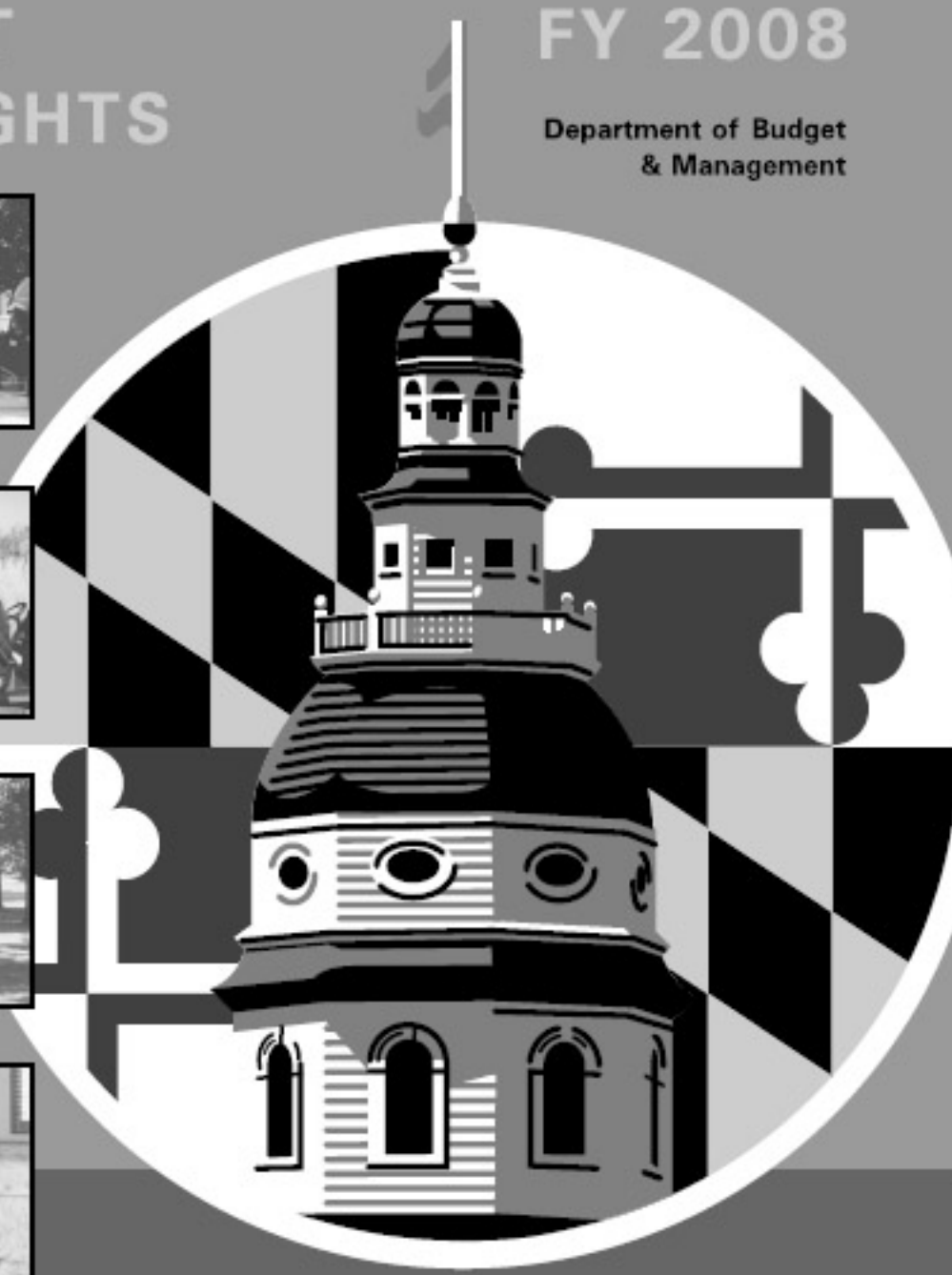


# MARYLAND

## BUDGET HIGHLIGHTS

FY 2008

Department of Budget  
& Management



Martin O'Malley, Governor

Anthony Brown, Lt. Governor





January 19, 2007

The Senate of Maryland  
The Honorable Thomas V. "Mike" Miller, President

The Maryland House of Delegates  
The Honorable Michael E. Busch, Speaker

The Citizens of Maryland

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

Maryland's budget is one of the clearest reflections of our values as a State. By directing where we will invest limited tax dollars, we make clear our priorities as a society – and reveal our collective wisdom about how we make Maryland stronger.

Our Administration submits our first budget as we anticipate facing annual deficits in the \$1 billion range for the foreseeable future. Therefore, together, we will face difficult decisions and sacrifice as we complete this process this year, and in the years ahead.

This structural deficit – totaling about \$4 billion over the next four years – has been left unaddressed as spending increased at an unsustainable rate. And unless we deal with it forthrightly, it will limit what we can achieve together. Very simply, structural deficits require structural reforms. Solving this problem will not be easy.

In addition to sharing an understanding of the severity of our budget challenges, we are united in our belief that we must reform and improve our schools and make higher education affordable, we must improve public safety and homeland security, we must improve the health of the Chesapeake Bay and protect our quality of life, we must make healthcare more accessible and affordable, and we must invest in innovation and economic growth to expand our economy.

These are our challenges and opportunities. And together – not just in government, but also individually – we must take responsibility for our shared future. Safe neighborhoods. A strong and growing middle class. Educational opportunity. Financial fairness. Protecting God's creation. Caring for the sick. Responsibility for ourselves, our families and our neighbors. These are the things for which each of us must take responsibility.

As we embark on a four-year term, this initial budget begins to rise to our perils and possibilities, while growing less than the General Assembly's spending affordability limit. In our first budget, total spending is constrained.

*(continued on next page)*

The FY 2008 budget grows by only 2.5% over the current year, a lower rate of growth than in nine of the last ten budgets.

- Education: As we pledged, we are investing \$400 million in school construction – to make up for years when the State did not meet this obligation. We are increasing Maryland’s investment in K-12 education by more than \$680 million – the largest increase in our state’s history – and working to pass legislation mandating the Geographic Cost of Education Index, phased in beginning in FY 2009.

We are boosting our investment in higher education by \$192 million – including an 18% increase for community colleges – strengthening a critical link to opportunity. This increase in higher education funding is intended, in part, to enable institutions to freeze in-state undergraduate tuition – as we seek long-term solutions to college affordability.

- Public Safety: We are increasing our investment in protecting families from sex offenders by \$2 million, increasing monitoring by Global Positioning Systems and assisting local law enforcement. We are providing funds to hire 155 additional correctional officers – to begin to get our correctional institutions back under control. And we are investing in technology and additional forensic scientists to reduce the unacceptable backlog in testing DNA samples.
- Environment & Agriculture: We are keeping our promise to fully fund Program Open Space, with \$289 million in land preservation programs. We are investing \$138 million to improve local water and wastewater systems – to help clean the Chesapeake Bay. We are investing in planting cover crops, and in reducing point and non-point runoff – to support farmers and improve our environment. And we are tripling our investment in the Maryland Agricultural and Resource-based Industry Development Corporation (MARBIDCO), to sustain agriculture and open space.
- Health: We are boosting our investment in stem cell research by 66% – to \$25 million. We are expanding drug treatment, and providing assistance to seniors through the Senior Prescription Drug Assistance program. And we are restoring healthcare benefits to legal immigrant families – including 3,000 children.
- Jobs & Growth: We are investing more than \$1 billion in highway projects, as well as about \$500 million in transit to improve one of the foundations of our economy. Additionally, we are investing \$124 million in our Port. We are making investments throughout the state in community development – including neighborhood revitalization and rural broadband. And we are investing to support small and minority businesses – which account for much of Maryland’s job growth.

With our budget challenges, sustaining these investments will be difficult. We must maintain our fiscally responsible budgeting practices – which we have done by maintaining our rainy day fund at 5% of general fund revenue. And we must make government more accountable and cost-effective – which we will do as we implement StateStat.

Maryland’s strengths are more than equal to the challenges before us. And I look forward to working with the General Assembly to complete this budget – and to make progress as One Maryland.

Sincerely,

A handwritten signature in black ink, appearing to read "Martin O'Malley". The signature is fluid and cursive, with a large, stylized initial "M".

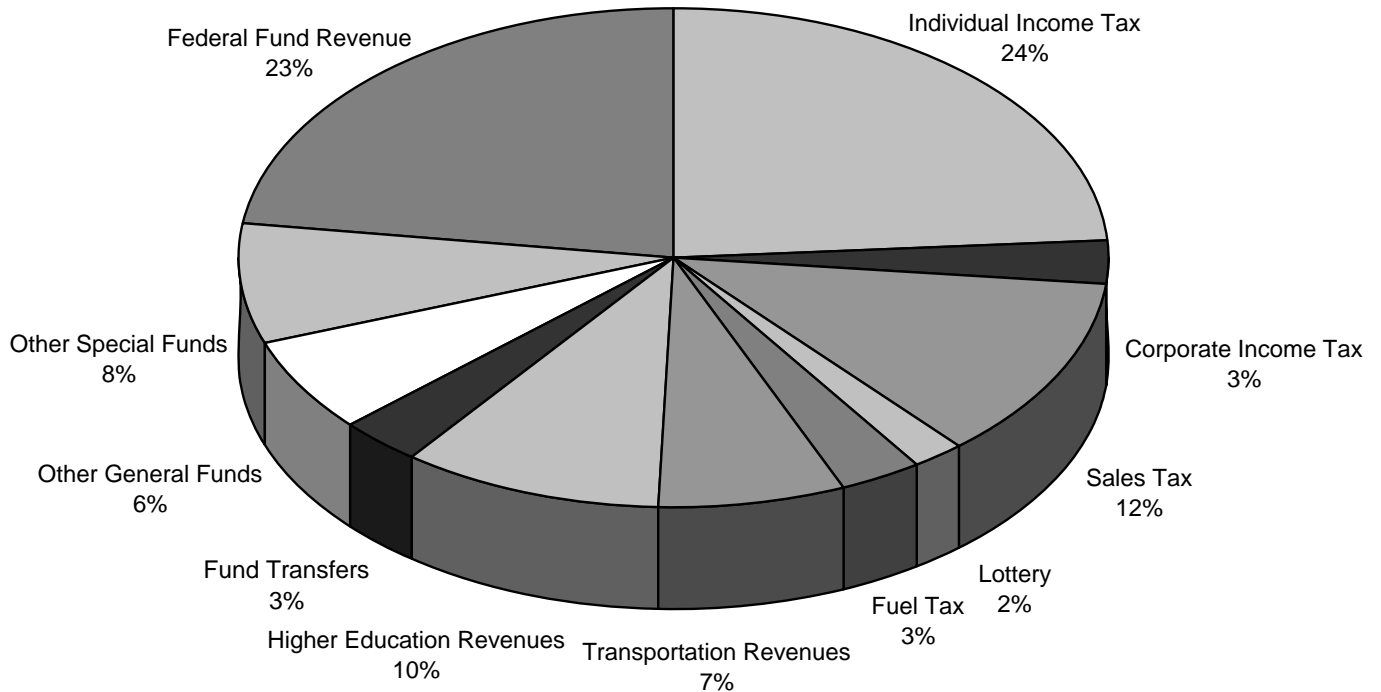
Martin O'Malley  
Governor

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*Some totals and percentages in this book may not add due to rounding.*

# Revenues

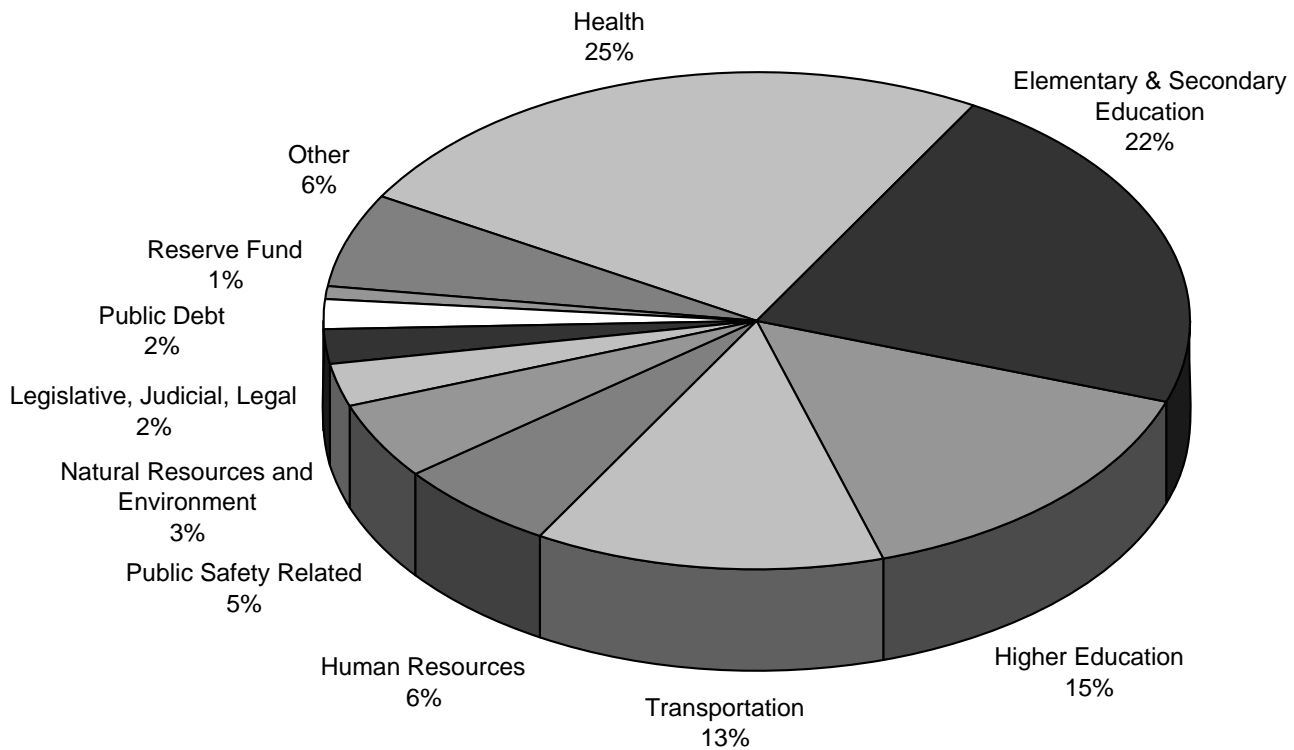


## Revenues (\$ millions)

|   | FY 2006       | FY 2007       | FY 2008       | % change<br>'08 over '07 | % Total<br>Revenues |
|---|---------------|---------------|---------------|--------------------------|---------------------|
| Individual Income Tax                         | 6,200         | 6,613         | 7,062         | 6.8%                     | 24.0%               |
| Corporate Income Tax                          | 826           | 755           | 777           | 3.0%                     | 3.0%                |
| Sales Tax                                     | 3,382         | 3,486         | 3,653         | 4.8%                     | 12.0%               |
| Lottery                                       | 556           | 557           | 579           | 3.9%                     | 2.0%                |
| Fuel Tax                                      | 758           | 765           | 780           | 1.9%                     | 3.0%                |
| Transportation Revenues                       | 1,744         | 1,914         | 2,059         | 7.6%                     | 7.0%                |
| Higher Education Revenues                     | 2,772         | 2,977         | 3,045         | 2.3%                     | 10.0%               |
| Fund Transfers                                | 139           | 156           | 995           | 538.1%                   | 3.0%                |
| Other General Funds                           | 1,718         | 1,755         | 1,668         | 969.0%                   | 6.0%                |
| Other Special Funds                           | 2,046         | 2,624         | 2,472         | 40.9%                    | 8.0%                |
| Federal Fund Revenue                          | 6,207         | 6,576         | 6,709         | 155.7%                   | 23.0%               |
| <b>Total Revenues</b>                         | <b>26,347</b> | <b>28,178</b> | <b>29,799</b> | <b>5.8%</b>              | <b>100.0%</b>       |
| Changes in general fund balances & reversions | (172)         | 1,201         | 247           |                          |                     |
| <b>Total Available</b>                        | <b>26,174</b> | <b>29,379</b> | <b>30,046</b> | <b>2.3%</b>              |                     |

Totals and percentages may not add due to rounding.

# Expenditures



## Expenditures (\$ millions)

|                                   | FY 2006       | FY 2007       | FY 2008       | % change<br>'08 over '07 | % Total<br>Revenues |
|-----------------------------------|---------------|---------------|---------------|--------------------------|---------------------|
| Health                            | 6,569         | 7,054         | 7,439         | 5.5%                     | 25%                 |
| Elementary & Secondary Education  | 5,162         | 5,810         | 6,478         | 11.5%                    | 22%                 |
| Higher Education                  | 4,057         | 4,441         | 4,628         | 4.2%                     | 15%                 |
| Transportation                    | 3,546         | 3,712         | 3,875         | 4.4%                     | 13%                 |
| Human Resources                   | 1,615         | 1,679         | 1,725         | 2.7%                     | 6%                  |
| Public Safety Related             | 1,591         | 1,756         | 1,730         | -1.5%                    | 5%                  |
| Natural Resources and Environment | 600           | 942           | 780           | -17.2%                   | 3%                  |
| Legislative, Judicial, Legal      | 535           | 600           | 629           | 4.7%                     | 2%                  |
| Public Debt                       | 625           | 655           | 693           | 5.8%                     | 2%                  |
| Reserve Fund - all but Sunny Day  | 359           | 771           | 263           | -65.9%                   | 1%                  |
| Other                             | 1,517         | 1,958         | 1,807         | -7.7%                    | 6%                  |
| <b>Total</b>                      | <b>26,174</b> | <b>29,379</b> | <b>30,046</b> | <b>2.3%</b>              | <b>100%</b>         |
| Estimated Reversions              |               | -82           | -30           |                          |                     |
| <b>Net Total</b>                  | <b>26,174</b> | <b>29,297</b> | <b>30,016</b> | <b>2.5%</b>              |                     |

Totals and percentages may not add due to rounding.

# Education



Access to quality educational opportunities is fundamental to the success of our citizens and to the future of our economy and society.

The O'Malley-Brown Administration has pledged to improve public education and to make college more affordable for Maryland families. Demonstrating this commitment, the FY 2008 budget includes record levels of investment for primary and secondary education and public school construction as well as an in-state tuition freeze at public universities.

## K-12 Education

K-12 education aid grows by \$680.4 million to \$5.2 billion in the FY 2008 budget. This substantial increase is attributable to funding the last and most expensive year of the Thornton education plan, and an unusually large increase in the inflation factor that determines aid per pupil. It is the intent of the Administration to introduce legislation during the 2007 Session and work with the Maryland General Assembly to make the Geographic Cost-of-Education Index a mandated program, to be phased in beginning in FY 2009.

Honoring Governor O'Malley's commitment to make up for deferred investments in public school construction, \$400 million is included in the FY 2008 budget to build new schools and to upgrade existing facilities. This \$400 million is the largest amount ever provided in a single year for school construction and will exceed the recommendations of the Kopp Commission.

The FY 2008 budget also includes the following:

- \$577.9 million for teacher pensions, an increase of \$122.6 million, reflecting enhanced benefits enacted during the 2006 legislative session.
- \$12.5 million for the Aging Schools program, an increase of \$1.1 million over the mandated amount of \$11.4 million. These funds are for capital

improvements, repairs, and deferred maintenance at older public schools, thereby enabling students to learn in a safe and healthy environment.

- \$10.8 million for the Autism Waiver program, an increase of \$3.1 million. This program serves 899 participants and allows eligible children with Autism Spectrum Disorder to receive health and other services in their homes and communities.
- \$6.2 million for education services provided by the Maryland Department of Education at four Department of Juvenile Services facilities. This amount includes an additional \$921,496 to extend educational services to the J. DeWeese Carter Center in Kent County.

## Higher Education

Total higher education funding increases by \$191.8 million, or 4.3 percent. The State General Fund portion of this funding increases by \$118.5 million, an 8.3 percent increase over FY 2007. The freeze on in-state tuition at the University System of Maryland and Morgan State University continues in FY 2008, reflecting the Administration's commitment to stem the tide of rising tuition costs and make higher education more affordable for all Marylanders.

The funding increase also provides for program enhancements across the public campuses, accounts for enrollment growth, supports the Historically Black Institutions (HBIs), and expands student financial aid programs. Educational grant programs, administered by the Maryland Higher Education Commission (MHEC), are funded at \$12.8 million and include programs to improve teacher quality (\$1 million), support HBIs (\$4.9 million), enhance professional development schools for teachers (\$2 million), and support regional higher education centers (\$850,000).

The FY 2008 budget also includes \$8.8 million for the Nurse Support Program II (NSP II). This program funds a variety of initiatives across



## Education

campuses to expand the number of nurses in Maryland. NSP II is funded through a 0.1 percent assessment on hospital patient revenues.

### **University System of Maryland (USM)**

Governor O'Malley's FY 2008 budget provides a total increase of \$123.7 million for the University System of Maryland. State support grows by \$63.6 million, a 6.8 percent increase over FY 2007. Additional funds allow for an in-state tuition freeze and provide a \$10 million increase in institutional financial aid.

The funding increase for USM also provides for the following enhancements:

- \$7.4 million to increase support for USM's two premier research campuses. University of Maryland, Baltimore will expand its School of Pharmacy to the Universities at Shady Grove, bringing this critical workforce development program to the Washington metropolitan area. University of Maryland, College Park will enhance its academic and research programs in biotechnology, nanotechnology, public health, linguistics and public policy.
- \$7.3 million to support enrollment growth of more than 1,700 students at University of Maryland, Baltimore; University of Maryland, College Park; Towson University; Salisbury University; and University of Maryland University College.
- \$2.5 million to expand services at Maryland Poison Center and increase support for the National Capital Poison Center.
- \$1.4 million to increase funding for HBIs: the opening of Coppin State University's new Health and Human Services Building, enhancement of the Educational Leadership doctoral program and increased faculty productivity at University of Maryland Eastern Shore, and quality enhancement of academic programs at Bowie State University. The HBIs also receive 10 percent of the \$10 million in USM's increased institutional financial aid.

- \$1 million for program enhancements at Frostburg State University, University of Baltimore, and University of Maryland Baltimore County.

- \$700,000 towards purchase of an ocean-going research vessel for the University of Maryland Center for Environmental Science.

- \$400,000 to expand science, technology, engineering and math programs at University of Maryland, College Park; Towson University; and University of Maryland Baltimore County.

### **Morgan State University (MSU)**

MSU's total funding increases by \$8.2 million over FY 2007, including a \$4.3 million or 6.8 percent increase in State support. Additional funding will support continuation of the in-state tuition freeze; \$2.4 million for 24 new full-time faculty, 10 of whom will be dedicated to MSU's doctoral programs; \$1 million to increase financial aid; \$600,000 in equipment for new facilities; \$500,000 for facility renewal activities; and \$150,000 for additional library materials.

### **St. Mary's College of Maryland**

St. Mary's College's FY 2008 budget is \$62.9 million, of which \$16.4 million is State support in accordance with its statutory formula. These funds will support scholarships and aid to students, operating costs for Goodpaster Hall, and three new faculty.

### **Baltimore City Community College**

Baltimore City Community College receives \$87.7 million in FY 2008, of which \$40.2 million is State support, a 14.8 percent increase over FY 2007.

### **Community Colleges and Non-Public Higher Education Institutions**

Community colleges support regional economic and workforce development by producing college graduates and supplying training to Maryland businesses and industries. Aid to Community Colleges grows to \$243.7 million, an increase of 18.4 percent from FY 2007.

Governor O'Malley believes that access to health care should be a right – not a privilege – and that health care should be affordable for all Marylanders. This budget takes the first step in implementing the Administration's forward-looking plan to provide quality and affordable health care to all families. Despite current fiscal constraints, several Administration health priorities are funded in the FY 2008 budget, including increased support for vulnerable populations, stem cell research, drug abuse treatment, senior prescription drug costs, and provider rates.

### **Ensuring Care for Vulnerable Populations**

Enhancing access to health care for vulnerable populations is an important priority. The largest single health program is Medical Assistance, which is budgeted at \$5 billion. Significantly, the FY 2008 budget restores funding for Medical Assistance services for legal immigrant women and children whose benefits were eliminated in 2005. The \$6 million included in the Governor's budget will allow approximately 4,000 Maryland residents to obtain the health care they need, including vital prenatal care to ensure that children are born healthy.

The Babies Born Healthy initiative includes \$3 million to fund strategies to reduce infant mortality through prenatal care, case management services for high-risk hard to reach pregnant women, and prenatal and reproductive health services for uninsured women

An additional \$7.6 million will allow 500 young adults with developmental disabilities who are graduating or aging out of the public school system to access daytime programmatic or job-related services. This reflects an increase of 25

slots over the FY 2007 budget. An additional \$3.1 million will fund 76 emergency placements for individuals with developmental disabilities whose parents or caregivers can no longer provide support needed. Total funding for community services for Marylanders with developmental disabilities will increase to \$662.2 million.

### **Stem Cell Research**

Stem cell research offers the hopeful promise of new treatments and cures for Parkinson's,



diabetes, cancer, spinal cord injuries, and many other debilitating diseases and conditions.

Honoring its commitment to make sustained investments in this emerging field of study, the Administration significantly increases the State's support for stem cell research to \$25 million in FY 2008, positioning Maryland's leading medical research institutions and bio-technology industry to be at the national forefront of these groundbreaking efforts. The first round of grant applications is currently under review by an independent peer review board, and funds to support critical research will be awarded in spring 2007.

### **Expanding Drug Abuse Treatment Services**

An additional \$5 million is provided for local drug treatment to emphasize wider use of buprenorphine in addiction treatment. This initiative includes funding to train physicians to prescribe buprenorphine as well as counseling and other treatment costs for people receiving the medication. These additional funds raise the total funding for alcohol and drug abuse programs in

# Health

the Department of Health and Mental Hygiene to \$143.3 million.

## Supporting Local Health

The Governor's budget provides \$71.1 million in public health grants for local health departments, an increase of \$2.9 million or 4.2 percent over FY 2007. Grant funding to Core Service Agencies (CSAs) totals \$65.9 million, an increase of \$2.2 million or 3.5 percent. Additional funding will further aid the CSAs in planning, developing, and managing a full range of treatment and rehabilitation services for persons with serious mental illnesses.

## Strengthening Health Care Provider Systems

Due to a shortage of participating physicians, many Medical Assistance enrollees have difficulty locating care providers. To ameliorate this situation, the Governor's budget includes \$40 million to increase physician payment rates under the Medical Assistance Program.

More than \$52.5 million is included in the FY 2008 budget to end the Medicaid day limit policy for hospital patients. This policy has allowed hospitals to shift costs onto non-Medicaid patients and insurance companies, accelerating the increase in Maryland health insurance premiums. Eliminating this policy would restrain premium increases while allowing for improved quality of hospital and psychiatric care for vulnerable populations.

\$25.2 million is provided to increase rates for providers of mental health treatment and community services to persons with developmental disabilities to assist in retaining and recruiting qualified staff and to fund increases in operating costs. In addition, emergency

transportation providers will receive a 25 percent increase in Medical Assistance rates — the first increase in a decade.

## Assistance for Maryland Seniors

The Governor's budget supports essential programs addressing the needs of Maryland's seniors. The FY 2008 budget provides \$14 million for the Senior Prescription Drug Assistance Program. Legislation has been submitted to extend the



sunset date of the program from December 2007 to December 2009. This initiative, a State subsidy toward out-of-pocket costs for prescriptions for 39,000 Medicare beneficiaries, is consistent with the Administration's position that making prescriptions drugs more affordable for Maryland's working families and seniors is a critical element of a comprehensive health care agenda. Moreover, to maintain quality nursing care, the budget includes full funding for Medical Assistance rate increases for nursing homes, assisted living facilities, and other community providers helping seniors in need of long-term care services to stay in their own homes.

## Improved Data Systems

Finally, in pursuit of data integrity and security, \$1.14 million is included to replace data systems at the Division of Vital Statistics. This initiative would create an integrated, web-enabled vital records system to achieve greater efficiency in data collection and to meet verification standards for federal programs and benefits.

# Public Safety and Safer Neighborhoods



Governor O'Malley's FY 2008 budget makes significant improvements to public safety programs, with an emphasis on

improving security at Maryland correctional facilities and enhancing monitoring of sex offenders to protect the public.

## Public Safety and Correctional Services

The FY 2008 budget for the Department of Public Safety and Correctional Services (DPSCS) is \$1.2 billion. The budget continues to provide funding to recruit and retain effective and professional Correctional Officers. This initiative includes higher entry-level salaries as well as hiring and retention bonuses.

An additional \$12.8 million is provided in the FY 2008 budget to improve operations and enhance security at correctional institutions. Included in this amount is \$6.7 million for an additional 155 Correctional Officers at institutions across the State. Another \$6.1 million is included as a FY 2007 deficiency to upgrade and enhance the security camera systems at the Maryland House of Correction and Jessup Correctional Institution, and to replace Correctional Officer security equipment at other institutions.

The expansion and improvement of inmate health care services to comply with U.S. Department of Justice standards is one of the largest and fastest growing expenses in the Public Safety budget. Funding has increased from \$69.4 million in FY 2005 to a budget of \$132.8 million for FY 2008. Services have been expanded to add Hepatitis C

treatment and to enhance hospital, mental health, pharmaceutical and dental services. In light of these increasing costs, the budget also includes \$500,000 to conduct an analysis of the current model that is being used to deliver inmate medical services.

## Sex Offender Supervision

Improved monitoring of sexual offenders residing in Maryland is a key public safety concern. To that end, the FY 2008 budget includes almost \$2 million to enhance oversight of sexual offenders. Offender monitoring receives an additional \$997,235 for efforts that include Global Positioning System supervision, polygraph testing, monitoring of computer use, and treatment services. An additional \$984,500 will assist local law enforcement agencies with sex offender registration and will expand the State's victim notification system to allow citizens to register and receive notification when a sex offender moves into their community.

## Other Public Safety Items

The budget also includes the following public safety enhancements:

- \$1 million for 25 Correctional Officers to oversee inmate recreational activities designed to reduce idleness and improve safety in the institutions.
- \$498,185 to continue substance abuse treatment services for which Federal funds are no longer available.
- \$412,000 for 10 additional Correctional Maintenance Officers at the North Branch Correctional Institution to ensure that this facility is kept in good condition and to avoid more expensive repairs later.

# Public Safety and Safer Neighborhoods

- \$325,000 for seven new Prison Chaplains to provide spiritual counseling and guidance to inmates.

An additional \$1 million is included in the FY 2008 budget to implement legislation enacted by the 2006 General Assembly expanding the Public Safety Officer Death Benefit Program to Maryland residents who are members of the United States uniformed services serving in Afghanistan and Iraq. A deficiency of \$5.3 million is also included for this program for FY 2007.

State aid for local law enforcement agencies provides an important resource that helps local Maryland communities fight crime. For FY 2008 such law enforcement aid totals \$65.9 million. Included in this amount is funding for a new supplemental grant to be paid to subdivisions bordering the District of Columbia.

## State Police

The FY 2008 allowance for the Maryland State Police is \$314.8 million. The budget includes four recruit classes to replace troopers who retire or decide to leave the Department. To reduce the backlog of DNA samples awaiting processing, an additional \$412,000 in equipment funding and \$107,246 for two more Forensic Scientists is included for the Forensic Sciences Laboratory. This will allow the Laboratory to accelerate its ongoing effort to reduce the DNA sampling backlogs, and enter analyses into the Federal DNA sample database in a timely manner.

Vehicle theft continues to be a troubling problem in many communities. The budget includes a 14.1 percent increase to \$2.3 million for Vehicle Theft Prevention grants to law enforcement agencies and organizations. These grants help such agencies and organizations expand vehicle theft prevention activities, purchase essential equipment and

technology, and provide treatment and mediation services to vehicle theft offenders and their victims in areas where vehicle thefts occur frequently.

Equipping the vehicles of police officers with mobile data computers can improve the effectiveness of officers on patrol by connecting them quickly to vital information from law enforcement databases that can enhance their law enforcement efforts. The Governor's budget will use \$2.4 million to complete the multi-year installation of mobile data computers in State police vehicles used by field and investigative personnel. It is estimated that these computers have helped save over 3,300 hours in calendar year 2005 and 13,500 hours in calendar year 2006.

## Juvenile Services

Department of Juvenile Services has several initiatives directed at providing more behavioral health assistance to youth that it serves. These include:

- \$1.3 million for non-residential community-based sex offender treatment to reduce the recidivism rate for juvenile sexual offenders
- \$1.1 million of additional funding to improve behavioral health assessments, substance abuse services, and other services
- Additional general fund support for the substance abuse program at Meadow Mountain Youth Center to replace federal funds for this program

Department is also working to improve educational opportunities for children in its custody. Three additional Education Record Specialists will improve management of education records and will convene and support Individual Education Plan (IEP) meetings so that appropriate educational services for such youth can be planned and provided. The budget also provides funding for a re-locatable education facility for the Alfred E. Noyes Center in Montgomery County.

# Environment



The O'Malley-Brown Administration believes that every Maryland family has the right to enjoy a clean, safe environment and a

cleaner, healthier Chesapeake Bay. To that end, the Governor's FY 2008 budget provides \$797.4 million for environmental programs. Three major State agencies - the Maryland Department of Agriculture (MDA), the Maryland Department of the Environment (MDE) and the Department of Natural Resources (DNR) - share responsibility for using these funds to protect, restore and enhance Maryland's environment.

## Chesapeake Bay

Improving the health of the Bay is one of the State's most important responsibilities. The O'Malley-Brown Administration will institute BayStat, a new tool to monitor and gauge the health of the Bay using techniques gleaned from Baltimore's successful CitiStat program. BayStat will marshal the collective resources of the State's departments of Agriculture, Environment, Natural Resources, Planning, and Budget and Management to ensure that the State is maximizing its opportunities to measurably improve the health of the Bay. Utilizing pre-existing measures of the Bay's health, restoration, and protection efforts, as well as working with key stakeholders, BayStat will monitor, assess, and regularly provide a public accounting of the totality of the State's efforts on behalf of the Bay. This information will help guide the State to develop more effective and targeted strategies to measurably improve the Bay's health.

Nutrient reduction in the Chesapeake Bay will continue in FY 2008, with Bay Restoration Act

revenues, general funds and other sources providing record funding levels for the cover crop program. This critical initiative provides grants to farmers for planting crops in the fall to control soil erosion and to absorb unused nitrogen and phosphorus in the soil. Cover crops help stabilize and protect soil resources and allow residual crop nutrients, which might otherwise flow into local streams and the Chesapeake Bay, to be absorbed during the fall and winter months. The budget includes \$8.8 million for this program, an increase of seven percent over FY 2007, allowing 240,250 acres to be planted in FY 2008.



Bay Restoration Act efforts in FY 2008 will reduce the nutrient load in the Chesapeake Bay by 9.4 million pounds annually, an increase of 2.4 million pounds over FY

2007. The following funds support grants to local governments to implement enhanced nutrient reduction removal technologies.

- \$80 million for upgrading wastewater treatment plants affecting 27 major wastewater treatment plants in 10 jurisdictions and three regional facilities.
- \$6 million for upgrading 500 septic systems.
- \$5 million for upgrading 12 sewer systems.

## Land Preservation and Open Space

Land preservation in Maryland targets the protection of open space. As a result, 20 percent of the State's land is now permanently preserved. Total agricultural acres preserved in Maryland

# Environment

are estimated to increase to 522,265 in FY 2008. A large portion of the support for the State's land preservation efforts is available from Program Open Space, which is funded through an allocation of 75 percent of State real estate transfer tax revenues. Program Open Space safeguards Maryland's valuable parklands, nature reserves, and refuges. The FY 2008 budget includes \$289.2 million for Program Open Space and other land preservation programs.

Moreover, in the coming year, the Secretaries of Planning, Agriculture, Environment, Natural Resources, and Transportation will work to restore Maryland's leadership in Smart Growth. Smart Growth policies and principles serve as a key component of Maryland's efforts to preserve Maryland's environment and natural resources.

## **Sustaining Agricultural Communities**

To begin implementation of the Agricultural Stewardship Act of 2006, the Governor's budget includes enhanced funding for soil conservation districts and for the Maryland Agricultural and Resource-Based Industry Development Corporation (MARBIDCO). Soil conservation districts are the backbone of the local implementation of the cover crop program and other resource conservation efforts. MARBIDCO is a quasi-public corporation which helps agricultural businesses achieve sustainable viability. In the Governor's FY 2008 budget, funding for the State's 24 soil conservation districts increases by 14 percent over FY 2007 to \$10 million. Funding for MARBIDCO triples to \$3 million. These substantial increases reflect the O'Malley-Brown Administration's support for the successful implementation of this landmark legislation.

## **Lead Poisoning Control**

The Governor's FY 2008 budget continues Maryland's successful implementation of the State

lead poisoning prevention program, a critical public health and environmental initiative. The budget includes \$3.7 million in the Department of Environment's budget for investigation of childhood and adult lead poisoning cases and the coordination of statewide efforts to reduce the occurrences and effects of lead poisoning. In addition, \$1.9 million is included in the Department of Health and Mental Hygiene's budget for lead poisoning programs. These funds support

(1) Local health departments and Baltimore City in their efforts to conduct outreach and community education and to provide case management for children identified as having elevated blood lead levels; (2) A grant to the Coalition to End Childhood Lead Poisoning to collaborate with local health departments in provider education, identification and development of local resources and referral services for families; and (3) Blood lead screening of older children and environmental lead testing by the Lead Laboratory to trace the source of lead contamination and to support pre-abatement and post-abatement treatment.

## **Clean Air**

The in FY 2008 the Maryland Department of the Environment will also focus on implementing and enforcing the Maryland Healthy Air Act through its existing air pollution control program. Enacted in 2006, the Act



will result in significant improvements in air quality and reductions in greenhouse gas emissions.

# Jobs & Economic Development

The O'Malley-Brown Administration will work to maintain strong relationships with business and regional decision makers to bring about long-term economic development and to improve access to quality jobs. Toward that end the FY 2008 budget funds economic development, job creation, and job retention activities throughout Maryland. In addition, the Administration will develop long-term plans to accommodate the impact of job growth related to federal base realignment and closings and to expand and improve our transportation infrastructure.

## **Helping Businesses Grow and Create Jobs**

The FY 2008 budget includes nearly \$54.6 million in operating and capital funding for business development programs. These programs focus on assisting small and minority businesses, promoting technology-based enterprises, and helping other industry sectors to grow. An important new program included in the FY 2008 budget provides \$1 million in no-interest loans to disabled veterans and businesses owned by or employing military reservists or National Guard personnel called to duty.

Other significant items in the budget for economic development include:

- A total of \$19.5 million to support small or minority businesses and entrepreneurs through a variety of programs and funds in the Department of Business and Economic Development. These programs provide loans and other assistance to improve the access of small or minority businesses and entrepreneurs to capital and technical assistance.
- Nearly \$16.5 million for the Maryland State Arts Council, reflecting an increase of \$1.2 million or 7.8 percent over the current year. Total funding for this program is \$400,000 more than required by statute.
- \$4 million for Rural Assistance Broadband funding to extend DSL broadband service to 26

Eastern Shore communities, double the amount provided in FY 2007. This important infrastructure enhancement is designed to help attract private industry into the region and generate additional employment opportunities.

- \$2 million for the Sunny Day Fund to capitalize on extraordinary economic development opportunities in the State. These funds may be used to attract new companies to Maryland, assist in the retention/expansion of existing businesses or provide assistance to current State or local programs lacking sufficient resources.

## **Technology Development**

The fiscal 2008 budget for the Maryland Technology Development Corporation (TEDCO) is \$30.5 million. Included in this amount is \$25 million for the Maryland Stem Cell Research Fund, a \$10 million increase over FY 2007. The balance of funds in the TEDCO budget is mainly for investment programs including the Maryland Technology Transfer program, the University Technology Development Fund and Incubator Support.

## **Improving our Transportation Infrastructure**

National statistics indicate that Maryland's interstates are the second most congested in the nation. The O'Malley – Brown Administration is committed to reducing gridlock and improving the State's transportation infrastructure. Included in the FY 2008 budget is funding for numerous transit projects, including major initiatives such as the Silver Spring Transit Center, MARC System improvements, and the study of the extension of the WMATA Green Line to BWI Airport. Finally, the FY 2008 budget provides more than \$1 billion for highway construction projects, with major projects that total \$489 million including the second span of the Woodrow Wilson Bridge. Funds are also provided to enhance the State's ports, airports, MVA and State and toll facilities.



# Maryland Families First



Governor O'Malley's FY 2008 budget puts Maryland families first by protecting

children and preserving families. The budget makes significant investments to assure that quality, essential services are readily accessible for children and their families.

