B1	8lr0263 CF SB 1
By: The Speaker (By Request – Administration) Introduced and read first time: October 29, 2007 Assigned to: Appropriations and Ways and Means	
Committee Report: Favorable with amendments House action: Adopted with floor amendments Read second time: November 6, 2007	

A BILL ENTITLED

1 AN ACT concerning

$\mathbf{2}$

Budget Reconciliation Act

3 FOR the purpose of repealing certain provisions relating to certain State aid to certain 4 counties; altering the calculation of certain State aid for public elementary and $\mathbf{5}$ secondary education; establishing a supplemental grant program to provide 6 certain county boards of education with certain grants; altering the calculation 7 of certain State aid to community colleges, Baltimore City Community College, 8 and certain nonpublic institutions of higher education in certain fiscal years; 9 repealing a partial exemption under the property tax for machinery and 10 equipment used to generate electricity or steam for sale or hot or chilled water 11 for sale that is used for certain purposes; authorizing the governing body of a 12 county to increase the percent of the assessment of certain personal property 13 that is subject to the county property tax under certain circumstances; authorizing the governing body of a county to enter an agreement with the 14 15owner of a facility for the generation of electricity that is located or locates in 16 the county for a negotiated payment by the owner in lieu of taxes on the facility; 17requiring Washington County to distribute a certain portion of the certain 18 property tax revenues or proceeds of a certain payment in lieu of taxes under 19 certain circumstances; providing that property tax revenues in an amount equal 20to payments that a county would have been entitled to receive under a certain provision of law shall be excluded from a certain calculation; providing that 2122certain transfer tax revenues in a certain special fund shall be used for certain 23purposes; altering the distribution of certain transfer tax revenues in a certain 24fund; requiring the synopses for certain bills to include a certain statement; 25requiring certain fiscal notes and a certain report to contain certain information; altering a certain date for the Maryland Agricultural and 2627Resource-Based Industry Development Corporation to become financially self-28sufficient; altering certain requirements that certain appropriations for certain

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW. [Brackets] indicate matter deleted from existing law.



1	purposes be included in the annual State budget for certain fiscal years;	
2	limiting the amount of State general funds that may be used for certain	
3	purposes; altering the purpose for which the Circuit Court Real Property	
4	Records Improvement Fund may be used for certain fiscal years; repealing a	
5	certain termination provision; altering certain grants to county boards of	
6	education under a certain aging schools program; repealing certain State	
7	programs; altering a certain local cost share for a certain nonpublic education	
8	program; repealing a required appropriation to a certain fund; delaying certain	
9	increases in certain funding calculations for certain resource centers and county	
10	libraries; repealing a requirement that a certain amount of State funds be	
11	provided to a certain public library capital projects program; repealing a certain	
12	provision of law requiring the Department of Health and Mental Hygiene to	
13	adjust a certain payment to certain providers as recommended by the	
14	Community Services Reimbursement Rate Commission; altering the	
15	commission that a licensed agent of the State Lottery Agency is required to be	
16	paid on sales made during a year; providing for the distribution of certain sales	
17	and use tax revenue to a certain special fund; providing declaring a certain	
18	legislative intent that the Governor in formulating a certain fiscal year budget	
19	shall apply certain monies in a certain fund for a certain purpose and that	
20	certain employees receive a certain pay period in which certain health	
21	insurance contributions are not required; repealing an obsolete provision of law;	
22	requiring the Governor to reduce certain regular positions and general fund	
23	expenditures associated with those positions in a certain budget; withdrawing	
24	certain appropriations from a certain fiscal year; declaring a certain legislative	
25	intent relating to the development of a certain budget and the reduction of	
26	certain positions; defining certain terms; making certain provisions of this Act	
27	subject to certain contingencies; providing for the application of certain	
28	provisions of this Act; providing for the effective date of this Act; and generally	
29	relating to the financing of State and local government.	
30	BY repealing	
31	Article 24 – Political Subdivisions – Miscellaneous Provisions	
32	Section 9–1102	
33	Annotated Code of Maryland	
34	(2005 Replacement Volume and 2007 Supplement)	
35	BY repealing and reenacting, with amendments,	
36	Article 24 – Political Subdivisions – Miscellaneous Provisions	
37	Section 9–1103(a)	
38	Annotated Code of Maryland	
39	(2005 Replacement Volume and 2007 Supplement)	
40	BY repealing and reenacting, with amendments,	
41	Article – Education	
42	Section 5–202(a)(13), $\frac{16-305(e)(1)(ii)}{16-512(a)(2)}$, and $\frac{17-104(d)}{5-206(f)}$,	
43	8-415(d)(3)(i), 13-104, 16-305(c)(1), 16-512(a), 17-104, 23-205(c), 16-512(a), 17-104, 23-205(c), 17-104, 16-512(a), 17-104, 17-104, 16-512(a), 17-104	
44	23-503, and $23-510(e)(5)$	
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45 Annotated Code of Maryland

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1	(2006 Replacement Volume and 2007 Supplement)
$2 \\ 3 \\ 4 \\ 5$	BY repealing Article – Education Section 5–202(e) <u>, 7–117, and 7–118</u> Annotated Code of Maryland
6	(2006 Replacement Volume and 2007 Supplement)
7	BY adding to
8	Article – Education
9	Section $5-202(e)$
10	Annotated Code of Maryland
11	(2006 Replacement Volume and 2007 Supplement)
12	BY repealing and reenacting, with amendments,
13	<u>Article – Tax – General</u>
14	Section $2-1303$
15	<u>Annotated Code of Maryland</u>
16	(2004 Replacement Volume and 2007 Supplement)
17	(As enacted by Chapter (H.B. 5) of the Acts of the General Assembly of the
18	<u>2007 Special Session)</u>
19	BY repealing and reenacting, with amendments,
20	Article – Tax – Property
21	Section 7–237
22	Annotated Code of Maryland
23	(2007 Replacement Volume)
24	BY adding to
25	<u>Article – Tax – Property</u>
26	Section 7–514
27	Annotated Code of Maryland
28	(2007 Replacement Volume)
29	BY repealing and reenacting, without <u>with</u> amendments,
30	Article – Natural Resources
31	Section 5–903(a) <u>and (b)</u>
32	Annotated Code of Maryland
33	(2005 Replacement Volume and 2007 Supplement)
34	BY repealing and reenacting, with amendments,
35	Article – Natural Resources
36	Section 5–903(b)
37	Annotated Code of Maryland
38	(2005 Replacement Volume and 2007 Supplement)
39	BY repealing and reenacting, with amendments,

40 <u>Article – State Government</u>

	4 HOUSE BILL 1
1	Section 9-117(a)(1), 2-1501, 2-1504, and 2-1505(e) and (j)
$\overline{2}$	Annotated Code of Maryland
3	(2004 Replacement Volume and 2007 Supplement)
4	BY repealing and reenacting, without amendments,
$5 \\ 6$	<u>Article – State Government</u> <u>Section 2–1505(c)(1)</u>
8 7	Annotated Code of Maryland
8	(2004 Replacement Volume and 2007 Supplement)
9	BY repealing and reenacting, without amendments,
10	<u>Article 41 – Governor – Executive and Administrative Departments</u>
11	<u>Section 13–503(a)</u>
12	Annotated Code of Maryland
13	(2003 Replacement Volume and 2007 Supplement)
14	BY repealing and reenacting, with amendments,
15	<u>Article 41 – Governor – Executive and Administrative Departments</u>
16	$\frac{\text{Section } 13-513(c)}{100}$
$\frac{17}{18}$	<u>Annotated Code of Maryland</u> (2003 Replacement Volume and 2007 Supplement)
10	(2003 Replacement volume and 2007 Supplement)
19	BY repealing and reenacting, with amendments,
20	<u>Article – Agriculture</u>
21	Section 8-405
22	Annotated Code of Maryland
23	(2007 Replacement Volume)
24	BY repealing and reenacting, with amendments,
25	<u>Article – Courts and Judicial Proceedings</u>
26	Section $1-504$ and $13-603(c)$
27	Annotated Code of Maryland
28	(2006 Replacement Volume and 2007 Supplement)
29	BY repealing and reenacting, without amendments,
30	<u>Article – Courts and Judicial Proceedings</u>
31	Section $13-602(a)(1)$
32	Annotated Code of Maryland
33	(2006 Replacement Volume and 2007 Supplement)
34	<u>BY repealing</u>
35	Article – Courts and Judicial Proceedings
36	Section 13-607
37	Annotated Code of Maryland
38	(2006 Replacement Volume and 2007 Supplement)
39	BY repealing and reenacting, without amendments,
40	<u>Article – Education</u>

1	Section 16-305(a) and (b), 16-512(b), and 23-510(a) and (b)
2	Annotated Code of Maryland
3	(2006 Replacement Volume and 2007 Supplement)
4	BY repealing
5	<u>Article – Health – General</u>
6	Section 16–201.2
7	Annotated Code of Maryland
8	(2005 Replacement Volume and 2007 Supplement)
9	BY repealing and reenacting, with amendments,
10	<u>Article – State Finance and Procurement</u>
11	Section 7–325
12	Annotated Code of Maryland
13	(2006 Replacement Volume and 2007 Supplement)
14	BY repealing and reenacting, with amendments,
15	<u>Chapter 269 of the Acts of the General Assembly of 2006</u>
16	Section 2
17	SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF
18	MARYLAND, That the Laws of Maryland read as follows:
19	Article 24 – Political Subdivisions – Miscellaneous Provisions
20	[9–1102.
21	(a) Except as provided in subsection (b) of this section, for each fiscal year,
22	the State shall pay the following amounts to the following counties to reimburse the
$23^{}$	counties partially for the costs of the property tax exemption under § 7–237 of the Tax
1 3 24	– Property Article:
25	Anne Arundel \$7,820,202
26	Baltimore City 453,421
$\overline{27}$	Baltimore 1,794,835
28^{-1}	Calvert 6,096,574
$\frac{1}{29}$	Charles 2,522,612
30	Dorchester 187,442
31	Garrett 11,907
20	Uarford 960 767

 32
 Harford
 860,767

 33
 Montgomery
 2,765,553

 34
 Prince George's
 7,744,806

 35
 Washington
 357,082

36 (b) For the fiscal year that begins on July 1, 2000, the State shall pay 50% of 37 the amounts specified in subsection (a) of this section.

1 (c) The Comptroller shall pay the amounts provided under this section to the 2 counties in equal amounts for each quarter at the end of each quarter of the fiscal year 3 for which the payments are made.

4 (d) 35% of the payment received by Washington County under this section 5 shall be paid to the Town of Williamsport.]

6 9–1103.

