

Fiscal 2021 Balancing Strategy
(\$ in Millions)

	<u>Governor</u>	<u>Senate</u>	<u>APP</u>	<u>Final?</u>
Fiscal 2021 Ending Balance Before Legislation	-\$641.1	-\$641.1	-\$641.1	-\$641.1
Revenue Adjustments				
Legislative Actions		\$1.8	\$2.0	\$2.0
Legislation				
Budget Reconciliation and Financing Act	\$727.5	649.5	679.4	710.8
Tax Relief Proposals	-17.9	0.0	0.0	0.0
Building Opportunity Act (SB 276/HB 338)	40.0	0.0	0.0	0.0
Spending				
Supplemental Budget No. 1 – Net Savings	\$18.1	\$18.1	\$18.1	\$18.1
Net Legislative Budget Cuts		100.7	111.2	141.4
Additional Savings Reserved for Legislative Priorities		-0.5	-5.0	-5.0
Legislative Priorities		0.5	5.0	5.0
Fiscal 2021 Estimated Closing Balance	\$126.6	\$129.1	\$169.7	\$231.3

APP: House Appropriations Committee
HB: House Bill
SB: Senate Bill

Potential Floor Amendments to Senate Bill 190

Amendment 1: Restores Senate language restricting funds for a report on an upgraded transfer site for small haulers in East Baltimore.

Amendment 2: Adds positions and funding in the Department of Legislative Services to accommodate increased workload.

Amendment 3: Restores \$0.9 million and positions in the Judiciary.

Amendment 4: Strikes a contingency on funding restricted for the creation of a Senior and Vulnerable Adult Asset Recovery Unit in the Office of the Attorney General.

Amendment 5: Restores funding for the Baltimore City Violent Crime Prosecution Unit in the Office of the Attorney General.

Amendment 6: Strikes a contingency on funding restricted in the Maryland Energy Administration to be transferred to the Department of Housing and Community Development for low-income residential weatherization.

Amendment 7: Lowers a funding restriction pending the receipt of a report on Local Management Board funding.

Amendment 8: Restores and modifies a restriction on funding in the Department of Aging for the Community for Life program.

Amendment 9: Restores \$600,000 for the Community for Life program in the Department of Aging.

Amendment 10: Adds language restricting funding pending the receipt of confirmation from the Maryland Department of Planning on the provision of geocoded addresses for prisoners.

Amendment 11: Strikes language in the Maryland Department of Transportation making \$12.5 million in funding for projects in the Total Maximum Daily Load program contingent on the transfer of a like amount of funding from the Bay Restoration Fund to fund the program.

Amendment 12: Strikes language in the Department of Natural Resources restricting funding for a capital project at the Jefferson Patterson Park and Museum which will be funded in the Capital bill.

Amendment 13: Modifies a reduction to the Maryland Primary Care Program from \$1.0 million to \$500,000.

Amendment 14: Adds language restricting funding pending the receipt of a report on a cost-benefit analysis of expanding Medicaid home- and community-based waiver services.

Amendment 15: Restores funding to Medicaid by limiting the reduction of the Medicaid Deficit Assessment to \$10.0 million.

Amendment 16: Restores funding to Medicaid based on available Cigarette Restitution Funds.

Amendment 17: Technical.

Amendment 18: Restricts \$500,000 of the \$3.5 million grant to the Shock Trauma Center pending the receipt of a response to recent audits by the Office of Legislative Audits and a special committee of the Board of the University of Maryland Medical System.

Amendment 19: Restricts \$250,000 of funding for the Health Services Cost Review Commission to be used only for an independent actuarial analysis of Maryland's medical liability market.

Amendment 20: Increases the reduction in personnel funding in the Department of Public Safety and Correctional Services from \$2.5 million to \$5.0 million based on savings from the abolition of 521 positions proposed by the Governor.

Amendment 21: Alters the amount of funding in the Department of Public Safety and Correctional Services that must be spent on personnel expenditures from \$900.0 million to \$890.0 million.

Amendments 22 through 27: Restore funding for maintenance projects at various facilities in the Department of Public Safety and Correctional Services.

