

SUPPLEMENTAL BUDGET NO. 1 - FISCAL YEAR 2013

April 2, 2012

Mr. President, Mr. Speaker,
Ladies and Gentlemen of the General Assembly:

Pursuant to the authority conferred on me by Article III, Section 52, Subsection (5) of the Constitution of Maryland, and in accordance with the consent of the (State Senate) - (House of Delegates), duly granted, I hereby submit a supplement to Senate Bill 150 and/or House Bill 85 in the form of an amendment to the original budget for the Fiscal Year ending June 30, 2013.

Supplemental Budget No. 1 will affect previously estimated funds available for budget operations as shown on the following summary statement.

SUPPLEMENTAL BUDGET SUMMARY**Sources:**

**Estimated general fund unappropriated balance
July 1, 2013 (per Original Budget)**

163,605,623**Adjustment to revenue:****General Funds:**

Fiscal Year 2012 Revenues		
Board of Revenue Estimates - March 7, 2012	(80,055,000)	
National Mortgage Foreclosure Settlement	7,194,747	
DBM Central Collections Unit	3,911,553	
MSA - Rent Payment	750,000	
Revenue Transfer from Maryland Environmental Service	712,009	
Fiscal Year 2013 Revenues		
Board of Revenue Estimates - March 7, 2012	(50,775,000)	
DBM Central Collections Unit	(797,703)	
District of Columbia Hospital Claims Processing Charge	6,000,000	
Increase in DHMH Laboratory Fees	680,000	
		(112,379,394)

Special Funds:

SWF316 Strategic Energy Investment Fund	4,500,000	
SWF322 Housing Counseling and Foreclosure Mediation Fund	40,339	
G20302 Admin Cost Allocation-Participating Governments	41,377	
SWF318 Maryland Education Trust Fund	-22,500,000	
SWF318 Maryland Education Trust Fund	22,500,000	
R00390 Local Retirement Administrative Charge	155,941	
R62311 Community College Retirement Contribution	7,561	
S00347 EmPower Maryland	83,700	
S00347 EmPower Maryland	302,301	
S00347 EmPower Maryland	2,914,961	
S00347 EmPower Maryland	21,234,567	
SWF316 Strategic Energy Investment Fund	1,000,000	
S00348 Weinberg Grant Funds	150,000	
S00347 EmPower Maryland	625,000	
S00348 Weinberg Grant Funds	850,000	
S00347 EmPower Maryland	3,125,000	
SWF316 Strategic Energy Investment Fund	1,500,000	
V00328 Receipts, Commissions and Donations	3,100,000	
SWF320 Speed Monitoring Systems Fund	-1,230,272	
X00301 Annuity Bond Fund	865,437	
Health Insurance Reduction (Section XX)	-2,908,012	36,357,900

Federal Funds:

12.401 National Guard Military Operations and maintenance Projects	250,000	
12.401 National Guard Military Operations and maintenance Projects	3,000,000	
93.778 Medical Assistance Program	1,500,000	
93.778 Medical Assistance Program	-30,000,000	

93.778 Medical Assistance Program		3,000,000	
93.778 Medical Assistance Program		4,500,000	
17.225 Unemployment Insurance	9,674,224		
17.258 Workforce Investment Act	<u>3,325,776</u>	13,000,000	
84.412 Race to the Top - Early Learning Challenge		354,292	
84.412 Race to the Top - Early Learning Challenge		3,475,232	
84.412 Race to the Top - Early Learning Challenge		10,743,261	
66.468 Capitalization Grants for Drinking Water State Revolving Funds		600,000	
93.778 Medical Assistance Program		250,000	
Health Insurance Reduction (Section XX)		-2,230,757	8,442,028
Current Unrestricted Funds:			
Health Insurance Reduction (Section XX)		-3,042,734	(3,042,734)
Reimbursable Funds			
G20901 Admin Cost Allocation- State Agencies		273,490	273,490
Total Available			93,256,913
Uses:			
General Funds		27,513,866	
Special Funds		36,357,900	
Federal Funds		8,442,028	
Current Unrestricted Funds		(3,042,734)	
Reimbursable Funds		<u>273,490</u>	
			69,544,550
Revised estimated general fund unappropriated balance July 1, 2013.			23,712,363

OFFICE OF THE PUBLIC DEFENDER

1. C80B00.02 District Operations

To become available immediately upon passage of this budget to supplement the appropriation for fiscal year 2012 to provide funds for case related expenses and office assistance.

Object .02 Technical and Special Fees	494,183
Object .08 Contractual Services	440,000
	<u>934,183</u>

General Fund Appropriation

934,183

2. C80B00.02 District Operations

To become available immediately upon passage of this budget to supplement the appropriation for fiscal year 2012 to provide funds for indigent representation at bail hearings only, including weekends.

