HB0352/373921/1

BY: Budget and Taxation Committee

AMENDMENTS TO HOUSE BILL 352

(Third Reading File Bill)

AMENDMENT NO. 1

On page 2, strike beginning with "repealing" in line 6 down through "vehicles;" in line 8; strike beginning with "requiring" in line 26 down through "Commission;" in line 31; strike beginning with "repealing" in line 33 down through "program;" in line 35; in line 46, strike the first comma and substitute "and"; in the same line, strike the second comma; and in the same line, strike "and 8–801.1(b)".

On page 3, in line 5, strike "5–503, 5–506,"; and in the same line, strike "8–801.1(c), 9–204,".

On page 4, in line 23, strike "7–414.1(a), (b), and (f)(1) and (5),"; in lines 23 and 24, strike "7–810(a), (b), and (f)(1) and (5),"; in line 30, strike "7–414.1(f)(4),"; and in the same line, strike "7–810(f)(4),".

On page 6, in line 4, after "10–1203(a)," insert "15–103(a)(1),"; in line 9, after "10–1203(c)," insert "15–103(a)(2)(i) and (ix),"; and in line 15, after "Section" insert "15–103(a)(6) and (7) and".

On pages 6 and 7, strike in their entirety the lines beginning with line 38 on page 6 through line 2 on page 7, inclusive.

On page 8, in line 30, after "Section" insert "2–1230(f),"; in the same line, strike "9–20B–05(e) and (f)," and substitute "9–20B–05(e), (f), and (i),"; and in line 36, after "Section" insert "2–1230(a) and (d), 2–1234(a)(1),".

On page 9, in line 18, strike "<u>10–104</u>,"; in line 19, after "10–751," insert "<u>10–754</u>,"; in the same line, strike "10–811,"; and in line 34, strike "<u>10–402.1</u>,".

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On page 10, in line 17, strike "<u>13–810(a)(24) and (26),</u>"; in the same line, after "13–937," insert "<u>13–939.1,</u>"; in line 18, strike "17–106(e)(2),"; in line 23, strike the first comma and substitute "<u>and</u>"; strike beginning with the second comma in line 23 down through "(e)(1)" in line 24; in line 35, strike "<u>and</u>" and substitute a comma; and in the same line, after "<u>13–955(f)</u>" insert "<u>, and 22–421</u>".

On pages 11 and 12, strike in their entirety the lines beginning with line 39 on page 11 through line 2 on page 12, inclusive.

On page 175, in lines 7, 13, 18, 25, 28, and 30, strike "<u>20.</u>", "<u>21.</u>", "<u>22.</u>", "<u>23.</u>", "<u>24.</u>", and "<u>25.</u>", respectively, and substitute "<u>21.</u>", "<u>22.</u>", "<u>23.</u>", "<u>24.</u>", "<u>25.</u>", and "<u>26.</u>", respectively.

On page 176, in line 3, strike "26." and substitute "<u>27.</u>"; and in line 4, strike "22, 23, 24, and 25" and substitute "<u>23, 24, 25, and 26</u>".

AMENDMENT NO. 2

On pages 15 and 16, strike in their entirety the lines beginning with line 18 on page 15 through line 17 on page 16, inclusive.

AMENDMENT NO. 3

On pages 17 and 18, strike in their entirety the lines beginning with line 6 on page 17 through line 9 on page 18, inclusive.

AMENDMENT NO. 4

On page 18, strike in their entirety lines 10 through 25, inclusive.

AMENDMENT NO. 5

On pages 26 and 27, strike in their entirety the lines beginning with line 24 on page 26 through line 7 on page 27, inclusive.

AMENDMENT NO. 6

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On pages 27 and 28, strike in their entirety the lines beginning with line 22 on page 27 through line 9 on page 28, inclusive.

On pages 118 through 122, strike in their entirety the lines beginning with line 29 on page 118 through line 6 on page 122, inclusive.