Amendment 28: Strikes language that would have limited eligibility for the BOOST program to children receiving an award in the 2019-2020 school year or having a sibling receiving an award in the 2019-2020 school year.

Amendment 29: Restores funding for BOOST to level fund the program at the expenditure level expected in fiscal 2020.

Amendment 30: Restores \$1.0 million in funding for the Sellinger program.

Amendment 31: Restores \$3.6 million in funding for the Cade Community Colleges formula, fully funding the program in fiscal 2021.

Amendment 32: Consistent with the action in Amendment 11, strikes language in the Dedicated Purpose Account that would have reduced general fund support for the Washington Metropolitan Area Transit Authority by \$12.5 million if a like amount of Bay Restoration Funds has been transferred to the Maryland Department of Transportation to support \$12.5 million of projects funded in the Total Maximum Daily Load program.

Amendment 33: Reduces the entire \$38.2 million appropriation in the Dedicated Purpose Account for Program Open Space repayment.

Amendment 34: Restores half of the deficiency appropriation in the Judiciary for fiscal 2020 general salary increases.

Amendment 35: Technical.

Potential Floor Amendments for the Budget Reconciliation and Financing Act (SB 192)

The Budget Reconciliation and Financing Act (BRFA) of 2020, as amended¹ by the draft House Appropriations Committee Floor Amendments, accomplishes the following:

Fiscal 2020 Expenditure Reductions	\$12.6
Fiscal 2021 Expenditure Reductions	405.0
Total Reductions	\$417.6
Fiscal 2021 Transfers	\$98.8
Fiscal 2021 Revenue Actions	220.5
Total Impact of BRFA on Budget Plan	\$736.8

Note: Numbers in chart do not sum to total due to rounding

Potential Floor Amendments

Technical Amendment

Strikes provisions to eliminate the requirement that abandoned property notices be published and require a quarterly notification of the searchable electronic abandoned property database.

Strikes a provision to alter the Senator John A. Cade Funding Formula Aid for Community Colleges.

Amends a provision related to the Joseph A. Sellinger Formula for private institutions to restore \$10.6 million of the mandated increase for fiscal 2021 rather than \$9.6 million while maintaining the formula for future increases.

Adds provisions to require the Department of Public Safety and Correctional Services (DPSCS) to provide certain identifying information to the Maryland Department of Planning (MDP) and the Department of Legislative Services (DLS) for the purposes of redistricting and to require MDP to enter into a Memorandum of Understanding with DLS by August to provide certain information by certain dates related to the data furnished by DPSCS.

Amends a provision to reduce the mandate for the Maryland Health Benefit Exchange to \$31.5 million in fiscal 2021 only rather than permanently.

¹ Provisions added or amended in whole or in part, except by a technical amendment, are noted in *italics*.

Amends a provision to eliminate the adjustment to general fund revenues related to nonwithholding income tax revenues in fiscal 2021 only, rather than increasing the cap on the adjustment to \$61 million, but otherwise retains the provision to set dollar level caps and delay the full phase-in to a 2% cap until fiscal 2026 rather than fiscal 2022. This provision increases the revenue available to the general fund by \$61 million in fiscal 2021.

Amends a provision to permanently set the maximum credits for the film production activity tax credit at \$12 million beginning in fiscal 2021 rather than \$10 million.

Alters the repayment of transfer tax revenue to extend the repayment for an additional year to account for missing the fiscal 2021 repayment.

Amends a provision to eliminate the administrative fee that car dealers are allowed to retain for collecting and remitting the vehicle titling tax to also increase the car dealer processing fee from \$300 to \$500.

Amends a provision to increase the Medicaid Deficit Assessment reduction by \$10 million, so that it is \$15 million below the fiscal 2020 level, and make that level permanent, rather than continuing the phase down.

Amends a provision to transfer \$900,000 rather than \$1.0 million from the Maryland Board of Physicians fund balance to the General Fund in fiscal 2021.

Strikes a provision to authorize a transfer of \$12.5 million from the Bay Restoration Fund balance to the Maryland Department of Transportation to be used for Watershed Implementation Plan compliance projects.

Strikes a provision to reduce the fiscal 2020 appropriation for the Maryland State Department of Education Office of Inspector General by \$100,000 based on startup delays in creating the office and hiring staff.