(a) [In addition to any reimbursement provided under § 9-1102 of this
subtitle, if] IF on or before January 1, 2020, the Federal Nuclear Regulatory
Commission license for the Calvert Cliffs Nuclear Power Plant expires and is not
extended or renewed, for each of the 5 property tax years following the expiration and
nonrenewal, the State shall pay as a grant to Calvert County an amount equal to the
applicable percentage, determined under subsection (b) of this section, of the
difference between:

14 (1) The product of multiplying \$14,554,000 times the percentage 15 specified for the taxable year under \$7–237(b) of the Tax – Property Article; and

- 16 (2) The sum of:
- 17 (i) \$2,000,000; and

(ii) The county's property tax revenue for the taxable year
derived from personal property that is machinery or equipment used to generate
electricity for sale.

21 SECTION 2. AND BE IT FURTHER ENACTED, That the Laws of Maryland 22 read as follows:

23**Article – Education** 245 - 202. "Target per pupil foundation amount" means: 25(a) (13)26 (i) In fiscal [year 2004, \$5,730] YEARS 2008, 2009, AND 2010, 27**\$6,694**; and 28(ii) In subsequent fiscal years: 29 1. The target per pupil foundation amount for the prior fiscal year increased by the same percentage as the **LESSER OF**: 30 31 **THE** increase in the *f*-implicit price deflator for State А. 32and local government expenditures for the second prior fiscal year **;**

6

1 В. THE CONSUMER PRICE INDEX FOR ALL URBAN $\mathbf{2}$ CONSUMERS FOR THE WASHINGTON-BALTIMORE METROPOLITAN AREA, OR 3 ANY SUCCESSOR INDEX, FOR THE SECOND PREVIOUS FISCAL YEAR; or 4 **C**. 5%: OR 5 2.If there is no increase in the *[implicit price deflator* 6 for State and local government expenditures for the second prior fiscal year **]** OR IN 7 THE CONSUMER PRICE INDEX FOR ALL URBAN CONSUMERS FOR THE 8 WASHINGTON-BALTIMORE METROPOLITAN AREA, OR ANY SUCCESSOR INDEX, 9 FOR THE SECOND PREVIOUS FISCAL YEAR, the target per pupil foundation amount for the prior fiscal year. 10 11 In fiscal year 2004, the State shall distribute a partnership grant (e) (1)12of \$28,186,032 to the Baltimore City Board of School Commissioners. 13 (2)In fiscal year 2005, the State shall distribute a partnership grant of \$21,139,524 to the Baltimore City Board of School Commissioners. 1415(3)In fiscal year 2006, the State shall distribute a partnership grant 16 of \$14,093,016 to the Baltimore City Board of School Commissioners.] 17 IN THIS SUBSECTION, "STATE FINANCIAL ASSISTANCE FOR **(E)** (1) PUBLIC EDUCATION" MEANS THE TOTAL FINANCIAL ASSISTANCE PROVIDED BY 18 19 THE STATE TO A COUNTY BOARD UNDER THE FOLLOWING PROGRAMS: 20**(I) FUNDING FOR THE FOUNDATION PROGRAM UNDER THIS** 21**SECTION:** 22Funding IN FISCAL YEAR 2009, 50% OF THE FUNDING **(II)** 23RECEIVED UNDER THE GCEI ADJUSTMENT GRANT PROGRAM UNDER 24SUBSECTION (F) OF THIS SECTION AND IN FISCAL YEAR 2010, 60% OF THE 25FUNDING RECEIVED UNDER THE GCEI ADJUSTMENT GRANT PROGRAM UNDER 26 SUBSECTION (F) OF THIS SECTION: 27(III) TRANSPORTATION AID UNDER § 5-205 OF THIS 28SUBTITLE; 29(IV) FUNDING FOR COMPENSATORY EDUCATION UNDER 30 § 5–207 OF THIS SUBTITLE; 31 FUNDING FOR STUDENTS WITH LIMITED ENGLISH **(V)** 32**PROFICIENCY UNDER § 5–208 OF THIS SUBTITLE:**

	8 HOUSE BILL 1
$egin{array}{c} 1 \ 2 \end{array}$	(VI) FUNDING FOR SPECIAL EDUCATION STUDENTS UNDER § $5-209$ of this subtitle;
$\frac{3}{4}$	(VII) FUNDING FOR THE GUARANTEED TAX BASE PROGRAM UNDER § 5–210 OF THIS SUBTITLE;
5 6 7 8	(VIII) <u>50% of the</u> State payments for retirement Contributions for employees of a local school system in Accordance with the provisions of Division II of the State Personnel and Pensions Article; and
9 10	(IX) FUNDING FOR SUPPLEMENTAL GRANTS UNDER THIS SUBSECTION.
$11 \\ 12 \\ 13 \\ 14 \\ 15$	(2) (I) FOR FISCAL YEARS 2009 AND 2010 ONLY, THE STATE SHALL PROVIDE A SUPPLEMENTAL GRANT TO A COUNTY BOARD THAT DOES NOT RECEIVE AT LEAST A 1% INCREASE IN STATE FINANCIAL ASSISTANCE FOR PUBLIC EDUCATION OVER THE AMOUNT RECEIVED BY THE COUNTY BOARD IN THE PREVIOUS FISCAL YEAR.
16 17 18 19	(II) THE SUPPLEMENTAL GRANT UNDER THIS PARAGRAPH SHALL BE THE AMOUNT NECESSARY TO INCREASE A COUNTY BOARD'S STATE FINANCIAL ASSISTANCE FOR PUBLIC EDUCATION BY 1% OVER THE AMOUNT RECEIVED BY THE COUNTY BOARD IN THE PREVIOUS FISCAL YEAR.
20 21 22 23	(3) FOR FISCAL YEAR <u>YEARS</u> 2011 AND EACH FISCAL YEAR THEREAFTER <u>THROUGH 2013</u> , A COUNTY BOARD SHALL RECEIVE A SUPPLEMENTAL GRANT EQUAL TO THE AMOUNT THE COUNTY BOARD RECEIVED UNDER PARAGRAPH (2) OF THIS SUBSECTION IN FISCAL YEAR 2010.
$\begin{array}{c} 24 \\ 25 \end{array}$	SECTION 3. AND BE IT FURTHER ENACTED, That the Laws of Maryland read as follows:
26	Article – Education
27	16_305.
28 29 30	(c) (1) (ii) For purposes of this subsection, the State's General Fund appropriation per full-time equivalent student to the 4-year public institutions of higher education in the State for the previous fiscal year shall:
$\frac{31}{32}$	1. Include noncapital appropriations from The Higher Education Investment Fund; and

1	2. [reflect] REFLECT any amendments or reductions to
2	the appropriation for the previous fiscal year.
3	$\frac{16-512}{10}$
4	(a) (2) For purposes of this subsection, the State's General Fund
5	appropriation per full-time equivalent student to the 4-year public institutions of
6	higher education in the State for the previous fiscal year shall:
7	(I) INCLUDE NONCAPITAL APPROPRIATIONS FROM THE
8	HIGHER EDUCATION INVESTMENT FUND; AND
9	(II) [reflect] REFLECT any amendments or reductions to the
10	appropriation for the previous fiscal year.
11	17–104.
12	(d) For purposes of this section, the State's General Fund appropriation per
13	full-time equivalent student to the 4-year public institutions of higher education in
14	the State for the previous fiscal year shall:
15	(1) INCLUDE NONCAPITAL APPROPRIATIONS FROM THE HIGHER
16	EDUCATION INVESTMENT FUND; AND
17	(2) [reflect] REFLECT any amendments or reductions to the
18	appropriation for the previous fiscal year.
19	<u>Article – Tax – General</u>
20	<u>2–1303.</u>
21	After making the distributions required under §§ 2–1301 through 2–1302.2 of
22	this subtitle, the Comptroller shall pay:
23	(1) revenues from the hotel surcharge into the Dorchester County
24	Economic Development Fund established under Article 83A, § 5-216 of the Code;
25	[and]
26	(2) TO THE TOURISM, ARTS, AND CULTURAL DEVELOPMENT
27	FUND ESTABLISHED UNDER § 7–238 OF THE STATE FINANCE AND
28	PROCUREMENT ARTICLE, ONE-THIRD OF THE SALES AND USE TAX REVENUE
29	ATTRIBUTABLE TO THE SALE OF A RIGHT TO OCCUPY A ROOM OR LODGINGS AS
30	A TRANSIENT GUEST SUBJECT TO THE TAX RATE SPECIFIED IN § 11-104(G) OF
31	THIS ARTICLE; AND

	10 HOUSE BILL 1	
$egin{array}{c} 1 \ 2 \end{array}$	[(2)] (3) the remaining sales and use tax revenue into the General Fund of the State.	
3 4	SECTION 4. AND BE IT FURTHER ENACTED, That the Laws of Maryland read as follows:	
5	Article – Tax – Property	
6	[7–237.	
7 8	(a) Except as provided in subsection (b) of this section, personal property is exempt from property tax if the property is machinery or equipment used to generate:	
9	(1) electricity or steam for sale; or	
10	(2) hot or chilled water for sale that is used to heat or cool a building.	
11 12 13	(b) Personal SUBJECT TO § 7–514 OF THIS TITLE, PERSONAL property that is machinery or equipment described in subsection (a) of this section is subject to county or municipal corporation property tax on:	
14	(1) 75% of its value for the taxable year beginning July 1, 2000; and	
$\begin{array}{c} 15\\ 16\end{array}$	(2) 50% of its value for the taxable year beginning July 1, 2001 and each subsequent taxable year. $\frac{1}{3}$	
17	<u>7–514.</u>	
18	(A) THIS SECTION SHALL BE APPLICABLE TO ALL TAXABLE YEARS	
19	<u>BEGINNING AFTER JUNE 30, 2008.</u>	
$\begin{array}{c} 20\\ 21 \end{array}$	(B) (1) <u>NOTWITHSTANDING § 7–237 OF THIS TITLE, THE GOVERNING</u>	
$\frac{21}{22}$	BODY OF A COUNTY MAY INCREASE TO NOT MORE THAN 65%, BY LAW, THE PERCENT OF THE ASSESSMENT OF ANY PERSONAL PROPERTY DESCRIBED IN §	
23	7-237 OF THIS TITLE THAT IS SUBJECT TO COUNTY PROPERTY TAX .	
24	(2) (1) A COUNTY THAT INCREASES THE PERCENT OF	
25	ASSESSMENT OF TAXABLE PERSONAL PROPERTY UNDER PARAGRAPH (1) OF	
26	THIS SUBSECTION SHALL SUBMIT A COPY OF THE LAW TO THE DEPARTMENT.	
27	(II) IF THE DEPARTMENT RECEIVES A COPY OF THE LAW ON	
28	<u>OR BEFORE MAY 1, THE CHANGE SHALL BE EFFECTIVE FOR THE TAXABLE YEAR</u>	
29	FOLLOWING THE DATE THE LAW IS ENACTED.	
30	(C) (1) THE GOVERNING BODY OF A COUNTY MAY ENTER INTO AN	
31	AGREEMENT WITH THE OWNER OF A FACILITY FOR THE GENERATION OF	