Personnel Detail:		
Assistant Public Defender I	40.50	200,057
PD Intake Specialist I	40.50	108,763
Computer Network Specialist I	2.00	8,865
Fiscal Accounts Clerk	1.00	2,855
Personnel Associate I	1.00	3,036
Fringe Benefits		<u>156,260</u>
Object .01 Salaries, Wages and Fringe Benefits		479,836
Object .02 Technical and Special Fees		700,266
Object .03 Communication		30,632
Object .04 Travel		17,784
Object .08 Contractual Services		418,504
Object .09 Supplies and Materials		22,975
Object .11 Equipment - Additional		283,900
Object .13 Fixed Charges		<u>25,700</u>
		1,979,597

General Fund Appropriation

1,979,597

3. C80B00.02 District Operations

In addition to the appropriation shown on page 4 of the printed bill (first reading file bill) to provide funds for indigent representation at bail hearings only, including weekends.

Personnel Detail:		
Assistant Public Defender I		2,400,678
PD Intake Specialist I		1,305,153
Computer Network Specialist I		106,378
Fiscal Accounts Clerk		34,260
Personnel Associate I		36,436
Fringe Benefits		1,875,120
Turnover Expectancy		<u>-188,849</u>
Object .01 Salaries, Wages and Fringe Benefits		5,569,176
Object .03 Communication		183,800
Object .04 Travel		91,900
Object .08 Contractual Services		275,700
Object .09 Supplies and Materials		91,900
Object .13 Fixed Charges		<u>183,800</u>
		6,396,276

General Fund Appropriation

6,396,276

MARYLAND ENERGY ADMINISTRATION

4. D13A13.08 Renewable and Clean Energy Program and Initiatives

In addition to the appropriation shown on page 11 of the printed bill (first reading file bill), to provide funds for the development of offshore wind power.

Object .08 Contractual Services	4,500,000	
Special Fund Appropriation, provided that funds may be transferred to the Department of Natural Resources by approved budget amendment		4,500,000

EXECUTIVE DEPARTMENT-BOARDS, COMMISSIONS AND OFFICES

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

In addition to the appropriation shown on page 12 of the printed bill (first reading file bill), to provide funds for a grant to the Prince George's County State's Attorney Office to support the Strategic Investigations Unit.

Object .12 Grants, Subsidies and Contributions	350,000	
General Fund Appropriation		350,000

MARYLAND STADIUM AUTHORITY

6. D28A03.41 General Administration

To add an appropriation on page 15 of the printed bill (first reading file bill), to provide funds to study the economic feasibility, economic impact, and fiscal costs of building a stadium for the DC United in Westport.

Object .08 Contractual Services	175,000	
General Fund Appropriation		175,000

DEPARTMENT OF PLANNING

7. D40W01.08 Museum Services

In addition to the appropriation shown on page 17 of the printed bill (first reading file bill), to provide funds for a grant to the Maryland Women's Heritage Center.

Object .12 Grants, Subsidies and Contributions	250,000	
General Fund Appropriation		250,000

MILITARY DEPARTMENT

8. D50H01.03 Army Operations and Maintenance

To become available immediately upon passage of this budget to supplement the appropriation for fiscal year 2012 to provide funds for utility costs.

Object .06 Fuel and Utilities	393,678	
General Fund Appropriation		393,678

9. D50H01.03 Army Operations and Maintenance

To become available immediately upon passage of this budget to supplement the appropriation for fiscal year 2012 to provide funds for Guard activations due to Hurricane Lee and Tropical Storm Irene.

Object .02 Technical and Special Fees	46,290	
General Fund Appropriation		46,290

10. D50H01.04 Capital Appropriation

To become available immediately upon passage of this budget to supplement the appropriation for fiscal year 2012 to provide funds for updating the Gunpowder Military Reservation's firing range for better safety standards.

Object .14 Land and Structure	250,000	
Federal Fund Appropriation		250,000

11. D50H01.04 Capital Appropriation

In addition to the appropriation shown on page 19 of the printed bill (first reading file bill), to provide funds for updating the Gunpowder Military Reservation's firing range for better safety standards.

Object .14 Land and Structure	3,000,000	
Federal Fund Appropriation		3,000,000

OFFICE OF ADMINISTRATIVE HEARINGS**12. D99A11.01 General Administration**

In addition to the appropriation shown on page 23 of the printed bill (first reading file bill), to provide funds for an additional contractual clerk related to the passage of HB1374 to establish pre-file mediations.

