## **SENATE BILL 527**

**B**1 (8lr2404)

## ENROLLED BILL

—Budget and Taxation/Appropriations—

Introduced by Chair, Budget and Taxation Committee

Read and Examined by Proofreaders: Proofreader. Proofreader. Sealed with the Great Seal and presented to the Governor, for his approval this \_\_\_\_\_ day of \_\_\_\_\_ at \_\_\_\_\_ o'clock, \_\_\_\_M. President. CHAPTER AN ACT concerning **Spending Mandate and Revenue Dedication Relief Act** FOR the purpose of altering a requirement that the State budget include a certain appropriation to pay rent to counties for certain space occupied by clerks of the circuit courts; altering the calculation of certain State aid to private institutions of higher education; altering the calculation of certain State aid to libraries; repealing a requirement that the Governor provide funds in the budget in a certain amount for a certain interagency pool of funds to provide certain services; altering the distribution of the motor fuel tax revenue for  $\alpha$  certain fiscal year; altering the distribution of the sales and use tax revenue for certain fiscal years; requiring the Governor to appropriate at least a certain amount before a certain date for the purchase of certain helicopters; and generally relating to certain State spending mandates and dedicated revenues.

BY repealing and reenacting, with amendments,

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## EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

<u>Underlining</u> indicates amendments to bill.

Strike out indicates matter stricken from the bill by amendment or deleted from the law by amendment.

Italics indicate opposite chamber/conference committee amendments.

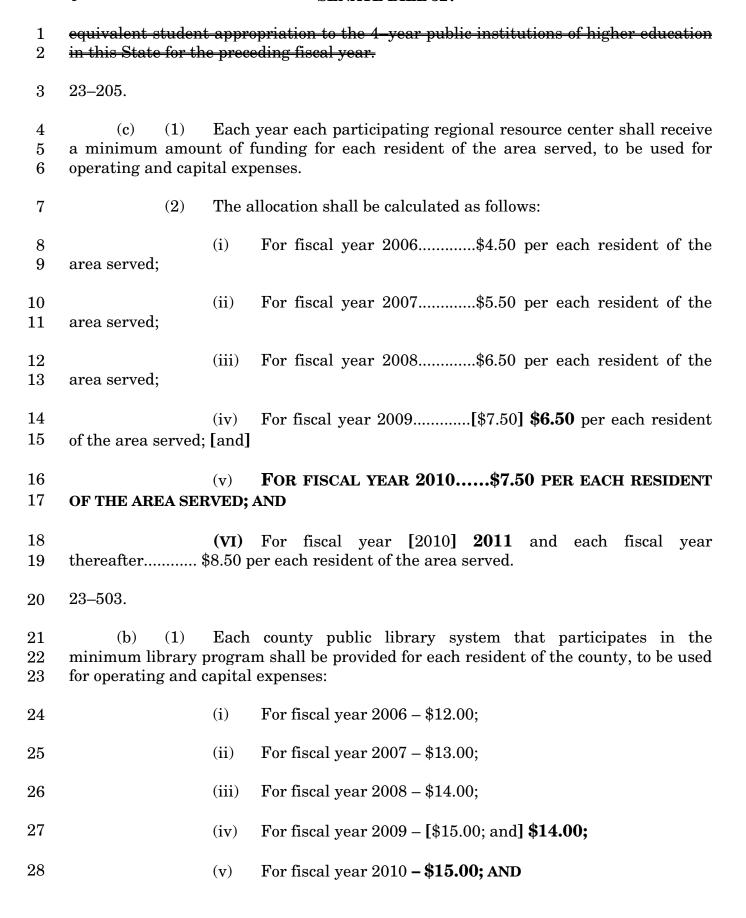


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utility cost[:

1	Article – Courts and Judicial Proceedings
2	Section 1–504
3	Annotated Code of Maryland
4	(2006 Replacement Volume and 2007 Supplement)
5	BY repealing and reenacting, with amendments,
6	Article – Education
7	Section $\frac{17-104(a)}{23-205(c)}$ , $\frac{23-205(c)}{23-205(c)}$ and $\frac{23-503(b)}{23-205(c)}$
8	Annotated Code of Maryland
9	(2006 Replacement Volume and 2007 Supplement)
10	BY repealing and reenacting, with amendments,
11	<u> Article – Health – General</u>
12	Section 15–139(c) and $(d)(1)$
13	Annotated Code of Maryland
14	(2005 Replacement Volume and 2007 Supplement)
15	BY repealing and reenacting, with amendments,
16	Article – Tax – General
17	Section 2–1104, and 2–1302.1, and 2–1302.2
18	Annotated Code of Maryland
19	(2004 Replacement Volume and 2007 Supplement)
20	(As enacted by Chapter 6 of the Acts of the General Assembly of the 2007
21	Special Session)
22	BY repealing and reenacting, with amendments,
23	Chapter 6 of the Acts of the General Assembly of the 2007 Special Session
24	Section 6
25	SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF
26	MARYLAND, That the Laws of Maryland read as follows:
27	Article - Courts and Judicial Proceedings
28	1–504.
29	(a) [There] THE CHIEF JUDGE OF THE COURT OF APPEALS shall
30	CERTIFY TO THE GOVERNOR FOR INCLUSION WITHOUT REVISION [be included]
31	in each State budget an appropriation [to the Department of General Services in the
32	
	total amount necessary] NOT TO EXCEED \$500,000 to pay rent directly to counties
33	for space occupied in county facilities by clerks of the circuit courts, as provided in this
34	section.
35	(b) To the extent provided in the State budget the rent shall be calculated
36	per net usable square foot, with no additional reimbursement of maintenance and

