
Fiscal 2005 Capital Program Overview

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Analysis of the FY 2005 Maryland Executive Budget, 2004

Fiscal 2005 Capital Program Overview

Fiscal 2005 Non-transportation Capital Improvement Program Totals Approximately \$847.3 Million

- As shown in **Exhibit 1**, the non-transportation capital program is funded by debt (\$680 million, 80.2%) and PAYGO funds (\$167.4 million, 19.8%). This includes \$655 million in general obligation (GO) debt, \$106.9 million in PAYGO special funds, \$60.5 million in PAYGO federal funds, and \$25 million in Academic Revenue Bonds (ARBs).

Exhibit 1 Non-transportation Capital Program Fiscal 2002 through Proposed Fiscal 2005 (\$ in Millions)

	<u>FY 02</u>	<u>FY 03</u>	<u>FY 04</u>	<u>FY 02-04 Change</u>	<u>FY 05</u>	<u>FY 04-05 Change</u>
<u>Funds</u>						
General	\$324.8	\$49.1	\$9.4	-\$315.4	\$0.0	-\$9.4
Special	309.4	208.7	128.9	-180.5	106.9	-58.3
Federal	23.4	29.8	60.2	36.8	60.4	157.3
General Obligation	505.0	720.0	739.8	234.9	655.0	-84.8
QZABs	8.3	0.0	9.1	0.8	0.0	-9.1
Revenue Bonds	25.0	40.0	36.1	11.1	25.0	-11.1
Recycled	0.0	0.9	0.0	0.0	0.0	0.0
Total	\$1,195.9	\$1,048.5	\$983.5	-\$212.4	\$847.3	-\$136.2
<u>Uses</u>						
State Facilities	\$50.7	\$44.8	\$33.7	-\$17.0	\$34.5	\$0.8
Health/Social	34.8	27.4	18.3	-16.5	32.0	13.7
Environment	349.8	208.2	218.0	-131.8	205.8	-12.2
Public Safety	70.8	27.9	120.5	49.7	50.9	-69.6
Education	220.8	244.8	117.1	-103.7	103.2	-13.9
Higher Education	250.4	335.5	310.1	59.7	275.8	-34.3
Housing	63.2	74.1	69.2	6.0	68.3	-0.9
Economic Development	73.6	60.5	61.2	-12.4	28.2	-33.0
Local Projects	81.8	36.4	42.9	-38.9	57.2	14.3
Deauthorizations	0.0	-11.1	-7.5	-7.5	-8.6	1.1
Subtotal	\$1,195.9	\$1,048.5	\$983.5	-\$212.4	\$847.3	-136.2

QZAB = Qualified Zone Academy Bonds

Note: Fiscal 2002 figure is adjusted to reflect the embargoe/reversion of \$324 million of PAYGO general fund appropriations.

Source: Department of Legislative Services

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- Overall, the capital program is \$136.2 million less than what was provided for fiscal 2004, and \$348.6 million less than the fiscal 2002 capital program (were it not for the embargo of \$324 million of fiscal 2002 PAYGO general fund appropriations, the difference between the fiscal 2002 capital program and fiscal 2005 proposed capital program would be \$672 million).
- The use of PAYGO general funds is completely eliminated in the proposed fiscal 2005 budget. The practice of utilizing PAYGO general funds to support capital activities declined beginning with the embargo of/reversion of \$324 million of fiscal 2002 appropriations.
- The reduction in PAYGO special funds beginning in fiscal 2003 reflects the current policy of diverting most of the State Transfer Tax to the general fund.
- The proposed capital program would provide almost \$85 million less in GO bond funds than was authorized for fiscal 2004. The authorizations for fiscal 2003 and 2004 were increased over the Capital Debt Affordability (CDAC) recommended limit to accommodate projects that were supposed to receive PAYGO general funds and to accommodate deferred GO bond funded projects.
- No Qualified Zone Academy Bonds (QZAB) are anticipated for fiscal 2005. QZABs are authorized on a two-year basis thus the fiscal 2004 authorization covers fiscal 2005 as well. Reauthorization of this federal program is currently being considered by Congress.
- Proposed ARB authorizations are reduced due to concerns about the University System of Maryland's credit rating.
- Exhibit 1 also shows the distribution of non-transportation capital funding by function for fiscal 2002 through 2005. Between fiscal 2002 and 2004, funding for environmental programs experienced the biggest decline (-\$131.8 million), which is directly attributable to the diversion of the State Transfer Tax revenues that would normally have funded such programs through the State general fund. Public school construction funding declined by \$103.7 million from fiscal 2002 to 2004 due primarily to the unavailability of PAYGO general funds which had been used to supplement GO bond funding for the program during the later portion of the previous Administration.
- **Exhibit 2** shows the distribution of non-transportation capital funding by function. **Exhibit 3** provides a graph of the fund source distribution and distribution of funds by function. **Appendix 1** shows the proposed funding for each individual project within each function.

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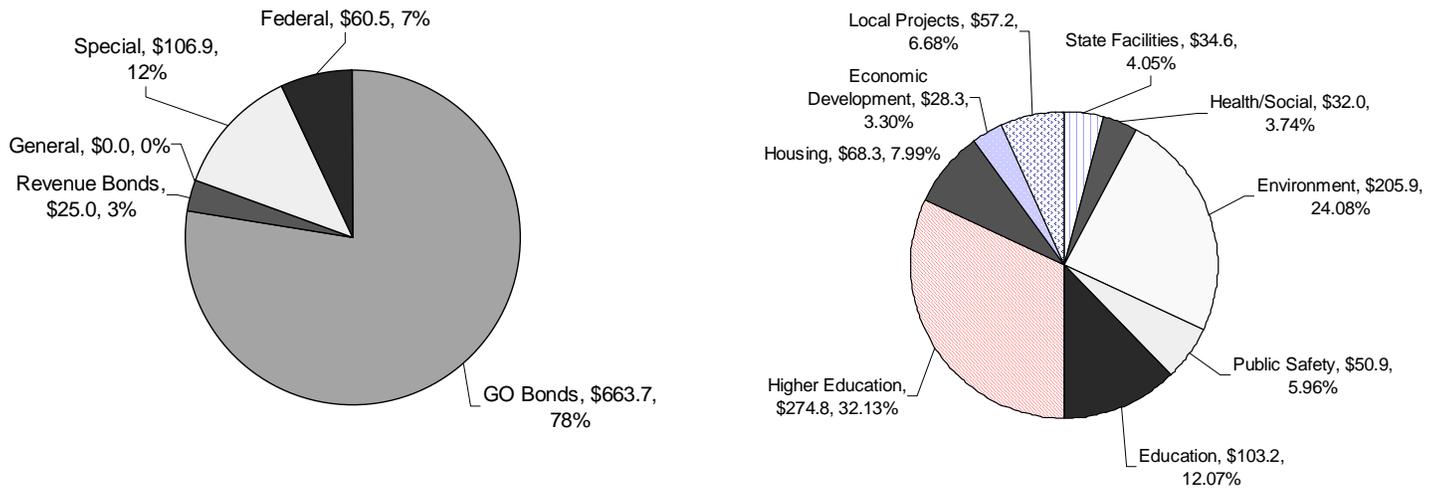
Exhibit 2
Summary of the Capital Program Request for the 2004 Session
(\$ in Millions)

<u>Function</u>	<u>Bonds</u>			<u>Current Funds (PAYGO)</u>			<u>Total</u>
	<u>General Obligation</u>	<u>Agency</u>	<u>Recycled</u>	<u>General</u>	<u>Special</u>	<u>Federal</u>	
State Facilities							\$34.5
Facilities Renewal	\$15.3	\$0.0	\$0.0	\$0.0	\$0.3	\$0.0	
Other	18.5	0.0	0.0	0.0	0.0	0.4	
Health/Social							\$32.0
State Facilities	3.3	0.0	0.0	0.0	0.0	0.0	
Private Hospitals	3.5	0.0	0.0	0.0	0.0	0.0	
Other	25.2	0.0	0.0	0.0	0.0	0.0	
Environment							\$205.6
Natural Resources	31.5	0.0	0.0	0.0	18.3	2.5	
Agriculture	16.0	0.0	0.0	0.0	13.2	3.5	
Environment	41.8	0.0	0.0	0.0	35.5	37.2	
Maryland Environmental Services	3.3	0.0	0.0	0.0	0.0	0.0	
Energy	0.0	0.0	0.0	0.0	3.0	0.0	
Public Safety							\$50.9
State Corrections	34.5	0.0	0.0	0.0	0.0	0.0	
Local Jails	15.3	0.0	0.0	0.0	0.0	0.0	
State Police	1.1	0.0	0.0	0.0	0.0	0.0	
Education							\$103.2
School Construction	99.2	0.0	0.0	0.0	2.4	0.0	
Other	1.6	0.0	0.0	0.0	0.0	0.0	
Higher Education							\$275.8
University System	147.1	25.0	0.0	0.0	0.0	0.0	
Morgan State University	9.8	0.0	0.0	0.0	0.0	0.0	
St. Mary's College	26.7	0.0	0.0	0.0	0.0	0.0	
Community Colleges	44.2	0.0	0.0	0.0	0.0	0.0	
Private Colleges/Universities	8.0	0.0	0.0	0.0	0.0	0.0	
UMMS	15.0	0.0	0.0	0.0	0.0	0.0	
Housing/Community Development							\$68.3
Housing	23.4	0.0	0.0	0.0	22.4	16.8	
Other	5.7	0.0	0.0	0.0	0.0	0.0	
Economic Development							\$28.2
Economic Development	16.5	0.0	0.0	0.0	11.7	0.0	
Local Projects							\$57.2
Administration	26.8	0.0	0.0	0.0	0.0	0.0	
Legislative	30.4	0.0	0.0	0.0	0.0	0.0	
Deauthorizations							-\$8.7
Subtotal	\$655.0	\$25.0	\$0.0	\$0.0	\$106.9	\$60.4	\$847.3
Transportation	0.0	205.0	0.0	0.0	581.0	661.1	\$1,447.1
Grand Total	\$655.0	\$230.0	\$0.0	\$0.0	\$687.8	\$721.5	\$2,294.3

UMMS = University of Maryland Medical System

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

Exhibit 3
Non-transportation Capital Funding



Source: Department of Budget and Management

Fiscal 2005 Proposed Non-transportation Bond Program Provides \$655 Million

- The capital program as introduced includes \$655 million in general obligation debt for State-owned facilities and grant and loan programs. An additional \$8.6 million in general obligation bonds from prior years will be deauthorized thus increasing the amount of general obligation debt included in the capital program to \$663.6 million. Of the \$663.6 million of new general obligation debt, \$624.8 million is included in the Maryland Consolidated Capital Bond Loan of 2004 (MCCBL). Another \$3.5 million has been reserved as an allotment for six private hospital projects (separate legislation), \$5.0 million has been authorized for the tobacco buyout program by Chapter 103, Acts of 2002, and 30.4 million was authorized by the 2003 MCCBL for legislative initiatives.
- CDAC recommended a general obligation debt limit of \$655 million. This includes \$650 million for the capital program and \$5 million in tobacco buyout bonds excluded from the CDAC calculation by Chapter 103, Acts of 2002. This limit is \$100 million more than the \$555 million recommended in last year's CDAC report for the fiscal 2005 GO bond

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authorization limit. Also recommended was a \$33.1 million limit for academic revenue bonds. The Spending Affordability Committee concurred with both of these recommendations.