Object .02 Technical and Special Fees	40,339	
Special Fund Appropriation, provided that this appropriation is contingent on enactment of House Bill 1374 pertaining to establishing pre-file mediations before the commencement of foreclosure actions.		40,339

MARYLAND STATE LOTTERY AGENCY**13. E75D00.02 Video Lottery Terminal Operations**

To become available immediately upon passage of this budget to supplement the appropriation for fiscal year 2012 to provide funds for three new Casino Compliance positions at the Maryland Live! Casino at Arundel Mills.

Personnel Detail:			
Administrative Specialist III	3.00	107,100	
Fringe Benefits		32,922	
Turnover		-102,735	
Object .01 Salaries, Wages and Fringe Benefits		<u>37,287</u>	
General Fund Appropriation			37,287

14. E75D00.02 Video Lottery Terminal Operations

In addition to the appropriation shown on page 28 of the printed bill (first reading file bill), to provide funds for three new Casino Compliance positions at the Maryland Live! Casino at Arundel Mills.

Personnel Detail:		
Administrative Specialist III	0.00	107,100
Fringe Benefits		62,324
Turnover		<u>-4,883</u>
Object .01 Salaries, Wages and Fringe Benefits		164,541
General Fund Appropriation		164,541

DEPARTMENT OF BUDGET AND MANAGEMENT

15. F10A02.08 Statewide Expenses

To become available immediately upon passage of this budget to supplement the appropriation for fiscal year 2012 to provide funds to reimburse the federal government for the federal portion of Injured Workers' Insurance Fund and the State Insurance Trust Fund revenues transferred to the General Fund in fiscal year 2009.

Personnel Detail:		
Workers' Compensation		<u>3,285,000</u>
Object .01 Salaries, Wages and Fringe Benefits		3,285,000
Object .13 Fixed Charges		<u>1,825,000</u>
		5,110,000
General Fund Appropriation		5,110,000

STATE RETIREMENT AGENCY

16. G20J01.01 State Retirement Agency

In addition to the appropriation shown on page 35 of the printed bill (first reading file bill) to provide funds for additional positions and support costs to oversee trust assets in the Investment Division.

Personnel Detail:		
Program Manager Sr II	1.00	100,249
Sr. Investment Analyst	2.00	176,060
Fringe Benefits		97,573
Turnover Expectancy		<u>-82,409</u>
Object .01 Salaries, Wages and Fringe Benefits		291,473
Object .09 Supplies and Materials		900
Object .11 Equipment Additional		12,300
Object .13 Fixed Charges		<u>10,194</u>
		314,867
Special Fund Appropriation		41,377
Reimbursable Fund Appropriation		273,490

DEPARTMENT OF GENERAL SERVICES

17. H00C01.01 Facilities Operation and Maintenance

To become available immediately upon passage of this budget to supplement the appropriation for fiscal year 2012 to provide funds for increased electricity costs.

Object .06 Fuel and Utilities		1,277,616
General Fund Appropriation		1,277,616

DEPARTMENT OF NATURAL RESOURCES

18. K00A07.04 Field Operations

In addition to the appropriation shown on page 48 of the printed bill (first reading file bill), to provide for Natural Resources Police turnover relief and associated supplies to support 8 officers for an Academy Class and 15 Cadet hires.

Personnel Detail:		
Turnover		1,079,299
Object .01 Salaries, Wages and Fringe Benefits		1,079,299
Object .03 Communications		400
Object .04 Travel		56,000
Object .07 Motor Vehicle Operations and Maintenance		67,400
Object .09 Supplies and Materials		85,700
Object .11 Equipment Additional		60,800
		1,349,599
 General Fund Appropriation		 1,349,599

DEPARTMENT OF AGRICULTURE

19. L00A12.18 Rural Maryland Council

To add an appropriation on page 55 of the printed bill (first reading file bill), to provide funds to support operations of the Rural Maryland Council.

Object .12 Grants, Subsidies and Contributions		167,000
 General Fund Appropriation		 167,000

20. L00A12.19 Maryland Agricultural Education and Rural Development Assistance Fund

To add an appropriation on page 55 of the printed bill (first reading file bill), to provide funds to support operations of the Maryland Agricultural Education and Rural Development Assistance Fund.

Object .12 Grants, Subsidies and Contributions		167,000
 General Fund Appropriation		 167,000

21. L00A15.04 Resource Conservation Grants

To become available immediately upon passage of this budget to supplement the appropriation for fiscal year 2012 to provide funds to support cover crop payments to farmers.