1	ELECTRICITY THAT IS LOCATED OR LOCATES IN THE COUNTY FOR A	
2	NEGOTIATED PAYMENT BY THE OWNER IN LIEU OF TAXES ON THE FACILITY.	
3	(2) AN AGREEMENT FOR A NEGOTIATED PAYMENT IN LIEU OF	
4	TAXES UNDER THIS SECTION SHALL PROVIDE THAT, FOR THE TERM SPECIFIED	
5	IN THE AGREEMENT:	
0		
6	(I) THE OWNER SHALL PAY TO THE COUNTY A SPECIFIED	
7	AMOUNT EACH YEAR IN LIEU OF THE PAYMENT OF COUNTY REAL AND	
8	PERSONAL PROPERTY TAX; AND	
9		
9 10	(II) ALL OR A SPECIFIED PART OF THE REAL AND PERSONAL	
	PROPERTY AT THE FACILITY SHALL BE EXEMPT FROM COUNTY PROPERTY TAX	
11	FOR THE TERM OF THE AGREEMENT.	
12	(D) AS SPECIFIED IN THE AGREEMENT FOR A NEGOTIATED PAYMENT IN	
12	LIEU OF TAXES UNDER THIS SECTION, FOR THE TERM SPECIFIED IN THE	
14	·	
15	AGREEMENT, THE REAL AND PERSONAL PROPERTY AT A FACILITY FOR THE GENERATION OF ELECTRICITY THAT IS LOCATED OR LOCATES IN THE COUNTY IS	
16	EXEMPT FROM COUNTY PROPERTY TAX.	
10	EXEMPT FROM COUNTERTETAX.	
17	(E) FOR EACH TAXABLE YEAR, WASHINGTON COUNTY SHALL	
18	DISTRIBUTE TO THE TOWN OF WILLIAMSPORT AN AMOUNT EQUAL TO 35% OF:	
19	(1) ANY COUNTY PROPERTY TAX REVENUE ATTRIBUTABLE TO	
20	INCREASING THE PERCENT OF ASSESSMENT OF ANY PERSONAL PROPERTY	
21	DESCRIBED IN § 7–237 OF THIS TITLE THAT IS SUBJECT TO COUNTY PROPERTY	
22	TAX, AS AUTHORIZED UNDER SUBSECTION (B) OF THIS SECTION; OR	
23	(2) ANY AMOUNT RECEIVED BY THE COUNTY UNDER A	
24	NEGOTIATED PAYMENT IN LIEU OF TAXES UNDER THIS SECTION.	
		
25 26	SECTION 5. AND BE IT FURTHER ENACTED, That the Laws of Maryland	
26	read as follows:	
27	Article – Natural Resources	
21	Ai ticle – Natur ai Resources	
28	5–903.	
29	(a) (1) Of the funds distributed to Program Open Space under § 13–209 of	
30	the Tax – Property Article, up to \$3,000,000 may be transferred by an appropriation in	
31	the State budget, or by an amendment to the State budget under Title 7, Subtitle 2 of	
32	the State Finance and Procurement Article, to the Maryland Heritage Areas Authority	

33 Financing Fund established under Title 13, Subtitle 11 of the Financial Institutions
34 Article to be used for the purposes provided in that subtitle.

1 (2) (i) Of the remaining funds not appropriated under paragraph 2 (1) of this subsection, one half of the funds shall be used for recreation and open space 3 purposes by the Department and the Historic St. Mary's City Commission. Except as 4 otherwise provided in this section, any funds the General Assembly appropriates to 5 the State under this subsection shall be used only for land acquisition projects.

6 At least \$1,500,000 of the State's share of funds available (ii) $\mathbf{7}$ under this program shall be utilized to make grants to Baltimore City for projects 8 which meet park purposes. The grants shall be in addition to any funds Baltimore City 9 is eligible to receive under subsection (b) of this section, and may be used for acquisition or development. In order for Baltimore City to be eligible for a State grant, 10 11 the Department shall review projects or land to be acquired within Baltimore City, 12 and upon the Department's recommendation, the Board of Public Works may approve 13 projects and land including the cost. Title to the land shall be in the name of the Mayor and City Council of Baltimore City. The State is not responsible for costs 14 15involved in the development or maintenance of the land.

16 (iii) A portion of the State's share of funds available under 1. 17this Program not to exceed the amounts specified below may be transferred by an 18 appropriation in the State budget to the Rural Legacy Program under Subtitle 9A of 19 this title: 20 A. In fiscal year 1998, \$4 million; 21B. In fiscal year 1999, \$5 million: 22C. In fiscal year 2000, \$6 million; 23D. In fiscal year 2001, \$7 million; and

E. In fiscal year 2002 and each fiscal year thereafter, \$8 million.

26 2. In each fiscal year, up to \$2 million of the funds 27 transferred under this subparagraph to the Rural Legacy Program may be used to 28 purchase zero coupon bonds for easements.

3. Sums allocated to the Rural Legacy Program may not
 revert to the General Fund of the State.

31 (3) OF THE REMAINING FUNDS NOT APPROPRIATED UNDER 32 PARAGRAPH (1) OF THIS SUBSECTION, 20% OF THE FUNDS OR \$21 MILLION, 33 WHICHEVER IS GREATER, SHALL BE APPROPRIATED TO THE FOREST AND PARK 34 SERVICE IN THE DEPARTMENT TO OPERATE STATE FORESTS AND PARKS.

$\begin{array}{c}1\\2\\3\end{array}$	(b) Θ THE GENERAL ASSEMBLY SHALL APPROPRIATE the remaining funds not appropriated under subsection (a)(1) (A) of this section, the General Assembly shall appropriate the other half of the funds AS FOLLOWS:
4 5	(1) \$21,000,000 to the Forest and Park Service in the Department to operate State forests and parks; and
6 7	(2) THE REMAINDER to assist local governing bodies in acquisition and development of land for recreation and open space purposes.
$8\\9\\10$	SECTION 6. AND BE IT FURTHER ENACTED, That the Laws of Maryland read as follows: Article – State Government
11	<u>2–1501.</u>
$\begin{array}{c} 12\\ 13 \end{array}$	(a) <u>In this Part I of this subtitle the following words have the meanings</u> <u>indicated.</u>
14	(b) <u>"Bill" includes a joint resolution.</u>
$15 \\ 16 \\ 17$	(c) <u>"Mandate" means a directive in a bill requiring a local government unit to</u> perform a task or assume a responsibility that has a discernible fiscal impact on the local government unit.
18 19 20	(D) <u>"MANDATED APPROPRIATION" MEANS A REQUIREMENT IN A BILL</u> <u>THAT THE GOVERNOR PROVIDE A CERTAIN LEVEL OF FUNDING IN THE ANNUAL</u> <u>BUDGET BILL FOR A SPECIFIC PROGRAM IN THE STATE.</u>
21	<u>2–1504.</u>
22 23	(a) For each regular or special session of the General Assembly, the Department of Legislative Services shall prepare and distribute, in serial order:
24	(1) <u>a synopsis of each Senate bill that is introduced; and</u>
25	(2) <u>a synopsis of each House bill that is introduced.</u>
26 27 28	(b) If the Department determines that a bill imposes a mandate on a local government unit, the synopsis shall include a statement that "This bill imposes a mandate on a local government unit."
29 30 31	(C) IF THE DEPARTMENT DETERMINES THAT A BILL REQUIRES A MANDATED APPROPRIATION, THE SYNOPSIS SHALL INCLUDE A STATEMENT THAT "THIS BILL REQUIRES A MANDATED APPROPRIATION IN THE ANNUAL

32 BUDGET BILL."

1	<u>2–1505.</u>
$2 \\ 3$	(c) (1) The Executive Director of the Department of Legislative Services shall have that Department prepare a fiscal note for each bill.
4 5 6	(e) (1) <u>A fiscal note for a bill shall contain an estimate of the fiscal impact</u> of the bill on the revenues and expenditures of the State government and of local governments:
7 8	(i) during the year in which the bill is to become effective and the next 4 years after that year; and
9 10 11	(ii) if the full fiscal impact of a bill is not expected to occur during those years, during each year until and the first year during which that impact is expected to occur.
12 13	(2) If a bill, as introduced or amended, imposes a mandate on a local government unit, the fiscal note for the bill shall contain:
$\begin{array}{c} 14 \\ 15 \end{array}$	(i) <u>a statement that clearly identifies the imposition of the</u> <u>mandate; and</u>
16 17	(ii) an estimate of the fiscal impact of the mandate and, if applicable and if data is available, the effect on local property tax rates.
18 19	(3) IF A BILL, AS INTRODUCED OR AMENDED, REQUIRES A MANDATED APPROPRIATION, THE FISCAL NOTE FOR THE BILL SHALL CONTAIN:
$20 \\ 21$	(I) <u>A STATEMENT THAT CLEARLY IDENTIFIES THE</u> IMPOSITION OF THE MANDATED APPROPRIATION; AND
22 23	(II) AN ESTIMATE OF THE FISCAL IMPACT OF THE MANDATED APPROPRIATION.
$\begin{array}{c} 24 \\ 25 \end{array}$	$[(3)] (4) \qquad A \text{ fiscal note shall identify the sources of the information} \\ \underline{\text{that the Department used in preparing the estimates of fiscal impact.}}$
26 27 28	(j) (1) In its summary report of legislation enacted by the General Assembly that has a fiscal impact, the Department of Legislative Services shall include a list of legislation that:
29 30	(I) <u>affects</u> <u>local government units and indicate which legislation</u> <u>imposes mandates on local government units</u> ; OR
$\frac{31}{32}$	(II) REQUIRES A MANDATED APPROPRIATION IN THE ANNUAL BUDGET BILL.

