
Analysis of Supplemental Budget No. 5

**Department of Legislative Services
Office of Policy Analysis
Annapolis, Maryland**

March 31, 2021

Supplemental Budget No. 5 – General Fund Impact

General Fund Balance in Budget Passed by Senate	\$675
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Supplemental Budget No. 5

Revenues

FEMA Reimbursements for FY 2020 Disaster Relief Claims	341
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Savings from Federal Stimulus Fund Swaps

RELIEF Act Expenditures*	\$306	
RELIEF Act Stimulus Checks	178	
Quarantine Pay in Supplemental No. 2	38	
Substitute for Public Health/Behavioral Health Costs	35	
Utility Arrearages in Supplemental No. 2	23	
Other	10	
		590

Other Savings

Fund Disaster Relief Costs with Local Income Tax Reserve not General Funds Until Federal Reimbursement is Received (BRFA)	\$210	
Withdraw Funding Budgeted in Error in FY 2021 to Pay Interest on Federal Unemployment Insurance Loans	15	
		225

New Spending

COVID-19 Response Costs Until Federal Disaster Relief Reimbursements are Received	-\$551	
Capital PAYGO	-417	
State Center Relocation Costs	-50	
Other	-106	
		-1,124

Revised Senate General Fund Balance	\$707
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Rainy Day Fund Balance*	\$1,355
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*Not part of Supplemental No. 5 but Administration plans to execute by budget amendment. Administration also intends to use federal Stimulus funding for \$250 million of business assistance previously supported by Rainy Day Fund. State savings will be returned to Rainy Day Fund leaving a balance equal to 6.8%.

Supplemental Budget #5 Summary

<u>Agency</u>	<u>Description</u>	<u>GF</u>	<u>SF</u>	<u>FF</u>	<u>Total</u>
American Rescue Plan Act Funding		-\$105,985,475	-\$639,220,835	\$1,918,725,123	\$1,173,518,813
Coronavirus Aid, Relief, and Economic Security (CARES) Stimulus Funds					
MDH	CARES funding for local health departments			\$118,340,763	\$118,340,763
MDH	CARES funding for special education and technology			200,000,000	200,000,000
Subtotal				\$318,340,763	\$318,340,763
December Federal Stimulus Funds					
MDH	Substance use disorder prevention and treatment and Community Mental Health Services			\$24,021,915	\$24,021,915
Subtotal				\$24,021,915	\$24,021,915
FEMA Funding and Related General Fund Expenditures					
Military	MEMA public assistance funding			\$341,166,648	\$341,166,648
MDH	FEMA related expenditures to be reduced by \$210.4 million contingent on the BRFA	\$551,517,162			551,517,162
MDH	FEMA related expenditures contingent reduction	-210,350,514			-210,350,514
Subtotal		\$341,166,648		\$341,166,648	\$682,333,296
BPW PAYGO GO Bond Backfill		\$375,756,000		\$15,180,000	\$390,936,000
BPW PAYGO Other		\$41,475,000			\$41,475,000
Miscellaneous Expenditures		\$140,428,410	\$21,803,958	\$16,056,805	\$178,289,173
<i>Fiscal 2021</i>		<i>\$270,953,843</i>	<i>-\$426,340,618</i>	<i>\$1,487,839,811</i>	<i>\$1,332,453,036</i>
<i>Fiscal 2022</i>		<i>521,886,740</i>	<i>-191,076,259</i>	<i>1,145,651,443</i>	<i>1,476,461,924</i>
TOTAL		\$792,840,583	-\$617,416,877	\$2,633,491,254	\$2,808,914,960

