination costs under the Affordable Care Act.	
33	The agency may reallocate this reduction by budget	
34	amendment to other programs within the	
35	department.	
36	General Fund Appropriation	-3,000,000
37	Federal Fund Appropriation.....	3,000,000
38		<hr/>
39		0
40		<hr/> <hr/>

1 N00G00.04 Adult Services
 2 To become available immediately upon passage of this
 3 budget to supplement the appropriation for fiscal
 4 year 2014 to provide funds to offset a projected
 5 shortfall of Social Services Block Grant federal
 6 income.

7	General Fund Appropriation	1,000,000
8	Special Fund Appropriation.....	1,200,000
9	Federal Fund Appropriation.....	-2,200,000
10		
11		<u>0</u>
12		<u><u>0</u></u>

13 N00G00.08 Assistance Payments
 14 To become available immediately upon passage of this
 15 budget to reduce the appropriation for fiscal year
 16 2014 to implement cost containment reductions by
 17 aligning the appropriation with Temporary Cash
 18 Assistance participation and with decreasing use of
 19 Emergency Assistance for Families with Children
 20 (EAFC) funds. The agency may reallocate this
 21 reduction by budget amendment to other programs
 22 within the department.

23	General Fund Appropriation	3,238,274
24		-4,938,274
25		<u><u>0</u></u>

26 DEPARTMENT OF LABOR, LICENSING, AND
 27 REGULATION

28 FY 2014 Deficiency Appropriation

29 OFFICE OF THE SECRETARY

30 P00A01.01 Executive Direction
 31 To become available immediately upon passage of this
 32 budget to reduce the appropriation for fiscal year
 33 2014 to implement cost containment reductions for
 34 office and computer supplies. The agency may
 35 reallocate this reduction by budget amendment to
 36 other programs within the department.

37	General Fund Appropriation	-2,075
38	Special Fund Appropriation.....	-2,397
39	Federal Fund Appropriation.....	-8,509

1		
2		-12,981
3		<hr/> <hr/>
4	P00A01.01 Executive Direction	
5	To become available immediately upon passage of this	
6	budget to adjust the appropriation for fiscal year	
7	2014 to implement cost containment reductions by	
8	reallocating Office of Communication costs to	
9	special and federal funds. The agency may	
10	reallocate this reduction by budget amendment to	
11	other programs within the department.	
12	General Fund Appropriation	-188,611
13	Special Fund Appropriation.....	79,302
14	Federal Fund Appropriation.....	109,309
15		
16		<hr/> 0
17		<hr/> <hr/>

18 DIVISION OF FINANCIAL REGULATION

19	P00C01.02 Financial Regulation	
20	To become available immediately upon passage of this	
21	budget to reduce the appropriation for fiscal year	
22	2014 to implement cost containment reductions by	
23	reallocating costs to special funds. The agency may	
24	reallocate this reduction by budget amendment to	
25	other programs within the department.	
26	General Fund Appropriation	-185,214
27	Special Fund Appropriation.....	185,214
28		
29		<hr/> 0
30		<hr/> <hr/>

31 DIVISION OF LABOR AND INDUSTRY

32	P00D01.02 Employment Standards	
33	To become available immediately upon passage of this	
34	budget to reduce the appropriation for fiscal year	
35	2014 to implement cost containment reductions for	
36	travel costs and contractual employees. The agency	
37	may reallocate this reduction by budget	
38	amendment to other programs within the	
39	department.	

1	Funds may be realigned to other units within the	
2	region.	
3	General Fund Appropriation	2,316,585
4		<hr/> <hr/>
5	COMMUNITY SUPERVISION – NORTH	
6	Q00R03.01 Community Supervision	
7	To become available immediately upon passage of this	
8	budget to supplement the appropriation for fiscal	
9	year 2014 to provide additional funds for the	
10	Drinking Driver Monitoring Program (DDMP) due	
11	to lower than anticipated revenue collections.	
12	General Fund Appropriation	196,871
13		<hr/> <hr/>
14	CORRECTIONS – SOUTH	
15	Q00S02.01 Jessup Correctional Institution	
16	To become available immediately upon passage of this	
17	budget to supplement the appropriation for fiscal	
18	year 2014 to provide additional funds for custodial	
19	overtime expenses. Funds may be realigned to	
20	other units within the region.	
21	General Fund Appropriation	3,186,856
22		<hr/> <hr/>
23	Q00S02.01 Jessup Correctional Institution	
24	To become available immediately upon passage of this	
25	budget to supplement the appropriation for fiscal	
26	year 2014 to provide additional funds to cover	
27	inmate variable costs associated with a higher	
28	inmate population than currently budgeted.	
29	Funding may be realigned to other units within the	
30	department.	
31	General Fund Appropriation	4,108,540
32		<hr/> <hr/>
33	Q00S02.01 Jessup Correctional Institution	
34	To become available immediately upon passage of this	
35	budget to supplement the appropriation for fiscal	
36	year 2014 to provide additional funds to cover	
37	increasing costs in raw food supplies. Funding may	

1 be realigned to other units within the region.

2 General Fund Appropriation 1,023,139

3 1,023,139

4 Q00S02.01 Jessup Correctional Institution

5 To become available immediately upon passage of this
6 budget to supplement the appropriation for fiscal
7 year 2014 to provide additional funds for
8 contractual costs related to inmate pharmacy.
9 Funds may be realigned to other units within the
10 region.

11 General Fund Appropriation 1,845,976

12 1,845,976

13 COMMUNITY SUPERVISION – SOUTH

14 Q00S03.01 Community Supervision

15 To become available immediately upon passage of this
16 budget to supplement the appropriation for fiscal
17 year 2014 to provide additional funds for the
18 Drinking Driver Monitoring Program (DDMP) due
19 to lower than anticipated revenue collections.

20 General Fund Appropriation 176,959

21 176,959

22 CORRECTIONS – CENTRAL

23 Q00T02.01 Metropolitan Transition Center

24 To become available immediately upon passage of this
25 budget to supplement the appropriation for fiscal
26 year 2014 to provide additional funds for custodial
27 overtime expenses. Funds may be realigned to
28 other units within the region.

29 General Fund Appropriation 1,056,400

30 1,056,400

31 Q00T02.01 Metropolitan Transition Center

32 To become available immediately upon passage of this
33 budget to supplement the appropriation for fiscal
34 year 2014 to provide additional funds for
35 contractual costs related to inmate pharmacy.
36 Funds may be realigned to other units within the
37 region.

1	General Fund Appropriation	606,854
2		<hr/> <hr/>
3	Q00T02.05 Central Maryland Correctional Facility	
4	To become available immediately upon passage of this	
5	budget to supplement the appropriation for fiscal	
6	year 2014 to provide additional funds to cover	
7	increasing costs in raw food supplies.	
8	General Fund Appropriation	68,637
9		<hr/> <hr/>
10	COMMUNITY SUPERVISION – CENTRAL	
11	Q00T03.01 Community Supervision	
12	To become available immediately upon passage of this	
13	budget to supplement the appropriation for fiscal	
14	year 2014 to provide additional funds for the	
15	Drinking Driver Monitoring Program (DDMP) due	
16	to lower than anticipated revenue collections.	
17	General Fund Appropriation	26,170
18		<hr/> <hr/>
19	DETENTION – CENTRAL	
20	Q00T04.03 Baltimore City Detention Center	
21	To become available immediately upon passage of this	
22	budget to supplement the appropriation for fiscal	
23	year 2014 to provide additional funds for custodial	
24	overtime expenses. Funds may be realigned to	
25	other units with the region.	
26	General Fund Appropriation	1,927,415
27		<hr/> <hr/>
28	Q00T04.03 Baltimore City Detention Center	
29	To become available immediately upon passage of this	
30	budget to supplement the appropriation for fiscal	
31	year 2014 to provide additional funds to install a	
32	cell phone managed access system at the facility.	
33	General Fund Appropriation	4,160,083
34		<hr/> <hr/>
35	Q00T04.03 Baltimore City Detention Center	

1 agency may reallocate this reduction by budget
 2 amendment to other programs within the
 3 department.

4 General Fund Appropriation -456,000
 5

6 R00A01.04 Division of Accountability, Assessment, and
 7 Data Systems

8 To become available immediately upon passage of this
 9 budget to supplement the appropriation for fiscal
 10 year 2014 to provide funds for the development and
 11 scoring of the Maryland School Assessments and
 12 High School Assessments.

13 General Fund Appropriation, ~~provided that~~
 14 ~~\$14,471,561 of the proposed deficiency made for the~~
 15 ~~purpose of developing and scoring the Maryland~~
 16 ~~School Assessments and High School Assessments~~
 17 ~~be restricted until the Maryland State Department~~
 18 ~~of Education provides a copy of all of its assessment~~
 19 ~~contracts, including contracts for the Partnership~~
 20 ~~for Assessment of Readiness for College and~~
 21 ~~Careers assessments, Maryland School~~
 22 ~~Assessments and Maryland High School~~
 23 ~~Assessments to the committees. The budget~~
 24 ~~committees shall have 30 days to review and~~
 25 ~~comment. Funds restricted pending the receipt of~~
 26 ~~the contracts may not be transferred by budget~~
 27 ~~amendment or otherwise to any other purpose and~~
 28 ~~shall revert to the General Fund if the contracts~~
 29 ~~are not submitted to the budget committees~~ 14,471,561
 30

72

31 R00A01.11 Division of Instruction

32 To become available immediately upon passage of this
 33 budget to reduce the appropriation for fiscal year
 34 2014 to implement cost containment reductions for
 35 contractual services. The agency may reallocate
 36 this reduction by budget amendment to other
 37 programs within the department.

38 General Fund Appropriation -90,000
 39

40 R00A01.20 Division of Rehabilitation Services

41 To become available immediately upon passage of this

1 budget to reduce the appropriation for fiscal year
 2 2014 to implement cost containment reductions for
 3 contractual services and grants, and to fund two
 4 positions with available federal funds. The agency
 5 may reallocate this reduction by budget
 6 amendment to other programs within the
 7 department.

8	General Fund Appropriation	-303,702
9	Federal Fund Appropriation	203,702
10		<hr/>
11		-100,000
12		<hr/> <hr/>

AID TO EDUCATION

13
 14 R00A02.01 State Share of Foundation Program
 15 To become available immediately upon passage of this
 16 budget to supplement the appropriation for fiscal
 17 year 2014 to replace general funds with Education
 18 Trust Fund revenues due to revised Video Lottery
 19 Terminal revenue projections.

20	General Fund Appropriation	-34,847,983
21	Special Fund Appropriation.....	34,847,983
22		<hr/>
23		0
24		<hr/> <hr/>

25 R00A02.07 Students with Disabilities
 26 To become available immediately upon passage of this
 27 budget to supplement the appropriation for fiscal
 28 year 2014 to fund anticipated expenditures in the
 29 Nonpublic Placements program.

30	General Fund Appropriation	122,035
31		<hr/> <hr/>

32 R00A02.13 Innovative Programs
 33 To become available immediately upon passage of this
 34 budget to supplement the appropriation for fiscal
 35 year 2014 to fund the requirements of HB 1188 of
 36 the 2012 Session, which created the Lacrosse
 37 Opportunities Program to increase lacrosse
 38 opportunities for minority students.

39	General Fund Appropriation	40,000
----	----------------------------------	--------

1
 2 R00A02.39 Transportation
 3 To become available immediately upon passage of this
 4 budget to reduce the appropriation for fiscal year
 5 2014 to revert the funds restricted in the
 6 Transportation Program.

7 General Fund Appropriation -2,205,226
 8

9 R00A02.55 Teacher Development
 10 To become available immediately upon passage of this
 11 budget to supplement the appropriation for fiscal
 12 year 2014 to provide stipends for teachers in
 13 comprehensive needs schools that have obtained
 14 National Board Certification or Advanced
 15 Professional Certification as required in statute.

16 General Fund Appropriation 9,610,000
 17

18 R00A02.59 Child Care Subsidy Program
 19 To become available immediately upon passage of this
 20 budget to reduce the appropriation for fiscal year
 21 2014 to provide funds to implement cost
 22 containment reductions for Subsidy eligibility
 23 determination expenditures. The agency may
 24 reallocate this reduction by budget amendment to
 25 other programs within the department.

26 General Fund Appropriation -2,050,000
 27

28 CHILDREN’S CABINET INTERAGENCY FUND

29 FY 2014 Deficiency Appropriation

30 R00A04.01 Children’s Cabinet Interagency Fund
 31 To become available immediately upon passage of this
 32 budget to reduce the appropriation for fiscal year
 33 2014 to implement cost containment reductions by
 34 aligning the current year appropriation with actual
 35 Care Management Entity enrollment. The agency
 36 may reallocate this reduction by budget
 37 amendment to other programs within the
 38 department.

1	2014 to revert the funds restricted in the State	
2	Support for Higher Education Program.	
3	Current Unrestricted Fund Appropriation	-99,617
4		<hr/> <hr/>
5	R30B26.00 Frostburg State University	
6	To become available immediately upon passage of this	
7	budget to reduce the appropriation for fiscal year	
8	2014 to revert the funds restricted in the State	
9	Support for Higher Education Program.	
10	Current Unrestricted Fund Appropriation	-101,497
11		<hr/> <hr/>
12	R30B27.00 Coppin State University	
13	To become available immediately upon passage of this	
14	budget to reduce the appropriation for fiscal year	
15	2014 to revert the funds restricted in the State	
16	Support for Higher Education Program.	
17	Current Unrestricted Fund Appropriation	-116,014
18		<hr/> <hr/>
19	R30B28.00 University of Baltimore	
20	To become available immediately upon passage of this	
21	budget to reduce the appropriation for fiscal year	
22	2014 to revert the funds restricted in the State	
23	Support for Higher Education Program.	
24	Current Unrestricted Fund Appropriation	-91,628
25		<hr/> <hr/>
26	R30B29.00 Salisbury University	
27	To become available immediately upon passage of this	
28	budget to reduce the appropriation for fiscal year	
29	2014 to revert the funds restricted in the State	
30	Support for Higher Education Program.	
31	Current Unrestricted Fund Appropriation	-55,554
32		<hr/> <hr/>
33	R30B30.00 University of Maryland University College	
34	To become available immediately upon passage of this	
35	budget to reduce the appropriation for fiscal year	
36	2014 to revert the funds restricted in the State	
37	Support for Higher Education Program.	

1	Current Unrestricted Fund Appropriation	-100,639
2		<hr/> <hr/>
3	R30B31.00 University of Maryland Baltimore County	
4	To become available immediately upon passage of this	
5	budget to reduce the appropriation for fiscal year	
6	2014 to revert the funds restricted in the State	
7	Support for Higher Education Program.	
8	Current Unrestricted Fund Appropriation	-134,291
9		<hr/> <hr/>
10	R30B34.00 University of Maryland Center for	
11	Environmental Science	
12	To become available immediately upon passage of this	
13	budget to reduce the appropriation for fiscal year	
14	2014 to revert the funds restricted in the State	
15	Support for Higher Education Program.	
16	Current Unrestricted Fund Appropriation	-58,396
17		<hr/> <hr/>
18	R30B36.00 University System of Maryland Office	
19	To become available immediately upon passage of this	
20	budget to reduce the appropriation for fiscal year	
21	2014 to revert the funds restricted in the State	
22	Support for Higher Education Program.	
23	Current Unrestricted Fund Appropriation	-59,204
24		<hr/> <hr/>
25	MARYLAND HIGHER EDUCATION COMMISSION	
26	FY 2014 Deficiency Appropriation	
27	R62I00.01 General Administration	
28	To become available immediately upon passage of this	
29	budget to reduce the appropriation for fiscal year	
30	2014 to implement cost containment reductions for	
31	administrative expenditures. The agency may	
32	reallocate this reduction by budget amendment to	
33	other programs within the department.	
34	General Fund Appropriation	-110,000
35		<hr/> <hr/>

1	R62I00.01 General Administration	
2	To become available immediately upon passage of this	
3	budget to supplement the appropriation for fiscal	
4	year 2014 to provide funds for legal services.	
5	General Fund Appropriation	50,000
6		<hr/> <hr/>
7	R62I00.10 Educational Excellence Awards	
8	To become available immediately upon passage of this	
9	budget to supplement the appropriation for fiscal	
10	year 2014 to provide funds for educational	
11	excellence scholarships.	
12	Special Fund Appropriation.....	10,000,000
13		<hr/> <hr/>
14	R62I00.20 Distinguished Scholar Program	
15	To become available immediately upon passage of this	
16	budget to reduce the appropriation for fiscal year	
17	2014 to implement cost containment reductions for	
18	the Distinguished Scholar Program. The agency	
19	may reallocate this reduction by budget	
20	amendment to other programs within the	
21	department.	
22	General Fund Appropriation	-550,000
23		<hr/> <hr/>
24	R62I00.37 Veterans of Afghanistan and Iraq Conflicts	
25	Scholarships	
26	To become available immediately upon passage of this	
27	budget to supplement the appropriation for fiscal	
28	year 2014 to provide funds for veterans of the	
29	Afghanistan and Iraq conflicts scholarships.	
30	Special Fund Appropriation.....	750,000
31		<hr/> <hr/>

HIGHER EDUCATION

FY 2014 Deficiency Appropriation

34	R75T00.00 State Support for State-Operated Institutions of	
35	Higher Education	
36	To become available immediately upon passage of this	
37	budget to reduce the appropriation for fiscal year	

1 programs within the department.

2 General Fund Appropriation 281,322

3 281,322

4 V00D02.01 Departmental Support

5 To become available immediately upon passage of this
6 budget to supplement the appropriation for fiscal
7 year 2014 to provide funds for surveillance cameras
8 at the Western Maryland Youth Centers.

9 General Fund Appropriation 715,000

10 715,000

11 BALTIMORE CITY REGION

12 V00G01.02 Baltimore City Region Community Operations

13 To become available immediately upon passage of this
14 budget to supplement the appropriation for fiscal
15 year 2014 to provide funds for youth medical care
16 and diversion programs. The agency may reallocate
17 this funding by budget amendment to other
18 programs within the department.

19 General Fund Appropriation ~~329,214~~

20 224,925

21 224,925

22 V00G01.02 Baltimore City Region Community Operations

23 To become available immediately upon passage of this
24 budget to reduce the appropriation for fiscal year
25 2014 to implement cost containment reductions for
26 residential per-diem placements. The agency may
27 reallocate this reduction by budget amendment to
28 other programs within the department.

29 General Fund Appropriation -1,200,000

30 -1,200,000

31 METRO REGION

32 V00L01.02 Metro Region Community Operations

33 To become available immediately upon passage of this
34 budget to supplement the appropriation for fiscal
35 year 2014 to provide funds for youth medical care
36 and diversion programs. The agency may reallocate
37 this funding by budget amendment to other

1 programs within the department.

2 General Fund Appropriation 564,744

3 =====

4 MARYLAND STATE POLICE

5 FY 2014 Deficiency Appropriation

6 W00A01.02 Field Operations Bureau

7 To become available immediately upon passage of this
 8 budget to supplement the appropriation for fiscal
 9 year 2014 to provide funds for aviation fuels and
 10 aircraft maintenance.

11 General Fund Appropriation 673,886

12 Special Fund Appropriation..... 2,695,543

13 =====

14 3,369,429

15 =====

16 W00A01.02 Field Operations Bureau

17 To become available immediately upon passage of this
 18 budget to reduce the appropriation for fiscal year
 19 2014 to implement cost containment reductions for
 20 delay of a trooper cadet class. The agency may
 21 reallocate this reduction by budget amendment to
 22 other programs within the department.

23 General Fund Appropriation -1,666,160

24 =====

25 W00A01.04 Support Services Bureau

26 To become available immediately upon passage of this
 27 budget to supplement the appropriation for fiscal
 28 year 2014 to provide funds for reduction of the
 29 firearm registration backlog.

30 General Fund Appropriation 3,810,285

31 =====

32 STATEWIDE REDUCTION FOR HEALTH
 33 INSURANCE

34 FY 2014 Deficiency Appropriation

35 Statewide Reductions for Health Insurance

1 To become available immediately upon passage of this
 2 budget to reduce the appropriation for fiscal year
 3 2014 to implement cost containment reductions for
 4 ~~Executive Branch~~ agencies to reflect health
 5 insurance savings from favorable cost trends.
 6 Funding for this purpose shall be reduced in
 7 Comptroller Objects 0152 Health Insurance and
 8 0154 Retirees Health Insurance, within ~~Executive~~
 9 ~~Branch~~ agencies in fiscal year 2014. Agencies may
 10 reallocate this reduction by budget amendment
 11 across programs.

