
Analysis of Supplemental Budget No. 1

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

April 7, 2010

Supplemental Budget No. 1
Action by Fund Source
(\$ in Millions)

	<u>General</u>	<u>Special</u>	<u>Federal</u>	<u>CUF</u>	<u>Total</u>
Disparity Grants	\$24.4				\$24.4
Education Formula Revisions	20.9		\$1.4		22.4
DBED Small Business Credit Recovery Program	5.0				5.0
Heritage Structure Tax Credit	5.0				5.0
Elections	1.6	\$2.8	5.9		10.3
Local Jail Per Diem Reimbursements	1.4				1.4
Tourism	1.0				1.0
DBED Central Business Licensing IT	0.6				0.6
DHR Service Linked Housing	0.6				0.6
Assessments and Taxation	0.3				0.3
DHMH MD Health Care Reform Coord. Council	0.3				0.3
Foreclosure Mediation (OAH, DHCD, Judiciary)	0.1	5.2			5.3
BCCC English to Speakers of Other Languages	0.1			\$0.1	0.1
DHR Child First Authority	0.1				0.1
PTAAB	0.1				0.1
Police Aid	0.0				0.0
Parole and Probation Use of ARRA Funds	-3.4		3.4		0.0
Medicaid Clawback	-65.9				-65.9
DHCD Partnership Rental Housing		1.9			1.9
DNR Harriet Tubman Railroad State Park			3.2		3.2
DNR Waterway Improvement Boating Access			0.5		0.5
DNR Waterway Improvement Withdrawn Approp.		-3.9			-3.9
Retirement Investment and IT Positions		0.4			0.4
Public Debt Build America Bond Subsidies		-5.9	5.9		0.0
Total Spending	-\$8.1	\$0.5	\$20.4	\$0.1	\$12.8

ARRA: American Recovery and Reinvestment Act of 2009

BCCC: Baltimore City Community College

CUF: current unrestricted funds

DBED: Department of Business and Economic Development

DHCD: Department of Housing and Community Development

DHMH: Department of Health and Mental Hygiene

DHR: Department of Human Resources

DNR: Department of Natural Resources

IT: Information Technology

OAH: Office of Administrative Hearings

PTAAB: Property Tax Assessment Appeal Boards

Supplemental Budget No. 1
General Fund Balance Summary
(\$ in Millions)

Ending Fiscal 2011 Balance (January 2010 Estimate)	\$258.4	\$273.7	
	<u>FY 2010</u>	<u>FY 2011</u>	<u>Total</u>
Revenue			
Board of Revenue Estimates Revision	-\$66.0		
HB 1505 Lottery Intercept		\$2.1	
BRFA SF Transfers for Central Business Licensing		0.5	
Contingent Reductions: Tourism & Police Aid		1.0	
BRFA DLLR Design Board Fund Transfer		0.3	
	-\$66.0	\$3.9	-\$62.1
Spending			
Medicaid Clawback	-\$39.0	-\$26.9	-65.9
Education Foundation Program VLT Cash Flow	28.5	-28.5	0.0
Parole and Probation Use of ARRA Funds		-3.4	-3.4
Disparity Grants		24.4	24.4
Education Formula Revisions		20.9	20.9
DBED Small Business Credit Recovery Program		5.0	5.0
Heritage Structure Tax Credit		5.0	5.0
Foreclosure Mediation	0.1		0.1
Elections	0.6	1.0	1.6
Local Jail Per Diem Reimbursements		1.4	1.4
Tourism		1.0	1.0
Other	0.3	1.5	1.8
	-\$9.5	\$1.3	-\$8.1
Ending Fiscal 2011 Balance (March 2010 Estimate)	\$201.9	\$219.7	

Shaded Items = Assumed in Budgets Passed by the House and Senate

- ARRA: American Recovery and Reinvestment Act of 2009
- BRFA: Budget Reconciliation and Financing Act
- DBED: Department of Business and Economic Development
- DLLR: Department of Labor, Licensing, and Regulation
- SF: special funds
- VLT: video lottery terminal