- In its September 2002 report, CDAC indicated that after two years of authorization in excess of \$700 million, future authorizations would revert to their former levels. GO bond authorizations for both fiscal 2003 and 2004 were increased to accommodate projects previously authorized to utilize PAYGO general funds (*the fiscal 2003 GO authorization of \$731.1 million included \$328.7 million to replace previously authorized general fund PAYGO and the fiscal 2004 GO authorization of \$742.5 million included \$58.6 million to replace previously authorized general fund PAYGO and another \$129 million to replace GO funded projects that were deferred in fiscal 2003 and 2004 to accommodate PAYGO projects in the GO bond program*). This would have meant a \$555 million authorization for the 2004 session. However, concerns were expressed that the level of debt proposed by CDAC in 2002 was insufficient to meet the State's needs. It was noted that spending pressures, such as prior commitments and the Administration's priorities, exceed the resources available for the capital program. To meet these needs, the committee recommended increasing the amount of GO debt authorized by \$95 million and excluding \$5 million for tobacco buyout bonds annually from fiscal 2005 to 2009. For fiscal 2005, the additional \$100 million authorized would be used as follows:
 - \$28.6 million to replace planned general fund PAYGO;
 - \$32 million to partially replace planned ARB authorizations. The 2003 *Capital Improvement Plan* (CIP) planned \$57 million in ARBs. However, the proposed fiscal 2005 budget provides only \$25 million due to concerns involving the University System of Maryland's (USM) credit rating;
 - \$15 million for legislative initiatives. The 2003 CIP built in \$15 million for these programs, and the proposed capital budget provides approximately \$30 million; and
 - \$20 million to partially replace transfer tax revenues that would be transferred to the general fund contingent upon legislation. This includes \$5.0 million for the Agricultural Land Preservation Program and \$15.0 million for Program Open Space (POS).

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Major Programs/Projects Included in Proposed Fiscal 2005 GO Bond Program:

- Public School Construction – \$99.2 million
- University of Maryland College Park New Biological Sciences Research Building – \$55.8 million
- Maryland Higher Education Commission Community College Grant Program – \$44.1 million
- Legislative initiatives – \$30.4 million (preauthorized in 2003 MCCBL – includes \$12.7 million in projects already identified)
- Maryland Department of the Environment Biological & Enhanced Nutrient Removal Program – \$23.5 million
- Department of Housing and Community Development (DHCD) Financing Grant/Loan Programs – \$23.4 million
- University of Maryland, Baltimore New Dental School – \$19 million (includes \$10 million in Academic Revenue Bonds)
- St. Mary's College New Academic Building – \$18.6 million
- Bowie State University Center for Business and Graduate Studies – \$17.6 million
- Department of Public Safety and Correctional Services (DPSCS) North Branch Correctional Institute – 1024-Cell Housing Unit – \$17.5 million
- POS – \$15 million
- Baltimore City Community College (BCCC) Main Building – \$14.7 million

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Comparison of 2003 and 2004 Capital Improvement Program

Exhibit 4 provides a comparison of the proposed and planned funding by source for fiscal 2005 through 2008 as shown in the 2003 and 2004 CIPs.

Exhibit 4
Comparison of 2003 and 2004 Capital Improvement Program
Fiscal 2005 – 2008

		<u>General Obligation</u>	<u>General Funds</u>	<u>Special Funds</u>	<u>Federal Funds</u>	<u>Revenue Bonds</u>	<u>Total</u>
Fiscal 2005	2003 CIP	\$543,175	\$51,051	\$242,299	\$67,316	\$60,600	\$964,441
	2004 CIP	655,000	0	106,922	60,450	25,000	847,372
Fiscal 2006	2003 CIP	520,900	88,053	238,672	67,416	31,400	946,441
	2004 CIP	663,425	0	229,525	62,300	25,000	980,250
Fiscal 2007	2003 CIP	579,250	87,157	240,368	63,516	48,515	1,018,806
	2004 CIP	677,025	0	231,275	62,800	25,000	996,100
Fiscal 2008	2003 CIP	522,956	86,157	249,118	60,916	25,000	944,141
	2004 CIP	691,475	0	237,225	72,000	25,000	1,025,700

Source: Fiscal 2005 Governor's Capital Budget Book

Exhibit 5 provides a comparison of the 2003 and 2004 CIP planned level of GO bond funding for each department. The planned level of funding for the Department of Business and Economic Development (DBED) capital programs receives the largest reduction. However, this is due to the shift of many of DBED's financing programs into the operating budget and thus the reduction is overstated. The biggest beneficiary is DPSCS which stands to receive an additional \$92.5 million from fiscal 2005 through 2008. The Department of Legislative Services (DLS) has some concerns regarding DPSCS's ability to undertake such a large capital program. This issue is examined more closely in the DPSCS Capital Overview analysis.

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Exhibit 5
General Obligation Bond and General Fund Capital Program Comparison
Fiscal 2004 vs. Fiscal 2005 Capital Improvement Plans
(\$ in Thousands)

<u>Department</u>	<u>FY 2003</u> <u>CIP</u>	<u>FY 2004</u> <u>CIP</u>	<u>FY 2005 – 2008</u> <u>Four-year Change</u>
Business and Economic Development	\$166,625	\$66,000	-\$100,625
Public Works	209,800	179,595	-30,205
Morgan State University	86,000	68,235	-17,765
Historic St. Mary's Commission	20,050	5,700	-14,350
St. Mary's College	57,200	45,135	-12,065
Southern Maryland Higher Education Center	10,250	0	-10,250
Department of State Police	24,350	18,091	-6,259
Housing	101,718	99,698	-2,020
Maryland Stadium Authority	1,500	0	-1,500
Military	5,250	4,100	-1,150
Public Broadcasting	1,650	500	-1,150
Canal Place	2,200	2,350	150
Environmental Services	12,000	12,257	257
Technology Development Corporation (TEDCO)	1,000	1,500	500
Aging	4,800	5,586	786
Baltimore City Community College	44,900	46,225	1,325
School for the Deaf	27,650	28,983	1,333
Public School Construction	390,400	392,400	2,000
Education	42,500	45,850	3,350
Agriculture	58,000	67,750	9,750
Juvenile Services	31,800	41,828	10,028
Health and Mental Hygiene	69,500	95,972	26,472
University of Maryland Medical System	25,000	60,000	35,000
University System of Maryland	421,600	457,057	35,457
Higher Education Commission	150,000	186,650	36,650
Environment	150,500	194,992	44,492
Natural Resources	12,000	70,572	58,572
Miscellaneous Projects	198,500	269,879	71,379
Public Safety	152,150	244,683	92,533
Total Change			\$232,695

Source: Fiscal 2004 and Fiscal 2005 Governor's Capital Budget Book

Issues

1. General Obligation Bond Authorizations Are Increased by \$100 Million

The Administration’s budget increases the GO bond authorizations by \$100 million consistent with the CDAC recommendation to increase the amount of GO debt authorization by \$100 million in each of the next five fiscal years.

Exhibit 6 compares the levels and ratios reported for debt outstanding and debt service for both the 2002 and 2003 *Report of the Capital Debt Affordability Committee on Recommended Debt Authorizations*. In both cases, the State is well within the debt limits. As with the CDAC analysis, the debt outstanding and debt service includes GO bonds, transportation bonds, Stadium Authority Debt, and capital leases.

Exhibit 6
Capital Debt Affordability Committee
Comparison of 2002 and 2003 Recommendations
Fiscal 2005 – 2009
(\$ in Millions)

Fiscal Year	2002 Debt Levels Analyzed under Current Financial Conditions					2003 Recommendation				
	New GO Auth.	Debt Outstanding	Debt/ P. I.	Debt Service	Debt Serv./ Tax Rev.	New GO Auth.	Debt Outstanding	Debt/ P. I.	Debt Serv.	Debt Serv./ Tax Rev.
2005	\$555	\$6,525	2.90%	\$820	6.45%	\$655	\$6,556	2.92%	\$820	6.45%
2006	570	6,716	2.84%	834	6.23%	670	6,803	2.88%	836	6.25%
2007	585	6,848	2.75%	848	6.07%	685	7,011	2.81%	854	6.11%
2008	600	6,961	2.65%	877	6.00%	700	7,213	2.74%	888	6.07%
2009	615	7,081	2.55%	920	6.02%	715	7,428	2.68%	940	6.15%

Note: Debt Outstanding is end-of-year debt.
Source: Department of Legislative Services

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Exhibit 7 shows that increasing the authorization results in additional GO bond debt service payments beginning in fiscal 2006. The additional \$500 million of debt authorized for fiscal 2005 through 2009 combined would result in approximately \$770 million of debt service cost through the maturity of the last bond issuance.

Exhibit 7
General Obligation Bond Debt Service Requirements
2002 Recommendation Compared to 2003 Recommendation
Fiscal 2005 – 2014
(\$ in Millions)

<u>Fiscal Year</u>	<u>CDAC 2002 Recom. Debt Service</u>	<u>CDAC 2003 Recom. Debt Service</u>	<u>Annual Additional Debt Service</u>	<u>Cummulative Increase</u>
2005	\$560.0	\$560.0	\$0.0	\$0.0
2006	610.3	612.4	2.2	2.2
2007	634.6	640.0	5.4	7.6
2008	659.7	671.1	11.4	19.0
2009	693.2	713.0	19.8	38.7
2010	715.1	743.9	28.8	67.6
2011	742.9	780.4	37.5	105.1
2012	764.1	809.1	45.1	150.2
2013	795.7	845.3	49.5	199.7
2014	821.9	874.3	52.4	252.1

Source: Department of Legislative Services

Although technically the additional \$100 million of authorized debt in each of the next five years is within the established debt limits, this serves to expand the capital program at a time when State officials are trying to reduce State spending. Furthermore, unless the State property tax rate is increased additional general fund appropriations in the Annuity Bond Fund will be required within the next couple years in order to pay the additional debt service associated with the increased authorizations. **The Department of Budget and Management (DBM) should be prepared to address the committees concerning how the State might budget for the eventual additional debt service.**

2. Capital Program Expands Private Activity Projects – State Likely to Issue Tax-exempt Bonds at Next and Future Bond Sale

The GO bonds that Maryland issues are tax-exempt bonds. Purchasers of Maryland bonds do not have to pay federal income taxes on the interest earned from these bonds. Because the holders of tax-exempt bonds do not pay federal taxes on interest earnings, the interest rates of tax-exempt bonds tends to be less than taxable bonds. This reduces the State's debt service expenditures.

Federal laws and regulations limit the amount of bond proceeds that may be used to support "private activities." These limitations include:

- 5% of a bond sale, to a maximum of \$15 million – thus a typical bond sale of \$200 million would yield no more than \$10 million in permitted private activity use; and
- private loan use is limited to 5%, to a maximum of \$5 million per bond sale.

If more than 5% of the bond sale up to a maximum of \$5 million for private loans or 5% of the bond sale up to a maximum of \$15 million total private activity occurs, the State bond issue is at risk of being declared a "private activity bond." The interest in such bonds would normally be taxable. However, according to the State Treasurer, in such circumstances the issuer (the State) typically enters into a settlement agreement with the Internal Revenue Service (IRS) whereby the issuer pays a significant penalty to the IRS and the bonds retain their tax-exempt status.