	General Funds
12 <u>B75 General Assembly</u>	-1,047,318
13 <u>C00 Judiciary</u>	-2,554,238
14 C80 Office of the Public Defender	-1,023,831
15 C81 Office of the Attorney General	-162,413
16 C82 State Prosecutor	-10,506
17 C85 Maryland Tax Court	-7,741
18 D05 Board of Public Works (BPW)	-9,675
19 D10 Executive Department Governor	-97,006
20 D11 Office of Deaf and Hard of Hearing	-2,620
21 D12 Department of Disabilities	-17,695
22 D15 Boards and Commissions	-82,268
23 D16 Secretary of State	-26,483
24 D17 Historic St. Mary's City Commission	-28,258
25 D18 Governor's Office for Children	-21,259
26 D25 BPW Interagency Committee for School	
27 Construction	-23,615
28 D26 Department of Aging	-21,532
29 D27 Maryland Commission on Civil Rights	-34,563
30 D38 State Board of Elections	-35,190
31 D39 Maryland State Board of Contract Appeals	-6,973
32 D40 Department of Planning	-144,338
33 D50 Military Department	-146,647
34 D55 Department of Veterans Affairs	-49,671
35 D60 Maryland State Archives	-23,249
36 E00 Comptroller of Maryland	-912,340
37 E20 State Treasurer's Office	-33,070
38 E50 Department of Assessments and Taxation	-335,407
39 E75 State Lottery and Gaming Control Agency	-114,435
40 E80 Property Tax Assessment Appeals Board	-11,339
41 F10 Department of Budget and Management	-153,644
42 F50 Department of Information Technology	-96,591
43 H00 Department of General Services	-445,813
44 K00 Department of Natural Resources	-497,916
45 L00 Department of Agriculture	-304,523

1	M00 Department of Health and Mental Hygiene	-5,847,596
2	N00 Department of Human Resources	-2,810,379
3	P00 Department of Labor, Licensing and Regulation	-290,671
4	Q00 Department of Public Safety and Correctional	
5	Services	-12,725,447
6	R00 State Department of Education	-465,154
7	R15 Maryland Public Broadcasting Commission	-87,346
8	R62 Maryland Higher Education Commission	-48,247
9	R75 Support for State-Operated Institutions of Higher	
10	Education	-16,923,210
11	R99 Maryland School for the Deaf	-303,994
12	T00 Department of Business and Economic	
13	Development	-189,827
14	U00 Department of the Environment	-274,973
15	V00 Department of Juvenile Services	-2,332,000
16	W00 Department of State Police	-2,465,096
17		
18	Total General Funds	<u>-49,644,551</u>
19		<u>-53,246,107</u>
20		
21		Current
22		Unrestricted
23		Funds
24	R13 Morgan State University	-1,082,147
25	R30 University System of Maryland	-15,841,063
26		
27	Total Current Unrestricted Funds	<u>-16,923,210</u>
28	Less: General Funds in Higher Education	16,923,210
29		
30	Net Current Unrestricted Funds	<u>0</u>
31		

32 STATEWIDE REDUCTION FOR STATE
33 PERSONNEL SYSTEM ALLOCATION

34 FY 2014 Deficiency Appropriation

35 Statewide Reduction for State Personnel System Allocation
36 To become available immediately upon passage of this
37 budget to reduce the appropriation for fiscal year
38 2014 to implement cost containment reductions for
39 the State Personnel System Allocation based on
40 estimated fiscal year 2014 actuals. Funding for this
41 purpose will be reduced in Comptroller Object 0894
42 (State Personnel System Allocation) within
43 ~~Executive Branch~~ agencies by the following

1 amounts in accordance with a schedule determined
 2 by the Governor. The agencies may reallocate this
 3 reduction by budget amendment to other programs
 4 within the department.

5	General Fund Appropriation	-10,708,712
6		<u>-10,949,078</u>
7		<hr/> <hr/>
8		General Funds
9	<u>B75 General Assembly</u>	-46,972
10	<u>C00 Judiciary</u>	-193,394
11	C80 Office of the Public Defender	-236,592
12	C81 Office of the Attorney General	-41,759
13	C82 State Prosecutor	-2,792
14	C85 Maryland Tax Court	-2,031
15	D05 Board of Public Works (BPW)	-2,285
16	D10 Executive Department – Governor	-22,720
17	D11 Office of Deaf and Hard of Hearing	-761
18	D12 Department of Disabilities	-5,776
19	D15 Boards and Commissions	-24,548
20	D16 Secretary of State	-6,093
21	D17 Historic St. Mary’s City Commission	-5,589
22	D18 Governor’s Office for Children	-4,189
23	D25 BPW Interagency Committee for School	
24	Construction	-4,315
25	D26 Department of Aging	-12,562
26	D27 Maryland Commission on Civil Rights	-8,783
27	D38 State Board of Elections	-8,631
28	D39 Maryland State Board of Contract Appeals	-1,269
29	D40 Department of Planning	-38,586
30	D50 Military Department	-83,391
31	D55 Department of Veterans Affairs	-19,293
32	D60 Maryland State Archives	-6,981
33	E00 Comptroller of Maryland	-221,563
34	E20 State Treasurer’s Office	-8,169
35	E50 Department of Assessments and Taxation	-70,656
36	E75 State Lottery and Gaming Control Agency	-13,200
37	E80 Property Tax Assessment Appeals Board	-2,285
38	F10 Department of Budget and Management	-36,277
39	F50 Department of Information Technology	-22,077
40	H00 Department of General Services	-128,701
41	K00 Department of Natural Resources	-160,766
42	L00 Department of Agriculture	-68,033
43	M00 Department of Health and Mental Hygiene	-1,536,045
44	M00 Department of Health and Mental Hygiene –	
45	Local Health	-696,796

1	N00 Department of Human Resources	-1,633,139
2	P00 Department of Labor, Licensing and Regulation	-332,569
3	Q00 Department of Public Safety and Correctional	
4	Services	-2,714,816
5	R00 State Department of Education	-356,056
6	R15 Maryland Public Broadcasting Commission	-17,008
7	R62 Maryland Higher Education Commission	-12,439
8	R75 Support for State-Operated Institutions of Higher	
9	Education	-879,002
10	R99 Maryland School for the Deaf	-73,872
11	T00 Department of Business and Economic	
12	Development	-42,647
13	U00 Department of the Environment	-121,850
14	V00 Department of Juvenile Services	-536,152
15	W00 Department of State Police	-485,648
16		
17	Total General Funds	<u>-10,708,712</u>
18		<u>-10,949,078</u>

19		
20		Current
21		Unrestricted
22		Funds
23	R13 Morgan State University	-169,864
24	R14 St. Mary's College of Maryland	-66,355
25	R30 University System of Maryland	-573,364
26	R95 Baltimore City Community College	-69,419
27		
28	Total Current Unrestricted Funds	<u>-879,002</u>
29	Less: General Funds in Higher Education	879,002
30		
31	Net Current Unrestricted Funds	<u>0</u>
32		

33 STATEWIDE REDUCTION FOR RETIREMENT

34 FY 2014 Deficiency Appropriation

35 Statewide Reduction for Retirement

36 To become available immediately upon passage of this
37 budget to reduce the appropriation for fiscal year
38 2014 to implement cost containment reductions ~~on~~
39 ~~Executive Branch agencies~~ to reflect a reduced
40 Maryland State Retirement and Pension System
41 reinvestment. Agencies may reallocate this
42 reduction by budget amendment across programs.

	General Funds
1	
2	C80 Office of the Public Defender -577,845
3	C81 Office of the Attorney General -102,331
4	C82 State Prosecutor -8,007
5	C85 Maryland Tax Court -3,724
6	D05 Board of Public Works (BPW) -6,325
7	D10 Executive Department – Governor -70,398
8	D11 Office of Deaf and Hard of Hearing -1,943
9	D12 Department of Disabilities -9,617
10	D15 Boards and Commissions -47,191
11	D16 Secretary of State -13,689
12	D17 Historic St. Mary’s City Commission -13,019
13	D18 Governor’s Office for Children -10,480
14	D25 BPW Interagency Committee for School
15	Construction -10,665
16	D26 Department of Aging -14,076
17	D27 Maryland Commission on Civil Rights -16,845
18	D38 State Board of Elections -20,165
19	D39 Maryland State Board of Contract Appeals -3,388
20	D40 Department of Planning -76,881
21	D50 Military Department -61,082
22	D55 Department of Veterans Affairs -24,650
23	D60 Maryland State Archives -13,766
24	E00 Comptroller of Maryland -424,142
25	E20 State Treasurer’s Office -17,651
26	E50 Department of Assessments and Taxation -145,997
27	E75 State Lottery and Gaming Control Agency -44,449
28	E80 Property Tax Assessment Appeals Board -3,958
29	F10 Department of Budget and Management -98,380
30	F50 Department of Information Technology -57,447
31	H00 Department of General Services -245,124
32	K00 Department of Natural Resources -486,134
33	L00 Department of Agriculture -137,038
34	M00 Department of Health and Mental Hygiene -2,657,957
35	N00 Department of Human Resources -1,238,012
36	P00 Department of Labor, Licensing and Regulation -181,142
37	Q00 Department of Public Safety and Correctional
38	Services -5,192,674
39	R00 State Department of Education -262,814
40	R00 State Department of Education – Aid -63,373,801
41	R15 Maryland Public Broadcasting Commission -37,777
42	R62 Maryland Higher Education Commission -24,291
43	R62 Maryland Higher Education Commission – Aid -2,633,699
44	R75 Support for State–Operated Institutions of Higher
45	Education -4,747,311
46	R99 Maryland School for the Deaf -165,027

1	T00 Department of Business and Economic	
2	Development	-117,072
3	U00 Department of the Environment	-184,019
4	V00 Department of Juvenile Services	-970,677
5	W00 Department of State Police	-1,524,963
6		
7	Total General Funds	-86,077,643
8		
9		Current
10		Unrestricted
11		Funds
12	R13 Morgan State University	-382,060
13	R30 University System of Maryland	-4,365,251
14		
15	Total Current Unrestricted Funds	-4,747,311
16	Less: General Funds in Higher Education	4,747,311
17		
18	Net Current Unrestricted Funds	0
19		

20 Further provided that in fiscal 2014 the
 21 Governor, Chief Judge, and the Presiding
 22 Officers shall further reduce the amount
 23 of supplemental retirement contributions
 24 by the following amounts:

25	<u>General Funds – Executive Branch:</u>	<u>86,077,643</u>
26	<u>General Funds – Judiciary:</u>	<u>1,526,648</u>
27	<u>General Funds – General Assembly:</u>	<u>478,066</u>
28	<u>Special Funds:</u>	<u>12,295,546</u>
29	<u>Federal Funds:</u>	<u>8,770,214</u>

30 The Governor shall allocate the statewide
 31 reduction to the supplemental retirement
 32 contributions across all State agencies.
 33 The Department of Budget and
 34 Management shall provide a schedule of
 35 the statewide reduction allocation to the
 36 budget committees and the Department of
 37 Legislative Services by ~~July 1~~ June 15,
 38 2014.

1 SECTION 2. AND BE IT FURTHER ENACTED, That in order to carry out the
2 provisions of these appropriations the Secretary of Budget and Management is
3 authorized:

4 (a) To allot all or any portion of the funds herein appropriated to the various
5 departments, boards, commissions, officers, schools and institutions by monthly,
6 quarterly or seasonal periods and by objects of expense and may place any funds
7 appropriated but not allotted in contingency reserve available for subsequent
8 allotment. Upon the Secretary's own initiative or upon the request of the head of any
9 State agency, the Secretary may authorize a change in the amount of funds so allotted.

10 The Secretary shall, before the beginning of the fiscal year, file with the
11 Comptroller of the Treasury a schedule of allotments, if any. The Comptroller shall not
12 authorize any expenditure or obligation in excess of the allotment made and any
13 expenditure so made shall be illegal.

14 (b) To allot all or any portion of funds coming into the hands of any
15 department, board, commission, officer, school and institution of the State, from
16 sources not estimated or calculated upon in the budget.

17 (c) To fix the number and classes of positions, including temporary and
18 permanent positions, or person years of authorized employment for each agency, unit,
19 or program thereof, not inconsistent with the Public General Laws in regard to
20 classification of positions. The Secretary shall make such determination before the
21 beginning of the fiscal year and shall base them on the positions or person years of
22 employment authorized in the budget as amended by approved budgetary position
23 actions. No payment for salaries or wages nor any request for or certification of
24 personnel shall be made except in accordance with the Secretary's determinations. At
25 any time during the fiscal year the Secretary may amend the number and classes of
26 positions or person years of employment previously fixed by the Secretary; the
27 Secretary may delegate all or part of this authority. The governing boards of public
28 institutions of higher education shall have the authority to transfer positions between
29 programs and campuses under each institutional board's jurisdiction without the
30 approval of the Secretary, as provided in Section 15-105 of the Education Article.

31 (d) To prescribe procedures and forms for carrying out the above provisions.

32 SECTION 3. AND BE IT FURTHER ENACTED, That in accordance with
33 Section 7-109 of the State Finance and Procurement Article of the Annotated Code of
34 Maryland, it is the intention of the General Assembly to include herein a listing of
35 nonclassified flat rate or per diem positions by unit of State government, job
36 classification, the number in each job classification and the amount proposed for each
37 classification. The Chief Judge of the Court of Appeals may make adjustments to
38 positions contained in the Judicial portion of this section (including judges) that are
39 impacted by changes in salary plans or by salary actions in the executive agencies.

		JUDICIARY	
1			
2	Chief Judge, Court of Appeals	1	190,600
3	Judge, Court of Appeals (@ 171,600)	6	1,029,600
4	Chief Judge, Court of Special Appeals	1	161,800
5	Judge, Court of Special Appeals (@ 158,800)	14	2,223,200
6	Judge, Circuit Court (@ 149,600)	162	24,235,200
7	Chief Judge, District Court of Maryland	1	158,800
8	Judge, District Court (@ 136,500)	117	15,970,500
9	Judiciary Clerk of Court A (@ 114,500)	5	572,500
10	Judiciary Clerk of Court B (@ 114,500)	6	687,000
11	Judiciary Clerk of Court C (@ 114,500)	6	687,000
12	Judiciary Clerk of Court D (@ 98,500)	7	689,500
13			
	OFFICE OF THE PUBLIC DEFENDER		
14	Public Defender	1	149,600
15			
	OFFICE OF THE ATTORNEY GENERAL		
16	Attorney General	1	125,000
17			
	OFFICE OF THE STATE PROSECUTOR		
18	State Prosecutor	1	149,600
19			
	MARYLAND TAX COURT		
20	Judge Tax Court (@ 36,440)	4	145,760
21			
	PUBLIC SERVICE COMMISSION		
22	Commissioner (@ 136,631)	4	546,524
23			
	WORKERS' COMPENSATION COMMISSION		
24	Chairman	1	138,200
25	Commissioner (@ 136,500)	9	1,228,500
26			
	EXECUTIVE DEPARTMENT – GOVERNOR		
27	Governor	1	150,000
28	Lieutenant Governor	1	125,000

1	SECRETARY OF STATE		
2	Secretary of State	1	87,500
3	MARYLAND STATE BOARD OF CONTRACT APPEALS		
4	Chairman	1	122,363
5	Member	1	110,364
6	Member	1	110,364
7	MARYLAND INSTITUTE FOR EMERGENCY		
8	MEDICAL SERVICES SYSTEMS		
9	EMS Executive Director	1	250,220
10	OFFICE OF THE COMPTROLLER		
11	Comptroller	1	125,000
12	STATE TREASURER'S OFFICE		
13	Treasurer	1	125,000
14	STATE LOTTERY AND GAMING CONTROL AGENCY		
15	Lottery and Gaming Commissioner (@ 18,000)	7	126,000
16	MARYLAND STATE RETIREMENT AND PENSION SYSTEMS		
17	State Retirement Administrator	1	139,310
18	MARYLAND DEPARTMENT OF TRANSPORTATION		
19	State Highway Administration		
20	State Highway Administrator	1	157,590
21	Maryland Port Administration		
22	Executive Director	1	270,047
23	Deputy Executive Director, Development and		
24	Administration	1	162,393
25	Director, Operations	1	145,599
26	Director, Marketing	1	136,548
27	CFO and Treasurer (MIT)	1	125,660
28	Director, Maritime Commercial Management	1	129,984

1	Director, Engineering	1	123,600
2	Deputy Director, Marketing	1	112,520
3	Director, Security	1	94,554
4	Deputy Director, Harbor Development	1	105,924
5	Manager, South America and Latin America Trade		
6	Development	1	94,725
7	General Manager, Cruise MD Marketing	1	84,514
8	Maryland Transit Administration		
9	Maryland Transit Administrator	1	192,355
10	Senior Deputy Administrator, Transit Operations	1	128,594
11	Executive Director of Safety and Risk Management	1	136,534
12	Project Director New Starts	1	139,471
13	Executive Project Director New Starts	1	119,120
14	Executive Project Director New Starts	1	117,668
15	Maryland Aviation Administration		
16	Executive Director	1	274,793
17	Deputy Executive Director, Facilities Development and		
18	Engineering	1	141,322
19	Deputy Executive Director, Technology, Human		
20	Resources, Safety and Training	1	141,110
21	Deputy Executive Director, Business Management and		
22	Administration	1	157,590
23	Director, Planning and Environmental Services	1	128,009
24	Director, Commercial Management	1	133,900
25	Director, Marketing, Communications and Customer		
26	Service	1	128,009
27	Director, Regional Aviation Assistance	1	103,000
28	Deputy Executive Director, Operations and		
29	Maintenance	1	160,532
30	Director of Engineering and Construction Management	1	131,325
31	Director of Maintenance and Utilities	1	111,532
32	DEPARTMENT OF HEALTH AND MENTAL HYGIENE		
33	Office of the Chief Medical Examiner		
34	Resident Forensic Pathologist (@ 55,995)	3	167,985
35	MARYLAND SCHOOL FOR THE DEAF – FREDERICK CAMPUS		
36	MSD Non-Faculty Manager III	1	111,430
37	MSD Non-Faculty Manager III	1	103,947

1 MSD Non-Faculty Manager I 1 87,378

2 DEPARTMENT OF PUBLIC SAFETY AND CORRECTIONAL SERVICES

3 Maryland Parole Commission

4 Chairman 1 104,364
 5 Member (@ 92,366) 9 831,294

6 PUBLIC EDUCATION

7 State Department of Education – Headquarters

8 State Superintendent of Schools 1 210,000

9 SECTION 4. AND BE IT FURTHER ENACTED, That if any person holding an
 10 office of profit within the meaning of Article 35 of the Declaration of Rights,
 11 Constitution of Maryland, is appointed to or otherwise becomes the holder of a second
 12 office within the meaning of Article 35 of the Declaration of Rights, Constitution of
 13 Maryland, then no compensation or other emolument, except expenses incurred in
 14 connection with attendance at hearings, meetings, field trips, and working sessions,
 15 shall be paid from any funds appropriated by this bill to that person for any services in
 16 connection with the second office.

17 SECTION 5. AND BE IT FURTHER ENACTED, That amounts received
 18 pursuant to Sections 2–201 and 7–217 of the State Finance and Procurement Article
 19 may be expended by approved budget amendment.

20 SECTION 6. AND BE IT FURTHER ENACTED, That funds appropriated by
 21 this bill may be transferred among programs in accordance with the procedure
 22 provided in Sections 7–205 through 7–212, inclusive, of the State Finance and
 23 Procurement Article.

24 SECTION 7. AND BE IT FURTHER ENACTED, That, except as otherwise
 25 provided, amounts received from sources estimated or calculated upon in the budget in
 26 excess of the estimates for any special or federal fund appropriations listed in this bill
 27 may be made available by approved budget amendment.