Conference Committee General Fund Balance Status as of April 7, 2010

	<u>FY 2010</u>	<u>FY 2011</u>
Starting General Fund (GF) Balance	\$87,172,364	\$147,839,762
Revenues		
BRE Estimated Revenues – December 2009	\$12,299,470,284	\$12,671,714,715
BRE Revenue Revision – March 2010	-65,973,967	0
Ch. 487 of 2009 Budget Reconciliation Legislation	216,288,248	124,357,649
Budget Reconciliation Legislation – Revenues	58,809,560	45,500,000
Budget Reconciliation Legislation – Transfers	641,588,809	394,382,389
Other Legislation	0	-20,000,000
Additional Revenues	128,484,971	26,094,993
Subtotal Revenues	\$13,278,667,905	\$13,242,049,746
Net Transfer to the GF from the Rainy Day Fund	\$95,052,421	\$0
Subtotal Available Revenues	\$13,460,892,690	\$13,389,889,508
Appropriations		
GF Appropriations Net of Rainy Day Fund	\$13,712,407,444	\$13,733,452,157
Deficiencies	219,017,987	0
Supplemental Budget No. 1	-9,482,946	1,345,453
Board of Public Works Withdrawn Appropriations	-531,426,769	0
Legislative Reductions/Contingent Legislation	-13,783,053	-507,756,643
Estimated Agency Reversions	-63,679,735	-31,058,000
Subtotal Appropriations	\$13,313,052,928	\$13,195,982,967
Closing General Fund Balance	\$147,839,762	\$193,906,541

BRE: Board of Revenue Estimates

Summary of Supplemental Budget No. 1

	<u>GF</u>	<u>SF</u>	<u>FF</u>
Funds Contingent on Enactment of SB 276 or HB 472 – Foreclosure Mediation			
Judiciary – Court Related Agencies		\$43,300	Training
Judiciary – Clerks of the Circuit Court		185,565	Six clerk staff to docket cases and to collect fees
Office of Administrative Hearings	\$44,455		Fiscal 2010 deficiency for contractual law judges
Office of Administrative Hearings		784,387	Contractual positions and admin. expenses
Labor, Licensing, and Regulation		225,000	Processing notices of intent
Housing and Community Development	69,797		Fiscal 2010 deficiency for contractual staff
Housing and Community Development		3,980,785	Contractual positions, admin. expenses, and counseling grants
 Realignment of Video Lottery Terminal Proceeds and Expenditures			
State Lottery Agency		-\$20,427,000	
↳ DLLR – MD Racing Commission		8,666,000	To increase purses at racetracks
DLLR – Facility Redevelopment Program		3,095,000	Racetrack facility redevelopment grants
DLLR – VLT Local Impact Grants		6,809,000	Local impact grants
DBED – Business Investment Account		1,857,000	Small, minority, and women-owned business grants and loans
 Aid to Education – Foundation Program	 \$28,500,000	 -28,500,000	 Fiscal 2010 recognizes delay in VLT licensing fees
Aid to Education – Foundation Program	-28,500,000	28,500,000	Fiscal 2011 VLT licensing fees will be higher
 Aid to Education Enrollment Adjustments and Fund Realignments			
<i>Fiscal 2010 Deficiencies – \$1.4 Million</i>			
Foundation Program			\$2,731,143
Compensatory Education			-497,614
Limited English Proficient			-8,483
Student Transportation			-790,356

