

A15000
Payments to Civil Divisions of the State

Operating Budget Data

(\$ in Thousands)

	<u>FY 16</u> <u>Actual</u>	<u>FY 17</u> <u>Working</u>	<u>FY 18</u> <u>Allowance</u>	<u>FY 17-18</u> <u>Change</u>	<u>% Change</u> <u>Prior Year</u>
General Fund	\$157,479	\$160,455	\$168,898	\$8,444	5.3%
Adjustments	0	19,695	-8,444	-28,139	
Adjusted General Fund	\$157,479	\$180,150	\$160,455	-\$19,695	-10.9%
Special Fund	0	0	1,041	1,041	
Adjusted Special Fund	\$0	\$0	\$1,041	\$1,041	
Adjusted Grand Total	\$157,479	\$180,150	\$161,496	-\$18,654	-10.4%

Note: Includes targeted reversions, deficiencies, and contingent reductions.

- A deficiency appropriation of \$19.7 million in general funds increases the fiscal 2017 working appropriation. This deficiency is to provide local jurisdictions with assistance in paying their fiscal 2017 State Retirement Agency administrative fees.
- The fiscal 2018 allowance decreases by \$18.7 million net of deficiency appropriations and contingent reductions. The removal of the deficiency funding combined with a \$1.0 million increase in special funds from the Calvert County Gaming Tax Fund makes up this difference.
- The contingent reduction of \$8.4 million is for the Disparity Grant Program, and would flat fund disparity grants for all eligible jurisdictions to the level of aid that they received in fiscal 2017 after the November 2, 2016 Board of Public Works action.

Note: Numbers may not sum to total due to rounding.

For further information contact: Jordan D. More

Phone: (410) 946-5530

Analysis in Brief

Recommended Actions

1. Concur with Governor's allowance.

A15000
Payments to Civil Divisions of the State

Operating Budget Analysis

Program Description

State grant programs that provide funds to Maryland’s local jurisdictions are budgeted under Payments to Civil Divisions of the State. These include disparity grants to low-wealth jurisdictions and grants to mitigate the impact of the local assumption of a portion of teacher retirement costs. Beginning with fiscal 2018, grants funded from the Calvert County Gaming Tax Fund are also included.

Fiscal 2017 Actions

Proposed Deficiency

There is one deficiency appropriation for Payments to Civil Divisions of the State. This deficiency is for \$19.7 million in general funds to provide local jurisdictions with assistance in paying their fiscal 2017 State Retirement Agency administrative fees. **Exhibit 1** provides a breakdown of the funding by local government entity. A county-by-county breakdown of this deficiency is included in **Appendix 2**.

Exhibit 1
Local Retirement Administrative Fee Assistance Deficiency
Fiscal 2017
(\$ in Millions)

<u>Local Entity</u>	<u>Fiscal 2017</u>
Local Boards of Education	\$16.9
Community Colleges	0.9
Other local governmental entities	1.9
Total	\$19.7

Source: Department of Budget and Management

Cost Containment

On November 2, 2016, the Board of Public Works (BPW) reduced appropriations across State government. One of these actions reduced disparity grants to various jurisdictions so that those jurisdictions that received an increase in fiscal 2017 would now receive only half of the increase

provided for in statute. **Exhibit 2** shows the differences by county between the legislative appropriation and the BPW action.