28 SECTION 8. AND BE IT FURTHER ENACTED, That authorization is hereby
 29 granted to transfer by budget amendment General Fund amounts for the operations of
 30 State office buildings and facilities to the budgets of the various agencies and
 31 departments occupying the buildings.

32 SECTION 9. AND BE IT FURTHER ENACTED, That \$7,356,472 is
 33 appropriated in the various agency budgets for tort claims (including motor vehicles)
 34 under the provisions of the State Government Article, Title 12, Subtitle 1, the
 35 Maryland Tort Claims Act (MTCA). These funds are to be transferred to the State

1 Insurance Trust Fund; these funds, together with funds appropriated in prior budgets
2 for tort claims but unexpended, are the only funds available to make payments under
3 the provisions of the MTCA.

4 (A) Tort claims for incidents or occurrences occurring after October 1, 1999,
5 paid from the State Insurance Trust Fund, are limited hereby and by State
6 Treasurer's regulations to payments of no more than \$200,000 to a single
7 claimant for injuries arising from a single incident or occurrence.

8 (B) Tort claims for incidents or occurrences occurring after July 1, 1996, and
9 before October 1, 1999, paid from the State Insurance Trust Fund, are limited
10 hereby and by State Treasurer's regulations to payments of no more than
11 \$100,000 to a single claimant for injuries arising from a single incident or
12 occurrence.

13 (C) Tort claims for incidents or occurrences resulting in death on or after July
14 1, 1994, and before July 1, 1996, paid from the State Insurance Trust Fund, are
15 limited hereby and by State Treasurer's regulations to payments of no more
16 than \$75,000 to a single claimant. All other tort claims occurring on or after
17 July 1, 1994, and before July 1, 1996, paid from the State Insurance Trust
18 Fund, are limited hereby and by State Treasurer's regulations to payments of
19 no more than \$50,000 to a single claimant for injuries arising from a single
20 incident or occurrence.

21 (D) Tort claims for incidents or occurrences occurring prior to July 1, 1994,
22 paid from the State Insurance Trust Fund, are limited hereby and by State
23 Treasurer's regulations to payments of no more than \$50,000 to a single
24 claimant for injuries arising from a single incident or occurrence.

25 SECTION 10. AND BE IT FURTHER ENACTED, That authorization is hereby
26 granted to transfer by budget amendment General Fund amounts, budgeted to the
27 various State agency programs and subprograms which comprise the indirect cost
28 pools under the Statewide Indirect Cost Plan, from the State agencies providing such
29 services to the State agencies receiving the services. It is further authorized that
30 receipts by the State agencies providing such services from charges for the indirect
31 services may be used as special funds for operating expenses of the indirect cost pools.

32 SECTION 11. AND BE IT FURTHER ENACTED, That certain funds
33 appropriated to the various State agency programs and subprograms in Comptroller
34 object 0882 (In-State Services – Computer Usage – ADC Only) shall be utilized to pay
35 for services provided by the Comptroller of the Treasury, Data Processing Division,
36 Computer Center Operations (E00A10.01) consistent with the reimbursement
37 schedule provided for in the supporting budget documents. The expenditure or
38 transfer of these funds for other purposes requires the prior approval of the Secretary
39 of Budget and Management. Notwithstanding any other provision of law, the
40 Secretary of Budget and Management may transfer amounts appropriated in

1 Comptroller object 0882 between State departments and agencies by approved budget
 2 amendment in fiscal year 2015.

3 SECTION 12. AND BE IT FURTHER ENACTED, That, pursuant to Section
 4 8–102 of the State Personnel and Pensions Article, the salary schedule for the
 5 executive pay plan during fiscal year 2015 shall be as set forth below. Adjustments to
 6 the salary schedule may be made during the fiscal year in accordance with the
 7 provisions of Sections 8–108 and 8–109 of the State Personnel and Pensions Article.
 8 Notwithstanding the inclusion of salaries for positions which are determined by
 9 agencies with independent salary setting authority in the salary schedule set forth
 10 below, such salaries may be adjusted during the fiscal year in accordance with such
 11 salary setting authority. The salaries presented may be off by \$1 due to rounding.

12 Fiscal 2015
 13 Executive Salary Schedule

14		Scale	Minimum	Maximum
15	ES 4	9904	78,385	104,513
16	ES 5	9905	84,217	112,352
17	ES 6	9906	90,522	120,819
18	ES 7	9907	97,328	129,969
19	ES 8	9908	104,679	139,849
20	ES 9	9909	112,621	150,521
21	ES 10	9910	121,194	162,040
22	ES 11	9911	130,459	174,487
23	ES 91	9991	150,026	251,829

24
 25 Classification Title Scale FY 2015 Allowance

26 OFFICE OF THE PUBLIC DEFENDER

27	Deputy Public Defender	9909	133,157
28	Executive VI	9906	114,183

29 OFFICE OF THE ATTORNEY GENERAL

30	Deputy Attorney General	9909	150,521
31	Deputy Attorney General	9909	150,521
32	Senior Executive Associate Attorney General	9908	139,849
33	Senior Executive Associate Attorney General	9908	135,731
34	Senior Executive Associate Attorney General	9908	127,256

35 PUBLIC SERVICE COMMISSION

36	Chair	9991	157,590
----	-------	------	---------

1	OFFICE OF THE PEOPLE'S COUNSEL		
2	People's Counsel	9906	107,754
3	SUBSEQUENT INJURY FUND		
4	Executive Director	9906	120,819
5	UNINSURED EMPLOYERS' FUND		
6	Executive Director	9906	108,310
7	EXECUTIVE DEPARTMENT – GOVERNOR		
8	Executive Chief of Staff	9991	169,950
9	Executive Aide XI	9911	164,800
10	Executive Aide XI	9911	151,941
11	Executive Aide X	9910	158,493
12	Executive Aide X	9910	152,014
13	Executive Aide X	9910	152,014
14	Executive Aide X	9910	149,005
15	Executive Aide IX	9909	139,050
16	Executive Aide IX	9909	137,734
17	Executive Aide IX	9909	136,818
18	Executive Aide IX	9909	136,631
19	Executive Aide IX	9909	121,870
20	Executive Aide VIII	9908	133,179
21	Executive Aide VII	9907	124,712
22	DEPARTMENT OF DISABILITIES		
23	Secretary	9909	128,214
24	Deputy Secretary	9906	100,192
25	MARYLAND ENERGY ADMINISTRATION		
26	Executive Aide VIII	9908	136,631
27	EXECUTIVE DEPARTMENT – BOARDS, COMMISSIONS AND OFFICES		
28	Executive Aide IX	9909	130,538
29	Executive Aide VIII	9908	127,146
30	Executive Aide VIII	9908	126,072
31	GOVERNOR'S OFFICE FOR CHILDREN		
32	Executive Aide VIII	9908	118,450

1	INTERAGENCY COMMITTEE FOR SCHOOL CONSTRUCTION		
2	Executive VII	9907	125,646
3	DEPARTMENT OF AGING		
4	Secretary	9909	131,166
5	Deputy Secretary	9906	98,375
6	MARYLAND COMMISSION ON CIVIL RIGHTS		
7	Executive Director	9906	115,991
8	Deputy Director	9904	78,385
9	STATE BOARD OF ELECTIONS		
10	State Administrator of Elections	9907	123,794
11	DEPARTMENT OF PLANNING		
12	Secretary	9909	131,166
13	Deputy Director	9906	117,947
14	Executive V	9905	108,297
15	MILITARY DEPARTMENT		
16	Military Department Operations and Maintenance		
17	The Adjutant General	9909	137,168
18	Executive VIII	9908	131,325
19	Executive VII	9907	128,160
20	Executive VII	9907	126,130
21	DEPARTMENT OF VETERANS AFFAIRS		
22	Secretary	9905	109,360
23	STATE ARCHIVES		
24	State Archivist	9907	129,279
25	MARYLAND HEALTH BENEFIT EXCHANGE		
26	Executive Director	9991	199,511
27	Health Benefit Exchange Executive XI	9911	168,096
28	Health Benefit Exchange Executive X	9910	157,590

1	Health Benefit Exchange Executive X	9910	142,800
2	Health Benefit Exchange Executive X	9910	128,174
3	Executive Aide X	9910	121,345
4	MARYLAND INSURANCE ADMINISTRATION		
5	Maryland Insurance Commissioner	9911	152,863
6	Maryland Deputy Insurance Commissioner	9908	138,291
7	OFFICE OF ADMINISTRATIVE HEARINGS		
8	Chief Administrative Law Judge	9907	123,971
9	COMPTROLLER OF MARYLAND		
10	Office of the Comptroller		
11	Chief Deputy Comptroller	9910	139,407
12	Executive Aide X	9910	162,040
13	Assistant State Comptroller V	9905	112,352
14	General Accounting Division		
15	Assistant State Comptroller VII	9907	113,650
16	Bureau of Revenue Estimates		
17	Assistant State Comptroller VII	9907	97,328
18	Revenue Administration Division		
19	Assistant State Comptroller VII	9907	129,969
20	Compliance Division		
21	Assistant State Comptroller VII	9907	128,244
22	Field Enforcement Division		
23	Assistant State Comptroller VI	9906	107,283
24	Central Payroll Bureau		
25	Assistant State Comptroller V	9905	112,352

1	Information Technology Division		
2	Assistant State Comptroller VII	9907	120,327
3	STATE TREASURER'S OFFICE		
4	Chief Deputy Treasurer	9909	143,625
5	Executive VIII	9908	136,631
6	Executive VIII	9908	104,679
7	Executive VI	9906	107,406
8	Executive V	9905	112,105
9	Executive V	9905	99,799
10			<u>104,000</u>
11	Executive V	9905	84,217
12	<u>Executive V</u>	<u>9905</u>	<u>102,639</u>
13	<u>Executive V</u>	<u>9905</u>	<u>107,454</u>
14	STATE DEPARTMENT OF ASSESSMENTS AND TAXATION		
15	Director	9908	127,595
16	Deputy Director	9906	119,228
17	Executive V	9905	104,709
18	STATE LOTTERY AND GAMING CONTROL AGENCY		
19	Director	9911	173,349
20	Executive VIII	9908	135,265
21	Executive VII	9907	120,819
22	Executive VII	9907	120,819
23	Executive VII	9907	120,819
24	DEPARTMENT OF BUDGET AND MANAGEMENT		
25	Office of the Secretary		
26	Secretary	9911	174,487
27	Deputy Secretary	9909	147,037
28	Office of Personnel Services and Benefits		
29	Executive VIII	9908	131,993
30	Office of Budget Analysis		
31	Executive VIII	9908	130,905

1	Office of Capital Budgeting		
2	Executive VII	9907	127,147
3	DEPARTMENT OF INFORMATION TECHNOLOGY		
4	Secretary	9911	174,487
5	Executive VIII	9908	169,404
6	Executive VIII	9908	136,578
7	MARYLAND STATE RETIREMENT AND PENSION SYSTEMS		
8	Executive Director	9909	150,521
9	TEACHERS AND STATE EMPLOYEES SUPPLEMENTAL RETIREMENT PLANS		
10	Executive VII	9907	110,640
11	DEPARTMENT OF GENERAL SERVICES		
12	Office of the Secretary		
13	Secretary	9909	145,377
14	Executive VII	9907	114,437
15	Office of Facilities Operation and		
16	Maintenance		
17	Executive V	9905	100,858
18	Office of Procurement and Logistics		
19	Executive V	9905	101,909
20	Office of Real Estate		
21	Executive V	9905	100,858
22	Office of Facilities Planning, Design		
23	and Construction		
24	Executive V	9905	103,890
25	DEPARTMENT OF NATURAL RESOURCES		
26	Office of the Secretary		

SENATE BILL 170

239

1	Secretary	9910	154,733
2	Deputy Secretary	9908	137,734
3	Executive VI	9906	120,819
4	Executive VI	9906	109,344
5	Critical Area Commission		
6	Chairman	9906	105,671
7	DEPARTMENT OF AGRICULTURE		
8	Office of the Secretary		
9	Secretary	9909	136,631
10	Deputy Secretary	9907	112,055
11	Program Executive	9904	95,615
12	Office of Marketing, Animal Industries and Consumer Services		
13	Executive V	9905	93,509
14	Office of Plant Industries and Pest Management		
15	Executive V	9905	93,382
16	Office of Resource Conservation		
17	Executive V	9905	103,523
18	DEPARTMENT OF HEALTH AND MENTAL HYGIENE		
19	Office of the Secretary		
20	Secretary	9911	174,487
21	Deputy Secretary	9908	128,525
22	Executive VII	9907	129,969
23	Executive VII	9907	99,020
24	Executive V	9905	101,327
25	Regulatory Services		
26	Executive VI	9906	90,522
27	Deputy Secretary for Public Health Services		
28	Executive IX	9909	112,621

1	Office of the Chief Medical Examiner		
2	Chief Medical Examiner Post Mortem	9991	239,181
3	Laboratories Administration		
4	Executive VI	9906	110,621
5	Deputy Secretary for Behavioral Health and Disabilities		
6	Executive V	9905	96,358
7	Developmental Disabilities Administration		
8	Executive VII	9907	123,971
9	Medical Care Programs Administration		
10	Deputy Secretary	9910	162,040
11	Executive VI	9906	120,819
12	Executive VI	9906	113,300
13	Executive VI	9906	112,520
14	Health Regulatory Commissions		
15	Executive VIII	9908	122,133
16	DEPARTMENT OF HUMAN RESOURCES		
17	Office of the Secretary		
18	Secretary	9911	162,655
19	Deputy Secretary	9908	135,791
20	Deputy Secretary	9908	133,441
21	Deputy Secretary	9908	104,679
22	Social Services Administration		
23	Executive VI	9906	107,162
24	Child Support Enforcement Administration		
25	Executive Director	9906	114,516
26	Family Investment Administration		
27	Executive VI	9906	111,728

1	DEPARTMENT OF LABOR, LICENSING, AND REGULATION		
2	Office of the Secretary		
3	Secretary	9910	157,590
4	Deputy Secretary	9908	122,658
5	Division of Labor and Industry		
6	Executive VI	9906	120,819
7	Division of Occupational and Professional Licensing		
8	Executive VI	9906	90,522
9	Division of Workforce Development and Adult Learning		
10	Executive VII	9907	129,969
11	Division of Unemployment Insurance		
12	Executive VI	9906	90,522
13	DEPARTMENT OF PUBLIC SAFETY AND		
14	CORRECTIONAL SERVICES		
15	Office of the Secretary		
16	Secretary	9911	174,487
17	Deputy Secretary	9908	139,849
18	Executive VII	9907	129,969
19	Executive VII	9907	108,748
20	Deputy Secretary for Operations		
21	Deputy Secretary	9908	129,551
22	General Administration – North		
23	Regional Executive Director	9907	129,969
24	General Administration – South		
25	Regional Executive Director	9907	114,664

1	General Administration – Central		
2	Regional Executive Director	9907	122,613
3	PUBLIC EDUCATION		
4	State Department of Education – Headquarters		
5	Deputy State Superintendent of Schools	9909	150,521
6	Deputy State Superintendent of Schools	9909	150,521
7	Deputy State Superintendent of Schools	9909	150,521
8	Executive VII	9907	129,969
9	Assistant State Superintendent	9906	120,819
10	Assistant State Superintendent	9906	120,819
11	Assistant State Superintendent	9906	115,948
12	Assistant State Superintendent	9906	114,866
13	Assistant State Superintendent	9906	112,988
14	Assistant State Superintendent	9906	109,526
15	Assistant State Superintendent	9906	104,428
16	Assistant State Superintendent	9906	93,238
17	Maryland Longitudinal Data System Center		
18	Executive VI	9906	115,360
19	Maryland Higher Education Commission		
20	Secretary	9910	149,711
21	Assistant Secretary	9907	113,650
22	Maryland School for the Deaf – Frederick Campus		
23	Superintendent	9907	129,969
24	DEPARTMENT OF HOUSING AND COMMUNITY DEVELOPMENT		
25	Office of the Secretary		
26	Secretary	9910	156,307
27	Deputy Secretary	9908	139,849
28	Division of Credit Assurance		
29	Executive VI	9906	120,697

1	Division of Neighborhood Revitalization		
2	Executive VI	9906	112,114
3	Division of Development Finance		
4	Executive VI	9906	117,450
5	DEPARTMENT OF BUSINESS AND ECONOMIC DEVELOPMENT		
6	Office of the Secretary		
7	Secretary	9911	167,078
8	Deputy Secretary	9909	149,638
9	Division of Marketing and Communications		
10	Executive VIII	9908	136,028
11	Division of Business and Enterprise Development		
12	Executive VIII	9908	139,849
13	Division of Tourism, Film and the Arts		
14	Executive VIII	9908	133,858
15	DEPARTMENT OF THE ENVIRONMENT		
16	Office of the Secretary		
17	Secretary	9910	148,163
18	Deputy Secretary	9908	136,102
19	Deputy Secretary	9908	133,212
20	Water Management Administration		
21	Executive VI	9906	115,962
22	Land Management Administration		
23	Executive VI	9906	119,945
24	Air and Radiation Management Administration		
25	Executive VI	9906	118,173

SENATE BILL 170

DEPARTMENT OF JUVENILE SERVICES

Office of the Secretary

3	Secretary	9911	157,761
---	-----------	------	---------

Departmental Support

5	Deputy Secretary	9908	126,083
---	------------------	------	---------

Residential and Community Operations

7	Deputy Secretary	9908	126,083
8	Assistant Secretary	9905	98,937

DEPARTMENT OF STATE POLICE

Maryland State Police

11	Superintendent	9911	162,843
12	Executive VIII	9908	139,849
13	Deputy Secretary	9907	97,328

14 SECTION 13. AND BE IT FURTHER ENACTED, That pursuant to Section
 15 2–103.4(h) of the Transportation Article of the Annotated Code of Maryland, the
 16 salary schedule for the Department of Transportation executive pay plan during fiscal
 17 year 2015 shall be as set forth below. Adjustments to the salary schedule may be made
 18 during the fiscal year in accordance with the provisions of Section 2–103.4(h) of the
 19 Transportation Article. Notwithstanding the inclusion of salaries for positions that are
 20 determined by agencies with independent salary setting authority in the salary
 21 schedule set forth below, such salaries may be adjusted during the fiscal year in
 22 accordance with such salary setting authority. The salaries presented may be off by \$1
 23 due to rounding.

Fiscal 2015

Executive Salary Schedule

26		Scale	Minimum	Maximum
27	ES 4	9904	78,385	104,513
28	ES 5	9905	84,217	112,352
29	ES 6	9906	90,522	120,819
30	ES 7	9907	97,328	129,969
31	ES 8	9908	104,679	139,849
32	ES 9	9909	112,621	150,521
33	ES 10	9910	121,194	162,040
34	ES 11	9911	130,459	174,487
35	ES 91	9991	150,026	251,829

DEPARTMENT OF TRANSPORTATION

The Secretary’s Office

3	Secretary	9911	174,487
4	Deputy Secretary	9909	150,521
5	Deputy Secretary	9909	150,521

Motor Vehicle Administration

7	Motor Vehicle Administrator	9909	143,564
---	-----------------------------	------	---------

8 SECTION 14. AND BE IT FURTHER ENACTED, That if a person is placed by
 9 the Departments of Health and Mental Hygiene, Human Resources, or Juvenile
 10 Services or the State Department of Education in a facility or program that becomes
 11 eligible for Medical Assistance Program (Medicaid) participation, and the Medical
 12 Assistance Program makes payment for such services, general funds equal to the
 13 general funds paid by the Medical Assistance Program to such a facility or program
 14 may be transferred from the previously mentioned departments to the Medical
 15 Assistance Program. Further, should the facility or program become eligible
 16 subsequent to payment to the facility or program by any of the previously mentioned
 17 departments, and the Medical Assistance Program makes subsequent additional
 18 payments to the facility or program for the same services, any recoveries of
 19 overpayment, whether paid in this or prior fiscal years, shall become available to the
 20 Medical Assistance Program for provider reimbursement purposes.

21 SECTION 15. AND BE IT FURTHER ENACTED, That all funds appropriated
 22 to the various State departments and agencies in Comptroller Object 0831 (Office of
 23 Administrative Hearings) to conduct administrative hearings by the Office of
 24 Administrative Hearings are to be transferred to the Office of Administrative
 25 Hearings (D99A11.01) on July 1, 2014, and may not be expended for any other
 26 purpose.