Summary of Supplemental Budget No. 1

	<u>GF</u>	<u>SF</u>	<u>FF</u>	
<i>Fiscal 2011 Allowance – \$20.9 Million</i>				
Foundation Program	\$6,420,049		\$531,330	
Compensatory Education	-2,391,372		3,622,342	
Students with Disabilities	2,311,675			
Limited English Proficient	8,646,134			
Guaranteed Tax Base	1,608,015			
Student Transportation	4,343,672		-4,152,372	
 New Programmatic Spending				
Disparity Grants	\$24,354,177			To implement November NTI calculation
Heritage Structure Rehabilitation Tax Credit	5,000,000			Brings total allowance to \$10 million
State Retirement Agency Positions		\$364,925		3 investment analysts and 1 IT position
Outdoor Recreation Land Loan			\$3,166,312	Harriet Tubman Underground Railroad State Park
Waterway Improvement Capital Program			500,000	Boating access infrastructure
DHMH – Health Care Reform Coordinating Council	250,000			Consulting expenses
DHR – Child First Authority	59,594			Restores funding reduced by Senate and House
DHR – Service-linked Housing	550,000			Restores funding omitted from allowance
Public Safety – Local Inmate Grants	1,413,765			Restores funding omitted from allowance
Baltimore City Community College	73,400			Adjustment to fiscal 2011 ESOL enrollment
DHCD – Partnership Rental Housing		1,900,000		In lieu of GO bonds for affordable housing
DBED – Central Business Licensing project	578,000			One-stop business license project
DBED – MD Industrial Development Financing Authority	5,000,000			For loan guarantees for small businesses
 Administrative and Operating Shortfalls				
State Board of Elections	\$602,802			Fiscal 2010 deficiency for 2010 election
State Board of Elections	953,926	\$2,841,506	\$5,924,999	Fiscal 2011 allowance for 2010 election

Summary of Supplemental Budget No. 1

	<u>GF</u>	<u>SF</u>	<u>FF</u>	
Assessments and Taxation	250,000			Unanticipated annual leave payouts
Prop. Tax Assessment Appeals Board	50,000			For board members' salaries
Technical Corrections and Fund Swaps				
GOCCP – State Aid for Police Protection	\$19,500			To fully fund mandate; BRFA contingency removes funding
DBED – MD Tourism Board	1,000,000			To fully fund mandate; BRFA contingency removes funding
DHMH – Office of Minority Health	1,562,194	-\$1,564,194		To support with GF instead of CRF
DHMH – Alcohol and Drug Abuse Admin.	-1,562,194	1,564,194		To use CRF funds freed up by fund swap above
Medicaid – Systems and Operations	100,000		\$300,000	To determine State and Fed shares of Medicaid recoveries
Medicaid – Provider Reimbursements	-100,000		-300,000	Surplus funds to be used as noted above
Medicaid – Medicare Clawback	-39,000,000			Fiscal 2010 deficiency to recognize additional federal funds
Medicaid – Medicare Clawback	-26,900,000			Fiscal 2011 allowance to recognize additional federal funds
Public Safety	-3,445,082		3,445,082	To replace GF with ARRA Fiscal Stabilization Funds
Public Debt		-5,883,415	5,901,728	Build America Bonds subsidy to pay GO debt
DNR – Waterway Improvement		-3,934,000		To reflect program funding with GO bonds

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<u>Page</u>	<u>Item #</u>	<u>Committee</u>	<u>Item</u>	<u>DLS Rec.</u>	<u>GF</u>	<u>SF</u>	<u>FF</u>	<u>CUF</u>	<u>CRF</u>
3	1	APP/B&T	Payments to Civil Divisions of the State To restore funding for disparity grant to the fiscal 2010 level.		\$24,354,177				
3	2	PSA/PST	Judiciary To provide funds for training related to foreclosure mediation.			\$43,300			
3	3	PSA/PST	Judiciary To provide funds for staffing for foreclosure mediation requests.			185,565			
3	4	PSA/PST	Boards, Commissions, and Offices To provide funds to meet the mandated level of funding for the State Aid for Police Protection.	Reject (technical)	19,500				
4	5	PSA/PST	State Board of Elections Deficiency appropriation to provide funds for the voting system and implementation of Early Voting for the 2010 Election.		602,802				
4	6	PSA/PST	State Board of Elections To provide funds for local boards of elections, back-up servers, and the voting system and the implementation of Early Voting for the 2010 Election.		953,926	2,841,506	\$5,924,999		
4	7	T&E/CAP	Maryland Department of Planning To provide funds for tax credits for rehabilitation of a certified historic structure including residential and commercial buildings.		5,000,000				
5	8	PSA/PST	Office of Administrative Hearings Deficiency appropriation to provide funds to begin implementing the Housing Counseling and Foreclosure Mediation Program.		44,455				