## Child Welfare

The child welfare budget totals \$538.7 million and includes a variety of critical services. In FY 2008, \$353.1 million is dedicated to foster care maintenance payments, an increase of \$7 million over the prior year. This total includes \$11 million for local child welfare agencies to address unforeseen needs of children and families, thereby preventing or minimizing out-of-home placements, and \$185.6 million for direct child welfare services. The budget also provides \$1.3 million for the Baltimore City Department of Social Services to ensure that children in out-of-home placements receive required health screenings and medical services. Other items in the child welfare budget include:

- \$400,000 to provide training to the Local Departments of Social Services in family-centered service delivery, and
- \$207,133 to support four additional staff positions to improve group home monitoring.

## Child Health

Governor O'Malley's budget recognizes that health care for children is crucial to ensuring that children grow and thrive in their family

settings. The FY 2008 budget provides \$6 million to restore health care benefits to immigrant families, including roughly 3,000 children, who have come to this country legally. Also included is \$3 million to fund prevention strategies to reduce infant mortality through prenatal care, case management services for high-risk, hard to reach pregnant women, and prenatal and reproductive health services for uninsured women. The budget also has:

- \$2.9 million in additional funds for local health departments to support health services for children and families; and
- An additional \$780,000 for an early childhood mental health consultation model to address developmental, behavioral and mental health needs at the earliest stages of life.

## Funding to Provide Coordinated Service Responses at the Local Level

The Children's Cabinet Interagency Fund has a FY 2008 budget of \$69.8 million, an increase of \$20.3 million over FY 2007. This increase provides for community-based services and community-based out-of-home placements needed by children with mental or developmental disabilities who are not in State custody. Also included in the budget is:

- \$495,000 to provide increased funding for Local Access Plans to help families find and receive available services, both public and private, to address a full range of problems and issues; and
- \$257,600 to annualize funding for a community-based service network for high-risk children in St. Mary's County.

# Responsible Fiscal Management

## The Fiscal Year 2008 Budget Challenge

Governor O'Malley confronted a serious fiscal challenge in putting together his first budget for the State of Maryland. Revenue growth slowed significantly during the latter months of 2006, leading the Board of Revenue Estimates to adopt General Fund revenue estimates for FY 2007 and FY 2008 that were \$394 million below those that had been developed preliminarily by the Board's staff in September. The preliminary estimates – since adjusted downward – had been used in the initial planning of the FY 2008 budget this Fall.

Another aspect of the budget challenge is that the growth in mandated spending for FY 2008 exceeds General Fund revenue growth. Two major components of the budget — K-12 education aid and Medicaid — will increase by more than \$800 million over FY 2007 spending levels. Specifically, aid for K-12 education will grow by \$680 million and State spending for the Medicaid program will increase by \$125 million. Over the same period, General Fund revenue is estimated to grow by \$579 million.

In spite of these constraints Governor O'Malley's FY 2008 budget is balanced, grows less than the General Assembly's spending affordability limit, and provides substantial funds for a number of critical State programs.

## Funding Key Priorities Responsibly

The FY 2008 budget funds several key priorities of the O'Malley-Brown Administration.

- The mandated portions of the Thornton program for K-12 education are fully funded. Aid for Education grows by more than \$680 million.
- \$400 million is provided for public school construction to compensate for years of deferred investments in public school infrastructure.
- In-state undergraduate tuition at the University System of Maryland and Morgan State University will remain frozen in FY 2008.

- Funding for Stem Cell Research increases by \$10 million to \$25 million.
- Over \$210 million is provided for Program Open Space, fully funding this important land preservation program.
- \$52 million of operating funds and \$50 million of revenue bonds are utilized to implement the Bay Restoration Act, preserving Maryland's important natural resource.
- Local drug treatment funding increases by \$5 million to expand new addiction treatments.
- \$100 million is set aside to pay for future health care costs for State of Maryland retirees.
- The State's rainy day fund will be maintained at 5 percent of General Fund revenue with an estimated balance of \$673.7 million for the rainy day fund at the end of FY 2008.
- Enhanced retirement benefits for State employees and teachers enacted by the General Assembly last year are funded.

## StateStat

Building upon groundbreaking work in Baltimore City — the award winning CitiStat system that tracks the daily work of government — the Administration will establish a StateStat Office. StateStat will gather and review agency performance data to ensure that State agencies are operating as effectively and efficiently as possible. As data are assessed, programs and services will be adjusted to improve their delivery and outcomes. Key StateStat data indicators will be published on the Internet to make performance of State government agencies fully transparent.

## State Employees

For FY 2008, State Employees will receive a 2 percent cost of living adjustment (COLA) as well as normal step increments. Despite the rising cost of health care, State employees will pay the same co-payments for medical care and for prescriptions in FY 2008 as in FY 2007 and the sharing ratios for medical insurance premiums are not changed.

# Maryland's Capital Budget

Governor O'Malley's FY 2008 capital budget totals approximately \$3.3 billion, including \$1.4 billion for State-owned capital projects as well as grants to local governments and the private and non-profit sectors for capital improvements that support State policy objectives. The remainder of the capital budget, \$1.9 billion, is dedicated to highway projects, mass transit and other transportation improvements. The general construction portion of Governor O'Malley's capital budget focuses resources on several priorities.

## Education

Governor O'Malley provides \$652.1 million to construct new schools and to improve existing facilities for Maryland's elementary, secondary and post-secondary students, including:

- \$400 million in grants to local school systems in Maryland's 23 counties and Baltimore City, the largest amount ever provided in a single year for school construction;
- \$180.1 million to improve academic and research facilities at public four-year institutions of higher education, including \$109.2 million for the construction of a new Physical Education Complex at Coppin State University, one of the State's historically black colleges and universities;
- \$68.9 million to improve academic facilities on 14 community college campuses;
- \$8 million for improvements at private colleges and universities; and
- \$5 million for improvements to local public libraries.

## Health and Environment

Capital funding of \$606.8 million provides resources to meet Governor O'Malley's health and environmental objectives, which include: reducing the impact of and directing suburban growth by preserving agricultural lands, sensitive plant and wildlife habitat and open space; improving water quality by upgrading water and wastewater infrastructure; restoring the Chesapeake Bay; and improving hospitals and community health centers across the State. Priority projects include:

- \$282.3 million for land preservation programs, including \$97.1 million for local program open space grants; \$105.4 million for the preservation of approximately 18,200 acres of open space through the Rural Legacy Program and Program Open Space; and \$70 million for the preservation of an estimated 10,800 acres of farmland through the Agricultural Land Preservation Program;
- \$138 million to improve local drinking water systems and wastewater treatment plants, including \$124 million for loans to localities;
- \$113.4 million to reduce the amount of point and non-point source nitrogen and phosphorus runoff entering the Chesapeake Bay, including \$3 million to restore oyster habitat in the Bay;
- \$39.7 million for health-related capital projects, including funding for hospitals and community treatment and primary care facilities;
- \$30.2 million for waterway improvements and to control shoreline erosion; and
- \$3.3 million for statewide environmental abatement projects.

### Maryland's Five-Year Capital Improvement Program (\$ millions)

|                 | <u>FY 2008*</u> | <u>FY 2009</u> | <u>FY 2010</u> | <u>FY 2011</u> | <u>FY 2012</u> | Five-Year<br><u>Total</u> |
|-----------------|-----------------|----------------|----------------|----------------|----------------|---------------------------|
| General Capital | 1,473.5         | 1,444.5        | 1,562.9        | 1,503.4        | 1,480.7        | 7,465.0                   |
| Transportation  | 1,854.3         | 1,605.0        | 1,442.9        | 1,225.8        | 1,133.0        | 7,261.0                   |
| <b>Total</b>    | <b>3,327.8</b>  | <b>3,049.5</b> | <b>3,005.8</b> | <b>2,729.2</b> | <b>2,613.7</b> | <b>14,726.0</b>           |

\* The Capital Budget includes \$2,387.8 million in pay-as-you-go (PAYGO) capital funds, which are provided in the operating budget as general, special or federal funds.

# Maryland's Capital Budget

## Public Safety and Safer Neighborhoods

Governor O'Malley's FY 2008 capital budget also funds projects to improve the safety of neighborhoods, including projects at State and local correctional facilities, and treatment and detention facilities for at-risk youth. The capital budget totals \$73.2 million for the safety of Maryland's neighborhoods, and includes the following:

- \$32.6 million to construct a 192-Cell Medium Security Housing Unit at the Maryland Correctional Training Center in Hagerstown;
- \$12.9 million for improvements to local detention centers;
- \$11.8 million for design and construction of infrastructure improvements at correctional facilities across the State;
- \$10 million to continue development of a statewide wireless communication system for State and local public safety agencies;
- \$3.7 million to construct a New Youth and Family Services Center for the Carroll County Youth Services Bureau to serve at-risk youth and their families; and
- \$2.2 million to design a new garage for State Police tactical vehicles and to construct infrastructure improvements for a New Forensic Medical Center.

## Commerce

Capital funding to improve the State's economy focuses on three objectives: business attraction and retention, revitalization of economically distressed areas, and improvements to the State's major tourist attractions. The capital budget contains \$27.7 million to meet these objectives, including:

- \$16 million to revitalize economically challenged areas through the Neighborhood Business Development Program, and for grants to improve Baltimore City's WestSide and to develop a biotechnology park in East Baltimore;

- \$7.7 million for major sports, tourist and cultural attractions across the State, including the construction of a new minor league baseball stadium in Charles County, the acquisition and development of a concert hall for the Birchmere in downtown Silver Spring in Montgomery County, and the improvement of infrastructure at the Maryland Zoo in Baltimore City; and
- \$4 million to develop high speed broadband infrastructure in the State's rural areas.

## Other Projects

The capital budget includes \$133.4 million for other important projects, including grants to local governments and non-profit organizations for affordable housing and to encourage homeownership, grants for improvements to community facilities throughout the State, and State government infrastructure, construction, maintenance and renovation projects, including:

- \$24.7 million for rental housing programs;
- \$8 million for the Community Legacy Program to revitalize Maryland's communities;
- \$7.6 million for homeownership programs to assist more Marylanders purchase homes;
- \$1 million to assist families in need of temporary transitional housing;
- \$18 million for other housing-related programs;
- \$5 million for improvements to local parks and playgrounds;
- \$1.3 million to improve senior centers in Charles, Talbot and Wicomico Counties;
- \$18.8 million for improvements to the facilities of various community organizations; and
- \$49 million to improve State park facilities, expand the Garrison Forest Veterans Cemetery, construct a regional unemployment services center in Salisbury, maintain and improve State facilities, make energy efficiency improvements throughout the State, and to improve the State's various historical attractions.

# General Capital Improvement Program Fiscal Year 2008

(\$ millions)

|   | General<br><u>Obligation Bonds</u> | General<br><u>Funds</u> | Revenue<br><u>Bonds</u> | <u>Other</u> | <u>Total*</u>  |
|---|------------------------------------|-------------------------|-------------------------|--------------|----------------|
| <b><u>EDUCATION</u></b>                                 |                                    |                         |                         |              |                |
| Public School Construction                              | 386.1                              |                         |                         | 2.4          | 388.5          |
| Public Colleges & Universities                          | 150.1                              |                         | 30.0                    |              | 180.1          |
| Community Colleges                                      | 68.9                               |                         |                         |              | 68.9           |
| Private Colleges & Universities                         | 8.0                                |                         |                         |              | 8.0            |
| Public Library Grants                                   |                                    | 5.0                     |                         |              | 5.0            |
| School for the Deaf                                     | 1.7                                |                         |                         |              | 1.7            |
| <b>Subtotal</b>   | <b>614.7</b>                       | <b>5.0</b>              | <b>30.0</b>             | <b>2.4</b>   | <b>652.1</b>   |
| <b><u>HEALTH AND ENVIRONMENT</u></b>                    |                                    |                         |                         |              |                |
| Land Preservation                                       | 3.0                                | 5.0                     |                         | 274.3        | 282.3          |
| Water and Wastewater Infrastructure                     | 9.0                                | 6.5                     | 50.0                    | 72.5         | 138.0          |
| Chesapeake Bay Restoration                              | 27.4                               |                         | 50.0                    | 36.0         | 113.4          |
| Hospitals and Community Health Centers                  | 39.7                               |                         |                         |              | 39.7           |
| Waterway Improvements                                   |                                    |                         |                         | 30.2         | 30.2           |
| Environmental Cleanup                                   | 0.4                                | 2.9                     |                         |              | 3.3            |
| <b>Subtotal</b>   | <b>79.5</b>                        | <b>14.3</b>             | <b>100.0</b>            | <b>413.0</b> | <b>606.8</b>   |
| <b><u>PUBLIC SAFETY AND SAFER<br/>NEIGHBORHOODS</u></b> |                                    |                         |                         |              |                |
| State and Local Correctional Facilities                 | 59.5                               | 10.0                    |                         |              | 69.5           |
| Juvenile Facilities                                     | 3.7                                |                         |                         |              | 3.7            |
| <b>Subtotal</b>   | <b>63.2</b>                        | <b>10.0</b>             | <b>0.0</b>              | <b>0.0</b>   | <b>73.2</b>    |
| <b><u>COMMERCE</u></b>                                  |                                    |                         |                         |              |                |
| Economic Development Programs                           | 10.0                               | 4.0                     |                         | 6.0          | 20.0           |
| Tourist and Cultural Attractions                        | 7.7                                |                         |                         |              | 7.7            |
| <b>Subtotal</b>   | <b>17.7</b>                        | <b>4.0</b>              | <b>0.0</b>              | <b>6.0</b>   | <b>27.7</b>    |
| <b><u>OTHER PROJECTS</u></b>                            |                                    |                         |                         |              |                |
| Housing   | 7.0                                | 11.8                    |                         | 40.6         | 59.3           |
| Local Community Facilities                              | 24.9                               |                         |                         | 0.2          | 25.1           |
| Facilities Maintenance/Upgrades                         | 22.8                               | 0.2                     |                         | 25.9         | 49.0           |
| <b>Subtotal</b>   | <b>54.7</b>                        | <b>12.0</b>             | <b>0.0</b>              | <b>66.7</b>  | <b>133.4</b>   |
| <b>TOTAL</b>  | <b>829.8</b>                       | <b>45.3</b>             | <b>130.0</b>            | <b>488.2</b> | <b>1,493.3</b> |
| Less: Deauthorizations                                  | (19.8)                             |                         |                         |              | (19.8)         |
| <b>Net New GO Bond Authorization</b>                    | <b>810.0</b>                       | <b>45.3</b>             | <b>130.0</b>            | <b>488.2</b> | <b>1,473.5</b> |

*Note: Totals may not add due to rounding.*

\*The Capital Budget includes \$533.5 million in pay-as-you-go (PAYGO) capital funds, which are provided in the operating budget as general, special or federal funds.

# Capital Budget for Transportation

The proposed fiscal year 2008 capital budget for Department of Transportation projects is \$1.85 billion. The budget builds and maintains the entire range of transportation infrastructure including roads, motor vehicle facilities, mass transit, mobility, the Port of Baltimore and airports.

The transportation capital budget is primarily funded through State sources and federal aid. The State sources consist of taxes, fees, and bonds. In fiscal year 2008, State sources comprise \$961.5 million of the capital budget, or 52%, and federal aid for highways, mass transit, aviation, and port security comprise \$730.7 million, or 39%. Other sources of funding, including user fees and federal funds received directly by the Washington Metropolitan Area Transit Authority, comprise \$162.1 million, or 9%, of the transportation capital budget.

## The Secretary's Office

The fiscal year 2008 capital budget for the Secretary's Office is \$20.4 million and includes funding for projects to reduce vehicle emissions to improve air quality, and assuring Maryland remains eligible for federal transportation funding.

## State Highway Administration (SHA)

Highway projects make up \$1 billion, the largest share of the fiscal year 2008 capital program for transportation. The SHA capital program is funded with \$507.6 million in federal aid and \$537.5 million from State sources. Major projects by region include:

- **Western Maryland:** \$4.2 million for US 219 relocated in Garrett County and \$2.7 million for US 40 at Edgewood Drive in Washington County.

- **Eastern Shore:** \$2.1 million for widening US 50 in Queen Anne's County; \$3.3 million to upgrade MD 404; and \$1.6 million for improvements on US 113 in Worcester County.
- **Suburban Washington Region:** \$17.1 million to improve I-70; \$14.1 million for MD 124 6-lane divided highway in Montgomery County; \$2.7 million for MD 355 construction; \$133.3 million for the Woodrow Wilson Bridge Replacement; and \$13.4 million for MD 450 improvements in Prince George's County.
- **Southern Maryland:** \$6.8 million for the MD 5 Hughesville Bypass project in Charles County and \$13.2 million to upgrade MD 237.
- **Baltimore Region:** \$13.6 million for MD 32 in Howard County; \$23.9 million for MD 30 Bypass in Carroll County; \$2.2 million for US 40 improvements in Harford County; \$5 million for MD 45 improvements; \$1.6 million for the extension of MD 43 in Baltimore County; and \$5.2 million to widen MD 295.

## Motor Vehicle Administration (MVA)

MVA's fiscal year 2008 capital budget totals \$34.4 million and includes \$3.1 million for the e-MVA delivery system.

## Maryland Aviation Administration (MAA)

The capital budget for MAA totals \$119.1 million and includes the following major projects:

- \$5.4 million for baggage claim renovation at terminals D/E at BWI/Thurgood Marshall Airport;
- \$17.7 million for Airside Taxiway Paving Rehab;
- \$11.2 million for Airfield Ramp Paving improvements; and
- \$8.3 million for Hagerstown Airport expansion.

# Capital Budget for Transportation

## Maryland Port Administration (MPA)

MPA's fiscal year 2008 capital budget totals \$123.9 million, including:

- \$42.0 million for projects related to dredging the Port of Baltimore;
- \$26.0 million for Seagirt Berth 4 Dredging; and
- \$15.7 million for improvements at South Locust Point.

## Maryland Transit Administration (MTA)

MTA's capital budget totals \$323.5 million with \$176.8 million from federal sources. Major projects include:

- MARC commuter rail improvements, including MARC II mid-life overhaul of cars; overhaul of locomotives; improvements to the Silver Spring Transit Center; Halethorpe Station improvements; and Odenton and Point of Rocks parking expansions.

- MTA improvements such as light rail track projects in Baltimore; Owings Mills Joint Development; mid-life overhaul of Metro rail cars; escalator rehabilitation and fire management systems; MTA fare equipment and bus replacement; Red Line projects; and the Takoma/Langley Park Transit Center.
- Assistance to locally operated transit systems totaling \$16 million.

## Washington Metropolitan Area Transit Authority (WMATA):

WMATA's capital budget is \$174.9 million, including \$94.6 million in federal funds received directly by WMATA. Funding is included for Maryland's share of the Metro Matters Agreement (\$153.9 million) and system access plan (\$11.2 million).

### DEPARTMENT OF TRANSPORTATION Total Program - FY 2008 – 2012 (\$ millions)

|                               | 2008           | 2009           | 2010           | 2011           | 2012           | Five-Year<br>Total |
|-------------------------------|----------------|----------------|----------------|----------------|----------------|--------------------|
| The Secretary's Office        | 20.4           | 10.1           | 9.8            | 9.2            | 8.7            | 58.2               |
| Motor Vehicle Admin.          | 34.4           | 34.8           | 35.7           | 35.3           | 35.5           | 175.7              |
| Maryland Aviation Admin.(1)   | 119.1          | 128.1          | 111.7          | 95.2           | 66.1           | 520.2              |
| Maryland Port Admin.          | 136.9          | 86.2           | 73.4           | 86.8           | 64.9           | 448.2              |
| Maryland Transit Admin.       | 323.5          | 315.1          | 284.6          | 204.3          | 135.1          | 1,262.6            |
| Wash-Metro Area Transit (2)   | 174.9          | 175.5          | 189.0          | 192.0          | 202.0          | 933.4              |
| State Highway Admin.          | 1,045.1        | 855.2          | 738.7          | 603.0          | 620.7          | 3,862.7            |
| <b>Total Capital Spending</b> | <b>1,854.3</b> | <b>1,605.0</b> | <b>1,442.9</b> | <b>1,225.8</b> | <b>1,133.0</b> | <b>7,261.0</b>     |
| Sources of Funds:             |                |                |                |                |                |                    |
| Special Funds                 | 961.5          | 864.9          | 785.5          | 672.1          | 668.0          | 3,952.0            |
| Federal Funds (2)             | 730.7          | 600.5          | 514.5          | 428.7          | 358.4          | 2,632.8            |
| Other Funds (3)               | 162.1          | 139.6          | 142.9          | 125.0          | 106.6          | 676.2              |
| <b>Total</b>                  | <b>1,854.3</b> | <b>1,605.0</b> | <b>1,442.9</b> | <b>1,225.8</b> | <b>1,133.0</b> | <b>7,261.0</b>     |

1 The Department is using Passenger Facility Charge (PFC) revenue, Customer Facility Charge (CFC) revenue, and Maryland Transportation Authority (MdTA) bond financing to fund several projects identified in this program. The PFC, CFC, and MdTA eligible project costs are included in the totals above.

2 Includes federal funds received directly by WMATA that are not included in MDOT's budget.

3 Includes other funding sources (PFCs, CFCs, COPs, and MdTA funds for MAA, MTA and MPA projects).

**Note:** Totals and percentages may not add due to rounding.

# Constitutional Agencies

## MARYLAND GENERAL ASSEMBLY

The General Assembly is Maryland's legislative authority. Its budget includes the Senate of Maryland, House of Delegates and their staff agencies. Under the State Constitution, the Governor is not permitted to alter the General Assembly's proposed budget.

| <u>\$ thousands</u> | <u>FY06</u> | <u>FY07</u> | <u>FY08</u> | <u>Change<br/>08-07</u> |
|---------------------|-------------|-------------|-------------|-------------------------|
| General Funds       | 64,184      | 69,128      | 71,444      | 3.4%                    |
| Special Funds       | 0           | 100         | 100         | 0.0%                    |
| Total               | 64,184      | 69,228      | 71,544      | 3.3%                    |
| <u>Positions</u>    |             |             |             |                         |
| Authorized          | 744.0       | 747.0       | 747.0       | 0.0                     |

## JUDICIARY OF MARYLAND

The Judiciary of Maryland consists of the Court of Appeals, Court of Special Appeals, District Court System and judicial support functions. Circuit Court judges' salaries are included in this budget, but other Circuit Court costs are local expenses. The Judiciary's budget provides funding for two additional Circuit Court Judges and two additional District Court Judges. Under the State Constitution, the Governor is not permitted to alter the Judiciary's proposed budget. Included in the budget is funding to implement the third year of a four year, phased salary increase for judges recommended by the Maryland Judicial Compensation Commission, and approved by the Maryland General Assembly

| <u>\$ thousands</u> | <u>FY06</u> | <u>FY07</u> | <u>FY08</u> | <u>Change<br/>08-07</u> |
|---------------------|-------------|-------------|-------------|-------------------------|
| General Funds       | 295,294     | 328,568     | 359,551     | 9.4%                    |
| Special Funds       | 37,821      | 45,139      | 43,474      | -3.7%                   |
| Federal Funds       | 2,454       | 3,587       | 3,320       | -7.4%                   |
| Reimbursable Funds  | 91          | 132         | 0           | -100.0%                 |
| Total               | 335,659     | 377,425     | 406,344     | 7.7%                    |
| <u>Positions</u>    |             |             |             |                         |
| Authorized          | 3,291.3     | 3,397.3     | 3,584.3     | 187.0                   |
| Contractual         | 371.0       | 370.5       | 353.5       | -17.0                   |
| Total               | 3,662.3     | 3,767.8     | 3,937.8     | 170.0                   |

## OFFICE OF THE GOVERNOR

The Office of the Governor includes the Governor, Lieutenant Governor and their immediate staff. The office provides executive oversight, guidance and coordination to State agencies and provides the public with information about the Governor's goals and policies.

| <u>\$ thousands</u> | <u>FY06</u> | <u>FY07</u> | <u>FY08</u> | <u>Change<br/>08-07</u> |
|---------------------|-------------|-------------|-------------|-------------------------|
| General Funds       | 8,636       | 9,028       | 9,341       | 3.5%                    |
| Reimbursable        | 66          | 94          | 86          | -8.3%                   |
| Total               | 8,702       | 9,122       | 9,427       | 3.3%                    |
| <u>Positions</u>    |             |             |             |                         |
| Authorized          | 80.0        | 80.0        | 80.0        | 0.0                     |
| Contractual         | 2.0         | 1.5         | 1.5         | 0.0                     |
| Total               | 82.0        | 81.5        | 81.5        | 0.0                     |

Totals and percentages may not add due to rounding.



## SECRETARY OF STATE

The Secretary of State has numerous duties specified by the state constitution and state law. For example, the Secretary of State is responsible for registering charities, supervising the Division of State Documents and processing criminal extraditions.

| <u>\$ thousands</u> | <u>FY06</u> | <u>FY07</u> | <u>FY08</u> | <u>Change</u><br><u>08-07</u> |
|---------------------|-------------|-------------|-------------|-------------------------------|
| General Funds       | 2,264       | 2,330       | 2,310       | -0.9%                         |
| Special Funds       | 391         | 418         | 455         | 8.8%                          |
| Total               | 2,655       | 2,748       | 2,765       | 0.6%                          |
| <u>Positions</u>    |             |             |             |                               |
| Authorized          | 31.5        | 31.5        | 31.5        | 0.0                           |
| Contractual         | 1.4         | 1.4         | 2.0         | 0.6                           |
| Total               | 32.9        | 32.9        | 33.5        | 0.6                           |

## COMPTROLLER OF THE TREASURY

The Comptroller is a constitutional officer independently elected by the citizens of Maryland. The Office of the Comptroller collects the State's major revenues, keeps its financial accounts, manages its principal data center and provides general supervision of fiscal affairs.

| <u>\$ thousands</u> | <u>FY06</u> | <u>FY07</u> | <u>FY08</u> | <u>Change</u><br><u>08-07</u> |
|---------------------|-------------|-------------|-------------|-------------------------------|
| General Funds       | 67,199      | 72,083      | 72,758      | 0.9%                          |
| Special Funds       | 14,792      | 18,300      | 16,151      | -11.7%                        |
| Reimbursable        | 16,782      | 18,194      | 18,949      | 4.1%                          |
| Total               | 98,773      | 108,577     | 107,858     | -0.7%                         |
| <u>Positions</u>    |             |             |             |                               |
| Authorized          | 1,109.7     | 1,109.0     | 1,109.0     | 0.0                           |
| Contractual         | 26.7        | 30.5        | 30.5        | 0.0                           |
| Total               | 1,136.4     | 1,139.5     | 1,139.5     | 0.0                           |

## STATE TREASURER

The Treasurer is a constitutional officer elected by the General Assembly. The Treasurer's Office receives and deposits funds, manages the state's investments, manages issuance of State bonds and administers the State's commercial and self-insurance programs.

| <u>\$ thousands</u> | <u>FY06</u> | <u>FY07</u> | <u>FY08</u> | <u>Change</u><br><u>08-07</u> |
|---------------------|-------------|-------------|-------------|-------------------------------|
| General Funds       | 4,380       | 4,985       | 5,092       | 2.1%                          |
| Special Funds       | 828         | 812         | 1,727       | 112.8%                        |
| Reimbursable        | 33,710      | 34,606      | 39,517      | 14.2%                         |
| Total               | 38,918      | 40,403      | 46,336      | 14.7%                         |
| <u>Positions</u>    |             |             |             |                               |
| Authorized          | 55.0        | 59.0        | 59.0        | 0.0                           |
| Contractual         | 1.0         | 0.0         | 0.0         | 0.0                           |
| Total               | 56.0        | 59.0        | 59.0        | 0.0                           |

## ATTORNEY GENERAL

The Attorney General is a constitutional officer independently elected by the citizens of Maryland. The Office of the Attorney General provides legal assistance to all State agencies, represents the State in legal actions, and enforces State antitrust, consumer protection and securities laws.

| <u>\$ thousands</u> | <u>FY06</u> | <u>FY07</u> | <u>FY08</u> | <u>Change</u><br><u>08-07</u> |
|---------------------|-------------|-------------|-------------|-------------------------------|
| General Funds       | 16,972      | 19,117      | 21,583      | 12.9%                         |
| Special Funds       | 2,015       | 2,898       | 3,226       | 11.3%                         |
| Federal Funds       | 1,552       | 1,875       | 2,006       | 7.0%                          |
| Reimbursable        | 2,526       | 2,558       | 2,303       | -10.0%                        |
| Total               | 23,065      | 26,448      | 29,118      | 10.1%                         |
| <u>Positions</u>    |             |             |             |                               |
| Authorized          | 236.5       | 240.5       | 257.5       | 17.0                          |
| Contractual         | 8.0         | 5.0         | 1.5         | -3.5                          |
| Total               | 244.5       | 245.5       | 259.0       | 13.5                          |

# Department of Agriculture

The fiscal year 2008 budget for the Department of Agriculture (MDA) totals \$139.3 million, a decrease of \$15.9 million or 10 percent below the fiscal year 2007 appropriation. The decrease is primarily due to slowing transfer tax revenues utilized for agricultural land preservation. Funding for most department programs is increasing which will allow MDA to continue its primary work to preserve and protect agricultural and environmental resources, assure consumer confidence, and promote agriculture.

The Maryland Agricultural Land Preservation Foundation (MALPF) promotes the preservation of agricultural land and the use of best management practices. The Governor's budget includes \$70 million for MALPF, which will help maintain Maryland's role as a leader in agricultural preservation. When combined with agricultural acres preserved by other State and local government programs, the total acres preserved in Maryland are estimated to increase to 522,265 in FY 2008. Maryland's agricultural land preservation efforts ensure that an important pillar of the economy and defining element of the State's character will never disappear.

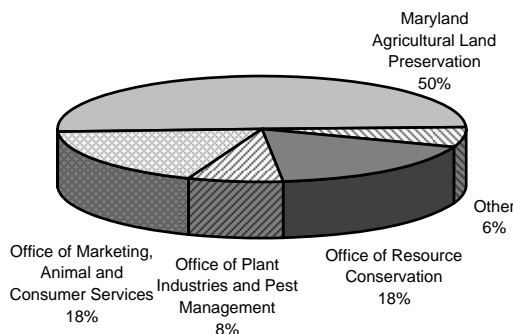
State support for agricultural businesses complement land preservation efforts by assisting farmers in maintaining profitability. This year \$25.4 million is included in the Marketing, Animal Industries, and Consumer Services budget, including \$3 million to triple State support for the Maryland Agricultural and

Resource-Based Industry Development Corporation (MARBIDCO) to begin implementation of the Agricultural Stewardship Act of 2006. MARBIDCO is a quasi-public corporation dedicated to assisting agricultural businesses to achieve sustainable viability.

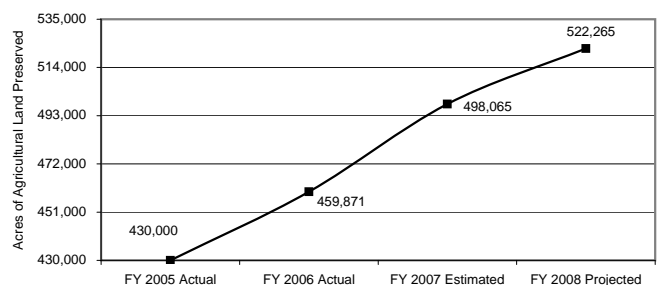
Recognizing that farmers play an important role in efforts to clean up the Chesapeake Bay, the FY 2008 budget includes significant funds to support MDA's resource conservation programs. The budget provides \$8.8 million for the cover crop program, the largest amount ever provided for this program. These funds will allow 240,250 acres of cover crops to be planted in FY 2008. Cover crops help stabilize and protect soil resources and allow residual crop nutrients, which might otherwise flow into local streams and the Chesapeake Bay, to be absorbed during the fall and winter months. Other MDA activities that contribute to nutrient reductions include the Manure Transport Program and efforts to ensure that farmers develop and implement nutrient management plans.

The State's 24 soil conservation districts help promote and implement many of MDA's programs at the local level, including those affecting conservation and water quality. The Department's Resource Conservation Operations program supports soil conservation districts and receives \$10 million, a 14 percent increase over FY 2007. This increased support for soil conservation districts will help the State achieve its environmental goals consistent with the Agricultural Stewardship Act.

Expenditures



Acres of Agricultural Land Preserved



POSITIONS: 494.0

BUDGET: \$139.3 MILLION  
 LESS THAN 1% OF THE STATE BUDGET

| THREE YEAR SUMMARY                                    | FY06<br>Actual | FY07<br>Appropriation | FY08<br>Allowance | Change<br>FY08-07 |
|---|----------------|-----------------------|-------------------|-------------------|
| <b>APPROPRIATIONS: (in millions of dollars)</b>       |                |                       |                   |                   |
| General Funds   | 24.8           | 29.5                  | 32.3              | 9.3%              |
| Special Funds   | 59.5           | 111.2                 | 96.2              | -13.5%            |
| Federal Funds   | 3.9            | 10.6                  | 6.9               | -34.9%            |
| Reimbursable Funds                                    | 3.2            | 3.9                   | 3.9               | 1.1%              |
| <b>Total</b>  | <b>91.5</b>    | <b>155.2</b>          | <b>139.3</b>      | <b>-10.3%</b>     |
| <b>EXPENDITURES: (in millions of dollars)</b>         |                |                       |                   |                   |
| Office of the Secretary                               | 45.8           | 98.0                  | 78.6              | -19.8%            |
| Office of Marketing, Animal Indst. and Consumer Svcs. | 17.9           | 22.3                  | 25.4              | 14.2%             |
| Office of Plant Industries and Pest Management        | 10.9           | 11.3                  | 10.5              | -7.6%             |
| Office of Resource Conservation                       | 16.9           | 23.6                  | 24.8              | 5.1%              |
| <b>Total</b>  | <b>91.5</b>    | <b>155.2</b>          | <b>139.3</b>      | <b>-10.3%</b>     |
| <b>POSITIONS:</b>                                     |                |                       |                   |                   |
| Authorized  | 427.5          | 435.5                 | 447.5             | 12.0              |
| Contractual   | 35.5           | 42.3                  | 46.5              | 4.3               |
| <b>Total</b>  | <b>463.0</b>   | <b>477.8</b>          | <b>494.0</b>      | <b>16.3</b>       |

| PERFORMANCE MEASURES   | FY 2006<br>Actual | FY 2007<br>Estimated | FY 2008<br>Projected |
|--|-------------------|----------------------|----------------------|
| MALPF/GreenPrint Easement Acreage  | 250,186           | 264,751              | 275,551              |
| Acres Agricultural Land Preserved - all programs                               | 459,871           | 498,065              | 522,265              |
| Nutrient Management Compliance Rate  | 91%               | 94%                  | 96%                  |
| Nitrogen Reduction (pounds)  | 9,448,798         | 12,578,500           | 12,809,750           |
| Phosphorus Reduction (pounds)  | 4,419,976         | 6,311,400            | 6,320,056            |
| Cover Crop Planted Acreage   | 124,465           | 227,000              | 240,250              |
| Tons of Manure Transported   | 69,009            | 100,000              | 100,000              |
| Number of Communities Participating in Cooperative<br>Mosquito Control Program | 2,120             | 2,106                | 2,100                |

Totals and percentages may not add due to rounding.

# Department of Budget & Management

The fiscal year 2008 budget for the Department of Budget and Management (DBM) totals \$145.3 million, including \$76.9 million for a two percent COLA for State employees. The operating budget for DBM remains relatively stable at \$68.4 million although first year funding of \$675,000 has been included for the replacement of the Central Collection Unit's debt collection system.

The budget provides \$37.1 million for oversight and coordination of State information technology projects, Financial Accounting Information System (FMIS) accounting support, and telecommunications operations.

Funding of \$11.9 million is budgeted to manage and administer the State's personnel system, employee benefit programs and recruitment efforts.

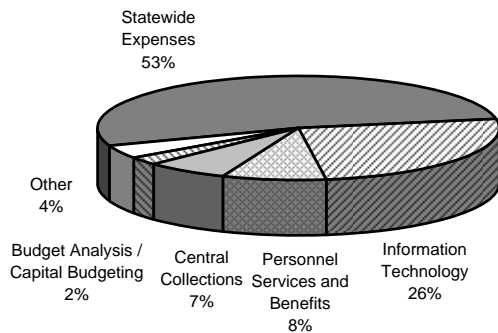
The Department, with the assistance of the Comptroller's Office, is developing a Federal Vendor Offset System that will allow the State to offset State liabilities against federal vendor payments. In a reciprocal arrangement, the federal government will offset its liabilities against State vendor payments. Maryland and New Jersey are

pilot states for this program. The project will be completed by FY 2008 and is estimated to add \$10 million to the State General Fund.

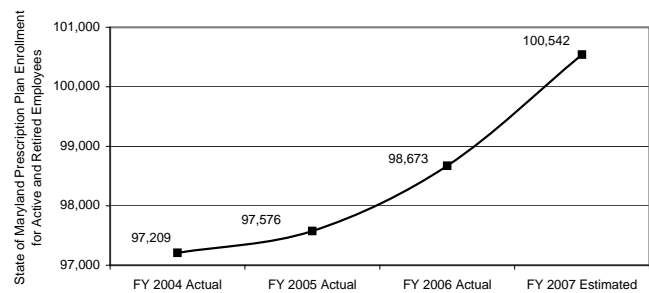
In FY 2007 the Network Maryland project was completed in all twenty-four jurisdictions in the State. The network was built to provide State agencies, local governments and municipalities with a lower cost alternative to obtaining high-speed internet service and linking to other locations in the State. Maryland is one of the few states to successfully build such a system.

The Central Collection Unit has experienced a solid trend of increased annual collections as FY 2006 collections topped \$114.4 million, a 12 percent increase over FY 2005. Net profit grew by 179.6 percent from FY 2005 to FY 2006 for a total net profit of \$8.2 million. The principal reason for attaining the targets was due to specific strategies for collection campaigns designed to achieve the greatest yield from the debtor accounts. These strategies include the establishment of customer service centers at five Motor Vehicle Administration locations and the addition of a second shift for the Call Intake Unit to expand the hours of availability to citizens.

Expenditures



Enrollment in the State of Maryland Prescription Plan Continues to Increase



POSITIONS: 466.8

BUDGET: \$145.3 MILLION  
 LESS THAN 1% OF THE STATE BUDGET

| THREE YEAR SUMMARY                              | FY06         | FY07          | FY08         | Change       |
|---|--------------|---------------|--------------|--------------|
|   | Actual       | Appropriation | Allowance    | FY08-07      |
| <b>APPROPRIATIONS: (in millions of dollars)</b> |              |               |              |              |
| General Funds                                   | 42.6         | 39.4          | 91.5         | 132.5%       |
| Special Funds                                   | 12.3         | 18.6          | 31.4         | 68.6%        |
| Reimbursable Funds                              | 21.4         | 22.0          | 22.4         | 2.0%         |
| <b>Total</b>                                    | <b>76.3</b>  | <b>80.0</b>   | <b>145.3</b> | <b>81.7%</b> |
| <b>EXPENDITURES: (in millions of dollars)</b>   |              |               |              |              |
| Office of the Secretary                         | 14.2         | 16.1          | 15.9         | -1.3%        |
| Office of Personnel Services and Benefits       | 11.8         | 13.0          | 11.9         | -8.5%        |
| Office of Information Technology                | 30.9         | 35.6          | 37.1         | 4.2%         |
| Office of Budget Analysis                       | 2.6          | 2.3           | 2.4          | 6.5%         |
| Office of Capital Budgeting                     | 0.9          | 1.0           | 1.0          | 2.7%         |
| <b>DBM Operations Subtotal</b>                  | <b>60.5</b>  | <b>68.1</b>   | <b>68.4</b>  | <b>0.5%</b>  |
| Statewide Compensation and Other Adjustments    | 15.8         | 11.9          | 76.9         | 545.6%       |
| <b>Total</b>                                    | <b>76.3</b>  | <b>80.0</b>   | <b>145.3</b> | <b>81.7%</b> |
| <b>POSITIONS:</b>                               |              |               |              |              |
| Authorized                                      | 430.8        | 441.8         | 444.8        | 3.0          |
| Contractual                                     | 16.5         | 16.0          | 22.0         | 6.0          |
| <b>Total</b>                                    | <b>447.3</b> | <b>457.8</b>  | <b>466.8</b> | <b>9.0</b>   |

| PERFORMANCE MEASURES  | FY 2006 | FY 2007   | FY 2008   |
|---|---------|-----------|-----------|
|   | Actual  | Estimated | Projected |
| Employee Retention Rate   | 89.9%   | 91%       | 91%       |
| % Collected by Central Collection Unit of Dollar Value            |         |           |           |
| of Debts Owed the State   | 32.6%   | 32.7%     | 32.8%     |
| % of all State Agency Requests for Transport or Internet Services |         |           |           |
| through the Department that were Fulfilled by networkMaryland     | 79%     | 100%      | 100%      |
| % of New Major Information Technology Development Projects        |         |           |           |
| Executed by Non-Exempt Units of the Executive Branch              |         |           |           |
| that are Successful   | 100%    | 100%      | 100%      |
| State Performance Measure Index (2001 = 100)                      | 100*    | 101       | 102       |

\* Current data not yet available. The Index, an aggregate of 30 measures, indicates overall performance of the State in key performance areas. Various time periods are used depending on data availability for individual measures.