27 SECTION 16. AND BE IT FURTHER ENACTED, That funds budgeted in the
 28 State Department of Education and the Departments of Health and Mental Hygiene,
 29 Human Resources, and Juvenile Services may be transferred by budget amendment to
 30 the Children’s Cabinet Interagency Fund (R00A04.01). Funds transferred would
 31 represent costs associated with local partnership agreements approved by the
 32 Children’s Cabinet Interagency Fund.

33 SECTION 17. AND BE IT FURTHER ENACTED, That funds appropriated to
 34 the various State agency programs and subprograms in Comptroller Objects 0152
 35 (Health Insurance), 0154 (Retirees Health Insurance Premiums), 0175 (Workers’
 36 Compensation), 0305 (DBM Paid Telecommunications), 0322 (Capital Lease
 37 Telecommunications), 0874 (Office of Attorney General Administrative Fee), 0876
 38 (DoIT IT Services Allocation), 0894 (State Personnel System Allocation), and 1303
 39 (rent paid to DGS) are to be utilized for their intended purposes only. The expenditure

1 or transfer of these funds for other purposes requires the prior approval of the
 2 Secretary of Budget and Management. Notwithstanding any other provision of law,
 3 the Secretary of Budget and Management may transfer amounts appropriated in
 4 Comptroller Objects 0152, 0154, 0305, and 0322 between State departments and
 5 agencies by approved budget amendment in fiscal year 2014 and fiscal year 2015. All
 6 funds budgeted in or transferred to Comptroller Objects 0152 and 0154, and any funds
 7 restricted in this budget for use in the employee and retiree health insurance program
 8 that are unspent shall be credited to the fund as established in accordance with
 9 Section 2-516 of the State Personnel and Pensions Article of the Annotated Code of
 10 Maryland.

11 Further provided that each agency that receives funding in this budget in any of
 12 the restricted Comptroller Objects listed within this section shall establish within the
 13 State's accounting system a structure of accounts to separately identify for each
 14 restricted Comptroller Object, by fund source, the legislative appropriation, monthly
 15 transactions, and final expenditures. It is the intent of the General Assembly that an
 16 accounting detail be established so that the Office of Legislative Audits may review
 17 the disposition of funds appropriated for each restricted Comptroller Object as part of
 18 each closeout audit to ensure that funds are used only for the purposes for which they
 19 are restricted and that unspent funds are reverted or canceled.

20 SECTION 18. AND BE IT FURTHER ENACTED, That all funds appropriated
 21 to the various State departments and agencies in Comptroller Object 0875 (Retirement
 22 Administrative Fee) to support the Maryland State Retirement agency operations are
 23 to be transferred to the Maryland State Retirement agency (G20J01.01) on July 1,
 24 2014, and may not be expended for any other purpose.

25 SECTION 19. AND BE IT FURTHER ENACTED, That for fiscal year 2015
 26 funding for health insurance shall be reduced by ~~\$23,816,252~~ 25,362,001 in ~~Executive~~
 27 ~~Branch~~ agencies to reflect health insurance savings from favorable cost trends.
 28 Funding for this purpose shall be reduced in Comptroller Object 0154 – Retirees
 29 Health Insurance, within ~~Executive Branch~~ agencies in fiscal year 2015 by the
 30 following amounts in accordance with a schedule determined by the Governor:

31	Agency	General Funds
32	<u>B75</u> <u>General Assembly</u>	<u>286,223</u>
33	<u>C00</u> <u>Judiciary</u>	<u>1,259,526</u>
34	C80 Office of the Public Defender	365,554
35	C81 Office of the Attorney General	58,177
36	C82 State Prosecutor	4,169
37	C85 Maryland Tax Court	2,637
38	D05 Board of Public Works (BPW)	3,254
39	D10 Executive Department – Governor	32,952
40	D11 Office of Deaf and Hard of Hearing	609
41	D12 Department of Disabilities	6,698
42	D15 Boards and Commissions	29,792
43	D16 Secretary of State	8,342

1	D17	Historic St. Mary's City Commission	9,802
2	D18	Governor's Office for Children	6,607
3	D25	BPW Interagency Committee for School Construction	9,075
4	D26	Department of Aging	8,603
5	D27	Maryland Commission on Civil Rights	10,542
6	D38	State Board of Elections	14,143
7	D39	Maryland State Board of Contract Appeals	2,440
8	D40	Department of Planning	50,579
9	D50	Military Department	45,058
10	D55	Department of Veterans Affairs	19,228
11	D60	Maryland State Archives	7,809
12	E00	Comptroller of Maryland	327,794
13	E20	State Treasurer's Office	10,522
14	E50	Department of Assessments and Taxation	124,616
15	E75	State Lottery and Gaming Control Agency	49,235
16	E80	Property Tax Assessment Appeals Board	3,269
17	F10	Department of Budget and Management	56,434
18	F50	Department of Information Technology	32,963
19	H00	Department of General Services	161,097
20	K00	Department of Natural Resources	168,790
21	L00	Department of Agriculture	105,621
22	M00	Department of Health and Mental Hygiene	2,083,766
23	N00	Department of Human Resources	1,210,344
24	P00	Department of Labor, Licensing and Regulation	101,947
25	Q00	Department of Public Safety and Correctional Services	4,572,497
26	R00	State Department of Education	178,068
27	R15	Maryland Public Broadcasting Commission	31,691
28	R62	Maryland Higher Education Commission	18,170
29	R75	Support for State Operated Institutions of Higher	
30		Education	4,318,948
31	R99	Maryland School for the Deaf	117,602
32	T00	Department of Business and Economic Development	68,736
33	U00	Department of the Environment	138,153
34	V00	Department of Juvenile Services	838,632
35	W00	Department of State Police	850,222

36			
37		Total General Funds	<u>16,265,187</u>
38			<u>17,810,930</u>
39			

40		Agency	Special Funds
41	C81	Office of the Attorney General	21,061
42	C90	Public Service Commission	57,122
43	C91	Office of the People's Counsel	10,028
44	C94	Subsequent Injury Fund	7,436
45	C96	Uninsured Employers Fund	5,111
46	C98	Workers' Compensation Commission	51,638

1	D12	Department of Disabilities	598
2	D13	Maryland Energy Administration	8,303
3	D15	Boards and Commissions	400
4	D17	Historic St. Mary's City Commission	1,014
5	D26	Department of Aging	890
6	D38	State Board of Elections	1,286
7	D40	Department of Planning	4,093
8	D53	Maryland Institute for Emergency Medical Services	
9		Systems	38,754
10	D55	Department of Veterans Affairs	887
11	D60	Maryland State Archives	14,887
12	D78	Maryland Health Benefit Exchange	12,019
13	D79	Maryland Health Insurance Plan	3,305
14	D80	Maryland Insurance Administration	102,363
15	D90	Canal Place Preservation and Development Authority	782
16	D99	Office of Administrative Hearings	1,353
17	E00	Comptroller of Maryland	61,778
18	E20	State Treasurer's Office	1,207
19	E50	Department of Assessments and Taxation	132,985
20	E75	State Lottery and Gaming Control Agency	60,456
21	F10	Department of Budget and Management	51,633
22	F50	Department of Information Technology	2,882
23	G20	State Retirement Agency	52,921
24	G50	Teachers and State Employees Supplemental Retirement	
25		Plans	4,830
26	H00	Department of General Services	3,283
27	J00	Department of Transportation	2,675,352
28	K00	Department of Natural Resources	314,518
29	L00	Department of Agriculture	45,239
30	M00	Department of Health and Mental Hygiene	162,477
31	N00	Department of Human Resources	37,270
32	P00	Department of Labor, Licensing and Regulation	114,296
33	Q00	Department of Public Safety and Correctional Services	142,941
34	R00	State Department of Education	9,341
35	R15	Maryland Public Broadcasting Commission	30,810
36	R62	Maryland Higher Education Commission	1,997
37	S00	Department of Housing and Community Development	94,907
38	T00	Department of Business and Economic Development	24,267
39	U00	Department of the Environment	160,705
40	W00	Department of State Police	207,233
41			
42		Total Special Funds	4,736,658
43			
44		Agency	Federal Funds
45	C81	Office of the Attorney General	10,506
46	C90	Public Service Commission	1,039

1	D12	Department of Disabilities	3,708
2	D13	Maryland Energy Administration	2,267
3	D15	Boards and Commissions	7,125
4	D26	Department of Aging	8,307
5	D27	Maryland Commission on Civil Rights	2,545
6	D40	Department of Planning	3,816
7	D50	Military Department	62,406
8	D55	Department of Veterans Affairs	2,958
9	D78	Maryland Health Benefit Exchange	12,019
10	D79	Maryland Health Insurance Plan	205
11	D80	Maryland Insurance Administration	1,557
12	H00	Department of General Services	2,823
13	J00	Department of Transportation	390
14	K00	Department of Natural Resources	40,806
15	L00	Department of Agriculture	5,188
16	M00	Department of Health and Mental Hygiene	347,279
17	N00	Department of Human Resources	1,267,155
18	P00	Department of Labor, Licensing and Regulation	390,178
19	Q00	Department of Public Safety and Correctional Services	95,419
20	R00	State Department of Education	398,687
21	R15	Maryland Public Broadcasting Commission	1,761
22	R62	Maryland Higher Education Commission	752
23	R99	Maryland School for the Deaf	1,555
24	S00	Department of Housing and Community Development	28,958
25	T00	Department of Business and Economic Development	2,168
26	U00	Department of the Environment	106,754
27	V00	Department of Juvenile Services	6,076
28			
29		Total Federal Funds	2,814,407
30			

31			Current
32			Unrestricted
33		Agency	Funds
34	R13	Morgan State University	219,929
35	R30	University System of Maryland	4,099,019
36			
37		Total Current Unrestricted Funds	4,318,948
38		Less: General Funds in Higher Education	4,318,948
39			
40		Net Current Unrestricted Funds	- 0 -
41			

~~SECTION 20. AND BE IT FURTHER ENACTED, That for fiscal 2015 funding for retirement shall be reduced by \$96,678,535 in Executive Branch agencies to reduce the retirement reinvestment contribution contingent upon the enactment of legislation reducing the amount of the retirement reinvestment contribution. Funding for this~~

1 ~~purpose shall be reduced in Comptroller Object 0161 (Employees' Retirement),~~
 2 ~~Comptroller Object 0163 (Teachers' Retirement), Comptroller Object 0165 (State Police~~
 3 ~~Retirement) and Comptroller Object 0169 (Law Enforcement Officers' Retirement)~~
 4 ~~within Executive Branch agencies in fiscal year 2015 by the following amounts:~~

	Agency	General Funds
5	C80 Office of the Public Defender	604,985
6	C81 Office of the Attorney General	108,739
7	C82 State Prosecutor	9,468
8	C85 Maryland Tax Court	3,698
9	D05 Board of Public Works (BPW)	6,648
10	D10 Executive Department — Governor	73,323
11	D11 Office of Deaf and Hard of Hearing	2,051
12	D12 Department of Disabilities	10,145
13	D15 Boards and Commissions	52,637
14	D16 Secretary of State	14,319
15	D17 Historic St. Mary's City Commission	14,062
16	D18 Governor's Office for Children	10,354
17	D25 BPW Interagency Committee for School Construction	10,971
18	D26 Department of Aging	12,169
19	D27 Maryland Commission on Civil Rights	17,748
20	D38 State Board of Elections	24,277
21	D39 Maryland State Board of Contract Appeals	3,479
22	D40 Department of Planning	82,229
23	D50 Military Department	60,151
24	D55 Department of Veterans Affairs	29,292
25	D60 Maryland State Archives	14,180
26	E00 Comptroller of Maryland	439,018
27	E20 State Treasurer's Office	18,249
28	E50 Department of Assessments and Taxation	158,624
29	E75 State Lottery and Gaming Control Agency	55,003
30	E80 Property Tax Assessment Appeals Board	4,058
31	F10 Department of Budget and Management	104,832
32	F50 Department of Information Technology	59,402
33	H00 Department of General Services	231,842
34	K00 Department of Natural Resources	316,195
35	L00 Department of Agriculture	142,297
36	M00 Department of Health and Mental Hygiene	2,685,567
37	N00 Department of Human Resources	1,571,776
38	P00 Department of Labor, Licensing and Regulation	170,422
39	Q00 Department of Public Safety and Correctional Services	5,211,976
40	R00 State Department of Education — Headquarters	284,346
41	R00 State Department of Education — Aid	63,308,540
42	R15 Maryland Public Broadcasting Commission	40,075
43	R62 Maryland Higher Education Commission	25,785
44	R62 Maryland Higher Education Commission — Aid	2,620,315
45	R75 Support for State Operated Institutions of Higher	4,633,148

1	Education	
2	R00 Maryland School for the Deaf	172,080
3	T00 Department of Business and Economic Development	120,295
4	U00 Department of the Environment	205,527
5	V00 Department of Juvenile Services	1,019,779
6	W00 Department of State Police	1,555,780
7		
8	Total General Funds	86,319,856
9		
10	Agency	Special Funds
11	C80 Office of the Public Defender	1,033
12	C81 Office of the Attorney General	34,623
13	C90 Public Service Commission	99,212
14	C91 Office of the People's Counsel	14,842
15	C94 Subsequent Injury Fund	12,742
16	C96 Uninsured Employers Fund	8,702
17	C98 Workers' Compensation Commission	58,393
18	D12 Department of Disabilities	656
19	D13 Maryland Energy Administration	18,972
20	D15 Boards and Commissions	906
21	D17 Historic St. Mary's City Commission	1,453
22	D26 Department of Aging	2,711
23	D38 State Board of Elections	2,398
24	D40 Department of Planning	5,468
25	D53 Maryland Institute for Emergency Medical Services	
26	Systems	62,410
27	D55 Department of Veterans Affairs	743
28	D60 Maryland State Archives	21,685
29	D78 Maryland Health Benefit Exchange	23,076
30	D79 Maryland Health Insurance Plan	7,534
31	D80 Maryland Insurance Administration	166,490
32	D90 Canal Place Preservation and Development Authority	1,397
33	D99 Office of Administrative Hearings	2,723
34	E00 Comptroller of Maryland	90,892
35	E20 State Treasurer's Office	2,207
36	E50 Department of Assessments and Taxation	159,018
37	E75 State Lottery and Gaming Control Agency	97,399
38	F10 Department of Budget and Management	57,633
39	F50 Department of Information Technology	3,500
40	G20 State Retirement Agency	84,668
41	G50 Teachers and State Employees Supplemental Retirement	
42	Plans	7,954
43	H00 Department of General Services	4,616
44	J00 Department of Transportation	3,207,910
45	K00 Department of Natural Resources	402,037

1	L00	Department of Agriculture	50,696
2	M00	Department of Health and Mental Hygiene	260,040
3	N00	Department of Human Resources	40,324
4	P00	Department of Labor, Licensing and Regulation	162,910
5	Q00	Department of Public Safety and Correctional Services	169,317
6	R00	State Department of Education	13,004
7	R15	Maryland Public Broadcasting Commission	46,195
8	R62	Maryland Higher Education Commission	1,488
9	S00	Department of Housing and Community Development	170,805
10	T00	Department of Business and Economic Development	47,601
11	U00	Department of the Environment	233,717
12	W00	Department of State Police	367,578
13			
14		Total Special Funds	6,229,678
15			
16		Agency	Federal Funds
17	C81	Office of the Attorney General	16,632
18	C90	Public Service Commission	1,984
19	D12	Department of Disabilities	5,387
20	D13	Maryland Energy Administration	4,824
21	D15	Boards and Commissions	11,967
22	D26	Department of Aging	14,388
23	D27	Maryland Commission on Civil Rights	3,745
24	D40	Department of Planning	5,593
25	D50	Military Department	91,954
26	D55	Department of Veterans Affairs	3,565
27	D78	Maryland Health Benefit Exchange	23,456
28	D79	Maryland Health Insurance Plan	472
29	D80	Maryland Insurance Administration	3,465
30	H00	Department of General Services	3,507
31	J00	Department of Transportation	388,528
32	K00	Department of Natural Resources	53,329
33	L00	Department of Agriculture	5,830
34	M00	Department of Health and Mental Hygiene	493,863
35	N00	Department of Human Resources	1,577,342
36	P00	Department of Labor, Licensing and Regulation	528,756
37	Q00	Department of Public Safety and Correctional Services	106,910
38	R00	State Department of Education	559,142
39	R15	Maryland Public Broadcasting Commission	2,680
40	R62	Maryland Higher Education Commission	1,438
41	R99	Maryland School for the Deaf	2,605
42	S00	Department of Housing and Community Development	48,691
43	T00	Department of Business and Economic Development	3,152
44	U00	Department of the Environment	157,805
45	V00	Department of Juvenile Services	7,991

1		_____
2	Total Federal Funds	4,129,001
3		=====
4		Current
5		Unrestricted
6	Agency	Funds
7	R13 Morgan State University	387,521
8	R30 University System of Maryland	4,245,627
9		_____
10	Total Current Unrestricted Funds	4,633,148
11	Less: General Funds in Higher Education	4,633,148
12		_____
13	Net Current Unrestricted Funds	0
14		=====

15 SECTION 20. AND BE IT FURTHER ENACTED, That in fiscal 2015 the
 16 Governor, Chief Judge, and Presiding Officers shall reduce the amount of
 17 supplemental retirement contributions by the following amounts contingent upon the
 18 enactment of SB 172~~7~~ or HB 162:

19	<u>General Funds – Executive Branch:</u>	<u>\$172,639,712</u>
20	<u>General Funds – General Assembly:</u>	<u>\$936,218</u>
21	<u>General Funds – Judiciary:</u>	<u>\$2,939,846</u>
22	<u>Special Funds:</u>	<u>\$12,459,356</u>
23	<u>Federal Funds:</u>	<u>\$8,258,002</u>

24 The Governor shall allocate the statewide reduction to the supplemental
 25 retirement contributions across all State agencies. The Department of Budget and
 26 Management shall provide a schedule of the statewide reduction allocation to the
 27 budget committees and the Department of Legislative Services by ~~July 1~~ June 15,
 28 2014.

29 SECTION 21. AND BE IT FURTHER ENACTED, That all across-the-board
 30 reductions applied to the Executive Branch, unless otherwise stated, shall apply to
 31 current unrestricted and general funds in the University System of Maryland,
 32 St. Mary’s College of Maryland, Morgan State University, and Baltimore City
 33 Community College.

34 SECTION 22. AND BE IT FURTHER ENACTED, That the General Accounting
 35 Division of the Comptroller of Maryland shall establish a subsidiary ledger control
 36 account to debit all State agency funds budgeted under subobject 0175 (workers’
 37 compensation coverage) and to credit all payments disbursed to the Chesapeake
 38 Employers’ Insurance Company (CEIC) via transmittal. The control account shall also
 39 record all funds withdrawn from CEIC and returned to the State and subsequently

1 transferred to the General Fund. CEIC shall submit monthly reports to the
2 Department of Legislative Services concerning the status of the account.

3 SECTION 23. AND BE IT FURTHER ENACTED, That the Governor's budget
4 books shall include a summary statement of federal revenues by major federal
5 program sources supporting the federal appropriations made therein along with the
6 major assumptions underpinning the federal fund estimates. The Department of
7 Budget and Management (DBM) shall exercise due diligence in reporting this data
8 and ensure that they are updated as appropriate to reflect ongoing congressional
9 action on the federal budget. In addition, DBM shall provide to the Department of
10 Legislative Services (DLS) data for the actual, current, and budget years listing the
11 components of each federal fund appropriation by Catalog of Federal Domestic
12 Assistance number or equivalent detail for programs not in the catalog. Data shall be
13 provided in an electronic format subject to the concurrence of DLS.

14 SECTION 24. AND BE IT FURTHER ENACTED, That in the expenditure of
15 federal funds appropriated in this budget or subsequent to the enactment of this
16 budget by the budget amendment process:

17 (1) State agencies shall administer these federal funds in a manner that
18 recognizes that federal funds are taxpayer dollars that require prudent fiscal
19 management, careful application to the purposes for which they are directed, and
20 strict attention to budgetary and accounting procedures established for the
21 administration of all public funds.