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5	9	PSA/PST	Office of Administrative Hearings To provide funds to implement the Housing Counseling and Foreclosure Mediation Program.			784,387			
5	10	PSA/PST	State Department of Assessments and Taxation Deficiency appropriation to provide funds for unanticipated annual leave payout.		250,000				
6	11	PSA/PST	Property Tax Assessment Appeals Boards Deficiency appropriation to provide funds to be used for board member salaries.		50,000				
6	12	T&E/PST	State Lottery Agency To redistribute VLT grant funds to the Department of Labor, Licensing, and Regulation and the Department of Business and Economic Development.			-20,427,000			
6	13	PSA/B&T	Maryland State Retirement and Pension Systems To provide funds for 3 new investment analyst positions and 1 additional information technology analyst position.	Reduce		364,925			
6	14	T&E/CAP	Department of Natural Resources To provide funds for the design and construction of the Harriet Tubman Underground Railroad State Park.				3,166,312		
7	15	T&E/CAP	Department of Natural Resources To provide funds for boating access.				500,000		
7	16	T&E/CAP	Department of Natural Resources To reflect the appropriate funding for the Waterway Improvement Program.			-3,934,000			
7	17	HHR/EHR	Department of Health and Mental Hygiene To provide support for the Maryland Health Care Reform Coordinating Council.		250,000				

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7	18	HHR/EHR	Department of Health and Mental Hygiene To remove the Office of Minority Health and Health Disparities from the Cigarette Restitution Fund and support with general funds.	Reduce	1,562,194	-1,562,194			
8	19	HHR/EHR	Department of Health and Mental Hygiene To use special funds in lieu of general funds in the Alcohol and Drug Abuse Administration.		-1,562,194	1,562,194			
8	20	HHR/EHR	Department of Health and Mental Hygiene Deficiency appropriation to provide funds for additional State personnel.		100,000		300,000		
8	21	HHR/EHR	Department of Health and Mental Hygiene Deficiency appropriation to decrease funding for information technology personnel.		-100,000		-300,000		
6	8	22	HHR/EHR Department of Health and Mental Hygiene Deficiency appropriation to reduce the deficiency appropriation to reflect a revised estimate of Medicare “clawback” expenses.		-39,000,000				
9	23	HHR/EHR	Department of Health and Mental Hygiene To reflect a revised estimate of Medicare “clawback” expenses for fiscal 2011.		-26,900,000				
9	24	HHR/EHR	Department of Human Resources To provide a grant to Child First Authority.	Reject	59,594				
9	25	HHR/EHR	Department of Human Resources To provide service linked housing.		550,000				
9	26	EED/PST	Department of Labor, Licensing, and Regulation To provide funds for operating costs associated with processing notices of intent for Mortgage Foreclosures.				225,000		
10	27	EED/PST	Department of Labor, Licensing, and Regulation To provide VLT funds to increase the purses at the racetracks.				8,666,000		

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10	28	EED/PST	Department of Labor, Licensing, and Regulation To provide VLT funds for facility redevelopment of the racetracks.			3,095,000			
10	29	EED/PST	Department of Labor, Licensing, and Regulation To provide VLT funds for local impact grants.			6,809,000			
10	30	PSA/PST	Department of Public Safety and Correctional Services To provide funds to pay local jurisdictions for inmates sentenced to local correctional facilities.		1,413,765				
10	31	PSA/PST	Department of Public Safety and Correctional Services To replace general funds with State Fiscal Stabilization Funds.		-3,445,082		3,445,082		
11	32	EED/EHR	Maryland State Department of Education Deficiency appropriation to supplement the appropriation for fiscal 2010 to accurately reflect the statutorily required K-12 aid allocation and adjustments to use more federal stimulus funds in fiscal 2010.				2,731,143		
11	33	EED/EHR	Maryland State Department of Education Deficiency appropriation to supplement the appropriation for fiscal 2010 to reflect revised revenue projections from the Education Trust Fund.		28,500,000	-28,500,000			
11	34	EED/EHR	Maryland State Department of Education To provide funds to account for updated K-12 enrollment data.		6,420,049		531,330		
11	35	EED/EHR	Maryland State Department of Education To reflect revised revenue projections from the Education Trust Fund.		-28,500,000	28,500,000			
11	36	EED/EHR	Maryland State Department of Education Deficiency appropriation to reduce the appropriation for fiscal 2010 to accurately reflect the statutorily required K-12 local and allocation.				-497,614		