Exhibit 2
Impact of Board of Public Works
Fiscal 2017

<u>County</u>	<u>Legislative Appropriation</u>	<u>After BPW</u>	<u>Difference</u>
Allegany	\$7,298,505	\$7,298,505	\$0
Baltimore City	78,105,345	78,105,345	0
Caroline	2,131,782	2,131,782	0
Cecil	322,321	314,642	-7,679
Dorchester	2,022,690	2,022,690	0
Garrett	2,131,271	2,131,271	0
Prince George's	30,175,240	26,631,764	-3,543,476
Somerset	4,908,167	4,908,167	0
Washington	1,698,098	1,607,161	-90,937
Wicomico	7,925,526	7,644,858	-280,668
Total	\$136,718,945	\$132,796,185	-\$3,922,760

BPW: Board of Public Works
Source: Department of Legislative Services

Proposed Budget

The Governor's allowance for Payments to Civil Divisions of the State totals \$161.5 million after a contingent reduction to the disparity grants. This is an \$18.7 million decrease from the working appropriation, and as shown in **Exhibit 3**, is attributable to the fiscal 2017 deficiency appropriation net of the increase for the Calvert County gaming grants. **Exhibit 4** provides a summary of funding by jurisdiction for all of the grant programs in fiscal 2018 after contingent reductions.

Exhibit 3
Proposed Budget
Payments to Civil Divisions of the State
(\$ in Thousands)

How Much It Grows:	General Fund	Special Fund	Total
Fiscal 2016 Actual	\$157,479	\$0	\$157,479
Fiscal 2017 Working Appropriation	180,150	0	180,150
Fiscal 2018 Allowance	<u>160,455</u>	<u>1,041</u>	<u>161,496</u>
Fiscal 2017-2018 Amount Change	-\$19,695	\$1,041	-\$18,654
Fiscal 2017-2018 Percent Change	-10.9%		-10.4%
 Where It Goes:			
Disparity Grants			
Prince George’s			\$6,062
Wicomico			1,072
Baltimore City			946
Cecil			196
Somerset			114
Washington.....			53
Contingent reduction			-8,444
 Other Changes			
Calvert County Gaming Tax Fund grants			1,041
Removal of deficiency.....			-19,695
Total			-\$18,654

Note: Numbers may not sum to total due to rounding.

Exhibit 4
State Funding for Payments to Civil Divisions
Fiscal 2018
(\$ in Thousands)

<u>County</u>	<u>Disparity Grant</u>	<u>Teacher Retirement Supplemental Grant</u>	<u>Calvert County Gaming Grants</u>	<u>Total</u>
Allegany	\$7,299	\$1,632		\$8,931
Anne Arundel				
Baltimore City	78,105	10,048		88,153
Baltimore		3,000		3,000
Calvert			\$1,041	1,041
Caroline	2,132	685		2,817
Carroll				
Cecil	315			315
Charles				
Dorchester	2,023	309		2,332
Frederick				
Garrett	2,131	406		2,538
Harford				
Howard				
Kent				
Montgomery				
Prince George's	26,632	9,629		36,260
Queen Anne's				
St. Mary's				
Somerset	4,908	382		5,290
Talbot				
Washington	1,607			1,607
Wicomico	7,645	1,568		9,213
Worcester				
Total	\$132,796	\$27,659	\$1,041	\$161,496

Source: Department of Legislative Services

Disparity Grants

State funding targeted to the disparity in local income tax capacity is found in Local Government Article, § 16-501. The Disparity Grant Program provides noncategorical State aid to low-wealth jurisdictions for county government purposes. Disparity grants address the difference in the abilities of counties to raise revenues from the local income tax, which for most counties is one of their larger revenue sources.

Counties with per capita income tax revenues less than 75.0% of the statewide average receive grants unless a county has an income tax rate below 2.6%. Under current law, aid received by counties equals the lesser of the dollar amount necessary to raise the county's per capita income tax revenues to 75.0% of the statewide average or the amount received under the cap provisions. The original cap provision did not allow counties to receive an amount higher than what that particular county received from the State in fiscal 2010. However, Chapter 425 of 2013 changed the disparity grant formula cap provisions in order to take into account a local jurisdiction's income tax effort.