AMENDMENT NO. 7

On page 34, in line 22, before "The" insert "(A)"; in the same line, strike "The" and substitute "FOR FISCAL YEAR 2025, THE"; in line 23, strike "\$200,000" and substitute "\$500,000"; and after line 23, insert:

"(B) FOR FISCAL YEAR 2026 AND EACH FISCAL YEAR THEREAFTER, THE GOVERNOR SHALL INCLUDE IN THE ANNUAL BUDGET BILL AN APPROPRIATION OF AT LEAST \$2,000,000 FOR THE PROGRAM.".

AMENDMENT NO. 8

On page 35, in line 5, before "The" insert "(A)"; in the same line, strike "The" and substitute "FOR FISCAL YEAR 2025, THE"; in line 6, strike "\$200,000" and substitute "\$500,000"; and after line 12, insert:

"(B) FOR FISCAL YEAR 2026 AND EACH FISCAL YEAR THEREAFTER, THE GOVERNOR SHALL INCLUDE IN THE ANNUAL BUDGET BILL AN APPROPRIATION OF AT LEAST \$2,000,000 TO THE COMMISSION TO AWARD SCHOLARSHIPS UNDER THIS SUBTITLE.".

AMENDMENT NO. 9

On page 41, in line 3, strike "\$120" and substitute "\$75"; and in line 16, strike "\$50" and substitute "\$30".

AMENDMENT NO. 10

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On page 45, in line 14, strike "**\$500**" and substitute "**\$400**"; and in line 15, strike "**\$300**" and substitute "**\$150**".

On page 46, in line 3, strike "\$25" and substitute "\$18.50"; in line 4, strike "\$5,000" and substitute "\$3,000"; in line 6, strike "1" and substitute "0.50"; and in line 8, strike ".25" and substitute "0.13".

On page 47, in line 26, strike "\$200" and substitute "\$150".

On page 48, in line 1, strike "\$25" and substitute "\$18.50"; in line 3, strike "\$5,000" and substitute "\$3,000"; in line 5, strike "1" and substitute "0.50"; and in line 8, strike ".25" and substitute "0.13".

On page 49, in line 19, strike "\$25" and substitute "\$18.50"; in line 20, strike "\$5,000" and substitute "\$3,000"; in line 22, strike "1" and substitute "0.50"; and in line 24, strike ".25" and substitute "0.13".

On page 50, in line 18, strike "\$1,000" and substitute "\$750".

AMENDMENT NO. 11

On page 54, in line 6, strike "**\$500**" and substitute "**\$1,000**".

AMENDMENT NO. 12

On page 56, after line 17, insert:

"15–103.

- (a) (1) The Secretary shall administer the Maryland Medical Assistance Program.
 - (2) The Program:

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- (i) Subject to the limitations of the State budget, AND SUBJECT TO PARAGRAPH (6) OF THIS SUBSECTION, shall provide medical and other health care services for indigent individuals or medically indigent individuals or both;
- (ix) Beginning on January 1, 2014, shall provide, subject to the limitations of the State budget, SUBJECT TO PARAGRAPH (7) OF THIS SUBSECTION, and as permitted by federal law, medical care and other health care services for adults whose annual household income is at or below 133 percent of the poverty level;
- (6) (I) IF FEDERAL FUND SUPPORT FOR THE PROGRAM AND THE CHILDREN'S HEALTH INSURANCE PROGRAM IS DETERMINED THROUGH A BLOCK GRANT OR PER CAPITAL CALCULATION, WITHIN 90 DAYS OF THE DETERMINATION OR ESTIMATE OF THE STATE'S ALLOCATION UNDER THE NEW FINANCING MECHANISM, THE SECRETARY OF BUDGET AND MANAGEMENT SHALL CERTIFY WHETHER THE STATE'S ALLOCATION WILL RESULT IN A REDUCTION OF AT LEAST 5% IN REVENUES COMPARED TO THE FISCAL YEAR 2026 BUDGET APPROPRIATION FOR THE PROGRAM AND THE MARYLAND CHILDREN'S HEALTH PROGRAM.
- (II) IF THE SECRETARY OF BUDGET AND MANAGEMENT CERTIFIES A REDUCTION OF AT LEAST 5% IN FEDERAL REVENUE IN ACCORDANCE WITH SUBPARAGRAPH (I) OF THIS PARAGRAPH, WITHIN 30 DAYS OF THE CERTIFICATION, THE MARYLAND DEPARTMENT OF HEALTH SHALL SUBMIT TO THE LEGISLATIVE POLICY COMMITTEE A PLAN TO REDUCE STATE FUNDS FOR THE PROGRAM AND THE MARYLAND CHILDREN'S HEALTH PROGRAM BY THE AMOUNT OF REDUCED FEDERAL REVENUE.
- (7) (I) IF THE FEDERAL MEDICAL ASSISTANCE MATCH RATE DECREASES TO 80% OR LESS FOR ADULTS WHO QUALIFIED FOR A 90% FEDERAL MEDICAL ASSISTANCE MATCH ON JANUARY 1, 2025, THE PROGRAM SHALL DISCONTINUE COVERAGE WITHIN 120 DAYS FOR ADULTS WHO QUALIFIED FOR A 90% FEDERAL MEDICAL ASSISTANCE MATCH AND WHOSE ANNUAL HOUSEHOLD INCOME IS BETWEEN 100% AND 133% OF THE POVERTY LEVEL.
- (II) IF THE FEDERAL MEDICAL ASSISTANCE MATCH RATE DECREASES TO 50% OR LESS FOR ADULTS WHO QUALIFIED FOR A 90% FEDERAL