Totals and percentages may not add due to rounding.

# Department of Business & Economic Development

The fiscal year 2008 budget for the Department of Business and Economic Development (DBED) totals \$129.4 million, a decrease of \$16.1 million or 11% less than fiscal year 2007. The decline is primarily attributable to reduced spending in programs administered by the Division of Financing Programs.

The FY 2008 budget provides \$1 million for a new program that provides no-interest loans to disabled veterans and businesses owned by or employing military reservists or National Guard personnel called to duty. These funds would also finance disabled-accessible modifications to homes, automobiles and/or places of employment for service-disabled veterans.

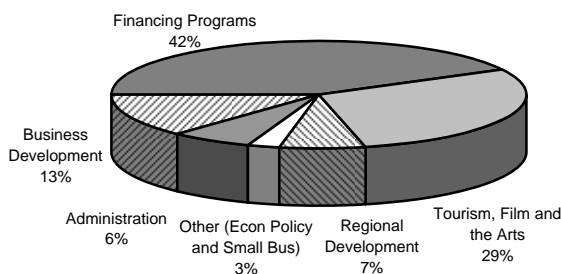
The Divisions of Financing Programs, Small Business Development, and Regional Development promote employment growth and retention in Maryland. DBED's financing programs include \$22 million in the Maryland Economic Development Assistance Authority and Fund (MEDAAF) and \$19.5 million for small/minority business and entrepreneur support. The Maryland Economic Adjustment Fund will use its budget of \$1 million to offer small and minority business funding to correct conditions that can make small businesses less attractive to traditional lenders. The Maryland Enterprise Investment Fund and Challenge Programs will continue strategic investments, with plans to leverage up to \$5 million in FY 2008. The newly introduced Rural Broadband Assistance Fund totals \$4 million, including \$2 million to be transferred from the MEDAAF fund, to extend DSL Broadband service to 26 Eastern Shore Communities.

The Division of Regional Development contributes to employment growth with targeted training grants. This growth will be bolstered by the federal Base Realignment and Closure Program (BRAC) and the development of federal facilities in Maryland. DBED's military group coordinates efforts to ensure the State is prepared to accommodate growth related to BRAC. The Division offers more than \$1 million in Partnership for Workforce Quality training grants to Maryland employers to help create and retain jobs while improving the competitiveness and productivity of the State's workforce. The fiscal year 2008 budget for this Division is \$8.6 million.

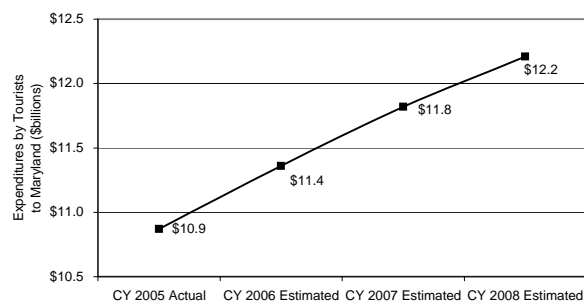
To ensure that Maryland is an active part of the global economy and to create new high-paying jobs, the Division of Business Development recruits foreign and domestic firms to establish headquarters and operational sites in Maryland. Major components are the Maryland Biotechnology Investment Tax Credit Reserve Fund (\$6 million) and the Nanotech Biotechnology Initiative Funds (\$2.5 million).

The Division of Tourism, Film and the Arts has a budget of \$37.9 million in FY 2008. The Maryland Tourism Board will continue to focus on tourism promotion activities with \$7.6 million in the budget. The Film Office, which recruits film production companies to Maryland, also oversees the Film Production Wage Rebate Program, funded at \$6.9 million. The Maryland State Arts Council budget for FY 2008 totals \$16.5 million, \$400,000 more than required by statute. These funds support development of the arts in Maryland and provide grants to arts organizations to enrich Maryland's cultural heritage.

Expenditures



More Tourists Are Choosing to Visit and Spend in Maryland



POSITIONS: 322.7

BUDGET: \$129.4 MILLION  
 LESS THAN 1% OF THE STATE BUDGET

| THREE YEAR SUMMARY                                    | FY06<br>Actual | FY07<br>Appropriation | FY08<br>Allowance | Change<br>FY08-07 |
|---|----------------|-----------------------|-------------------|-------------------|
| <b>APPROPRIATIONS: (in millions of dollars)</b>       |                |                       |                   |                   |
| General Funds   | 55.1           | 80.4                  | 77.8              | -3.2%             |
| Special Funds   | 46.1           | 62.4                  | 50.8              | -18.6%            |
| Federal Funds   | 0.6            | 2.5                   | 0.6               | -74.5%            |
| Reimbursable Funds                                    | 0.9            | 0.2                   | 0.2               | 2.0%              |
| <b>Total</b>  | <b>102.7</b>   | <b>145.5</b>          | <b>129.4</b>      | <b>-11.1%</b>     |
| <b>EXPENDITURES: (in millions of dollars)</b>         |                |                       |                   |                   |
| Office of the Secretary                               | 3.4            | 3.8                   | 3.5               | -7.2%             |
| Division of Administration and Information Tech.      | 4.2            | 4.6                   | 4.6               | 0.6%              |
| Division of Econ. Policy, Research and Legis. Affairs | 1.3            | 1.3                   | 1.3               | -2.0%             |
| Division of Small Business Development                | 1.7            | 1.8                   | 2.0               | 10.6%             |
| Division of Business Development                      | 8.2            | 17.2                  | 17.0              | -1.0%             |
| Division of Financing Programs                        | 44.3           | 70.1                  | 54.6              | -22.1%            |
| Division of Tourism, Film and the Arts                | 29.3           | 37.9                  | 37.9              | -0.1%             |
| Division of Regional Development                      | 10.5           | 8.9                   | 8.6               | -3.3%             |
| <b>Total</b>  | <b>102.7</b>   | <b>145.5</b>          | <b>129.4</b>      | <b>-11.1%</b>     |
| <b>POSITIONS:</b>                                     |                |                       |                   |                   |
| Authorized  | 292.0          | 292.0                 | 290.0             | -2.0              |
| Contractual   | 34.0           | 33.1                  | 32.7              | -0.4              |
| <b>Total</b>  | <b>325.9</b>   | <b>325.1</b>          | <b>322.7</b>      | <b>-2.4</b>       |

| PERFORMANCE MEASURES  | FY 2006<br>Actual | FY 2007<br>Estimated | FY 2008<br>Projected |
|---|-------------------|----------------------|----------------------|
| <b>Business Development:</b>                                  |                   |                      |                      |
| Jobs Created with DBED Assistance - Projected                 | 6,136             | 5,550                | 5,550                |
| Jobs Retained with DBED Assistance - Projected                | 12,562            | 9,300                | 9,300                |
| <b>Capital Investment:</b>                                    |                   |                      |                      |
| Total Project Cost (\$ million)                               | 671               | 300                  | 300                  |
| <b>Regulatory and Training Assistance:</b>                    |                   |                      |                      |
| Number of Businesses Assisted                                 | 1,600             | 1,517                | 1,529                |
| Number of Workers Trained                                     | 12,425            | 9,700                | 9,700                |
| <b>Small Business Support:</b>                                |                   |                      |                      |
| Number of Small Businesses Assisted                           | 6,262             | 6,450                | 6,644                |
| Number of Companies Assisted with Licensing, Permitting, etc. | 305               | 317                  | 329                  |
| <b>Tourism:</b>   |                   |                      |                      |
| Total Travel Expenditures (\$ billion)*                       | 11.36             | 11.82                | 12.21                |
| Feature Film Productions                                      | 7                 | 5                    | 5                    |
| National Television Productions                               | 5                 | 1                    | 1                    |

\*calendar year estimates

Totals and percentages may not add due to rounding.

# Department of Education

Governor O'Malley's FY 2008 budget contains record levels of State operating and capital funding for K-12 education. The fiscal year 2008 allowance for the Maryland State Department of Education (MSDE) totals \$6.42 billion, an increase of \$669.3 million or 11.6 percent over fiscal year 2007. The budget provides a \$680.4 million General Fund increase for local aid to K-12 education, the largest increase in State history. State support for primary and secondary education totals \$5.2 billion, making K-12 education the largest component of the State's General Fund budget.

Significant components of increased State aid to schools include the Foundation and Compensatory Education Programs. The Foundation Program, which provides additional per pupil funding to every school in the State, increases by 11.6 percent to nearly \$2.8 billion. The Compensatory Education Program, which is designed to help close the achievement gap between economically disadvantaged students and their peers, increases 20.9 percent to \$902.4 million.

The Governor's budget also provides \$402.9 million, an increase of \$48.8 million, to help raise the achievement levels of students with disabilities. Additionally, funding to improve achievement levels for students with limited English proficiency will increase to \$126.2 million, a 42 percent increase. The Guaranteed Tax Base Program also shows a significant increase of \$18.4 million to \$78.9 million. This program provides additional funding to reward those school districts that have fewer resources yet continue to maintain or increase their local tax effort supporting education.

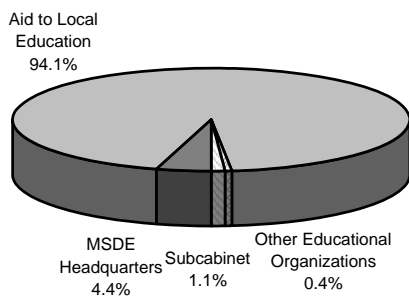
The FY 2008 budget also reflects the increased cost associated with the enactment of legislation to enhance teacher pensions. The total funding for teacher retirement costs in 2008 is \$577.9 million, an increase of \$122.6 million or 26.9 percent above the FY 2007 appropriation. Approximately \$80 million of the increase is associated with the pension enhancement enacted by the General Assembly in 2006.

Recognizing the benefit of quality education in juvenile detention facilities, the MSDE budget includes \$921,496 to extend educational services to young people in the custody of the Department of Juvenile Services at the J. DeWeese Carter Center. The Department currently runs the educational programs at the Hickey School, Baltimore City Juvenile Justice Center, and the Lower Eastern Shore Children's Center.

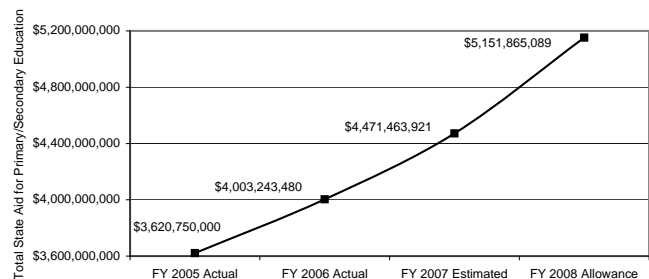
The Autism Waiver Program receives increased funding of \$3.1 million for service costs. Total funding for the program, which serves 899 children and their families, is nearly \$10.8 million. The program allows eligible children with Autism Spectrum Disorder to receive health and other services in their homes and communities rather than in institutions.

Funding for school construction increases to \$400 million - the largest amount of single-year funding for school construction in Maryland's history. To address the library needs in the State, the budget also includes \$5 million for county library capital projects.

Expenditures



Another Record Increase in Local Aid for Primary/Secondary Education





POSITIONS: 1,811.3

BUDGET: \$6.4 BILLION  
21% OF THE STATE BUDGET

| THREE YEAR SUMMARY                              | FY06<br>Actual | FY07<br>Appropriation | FY08<br>Allowance | Change<br>FY08-07 |
|---|----------------|-----------------------|-------------------|-------------------|
| <b>APPROPRIATIONS: (in millions of dollars)</b> |                |                       |                   |                   |
| General Funds                                   | 4,210.1        | 4,722.8               | 5,447.1           | 15.3%             |
| Special Funds                                   | 10.2           | 12.5                  | 12.0              | -3.5%             |
| Federal Funds                                   | 888.4          | 1,016.2               | 962.6             | -5.3%             |
| Reimbursable Funds                              | 2.4            | 3.3                   | 2.3               | -30.0%            |
| <b>Total</b>                                    | <b>5,111.1</b> | <b>5,754.7</b>        | <b>6,424.1</b>    | <b>11.6%</b>      |
| <b>EXPENDITURES: (in millions of dollars)</b>   |                |                       |                   |                   |
| Headquarters                                    | 254.3          | 281.3                 | 279.7             | -0.6%             |
| Aid to Education                                | 4,777.7        | 5,396.5               | 6,045.6           | 12.0%             |
| Funding for Educational Organizations           | 23.3           | 27.5                  | 28.9              | 5.3%              |
| Children's Cabinet Interagency Fund             | 55.8           | 49.6                  | 69.8              | 40.9%             |
| <b>Total</b>                                    | <b>5,111.1</b> | <b>5,754.7</b>        | <b>6,424.1</b>    | <b>11.6%</b>      |
| <b>POSITIONS:</b>                               |                |                       |                   |                   |
| Authorized                                      | 1,594.3        | 1,649.3               | 1,663.3           | 14.0              |
| Contractual                                     | 155.3          | 138.6                 | 148.1             | 9.5               |
| <b>Total</b>                                    | <b>1,749.6</b> | <b>1,787.9</b>        | <b>1,811.3</b>    | <b>23.5</b>       |

| PERFORMANCE MEASURES   | FY 2006<br>Actual | FY 2007<br>Estimated | FY 2008<br>Projected |
|--|-------------------|----------------------|----------------------|
| <b>Enrollment</b>  | 829,007           | 827,596              | 823,541              |
| <b>% of Students Scoring Proficient or Better by Grade</b>   |                   |                      |                      |
| Reading Grade 3  | 78.3%             | 81.0%                | 84.0%                |
| Reading Grade 5  | 76.6%             | 80.0%                | 83.0%                |
| Reading Grade 8  | 67.0%             | 71.0%                | 75.0%                |
| Mathematics Grade 5  | 73.4%             | 77.0%                | 80.0%                |
| Math Grade 5 - Special Ed                                    | 41.0%             | 48.0%                | 55.0%                |
| <b>% of Schools Meeting Adequate Yearly Progress in Math</b> |                   |                      |                      |
| Elementary   | 87.7%             | 89.2%                | 90.7%                |
| Middle   | 68.9%             | 72.8%                | 76.7%                |
| High   | 87.4%             | 89.0%                | 90.6%                |

Totals and percentages may not add due to rounding.

# Department of the Environment

The fiscal year 2008 budget for the Maryland Department of the Environment (MDE) totals \$228.5 million, a decrease of \$59.2 million or 20.6 percent below the fiscal year 2007 appropriation. The decrease is primarily attributable to reduced funding for capital projects.

Funding for most department operating programs, however, is similar to the FY 2007 level. This allows MDE to continue fulfilling its mission of protecting and enhancing the quality of Maryland's air, water, and land resources, while fostering economic development, safe communities, and quality environmental education for the benefit of the environment, public health, and future generations.

The Water Management Administration incorporates all aspects of the State's water pollution control program, including capital project management, implementation of Total Maximum Daily Loads (TMDL) for pollutants in impaired waterways, various environmental reviews, and all drinking water activities. The Department's two major loan programs, the Maryland Water Quality Revolving Loan Fund and the Maryland Drinking Water Revolving Loan Fund, provide low-interest loans to local jurisdictions and private entities to improve water quality and drinking water supply. In FY 2008, the Bay Restoration Fund programs will provide \$80 million for upgrading 27 wastewater treatment plants in 10 jurisdictions and 3 regional facilities, \$6 million for upgrading 500 septic systems, and \$5 million for upgrading 12 sewer systems. It is anticipated that these upgrades will reduce nutrient load in the Chesapeake

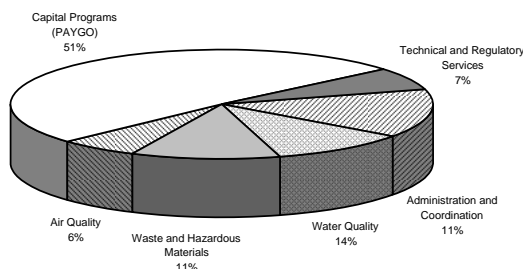
Bay by 9.4 million pounds per year, an increase of 2.4 million pounds over the FY 2007 nutrient reduction goal.

The Technical and Regulatory Services Administration provides multi-media scientific and technical leadership concerning environmental and public health issues and sets goals and standards for environmental protection. The Governor's budget provides \$15 million for these activities, including participation in the multi-agency Corsica River targeted watershed project. The FY 2008 budget also includes an additional \$600,000 in General Funds for TMDL development, which will further the agency's goal of promoting healthy streams and rivers.

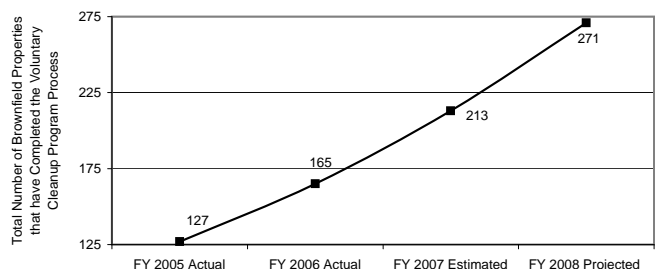
The Waste Management Administration protects human health and the environment by ensuring proper control over waste generation and disposal. The FY 2008 allowance includes \$26.1 million to support these activities. The Administration continues its work in such critical areas as waste diversion, enforcing standards for groundwater, oil pollution remediation, and reduction in lead poisoning levels. The continuing funding will also promote land redevelopment and community revitalization through rehabilitation of brownfield properties.

The Air and Radiation Management Administration receives a total of \$14.3 million for its work to improve and maintain the State's air quality and control sources of radiation. In FY 2008, these activities will be supported with an additional \$900,000 in General Funds needed to offset declining fee revenues.

Expenditures



Voluntary Clean-up Program Continues to Remediate Brownfields Sites



POSITIONS: 999.5

BUDGET: \$228.5 MILLION  
1% OF THE STATE BUDGET

| THREE YEAR SUMMARY                                  | FY06<br>Actual | FY07<br>Appropriation | FY08<br>Allowance | Change<br>FY08-07 |
|---|----------------|-----------------------|-------------------|-------------------|
| <b>APPROPRIATIONS: (in millions of dollars)</b>     |                |                       |                   |                   |
| General Funds                                       | 34.5           | 51.4                  | 44.5              | -13.4%            |
| Special Funds                                       | 129.3          | 168.5                 | 121.0             | -28.2%            |
| Federal Funds                                       | 70.7           | 63.5                  | 59.0              | -7.1%             |
| Reimbursable Funds                                  | 9.1            | 4.3                   | 4.0               | -8.1%             |
| <b>Total</b>  | <b>243.5</b>   | <b>287.7</b>          | <b>228.5</b>      | <b>-20.6%</b>     |
| <b>EXPENDITURES: (in millions of dollars)</b>       |                |                       |                   |                   |
| Office of the Secretary                             | 148.9          | 179.5                 | 117.7             | -34.4%            |
| Administrative and Employee Services Administration | 7.4            | 7.4                   | 7.5               | 1.6%              |
| Water Management Administration                     | 29.2           | 32.5                  | 33.1              | 1.8%              |
| Technical and Regulatory Services Administration    | 14.7           | 14.7                  | 15.0              | 2.5%              |
| Waste Management Administration                     | 21.4           | 29.5                  | 26.1              | -11.5%            |
| Air and Radiation Management Administration         | 13.6           | 14.3                  | 14.3              | 0.1%              |
| Coordinating Offices                                | 8.4            | 9.9                   | 14.7              | 48.7%             |
| <b>Total</b>  | <b>243.5</b>   | <b>287.7</b>          | <b>228.5</b>      | <b>-20.6%</b>     |
| <b>POSITIONS:</b>                                   |                |                       |                   |                   |
| Authorized  | 949.0          | 951.0                 | 955.0             | 4.0               |
| Contractual   | 26.0           | 37.5                  | 44.5              | 7.0               |
| <b>Total</b>  | <b>975.0</b>   | <b>988.5</b>          | <b>999.5</b>      | <b>11.0</b>       |

| PERFORMANCE MEASURES                                      | FY 2006<br>Actual | FY 2007<br>Estimated | FY 2008<br>Projected |
|---|-------------------|----------------------|----------------------|
| % of Marylanders Served by Public Water Systems           |                   |                      |                      |
| in Significant Compliance                                 | 97%               | 97%                  | 97%                  |
| Acres of Property in the Brownfields Voluntary Cleanup    |                   |                      |                      |
| Program Remediated/Completed                              | 440               | 540                  | 640                  |
| % of Lead-Tested Children with "Elevated" Levels          | 1.3%              | 1.0%                 | 0.7%                 |
| % of State Population in Areas Not Meeting Air            |                   |                      |                      |
| Quality Standards   | 89%               | 89%                  | 89%                  |
| Exceedances of 8-Hour Ozone Standard (calendar year data) | 16*               | 10                   | 10                   |

\*Data as of August 11, 2006

Totals and percentages may not add due to rounding.

# Department of General Services

The fiscal year 2008 budget for the Department of General Services (DGS) totals \$92.3 million, a decrease of \$1.5 million from the FY 2007 appropriation. This decrease is largely attributable to personnel cost savings in retirees' health insurance and a decline in workers' compensation charges.

DGS will continue to utilize "reverse energy auctions" to attract the lowest prices from competitive bidders. Through this process the State has saved an estimated \$49.8 million in electricity costs and \$4.9 million in natural gas costs in the past three years.

In addition, two new staff positions will provide expertise in energy database management and energy performance contracting. These positions will monitor, document, and reduce consumption by developing, procuring, and administering energy performance contracts and managing a database. The agency has also acquired two new positions to conduct land assessments and valuations in support of Program Open Space.

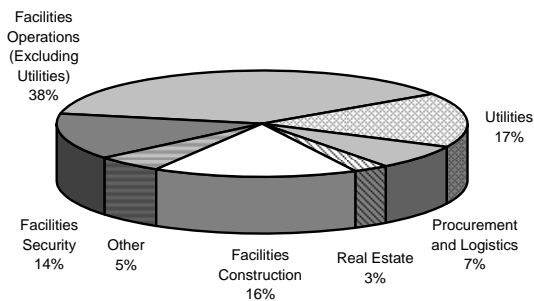
The Procurement and Logistics Division, which supports eMaryland Marketplace (eMM), the electronic procurement portal for the State, receives \$6.9 million. DGS will continue its strategy of using blanket purchases in its high volume, long-term agreements.

The Governor's budget provides \$13 million for the agency's facilities security program which includes support for the State Security Card System, a computerized identification system designed to ensure security for Maryland facilities and workplace safety for employees and visitors. The allowance also funds a specially-equipped mobile unit to process identity cards on site. Under the current system, employees must travel to either Annapolis or Baltimore for security card processing, resulting in extra travel expenses and lost worktime.

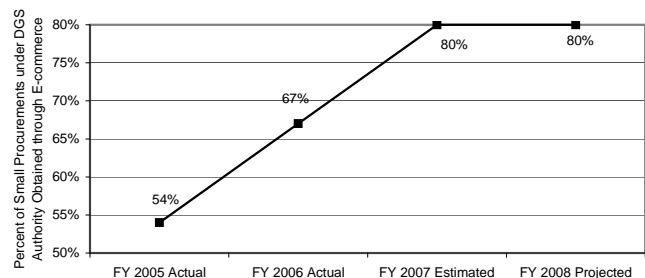
The largest portion of the DGS budget is earmarked for the agency's Facilities and Maintenance Program (\$34.6 million) and Facilities Planning, Design and Construction Program (\$14.9 million). Included in this budget is \$7 million to continue the Department's efforts to properly maintain State facilities.

Funding of \$2.6 million supports the Real Estate Management Program which negotiates the terms and conditions of State real estate contracts. This includes providing appraisal and valuation services and acquiring lease space on behalf of State agencies.

Expenditures



More DGS Small Procurements Are Obtained Through E-Commerce



POSITIONS: 672.5

BUDGET: \$92.3 MILLION  
 LESS THAN 1% OF THE STATE BUDGET

| THREE YEAR SUMMARY                                     | FY06<br>Actual | FY07<br>Appropriation | FY08<br>Allowance | Change<br>FY08-07 |
|--|----------------|-----------------------|-------------------|-------------------|
| <b>APPROPRIATIONS: (in millions of dollars)</b>        |                |                       |                   |                   |
| General Funds  | 50.4           | 62.1                  | 61.9              | -0.3%             |
| Special Funds  | 2.8            | 3.5                   | 1.8               | -49.5%            |
| Federal Funds  | 0.8            | 0.8                   | 0.9               | 11.4%             |
| Reimbursable Funds                                     | 24.7           | 27.4                  | 27.7              | 1.3%              |
| <b>Total</b>   | <b>78.7</b>    | <b>93.8</b>           | <b>92.3</b>       | <b>-1.6%</b>      |
| <b>EXPENDITURES: (in millions of dollars)</b>          |                |                       |                   |                   |
| Office of the Secretary                                | 4.3            | 5.3                   | 4.8               | -8.1%             |
| Office of Facilities Security                          | 11.8           | 12.7                  | 13.1              | 3.0%              |
| Office of Facilities Operation and Management          | 44.3           | 49.6                  | 50.0              | 0.7%              |
| Office of Procurement and Logistics                    | 6.9            | 9.1                   | 6.9               | -24.3%            |
| Office of Real Estate                                  | 2.1            | 2.3                   | 2.6               | 14.3%             |
| Office of Facilities Planning, Design and Construction | 9.4            | 14.8                  | 14.9              | 0.6%              |
| <b>Total</b>   | <b>78.7</b>    | <b>93.8</b>           | <b>92.3</b>       | <b>-1.6%</b>      |
| <b>POSITIONS:</b>                                      |                |                       |                   |                   |
| Authorized   | 643.0          | 636.0                 | 646.0             | 10.0              |
| Contractual  | 21.0           | 28.4                  | 26.5              | -2.0              |
| <b>Total</b>   | <b>664.0</b>   | <b>664.4</b>          | <b>672.5</b>      | <b>8.0</b>        |

**PERFORMANCE MEASURES**

|   | FY 2006<br>Actual | FY 2007<br>Estimated | FY 2008<br>Projected |
|---|-------------------|----------------------|----------------------|
| % of Facilities' Customers Satisfied with Overall Level of Service  | 74%               | 85%                  | 85%                  |
| Number of Thefts at DGS Managed Facilities  | 87                | 80                   | 77                   |
| % of Facilities with Prox/Camera Entry System   | 70%               | 100%                 | 100%                 |
| % of Approved Real Estate Acquisitions Negotiated with<br>Contract Price at Most Favorable Terms to State | 94%               | 87%                  | 85%                  |

Totals and percentages may not add due to rounding.

# Department of Health & Mental Hygiene

Governor O'Malley's fiscal year 2008 budget for the Department of Health and Mental Hygiene (DHMH) is \$7.5 billion, an increase of \$437 million or 6.2 percent above the fiscal year 2007 appropriation. One of the main drivers of costs in the State's largest budget is the Medical Assistance Program. Much of the increase in FY 2008 is attributable to rate increases for a variety of community providers.

Ensuring access to care for vulnerable populations is a key function of DHMH and several enhancements to the Medical Assistance program are made in Governor O'Malley's FY 2008 budget. Medical Assistance, the largest program in the DHMH budget, increases 7.3 percent to \$5 billion. An improving economy has lessened the number of Maryland residents needing Medical Assistance, so that in FY 2006 the Medical Assistance program closed with a \$20 million surplus. The FY 2008 budget includes an additional \$40 million to continue a multi-year initiative to increase physician rates under Medical Assistance.

Rate increases for community providers of services for the mentally ill and the developmentally disabled will address rising costs of licensing and other operations. Personal care and private duty nursing providers will also receive rate increases, and emergency transportation providers will receive a 25 percent increase in Medical Assistance rates, the first increase in a decade. The budget fully funds rate increases for long-term care services, both in nursing homes and in the community. The FY 2008 budget also includes \$6 million to restore health services to legal immigrants ineligible for the federal Medicaid program.

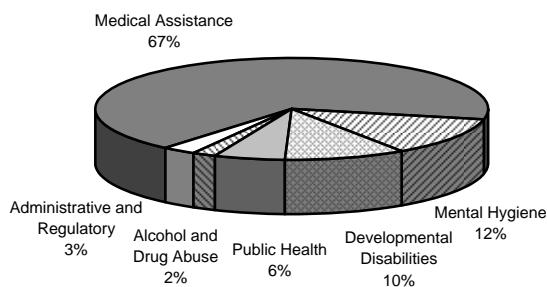
Funding of \$52.5 million will allow the State to end Medicaid day limits, a temporary cost containment measure that began in January 2004. Sunsetting this policy as of June 30, 2007 will allow the State to maintain the integrity of Maryland's hospital payment system.

The budget provides \$143.3 million for the Alcohol and Drug Abuse Administration, including an additional \$5 million for drug treatment programs emphasizing wider use of buprenorphine to treat opioid addiction. Funds will be used for physician training, the cost of the medication, physician costs of prescribing and directly associated medical treatment, as well as other substance abuse treatment costs (such as counseling) for people receiving buprenorphine.

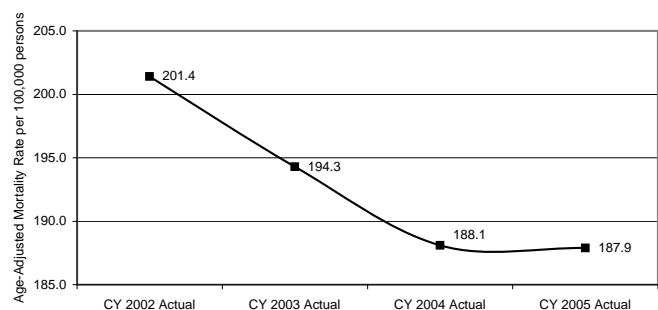
The Governor's budget provides \$71.1 million in public health grants for local health departments, an increase of almost \$2.9 million or 4.2 percent over FY 2007. Grant funding to Core Service Agencies (CSAs) totals \$65.9 million, an increase of \$2.2 million or 3.5 percent. Additional funding will further aid the CSAs in planning, developing, and managing a full range of treatment and rehabilitation services for persons with serious mental illnesses.

Funding for community services for the developmentally disabled is increased to \$662.2 million. This includes funds for a provider rate increase, 500 new transitioning youth placements, and 76 new emergency placements. Community services for the mentally ill are budgeted at \$615.4 million and include funds for a provider rate increase and enhancements for the Core Service Agencies mentioned above.

Expenditures



Maryland's Cancer Mortality Rate Is Declining



POSITIONS: 8,152.5

BUDGET: \$7.5 BILLION  
25% OF THE STATE BUDGET

| THREE YEAR SUMMARY                                       | FY06<br>Actual | FY07<br>Appropriation | FY08<br>Allowance | Change<br>FY08-07 |
|--|----------------|-----------------------|-------------------|-------------------|
| <b>APPROPRIATIONS: (in millions of dollars)</b>          |                |                       |                   |                   |
| General Funds  | 3,381.6        | 3,567.1               | 3,737.9           | 4.8%              |
| Special Funds  | 303.4          | 385.6                 | 440.4             | 14.2%             |
| Federal Funds  | 2,883.6        | 3,055.5               | 3,261.9           | 6.8%              |
| Reimbursable Funds                                       | 36.0           | 22.5                  | 27.3              | 21.4%             |
| <b>Total</b>   | <b>6,604.5</b> | <b>7,030.7</b>        | <b>7,467.4</b>    | <b>6.2%</b>       |
| <b>EXPENDITURES: (in millions of dollars)</b>            |                |                       |                   |                   |
| Medical Care Programs Administration (Medicaid)          | 4,450.4        | 4,684.9               | 5,027.7           | 7.3%              |
| Community Health and Family Health Administrations       | 257.2          | 280.3                 | 275.8             | -1.6%             |
| Mental Hygiene Administration                            | 544.3          | 584.4                 | 622.8             | 6.6%              |
| Developmental Disabilities Administration                | 569.7          | 618.7                 | 668.1             | 8.0%              |
| State Psychiatric Hospitals and Regional Institutes      | 265.7          | 279.9                 | 280.1             | 0.1%              |
| State Residential Ctrs. for the Developmentally Disabled | 72.1           | 75.0                  | 74.8              | -0.3%             |
| Alcohol and Drug Abuse Administration                    | 131.9          | 137.6                 | 143.3             | 4.2%              |
| AIDS Administration                                      | 54.4           | 73.6                  | 72.6              | -1.4%             |
| Chronic Disease Hospitals                                | 41.8           | 44.9                  | 44.2              | -1.5%             |
| All Others   | 216.9          | 251.3                 | 257.9             | 2.6%              |
| <b>Total</b>   | <b>6,604.5</b> | <b>7,030.7</b>        | <b>7,467.4</b>    | <b>6.2%</b>       |
| <b>POSITIONS:</b>  |                |                       |                   |                   |
| Authorized   | 7,631.0        | 7,679.8               | 7,673.8           | -6.0              |
| Contractual  | 461.5          | 457.8                 | 478.7             | 20.9              |
| <b>Total</b>   | <b>8,092.5</b> | <b>8,137.6</b>        | <b>8,152.5</b>    | <b>14.9</b>       |

| PERFORMANCE MEASURES   | FY 2006<br>Actual | FY 2007<br>Estimated | FY 2008<br>Projected |
|--|-------------------|----------------------|----------------------|
| Medical Assistance Enrollment  | 629,500           | 607,946              | 616,672              |
| Children's Health Program Enrollment   | 103,260           | 108,813              | 116,500              |
| WIC Food Program Recipients  | 113,100           | 111,000              | 119,000              |
| Addictions Clients Served  | 65,200            | 66,375               | 67,500               |
| % Decrease in Substance Abuse Among Adolescents  |                   |                      |                      |
| During Treatment   | 68%               | 75%                  | 75%                  |
| % Decrease in Substance Abuse Among Adults   |                   |                      |                      |
| During Treatment   | 70%               | 72%                  | 72%                  |
| Mental Hygiene Clients Served  | 92,715            | 93,300               | 95,720               |
| % of Adults Reporting Mental Health Services Effective   | 76%               | 74%                  | 75%                  |
| Developmental Disabilities Clients   | 21,695            | 23,037               | 23,690               |
| Proportion of Elderly and Disabled Receiving Long Term<br>Care in the Community Instead of in Institutions | 37.5%             | 37.7%                | 38.4%                |

Totals and percentages may not add due to rounding.

# Maryland Higher Education Commission

Governor O'Malley's fiscal year 2008 budget for the Maryland Higher Education Commission (MHEC) totals \$445.9 million, an increase of nearly \$46.4 million or 11.6 percent from the fiscal year 2007 appropriation. The increase is largely attributable to mandated funding for the Cade and Sellinger programs plus other support for community colleges, scholarships and grant programs.

Community colleges support regional economic and workforce development by producing college graduates and supplying training to Maryland businesses and industries. Funding for community colleges totals \$243.7 million, an increase of 18.4 percent over FY 2007. Direct aid to Maryland's community colleges is \$210 million, including funding from the Senator John A. Cade Formula. The State's share of retirement benefits for certain community college employees is \$33.6 million, an increase of \$6 million.

The Joseph A. Sellinger Program for Aid to Non-Public Institutions of Higher Education is budgeted at \$58.6 million, an increase of \$8.6 million or 17.2 percent over FY 2007. These funds are used to provide accessible and affordable education for Maryland citizens; more than half of the aid is used to fund financial aid.

MHEC's FY 2008 budget includes \$8.8 million for the Nurse Support Program II (NSP II) to support statewide institutional initiatives to expand the number of nurses in Maryland. NSP II is funded through a 0.1 percent assessment on hospital patient revenues.

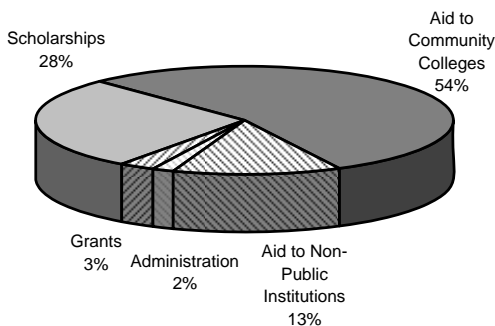
MHEC is responsible for the administration of financial aid and grant programs. Funding for financial aid programs is budgeted at \$120.3 million for FY 2008. The largest financial aid program is the Educational Excellence Award (EEA) Program, which targets low and moderate-income students and provides awards ranging from \$400 to \$14,300 depending on a student's need and financial circumstance. Approximately 29,090 students will be awarded financial assistance under the EEA program in FY 2008. The average award will approximate \$4,607.

The Veterans of the Afghanistan and Iraq Conflicts Scholarship is a new program with initial funding of \$500,000. The program will provide scholarships to military service veterans of these conflicts, including active duty members of the Reserve or Maryland National Guard who were activated as a result of the conflicts. Their children and spouses also qualify for awards.

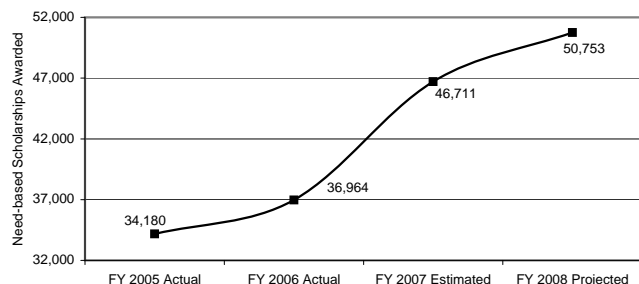
The Edward T. Conroy Memorial Scholarship Program, which provides scholarships to children and spouses of deceased public safety employees and members of the military, will receive \$570,474, an 18.7 percent increase. This will allow average awards of \$5,656 to a total of 101 students.

The MHEC budget also includes \$12.8 million for various educational grant programs. Funds will be used for improving teacher quality (\$1 million), historically black colleges and universities (\$4.9 million), professional development schools for teachers (\$2 million) and regional higher education centers (\$850,000).

Expenditures



To Increase Higher Education Access, 48.5 Percent More Students Are Receiving Need-Based Aid





POSITIONS: 76.1

BUDGET: \$445.9 MILLION  
1% OF THE STATE BUDGET

| THREE YEAR SUMMARY                              | FY06<br>Actual | FY07<br>Appropriation | FY08<br>Allowance | Change<br>FY08-07 |
|---|----------------|-----------------------|-------------------|-------------------|
| <b>APPROPRIATIONS: (in millions of dollars)</b> |                |                       |                   |                   |
| General Funds                                   | 356.4          | 387.8                 | 432.8             | 11.6%             |
| Special Funds                                   | 1.2            | 7.4                   | 10.6              | 42.8%             |
| Federal Funds                                   | 1.5            | 3.6                   | 2.1               | -41.8%            |
| Reimbursable Funds                              | 0.8            | 0.7                   | 0.4               | -39.8%            |
| <b>Total</b>                                    | <b>359.9</b>   | <b>399.5</b>          | <b>445.9</b>      | <b>11.6%</b>      |
| <b>EXPENDITURES: (in millions of dollars)</b>   |                |                       |                   |                   |
| Administration and Grants                       | 27.7           | 27.0                  | 23.4              | -13.3%            |
| Financial Aid                                   | 94.7           | 116.7                 | 120.3             | 3.1%              |
| Aid to Community Colleges                       | 191.7          | 205.9                 | 243.7             | 18.4%             |
| Aid to Non-Public Institutions                  | 45.8           | 50.0                  | 58.6              | 17.2%             |
| <b>Total</b>                                    | <b>359.9</b>   | <b>399.5</b>          | <b>445.9</b>      | <b>11.6%</b>      |
| <b>POSITIONS:</b>                               |                |                       |                   |                   |
| Authorized                                      | 71.6           | 75.1                  | 75.1              | 0.0               |
| Contractual                                     | 1.0            | 1.0                   | 1.0               | 0.0               |
| <b>Total</b>                                    | <b>72.6</b>    | <b>76.1</b>           | <b>76.1</b>       | <b>0.0</b>        |

| PERFORMANCE MEASURES                   | FY 2006<br>Actual | FY 2007<br>Estimated | FY 2008<br>Projected |
|--|-------------------|----------------------|----------------------|
| Scholarships Awarded                   | 52,576            | 58,613               | 57,534               |
| Average Award                          | \$1,771           | \$1,936              | \$1,932              |
| <b>FTE Enrollment (funding basis):</b> |                   |                      |                      |
| State-Operated Institutions            |                   |                      |                      |
| (USM, MSU, SMCM and BCCC)              | 108,126           | 111,976              | 114,077              |
| Community Colleges                     | 80,903            | 83,178               | 84,285               |
| Non-Public Institutions                | 38,007            | 39,397               | 40,035               |

Totals and percentages may not add due to rounding.