22 (2) For fiscal 2015, except with respect to capital appropriations, to the
23 extent consistent with federal requirements:

24 (i) when expenditures or encumbrances may be charged to either
25 State or federal fund sources, federal funds shall be charged before State funds are
26 charged except that this policy does not apply to the Department of Human Resources
27 with respect to federal funds to be carried forward into future years for child welfare
28 or welfare reform activities;

29 (ii) when additional federal funds are sought or otherwise become
30 available in the course of the fiscal year, agencies shall consider, in consultation with
31 the Department of Budget and Management (DBM), whether opportunities exist to
32 use these federal revenues to support existing operations rather than to expand
33 programs or establish new ones; and

34 (iii) DBM shall take appropriate actions to effectively establish the
35 provisions of this section as policies of the State with respect to the administration of
36 federal funds by executive agencies.

37 SECTION 25. AND BE IT FURTHER ENACTED, That the Department of
38 Budget and Management (DBM) shall provide an annual report on indirect costs to
39 the General Assembly in January 2015 as an appendix in the Governor's fiscal 2016

1 budget books. The report shall detail by agency for the actual fiscal 2014 budget the
2 amount of statewide indirect cost recovery received, the amount of statewide indirect
3 cost recovery transferred to the General Fund, and the amount of indirect cost
4 recovery retained for use by each agency. In addition, it shall list the most recently
5 available federally approved statewide and internal agency cost–recovery rates. As
6 part of the normal fiscal/compliance audit performed for each agency once every
7 3 years, the Office of Legislative Audits shall assess available information on the
8 timeliness, completeness, and deposit history of indirect cost recoveries by State
9 agencies. Further provided that for fiscal 2015, excluding the Maryland Department of
10 Transportation, the amount of revenue received by each agency from any federal
11 source for statewide cost recovery may only be transferred to the General Fund and
12 may not be retained in any clearing account or by any other means, nor may DBM or
13 any other agency or entity approve exemptions to permit any agency to retain any
14 portion of federal statewide cost recoveries.

15 SECTION 26. AND BE IT FURTHER ENACTED, That the Governor’s budget
16 books shall include a forecast of the impact of the Executive budget proposal on the
17 long–term fiscal condition of the General Fund, Transportation Trust Fund, and
18 higher education Current Unrestricted Fund accounts. This forecast shall estimate
19 aggregate revenues, expenditures, and fund balances in each account for the fiscal
20 year last completed, the current year, the budget year, and 4 years thereafter.
21 Expenditures shall be reported at such agency, program or unit levels, or categories as
22 may be determined appropriate after consultation with the Department of Legislative
23 Services. A statement of major assumptions underlying the forecast shall also be
24 provided, including but not limited to general salary increases, inflation, and growth of
25 caseloads in significant program areas.

26 SECTION 27. AND BE IT FURTHER ENACTED, That it is the intent of the
27 General Assembly that all State departments, agencies, bureaus, commissions, boards,
28 and other organizational units included in the State budget, including the Judiciary,
29 shall prepare and submit items for the fiscal 2016 budget detailed by Comptroller
30 subobject classification in accordance with instructions promulgated by the
31 Comptroller of the Treasury. The presentation of budget data in the State budget
32 books shall include object, fund, and personnel data in the manner provided for in
33 fiscal 2015 except as indicated elsewhere in this Act; however, this may not preclude
34 the placement of additional information into the budget books. For actual fiscal 2014
35 spending, the fiscal 2015 working appropriation, and the fiscal 2016 allowance, the
36 budget detail shall be available from the Department of Budget and Management
37 (DBM) automated data system at the subobject level by subobject codes and
38 classifications for all agencies. To the extent possible, except for public higher
39 education institutions, subobject expenditures shall be designated by fund for actual
40 fiscal 2014 spending, the fiscal 2015 working appropriation, and the fiscal 2016
41 allowance. The agencies shall exercise due diligence in reporting this data and
42 ensuring correspondence between reported position and expenditure data for the
43 actual, current, and budget fiscal years. This data shall be made available on request
44 and in a format subject to the concurrence of the Department of Legislative Services
45 (DLS). Further, the expenditure of appropriations shall be reported and accounted for

1 by the subobject classification in accordance with the instructions promulgated by the
2 Comptroller of Maryland.

3 Further provided that due diligence shall be taken to accurately report
4 full-time equivalent counts of contractual positions in the budget books. For the
5 purpose of this count, contractual positions are defined as those individuals having an
6 employee-employer relationship with the State. This count shall include those
7 individuals in higher education institutions who meet this definition but are paid with
8 additional assistance funds.

9 Further provided that DBM shall provide to DLS with the allowance for each
10 department, unit, agency, office, and institution, a one-page organizational chart in
11 Microsoft Word or Adobe PDF format that depicts the allocation of personnel across
12 operational and administrative activities of the entity.

13 SECTION 28. AND BE IT FURTHER ENACTED, On or before August 1, 2014,
14 each State agency and each public institution of higher education shall report to the
15 Department of Budget and Management (DBM) any agreements in place for any part
16 of fiscal 2014 between State agencies and any public institution of higher education
17 involving potential expenditures in excess of \$100,000 over the term of the agreement.
18 Further provided that DBM shall provide direction and guidance to all State agencies
19 and public institutions of higher education as to the procedures and specific elements
20 of data to be reported with respect to these interagency agreements, to include at a
21 minimum:

22 (1) a common code for each interagency agreement that specifically identifies
23 each agreement and the fiscal year in which the agreement began;

24 (2) the starting date for each agreement;

25 (3) the ending date for each agreement;

26 (4) a total potential expenditure, or not-to-exceed dollar amount, for the
27 services to be rendered over the term of the agreement by any public institution of
28 higher education to any State agency;

29 (5) a description of the nature of the goods and services to be provided;

30 (6) the total number of personnel, both full-time and part-time, associated
31 with the agreement;

32 (7) contact information for the agency and the public institution of higher
33 education for the person(s) having direct oversight or knowledge of the agreement;

34 (8) the amount and rate of any indirect cost recovery or overhead charges
35 assessed by the institution of higher education related to the agreement; and

1 (9) the justification submitted to DBM for indirect cost recovery rates greater
2 than 20%.

3 Further provided that DBM shall submit a consolidated report to the budget
4 committees and the Department of Legislative Services by December 1, 2014, that
5 contains information on all agreements between State agencies and any public
6 institution of higher education involving potential expenditures in excess of \$100,000
7 that were in effect at any time during fiscal 2014.

8 SECTION 29. AND BE IT FURTHER ENACTED, That any budget amendment
9 to increase the total amount of special, federal, or higher education (current restricted
10 and current unrestricted) fund appropriations, or to make reimbursable fund transfers
11 from the Governor's Office of Crime Control and Prevention or the Maryland
12 Emergency Management Agency, made in Section 1 of this Act shall be subject to the
13 following restrictions:

14 (1) This section may not apply to budget amendments for the sole purpose of:

15 (i) appropriating funds available as a result of the award of federal
16 disaster assistance; and

17 (ii) transferring funds from the State Reserve Fund – Economic
18 Development Opportunities Fund for projects approved by the Legislative Policy
19 Committee.

20 (2) Budget amendments increasing total appropriations in any fund account
21 by \$100,000 or more may not be approved by the Governor until:

22 (i) that amendment has been submitted to the Department of
23 Legislative Services (DLS); and

24 (ii) the budget committees or the Legislative Policy Committee have
25 considered the amendment or 45 days have elapsed from the date of submission of the
26 amendment. Each amendment submitted to DLS shall include a statement of the
27 amount, sources of funds and purposes of the amendment, and a summary of impact
28 on budgeted or contractual position and payroll requirements.

29 (3) Unless permitted by the budget bill or the accompanying supporting
30 documentation or by any other authorizing legislation, and notwithstanding the
31 provisions of Section 3–216 of the Transportation Article, a budget amendment may
32 not:

33 (i) restore funds for items or purposes specifically denied by the
34 General Assembly;

35 (ii) fund a capital project not authorized by the General Assembly
36 provided, however, that subject to provisions of the Transportation Article, projects of

1 the Maryland Department of Transportation (MDOT) shall be restricted as provided in
2 Section 1 of this Act;

3 (iii) increase the scope of a capital project by an amount 7.5% or more
4 over the approved estimate or 5.0% or more over the net square footage of the
5 approved project until the amendment has been submitted to DLS and the budget
6 committees have considered and offered comment to the Governor or 45 days have
7 elapsed from the date of submission of the amendment. This provision does not apply
8 to MDOT; and

9 (iv) provide for the additional appropriation of special, federal, or
10 higher education funds of more than \$100,000 for the reclassification of a position or
11 positions.

12 (4) A budget may not be amended to increase a Federal Fund appropriation
13 by \$100,000 or more unless documentation evidencing the increase in funds is
14 provided with the amendment and fund availability is certified by the Secretary of
15 Budget and Management.

16 (5) No expenditure or contractual obligation of funds authorized by a
17 proposed budget amendment may be made prior to approval of that amendment by the
18 Governor.

19 (6) Notwithstanding the provisions of this section, any federal, special, or
20 higher education fund appropriation may be increased by budget amendment upon a
21 declaration by the Board of Public Works that the amendment is essential to
22 maintaining public safety, health, or welfare, including protecting the environment or
23 the economic welfare of the State.

24 (7) Budget amendments for new major Information Technology (IT) projects,
25 as defined by Sections 3A-301 and 3A-302 of the State Finance and Procurement
26 Article, must include an Information Technology Project Request, as defined in
27 Section 3A-308 of the State Finance and Procurement Article.

28 (8) Further provided that the fiscal 2015 appropriation detail as shown in
29 the Governor's budget books submitted to the General Assembly in January 2015 and
30 the supporting electronic detail shall not include appropriations for budget
31 amendments that have not been signed by the Governor, exclusive of the MDOT
32 pay-as-you-go capital program.

33 (9) Further provided that it is the policy of the State to recognize and
34 appropriate additional special, higher education, and federal revenues in the budget
35 bill as approved by the General Assembly. Further provided that for the fiscal 2016
36 allowance, the Department of Budget and Management shall continue policies and
37 procedures to minimize reliance on budget amendments for appropriations that could
38 be included in a deficiency appropriation.

1 SECTION 30. AND BE IT FURTHER ENACTED, That:

2 (1) The Secretary of Health and Mental Hygiene shall maintain the
3 accounting systems necessary to determine the extent to which funds appropriated for
4 fiscal 2014 in program M00Q01.03 Medical Care Provider Reimbursements have been
5 disbursed for services provided in that fiscal year and shall prepare and submit the
6 periodic reports required under this section for that program.

7 (2) The State Superintendent of Schools shall maintain the accounting
8 systems necessary to determine the extent to which funds appropriated for fiscal 2014
9 to program R00A02.07 Students With Disabilities for Non-Public Placements have
10 been disbursed for services provided in that fiscal year and to prepare periodic reports
11 as required under this section for that program.

12 (3) The Secretary of Human Resources shall maintain the accounting
13 systems necessary to determine the extent to which funds appropriated for fiscal 2014
14 in program N00G00.01 Foster Care Maintenance Payments have been disbursed for
15 services provided in that fiscal year and to prepare the periodic reports required under
16 this section for that program.

17 (4) For the programs specified, reports shall indicate total appropriations for
18 fiscal 2014 and total disbursements for services provided during that fiscal year up
19 through the last day of the second month preceding the date on which the report is to
20 be submitted and a comparison to data applicable to those periods in the preceding
21 fiscal year.

22 (5) Reports shall be submitted to the budget committees, the Department of
23 Legislative Services, the Department of Budget and Management, and the
24 Comptroller on November 1, 2014; March 1, 2015; and June 1, 2015.

25 (6) It is the intent of the General Assembly that general funds appropriated
26 for fiscal 2014 to the programs specified that have not been disbursed within a
27 reasonable period, not to exceed 12 months from the end of the fiscal year, shall revert.

28 SECTION 31. AND BE IT FURTHER ENACTED, That no funds in this budget
29 may be expended to pay the salary of a secretary or an acting secretary of any
30 department whose nomination as secretary has been rejected by the Senate or an
31 acting secretary who was serving in that capacity prior to the 2014 session whose
32 nomination for the secretary position was not put forward and approved by the Senate
33 during the 2014 session unless the acting secretary is appointed under Article II,
34 Section 11 of the Maryland Constitution prior to July 1, 2014.

35 SECTION 32. AND BE IT FURTHER ENACTED, That the Board of Public
36 Works (BPW), in exercising its authority to create additional positions pursuant to
37 Section 7-236 of the State Finance and Procurement Article, may authorize during the
38 fiscal year no more than 100 positions in excess of the total number of authorized State
39 positions on July 1, 2014, as determined by the Secretary of Budget and Management.

1 Provided, however, that if the imposition of this ceiling causes undue hardship in any
2 department, agency, board, or commission, additional positions may be created for that
3 affected unit to the extent that positions authorized by the General Assembly for the
4 fiscal year are abolished in that unit or in other units of State government. It is further
5 provided that the limit of 100 does not apply to any position that may be created in
6 conformance with specific manpower statutes that may be enacted by the State or
7 federal government nor to any positions created to implement block grant actions or to
8 implement a program reflecting fundamental changes in federal/State relationships.
9 Notwithstanding anything contained in this section, BPW may authorize additional
10 positions to meet public emergencies resulting from an act of God and violent acts of
11 man, that are necessary to protect the health and safety of the people of Maryland.

12 BPW may authorize the creation of additional positions within the Executive
13 Branch provided that 1.25 full-time equivalent contractual positions are abolished for
14 each regular position authorized and that there be no increase in agency funds in the
15 current budget and the next two subsequent budgets as the result of this action. It is
16 the intent of the General Assembly that priority is given to converting individuals that
17 have been in contractual positions for at least 2 years. Any position created by this
18 method may not be counted within the limitation of 100 under this section.

19 The numerical limitation on the creation of positions by BPW established in this
20 section may not apply to positions entirely supported by funds from federal or other
21 non-State sources so long as both the appointing authority for the position and the
22 Secretary of Budget and Management certify for each position created under this
23 exception that:

24 (1) funds are available from non-State sources for each position established
25 under this exception;

26 (2) the position's classification is not one for which another position was
27 abolished through the Voluntary Separation Program; and

28 (3) any positions created will be abolished in the event that non-State funds
29 are no longer available.

30 The Secretary of Budget and Management shall certify and report to the
31 General Assembly by June 30, 2015, the status of positions created with non-State
32 funding sources during fiscal 2011, 2012, 2013, 2014, and 2015 under this provision as
33 remaining, authorized, or abolished due to the discontinuation of funds.

34 SECTION 33. AND BE IT FURTHER ENACTED, That immediately following
35 the close of fiscal 2014, the Secretary of Budget and Management shall determine the
36 total number of full-time equivalent (FTE) positions that are authorized as of the last
37 day of fiscal 2014 and on the first day of fiscal 2015. Authorized positions shall include
38 all positions authorized by the General Assembly in the personnel detail of the
39 budgets for fiscal 2014 and 2015, including non-budgetary programs, the Maryland

1 Transportation Authority, the University System of Maryland self-supported
2 activities, and the Maryland Correctional Enterprises.

3 The Department of Budget and Management (DBM) shall also prepare during
4 fiscal 2015 a report for the budget committees upon creation of regular FTE positions
5 through Board of Public Works action and upon transfer or abolition of positions. This
6 report shall also be provided as an appendix in the fiscal 2016 Governor's budget
7 books. It shall note, at the program level:

8 (1) where regular FTE positions have been abolished;

9 (2) where regular FTE positions have been created;

10 (3) from where and to where regular FTE positions have been transferred;
11 and

12 (4) where any other adjustments have been made.

13 Provision of contractual FTE position information in the same fashion as
14 reported in the appendices of the fiscal 2016 Governor's budget books shall also be
15 provided.

16 SECTION 34. AND BE IT FURTHER ENACTED, That the Department of
17 Budget and Management and the Maryland Department of Transportation are
18 required to submit to the Department of Legislative Services (DLS) Office of Policy
19 Analysis:

20 (1) a report in Excel format listing the grade, salary, title, and incumbent of
21 each position in the Executive Pay Plan (EPP) as of July 15, 2014; October 15, 2014;
22 January 15, 2015; and April 15, 2015; and

23 (2) detail on any lump-sum increases given to employees paid on the EPP
24 subsequent to the previous quarterly report.

25 Flat-rate employees on the EPP shall be included in these reports. Each
26 position in the report shall be assigned a unique identifier that describes the program
27 to which the position is assigned for budget purposes and corresponds to the manner of
28 identification of positions within the budget data provided annually to the DLS Office
29 of Policy Analysis.

30 SECTION 35. AND BE IT FURTHER ENACTED, That no position
31 identification number assigned to a position abolished in this budget may be
32 reassigned to a job or function different from that to which it was assigned when the
33 budget was submitted to the General Assembly. Incumbents in positions abolished
34 may continue State employment in another position.

1 SECTION 36. AND BE IT FURTHER ENACTED, That the Secretary of the
2 Department of Budget and Management shall include as an appendix in the
3 fiscal 2016 Governor’s budget books an accounting of the fiscal 2014 actual, fiscal 2015
4 working appropriation, and fiscal 2016 estimated revenues and expenditures
5 associated with the employees’ and retirees’ health plan. This accounting shall include:

6 (1) any health plan receipts received from State agencies, employees, and
7 retirees, as well as prescription rebates or recoveries, or audit recoveries, and other
8 miscellaneous recoveries;

9 (2) any premium, capitated, or claims expenditures paid on behalf of State
10 employees and retirees for any health, mental health, dental, or prescription plan, as
11 well as any administrative costs not covered by these plans; and

12 (3) any balance remaining and held in reserve for future provider payments.

13 SECTION 37. AND BE IT FURTHER ENACTED, That it is the intent of the
14 General Assembly that the Department of Budget and Management, the Department
15 of Natural Resources, and the Maryland Department of the Environment provide two
16 reports on Chesapeake Bay restoration spending. The reports shall be drafted subject
17 to the concurrence of the Department of Legislative Services (DLS) in terms of both
18 electronic format to be used and data to be included. The scope of the reports is as
19 follows:

20 (1) Chesapeake Bay restoration operating and capital expenditures by
21 agency, fund type, and particular fund source based on programs that have over 50%
22 of their activities directly related to Chesapeake Bay restoration for the fiscal 2014
23 actual, fiscal 2015 working appropriation, and fiscal 2016 allowance, which is to be
24 included as an appendix in the fiscal 2016 budget volumes and submitted
25 electronically in disaggregated form to DLS; and

26 (2) 2–year milestones funding by agency, best management practice, fund
27 type, and particular fund source along with associated nutrient and sediment
28 reductions for fiscal 2013, 2014, 2015, and 2016, which is to be submitted
29 electronically in disaggregated form to DLS.

30 SECTION 38. AND BE IT FURTHER ENACTED, That the Department of
31 Budget and Management shall provide an annual report on the revenue from the
32 Regional Greenhouse Gas Initiative (RGGI) carbon dioxide emission allowance
33 auctions and set–aside allowances to the General Assembly in conjunction with
34 submission of the fiscal 2016 budget and annually thereafter as an appendix to the
35 Governor’s budget books. This report shall include information for the actual
36 fiscal 2014 budget, fiscal 2015 working appropriation, and fiscal 2016 allowance. The
37 report shall detail revenue assumptions used to calculate the available Strategic
38 Energy Investment Fund (SEIF) from RGGI auctions for each fiscal year including:

39 (1) the number of auctions;

1 (2) the number of allowances sold;

2 (3) the allowance price for both current and future (if offered) control period
3 allowances sold in each auction;

4 (4) prior year fund balance from RGGI auction revenue used to support the
5 appropriation; and

6 (5) anticipated revenue from set-aside allowances.

7 The report shall also include detail on the amount of the SEIF from RGGI
8 auction revenue available to each agency that receives funding through each required
9 allocation, separately identifying any prior year fund balance:

10 (1) energy assistance;

11 (2) residential rate relief;

12 (3) energy efficiency and conservation programs, low- and moderate-income
13 sector;

14 (4) energy efficiency and conservation programs, all other sectors;

15 (5) renewable and clean energy programs and initiatives, education, and
16 climate change programs;

17 (6) administrative expenditures;

18 (7) dues owed to the RGGI, Inc.; and

19 (8) transfers made to other funds.