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1	(2) Where applicable and if data is available, the report shall indicate:
2	(i) the fiscal impact of the bill on local government units;
3	(ii) the impact of the bill on local property tax rates; [and]
4 5	(iii) <u>the cumulative fiscal impact of all legislation imposing</u> <u>mandates on more than one local government unit</u> ; AND
6 7	(IV) <u>THE CUMULATIVE FISCAL IMPACT OF ALL LEGISLATION</u> REQUIRING MANDATED APPROPRIATIONS.
8 9	<u>SECTION 7. AND BE IT FURTHER ENACTED, That the laws of Maryland</u> read as follows:
10	<u> Article 41 – Governor – Executive and Administrative Departments</u>
11	<u>13–503.</u>
12 13	(a) <u>There is a Maryland Agricultural and Resource–Based Industry</u> <u>Development Corporation.</u>
14	<u>13–513.</u>
15 16	(c) (1) <u>The Corporation may receive annual funding through an</u> <u>appropriation in the State budget.</u>
17 18	(2) <u>The Corporation may also receive funds for projects included in the</u> <u>budgets of State units.</u>
19 20	(3) <u>All unexpended and unencumbered funds appropriated to the</u> <u>Corporation shall remain with the Corporation for future uses.</u>
$\frac{21}{22}$	
$\frac{22}{23}$	(4) <u>The Corporation shall conduct its financial affairs in such a</u> manner that, by the year [2020] 2022 , it shall be self–sufficient and in no further need of general operating support by the State.
	manner that, by the year [2020] 2022, it shall be self-sufficient and in no further
23 24 25 26	<u>manner that, by the year [2020]</u> 2022 , it shall be self-sufficient and in no further need of general operating support by the State. (5) (i) In order to assist the Corporation in meeting the requirement specified in paragraph (4) of this subsection, the Governor shall include each year in the budget bill an appropriation to the Corporation for rural business

1 For each of fiscal years [2010] **2013** through [2020] 3. $\mathbf{2}$ **2022**, \$4,000,000. 3 In addition to any funds provided under subparagraph (i) of (ii) 4 this paragraph, the Governor may include each year in the budget bill an appropriation to the Corporation in an amount up to \$5,000,000 for rural land $\mathbf{5}$ acquisition and easement programs, including programs to assist young and beginning 6 7 farmers. 8 Article – Agriculture 9 8-405. 10 The General Assembly finds that, from fiscal year 1991 through fiscal (a) 11 year 1998, inadequate resources have been provided for the soil conservation districts 12to employ adequate field personnel to assist farmers in the preparation of soil conservation and water quality plans. 13 It is the intent of the General Assembly to provide sufficient technical 14 (b) assistance and resources through the soil conservation districts to assist farmers in 1516 pursuit of soil conservation and water quality plans and other activities authorized 17under this title. 18 [The] IT IS THE INTENT OF THE GENERAL ASSEMBLY THAT (c) (1)19 **THE** Governor [shall] include in the annual budget bill an amount sufficient to employ 20not less than 110 field personnel in the soil conservation districts under this title. 21(2)The appropriation for the 24 soil conservation districts shall be as 22follows: 23(i) For fiscal year 2008 THROUGH FISCAL 2011, \$8,800,000; 24(ii) For fiscal year [2009] **2012**, \$9,200,000; 25(iii) For fiscal year [2010] **2013**, \$9,600,000; and 26(iv) For fiscal year [2011] **2014** and each fiscal year thereafter, 27\$10,000,000. Article - Courts and Judicial Proceedings 2829 1 - 504.30 [There shall be included in each State budget an appropriation to the (a) 31Department of General Services in the total amount necessary] THE BUDGET FOR

32 THE ADMINISTRATIVE OFFICE OF THE COURTS SHALL INCLUDE FUNDS to pay

$rac{1}{2}$	rent directly to counties for space occupied in county facilities by clerks of the circuit courts, as provided in this section.
3 4 5	(b) [To the extent provided in the State budget the rent shall be calculated per net usable square foot, with no additional reimbursement of maintenance and utility cost:
6	(1) For fiscal year 2007, at a rate not to exceed \$2.50;
7	(2) For fiscal year 2008, at a rate not to exceed \$5.00; and
8 9 10	(3) For fiscal year 2009 and each fiscal year thereafter, at a rate of \$10] TO THE EXTENT PROVIDED IN THE STATE BUDGET, THE RENT DISTRIBUTED TO THE COUNTIES SHALL BE THE PRODUCT OF MULTIPLYING:
$11 \\ 12 \\ 13 \\ 14$	(1) THE TOTAL AMOUNT OF LEASE SPACE FUNDING APPROPRIATED IN THE ANNUAL STATE BUDGET DIVIDED BY THE TOTAL AMOUNT OF NET USABLE SQUARE FOOTAGE OCCUPIED BY THE CLERKS OF THE CIRCUIT COURTS; AND
15 16	(2) <u>The net usable square footage occupied by each</u> <u>Clerk of the Circuit Court.</u>
17 18 19 20	(c) <u>Unless the Administrative Office of the Courts and a county agree</u> otherwise, the county may not decrease the net usable square footage allocated to the clerk of the circuit court for the county below the net usable square footage allotted for fiscal year 2002.
$\begin{array}{c} 21 \\ 22 \end{array}$	(D) NO MORE THAN \$500,000 IN STATE GENERAL FUNDS MAY BE USED TO CARRY OUT THE PROVISIONS OF THIS SECTION.
23 24 25	<u>13–602.</u> (a) (1) <u>There is a Circuit Court Real Property Records Improvement</u> <u>Fund.</u>
26	<u>13–603.</u>
27	(c) The Fund shall be used to pay [the]:
28 29 30 31	(1) <u>THE operating expenses of the land records offices of the clerks of</u> <u>the circuit courts and to repair, replace, improve, modernize, and update office</u> <u>equipment and equipment related services in the land records office of the clerk of the</u> <u>circuit court for each county, as the Administrator considers appropriate, with advice</u>

32 <u>from the oversight committee</u>; AND

	18				HOUSE BILL 1
$1 \\ 2 \\ 3$				OLOGY	CAL YEARS 2009 AND 2010, FOR MAJOR <u>DEVELOPMENT PROJECTS OF THE JUDICIARY</u> <u>NISTRATOR CONSIDERS APPROPRIATE.</u>
4	[13-607.				
5	<u>This s</u>	ubtitle	<u>e shall</u>	<u>termir</u>	nate and be of no effect after June 30, 2009.]
6					<u>Article – Education</u>
7	<u>5–206.</u>				
8 9 10 11	administered	distri d by th	<u>bute</u> g ne Inte	rants ragenc	ar [2006] 2009 and in each fiscal year thereafter, the to county boards under the Aging Schools Program y Committee on School Construction in [amounts equal under paragraph (2) of this subsection.
12		<u>(2)</u>	<u>The f</u>	unding	level for a county is:
$13\\14$	<u>counties:</u>		<u>(i)</u>	<u>In fis</u>	cal year 2007,] the following amounts for the following
15				<u>[1.]</u>	<u>Allegany County[\$166,000;] \$173,171;</u>
16				<u>[2.]</u>	Anne Arundel County[\$859,000;] \$896,109;
17				<u>[3.]</u>	Baltimore City[\$2,356,000;] \$2,457,779;
18				[4.]	Baltimore County[\$1,484,000;] \$1,548,109;
19				[5.]	Calvert County[\$65,000;] \$67,808;
20				[6.]	Caroline County
21				<u>[7.]</u>	Carroll County
22				<u>[8.]</u>	Cecil County[\$163,000;] \$170,042;
23				<u>[9.]</u>	Charles County
24				<u>[10.]</u>	Dorchester County
25				<u>[11.]</u>	Frederick County[\$310,000;] \$323,392;
26				[12.]	Garrett County[\$65.000:] \$67.808:

1	[13.] Harford County[\$369,000;] \$384,941;
2	[14.] Howard County[\$149,000;] \$155,437;
3	[15.] Kent County[\$65,000;] \$67,808;
4	[16.] Montgomery County[\$1,023,000;] \$1,067,194;
5	[17.] Prince George's County.[\$2,053,000;] \$2,141,690;
6	[18.] Queen Anne's County[\$85,000;] \$88,672;
7	[19.] St. Mary's County
8	[20.] Somerset County[\$65,000;] \$67,808;
9	[21.] <u>Talbot County[\$65,000;]</u> \$67,808;
10	[22.] <u>Washington County[\$229,000;] \$238,893;</u>
11	[23.] <u>Wicomico County[\$181,000;] \$188,819; and</u>
12	[24.] Worcester County[\$65,000; and] \$67,808.
13 14 15 16 17 18	[(ii) Except as provided in paragraph (3) of this subsection, in fiscal year 2008 and in each fiscal year thereafter, the funding level for the county for the prior fiscal year increased by the product of the funding level for the county for the prior fiscal year and the percentage change in the Consumer Price Index – all urban consumers – all items, as published by the Bureau of Labor Statistics of the United States Department of Labor, for the second prior fiscal year.
19 20 21	(3) If the funding level calculated under paragraph (2)(ii) of this subsection is less than the funding level for the prior fiscal year, the funding level for the county shall be the funding level for the prior fiscal year.]
22	<u>[7–117.</u>
23	(a) In this section, "Program" means the "Share the State Fair!" Program.
24	(b) There is a "Share the State Fair!" Program in the Department.
25	(c) The purpose of the Program is to:
$\begin{array}{c} 26 \\ 27 \end{array}$	(1) Provide matching grants to county boards and encourage them to dedicate additional local financial support for a "Share the State Fair!" Program; and

$rac{1}{2}$	(2) <u>Provide an educational and cultural enrichment opportunity for</u> students in each county in prekindergarten through Grade 8 to attend the State Fair.
$\frac{3}{4}$	(d) <u>The Department shall administer the matching grants under the</u> <u>Program.</u>
5 6	(e) <u>Beginning in fiscal year 2009 and annually thereafter, the Governor shall</u> include in the annual budget \$25,000 for the Program.
7 8	(f) (1) In any fiscal year, a county board may not receive aggregate grants in excess of \$1,000 under the Program.
9 10	(2) <u>A grant may be used only to pay the costs for transportation and</u> refreshments for students participating in the "Share the State Fair!" Program.
$\begin{array}{c} 11 \\ 12 \end{array}$	(g) <u>The State Superintendent shall evaluate and make recommendations to</u> the State Board regarding applications for a grant under this section.
13	(h) The State Board shall adopt regulations to implement this section.]
14	<u>[7–118.</u>
$\begin{array}{c} 15\\ 16\end{array}$	(a) <u>In this section, "Program" means the Parent–Teacher Association</u> <u>Matching Fund Pilot Program.</u>
17 18	(b) <u>There is a Parent–Teacher Association Matching Fund Pilot Program in</u> Baltimore City and Prince George's County.
19	(c) The purpose of the Program is to:
$\begin{array}{c} 20\\ 21 \end{array}$	(1) <u>Encourage parent-teacher associations to raise funds for public</u> <u>high schools; and</u>
22	(2) <u>Provide additional State funds for public high schools.</u>
$23 \\ 24 \\ 25$	(d) (1) Each public high school in Baltimore City and Prince George's County is eligible for a dollar–for–dollar match for private funds raised by the school's parent–teacher association up to:
26 27 28	(i) In Baltimore City, the amount raised by the parent-teacher association, not to exceed the school's equal share as determined by dividing \$125,000 by the number of public high schools in Baltimore City; and
29 30 31	(ii) In Prince George's County, the amount raised by the parent-teacher association, not to exceed the school's equal share as determined by dividing \$125,000 by the number of public high schools in Prince George's County.

