- 1. SUBJECT TO ITEM 2 OF THIS ITEM, SHALL BE ALLOCATED TO LOCAL DEPARTMENTS, IN ACCORDANCE WITH THE SAVINGS ACHIEVED BY EACH LOCAL DEPARTMENT, FOR THE PURPOSES UNDER SUBSECTION (F) OF THIS SECTION; AND
- 2. SHALL BE USED TO PROVIDE PAY INCENTIVES TO EMPLOYEES OF A LOCAL DEPARTMENT IN ACCORDANCE WITH § 58A OF THIS SUBTITLE; AND
- (HI) (3) 45% OF THE SAVINGS TO CHILD CARE, WORK ACTIVITIES, WELFARE AVOIDANCE, DRUG TREATMENT FOR TARGETED RECIPIENTS, EMERGENCY FUNDS FOR APPLICANTS AND RECIPIENTS, ADMINISTRATION TO THE EXTENT THAT ADDITIONAL ADMINISTRATIVE COSTS ARE REQUIRED TO EFFECTIVELY IMPLEMENT THE FIP, OR ANY OTHER DIRECT SERVICE TO APPLICANTS OR RECIPIENTS THAT THE SECRETARY DEEMS APPROPRIATE TO FURTHER THE PURPOSES OF THIS SUBTITLE FOR THE PURPOSES UNDER SUBSECTION (F) OF THIS SECTION.
- (2) NOTWITHSTANDING § 7-302 OF THE STATE FINANCE AND PROCUREMENT ARTICLE, ANY OF THE SAVINGS ALLOCATED TO A LOCAL DEPARTMENT UNDER PARAGRAPH (1)(II)1 OF UNDER THIS SUBSECTION THAT REMAINS REMAIN UNEXPENDED AFTER THE CURRENT FISCAL YEAR MAY BE CARRIED OVER INTO THE NEXT FISCAL YEAR
- [(e)] $\stackrel{(F)}{(F)}$ $\stackrel{(H)}{(F)}$ (1) All assistance granted under this subtitle is subject to all future amendment or repeal of this subtitle.
- (2) A recipient does not have a right to compensation by reason of the recipient's assistance having been affected by amendment or repeal of this subtitle.
- (3) Recipients who obtain employment shall remain eligible for medical assistance up to 12 months after the date of employment.
 53.
- (a) (1) The Secretary shall establish demonstration projects through grants to nonprofit organizations, local education agencies, local management boards, local health departments, religious organizations, and institutions of higher education, which shall jointly develop proposals for these demonstration projects with local departments of social services.
- (2) (i) Not more than 50% of the funding allocated for demonstration projects under this section shall be allocated to a single demonstration project.
- (ii) The funds allocated for demonstration projects under this section are incentive funds over and above any transfer of FIP benefits to a third party.
- (3) At least one of the demonstration projects under this section shall be located in counties other than the two counties with the largest numbers of FIP recipients.