Object .12 Grants, Subsidies, and Contributions		3,607,500
 General Fund Appropriation		 3,607,500

DEPARTMENT OF HEALTH AND MENTAL HYGIENE

22. M00F03.02 Family Health Services and Primary Care

To become available immediately upon passage of this budget to supplement the appropriation for fiscal year 2012 to provide funds for a grant to support 2-1-1 Maryland.

Object .12 Grants, Subsidies, and Contributions		121,000
 General Fund Appropriation		 121,000

23. M00F03.02 Family Health Services and Primary Care

In addition to the appropriation on page 61 of the printed bill (first reading file bill), to provide funds for a grant to support 2-1-1 Maryland.

Object .12 Grants, Subsidies, and Contributions	363,000	
General Fund Appropriation		363,000

24. M00F03.02 Family Health Services and Primary Care

In addition to the appropriation on page 61 of the printed bill (first reading file bill), to provide funding to the Parents and Children Together Inc. (PACT) program to provide medical day care services.

Object .12 Grants, Subsidies, and Contributions	150,000	
General Fund Appropriation		150,000

25. M00J02.01 Laboratory Services

In addition to the appropriation on page 63 of the printed bill (first reading file bill), to provide increased funding for newborn screening laboratory supplies.

Object .09 Supplies and Materials	400,000	
General Fund Appropriation		400,000

26. M00L01.02 Community Services

In addition to the appropriation shown on page 64 of the printed bill (first reading file bill), to provide additional funding for psychiatric rehabilitation for the uninsured.

Object .08 Contractual Services	1,500,000	
General Fund Appropriation		1,500,000

27. M00L01.03 Community Services for Medicaid Recipients

To become available immediately upon passage of this budget to increase the appropriation for fiscal year 2012 to provide funds for prior year claims on the public mental health system.

Object .08 Contractual Services	5,000,000	
General Fund Appropriation		5,000,000

28. M00L01.03 Community Services for Medicaid Recipients

In addition to the appropriation shown on page 64 of the printed bill (first reading file bill), to provide funds for Community Crisis Response teams.

Object .08 Contractual Services	1,000,000	
General Fund Appropriation		1,000,000

29. M00L01.03 Community Services for Medicaid Recipients

In addition to the appropriation shown on page 64 of the printed bill (first reading file bill), to restore funding to provide psychiatric rehabilitation payments to Johns Hopkins Bayview Medical Center.

Object .08 Contractual Services	3,000,000	
General Fund Appropriation		1,500,000
Federal Fund Appropriation		1,500,000

30. M00M01.02 Community Services

To become available immediately upon passage of this budget to reduce the appropriation for fiscal year 2012 for community-based services to individuals eligible for services from the Developmental Disabilities Administration. Funding will be used in fiscal year 2013.

Object .08 Contractual Services	-13,297,109	
General Fund Appropriation		-13,297,109

31. M00M01.02 Community Services

In addition to the appropriation shown on page 68 of the printed bill (first reading file bill), to provide funding for community-based services to individuals eligible for services from the Developmental Disabilities Administration.

Object .08 Contractual Services	13,297,109	
General Fund Appropriation		13,297,109

32. M00Q01.03 Medical Care Provider Reimbursements

To become available immediately upon passage of this budget to adjust the appropriation for fiscal year 2012 based on revised enrollment estimates.

Object .08 Contractual Services	-60,000,000	
General Fund Appropriation		-30,000,000
Federal Fund Appropriation		-30,000,000

33. M00Q01.03 Medical Care Provider Reimbursements

In addition to the appropriation on page 71 of the printed bill (first reading file bill), to provide funds to nursing home facilities for operating expenses.

Object .08 Contractual Services	6,000,000	
General Fund Appropriation		3,000,000
Federal Fund Appropriation		3,000,000

34. M00Q01.03 Medical Care Provider Reimbursements

In addition to the appropriation on page 71 of the printed bill (first reading file bill), to provide funds for a rate increase for hospital services in the District of Columbia.

Object .08 Contractual Services	9,000,000	
General Fund Appropriation		4,500,000
Federal Fund Appropriation		4,500,000

DEPARTMENT OF LABOR, LICENSING AND REGULATION

35. P00C01.02 Financial Regulation

In addition to the appropriation on page 82 of the printed bill (first reading file bill), to provide funds for an appropriation to the Financial Regulation program as awarded by the National Mortgage Foreclosure Settlement.

Object .08 Contractual Services	225,000	
General Fund Appropriation		225,000

36. P00E01.03 Racetrack Operation

To become available immediately upon passage of this budget to increase the appropriation for fiscal year 2012 to provide funds for regulatory oversight of horse racing and pari-mutuel wagering at Rosecroft Raceway.