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12	37	EED/EHR	Maryland State Department of Education To provide funds to account for updated K-12 enrollment data and use federal stimulus funds instead.		-2,391,372		3,622,342		
12	38	EED/EHR	Maryland State Department of Education To provide funds to account for updated K-12 enrollment data.		2,311,675				
12	39	EED/EHR	Maryland State Department of Education Deficiency appropriation to decrease the appropriation for fiscal 2010 to accurately reflect the statutorily required K-12 local aid allocation.				-8,483		
12	40	EED/EHR	Maryland State Department of Education To provide funds to account for updated K-12 enrollment data.		8,646,134				
12	41	EED/EHR	Maryland State Department of Education To provide funds to account for updated K-12 enrollment data.		1,608,015				
13	42	EED/EHR	Maryland State Department of Education Deficiency appropriation to decrease the appropriation for fiscal 2010 to accurately reflect the statutorily required K-12 local aid allocation.				-790,356		
13	43	EED/EHR	Maryland State Department of Education To provide funds to account for updated K-12 enrollment data		4,343,672		-4,153,672		
13	44	EED/EHR	Support for State Operated Institutions of Higher To provide funds to account for updated enrollment used in calculating the grant for English Speakers of Other Languages (ESOL) for Baltimore City Community College.		73,400				

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14	45	EED/EHR	Baltimore City Community College To provide funds to account for updated enrollment used in calculating the grant for ESOL.					73,400	
14	46	HHR/EHR	Department of Housing and Community Development Deficiency appropriation to supplement the appropriation for fiscal 2010 to begin implementing the Housing Counseling and Foreclosure Mediation Program.		69,797				
14	47	HHR/EHR	Department of Housing and Community Development To provide funds to implement the Housing Counseling and Foreclosure Mediation Program.			3,980,785			
14	48	HHR/CAP	Department of Housing and Community Development To provide special funds in place of general obligation bonds to support affordable rental housing.			1,900,000			
15	49	EED/EHR	Department of Business and Economic Development To provide funds to conduct the first phase of the Central Business Licensing Project.	Language	578,000				
15	50	EED/EHR	Department of Business and Economic Development To provide funds for the Small Business Credit Recovery Program.		5,000,000				
15	51	EED/EHR	Department of Business and Economic Development To provide funds for loans and grants to Small, Minority, and Women-owned businesses.			1,857,000			
15	52	EED/EHR	Department of Business and Economic Development To provide funds to meet the mandated level of funding for the Maryland Tourism Board.		1,000,000				
16	53	APP/B&T	Public Debt To provide funds for debt service payments funded by the Federal subsidy for Build America Bonds.			-5,883,415	5,901,728		

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17		PSA/PST	Amendment No. 1 Modifies the contingent reduction for State Aid for Police Protection grant.	Strike (technical)					
17		T&E/PST	Amendment No. 2 Deletes language requiring a \$1,000,000 deduction from Highway User Revenue distribution for Prince George’s County.						
17		HHR/EHR	Amendment No. 3 Corrects the name of the Maryland False Health Claims Act in contingent language.						
17		EED/EHR	Amendment No. 4 Modifies the specified funding for Student with Disabilities to reflect the budget change provided above.						
17		EED/EHR	Amendment No. 5 Modifies the specified appropriation for Baltimore City Community College to reflect the budget change provided above.						
17		APP/B&T	Amendment No. 6 Corrects the name of a grant recipient.						
17		HHR/EHR	Amendment No. 7 Authorizes the transfer of up to \$7,000,000 from Medicaid to the MD Children’s Health Program in fiscal 2010.						
17		APP/B&T	Amendment No. 8 Corrects amount of savings to be realized from furloughs or salary reductions.	Strike (technical)					
17		APP/B&T	Amendment No. 9 Corrects the object of expenditure related to overtime.						
			Total Funds		-\$8,137,493	\$508,053	\$20,372,81	\$73,400	