Administration Proposes Permanently Adding Private Activity Programs in GO Bond Program

Each year the Administration proposes its GO bond funded capital program. The Administration provides an estimate of private activity/loan projects or programs funded in the capital program. Private activity/loan usually represents a fairly small amount of the programs. To avoid issuing taxable bonds and keep debt service costs low, general fund PAYGO appropriations historically supported private activity programs. Due to operating budget constraints, the Administration is no longer funding private activity programs with general fund PAYGO. Instead, these activities are fully supported by the GO bond program.

In the 2004 CIP, DBM projected that total private activity projects would be \$22.2 million in fiscal 2005. However, after consulting with the State Treasurer, it appears that additional programs and projects have the potential for private activity use. Therefore, rather than the \$22.2

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million identified by DBM there is the potential for up to \$50 million in private activity uses in fiscal 2005.

The 2004 CIP also provides an estimate of total private activity projects through the five-year planning cycle. A closer examination of total spending on private activity financed with bonds reveals a shift in policy. In the capital budget, most of the private activity represents long-term commitments. **Exhibit 8** shows that the fiscal 2005 budget includes \$32.9 million (out of \$50 million) in GO bonds for private activities that are long-term commitments (resulting in expenditures throughout the entire five-year capital improvement program). In previous years, there were almost no long-term commitments made to support private activity programs with GO bonds. The long-term commitments extend through the entire five-year CIP and total \$161.2 million. Over the five-year period, these commitments average approximately \$32 million per year.

Exhibit 8
Projected Private Activity Issuances
Long-term Debt Commitments
Fiscal 2005 – 2009
(\$ in Thousands)

<u>Dept.</u>	<u>Program</u>	<u>FY 2005</u>	<u>FY 2006</u>	<u>FY 2007</u>	<u>FY 2008</u>	<u>FY 2009</u>	<u>Total</u>
MDE	Hazardous Substance Cleanup	\$1,500	\$1,700	\$1,700	\$1,700	\$1,700	\$8,300
DHCD	MD Hist. Trust Revolving Loan	250	350	350	350	350	1,650
DHCD	Community Housing Programs	5,000	4,500	4,000	3,500	3,500	20,500
DHCD	Rental Housing Programs	7,409	6,000	5,700	5,600	5,650	30,359
DHCD	Homeownership Programs	2,989	1,950	1,850	1,200	1,250	9,239
BPW	Public Safety Communication	750	1,500	1,500	1,500	1,500	6,750
DBED	MD Econ. Development Auth.	15,000	15,000	17,000	19,000	19,000	85,000
Total		\$32,898	\$31,000	\$32,100	\$32,850	\$32,950	\$161,178

Source: Department of Budget and Management; *Maryland Capital Budget Fiscal Year 2005*, January 2004

This new policy raises a concern about managing private activity projects and programs within federal requirements. Under previous policies, there were fewer planned projects and five-year commitments were exceptional. This provided the State with a large cushion within which to manage debt. The State was able to manage private activity even if the scope of projects changed or assets were sold. Adding projects with five-year commitments complicates the State's ability to manage private activity projects and programs in the entire program period and increases the chance that the State could exceed the federal limits. It also reduces the State's ability to fund new private activity projects which may be proposed over the next few years. Furthermore, this may require the State to issue taxable debt on an annual basis to support capital

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budget projects. In the short term, the State Treasurer has indicated that it is likely that the State will issue taxable debt for projects included in the 2003 MCCBL with potential private activity use.

Over the five-year forecast period, the Administration proposes an average of \$32 million in private activity programs in the GO bond program. To illustrate possible cost differences between taxable and tax-exempt issuances, the cost of a \$30 million taxable bond issuance is compared to a \$30 million tax-exempt bond issuance. Based on data provided by the Treasurer's Office's financial advisor, the cost of taxable debt averages 192 basis points greater than tax-exempt debt. **Exhibit 9** shows that this results in an additional \$6.1 million in interest costs if the debt were issued in the spring 2005.

Exhibit 9
Comparison of Debt Service Costs of \$30 Million
Taxable and Tax-exempt Bond Sales
Fiscal 2006 – 2020
(\$ in Thousands)

<u>Fiscal Year</u>	<u>Taxable Bond Debt Service</u>	<u>Tax-exempt Bond Debt Service</u>	<u>Variance</u>
2006	\$2,076	\$1,500	\$576
2007	2,076	1,500	576
2008	3,576	3,190	386
2009	3,572	3,196	376
2010	3,572	3,196	376
2011	3,574	3,194	380
2012	3,576	3,196	380
2013	3,570	3,192	378
2014	3,576	3,194	382
2015	3,572	3,190	382
2016	3,576	3,192	384
2017	3,568	3,195	373
2018	3,570	3,196	374
2019	3,578	3,198	380
2020	3,572	3,192	380
Total	\$50,602	\$44,519	\$6,083

Notes: (1) Assumes 5% coupon (interest) rate for tax-exempt bonds, which is consistent with last bond sales and current coupon rate estimate.

(2) Assumes 6.92% coupon (interest) rate for taxable bonds, see *Effect of Long Term Debt on the Financial Condition of the State*, November 2003, pages 56 to 57 for basis of coupon (interest) rate.

Source: Department of Legislative Services

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DBM should brief the committees concerning the effect of the long-term commitment to fund private activity programs with GO bonds on the State's ability to manage tax-exempt GO debt within federal limits.

3. Credit Concern Calls for Reduced USM Academic Revenue Bonds

In past years, USM was able to borrow approximately \$90 million each year in a combination of academic revenue bonds and auxiliary revenue bonds. Academic facilities are primarily used for instruction of students. Auxiliary facilities are those that produce income from fees charged for the use of the facility. Until fiscal 2003, academic revenue bonds had been held at approximately \$25 million annually, leaving approximately \$65 million per year for construction of student support and auxiliary facilities like dormitories, dining halls, parking structures, and student union facilities. In order to help address the State's compliance with an agreement with the U.S. Department of Education, Office of Civil Rights (OCR) concerning improving the educational opportunities of African Americans in Maryland's public institutions of higher education, USM agreed to increase the amount of annual academic revenue bond debt to \$40 million for a five-year period covering fiscal 2003 through 2007. The additional \$15 million per year would help support OCR projects while maintaining a ratio of debt service for combined academic revenue and auxiliary revenue bonds to USM's unrestricted fund below the 5.5% limit established by the USM Board of Regents.

In June 2003, Standard and Poor's downgraded the outlook for USM credit from stable to negative because of the decrease in the ratio of unrestricted assets to outstanding debt. In order to preserve scarce auxiliary debt capacity and to improve the system's debt to available cash ratios, an additional \$32 million in GO bonds is provided for USM projects and a corresponding reduction in the annual level of academic revenue bonds to \$25 million. This is intended to help USM continue the building program in support of the OCR agreement and help provide some additional debt capacity for systemwide projects.

Exhibit 10 shows the capital projects for the historically black institutions during the five-year period related to the State's OCR commitment. These are in addition to projects funded with GO bonds.

Exhibit 10
Academic Revenue Bond Distribution for Maryland's HBIs
Per the OCR Agreement
Fiscal 2003 – 2007

Institution	<u>Estimate</u>					Total
	<u>FY 2003</u>	<u>FY 2004</u>	<u>FY 2005</u>	<u>FY 2006</u>	<u>FY 2007</u>	
Bowie State University	\$0	\$0	\$800,000	\$900,000	\$4,815,000	\$6,515,000
Coppin State College	400,000	1,985,000	31,300,000	5,500,000	18,700,000	57,885,000
University of Maryland Eastern Shore	390,000	6,100,000				6,490,000
Morgan State University	4,110,000					4,110,000
Total	\$4,900,000	\$8,085,000	\$32,100,000	\$6,400,000	\$23,515,000	\$75,000,000

HBI = historically black institutions
 Source: Maryland Higher Education Commission

DBM should be prepared to address how the five-year capital improvement plan ensures that State's commitment under the OCR agreement is maintained.

4. Public School Construction Proposals

Several bills have been introduced in the 2004 session that address the level of State funding provided for public school construction projects. This analysis examines the two most significant of these proposals, House Bill 1230/Senate Bill 787 and House Bill 1055, that affect the level of GO debt authorized by the State

House Bill 1230/Senate Bill 787 specifies that \$2 billion in State funding be provided for public school construction projects by fiscal 2013. This amount is significantly higher than the current State commitment for public school construction. The fiscal 2005 through 2009 CIP includes \$501.6 million for the public school construction program. To meet the bill's funding level by fiscal 2013, approximately \$250.0 million in State funds would be needed annually. This is approximately \$150.0 million more than the State's commitment for each of the next four fiscal years.

To meet the funding commitment specified in the legislation, the State will have to issue \$1.2 billion in additional bonds in fiscal 2006 through 2017. Annual debt service will total

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\$2.4 million in fiscal 2007, increasing to \$131.5 million in fiscal 2020, and declining to \$1.5 million in fiscal 2032. Interest payments on the \$1.2 billion bond issuance would total \$641.9 million. This estimate assumes a 5.25% to 5.5% annual interest rate over a 13-year period and a phased-in issuance stream. Without a corresponding reduction in the overall State capital budget, the increased issuance of general obligation bonds for public school construction would require either a State property tax increase or a general fund appropriation to the Annuity Bond Fund. Based on the current Annuity Bond Fund forecast which assumes a stable property tax rate, the State will be required to make a \$15 million general fund appropriation in fiscal 2007 to pay existing general obligation bond debt service. The required general fund appropriation increases to \$42 million in fiscal 2008 and \$58 million in fiscal 2009. Pursuant to this legislation, the required general fund appropriation to the Annuity Bond Fund would total \$17.4 million in fiscal 2007, \$49.1 million in fiscal 2008, and \$73.9 million in fiscal 2009. **Exhibit 11** shows the amortization table for the additional bond issuance.