Object .02 Technical and Special Fees	234,045	
Object .08 Contractual Services	<u>16,760</u>	
	250,805	
General Fund Appropriation		250,805

37. P00G01.01 Office of the Assistant Secretary

In addition to the appropriation on page 84 of the printed bill (first reading file bill), to provide funds to establish a Health Care Personnel Training Program.

Object .08 Contractual Services	500,000	
General Fund Appropriation		500,000

38. P00H01.01 Office of Unemployment Insurance

In addition to the appropriation shown on page 85 of the printed bill (first reading file bill), to provide funds for the Center for Employment Security and Education and Research/Information Technology Support Center pass-through grants.

Object .12 Grants, Subsidies and Contributions	13,000,000	
Federal Fund Appropriation		13,000,000

DEPARTMENT OF PUBLIC SAFETY AND CORRECTIONAL SERVICES

39. Q00B01.01 General Administration

To become available immediately upon passage of this budget to supplement the appropriation for fiscal year 2012 to provide for overtime costs. Funds will be distributed to units across the Department.

Personnel Detail:		
Overtime	<u>1,024,390</u>	
Object .01 Salaries, Wages and Fringe Benefits	1,024,390	
General Fund Appropriation		1,024,390

40. Q00D00.01 Services and Institutional Operations

To become available immediately upon passage of this budget to supplement the appropriation for fiscal year 2012 to provide for overtime costs. Funds will be distributed to units across the Department.

Personnel Detail:		
Overtime		448,171
Object .01 Salaries, Wages and Fringe Benefits		448,171
General Fund Appropriation		448,171

41. Q00P00.03 Baltimore City Detention Center

To become available immediately upon passage of this budget to supplement the appropriation for fiscal year 2012 to provide for overtime costs. Funds will be distributed to units across the Department.

Personnel Detail:		
Overtime		1,527,439
Object .01 Salaries, Wages and Fringe Benefits		1,527,439
General Fund Appropriation		1,527,439

MARYLAND STATE DEPARTMENT OF EDUCATION

42. R00A01.02 Division of Business Services

In addition to the appropriation shown on page 98 of the printed bill (first reading file bill), to provide funds to be used for administrative expenses associated with the Race to the Top Early Learning Challenge Grant.

Object .12 Grants, Subsidies and Contributions		354,292
Federal Fund Appropriation		354,292

43. R00A01.04 Division of Accountability, Assessment, and Data Systems

In addition to the appropriation shown on page 98 of the printed bill (first reading file bill), provide funds to reinstate the Government High School Assessment in fiscal year 2013 and begin developing the essay portion for implementation for fiscal year 2014.

Object .08 Contractual Services		3,500,000
General Fund Appropriation		3,500,000

44. R00A01.06 Major Information Technology Development Projects

In addition to the appropriation shown on page 98 of the printed bill (first reading file bill), to provide funds for the Enhanced Child Care Tracking System.

Object .08 Contractual Services		3,475,232
Federal Fund Appropriation		3,475,232

45. R00A01.10 Division of Early Childhood Development

In addition to the appropriation shown on page 99 of the printed bill (first reading file bill), to provide funds to implement the Race to the Top Early Learning Challenge Grant.

Object .02 Technical and Special Fees	1,892,124	
Object .03 Communication	30,706	
Object .04 Travel	87,497	
Object .08 Contractual Services	7,730,626	
Object .09 Supplies and Materials	10,374	
Object .11 Equipment - Additional	48,610	
Object .12 Grants, Subsidies and Contributions	840,000	
Object .13 Fixed Charges	103,324	
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	10,743,261	

Federal Fund Appropriation		10,743,261
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46. R00A02.01 State Share of Foundation Program

To become available immediately upon passage of this budget to supplement the General Fund appropriation for fiscal year 2012 to reflect revised revenue projections from the Education Trust Fund generated by Video Lottery Terminals.

Object .12 Grants, Subsidies and Contributions	0	
General Fund Appropriation		22,500,000
Special Fund Appropriation		-22,500,000

47. R00A02.01 State Share of Foundation Program

To adjust the appropriation shown on page 101 of the printed bill (first reading file bill), to reflect revised revenue projections for the Education Trust Fund generated by Video Lottery Terminals.

Object .12 Grants, Subsidies and Contributions	0	
General Fund Appropriation		-22,500,000
Special Fund Appropriation		22,500,000

48. R00A02.03 Aid for Local Employee Fringe Benefits

In addition to the appropriation shown on page 101 of the printed bill (first reading file bill), to realize additional revenue from the Local Boards of Education for administrative charges associated with the use of the State Retirement System.

Object .12 Grants, Subsidies and Contributions	155,941	
Special Fund Appropriation		155,941

49. R00A02.04 Children at Risk

In addition to the appropriation shown on page 101 of the printed bill (first reading file bill), to fully fund the SEED School funding formula.