1	(1) For fiscal year 2007, at a rate not to exceed \$2.50;
2	(2) For fiscal year 2008, at a rate not to exceed \$5.00; and
3 4	(3) For fiscal year 2009 and each fiscal year thereafter, at a rate of \$10].
5 6 7 8	(c) Unless the Administrative Office of the Courts and a county agree 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.
9	Article - Education
10	<del>17–104.</del>
11 12 13	(a) The Maryland Higher Education Commission shall compute the amount of the annual apportionment for each institution that qualifies under this subtitle by multiplying:
14 15 16 17	(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;
18 19 20 21	(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;
22 23 24	(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]
25 26	(HI) IN FISCAL YEAR 2009, AN AMOUNT EQUAL TO \$56,051,065;
27 28 29 30	(IV) In fiscal year 2010, an amount not less than 15.25% 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
31 32	[(iii)] (V) In fiscal year [2006] <b>2011</b> and each fiscal year thereafter, an amount not less than 16% of the State's General Fund per full-time



1 2	(VI) FOR FISCAL YEAR $2011$ and each fiscal year thereafter $-\$16.00$ .
3	(2) (i) The State shall share in this amount.
4 5	(ii) Any county may provide an amount greater than its share under the cooperative program, but the State may not share in the excess.
6	<u> Article - Health - General</u>
7	<u>15–139.</u>
8 9 10 11	(c) (1) For [fiscal year 2004 and each subsequent] EACH fiscal year, the Governor [shall] MAY provide funds in the budget for the Children's Cabinet Fund established under Title 8, Subtitle 5 of the Human Services Article [in an amount equal to the amount of federal funds received under subsection (a) of this section during the most recently completed fiscal year:
13 14 15	(i) Less any administrative costs incurred by the Department the Department of Juvenile Services, and the Department of Human Resources in implementing the programs required under this section; and
16 17	(ii) Subject to adjustment in accordance with subsection (e) of this section.
18 19 20	(2) The funds provided under paragraph (1) of this subsection shall.  TO be used by the Children's Cabinet to create an interagency pool of funds to provide services to children with disabilities.
21 22 23 24 25	[(3)] (2) The pool of interagency funds established under this subsection shall be used to fund the community-based services and community-based out-of-home placements needed by children with mental or developmental disabilities not in State custody, regardless of eligibility for the State Medical Assistance Program if:
26 27 28	(i) The child is in an out-of-home placement and has been recommended for discharge but the child's family is unwilling or unable to have the child return home; or
29 30 31 32	(ii) The child remains in the home but the child's family is unable to provide appropriate care for the child without additional services and the child is either at risk of requiring an out–of–home placement or the treating professionals have recommended an out–of–home placement.

1	(d) (1) The Governor's Office for Children, Youth, and Families shall
2	adopt regulations to carry out the provisions of subsection [(c)(3)] (C)(2) of this
3	section.
4	<u>Article – Tax – General</u>
5	<u>2–1104.</u>
6	(A) [After] EXCEPT AS PROVIDED IN SUBSECTION (B) OF THIS SECTION,
7	AFTER making the distributions required under §§ 2–1101 through 2–1103 of this
8	subtitle, from the remaining motor fuel tax revenue, the Comptroller shall distribute:
9	(1) 2.3% to the Chesapeake Bay 2010 Trust Fund; and
10	(2) any remaining balance to the Gasoline and Motor Vehicle Revenue
11	Account of the Transportation Trust Fund.
12	(B) FOR <del>EACH OF THE FISCAL YEARS</del> THE FISCAL YEAR BEGINNING
13	JULY 1, 2008, AND JULY 1, 2009, INSTEAD OF THE DISTRIBUTION REQUIRED
14	UNDER SUBSECTION (A)(1) OF THIS SECTION, THE COMPTROLLER SHALL
15	DISTRIBUTE 2.3% OF THE REMAINING MOTOR FUEL TAX REVENUE AS FOLLOWS:
16	(1) \$6,500,000 TO THE GENERAL FUND OF THE STATE; AND
17	(2) THE BALANCE TO THE CHESAPEAKE BAY 2010 TRUST FUND.
18	<u>2–1302.1.</u>
19	(A) [After] EXCEPT AS PROVIDED IN SUBSECTION (B) OF THIS SECTION,
20	<b>AFTER</b> making the distributions required under §§ 2–1301 and 2–1302 of this subtitle,
21	of the sales and use tax collected on short-term vehicle rentals under § 11–104(c) of
22	this article the Comptroller shall distribute:
23	(1) 45% to the Transportation Trust Fund established under § 3–216
$\frac{23}{24}$	of the Transportation Article; and
25	(2) the remainder to the Chesapeake Bay 2010 Trust Fund.
	( <u>-</u> )
26	(B) FOR EACH OF THE FISCAL YEARS THE FISCAL YEAR BEGINNING
27	July 1, 2008, And July 1, 2009, After the distribution required under
28	SUBSECTION (A)(1) OF THIS SECTION, THE COMPTROLLER SHALL DISTRIBUTE
29	THE REMAINDER OF THE SALES AND USE TAX COLLECTED ON SHORT-TERM
30	VEHICLE RENTALS UNDER § 11–104(C) OF THIS ARTICLE AS FOLLOWS:
31	(1) \$18,500,000 TO THE GENERAL FUND OF THE STATE; AND