20 SECTION 39. AND BE IT FURTHER ENACTED, That \$1,000,000 of the
21 General Fund appropriation within the Department of State Police (DSP) may not be
22 expended until DSP submits the Crime in Maryland, 2013 Uniform Crime Report
23 (UCR) to the budget committees. The budget committees shall have 45 days to review
24 and comment following receipt of the report. Funds restricted pending the receipt of a
25 report may not be transferred by budget amendment or otherwise to any other purpose
26 and shall revert to the General Fund if the report is not submitted to the budget
27 committees.

28 Further, provided that, if DSP encounters difficulty obtaining the necessary
29 crime data on a timely basis from local jurisdictions who provide the data for inclusion
30 in the UCR, DSP shall notify the Governor's Office of Crime Control and Prevention
31 (GOCCP). GOCCP shall withhold a portion, totaling at least 15%, but no more than
32 50%, of that jurisdiction's State Aid for Police Protection (SAPP) grant for fiscal 2015

1 upon receipt of notification from DSP. GOCCP shall withhold SAPP funds until such a
2 time that the jurisdiction submits its crime data to DSP. DSP and GOCCP shall
3 submit a report to the budget committees indicating any jurisdiction from which crime
4 data was not received on a timely basis and the amount of SAPP funding withheld
5 from each jurisdiction.

6 SECTION 40. AND BE IT FURTHER ENACTED, That no funding included in
7 this budget for the Medicaid Enterprise Restructuring Project (MERP) may be used for
8 expenditures on deliverables within the System Development Phase of the System
9 Development Life Cycle (SDLC) process as defined under the Department of
10 Information Technology (DoIT) SDLC process until DoIT and the Department of
11 Health and Mental Hygiene (DHMH) submit to the budget committees:

12 (1) confirmation of the successful completion of all systems requirements
13 documents and completion of draft system design documents;

14 (2) confirmation of the development of an adequate Integrated Master
15 Schedule; and

16 (3) revised budget estimates, an updated information technology project
17 request document, and a go-live date.

18 The budget committees shall have 30 days to review and comment on the
19 submission from DoIT and DHMH.

20 Further provided that, beginning on July 15, 2014, and continuing until the
21 MERP go-live date, DoIT shall provide the budget committees with quarterly updates
22 on the progress of MERP. The updates shall be in the format used by the department
23 in its fiscal year-end major information technology development project report.

24 SECTION 41. AND BE IT FURTHER ENACTED, That \$100,000 of the General
25 Fund appropriation for the Department of Human Resources (DHR) and \$100,000 of
26 the General Fund appropriation for the Maryland State Department of Education
27 (MSDE) may not be expended unless, by July 1, 2014, DHR and MSDE jointly submit
28 a report to the budget committees regarding the transfer of child care subsidy
29 eligibility determinations from DHR to MSDE. The report shall include the following
30 information:

31 (1) how the shift in eligibility determinations improves the program for both
32 individuals receiving the child care subsidy and MSDE;

33 (2) how MSDE's vendor will implement child care subsidy eligibility
34 determinations;

35 (3) the impact on services provided to individuals who want to apply for
36 multiple social services including the child care subsidy;

1 (4) the impact on DHR's eligibility determinations function with respect to
 2 quality of performance, positions required, budgetary needs, and how DHR can reduce
 3 spending on eligibility determinations by \$13,100,000;

4 (5) how and when funding will shift from DHR to MSDE and how much DHR
 5 will need as a replacement; and

6 (6) an accounting of costs and savings for MSDE and the vendor contract.

7 As it has been estimated that the transfer of eligibility determinations will
 8 result in budgetary savings of up to \$4,000,000 in general funds, \$2,000,000 of which
 9 is accounted for as a withdrawn appropriation from the fiscal 2014 budget, the budget
 10 committees have the expectation of an additional \$2,000,000 General Fund withdrawn
 11 appropriation during the 2015 legislative session, or a targeted reversion of that
 12 amount at the close of fiscal 2015.

13 A follow-up report shall be submitted by December 1, 2014, with budget costs
 14 and savings information based on the experience of DHR's eligibility determinations
 15 function and MSDE's vendor, and other substantive changes to the program from
 16 what is outlined in the July 1, 2014 report. The budget committees shall have 45 days
 17 for review and comment following receipt of the initial report. Funds restricted
 18 pending receipt of the report may not be transferred by budget amendment or
 19 otherwise to any other purpose and shall revert to the General Fund if the report is
 20 not submitted to the budget committees.

21 ~~SECTION 42. AND BE IT FURTHER ENACTED, That it is the intent of the~~
 22 ~~General Assembly that the Maryland Department of Planning, the Department of~~
 23 ~~Natural Resources, the Maryland Department of Agriculture, the Maryland~~
 24 ~~Department of the Environment, and the Department of Budget and Management~~
 25 ~~provide a report to the budget committees by December 1, 2014, on Chesapeake Bay~~
 26 ~~restoration spending including:~~

27 ~~(1) fiscal 1988 to 2014 annual spending by fund, fund source, program, and~~
 28 ~~State and local government agency; associated nutrient and sediment reduction; and~~
 29 ~~the impact on living resources and ambient water quality criteria for dissolved oxygen,~~
 30 ~~water clarity, and "chlorophyll a" for the Chesapeake Bay and its tidal tributaries;~~

31 ~~(2) projected fiscal 2015 to 2025 annual spending by fund, fund source,~~
 32 ~~program, and State and local government agency; associated nutrient and sediment~~
 33 ~~reductions; and the impact on living resources and ambient water quality criteria for~~
 34 ~~dissolved oxygen, water clarity, and "chlorophyll a" for the Chesapeake Bay and its~~
 35 ~~tidal tributaries; and~~

36 ~~(3) an overall framework discussing the needed regulations, revenues, laws,~~
 37 ~~and administrative actions and their impacts on individuals, organizations,~~
 38 ~~governments, and businesses by year from fiscal 2015 to 2025 in order to reach the~~

1 ~~calendar 2025 requirement of having all best management practices in place to meet~~
 2 ~~water quality standards for restoring the Chesapeake Bay.~~

75
cont

3 SECTION 42. AND BE IT FURTHER ENACTED, That it is the intent of the
 4 General Assembly that the Maryland Department of Planning, the Department of
 5 Natural Resources, the Maryland Department of Agriculture, the Maryland
 6 Department of the Environment, and the Department of Budget and Management
 7 provide a report to the budget committees by December 1, 2014, on Chesapeake Bay
 8 restoration and spending including:

9 (1) calendar 1985 to 2013 (1) modeled loads of nitrogen, phosphorus, and
 10 sediment; and (2) trends in Maryland Chesapeake Bay and tidal tributary monitoring
 11 data on nitrogen, dissolved oxygen, water clarity, and “chlorophyll a” concentrations;

12 (2) projected calendar 2015 to 2025 modeled nutrient and sediment
 13 reductions in Maryland’s portion of the Chesapeake Bay per current Watershed
 14 Implementation Plan projections; and

15 (3) an overall framework for achieving the calendar 2025 Chesapeake Bay
 16 restoration goal that examines sources of funding and the potential investments needed
 17 between calendar 2015 and 2025, provides recommendations for using State programs
 18 as catalysts for leveraging local and private funding, and provides a template for
 19 tracking and reporting return on investment for State programs on an annual basis.

20 SECTION 43. AND BE IT FURTHER ENACTED, That the Governor shall
 21 abolish ~~267~~ 150 vacant regular full-time equivalent positions and reduce agency
 22 appropriations by at least ~~\$17,000,000~~ \$10,000,000 in general funds from the
 23 Executive Branch in fiscal 2015. Further provided that abolitions shall occur on or
 24 before July 1, 2014, and an accounting of the abolished positions shall be noted in
 25 Appendix E of the fiscal 2016 budget submission. A schedule of the abolished positions
 26 and funding, by program, shall be submitted to the budget committees by July 1, 2014.

76

27 SECTION 44. AND BE IT FURTHER ENACTED, That it is the intent of the
 28 General Assembly that, in fiscal 2014 and fiscal 2015, the Developmental Disabilities
 29 Administration within the Department of Health and Mental Hygiene shall:

77

30 (1) determine all cost savings realized due to nonpayment to providers for
 31 weather-related closures;

32 (2) implement a methodology to distribute funds from cost savings realized
 33 due to nonpayment to providers for weather-related closures to:

34 (i) providers that experienced loss of revenue due to weather-related
 35 closures; and

77
cont

1 (ii) residential service providers that experienced weather-related
 2 costs including staff overtime, resident relocation, snow removal, or other costs
 3 necessary to ensure health and safety; and

4 (3) distribute, based on the proportion of financial loss reported by each
 5 provider and to the extent funds are available in the budget, all funds from cost
 6 savings realized due to nonpayment to providers for weather-related closures to
 7 providers submitting required information.

8 To be eligible to receive redistributed funds from cost savings realized due to
 9 nonpayment to providers for weather-related closures, a provider shall report to the
 10 department:

11 ~~(1) the date of any weather-related closure; and~~

12 ~~(2) either the total amount of operating revenue losses or the total increase~~
 13 ~~in operating costs due to the weather-related closure.~~

14 (1) the date or dates of each weather-related absence for which a claim is
 15 being submitted;

16 (2) a detailed listing of financial losses and/or increased costs directly
 17 attributed to each weather-related absence; and

18 (3) an explanation of how the claimed amount of financial losses and
 19 increased costs were determined.

20 The department shall prepare guidelines and instructions for providers to
 21 submit weather-related claims. In addition, the department must, within 30 days after
 22 the end of the fiscal year, report to the committees the amount of funds from cost
 23 savings realized due to nonpayment to providers that is distributed to providers in
 24 fiscal 2014 and 2015.

25 SECTION 45. AND BE IT FURTHER ENACTED, That for fiscal 2015, no funds
 26 may be transferred from the Revenue Stabilization Account of the State Reserve Fund
 27 to the General Fund.

78

28 SECTION ~~21 45,~~ 46. AND BE IT FURTHER ENACTED, That numerals of this
 29 bill showing subtotals and totals are informative only and are not actual
 30 appropriations. The actual appropriations are in the numerals for individual items of
 31 appropriation. It is the legislative intent that in subsequent printings of the bill the
 32 numerals in subtotals and totals shall be administratively corrected or adjusted for
 33 continuing purposes of information, in order to be in arithmetic accord with the
 34 numerals in the individual items.

79

35 SECTION ~~22 46,~~ 47. AND BE IT FURTHER ENACTED, That pursuant to the
 36 provisions of Article III, Section 52(5a) of the Maryland Constitution, the following

- 1 total of all proposed appropriations and the total of all estimated revenues available to
- 2 pay the appropriations for the 2015 fiscal year is submitted:

House Appropriations Committee

Report on

Senate Bill 170 – the Budget Bill

**Senate Bill 172 – the Budget Reconciliation and
Financing Act**

**Maryland General Assembly
Annapolis, Maryland**

March 24, 2014

Contents

	<u>Page</u>
Fiscal 2015 Budget Proposal – Budget Bill (SB 170) and the Budget Reconciliation and Financing Act (SB 172) as Amended by the House Appropriations Committee	1
Budget Summary.....	3
Spending Affordability Analysis – House Appropriations Committee.....	4
Proposed Budget Reductions – Senate Bill 170.....	5
State Expenditures – General Funds	7
State Expenditures – State Funds.....	8
State Expenditures – All Funds	9
Fiscal Note – Summary of the Budget Bill – Senate Bill 170	10
General Fund Revenues – 2014 Session Legislation – Proposed under the Governor’s Budget Plan	11
General Fund Reductions and Transfers Contingent on the Budget Reconciliation and Financing Act of 2014 (SB 172)	12
House Appropriations Committee – Status as of March 24, 2014.....	13
State Retirement and Pension System – Total Employer and Employee Contributions	14
Budget Reconciliation and Financing Act – Employer Pension Contributions	15
House Appropriations Committee Action on the Budget Reconciliation and Financing Act of 2014 (SB 172).....	16
General Fund Budget Outlook.....	20

Fiscal 2015 Budget Proposal
Budget Bill (SB 170) and the Budget Reconciliation and
Financing Act (SB 172)
As Amended by the House Appropriations Committee

- 1. Preserves State Fund Balances and Reduces the Structural Budget Gap** – Although the State’s revenues were recently revised downward by \$248.0 million across fiscal 2014 and 2015, budget actions result in a general fund balance of over \$87.0 million, and the Rainy Day Fund balance will continue at 5.0% of general fund revenues, an amount estimated to be \$794.8 million. In addition, the structural gap between revenues and spending is reduced by \$150.0 million, well above the \$125.0 million target recommended by the Spending Affordability Committee. Ongoing revenues now cover 98.7% of spending.
- 2. Continues to Constrain Spending** – Growth in State spending, excluding federal funds, is 3.1% and below the 3.6 to 5.1% forecasted growth in Maryland personal income for calendar 2014 and 2015. Constrained by sluggish revenue growth, the budget maintains current services and funds several education, public safety, and economic development initiatives.
- 3. Avoids Reductions to Essential Programs and Reaffirms Commitment to Full Supplemental Retirement Payment** – The 2011 legislation making changes to the State pension system requires a \$300 million State supplement beyond the annually required amount. To avoid reductions to education, health, and other essential programs, as well as to fully fund collectively bargained employee compensation increases, the supplemental payment is temporarily scaled back by \$200 million in fiscal 2014 and 2015. Unlike the permanent \$100 million reduction proposed by the Governor, however, the legislative plan phases the additional State payment up to \$300 million by fiscal 2019.

4. **Maintains the State's Commitment to the Public Schools** – Total State support for public schools will be almost \$6.1 billion. Distributions to local school systems will increase an estimated \$124.8 million, or 2.4%. The budget funds a \$4.3 million initiative to expand prekindergarten programs, and for the second straight year, there is new funding to provide school breakfast to an additional 40,000 students.
5. **Increases State Support for Higher Education and Moderates Tuition Growth** – Maryland's State colleges and universities receive about \$1.4 billion in State funds, an increase of \$103.5 million, or 7.9%, over fiscal 2014. This funding will enable the institutions to hold in-state undergraduate tuition increases to 3.0% for the fifth consecutive year. Ongoing efforts to constrain tuition growth have resulted in Maryland's average tuition and fee costs dropping from 7th to 27th most expensive in the country since fall 2004. Formula aid for community colleges increases \$12.0 million, or 5.6%.
6. **Supports Expansion of and Access to Affordable Health Care to More Marylanders** – Maryland continues to take advantage of opportunities to expand Medicaid coverage under the federal Affordable Care Act. The budget includes \$495 million in new federal funds to provide full Medicaid benefits to 130,000 individuals, \$300 million to fund provider rate increases, and \$33 million to expand home- and community-based services for the elderly and disabled. Total Medicaid spending is \$8.1 billion to provide services to over 1.1 million Marylanders. Funding is also provided for the Maryland Health Benefit Exchange, including funding to ensure that the Exchange's enrollment system is properly functional. However, that funding also comes with enhanced legislative oversight.
7. **Recognizes Efforts of State Workforce** – The budget includes funds for a 2.0% cost-of-living adjustment for State employees, and employee merit raises are budgeted for a full year for the first time since 2009. Also, due to health insurance savings, State employees will not be required to pay insurance premiums for an additional four pay periods in calendar 2014.

Budget Summary
Fiscal 2014 and 2015
(\$ in Millions)

General Fund

	<u>Admin.</u>	<u>Senate</u>	<u>APP</u>
<u>Fiscal 2014</u>			
Ending Balance Before Legislative Action	-\$20.6	-\$20.6	-\$20.6
Revenues – BRE March Revision	-126.7	-126.7	-126.7
Revenues – Legislation	8.0	8.0	8.0
Fund Transfers – Legislation	4.2	55.1	55.2
Expenditure Reductions – Deficiency Approp.**	3.8	5.6	5.6
Expenditure Reductions – Contingent on BRFA	87.4	174.5	174.5
Adjusted Ending Balance*	-\$43.9	\$95.9	\$96.1
<u>Fiscal 2015</u>			
Revenues – BRE Estimate	\$16,005.3	\$16,005.3	\$16,005.3
Revenues – BRE March Revision	-111.1	-111.1	-111.1
Other Revenues	23.2	23.2	23.2
Revenues – Legislation	24.3	28.1	31.1
Fund Transfers – Legislation	114.0	69.1	69.1
Transfer from Rainy Day Fund	204.5	204.5	0.0
Total Revenues and Balance	\$16,216.3	\$16,315.1	\$16,113.8
Expenditures – Allowance	\$16,527.6	\$16,527.6	\$16,527.6
Expenditures Due to Lower Gaming Revenues	9.7	9.7	9.7
Retirement Reinvestment Reduction	-88.3	-176.5	-176.5
Expenditure Reductions – Contingent on BRFA	-11.4	-1.6	-4.8
Expenditure Reductions**	-2.8	-149.1	-120.7
Rainy Day Fund	0.0	-5.5	-208.5
Total Expenditures	\$16,434.8	\$16,204.6	\$16,026.7
Ending Balance (Revenues Less Expenditures)*	-\$218.5	\$110.5	\$87.0

Cash Position

General Fund Balance	-\$218.5	\$110.5	\$87.0
Rainy Day Fund Balance – June 30, 2015	794.8	794.8	794.8
Total	\$576.3	\$905.3	\$881.8
Cash and Rainy Day Fund Over 5%	-\$218.5	\$110.5	\$87.0

BRE: Board of Revenue Estimates
BRFA: Budget Reconciliation and Financing Act

*The Administration budget proposal before the BRE March revenue revisions resulted in estimated balances of \$82.8 million for fiscal 2014 and \$28.9 million for fiscal 2015.