Eligible counties, where the amount necessary to raise that county's per capita income tax rate to 75% of the statewide average is more than that county received from the State in fiscal 2010, are set to receive the greater of the dollar amount received from the State in fiscal 2010 or a proportion of the amount necessary to raise the county's per capita income tax revenues to 75% of the statewide average. The proportional amount is based on that particular county's income tax rate, as follows:

- from a tax rate of 2.8% to 2.99%, 20.0% of the uncapped grant amount;
- from a tax rate of 3.0% to 3.19%, 40.0% of the uncapped grant amount; and
- at a tax rate of 3.2% (the maximum), 60.0% of the uncapped grant amount.

Further, Chapter 738 of 2016 increased the proportion that a county with a 3.2% tax rate receives from 60.0% to 67.5% for fiscal 2018 and 2019. The calculation under current law for fiscal 2018 is presented in **Exhibit 5**. For fiscal 2018, Baltimore City and Cecil, Prince George's, Somerset, Washington, and Wicomico counties are receiving increases from the fiscal 2017 grant after BPW actions. For Baltimore City as well as Cecil County, this increase can be explained by the fact that the disparity in the per capita tax yield grew compared to the statewide average, which resulted in an increase in their uncapped grant amount, as seen in **Exhibit 6**. For Prince George's, Somerset, and Wicomico counties, the increase for fiscal 2018 is mostly attributable to the impact of Chapter 738. And for Washington County, the increase is largely due to the restoration of the BPW reduction.

**Exhibit 5
Disparity Grant Calculation
Fiscal 2018**

<u>County</u>	<u>Population July 2015</u>	<u>Adjusted Income Tax Revenues Tax Year 2015</u>	<u>Per Capita Tax Yield</u>	<u>Per Capita Grant</u>	<u>Cap Fiscal 2010</u>	<u>Uncapped Grant 2018</u>	<u>Projected Grant With Cap and Floors Fiscal 2018</u>	<u>Difference to Fiscal 2017</u>	<u>Piggyback Calendar 2017</u>
Allegany	72,528	\$22,816,021	\$314.58	\$180.10	\$7,298,505	\$13,061,991	\$7,298,505	\$0	3.05%
Anne Arundel	564,195	432,462,666	766.51	0.00	0	0	0	0	2.50%
Baltimore City	621,849	226,162,437	363.69	130.98	79,051,790	81,452,628	79,051,790	946,445	3.20%
Baltimore	831,128	557,409,238	670.67	0.00	0	0	0	0	2.83%
Calvert	90,595	63,010,542	695.52	0.00	0	0	0	0	3.00%
Caroline	32,579	11,639,049	357.26	137.42	2,131,782	4,477,067	2,131,782	0	2.73%
Carroll	167,627	118,888,642	709.25	0.00	0	0	0	0	3.03%
Cecil	102,382	48,091,721	469.73	24.95	0	2,554,409	510,882	196,240	2.80%
Charles	156,118	89,660,100	574.31	0.00	0	0	0	0	3.03%
Dorchester	32,384	11,216,979	346.37	148.30	2,022,690	4,802,675	2,022,690	0	2.62%
Frederick	245,322	168,978,255	688.80	0.00	0	0	0	0	2.96%
Garrett	29,460	11,263,559	382.33	112.34	2,131,271	3,309,657	2,131,271	0	2.65%
Harford	250,290	162,423,933	648.94	0.00	0	0	0	0	3.06%
Howard	313,414	308,362,039	983.88	0.00	0	0	0	0	3.20%
Kent	19,787	10,739,816	542.77	0.00	0	0	0	0	2.85%
Montgomery	1,040,116	1,046,961,701	1,006.58	0.00	0	0	0	0	3.20%
Prince George's	909,535	401,492,156	441.43	53.25	21,694,767	48,434,865	32,693,534	6,061,770	3.20%
Queen Anne's	48,904	34,128,369	697.86	0.00	0	0	0	0	3.20%
St. Mary's	111,413	67,861,825	609.10	0.00	0	0	0	0	3.00%
Somerset	25,768	5,306,495	205.93	288.74	4,908,167	7,440,370	5,022,250	114,083	3.20%