# Higher Education Institutions

Governor O'Malley's fiscal year 2008 budget for higher education institutions totals \$4.17 billion, an increase of \$145 million or 3.6 percent over the fiscal year 2007 appropriation. The freeze on in-state tuition at the public universities continues in FY 2008, fulfilling the Administration's commitment to making higher education more affordable for all Maryland families. The FY 2008 increase also will be used to support enrollment growth, to expand important academic programs, to increase financial aid, and to support operating cost increases.

Governor O'Malley provides the University System of Maryland (USM) \$3.83 billion for FY 2008. To meet the State's increasing enrollment demand, USM is progressing toward completion of facilities that will offer programs directly linked to the State's workforce and economic development goals. The Universities at Shady Grove (USG), one of the System's regional higher education centers, has a new facility opening in 2007 which will offer programs in critical workforce areas of nursing, education, health systems management, and social work.

Programmatic enhancements include expansion of science, technology, engineering and math programs throughout the System. Enrollment growth of more than 1,700 new students is also funded. The University of Maryland, Baltimore (UMB) and University of Maryland, College Park (UMCP) will receive \$7.4 million to support key research programs. The USM Historically Black Institutions (HBIs) receive an

additional \$1.4 million to support targeted initiatives. System-wide there will be an increase in institutional financial aid of approximately \$10 million to increase affordability for students who might otherwise be unable to access a higher education degree. The HBIs will receive 10 percent of this aid.

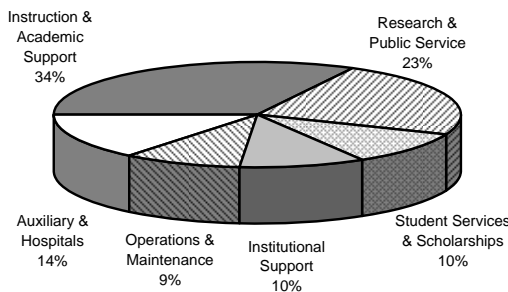
St. Mary's College of Maryland, a public honors college, offers Bachelors of Arts degrees in over 20 programs. The FY 2008 budget for St. Mary's College is \$62.9 million.

Morgan State University (MSU) provides undergraduate and graduate study and research, with 21 Masters programs and 11 Doctorate programs. MSU's FY 2008 budget is \$191.5 million, which includes a 6.8 percent increase in State support. These funds provide funding for 24 new full-time faculty, equipment for new facilities, and increased institutional financial aid.

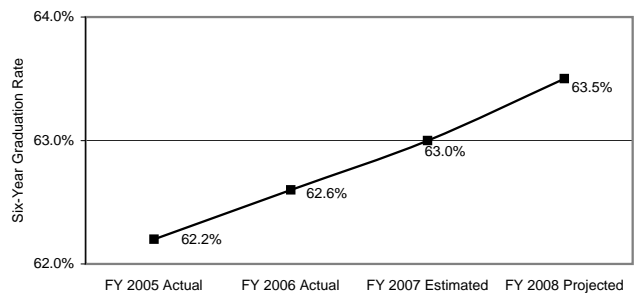
Baltimore City Community College (BCCC) offers post-secondary education to more than 30 percent of recent Baltimore City high school graduates. In addition, BCCC provides workforce training for Baltimore City businesses and residents with a variety of courses created under contract with employers. BCCC receives \$87.7 million in FY 2008, including State support of \$40.2 million, an increase of 14.8 percent.

*NOTE: The funding above does not include the \$23 million General Fund allocation that Higher Education Institutions will receive for the 2% employee COLA.*

Expenditures



Six-year Graduation Rate of First-time, Full-time Students at Public Four-Year Colleges and Universities



POSITIONS: 29,534.7

BUDGET: \$4 BILLION  
14% OF THE STATE BUDGET

| THREE YEAR SUMMARY                                    | FY06<br>Actual  | FY07<br>Appropriation | FY08<br>Allowance | Change<br>FY08-07 |
|---|-----------------|-----------------------|-------------------|-------------------|
| <b>APPROPRIATIONS: (in millions of dollars)</b>       |                 |                       |                   |                   |
| General Funds   | 912.4           | 1,047.4               | 1,120.9           | 7.0%              |
| Other Current Unrestricted                            | 1,883.0         | 1,992.1               | 2,052.8           | 3.0%              |
| <b>Subtotal Current Unrestricted</b>                  | <b>2,795.4</b>  | <b>3,039.5</b>        | <b>3,173.7</b>    | <b>4.4%</b>       |
| Current Restricted                                    | 894.7           | 987.5                 | 998.8             | 1.1%              |
| <b>Total</b>  | <b>3,690.1</b>  | <b>4,027.1</b>        | <b>4,172.5</b>    | <b>3.6%</b>       |
| <b>EXPENDITURES: (in millions of dollars)</b>         |                 |                       |                   |                   |
| <b>University System of Maryland</b>                  |                 |                       |                   |                   |
| University of Maryland, Baltimore (UMB)               | 735.3           | 798.3                 | 813.4             | 1.9%              |
| University of Maryland, College Park (UMCP)           | 1,256.5         | 1,352.3               | 1,394.1           | 3.1%              |
| Bowie State University (BSU)                          | 74.6            | 87.5                  | 89.4              | 2.1%              |
| Towson University (TU)                                | 273.9           | 294.5                 | 314.0             | 6.6%              |
| University of Maryland Eastern Shore (UMES)           | 88.9            | 94.2                  | 98.4              | 4.5%              |
| Frostburg State University (FSU)                      | 79.2            | 85.2                  | 85.5              | 0.4%              |
| Coppin State University (CSU)                         | 61.5            | 78.4                  | 79.5              | 1.4%              |
| University of Baltimore (U of B)                      | 78.4            | 83.1                  | 86.9              | 4.5%              |
| Salisbury University (SU)                             | 98.4            | 122.6                 | 118.8             | -3.1%             |
| University of Maryland University College (UMUC)      | 235.3           | 266.2                 | 290.5             | 9.1%              |
| University of Maryland Baltimore County (UMBC)        | 304.3           | 317.6                 | 325.1             | 2.4%              |
| University of Maryland Ctr. for Environmental Science | 35.5            | 39.0                  | 41.2              | 5.6%              |
| University of Maryland Biotechnology Institute (UMBI) | 59.0            | 65.4                  | 66.4              | 1.5%              |
| University System of Maryland Office (USMO)           | 19.6            | 22.2                  | 27.1              | 22.1%             |
| <b>Subtotal University System of Maryland (USM)</b>   | <b>3,400.4</b>  | <b>3,706.7</b>        | <b>3,830.4</b>    | <b>3.3%</b>       |
| <b>Other State Universities and Colleges</b>          |                 |                       |                   |                   |
| Morgan State University (MSU)                         | 160.7           | 183.3                 | 191.5             | 4.5%              |
| St. Mary's College of Maryland (SMCM)                 | 50.5            | 56.9                  | 62.9              | 10.7%             |
| Baltimore City Community College (BCCC)               | 78.5            | 80.2                  | 87.7              | 9.3%              |
| <b>Total</b>  | <b>3,690.1</b>  | <b>4,027.1</b>        | <b>4,172.5</b>    | <b>3.6%</b>       |
| <b>POSITIONS:</b>                                     |                 |                       |                   |                   |
| Authorized  | 21,702.6        | 22,783.5              | 23,261.0          | 477.5             |
| Contractual   | 5,783.8         | 5,928.9               | 6,273.7           | 344.8             |
| <b>Total</b>  | <b>27,486.4</b> | <b>28,712.4</b>       | <b>29,534.7</b>   | <b>822.3</b>      |

Totals and percentages may not add due to rounding.

| PERFORMANCE MEASURES                                   | FY 2006<br>Actual | FY 2007<br>Estimated | FY 2008<br>Projected |
|--|-------------------|----------------------|----------------------|
| FTE Enrollment:  |                   |                      |                      |
| University System of Maryland                          | 93,701            | 97,091               | 98,715               |
| Morgan State University                                | 5,856             | 6,048                | 6,238                |
| St. Mary's College of Maryland                         | 2,039             | 2,040                | 2,040                |
| Baltimore City Community College (credit & non credit) | 6,530             | 6,797                | 7,084                |
| <b>Total</b>   | <b>108,126</b>    | <b>111,976</b>       | <b>114,077</b>       |

# Department of Housing and Community Development

The fiscal year 2008 budget for the Department of Housing and Community Development (DHCD) totals \$277.9 million, a decrease of \$64.4 million or 18.8 percent from the fiscal year 2007 appropriation. The decrease is attributed to a decline in federal Section 8 Housing fee-for-service arrangements as well as several one time only reappropriations of prior year capital bond obligations.

DHCD is working to expand the availability of affordable housing opportunities, including homeownership for Maryland's workforce, seniors and individuals with disabilities, and to enhance the vibrancy and quality of life in Maryland's communities through neighborhood revitalization. The Neighborhood Revitalization Program, the largest General Fund supported program, is \$38 million in total funds and \$9.7 million in general funds for FY 2008. This program manages and administers financial assistance programs that expand housing, commercial activities and social services.

Nearly 73 percent, or \$203.1 million, of DHCD's total budget is dedicated to federal grant programs that directly support affordable housing opportunities. The primary federal grant program, Section 8 Housing Contract Administration, provides \$158 million to ensure quality housing units are maintained for Maryland's neediest citizens.

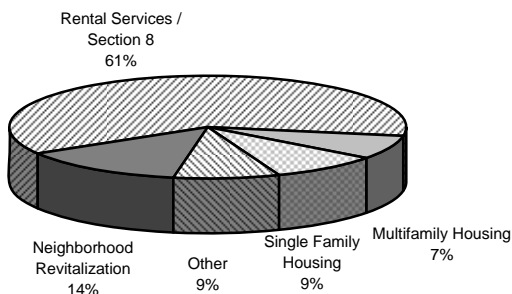
DHCD is effectively leveraging its special and federal funding to provide quality services to Maryland citizens and communities. As a result, DHCD has almost entirely

eliminated its dependence on State General Funds for operations. The \$3.4 million non-PAYGO General Fund operating budget represents one percent of DHCD's FY 2008 Budget.

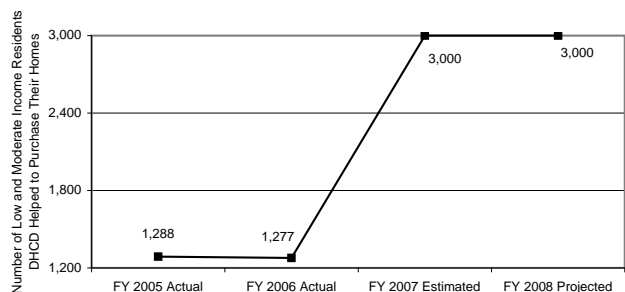
The FY 2008 Capital Budget allowance totals \$65.4 million for housing and revitalization loan programs in accordance with the Capital Improvement Plan. This amount includes \$7 million from General Obligation Bonds which are reflected in the Capital Budget. Included is \$8 million for the Community Legacy Program, \$16.8 million for Rental Housing Programs, \$10 million for the Community Development Block Grant Program, \$7.6 million of Homeownership Programs, \$8 million for the Partnership Rental Housing Program and \$8 million for Special Loan Programs. These funding levels maintain the State's commitment to the critical need for workforce/affordable housing and investment in our older communities.

The FY 2008 budget also includes \$700,000 to fund the Bridge Subsidy Demonstration Program for individuals with disabilities, one of the eight recommendations of the Commission on Housing Policy. Operated in conjunction with the Department of Disabilities, this program will provide critical short-term rental assistance for a segment of Maryland's citizens with disabilities population while they await a more permanent solution from the Section 8 Housing Choice Voucher Program.

Expenditures



DHCD Is Helping Maryland's Workforce Buy Homes



| THREE YEAR SUMMARY                              | FY06         | FY07          | FY08         | Change        |
|---|--------------|---------------|--------------|---------------|
|   | Actual       | Appropriation | Allowance    | FY08-07       |
| <b>APPROPRIATIONS: (in millions of dollars)</b> |              |               |              |               |
| General Funds                                   | 3.9          | 43.4          | 15.1         | -65.1%        |
| Special Funds                                   | 56.0         | 60.2          | 58.6         | -2.6%         |
| Federal Funds                                   | 192.7        | 235.7         | 203.1        | -13.8%        |
| Reimbursable Funds                              | 1.1          | 2.9           | 1.0          | -66.0%        |
| <b>Total</b>                                    | <b>253.6</b> | <b>342.3</b>  | <b>277.9</b> | <b>-18.8%</b> |
| <b>EXPENDITURES: (in millions of dollars)</b>   |              |               |              |               |
| Office of the Secretary                         | 8.5          | 8.6           | 8.3          | -3.2%         |
| Division of Credit Assurance                    | 4.8          | 7.0           | 5.4          | -23.3%        |
| Division of Historical and Cultural Programs    | 1.4          | 0.0           | 0.0          | n/a           |
| Division of Neighborhood Revitalization         | 26.2         | 44.1          | 38.0         | -13.8%        |
| Division of Development Finance                 | 205.5        | 274.5         | 218.1        | -20.5%        |
| Division of Information Technology              | 2.4          | 2.9           | 2.8          | -4.7%         |
| Division of Finance and Administration          | 4.8          | 5.2           | 5.4          | 2.3%          |
| <b>Total</b>                                    | <b>253.6</b> | <b>342.3</b>  | <b>277.9</b> | <b>-18.8%</b> |
| <b>POSITIONS:</b>                               |              |               |              |               |
| Authorized                                      | 317.9        | 315.9         | 316.0        | 0.1           |
| Contractual                                     | 53.5         | 39.5          | 39.5         | 0.0           |
| <b>Total</b>                                    | <b>371.4</b> | <b>355.4</b>  | <b>355.5</b> | <b>0.1</b>    |

| PERFORMANCE MEASURES   | FY 2006 | FY 2007   | FY 2008   |
|--|---------|-----------|-----------|
|  | Actual  | Estimated | Projected |
| Active Single Family/Multifamily Bond-Financed Loans                                 | 12,213  | 13,500    | 15,000    |
| Number of Small Businesses Assisted with DHCD Funds                                  | 17      | 20        | 25        |
| Number of Communities DHCD Provided Technical Assistance to Help with Revitalization | 70      | 75        | 80        |
| Number of Affordable Units in Rental Housing Projects Going to Initial Closing       | 2,940   | 3,600     | 3,600     |
| Number of Low and Moderate-Income Residents DHCD Helped to Purchase their Homes      | 1,277   | 3,000     | 3,000     |
| DHCD's (CDA) Bond Rating on June 30 of each year                                     | Aa      | Aa        | Aa        |

Totals and percentages may not add due to rounding.

# Department of Human Resources

Governor O'Malley's fiscal year 2008 budget for the Department of Human Resources (DHR) totals \$1.73 billion, an increase of \$45.5 million or 2.6 percent above the fiscal year 2007 appropriation. The increase is attributed mainly to \$37.1 million in additional funding for cash assistance payments and an additional \$7.1 million for Foster Care maintenance payments.

DHR administers the State's child welfare, family investment and child support programs through its 24 Local Departments of Social Services (LDSS). The agency's largest General Fund expense is \$353.1 million for Foster Care maintenance payments, which support children in out-of-home placements. The increase of \$7.1 million in Foster Care costs includes \$2.5 million for raises in monthly grants to family foster homes and an additional \$1 million to purchase additional services that would allow for better placement options for children.

Four additional social services positions, costing \$207,133, are provided for the Office of Licensing and Monitoring to improve DHR's review of group homes' practices and compliance with State regulations. The budget also provides \$400,000 for training the LDSS in family-centered delivery of services to prevent out-of-home placements. Finally, the Baltimore City Department of Social Services receives \$1.3 million to institute a program of medical services for children in out-of-home placements.

DHR's Family Investment Administration provides oversight for various forms of assistance benefits to needy

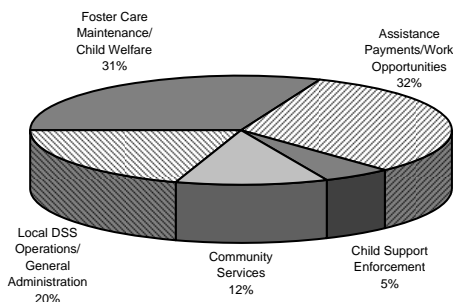
families with children. The Local Department Operation budget of \$1.4 billion includes \$501.7 million in assistance benefits including an increase of \$10.7 million in Temporary Cash Assistance (TCA) payments and \$23.8 million more in Food Stamp payments. The Work Opportunities Program, which provides job training and placement to TCA clients as required under the Temporary Assistance to Needy Families (TANF) program, receives \$1.4 million to make system modifications to accommodate increased federal work requirements passed in 2006.

The Child Support Enforcement Administration oversees \$94.3 million, including \$1.6 million and 38 new positions for Prince George's County child support enforcement office. An additional \$1 million has been provided for a non-custodial parent employment program to assist parents unable to make child support payments.

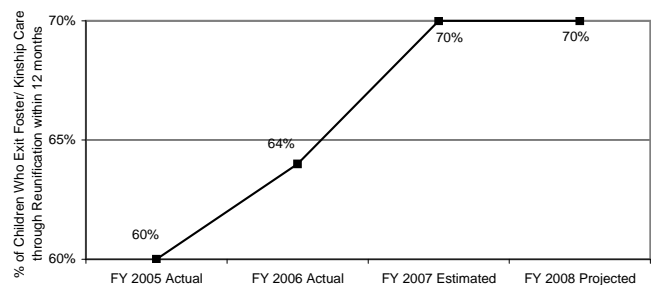
The Community Services Administration offers services to vulnerable adults, including energy subsidies, refugee assistance, adult protective services and victim assistance. It also manages the legal contracts that provide representation to children in need of assistance (CINA). The FY 2008 budget is \$157.9 million, slightly above the FY 2007 appropriation. In addition, \$26.5 million from the Dedicated Purpose Fund is budgeted to replace emergency federal funds and maintain adequate funding in FY 2008 for home energy programs.

The Office of Technology for Human Services receives an additional \$5.6 million to cover the annual cost of its vendor contract for data processing, web hosting and maintenance.

Expenditures



More Children in Foster Care are Returning to Their Families within 1 Year of Placement



POSITIONS: 7,189.5

BUDGET: \$1.7 BILLION  
6% OF THE STATE BUDGET

| THREE YEAR SUMMARY                              | FY06<br>Actual | FY07<br>Appropriation | FY08<br>Allowance | Change<br>FY08-07 |
|---|----------------|-----------------------|-------------------|-------------------|
| <b>APPROPRIATIONS: (in millions of dollars)</b> |                |                       |                   |                   |
| General Funds                                   | 550.9          | 573.5                 | 576.3             | 0.5%              |
| Special Funds                                   | 72.0           | 78.0                  | 94.5              | 21.1%             |
| Federal Funds                                   | 991.6          | 1,024.3               | 1,054.5           | 3.0%              |
| Reimbursable Funds                              | 13.1           | 4.3                   | 0.4               | -91.2%            |
| <b>Total</b>                                    | <b>1,627.6</b> | <b>1,680.1</b>        | <b>1,725.6</b>    | <b>2.7%</b>       |
| <b>EXPENDITURES: (in millions of dollars)</b>   |                |                       |                   |                   |
| Office of the Secretary                         | 12.8           | 18.7                  | 13.1              | -29.9%            |
| Social Services Administration                  | 18.9           | 30.6                  | 31.0              | 1.3%              |
| Community Services Administration               | 130.3          | 157.5                 | 157.9             | 0.3%              |
| Child Care Administration                       | 0.7            | 0.0                   | 0.0               | n/a               |
| Operations Office                               | 24.0           | 23.5                  | 24.7              | 5.1%              |
| Office of Technology for Human Services         | 55.0           | 65.3                  | 64.9              | -0.6%             |
| Local Department Operations                     | 1,318.8        | 1,304.9               | 1,354.2           | 3.8%              |
| Child Support Enforcement Administration        | 41.9           | 50.9                  | 51.3              | 0.8%              |
| Family Investment Administration                | 25.1           | 28.7                  | 28.4              | -1.1%             |
| <b>Total</b>                                    | <b>1,627.6</b> | <b>1,680.1</b>        | <b>1,725.6</b>    | <b>2.7%</b>       |
| <b>POSITIONS:</b>                               |                |                       |                   |                   |
| Authorized                                      | 7,005.4        | 7,021.4               | 7,054.4           | 33.0              |
| Contractual                                     | 70.5           | 136.1                 | 135.1             | -1.0              |
| <b>Total</b>                                    | <b>7,075.9</b> | <b>7,157.5</b>        | <b>7,189.5</b>    | <b>32.0</b>       |

| PERFORMANCE MEASURES                                      | FY 2006<br>Actual | FY 2007<br>Estimated | FY 2008<br>Projected |
|---|-------------------|----------------------|----------------------|
| Public Assistance Caseload (AFDC/TANF)                    | 57,589            | 56,461               | 52,250               |
| Foster Care & Subsidized Adoption Average Caseload        | 13,956            | 14,731               | 15,288               |
| Number of Children Adopted                                | 595               | 900                  | 900                  |
| Percent of Current Child Support Paid                     | 64%               | 65%                  | 66%                  |
| Job Retention Rate of Temporary Cash Assistance Customers | 78%               | 75%                  | 75%                  |
| Number of Eligible Households Enrolled in USPP            | 74,647            | 89,500               | 101,500              |

Totals and percentages may not add due to rounding.

# Department of Juvenile Services

The fiscal year 2008 budget for the Department of Juvenile Services (DJS) totals \$238 million, a decrease of \$900,000 or 0.4 percent from the fiscal year 2007 appropriation. The decrease is attributed to the elimination of funding for one-time initiatives from the Department's base budget.

In the FY 2008 budget, DJS resources are dedicated to innovative approaches to non-residential and community services, the improvement of behavioral health assessments and services, and the expansion of short-term program capacity. In addition, funds support the replacement of specific educational facilities, the addition of education program staff to facilitate communication between local public schools and detention centers, and the improvement of basic operating infrastructure with funding for increased contract costs, facility maintenance and information technology.

The Governor's budget provides \$1.1 million in additional funding to improve the quality of substance abuse services, behavioral health assessments and services delivered to youth at Cheltenham and the Charles H. Hickey, Jr. School. The budget also invests additional General Fund support in the Meadow Mountain Youth Center substance abuse program. In addition, \$1.3 million is dedicated to non-residential, community-based sex offender treatment, an increase of \$617,964 over the prior year. Treatment is focused on reducing the recidivism rate for sexual and other offenders.

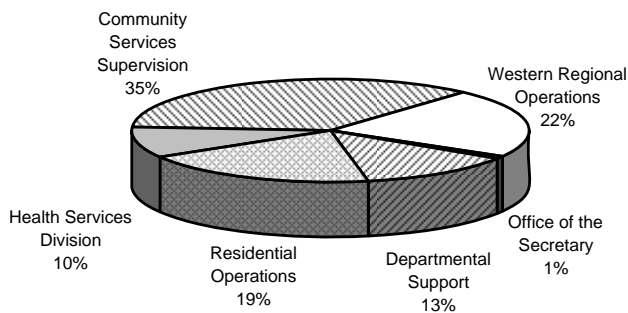
The Department is focused on improving educational opportunities for children in its custody. The Governor's budget contains funding for three Education Record Specialists dedicated to retrieving and exchanging education records and convening Individual Education Plan (IEP) meetings. Funding for the lease-purchase of a re-locatable education facility at the Alfred E. Noyes Center in Montgomery County is also included in the Department's budget.

The FY 2008 budget dedicates \$395,890 and 10 positions to expand capacity at the Backbone Mountain Youth Center. This includes a short-term Re-Direct Program to provide services to youth who are adjudicated delinquent, are committed to DJS custody, and require a moderate level of security.

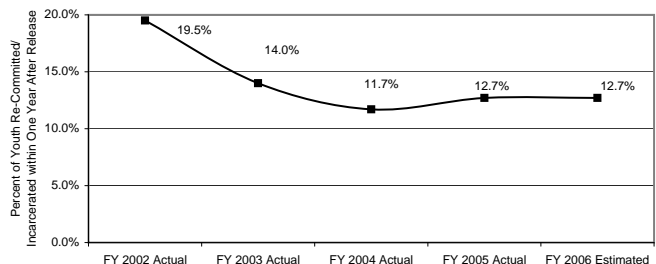
The Governor's budget directs an additional \$1 million to cover the increasing cost of delivering services at the Sykesville Structured Shelter Care Facility and the O'Farrell Center. Sykesville is a shelter care home for up to ten females aged 12 to 18. The O'Farrell Center is a 48-bed State-owned secure group home in Carroll County.

An additional \$990,000 is provided in the FY 2008 budget to address a backlog of maintenance projects at DJS facilities. These projects are needed to reduce safety, health, and security hazards, to comply with federal agreements, and to address Juvenile Justice monitoring findings.

Expenditures



Recidivism Has Decreased





POSITIONS: 2,233.0

BUDGET: \$238.0 MILLION  
1% OF THE STATE BUDGET

**THREE YEAR SUMMARY**

|   | FY06<br>Actual | FY07<br>Appropriation | FY08<br>Allowance | Change<br>FY08-07 |
|---|----------------|-----------------------|-------------------|-------------------|
| <b>APPROPRIATIONS: (in millions of dollars)</b> |                |                       |                   |                   |
| General Funds                                   | 197.3          | 216.6                 | 222.7             | 2.8%              |
| Special Funds                                   | 2.2            | 4.1                   | 0.2               | -95.1%            |
| Federal Funds                                   | 14.2           | 15.0                  | 14.7              | -1.8%             |
| Reimbursable Funds                              | 0.8            | 3.1                   | 0.4               | -85.7%            |
| <b>Total</b>                                    | <b>214.5</b>   | <b>238.9</b>          | <b>238.0</b>      | <b>-0.4%</b>      |

**EXPENDITURES: (in millions of dollars)**

|                                |              |              |              |              |
|--------------------------------|--------------|--------------|--------------|--------------|
| Office of the Secretary        | 1.3          | 4.6          | 2.1          | -54.1%       |
| Departmental Support           | 25.8         | 29.6         | 30.6         | 3.5%         |
| Residential Operations         | 47.1         | 46.2         | 45.7         | -1.1%        |
| Health Services Division       | 18.3         | 22.4         | 23.5         | 5.1%         |
| Community Services Supervision | 78.1         | 87.9         | 84.5         | -3.8%        |
| Western Regional Operations    | 43.9         | 48.3         | 51.5         | 6.8%         |
| <b>Total</b>                   | <b>214.5</b> | <b>238.9</b> | <b>238.0</b> | <b>-0.4%</b> |

**POSITIONS:**

|              |                |                |                |            |
|--------------|----------------|----------------|----------------|------------|
| Authorized   | 2,080.8        | 2,079.8        | 2,088.8        | 9.0        |
| Contractual  | 177.5          | 144.2          | 144.2          | 0.0        |
| <b>Total</b> | <b>2,258.3</b> | <b>2,224.0</b> | <b>2,233.0</b> | <b>9.0</b> |

**PERFORMANCE MEASURES**

|  | FY 2006<br>Actual | FY 2007<br>Estimated | FY 2008<br>Projected |
|--|-------------------|----------------------|----------------------|
| Average Daily Population in Residential Programs           | 1,728             | 1,667                | 1,749                |
| Average Monthly Number of Youth under Informal Supervision | 2,448             | 2,458                | 2,468                |
| Average Monthly Number of Youth on Probation               | 6,568             | 6,593                | 6,618                |
| Average Monthly Number of Youth in Aftercare               | 2,889             | 2,914                | 2,939                |
| % of Youth with No New Charges while on                    |                   |                      |                      |
| Community Detention/Electronic Monitoring                  | 96%               | 98%                  | 98%                  |
| % of Youth Admitted to DJS Residential Placement           |                   |                      |                      |
| Who Received a Substance Abuse Screening                   | 93%               | 98%                  | 100%                 |
| % of Youth Admitted to DJS Residential Placement           |                   |                      |                      |
| Who Received a Mental Health Screening                     | 78%               | 85%                  | 100%                 |
| % of Youth Admitted to DJS Residential Placement           |                   |                      |                      |
| Who Received a Physical Performed by a Physician           | 76%               | 85%                  | 100%                 |

Totals and percentages may not add due to rounding.

# Department of Labor, Licensing & Regulation

The fiscal year 2008 budget for the Department of Labor, Licensing, and Regulation (DLLR) totals \$168.1 million, a decrease of \$17 million or 9.2 percent below the fiscal year 2007 appropriation. The decrease is attributable to a significant decline in federal fund revenues to support workforce training and grants in the Division of Workforce Development.

The Division of Financial Regulation's fiscal year 2008 budget totals \$7.2 million, an increase of \$337,840 or 4.9 percent more than the fiscal year 2007 appropriation. The Commissioner of Financial Regulation supervises and conducts examinations of depository and non-depository financial institutions. The budget includes an additional \$262,000 to support operating costs required to license 12,000 additional mortgage originators/loan officers.

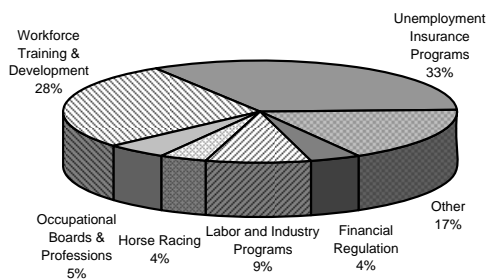
Unemployment Insurance is the Department's largest program with a FY 2008 budget of \$55.8 million, a decrease of \$4.9 million and 8.1 percent from FY 2007. The division administers federally funded unemployment insurance programs. Its budget includes \$9 million in Reed Act Funds to offset the revenue shortfall in federal funds. Reed Act Funds represent surplus collections from the federal unemployment tax. The division also receives a \$10 million deficiency appropriation of Reed Act Funds in fiscal year 2007. The funds will be used to cover administrative costs related to the Unemployment Insurance Program.

The budget for the Division of Labor and Industry totals \$14.1 million, an increase of \$663,720 or 4.9 percent from the FY 2007 appropriation. The Commissioner of Labor and Industry is responsible for administration of programs that include Employment Standards, Railroad Safety and Health, Safety Inspections, Prevailing Wage, and Occupational Safety and Health. Funding for seven new positions is included in the budget to conduct an increased number of amusement ride, elevator, boiler and pressure vessel inspections as required by law.

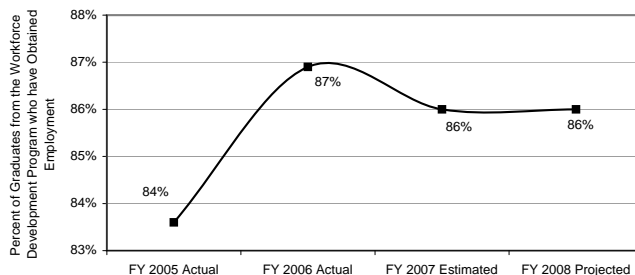
The Division of Workforce Development's budget totals \$47 million, a decrease of \$11.7 million or 20 percent from FY 2007. The decrease is mainly due to Federal Fund grants to local workforce investment boards that decreased by over \$12.3 million. The division has oversight responsibility for implementation and administration of the workforce programs.

Other programs in the Department of Labor, Licensing, and Regulation include the Divisions of Racing and Occupational and Professional Licensing. The 2008 budget for the Division of Racing totals \$6.9 million, including \$3.5 million for Racetrack Operations. The Division of Occupational and Professional Licensing's fiscal year 2008 budget totals \$8.2 million. The division regulates 21 business occupations and professions.

Expenditures



Maryland's Adults Are Finding Employment with DLLR's Help



POSITIONS: 1,657.4

BUDGET: \$168.1 MILLION  
1% OF THE STATE BUDGET

| THREE YEAR SUMMARY                                  | FY06<br>Actual            | FY07<br>Appropriation        | FY08<br>Allowance            | Change<br>FY08-07 |
|---|---------------------------|------------------------------|------------------------------|-------------------|
| <b>APPROPRIATIONS: (in millions of dollars)</b>     |                           |                              |                              |                   |
| General Funds                                       | 16.7                      | 16.2                         | 16.0                         | -1.5%             |
| Special Funds                                       | 21.6                      | 25.9                         | 37.9                         | 46.3%             |
| Federal Funds                                       | 122.6                     | 136.2                        | 107.5                        | -21.1%            |
| Reimbursable Funds                                  | 1.8                       | 6.8                          | 6.7                          | -0.9%             |
| <b>Total</b>  | <b>162.7</b>              | <b>185.2</b>                 | <b>168.1</b>                 | <b>-9.2%</b>      |
| <b>EXPENDITURES: (in millions of dollars)</b>       |                           |                              |                              |                   |
| Office of the Secretary                             | 13.3                      | 12.1                         | 11.1                         | -8.8%             |
| Division of Administration                          | 15.9                      | 18.0                         | 17.9                         | -0.7%             |
| Division of Financial Regulation                    | 5.8                       | 6.9                          | 7.2                          | 4.9%              |
| Division of Labor and Industry                      | 11.8                      | 13.5                         | 14.1                         | 4.9%              |
| Division of Racing                                  | 6.1                       | 6.9                          | 6.9                          | 0.3%              |
| Division of Occupational and Professional Licensing | 7.4                       | 8.3                          | 8.2                          | -2.3%             |
| Division of Workforce Development                   | 52.7                      | 58.7                         | 47.0                         | -20.0%            |
| Division of Unemployment Insurance                  | 49.5                      | 60.8                         | 55.8                         | -8.1%             |
| <b>Total</b>  | <b>162.7</b>              | <b>185.2</b>                 | <b>168.1</b>                 | <b>-9.2%</b>      |
| <b>POSITIONS:</b>                                   |                           |                              |                              |                   |
| Authorized  | 1,459.6                   | 1,474.6                      | 1,480.2                      | 5.6               |
| Contractual   | 201.7                     | 191.3                        | 177.2                        | -14.1             |
| <b>Total</b>  | <b>1,661.2</b>            | <b>1,665.8</b>               | <b>1,657.4</b>               | <b>-8.5</b>       |
| <b>PERFORMANCE MEASURES</b>                         |                           |                              |                              |                   |
|   | <b>FY 2006<br/>Actual</b> | <b>FY 2007<br/>Estimated</b> | <b>FY 2008<br/>Projected</b> |                   |
| Serious Incidents - Amusement Rides                 | 8                         | 5                            | 6                            |                   |
| Serious Incidents - Boilers and Pressure Vessels    | 3                         | 4                            | 4                            |                   |
| Serious Incidents - Elevators                       | 11                        | 15                           | 15                           |                   |
| Licensing Complaints Received                       | 2,525                     | 3,100                        | 3,100                        |                   |
| Licensing Complaint Resolution Within 60 Days       | 76%                       | 68%                          | 68%                          |                   |
| Regulated Depository Institutions                   | 73                        | 83                           | 83                           |                   |
| Regulated Non-depository Institutions               | 8,338                     | 21,340                       | 23,780                       |                   |

Totals and percentages may not add due to rounding.

# Department of Natural Resources

The fiscal year 2008 budget for the Department of Natural Resources (DNR) totals \$429.6 million, a decrease of 15.2% from the fiscal year 2007 appropriation. The decrease is primarily attributed to a decline in transfer tax revenues available for land acquisition. Funding for most operating department programs is increasing slightly, which will enable DNR to further fulfill its mission of resource conservation.

The Department is responsible for the protection, enhancement, and balanced use of Maryland's natural resources. DNR directs and coordinates the major portion of Chesapeake Bay restoration activities; manages State forests, parks, and wildlife; regulates hunting, fishing, and boating; and administers large-scale land conservation programs, including Program Open Space, as well as waterway improvement and shore erosion control programs.

The Governor's budget provides \$34.2 million for Chesapeake Bay and watershed programs. This includes continuing funding for the multi-agency Corsica River targeted watershed restoration project. DNR will continue to be a leader in restoring the Corsica watershed project during FY 2008 (including wastewater treatment, oyster restoration, wetland restoration, cover crops, small grain enhancement, and forest buffers.)

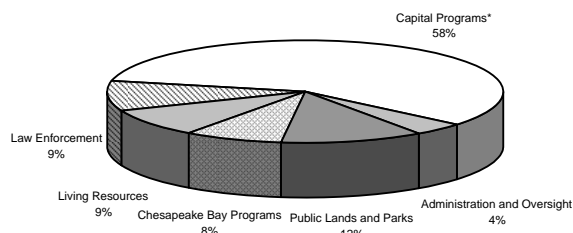
The Natural Resources Police receives \$40.5 million to protect the State's natural resources and citizens by enforcing conservation and boating laws and by acting as a primary search and rescue agency on Maryland

waters. The Department also serves as the maritime homeland security agency for the State. This amount includes \$250,000 in additional General Funds to support ongoing operations and \$75,000 to cover training and equipment costs for new officers.

In FY 2008, Maryland will continue to acquire open space for State parks and natural resource areas, as well as local park land through Program Open Space (POS) and other land preservation programs. The budget includes \$113.1 million for State and \$97.1 million for local POS activities. The budget also includes \$33.1 million to support operations of Maryland State Parks, which will continue to provide diverse outdoor recreational opportunities for Maryland's citizens and visitors.

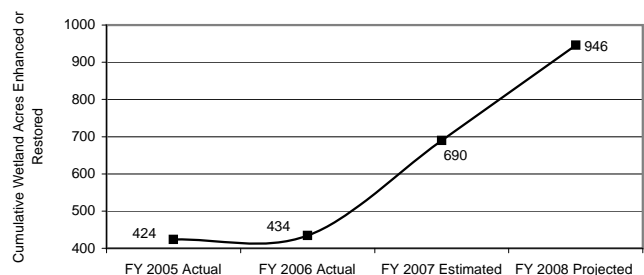
Programs associated with the conservation of living resources receive \$38 million. This funding allows DNR to continue its efforts in preserving sustainable forest ecosystems; conserving the State's wildlife species and habitats; controlling invasive species; and restoring and managing fish populations. These activities sustain recreational fishing and hunting communities, promote resource-based industries, and preserve sustainable ecosystems for current and future generations of Marylanders. In FY 2008, an additional \$250,000 in General Funds is provided for the Wildlife and Heritage Service. This funding will offset declining fee revenues and support DNR's work to preserve and restore endangered and threatened species.

Expenditures



\* Includes Program Open Space and other capital programs.

Enhanced/Restored Wetlands Acreage Is Increasing



POSITIONS: 1,786.4

BUDGET: \$429.6 MILLION  
1% OF THE STATE BUDGET

| THREE YEAR SUMMARY                              | FY06<br>Actual | FY07<br>Appropriation | FY08<br>Allowance | Change<br>FY08-07 |
|---|----------------|-----------------------|-------------------|-------------------|
| <b>APPROPRIATIONS: (in millions of dollars)</b> |                |                       |                   |                   |
| General Funds                                   | 65.3           | 75.9                  | 81.4              | 7.2%              |
| Special Funds                                   | 186.7          | 396.4                 | 312.1             | -21.3%            |
| Federal Funds                                   | 25.1           | 28.4                  | 27.1              | -4.6%             |
| Reimbursable Funds                              | 5.6            | 5.8                   | 9.1               | 57.2%             |
| <b>Total</b>                                    | <b>282.6</b>   | <b>506.5</b>          | <b>429.6</b>      | <b>-15.2%</b>     |
| <b>EXPENDITURES: (in millions of dollars)</b>   |                |                       |                   |                   |
| Office of the Secretary                         | 12.9           | 15.6                  | 13.7              | -12.3%            |
| Forestry Service                                | 10.7           | 11.2                  | 11.5              | 2.7%              |
| Wildlife and Heritage Service                   | 9.0            | 9.2                   | 9.5               | 3.4%              |
| Maryland Park Service                           | 29.4           | 33.1                  | 33.1              | 0.0%              |
| Capital Grants and Loan Administration          | 126.9          | 333.8                 | 254.8             | -23.7%            |
| Licensing and Registration Service              | 3.5            | 4.0                   | 4.0               | 1.6%              |
| Natural Resources Police                        | 37.2           | 40.1                  | 40.5              | 1.0%              |
| Public Lands Policy and Planning                | 1.2            | 1.3                   | 1.3               | 1.3%              |
| Engineering and Construction                    | 7.0            | 7.1                   | 8.7               | 22.9%             |
| Chesapeake Bay Critical Areas                   | 2.0            | 2.1                   | 2.2               | 4.3%              |
| Resource Assessment Service                     | 17.6           | 18.4                  | 18.9              | 2.8%              |
| Maryland Environmental Trust                    | 1.3            | 1.5                   | 1.3               | -12.0%            |
| Watershed Services                              | 10.2           | 12.8                  | 13.1              | 2.1%              |
| Fisheries Service                               | 13.8           | 16.4                  | 17.0              | 3.4%              |
| <b>Total</b>                                    | <b>282.6</b>   | <b>506.5</b>          | <b>429.6</b>      | <b>-15.2%</b>     |
| <b>POSITIONS:</b>                               |                |                       |                   |                   |
| Authorized                                      | 1,366.5        | 1,368.5               | 1,366.5           | -2.0              |
| Contractual                                     | 345.7          | 373.8                 | 419.9             | 46.2              |
| <b>Total</b>                                    | <b>1,712.2</b> | <b>1,742.3</b>        | <b>1,786.4</b>    | <b>44.2</b>       |

| PERFORMANCE MEASURES                               | FY 2006<br>Actual | FY 2007<br>Estimated | FY 2008<br>Projected |
|--|-------------------|----------------------|----------------------|
| Cumulative Bay Commitments Met                     |                   |                      |                      |
| under the Chesapeake Bay 2000 Agreement            | 43                | 46                   | 46                   |
| Visitors using State Forests & Parks (millions)    | 11.1              | 11.4                 | 11.1                 |
| Sport Fishing Licenses                             | 470,000           | 475,000              | 475,000              |
| Hunting Licenses                                   | 328,712           | 320,000              | 322,000              |
| Miles of Forest Riparian Buffers Established       | 128               | 50                   | 60                   |
| Acres of Wetlands Restored                         | 264               | 150                  | 275                  |
| Cumulative Acres of Green Infrastructure Protected | 800,519           | 850,500              | 900,000              |

Totals and percentages may not add due to rounding.