Object .12 Grants, Subsidies and Contributions	300,000	
General Fund Appropriation		300,000

50. R00A02.07 Students with Disabilities

To reduce the appropriation shown on page 102 of the printed bill (first reading file bill), to adjust for enrollment changes.

Object .12 Grants, Subsidies and Contributions	-97,074	
General Fund Appropriation		-97,074

51. R00A02.13 Innovative Programs

In addition to the appropriation shown on page 103 of the printed bill (first reading file bill), to provide funds for the Healthy Families program.

Object .12 Grants, Subsidies and Contributions	2,238,178	
General Fund Appropriation		2,238,178

52. R00A02.24 Limited English Proficient

To reduce the appropriation shown on page 103 of the printed bill (first reading file bill), to adjust for enrollment changes.

Object .12 Grants, Subsidies and Contributions	-107,717	
General Fund Appropriation		-107,717

53. R00A02.39 Transportation

To reduce the appropriation shown on page 103 of the printed bill (first reading file bill), to adjust for enrollment changes.

Object .12 Grants, Subsidies and Contributions	-3,000	
General Fund Appropriation		-3,000

54. R00A02.55 Teacher Development

To become available immediately upon passage of this budget to supplement the appropriation for fiscal year 2012 to fund all eligible teachers in the Teacher Quality Incentives program.

Object .12 Grants, Subsidies and Contributions	2,387,204	
General Fund Appropriation		2,387,204

MARYLAND HIGHER EDUCATION COMMISSION**55. R62I00.01 General Administration**

To become available immediately upon passage of this budget to supplement the appropriation for fiscal year 2012 to provide funds to be used for legal services associated with a lawsuit against the agency.

Object .08 Contractual Services	90,000	
General Fund Appropriation		90,000

56. R62I00.02 College Preparation/Intervention Program

To become available immediately upon passage of this budget to supplement the appropriation for fiscal year 2012 to fund fiscal year 2011 obligations for the College Preparation Intervention Program. General funds were inadvertently reverted during the fiscal year 2011 year end close.

Object .12 Grants, Subsidies, and Contributions	419,906	
General Fund Appropriation		419,906

57. R62I00.06 Aid to Community Colleges Fringe Benefits

In addition to the appropriation shown on page 112 of the printed bill (first reading file bill), to realize additional revenue from the community colleges for administrative charges associated with the use of the State Retirement System.

Object .12 Grants, Subsidies and Contributions	7,561	
Special Fund Appropriation		7,561

58. R62I00.07 Educational Grants

To become available immediately upon passage of this budget to supplement the appropriation for fiscal year 2012 to fund fiscal year 2011 obligations associated with higher education investment workforce grants for workforce and professional education of incoming BRAC personnel. General funds were inadvertently reverted during the fiscal year 2011 year end close.

Object .12 Grants, Subsidies, and Contributions	405,219	
General Fund Appropriation		405,219

59. R62I00.07 Educational Grants

In addition to the appropriation shown on page 112 of the printed bill (first reading file bill), to increase the grant to the Regional Higher Education Centers.

Object .12 Grants, Subsidies and Contributions	250,000	
General Fund Appropriation		250,000

DEPARTMENT OF HOUSING AND COMMUNITY DEVELOPMENT**60. S00A25.02 Housing Development Program**

To become available immediately upon passage of this budget to supplement the appropriation for fiscal year 2012 to provide funds for Empower Maryland weatherization projects.

Object .02 Technical and Special Fees	36,374	
Object .03 Communications	800	
Object .04 Travel	6,391	
Object .08 Contractual Services	18,041	
Object .09 Supplies and Materials	1,000	
Object .11 Equipment Additional	18,324	
Object .12 Grants, Subsidies, and Contributions	<u>2,770</u>	
	83,700	
Special Fund Appropriation		83,700

61. S00A25.02 Housing Development Program

In addition to the appropriation shown on page 120 of the printed bill (first reading file bill), to provide funds for Empower Maryland weatherization projects.

Object .02 Technical and Special Fees	145,497
Object .03 Communications	2,200
Object .04 Travel	25,564
Object .08 Contractual Services	116,959
Object .09 Supplies and Materials	1,000
Object .12 Grants, Subsidies, and Contributions	11,081
	<u>302,301</u>

Special Fund Appropriation

302,301

62. S00A25.04 Special Loan Programs

To become available immediately upon passage of this budget to supplement the appropriation for fiscal year 2012 to provide funds for Empower Maryland weatherization projects.