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$egin{array}{c} 1 \ 2 \end{array}$	(2) <u>The total amount expended under the Program may not exceed</u> \$200,000 annually.
$\frac{3}{4}$	(e) Funds for the Program shall be as provided in the State budget by the Governor.
$5 \\ 6 \\ 7 \\ 8 \\ 9 \\ 10$	(f) On or before December 1 of each year, the Chief Executive Officer of the Baltimore City Public School System and the Superintendent of Schools of Prince George's County shall report to the Senate Budget and Taxation Committee and the House Ways and Means Committee, in accordance with § 2–1246 of the State Government Article, on the status of, and the benefits accrued from, the Parent– Teacher Association Matching Fund Pilot Program.]
11	<u>8–415.</u>
12	(d) (1) In this subsection, "basic cost" as to each county, means the
13	<u>average amount spent by the county from county, State, and federal sources for the</u>
14	public education of a nonhandicapped child. "Basic cost" does not include amounts
15	<u>specifically allocated and spent for identifiable compensatory programs for</u>
16	<u>disadvantaged children.</u>
17	(2) As provided in paragraphs (3) and (4) of this subsection, the State
18	and the counties shall share collectively in the cost of educating children with
19	disabilities in nonpublic programs under § 8–406 of this subtitle.
19 20 21 22	<u>disabilities in nonpublic programs under § 8–406 of this subtitle.</u> (3) (i) Subject to the limitation under subparagraph (ii) of this paragraph, for each of these children domiciled in the county, the county shall contribute for each placement the sum of:
$\begin{array}{c} 20\\ 21 \end{array}$	(3) (i) Subject to the limitation under subparagraph (ii) of this paragraph, for each of these children domiciled in the county, the county shall
20 21 22	(3) (i) Subject to the limitation under subparagraph (ii) of this paragraph, for each of these children domiciled in the county, the county shall contribute for each placement the sum of:
20 21 22 23 24	(3) (i) Subject to the limitation under subparagraph (ii) of this paragraph, for each of these children domiciled in the county, the county shall contribute for each placement the sum of: 1. The local share of the basic cost; 2. An additional amount equal to 200 percent of the
20 21 22 23 24 25 26 27 28	(3) (i) Subject to the limitation under subparagraph (ii) of this paragraph, for each of these children domiciled in the county, the county shall contribute for each placement the sum of: 1. The local share of the basic cost; 2. An additional amount equal to 200 percent of the basic cost; and 3. A. For fiscal year [2005 and fiscal year 2006] 2009 only, an additional amount equal to 25 percent of the approved cost or reimbursement in excess of the sum of items 1 and 2 of this subparagraph; and
20 21 22 23 24 25 26 27 28 29	(3) (i) Subject to the limitation under subparagraph (ii) of this paragraph, for each of these children domiciled in the county, the county shall contribute for each placement the sum of: 1. The local share of the basic cost; 2. An additional amount equal to 200 percent of the basic cost; and 3. A. For fiscal year [2005 and fiscal year 2006] 2009 only, an additional amount equal to 25 percent of the approved cost or reimbursement in excess of the sum of items 1 and 2 of this subparagraph; and B. For fiscal year [2007] 2010 and each subsequent
20 21 22 23 24 25 26 27 28 29 30	 (3) (i) Subject to the limitation under subparagraph (ii) of this paragraph, for each of these children domiciled in the county, the county shall contribute for each placement the sum of: The local share of the basic cost; An additional amount equal to 200 percent of the basic cost; and 3. <u>A. For fiscal year [2005 and fiscal year 2006]</u> 2009 only, an additional amount equal to 25 percent of the approved cost or reimbursement in excess of the sum of items 1 and 2 of this subparagraph; and For fiscal year [2007]
20 21 22 23 24 25 26 27 28 29	(3) (i) Subject to the limitation under subparagraph (ii) of this paragraph, for each of these children domiciled in the county, the county shall contribute for each placement the sum of: 1. The local share of the basic cost; 2. An additional amount equal to 200 percent of the basic cost; and 3. A. For fiscal year [2005 and fiscal year 2006] 2009 only, an additional amount equal to 25 percent of the approved cost or reimbursement in excess of the sum of items 1 and 2 of this subparagraph; and B. For fiscal year [2007] 2010 and each subsequent
20 21 22 23 24 25 26 27 28 29 30	 (3) (i) Subject to the limitation under subparagraph (ii) of this paragraph, for each of these children domiciled in the county, the county shall contribute for each placement the sum of: The local share of the basic cost; An additional amount equal to 200 percent of the basic cost; and 3. <u>A. For fiscal year [2005 and fiscal year 2006]</u> 2009 only, an additional amount equal to 25 percent of the approved cost or reimbursement in excess of the sum of items 1 and 2 of this subparagraph; and For fiscal year [2007]
20 21 22 23 24 25 26 27 28 29 30 31	 (3) (i) Subject to the limitation under subparagraph (ii) of this paragraph, for each of these children domiciled in the county, the county shall contribute for each placement the sum of: The local share of the basic cost; An additional amount equal to 200 percent of the basic cost; and 2009 only, an additional amount equal to 25 percent of the approved cost or reimbursement in excess of the sum of items 1 and 2 of this subparagraph; and For fiscal year [2007] 2010 and each subsequent fiscal year, an additional amount equal to 20 percent of the approved cost or reimbursement in excess of the sum of items 1 and 2 of this subparagraph.

1	(b) There is a Small Business Development Center Network Fund.
$2 \\ 3 \\ 4$	(c) <u>The purpose of the Fund is to provide matching funds for federal grant</u> <u>funds and to support the operations of the Small Business Development Center</u> <u>Network in the University of Maryland.</u>
5 6	(d) <u>The Fund is a special, continuous, nonlapsing fund that is not subject to §</u> 7–302 of the State Finance and Procurement Article.
$7 \\ 8$	(e) The State Treasurer shall hold the Fund separately, and the Comptroller shall account for the Fund.
9	(f) The proceeds of the Fund shall be invested and reinvested.
10 11	(g) Any investment earnings of the Fund shall be credited to the General Fund of the State.
12	(h) The Fund consists of:
13	(1) Any money appropriated to the Fund;
14	(2) Any federal grant funds; and
$\begin{array}{c} 15\\ 16\end{array}$	(3) Any other money from any other source accepted for the benefit of the Fund.
17 18	(i) Money in the Fund may only be expended to support the operations of the Small Business Development Center Network.
19 20 21	[(j) For the fiscal year beginning July 1, 2006 and each fiscal year thereafter, the Governor shall include in the annual budget bill a General Fund appropriation of at least \$750,000 to the Fund.]
22	<u>16–305.</u>
$\begin{array}{c} 23\\ 24 \end{array}$	(a) The formula used for the distribution of funds to the community colleges in the State shall be known as the Senator John A. Cade Funding Formula.
25	(b) (1) In this section the following words have the meanings indicated.
26 27 28	(2) <u>"Assessed valuation of real property" means assessed valuation of</u> real property as determined for purposes of the State aid calculated under § 5–202 of this article.
29	(3) <u>"Board" means:</u>

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$rac{1}{2}$	board of communit	<u>(i)</u> ty colle	<u>In a county that has 1 or more community colleges, the</u> ege trustees for the county; or
$\frac{3}{4}$	regional communi	<u>(ii)</u> ty colle	Where 2 or more counties establish a region to support a ege, the board of regional community college trustees.
5 6	$\frac{(4)}{\text{this title but does}}$		<u>munity college" means a community college established under</u> lude Baltimore City Community College.
7 8 9 10 11	community college amount of money	<u>ded</u> ea or col for ope	nty share" means the total amount of money for operating ach fiscal year to a board by the county that supports the leges or, in the case of a regional community college, the total rating funds to be provided each fiscal year to the board by all e regional community college.
12 13	(6) <u>State share:</u>	<u>"Dire</u>	ct grants" means the sum of the following components of the
14		<u>(i)</u>	<u>Fixed costs;</u>
15		<u>(ii)</u>	Marginal costs; and
16		<u>(iii)</u>	<u>Size factor.</u>
17 18 19 20		urs pro nare is	-time equivalent student" is the quotient of the number of oduced in the fiscal year 2 years prior to the fiscal year for calculated divided by 30, as certified by the Maryland Higher
18 19	student credit hou which the State sh Education Commis	<u>ars pro</u> nare is ssion. <u>"Pop</u> u	oduced in the fiscal year 2 years prior to the fiscal year for
18 19 20 21 22	student credit hou which the State sh Education Commis (8) calculating the St this article. (9)	urs pro nare is ssion. <u>"Popu</u> ate sha <u>"Regi</u>	bduced in the fiscal year 2 years prior to the fiscal year for calculated divided by 30, as certified by the Maryland Higher alation" means population as determined for purposes of
 18 19 20 21 22 23 24 	student credit hou which the State sh Education Commis (8) calculating the St this article. (9)	urs pro nare is ssion. <u>"Popu</u> ate sha <u>"Regi</u> l under	oduced in the fiscal year 2 years prior to the fiscal year for calculated divided by 30, as certified by the Maryland Higher alation" means population as determined for purposes of are of the library program using the definition in § 23–501 of on" means the counties supporting a regional community
 18 19 20 21 22 23 24 25 	student credit hou which the State sh Education Commis (8) calculating the St this article. (9) college established	urs pro nare is ssion. <u>"Popu</u> ate sha <u>"Regi</u> l under	oduced in the fiscal year 2 years prior to the fiscal year for calculated divided by 30, as certified by the Maryland Higher alation" means population as determined for purposes of are of the library program using the definition in § 23–501 of on" means the counties supporting a regional community c Subtitle 2 of this title.
 18 19 20 21 22 23 24 25 26 	student credit hou which the State sh Education Commis (8) calculating the St this article. (9) college established	urs pro nare is ssion. <u>"Popu</u> ate sha <u>"Regi</u> l under <u>"Sma</u>	bduced in the fiscal year 2 years prior to the fiscal year for calculated divided by 30, as certified by the Maryland Higher alation" means population as determined for purposes of are of the library program using the definition in § 23–501 of on" means the counties supporting a regional community community college" means:
 18 19 20 21 22 23 24 25 26 27 	student credit hou which the State sh Education Commis (8) calculating the St this article. (9) college established	<u>urs pronare is</u> <u>ssion.</u> <u>"Popuate sha</u> <u>"Regi</u> <u>l under</u> <u>"Sma</u> <u>(i)</u>	bduced in the fiscal year 2 years prior to the fiscal year for calculated divided by 30, as certified by the Maryland Higher alation" means population as determined for purposes of are of the library program using the definition in § 23–501 of on" means the counties supporting a regional community c Subtitle 2 of this title. Il community college" means: Allegany College of Maryland;
 18 19 20 21 22 23 24 25 26 27 28 	student credit hou which the State sh Education Commis (8) calculating the St this article. (9) college established	<u>urs pronare is</u> <u>ssion.</u> <u>"Popuate sha</u> <u>"Regi</u> <u>l under</u> <u>"Sma</u> <u>(i)</u> <u>(ii)</u>	bduced in the fiscal year 2 years prior to the fiscal year for calculated divided by 30, as certified by the Maryland Higher alation" means population as determined for purposes of are of the library program using the definition in § 23–501 of on" means the counties supporting a regional community c Subtitle 2 of this title. Il community college" means: Allegany College of Maryland; Garrett College;

