March 4, 2019

The Honorable Thomas V. Mike Miller, Jr.
President
Senate of Maryland
State House
Annapolis, MD 21401

Dear Mr. President:

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 Senate, duly granted, I hereby submit Supplemental Budget No. 1 to House Bill 100/Senate Bill 125 in the form of an amendment to the budget for the Fiscal Year ending June 30, 2020.

Supplemental Budget No. 1 affects the previously estimated funds available for budget operations as shown in the following summary statement.

Sincerely,

[Signature]
Governor

Enclosure:
Supplemental Budget No. 1
March 4, 2019

The Honorable Michael E. Busch  
Speaker  
Maryland House of Delegates  
State House  
Annapolis, MD 21401

Dear Mr. Speaker:

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, duly granted, I hereby submit Supplemental Budget No. 1 to House Bill 100/Senate Bill 125 in the form of an amendment to the budget for the Fiscal Year ending June 30, 2020.

Supplemental Budget No. 1 affects the previously estimated funds available for budget operations as shown in the following summary statement.

Sincerely,

[Signature]

Governor

Enclosure:
Supplemental Budget No. 1
Supplemental Budget No. 1

March 4, 2019

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 House Bill 100 and/or Senate Bill 125 in the form of an amendment to the original budget for the Fiscal Year ending June 30, 2020.

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, 2020 (per Original Budget) 105,466,588

Special Funds:
- K00368 State Lakes Protection and Restoration Fund 1,000,000
- SWF305 Cigarette Restitution Fund 2,000,000
- SWF317 Maryland Emergency Medical System Operations Fund 100,000
- R00396 Safe Schools Fund 10,000,000
- R00380 Healthy School Facility Fund 30,000,000
- SWF317 Maryland Emergency Medical System Operations Fund 235,000
- S00304 General Bond Reserve Fund 500,000

Federal Funds:
- 93.103 Food and Drug Administration-Research 110,500
- 93.778 Medical Assistance (2,990,000)
- 93.778 Medical Assistance 126,877
- 93.767 Children's Health Insurance Program 20,153

Current Restricted Funds
University of Maryland, College Park 235,000

Current Unrestricted Funds
University of Maryland, College Park 450,000

Total Available 135,734,118

Uses:
General Funds (27,058,756)
Special Funds 43,835,000
Federal Funds (14,252,470)
Current Unrestricted Funds 235,000
Current Restricted Funds 450,000

Revised Estimated General Fund Unappropriated Balance July 1, 2020 132,525,344
OFFICE OF THE ATTORNEY GENERAL

1. C81C00.01 Legal Counsel and Advice

To become available immediately upon passage of this budget to supplement the appropriation for fiscal year 2019 to provide funds for expert witnesses for a false claims suit against an out-of-state childcare provider.

Object .08 Contractual Services 50,000

General Fund Appropriation 50,000

DEPARTMENT OF DISABILITIES

2. D12A02.01 General Administration

In addition to the appropriation shown on page 11 of the printed bill (first reading file bill), to provide funds to reclassify a position to the correct class code.

Personnel Detail:
Reclassification 38,991
Object .01 Salaries, Wages and Fringe Benefits 38,991

General Fund Appropriation 38,991

HISTORIC ST. MARY’S CITY COMMISSION

3. D17B01.51 Administration

To become available immediately upon passage of this budget to supplement the appropriation for fiscal year 2019 to provide funds to be used for health insurance.

Personnel Detail:
Fringe 80,108
Object .01 Salaries, Wages and Fringe Benefits 80,108

General Fund Appropriation 80,108

4. D17B01.51 Administration

In addition to the appropriation shown on page 15 of the printed bill (first reading file bill), to provide funding for a technical correction related to personnel costs.

Personnel Detail:
Regular Earnings 30,167
Fringe 8,394
Object .01 Salaries, Wages and Fringe Benefits 38,561

General Fund Appropriation 38,561
5. D0H01.06 Maryland Emergency Management Agency

To become available immediately upon passage of this budget to supplement the appropriation for fiscal year 2019 to provide funding for the Ellicott City Public Alert System.

Object .12 Grants, Subsidies, and Contributions

General Fund Appropriation 250,000

DEPARTMENT OF BUDGET AND MANAGEMENT

6. F10A02.08 Statewide Expenses

To become available immediately upon passage of this budget to supplement the appropriation for fiscal year 2019 to ensure all agencies have adequate funding for the $500 employee bonus.