**Expenditure reductions for the Administration are assumed reversions from the Judiciary and General Assembly.

Spending Affordability Analysis
House Appropriations Committee
(\$ in Millions)

Structural Analysis

Target

Estimated Structural Gap (December 2013)	\$362
Target Reduction	125

Revenues

	\$16,129
March 2014 Revenue Revision	-111
Transfer Tax	-69
Medevac Sale	-18
Other One-time Items	-8
Subtotal	\$15,923

Spending

	\$16,017
Rainy Day Fund	-20
Tobacco Arbitration	40
Video Lottery Terminal Shortfall	10
One-time Reduction to Mandated Appropriations	1
One-time Supplemental Retirement Contribution	88
Pay-as-you-go Capital	-1
Subtotal	\$16,135

Amount Reduced from Structural Shortfall	\$150
Remaining Structural Deficit	\$212

Proposed Budget Reductions
Senate Bill 170
Fiscal 2015 Budget and Fiscal 2014 Deficiency Appropriations
(\$ in Millions)

General Funds

	<u>Senate</u>	<u>APP</u>	<u>Diff.</u>
<u>Local Aid</u>			
Community College Formula – Consistent with Reduction in Funding for Four-year Institutions	\$3.4	\$3.3	-\$0.1
Early College Innovation Fund – Evaluate First Round of Grants Before Providing New Grants	2.0	0.0	-2.0
Limit Decrease in Education Aid Formulas (Redirected from Early College Innovation Fund)	-1.7	0.0	1.7
C Savings from Limiting Retirement Reinvestment to \$100 Million	131.9	131.9	0.0
Level Fund Prince George’s County State’s Attorney Grant	0.7	0.0	-0.7
Total	\$136.2	\$135.2	-\$1.0
<u>Medicaid</u>			
C Medicaid Savings from Reduced MHIP Assessment	\$1.5	\$4.7	\$3.2
Extend Managed Care Organization Cost Containment for Second Half of Fiscal 2015	10.1	10.1	0.0
No Early Takeover of Maryland Medicaid Information Systems	4.8	4.8	0.0
Reduce Funding for Balancing Incentive Payment Program	2.2	2.2	0.0
Special Funds from Cigarette Restitution Fund Available	0.8	0.0	-0.8
Use Vacancies for New Positions/Kidney Disease Program Enrollment Trends	0.4	0.4	0.0
Total	\$19.8	\$22.2	\$2.4
<u>Higher Education</u>			
University System of Maryland – Reduction of Proposed Increase in Funding	\$10.0	\$9.5	-\$0.5
Morgan State University – Reduction of Proposed Increase in Funding	1.0	1.0	-0.1
Reduce Funding for Private Higher Education Due to Reduction in Four-year Funding	0.7	0.7	0.0
Total	\$11.7	\$11.1	-\$0.6
<u>Personnel</u>			
Delete Vacant Executive Branch Positions	\$17.0	\$10.0	-\$7.0
C Savings from Limiting Pension Reinvestment to \$100 Million	44.7	44.7	0.0
<i>Judiciary/Gen. Assembly – Employee Health Insurance/Personnel System Costs (Fiscal 2014)</i>	3.8	3.8	0.0
Judiciary and General Assembly – Lower Employee Health Insurance Costs	1.5	1.5	0.0
Total	\$67.0	\$60.0	-\$7.0
<u>State Agencies</u>			
Delete New Positions and Contractual Conversions – Judiciary	\$1.0	\$1.3	\$0.2
Security Services Contract/New Bailiffs in District Court	1.4	1.4	0.0
Operating Expenses for Judiciary and Clerks of Circuit Court	6.6	5.5	-1.1
Reduce Judiciary Funding – Improper Encumbrance and Technical Correction	0.9	0.9	0.0
Information Technology Projects	2.0	2.0	0.0
Fund a More Realistic Vacancy Rate for Comptroller	0.7	0.3	-0.3
State Lottery Agency – Higher Turnover for New Positions/Scale Back Additional Positions	0.5	0.0	-0.5
C Assessments and Taxation – Use Charter Unit Revenues for Office of Director Costs	0.1	0.1	0.0
Public Safety and Corrections Operations – Long-term Vacant Positions	2.0	0.0	-2.0
Reduce Funding for Program to Provide Community Services for Youthful Offenders	0.2	0.0	-0.2
Assume More Realistic Vacancy Rate for State Police	3.5	1.8	-1.8
Foster Care – Lower Caseload Estimates	3.0	5.0	2.0
<i>Temporary Disability Assistance – Lower Caseloads (Fiscal 2014)</i>	1.7	1.7	0.0
<i>Temporary Disability Assistance – Lower Caseloads (Fiscal 2015)</i>	2.1	2.1	0.0
Scale Back Increase in Child Care Subsidy Program	1.0	0.0	-1.0
Less Funding for Contractual Mental Health Evaluations Based on Fiscal 2013 Actuals (DJS)	0.5	0.5	0.0
<i>Scale Back Fiscal 2014 Deficiency for Contractual Mental Health Services (DJS)</i>	0.1	0.1	0.0
Less General Funds for Moving Department of Housing and Community Dev. Headquarters	1.1	1.1	0.0
<i>MARBIDCO – Concur with Governor's Proposed Reduction</i>	1.1	1.1	0.0
Reduce Oil Control Program Funding Consistent with Fiscal 2014 Targeted Reversion	0.6	0.6	0.0

General Funds for Maryland Economic Assistance Authority and Fund Not Needed	8.9	0.0	-8.9
Scale Back Funding for Tourism Board	1.0	0.0	-1.0
Other Reductions	1.5	1.5	0.1
Total	\$41.7	\$27.1	-\$14.6

Grants/Tax Credits

Biotechnology Tax Credit Program – No Increase	\$0.0	\$2.0	\$2.0
Reduce Funding for Employment Advancement Right Now Program Grants	0.9	0.0	-0.9
No Funding for New Victims Services Grant Program – Use Funds from Existing Programs	0.5	0.0	-0.5
Total	\$1.4	\$2.0	\$0.6

Debt Service/State Reserve Fund

Additional Bond Premiums for Debt Service	\$55.0	\$50.0	-\$5.0
<i>Reduce Rainy Day Fund Appropriation – Maintain at 5% of Revenue</i>	5.5	208.5	203.0
Total	\$60.5	\$258.5	\$198.0

Total General Funds

Total General Funds	\$338.4	\$516.2	\$177.8
Reductions Also Incorporated in the Governor's Budget Proposal	100.5	100.4	-0.1
Total Reductions Proposed in Addition to the Governor's Proposal	\$237.8	\$415.8	\$177.9

"Structural" Reductions In Addition to Governor's Proposal – Fiscal 2015	\$142.3	\$117.2	-\$25.1
---	----------------	----------------	----------------

Note: Non-structural reductions in italics (not ongoing or fiscal 2014 deficiencies).

Special Funds

	<u>Senate</u>	<u>APP</u>	<u>Diff</u>
C Savings from Limiting Pension Reinvestment to \$100 Million	\$12.5	\$12.5	\$0.0
Chesapeake and Atlantic Coastal Bays 2010 Trust Fund Double Budgeted	17.6	17.6	0.0
Reduce Tobacco Transition Program Agricultural Land Preservation Funding	0.8	0.0	-0.8
C Reduce Chesapeake and Atlantic Coastal Bays 2010 Spending – Revenues to General Fund	3.2	6.2	3.0
Other Reductions	1.0	0.9	-0.1
Total	\$35.0	\$37.2	\$2.1

Pay-as-you-go Capital

Level Fund Jane Lawton Conservation Loan Program – Maryland Energy Administration	\$0.3	\$0.3	\$0.0
C Reduce Funds for Open Space, Rural Legacy, and Ag. Land Preservation – Use Bonds	69.1	69.1	0.0
Total	\$69.4	\$69.4	\$0.0

Total Special Funds	\$104.4	\$106.5	\$2.1
----------------------------	----------------	----------------	--------------

DJS: Department of Juvenile Services

MARBIDCO: Maryland Agricultural and Resource-Based Industry Development Corporation

MHIP: Maryland Health Insurance Program

C: These Items Are Contingent on Passage of the Budget Reconciliation and Financing

State Expenditures – General Funds (\$ in Millions)

Category	Actual FY 2013	APP		Allowance FY 2015	APP Reductions	APP Appr. FY 2015	FY 2014 to FY 2015	
		Work. Appr. FY 2014					\$ Change	% Change
Debt Service	\$0.0	\$83.0	\$195.0	\$50.0	\$145.0	\$62.0	74.7%	
County/Municipal	159.0	245.0	254.5	0.0	254.5	9.5	3.9%	
Community Colleges	252.4	281.3	304.7	8.6	296.1	14.8	5.3%	
Education/Libraries	5,453.8	5,608.8	5,846.5	116.9	5,729.6	120.8	2.2%	
Health	37.3	41.7	46.9	0.0	46.9	5.1	12.3%	
Aid to Local Governments	\$5,902.4	\$6,176.9	\$6,452.7	\$125.5	\$6,327.2	\$150.3	2.4%	
Foster Care Payments	203.1	256.9	237.6	5.0	232.6	-24.3	-9.5%	
Assistance Payments	84.9	71.5	76.0	2.1	73.9	2.4	3.4%	
Medical Assistance	2,311.7	2,467.4	2,474.4	22.1	2,452.3	-15.2	-0.6%	
Property Tax Credits	81.9	80.2	82.0	0.0	82.0	1.7	2.2%	
Entitlements	\$2,681.5	\$2,876.1	\$2,869.9	\$29.2	\$2,840.7	-\$35.3	-1.2%	
Health	1,470.5	1,571.8	1,631.3	0.2	1,631.1	59.3	3.8%	
Human Resources	372.3	332.5	336.9	0.4	336.5	3.9	1.2%	
Children's Cabinet Interagency Fund	13.4	20.1	21.8	0.0	21.8	1.7	8.6%	
Juvenile Services	269.5	281.0	290.4	0.8	289.6	8.6	3.1%	
Public Safety/Police	1,309.2	1,385.3	1,448.0	1.8	1,446.2	61.0	4.4%	
Higher Education	1,106.6	1,218.4	1,356.7	10.5	1,346.2	127.8	10.5%	
Other Education	366.9	387.3	386.0	0.7	385.4	-1.9	-0.5%	
Agric./Nat'l. Res./Environment	107.5	114.8	119.5	1.7	117.9	3.1	2.7%	
Other Executive Agencies	594.6	664.1	692.1	6.4	685.8	21.6	3.3%	
Legislative	77.3	80.0	83.1	0.3	82.8	2.8	3.5%	
Judiciary	384.2	406.1	434.4	10.4	424.0	17.9	4.4%	
Across-the-board Cuts	0.0	-42.1	0.0	54.7	-54.7	-12.5	29.7%	
State Agencies	\$6,072.0	\$6,419.4	\$6,800.4	\$87.6	\$6,712.7	\$293.4	4.6%	
Total Operating	\$14,656.0	\$15,555.3	\$16,318.0	\$292.4	\$16,025.6	\$470.3	3.0%	
Capital ⁽¹⁾	3.2	42.7	11.4	0.0	11.4	-31.3	-73.3%	
Subtotal	\$14,659.2	\$15,598.0	\$16,329.4	\$292.4	\$16,037.0	\$439.1	2.8%	
Reserve Funds	37.8	55.3	228.2	208.5	19.7	-35.5	-64.3%	
Appropriations	\$14,697.0	\$15,653.2	\$16,557.6	\$500.9	\$16,056.7	\$403.5	2.6%	
Reversions	0.0	-58.0	-30.0	0.0	-30.0	28.0	-48.2%	
Grand Total	\$14,697.0	\$15,595.3	\$16,527.6	\$500.9	\$16,026.7	\$431.5	2.8%	

⁽¹⁾ Includes the Sustainable Communities Tax Credit Reserve Fund.

Note: The fiscal 2014 working appropriation includes deficiencies, \$234.5 million in cost containment, \$40.8 million in targeted reversions, and House Appropriation Committee cuts to the deficiencies. The fiscal 2015 allowance includes \$16.3 million in reductions from Section 19 of the budget bill (SB 170). The fiscal 2015 appropriation includes \$181.4 million in reductions contingent on legislation and \$9.7 million in additional general funds for aid to education to offset a reduction in the gaming revenue estimate.

State Expenditures – State Funds (\$ in Millions)

Category	Actual FY 2013	APP		Allowance FY 2015	APP Reductions	APP FY 2015	FY 2014 to FY 2015	
		Work. Appr. FY 2014					\$ Change	% Change
Debt Service	\$1,078.2	\$1,183.0	\$1,283.3	\$50.0	\$1,233.3	\$50.3	4.3%	
County/Municipal	436.3	512.0	543.1	22.7	520.4	8.4	1.6%	
Community Colleges	272.3	281.3	304.7	8.6	296.1	14.8	5.3%	
Education/Libraries	5,875.9	5,998.5	6,263.5	126.6	6,136.9	138.5	2.3%	
Health	38.1	41.7	46.9	0.0	46.9	5.1	12.3%	
Aid to Local Governments	\$6,622.5	\$6,833.5	\$7,158.3	\$157.9	\$7,000.4	\$166.8	2.4%	
Foster Care Payments	210.2	262.4	243.1	5.0	238.1	-24.3	-9.3%	
Assistance Payments	103.6	90.1	94.6	2.1	92.5	2.4	2.7%	
Medical Assistance	3,297.3	3,300.9	3,435.0	22.1	3,412.8	111.9	3.4%	
Property Tax Credits	81.9	80.2	82.0	0.0	82.0	1.7	2.2%	
Entitlements	\$3,693.0	\$3,733.6	\$3,854.6	\$29.2	\$3,825.4	\$91.8	2.5%	
Health	1,975.2	2,110.5	2,113.1	0.2	2,112.9	2.4	0.1%	
Human Resources	453.5	411.2	434.1	0.6	433.5	22.3	5.4%	
Children's Cabinet Interagency Fund	13.4	20.1	21.8	0.0	21.8	1.7	8.6%	
Juvenile Services	272.6	285.4	295.3	0.8	294.5	9.1	3.2%	
Public Safety/Police	1,522.9	1,612.2	1,666.7	1.8	1,664.9	52.7	3.3%	
Higher Education	5,072.1	5,362.8	5,539.8	10.5	5,529.4	166.5	3.1%	
Other Education	430.3	459.5	442.1	0.7	441.4	-18.0	-3.9%	
Transportation	1,558.6	1,608.2	1,655.2	0.1	1,655.1	46.9	2.9%	
Agric./Nat'l. Res./Environment	305.4	340.5	393.2	25.5	367.7	27.2	8.0%	
Other Executive Agencies	1,167.3	1,302.1	1,337.5	6.9	1,330.7	28.5	2.2%	
Legislative	77.8	80.0	83.1	0.3	82.8	2.8	3.5%	
Judiciary	432.6	460.0	497.4	10.4	487.0	26.9	5.9%	
Across-the-board Cuts	0.0	-54.4	0.0	67.1	-67.1	-12.7	23.3%	
State Agencies	\$13,281.8	\$13,998.2	\$14,479.3	\$124.7	\$14,354.7	\$356.4	2.5%	
Total Operating	\$24,675.5	\$25,748.3	\$26,775.5	\$361.8	\$26,413.7	\$665.4	2.6%	
Capital ⁽¹⁾	1,222.1	1,632.1	1,871.1	46.7	1,824.4	192.3	11.8%	
Subtotal	\$25,897.6	\$27,380.4	\$28,646.5	\$408.4	\$28,238.1	\$857.7	3.1%	
Reserve Funds	37.8	55.3	228.2	208.5	19.7	-35.5	-64.3%	
Appropriations	\$25,935.3	\$27,435.6	\$28,874.7	\$616.9	\$28,257.8	\$822.1	3.0%	
Reversions	0.0	-58.0	-30.0	0.0	-30.0	28.0	-48.2%	
Grand Total	\$25,935.3	\$27,377.7	\$28,844.7	\$616.9	\$28,227.8	\$850.1	3.1%	

⁽¹⁾ Includes the Sustainable Communities Tax Credit Reserve Fund.

Note: The fiscal 2014 working appropriation includes deficiencies, \$246.8 million in cost containment, \$40.8 million in targeted reversions, and House Appropriation Committee cuts to the deficiencies. The fiscal 2015 allowance includes \$21.0 million in reductions from Section 19 of the budget bill (SB 170). The fiscal 2015 appropriation includes \$269.1 million in reductions contingent on legislation offset by \$0.1 million in additional special funds due to funding swaps.

State Expenditures – All Funds (\$ in Millions)

Category	Actual FY 2013	APP Work. Appr. FY 2014	Allowance FY 2015	APP Reductions	APP Appr. FY 2015	FY 2014 to FY 2015	
						\$ Change	% Change
Debt Service	\$1,090.3	\$1,195.3	\$1,294.8	\$50.0	\$1,244.8	\$49.4	4.1%
County/Municipal	508.4	571.3	598.4	22.7	575.7	4.4	0.8%
Community Colleges	272.3	281.3	304.7	8.6	296.1	14.8	5.3%
Education/Libraries	6,624.2	6,752.8	7,065.8	126.6	6,939.2	186.5	2.8%
Health	42.5	46.2	51.4	0.0	51.4	5.1	11.1%
Aid to Local Governments	\$7,447.5	\$7,651.6	\$8,020.4	\$157.9	\$7,862.5	\$210.9	2.8%
Foster Care Payments	298.4	346.3	333.7	5.0	328.7	-17.6	-5.1%
Assistance Payments	1,373.5	1,287.7	1,447.7	2.1	1,445.6	157.8	12.3%
Medical Assistance	6,764.2	7,216.6	7,945.8	49.0	7,896.8	680.2	9.4%
Property Tax Credits	81.9	80.2	82.0	0.0	82.0	1.7	2.2%
Entitlements	\$8,518.0	\$8,930.9	\$9,809.1	\$56.1	\$9,753.0	\$822.1	9.2%
Health	3,152.4	3,497.0	3,489.1	20.3	3,468.8	-28.2	-0.8%
Human Resources	932.3	934.3	951.3	0.7	950.5	16.2	1.7%
Children's Cabinet Interagency Fund	13.4	20.1	21.8	0.0	21.8	1.7	8.6%
Juvenile Services	281.2	292.8	302.5	0.8	301.7	8.9	3.0%
Public Safety/Police	1,553.2	1,641.8	1,696.1	1.8	1,694.4	52.5	3.2%
Higher Education	5,072.1	5,362.8	5,539.8	10.5	5,529.4	166.5	3.1%
Other Education	665.7	798.8	682.6	0.7	681.9	-116.8	-14.6%
Transportation	1,631.0	1,705.4	1,747.8	0.1	1,747.7	42.3	2.5%
Agric./Nat'l. Res./Environment	366.9	408.8	459.5	25.5	434.1	25.2	6.2%
Other Executive Agencies	1,763.9	1,876.2	1,882.3	6.9	1,875.4	-0.8	0.0%
Legislative	77.8	80.0	83.1	0.3	82.8	2.8	3.5%
Judiciary	438.1	465.5	497.6	10.4	487.3	21.8	4.7%
Across-the-board Cuts	0.0	-63.2	0.0	75.4	-75.4	-12.2	19.2%
State Agencies	\$15,948.2	\$17,020.5	\$17,353.7	\$153.2	\$17,200.5	\$180.1	1.1%
Total Operating	\$33,003.9	\$34,798.4	\$36,477.9	\$417.1	\$36,060.8	\$1,262.5	3.6%
Capital ⁽¹⁾	2,077.9	2,431.0	2,729.3	46.7	2,682.6	251.6	10.4%
Subtotal	\$35,081.8	\$37,229.3	\$39,207.3	\$463.8	\$38,743.5	\$1,514.1	4.1%
Reserve Funds	37.8	55.3	228.2	208.5	19.7	-35.5	-64.3%
Appropriations	\$35,119.5	\$37,284.6	\$39,435.5	\$672.3	\$38,763.2	\$1,478.6	4.0%
Reversions	0.0	-58.0	-30.0	0.0	-30.0	28.0	-48.2%
Grand Total	\$35,119.5	\$37,226.6	\$39,405.5	\$672.3	\$38,733.2	\$1,506.5	4.0%

⁽¹⁾ Includes the Sustainable Communities Tax Credit Reserve Fund.

Note: The fiscal 2014 working appropriation includes deficiencies, \$255.6 million in cost containment, \$40.8 million in targeted reversions, and House Appropriation Committee cuts to the deficiencies. The fiscal 2015 allowance includes \$23.8 million in reductions from Section 19 of the budget bill (SB 170). The fiscal 2015 appropriation includes \$277.4 million in reductions contingent on legislation offset by \$0.1 million in additional special funds due to funding swaps.

Fiscal Note Summary of the Budget Bill – Senate Bill 170

	<u>General Funds</u>	<u>Special Funds</u>	<u>Federal Funds</u>	<u>Higher Education Funds</u>	<u>Total Funds</u>
Governor's Allowance					
Fiscal 2014 Budget	\$15,775,377,972	\$7,740,284,179	\$9,858,731,182	\$4,054,412,900	\$37,428,806,233 ⁽¹⁾
Fiscal 2015 Budget	16,527,609,954	8,199,702,176	10,560,748,098	4,117,413,398	39,405,473,626 ⁽²⁾
Budget Reconciliation and Financing Act of 2014					
Fiscal 2014 Deficiencies	-\$174,463,553	-\$12,295,546	-\$8,770,214	\$0	-\$195,529,313
Fiscal 2015 Contingent Reductions	-181,359,500	-87,642,176 ⁽³⁾	-8,258,002	0	-277,259,678
Subtotal	-\$355,823,053	-\$99,937,722	-\$17,028,216	\$0	-\$472,788,991
House Appropriations Committee Reductions					
Fiscal 2014 Deficiencies	-\$5,646,211	\$0	-\$1,000,000	\$0	-\$6,646,211
Fiscal 2015 Budget	-319,507,668 ⁽⁴⁾	-28,437,131	-47,093,359	0	-395,038,158
Total Reductions	-\$325,153,879	-\$28,437,131	-\$48,093,359	\$0	-\$401,684,369
Appropriations					
Fiscal 2014 Budget	\$15,595,268,208	\$7,727,988,633	\$9,848,960,968	\$4,054,412,900	\$37,226,630,709
Fiscal 2015 Budget	16,026,742,786	8,083,622,869	10,505,396,737	4,117,413,398	38,733,175,790
Change	\$431,474,578	\$355,634,236	\$656,435,769	\$63,000,498	\$1,506,545,081

⁽¹⁾ Reflects \$198.7 million in proposed deficiencies, including \$137.3 million in general funds, \$0.3 million in special funds, and \$61.1 million in federal funds. Reversion assumptions total \$66.9 million, including \$30.0 million in unspecified reversions and \$36.9 million in targeted reversions.