	24 HOUSE BILL 1
1	(vi) Chesapeake College; or
2	(vii) Wor–Wic Community College.
$\frac{3}{4}$	(11) <u>"State share" means the amount of money for community college</u> operating funds to be provided each fiscal year to a board by the State.
5	(12) <u>"Student credit hours" means student credit hours or contact hours</u>
6	which are eligible, under the regulations issued by the Maryland Higher Education
7	<u>Commission, for inclusion in State funding calculations.</u>
8	(13) <u>"Total State operating fund" means the sum of community college</u>
9	State appropriations for direct grants.
$10 \\ 11 \\ 12$	(c) (1) (i) <u>The total State operating fund per full-time equivalent</u> <u>student to the community colleges for each fiscal year as requested by the Governor</u> <u>shall be:</u>
$13 \\ 14 \\ 15 \\ 16 \\ 17$	<u>1.</u> In fiscal year 2007, not less than an amount equal to 25% of the State's General Fund appropriation per full-time equivalent student to the 4-year public institutions of higher education in the State as designated by the Commission for the purpose of administering the Joseph A. Sellinger Program under Title 17 of this article in the previous fiscal year;
18	2. In fiscal [year 2008] YEARS 2008 THROUGH 2011,
19	not less than an amount equal to 25.5% of the State's General Fund appropriation per
20	full-time equivalent student to the 4-year public institutions of higher education in
21	the State as designated by the Commission for the purpose of administering the
22	Joseph A. Sellinger Program under Title 17 of this article in the previous fiscal year;
23	<u>3.</u> In fiscal year [2009] 2012 , not less than an amount
24	equal to 26.25% of the State's General Fund appropriation per full-time equivalent
25	student to the 4-year public institutions of higher education in the State as designated
26	by the Commission for the purpose of administering the Joseph A. Sellinger Program
27	under Title 17 of this article in the [previous] fiscal year FOR WHICH THE REQUEST
28	IS MADE ;
29	4. In fiscal year [2010] 2013 , not less than an amount
30	equal to 27% of the State's General Fund appropriation per full-time equivalent
31	student to the 4-year public institutions of higher education in the State as designated
32	by the Commission for the purpose of administering the Joseph A. Sellinger Program
33	under Title 17 of this article in the [previous] fiscal year FOR WHICH THE REQUEST
34	IS MADE;
35	<u>5.</u> In fiscal year [2011] 2014 , not less than an amount
36	equal to 28% of the State's General Fund appropriation per full-time equivalent
37	student to the 4-year public institutions of higher education in the State as designated

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by the Commission for the purpose of administering the Joseph A. Sellinger Program
under Title 17 of this article in the [previous] fiscal year FOR WHICH THE REQUEST
IS MADE;
6. In fiscal year [2012] 2015 , not less than an amount
equal to 29% of the State's General Fund appropriation per full-time equivalent
student to the 4-year public institutions of higher education in the State as designated
by the Commission for the purpose of administering the Joseph A. Sellinger Program
under Title 17 of this article in the [previous] fiscal year FOR WHICH THE REQUEST
IS MADE; and
7. In fiscal year [2013] 2016 and in each fiscal year
thereafter, not less than an amount equal to 30% of the State's General Fund
appropriation per full-time equivalent student to the 4-year public institutions of
higher education in the State as designated by the Commission for the purpose of
administering the Joseph A. Sellinger Program under Title 17 of this article in the
[previous] fiscal year FOR WHICH THE REQUEST IS MADE.
(ii) For purposes of this subsection, IN FISCAL YEARS 2009
THROUGH 2011, the State's General Fund appropriation per full-time equivalent
student to the 4-year public institutions of higher education in the State for the
previous fiscal year shall reflect any amendments or reductions to the appropriation
for the previous fiscal year.
<u></u>
16–512.
(a) (1) The total State operating fund per full-time equivalent student
appropriated to Baltimore City Community College for each fiscal year as requested by
the Governor shall be:
(i) In fiscal year 2007, not less than an amount equal to 66% of
the State's General Fund appropriation per full-time equivalent student to the 4-year
public institutions of higher education in the State as designated by the Commission
for the purpose of administering the Joseph A. Sellinger Program under Title 17 of
this article in the previous fiscal year;
(ii) In fiscal [year 2008] YEARS 2008 THROUGH 2011, not less
than an amount equal to 66.5% of the State's General Fund appropriation per full-
time equivalent student to the 4-year public institutions of higher education in the
State as designated by the Commission for the purpose of administering the Joseph A.

- 34Sellinger Program under Title 17 of this article in the previous fiscal year;
- 35In fiscal year [2009] **2012**, not less than an amount equal to (iii) 36 67.25% of the State's General Fund appropriation per full-time equivalent student to 37 the 4-year public institutions of higher education in the State as designated by the 38 Commission for the purpose of administering the Joseph A. Sellinger Program under

	26HOUSE BILL 1
$rac{1}{2}$	<u>Title 17 of this article in the [previous] fiscal year FOR WHICH THE REQUEST IS</u> MADE;
3 4	(iv) In fiscal year [2010] 2013 , not less than an amount equal to 68% of the State's General Fund appropriation per full–time equivalent student to the
5 6	<u>4-year public institutions of higher education in the State as designated by the</u> Commission for the purpose of administering the Joseph A. Sellinger Program under
7	Title 17 of this article in the [previous] fiscal year FOR WHICH THE REQUEST IS
8	MADE;
9	(v) In fiscal year [2011] 2014 , not less than an amount equal to
10	69% of the State's General Fund appropriation per full-time equivalent student to the
$\frac{11}{12}$	<u>4-year public institutions of higher education in the State as designated by the</u> Commission for the purpose of administering the Joseph A. Sellinger Program under
12	Title 17 of this article in the [previous] fiscal year FOR WHICH THE REQUEST IS
14	MADE;
15	(vi) In fiscal year [2012] 2015 , not less than an amount equal to
16	70% of the State's General Fund appropriation per full-time equivalent student to the
17	4-year public institutions of higher education in the State as designated by the
18	Commission for the purpose of administering the Joseph A. Sellinger Program under
$\frac{19}{20}$	Title 17 of this article in the [previous] fiscal year FOR WHICH THE REQUEST IS
20	MADE; and
21	(vii) In fiscal year [2013] 2016 and in each fiscal year thereafter,
22	not less than an amount equal to 71% of the State's General Fund appropriation per
23	full-time equivalent student to the 4-year public institutions of higher education in
24	the State as designated by the Commission for the purpose of administering the
25 26	Joseph A. Sellinger Program under Title 17 of this article in the [previous] fiscal year
26	FOR WHICH THE REQUEST IS MADE.
27	(2) For purposes of this subsection, IN FISCAL YEARS 2009
28	THROUGH 2011, the State's General Fund appropriation per full-time equivalent
$\begin{array}{c} 29\\ 30 \end{array}$	student to the 4-year public institutions of higher education in the State for the previous fiscal year shall reflect any amendments or reductions to the appropriation
31	for the previous fiscal year.
32	(b) Notwithstanding subsection (a) of this section, the State appropriation to
33	Baltimore City Community College requested by the Governor may not be less than
34	the State appropriation to the College in the previous fiscal year.
35	<u>17–104.</u>
36	(a) SUBJECT TO SUBSECTION (E) OF THIS SECTION, [The] THE Maryland
37	Higher Education Commission shall compute the amount of the annual apportionment
38	for each institution that qualifies under this subtitle by multiplying:

38 <u>for each institution that qualifies under this subtitle by multiplying:</u>