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MEDICAL ASSISTANCE MATCH ON JANUARY 1, 2025, THE PROGRAM SHALL DISCONTINUE COVERAGE WITHIN 120 DAYS FOR ADULTS WHO QUALIFIED FOR A 90% FEDERAL MEDICAL ASSISTANCE MATCH.".

AMENDMENT NO. 13

On pages 60 through 63, strike in their entirety the lines beginning with line 8 on page 60 through line 5 on page 63, inclusive.

AMENDMENT NO. 14

On page 76, in line 12, after "fiscal" insert "<u>YEARS</u>"; in the same line, after "**2024**" insert "<u>AND **2026**</u>"; and in line 15, strike "<u>YEARS **2025** AND **2026**" and substitute "YEAR **2025**".</u>

AMENDMENT NO. 15

On page 88, after line 30, insert:

$^{\circ}2-1230.$

- (a) In this Part V the following words have the meanings indicated.
- (d) <u>"Office" means the Office of Program Evaluation and Government</u> Accountability.
- (f) (1) "Unit" includes each State department, agency, unit, and program, including EACH CLERK OF THE COURT, each register of wills, and each local school system.
- (2) <u>"Unit" does not include a department, an agency, or a unit in the</u> Legislative [or Judicial] Branch of State government.

2-1234.

(a) (1) The Office shall conduct a performance evaluation of units of State government, in accordance with the work plan developed by the Director in consultation with the Joint Audit and Evaluation Committee.".

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AMENDMENT NO. 16

On page 91, in lines 20 and 21, in each instance, strike the brackets; in lines 21 and 22, strike "<u>FISCAL YEARS 2024 AND 2025</u>"; and strike in their entirety lines 24 through 28, inclusive.

AMENDMENT NO. 17

On page 95, after line 33, insert:

- "(i) (1) Except as provided in [paragraph (2)] PARAGRAPHS (2) AND (3) of this subsection, compliance fees paid under § 7–705(b) of the Public Utilities Article may be used only to make loans and grants to support the creation of new Tier 1 renewable energy sources in the State that are owned by or directly benefit:
- (i) <u>low- to moderate-income communities located in a census</u> tract with an average median income at or below 80% of the average median income for the State; or
- (ii) overburdened or underserved communities, as defined in § 1–701 of the Environment Article.
- (2) Compliance fees paid under § 7–705(b)(2)(i)2 of the Public Utilities Article shall be accounted for separately within the Fund and may be used only to make loans and grants to support the creation of new solar energy sources in the State that are owned by or directly benefit:
- (i) <u>low- to moderate-income communities located in a census</u> tract with an average median income at or below 80% of the average median income for the State;
- (ii) overburdened or underserved communities, as defined in § 1–701 of the Environment Article; or
- $\underline{\text{(iii)}}$ households with low to moderate income, as defined in \S 9– 2016 of this title.