⁽²⁾ Reflects estimated general fund reversions of \$30.0 million and across-the-board reductions for overbudgeted health insurance.

⁽³⁾ Includes \$0.1 million in special funds that will be added back to the budget by budget amendment to replace general fund reductions.

⁽⁴⁾ Reflects additional general fund spending of \$9.7 million and a corresponding special fund reduction of \$9.7 million due to a lower gaming revenues estimate.

**General Fund Revenues
2014 Session Legislation
Proposed under the Governor's Budget Plan
Fiscal 2014 and 2015
(\$ in Millions)**

	<u>Admin.</u>	<u>Senate</u>	<u>APP</u>
<u>Fiscal 2014 Revenues</u>			
Chesapeake Bay Trust Fund	\$8.0	\$8.0	\$8.0
Total Fiscal 2014 Revenues	\$8.0	\$8.0	\$8.0
 <u>Fiscal 2015 Revenues</u>			
Chesapeake Bay Trust Fund	\$3.2	\$3.2	\$6.2
Helicopter Sales	17.6	17.6	17.6
Lottery Commissions	7.3	7.3	7.3
Research and Development Tax Credit (HB 616)*	-0.4		
Film Tax Credit (HB 520)*	-3.5		
Total Fiscal 2015 Revenues	\$24.3	\$28.1	\$31.1

*Legislation pending in the House that was included in the Administration's budget plan.

General Fund Reductions and Transfers
Contingent on the Budget Reconciliation and Financing Act (SB 172)
(\$ in Millions)

	<u>Admin.</u> <u>Plan</u>	<u>Senate</u>	<u>APP</u>
Contingent Reductions – Fiscal 2014			
Savings from Reducing Pension Reinvestment	\$87.1	\$174.2	\$174.2
Assessments and Taxation – Use Charter Unit Funds for Operations	0.3	0.3	0.3
Total Reductions	\$87.4	\$174.5	\$174.5
Contingent Reductions – Fiscal 2015			
Savings from Reducing Pension Reinvestment	\$88.3	\$176.5	\$176.5
Community College Formula*	4.6	0.0	0.0
Aid to Private Colleges and Universities*	3.9	0.0	0.0
Medicaid Savings from Reduced MHIP Assessment	1.5	1.5	4.7
Level Fund MARBIDCO*	1.1	0.0	0.0
Assessments and Taxation – Use Charter Unit Funds for Operations	0.3	0.1	0.1
Total Reductions	\$99.7	\$178.2	\$181.4
Transfers – Fiscal 2014			
Biotech Tax Credit	\$0.7	\$0.7	\$0.7
Sustainable Communities Tax Credit	0.0	19.1	19.1
University System of Maryland	0.0	30.8	31.0
Senior Prescription Drug Assistance Program	0.0	1.0	1.0
Maryland Correctional Enterprises	0.8	0.8	0.8
Radiation Control – Department of the Environment	0.3	0.3	0.3
Chesapeake Bay Trust Fund	2.4	2.4	2.4
Total Transfers	\$4.2	\$55.1	\$55.2
Transfers – Fiscal 2015			
Sustainable Communities Tax Credit**	\$19.1	\$0.0	\$0.0
Transfer Tax	69.1	69.1	69.1
University System of Maryland	25.8	0.0	0.0
Total Transfers	\$114.0	\$69.1	\$69.1

MARBIDCO: Maryland Agricultural and Resource-Based Industry Development Corporation

MHIP: Maryland Health Insurance Program

*The Senate and the House Appropriations Committee made reductions; however, they are not contingent on legislation.

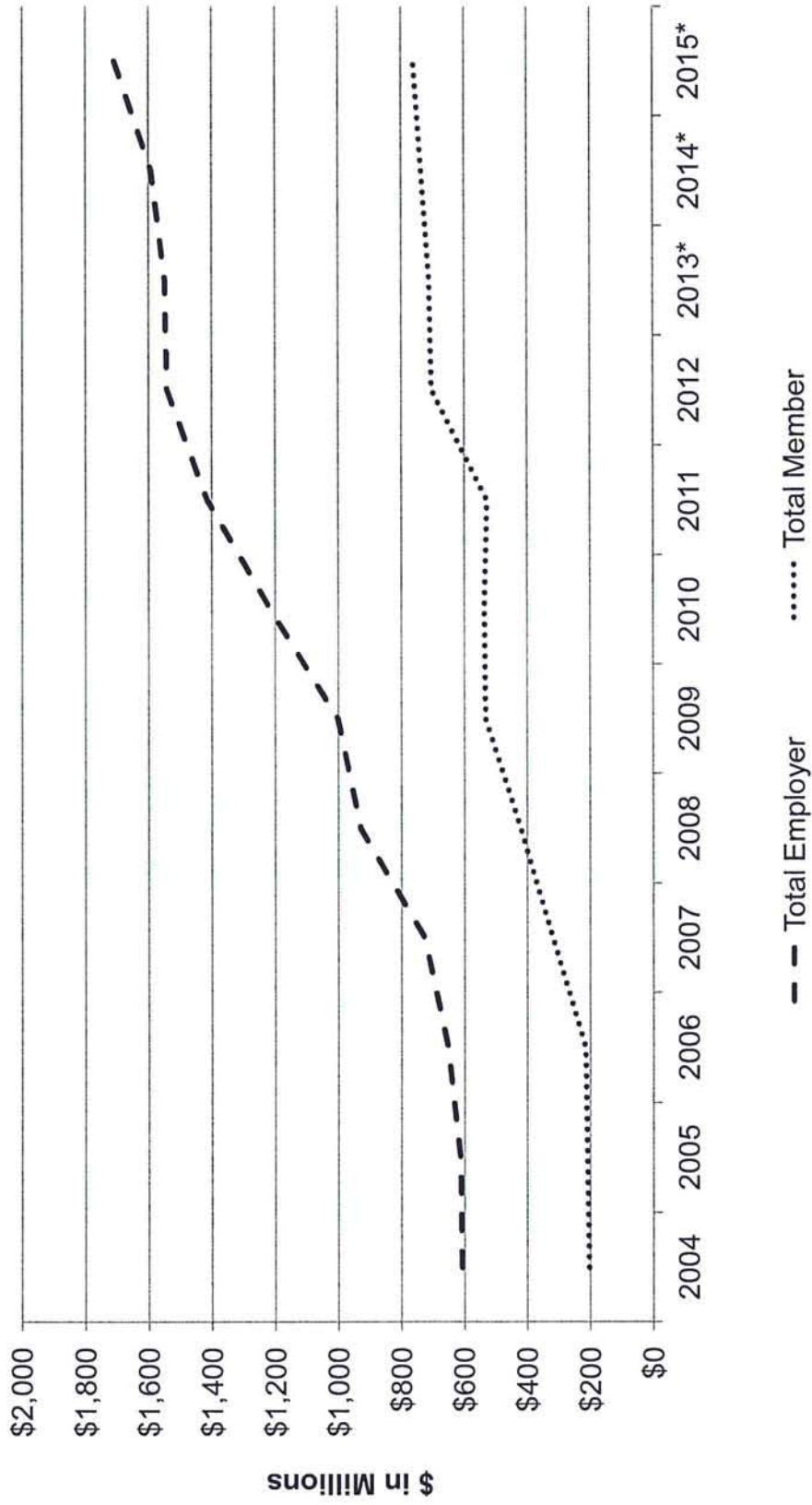
**Also contingent on the enactment of HB 510.

House Appropriations Committee Status as of March 24, 2014

	<u>FY 2014</u>	<u>FY 2015</u>
Starting General Fund Balance	\$501,897,613	\$96,099,584
Revenues		
BRE Estimated Revenues – December 2013	\$15,230,561,555	\$16,005,344,000
BRE Revenue Revision – March 2014	-126,659,611	-111,104,866
Budget Reconciliation Legislation – Revenues	8,000,000	31,145,833
Budget Reconciliation Legislation – Transfers	55,246,632	69,126,544
Additional Revenues	22,321,603	23,161,662
Subtotal Revenues	\$15,189,470,179	\$16,017,673,173
Subtotal Available Revenues	\$15,691,367,792	\$16,113,772,757
Appropriations		
General Fund Appropriations	\$15,644,697,888	\$16,557,609,954
Deficiencies	197,629,691	9,677,582
Legislative Reductions/Contingent Legislation	-180,109,764	-510,544,750
Estimated Agency Reversions	-66,949,607	-30,000,000
Subtotal Appropriations	\$15,595,268,208	\$16,026,742,786
Closing General Fund Balance	\$96,099,584	\$87,029,971

BRE: Board of Revenue Estimates

State Retirement and Pension System Total Employer and Employee Contributions Fiscal 2004-2015



* Figures for fiscal 2013 through 2015 include combined State and local shares for teachers; fiscal 2014 and 2015 include supplemental payments of \$100 million each.

Budget Reconciliation and Financing Act of 2014
Employer Pension Contributions
Fiscal 2014-2025
(\$ in Millions)

<u>Fiscal Year</u>	<u>Annual Required Contribution</u>	<u>Supplemental Payment</u>	<u>Total Contribution</u>
2014	\$1,453	\$100	\$1,553
2015	1,589	100	1,689
2016	1,726	150	1,876
2017	1,864	200	2,064
2018	2,020	250	2,270
2019	2,124	300	2,424
2020	2,201	300	2,501
2021	2,262	300	2,562
2022	2,317	300	2,617
2023	2,371	300	2,671
2024	2,426	300	2,726
2025	2,484	300	2,784

House Appropriations Committee Action on the Budget Reconciliation and Financing Act of 2014 (SB 172)

The Budget Reconciliation and Financing Act of 2014, as amended¹ by the House Appropriations Committee, accomplishes the following for the general fund:

Fiscal 2014 Fund Transfers	\$55.2 million
Fiscal 2015 Fund Transfers	69.1 million
Fiscal 2014 Revenues	8.0 million
Fiscal 2015 Revenues	31.1 million
Fiscal 2014 Expenditure Reductions	174.5 million
Fiscal 2015 Expenditure Reductions	181.4 million
Total Budgetary Action	\$519.3 million

Amend. No.

Authorizes the State Department of Assessments and Taxation to use revenues in the Charter Unit Fund to cover up to 5% of the administrative expenses of the Office of the Director beginning in fiscal 2015 (Committee Reprint pages 6-7)

Establishes that an annual grant to the Maryland State Firemen's Association Widows' and Orphans' Fund is made from proceeds of the moving violation surcharge before such proceeds are distributed to the Maryland Emergency Medical System Operations Fund (pages 7-8)

Modifies the membership of the Maryland Amusement Game Advisory Committee (established to advise the State Lottery and Gaming Control Commission on issues related to the amusement industry) to include the Lottery Director as a non-voting member (pages 8-9)

2

Authorizes the Department of General Services to use monies in the Not-For-Profit Development Fund to evaluate the participation of not-for-profit entities in State procurement (page 9)

Maryland Agricultural and Resource-Based Industry Development Corporation – reduces the fiscal 2015 appropriation from \$4,000,000 to \$2,875,000 and extends the period for the corporation to receive a grant by one year to 2021 (pages 9-10)

¹ Provisions added or amended in whole or in part, except by a technical amendment, are noted in *italics*.

Community College Funding Formula – strikes the provisions as introduced and modifies, for fiscal 2016 through 2019, the percentage of per student funding for selected public institutions that is used to calculate the Cade formula (pages 10-13)

3

Clarifies that a community college is only eligible to receive a payment under the hold harmless component of the community college funding formula if the county government(s) meets maintenance of effort (page 13)

4

Sellinger Formula – strikes the provision as introduced and modifies, for fiscal 2016 through 2020, the percentage of per student funding for selected public institutions that is used to calculate the formula (pages 13-15)

Targeted Public Health Formula – clarifies that the inflation and population adjustments included in the formula are to be applied to the prior year's grant, consistent with current practice (page 15)

Authorizes charter counties to impose a hotel rental tax (page 16)

Maryland Park Service – requires that at least a certain percentage of Park Service revenues be provided to the Park Service for its operations (pages 16-17)

5

Lottery Agent Commissions – permanently establishes commissions at 5.5% of gross receipts from ticket sales and repeals an agent incentive and bonus pool (pages 17-18)

State Employees and Teachers Retirement System – sets out the amount of supplemental contribution that is to be paid into the system, increasing to \$300 million in fiscal 2019 and thereafter; ends the supplemental contribution when the system is 85% funded and has exited the corridor method of payment; and requires the pension system to conduct certain actuarial studies (pages 18-20, 34-35)

Chesapeake and Coastal Bays 2010 Trust Fund – concurs with the Senate on the transfer for fiscal 2014; and for fiscal 2015, increases the revenue from the sales tax on vehicle rentals that is directed to the general fund by an additional \$3.0 million (page 20)

6

Increases by \$69.1 million the amount of transfer tax revenues directed to the general fund in fiscal 2015 (page 21)

Clarifies that, for purposes of local education maintenance of effort requirements, the wealth per pupil is calculated using September 1 net taxable income for fiscal 2015 through 2017; beginning in fiscal 2018, November 1 net taxable income will be used (pages 21-24)

Maryland Health Benefit Exchange – authorizes the Secretary of the Department of Information Technology to designate any project of the Exchange as a Major Information Technology Project and, therefore, subject to those statutory requirements (pages 24-25)

Racetrack Impact Aid – strikes a provision which would, for fiscal 2015 and 2016, direct a portion of the Racetrack Facility Renewal Account to local racetrack impact aid if needed to prevent a reduction of funding to local jurisdictions (page 25)

7

Modifies the allocation of revenue from Regional Greenhouse Gas Initiative auctions as follows: at least 50% for low-income energy assistance; at least 20% for energy efficiency and conservation projects; at least 20% for renewable and clean energy programs; and up to 10% but no more than \$5 million for administration (pages 25-27)

Speed Camera Revenue – in fiscal 2016 through 2018, requires that at least \$3,500,000 annually be used to purchase State Police vehicles and related equipment (page 27)

8

Strikes a provision that would permanently set the certificate of title fee for rental vehicles at \$50; Chapter 397 of 2011 temporarily set the fee at \$50 for fiscal 2012 through 2014 (page 27)

9

Modifies the process for the reduction of the Medicaid deficit hospital assessment based on savings to the Medicaid program that result from the new All-payer Model Contract by changing the agency in charge of the process (pages 28-29)

10

Reduces the annual hospital assessment levied for the Maryland Health Insurance Plan to a maximum of 0.3% (page 29)

11

Creates a Community Partnership Assistance Program to fund, through hospital rates, regional and statewide partnerships to improve the health and well-being of the community; funding is limited to \$15 million in fiscal 2015 and \$20 million in fiscal 2016 and thereafter (pages 29-32)

11

Strikes a provision that would require the Health Services Cost Review Commission to raise the rates of hospitals by \$30 million in fiscal 2015 only to provide funds to implement the new All-payer Model Contract (page 34)

11

Directs the proceeds from the sale of the Dauphin 365N Medevac helicopters to the general fund instead of the Annuity Bond Fund (page 34)

Strikes a provision which would have delayed until January 1, 2015, any increase in rates for payments to providers of nonpublic placements (page 34)

Limits, for fiscal 2015, the increase in rates paid to group homes to 1.5% over the rates in effect on January 15, 2014, and strikes a provision which would have delayed the implementation of any rate increase until January 1, 2015 (page 35)

Makes the following transfers to the general fund (page 35):

	<u>Fiscal 2014</u>	<u>Fiscal 2015</u>
Radiation Control Fund	\$300,000	
Biotechnology Investment Tax Credit Reserve Fund	650,000	
Senior Prescription Drug Assistance Program	1,000,000	
Maryland Correctional Enterprises Revolving Fund	800,000	
Chesapeake and Atlantic Coastal Bays 2010 Trust Fund	2,400,000	
Sustainable Communities Tax Credit Reserve Fund	125,000	
<i>University System of Maryland</i>	<i>31,000,000</i>	12

Baltimore City Community College – transfers \$9,000,000 from the college's fund balance to the Major Information Technology Development Fund for development of the college's Enterprise Resource Planning project (pages 35-36)

13

Sustainable Communities Tax Credit Reserve Fund – transfers \$19 million to the general fund, which is the amount of commercial tax credit certificates issued in fiscal 2006-2010 that have not been claimed or extended; provision is contingent on the enactment of HB 510 (pages 36, 37)

Modifies the charge to a State Department of Assessments and Taxation workgroup to study issues related to filing and enforcement of personal property taxes in addition to the calculation and administration of tax credits and exemptions; authorizes the agency to procure auditing assistance (pages 36-37)

14

Establishes the rate of interest to be paid for income tax refunds paid as a result of the Comptroller v. Brian Wynne case at the average prime rate of fiscal 2015; applies this provision to refunds attributable to tax years 2006 through 2014 (page 37)

15

Technical Amendments:

- *Purpose and function paragraphs* 1
- *Renumbering and other technical* 16

General Fund Budget Outlook

Fiscal 2014-2019

(\$ in Millions)

Revenues	FY 2014 Work. App.	FY 2015 Allowance	FY 2016		FY 2017		FY 2018		FY 2019		Average Annual Change 2015-2019
			Est.	Est.	Est.	Est.	Est.	Est.			
Opening Fund Balance	\$502	\$96	\$87	\$0	\$0	\$0	\$0	\$0	\$0		
Transfer	84	94	27	28	30	35	35	35	35		
Subtotal One-time Revenue	\$586	\$190	\$114	\$28	\$30	\$35	\$30	\$30	\$35		-34.5%
Ongoing Revenues	\$15,106	\$15,923	\$16,686	\$17,475	\$18,243	\$18,930	\$18,243	\$18,243	\$18,930		
Revenue Adjustments – Legislation	0	0	-21	-46	-77	-105	-77	-77	-105		
Subtotal Ongoing Revenue	\$15,106	\$15,923	\$16,664	\$17,429	\$18,166	\$18,825	\$18,166	\$18,166	\$18,825		4.3%
Total Revenues and Fund Balance	\$15,691	\$16,114	\$16,778	\$17,457	\$18,196	\$18,860	\$18,196	\$18,196	\$18,860		4.0%
Ongoing Spending											
Operating Spending	\$16,079	\$16,745	\$17,613	\$18,238	\$19,017	\$19,789	\$19,017	\$19,017	\$19,789		
Education Trust Fund ¹	-372	-407	-419	-535	-563	-570	-563	-563	-570		
Multi-year Commitments	10	10	10	10	10	10	10	10	10		
Ongoing Reductions	-180	-213	-176	-117	-80	-58	-80	-80	-58		
Subtotal Ongoing Spending	\$15,537	\$16,135	\$17,028	\$17,595	\$18,384	\$19,171	\$18,384	\$18,384	\$19,171		4.4%
One-time Spending											
PAYGO Capital	\$33	\$1	\$66	\$86	\$101	\$101	\$101	\$101	\$101		
One-time Reductions	-29	-338	0	0	0	0	0	0	0		
Appropriation to Reserve Fund	55	228	100	50	50	50	50	50	50		
Subtotal One-time Spending	\$59	-\$108	\$166	\$136	\$151	\$151	\$151	\$151	\$151		
Total Spending	\$15,595	\$16,027	\$17,194	\$17,731	\$18,535	\$19,322	\$18,535	\$18,535	\$19,322		4.8%
Ending Balance	\$96	\$87	-\$415	-\$274	-\$339	-\$463	-\$339	-\$339	-\$463		
Rainy Day Fund Balance	\$763	\$795	\$835	\$874	\$913	\$947	\$913	\$913	\$947		
Balance over 5% of General Fund Revenues	8	0	0	0	0	0	0	0	0		
As % of GF Revenues	5.05%	5.00%	5.00%	5.00%	5.00%	5.00%	5.00%	5.00%	5.00%		
Structural Balance	-\$431	-\$212	-\$363	-\$166	-\$218	-\$347	-\$218	-\$218	-\$347		

GF: general fund

PAYGO: pay-as-you-go

¹ Education Trust Fund is supported by revenues from video lottery terminals, table games, and savings from equipment leases.