D15A
Boards, Commissions, and Offices

Supplemental Budget No. 1

Item # 4

D15A05.16 Governor's Office of Crime Control and Prevention

Reduce appropriation for the purposes indicated:

	<u>Funds</u>	
1. Delete supplemental funding for State Aid for Police Protection grants. This action would level-fund the grant program in fiscal 2011.	\$19,500	GF

G20
Maryland State Retirement and Pension Systems

Supplemental Budget No. 1

Item # 13

G20J01.01 State Retirement Agency

<u>Action</u>	<u>Reduction</u>	<u>Fund</u>	<u>Positions</u>
Delete new information technology function analyst I position related to the Maryland Pension Administration System. Delete \$38,594 in salary and \$12,742 in fringe expenditures for this position from Supplemental Budget No. 1. The position was previously created and reclassified to another purpose when the agency delayed completion of this computer project by two years. The agency had 10 vacancies as of April 1, 2010, any of which could be reclassified for this purpose.	\$ 51,336	SF	1.00

M00F03
Department of Health and Mental Hygiene

Supplemental Budget No. 1

Item # 18

M00F03.06 Prevention and Disease Control

<u>Action</u>	<u>Reduction</u>	<u>Fund</u>	<u>Positions</u>
Delete one long-term vacancy from the Office of Minority Health and Health Disparities (014889). The position has been vacant for over two years.	\$58,497	GF	1.00

This is an action that the House and Senate have already agreed to in the budget as introduced, except that the position at that time was funded with special funds. If this action is adopted or rejected, a technical amendment will be required to restore the originally agreed to special fund cut.

N00A01
Department of Human Resources

Supplemental Budget No. 1

Item # 24

N00A01.05 Office of Grants Management

<u>Action</u>	<u>Reduction</u>	<u>Fund</u>	<u>Positions</u>
Delete funds for the Child First Authority consistent with actions taken in the fiscal 2011 base budget.	\$59,594	GF	0.00

T00
Department of Business and Economic Development

Supplemental Budget No. 1

Item # 49

T00A00.08 Office of Administration and Technology **\$578,000**

Add the following language to the general fund appropriation;

, provided that this appropriation made for the purpose of conducting the first phase of the Central Business Licensing Project may not be expended until the Department of Business and Economic Development and the Department of Information Technology submit a report detailing specific plans for the project including the scope of the project, potential costs, expected benefits, and the expected timeline for implementation. If appropriate, the report shall include an information technology project request form. The budget committees shall have 45 days to review and comment following receipt of the report. Funds restricted pending the receipt of the report may not be transferred by budget amendment or otherwise to any other purpose and shall revert to the General Fund if the report is not submitted to the budget committees.

Explanation: The funds included in the supplemental budget are for an information technology project that has yet to be fully examined by the General Assembly or the Department of Information Technology. This language will restrict the expenditure of funds for the first phase of the project until the department submits a report detailing the parameters of the project.

Information Request	Author	Due Date
Report on the Central Business Licensing Project	Department of Business and Economic Development Department of Information Technology	45 days prior to the expenditure of funds

Technical Amendments

Supplemental Budget No. 1

Page 17, Amendment No. 1

On page 12, line 35, strike “18,955,972” and replace with “18,975,472”.

Explanation: This amendment conforms the supplemental budget to the actions taken by both the Senate and House regarding funding for State Aid for Police Protection.

Page 17, Amendment No. 8

On page 185, line 17, strike “76,728,873” and replace with “76,670,411”.

Explanation: This amendment conforms the supplemental budget to the actions taken by both the Senate and House regarding savings from furloughs and temporary salary reductions.