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(3) FOR FISCAL YEAR 2026 ONLY, UP TO \$100,000,000 OF COMPLIANCE FEES PAID UNDER §§ 7–705(B) AND 7–705(B)(2)(I)2 OF THE PUBLIC UTILITIES ARTICLE SHALL BE ACCOUNTED FOR SEPARATELY WITHIN THE FUND AND MAY BE USED FOR SOLAR DEVELOPMENT ON STATE GOVERNMENT PROPERTY AND LOCAL GOVERNMENT CLEAN ENERGY PROJECTS.".

AMENDMENT NO. 18

On page 112, in lines 5, 8, and 21, in each instance, strike "115%" and substitute "105%"; and in line 8, strike "95%" and substitute "100%".

AMENDMENT NO. 19

On page 118, after line 9, insert:

Maximum Gross Weight

Limit (in Pounds) 10,000 (minimum) - 18,000

"13–939.1.

Notwithstanding any other provision of this subtitle, for a rental vehicle as defined in § 11–148.1 of this article, the annual registration fee [is:

For a Class A (passenger) vehicle with a manufacturer's shipping (1) weight of: 3,700 pounds or less - \$27.00; and (i) (ii) More than 3,700 pounds - \$40.50; For a Class D (motorcycle) vehicle, the amount specified in § 13–915 (2) of this subtitle; For a Class E (truck) vehicle with a manufacturer's rated capacity (3)of 3/4 ton or less and a maximum gross vehicle weight of 7,000 pounds or less – \$33.75; Notwithstanding item (3) of this section, for a Class E (truck) (4) vehicle: Fee (per 1,000 Pounds

or Fraction Thereof)

\$4.75

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18,001 - 26,000		 -7.50
26,001 - 40,000		 8.50
<u>40,001 – 60,000</u>		 10.50
60,001 – 80,000 (maximum)	<u></u>	 11.75

(5) For a Class F (tractor) vehicle based on the maximum gross weight of the vehicle in combination with a trailer or semitrailer as follows:

<u>Maximum Gross Weight</u>	<u> </u>		
<u>Limit (in Pounds)</u>	or Fraction Thereof)		
40,000 (minimum) - 60,000	\$ 14.50		
60,001 - 80,000 or more	16.00;		

- (6) For a Class G (trailer) vehicle based on the maximum gross weight as follows:
 - (i) For a nonfreight trailer or semitrailer:

Maximum Gross Weight		
<u>Limit (in Pounds)</u>	<u>Fee</u>	
<u>3,000 or less</u>	 	\$ 13.50
3,001 - 5,000	 	27.00
5,001 - 10,000	 	47.25
10,001 - 20,000	8	1.00; and

- (ii) For a freight trailer or semitrailer \$20.25; and
- (7) For a Class M (multipurpose) vehicle with a manufacturer's shipping weight of:
 - (i) 3,700 pounds or less \$27.00; and
- (ii) More than 3,700 pounds \$40.50] IS THE SAME AS THE ANNUAL REGISTRATION FEE BASED ON THE CLASS OF VEHICLE UNDER THIS PART II OF THIS SUBTITLE.".

AMENDMENT NO. 20

On page 122, after line 6, insert:

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"**22–421**.

- (A) (1) THE ADMINISTRATION SHALL IMPLEMENT A FEE FOR EACH NEW TIRE PURCHASED BY AN INDIVIDUAL ON OR AFTER JULY 1, 2026.
 - (2) THE PURCHASER SHALL PAY A FEE OF \$5 FOR EACH NEW TIRE.
- (B) ALL FEES COLLECTED UNDER THIS SECTION SHALL BE DEPOSITED INTO THE TRANSPORTATION TRUST FUND.".

AMENDMENT NO. 21

On page 143, in line 2, strike the colon; in line 3, strike "(I) $\underline{\mathbf{A}}$ " and substitute " $\underline{\mathbf{A}}$ "; and strike beginning with the semicolon in line 3 down through "ARTICLE" in line 5.

On page 144, strike in their entirety lines 15 through 18, inclusive; and after line 18, insert:

- "(I) FOR FISCAL YEAR 2026, 6.35% OF THE FAIR MARKET VALUE OF THE VEHICLE; AND
- (II) FOR FISCAL YEAR 2027 AND EACH FISCAL YEAR THEREAFTER, 6.5% OF THE FAIR MARKET VALUE OF THE VEHICLE.".