# Department of Planning

The fiscal year 2008 budget for the Maryland Department of Planning (MDP) totals \$50.9 million of which \$30 million is provided for the Heritage Structure Rehabilitation Tax Credit. This total represents a one-half of one percent decrease (\$244,294) over the fiscal year 2007 appropriation, attributable to personnel cost savings in retirees' health insurance and a reduction in long-term vacant positions.

MDP provides support to State agencies, local governments, and community and environmental organizations in assuring desirable growth. The State's Division of Historical and Cultural Programs, including Maryland's Historical Trust, was integrated into MDP in FY 2006. The Heritage Structure Tax Credit provides income tax credits to qualified capital costs expended in the rehabilitation of certified heritage structures.

The Department's budget includes \$3.5 million for the Planning Services Program. This program is dedicated to effective planning principles such as coordinated land use and transportation planning to support planned growth in Maryland's Priority Funding Areas. Priority Funding Areas are existing communities and places where local governments want State investment to support future growth. The Planning Services Program is involved in many activities to accomplish these objectives,

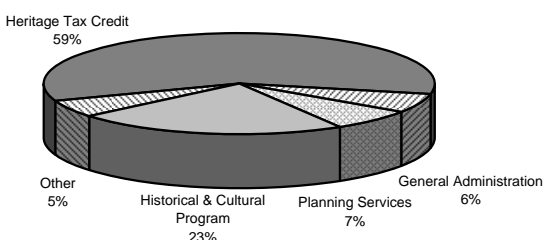
including providing advisory comments on county water and sewer plans, conducting modeling and planning analysis, writing comprehensive plans and ordinances for local governments, and providing other technical assistance to local governments.

Another important MDP program is Planning Data Services, which is budgeted at \$1.8 million. The program develops and maintains critical socioeconomic, cultural, geographic, and parcel and land use data in support of Smart Growth, neighborhood revitalization, and land preservation.

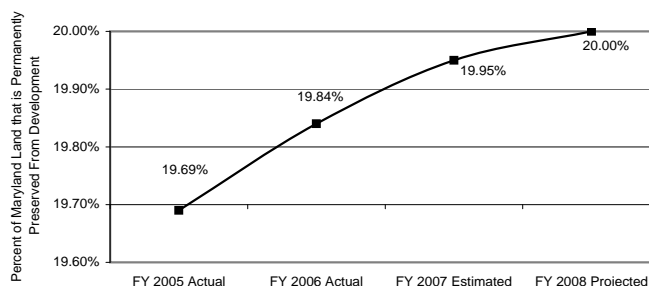
The Maryland Heritage Areas Program receives \$3 million in FY 2008. This funding will assist local communities in increasing the capacity and infrastructure needed to promote, manage, and benefit from tourism, based on the State's rich historical, cultural, and natural resources.

Also included in the budget is \$986,055 for the Department's Communications and Intergovernmental Affairs Program, which includes the State Clearinghouse. The State Clearinghouse serves as the single point of contact for anyone seeking information about applications for Federal and State assistance, Federal and State development projects, and various planning activities.

Expenditures



Twenty Percent of Maryland's Land is Permanently Preserved From Development



POSITIONS: 199.9

BUDGET: \$50.9 MILLION  
 LESS THAN 1% OF THE STATE BUDGET

| THREE YEAR SUMMARY                              | FY06<br>Actual | FY07<br>Appropriation | FY08<br>Allowance | Change<br>FY08-07 |
|---|----------------|-----------------------|-------------------|-------------------|
| <b>APPROPRIATIONS: (in millions of dollars)</b> |                |                       |                   |                   |
| General Funds                                   | 31.0           | 44.8                  | 44.5              | -0.6%             |
| Special Funds                                   | 1.8            | 4.3                   | 4.3               | 0.4%              |
| Federal Funds                                   | 0.9            | 0.8                   | 0.9               | 14.4%             |
| Reimbursable Funds                              | 1.5            | 1.3                   | 1.2               | -7.1%             |
| <b>Total</b>                                    | <b>35.2</b>    | <b>51.2</b>           | <b>50.9</b>       | <b>-0.5%</b>      |
| <b>EXPENDITURES: (in millions of dollars)</b>   |                |                       |                   |                   |
| Administration                                  | 2.8            | 2.9                   | 3.1               | 9.4%              |
| Communications and Intergovernmental Affairs    | 0.9            | 1.0                   | 1.0               | 1.3%              |
| Planning Data Services                          | 1.8            | 1.7                   | 1.8               | 3.7%              |
| Planning Services                               | 3.7            | 3.6                   | 3.5               | -3.1%             |
| Historical and Cultural Programs                | 6.0            | 12.0                  | 11.5              | -4.0%             |
| Heritage Tax Credit                             | 20.0           | 30.0                  | 30.0              | 0.0%              |
| <b>Total</b>                                    | <b>35.2</b>    | <b>51.2</b>           | <b>50.9</b>       | <b>-0.5%</b>      |
| <b>POSITIONS:</b>                               |                |                       |                   |                   |
| Authorized                                      | 184.0          | 187.0                 | 184.0             | -3.0              |
| Contractual                                     | 9.7            | 14.2                  | 15.9              | 1.7               |
| <b>Total</b>                                    | <b>193.7</b>   | <b>201.2</b>          | <b>199.9</b>      | <b>-1.3</b>       |

| PERFORMANCE MEASURES                                       | FY 2006<br>Actual | FY 2007<br>Estimated | FY 2008<br>Projected |
|--|-------------------|----------------------|----------------------|
| Number of Parcel Records Processed and Included on each    |                   |                      |                      |
| Maryland Propertyview Edition Update                       | 2,177,000         | 2,195,000            | 2,215,000            |
| Number of Plans and Proposed Development Projects          |                   |                      |                      |
| Reviewed by the State Clearinghouse                        | 1,137             | 1,269                | 1,268                |
| Number of Comprehensive Plans and Ordinances               |                   |                      |                      |
| Written for Local Governments                              | 6                 | 7                    | 8                    |
| Percent of Statewide Single-Family Residential Parcels     |                   |                      |                      |
| (20 acres or less) Developed inside Priority Funding Areas | 68.4%             | 69.2%                | 70.0%                |

Totals and percentages may not add due to rounding.

# Department of Public Safety & Correctional Services

Governor O'Malley's fiscal year 2008 budget for the Department of Public Safety and Correctional Services (DPSCS) totals \$1.2 billion, an increase of \$42.5 million or 3.7 percent above the fiscal year 2007 appropriation. The increase is the result of additional positions, security expenses, rapidly escalating inmate health care costs, and operating costs for new and expanded sex offender monitoring programs.

The Governor's budget includes \$12.8 million to improve operations and enhance security at correctional institutions. The largest portion of this enhancement is \$6.7 million to hire an additional 155 Correctional Officers to staff security posts essential to the safe and secure operation of correctional institutions. An additional \$6.1 million deficiency is included to upgrade and enhance the security camera systems at the Maryland House of Correction and Jessup Correctional Institution, and to replace correctional officer security equipment at other institutions. An additional \$2 million will be used to hire an additional 46 positions necessary to the operations of the institutions. Among the new positions are 25 Correctional Officers to provide recreational services that reduce idleness and thereby increase security, four Intelligence Officers to enhance the proactive collection of information, ten Maintenance Officers, and seven Chaplains.

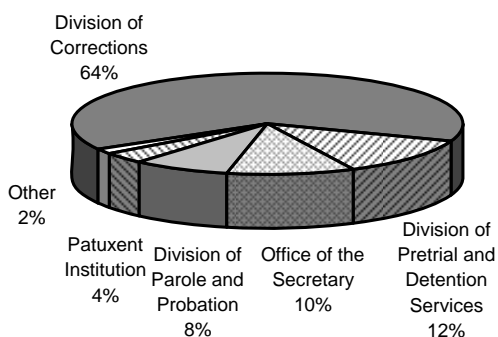
The budget also includes almost \$2 million to enhance the oversight of sexual offenders residing in the State of Maryland. Of this amount, \$997,235 million is for

offender monitoring that includes Global Positioning System supervision, polygraph testing, monitoring the computers of child sex offenders for child pornography, and treatment services. An additional \$984,500 will assist local law enforcement agencies with sex offender registration and expand the State's victim notification system to allow citizens to register and receive notification when a sexual offender moves into their community.

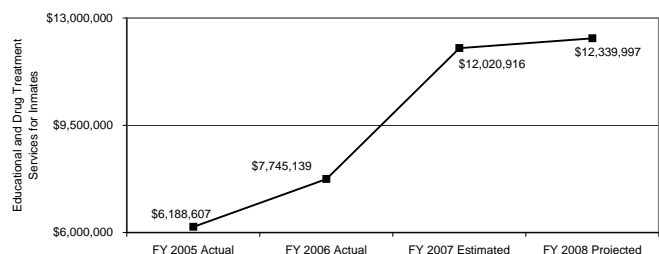
A 2007 deficiency of \$22.5 million and an additional \$4.2 million are included in the FY 2008 budget to contract for inmate medical services in compliance with U.S. Department of Justice medical standards. At \$132.8 million, the cost of providing inmate medical services is one of the largest and fastest growing expenses in the Public Safety budget. It is estimated that the costs of these services will have almost doubled since FY 2005. In recognition of this fact, the budget includes \$500,000 to conduct an analysis of the current model used to deliver inmate medical services. Finally, an additional \$498,185 is recommended to continue a contract for resident substance abuse treatment for which Federal funds are no longer available.

The Public Safety budget also includes funding to implement an expanded Public Safety Officer Death Benefit Program. The program will now provide a death benefit for Maryland residents who were members of the uniformed service of the United States and were killed in the line of duty while serving in the Afghanistan and Iraq conflicts.

Expenditures



Increased Funding for Educational and Drug Treatment Services Will Lower Recidivism Rates





| THREE YEAR SUMMARY                                 | FY06            | FY07             | FY08             | Change       |
|--|-----------------|------------------|------------------|--------------|
|  | Actual          | Appropriation    | Allowance        | FY08-07      |
| <b>APPROPRIATIONS: (in millions of dollars)</b>    |                 |                  |                  |              |
| General Funds                                      | 890.3           | 984.7            | 1,022.3          | 3.8%         |
| Special Funds                                      | 183.2           | 139.5            | 148.2            | 6.2%         |
| Federal Funds                                      | 10.5            | 12.8             | 10.1             | -21.1%       |
| Reimbursable Funds                                 | 11.5            | 8.4              | 7.2              | -14.0%       |
| <b>Total</b>                                       | <b>1,095.5</b>  | <b>1,145.4</b>   | <b>1,187.9</b>   | <b>3.7%</b>  |
| <b>EXPENDITURES: (in millions of dollars)</b>      |                 |                  |                  |              |
| Office of the Secretary                            | 160.1           | 131.4            | 126.4            | -3.8%        |
| Division of Correction Headquarters                | 39.7            | 41.7             | 41.1             | -1.5%        |
| Jessup Region                                      | 106.9           | 113.8            | 115.6            | 1.5%         |
| Baltimore Region                                   | 110.5           | 115.7            | 122.1            | 5.6%         |
| Hagerstown Region                                  | 143.6           | 154.9            | 165.0            | 6.6%         |
| Women's Facilities                                 | 28.9            | 31.9             | 33.3             | 4.4%         |
| Maryland Correctional Pre-Release System           | 61.0            | 67.3             | 71.1             | 5.7%         |
| Eastern Shore Region                               | 77.0            | 84.5             | 92.5             | 9.4%         |
| Western Maryland Region                            | 51.0            | 64.7             | 72.4             | 11.9%        |
| Maryland Correctional Enterprises                  | 41.3            | 45.2             | 47.1             | 4.2%         |
| Maryland Parole Commission                         | 4.5             | 4.9              | 5.1              | 4.1%         |
| Division of Parole and Probation                   | 85.3            | 91.4             | 94.8             | 3.7%         |
| Patuxent Institution                               | 37.8            | 40.7             | 42.3             | 3.9%         |
| Inmate Grievance Office                            | 0.6             | 0.6              | 0.6              | -13.9%       |
| Police and Correctional Training Commissions       | 8.8             | 7.9              | 8.3              | 5.1%         |
| Criminal Injuries Compensation Board               | 5.6             | 6.1              | 6.1              | 0.3%         |
| Maryland Commission on Correctional Standards      | 0.4             | 0.5              | 0.5              | 9.0%         |
| Division of Pretrial and Detention Services        | 132.5           | 142.1            | 143.5            | 1.0%         |
| <b>Total</b>                                       | <b>1,095.5</b>  | <b>1,145.4</b>   | <b>1,187.9</b>   | <b>3.7%</b>  |
| <b>POSITIONS:</b>                                  |                 |                  |                  |              |
| Authorized   | 11,278.5        | 11,502.5         | 11,708.5         | 206.0        |
| Contractual  | 265.7           | 411.5            | 395.5            | -15.9        |
| <b>Total</b>                                       | <b>11,544.2</b> | <b>11,914.0</b>  | <b>12,104.0</b>  | <b>190.1</b> |
| <b>PERFORMANCE MEASURES</b>                        |                 |                  |                  |              |
|  | <b>FY 2006</b>  | <b>FY 2007</b>   | <b>FY 2008</b>   |              |
|  | <b>Actual</b>   | <b>Estimated</b> | <b>Projected</b> |              |
| <b>Average Daily Population:</b>                   |                 |                  |                  |              |
| Correctional Institutions                          | 26,475          | 28,143           | 27,302           |              |
| <b>Active Cases under Supervision:</b>             |                 |                  |                  |              |
| Parole and Probation                               | 49,244          | 48,990           | 48,760           |              |
| <b>Correctional Options:</b>                       |                 |                  |                  |              |
| Intensive Parole/Probation                         | 1,462           | 1,546            | 1,630            |              |
| Boot Camp  | 311             | 350              | 335              |              |
| Home Detention                                     | 260             | 305              | 275              |              |
| <b>Arrestees Processed through Central Booking</b> | <b>95,463</b>   | <b>97,000</b>    | <b>97,000</b>    |              |

Totals and percentages may not add due to rounding.

# Department of State Police

The fiscal year 2008 budget for the Department of State Police totals \$314.8 million, an increase of \$150,545 over the fiscal year 2007 appropriation.

State aid for local law enforcement agencies totals \$65.9 million in FY 2008. Included in this amount is funding for a new supplemental grant to be paid to subdivisions bordering the District of Columbia. In addition, the budget includes a 14.1 percent increase to \$2.3 million for Vehicle Theft Prevention grants to law enforcement agencies and organizations. These grants are used to enhance existing programs, purchase essential equipment for training and technology, and provide treatment and mediation services to vehicle theft offenders and their victims in areas experiencing a high incidence of vehicle thefts.

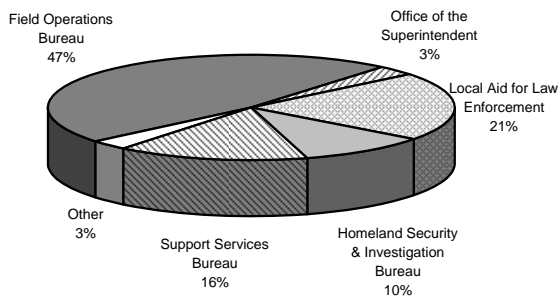
The Governor's budget also allocates \$2.4 million to complete a multi-year program for the installation of mobile data computers in State police vehicles used by field and investigative personnel. The computers allow troopers to quickly access vital information from law enforcement databases while on the road. It is estimated that these computers have helped save over 3,300 hours in calendar year 2005 and 13,500 hours in calendar year

2006. Having more troopers available for patrols has had a tangible benefit – safer roads in Maryland. The number of collisions and traffic fatalities (including alcohol-related fatalities) declined in calendar year 2005 and again in 2006. The Department intends to offer four recruit classes during the year to make sure an adequate number of troopers remain available.

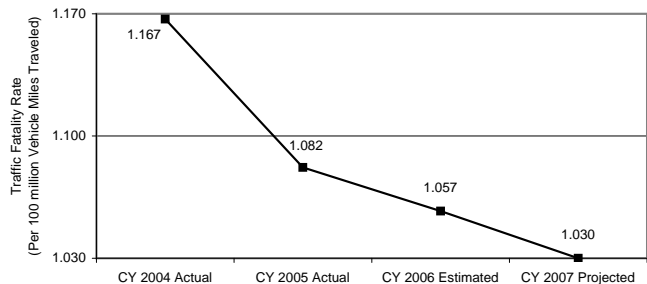
To reduce the backlog of DNA samples awaiting processing, the Forensic Sciences Laboratory will receive an additional \$412,000 in equipment funding and \$107,246 for two more Forensic Scientists. The funds will allow the Laboratory to accelerate its ongoing efforts to reduce the DNA sampling backlogs and to enter analysis results in the Federal DNA sample database.

To coordinate the various technological improvements being developed in a master plan, \$76,229 is provided to hire a Chief Information Technology Officer. The Department intends to implement a new computer-aided dispatch and records management system, replace aging communications infrastructures and create a wide area network for distributing information.

Expenditures



Maryland Roads Are Becoming Safer and the Traffic Fatality Rate Is Declining



POSITIONS: 2,511.7

BUDGET: \$314.8 MILLION  
1% OF THE STATE BUDGET

| THREE YEAR SUMMARY                              | FY06<br>Actual | FY07<br>Appropriation | FY08<br>Allowance | Change<br>FY08-07 |
|---|----------------|-----------------------|-------------------|-------------------|
| <b>APPROPRIATIONS: (in millions of dollars)</b> |                |                       |                   |                   |
| General Funds                                   | 230.6          | 247.8                 | 241.1             | -2.7%             |
| Special Funds                                   | 56.2           | 58.9                  | 66.5              | 13.0%             |
| Federal Funds                                   | 6.6            | 6.4                   | 4.5               | -28.5%            |
| Reimbursable Funds                              | 3.7            | 1.6                   | 2.6               | 60.3%             |
| <b>Total</b>                                    | <b>297.1</b>   | <b>314.6</b>          | <b>314.8</b>      | <b>0.0%</b>       |
| <b>EXPENDITURES: (in millions of dollars)</b>   |                |                       |                   |                   |
| State Police                                    | 221.8          | 243.2                 | 242.1             | -0.5%             |
| Local Police Aid Formula                        | 63.9           | 64.9                  | 65.9              | 1.6%              |
| Fire Prevention Commission and Fire Marshal     | 11.4           | 6.6                   | 6.8               | 2.7%              |
| <b>Total</b>                                    | <b>297.1</b>   | <b>314.6</b>          | <b>314.8</b>      | <b>0.0%</b>       |
| <b>POSITIONS:</b>                               |                |                       |                   |                   |
| Authorized                                      | 2,463.5        | 2,471.5               | 2,474.5           | 3.0               |
| Contractual                                     | 34.5           | 49.0                  | 37.2              | -11.8             |
| <b>Total</b>                                    | <b>2,497.9</b> | <b>2,520.5</b>        | <b>2,511.7</b>    | <b>-8.8</b>       |

## PERFORMANCE MEASURES

|  | CY 2005<br>Actual | CY 2006<br>Estimated | CY 2007<br>Projected |
|--|-------------------|----------------------|----------------------|
| <b>Traffic Safety: *</b>   |                   |                      |                      |
| Traffic Fatality Rate Per 100 million Vehicle Miles Travelled    | 1.082             | 1.057                | 1.030                |
| Traffic Accident Rate Per 100 million Vehicle Miles Travelled    | 180.7             | 176.7                | 173.6                |
| Alcohol-Related Fatality Per 100 million Vehicle Miles Travelled | .361              | .372                 | .358                 |
| Motor Vehicle Citations  | 482,219           | 487,041              | 491,911              |
| Commercial Vehicle Inspections                                   | 75,512            | 78,000               | 81,500               |
| <b>Crime Reduction:*</b>   |                   |                      |                      |
| Part 1 Crime Rate Per 100,000 Population                         | 4,247             | 4,217                | 4,189                |
| Domestic Violence Crime Rate Per 100,000 Population              | 394.5             | 386.9                | 381.0                |
| Firearm Homicide Rate Per 100,000 Population                     | 7.50              | 7.28                 | 7.14                 |
| Vehicle Theft Rate Per 100,000 Vehicle Registrations             | 730.65            | 691.21               | 653.89               |
| <b>Aviation Flights: **</b>                                      |                   |                      |                      |
| Medical Transport  | 6,634             | 6,900                | 6,837                |
| Search and Rescue  | 438               | 500                  | 475                  |
| Law Enforcement and Homeland Security                            | 2,101             | 1,970                | 2,329                |
| Number of Helicopter Operations Flights                          | 9,173             | 9,370                | 9,641                |

\* Performance Measures are expressed in calendar years for traffic safety and crime reduction data.

\*\* Performance Measures are expressed in fiscal years for aviation flight data.

Totals and percentages may not add due to rounding.

# Department of Transportation

The Maryland Department of Transportation (MDOT) fiscal year 2008 Governor's budget totals \$3.9 billion, an increase of \$218 million or 6 percent over the fiscal year 2007 appropriation. Capital projects will account for about 60 percent of the increased funding. Funding for the Washington Metropolitan Area Transit Authority is \$271 million and total funds for debt service are \$128 million in FY 2008.

The State Highway Administration manages the planning, design and construction of over 500 projects ranging from improvements for accessibility to large highway projects such as the Intercounty Connector and the Woodrow Wilson Bridge reconstruction. The FY 2008 budget of \$1.88 billion supports projects designed to relieve congestion, improve safety and expand access.

The Maryland Port Administration will use the 2008 budget of \$230 million to sustain the port's leading rank among all U.S. ports in terms of foreign cargo value as well as amount of automobile and other cargo shipped. Major initiatives at the ports range from channel and berth improvements to redeveloping sites to pursue environmental excellence.

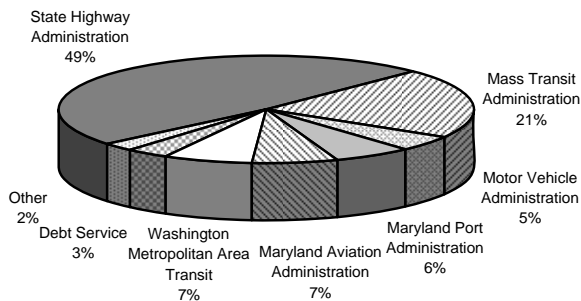
The Maryland Aviation Administration supports activity at Baltimore/Washington International Thurgood Marshall Airport and other state regional airports. The

2008 budget of \$263.8 million will be used for projects that include the baggage screening system for Concourses B and D, baggage claim improvements, airfield pavement improvements, a new air traffic control tower at Martin State Airport, and the expansion of the Hagerstown airport.

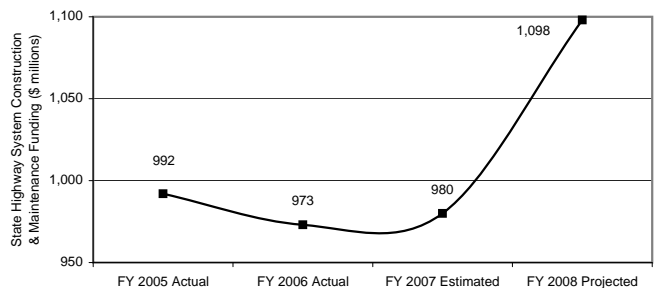
The 2008 budget includes \$180.4 million for the Motor Vehicle Administration (MVA). MVA will continue service quality enhancements by furthering alternative services (internet, kiosk, phone, etc.) to help customers and shorten wait times. Non-English language support services will also be improved.

The Department's budget for the Maryland Transit Administration is \$821.6 million. Funding will support improving on-time performance with a goal of core bus service being on time more than 75 percent of the time. The goal for all other modes of transportation is to be on time more than 90 percent of the time. By providing reliable alternatives to auto use, it is expected that public transportation use will increase from 93.3 million passengers in 2006 to 97.4 million by the end of 2008. The Department's commitment to customer service will continue through the purchase of more than 200 fully accessible buses to serve the needs of those with disabilities and 10 hybrid buses that will use cleaner fuel.

Expenditures



Highway Funding Is Increasing to Meet Maryland's Needs



\*Excludes funds for the Woodrow Wilson Bridge.

POSITIONS: 9,278.9

BUDGET: \$3.9 BILLION  
13% OF THE STATE BUDGET

| THREE YEAR SUMMARY                              | FY06<br>Actual | FY07<br>Appropriation | FY08<br>Allowance | Change<br>FY08-07 |
|---|----------------|-----------------------|-------------------|-------------------|
| <b>APPROPRIATIONS: (in millions of dollars)</b> |                |                       |                   |                   |
| Special Funds                                   | 2,685.3        | 2,837.3               | 3,005.4           | 5.9%              |
| Federal Funds                                   | 860.4          | 819.5                 | 869.5             | 6.1%              |
| Reimbursable Funds                              | 0.0            | 0.0                   | 0.0               | n/a               |
| <b>Total</b>                                    | <b>3,545.7</b> | <b>3,656.8</b>        | <b>3,874.9</b>    | <b>6.0%</b>       |
| <b>EXPENDITURES: (in millions of dollars)</b>   |                |                       |                   |                   |
| The Secretary's Office                          | 325.3          | 360.9                 | 366.9             | 1.7%              |
| Debt Service Requirements                       | 141.2          | 119.9                 | 128.3             | 7.0%              |
| State Highway Administration                    | 1,817.0        | 1,823.6               | 1,883.8           | 3.3%              |
| Maryland Port Administration                    | 168.4          | 228.6                 | 230.2             | 0.7%              |
| Motor Vehicle Administration                    | 148.1          | 164.5                 | 180.4             | 9.6%              |
| Mass Transit Administration                     | 710.1          | 708.1                 | 821.6             | 16.0%             |
| Maryland Aviation Administration                | 235.6          | 251.3                 | 263.8             | 5.0%              |
| <b>Total</b>                                    | <b>3,545.7</b> | <b>3,656.8</b>        | <b>3,874.9</b>    | <b>6.0%</b>       |
| <b>POSITIONS:</b>                               |                |                       |                   |                   |
| Authorized                                      | 9,011.5        | 9,020.5               | 9,096.5           | 76.0              |
| Contractual                                     | 140.5          | 175.9                 | 182.4             | 6.5               |
| <b>Total</b>                                    | <b>9,152.0</b> | <b>9,196.4</b>        | <b>9,278.9</b>    | <b>82.5</b>       |

| PERFORMANCE MEASURES                                     | FY 2006<br>Actual | FY 2007<br>Estimated | FY 2008<br>Projected |
|--|-------------------|----------------------|----------------------|
| Vehicle Titles/Registrations (millions)                  | 5.1               | 5.1                  | 5.2                  |
| MVA Walk-in Transactions (millions)                      | 9.1               | 9.4                  | 9.6                  |
| MVA Alternative Service Delivery Transactions (millions) | 17.3              | 18.8                 | 20.4                 |
| Core Bus Passenger Ridership (millions)                  | 63.5              | 63.2                 | 63.2                 |
| Baltimore Heavy Rail Passenger Ridership (millions)      | 12.9              | 13.0                 | 13.0                 |
| Light Rail Passenger Ridership (millions)                | 5.4               | 7.5                  | 8.5                  |
| Commuter Rail (MARC) Passenger Ridership (millions)      | 7.3               | 7.5                  | 7.7                  |
| BWI Airport Passengers Per Calendar Year (millions)      | 20.7              | 21.2                 | 21.8                 |
| Port Tonnage (General Cargo -- millions)                 | 8.2               | 8.5                  | 8.7                  |
| Percentage of Roadway with Acceptable Ride Quality       | 82%               | 82%                  | 82%                  |

Totals and percentages may not add due to rounding.

# Independent Agencies

## OFFICE OF ADMINISTRATIVE HEARINGS

The Office of Administrative Hearings conducts independent, impartial administrative hearings in contested cases involving the actions of State agencies. The hearings are overseen by Administrative Law Judges who adjudicate questions of fact and law.

|                 | <u>\$ thousands</u> |
|-----------------|---------------------|
| Special Funds   | 48                  |
| Reimbursable    | <u>12,338</u>       |
|                 | 12,386              |
| Change from '07 | 66                  |
|                 | 0.5%                |
|                 | <u>Positions</u>    |
| Authorized      | 123.0               |
| Contractual     | <u>0.5</u>          |
|                 | 123.5               |
| Change from '07 | 0.5                 |

## DEPARTMENT OF AGING

The Department of Aging, in partnership with local Area Agencies on Aging, identifies the needs of the State's elderly and ensures those needs are met through a network of accessible services. Services provided by the Department of Aging include: funding for senior centers, home-delivered and congregate meals, ombudsman advocates for residents of long-term care facilities, in-home assistance services, subsidized assisted-living care, naturally occurring retirement communities and public guardianship.

|                 | <u>\$ thousands</u> |
|-----------------|---------------------|
| General Funds   | 24,214              |
| Special Funds   | 324                 |
| Federal Funds   | <u>26,189</u>       |
|                 | 50,728              |
| Change from '07 | -1,109              |
|                 | -2.1%               |
|                 | <u>Positions</u>    |
| Authorized      | 59.4                |
| Contractual     | <u>5.0</u>          |
|                 | 64.4                |
| Change from '07 | -1.0                |

## STATE ARCHIVES

The State Archives collects and maintains State records of permanent value. In addition, the Archives is responsible for State-owned art collections, including the Peabody and Annapolis collections.

|                 | <u>\$ thousands</u> |
|-----------------|---------------------|
| General Funds   | 2,795               |
| Special Funds   | 7,074               |
| Federal Funds   | <u>152</u>          |
|                 | 10,022              |
| Change from '07 | -1,273              |
|                 | -11.3%              |
|                 | <u>Positions</u>    |
| Authorized      | 46.5                |
| Contractual     | <u>49.1</u>         |
|                 | 95.6                |
| Change from '07 | 2.4                 |

## DEPARTMENT OF ASSESSMENTS AND TAXATION

The Department of Assessments and Taxation conducts the property assessments that form the basis of local and State property tax levies. The department also collects corporate filing fees and other revenues, and administers the homeowners', renters', and urban enterprise zone tax credit programs.

|                 | <u>\$ thousands</u> |
|-----------------|---------------------|
| General Funds   | 107,519             |
| Special Funds   | <u>4,253</u>        |
|                 | 111,772             |
| Change from '07 | -8,239              |
|                 | -6.9%               |
|                 | <u>Positions</u>    |
| Authorized      | 676.0               |
| Change from '07 | -1.6                |

Totals and percentages may not add due to rounding.

## CANAL PLACE PRESERVATION & DEVELOPMENT AUTHORITY

The Authority manages a federal-state-local-private partnership that is developing the area surrounding the C&O Canal in Cumberland to promote community revitalization and economic development. Major activities include construction of festival grounds, development of special events and recreational programming, rewatering the terminus of the C&O Canal and offering interpretive excursions by boat.

|                 | <u>\$ thousands</u> |
|-----------------|---------------------|
| General Funds   | 308                 |
| Special Funds   | 254                 |
|                 | 562                 |
| Change from '07 | -400                |
|                 | -41.6%              |
|                 | <u>Positions</u>    |
| Authorized      | 4.0                 |
| Change from '07 | 0.0                 |

## GOVERNOR'S OFFICE FOR CHILDREN

The Governor's Office for Children provides a coordinated, comprehensive and collaborative approach to prevention, intervention and treatment programs for children and families. The Office works to identify gaps in services, placing special emphasis on at-risk populations whose intensive needs can only be met through coordination among State agencies. The office also works with the local jurisdictions, through the Local Management Boards, to ensure an integrated system of care to support children and families in their homes and communities. The continuum of care on both the State and local levels is designed to achieve the eight critical Child Well-Being Results so all Maryland's children can be successful in life.

|                 | <u>\$ thousands</u> |
|-----------------|---------------------|
| General Funds   | 1,541               |
| Reimbursable    | 366                 |
|                 | 1,907               |
| Change from '07 | -269                |
|                 | -12.4%              |
|                 | <u>Positions</u>    |
| Authorized      | 21.5                |
| Change from '07 | 2.5                 |

## STATE BOARD OF CONTRACT APPEALS

The State Board of Contract Appeals hears and resolves disputes involving the formation and award of State contracts. It also adjudicates disputes relating to the performance, breach, modification and termination of contracts.

|                 | <u>\$ thousands</u> |
|-----------------|---------------------|
| General Funds   | 568                 |
| Change from '07 | -27                 |
|                 | -4.5%               |
|                 | <u>Positions</u>    |
| Authorized      | 5.0                 |
| Change from '07 | 0.0                 |

## OFFICE OF DEAF AND HARD OF HEARING

The Office of Deaf and Hard of Hearing (ODHH) promotes the general welfare of deaf and hard of hearing individuals in the State. It serves as a coordinating agency that reports directly to the Governor's Office and works with various State and private agencies to ensure appropriate delivery of services to all of Maryland's diverse citizens. ODHH serves as an information clearinghouse on issues affecting individuals who are deaf or hard of hearing and advocates for communication access to programs and services. It manages three programs, Awareness Training and Technical Assistance, Constituent Services, and Community Outreach and Education, to promote its mission to provide expertise related to deaf and hard of hearing issues to Maryland citizens and to facilitate their ability to access resources and services.

|                 | <u>\$ thousands</u> |
|-----------------|---------------------|
| General Funds   | 271                 |
| Change from '07 | 10                  |
|                 | 3.8%                |
|                 | <u>Positions</u>    |
| Authorized      | 2.0                 |
| Contractual     | 1.0                 |
|                 | 3.0                 |
| Change from '07 | 0.5                 |

Totals and percentages may not add due to rounding.

## MARYLAND SCHOOL FOR THE DEAF

The Maryland School for the Deaf (MSD) is responsible for the education and personal development of over 400 deaf and hard of hearing school-age children residing in the State of Maryland. The school operates campuses in Frederick and Columbia and the allowance continues funding at the State-mandated formula amount. Programs and services that MSD provides include assessment of hearing, bilingual education, visual media techniques and both career technology and on-the-job training.

|                 | <u>\$ thousands</u> |
|-----------------|---------------------|
| General Funds   | 27,459              |
| Special Funds   | 224                 |
| Federal Funds   | 1,032               |
| Reimbursable    | <u>1,709</u>        |
|                 | 30,424              |
| Change from '07 | 2,367               |
|                 | 8.4%                |
|                 | <u>Positions</u>    |
| Authorized      | 316.5               |
| Contractual     | <u>80.0</u>         |
|                 | 396.5               |
| Change from '07 | 9.8                 |

## STATE BOARD OF ELECTIONS

The State Board of Elections exercises supervision over the conduct of elections by local Boards of Supervisors of Elections. The budget contains funding to support both the uniform statewide voting system and the voter registration system.

|                 | <u>\$ thousands</u> |
|-----------------|---------------------|
| General Funds   | 16,495              |
| Special Funds   | 8,934               |
| Federal Funds   | <u>2,179</u>        |
|                 | 27,608              |
| Change from '07 | -1,896              |
|                 | -6.4%               |
|                 | <u>Positions</u>    |
| Authorized      | 32.5                |
| Contractual     | <u>6.0</u>          |
|                 | 38.5                |
| Change from '07 | 0.0                 |

## MARYLAND INSTITUTE FOR EMERGENCY MEDICAL SERVICES SYSTEMS

The Maryland Institute for Emergency Medical Services (EMS) Systems coordinates all emergency medical services in the State. The Institute works with the State EMS Board to recommend funding for the Shock Trauma Center, Maryland Fire and Rescue Institute, and the Aviation Division of the State Police from the Emergency Medical System Operations Fund. These funds are derived from a specified share of each motor vehicle registration fee, which also supports grants for local fire, rescue and ambulance equipment.

|                 | <u>\$ thousands</u> |
|-----------------|---------------------|
| Special Funds   | 11,308              |
| Federal Funds   | 700                 |
| Reimbursable    | <u>92</u>           |
|                 | 12,100              |
| Change from '07 | 259                 |
|                 | 2.2%                |
|                 | <u>Positions</u>    |
| Authorized      | 94.1                |
| Contractual     | <u>5.8</u>          |
|                 | 99.9                |
| Change from '07 | -0.5                |

## MARYLAND ENERGY ADMINISTRATION

The Energy Administration coordinates the State's energy conservation and management efforts. It manages programs that encourage the use of renewable energy sources and promotes energy efficiency in the industrial, commercial and residential sectors.

|                 | <u>\$ thousands</u> |
|-----------------|---------------------|
| General Funds   | 1,676               |
| Special Funds   | 4,610               |
| Federal Funds   | 1,135               |
| Reimbursable    | <u>109</u>          |
|                 | 7,530               |
| Change from '07 | -231                |
|                 | -3.0%               |
|                 | <u>Positions</u>    |
| Authorized      | 18.0                |
| Change from '07 | 0.0                 |

Totals and percentages may not add due to rounding.



## MARYLAND ENVIRONMENTAL SERVICE

The Maryland Environmental Service provides water supply, wastewater treatment, waste management and other environmental services to State agencies, counties, municipalities and private customers. The off-budget agency derives its revenues from user fees.

|                 |                     |
|-----------------|---------------------|
|                 | <u>\$ thousands</u> |
| Non-budgeted    | 102,553             |
| Change from '07 | -5,931<br>-5.5%     |
|                 | <u>Positions</u>    |
| Authorized      | 681.6               |
| Change from '07 | 50.4                |

## BOARDS, COMMISSIONS AND OFFICES

Boards, Commissions and Offices is comprised of coordinating and advisory units created by legislation or executive order. The Office of Minority Affairs, Office of Service and Volunteerism, State Ethics Commission, State Commission on Criminal Sentencing, Criminal Justice Coordinating Council, Office of Crime Control and Prevention and the State Labor Relations Boards are among the budgeted units.

|                 |                     |
|-----------------|---------------------|
|                 | <u>\$ thousands</u> |
| General Funds   | 28,265              |
| Special Funds   | 2,042               |
| Federal Funds   | 15,863              |
| Reimbursable    | <u>952</u>          |
|                 | 47,123              |
| Change from '07 | -4,292<br>-8.3%     |
|                 | <u>Positions</u>    |
| Authorized      | 87.0                |
| Contractual     | <u>14.4</u>         |
|                 | 101.4               |
| Change from '07 | -1.2                |

## MARYLAND FOOD CENTER AUTHORITY

The Maryland Food Center Authority operates the Maryland Wholesale Produce Market and the Maryland Wholesale Seafood Market in Howard County. An off-budget agency, the authority's revenues are derived from rents, fees and other enterprise revenues.

|                 |                     |
|-----------------|---------------------|
|                 | <u>\$ thousands</u> |
| Non-budgeted    | 3,913               |
| Change from '07 | 8<br>0.2%           |
|                 | <u>Positions</u>    |
| Authorized      | 31.0                |
| Contractual     | <u>1.5</u>          |
|                 | 32.5                |
| Change from '07 | -0.5                |

Totals and percentages may not add due to rounding.