Personnel Detail:
Reclassifications 485,352
Object .01 Salaries, Wages and Fringe Benefits 485,352

General Fund Appropriation 485,352

7. F10A02.08 Statewide Expenses

To become available immediately upon passage of this budget to reduce the appropriation for fiscal year 2019 to accurately reflect the cost of the 0.5% COLA for the University System of Maryland.

Personnel Detail:
Reclassifications (2,095,142)
Object .01 Salaries, Wages and Fringe Benefits (2,095,142)

General Fund Appropriation (2,095,142)

8. F10A02.08 Statewide Expenses

To reduce the appropriation on page 31 of the printed bill (first reading file bill), to eliminate excess funding for Annual Salary Reviews.

Personnel Detail:
Reclassifications (336,240)
Object .01 Salaries, Wages and Fringe Benefits (336,240)

General Fund Appropriation (336,240)

9. F10A02.08 Statewide Expenses

In addition to the appropriation shown on page 31 of the printed bill (first reading file bill), to provide Annual Salary Review (ASR) funding for positions in the maintenance mechanic and maintenance mechanic senior series class codes.

Personnel Detail:
Reclassifications 85,100
Object .01 Salaries, Wages and Fringe Benefits 85,100

General Fund Appropriation 85,100
10. H00E01.01 Real Estate Management

To become available immediately upon the passage of this budget to supplement the appropriation for fiscal year 2019 to provide funds to support State Center litigation.

- Object .08 Contractual Services: 100,000
- General Fund Appropriation: 100,000

11. K00A12.06 Monitoring and Ecosystem Assessment

In addition to the appropriation shown on page 49 of the printed bill (first reading file bill), to add a special fund appropriation for the State Lakes Protection and Restoration Fund.

- Object .02 Technical and Special Fees: 47,507
- Object .08 Contractual Services: 952,493
- Special Fund Appropriation: 1,000,000

12. L00A12.03 Food Quality Assurance

In addition to the appropriation shown on page 53 of the printed bill (first reading file bill), to provide funding to the Maryland Produce Safety Program to support inspection, compliance, and enforcement activities related to the federal Food Safety Modernization Act Produce Safety Rule.

Personnel Detail:
- Agricultural Inspector Advanced: 2.00, 68,780
- Fringe Benefits: 58,674
- Turnover: (16,954)

- Object .01 Salaries, Wages and Fringe Benefits: 110,500
- Federal Fund Appropriation: 110,500

13. L00A12.10 Marketing and Agriculture Development

In addition to the appropriation shown on page 53 of the printed bill (first reading file bill), to provide funding to cover Maryland farmers' share of the premium cost to participate in the Federal Dairy Margin Coverage Program.

- Object .12 Grants, Subsidies, and Contributions: 1,500,000
- General Fund Appropriation: 1,500,000
14. L00A14.05  Plant Protection and Weed Management

In addition to the appropriation shown on page 55 of the printed bill (first reading file bill), to provide funding for the spraying of the Palmer Amaranth weed.

Object .08 Contractual Services  150,000
General Fund Appropriation  150,000

MARYLAND DEPARTMENT OF HEALTH

15. M00F03.04  Family Health and Chronic Disease Services

In addition to the appropriation shown on page 60 of the printed bill (first reading file bill), to provide funding to attract and retain top talent at the University of Maryland Marlene and Stewart Greenebaum Comprehensive Cancer Center.

Object .12 Grants, Subsidies and Contributions  2,000,000
Special Fund Appropriation  2,000,000

16. M00Q01.01  Medical Care Provider Reimbursements

To become available immediately upon passage of this budget to reduce the appropriation for fiscal year 2019 for medical provider reimbursements.

Object .08 Contractual Services  (25,000,000)
General Fund Appropriation  (25,000,000)

17. M00Q01.01  Medical Care Provider Reimbursements

To reduce the appropriation shown on page 67 of the printed bill (first reading file bill), to reflect an increase in the discount hospital rate for Medicaid services.

Object .08 Contractual Services  (27,000,000)
General Fund Appropriation  (9,500,000)
Federal Fund Appropriation  (17,500,000)

18. M00Q01.03  Medical Care Provider Reimbursements

In addition to the appropriation shown on page 67 of the printed bill (first reading file bill), to provide funds to maintain physician reimbursement rates for evaluation and management services at 93 percent of Medicare.

