BY repealing and reenacting, with amendments,

Article - State Finance and Procurement

Section 7-302

Annotated Code of Maryland

(1995 Replacement Volume and 2000 Supplement)

SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:

Article - State Finance and Procurement

7 - 302.

- (A) IN THIS SECTION, "UNIT" MEANS AN OFFICER, UNIT, OR INSTITUTION OF STATE GOVERNMENT.
- (B) Except as otherwise provided by law AND AS PROVIDED IN SUBSECTION (C) OF THIS SECTION, at the end of a fiscal [year] YEAR, the unspent balance of each appropriation that was made for that fiscal year to [an officer or unit of the State government or to an institution reverts] A UNIT SHALL REVERT to the General Fund of the State.
- (C) (I) WITH THE APPROVAL OF THE DEPARTMENT OF BUDGET AND MANAGEMENT, UP TO 50% A MAXIMUM OF \$1 MILLION IN EACH FISCAL YEAR OF THE UNSPENT OR UNENCUMBERED BALANCE OF THE APPROPRIATION TOTAL APPROPRIATION FOR ALL UNITS OF STATE GOVERNMENT AUTHORIZED FOR A FISCAL YEAR FOR USE BY A UNIT MAY NOT REVERT TO THE GENERAL FUND, BUT SHALL REMAIN AVAILABLE FOR EXPENDITURE WITHIN THE UNIT A UNIT FOR THE PURPOSES APPROVED BY THE DEPARTMENT OF BUDGET AND MANAGEMENT IN THE SUCCEEDING FISCAL YEAR
- (II) THE DEPARTMENT OF BUDGET AND MANAGEMENT SHALL CERTIFY THAT THE PROPOSED USE OF THE UNSPENT OR UNENCUMBERED BALANCE IS CONSISTENT WITH THE MANAGING-FOR-RESULTS GOALS OF THE UNIT.
- (2) THE DEPARTMENT OF BUDGET AND MANAGEMENT SHALL REPORT TO THE DEPARTMENT OF LEGISLATIVE SERVICES, THE SENATE BUDGET AND TAXATION COMMITTEE, AND THE HOUSE APPROPRIATIONS COMMITTEE BY OCTOBER 1 OF THE NEXT FISCAL YEAR ON THE AMOUNT OF FUNDS APPROVED TO BE CARRIED OVER BY UNITS UNDER THIS SUBSECTION.
- (2) (3) THE UNIT SHALL REPORT TO THE DEPARTMENT OF BUDGET AND MANAGEMENT AND, IN ACCORDANCE WITH § 2 1246 OF THE STATE GOVERNMENT ARTICLE, SHALL REPORT TO THE GENERAL ASSEMBLY BEFORE THE END OF THE NEXT FISCAL YEAR AS PART OF THE GOVERNOR'S STATE BUDGET SUBMISSION ON THE AMOUNT OF FUNDS CARRIED OVER BY THE EACH UNIT UNDER THIS SUBSECTION AND HOW THOSE FUNDS WERE EXPENDED.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 2001. It shall remain effective for a period of 3 years and, at the end of June