<u>County</u>	<u>Population July 2015</u>	<u>Adjusted Income Tax Revenues Tax Year 2015</u>	<u>Per Capita Tax Yield</u>	<u>Per Capita Grant</u>	<u>Cap Fiscal 2010</u>	<u>Uncapped Grant 2018</u>	<u>Projected Grant With Cap and Floors Fiscal 2018</u>	<u>Difference to Fiscal 2017</u>	<u>Piggyback Calendar 2017</u>
Talbot	37,512	28,737,143	766.08	0.00	0	0	0	0	2.40%
Washington	149,585	65,695,923	439.19	55.49	0	8,300,496	1,660,099	52,938	2.80%
Wicomico	102,370	37,726,219	368.53	126.15	2,197,041	12,913,975	8,716,933	1,072,075	3.20%
Worcester	51,540	30,611,661	593.94	0.00	0	0	0	0	1.75%
Total	6,006,401	\$3,961,646,491	\$659.57	\$0.00	\$121,436,013	\$186,748,133	\$141,239,736	\$8,443,551	
		<i>Target (0.75%)</i>	<i>\$494.68</i>						

Source: Department of Legislative Services

Exhibit 6
Effect of the Cap Provisions
Fiscal 2017-2018

<u>County</u>	<u>Uncapped Grant</u> <u>2017</u>	<u>Uncapped Grant</u> <u>2018</u>	<u>Uncapped Grant</u> <u>Difference</u> <u>2017-2018</u>	<u>Foregone</u> <u>Amount 2018</u>
Allegany	\$12,514,179	\$13,061,991	\$547,812	\$5,763,486
Baltimore City	78,105,345	81,452,628	3,347,283	2,400,838
Caroline	4,491,232	4,477,067	-14,165	2,345,285
Cecil	1,611,607	2,554,409	942,803	2,043,527
Dorchester	4,858,363	4,802,675	-55,688	2,779,985
Garrett	3,317,473	3,309,657	-7,816	1,178,386
Prince George's	50,292,066	48,434,865	-1,857,202	15,741,331
Somerset	7,244,218	7,440,370	196,152	2,418,120
Washington	8,490,491	8,300,496	-189,995	6,640,397
Wicomico	13,209,210	12,913,975	-295,235	4,197,042
Total	\$184,134,184	\$186,748,133	\$2,613,950	\$45,508,398

Source: Department of Legislative Services

As further seen in Exhibit 6, the current cap provisions continue to have a significant effect upon reducing spending in the allowance. For fiscal 2018, the current cap provisions combined to reduce spending in the allowance by \$45.5 million since every eligible county in fiscal 2018 has an uncapped grant amount higher than the cap provisions.

A comparison of the year-over-year changes in each of the individual components that affect the grant's formula can be found in the appendices. **Appendix 3** contains population data, **Appendix 4** contains adjusted income tax wealth data, and **Appendix 5** provides income tax wealth per capita data.

Cost Containment

The Governor's proposed cost containment for fiscal 2018, as reflected in the contingent reduction as well as the Budget Reconciliation and Financing Act of 2017 (BRFA) as introduced, is to eliminate the changes enacted by Chapter 738 and further flat fund all counties back to the level they will receive in fiscal 2017 after the BPW reduction. The BRFA also generates fiscal 2019 savings by repealing Chapter 738. The impact of these cost containment actions are displayed in **Exhibit 7**.