## COMMISSION ON HUMAN RELATIONS

The Commission on Human Relations investigates and resolves cases of discrimination related to employment, housing and public accommodations. In addition the Commission is now responsible for enforcing the State's Procurement -- Commercial Non-Discrimination Policy, effective October 1, 2006 (Senate Bill 897, Chapter 283 of the 2006 Laws of Maryland). The FY 2008 budget includes an additional \$143,000 to support new positions and operating costs.

|                 | <u>\$ thousands</u> |
|-----------------|---------------------|
| General Funds   | 2,811               |
| Federal Funds   | <u>732</u>          |
|                 | 3,543               |
| Change from '07 | -13                 |
|                 | -0.4%               |
|                 | <u>Positions</u>    |
| Authorized      | 45.6                |
| Contractual     | <u>0.5</u>          |
|                 | 46.1                |
| Change from '07 | 2.5                 |

## DEPARTMENT OF DISABILITIES

The Department of Disabilities develops policies to assist Maryland citizens with disabilities, and monitors and assists with the State's compliance with the federal Americans with Disabilities Act. The Department facilitates the alignment of government services and supports people with disabilities with a unified mission. Additionally, focus is placed on standards for consumer direction and assessment of quality. The Department oversees the development and implementation of the State Disabilities Plan in collaboration with all units of State government. The Plan serves as a comprehensive blueprint to improve services, unify policies, and establish performance outcomes to measure quality, quantity, and sustainability over time. The Department's mission is to empower people with disabilities to achieve their personal and professional goals in communities where they live.

|                 | <u>\$ thousands</u> |
|-----------------|---------------------|
| General Funds   | 2,875               |
| Special Funds   | 197                 |
| Federal Funds   | 1,413               |
| Reimbursable    | <u>146</u>          |
|                 | 4,631               |
| Change from '07 | -764                |
|                 | -14.2%              |
|                 | <u>Positions</u>    |
| Authorized      | 25.0                |
| Contractual     | <u>4.0</u>          |
|                 | 29.0                |
| Change from '07 | -1.0                |

## MARYLAND INSURANCE ADMINISTRATION

The Maryland Insurance Administration licenses, examines and audits insurance companies operating in the State. It reviews rates and policies and collects the State insurance premiums tax. The Maryland Health Insurance Plan provides access to affordable health insurance for medically uninsurable and underinsured individuals. The Senior Prescription Drug Assistance Program, which currently serves approximately 39,000 individuals, provides a State subsidy toward out-of-pocket costs for prescription drugs to Medicare beneficiaries at or below 300% of the federal poverty level. The Rate Stabilization Fund is used to pay health care provider medical malpractice rate subsidies and to provide an increase to Medicaid providers.

|                 | <u>\$ thousands</u> |
|-----------------|---------------------|
| Special Funds   | 160,708             |
| Change from '07 | -6,450              |
|                 | -3.9%               |
|                 | <u>Positions</u>    |
| Authorized      | 294.0               |
| Contractual     | <u>10.5</u>         |
|                 | 304.5               |
| Change from '07 | 5.6                 |

Totals and percentages may not add due to rounding.

## STATE LOTTERY AGENCY

The State Lottery Agency manages the Maryland Lottery, which is the third largest source of State General Fund revenue. The agency expects increased sales and revenues from Race Trax, Instant Tickets, Pick 4 and Keno.

|                 | <u>\$ thousands</u> |
|-----------------|---------------------|
| Special Funds   | 57,956              |
| Change from '07 | -493<br>-0.8%       |
|                 | <u>Positions</u>    |
| Authorized      | 172.0               |
| Contractual     | <u>9.5</u>          |
| Change from '07 | 181.5<br>2.0        |

## MILITARY DEPARTMENT

The Military Department includes the Army National Guard, the Air National Guard and the Maryland Emergency Management Agency (MEMA). The department provides the State with highly trained personnel, equipment and facilities capable of protecting life. MEMA works to promote homeland security preparedness, response, and recovery within the State. The Military also has a federal mission to defend the nation and its vital national security.

|                 | <u>\$ thousands</u>       |
|-----------------|---------------------------|
| General Funds   | 15,322                    |
| Special Funds   | 12,124                    |
| Federal Funds   | <u>50,544</u>             |
| Change from '07 | 77,990<br>11,612<br>17.5% |
|                 | <u>Positions</u>          |
| Authorized      | 406.0                     |
| Contractual     | <u>34.5</u>               |
| Change from '07 | 440.5<br>11.0             |

## HISTORIC ST. MARY'S CITY COMMISSION

The Commission administers Historic St. Mary's City, an outdoor history and archaeology museum that preserves, develops, researches and interprets the site of Maryland's first capital. It also develops and utilizes the scenic site for the education, enjoyment and general benefit of the public.

|                 | <u>\$ thousands</u>     |
|-----------------|-------------------------|
| General Funds   | 2,191                   |
| Special Funds   | <u>573</u>              |
| Change from '07 | 2,764<br>-850<br>-23.5% |
|                 | <u>Positions</u>        |
| Authorized      | 36.0                    |
| Contractual     | <u>9.5</u>              |
| Change from '07 | 45.5<br>1.0             |

## MARYLAND AFRICAN AMERICAN MUSEUM CORPORATION

The Maryland African American Museum Corporation oversees the operations of the Reginald F. Lewis Museum of Maryland African American History and Culture which opened in June 2005. The FY 2008 grant to the corporation funds 50 percent of its operating expenditures.

|                 | <u>\$ thousands</u> |
|-----------------|---------------------|
| General Funds   | 2,149               |
| Change from '07 | -565<br>-20.8%      |

Totals and percentages may not add due to rounding.

## OFFICE OF PEOPLE'S COUNSEL

The People's Counsel represents residential consumers of utility services in proceedings before the Public Service Commission, federal agencies and the courts. It is also responsible for informing the public of the transition to competition in utility services and to protect their interests in these competitive markets.

|                 |                     |
|-----------------|---------------------|
|                 | <u>\$ thousands</u> |
| Special Funds   | 2,761               |
| Change from '07 | -412                |
|                 | -13.0%              |
|                 | <u>Positions</u>    |
| Authorized      | 19.0                |
| Change from '07 | 0.0                 |

## COLLEGE SAVINGS PLANS OF MARYLAND

This program provides a means for payment of the cost of tuition in advance of enrollment at any institution of higher education and is based on tuition rates at Maryland public institutions. It is an off-budget agency with its revenue derived from payments received from higher education investment contracts and interest income earned from the investments of the program. Significant State tax benefits are provided to those who purchase contracts.

|                 |                     |
|-----------------|---------------------|
|                 | <u>\$ thousands</u> |
| Non-budgeted    | 2,122               |
| Change from '07 | -95                 |
|                 | -4.3%               |
|                 | <u>Positions</u>    |
| Authorized      | 13.5                |
| Contractual     | <u>0.2</u>          |
|                 | 13.7                |
| Change from '07 | 2.0                 |

## PROPERTY TAX ASSESSMENT APPEALS BOARDS

Appeals Boards in each county and Baltimore City hear appeals in matters related to the assessment of property by the Maryland State Department of Assessments and Taxation. Property assessments made by State assessors may be appealed to the local property tax assessment appeals boards prior to subsequent Maryland Tax Court and State Court appeals.

|                 |                     |
|-----------------|---------------------|
|                 | <u>\$ thousands</u> |
| General Funds   | 931                 |
| Change from '07 | 14                  |
|                 | 1.6%                |
|                 | <u>Positions</u>    |
| Authorized      | 9.0                 |
| Change from '07 | 0.0                 |

## STATE PROSECUTOR

The Office of the State Prosecutor is an independent agency that investigates and, where warranted, prosecutes criminal offenses affecting the honesty and integrity of governmental officials and institutions and the electoral process.

|                 |                     |
|-----------------|---------------------|
|                 | <u>\$ thousands</u> |
| General Funds   | 1,182               |
| Federal Funds   | 123                 |
| Reimbursable    | <u>79</u>           |
|                 | 1,385               |
| Change from '07 | 117                 |
|                 | 9.2%                |
|                 | <u>Positions</u>    |
| Authorized      | 11.0                |
| Contractual     | <u>7.0</u>          |
|                 | 18.0                |
| Change from '07 | 4.0                 |

## MARYLAND PUBLIC BROADCASTING COMMISSION

The Maryland Public Broadcasting Commission (MPBC) operates a network of public television stations across the State. Through traditional public broadcasting and new multimedia technologies MPBC delivers creative programming to educate, entertain and engage all Marylanders. It is also a partner in implementing distance learning to promote education and citizen access.

|                 |                     |
|-----------------|---------------------|
|                 | <u>\$ thousands</u> |
| General Funds   | 10,053              |
| Special Funds   | 13,880              |
| Federal Funds   | <u>3,432</u>        |
|                 | 27,364              |
| Change from '07 | -3,111              |
|                 | -10.2%              |
|                 | <u>Positions</u>    |
| Authorized      | 156.0               |
| Contractual     | <u>17.6</u>         |
|                 | 173.6               |
| Change from '07 | 1.6                 |

Totals and percentages may not add due to rounding.

## PUBLIC DEFENDER

The Office of the Public Defender operates in all twenty-three counties and Baltimore City. The Governor's budget continues support for the Caseload Staff Initiative implemented to develop Maryland-specific caseload standards, reduce caseloads, and deploy an IT case management system.

|                 | <u>\$ thousands</u> |
|-----------------|---------------------|
| General Funds   | 84,621              |
| Special Funds   | 220                 |
| Reimbursable    | <u>952</u>          |
|                 | 85,792              |
| Change from '07 | -435                |
|                 | -0.5%               |
|                 | <u>Positions</u>    |
| Authorized      | 1,018.0             |
| Contractual     | <u>67.4</u>         |
|                 | 1,085.4             |
| Change from '07 | -16.7               |

## PUBLIC SERVICE COMMISSION

The Public Service Commission regulates gas, electric, telephone, water and sewage disposal companies. Also subject to the jurisdiction of the Commission are electricity suppliers, fees for pilotage services to vessels, construction of a generating station and certain common carriers engaged in transportation for hire.

|                 | <u>\$ thousands</u> |
|-----------------|---------------------|
| Special Funds   | 12,853              |
| Change from '07 | -157                |
|                 | -1.2%               |
|                 | <u>Positions</u>    |
| Authorized      | 135.0               |
| Contractual     | <u>9.0</u>          |
|                 | 144.0               |
| Change from '07 | 4.0                 |

## BOARD OF PUBLIC WORKS

The Board of Public Works, comprised of the Governor, Comptroller and Treasurer, reviews and approves major State contracts, State bond issuances and various other government actions. The budget includes various grants, including \$3.1 million for the Maryland Zoo in Baltimore and \$528,000 for the Historic Annapolis Foundation.

|                 | <u>\$ thousands</u> |
|-----------------|---------------------|
| General Funds   | 5,640               |
| Change from '07 | -1,747              |
|                 | -23.6%              |
|                 | <u>Positions</u>    |
| Authorized      | 9.0                 |
| Change from '07 | 0.0                 |

## STATE RETIREMENT AGENCY

The State Retirement Agency manages retirement and pension programs for State employees, teachers, and other eligible government employees. The focus is on administering survivor, disability and retirement benefits of the system's participants. The agency is responsible for ensuring that sufficient assets are available to fund the benefits when due.

|                 | <u>\$ thousands</u> |
|-----------------|---------------------|
| Special Funds   | 22,280              |
| Change from '07 | 264                 |
|                 | 1.2%                |
|                 | <u>Positions</u>    |
| Authorized      | 177.0               |
| Contractual     | <u>29.0</u>         |
|                 | 206.0               |
| Change from '07 | 2.0                 |

Totals and percentages may not add due to rounding.

## INTER-AGENCY COMMITTEE FOR SCHOOL CONSTRUCTION

The Inter-Agency Committee for School Construction (IAC) includes the State Superintendent of Schools, Secretary of General Services and Secretary of Planning. The IAC reviews proposed school construction and renovation projects and makes recommendations to the Board of Public Works for allocating State funding. \$12.5 million is provided for the Aging Schools Program and nearly \$10.3 million for repayments to the Maryland School Technology Program.

|                 | <u>\$ thousands</u> |
|-----------------|---------------------|
| General Funds   | 24,268              |
| Change from '07 | -303<br>-1.1%       |
|                 | <u>Positions</u>    |
| Authorized      | 19.0                |
| Change from '07 | -1.0                |

## MARYLAND STADIUM AUTHORITY

The Stadium Authority manages the operation of Oriole Park at Camden Yards and the M&T Bank football stadium in the Camden Yards complex. Non-budgeted funds reflect rents, fees and other enterprise revenues. General funds include the State's share of debt service and operating costs for convention and conference centers in Baltimore City, Montgomery County and Ocean City. Special funds reflect lottery revenues used for debt service and construction costs on stadium projects.

|                 | <u>\$ thousands</u>     |
|-----------------|-------------------------|
| General Funds   | 14,814                  |
| Special Funds   | 21,500                  |
| Non-budgeted    | <u>33,278</u><br>69,592 |
| Change from '07 | -1,922<br>-2.7%         |
|                 | <u>Positions</u>        |
| Authorized      | 92.8                    |
| Change from '07 | 0.0                     |

## SUBSEQUENT INJURY FUND

The Subsequent Injury Fund provides compensation to injured workers whose disability is increased by a further injury. Without such a fund, employers might not take on the risk of hiring any workers with disabilities. The fund's budget is fully offset by assessments collected from insurance carriers and disability awards.

|                 | <u>\$ thousands</u> |
|-----------------|---------------------|
| Special Funds   | 1,848               |
| Reimbursable    | <u>60</u><br>1,908  |
| Change from '07 | -29<br>-1.5%        |
|                 | <u>Positions</u>    |
| Authorized      | 17.6                |
| Change from '07 | 0.0                 |

## SUPPLEMENTAL RETIREMENT AGENCY

The Supplemental Retirement Agency administers tax-sheltered, deferred compensation and related programs for State employees and teachers. Funds for the agency come from management fees paid by plan participants.

|                 | <u>\$ thousands</u> |
|-----------------|---------------------|
| Special Funds   | 1,392               |
| Change from '07 | 27<br>2.0%          |
|                 | <u>Positions</u>    |
| Authorized      | 14.0                |
| Change from '07 | 0.0                 |

Totals and percentages may not add due to rounding.

## MARYLAND TAX COURT

The Tax Court considers appeals of decisions of State and local government taxing authorities, including the Property Tax Assessment Appeals Board. It provides both taxpayers and the taxing authority with the ability to appeal and obtain a fair and efficient hearing of a final decision, determination or order from any other unit of State or local government regarding any tax issue.

|                 |                     |
|-----------------|---------------------|
|                 | <u>\$ thousands</u> |
| General Funds   | 604                 |
| Change from '07 | -15<br>-2.4%        |
|                 | <u>Positions</u>    |
| Authorized      | 9.0                 |
| Contractual     | 0.6                 |
|                 | 9.6                 |
| Change from '07 | 0.0                 |

## MARYLAND TECHNOLOGY DEVELOPMENT CORPORATION

The Maryland Technology Development Corporation (TEDCO) facilitates the creation and growth of businesses in Maryland through the transfer, development and commercialization of technology. Governor O'Malley has provided \$25 million in TEDCO's budget to administer the Maryland Stem Cell Research Fund. The Fund supports stem cell research and development at Maryland's research universities and private sector research corporations. In addition, TEDCO has generated over \$10 million from federal agencies to support technology transfer and business incubation. Since FY 2002, TEDCO has invested \$3.5 million in 68 completed projects by early stage companies. These companies have gone on to obtain \$133 million in follow-on funding, leveraging State dollars at a ratio of 38:1.

|                 |                     |
|-----------------|---------------------|
|                 | <u>\$ thousands</u> |
| General Funds   | 30,526              |
| Change from '07 | 9,665<br>46.3%      |

## MAJOR INFORMATION TECHNOLOGY DEVELOPMENT PROJECTS FUND

This program is a nonlapsing fund administered by the State Chief Information Officer. The fund is used for major information technology (IT) development projects, education-related IT programs, application-server-provider initiatives and other IT pilot and prototype projects. The FY 2008 allowance is \$9.2 million, which supports ongoing projects such as the Department of Health and Mental Hygiene's Hospital Management Information System, the Department of Assessment and Taxation's Assessments Administration and Valuation System, the Department of Budget and Management's Statewide Personnel System, and a new Electronic Vital Records System for Department of Health and Mental Hygiene.

|                 |                     |
|-----------------|---------------------|
|                 | <u>\$ thousands</u> |
| Special Funds   | 9,194               |
| Change from '07 | -22,221<br>-70.7%   |

## MARYLAND TRANSPORTATION AUTHORITY

The Maryland Transportation Authority oversees Maryland's toll facilities and other authorized revenue projects. The authority operates the Susquehanna River Bridge, Potomac River Bridge, Chesapeake Bay Bridge, Baltimore Harbor Tunnel, John F. Kennedy Memorial Highway, Fort McHenry Tunnel and Francis Scott Key Bridge. It also will play a major role in the development and financing of the Intercounty Connector.

|                 |                     |
|-----------------|---------------------|
|                 | <u>\$ thousands</u> |
| Non-budgeted    | 1,066,576           |
| Change from '07 | 167,745<br>18.7%    |
|                 | <u>Positions</u>    |
| Authorized      | 1,748.0             |
| Change from '07 | 33.0                |

Totals and percentages may not add due to rounding.

## UNINSURED EMPLOYERS' FUND

The Fund provides compensation to injured workers whose employers are not covered by appropriate insurance as required by law. The Fund seeks to recover the benefits and penalties from negligent employers. Its budget is fully offset by assessments imposed by the Workers' Compensation Commission.

|                 |                     |
|-----------------|---------------------|
|                 | <u>\$ thousands</u> |
| Special Funds   | 1,045               |
| Change from '07 | -47                 |
|                 | -4.3%               |
|                 | <u>Positions</u>    |
| Authorized      | 11.0                |
| Change from '07 | 0.0                 |

## UNIVERSITY OF MARYLAND MEDICAL SYSTEM

The University of Maryland Medical System is a private, non-profit hospital corporation affiliated with the University of Maryland School of Medicine. The special fund support is a payment from the Emergency Medical System Operations Fund to aid Shock Trauma Center operations, including \$3.5 million for replacement of equipment as part of a five-year plan to renovate and increase capacity at the Shock Trauma Center. General Funds support the excess uncompensated care and debt service for Montebello at Kernan Hospital.

|                 |                     |
|-----------------|---------------------|
|                 | <u>\$ thousands</u> |
| General Funds   | 3,055               |
| Special Funds   | <u>6,764</u>        |
|                 | 9,819               |
| Change from '07 | 181                 |
|                 | 1.9%                |

## DEPARTMENT OF VETERANS AFFAIRS

The Maryland Department of Veterans Affairs was established to provide enhanced and quality services to Maryland's half-million veterans, their families and their survivors. The department coordinates veterans benefits and oversees the State's military monuments, veterans cemeteries, and the Charlotte Hall Veterans Home. Priority funding areas include the Veterans Service Program, to increase veterans' access to benefits and services; the Veterans Cemeteries Program, to continue upgrading the appearance and capacity of Maryland's veterans cemeteries; and the Charlotte Hall Veterans Home, to allow for an expansion in the number of residents at the facility.

|                 |                     |
|-----------------|---------------------|
|                 | <u>\$ thousands</u> |
| General Funds   | 9,052               |
| Special Funds   | 627                 |
| Federal Funds   | <u>14,291</u>       |
|                 | 23,971              |
| Change from '07 | -2,518              |
|                 | -9.5%               |
|                 | <u>Positions</u>    |
| Authorized      | 66.0                |
| Contractual     | <u>4.4</u>          |
|                 | 70.4                |
| Change from '07 | 0.1                 |

## WORKERS' COMPENSATION COMMISSION

The Commission reviews and adjudicates claims under Maryland's workers' compensation laws. Its budget is fully recovered by assessments imposed on insurance carriers and self-insured employers.

|                 |                     |
|-----------------|---------------------|
|                 | <u>\$ thousands</u> |
| Special Funds   | 13,138              |
| Reimbursable    | <u>30</u>           |
|                 | 13,168              |
| Change from '07 | -630                |
|                 | -4.6%               |
|                 | <u>Positions</u>    |
| Authorized      | 124.0               |
| Contractual     | <u>12.3</u>         |
|                 | 136.3               |
| Change from '07 | -5.5                |

Totals and percentages may not add due to rounding.



# Supporting Local Government

## AID TO LOCAL GOVERNMENTS INCREASES BY 12% IN THE FISCAL YEAR 2008 BUDGET

The fiscal year 2008 budget provides \$6.47 billion in aid to local government – an additional \$709.1 million over 2007. The primary increase, \$680.4 million in aid to public schools, reflects continued funding of the Bridge to Excellence in Public Schools Act, also known as Thornton, enacted during the 2002 Session.

The growth in public school aid reflects increases of \$288.8 million for the foundation program, \$175.8 million for compensatory education, \$120.3 million for teacher retirement benefits, and \$48.8 million for special education programs, including nonpublic placements.

The other major increases in aid to local governments include \$37.8 million for Community Colleges.

### Summary of Aid by Category

(\$ in thousands)

|                               | 2007<br>Appropriation | 2008<br>Allowance | \$<br>Change   | %<br>Change  |
|-------------------------------|-----------------------|-------------------|----------------|--------------|
| <b>Direct Aid</b>             |                       |                   |                |              |
| Primary & Secondary Education | 4,025,322             | 4,585,417         | 560,096        | 13.9%        |
| Libraries                     | 46,240                | 55,192            | 8,952          | 19.4%        |
| Community Colleges            | 188,294               | 221,397           | 33,104         | 17.6%        |
| Transportation                | 562,820               | 573,904           | 11,084         | 2.0%         |
| Public Safety                 | 113,549               | 108,506           | -5,043         | -4.4%        |
| Disparity Grants              | 109,450               | 114,784           | 5,333          | 4.9%         |
| Public Health                 | 63,668                | 66,557            | 2,889          | 4.5%         |
| Natural Resources             | 135,649               | 97,104            | -38,545        | -28.4%       |
| Other                         | 45,128                | 49,032            | 3,904          | 8.7%         |
| <b>Total Direct State Aid</b> | <b>5,290,120</b>      | <b>5,871,894</b>  | <b>581,774</b> | <b>11.0%</b> |
| Retirement Contributions      | 474,751               | 602,045           | 127,294        | 26.8%        |
| <b>Total State Aid</b>        | <b>5,764,871</b>      | <b>6,473,939</b>  | <b>709,069</b> | <b>12.3%</b> |

|  | 2007<br>Appropriation | 2008<br>Allowance | \$<br>Change   | %<br>Change  |
|--|-----------------------|-------------------|----------------|--------------|
| <b>Total Aid (includes Retirement)</b> |                       |                   |                |              |
| Primary & Secondary Education          | 4,471,464             | 5,151,865         | 680,401        | 15.2%        |
| Libraries                              | 55,416                | 66,643            | 11,227         | 20.3%        |
| Community Colleges                     | 205,883               | 243,701           | 37,817         | 18.4%        |
| Transportation                         | 562,820               | 573,904           | 11,084         | 2.0%         |
| Public Safety                          | 113,549               | 108,506           | -5,043         | -4.4%        |
| Disparity Grants                       | 109,450               | 114,784           | 5,333          | 4.9%         |
| Public Health                          | 63,668                | 66,557            | 2,889          | 4.5%         |
| Natural Resources                      | 135,649               | 97,104            | -38,545        | -28.4%       |
| Other                                  | 46,971                | 50,875            | 3,904          | 8.3%         |
| <b>Total State Aid</b>                 | <b>5,764,871</b>      | <b>6,473,939</b>  | <b>709,069</b> | <b>12.3%</b> |

Totals and percentages may not add due to rounding.

# Total Aid to Local Government: \$6.5 billion

## Summary of Total Aid by Subdivision (includes Retirement Payments)

(\$ in thousands)

|                       | 2007<br>Appropriation | 2008<br>Allowance | %<br>of Total | \$<br>Change   | %<br>Change  |
|-----------------------|-----------------------|-------------------|---------------|----------------|--------------|
| Allegany              | 101,160               | 114,962           | 1.8%          | 13,802         | 13.6%        |
| Anne Arundel          | 372,230               | 410,936           | 6.3%          | 38,706         | 10.4%        |
| Baltimore City        | 1,136,102             | 1,242,344         | 19.2%         | 106,242        | 9.4%         |
| Baltimore County      | 623,005               | 705,947           | 10.9%         | 82,942         | 13.3%        |
| Calvert               | 100,972               | 113,844           | 1.8%          | 12,872         | 12.7%        |
| Caroline              | 50,651                | 56,177            | 0.9%          | 5,525          | 10.9%        |
| Carroll               | 169,349               | 189,759           | 2.9%          | 20,410         | 12.1%        |
| Cecil                 | 111,895               | 125,916           | 1.9%          | 14,021         | 12.5%        |
| Charles               | 167,951               | 188,080           | 2.9%          | 20,129         | 12.0%        |
| Dorchester            | 38,875                | 43,504            | 0.7%          | 4,629          | 11.9%        |
| Frederick             | 224,234               | 258,893           | 4.0%          | 34,659         | 15.5%        |
| Garrett               | 39,920                | 42,380            | 0.7%          | 2,460          | 6.2%         |
| Harford               | 245,666               | 273,324           | 4.2%          | 27,658         | 11.3%        |
| Howard                | 231,709               | 266,854           | 4.1%          | 35,145         | 15.2%        |
| Kent                  | 16,081                | 16,812            | 0.3%          | 731            | 4.5%         |
| Montgomery            | 568,005               | 649,847           | 10.0%         | 81,842         | 14.4%        |
| Prince George's       | 986,563               | 1,122,743         | 17.3%         | 136,180        | 13.8%        |
| Queen Anne's          | 39,959                | 43,852            | 0.7%          | 3,893          | 9.7%         |
| St. Mary's            | 101,783               | 113,376           | 1.8%          | 11,593         | 11.4%        |
| Somerset              | 33,999                | 36,942            | 0.6%          | 2,943          | 8.7%         |
| Talbot                | 21,185                | 21,663            | 0.3%          | 478            | 2.3%         |
| Washington            | 149,150               | 176,288           | 2.7%          | 27,138         | 18.2%        |
| Wicomico              | 116,798               | 133,417           | 2.1%          | 16,618         | 14.2%        |
| Worcester             | 32,975                | 34,590            | 0.5%          | 1,616          | 4.9%         |
| Statewide/Unallocated | 84,655                | 91,490            | 1.4%          | 6,835          | 8.1%         |
| <b>Total</b>          | <b>5,764,871</b>      | <b>6,473,939</b>  | <b>100.0%</b> | <b>709,069</b> | <b>12.3%</b> |

Totals and percentages may not add due to rounding.

# Direct Aid to Local Government: \$5.9 billion

## Summary of Direct Aid by Subdivision (excludes Retirement Payments)

(\$ in thousands)

|                       | 2007<br>Appropriation | 2008<br>Allowance | \$<br>Change   | %<br>Change  |
|-----------------------|-----------------------|-------------------|----------------|--------------|
| Allegany              | 95,425                | 107,681           | 12,256         | 12.8%        |
| Anne Arundel          | 334,445               | 362,811           | 28,366         | 8.5%         |
| Baltimore City        | 1,091,157             | 1,185,687         | 94,530         | 8.7%         |
| Baltimore County      | 564,837               | 632,126           | 67,289         | 11.9%        |
| Calvert               | 91,480                | 101,747           | 10,268         | 11.2%        |
| Caroline              | 47,834                | 52,610            | 4,776          | 10.0%        |
| Carroll               | 154,936               | 171,452           | 16,516         | 10.7%        |
| Cecil                 | 103,504               | 115,239           | 11,735         | 11.3%        |
| Charles               | 155,040               | 171,643           | 16,603         | 10.7%        |
| Dorchester            | 36,409                | 40,378            | 3,969          | 10.9%        |
| Frederick             | 204,462               | 233,779           | 29,317         | 14.3%        |
| Garrett               | 37,333                | 39,100            | 1,768          | 4.7%         |
| Harford               | 225,396               | 247,552           | 22,157         | 9.8%         |
| Howard                | 200,185               | 226,776           | 26,591         | 13.3%        |
| Kent                  | 14,671                | 15,023            | 352            | 2.4%         |
| Montgomery            | 471,099               | 527,175           | 56,076         | 11.9%        |
| Prince George's       | 920,100               | 1,038,683         | 118,583        | 12.9%        |
| Queen Anne's          | 36,197                | 39,083            | 2,886          | 8.0%         |
| St. Mary's            | 93,542                | 102,903           | 9,361          | 10.0%        |
| Somerset              | 32,375                | 34,880            | 2,505          | 7.7%         |
| Talbot                | 18,821                | 18,665            | -156           | -0.8%        |
| Washington            | 138,585               | 162,841           | 24,256         | 17.5%        |
| Wicomico              | 108,985               | 123,480           | 14,494         | 13.3%        |
| Worcester             | 28,648                | 29,091            | 443            | 1.5%         |
| Statewide/Unallocated | 84,655                | 91,490            | 6,835          | 8.1%         |
| <b>Total</b>          | <b>5,290,120</b>      | <b>5,871,894</b>  | <b>581,774</b> | <b>11.0%</b> |

Totals and percentages may not add due to rounding.

## Primary and Secondary Education

**Foundation Program:** The foundation program is the largest single local aid program. It increases by \$288.8 million in fiscal year 2008 as part of the comprehensive legislation enacted in the 2002 Session – the Bridge to Excellence in Public Schools Act, also known as Thornton.

Under the foundation program, aid is distributed on the basis of public school enrollment and equalized for taxable wealth so that jurisdictions with smaller per pupil tax bases receive proportionately more aid.

**Compensatory Education:** The Compensatory Aid program is directed toward the education of children who are economically and environmentally disadvantaged. The Bridge to Excellence Act directs the aid according to the number of students receiving free or reduced price meals.

**Special Education:** Aid for special education is provided to school systems to help cover the additional cost of educating students with needs for special services. These funds are allocated on a formula basis for students in local schools and to support children placed in nonpublic special education schools. The fiscal year 2008 budget reflects the State's share at 80 percent of the cost of nonpublic placements over a certain amount.

**Student Transportation:** The Bridge to Excellence Act also re-based the grant for the transportation of students to and from school and phased in an increased amount of aid for transporting special needs students.

**Other Education Aid:** Other education aid includes \$126.2 million to support students with limited English proficiency; \$78.9 million for the Guaranteed Tax Base program, which provides grants to those subdivisions that have less than 80 percent of the Statewide average wealth per pupil and that provide local education funding above the local share required by the foundation program.

**State Retirement System:** In addition to direct aid for education, the State pays the entire cost of pension and retirement benefits for teachers, principals, administrators, and other eligible employees on behalf of each board of education. The 2008 budget reflects increased costs associated with the enactment of legislation to enhance State employee pensions, including teacher pensions. Payments for pension and retirement benefits increase by \$120.3 million in 2008.

## Primary and Secondary Education

(\$ thousands)

|                    | Foundation<br>Program | Compen-<br>satory<br>Ed. | Special<br>Ed. | Students       | Trans.<br>Other | Total<br>Direct  | \$ Change<br>from 2007 | % Change<br>from 2007 | State                | TOTAL            | \$ Change<br>from 2007 | % Change<br>from 2007 |
|--------------------|-----------------------|--------------------------|----------------|----------------|-----------------|------------------|------------------------|-----------------------|----------------------|------------------|------------------------|-----------------------|
|                    |                       |                          |                |                |                 |                  |                        |                       | Retirement<br>System |                  |                        |                       |
| Allegany           | 44,531                | 20,836                   | 6,376          | 3,902          | 6,714           | 82,360           | 12,095                 | 17.2%                 | 6,142                | 88,502           | 13,399                 | 17.8%                 |
| Anne Arundel       | 175,035               | 37,356                   | 29,426         | 18,224         | 6,126           | 266,167          | 28,061                 | 11.8%                 | 44,791               | 310,958          | 37,574                 | 13.7%                 |
| Baltimore City     | 397,864               | 276,555                  | 85,772         | 17,084         | 50,890          | 828,166          | 86,083                 | 11.6%                 | 53,696               | 881,862          | 97,487                 | 12.4%                 |
| Baltimore County   | 334,758               | 86,201                   | 45,832         | 23,845         | 20,201          | 510,838          | 66,867                 | 15.1%                 | 68,579               | 579,416          | 81,432                 | 16.4%                 |
| Calvert            | 64,337                | 6,888                    | 6,016          | 4,840          | 1,520           | 83,601           | 10,036                 | 13.6%                 | 11,697               | 95,298           | 12,521                 | 15.1%                 |
| Caroline           | 25,179                | 9,840                    | 2,674          | 2,212          | 1,865           | 41,770           | 4,635                  | 12.5%                 | 3,325                | 45,095           | 5,341                  | 13.4%                 |
| Carroll            | 109,320               | 8,981                    | 12,859         | 8,360          | 1,766           | 141,287          | 15,658                 | 12.5%                 | 17,271               | 158,558          | 19,326                 | 13.9%                 |
| Cecil              | 67,055                | 13,888                   | 8,420          | 4,339          | 3,540           | 97,241           | 11,140                 | 12.9%                 | 10,224               | 107,466          | 13,311                 | 14.1%                 |
| Charles            | 106,758               | 16,956                   | 7,551          | 8,734          | 4,747           | 144,745          | 16,190                 | 12.6%                 | 15,472               | 160,217          | 19,477                 | 13.8%                 |
| Dorchester         | 18,462                | 6,755                    | 637            | 2,009          | 1,238           | 29,100           | 3,271                  | 12.7%                 | 2,958                | 32,058           | 3,899                  | 13.8%                 |
| Frederick          | 149,686               | 17,447                   | 13,721         | 10,242         | 5,591           | 196,687          | 28,444                 | 16.9%                 | 23,938               | 220,625          | 33,528                 | 17.9%                 |
| Garrett            | 15,739                | 4,739                    | 1,557          | 2,500          | 702             | 25,236           | 1,774                  | 7.6%                  | 3,008                | 28,244           | 2,413                  | 9.3%                  |
| Harford            | 152,113               | 22,650                   | 19,947         | 10,525         | 2,691           | 207,927          | 21,763                 | 11.7%                 | 23,871               | 231,798          | 26,833                 | 13.1%                 |
| Howard             | 137,173               | 13,991                   | 13,273         | 13,001         | 5,946           | 183,384          | 26,510                 | 16.9%                 | 37,976               | 221,359          | 34,576                 | 18.5%                 |
| Kent               | 4,878                 | 2,286                    | 489            | 1,326          | 1,018           | 9,996            | 370                    | 3.8%                  | 1,679                | 11,675           | 727                    | 6.6%                  |
| Montgomery         | 193,484               | 82,534                   | 47,914         | 30,678         | 41,980          | 396,589          | 55,340                 | 16.2%                 | 115,507              | 512,096          | 79,872                 | 18.5%                 |
| Prince George's    | 526,081               | 195,489                  | 67,907         | 33,443         | 75,717          | 898,638          | 116,744                | 14.9%                 | 79,744               | 978,383          | 133,681                | 15.8%                 |
| Queen Anne's       | 20,759                | 2,829                    | 2,016          | 2,768          | 879             | 29,250           | 2,787                  | 10.5%                 | 4,503                | 33,753           | 3,743                  | 12.5%                 |
| St. Mary's         | 63,976                | 11,168                   | 5,950          | 5,471          | 1,572           | 88,138           | 9,442                  | 12.0%                 | 10,059               | 98,197           | 11,578                 | 13.4%                 |
| Somerset           | 12,771                | 6,599                    | 1,288          | 1,560          | 1,682           | 23,900           | 2,519                  | 11.8%                 | 1,985                | 25,885           | 2,940                  | 12.8%                 |
| Talbot             | 4,241                 | 2,873                    | 794            | 1,305          | 1,080           | 10,292           | -121                   | -1.2%                 | 2,774                | 13,066           | 468                    | 3.7%                  |
| Washington         | 88,743                | 25,774                   | 9,323          | 5,789          | 5,465           | 135,093          | 23,331                 | 20.9%                 | 12,509               | 147,602          | 25,988                 | 21.4%                 |
| Wicomico           | 62,582                | 24,353                   | 6,091          | 4,363          | 6,852           | 104,242          | 14,004                 | 15.5%                 | 9,495                | 113,737          | 16,021                 | 16.4%                 |
| Worcester          | 6,514                 | 5,419                    | 1,393          | 2,505          | 1,110           | 16,941           | 737                    | 4.6%                  | 5,243                | 22,184           | 1,851                  | 9.1%                  |
| Statewide/Unalloca | 0                     | 0                        | 5,664          | 0              | 28,167          | 33,831           | 2,416                  | 7.7%                  | 0                    | 33,831           | 2,416                  | 7.7%                  |
| <b>Total</b>       | <b>2,782,037</b>      | <b>902,405</b>           | <b>402,890</b> | <b>219,025</b> | <b>279,059</b>  | <b>4,585,417</b> | <b>560,096</b>         | <b>13.9%</b>          | <b>566,448</b>       | <b>5,151,865</b> | <b>680,401</b>         | <b>15.2%</b>          |

Totals and percentages may not add due to rounding.

# Education Aid Per Pupil

The chart below shows State aid for public schools on a per pupil basis. Aid includes direct aid and contributions for teachers' retirement. Pupils are measured as full-time equivalent counts as of September 30, 2006, the same basis as used for allocating aid under the statutory formulas.

## Total K-12 Education Aid - Fiscal Year 2008 Per Eligible Full-Time Equivalent Pupil

|                             | FTE Pupils as of<br>September 30, 2006 | Aid per Pupil |
|-----------------------------|--|---------------|
| Allegany                    | 9,081                                  | 9,746         |
| Anne Arundel                | 71,683                                 | 4,338         |
| Baltimore City              | 80,406                                 | 10,968        |
| Baltimore County            | 101,725                                | 5,696         |
| Calvert                     | 17,015                                 | 5,601         |
| Caroline                    | 5,309                                  | 8,494         |
| Carroll                     | 28,319                                 | 5,599         |
| Cecil                       | 15,923                                 | 6,749         |
| Charles                     | 25,797                                 | 6,211         |
| Dorchester                  | 4,458                                  | 7,192         |
| Frederick                   | 39,338                                 | 5,608         |
| Garrett                     | 4,518                                  | 6,252         |
| Harford                     | 38,620                                 | 6,002         |
| Howard                      | 48,107                                 | 4,601         |
| Kent                        | 2,220                                  | 5,259         |
| Montgomery                  | 134,631                                | 3,804         |
| Prince George's             | 124,756                                | 7,842         |
| Queen Anne's                | 7,436                                  | 4,539         |
| St. Mary's                  | 15,830                                 | 6,203         |
| Somerset                    | 2,758                                  | 9,386         |
| Talbot                      | 4,223                                  | 3,094         |
| Washington                  | 21,066                                 | 7,007         |
| Wicomico                    | 13,839                                 | 8,219         |
| Worcester                   | 6,487                                  | 3,420         |
| <b>Total FTE's/Average*</b> | <b>823,541</b>                         | <b>6,215</b>  |

*\* Excludes unallocated aid.*

# Libraries

**Library Aid Formula:** The State supports the current operating and capital expenses of local library systems. Aid is distributed on the basis of population and is equalized so that jurisdictions with smaller per capita tax bases receive more aid per capita. Legislation enacted in the 2005 Session increased the per capita program level by a dollar a year for four years – from \$12 per capita to \$13, \$14, \$15, and \$16 in fiscal years 2007-2010, respectively. The fiscal year 2008 budget reflects the State’s share of program funding at \$14 per capita.

**State Library Network:** The library network program provides aid for the State Library Resource Center at the Enoch Pratt Central Library in Baltimore and the three regional resource centers in non-metropolitan areas.

**State Retirement System:** In addition to direct aid for libraries, the State pays the entire cost of pension and retirement benefits for eligible librarians and other employees on behalf of the library systems. There is an exception for Montgomery County where librarians have elected to remain in the Montgomery County Retirement System rather than in the State system, in which case the State remits the lesser of the cost of retirement for the county or the State systems.

**Library Capital:** Legislation enacted during the 2006 session provides annual Pay-As-You-Go funding for grants to public library capital projects that address library needs in the State.

(\$ in thousands)

|                       | Formula       | Network       | State Retirement System | Library Capital | TOTAL         | \$ Change from 2007 |
|-----------------------|---------------|---------------|-------------------------|-----------------|---------------|---------------------|
| Allegany              | 764           |               | 85                      |                 | 849           | 86                  |
| Anne Arundel          | 1,941         |               | 986                     |                 | 2,927         | 314                 |
| Baltimore City        | 6,594         |               | 1,402                   |                 | 7,997         | 842                 |
| Baltimore County      | 5,222         |               | 1,398                   |                 | 6,621         | 846                 |
| Calvert               | 423           |               | 206                     |                 | 629           | 82                  |
| Caroline              | 267           |               | 95                      |                 | 362           | 47                  |
| Carroll               | 981           |               | 480                     |                 | 1,461         | 201                 |
| Cecil                 | 695           |               | 185                     |                 | 880           | 121                 |
| Charles               | 839           |               | 206                     |                 | 1,044         | 120                 |
| Dorchester            | 245           |               | 51                      |                 | 297           | 42                  |
| Frederick             | 1,105         |               | 465                     |                 | 1,570         | 194                 |
| Garrett               | 160           |               | 68                      |                 | 228           | 16                  |
| Harford               | 1,544         |               | 777                     |                 | 2,321         | 331                 |
| Howard                | 754           |               | 917                     |                 | 1,671         | 262                 |
| Kent                  | 101           |               | 50                      |                 | 151           | 23                  |
| Montgomery            | 2,597         |               | 1,852                   |                 | 4,450         | 366                 |
| Prince George’s       | 6,566         |               | 1,412                   |                 | 7,978         | 828                 |
| Queen Anne’s          | 126           |               | 75                      |                 | 201           | 16                  |
| St. Mary’s            | 626           |               | 183                     |                 | 809           | 96                  |
| Somerset              | 265           |               | 27                      |                 | 292           | 20                  |
| Talbot                | 100           |               | 63                      |                 | 163           | 23                  |
| Washington            | 1,103         |               | 235                     |                 | 1,338         | 161                 |
| Wicomico              | 770           |               | 115                     |                 | 885           | 112                 |
| Worcester             | 137           |               | 118                     |                 | 255           | 35                  |
| Statewide/Unallocated | 0             | 16,263        | 0                       | 5,000           | 21,263        | 6,043               |
| <b>Total</b>          | <b>33,929</b> | <b>16,263</b> | <b>11,451</b>           | <b>5,000</b>    | <b>66,643</b> | <b>11,227</b>       |

Totals and percentages may not add due to rounding.

