

SUPPLEMENTAL BUDGET NO. 1 - FISCAL YEAR 2009

March 5, 2008

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 (House of Delegates) - (State Senate), duly granted, I hereby submit a supplement to House Bill 100 and/or Senate Bill 90 in the form of an amendment to the original budget for the Fiscal Year ending June 30, 2009.

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, 2009 (per Original Budget)		177,275,378
Adjustment to revenue:		
General Funds:		
Medicaid - purchases of vital records		(1,560,000)
Special Funds:		
swf313 Higher Education Investment Fund	9,000,000	
K00342 Waterway Improvement Fund	130,000	
swf305 Cigarette Restitution Fund	3,121,679	
R62303 – Special License Plate Fees	(180,000)	
R62303 – Special License Plate Fees	(200,000)	
SWF313 Higher Education Investment Fund	(9,000,000)	
X00301 Annuity Bond Fund	695,081	3,566,760
Federal Funds:		
20.700 Pipeline Safety		46,000
Current Unrestricted Funds:		
University of Maryland, College Park		(9,000,000)
Total Available		170,328,138
Uses:		
General Funds	-1,107,759	
Special Funds	3,566,760	
Federal Funds	46,000	
Current Unrestricted Funds	-9,000,000	
		(6,494,999)
Revised estimated general fund unappropriated balance July 1, 2009.		176,823,137

PUBLIC SERVICE COMMISSION**1. C90G00.03 Engineering Investigations**

To become available immediately upon passage of this budget to supplement the appropriation for fiscal year 2008 to provide funds to be used to inform the public of its responsibility to notify the One Call System operator prior to any excavation or demolition within the vicinity of underground natural gas or hazardous liquid facilities.

Object .08 Contractual Services	46,000	
Federal Fund Appropriation		46,000

BOARD OF PUBLIC WORKS-CAPITAL APPROPRIATION**2. D06E02.01 Public Works Capital Appropriation**

In addition to the appropriation on page 11 of the printed bill (first reading file bill), to provide pay-as-you go operating funds for the following capital projects. Expenditure of these funds will be made in accordance with State Finance and Procurement Article Sections 3-601 through 3-607 and 7-305.

(1) University of Maryland, College Park - School of Public Health	7,500,000	
(2) University of Maryland, College Park - Biosciences Research Building	<u>1,500,000</u>	
Object .14 Land and Structures	9,000,000	
Special Fund Appropriation		9,000,000

GOVERNOR'S OFFICE FOR CHILDREN**3. D18A18.01 Governor's Office for Children**

To reduce the appropriation shown on page 15 of the printed bill (first reading file bill), to reflect the transfer of one position related to educational organization grants from the Governor's Office for Children to the Maryland State Department of Education.

Personnel Detail:		
Education Program Manager I	-1.00	-65,521
Fringe		-24,462
Turnover		<u>2,283</u>
Object .01 Salaries, Wages and Fringe Benefits		-87,700
General Fund Appropriation		-87,700

4. D18A18.02 Funding for Educational Organizations

To reduce the appropriation shown on page 15 of the printed bill (first reading file bill), to reflect the transfer of grant funding for educational institutions from the Governor's Office for Children to the Maryland State Department of Education.

Object .12 Grants, Subsidies and Contributions	-6,228,000	
General Fund Appropriation		-6,228,000

DEPARTMENT OF NATURAL RESOURCES**5. K00A07.04 Field Operations**

To add an appropriation on page 48 of the printed bill (first reading file bill), to fully fund shift differential for the Natural Resources Police officers.

Personnel Detail:		
Shift Differential		130,000
Object .01 Salaries, Wages and Fringe Benefits		<u>130,000</u>
Special Fund Appropriation		130,000

DEPARTMENT OF HEALTH AND MENTAL HYGIENE**6. M00F03.06 Prevention and Disease Control**

In addition to the appropriation shown on page 63 of the printed bill (first reading file bill), to provide funds at the mandated level for the Statewide Academic Health Centers and support Local Public Health activities pertaining to tobacco use prevention.

Object .12 Grants, Subsidies and Contributions	3,121,679	
Special Fund Appropriation		3,121,679

STATE DEPARTMENT OF EDUCATION**7. R00A01.01 Office of the State Superintendent**

In addition to the appropriation on page 98 of the printed bill (first reading file bill), to transfer one permanent position from the Governor's Office for Children to the Maryland State Department of Education for the administration of the Funding for Educational Organizations program.

Personnel Detail:		
Education Program Manager I	1.00	65,521
Fringe		24,462
Turnover		<u>-2,283</u>
Object .01 Salaries, Wages and Fringe Benefits		87,700
General Fund Appropriation		87,700

8. R00A02.01 State Share of Foundation Program

In addition to the appropriation shown on page 101 of the printed bill (first reading file bill), to provide funds to reflect changes in enrollment used to calculate the State Share of the Foundation program.