Supplemental Budget #5 American Rescue Plan Act Funding

<u>Item #</u>	<u>Agency</u>	<u>Description</u>	<u>GF</u>	<u>SF</u>	<u>FF</u>	<u>Total</u>
American Rescue Plan Act Funding						
Blueprint Relief						
139/Amend. 11	MSDE	Deficiency funding Blueprint fund swap		-\$174,845,017	\$174,845,017	\$0
146-151	MSDE	Supp. No. 1 Blueprint fund swap		-105,000,000	105,000,000	0
152	MSDE	Blueprint fund swap for supplemental instruction/tutoring		-151,575,818	151,575,818	0
Subtotal				-\$431,420,835	\$431,420,835	\$0
General Fund Relief						
3	PSC	Utility arrearage assistance	-\$23,000,000	-\$30,000,000	\$53,000,000	\$0
56	Comptroller	Relief Act fund switch		-177,800,000	177,800,000	0
59	DBM	Quarantine pay fund switch and support	-37,897,050		60,000,000	22,102,950
75,77,80, 84, 94-95, 99-100, Amend. 10	MDH	Various fund swaps	-43,988,425		43,988,425	0
170	DHCD	Maryland Housing Counseling Fund fund swap	-1,100,000		1,100,000	0
Subtotal			-\$105,985,475	-\$207,800,000	\$335,888,425	\$22,102,950
Pandemic Response						
55	Comptroller	Chapter 39 of 2021 grant related to certain suspended UI benefits			\$8,000,000	\$8,000,000
60	DBM	Response Pay			40,000,000	40,000,000
125	MDH	One-time fiscal 2022 2% nursing home rate increase			26,000,000	26,000,000
128	DHS	Extend additional TCA/TDAP grant for 6 months			46,000,000	46,000,000
129-130	DHS	HB 606 of 2021 Arrearage and bill assistance			20,000,000	20,000,000
133	Labor	Apprenticeship and employment training			37,500,000	37,500,000
156	MSDE	HVAC for public schools			40,000,000	40,000,000
167-169, 174	DHCD	Broadband administrative, monthly fee, device and rural broadband support			105,475,321	105,475,321
171-172	DHCD	Non entitlement fiscal 2021 and 2022 local federal relief funds			505,620,542	505,620,542
178	Commerce	MEDAAF grants to facilitate telework			5,000,000	5,000,000
189-195	State Reserve Fund	Various broadband and digital divide projects			179,320,000	179,320,000
196	State Reserve Fund	HVAC for public schools in fiscal 2023			40,000,000	40,000,000
197	State Reserve Fund	Transitional supplemental instruction for fiscal 2023			46,000,000	46,000,000
198	State Reserve Fund	State employee IT and telework needs			10,000,000	10,000,000
199	State Reserve Fund	Apprenticeship and employment training			37,500,000	37,500,000
200	State Reserve Fund	Home monitoring of pandemic-related early release individuals			5,000,000	5,000,000
Subtotal					\$1,151,415,863	\$1,151,415,863
American Rescue Plan Act Funding Total			-\$105,985,475	-\$639,220,835	\$1,918,725,123	\$1,173,518,813