# Community Colleges

**Current Expense Formula:** The current expense formula bases funding on a percentage of the previous year's appropriation per FTE student at four-year public higher education institutions.

**Unrestricted Grants and Special Programs:** The budget includes \$4.8 million to fund a Statewide program for out-of-county or out-of-State students in regional or health manpower shortage programs, \$3.6 million for unrestricted grants, \$3.5 million for the English for Speakers of Other Languages program, \$1.2 million for Innovative Partnerships in Technology, and funding for other out-of-county students and out-of-State student agreements.

**Optional Retirement:** The State distributes funds directly to the community colleges to reimburse them for the employer cost of members of the Optional Retirement System, a vendor operated, defined contribution plan offered as an alternative to the State's defined benefit pension and retirement systems.

**State Retirement System:** In addition to direct aid to the community colleges, the State pays the entire cost of pension and retirement benefits for eligible teachers, administrators, and other employees on behalf of each community college.

(\$ in thousands)

|                       | Formula        | Unrestricted<br>Grants and<br>Special<br>Programs | Optional<br>Retirement | State<br>Retirement<br>System | TOTAL          | \$ Change<br>from 2007 |
|-----------------------|----------------|---|------------------------|-------------------------------|----------------|------------------------|
| Allegany              | 4,711          | 1,111   | 230                    | 1,043                         | 7,095          | 1,018                  |
| Anne Arundel          | 27,098         | 374   | 1,374                  | 2,316                         | 31,162         | 5,025                  |
| Baltimore City *      | 0              | 0   | 0                      | 0                             | 0              | 0                      |
| Baltimore County      | 36,715         | 35  | 1,735                  | 3,826                         | 42,312         | 5,225                  |
| Calvert               | 1,719          | 150   | 138                    | 194                           | 2,201          | 609                    |
| Caroline              | 1,205          | 75  | 63                     | 137                           | 1,480          | 150                    |
| Carroll               | 6,581          | 816   | 341                    | 519                           | 8,257          | 1,662                  |
| Cecil                 | 4,347          | 456   | 340                    | 255                           | 5,398          | 925                    |
| Charles               | 6,733          | 51  | 540                    | 758                           | 8,083          | 1,097                  |
| Dorchester            | 924            | 57  | 48                     | 105                           | 1,135          | 151                    |
| Frederick             | 7,561          | 37  | 580                    | 711                           | 8,889          | 1,721                  |
| Garrett               | 2,103          | 1,000   | 119                    | 198                           | 3,419          | 383                    |
| Harford               | 9,661          | 41  | 510                    | 1,124                         | 11,335         | 1,708                  |
| Howard                | 11,618         | 488   | 926                    | 1,169                         | 14,201         | 2,347                  |
| Kent                  | 490            | 30  | 25                     | 56                            | 601            | 83                     |
| Montgomery            | 35,451         | 1,991   | 2,731                  | 5,305                         | 45,478         | 8,325                  |
| Prince George's       | 21,905         | 233   | 755                    | 2,856                         | 25,750         | 3,430                  |
| Queen Anne's          | 1,433          | 89  | 75                     | 163                           | 1,760          | 265                    |
| St. Mary's            | 1,989          | 72  | 159                    | 224                           | 2,445          | 248                    |
| Somerset              | 649            | 400   | 33                     | 50                            | 1,130          | 79                     |
| Talbot                | 1,316          | 82  | 69                     | 150                           | 1,616          | 230                    |
| Washington            | 6,481          | 797   | 226                    | 703                           | 8,207          | 1,502                  |
| Wicomico              | 4,088          | 292   | 205                    | 314                           | 4,899          | 790                    |
| Worcester             | 1,676          | 120   | 84                     | 129                           | 2,009          | 315                    |
| Statewide/Unallocated | 0              | 4,840   | 0                      | 0                             | 4,840          | 530                    |
| <b>Total</b>          | <b>196,455</b> | <b>13,637</b>                                     | <b>11,306</b>          | <b>22,303</b>                 | <b>243,701</b> | <b>37,817</b>          |

\*The State assumes the cost of Baltimore City Community College, which is not reflected on this chart.

Totals may not add due to rounding.



**Education - Primary and Secondary, Libraries and Community Colleges**  
(excluding four-year colleges and universities)  
(\$ thousands)

|                       | <u>Primary &amp; Secondary</u> |                | <u>Libraries</u> |               | <u>Community Colleges</u> |               | TOTAL            | \$ Change<br>from 2007 | % Change<br>from 2007 |
|-----------------------|--------------------------------|----------------|------------------|---------------|---------------------------|---------------|------------------|------------------------|-----------------------|
|                       | Direct                         | Retirement     | Direct           | Retirement    | Direct                    | Retirement    |                  |                        |                       |
| Allegany              | 82,360                         | 6,142          | 764              | 85            | 6,052                     | 1,043         | 96,446           | 14,504                 | 17.7%                 |
| Anne Arundel          | 266,167                        | 44,791         | 1,941            | 986           | 28,846                    | 2,316         | 345,047          | 42,913                 | 14.2%                 |
| Baltimore City *      | 828,166                        | 53,696         | 6,594            | 1,402         | 0                         | 0             | 889,858          | 98,329                 | 12.4%                 |
| Baltimore County      | 510,838                        | 68,579         | 5,222            | 1,398         | 38,486                    | 3,826         | 628,349          | 87,503                 | 16.2%                 |
| Calvert               | 83,601                         | 11,697         | 423              | 206           | 2,007                     | 194           | 98,129           | 13,212                 | 15.6%                 |
| Caroline              | 41,770                         | 3,325          | 267              | 95            | 1,343                     | 137           | 46,937           | 5,538                  | 13.4%                 |
| Carroll               | 141,287                        | 17,271         | 981              | 480           | 7,738                     | 519           | 168,276          | 21,189                 | 14.4%                 |
| Cecil                 | 97,241                         | 10,224         | 695              | 185           | 5,142                     | 255           | 113,744          | 14,358                 | 14.4%                 |
| Charles               | 144,745                        | 15,472         | 839              | 206           | 7,324                     | 758           | 169,344          | 20,693                 | 13.9%                 |
| Dorchester            | 29,100                         | 2,958          | 245              | 51            | 1,030                     | 105           | 33,490           | 4,092                  | 13.9%                 |
| Frederick             | 196,687                        | 23,938         | 1,105            | 465           | 8,178                     | 711           | 231,084          | 35,443                 | 18.1%                 |
| Garrett               | 25,236                         | 3,008          | 160              | 68            | 3,221                     | 198           | 31,891           | 2,812                  | 9.7%                  |
| Harford               | 207,927                        | 23,871         | 1,544            | 777           | 10,211                    | 1,124         | 245,454          | 28,872                 | 13.3%                 |
| Howard                | 183,384                        | 37,976         | 754              | 917           | 13,032                    | 1,169         | 237,232          | 37,185                 | 18.6%                 |
| Kent                  | 9,996                          | 1,679          | 101              | 50            | 546                       | 56            | 12,428           | 832                    | 7.2%                  |
| Montgomery            | 396,589                        | 115,507        | 2,597            | 1,852         | 40,174                    | 5,305         | 562,024          | 88,563                 | 18.7%                 |
| Prince George's       | 898,638                        | 79,744         | 6,566            | 1,412         | 22,894                    | 2,856         | 1,012,110        | 137,939                | 15.8%                 |
| Queen Anne's          | 29,250                         | 4,503          | 126              | 75            | 1,597                     | 163           | 35,714           | 4,025                  | 12.7%                 |
| St. Mary's            | 88,138                         | 10,059         | 626              | 183           | 2,221                     | 224           | 101,451          | 11,921                 | 13.3%                 |
| Somerset              | 23,900                         | 1,985          | 265              | 27            | 1,081                     | 50            | 27,308           | 3,039                  | 12.5%                 |
| Talbot                | 10,292                         | 2,774          | 100              | 63            | 1,466                     | 150           | 14,846           | 721                    | 5.1%                  |
| Washington            | 135,093                        | 12,509         | 1,103            | 235           | 7,504                     | 703           | 157,147          | 27,651                 | 21.4%                 |
| Wicomico              | 104,242                        | 9,495          | 770              | 115           | 4,586                     | 314           | 119,522          | 16,923                 | 16.5%                 |
| Worcester             | 16,941                         | 5,243          | 137              | 118           | 1,880                     | 129           | 24,448           | 2,202                  | 9.9%                  |
| Statewide/Unallocated | 33,831                         | 0              | 21,263           | 0             | 4,840                     | 0             | 59,933           | 8,988                  | 17.6%                 |
| <b>Total</b>          | <b>4,585,417</b>               | <b>566,448</b> | <b>55,192</b>    | <b>11,451</b> | <b>221,397</b>            | <b>22,303</b> | <b>5,462,209</b> | <b>729,446</b>         | <b>15.4%</b>          |

\*The State assumes the cost of Baltimore City Community College.

Totals may not add due to rounding.

# Police, Fire and Public Safety

**Aid for Police Protection:** The State gives grants to the subdivisions to help provide for police protection services, which are distributed through a formula based on population and population density. Grants are shared between counties and municipalities on the basis of expenditures, and municipalities receive an additional grant based on the number of police officers.

**Aid for Fire, Rescue and Ambulance Systems:** Counties and municipalities receive grants for fire, rescue and ambulance equipment and capital renovations.

**Special Grants:** The budget includes funding to Baltimore City for foot patrol, violent crime grants, community policing, the War Room, and a \$2 million grant to the Baltimore City State’s Attorney’s office. In Prince George’s County, funds are provided for drug enforcement and violent crime grant programs. Additional general funds are provided for STOP Gun Violence grants and the domestic violence unit. Also included are special funds awarded by the Vehicle Theft Prevention Council, grants from the State’s telephone surcharge for the “911” emergency system, and grants to help enforce school bus safety laws. Excluding a proposed \$6.4 million deficiency for “911” emergency system grants, local aid for this category increases by \$1.4 million over 2007.

(\$ in thousands)

|                       | Police Aid    | Fire & Rescue | Special Grants | TOTAL          | \$ Change from 2007 |
|-----------------------|---------------|---------------|----------------|----------------|---------------------|
| Allegany              | 864           | 231           | 0              | 1,095          | -6                  |
| Anne Arundel          | 6,702         | 802           | 0              | 7,505          | 48                  |
| Baltimore City        | 66            | 947           | 10,015         | 11,028         | -31                 |
| Baltimore County      | 9,794         | 1,175         | 0              | 10,968         | 34                  |
| Calvert               | 795           | 200           | 0              | 995            | 18                  |
| Caroline              | 326           | 200           | 0              | 526            | 6                   |
| Carroll               | 1,611         | 261           | 0              | 1,872          | 28                  |
| Cecil                 | 933           | 206           | 0              | 1,139          | 25                  |
| Charles               | 1,236         | 231           | 0              | 1,467          | 23                  |
| Dorchester            | 361           | 241           | 0              | 602            | 5                   |
| Frederick             | 2,272         | 359           | 0              | 2,631          | 44                  |
| Garrett               | 237           | 200           | 0              | 437            | -1                  |
| Harford               | 2,715         | 374           | 0              | 3,089          | 22                  |
| Howard                | 3,498         | 385           | 0              | 3,883          | 412                 |
| Kent                  | 200           | 206           | 0              | 406            | -2                  |
| Montgomery            | 15,232        | 1,295         | 0              | 16,527         | 207                 |
| Prince George’s       | 14,172        | 1,111         | 4,004          | 19,287         | 197                 |
| Queen Anne’s          | 410           | 200           | 0              | 610            | 8                   |
| St. Mary’s            | 829           | 200           | 0              | 1,029          | 8                   |
| Somerset              | 242           | 213           | 0              | 455            | -1                  |
| Talbot                | 398           | 246           | 0              | 643            | -6                  |
| Washington            | 1,400         | 232           | 0              | 1,632          | 13                  |
| Wicomico              | 960           | 229           | 0              | 1,189          | -2                  |
| Worcester             | 679           | 257           | 0              | 936            | 20                  |
| Statewide/Unallocated | 0             | 0             | 18,556         | 18,556         | -6,113*             |
| <b>Total</b>          | <b>65,931</b> | <b>10,000</b> | <b>32,575</b>  | <b>108,506</b> | <b>-5,043*</b>      |

\* Excluding a proposed deficiency for “911” emergency system grants, local aid for this category increases by \$1.4 million over 2007.

Totals and percentages may not add due to rounding.

# Transportation

**Highway User Revenues:** The motor vehicle fuel tax, motor vehicle registration fees, a share of the motor vehicle titling tax, and a share of the corporate income tax are designated as Highway User Revenues. The State shares 30 percent of these revenues with the counties and municipalities to help fund the construction and maintenance of local roads. The distribution is made according to a formula based on locally maintained road mileage and vehicle registrations. Baltimore City, the only subdivision that maintains State and federal highways in addition to its own, receives the greater of \$157.5 million or 38 percent of the local highway user revenue allocation plus 11.5 percent of the increase in local share.

**Elderly and Disabled Transportation:** Grants are provided to fund local transportation services for elderly and disabled persons, with 60 percent of the money distributed equally among the counties and Baltimore City and 40 percent based on the distribution of the elderly and disabled populations. In addition, funding is included to help defray the cost of providing paratransit services required under the federal Americans with Disabilities Act.

(\$ in thousands)

|                       | Highway<br>Users | Elderly &<br>Disabled | TOTAL          | \$ Change<br>from 2007 | % Change<br>from 2007 |
|-----------------------|------------------|-----------------------|----------------|------------------------|-----------------------|
| Allegany              | 7,562            | 206                   | 7,768          | 30                     | 0.4%                  |
| Anne Arundel          | 32,451           | 637                   | 33,088         | 311                    | 0.9%                  |
| Baltimore City        | 232,998          | 380                   | 233,378        | 6,088                  | 2.7%                  |
| Baltimore County      | 43,961           | 396                   | 44,357         | 580                    | 1.3%                  |
| Calvert               | 6,646            | 199                   | 6,845          | 125                    | 1.9%                  |
| Caroline              | 5,183            | 158                   | 5,341          | 65                     | 1.2%                  |
| Carroll               | 14,704           | 151                   | 14,855         | 202                    | 1.4%                  |
| Cecil                 | 8,146            | 135                   | 8,280          | 148                    | 1.8%                  |
| Charles               | 10,377           | 303                   | 10,680         | 361                    | 3.5%                  |
| Dorchester            | 5,770            | 170                   | 5,940          | 87                     | 1.5%                  |
| Frederick             | 19,278           | 592                   | 19,870         | 283                    | 1.4%                  |
| Garrett               | 6,529            | 120                   | 6,649          | 63                     | 1.0%                  |
| Harford               | 16,848           | 235                   | 17,083         | 268                    | 1.6%                  |
| Howard                | 16,222           | 567                   | 16,789         | 346                    | 2.1%                  |
| Kent                  | 2,943            | 120                   | 3,063          | 8                      | 0.2%                  |
| Montgomery            | 46,031           | 380                   | 46,411         | 507                    | 1.1%                  |
| Prince George's       | 40,160           | 783                   | 40,943         | 775                    | 1.9%                  |
| Queen Anne's          | 5,961            | 123                   | 6,084          | 138                    | 2.3%                  |
| St. Mary's            | 7,921            | 258                   | 8,179          | 162                    | 2.0%                  |
| Somerset              | 3,456            | 209                   | 3,665          | 47                     | 1.3%                  |
| Talbot                | 4,753            | 120                   | 4,873          | 69                     | 1.4%                  |
| Washington            | 12,377           | 324                   | 12,702         | 226                    | 1.8%                  |
| Wicomico              | 9,451            | 226                   | 9,677          | 186                    | 2.0%                  |
| Worcester             | 7,056            | 329                   | 7,385          | 10                     | 0.1%                  |
| Statewide/Unallocated | 0                | 0                     | 0              | 0                      |                       |
| <b>Total</b>          | <b>566,782</b>   | <b>7,122</b>          | <b>573,904</b> | <b>11,084</b>          | <b>2.0%</b>           |

Totals and percentages may not add due to rounding.

## Miscellaneous

**Local Health Grants:** This program funds a wide range of preventive health services such as family planning, maternity and child care assistance, cancer control, and AIDS education and outreach.

**Disparity Grants:** Grants are distributed to subdivisions whose per capita income tax revenues are less than 75 percent of the Statewide average.

**Program Open Space:** This program provides for the acquisition and development of parks and other conservation areas.

**Electricity Generating Property Tax Grant:** This grant is to offset revenues lost as a result of providing a 50% exemption from the personal property tax for equipment used to generate electricity for sale.

(\$ in thousands)

|                       | Local Health  | Disparity Grant | Program Open Space | Electricity Generating Property Tax Grant | Other         | State Retirement System | TOTAL          | \$ Change from 2007 |
|-----------------------|---------------|-----------------|--------------------|---|---------------|-------------------------|----------------|---------------------|
| Allegany              | 1,615         | 6,971           | 1,056              | 0   | -0            | 11                      | 9,653          | -725                |
| Anne Arundel          | 5,613         | 0               | 11,236             | 7,820                                     | 596           | 32                      | 25,296         | -4,566              |
| Baltimore City        | 11,888        | 78,161          | 11,576             | 453                                       | 4,443         | 1,560                   | 108,080        | 1,856               |
| Baltimore County      | 7,700         | 0               | 12,710             | 1,795                                     | 50            | 18                      | 22,273         | -5,174              |
| Calvert               | 665           | 0               | 1,113              | 6,097                                     | 0             | 0                       | 7,875          | -483                |
| Caroline              | 956           | 1,913           | 494                | 0   | -0            | 10                      | 3,373          | -84                 |
| Carroll               | 2,196         | 0               | 2,523              | 0   | 0             | 37                      | 4,756          | -1,010              |
| Cecil                 | 1,440         | 0               | 1,301              | 0   | -0            | 12                      | 2,753          | -509                |
| Charles               | 1,777         | 0               | 2,289              | 2,523                                     | 0             | 0                       | 6,589          | -948                |
| Dorchester            | 762           | 2,089           | 422                | 187                                       | -0            | 13                      | 3,473          | 445                 |
| Frederick             | 2,698         | 0               | 2,610              | 0   | 0             | 0                       | 5,308          | -1,111              |
| Garrett               | 776           | 2,089           | 520                | 12  | 0             | 6                       | 3,403          | -413                |
| Harford               | 3,100         | 0               | 3,739              | 861                                       | 0             | 0                       | 7,699          | -1,505              |
| Howard                | 2,176         | 0               | 6,628              | 0   | 130           | 17                      | 8,950          | -2,798              |
| Kent                  | 596           | 0               | 314                | 0   | -0            | 4                       | 915            | -107                |
| Montgomery            | 5,417         | 0               | 16,694             | 2,766                                     | 0             | 8                       | 24,885         | -7,435              |
| Prince George's       | 8,940         | 19,110          | 14,364             | 7,745                                     | 196           | 49                      | 50,403         | -2,731              |
| Queen Anne's          | 744           | 0               | 672                | 0   | 0             | 28                      | 1,444          | -277                |
| St. Mary's            | 1,444         | 0               | 1,266              | 0   | 0             | 7                       | 2,718          | -498                |
| Somerset              | 760           | 4,451           | 304                | 0   | 0             | 0                       | 5,515          | -142                |
| Talbot                | 585           | 0               | 705                | 0   | 0             | 11                      | 1,301          | -306                |
| Washington            | 2,462         | 0               | 1,988              | 357                                       | -0            | 0                       | 4,807          | -753                |
| Wicomico              | 1,688         | 0               | 1,328              | 0   | -0            | 13                      | 3,029          | -488                |
| Worcester             | 560           | 0               | 1,254              | 0   | 0             | 9                       | 1,822          | -617                |
| Statewide/Unallocated | 0             | 0               | 0                  | 0   | 13,001        | 0                       | 13,001         | 3,960               |
| <b>Total</b>          | <b>66,557</b> | <b>114,784</b>  | <b>97,104</b>      | <b>30,615</b>                             | <b>18,417</b> | <b>1,843</b>            | <b>329,320</b> | <b>-26,418</b>      |

Totals and percentages may not add due to rounding.

# Retirement Contributions

Under this statutory program the State pays, on behalf of each county board of education, library system, and community college, the entire cost of pension and retirement benefits for eligible teachers, librarians, and employees. There is an exception for Montgomery County where librarians have elected to remain in the Montgomery County Retirement System rather than in the State system, in which case the State remits the lesser of the cost of retirement for the county or the State systems. In addition, the State provides retirement benefits for certain local employees, primarily in the offices of local sheriffs and State's attorneys.

There is no distribution of funds directly to the subdivisions, but rather lump sum payments are made to the State's retirement board. Each subdivision's share of the State's retirement appropriation, however, can be estimated based on county-by-county salary data. The budget is consistent with the corridor methodology of funding certain retirement systems as prescribed by statute and reflects increased costs associated with the pension enhancement enacted during the 2006 Session.

(\$ thousands)

|                  | Boards of<br>Education | Libraries     | Community<br>Colleges | Certain<br>Local<br>Employees | TOTAL          | \$ Change<br>over 2007 | % Change<br>over 2007 |
|------------------|------------------------|---------------|-----------------------|-------------------------------|----------------|------------------------|-----------------------|
| Allegany         | 6,142                  | 85            | 1,043                 | 11                            | 7,281          | 1,546                  | 27.0%                 |
| Anne Arundel     | 44,791                 | 986           | 2,316                 | 32                            | 48,125         | 10,339                 | 27.4%                 |
| Baltimore City   | 53,696                 | 1,402         | 0                     | 1,560                         | 56,658         | 11,712                 | 26.1%                 |
| Baltimore County | 68,579                 | 1,398         | 3,826                 | 18                            | 73,821         | 15,653                 | 26.9%                 |
| Calvert          | 11,697                 | 206           | 194                   | 0                             | 12,097         | 2,604                  | 27.4%                 |
| Caroline         | 3,325                  | 95            | 137                   | 10                            | 3,567          | 750                    | 26.6%                 |
| Carroll          | 17,271                 | 480           | 519                   | 37                            | 18,307         | 3,894                  | 27.0%                 |
| Cecil            | 10,224                 | 185           | 255                   | 12                            | 10,677         | 2,286                  | 27.3%                 |
| Charles          | 15,472                 | 206           | 758                   | 0                             | 16,437         | 3,526                  | 27.3%                 |
| Dorchester       | 2,958                  | 51            | 105                   | 13                            | 3,127          | 660                    | 26.8%                 |
| Frederick        | 23,938                 | 465           | 711                   | 0                             | 25,115         | 5,342                  | 27.0%                 |
| Garrett          | 3,008                  | 68            | 198                   | 6                             | 3,280          | 693                    | 26.8%                 |
| Harford          | 23,871                 | 777           | 1,124                 | 0                             | 25,771         | 5,501                  | 27.1%                 |
| Howard           | 37,976                 | 917           | 1,169                 | 17                            | 40,078         | 8,554                  | 27.1%                 |
| Kent             | 1,679                  | 50            | 56                    | 4                             | 1,789          | 379                    | 26.9%                 |
| Montgomery       | 115,507                | 1,852         | 5,305                 | 8                             | 122,672        | 25,767                 | 26.6%                 |
| Prince George's  | 79,744                 | 1,412         | 2,856                 | 49                            | 84,060         | 17,597                 | 26.5%                 |
| Queen Anne's     | 4,503                  | 75            | 163                   | 28                            | 4,769          | 1,008                  | 26.8%                 |
| St. Mary's       | 10,059                 | 183           | 224                   | 7                             | 10,473         | 2,232                  | 27.1%                 |
| Somerset         | 1,985                  | 27            | 50                    | 0                             | 2,062          | 438                    | 27.0%                 |
| Talbot           | 2,774                  | 63            | 150                   | 11                            | 2,998          | 634                    | 26.8%                 |
| Washington       | 12,509                 | 235           | 703                   | 0                             | 13,447         | 2,882                  | 27.3%                 |
| Wicomico         | 9,495                  | 115           | 314                   | 13                            | 9,937          | 2,124                  | 27.2%                 |
| Worcester        | 5,243                  | 118           | 129                   | 9                             | 5,499          | 1,173                  | 27.1%                 |
| Unallocated      | 0                      | 0             | 0                     | 0                             | 0              | 0                      |                       |
| <b>Total</b>     | <b>566,448</b>         | <b>11,451</b> | <b>22,303</b>         | <b>1,843</b>                  | <b>602,045</b> | <b>127,294</b>         | <b>26.8%</b>          |

Totals and percentages may not add due to rounding.

# Appendix I

## Appropriation Detail All Budgeted Funds (in thousands of \$)

|   | Fiscal Years |             |             |
|---|--------------|-------------|-------------|
|   | <u>2006</u>  | <u>2007</u> | <u>2008</u> |
| HEALTH AND MENTAL HYGIENE                   | 6,568,538    | 7,008,182   | 7,440,098   |
| STATE DEPARTMENT OF EDUCATION               | 5,108,688    | 5,751,445   | 6,421,742   |
| TRANSPORTATION                              | 3,545,721    | 3,656,835   | 3,874,927   |
| UNIVERSITY SYSTEM OF MARYLAND               | 3,400,357    | 3,706,687   | 3,830,405   |
| DEPARTMENT OF HUMAN RESOURCES               | 1,614,519    | 1,675,842   | 1,725,265   |
| PUBLIC SAFETY AND CORRECTIONAL SERVICES     | 1,084,019    | 1,137,023   | 1,180,689   |
| PUBLIC DEBT                                 | 625,208      | 654,616     | 692,695     |
| MARYLAND HIGHER EDUCATION COMMISSION        | 359,155      | 398,796     | 445,498     |
| NATURAL RESOURCES                           | 277,050      | 500,735     | 420,501     |
| JUDICIARY                                   | 335,569      | 377,293     | 406,344     |
| STATE RESERVE FUND                          | 358,582      | 771,382     | 317,795     |
| STATE POLICE                                | 293,403      | 313,002     | 312,160     |
| HOUSING AND COMMUNITY DEVELOPMENT           | 252,530      | 339,353     | 276,907     |
| JUVENILE SERVICES                           | 213,702      | 235,773     | 237,597     |
| DEPARTMENT OF THE ENVIRONMENT               | 234,390      | 283,359     | 224,490     |
| MORGAN STATE UNIVERSITY                     | 160,725      | 183,282     | 191,462     |
| LABOR, LICENSING, AND REGULATION            | 160,896      | 178,371     | 161,414     |
| MARYLAND INSURANCE ADMINISTRATION           | 118,684      | 167,158     | 160,708     |
| DEPARTMENT OF AGRICULTURE                   | 88,257       | 151,353     | 135,386     |
| BUSINESS AND ECONOMIC DEVELOPMENT           | 101,857      | 145,298     | 129,201     |
| DISPARITY GRANTS                            | 96,578       | 109,450     | 114,784     |
| DEPARTMENT OF ASSESSMENTS AND TAXATION      | 96,235       | 120,011     | 111,772     |
| COMPTROLLER OF MARYLAND                     | 81,992       | 90,383      | 88,909      |
| BALTIMORE CITY COMMUNITY COLLEGE            | 78,529       | 80,245      | 87,672      |
| OFFICE OF THE PUBLIC DEFENDER               | 78,983       | 85,229      | 84,840      |
| MILITARY DEPARTMENT                         | 65,051       | 66,378      | 77,990      |
| STATEWIDE COMPENSATION                      | 15,809       | 11,912      | 76,899      |
| LEGISLATIVE                                 | 64,184       | 69,228      | 71,544      |
| DEPARTMENT OF GENERAL SERVICES              | 54,000       | 66,392      | 64,556      |
| ST. MARY'S COLLEGE OF MARYLAND              | 50,505       | 56,859      | 62,946      |
| LOTTERY AGENCY                              | 54,631       | 58,449      | 57,956      |
| DEPARTMENT OF AGING                         | 47,168       | 51,837      | 50,728      |
| DEPARTMENT OF PLANNING                      | 33,654       | 49,929      | 49,774      |
| EXECUTIVE - BOARDS, COMMISSIONS AND OFFICES | 49,953       | 50,413      | 46,170      |
| BUDGET AND MANAGEMENT OPERATIONS            | 39,045       | 46,068      | 45,985      |
| MARYLAND STADIUM AUTHORITY                  | 34,426       | 34,648      | 36,314      |
| ELECTRICITY GENERATING EQUIPMENT TAX GRANTS | 30,615       | 30,615      | 30,615      |
| MARYLAND TECHNOLOGY DEVELOPMENT CORPORATIO  | 4,811        | 20,861      | 30,526      |
| MARYLAND SCHOOL FOR THE DEAF                | 24,980       | 26,568      | 28,715      |
| STATE BOARD OF ELECTIONS                    | 27,519       | 29,504      | 27,608      |

Note: These totals differ from those on the individual department summaries because these figures exclude reimbursable funds.

(continued on next page)

# Appendix I

## Appropriation Detail All Budgeted Funds (in thousands of \$)

|   | Fiscal Years      |                   |                   |
|---|-------------------|-------------------|-------------------|
|   | 2006              | 2007              | 2008              |
| MARYLAND PUBLIC BROADCASTING COMMISSION         | 27,858            | 30,475            | 27,364            |
| OFFICE OF THE ATTORNEY GENERAL                  | 20,539            | 23,890            | 26,815            |
| INTERAGENCY FOR SCHOOL CONSTRUCTION             | 17,481            | 24,570            | 24,268            |
| DEPARTMENT OF VETERANS AFFAIRS                  | 15,523            | 26,488            | 23,971            |
| STATE RETIREMENT AND PENSION SYSTEMS            | 27,595            | 22,016            | 22,280            |
| BOARD OF PUBLIC WORKS - CAPITAL APPROPRIATION   | 4,290             | 84,749            | 14,400            |
| WORKERS' COMPENSATION COMMISSION                | 12,730            | 13,768            | 13,138            |
| PUBLIC SERVICE COMMISSION                       | 11,539            | 13,011            | 12,853            |
| INST. FOR EMERGENCY MEDICAL SERVICES SYSTEMS    | 12,543            | 11,841            | 12,008            |
| STATE ARCHIVES                                  | 9,851             | 11,295            | 10,022            |
| AID TO UNIVERSITY OF MARYLAND MEDICAL SYSTEM    | 7,442             | 9,637             | 9,819             |
| EXECUTIVE DEPARTMENT                            | 8,636             | 9,028             | 9,341             |
| MAJOR INFORMATION TECHNOLOGY PROJECT FUND       | 16,570            | 31,415            | 9,194             |
| MARYLAND ENERGY ADMINISTRATION                  | 4,946             | 7,655             | 7,421             |
| STATE TREASURER'S OFFICE                        | 5,208             | 5,797             | 6,819             |
| BOARD OF PUBLIC WORKS                           | 4,579             | 7,387             | 5,640             |
| DEPARTMENT OF DISABILITIES                      | 6,974             | 4,803             | 4,484             |
| COMMISSION ON HUMAN RELATIONS                   | 3,259             | 3,555             | 3,543             |
| SECURITY INTEREST FILING FEES                   | 2,907             | 3,125             | 2,925             |
| SECRETARY OF STATE                              | 2,655             | 2,748             | 2,765             |
| HISTORIC ST. MARY'S CITY COMMISSION             | 2,544             | 3,615             | 2,764             |
| OFFICE OF THE PEOPLE'S COUNSEL                  | 2,582             | 3,172             | 2,761             |
| AFRICAN AMERICAN MUSEUM CORPORATION             | 3,025             | 2,714             | 2,149             |
| RETIREMENT CONTRIBUTIONS - LOCAL EMPLOYEES      | 1,693             | 1,843             | 2,021             |
| SUBSEQUENT INJURY FUND                          | 1,774             | 1,877             | 1,848             |
| GOVERNOR'S OFFICE FOR CHILDREN                  | 1,475             | 1,892             | 1,541             |
| SUPPLEMENTAL RETIREMENT PLANS                   | 1,304             | 1,365             | 1,392             |
| OFFICE OF THE STATE PROSECUTOR                  | 1,157             | 1,241             | 1,305             |
| UNINSURED EMPLOYERS' FUND                       | 954               | 1,093             | 1,045             |
| PROPERTY TAX ASSESSMENT APPEALS BOARDS          | 894               | 917               | 931               |
| MARYLAND TAX COURT                              | 552               | 618               | 604               |
| MARYLAND STATE BOARD OF CONTRACT APPEALS        | 588               | 594               | 568               |
| CANAL PLACE AUTHORITY                           | 520               | 526               | 562               |
| OFFICE OF THE DEAF AND HARD OF HEARING          | 221               | 261               | 271               |
| OFFICE OF ADMINISTRATIVE HEARINGS               | 11                | 407               | 48                |
| REGISTERS OF WILLS                              | 0                 | 25                | 25                |
| OFFICE FOR CHILDREN, YOUTH AND FAMILIES         | 1,265             | 0                 | 0                 |
| <b>Total</b>                                    | <b>26,174,202</b> | <b>29,160,177</b> | <b>30,100,492</b> |
| Proposed deficiency appropriations (Appendix C) |                   | 218,607           |                   |
| Contingent reductions                           |                   |                   | (54,250)          |
| Estimated reversions                            |                   | (82,073)          | (30,000)          |
| <b>Adjusted Total</b>                           | <b>26,174,202</b> | <b>29,296,711</b> | <b>30,016,242</b> |

Totals may not add due to rounding.

# Appendix I

## Appropriation Detail General Funds (in thousands of \$)

|  | Fiscal Years |             |             |
|--|--------------|-------------|-------------|
|  | <u>2006</u>  | <u>2007</u> | <u>2008</u> |
| STATE DEPARTMENT OF EDUCATION                  | 4,210,065    | 4,722,762   | 5,447,137   |
| HEALTH AND MENTAL HYGIENE                      | 3,381,597    | 3,567,135   | 3,737,884   |
| STATE OPERATED INSTITUTIONS OF HIGHER EDUCATIO | 912,423      | 1,047,383   | 1,120,917   |
| PUBLIC SAFETY AND CORRECTIONAL SERVICES        | 890,305      | 984,679     | 1,022,340   |
| HUMAN RESOURCES                                | 550,864      | 573,528     | 576,254     |
| MARYLAND HIGHER EDUCATION COMMISSION           | 356,424      | 387,773     | 432,805     |
| JUDICIARY                                      | 295,294      | 328,568     | 359,551     |
| STATE RESERVE FUND                             | 349,372      | 771,382     | 317,795     |
| STATE POLICE                                   | 230,555      | 247,751     | 241,068     |
| JUVENILE SERVICES                              | 197,334      | 216,623     | 222,657     |
| DISPARITY GRANTS                               | 96,578       | 109,450     | 114,784     |
| DEPARTMENT OF ASSESSMENTS AND TAXATION         | 92,281       | 115,737     | 107,519     |
| OFFICE OF THE PUBLIC DEFENDER                  | 78,711       | 84,837      | 84,621      |
| NATURAL RESOURCES                              | 65,298       | 75,932      | 81,364      |
| BUSINESS AND ECONOMIC DEVELOPMENT              | 55,128       | 80,371      | 77,778      |
| COMPTROLLER OF MARYLAND                        | 67,199       | 72,083      | 72,758      |
| LEGISLATIVE                                    | 64,184       | 69,128      | 71,444      |
| STATEWIDE COMPENSATON                          | 15,809       | 10,431      | 62,248      |
| DEPARTMENT OF GENERAL SERVICES                 | 50,388       | 62,054      | 61,871      |
| DEPARTMENT OF PLANNING                         | 30,965       | 44,805      | 44,517      |
| DEPARTMENT OF THE ENVIRONMENT                  | 34,472       | 51,367      | 44,480      |
| PUBLIC DEBT                                    | 0            | 0           | 43,500      |
| DEPARTMENT OF AGRICULTURE                      | 24,813       | 29,521      | 32,262      |
| ELECTRICITY GENERATING EQUIPMENT TAX GRANTS    | 30,615       | 30,615      | 30,615      |
| MARYLAND TECHNOLOGY DEVELOPMENT CORPORATIO     | 4,811        | 20,861      | 30,526      |
| BUDGET AND MANAGEMENT OPERATIONS               | 26,776       | 28,921      | 29,230      |
| EXECUTIVE - BOARDS, COMMISSIONS AND OFFICES    | 25,622       | 28,800      | 28,265      |
| MARYLAND SCHOOL FOR THE DEAF                   | 23,696       | 25,258      | 27,459      |
| INTERAGENCY FOR SCHOOL CONSTRUCTION            | 17,481       | 24,570      | 24,268      |
| DEPARTMENT OF AGING                            | 21,509       | 25,801      | 24,214      |
| OFFICE OF THE ATTORNEY GENERAL                 | 16,972       | 19,117      | 21,583      |
| STATE BOARD OF ELECTIONS                       | 3,875        | 7,752       | 16,495      |
| LABOR, LICENSING, AND REGULATION               | 16,681       | 16,226      | 15,987      |
| MILITARY DEPARTMENT                            | 13,692       | 15,446      | 15,322      |
| HOUSING AND COMMUNITY DEVELOPMENT              | 3,899        | 43,435      | 15,147      |

*(continued on next page)*

Totals may not add due to rounding.



# Appendix I

## Appropriation Detail General Funds (in thousands of \$)

|   | Fiscal Years      |                   |                   |
|---|-------------------|-------------------|-------------------|
|   | <u>2006</u>       | <u>2007</u>       | <u>2008</u>       |
| MARYLAND STADIUM AUTHORITY                      | 13,926            | 13,648            | 14,814            |
| BOARD OF PUBLIC WORKS - CAPITAL                 | 1,890             | 73,737            | 12,000            |
| MARYLAND PUBLIC BROADCASTING COMMISSION         | 11,641            | 10,699            | 10,053            |
| EXECUTIVE DEPARTMENT                            | 8,636             | 9,028             | 9,341             |
| DEPARTMENT OF VETERANS AFFAIRS                  | 10,234            | 10,455            | 9,052             |
| BOARD OF PUBLIC WORKS                           | 4,579             | 7,387             | 5,640             |
| STATE TREASURER'S OFFICE                        | 4,380             | 4,985             | 5,092             |
| AID TO UNIVERSITY OF MARYLAND MEDICAL SYSTEM    | 2,824             | 2,937             | 3,055             |
| SECURITY INTEREST FILING FEES                   | 2,907             | 3,125             | 2,925             |
| DEPARTMENT OF DISABILITIES                      | 2,542             | 2,992             | 2,875             |
| COMMISSION ON HUMAN RELATIONS                   | 2,414             | 2,650             | 2,811             |
| STATE ARCHIVES                                  | 2,454             | 3,428             | 2,795             |
| SECRETARY OF STATE                              | 2,264             | 2,330             | 2,310             |
| HISTORIC ST. MARY'S CITY COMMISSION             | 1,946             | 2,248             | 2,191             |
| AFRICAN AMERICAN MUSEUM CORPORATION             | 3,025             | 2,714             | 2,149             |
| RETIREMENT CONTRIBUTIONS - LOCAL EMPLOYEES      | 1,693             | 1,843             | 2,021             |
| MARYLAND ENERGY ADMINISTRATION                  | 461               | 1,899             | 1,676             |
| GOVERNOR'S OFFICE FOR CHILDREN                  | 1,449             | 1,642             | 1,541             |
| OFFICE OF THE STATE PROSECUTOR                  | 1,012             | 1,081             | 1,182             |
| PROPERTY TAX ASSESSMENT APPEALS BOARDS          | 894               | 917               | 931               |
| MARYLAND TAX COURT                              | 552               | 618               | 604               |
| STATE BOARD OF CONTRACT APPEALS                 | 588               | 594               | 568               |
| CANAL PLACE AUTHORITY                           | 319               | 325               | 308               |
| OFFICE OF THE DEAF AND HARD OF HEARING          | 221               | 261               | 271               |
| REGISTERS OF WILLS                              | 0                 | 25                | 25                |
| MAJOR INFORMATION TECHNOLOGY PROJECT FUND       | 16,570            | 31,415            | 0                 |
| OFFICE OF ADMINISTRATIVE HEARINGS               | 0                 | 371               | 0                 |
| OFFICE FOR CHILDREN, YOUTH AND FAMILIES         | 1,265             | 0                 | 0                 |
| <b>Total</b>                                    | <b>12,356,373</b> | <b>14,133,459</b> | <b>14,752,893</b> |
| Proposed deficiency appropriations (Appendix C) |                   | 112,967           |                   |
| Contingent reductions                           |                   |                   | (54,250)          |
| Estimated reversions                            |                   | (82,073)          | (30,000)          |
| <b>Adjusted Total</b>                           | <b>12,356,373</b> | <b>14,164,353</b> | <b>14,668,643</b> |

Totals may not add due to rounding.