Object .12 Grants, Subsidies and Contributions	2,405,392	
General Fund Appropriation		2,405,392

9. R00A02.02 Compensatory Education

To reduce the appropriation shown on page 101 of the printed bill (first reading file bill), to reflect changes in enrollment used to calculate the Compensatory Education formula.

Object .12 Grants, Subsidies and Contributions	-3,025,290	
General Fund Appropriation		-3,025,290

10. R00A02.07 Students with Disabilities

To reduce the appropriation shown on page 101 of the printed bill (first reading file bill), to reflect changes in enrollment used to calculate the Special Education formula.

Object .12 Grants, Subsidies and Contributions	-520,155	
General Fund Appropriation		-520,155

11. R00A02.24 Limited English Proficient

To reduce the appropriation shown on page 103 of the printed bill (first reading file bill), to reflect changes in enrollment used to calculate the Limited English Proficient formula.

Object .12 Grants, Subsidies and Contributions	-940	
General Fund Appropriation		-940

12. R00A02.25 Guaranteed Tax Base

To reduce the appropriation shown on page 103 of the printed bill (first reading file bill), to reflect changes in enrollment used to calculate the Guaranteed Tax Base formula.

Object .12 Grants, Subsidies and Contributions	-4,119	
General Fund Appropriation		-4,119

13. R00A02.39 Transportation

To reduce the appropriation shown on page 103 of the printed bill (first reading file bill), to reflect changes in enrollment used to calculate the Transportation formula.

Object .12 Grants, Subsidies and Contributions	-59	
General Fund Appropriation		-59

14. R00A03.03 Other Institutions-Funding for Educational Organizations

To add an appropriation on page 104 of the printed bill (first reading file bill), to reflect the transfer of grant funding for educational institutions from the Governor's Office for Children.

Object .12 Grants, Subsidies and Contributions	6,228,000	
General Fund Appropriation		6,228,000

15. R00A04.01 Children's Cabinet Interagency Fund

To reduce the appropriation shown on page 107 of the printed bill (first reading file bill), to remove a grant to the Family League of Baltimore City that was incorrectly inserted in the budget.

Object .12 Grants, Subsidies and Contributions	-342,588	
General Fund Appropriation		-342,588

16. R30B22.00 University of Maryland, College Park

To reduce the appropriation on page 108 of the printed bill (first reading file bill), to transfer funding for renovations to the School of Public Health and the Biosciences Research Building to the Board of Public Works Capital Appropriation.

Object .14 Land and Structures	-9,000,000	
Current Unrestricted Funds		-9,000,000

MARYLAND HIGHER EDUCATION COMMISSION**17. R62I00.17 Graduate and Professional Scholarship Program**

To adjust the appropriation on page 112 of the printed bill (first reading file bill), to increase the general fund appropriation for this scholarship program and delete the special fund appropriation in recognition that the special license plate fees provision in Transportation Article, Section 13-613, supporting this scholarship program was repealed during the 2007 Special Session.

Object .12 Grants, Subsidies and Contributions	0	
General Fund Appropriation		180,000
Special Fund Appropriation		-180,000

18. R62I00.20 Distinguished Scholar Program

To adjust the appropriation on page 113 of the printed bill (first reading file bill), to increase the general fund appropriation for this scholarship program and delete the special fund appropriation in recognition that the special license plate fees provision in Transportation Article, Section 13-613, supporting this scholarship program was repealed during the 2007 Special Session.

Object .12 Grants, Subsidies and Contributions	0	
General Fund Appropriation		200,000
Special Fund Appropriation		-200,000

HIGHER EDUCATION**19. R75T00.01 Support for State Operated Institutions of Higher Education**

To reduce an appropriation on page 114 of the printed bill (first reading file bill), to transfer special funds for renovations to the School of Public Health and the Biosciences Research Building from the University of Maryland, College Park to the Board of Public Works Capital Appropriation.

Object .12 Grants, Subsidies and Contributions	-9,000,000	
Special Fund Appropriation		-9,000,000

PUBLIC DEBT**20. X00A00.01 Redemption and Interest on State Bonds**

In addition to the appropriation shown on page 137 of the printed bill (first reading file bill), to reflect the difference in fiscal year 2009 debt service on general obligation bonds sold February 27, 2008, compared to the estimate at the time the budget was prepared.

Object .13 Fixed Charges	695,081	
Special Fund Appropriation		695,081

**AMENDMENTS TO HOUSE BILL 100/ SENATE BILL 90
(First Reading File Bill)**

Amendment No. 1:

On page 15, strike lines 12 through 44 and on page 16, strike lines 1 through 23.

Deletes the list of grants for educational organizations within Governor's Office of Children since funding will be transferred back to the Maryland State Department of Education through this supplemental budget.

Amendment No. 2:

On page 102, line 1 strike 273,262,438 and insert "272,742,283".

Adjustment to reflect the change in the Special Education formula.

