

**SUPPLEMENTAL BUDGET NO. 3 - FISCAL YEAR 2008**

March 27, 2007

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 50 and/or Senate Bill 55 in the form of an amendment to the original budget for the Fiscal Year ending June 30, 2008.

Supplemental Budget No. 3 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, 2008 (per supplemental budget 2)**

**14,393,198****Adjustment to revenue:****General funds (revised estimates):**

Board of Revenue Estimates, March 9, 2007

**(50,188,000)****Adjustment to revenue:****Special Funds:**

C90303 Public Utility Regulation Fund	179,457	
D50330 Volunteer Company Assistance Fund	1,019,314	
D50330 Volunteer Company Assistance Fund	1,100,000	
M00424 Nursing Facility Quality Assessments	14,906,250	
R00364 Medical Assistance Administration Recoveries	55,406	
R00364 Medical Assistance Administration Recoveries	644,594	
W00382 Motor Vehicle Salvage Fees	171,359	<b>18,076,380</b>

**Federal Funds:**

23.011 Appalachian State Research, Technical Assistance, and Demonstration Projects	192,500	
97.056 Port Security Grant Program	1,644,255	
97.056 Port Security Grant Program	3,165,594	
93.778 Medical Assistance Program	14,906,250	
93.778 Medical Assistance Program	(55,406)	
93.778 Medical Assistance Program	(644,594)	<b>19,208,599</b>

**Current Unrestricted Funds:**

University of Maryland, College Park **20,000,000**

**Current Restricted Funds:**

University of Maryland, College Park **10,000,000**

**Adjustment to general fund appropriations:**

Anticipated legislative reductions to Original Budget Bill **65,000,000**

**Total Available****96,490,177****Uses:**

General Funds	4,147,354	
Special Funds	18,076,380	
Federal Funds	19,208,599	
Current Unrestricted Funds	20,000,000	
Current Restricted Funds	10,000,000	<b>71,432,333</b>

**Revised estimated general fund unappropriated  
balance July 1, 2007.**

**25,057,844**

**PUBLIC SERVICE COMMISSION****1. C90G00.01 General Administration and Hearings**

In addition to the appropriation shown on page 7 of the printed bill (first reading file bill), to cover the costs of salary increases for the Chairman and Commissioners of the Public Service Commission.

Personnel Detail:	
Chair	66,720
Commissioners	96,128
Fringe	26,674
Turnover	-10,065
Object .01 Salaries, Wages and Fringe Benefits	<u>179,457</u>

Special Fund Appropriation	179,457
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**BOARD OF PUBLIC WORKS****2. D05E01.10 Miscellaneous Grants to Private Non-Profit Groups**

In addition to the appropriation shown on page 9 of the printed bill (first reading file bill), to provide operating support for the Maryland Zoo in Baltimore.

Object .12 Grants, Subsidies and Contributions	1,900,000
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General Fund Appropriation	1,900,000
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**DEPARTMENT OF PLANNING****3. D40W01.04 Planning Services**

To become available immediately upon passage of this budget to supplement the appropriation for fiscal year 2007 to provide funding for research and technical assistance activities to implement the Appalachian Regional Commission Program.

Object .12 Grants, Subsidies and Contributions	192,500
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Federal Fund Appropriation	192,500
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**MILITARY DEPARTMENT OPERATIONS AND MAINTENANCE****4. D50H01.06 Maryland Emergency Management Agency**

To become available immediately upon passage of this budget to supplement the appropriation for fiscal year 2007 from funds recently transferred to the State of Maryland from the Maryland State Firemen's Association for the purpose of making loans to volunteer fire companies.

Object 12. Grants, Subsidies and Contributions	1,019,314
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Special Fund Appropriation	1,019,314
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**5. D50H01.06 Maryland Emergency Management Agency**

In addition to the appropriation shown on page 20 of the printed bill (first reading file bill), to include funding for grants to volunteer fire companies in fiscal year 2008. These grants are taken to the Board of Public Works by the Maryland State Firemen's Association, but the funds are disbursed by the Maryland Emergency Management Agency.