Exhibit 7
Impact of BRFA Actions
Fiscal 2018-2019

County	Fiscal 2018			Fiscal 2019		
	Allowance	After Contingent Reduction	Difference	Projected Grant	After BRFA	Difference
Allegany	\$7,298,505	\$7,298,505	\$0	\$7,298,505	\$7,298,505	\$0
Baltimore City	79,051,790	78,105,345	946,445	76,084,991	76,084,991	0
Caroline	2,131,782	2,131,782	0	2,131,782	2,131,782	0
Cecil	510,882	314,642	196,240	318,418	318,418	0
Dorchester	2,022,690	2,022,690	0	2,022,690	2,022,690	0
Garrett	2,131,271	2,131,271	0	2,131,271	2,131,271	0
Prince George's	32,693,534	26,631,764	6,061,770	34,470,627	30,640,557	3,830,070
Somerset	5,022,250	4,908,167	114,083	4,993,555	4,908,167	85,388
Washington	1,660,099	1,607,161	52,938	1,462,415	1,462,415	0
Wicomico	8,716,933	7,644,858	1,072,075	8,395,179	7,462,382	932,798
Total	\$141,239,736	\$132,796,185	\$8,443,551	\$139,309,433	\$134,461,177	\$4,848,256

BRFA: Budget Reconciliation and Financing Act

Source: Department of Legislative Services

Recommended Actions

1. Concur with Governor's allowance.

A15000 – Payments to Civil Divisions of the State

Appendix 1
Current and Prior Year Budgets
Payments to Civil Divisions of the State
(\$ in Thousands)

	<u>General Fund</u>	<u>Special Fund</u>	<u>Federal Fund</u>	<u>Reimb. Fund</u>	<u>Total</u>
Fiscal 2016					
Legislative Appropriation	\$157,479	\$0	\$0	\$0	\$157,479
Deficiency Appropriation	0	0	0	0	0
Budget Amendments	0	0	0	0	0
Reversions and Cancellations	0	0	0	0	0
Actual Expenditures	\$157,479	\$0	\$0	\$0	\$157,479
Fiscal 2017					
Legislative Appropriation	\$164,378	\$0	\$0	\$0	\$164,378
Cost Containment	-3,923	0	0	0	-3,923
Budget Amendments	0	0	0	0	0
Working Appropriation	\$160,455	\$0	\$0	\$0	\$160,455

Note: Does not include targeted reversions, deficiencies, and contingent reductions. Numbers may not sum to total due to rounding.

A15000 – Payments to Civil Divisions of the State

Fiscal 2017

To date, the only change to the working appropriation is the reduction of \$3,922,760 in general funds from the Disparity Grant Program, which was withdrawn by the Board of Public Works for cost containment purposes.

Appendix 2
Local Retirement Administrative Fee Assistance Deficiency
Fiscal 2017

<u>County</u>	<u>2017</u>
Allegany	\$333,051
Anne Arundel	1,705,889
Baltimore City	1,278,995
Baltimore	1,888,970
Calvert	337,310
Caroline	149,836
Carroll	608,454
Cecil	399,824
Charles	520,578
Dorchester	171,555
Frederick	971,903
Garrett	130,047
Harford	1,071,011
Howard	1,342,595
Kent	89,491
Montgomery	2,972,781
Prince George's	3,501,081
Queen Anne's	262,532
St. Mary's	412,715
Somerset	117,095
Talbot	145,965
Washington	562,793
Wicomico	427,405
Worcester	293,306
Total	\$19,695,182

Note: These allocations are based on the county of the recipient. Funding within each jurisdiction is divided up among local boards of education, community colleges, and other county and municipal government units.