Amendment No. 3:

On page 104, after line 36, insert the following list of grants

<u>"Alice Ferguson Foundation.....</u>	<u>95,000</u>
<u>Alliance of Southern P.G. Communities, Inc.....</u>	<u>38,000</u>
<u>American Visionary Art Museum.....</u>	<u>18,000</u>
<u>Arts Excel-Baltimore Symphony Orchestra.....</u>	<u>76,000</u>
<u>B&O Railroad Museum.....</u>	<u>72,000</u>
<u>Baltimore Museum of Industry.....</u>	<u>96,000</u>
<u>Best Buddies International (MD Program).....</u>	<u>190,000</u>
<u>Chesapeake Bay Foundation.....</u>	<u>499,000</u>
<u>Chesapeake Bay Maritime Museum.....</u>	<u>24,000</u>
<u>Citizenship Law-Related Education.....</u>	<u>35,000</u>
<u>Collegebound Foundation.....</u>	<u>43,000</u>
<u>The Dyslexia Tutoring Program, Inc.....</u>	<u>43,000</u>
<u>Echo Hill Outdoor School.....</u>	<u>64,000</u>
<u>Imagination Stage.....</u>	<u>285,000</u>
<u>Jewish Museum of Maryland.....</u>	<u>15,000</u>
<u>Junior Achievement of Central Maryland.....</u>	<u>48,000</u>
<u>Living Classrooms Foundation.....</u>	<u>364,000</u>
<u>Maryland Academy of Sciences.....</u>	<u>1,045,000</u>
<u>Maryland Historical Society.....</u>	<u>143,000</u>
<u>Maryland Humanities Council.....</u>	<u>50,000</u>
<u>Maryland Leadership Workshops.....</u>	<u>52,000</u>
<u>Maryland Math, Engineering and Science Achievement..</u>	<u>91,000</u>
<u>Maryland Zoo in Baltimore-Education Component.....</u>	<u>972,000</u>
<u>National Aquarium in Baltimore.....</u>	<u>568,000</u>
<u>National Great Blacks in Wax Museum.....</u>	<u>48,000</u>
<u>National Museum of Ceramic Art and Glass.....</u>	<u>24,000</u>
<u>Olney Theater.....</u>	<u>167,000</u>
<u>Outward Bound.....</u>	<u>152,000</u>
<u>Port Discovery.....</u>	<u>133,000</u>
<u>Salisbury Zoological Park.....</u>	<u>21,000</u>
<u>Sotterley Foundation.....</u>	<u>15,000</u>
<u>South Baltimore Learning Center.....</u>	<u>48,000</u>
<u>State Mentoring Resource Center.....</u>	<u>91,000</u>
<u>Sultana Projects.....</u>	<u>24,000</u>
<u>Super Kids Camp.....</u>	<u>468,000</u>
<u>The Village Learning Place, Inc.....</u>	<u>52,000</u>
<u>Walters Art Museum.....</u>	<u>19,000</u>
<u>Ward Museum.....</u>	<u>40,000"</u>

Identifies the grants to be funded for educational organizations within the Maryland State Department of Education. Funding will be transferred back to the Maryland State Department of Education from the Governor's Office for Children through this supplemental budget.

Amendment No. 4:

On page 115, line 19 strike 44,815,982 and insert "35,815,982" and line 37 strike 16,436,295 and insert "7,436,295";
On page 116, line 17 strike 51,696,932 and insert "42,696,932" and line 17 strike \$1,240,010,021 and insert "1,231,010,021".

Adjustment to transfer special funds for renovations to the School of Public Health and the Biosciences Research Building from the University of Maryland, College Park to the Board of Public Works Capital Appropriation.

SUMMARY

SUPPLEMENTAL APPROPRIATIONS

	General Funds	Special Funds	Federal Funds	Current Unrestricted Funds	Current Restricted Funds	Total Funds
Appropriation						
2008 Fiscal Year	0	0	46,000	0	0	46,000
2009 Fiscal Year	<u>9,101,092</u>	<u>12,946,760</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>22,047,852</u>
Subtotal	<u>9,101,092</u>	<u>12,946,760</u>	<u>46,000</u>	<u>0</u>	<u>0</u>	<u>22,093,852</u>
Reduction in Appropriation						
2008 Fiscal Year	0	0	0	0	0	0
2009 Fiscal Year	<u>-10,208,851</u>	<u>-9,380,000</u>	<u>0</u>	<u>-9,000,000</u>	<u>0</u>	<u>-28,588,851</u>
Subtotal	<u>-10,208,851</u>	<u>-9,380,000</u>	<u>0</u>	<u>-9,000,000</u>	<u>0</u>	<u>-28,588,851</u>
Net Change in Appropriation	<u><u>-1,107,759</u></u>	<u><u>3,566,760</u></u>	<u><u>46,000</u></u>	<u><u>-9,000,000</u></u>	<u><u>0</u></u>	<u><u>-6,494,999</u></u>

Sincerely,

Martin O' Malley
Governor