Object .02 Technical and Special Fees	121,981
Object .03 Communications	3,050
Object .04 Travel	18,542
Object .08 Contractual Services	190,104
Object .09 Supplies and Materials	4,500
Object .11 Equipment Additional	79,945
Object .12 Grants, Subsidies, and Contributions	2,496,839
	<u>2,914,961</u>

Special Fund Appropriation

2,914,961

63. S00A25.04 Special Loan Programs

In addition to the appropriation shown on page 120 of the printed bill (first reading file bill), to provide funds for Empower Maryland weatherization projects.

Object .02 Technical and Special Fees	429,548
Object .03 Communications	6,460
Object .04 Travel	74,168
Object .08 Contractual Services	724,217
Object .09 Supplies and Materials	4,500
Object .11 Equipment Additional	5,500
Object .12 Grants, Subsidies, and Contributions	19,990,174
	<u>21,234,567</u>

Special Fund Appropriation

21,234,567

64. S00A25.04 Special Loan Programs

In addition to the appropriation shown on page 120 of the printed bill (first reading file bill), to provide funds for weatherization projects.

Object .12 Grants, Subsidies and Contributions	1,000,000
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Special Fund Appropriation

1,000,000

65. S00A25.07 Rental Housing Programs - Capital Appropriation

To become available immediately upon passage of this budget to supplement the appropriation for fiscal year 2012 to provide funds for rental housing units for nonelderly disabled households in Maryland.

Object .14 Land and Structures	150,000	
Special Fund Appropriation		150,000

66. S00A25.07 Rental Housing Programs - Capital Appropriation

To become available immediately upon passage of this budget to supplement the appropriation for fiscal year 2012 to provide funds for Empower Maryland weatherization projects.

Object .14 Land and Structures	625,000	
Special Fund Appropriation		625,000

67. S00A25.07 Rental Housing Programs - Capital Appropriation

In addition to the appropriation on page 121 of the printed bill (first reading file bill) to provide funding for rental housing units for nonelderly disabled households in Maryland.

Object .14 Land and Structures	850,000	
Special Fund Appropriation		850,000

68. S00A25.07 Rental Housing Programs - Capital Appropriation

In addition to the appropriation shown on page 121 of the printed bill (first reading file bill), to provide funds for Empower Maryland weatherization projects.

Object .14 Land and Structures	3,125,000	
Special Fund Appropriation		3,125,000

MARYLAND AFRICAN AMERICAN MUSEUM CORPORATION**69. S50B01.01 General Administration**

To become available immediately upon passage of this budget to supplement the appropriation for fiscal year 2012 to provide funds to address a fiscal year 2012 operating deficit.

Object .12 Grants, Subsidies, and Contributions	450,000	
General Fund Appropriation		450,000

DEPARTMENT OF BUSINESS AND ECONOMIC DEVELOPMENT**70. T00F00.04 Office of Business Development**

In addition to the appropriation shown on page 124 of the printed bill (first reading file bill), to funds to support the Manufacturing Extension Partnership (MEP) program

Object .12 Grants, Subsidies and Contributions	250,000	
General Fund Appropriation		250,000

71. T00F00.05 Office of Business Services

In addition to the appropriation shown on page 124 of the printed bill (first reading file bill), to provide additional funds to support the Tri County Councils.

Object .12 Grants, Subsidies and Contributions	167,000	
General Fund Appropriation		167,000

72. T00F00.19 Offshore Wind Business Development Fund

To add an appropriation on page 125 of the printed bill (first reading file bill), to provide funds to support the Offshore Wind Business Development Fund.

Object .12 Grants, Subsidies and Contributions	1,500,000	
Special Fund Appropriation, provided that this appropriation is contingent upon the enactment of Senate Bill 237 or House Bill 441.		1,500,000

MARYLAND TECHNOLOGY DEVELOPMENT CORPORATION**73. T50T01.04 Maryland Innovation Initiative**

To add an appropriation on page 127 of the printed bill (first reading file bill), to provide funds to support the Maryland Innovation Initiative.

Object .12 Grants, Subsidies and Contributions	5,000,000	
General Appropriation, provided that this appropriation is contingent upon the enactment of Senate Bill 239 or House Bill 442 pertaining to the Maryland Innovation Initiative.		5,000,000

MARYLAND DEPARTMENT OF THE ENVIRONMENT**74. U00A04.01 Water Management Administration**

In addition to the appropriation shown on page 129 of the printed bill (first reading file bill), to provide funds to support additional permitting and compliance activities related to the State's Watershed Implementation Plan.

Personnel Detail:		
Turnover		200,000
Object .01 Salaries, Wages and Fringe Benefits		<u>200,000</u>
General Fund Appropriation		200,000

75. U00A04.01 Water Management Administration

In addition to the appropriation shown on page 129 of the printed bill (first reading file bill), to provide funds to support tracking and reporting for water supply systems.