Object 12. Grants, Subsidies and Contributions	1,100,000	
Special Fund Appropriation		1,100,000

**DEPARTMENT OF NATURAL RESOURCES****6. K00A07.01 General Direction**

To become available immediately upon passage of this budget to supplement the appropriation for fiscal year 2007 to provide additional funds to participate in the Port Security Grant Program.

Object .07 Motor Vehicle Operations and Maintenance	1,592,895	
Object .11 Equipment - Additional	<u>851,360</u>	
	2,444,255	
General Fund Appropriation		800,000
Federal Fund Appropriation		1,644,255

**7. K00A07.01 General Direction**

In addition to the appropriation shown on page 46 of the printed bill (first reading file bill) to supplement the appropriation for fiscal year 2007 to provide additional funds to participate in the Port Security Grant Program.

Object .09 Supplies and Materials	307,944	
Object .11 Equipment - Additional	<u>3,660,933</u>	
	3,968,877	
General Fund Appropriation		803,283
Federal Fund Appropriation		3,165,594

**8. M00Q01.03 Medical Care Provider Reimbursements**

In addition to the appropriation shown on page 70 of the printed bill (first reading file bill), to increase Medicaid payments to nursing facilities.

Object .08 Contractual Services	29,812,500	
Special Fund Appropriation, provided that this appropriation is contingent upon the enactment of Senate Bill 101 or House Bill 130 pertaining to a nursing facility quality assessment.		14,906,250
Federal Fund Appropriation, provided that this appropriation is contingent upon the enactment of Senate Bill 101 or House Bill 130 pertaining to a nursing facility quality assessment.		14,906,250

**STATE DEPARTMENT OF EDUCATION**

**9. R00A01.02 Division of Business Services**

To adjust the appropriation shown on page 94 of the printed bill (first reading file bill), to provide the exact amount of special funds in lieu of federal funds in the Division of Business Services to account for the changes in funding per the Medical Assistance Program.

Object .12 Grants, Subsidies, and Contributions	0	
Special Fund Appropriation		55,406
Federal Fund Appropriation		-55,406

**10. R00A01.13 Division of Special Education/Early Intervention Services**

To adjust the appropriation shown on page 96 of the printed bill (first reading file bill), to provide the exact amount of special funds in lieu of federal funds in the Division of Special Education/Early Intervention Services to account for the changes in funding per the Medical Assistance Program.

Object .01 Salaries and Wages	0	
Object .02 Technical and Special Fees	0	
Object .03 Communications	0	
Object .04 Travel	0	
Object .07 Motor Vehicle Operations and Maintenance	0	
Object .08 Contractual Services	0	
Object .12 Grants, Subsidies, and Contributions	0	
Object .13 Fixed Charges	0	
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	0	
Special Fund Appropriation		644,594
Federal Fund Appropriation		-644,594

**UNIVERSITY OF MARYLAND, COLLEGE PARK**

**11. R30B22.00 University of Maryland, College Park**

In addition to the appropriation shown on page 106 of the printed bill (first reading file bill), for increased expenditures related to auxiliary and other non-state activity and increased contracts and grants. Revenue sources include educational/auxiliary sales and service, indirect cost recoveries and federal, state and private grants.