Source: Department of Budget and Management

Appendix 3
Disparity Grant Calculation
Change in Population by Jurisdiction

<u>County</u>	<u>Population July 2014</u>	<u>Population July 2015</u>	<u>Change 2014-2015</u>	<u>% Change 2014-2015</u>
Allegany	72,952	72,528	-424	-0.6%
Anne Arundel	560,133	564,195	4,062	0.7%
Baltimore City	622,793	621,849	-944	-0.2%
Baltimore	826,925	831,128	4,203	0.5%
Calvert	90,613	90,595	-18	0.0%
Caroline	32,538	32,579	41	0.1%
Carroll	167,830	167,627	-203	-0.1%
Cecil	102,383	102,382	-1	0.0%
Charles	154,747	156,118	1,371	0.9%
Dorchester	32,578	32,384	-194	-0.6%
Frederick	243,675	245,322	1,647	0.7%
Garrett	29,679	29,460	-219	-0.7%
Harford	250,105	250,290	185	0.1%
Howard	309,284	313,414	4,130	1.3%
Kent	19,820	19,787	-33	-0.2%
Montgomery	1,030,447	1,040,116	9,669	0.9%
Prince George's	904,430	909,535	5,105	0.6%
Queen Anne's	48,804	48,904	100	0.2%
St. Mary's	110,382	111,413	1,031	0.9%
Somerset	25,859	25,768	-91	-0.4%
Talbot	37,643	37,512	-131	-0.3%
Washington	149,573	149,585	12	0.0%
Wicomico	101,539	102,370	831	0.8%
Worcester	51,675	51,540	-135	-0.3%
Total	5,976,407	6,006,401	29,994	0.5%

Note: Bold indicates disparity grant recipients.

Source: Department of Budget and Management

Appendix 4
Disparity Grant Calculation
Change in Adjusted Income Tax Revenues*
Tax Year 2014-2015

<u>County</u>	<u>Adjusted Income Tax Revenues 2014</u>	<u>Adjusted Income Tax Revenues 2015</u>	<u>\$ Change 2014-2015</u>	<u>% Change 2014-2015</u>
Allegany	\$22,651,543	\$22,816,021	\$164,478	0.7%
Anne Arundel	411,790,590	432,462,666	20,672,076	5.0%
Baltimore City	222,105,276	226,162,437	4,057,160	1.8%
Baltimore	552,995,406	557,409,238	4,413,832	0.8%
Calvert	60,234,484	63,010,542	2,776,058	4.6%
Caroline	11,193,359	11,639,049	445,691	4.0%
Carroll	113,559,457	118,888,642	5,329,185	4.7%
Cecil	47,741,010	48,091,721	350,711	0.7%
Charles	89,465,255	89,660,100	194,846	0.2%
Dorchester	10,845,509	11,216,979	371,470	3.4%
Frederick	161,838,273	168,978,255	7,139,982	4.4%
Garrett	10,988,968	11,263,559	274,591	2.5%
Harford	155,592,743	162,423,933	6,831,190	4.4%
Howard	297,963,212	308,362,039	10,398,827	3.5%
Kent	10,897,573	10,739,816	-157,757	-1.4%
Montgomery	1,018,922,310	1,046,961,701	28,039,390	2.8%
Prince George's	385,678,621	401,492,156	15,813,534	4.1%
Queen Anne's	32,650,394	34,128,369	1,477,975	4.5%
St. Mary's	64,771,477	67,861,825	3,090,349	4.8%
Somerset	5,220,833	5,306,495	85,662	1.6%
Talbot	28,128,147	28,737,143	608,996	2.2%
Washington	63,609,554	65,695,923	2,086,370	3.3%
Wicomico	35,736,566	37,726,219	1,989,653	5.6%
Worcester	26,569,142	30,611,661	4,042,520	15.2%
Total	\$3,841,149,703	\$3,961,646,491	\$120,496,788	3.1%

*Per the Disparity Grant formula, income tax revenues are adjusted for all jurisdictions using a standardized 2.54% tax rate.

Note: Bold indicates disparity grant recipients.