Exhibit 11
Public School Construction Program
Fiscal 2005 – 2033
(\$ in Millions)

**Cost of Authorizing an
Additional \$1.2 Billion in GO Bonds**

**Cost of Authorizing
\$100 Million in GO Bonds**

<u>Fiscal Year</u>	<u>Debt Authorized</u>	<u>Debt Issued</u>	<u>Debt Service</u>	<u>Debt Outstanding</u>	<u>Debt Authorized</u>	<u>Debt Issued</u>	<u>Debt Service</u>	<u>Debt Outstanding</u>
2005	\$0.0	\$0.0	\$0.0	\$0.0	100.0	31.0	0.0	31.0
2006	150.0	46.5	0.0	46.5	100.0	56.0	1.5	87.0
2007	150.0	84.0	2.4	130.5	100.0	76.0	4.4	163.0
2008	150.0	114.0	7.1	244.5	100.0	91.0	10.4	252.2
2009	150.0	136.5	15.9	378.4	100.0	100.0	18.5	347.2
2010	150.0	150.0	28.0	521.1	100.0	100.0	28.1	437.9
2011	150.0	150.0	42.5	657.2	100.0	100.0	38.6	523.0
2012	150.0	150.0	58.2	785.0	100.0	100.0	49.6	601.9
2013	150.0	150.0	74.7	903.4	100.0	100.0	60.6	674.2
2014	0.0	103.5	91.1	965.4	100.0	100.0	71.5	739.5
2015	0.0	66.0	105.0	979.4	100.0	100.0	82.5	797.5
2016	0.0	36.0	116.8	952.4	100.0	100.0	93.5	847.7
2017	0.0	13.5	124.5	893.7	100.0	100.0	104.4	889.7
2018	0.0	0.0	128.8	814.0	100.0	100.0	115.4	923.1
2019	0.0	0.0	130.8	727.9	100.0	100.0	126.4	947.5
2020	0.0	0.0	131.5	636.4	100.0	100.0	137.3	962.2
2021	0.0	0.0	131.5	539.8	100.0	100.0	145.1	970.0
2022	0.0	0.0	126.5	443.0	100.0	100.0	150.0	973.4
2023	0.0	0.0	117.3	350.0	100.0	100.0	152.6	974.4
2024	0.0	0.0	104.8	264.5	100.0	100.0	153.6	974.4
2025	0.0	0.0	89.8	189.2	100.0	100.0	153.6	974.4
2026	0.0	0.0	73.4	126.2				
2027	0.0	0.0	56.9	76.2				
2028	0.0	0.0	40.5	40.0				
2029	0.0	0.0	24.0	18.1				
2030	0.0	0.0	12.7	6.5				
2031	0.0	0.0	5.4	1.4				
2032	0.0	0.0	1.5	0.0				
2033	0.0	0.0	0.0	0.0				
Total	\$1,200.0	\$1,200.0	\$1,841.9					

Source: Department of Legislative Services, February 2003

House Bill 1055 specified that the Governor shall include at least \$200 million for public school construction annually, \$100 million of which would not be included in the CDAC calculation of authorized State debt. To meet the bill's funding requirement approximately \$100 million in State funds would be required annually in perpetuity. Using the same interest rate and bond issuance stream estimates used to calculate the fiscal impact of the House Bill 1230/Senate Bill 787, and assuming no corresponding reduction in the overall State capital budget, the additional annual debt service would be \$1.5 million beginning in fiscal 2006 and increasing and leveling off at \$153.6 million beginning fiscal 2004 and thereafter.

In either case, the additional debt authorized by the legislative proposals is affordable within the State's affordability criteria. The issue is the State's ability to pay the additional annual debt service required under each proposal. If one assumes a stable property tax in the future, than additional general fund appropriations in the Annuity Bond Fund will be required. **However, DLS recommends against treating \$100 million of the additional debt authorization outside the CDAC estimate of State authorized debt. This exemption does not affect the cost of the additional authorized debt, and the rating agencies will not exclude this debt from the State's portfolio when rating the State.**

5. Impact on Operating Budget

The cost of capital projects is not limited to the expenditures associated with construction. The operation of a facility represents an ongoing cost to State government. **Exhibit 12** provides an estimate of the fiscal 2005 through 2009 operating budget impact of projects scheduled to receive design and/or construction funding in fiscal 2005.

Exhibit 12
Operating Budget Impact of Construction Projects at State-owned Facilities
Fiscal 2005 – 2009
(\$ in Thousands)

<u>Project</u>	<u>FY 05</u>	<u>FY 06</u>	<u>FY 07</u>	<u>FY 08</u>	<u>FY 09</u>
BCCC: Main Building Renovation	\$232	\$283	\$289	\$294	\$294
MSD: Elementary and Student Services Bldg.	0	0	0	35	70
MSD: Family Education/Early Intervention Bldg.	0	0	23	47	47
MSD: Main Building Elevator	0	1	2	2	2
MES: Springfield Hospital Center	-30	-30	-30	-25	-25
MES: Deep Creek State Park	0	-2	-2	-2	-2
MES: St. Mary's College	-4	-4	-5	-7	-7
DHMH: Clifton T. Perkins Hospital Center	0	0	10,287	13,716	13,716
Historic St. Mary's Comm.: St. John's Arch Site	0	49	97	103	97

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<u>Project</u>	<u>FY 05</u>	<u>FY 06</u>	<u>FY 07</u>	<u>FY 08</u>	<u>FY 09</u>
DJS: Charles H. Hickey, Jr. School	7,500	6,209	6,421	6,643	6,873
MSU: Communication Center / Pedestrian Bridge	181	701	884	884	884
MSU: Banneker Hall Renovation	0	0	0	148	148
DNR: Gunpowder Fall State Park – Beach Services Bldg.	0	25	26	28	29
DNR: Calvert Cliffs State Park – Road & Parking Imp.	0	600	600	600	600
DPSCS: Md. Correctional Training Inst. Housing Unit	0	138	981	3,095	3,247
DPSCS: Brockbridge Correctional Facility Renovations	0	29	49	49	49
DPSCS: Western Correctional Inst. Warehouse	0	178	351	351	351
DPSCS: North Branch Correctional Inst. Housing	0	5,104	5,165	5,165	5,165
DPSCS: Patuxent Inst. Electrical Services Upgrade	0	0	5	5	5
DPSCS: Public Safety Training Center	0	0	44	51	51
DPSCS: Women’s Detention Center Air System	0	5	5	5	5
BPW: Annapolis State House Renovations	200	200	200	0	0
BPW: Baltimore 2100 Guilford Rd. Project	0	254	293	293	293
BPW: Centerville District Court	0	0	60	0	0
BPW: Rockville District Court	0	0	0	35	-93)
St. Mary’s College: New Academic Bldg.	0	1,600	555	521	521
St. Mary’s College: New Student Service Bldg.	0	554	286	286	286
USM: UMB New Dental School	2,290	3,200	3,100	3,100	3,100
USM: UMB Howard Hall Renovation	80	80	80	80	80
USM: UMCP Biological Sciences Research bldg.	0	861	2,289	2,289	2,289
USM: BSU Center for Business/Graduate Studies	0	0	656	656	656
USM: TU College of Liberal Arts Complex	0	0	0	0	202
USM: TU Fine Arts Bldg. Additions – Renovations	576	1,104	1,368	1,368	1,368
USM: CSC Telecommunications InfoTech Upgrade	2	108	111	111	111
USM: CSC New Physical Education Complex	0	0	0	0	1,381
USM: CSC Grace Jacob Bldg. Upgrades	0	44	106	106	106
USM: SU Student Education & Technology Complex	0	0	206	733	910
Total:	\$2,948	\$5,397	\$7,916	\$8,443	\$10,203

MSD = Maryland School for the Deaf
DJS = Department of Juvenile Services
TU = Towson University
SU = Salisbury University
Source: Fiscal 2005 Governor’s Capital Budget Book

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This information is provided to remind the committees of the impact that the State's capital program has on the operating budget at a time when fiscal constraint is required.

6. Debt Management, Deauthorizations, and Reauthorizations

Debt Management

Chapter 153, Acts of 2003 placed a seven-year limitation on the authority to spend funds for capital projects. This legislation was enacted in response to a report from the State Treasurer's Office advising that a significant amount of authorized but unissued and unexpended debt existed for projects authorized prior to 1996. This resulted from the State's now former accounting procedures which allocated bond proceeds to individual project accounts for expenditure only on those individual projects. If a particular project was not ready to move forward when the bond proceeds became available the unexpended bond proceeds accumulated in the individual project accounts. Since federal tax law requires an entity that sells tax-exempt bonds to spend down the proceeds within 18 to 24 months, depending upon the project, the accumulation of unexpended bond proceeds for projects over seven years old has resulted in the State earning arbitrage interest on those proceeds and becoming subject to a federal tax rebate liability. Chapter 66, Acts of 2003 changed the State's accounting practice with respect to bond proceeds from a project to a cash basis which should help reduce the incidence of the State incurring arbitrage penalties and allow for a more flexible use of bond proceeds to be directed to those project most ready to move forward.

Chapter 153 also required the State Treasurer to submit a report on January 1 of each year to the Governor and General Assembly that lists all projects or programs for which authorizations would be terminated in the upcoming year due to the provisions of Chapter 153. **Appendix 2** provides a summary of the report issued by the State Treasurer.

Excluding projects funded through local bond bills, the Treasurer's report indicates a total of \$42.8 million of unexpended capital funds exist for projects authorized prior to 1997. This breaks down as \$18.6 million of GO bond funded projects, \$0.4 million of capital PAYGO funded projects, and \$23.8 million of transfer tax funded projects. The termination provision of Chapter 153 becomes effective June 1, 2004. Unless the funds are encumbered by the Board of Public Works (BPW) or an extension is granted by BPW, the funds for the projects included in the Treasurer's report will be terminated. As shown in Appendix 2, in some instances BPW has already taken action (Interagency Committee for Public School Construction funded projects), and in other instances projects are included for deauthorization or amendment in the proposed 2004 MCCBL.

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The most significant program affected by the Chapter 153 deauthorization provision is POS and other programs funded through the State transfer tax legislation (Senate Bill 713) has been introduced that proposes to exempt POS, the Rural Legacy, the Agricultural Land Preservation Fund, and the Heritage Conservation Fund from the provision of Chapter 153.

Deauthorizations Included in Proposed 2004 MCCBL

The MCCBL of 2004 includes deauthorizations of \$8.7 million in previously authorized general obligation debt. These deauthorizations allow an equal amount of new debt to be authorized without exceeding the recommended limit. The MCCBL contains \$665 million in new net debt. **Exhibit 13** lists the amounts and reasons for the deauthorizations.

Exhibit 13
Deauthorizations Included in the MCCBL of 2004
Fiscal 1974 – 2003

<u>Year</u>	<u>Project</u>	<u>Reduction</u>	<u>Reason</u>
1974	Water Quality Loan of 1974	\$552	Unencumbered funds
1975	Water Quality Loan of 1975	1,777	Unencumbered funds
1986	Chesapeake Bay Water Quality Loan of 1986	505	Unencumbered funds
1987	Chesapeake Bay Water Quality Loan of 1987	200	Unencumbered funds
1988	Chesapeake Bay Water Quality Loan of 1988	200	Unencumbered funds
1989	Chesapeake Bay Water Quality Loan of 1989	784	Unencumbered funds
1989	MSDE: State Library Resource Center	189	Project complete
1990	Chesapeake Bay Water Quality Projects	1,637	Unencumbered funds
1991	Chesapeake Bay Water Quality Projects	374	Unencumbered funds
1997	BPW: South Baltimore District Court	414	Project complete
1997	MSU: Lillie Carroll Jackson Museum	300	No matching funds
1999	BPW: Howard County District Court	100	Project complete
1999	USM: Bowie State Univ. Center for Learning and Technology	100	Project complete
2002	MDOA: Myrtle Tyler Faithful Senior Center	600	No matching funds
2003	DHMH: Rosewood Hospital – Roberts and Jackson Cottages	631	Project abandoned
2003	DHMH: Rosewood Hospital – Electrical Distribution System	300	Project abandoned
	Total Deauthorizations	\$8,663	

MSDE = Maryland State Department of Transportation

MDOA = Maryland Department of Aging

Source: 2004 Maryland Consolidated Capital Bond Loan

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Prior Authorizations Amended in Proposed 2004 MCCBL

The MCCBL of 2004 amends previous authorizations for various reasons. **Exhibit 14** lists the actions being taken.