Object .08 Contractual Services	600,000	
Federal Fund Appropriation		600,000

DEPARTMENT OF JUVENILE SERVICES

76. V00D02.01 Departmental Support

To become available immediately upon passage of this budget to supplement the appropriation for fiscal year 2012 to provide additional funds for residential per-diems. Portions of this supplemental appropriation shall be transferred by budget amendment

Object .08 Contractual Services	8,957,617	
General Fund Appropriation		5,607,617
Special Fund Appropriation		3,100,000
Federal Fund Appropriation		250,000

DEPARTMENT OF STATE POLICE

77. W00A01.02 Field Operations Bureau

To become available immediately upon passage of this budget to supplement the appropriation for fiscal year 2012 to provide funds for Field Force overtime.

Personnel Detail:		
Overtime		939,845
Object .01 Salaries, Wages and Fringe Benefits		939,845
General Fund Appropriation		939,845

78. W00A01.02 Field Operations Bureau

To become available immediately upon passage of this budget to supplement the appropriation for fiscal year 2012 to provide funds for trooper turnover due to unattained Speed Camera revenue.

Personnel Detail:		
Turnover		0
Object .01 Salaries, Wages and Fringe Benefits		0
General Fund Appropriation		1,230,272
Special Fund Appropriation		-1,230,272

79. W00A01.04 Support Services Bureau

To become available immediately upon passage of this budget to supplement the appropriation for fiscal year 2012 to provide funds for gasoline due to higher prices.

Object .07 Motor Vehicle Operations and Maintenance	1,000,000	
General Fund Appropriation		1,000,000

PUBLIC DEBT

80. X00A00.01 Redemption and Interest on State Bonds

In addition to the appropriation shown on page 139 of the printed bill (first reading file bill), to provide funds for debt service payments on the State's general obligation bonds.

Object .13 Fixed Charges	865,437	
Special Fund Appropriation		865,437

**AMENDMENTS TO SENATE BILL 150/ HOUSE BILL 85
(First Reading File Bill)**

Amendment No. 1:

On page 102, line 9, strike "266,591,790" and replace with "266,494,716".

Revises the amount of the Formula funding allocated in the R00A02.07 Students With Disabilities program within Aid to Education to reflect a reduction in funding provided for the program in this supplemental budget.

Amendment No. 2:

On page 112, line 38, strike "1,500,000" and replace with "1,750,000"

Increases the amount of funding for the Regional Higher Education Centers within the Educational Grants program (R62I00.07)

Amendment No. 3:

On page 178, after line 3, insert the words "Section XX. AND BE IT FURTHER ENACTED, That for fiscal year 2013 funding for health insurance shall be reduced by 15,767,725 in Executive Branch agencies to reflect health insurance savings from the rebid of the pharmacy contract. Funding for this purpose shall be reduced in Executive Branch agencies in fiscal year 2013 by the following amounts in accordance with a schedule determined by the Governor:

<u>General Funds</u>	<u>7,586,222</u>
<u>General Funds- R75</u>	<u>3,042,734</u>
<u>Special Funds</u>	<u>2,908,012</u>
<u>Federal Funds</u>	<u>2,230,757</u>
<u>Current Unrestricted Funds</u>	<u>3,042,734</u> "

Adds budget bill language to reduce health insurance in Executive Branch agencies in fiscal year 2013 to reflect savings associated with the rebid of the pharmacy contract.

SUMMARY

SUPPLEMENTAL APPROPRIATIONS

	General Funds	Special Funds	Federal Funds	Current Unrestricted Funds	Reimbursable Funds	Total Funds
Appropriation						
2012 Fiscal Year	56,701,019	6,873,661	500,000	0	0	64,074,680
2013 Fiscal Year	47,446,703	56,122,523	40,172,785	0	273,490	144,015,501
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Subtotal	104,147,722	62,996,184	40,672,785	0	273,490	208,090,181
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Reduction in Appropriation						
2012 Fiscal Year	-43,297,109	-22,500,000	-30,000,000	0	0	-95,797,109
2013 Fiscal Year	-33,336,747	-4,138,284	-2,230,757	-3,042,734	0	-42,748,522
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Subtotal	-76,633,856	-26,638,284	-32,230,757	-3,042,734	0	-138,545,631
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Net Change in Appropriation	<u>27,513,866</u>	<u>36,357,900</u>	<u>8,442,028</u>	<u>-3,042,734</u>	<u>273,490</u>	<u>69,544,550</u>

Sincerely,

Martin O' Malley
Governor