Supplemental Budget #5 Miscellaneous Items

<u>Item #</u>	<u>Agency</u>	<u>Description</u>	<u>GF</u>	<u>SF</u>	<u>FF</u>	<u>Total</u>
1		Disparity grants	\$10,198,285			\$10,198,285
2		OPD	1,880,404			1,880,404
4	Workers' Comp Comm	Retirement contributions		\$25,314		25,314
5	BPW	North Avenue Development Authority grant	250,000			250,000
41	ODHH	Administrative support	22,571			22,571
42	Boards	Maryland State Commission on Criminal Sentencing assistance	39,420			39,420
43-44	Secretary of State	Fiscal 2021 and 2022 support for notarization and charitable		210,941		210,941
45	Secretary of State	Replace legacy IT system	350,000			350,000
46	Historic St. Mary's	St. Mary's fort excavation	1,000,000			1,000,000
47	MSA	COVID-related losses	4,500,000			4,500,000
48	MSA	Fair Hill one-time event funding	500,000			500,000
49	MSA	Grants from M.E. Busch Sports Fund		1,000,000		1,000,000
50	SBE	Pollbook major IT project		-6,862,717		-6,862,717
52	Veterans	Contractual conversion			\$8,851	8,851
53	Veterans	Charlotte Hall ambulance purchase	200,000			200,000
54	Canal Place	DoIT enterprise service costs	19,259			19,259
57	Treasurer	Major IT project support		1,237,829		1,237,829
58	DBM	45 Calvert St. office refurbishment	175,000			175,000
61	DoIT	Treasurer major IT project	1,242,165			1,242,165
62	DGS	City of Annapolis PILOT funding	10,500			10,500
63	DGS	Project management for capital maintenance	655,794			655,794
64	DGS	Electric Vehicle charging infrastructure for State fleet	1,164,318			1,164,318
65	DNR	Revenue Equity Program mandated funding		114,157		114,157
66	DNR	Fair Hill operations and maintenance	1,300,000			1,300,000
67	DNR	Bridge inspection and dam assessment	2,000,000			2,000,000
68	DNR	Project management for capital maintenance	163,959			163,959
69	DNR	Lake maintenance projects	2,000,000			2,000,000
70	DNR	Waterway improvement projects	1,350,000			1,350,000
71	DNR	Oyster seeding	1,000,000			1,000,000
72	Agriculture	Federal Dairy Margin Coverage program	650,000			650,000
73	Agriculture	Southern Maryland Agricultural Development Commission		450,000		450,000
74	Agriculture	Rural Maryland Prosperity Investment Fund	928,661			928,661
76	MDH	Opioid funding from McKinsey settlement		12,000,000		12,000,000
78	MDH	Maryland Loan Assistance Repayment Program for Physicians funding at mandated level		600,000		600,000
82-83	MDH	Fiscal 2021 and 2022 Kidney Disease Program funding	6,801,422			6,801,422
88	MDH	Ebola preparedness			2,130,298	2,130,298
89-92, 101-120	MDH	Facilities overtime (\$8 million fiscal 2021; \$6 million fiscal 2022)	14,000,000			14,000,000
93	MDH	Kennedy Krieger tele-education curriculum	1,800,000			1,800,000
98	MDH	Kennedy Krieger Center for Neuroscience of Social Injustice	500,000			500,000

Supplemental Budget #5 Miscellaneous Items

<u>Item #</u>	<u>Agency</u>	<u>Description</u>	<u>GF</u>	<u>SF</u>	<u>FF</u>	<u>Total</u>
121, 123	MDH	Community Options waiver slot expansion and administrative support	4,980,505		5,603,307	10,583,812
122	MDH	Expansion of Medicaid postpartum coverage from 2 to 12 months	3,248,665		5,081,321	8,329,986
124	MDH	DC Hospital reimbursement rate increase	1,722,018		2,583,028	4,305,046
131	DHS	Grant to Food and Friends for medically-tailored meals	500,000			500,000
132	Labor	Local Impact Grants revised funding levels		3,500,000		3,500,000
134	Labor	Delete fiscal 2021 UI interest funding per RELIEF Act	-15,000,000			-15,000,000
135, 137	Labor	Fiscal 2021 and 2022 additional administrative support			650,000	650,000
136	Labor	Fiscal 2022 UI interest funding per RELIEF Act	15,000,000			15,000,000
138	DPSCS	Project management for capital maintenance	163,959			163,959
140-142, 153	MSDE	Education funding support based on updated enrollment/wealth data	5,256,223	-4,277,514		978,709
143	MSDE	Autism waiver expansion (100 slots)	2,000,000			2,000,000
144	MSDE	Non-public special schools teacher salaries	3,600,000			3,600,000
145	MSDE	Adult High School pilot program	250,000			250,000
154	MSDE	Maryland Academy of Sciences	174,016			174,016
155	MSDE	Local Management Board fiscal 2021 funding cut restoration	1,000,000			1,000,000
158	MSDE	Non-public school security improvements	1,500,000			1,500,000
159, 166	USM	MFRI salary enhancements		104,285		104,285
160, 164	USM	UM, College Park Campus Hughes Agro-Ecology Center	130,000			130,000
161, 165	USM	Frostburg Office of Regional Dev. And Engagement	194,000			194,000
162	MHEC	Montgomery College Leggett Building	1,500,000			1,500,000
163	MHEC	Conroy and Cryor scholarships		1,251,663		1,251,663
173	DHCD	Huntington City Community Development Corporation grant	150,000			150,000
176	Commerce	Business impacted by Purple Line construction	500,000			500,000
177	Commerce	E-Nnovation match		12,450,000		12,450,000
179	Commerce	B&O museum grant for 200th anniversary celebration	500,000			500,000
180	Commerce	Visit Baltimore grant for CIAA basketball tournament	750,000			750,000
181	TEDCO	Stem Cell Research Fund	1,000,000			1,000,000
182	TEDCO	Maryland Innovation Initiative	500,000			500,000
183	MDE	Scrap tire drop off days	1,516,000			1,516,000
184	MSP	Salvage Vehicle Inspection Fund deficit backfill	509,000			509,000
185, 187	MSP	Fiscal 2021 and 2022 funding to address toxicology backlog	2,041,869			2,041,869
186	MSP	Gun permit application workload	2,040,397			2,040,397
188	State Reserve Fund	Relocation of agencies from State Center	50,000,000			50,000,000
TOTAL			\$140,428,410	\$21,803,958	\$16,056,805	\$178,289,173