26

$1 \\ 2 \\ 3 \\ 4$	(1) The number of full-time equivalent students enrolled at the institution during the fall semester of the fiscal year preceding the fiscal year for which the aid apportionment is made, as determined by the Maryland Higher Education Commission times;
5 6 7 8	(2) (i) [In each of fiscal years 2003 and 2004, an amount not less than 14.3% of the State's General Fund per full-time equivalent student appropriation to the 4-year public institutions of higher education in this State for the preceding fiscal year;
9 10 11	(ii) In fiscal year 2005, an amount not less than 15.2% of the State's General Fund per full-time equivalent student appropriation to the 4-year public institutions of higher education in this State for the preceding fiscal year; and
$12 \\ 13 \\ 14 \\ 15$	(iii) In fiscal year 2006 and each fiscal year thereafter,] IN FISCAL YEARS 2006 THROUGH 2011, an amount not less than 16% of the State's General Fund per full-time equivalent student appropriation to the 4-year public institutions of higher education in this State for the preceding fiscal year; AND
16 17 18	(II) IN FISCAL YEAR 2012 AND EACH FISCAL YEAR THEREAFTER, AN AMOUNT NOT LESS THAN 16% OF THE STATE'S GENERAL FUND PER FULL-TIME EQUIVALENT STUDENT APPROPRIATION TO THE 4-YEAR
$\frac{19}{20}$	PUBLIC INSTITUTIONS OF HIGHER EDUCATION IN THIS STATE FOR THE FISCAL YEAR FOR WHICH THE APPORTIONMENT IS COMPUTED.
20 21 22	YEAR FOR WHICH THE APPORTIONMENT IS COMPUTED. (b) Full-time equivalent students enrolled in seminarian or theological programs shall be excluded from the computation required by subsection (a) of this
20 21 22 23 24	YEAR FOR WHICH THE APPORTIONMENT IS COMPUTED. (b) Full-time equivalent students enrolled in seminarian or theological programs shall be excluded from the computation required by subsection (a) of this section. (c) Payments of State general funds under Subtitle 3 of this title shall be
 20 21 22 23 24 25 26 27 28 29 30 31 	YEAR FOR WHICH THE APPORTIONMENT IS COMPUTED. (b) Full-time equivalent students enrolled in seminarian or theological programs shall be excluded from the computation required by subsection (a) of this section. (c) Payments of State general funds under Subtitle 3 of this title shall be excluded from the computation required by subsection (a) of this section. (d) For purposes of this section, IN FISCAL YEARS 2009 THROUGH 2011, the State's General Fund appropriation per full-time equivalent student to the 4-year public institutions of higher education in the State for the previous fiscal year shall reflect any amendments or reductions to the appropriation for the previous fiscal year. (E) IN FISCAL YEARS 2009 THROUGH 2011, THE AMOUNT OF THE TOTAL ANNUAL APPORTIONMENT UNDER THIS SECTION MAY NOT INCREASE MORE
 20 21 22 23 24 25 26 27 28 29 30 	YEAR FOR WHICH THE APPORTIONMENT IS COMPUTED.(b)Full-time equivalent students enrolled in seminarian or theological programs shall be excluded from the computation required by subsection (a) of this section.(c)Payments of State general funds under Subtitle 3 of this title shall be excluded from the computation required by subsection (a) of this section.(d)For purposes of this section, IN FISCAL YEARS 2009 THROUGH 2011, the State's General Fund appropriation per full-time equivalent student to the 4-year public institutions of higher education in the State for the previous fiscal year.(E)IN FISCAL YEARS 2009 THROUGH 2011, THE AMOUNT OF THE TOTAL ANNUAL APPORTIONMENT UNDER THIS SECTION MAY NOT INCREASE MORE THAN THE PERCENTAGE BY WHICH THE PROJECTED TOTAL GENERAL FUND
 20 21 22 23 24 25 26 27 28 29 30 31 32 	YEAR FOR WHICH THE APPORTIONMENT IS COMPUTED. (b) Full-time equivalent students enrolled in seminarian or theological programs shall be excluded from the computation required by subsection (a) of this section. (c) Payments of State general funds under Subtitle 3 of this title shall be excluded from the computation required by subsection (a) of this section. (d) For purposes of this section, IN FISCAL YEARS 2009 THROUGH 2011, the State's General Fund appropriation per full-time equivalent student to the 4-year public institutions of higher education in the State for the previous fiscal year shall reflect any amendments or reductions to the appropriation for the previous fiscal year. (E) IN FISCAL YEARS 2009 THROUGH 2011, THE AMOUNT OF THE TOTAL ANNUAL APPORTIONMENT UNDER THIS SECTION MAY NOT INCREASE MORE
 20 21 22 23 24 25 26 27 28 29 30 31 32 33 	YEAR FOR WHICH THE APPORTIONMENT IS COMPUTED. (b) Full-time equivalent students enrolled in seminarian or theological programs shall be excluded from the computation required by subsection (a) of this section. (c) Payments of State general funds under Subtitle 3 of this title shall be excluded from the computation required by subsection (a) of this section. (d) For purposes of this section, IN FISCAL YEARS 2009 THROUGH 2011, the State's General Fund appropriation per full-time equivalent student to the 4-year public institutions of higher education in the State for the previous fiscal year shall reflect any amendments or reductions to the appropriation for the previous fiscal year. (E) IN FISCAL YEARS 2009 THROUGH 2011, THE AMOUNT OF THE TOTAL ANNUAL APPORTIONMENT UNDER THIS SECTION MAY NOT INCREASE MORE THAN THE PERCENTAGE BY WHICH THE PROJECTED TOTAL GENERAL FUND REVENUES FOR THE FISCAL YEAR FOR WHICH THE APPORTIONMENT IS

(1)(c) (2)The allocation shall be calculated as follows: For fiscal year 2006.....\$4.50 per each resident of the (i) area served: For fiscal year 2007.....\$5.50 per each resident of the (ii) area served; For fiscal [year 2008] YEARS 2008 (iii) THROUGH **2011**.....\$6.50 per each resident of the area served; For fiscal year [2009] **2012**.....\$7.50 per each resident of (iv) the area served; and For fiscal vear [2010] **2013** and each fiscal vear (\mathbf{v}) 23 - 503.The entire capital and operating cost of the minimum library (a) (1)program for this State as a whole shall be shared as provided in this subsection. (2)The State shall provide: Approximately 40 percent of the total cost of the minimum (i) program; and Not less than 20 percent of the cost of the minimum program (ii) <u>in any county.</u>

26The counties participating in the program together shall provide (3)27through local taxes approximately 60 percent of the total statewide cost of the 28minimum program.

29 Each county public library system that participates in the (b) (1)minimum library program shall be provided for each resident of the county, to be used 30 31 for operating and capital expenses:

28

HOUSE BILL 1

ESTIMATES TO THE GOVERNOR UNDER § 6-106(B) OF THE STATE FINANCE AND 1 $\mathbf{2}$ **PROCUREMENT ARTICLE.**

3 23 - 205.

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Each year each participating regional resource center shall receive a minimum amount of funding for each resident of the area served, to be used for operating and capital expenses.

1		<u>(i)</u>	<u>For fiscal year 2006 – \$12.00;</u>
2		<u>(ii)</u>	<u>For fiscal year 2007 – \$13.00;</u>
$\frac{3}{4}$	<u>\$14.00;</u>	<u>(iii)</u>	<u>For fiscal [year 2008] YEARS 2008 THROUGH 2011 –</u>
5		<u>(iv)</u>	<u>For fiscal year [2009] 2012 – \$15.00; and</u>
$6 \\ 7$	<u>\$16.00.</u>	<u>(v)</u>	For fiscal year [2010] 2013 and each fiscal year thereafter –
8	<u>(2)</u>	<u>(i)</u>	The State shall share in this amount.
9 10	under the coopera	<u>(ii)</u> tive pr	<u>Any county may provide an amount greater than its share</u> ogram, but the State may not share in the excess.
$11 \\ 12 \\ 13$			ver Social Security contributions required by federal law for aty public library system shall remain the obligation of the
14	<u>23–510.</u>		
15	<u>(a)</u> <u>(1)</u>	<u>In thi</u>	is section the following words have the meanings indicated.
16	<u>(2)</u>	<u>"Capi</u>	tal project" means the:
17		<u>(i)</u>	Acquisition of land or buildings for a county library; or
18		<u>(ii)</u>	Construction or improvement of a county library.
19 20 21 22		eration ement,	struction or improvement" means planning, design, , construction, reconstruction, enlargement, expansion, replacement, rehabilitation, renovation, upgrading, repair, or
$\begin{array}{c} 23\\ 24 \end{array}$	(4) <u>in the State.</u>	<u>"Cou</u>	nty library" means a library in a county public library system
$\begin{array}{c} 25\\ 26 \end{array}$	$\frac{(5)}{\text{Services in the De}}$		<u>sion" means the Division of Library Development and</u> ent.
$\begin{array}{c} 27 \\ 28 \end{array}$	(b) (1) projects in the Div		e is a State grant program for county public library capital
29 30	(2) library program e		grant program is in addition to the county–State minimum ned under § 23–502 of this article.

1	(e) (5) (1) For fiscal year [2008] 2009 and each fiscal year thereafter,
2	the Governor shall include in the annual operating or capital budget submission
3	[\$5,000,000] AN APPROPRIATION for county library capital projects.
4	<u>Article – Health – General</u>
5	[16_201.2.
6	(a) (1) In this section the following words have the meanings indicated.
7 8	<u>(2)</u> <u>"Community developmental disabilities services provider" means a</u> community-based developmental disabilities program licensed by the Department.
9 10 11	(3) <u>"Community mental health services provider" means a</u> <u>community-based mental health program approved by the Department or an</u> individual practitioner who contracts with the Department or the appropriate core
12	service agency.
$\begin{array}{c} 13\\14\end{array}$	(4) <u>"Core service agency" has the meaning stated in § 10–1201 of this</u> <u>article.</u>
$15 \\ 16 \\ 17$	<u>(5)</u> <u>"Eligible individual" means a Medicaid recipient or an individual</u> who receives developmental disabilities services or mental health services subsidized in whole or in part by the State.
18 19 20 21	(b) <u>Notwithstanding the provisions of this subtitle, the Department shall</u> reimburse a community developmental disabilities services provider or a community mental health services provider for approved services rendered to an eligible individual as provided in this section.
22 23 24 25 26 27	(c) (1) <u>Subject to the limitations of the State budget, beginning in fiscal</u> year 2008 and in each fiscal year thereafter, the Department shall adjust for inflation the fees paid to a community developmental disabilities services provider and a community mental health services provider for approved services rendered to an eligible individual using the update factor recommended by the Community Services <u>Reimbursement Rate Commission.</u>
28 29	(2) <u>Annual adjustments shall be funded with due regard to the</u> expenditures necessary to meet the needs of individuals receiving services.
$\begin{array}{c} 30\\ 31 \end{array}$	(3) <u>The annual rate of change for the fees may not exceed a maximum</u> rate of 5%.]
32	Article - State Finance and Procurement
33	7-325.

1 (a) [For] EXCEPT AS PROVIDED IN SUBSECTION (B) OF THIS SECTION, $\mathbf{2}$ FOR each fiscal year, the Governor shall include in the annual budget bill submitted to 3 the General Assembly a General Fund appropriation for the Maryland State Arts Council in an amount not less than the amount of the General Fund appropriation for 4 5 the Council as approved in the State budget as enacted by the General Assembly for 6 the prior fiscal year, increased by not less than the percentage by which the projected $\mathbf{7}$ total General Fund revenues for the upcoming fiscal year exceed the revised estimate 8 of total General Fund revenues for the current fiscal year, as contained in the report of 9 estimated State revenues submitted by the Board of Revenue Estimates to the 10 Governor under § 6-106(b) of this article. 11 IN FISCAL YEARS 2009 THROUGH 2011, THE GOVERNOR SHALL (b) 12INCLUDE IN THE ANNUAL BUDGET BILL SUBMITTED TO THE GENERAL 13 ASSEMBLY A GENERAL FUND APPROPRIATION FOR THE MARYLAND STATE 14 ARTS COUNCIL EQUAL TO THE AMOUNT OF THE GENERAL FUND 15APPROPRIATION FOR THE COUNCIL AS APPROVED IN THE STATE BUDGET AS 16 ENACTED BY THE GENERAL ASSEMBLY FOR FISCAL YEAR 2008. 17 **(C)** The Legislative Auditor has the authority to conduct a review or audit of 18 any recipient of a grant from the Maryland State Arts Council. 19 Chapter 269 of the Acts of 2006 20SECTION 2. AND BE IT FURTHER ENACTED, That: 21[Subject to subsection (b) of this section, for] **FOR** fiscal [years 2008 and] (a) 22YEAR 2009, the Governor shall include in the annual budget bill [a general fund] AN appropriation to the Rural Broadband Assistance Fund established under Article 83A, 2324§ 5-1902 of the Code, as enacted by Section 1 of this Act, of at least \$4,000,000 [in 25each fiscal year, of which at least \$2,000,000 in each fiscal year shall be] from the Maryland Economic Development Assistance Authority and Fund. 2627If the Rural Broadband Assistance Fund receives more than \$2,000,000 **(**b) 28from the Maryland Economic Development Assistance Authority and Fund in fiscal 29 year 2007, then, for fiscal year 2009 only, the funding specified in subsection (a) of this 30 section may be reduced by the amount by which the 2007 fiscal year funding from the 31Maryland Economic Development Assistance Authority and Fund exceeds \$2,000,000.] 32SECTION 8. AND BE IT FURTHER ENACTED, That the Laws of Maryland 33 read as follows: **Article – State Government** 34

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9–117.