1 2	(2) THE REMAINDER TO THE CHESAPEAKE BAY 2010 TRUST FUND.
3	<del>2-1302.2.</del>
4	(A) [After] Except as provided in subsection (b) of this section,
5	AFTER making the distributions required under §§ 2-1301 through 2-1302.1 of this
6	subtitle, the Comptroller shall pay 6.5% of the remaining sales and use tax revenue
7	into the Transportation Trust Fund established under § 3-216 of the Transportation
8	Article.
9	(B) FOR EACH OF THE FISCAL YEARS BEGINNING JULY 1, 2008, AND
10	JULY 1, 2009, THE COMPTROLLER SHALL DEDUCT FROM THE AMOUNT
11	SPECIFIED TO BE DISTRIBUTED TO THE TRANSPORTATION TRUST FUND UNDER
12	SUBSECTION (A) OF THIS SECTION AND DISTRIBUTE TO THE STATE POLICE
13	HELICOPTER REPLACEMENT FUND ESTABLISHED UNDER § 2-801 OF THE
14	Public Safety Article an amount equal to \$35,000,000.
15 16	SECTION 2. AND BE IT FURTHER ENACTED, That the Laws of Maryland read as follows:
17	Chapter 6 of the Acts of the 2007 Special Session
18	SECTION 6. AND BE IT FURTHER ENACTED, That, notwithstanding any
19	other provision of law, from the sales and use tax revenue collected from January 1,
20	2008, through the end of June 30, 2008, the Comptroller shall distribute
21	[\$110,000,000] <b>\$50,000,000</b> to the State Police Helicopter Replacement Fund
22	established under § 2–801 of the Public Safety Article. It is the intent of the General
23	Assembly that the Governor include in the annual budget bill in fiscal years 2009
24	through 2012, an amount sufficient from the Fund, to purchase 3 helicopters each
25 26	fiscal year. It is the further intent of the General Assembly that the State Police
26	purchase a flight simulator to use for helicopter pilot training.
27	SECTION 3. AND BE IT FURTHER ENACTED, That, notwithstanding any
28	other provision of law:
29	(a) To replace funds diverted from the State Police Helicopter Replacement
30	Fund as provided in Section 2 of this Act, from the revenues collected from the sales
31	and use tax, the Governor shall appropriate in the State budgets for fiscal 2010, fiscal
32 33	2011, and fiscal 2012, amounts totaling in the aggregate at least \$70,000,000 for the purchase of Med–Evac helicopters, on a schedule compatible with procurement of 12
34	helicopters on or before June 30, 2012. The appropriations required under this section
35	may be made from any budgetary fund to which proceeds of the sales and use tax are
36	<u>credited.</u>

$\frac{1}{2}$	(b) The amount required to be appropriated under subsection (a) of this section shall be reduced on a dollar for dollar basis by:
3	(1) The amount that capital debt is authorized before June 30, 2012, to purchase Med–Evac helicopters; or
5 6 7	(2) <u>Contributions, transfers, or other financing acquired from the Maryland Automobile Insurance Fund for the procurement of Med–Evac helicopters, as authorized by an Act of the General Assembly.</u>
8 9	SECTION $\frac{2}{2}$ , $\frac{4}{2}$ . AND BE IT FURTHER ENACTED, That Section 1 of this Act shall take effect July 1, 2008.
0	SECTION 4. 5. AND BE IT FURTHER ENACTED, That, except as provided in Section 3 4 of this Act, this Act shall take effect June 1, 2008.
	Approved:
	Governor.
	President of the Senate.
	Speaker of the House of Delegates