Administration Amendment to SB 141 to Accompany Supplemental Budget No. 1

SECTION ##. AND BE IT FURTHER ENACTED, That, notwithstanding any other provision of law, on or before June 30, 2011, up to \$479,196 in special funds from the Departments of Health and Mental Hygiene; Human Resources; Labor, Licensing, and Regulation; Agriculture; Environment; Transportation; Natural Resources, and the Maryland Insurance Administration may be transferred to the General Fund to support the Central Business Licensing Project as follows:

Department of Health and Mental Hygiene:

State Acupuncture Board Fund	\$969
State Board of Dietetic Practice Fund	\$796
State Board of Professional Counselors and Therapists Fund	\$5,540
State Board of Chiropractic and Massage Therapy Examiners Fund	\$5,319
State Board of Dental Examiners Fund	\$16,892
State Board for Morticians and Funeral Directors Fund	\$922
State Board of Occupational Therapy Practice Fund	\$3,341
State Board of Examiners in Optometry Fund	\$1,534
State Board of Pharmacy Fund	\$32,821
State Board of Physical Therapy Examiners Fund	\$15,311
State Board of Podiatric Medical Examiners Fund	\$1,647
State Board of Examiners of Psychologists Fund	\$3,724
State Board of Social Work Examiners Fund	\$6,766
State Board of Examiners for Audiologists, Hearing Aid Dispensers, and Speech Language Pathologists Fund	\$1,954
Kidney Disease Fund	\$134
Board of Nursing Fund	\$289,754
Board of Physicians Fund	\$40,829

Department of Labor, Licensing, and Regulation:

State Occupational and Professional Licensing Design Boards' Fund	\$13,043
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Department of Agriculture:

Registration and Inspection Fees	\$4,018
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Department of the Environment:

Special Indirect Cost Recoveries	\$21,951
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Department of Transportation

Transportation Trust Fund	\$9,725
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Department of Natural Resources

Waterway Improvement Fund	\$788
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Maryland Insurance Administration

Insurance Regulation Fund	\$1,418
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Additional Budget Actions Prompted by Supplemental Budget No. 1

- **Medicaid:** Restore earlier action agreed by the Senate and the House to reduce general funds in Medicaid by \$39.0 million (fiscal 2010) and \$24.0 million (fiscal 2011) in recognition of the enhanced federal match for Medicare clawback payments; Supplemental Budget No. 1 removes these general funds.
- **Waterway Improvement Capital Program:** Restore earlier action agreed by the Senate and the House to reduce \$3.9 million in special funds since funds were provided in the capital budget; Supplemental Budget No. 1 removes these special funds.
- **State Lottery Agency:** Both the Senate and House added restrictive language directing the Administration to transfer the proceeds from Video Lottery Terminals to the appropriate grant-managing agencies; Supplemental Budget No. 1 realigns these funds, so the language in the base budget should be stricken.
- **Service-Linked Housing/Temporary Disability Assistance Payments:** Both the Senate and the House restricted \$550,000 in excess Temporary Disability Assistance Payments (TDAP) funds to provide funding at the fiscal 2010 level for Service-Linked Housing; Supplemental Budget No. 1 provides \$550,000 in general funds for Service-Linked Housing, so the restrictive language in the base budget should be stricken and the reduction of excess TDAP funds increased by \$550,000.
- **Office of Minority Health and Health Disparities:** Both the Senate and the House agreed to reduce \$58,497 in special funds and 1 long-term vacant position; Supplemental Budget No. 1 realigns general and special funds between various units of the Department of Health and Mental Hygiene. Along with the Department of Legislative Services recommendation to reduce the now-general funds supporting the Office of Minority Health, the earlier action to reduce special funds should be reversed.
- **Prince George's Hospital Center:** Both the Senate and the House added restrictive language to the appropriation in the Dedicated Purpose Account which now appears to be impossible to meet; Supplemental Budget No. 1 does not provide alternative language (other than to amend the name of the grant recipient) so the earlier language should be either amended or stricken.