Object .08 Contractual Services  4,760,000
General Fund Appropriation  1,770,000
Federal Fund Appropriation  2,990,000
19. M00Q01.03 Medical Care Provider Reimbursements

In addition to the appropriation shown on page 67 of the printed bill (first reading file bill), to provide funds to support a three percent rate increase for Rare and Expensive Case Management (REM) program services.

Object .08 Contractual Services 250,704
General Fund Appropriation 123,827
Federal Fund Appropriation 126,877

20. M00Q01.07 Maryland Children's Health Program

In addition to the appropriation shown on page 68 of the printed bill (first reading file bill), to provide funds to support a three percent rate increase for Rare and Expensive Case Management (REM) program services.

Object .08 Contractual Services 25,390
General Fund Appropriation 5,237
Federal Fund Appropriation 20,153

21. M00R01.01 Maryland Health Care Commission

In addition to the appropriation shown on page 69 of the printed bill (first reading file bill), to provide operating grant funds to the R Adams Cowley Shock Trauma Center at the University of Maryland Medical Center.

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

STATE DEPARTMENT OF EDUCATION

22. R00A02.01 State Share of Foundation Program

In addition to the appropriation shown on page 93 of the printed bill (first reading file bill), to reflect updated enrollment and wealth numbers.

Object .12 Grants, Subsidies, and Contributions 3,080,774
General Fund Appropriation 3,080,774

23. R00A02.07 Students With Disabilities

To reduce the appropriation shown on page 94 of the printed bill (first reading file bill), to reflect updated enrollment and wealth numbers.

Object .12 Grants, Subsidies, and Contributions (3,218)
General Fund Appropriation (3,218)
24. **R00A05.01 Maryland Longitudinal Data System Center**

In addition to the appropriation shown on page 102 of the printed bill (first reading file bill), to provide funds for Oracle contract costs.

Object .08 Contractual Services 800,000

General Fund Appropriation 800,000

25. **R00A06.02 Maryland Center for School Safety – Grants**

In addition to the appropriation shown on page 103 of the printed bill (first reading file bill), to add a special fund appropriation to provide grants to local school systems to enhance school safety.

Object .12 Grants, Subsidies, and Contributions 10,000,000

Special Fund Appropriation 10,000,000

26. **R00A07.02 Capital Appropriation**

In addition to the appropriation shown on page 104 of the printed bill (first reading file bill), to add a special fund appropriation for the Healthy School Facility Fund.

Object .14 Land and Structures 30,000,000

Special Fund Appropriation, provided that $1,200,000 of the amount for the Healthy Schools Facility Fund may be used only for projects at Public Charter Schools. This funding shall not preclude or diminish the availability of State funding for projects at Public Charter Schools from other school construction funding programs. 30,000,000

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

To become available immediately upon passage of this budget to supplement the appropriation for fiscal year 2019 to provide funds to establish National Registry testing centers at Maryland Fire and Rescue Institute’s training regions to increase student access to emergency medical services certification.

Object .08 Contractual Services 235,000

Current Restricted Fund Appropriation 235,000

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

In addition to the appropriation shown on page 111 of the printed bill (first reading file bill), to provide funds to the Judge Alexander Williams, Jr. Center for Education, Justice and Ethics to implement programs and initiatives to improve educational outcomes, promote civic engagement, and raise awareness around mental health and wellness among vulnerable populations.

Object .12 Grants, Subsidies, and Contributions 450,000

Current Unrestricted Fund Appropriation 450,000
MARYLAND HIGHER EDUCATION COMMISSION

29. R62I00.01 General Administration

To become available immediately upon passage of this budget to supplement the appropriation for fiscal year 2019 to support technical enhancements to the Maryland College Aid Processing System.

Object .08 Contractual Services 371,467
General Fund Appropriation 371,467

30. R62I00.01 General Administration

In addition to the appropriation shown on page 108 of the printed bill (first reading file bill), to provide funds to support technical enhancements to the Maryland College Aid Processing System.

Object .08 Contractual Services 273,503
General Fund Appropriation 273,503

HIGHER EDUCATION

31. R75T00.01 Support for State Operated Institutions of Higher Education

To become available immediately upon passage of this budget to supplement the appropriation for fiscal year 2019 to establish National Registry testing centers at Maryland Fire and Rescue Institute's training regions to increase student access to emergency medical services certification.