Supplemental Budget #5 GO Bond Backfills and BPW PAYGO

<u>Item #</u>	<u>Agency</u>	<u>Description</u>	<u>GF</u>	<u>SF</u>	<u>FF</u>	<u>Total</u>
General Obligation Bond Backfills						
11	BPW	DGS Facilities renewal	\$30,283,000			\$30,283,000
12	BPW	Washington County District Court	5,275,000			5,275,000
13	BPW	Howard St. Tunnel	21,500,000			21,500,000
14	BPW	UM, Baltimore Campus Utilities	11,307,000			11,307,000
15	BPW	UM, College Park Campus Chemistry building	45,190,000			45,190,000
16	BPW	Towson University Heath Professions building	50,684,000			50,684,000
17	BPW	UMES School of Pharmacy	22,716,000			22,716,000
18	BPW	Frostburg Education and Health Sciences Center	46,655,000			46,655,000
19	BPW	Coppin State Percy Julian Building	32,851,000			32,851,000
20	BPW	SMCM Academic Building and auditorium	20,013,000			20,013,000
21	BPW	Community College Construction Program	55,880,000			55,880,000
22	BPW	DSP New Berlin Barrack	11,402,000			11,402,000
23	BPW	UMMS Comprehensive Cancer Center	12,000,000			12,000,000
157	MSDE	Public School Safety grants	10,000,000			10,000,000
175	DHCD	Rural broadband			\$15,180,000	15,180,000
General Obligation Bond Backfills Total			\$375,756,000		\$15,180,000	\$390,936,000
BPW PAYGO						
6	BPW	Building demolition Brooklandville property (DPSCS)	\$1,500,000			\$1,500,000
7	BPW	Facilities renewal 45 Calvert St. Annapolis	2,500,000			2,500,000
8	BPW	Facilities renewal Hagerstown District Court	1,300,000			1,300,000
9	BPW	Facilities renewal 16 Francis St. Annapolis	2,000,000			2,000,000
10	BPW	Facilities renewal Hyattsville District Court	1,500,000			1,500,000
24	BPW	SMCM Facilities renewal	1,500,000			1,500,000
25	BPW	USM Facilities renewal	3,800,000			3,800,000
26	BPW	MDH decommissioned buildings demolition	1,300,000			1,300,000
27	BPW	Facilities renewal 2100 Guilford Ave. Baltimore City DNR	3,200,000			3,200,000
28	BPW	Community Parks and Playgrounds	2,500,000			2,500,000
29	BPW	Maryland State Library Agency library projects	2,500,000			2,500,000
30	BPW	Druid Hill Clinic Baltimore City	1,500,000			1,500,000
31	BPW	Baltimore City swimming pool improvements	3,000,000			3,000,000
32	BPW	Greenway Trail Baltimore City	1,500,000			1,500,000
33	BPW	Madison Park North Redevelopment Baltimore City	500,000			500,000
34	BPW	Mary Havin health and wellness center Baltimore City	500,000			500,000
35	BPW	Pearlstone Center Baltimore County	500,000			500,000
36	BPW	Warrior canine facility Montgomery County	125,000			125,000
37	BPW	DeMatha HS Prince George's County	500,000			500,000
38	BPW	Hagerstown multi-use Sports and Events Facility	8,500,000			8,500,000
39	BPW	Penn Station Baltimore City	1,000,000			1,000,000
40	BPW	Cape St. Claire shoreline restoration Anne Arundel County	250,000			250,000
BPW PAYGO Total			\$41,475,000			\$41,475,000