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1	(a) (1) During a calendar year, a licensed agent shall receive regular
2	commissions of [5.5%] 5 % of the licensed agent's gross receipts from ticket sales made
3	during that year.
0	<u>during that year.</u>
4	
4	SECTION 6- 9. AND BE IT FURTHER ENACTED, That it is the intent of the
5	<u>General Assembly that</u> in formulating the fiscal year 2009 budget, the Governor shall
6	apply any funds in the State Employees and Retirees Health and Welfare Benefits
7	Fund estimated to be in excess of the amount necessary to fund the benefit in fiscal
8	year 2008 toward funding health insurance costs of employees and retirees in fiscal
9	
	year 2009 so as to reduce the cost to the General Fund of providing the benefit by at
10	least \$82,000,000 \$77,000,000. It is the further intent that State employees receive
11	one additional pay period in which health insurance contributions are not required
12	during fiscal 2009.
13	SECTION 10. AND BE IT FURTHER ENACTED, That:
10	
1 /	(a) In this section "Encounting December section" does not include the
14	(a) In this section, "Executive Branch agencies" does not include the
15	Department of Public Safety and Correctional Services or helicopter pilots in the
16	<u>Department of State Police.</u>
17	(b) (1) As of January 30, 2008, the number of full-time equivalent (FTE)
18	regular positions in Executive Branch agencies shall be reduced by 750 FTEs.
19	(2) It is the intent of the General Assembly that these reductions be made
20	from vacant positions.
20	<u>ironi vacant positions.</u>
01	
21	(c) On or before January 30, 2008, the Governor shall submit to the Board of
22	Public Works a schedule for realigning the authorizations made under Chapter 487 of
23	the Acts of 2007 to reflect the reduction made in subsection (b) of this section and shall
24	take the actions necessary to implement the reductions.
	· · · ·
25	(d) The schedule submitted by the Governor to the Board of Public Works
26 26	shall identify savings of at least \$7,600,000 in general funds plus any special or federal
27	funds from salaries and wages in Comptroller objects other than 0152 (Health
28	Insurance) and 0154 (Retiree Health Insurance) associated with the abolished
29	positions.
30	SECTION 11. AND BE IT FURTHER ENACTED, That notwithstanding any
31	other provision of law, the unexpended appropriations for the following purposes that
32	were included in the fiscal year 2008 operating budget (Chapter 487, Acts of 2007) are
33	reduced by the amounts indicated below and are hereby transferred to the State
34	<u>General Fund:</u>
35	<u>Fiscal Year</u> <u>Program</u> <u>Entitled</u> <u>Amount of Reduction General Funds</u>
36	<u>2008 N00F DHR – Information Technology 1,000,000</u>
37	2008 T50T0103 Maryland Technology Development Corporation 3,000,000

1	SECT	SECTION 12. AND BE IT FURTHER ENACTED, That, notwithstanding any				
2	other provision of law, it is the intent of the General Assembly that in developing the					
3		fiscal 2009 budget, the Governor consider the following recommendations for				
4		in general funds to slow the growth of the fiscal 2009				
5		dget after the reductions made by the Board of Public Wor				
0	<u>sasenne sa</u>					
6	Program	Entitled Amount of Reduction General Funds				
7	$\overline{\text{D40W0112}}$		00,000			
8	M00L0103		0,000			
9	M00Q		00,000			
10	MK000201	Alcohol and Drug Abuse Administration 700,				
11	N00F		0,000			
11	R00A0102		0,000			
13	R00A0207		0,000			
14	R00A0115		0,000			
15	R00A03 R00		0,000			
16	<u>R30B00</u>	• • • • • • • • • • • • • • • • • • •	<u>0,000</u>			
10 17	<u>T50T0103</u>		0,000			
11	10010100	Maryland Teenhology Development Corporation 5,00	<u>0,000</u>			
18	SECT	FION 13. AND BE IT FURTHER ENACTED, That it is	the intent of the			
19		ssembly that the Governor provide funding for the for				
$\frac{13}{20}$		neral Obligation bonds:	<u>ilowilig programs</u>			
20	<u>tinougn dei</u>	neral Obligation bonds.				
21	Program	Entitled				
$\frac{21}{22}$	<u>1 10gram</u> D06E0201	Public Safety Communication System				
$\frac{22}{23}$	H00C0101	State House repairs				
$\frac{23}{24}$	S00A2402	Community Legacy Program				
$\frac{24}{25}$	S00A2507	Rental Housing Program				
$\frac{25}{26}$	S00A2508	Homeownership Program				
$\frac{20}{27}$	S00A2509	Special Loan Program				
28	U00A0103	Environment – Water Quality				
$\frac{20}{29}$	U00A0103 U00A0104	Environment – Hazardous Waste				
$\frac{25}{30}$	$\frac{000A0104}{000A0105}$	Environment – Drinking Water				
00	00040100					
31	SFCT	FION 14. AND BE IT FURTHER ENACTED, That not	withstanding any			
$\frac{31}{32}$	other provision of law, it is the intent of the General Assembly that in developing the					
04	other provision of raw, it is the intent of the General Assembly that in developing the					

fiscal 2009 budget, the Governor include a 2% cost-of-living increase for certain community providers in the Department of Health and Mental Hygiene's human services programs and a 2% cost-of-living increase for certain providers in the Department of Health and Mental Hygiene's Medical Assistance programs. It is the

- 37 further intent of the General Assembly that bonus payments to Managed Care
- 38 Organizations be phased out as the Medicaid physician rate schedule increases to 90%
- 39 of the Medicare rate schedule by 2010. However, funding for the Department of Health
- 40 <u>and Mental Hygiene's quality of care initiative should be preserved.</u>

41 <u>SECTION 15. AND BE IT FURTHER ENACTED, That, notwithstanding any</u> 42 <u>other provision of law, by action of the governing body of a county, property tax</u> 43 <u>revenues in an amount equal to payments that a county would have been entitled to</u>

$\begin{array}{c}1\\2\\3\end{array}$	receive under Article 24, § 9–1102 of the Code before its repeal under Section 1 of this Act shall be excluded from the calculation of any limitation on the ability of a county to impose property taxes.
4 5 6 7	SECTION 16. AND BE IT FURTHER ENACTED, That, notwithstanding any other provision of law, it is the intent of the General Assembly that the Police and Correctional Training Commissions recover 95% of its cost to provide training courses from non–State agencies.
8 9 10 11	SECTION 17. AND BE IT FURTHER ENACTED, That it is the intent of the General Assembly to review the amount of the commission paid to lottery agents, if video lottery terminals are approved and implemented in this State, to determine if there needs to be additional compensation paid for any lost revenue.
12	SECTION 18. AND BE IT FURTHER ENACTED, That:
13 14 15 16 17	(a) The Geographic Cost of Education Index (GCEI) Adjustment established in § 5–202(f) of the Education Article shall be updated every 3 years beginning September 2009 using the most current data available and the same methodology set forth in the report entitled "Adjusting for Geographic Differences in the Cost of Education Provision in Maryland (December 31, 2003)."
18	(b) The State Department of Education shall:
19 20 21	(1) <u>submit the proposed updated GCEI Adjustment to the Governor</u> and General Assembly, in accordance with §2–1246 of the State Government Article, by September 1 of the year in which it is updated; and
22 23 24 25	(2) recommend legislation in the first legislative session following submission of the updated GCEI Adjustment that codifies the adjustment and requires that the GCEI adjustment be used to adjust State aid in the fiscal year that begins on July 1 of that year.
26 27 28 29 30 31 32 33	SECTION 19. AND BE IT FURTHER ENACTED, That the Spending Affordability Committee in cooperation with the Department of Budget and Management shall study Maryland's budgetary structure and process. The study shall address how current laws and practices relate to national norms and best practices with respect to budget formulation, review, management and oversight by the Executive and Legislative branches. The study shall be completed by December 15, 2008 and include as appropriate draft legislation for consideration by the 2009 General Assembly.
34 35 36 37 38 39	SECTION 20. AND BE IT FURTHER ENACTED, That notwithstanding any other provision of law, it is the intent of the General Assembly that in fiscal year 2009, contingent on funds being available in the Tourism, Arts, and Cultural Development Fund established under § 7–328 of the State Finance and Procurement Article, funding for the Maryland Tourism Development Board Fund, the Maryland State Arts Council, the Film Wage Rebate program, the Office of Tourism Development, and the

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1	operating deficit for the Baltimore City Convention Center, and operating deficit for
2	the Ocean City Convention Center shall be provided from the Tourism, Arts, and
3	Cultural Development Fund.
4	SECTION 21. AND BE IT FURTHER ENACTED, That Section 3 of this Act
5	shall take effect January 1, 2008, contingent on the taking effect of Chapter
6	(H.B.5) of the Acts of the General Assembly of the Special Session of 2007, and if
7	Chapter does not become effective, Section 3 of this Act shall be null and void
8	without the necessity of further action by the General Assembly.
9	SECTION $\neq 22$. AND BE IT FURTHER ENACTED, That Sections 1 and 5 of
10	this Act shall be applicable to fiscal year 2009 and each fiscal year thereafter.
11	SECTION 8. <u>23.</u> AND BE IT FURTHER ENACTED, That Section 4 of this Act
12	shall be applicable to all taxable years beginning after June 30, 2008.
13	SECTION 9. AND BE IT FURTHER ENACTED, That Section 3 of this Act shall
14	take effect contingent on the taking effect of legislation passed during the Special
15	Session of 2007 establishing a Higher Education Investment Fund, and if legislation
16	establishing a Higher Education Investment Fund does not become effective, Section 3
17	of this Act shall be null and void without the necessity of further action by the General
18	Assembly.
19	SECTION 10. <u>24.</u> AND BE IT FURTHER ENACTED, That Section 5 of this Act

19 SECTION 10. 24. AND BE IT FURTHER ENACTED, That Section 5 of this Act 20 shall take effect contingent on the taking effect of legislation passed during the Special 21 Session of 2007 that imposes recordation and transfer taxes on the transfer of 22 controlling interest in an entity that owns interests in real property in Maryland, and 23 if legislation that imposes recordation and transfer taxes on the transfer of controlling 24 interest in an entity that owns interests in real property in Maryland does not become 25 effective, Section 5 of this Act shall be null and void without the necessity of further 26 action by the General Assembly.

27SECTION 25. AND BE IT FURTHER ENACTED, That Section 6 of this Act28shall take effect July 1, 2008.

SECTION 11. 26. AND BE IT FURTHER ENACTED, That, subject to Sections
 30 7 21 through 10 25 of this Act, this Act shall take effect January 1, 2008.