Object .12 Grants, Subsidies, and Contributions 235,000
Special Fund Appropriation 235,000

32. R75T00.01 Support for State Operated Institutions of Higher Education

In addition to the appropriation shown on page 111 of the printed bill (first reading file bill), to provide funds to the Judge Alexander Williams, Jr. Center for Education, Justice and Ethics to implement programs and initiatives to improve educational outcomes, promote civic engagement, and raise awareness around mental health and wellness among vulnerable populations.

Object .12 Grants, Subsidies, and Contributions 450,000
General Fund Appropriation 450,000
DEPARTMENT OF HOUSING AND COMMUNITY DEVELOPMENT

33. S00A24.01 Neighborhood Revitalization

To become available immediately upon passage of this budget to supplement the appropriation for fiscal year 2019 to provide funds to expand cold-weather shelter services for individuals experiencing homelessness in Charles County.

Object .12 Grants, Subsidies, and Contributions 242,924

General Fund Appropriation 242,924

34. S00A24.01 Neighborhood Revitalization

In addition to the appropriation shown on page 115 of the printed bill (first reading file bill), to provide funds for the Circuit Rider Program.

Object .12 Grants, Subsidies, and Contributions 500,000

Special Fund Appropriation 500,000
AMENDMENTS TO HOUSE BILL 100 / SENATE BILL 125

Amendment No. 1:
On page 47, after line 32, insert "Further provided that in addition to the items listed in the Capital Budget volume of the Budget Books for Fiscal Year 2020, the following projects are approved for funding from the Natural Resources Development Fund: Patapsco Valley State Park - Comfort Station Replacement - McKeldin Area (Carroll), Patapsco Valley State Park - Bathhouse Replacement - Hollofield Area (Howard); and Outdoor Shooting Range Replacements - Johnson Wildlife Management Area (Wicomico) and Area 2 Hillsboro Natural Resource Police Facility (Queen Anne's)".

Adds language to include projects approved for funding from the Natural Resources Development Fund.

Amendment No. 2:
On page 94, in line 4, after the word Formula, strike "303,253,515' and replace with "303,250,297'.

Technical correction to reflect updated enrollment and wealth numbers.

Amendment No. 3:
On page 104, after line 7, insert "Healthy School Facility Fund... 30,000,000".

Updates the capital appropriation for the Interagency Commission on School Construction to provide a special fund appropriation for the Healthy School Facility Fund.

Amendment No. 4
On page 111, in line 37, strike "517,605,574" and substitute "518,055,574".

Updates the appropriation for the University of Maryland, College Park Campus to provide funds for the Judge A Alexander Williams, Jr. Center for Education, Justice and Ethics.

Amendment No. 5
On page 162, in line 6, after the number 1, strike "240,720' and replace with "236,000'.

Technical adjustment in Section 3 Flat Rate Positions to correct the State Superintendent of Schools salary.

Amendment No. 6:
On page 177, after line 5, insert "Section 20, AND BE IT FURTHER ENACTED, That 22.0 FTE positions transferred to the Department of General Services (DGS) shall not be effective until October 1, 2019. Authorization is hereby provided for DGS to reimburse the salaries of these employees to the Departments of Budget and Management and Information Technology.

"Section 21, AND BE IT FURTHER ENACTED, That funds appropriated for the Opioid Operational Command Center may be transferred to programs of agencies to support the State's response to the heroin/opioid epidemic".

In line 6, after the word Section, strike "20' and replace with "22', and in line 12, strike "21' and replace with "23'.

Technical correction to authorize DGS to reimburse DoT and DBM for salary costs of procurement positions through September 30, 2019 and allow the transfer of Opioid Operational Command Center funds to other programs to support State's response to heroin/opioid epidemic. In addition, renumbers the Sections of the budget bill accordingly.
### SUMMARY

#### SUPPLEMENTAL APPROPRIATIONS

<table>
<thead>
<tr>
<th></th>
<th>General Funds</th>
<th>Special Funds</th>
<th>Federal Funds</th>
<th>Current Restricted Funds</th>
<th>Current Unrestricted Funds</th>
<th>Total Funds</th>
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<td>Appropriation</td>
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<td>235,000</td>
<td>450,000</td>
<td>3,208,774</td>
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</table>

Sincerely,

[Signature]

Lawrence J. Hogan, Jr.
Governor