Exhibit 14
Amendments to Previously Authorized Projects
Contained in the MCCBL of 2004
Fiscal 1990 – 2003

<u>Year</u>	<u>Project</u>	<u>Action</u>
1990	Ocean City Beach Replenishment Fund	Extend the authorization termination date to June 1, 2006.
1992	Shore Erosion Control Measures at State Parks	Allows funds remaining at the completion of the Choptank River Fishing Pier, Greenwall State Park, Martinak State Park, and Point Lookout State Park projects to be used for other shore erosion control projects through June 1, 2006.
1993	Shore Erosion Control Fund	Allows funds remaining at the completion of the Gunpower Falls State Park, Janes Island State Park, Sandy Point State Park, Black Walnut Point, and St. Clements Island State Park projects to be used for other shore erosion control projects through June 1, 2006.
1994	Shore Erosion Control Measures	Allows funds remaining at the completion of the Deep Creek Lake State Park project to be used for other shore erosion control projects through June 1, 2006.
1994	Shore Erosion Control Measures	Allows funds remaining at the completion of the Martinak State Park project on the Choptank River to be used for other shore erosion control projects through June 1, 2006.
1994	Shore Erosion Control Measures	Allows funds remaining at the completion of the Sandy Point State Park project to be used for other shore erosion control projects through June 1, 2006.
1994	Canal Place Historic Preservation District	Provides that the authorization shall not terminate prior to June 1, 2006.
1995	Canal Place Historic Preservation District	Provides that the authorization shall not terminate prior to June 1, 2006.

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<u>Year</u>	<u>Project</u>	<u>Action</u>
1995	Shore Erosion Control Fund	Allows funds remaining at the completion of the Elk Neck State Park, Greenwell State Park, and Point Lookout State Park projects to be used for other shore erosion control projects through June 1, 2006.
1996	Canal Place Historic Preservation District	Provides that the authorization shall not terminate prior to June 1, 2006
1997	Canal Place Historic Preservation District	Provides that the authorization shall not terminate prior to June 1, 2006.
1997	South Baltimore District Court	Provides that the authorization shall not terminate prior to June 1, 2006.
2002	Board of Public Works – State Government Center – Baltimore	Allows funds authorized for the replacement fire protection sprinkler system at the State Office Building at 200 West Baltimore Street to be used for other approved State Capital Facilities Renewal Projects.
2002	Board of Public Works – State Government Center – Baltimore	Allows funds authorized to prepare detailed plans for the replacement perimeter piping system at the State Office Building at 301 West Preston Street to be used for construction purposes, and for other approved Capital Facilities Renewal Projects.
2003	Patuxent Institute	Allows funds provided to complete the design and construction of kitchen/dining hall renovations and gatehouse perimeter security improvements to be used to design and construct support space.
2003	Baltimore City Community College	Redirects funds authorized for Phase II design for the demolition and replacement of the Fine Arts Wing to be used for the design, construction, and equipping of the Main Building at the Liberty Campus.
2003	Misc. Grant Program: Doctors Community Hospital	Eliminates the provision that allows matching funds to include funds expended prior to June 1, 2003.
2003	Misc. Grant Program: Maryland Hall for the Creative Arts	Eliminates the provision that allows matching funds to include funds expended prior to June 1, 2003.

Source: 2004 Maryland Consolidated Capital Bond Loan

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7. Administration Proposes Eliminate Rural Legacy Funding Requirement

The MCCBL of 2004 includes a provision that deletes statutory language mandating the Governor include \$5.0 million in annual funding for the DNR's Rural Legacy Program. The specific provision is as follows:

[5-9A-09. Appropriations. The Governor shall include in the annual capital budget an amount not less than \$5.0 million for this Program.]

The rationale provided by the DBM for eliminating this provision is that there are no other mandates that require the Governor to provide specific levels of funding when presenting the capital budget bill. Such a requirement limits the Governor's proposed utilization of GO bond debt within the limits set by the CDAC and Spending Affordability Committee.

Additional language included by the Administration in the 2004 MCCBL under the Maryland Agricultural Land Preservation Program stipulates that the program's \$5.0 million proposed GO bond authorization is contingent upon the General Assembly accepting the Administration's proposal to delete the Rural Legacy funding requirement provision. Since the General Assembly can both add to and delete from the Governor's proposed capital budget bill, it makes no difference how the Governor's bill proposes to utilize the \$5.0 million that would otherwise be directed to the Rural Legacy Program. The issue at hand is whether the General Assembly agrees with the Administration's proposal to eliminate the statutory provision to include at least \$5.0 million for Rural Legacy when presenting the capital budget to the General Assembly.

The DBM Office of Capital Budgeting should discuss the rationale for eliminating the statutory provision requiring the Governor include \$5.0 million for Rural Legacy.

Recommendations

- 1. Amend the following language:

SA25(A) Rental Housing Programs. Provide funds for rental housing developments that serve low- and moderate-income households. The funds shall be administered in accordance with Article 83B, Title 2, Subtitle 5 and Sections 2-303, 2-305, and 2-803 (Statewide).....

Explanation: This modified language corrects an error in the bill concerning the statutory basis for administering the Rental Housing Programs.

- 2. Amend the following language:

VA01(A) Juvenile Services Facilities. Provide grants to acquire, design, construct, renovate, and equip residential and nonresidential facilities. The funds appropriated for this purpose shall be administered in accordance with Article 83AC, Sections 4-101 through 4-106 (Statewide)

Explanation: This modified language corrects an error in the bill concerning the statutory basis for administering the Juvenile Services Facilities Program.

- 3. Add the following language:

SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,
That:

(6) THE PROCEEDS OF THE LOAN MUST BE EXPENDED OR ENCUMBERED BY THE BOARD OF PUBLIC WORKS FOR THE PRUPOSES PROVIDED IN THIS ACT NO LATER THAN JUNE 1, 2011. IF ANY FUNDS AUTHROIZED BY THIS ACT REMAIN UNEXPENDED OR UNENCUMBERED AFTER JUNE 1, 2011, THE AMOUNT OF THE UNENCUMBERED OR UNEXPENDED AUTHORIZATION SHALL BE CANCELED AND BE OF NO FURTHER FORCE AND EFFECT. IF BONDS HAVE BEEN ISSUED FOR THE LOAN, THE AMOUNT OF UNEXPENDED OR UNENCUMBERED BOND PROCEEDS SHALL BE DISPOSED OF AS PROVIDED IN § 8-129 OF THE STATE FINANCE AND PROCUREMENT ARTICLE.

Explanation: This language provides that the proceeds of the sale of bonds authorized in the capital budget bill must be encumbered or expended no later than June 1, 2011. This language reflects statutory changes enacted in the 2003 legislative session.

Summary of the Capital Program Request for the 2003 Session

Budget Code	Project Title	Bonds			Current Funds (PAYGO)			Total Funds
		General Obligation	Agency	Recycled	General	Special	Federal	
State Facilities								
DA02.01(A)	OID: Accessibility Mod.	\$1,600,000	\$0	\$0	\$0	\$0	\$0	\$1,600,000
DE02.01(A)	Legis. Facilities State House	4,600,000	0	0	0	0	0	4,600,000
DE02.01(B)	2100 Guilford Avenue	5,344,000	0	0	0	0	0	5,344,000
DE02.01(C)	301 W. Preston Pipe Replace	1,700,000	0	0	0	0	0	1,700,000
DE02.01(D)	DGS: Facilities Renewal	8,049,000	0	0	0	300,000	0	8,349,000
DE02.01(E)	Public Safety Comm. Sys.	5,000,000	0	0	0	0	400,000	5,400,000
DE02.01(F)	DGS: Asbestos Abatement	2,000,000	0	0	0	0	0	2,000,000
DE02.01(G)	Construction Contingency	1,000,000	0	0	0	0	0	1,000,000
DE02.01(H)	Underground Heat. Tanks	1,000,000	0	0	0	0	0	1,000,000
DE02.01(I)	Centreville District Court Park	580,000	0	0	0	0	0	580,000
DE02.01(J)	DGS: CFC Mitigation	350,000	0	0	0	0	0	350,000
DE02.01(K)	Rockville District Court	2,378,000	0	0	0	0	0	2,378,000
DE02.01(L)	Centreville Dist. Ct. Expansion	294,000	0	0	0	0	0	294,000
	Subtotal	\$33,895,000	\$0	\$0	\$0	\$300,000	\$400,000	\$34,595,000
Health/Social								
DA07(A)	Aging: Senior Center	1,986,000	0	0	0	0	0	1,986,000
MA01(A)	DHMH: Community Health	8,447,000	0	0	0	0	0	8,447,000
MA01(B)	DHMH: Fed Quality Health Ctr.	2,400,000	0	0	0	0	0	2,400,000
ML10(A)	Clifton Perkins: Max Security	9,625,000	0	0	0	0	0	9,625,000
VA01(A)	DJS: Facilities Grants Program	3,337,000	0	0	0	0	0	3,337,000
VA01(B)	DJS: Hickey School	2,691,000	0	0	0	0	0	2,691,000
ZC01	MHA Grant Program	3,471,000	0	0	0	0	0	3,471,000
	Subtotal	\$31,957,000	\$0	\$0	\$0	\$0	\$0	\$31,957,000
Environment								
DA13.02	MEA: Comm. Energy Loans	0	0	0	0	1,500,000	0	1,500,000
DA13.03	MEA: State Agency Loans	0	0	0	0	1,500,000	0	1,500,000
KA05(A)	DNR: GreenPrint	5,000,000	0	0	0	0	0	5,000,000

Budget Code	Project Title	Bonds			Current Funds (PAYGO)			Total Funds
		General Obligation	Agency	Recycled	General	Special	Federal	
KA05(B)	DNR: Program Open Space	15,000,000	0	0	0	0	2,000,000	17,000,000
KA05(C)	DNR: Gunpowder Falls St. Park	2,350,000	0	0	0	0	0	2,350,000
KA05(C)	DNR: Calvert Cliffs – Parking	722,000	0	0	0	0	0	722,000
KA05(C)	DNR: Dam Rehabilitation Program	500,000	0	0	0	0	0	500,000
K00A02	DNR: Pocomoke Shad Landing	0	0	0	0	363,000	0	363,000
K00A02	DNR: Critical Maintenance	0	0	0	0	3,500,000	0	3,500,000
KA05(D)	DNR: Community Parks and Play Grounds	5,000,000	0	0	0	0	0	5,000,000
KA17(A)	DNR: Oyster Restoration	3,000,000	0	0	0	0	0	3,000,000
K00A02	DNR: Ocean City Beach	0	0	0	0	2,000,000	0	2,000,000
K00A02	DNR: Waterway Improve.	0	0	0	0	11,950,000	500,000	12,450,000
K00A02	DNR: Shore Erosion	0	0	0	0	500,000	0	500,000
LA11(A)	MDA: Agricultural Land Pres.	5,000,000	0	0	0	8,580,000	3,500,000	17,080,000
L00A1111	MDA: Tobacco Transition	5,000,000	0	0	0	4,653,000	0	9,653,000
LA15(A)	MDA: Agricultural Cost Share	6,000,000	0	0	0	0	0	6,000,000
UA01(A)	MDE: Water Quality Revol.	6,407,000	0	0	0	32,840,000	30,753,000	70,000,000
UA01(B)	MDE: Drinking Revol.	1,860,000	0	0	0	2,687,000	6,453,000	11,000,000
UA01(c)	MDE: Hazardous Sub.	1,500,000	0	0	0	0	0	1,500,000
UA04(A1)	MDE:CBWQ Nutrient Rem.	23,500,000	0	0	0	0	0	23,500,000
UA04(A2)	MDE: CBWQ Supp. Asst.	5,000,000	0	0	0	0	0	5,000,000
UA04(A3)	MDE: CBWQ Small Creeks	500,000	0	0	0	0	0	500,000
UA04(A4)	MDE: Stormwater Pollution	500,000	0	0	0	0	0	500,000
UA04B	MDE: Water Supply Asst.	2,500,000	0	0	0	0	0	2,500,000
UB00A	MES: Infrastructure Imp.	3,257,000	0	0	0	0	0	3,257,000
	Subtotal	\$92,596,000	\$0	\$0	\$0	\$70,073,000	\$43,206,000	\$205,875,000
Public Safety								
QB04(A)	DPSCS: MD Correctional Training	1,060,000	0	0	0	0	0	1,060,000
QB05(A)	DPSCS: MCIW Support Bldg.	54,000	0	0	0	0	0	54,000
QB06(A)	DPSCS: MC Pre-release	8,451,000	0	0	0	0	0	8,451,000
QB0801(A)	DPSCS: West Corr. Inst. Warehouse	322,000	0	0	0	0	0	322,000
QB0801(B)	DPSCS: NBCI Housing Unit	17,536,000	0	0	0	0	0	17,536,000
QD00(A)	DPSCS: Patuxent Electrical	385,000	0	0	0	0	0	385,000
QG00(A)	DPSCS: Public Safety Training Ctr.	940,000	0	0	0	0	0	940,000