Source: Department of Budget and Management

Appendix 5
Disparity Grant Calculation
Change in Adjusted Income Tax Revenue Per Capita*
Tax Year 2014-2015

<u>County</u>	<u>Per Capita Tax Yield 2014</u>	<u>Per Capita Tax Yield 2015</u>	<u>\$ Change 2014-2015</u>	<u>% Change 2014-2015</u>
Allegany	\$310.50	\$314.58	\$4.08	1.3%
Anne Arundel	735.17	766.51	\$31.35	4.3%
Baltimore City	356.63	363.69	\$7.07	2.0%
Baltimore	668.74	670.67	\$1.93	0.3%
Calvert	664.74	695.52	\$30.77	4.6%
Caroline	344.01	357.26	\$13.25	3.9%
Carroll	676.63	709.25	\$32.61	4.8%
Cecil	466.30	469.73	\$3.43	0.7%
Charles	578.14	574.31	-\$3.83	-0.7%
Dorchester	332.91	346.37	\$13.47	4.0%
Frederick	664.16	688.80	\$24.65	3.7%
Garrett	370.26	382.33	\$12.07	3.3%
Harford	622.11	648.94	\$26.83	4.3%
Howard	963.40	983.88	\$20.48	2.1%
Kent	549.83	542.77	-\$7.06	-1.3%
Montgomery	988.82	1,006.58	\$17.77	1.8%
Prince George's	426.43	441.43	\$14.99	3.5%
Queen Anne's	669.01	697.86	\$28.85	4.3%
St. Mary's	586.79	609.10	\$22.31	3.8%
Somerset	201.90	205.93	\$4.04	2.0%
Talbot	747.23	766.08	\$18.84	2.5%
Washington	425.27	439.19	\$13.91	3.3%
Wicomico	351.95	368.53	\$16.58	4.7%
Worcester	514.16	593.94	\$79.78	15.5%
Total	\$642.72	\$659.57	\$16.85	2.6%
75%	\$482.04	\$494.68	\$12.64	2.6%

*Per the Disparity Grant formula, income tax revenues are adjusted for all jurisdictions using a standardized 2.54% tax rate.

Note: Bold indicates disparity grant recipients.

Source: Department of Budget and Management

**Appendix 6
Object/Fund Difference Report
Payments to Civil Divisions of the State**

<u>Object/Fund</u>	<u>FY 16 Actual</u>	<u>FY 17 Working Appropriation</u>	<u>FY 18 Allowance</u>	<u>FY 17 - FY 18 Amount Change</u>	<u>% Change</u>
Objects					
12 Grants, Subsidies, and Contributions	\$157,478,534	\$160,454,846	\$169,939,200	\$9,484,354	5.9%
Total Objects	\$157,478,534	\$160,454,846	\$169,939,200	\$9,484,354	5.9%
Funds					
01 General Fund	\$157,478,534	\$160,454,846	\$168,898,397	\$8,443,551	5.3%
03 Special Fund	0	0	1,040,803	1,040,803	n/a
Total Funds	\$157,478,534	\$160,454,846	\$169,939,200	\$9,484,354	5.9%

Note: Does not include targeted reversions, deficiencies, and contingent reductions.

**Appendix 7
Fiscal Summary
Payments to Civil Divisions of the State**

<u>Program/Unit</u>	<u>FY 16 Actual</u>	<u>FY 17 Wrk Approp</u>	<u>FY 18 Allowance</u>	<u>Change</u>	<u>FY 17 - FY 18 % Change</u>
01 Disparity Grants	\$129,819,872	\$132,796,185	\$141,239,736	\$8,443,551	6.4%
02 Teacher Retirement Supplemental Grants	27,658,662	27,658,661	27,658,661	0	0%
03 Calvert County BINGO Grants	0	0	1,040,803	1,040,803	0%
Total Expenditures	\$157,478,534	\$160,454,846	\$169,939,200	\$9,484,354	5.9%
General Fund	\$157,478,534	\$160,454,846	\$168,898,397	\$8,443,551	5.3%
Special Fund	0	0	1,040,803	1,040,803	n/a
Total Appropriations	\$157,478,534	\$160,454,846	\$169,939,200	\$9,484,354	5.9%

Note: Does not include targeted reversions, deficiencies, and contingent reductions.