AMENDMENT NO. 22

On page 145, strike in their entirety lines 3 through 14, inclusive.

AMENDMENT NO. 23

On pages 147 and 148, strike in their entirety the lines beginning with line 16 on page 147 through line 8 on page 148, inclusive.

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AMENDMENT NO. 24

On page 155, after line 15, insert:

"10–754.

- (a) <u>In this section, "eligible taxpayer" means a resident who, on the last day of the taxable year, is at least 65 years old.</u>
- (b) Except as provided in subsection (c) of this section and subject to subsection (d) of this section, an eligible taxpayer may claim a credit against the State income tax in an amount equal to:
- (1) \$1,000 for an eligible taxpayer, other than an individual described under item (2) of this subsection, whose federal adjusted gross income does not exceed \$100,000; or
- (2) for spouses filing a joint return or for a surviving spouse or head of household as defined in § 2 of the Internal Revenue Code whose federal adjusted gross income does not exceed \$150,000:
 - (i) except as provided in item (ii) of this item, \$1,750; or
- (ii) if only one of the individuals filing the joint return is an eligible taxpayer, \$1,000.
- (c) For a taxable year in which the September General Fund estimate for the current fiscal year in the September Board of Revenue Estimates report issued during the taxable year is more than [7.5%] 3.75% below the March General Fund estimate for the current fiscal year in the March Board of Revenue Estimates report issued in the taxable year, the amount of the credit allowed under subsection (b) of this section is limited to:

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- (1) \$500 for an eligible taxpayer, other than an individual described under item (2) of this subsection, whose federal adjusted gross income is at least \$50,000 but does not exceed \$100,000; or
- (2) for spouses filing a joint return or for a surviving spouse or head of household as defined in § 2 of the Internal Revenue Code whose federal adjusted gross income is at least \$100,000 but does not exceed \$150,000:
 - (i) except as provided in item (ii) of this item, \$875; or
- (ii) if only one of the individuals filing the joint return is an eligible taxpayer, \$500.
- (d) If the credit allowed under this section in any taxable year exceeds the State income tax for that taxable year, the unused amount of the credit may not be carried over to any other taxable year.".

AMENDMENT NO. 25

On pages 162 through 169, strike in their entirety the lines beginning with line 3 on page 162 through line 17 on page 169, inclusive, and substitute "<u>SECTION 5.</u> RESERVED.".

AMENDMENT NO. 26

On pages 170 and 171, strike in their entirety the lines beginning with line 30 on page 170 through line 6 on page 171, inclusive.

AMENDMENT NO. 27

On page 172, in line 3, strike "\$203,365,440" and substitute "\$197,365,440"; in line 14, after "improvements;" insert "and"; strike in their entirety lines 15 and 16; and in line 17, strike "(8)" and substitute "(7)".

AMENDMENT NO. 28

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On page 172, strike in their entirety lines 27 and 28; and in line 29, strike "(4)" and substitute "(3)".

On page 173, in lines 1, 4, and 6, strike "(5)", "(6)", and "(7)", respectively, and substitute "(4)", "(5)", and "(6)", respectively.

AMENDMENT NO. 29

On page 174, in line 11, strike "\$4,497,322" and substitute "\$2,848,653"; in line 13, strike "\$1,059,742" and substitute "\$633,191"; and in line 15, strike "\$946,269" and substitute "\$465,315".

AMENDMENT NO. 30

On page 174, in line 27, strike "\$3,000,000" and substitute "\$2,000,000".

On page 175, in line 1, strike "\$3,000,000" and substitute "\$2,000,000".

AMENDMENT NO. 31

On page 175, after line 6, insert:

"SECTION 20. AND BE IT FURTHER ENACTED, That the unexpended appropriation for Miscellaneous Grants to Local Government (D05E01) within the Board of Public Works for funding to the Baltimore City Mayor's Office of Art and Culture for the 2023 Artscape Festival that was included in the fiscal year 2024 operating budget (Chapter 101 of 2023) is reduced by \$326,456 in general funds."