Object .01 Salaries, Wages and Fringe Benefits	14,531,424	
Object .02 Technical and Special Fees	127,270	
Object .03 Communication	558,190	
Object .04 Travel	948,917	
Object .06 Fuel & Utilities	988,724	
Object .07 Motor Vehicle Operations and Maintenance	103,601	
Object .08 Contractual Services	4,802,874	
Object .09 Supplies and Materials	2,734,307	
Object .11 Equipment - Additional	290,957	
Object .12 Grants, Subsidies & Contributions	3,015,396	
Object .13 Fixed Charges	357,543	
Object .14 Land & Structures	1,540,797	
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	30,000,000	
Current Unrestricted Fund Appropriation		20,000,000
Current Restricted Fund Appropriation		10,000,000

**MARYLAND DEPARTMENT OF THE ENVIRONMENT**

**12. U00A07.01 Air and Radiation Management Administration**

In addition to the appropriation shown on page 126 of the printed bill (first reading file bill), to support Maryland's participation in the Regional Greenhouse Gas Initiative (RGGI), including three permanent positions and funding for necessary technical analysis.

Personnel Detail:		
PH Engineer IV	1.00	44,754
PH Engineer II	2.00	74,190
Fringe		64,541
Turnover		<u>-45,871</u>
Object .01 Salaries, Wages and Fringe Benefits		137,614
Object .03 Communications		1,484
Object .08 Contractual Services		500,000
Object .09 Supplies and Materials		473
Object .11 Equipment - Additional		<u>4,500</u>
		<u>644,071</u>

General Fund Appropriation

644,071

**DEPARTMENT OF STATE POLICE**

**13. W00A01.03 Homeland Security and Investigation Bureau**

To become available immediately upon passage of this budget to supplement the appropriation for fiscal year 2007 to provide funds for the increased cost of administering the salvage inspection program.

Object .01 Salaries, Wages and Fringe Benefits	30,000
Object .02 Technical and Special Fees	54,100
Object .04 Travel	8,259
Object .07 Motor Vehicle Operations and Maintenance	68,000
Object .09 Supplies and Materials	1,000
Object .11 Equipment - Additional	<u>10,000</u>
	<u>171,359</u>

Special Fund Appropriation

171,359

**AMENDMENTS TO HOUSE BILL 50/ SENATE BILL 55  
(First Reading File Bill)**

Amendment No. 1:

On page 9, line 37, strike 3,100,000 and insert "5,000,000".

*Increases the funding for the Maryland Zoo in Baltimore.*

Amendment No. 2:

On page 169, line 20, strike 118,280 and insert "185,000".

*Corrects the salary for the Public Service Commission Chairman.*

Amendment No. 3:

On page 169, line 21, strike 100,968 and insert "125,000", and strike "403,872 and insert "500,000".

*Corrects the salaries for the Public Service Commission Commissioners.*

## SUMMARY

## SUPPLEMENTAL APPROPRIATIONS

	<b>General Funds</b>	<b>Special Funds</b>	<b>Federal Funds</b>	<b>Current Unrestricted Funds</b>	<b>Current Restricted Funds</b>	<b>Total Funds</b>
Appropriation						
2007 Fiscal Year	800,000	1,190,673	1,836,755	0	0	3,827,428
2008 Fiscal Year	<u>3,347,354</u>	<u>16,885,707</u>	<u>18,071,844</u>	<u>20,000,000</u>	<u>10,000,000</u>	<u>68,304,905</u>
Subtotal	<u>4,147,354</u>	<u>18,076,380</u>	<u>19,908,599</u>	<u>20,000,000</u>	<u>10,000,000</u>	<u>72,132,333</u>
Reduction in Appropriation						
2007 Fiscal Year	0	0	0	0	0	0
2008 Fiscal Year	<u>0</u>	<u>0</u>	<u>-700,000</u>	<u>0</u>	<u>0</u>	<u>-700,000</u>
Subtotal	<u>0</u>	<u>0</u>	<u>-700,000</u>	<u>0</u>	<u>0</u>	<u>-700,000</u>
Net Change in Appropriation	<u><u>4,147,354</u></u>	<u><u>18,076,380</u></u>	<u><u>19,208,599</u></u>	<u><u>20,000,000</u></u>	<u><u>10,000,000</u></u>	<u><u>71,432,333</u></u>

Sincerely,

Martin O' Malley  
Governor