Budget Code	Project Title	Bonds			Current Funds (PAYGO)			Total Funds
		General Obligation	Agency	Recycled	General	Special	Federal	
QP00A)	DPSCS: BCDC Property Acq.	2,500,000	0	0	0	0	0	2,500,000
QP00(B)	DPSCS: BCDC Women's Ctr.	3,335,000	0	0	0	0	0	3,335,000
WA01(A)	DSP: Forensic Science Lab.	784,000	0	0	0	0	0	784,000
WA01(B)	DSP: Easton Barrack	307,000	0	0	0	0	0	307,000
ZB02(A)	Local Jails: Baltimore City	10,000,000	0	0	0	0	0	10,000,000
ZB02(B)	Local Jails: Charles	336,000	0	0	0	0	0	336,000
ZB02(C)	Local Jails: Montgomery	3,048,000	0	0	0	0	0	3,048,000
ZB02(D)	Local Jails: Prince George's	1,214,000	0	0	0	0	0	1,214,000
ZB02(E)	Local Jails: Worcester	660,000	0	0	0	0	0	660,000
	Subtotal	\$50,932,000	\$0	\$0	\$0	\$0	\$0	\$50,932,000
Education								
DE02.02A	Public School Construction	99,200,000	0	0	0	2,400,000	0	101,600,000
RP00.05(A)	MPBC: Digital Network	500,000	0	0	0	0	0	500,000
RE01(A)	MSD: New Elem. and Supp.	681,000	0	0	0	0	0	681,000
RE01(B)	MSD: New Elem. and Supp.	402,000	0	0	0	0	0	402,000
RE01(C)	MSD: New Elem. and Supp.	50,000	0	0	0	0	0	50,000
	Subtotal	\$100,833,000	\$0	\$0	\$0	\$2,400,000	\$0	\$103,233,000
Higher Education								
RB21(A)	UMB: Dental School	9,000,000	10,000,000	0	0	0	0	19,000,000
RB21(B)	UMB: Howard Hall Renovation	4,665,000	0	0	0	0	0	4,665,000
RB22(A)	UMCP: Biological Science Bldg.	55,805,000	0	0	0	0	0	55,805,000
RB22(B)	UMCP: Engineering Bldg.	2,400,000	0	0	0	0	0	2,400,000
RB23(A)	BSU: Ctr. for Business	17,550,000	0	0	0	0	0	17,550,000
RB24(A)	TU: Liberal Arts Complex	4,242,000	0	0	0	0	0	4,242,000
RB24(B)	TU: Fine Arts Building	3,575,000	0	0	0	0	0	3,575,000
RB25(A)	UMES: Social Science Bldg.	3,063,000	0	0	0	0	0	3,063,000
RB27A)	CSC: Utilities/Security Imp.	9,440,000	0	0	0	0	0	9,440,000
RB27(B)	Grace Jacobs Bldg.	3,375,000	0	0	0	0	0	3,375,000
RB27(C)	Physical Education Complex	2,704,000	0	0	0	0	0	2,704,000
RB27(D)	CSC: Telecom/ IT Upgrade	2,500,000	0	0	0	0	0	2,500,000
RB27(E)	Conner Admin. Bldg.	1,829,000	0	0	0	0	0	1,829,000

Budget Code	Project Title	Bonds			Current Funds (PAYGO)			Total Funds
		General Obligation	Agency	Recycled	General	Special	Federal	
RB28(A)	UB: 1300 North Charles St.	800,000	0	0	0	0	0	800,000
RB29(A)	Teacher Education and Tech.	3,009,000	0	0	0	0	0	3,009,000
RB31(A)	UMBC: Chemistry Bldg. Reno.	3,000,000	0	0	0	0	0	3,000,000
RB35(A)	UMBI: Ctr. for Advanced Research	5,500,000	0	0	0	0	0	5,500,000
	USM: Facility Renewal	0	15,000,000	0	0	0	0	15,000,000
RC00(A)	BCCC: Main Bldg. Liberty	14,675,000	0	0	0	0	0	14,675,000
RD00(A)	SMC: New Academic Bldg.	18,576,000	0	0	0	0	0	18,576,000
RD00(B)	SMC: Student Services Bldg.	8,109,000	0	0	0	0	0	8,109,000
RI00(A)	MHEC: Comm. Colleges	36,050,000	0	0	0	0	0	36,050,000
RI00(B)	MHEC: Mont. College Takoma	8,100,000	0	0	0	0	0	8,100,000
RM00(A)	MSU: Northwood Prop. Acq.	5,700,000	0	0	0	0	0	5,700,000
RM00(B)	MSU: Banneker Hall	1,367,000	0	0	0	0	0	1,367,000
RM00(C)	MSU: Montebello E-wing	850,000	0	0	0	0	0	850,000
RM00(D)	MSU: Site Improvements	696,000	0	0	0	0	0	696,000
RM00(E)	MSU: Communications Ctr.	683,000	0	0	0	0	0	683,000
RM00(F)	MSU: Utility Upgrades	489,000	0	0	0	0	0	489,000
RQ00(A)	UMMS: Diagnostic Facility	5,000,000	0	0	0	0	0	5,000,000
RQ00(B)	IMMS: Ambulatory Care	5,000,000	0	0	0	0	0	5,000,000
RQ00(C)	Walter P Carter Center Renovations	5,000,000	0	0	0	0	0	5,000,000
ZA00(G)	MICUA: Columbia Univ.	2,000,000	0	0	0	0	0	2,000,000
ZA00(H)	MICUA: Johns Hopkins	2,000,000	0	0	0	0	0	2,000,000
ZA00(I)	MICUA: Sojourner	2,000,000	0	0	0	0	0	2,000,000
ZA00M	MICUA: Villa Julie College	2,000,000	0	0	0	0	0	2,000,000
	Subtotal	\$250,752,000	\$25,000,000	\$0	\$0	\$0	\$0	\$275,752,000
Housing/Community Development								
DB01A	HSMCC: St John's Arch Site	5,700,000	0	0	0	0	0	5,700,000
SA23(A)	DHCD: MHT Capital Grant	700,000	0	0	0	0	0	700,000
SA23(B)	DHCD: MHT Revolving Fund	250,000	0	0	0	200,000	0	450,000
SA24(A)	DHCD: Community Legacy	5,000,000	0	0	0	0	0	5,000,000
SA25(A)	DHCD: Rental Housing	7,409,000	0	0	0	4,247,000	5,544,000	17,200,000
SA25(B)	DHCD: Partnership Rental	6,000,000	0	0	0	0	0	6,000,000
SA25(C)	DHCD: Homeownership	2,989,000	0	0	0	4,511,000	100,000	7,600,000

Budget Code	Project Title	Bonds			Current Funds (PAYGO)			Total Funds
		General Obligation	Agency	Recycled	General	Special	Federal	
SA25(D)	DHCD: Shelter Housing	1,000,000	0	0	0	0	0	1,000,000
S00A2306	DHCD: Special Loan	0	0	0	0	7,350,000	1,200,000	8,550,000
S00A2306	DHCD: Neighborhood Bus	0	0	0	0	6,091,000	0	6,091,000
S00A2306	DHCD: Comm. Dev. Block	0	0	0	0	0	10,000,000	10,000,000
	Subtotal	\$29,048,000	\$0	\$0	\$0	\$22,399,000	\$16,844,000	\$68,291,000
Economic Development								
DE02.01(M)	TEDCO	1,500,000	0	0	0	0	0	1,500,000
TF00(A)	DBED: Dev Asst.(MEDAF)	15,000,000	0	0	0	11,750,000	0	26,750,000
	Subtotal	\$16,500,000	\$0	\$0	\$0	\$11,750,000	\$0	\$28,250,000
Local Projects								
ZA00(A)	B&O Railroad Museum	1,500,000	0	0	0	0	0	1,500,000
ZA00(B)	Baltimore City West Side Rev.	4,500,000	0	0	0	0	0	4,500,000
ZA00(C)	Baltimore Zoo Facility Renew	750,000	0	0	0	0	0	750,000
ZA00(D)	Catholic Charities: Our Daily	3,000,000	0	0	0	0	0	3,000,000
ZA00(E)	East Baltimore Biotech Park	4,500,000	0	0	0	0	0	4,500,000
ZA00(F)	Kennedy Krieger: Nat. Ct.	1,500,000	0	0	0	0	0	1,500,000
ZA00(K)	Maryland Science Center	2,000,000	0	0	0	0	0	2,000,000
ZA00(L)	Nat'l Aquarium in Baltimore.	3,000,000	0	0	0	0	0	3,000,000
ZA00(M)	Nat'l Research and Training Institute for the Blind	1,500,000	0	0	0	0	0	1,500,000
ZA00(N)	Rockville Town Center Redev.	1,500,000	0	0	0	0	0	1,500,000
ZA00(O)	Sheppard Pratt Hospital	1,000,000	0	0	0	0	0	1,000,000
ZA00(P)	Strathmore Hall	2,000,000	0	0	0	0	0	2,000,000
ZZ0A	Legislative Initiatives	30,400,000	0	0	0	0	0	30,400,000
	Subtotal	\$57,150,000	\$0	\$0	\$0	\$0	\$0	\$57,150,000
Non-Transportation Subtotal		\$663,663,000	\$25,000,000	\$0	\$0	\$106,922,000	\$60,450,000	\$856,035,000
Transportation								
ZG00	Transportation	205,000,000	0	0	0	580,944,807	661,153,000	1,447,097,807

<u>Budget Code</u>	<u>Project Title</u>	<u>Bonds</u>			<u>Current Funds (PAYGO)</u>			<u>Total Funds</u>
		<u>General Obligation</u>	<u>Agency</u>	<u>Recycled</u>	<u>General</u>	<u>Special</u>	<u>Federal</u>	
Deauthorizations								
ZZ01	Deauthorizations	-8,663,000	0	0	0	0	0	-8,663,000
Grand Total		\$860,000,000	\$25,000,000	\$0	\$0	\$687,866,807	\$721,603,000	\$2,294,469,807

Source: Department of Legislative Services

**State of Maryland Capital Projects to be Terminated as of
June 1, 2004 in Accordance with Chapter 153 Acts of 2003
(State Projects)**

<u>Agency</u>	<u>Project or Program</u>	<u>Unencumbered Balance as of 12/19/03</u>	<u>Funds</u>	<u>Status</u>	<u>Effective Date</u>	
DGS	Antietam Battlegrounds 1990 ca	\$878.22	General		7/1/89	
	Takoma Park Capital App. 1997 ca	375,000.00	General		7/1/96	
	Legislative Facilities 1970	842,313.13	GO		6/1/70	
	Preservation Keep 1987	473,474.00	GO		6/1/87	
	SLRC Fire Safety Improvements 1989	389,683.50	GO	DBM to de-authorize \$189,000 of this balance	6/1/89	
	Patuxent River State Park 1991	8,699.44	GO		6/1/91	
	South River 1991	0.50	GO		6/1/91	
	Land Trusts 1992	32,400.00	GO		6/1/92	
	Greenridge State Park 1992	15,588.96	GO		6/1/92	
	Advanced Option and Purchase Price 1992	62,402.81	GO		6/1/92	
	Maryland Veterans' Home Commission 1995	98,833.50	GO		6/1/95	
	Baltimore City Community College 1995	419,705.50	GO		6/1/95	
	Security Enhancement 1997	56,187.56	GO		6/1/97	
	South Baltimore District Court 1997	627,179.70	GO	DBM to de-authorize \$200,000 of this balance	6/1/97	
	Lillie Carroll Jackson Museum 1997	300,000.00	GO	DBM to de-authorize this balance	6/1/97	
	Underground Storage tanks 1997	1,385.36	GO		6/1/97	
	Program Open Space					
		Baltimore City Direct Grants 1991	30,000.00	Transfer Tax		7/1/90
		Baltimore City Direct Grants 1992	85,263.59	Transfer Tax		7/1/91
		Susquehanna State Park 1994	27,543.46	Transfer Tax		7/1/93
	Cunningham Falls State Park 1994	337.68	Transfer Tax		7/1/93	
	Gambrill State Park 1994	459.80	Transfer Tax		7/1/93	

<u>Agency</u>	<u>Project or Program</u>	<u>Unencumbered Balance as of 12/19/03</u>	<u>Funds</u>	<u>Status</u>	<u>Effective Date</u>
	Heritage Conservation Fund 1995	484,524.95	Transfer Tax		7/1/94
	Heritage Conservation Fund 1996	90,375.55	Transfer Tax		7/1/95
	Green Ridge State Forest 1996	5,254.40	Transfer Tax		7/1/95
	Greenwell State Park 1996	71,217.04	Transfer Tax		7/1/95
	North Point State Park 1996	568.26	Transfer Tax		7/1/95
	Gunpowder Falls State Park 1996	8,613.85	Transfer Tax		7/1/95
	Greenwell State Park 1997	252,000.00	Transfer Tax		7/1/96
	James Island State Park 1997	70.97	Transfer Tax		7/1/96
	Sandy Point State Park 1997	9,049.90	Transfer Tax		7/1/96
	St. Clements Island State Park 1997	1,401.07	Transfer Tax		7/1/96
	Small Enhancement Projects 1997	22,498.67	Transfer Tax		7/1/96
	Subtotal	\$4,792,911.37			
DPSCS	Division of Correction Acquire Property 1990	25,176.00	GO		6/1/90
	Baltimore City Detention Center 1992	65,926.65	GO		6/1/92
	Medium Security Correctional Facility 1992	2,971.82	GO		6/1/92
	House of Correction 1993	16,616.65	GO		6/1/93
	Maryland Correctional Institute 1993	84,955.60	GO		6/1/93
	House of Correction 1994	9,958.66	GO		6/1/94
	Division of Pretrial Detention 1994	10,756.62	GO		6/1/94
	Division of Pretrial Detention 1994	37,901.98	GO		6/1/94
	Medimum Security Correctional Facility 1995	55,286.20	GO		6/1/95
	Maryland Correctional Institution Hagerstown 1996	330,216.70	GO		6/1/96
	Maryland Correctional Institution Hagerstown 1997	13,072.52	GO		6/1/97
	Maryland Correctional Institution for Women 1997	2,055.90	GO		6/1/97
	Western Maryland Correctional Institutional 1997	28,858.88	GO		6/1/97
	Subtotal	\$683,754.18			

<u>Agency</u>	<u>Project or Program</u>	<u>Unencumbered Balance as of 12/19/03</u>	<u>Funds</u>	<u>Status</u>	<u>Effective Date</u>
USM	Shore Physical Health Education Center 1995	174,533.78	GO		6/1/95
	Biotechnology Advanced Research 1996	76,169.28	GO		6/1/96
	UMAB School of Nursing 1997	267.65	GO		6/1/97
	UMES Physical Health Education Center 1997	64,353.51	GO		6/1/97
	Subtotal	\$315,324.22			
DNR	Point Lookout State Park 1992	223,691.89	GO		6/1/92
	St. Clements Island 1993	283,136.21	GO		6/1/93
	Frederick County 1993	3,197.58	GO		6/1/93
	Wicomico County	4,376.01	GO		
	Deep Creek Lake 1994	665,116.49	GO		6/1/94
	Point Lookout State Park 1994	197,056.00	GO		6/1/94
	Point Lookout, Sotterly, and Patapsco Valley 1995	607,243.83	GO		6/1/95
	Program Open Space				
	Allegany County 1991	176,073.24	Transfer Tax		7/1/90
	Anne Arundel County 1991	1,533,702.69	Transfer Tax		7/1/90
	Baltimore County 1991	2,119,120.35	Transfer Tax		7/1/90
	Calvert County 1991	191,968.90	Transfer Tax		7/1/90
	Caroline County 1991	83,921.22	Transfer Tax		7/1/90
	Carroll County 1991	429,502.78	Transfer Tax		7/1/90
	Cecil County 1991	221,517.42	Transfer Tax		7/1/90
	Charles County 1991	392,279.59	Transfer Tax		7/1/90
	Dorchester County 1991	72,942.17	Transfer Tax		7/1/90
	Frederick County 1991	455,509.45	Transfer Tax		7/1/90
	Garrett County 1991	44,136.47	Transfer Tax		7/1/90
	Harford County 1991	639,277.05	Transfer Tax		7/1/90
	Howard County 1991	1,139,374.04	Transfer Tax		7/1/90
	Kent County 1991	54,055.67	Transfer Tax		7/1/90
	Montgomery County 1991	1,944,751.51	Transfer Tax		7/1/90

<u>Agency</u>	<u>Project or Program</u>	<u>Unencumbered Balance as of 12/19/03</u>	<u>Funds</u>	<u>Status</u>	<u>Effective Date</u>
DNR (continued)	Prince George's County 1991	2,451,249.27	Transfer Tax		7/1/90
	Queen Anne's County 1991	117,578.07	Transfer Tax		7/1/90
	St. Mary's County 1991	215,476.52	Transfer Tax		7/1/90
	Somerset County 1991	59,699.99	Transfer Tax		7/1/90
	Talbot County 1991	91,293.83	Transfer Tax		7/1/90
	Washington County 1991	305,329.59	Transfer Tax		7/1/90
	Wicomico County 1991	156,473.66	Transfer Tax		7/1/90
	Worcester County 1991	218,754.02	Transfer Tax		7/1/90
	Baltimore City 1991	1,064,486.11	Transfer Tax		7/1/90
	Allegany County 1992	43,261.00	Transfer Tax		7/1/91
	Anne Arundel County 1992	468,576.00	Transfer Tax		7/1/91
	Baltimore County 1992	527,431.00	Transfer Tax		7/1/91
	Baltimore County 1992	47,324.00	Transfer Tax		7/1/91
	Caroline County 1992	20,384.00	Transfer Tax		7/1/91
	Carroll County 1992	105,880.00	Transfer Tax		7/1/91
	Cecil County 1992	54,496.00	Transfer Tax		7/1/91
	Charles County 1992	95,966.00	Transfer Tax		7/1/91
	Dorchester County 1992	17,521.00	Transfer Tax		7/1/91
	Frederick County 1992	110,885.00	Transfer Tax		7/1/91
	Garrett County 1992	21,653.00	Transfer Tax		7/1/91
	Harford County 1992	156,151.00	Transfer Tax		7/1/91
	Howard County 1992	280,589.00	Transfer Tax		7/1/91
	Kent County 1992	13,184.00	Transfer Tax		7/1/91
	Montgomery County 1992	638,553.06	Transfer Tax		7/1/91
	Prince George's County 1992	602,103.00	Transfer Tax		7/1/91
	Queen Anne's County 1992	28,296.00	Transfer Tax		7/1/91
	St. Mary's County 1992	53,303.00	Transfer Tax		7/1/91
	Somerset County 1992	12,498.00	Transfer Tax		7/1/91
	Talbot County 1992	29,876.00	Transfer Tax		7/1/91
	Washington County 1992	82,531.00	Transfer Tax		7/1/91

<u>Agency</u>	<u>Project or Program</u>	<u>Unencumbered Balance as of 12/19/03</u>	<u>Funds</u>	<u>Status</u>	<u>Effective Date</u>
DNR (continued)	Wicomico County 1992	55,003.00	Transfer Tax		7/1/91
	Worcester County 1992	53,069.00	Transfer Tax		7/1/91
	Baltimore City 1992	309,350.00	Transfer Tax		7/1/91
	Baltimore County 1995	227,342.52	Transfer Tax		7/1/94
	Charles County 1995	3,590.00	Transfer Tax		7/1/94
	Montgomery County 1995	14,100.11	Transfer Tax		7/1/94
	Prince George's County 1995	8,177.36	Transfer Tax		7/1/94
	Anne Arundel County 1986	317.17	Transfer Tax		7/1/85
	Baltimore County 1986	134,311.54	Transfer Tax		7/1/85
	Caroline County 1986	31,364.00	Transfer Tax		7/1/85
	Carroll County 1986	527.25	Transfer Tax		7/1/85
	Cecil County 1986	82,929.50	Transfer Tax		7/1/85
	Dorchester County 1986	5,475.60	Transfer Tax		7/1/85
	Harford County 1986	1.55	Transfer Tax		7/1/85
	Howard County 1986	394,014.77	Transfer Tax		7/1/85
	Kent County 1986	20,291.00	Transfer Tax		7/1/85
	St. Mary's County 1986	81,099.00	Transfer Tax		7/1/85
	Somerset County 1986	19,295.00	Transfer Tax		7/1/85
	Washington County 1986	127,355.50	Transfer Tax		7/1/85
	Worcester County 1986	31,639.80	Transfer Tax		7/1/85
	Allegany County 1996	9,689.00	Transfer Tax		7/1/95
	Anne Arundel County 1996	105,092.00	Transfer Tax		7/1/95
	Baltimore County 1996	118,480.00	Transfer Tax		7/1/95
	Calvert County 1996	10,832.00	Transfer Tax		7/1/95
	Caroline County 1996	17,860.47	Transfer Tax		7/1/95
	Carroll County 1996	23,682.00	Transfer Tax		7/1/95
	Cecil County 1996	12,178.00	Transfer Tax		7/1/95
	Charles County 1996	21,413.00	Transfer Tax		7/1/95
	Dorchester County 1996	3,930.00	Transfer Tax		7/1/95
	Frederick County 1996	24,933.00	Transfer Tax		7/1/95

<u>Agency</u>	<u>Project or Program</u>	<u>Unencumbered Balance as of 12/19/03</u>	<u>Funds</u>	<u>Status</u>	<u>Effective Date</u>
DNR (continued)	Garrett County 1996	4,846.00	Transfer Tax		7/1/95
	Harford County 1996	38,906.70	Transfer Tax		7/1/95
	Howard County 1996	110,857.00	Transfer Tax		7/1/95
	Kent County 1996	2,936.00	Transfer Tax		7/1/95
	Montgomery County 1996	112,796.09	Transfer Tax		7/1/95
	Prince George's County 1996	133,887.01	Transfer Tax		7/1/95
	Queen Anne's County 1996	6,351.00	Transfer Tax		7/1/95
	St. Mary's County 1996	11,789.00	Transfer Tax		7/1/95
	Somerset County 1996	2,795.00	Transfer Tax		7/1/95
	Talbot County 1996	6,635.00	Transfer Tax		7/1/95
	Washington County 1996	18,412.00	Transfer Tax		7/1/95
	Wicomico County 1996	12,335.00	Transfer Tax		7/1/95
	Worcester County 1996	11,824.00	Transfer Tax		7/1/95
	Cecil County 1987	83,078.00	Transfer Tax		7/1/86
	Allegany County 1988	70,733.11	Transfer Tax		7/1/87
	Baltimore County 1988	107,890.40	Transfer Tax		7/1/87
	Calvert County 1988	175,667.00	Transfer Tax		7/1/87
	Caroline County 1988	38,206.75	Transfer Tax		7/1/87
	Carroll County 1988	187,850.34	Transfer Tax		7/1/87
	Charles County 1988	41,304.11	Transfer Tax		7/1/87
	Dorchester County 1988	65,965.00	Transfer Tax		7/1/87
	Frederick County 1988	207,376.00	Transfer Tax		7/1/87
	Garrett County 1988	17,857.50	Transfer Tax		7/1/87
	Howard County 1988	349,972.20	Transfer Tax		7/1/87
	Kent County 1988	29,241.41	Transfer Tax		7/1/87
	Prince George's County 1988	422,492.63	Transfer Tax		7/1/87
	St. Mary's County 1988	190,241.95	Transfer Tax		7/1/87
	Somerset County 1988	30,059.51	Transfer Tax		7/1/87
	Washington County 1988	154,436.00	Transfer Tax		7/1/87
	Wicomico County 1988	1,501.16	Transfer Tax		7/1/87

<u>Agency</u>	<u>Project or Program</u>	<u>Unencumbered Balance as of 12/19/03</u>	<u>Funds</u>	<u>Status</u>	<u>Effective Date</u>
DNR (continued)	Worcester County 1988	104,015.50	Transfer Tax		7/1/87
	Cecil County 1988	101,663.00	Transfer Tax		7/1/87
	Charles County 1997	280,411.20	Transfer Tax		7/1/96
	Frederick County 1997	16,112.00	Transfer Tax		7/1/96
	Baltimore City 1997	69,016.00	Transfer Tax		7/1/96
	Subtotal	\$24,739,556.39			
DHCD	Housing Rehabilitation Program 1983	24,719.93	GO		6/1/83
	Housing Rehabilitation Program 1984	507,524.05	GO		6/1/84
	Housing Rehabilitation Program 1984	663,698.53	GO		6/1/84
	Housing Rehabilitation Program 1985	157,794.10	GO		6/1/85
	Elderly Rental Housing Program 1985	16,523.84	GO		6/1/85
	Homeowner's Emergency Mortgage Assistance 1986	108,954.83	GO		6/1/86
	Housing Rehabilitation Program 1986	20,637.81	GO		6/1/86
	Subtotal	\$1,499,853.09			
MDE	Water Quality of 1974	552,861.44	GO	DBM to de-authorize \$552,000 of this balance	6/1/74
	Water Quality of 1975	1,777,079.17	GO	DBM to de-authorize \$1,777,000 of this balance	6/1/75
	Water Quality of 1985	5,101.00	GO		6/1/85
	Water Quality of 1986	505,000.00	GO	DBM to de-authorize this balance	6/1/86
	Water Quality of 1987	200,000.00	GO	DBM to de-authorize this balance	6/1/87
	Water Quality of 1988	200,000.00	GO	DBM to de-authorize this balance	6/1/88
	Chesapeake Bay Water Quality 1989	784,150.00	GO	DBM to de-authorize \$784,000 of this balance	6/1/89

<u>Agency</u>	<u>Project or Program</u>	<u>Unencumbered Balance as of 12/19/03</u>	<u>Funds</u>	<u>Status</u>	<u>Effective Date</u>
MDE (continued)	Chesapeake Bay Water Quality 1990	1,637,417.00	GO	DBM to de-authorize \$1,637,000 of this balance	6/1/90
	Chesapeake Bay Water Quality 1991	374,893.00	GO	DBM to de-authorize \$374,000 of this balance	6/1/91
	Chesapeake Bay Water Quality 1992	16,506.53	GO		6/1/92
	Chesapeake Bay Water Quality 1993	1,746.00	GO		6/1/93
	Comprehensive Flood Management 1997	0.33	GO		6/1/97
	Subtotal		\$6,054,754.47		
MES	Hawkins Point Waste Management Facility 1974	0.03	GO		6/1/74
	Maryland Environmental Services 1987	108.15	GO		6/1/87
	Maryland Environmental Services 1988	7,212.64	GO		6/1/88
	Solid Waste Facilities 1989	40,400.95	GO		6/1/89
	Solid Waste Facilities 1991	22,812.55	GO		6/1/91
	Recycling Facilities and Systems 1991	78,314.39	GO		6/1/91
	Maryland Environmental Services 1991	3,120.00	GO		6/1/91
	Maryland Environmental Services 1991	201,755.83	GO		6/1/91
	Recycling Facilities and Systems 1992	23,080.18	GO		6/1/92
	Maryland Environmental Services 1992	45.84	GO		6/1/92
	Recycling Facilities and Systems 1993	183,801.65	GO		6/1/93
	Maryland Environmental Services 1993	252,283.00	GO		6/1/93
	Water and Wastewater Facilities 1996	63,355.33	GO		6/1/96
	Water and Wastewater Facilities 1997	713,702.38	GO		6/1/97
Subtotal		\$1,589,992.92			
Aging	Senior Citizens Activities Centers 1990	12,727.00	GO		6/1/90
	Senior Citizens Activities Centers 1992	39.60	GO		6/1/92
	Senior Citizens Activities Centers 1993	372.33	GO		6/1/93
	Senior Citizens Activities Centers 1994	77.00	GO		6/1/94

<u>Agency</u>	<u>Project or Program</u>	<u>Unencumbered Balance as of 12/19/03</u>	<u>Funds</u>	<u>Status</u>	<u>Effective Date</u>
Aging (continued)	Senior Citizens Activities Centers 1996	353.40	GO		6/1/96
	Senior Citizens Activities Centers 1997	2,544.00	GO		6/1/97
	Subtotal	\$16,113.33			
DBED	Transit Center Improvement 1994	112,038.00	GO		6/1/94
	Subtotal	\$112,038.00			
DJJ	Juvenile Justice Facilities 1995	23,000.00	GO		6/1/85
	Subtotal	\$23,000.00			
IAC	Board of Public Works 1990 ca	1.17	General		7/1/89
	Board of Public Works 1990 ca	0.90	General		7/1/89
	Board of Public Works 1991 ca	11,817.85	General	To be recycled through approval by the BPW	7/1/90
	Renovate Relocatable Classrooms 1996 ca	5,555.20	General	To be recycled through approval by the BPW	7/1/95
	Public School Capital Improvement 1996 ca	4,000.26	General	To be recycled through approval by the BPW	7/1/95
	Montgomery County 1997 ca	3,416.00	General	To be recycled through approval by the BPW	7/1/96
	Public School Capital Improvement 1991	7,677.62	GO	To be recycled through approval by the BPW	6/1/91
	Prince George's County 1991	3,741.00	GO	To be recycled through approval by the BPW	6/1/91
	Washington County 1991	298.00	GO	To be recycled through approval by the BPW	6/1/91
	Baltimore City 1991	2,605.50	GO	To be recycled through approval by the BPW	6/1/91
	Public School Capital Improvement 1992	2,965.84	GO	To be recycled through approval by the BPW	6/1/92

<u>Agency</u>	<u>Project or Program</u>	<u>Unencumbered Balance as of 12/19/03</u>	<u>Funds</u>	<u>Status</u>	<u>Effective Date</u>
IAC (continued)	Harford County 1992	9,783.00	GO	To be recycled through approval by the BPW	6/1/92
	Public School Projects 1993	0.13	GO		6/1/93
	Renovate Relocatable Classrooms 1993	8,104.00	GO	To be recycled through approval by the BPW	6/1/93
	Allegany County 1993	1,193.00	GO	To be recycled through approval by the BPW	6/1/93
	Carroll County 1993	6,097.00	GO	To be recycled through approval by the BPW	6/1/93
	Charles County 1993	8,025.99	GO	To be recycled through approval by the BPW	6/1/93
	Harford County 1993	27,018.48	GO	To be recycled through approval by the BPW	6/1/93
	Prince George's County 1993	24,855.04	GO	To be recycled through approval by the BPW	6/1/93
	Worcester County 1993	1,489.00	GO	To be recycled through approval by the BPW	6/1/93
	Public School Capital Improvement 1994	130,973.90	GO	To be recycled through approval by the BPW	6/1/94
	Allegany County 1994	1,855.00	GO	To be recycled through approval by the BPW	6/1/94
	Caroline County 1994	1,704.00	GO	To be recycled through approval by the BPW	6/1/94
	Charles County 1994	2,946.00	GO	To be recycled through approval by the BPW	6/1/94
	Harford County 1994	17,655.00	GO	To be recycled through approval by the BPW	6/1/94
	Howard County 1994	13,431.00	GO	To be recycled through approval by the BPW	6/1/94
	Prince George's County 1994	62,144.20	GO	To be recycled through approval by the BPW	6/1/94

<u>Agency</u>	<u>Project or Program</u>	<u>Unencumbered Balance as of 12/19/03</u>	<u>Funds</u>	<u>Status</u>	<u>Effective Date</u>
	Wicomico County 1994	3,095.00	GO	To be recycled through approval by the BPW	6/1/94
	Public School Capital Improvement 1995	205,582.99	GO	To be recycled through approval by the BPW	6/1/95
	Montgomery County 1995	40,648.00	GO	To be recycled through approval by the BPW	6/1/95
	Statewide School Projects 1996	526,859.77	GO	To be recycled through approval by the BPW	6/1/96
	Public School Capital Improvement 1997	1,254,117.44	GO	To be recycled through approval by the BPW	6/1/97
	Subtotal	\$2,389,657.28			
MSU	Morgan State University 1988	41,460.10	GO		6/1/88
	Contingency Morgan 1990	0.00	GO		6/1/90
	Morgan State University 1992	15,231.24	GO		6/1/92
	Morgan State University 1994	59,683.87	GO		6/1/94
	Morgan State University 1996	500,000.00	GO		6/1/96
	Subtotal	\$616,375.21			
	Total	\$42,833,330.46			