# Appendix II

## Position Summary Full-Time Equivalent Positions

|   | Fiscal Years |        |        |        |        |        |
|---|--------------|--------|--------|--------|--------|--------|
|   | 2006         |        | 2007   |        | 2008   |        |
|   | Auth.        | Contr. | Auth.  | Contr. | Auth.  | Contr. |
| UNIVERSITY SYSTEM OF MARYLAND           | 19,711       | 4,955  | 20,769 | 5,132  | 21,217 | 5,428  |
| PUBLIC SAFETY AND CORRECTIONAL SERVICES | 11,279       | 266    | 11,503 | 411    | 11,709 | 396    |
| TRANSPORTATION                          | 9,012        | 141    | 9,021  | 176    | 9,097  | 182    |
| HEALTH AND MENTAL HYGIENE               | 7,631        | 462    | 7,680  | 458    | 7,674  | 479    |
| HUMAN RESOURCES                         | 7,005        | 70     | 7,021  | 136    | 7,054  | 135    |
| JUDICIARY                               | 3,291        | 371    | 3,397  | 371    | 3,584  | 354    |
| STATE POLICE                            | 2,464        | 34     | 2,472  | 49     | 2,475  | 37     |
| JUVENILE SERVICES                       | 2,081        | 177    | 2,080  | 144    | 2,089  | 144    |
| STATE DEPARTMENT OF EDUCATION           | 1,594        | 155    | 1,649  | 139    | 1,663  | 148    |
| LABOR, LICENSING, AND REGULATION        | 1,460        | 202    | 1,475  | 191    | 1,480  | 177    |
| NATURAL RESOURCES                       | 1,367        | 346    | 1,369  | 374    | 1,367  | 420    |
| COMPTROLLER OF MARYLAND                 | 1,110        | 27     | 1,109  | 30     | 1,109  | 30     |
| MORGAN STATE UNIVERSITY                 | 1,025        | 453    | 1,035  | 442    | 1,035  | 455    |
| OFFICE OF THE PUBLIC DEFENDER           | 998          | 60     | 1,020  | 82     | 1,018  | 67     |
| DEPARTMENT OF THE ENVIRONMENT           | 949          | 26     | 951    | 38     | 955    | 45     |
| LEGISLATIVE                             | 744          | -      | 747    | -      | 747    | -      |
| DEPARTMENT OF ASSESSMENTS AND TAXATION  | 678          | -      | 678    | 0      | 676    | -      |
| DEPARTMENT OF GENERAL SERVICES          | 643          | 21     | 636    | 28     | 646    | 26     |
| BALTIMORE CITY COMMUNITY COLLEGE        | 553          | 349    | 553    | 324    | 563    | 361    |
| DEPARTMENT OF AGRICULTURE               | 428          | 36     | 436    | 42     | 448    | 47     |
| ST. MARY'S COLLEGE OF MARYLAND          | 414          | 27     | 427    | 30     | 446    | 30     |
| BUDGET AND MANAGEMENT                   | 431          | 16     | 442    | 16     | 445    | 22     |
| MILITARY DEPARTMENT                     | 395          | 63     | 395    | 35     | 406    | 35     |
| MARYLAND SCHOOL FOR THE DEAF            | 317          | 74     | 317    | 70     | 317    | 80     |
| HOUSING AND COMMUNITY DEVELOPMENT       | 318          | 54     | 316    | 40     | 316    | 40     |
| MARYLAND INSURANCE ADMINISTRATION       | 289          | 7      | 289    | 10     | 294    | 11     |
| BUSINESS AND ECONOMIC DEVELOPMENT       | 292          | 34     | 292    | 33     | 290    | 33     |
| OFFICE OF THE ATTORNEY GENERAL          | 237          | 8      | 241    | 5      | 258    | 2      |
| DEPARTMENT OF PLANNING                  | 184          | 10     | 187    | 14     | 184    | 16     |
| STATE RETIREMENT AND PENSION SYSTEMS    | 172          | 20     | 175    | 29     | 177    | 29     |
| LOTTERY AGENCY                          | 177          | 12     | 171    | 9      | 172    | 10     |
| MARYLAND PUBLIC BROADCASTING COMMISSION | 157          | 18     | 157    | 15     | 156    | 18     |
| PUBLIC SERVICE COMMISSION               | 135          | 9      | 135    | 5      | 135    | 9      |
| WORKERS' COMPENSATION COMMISSION        | 126          | 12     | 124    | 18     | 124    | 12     |
| OFFICE OF ADMINISTRATIVE HEARINGS       | 122          | 1      | 122    | 1      | 123    | 1      |

Totals may not add due to rounding.

*(continued on next page)*

## Appendix II

### Position Summary Full-Time Equivalent Positions

|  | Fiscal Years  |              |               |              |               |              |
|--|---------------|--------------|---------------|--------------|---------------|--------------|
|  | 2006          |              | 2007          |              | 2008          |              |
|  | Auth.         | Contr.       | Auth.         | Contr.       | Auth.         | Contr.       |
| INST. FOR EMERGENCY MEDICAL SERVICES SYSTEMS | 93            | 9            | 93            | 7            | 94            | 6            |
| EXECUTIVE - BOARDS, COMMISSIONS AND OFFICES  | 81            | 19           | 84            | 19           | 87            | 14           |
| EXECUTIVE DEPARTMENT                         | 80            | 2            | 80            | 2            | 80            | 2            |
| MARYLAND HIGHER EDUCATION COMMISSION         | 72            | 1            | 75            | 1            | 75            | 1            |
| DEPARTMENT OF VETERANS AFFAIRS               | 66            | 4            | 66            | 4            | 66            | 4            |
| DEPARTMENT OF AGING                          | 56            | 7            | 59            | 6            | 59            | 5            |
| STATE TREASURER'S OFFICE                     | 55            | 1            | 59            | -            | 59            | -            |
| STATE ARCHIVES                               | 47            | 50           | 47            | 47           | 47            | 49           |
| COMMISSION ON HUMAN RELATIONS                | 42            | 1            | 43            | 1            | 46            | 1            |
| HISTORIC ST. MARY'S CITY COMMISSION          | 35            | 9            | 35            | 10           | 36            | 10           |
| STATE BOARD OF ELECTIONS                     | 33            | 6            | 33            | 6            | 33            | 6            |
| SECRETARY OF STATE                           | 32            | 1            | 32            | 1            | 32            | 2            |
| DEPARTMENT OF DISABILITIES                   | 24            | 5            | 25            | 5            | 25            | 4            |
| GOVERNOR'S OFFICE FOR CHILDREN               | 19            | 1            | 19            | -            | 22            | -            |
| OFFICE OF THE PEOPLE'S COUNSEL               | 19            | 1            | 19            | -            | 19            | -            |
| INTERAGENCY FOR SCHOOL CONSTRUCTION          | 17            | 1            | 19            | 1            | 19            | -            |
| MARYLAND ENERGY ADMINISTRATION               | 18            | 1            | 18            | -            | 18            | -            |
| SUBSEQUENT INJURY FUND                       | 18            | -            | 18            | -            | 18            | -            |
| SUPPLEMENTAL RETIREMENT PLANS                | 14            | -            | 14            | -            | 14            | -            |
| OFFICE OF THE STATE PROSECUTOR               | 10            | 5            | 10            | 4            | 11            | 7            |
| UNINSURED EMPLOYERS' FUND                    | 12            | -            | 11            | -            | 11            | -            |
| MARYLAND TAX COURT                           | 9             | -            | 9             | 1            | 9             | 1            |
| BOARD OF PUBLIC WORKS                        | 9             | -            | 9             | -            | 9             | -            |
| PROPERTY TAX ASSESSMENT APPEALS BOARDS       | 9             | -            | 9             | -            | 9             | -            |
| STATE BOARD OF CONTRACT APPEALS              | 5             | -            | 5             | -            | 5             | -            |
| CANAL PLACE AUTHORITY                        | 4             | -            | 4             | -            | 4             | -            |
| OFFICE OF THE DEAF AND HARD OF HEARING       | 2             | 0            | 2             | 1            | 2             | 1            |
| <b>Total</b>                                 | <b>78,661</b> | <b>8,637</b> | <b>80,282</b> | <b>9,011</b> | <b>81,353</b> | <b>9,387</b> |

Totals may not add due to rounding.



## **APPENDICES**

- A. General Fund Budget Summary for Fiscal Years 2007 and 2008**
- B. Estimated Revenues for Fiscal Years Ending June 30, 2007 and 2008**
- C. Summary of Operating Budgets for the Fiscal Years Ending June 30, 2007 and 2008**
- D. Summary of Operating Budgets by Object Classification for Fiscal Years 2007 and 2008**
- E. Personnel Detail**
- F. Fiscal Year 2006 - 2012 Forecast**
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- H. Budget Bill Contingent and Restrictive Language**
- I. Recoveries of Indirect Costs from Federal Grants and Contracts for Fiscal Year 2006**
- J. Statewide Central Services Cost Allocation Plan for the Fiscal Year Ending June 30, 2004**
- K. Share of the State Budget Providing Services to Children**
- L. Summary of Budgeted Federal Revenues by Major Federal Sources**
- M. Cigarette Restitution Fund Fiscal Years 2006 - 2008**
- N. Major Publicly Funded Programs for the Aged Administered by the State of Maryland**



**APPENDIX A  
GENERAL FUND BUDGET SUMMARY (\$)**

**Fiscal Year 2007**

|  |                     |                       |
|--|---------------------|-----------------------|
| <b>General Fund Balance, June 30, 2006<br/>available for 2006 operations</b> |                     | <b>1,361,712,139</b>  |
| 2007 Estimated Revenues (Bd. of Rev. Estimates - December, 2006 est.)        | 12,873,976,645      |                       |
| Adjustments to revenues:   |                     |                       |
| Medicaid purchases of Vital Records  | 10,048,000          |                       |
| Maryland Stadium Authority Profit  | 1,400,000           |                       |
| Other (see detail)   | <u>4,185,658</u>    |                       |
|  | <u>15,633,658</u>   |                       |
| <i>Subtotal Revenues</i>   |                     | 12,889,610,303        |
| Reimbursement from reserve for Heritage Tax Credits                          |                     | 6,003,740             |
| Transfer from local income tax reserve                                       |                     | 154,219,000           |
| 2007 General Fund Appropriations   |                     |                       |
| Appropriated by the 2006 General Assembly for State Operations               | 14,133,458,672      |                       |
| Deficiency appropriations  | 112,967,074         |                       |
| Specific reversion - Restricted Health and Welfare Benefits Funds            | (33,795,093)        |                       |
| Specific reversion - 2006 Medicaid Surplus                                   | (10,000,000)        |                       |
| Specific reversion - Other (see detail)                                      | (18,277,838)        |                       |
| Estimated agency reversions  | <u>(20,000,000)</u> |                       |
| <i>Subtotal Appropriations</i>   |                     | <u>14,164,352,815</u> |
| <b>2007 General Funds Reserved for 2008 Operations</b>                       |                     | <b>247,192,367</b>    |

**Fiscal Year 2008**

|   |                     |                       |
|---|---------------------|-----------------------|
| <b>2007 General Funds Reserved for 2008 Operations</b>                |                     | <b>247,192,367</b>    |
| 2008 Estimated Revenues (Bd. of Rev. Estimates - December, 2006 est.) | 13,452,841,719      |                       |
| Adjustments to revenues:  |                     |                       |
| Medicaid purchases of Vital Records                                   | 1,560,000           |                       |
| Other (see detail)  | <u>1,493,750</u>    |                       |
|   | <u>3,053,750</u>    |                       |
| <i>Subtotal Revenues</i>  |                     | 13,455,895,469        |
| Reimbursement from reserve for Heritage Tax Credits                   |                     | 17,396,571            |
| Transfer from the Revenue Stabilization Account                       |                     | 967,000,000           |
| Transfer from Dedicated Purpose Account                               |                     | 11,017,757            |
| 2008 General Fund Appropriations                                      | 14,752,893,418      |                       |
| Reductions contingent on legislation                                  | (54,250,000)        |                       |
| Estimated agency reversions   | <u>(30,000,000)</u> |                       |
| <i>Subtotal Appropriations</i>  |                     | <u>14,668,643,418</u> |
| <b>2008 General Fund Unappropriated Balance</b>                       |                     | <b>29,858,746</b>     |

**APPENDIX A**  
**GENERAL FUND BUDGET SUMMARY (cont.)**  
**Detail - Fiscal Years 2007 and 2008**

|  | <b>2,007</b>        | <b>2008</b>         |
|--|---------------------|---------------------|
| <b>Adjustments to Revenues - Other</b>                   |                     |                     |
| Medicare Part D Federal reimbursement                    | 1,655,658           |                     |
| Medicare - Maryland Cares - HB 1467                      | 2,000,000           |                     |
| Deer's Head - Veteran's Services                         |                     | 600,000             |
| Federal reimbursement for cemetery expansion             | 530,000             | 210,000             |
| Office of Health Care Quality fees                       |                     | 683,750             |
|  | <u>4,185,658</u>    | <u>1,493,750</u>    |
| <br>   |                     |                     |
| <b>Specific Reversions</b>                               |                     |                     |
| DAT - Tax Credit Payments                                | (9,025,000)         |                     |
| FY 2007 Hiring Freeze - Various Agencies                 | (5,000,000)         |                     |
| DGS Annapolis Parking Garage Lease Payment               | (1,572,880)         |                     |
| Veterans Affairs   | (800,000)           |                     |
| Maryland Stadium Authority                               | (995,000)           |                     |
| Energy Administration - Solar Grant Program              | (600,000)           |                     |
| IAC - Wiring in Schools                                  | (284,958)           |                     |
|  | <u>(18,277,838)</u> | <u>-</u>            |
| <br>   |                     |                     |
| <b>Reductions to allowance contingent on legislation</b> |                     |                     |
| DHMH - Indirect Costs - health commissions               |                     | 1,250,000           |
| Dedicated Purpose Account - MdTA Transfer                |                     | 53,000,000          |
|  |                     | <u>- 54,250,000</u> |



**APPENDIX B**  
**ESTIMATED REVENUES FOR THE FISCAL YEARS ENDING JUNE 30, 2007 AND 2008**

|   | 2007 APPROPRIATION |               |               | 2008 ALLOWANCE |               |               |               |               |
|---|--------------------|---------------|---------------|----------------|---------------|---------------|---------------|---------------|
|   | GENERAL FUNDS      | SPECIAL FUNDS | FEDERAL FUNDS | TOTAL FUNDS    | GENERAL FUNDS | SPECIAL FUNDS | FEDERAL FUNDS | TOTAL FUNDS   |
| <b>PROPERTY TAXES</b>                                   |                    |               |               |                |               |               |               |               |
| PROPERTY TAXES  |                    | 551,958,686   |               | 551,958,686    |               | 618,056,342   |               | 618,056,342   |
| PROPERTY TRANSFER TAXES                                 |                    | 264,491,000   |               | 264,491,000    |               | 188,582,000   |               | 188,582,000   |
| Over attainment from prior years                        |                    | 104,453,151   |               | 104,453,151    |               | 75,502,557    |               | 75,502,557    |
| Transfer to the General Fund                            |                    |               |               |                |               |               |               |               |
| <b>FRANCHISE AND CORPORATION TAXES</b>                  |                    |               |               |                |               |               |               |               |
| FRANCHISE TAX ON GROSS RECEIPTS                         | 128,486,000        |               |               | 128,486,000    | 134,270,000   |               |               | 134,270,000   |
| ORGANIZATION AND CAPITALIZATION FEES                    | 360,000            |               |               | 360,000        | 365,000       |               |               | 365,000       |
| FRANCHISE TAX ON NET EARNINGS OF FINANCIAL INSTITUTIONS | 20,000             |               |               | 20,000         |               |               |               |               |
| RECORDING FEES  | 10,900,000         |               |               | 10,900,000     | 10,900,000    |               |               | 10,900,000    |
| CORPORATION FILING FEES                                 | 70,681,000         |               |               | 70,681,000     | 71,388,000    |               |               | 71,388,000    |
| <b>DEATH TAXES</b>                                      |                    |               |               |                |               |               |               |               |
| COLLATERAL INHERITANCE TAX                              | 47,649,000         |               |               | 47,649,000     | 49,746,000    |               |               | 49,746,000    |
| DIRECT INHERITANCE TAX                                  | 300,000            |               |               | 300,000        | 240,000       |               |               | 240,000       |
| MARYLAND ESTATE TAX                                     | 172,197,000        |               |               | 172,197,000    | 150,343,000   |               |               | 150,343,000   |
| <b>ALCOHOLIC BEVERAGE TAXES AND LICENSES</b>            |                    |               |               |                |               |               |               |               |
| TAX ON LIQUOR   | 14,160,000         |               |               | 14,160,000     | 14,476,000    |               |               | 14,476,000    |
| TAX ON WINE   | 5,072,000          |               |               | 5,072,000      | 5,222,000     |               |               | 5,222,000     |
| TAX ON BEER   | 9,265,000          |               |               | 9,265,000      | 9,335,000     |               |               | 9,335,000     |
| ALCOHOLIC BEVERAGE LICENSES                             | 1,000,000          |               |               | 1,000,000      | 1,000,000     |               |               | 1,000,000     |
| <b>INCOME TAXES</b>                                     |                    |               |               |                |               |               |               |               |
| CORPORATION INCOME TAXES                                | 573,500,000        | 181,105,263   |               | 754,605,263    | 590,705,000   | 186,538,421   |               | 777,243,421   |
| INDIVIDUAL INCOME TAXES                                 | 6,613,245,000      |               |               | 6,613,245,000  | 7,061,752,000 |               |               | 7,061,752,000 |
| <b>RETAIL SALES AND USE TAXES</b>                       | 3,457,229,000      | 28,517,000    |               | 3,485,746,000  | 3,622,962,000 | 29,884,000    |               | 3,652,846,000 |
| <b>TOBACCO TAX AND LICENSES</b>                         |                    |               |               |                |               |               |               |               |
| TOBACCO TAX   | 276,145,000        |               |               | 276,145,000    | 278,456,000   |               |               | 278,456,000   |
| TAX ON OTHER TOBACCO PRODUCTS                           | 8,982,000          |               |               | 8,982,000      | 9,840,000     |               |               | 9,840,000     |
| <b>INSURANCE COMPANY TAXES, LICENSES, AND FEES</b>      | 286,141,000        |               |               | 286,141,000    | 293,295,000   |               |               | 293,295,000   |
| <b>HORSE RACING TAXES AND LICENSES</b>                  | 240,000            | 4,211,400     |               | 4,451,400      | 240,000       | 4,355,600     |               | 4,595,600     |
| <b>DISTRICT COURT FEES AND COSTS</b>                    | 104,155,000        |               |               | 104,155,000    | 106,863,000   |               |               | 106,863,000   |
| <b>INTEREST ON INVESTMENTS</b>                          | 172,795,000        | 6,000,000     |               | 178,795,000    | 95,000,000    | 5,000,000     |               | 100,000,000   |
| <b>HOSPITAL PATIENT RECOVERIES</b>                      |                    |               |               |                |               |               |               |               |
| STATE HOSPITAL RECOVERIES - MEDICAID                    | 48,693,000         |               |               | 48,693,000     | 50,148,000    |               |               | 50,148,000    |
| STATE HOSPITAL RECOVERIES - MEDICARE                    | 4,220,000          |               |               | 4,220,000      | 4,562,000     |               |               | 4,562,000     |
| STATE HOSPITAL RECOVERIES - INSURANCE & SPONSORS        | 5,809,000          |               |               | 5,809,000      | 5,827,000     |               |               | 5,827,000     |
| DISPROPORTIONATE SHARE PAYMENTS                         | 24,399,000         |               |               | 24,399,000     | 24,399,000    |               |               | 24,399,000    |
| <b>MISCELLANEOUS TAXES, FEES AND OTHER REVENUES</b>     |                    |               |               |                |               |               |               |               |
| EXCESS FEES OF OFFICE                                   | 5,303,000          |               |               | 5,303,000      | 5,299,000     |               |               | 5,299,000     |

**APPENDIX B  
ESTIMATED REVENUES FOR THE FISCAL YEARS ENDING JUNE 30, 2007 AND 2008**

|  | 2007 APPROPRIATION |                   |                  | TOTAL FUNDS        | 2008 ALLOWANCE    |                   |                  | TOTAL FUNDS        |
|--|--------------------|-------------------|------------------|--------------------|-------------------|-------------------|------------------|--------------------|
|  | GENERAL FUNDS      | SPECIAL FUNDS     | FEDERAL FUNDS    |                    | GENERAL FUNDS     | SPECIAL FUNDS     | FEDERAL FUNDS    |                    |
| UNCLAIMED PROPERTY REVENUE                                       | 80,000,000         |                   |                  | 80,000,000         | 80,000,000        |                   |                  | 80,000,000         |
| LOCAL SHARE OF COST OF INCOME TAX ADMINISTRATION                 | 13,959,000         |                   |                  | 13,959,000         | 12,396,000        |                   |                  | 12,396,000         |
| UNINSURED MOTORIST PENALTY FEES                                  | 64,805,000         |                   |                  | 64,805,000         | 71,670,000        |                   |                  | 71,670,000         |
| MISCELLANEOUS  | 10,006,000         |                   |                  | 10,006,000         | 10,003,000        |                   |                  | 10,003,000         |
| <b>ANNUITY BOND FUND MISCELLANEOUS REVENUES</b>                  |                    | 102,657,639       |                  | 102,657,639        |                   | 31,138,506        |                  | 31,138,506         |
| <b>BUDGETED TOBACCO SETTLEMENT RECOVERIES</b>                    |                    | 166,095,687       |                  | 166,095,687        |                   | 193,949,428       |                  | 193,949,428        |
| <b>LEGISLATIVE</b>   | 225,000            | 100,000           |                  | 325,000            | 230,000           | 100,000           |                  | 330,000            |
| <b>JUDICIAL REVIEW AND LEGAL</b>                                 |                    |                   |                  |                    |                   |                   |                  |                    |
| JUDICIARY  |                    |                   |                  |                    |                   |                   |                  |                    |
| COURT OF APPEALS   |                    |                   |                  |                    |                   |                   |                  |                    |
| COURT OF SPECIAL APPEALS   |                    |                   |                  |                    |                   |                   |                  |                    |
| CIRCUIT COURT JUDGES   |                    |                   | 793,284          | 793,284            |                   |                   | 789,555          | 789,555            |
| DISTRICT COURT   |                    | 225,000           |                  | 225,000            |                   |                   |                  |                    |
| STATE BOARD OF LAW EXAMINERS                                     |                    |                   |                  |                    |                   |                   |                  |                    |
| ADMINISTRATIVE OFFICE OF THE COURTS                              |                    | 12,656,487        | 204,251          | 12,860,738         |                   | 12,500,000        |                  | 12,500,000         |
| STATE LAW LIBRARY  |                    | 11,500            |                  | 11,500             |                   | 11,500            |                  | 11,500             |
| JUDICIAL INFORMATION SYSTEMS                                     |                    | 14,189,793        |                  | 14,189,793         |                   | 11,230,015        |                  | 11,230,015         |
| CLERKS OF THE CIRCUIT COURT                                      | 45,347,000         | 15,132,179        | 2,344,898        | 62,824,077         | 45,992,000        | 16,296,899        | 2,357,998        | 64,646,897         |
| FAMILY LAW DIVISION  |                    |                   | 244,086          | 244,086            |                   |                   | 172,000          | 172,000            |
| MAJOR TECHNOLOGY DEVELOPMENT PROJECTS                            |                    | 2,923,661         |                  | 2,923,661          |                   | 3,435,500         |                  | 3,435,500          |
| OFFICE OF THE PUBLIC DEFENDER                                    | 1,500,000          | 391,916           |                  | 1,891,916          | 1,500,000         | 219,786           |                  | 1,719,786          |
| OFFICE OF THE ATTORNEY GENERAL                                   | 24,500,000         | 2,898,274         | 1,875,225        | 29,273,499         | 24,500,000        | 3,226,187         | 2,006,363        | 29,732,550         |
| OFFICE OF THE STATE PROSECUTOR                                   |                    |                   | 160,000          | 160,000            |                   |                   | 123,220          | 123,220            |
| PUBLIC SERVICE COMMISSION  | 60,000             | 13,010,593        |                  | 13,070,593         | 60,000            | 12,853,242        |                  | 12,913,242         |
| OFFICE OF THE PEOPLE'S COUNSEL                                   |                    | 3,172,406         |                  | 3,172,406          |                   | 2,760,731         |                  | 2,760,731          |
| SUBSEQUENT INJURY FUND   | 12,000             | 1,877,106         |                  | 1,889,106          | 12,000            | 1,847,709         |                  | 1,859,709          |
| UNINSURED EMPLOYERS' FUND  | 8,994              | 1,092,657         |                  | 1,101,651          | 8,994             | 1,045,382         |                  | 1,054,376          |
| WORKERS' COMPENSATION COMMISSION                                 | 54,387             | 13,768,096        |                  | 13,822,483         | 54,387            | 13,137,662        |                  | 13,192,049         |
| Less: Tobacco Settlement Recoveries (Office of the Atty General) |                    | (223,514)         |                  | (223,514)          |                   | (421,000)         |                  | (421,000)          |
| <b>TOTAL</b>   | <b>71,482,381</b>  | <b>81,126,154</b> | <b>5,621,744</b> | <b>158,230,279</b> | <b>72,127,381</b> | <b>78,143,613</b> | <b>5,449,136</b> | <b>155,720,130</b> |
| <b>EXECUTIVE AND ADMINISTRATIVE CONTROL</b>                      |                    |                   |                  |                    |                   |                   |                  |                    |
| BOARD OF PUBLIC WORKS  |                    |                   |                  |                    |                   |                   |                  |                    |
| BOARD OF PUBLIC WORKS - CAPITAL                                  |                    | 6,100,000         | 4,912,000        | 11,012,000         |                   | 2,400,000         |                  | 2,400,000          |
| DEPARTMENT OF DISABILITIES                                       | 40,000             | 139,920           | 1,670,599        | 1,850,519          | 19,000            | 196,532           | 1,413,078        | 1,628,610          |
| MARYLAND ENERGY ADMINISTRATION                                   | 25,192             | 4,911,712         | 843,772          | 5,780,676          | 24,881            | 4,610,259         | 1,134,799        | 5,769,939          |
| EXECUTIVE DEPT - BOARDS, COMMISSIONS AND OFFICES                 | 75,000             | 1,987,863         | 19,625,845       | 21,688,708         | 63,000            | 2,042,446         | 15,862,944       | 17,968,390         |
| SECRETARY OF STATE   | 1,768,000          | 417,782           |                  | 2,185,782          | 1,833,000         | 454,679           |                  | 2,287,679          |
| HISTORIC ST. MARY'S CITY COMMISSION                              |                    | 575,720           | 791,000          | 1,366,720          |                   | 573,100           |                  | 573,100            |
| GOVERNOR'S OFFICE FOR CHILDREN                                   |                    |                   | 250,000          | 250,000            |                   |                   |                  |                    |
| DEPARTMENT OF AGING  |                    | 393,002           | 25,642,734       | 26,035,736         |                   | 324,001           | 26,189,372       | 26,513,373         |
| COMMISSION ON HUMAN RELATIONS                                    | 1,000              |                   | 905,493          | 906,493            | 1,000             |                   | 731,944          | 732,944            |
| MARYLAND STADIUM AUTHORITY                                       |                    | 21,000,000        |                  | 21,000,000         |                   | 21,500,000        |                  | 21,500,000         |
| STATE BOARD OF ELECTIONS   |                    | 18,230,350        | 3,521,916        | 21,752,266         |                   | 8,934,219         | 2,178,609        | 11,112,828         |
| DEPARTMENT OF PLANNING   |                    | 4,303,818         | 819,479          | 5,123,297          |                   | 4,319,273         | 937,299          | 5,256,572          |
| MILITARY DEPARTMENT  | 1,000              | 12,124,267        | 38,807,507       | 50,932,774         | 1,000             | 12,124,267        | 50,544,137       | 62,669,404         |
| MD INSTITUTE FOR EMERGENCY MEDICAL SERVICES SYSTEM               |                    | 11,701,251        | 140,000          | 11,841,251         |                   | 11,308,297        | 700,000          | 12,008,297         |
| DEPARTMENT OF VETERANS AFFAIRS                                   |                    | 227,665           | 15,805,632       | 16,033,297         |                   | 627,221           | 14,291,175       | 14,918,396         |
| STATE ARCHIVES   |                    | 7,716,460         | 149,728          | 7,866,188          |                   | 7,074,416         | 151,903          | 7,226,319          |

**APPENDIX B**  
**ESTIMATED REVENUES FOR THE FISCAL YEARS ENDING JUNE 30, 2007 AND 2008**

|   | 2007 APPROPRIATION |                    |                    |                    | 2008 ALLOWANCE     |                    |                    |                    |
|---|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
|   | GENERAL FUNDS      | SPECIAL FUNDS      | FEDERAL FUNDS      | TOTAL FUNDS        | GENERAL FUNDS      | SPECIAL FUNDS      | FEDERAL FUNDS      | TOTAL FUNDS        |
| MARYLAND INSURANCE ADMINISTRATION                             | 500,000            | 162,415,898        | 4,742,007          | 167,657,905        | 700,000            | 160,707,625        |                    | 161,407,625        |
| CANAL PLACE PRESERVATION AND DEVELOPMENT AUTHORITY            |                    | 200,300            |                    | 200,300            |                    | 253,784            |                    | 253,784            |
| OFFICE OF ADMINISTRATIVE HEARINGS                             | 2,300,000          | 36,000             |                    | 2,336,000          | 2,300,000          | 48,213             |                    | 2,348,213          |
| Less: Property Transfer Tax (Department of Planning)          |                    | (3,000,000)        |                    | (3,000,000)        |                    | (3,000,000)        |                    | (3,000,000)        |
| <b>TOTAL</b>  | <b>4,710,192</b>   | <b>249,482,008</b> | <b>118,627,712</b> | <b>372,819,912</b> | <b>4,941,881</b>   | <b>234,498,332</b> | <b>114,135,260</b> | <b>353,575,473</b> |
| <b>FINANCIAL AND REVENUE ADMINISTRATION</b>                   |                    |                    |                    |                    |                    |                    |                    |                    |
| COMPTROLLER OF THE TREASURY                                   |                    | 18,299,590         |                    | 18,299,590         |                    | 16,151,213         |                    | 16,151,213         |
| STATE TREASURER   | 11,500,000         | 811,591            |                    | 12,311,591         | 5,500,000          | 1,727,199          |                    | 7,227,199          |
| STATE DEPARTMENT OF ASSESSMENTS AND TAXATION                  | 250,000            | 4,273,345          |                    | 4,523,345          | 250,000            | 4,253,095          |                    | 4,503,095          |
| STATE LOTTERY AGENCY  | 477,372,000        | 58,449,070         |                    | 535,821,070        | 499,219,000        | 57,956,197         |                    | 557,175,197        |
| <b>TOTAL</b>  | <b>489,122,000</b> | <b>81,833,596</b>  | <b>-</b>           | <b>570,955,596</b> | <b>504,969,000</b> | <b>80,087,704</b>  | <b>-</b>           | <b>585,056,704</b> |
| <b>DEPARTMENT OF BUDGET AND MANAGEMENT</b>                    | <b>1,330,000</b>   | <b>18,627,675</b>  |                    | <b>19,957,675</b>  | <b>760,000</b>     | <b>31,405,939</b>  |                    | <b>32,165,939</b>  |
| <b>MAJOR INFORMATION TECHNOLOGY DEVELOPMENT PROJECTS FUND</b> |                    |                    |                    |                    |                    | 9,194,230          |                    | 9,194,230          |
| <b>RETIREMENT PROGRAMS</b>                                    |                    |                    |                    |                    |                    |                    |                    |                    |
| MARYLAND STATE RETIREMENT AND PENSION SYSTEMS                 |                    | 22,016,121         |                    | 22,016,121         |                    | 22,280,275         |                    | 22,280,275         |
| TEACHERS AND EMPLOYEES SUPPLEMENTAL RETIREMENT PLANS          |                    | 1,364,663          |                    | 1,364,663          |                    | 1,391,955          |                    | 1,391,955          |
| <b>TOTAL</b>  | <b>-</b>           | <b>23,380,784</b>  | <b>-</b>           | <b>23,380,784</b>  | <b>-</b>           | <b>23,672,230</b>  | <b>-</b>           | <b>23,672,230</b>  |
| <b>DEPARTMENT OF GENERAL SERVICES</b>                         | <b>1,200,000</b>   | <b>3,526,430</b>   | <b>811,905</b>     | <b>5,538,335</b>   | <b>100,000</b>     | <b>1,780,263</b>   | <b>904,586</b>     | <b>2,784,849</b>   |
| <b>DEPARTMENT OF TRANSPORTATION</b>                           |                    |                    |                    |                    |                    |                    |                    |                    |
| MOTOR VEHICLE FUEL TAXES AND LICENSES                         |                    | 765,100,000        |                    | 765,100,000        |                    | 779,700,000        |                    | 779,700,000        |
| MOTOR VEHICLE TITLING TAX                                     |                    | 715,000,000        |                    | 715,000,000        |                    | 725,000,000        |                    | 725,000,000        |
| MOTOR VEHICLE REGISTRATION                                    |                    | 365,300,000        |                    | 365,300,000        |                    | 371,500,000        |                    | 371,500,000        |
| MOTOR VEHICLE ADMINISTRATION FEES                             |                    | 241,079,000        |                    | 241,079,000        |                    | 255,260,000        |                    | 255,260,000        |
| PORT ADMINISTRATION   |                    | 96,235,000         |                    | 96,235,000         |                    | 96,305,000         |                    | 96,305,000         |
| MASS TRANSIT ADMINISTRATION                                   |                    | 112,695,000        |                    | 112,695,000        |                    | 115,564,000        |                    | 115,564,000        |
| AVIATION ADMINISTRATION                                       |                    | 156,798,000        |                    | 156,798,000        |                    | 168,358,000        |                    | 168,358,000        |
| BOND PROCEEDS   |                    | 155,000,000        |                    | 155,000,000        |                    | 400,000,000        |                    | 400,000,000        |
| CAPITAL REIMBURSEMENT   |                    | 10,000,000         |                    | 10,000,000         |                    | 10,000,000         |                    | 10,000,000         |
| MISCELLANEOUS   |                    | 18,000,000         |                    | 18,000,000         |                    | 18,000,000         |                    | 18,000,000         |
| MARYLAND TRANSPORTATION AUTHORITY TRANSFER                    |                    | 18,000,000         |                    | 18,000,000         |                    | (13,000,000)       |                    | (13,000,000)       |
| TRANSFER FROM THE GENERAL FUND                                |                    |                    |                    |                    |                    |                    |                    |                    |
| REVENUE TRANSFERS TO THE GENERAL FUND                         |                    |                    |                    |                    |                    |                    |                    |                    |
| FUEL TAX (CHESAPEAKE BAY 2.3%)                                | 13,311,000         | (13,311,000)       |                    |                    | 13,586,000         | (13,586,000)       |                    |                    |
| SPECIAL LICENSE TAGS  | 1,595,000          | (1,595,000)        |                    |                    | 1,595,000          | (1,595,000)        |                    |                    |
| SECURITY INTEREST FILING FEES                                 | 8,120,000          | (8,120,000)        |                    |                    | 8,190,000          | (8,190,000)        |                    |                    |
| REVENUE TRANSFERS TO OTHER SPECIAL FUNDS                      |                    |                    |                    |                    |                    |                    |                    |                    |
| FUEL TAX (COMPTROLLER)  |                    | (8,569,594)        |                    | (8,569,594)        |                    | (7,493,739)        |                    | (7,493,739)        |
| FUEL TAX (DNR)  |                    | (3,473,000)        |                    | (3,473,000)        |                    | (3,544,000)        |                    | (3,544,000)        |
| GASOLINE AND MOTOR VEHICLE REVENUES (DEPT OF ENVIRON)         |                    | (444,075)          |                    | (444,075)          |                    | (485,592)          |                    | (485,592)          |
| GASOLINE AND MOTOR VEHICLE REVENUES (STATE POLICE)            |                    | (25,008,102)       |                    | (25,008,102)       |                    | (24,394,450)       |                    | (24,394,450)       |
| GASOLINE AND MOTOR VEHICLE REVENUES (RAD - CORP ADMIN)        |                    | (1,009,598)        |                    | (1,009,598)        |                    | (627,584)          |                    | (627,584)          |
| SCHOLARSHIP FUNDS (SPECIAL LICENSE TAGS)                      |                    | (380,000)          |                    | (380,000)          |                    | (380,000)          |                    | (380,000)          |
| EMS OPERATIONS FUND (MED-EVAC SURCHARGE)                      |                    | (63,579,000)       |                    | (63,579,000)       |                    | (64,660,000)       |                    | (64,660,000)       |

**APPENDIX B**  
**ESTIMATED REVENUES FOR THE FISCAL YEARS ENDING JUNE 30, 2007 AND 2008**

|  | 2007 APPROPRIATION |               |               |               | 2008 ALLOWANCE |               |               |               |
|--|--------------------|---------------|---------------|---------------|----------------|---------------|---------------|---------------|
|  | GENERAL FUNDS      | SPECIAL FUNDS | FEDERAL FUNDS | TOTAL FUNDS   | GENERAL FUNDS  | SPECIAL FUNDS | FEDERAL FUNDS | TOTAL FUNDS   |
| DOT ADJUSTMENT FOR REVENUE ESTIMATES                         |                    |               |               |               |                | (1,500)       |               | (1,500)       |
| TRANSFER (TO)/FROM TRANSPORTATION TRUST FUND RESERVE         |                    | 93,979,684    |               | 93,979,684    |                | (17,702,046)  |               | (17,702,046)  |
| ESTIMATE FOR SALES TAX OVER/(UNDER) BRE ESTIMATE             |                    | (17,000)      |               | (17,000)      |                | 16,000        |               | 16,000        |
| ESTIMATE FOR CORP TAX OVER/(UNDER) BRE ESTIMATE              |                    | (5,263)       |               | (5,263)       |                | (38,421)      |               | (38,421)      |
| OTHER FEDERAL FUNDS  |                    |               | 819,537,476   | 819,537,476   |                |               | 869,500,361   | 869,500,361   |
| TOTAL TRANSPORTATION   | 23,026,000         | 2,621,675,052 | 819,537,476   | 3,464,238,528 | 23,371,000     | 2,784,004,668 | 869,500,361   | 3,676,876,029 |
| <b>DEPARTMENT OF NATURAL RESOURCES</b>                       |                    | 396,428,578   | 28,374,922    | 424,803,500   |                | 312,061,484   | 27,075,060    | 339,136,544   |
| Less: Property Transfer Tax                                  | 220,023            | (304,392,045) |               | (304,172,022) | 214,710        | (217,022,737) |               | (216,808,027) |
| Racing Revenue   |                    | (13,000)      |               | (13,000)      |                | (15,165)      |               | (15,165)      |
| Net Total  | 220,023            | 92,023,533    | 28,374,922    | 120,618,478   | 214,710        | 95,023,582    | 27,075,060    | 122,313,352   |
| <b>DEPARTMENT OF AGRICULTURE</b>                             | 72,500             | 111,224,060   | 10,607,899    | 121,904,459   | 61,000         | 96,215,380    | 6,908,216     | 103,184,596   |
| Less: Property Transfer Tax                                  |                    | (61,552,106)  |               | (61,552,106)  |                | (44,061,820)  |               | (44,061,820)  |
| Racing Revenue   |                    | (1,460,000)   |               | (1,460,000)   |                | (1,460,000)   |               | (1,460,000)   |
| Tobacco Settlement Recoveries                                |                    | (7,565,000)   |               | (7,565,000)   |                | (9,029,000)   |               | (9,029,000)   |
| Net Total  | 72,500             | 40,646,954    | 10,607,899    | 51,327,353    | 61,000         | 41,664,560    | 6,908,216     | 48,633,776    |
| <b>DEPARTMENT OF HEALTH AND MENTAL HYGIENE</b>               | 18,219,946         | 385,557,881   | 3,055,489,271 | 3,459,267,098 | 18,647,360     | 440,363,254   | 3,261,850,351 | 3,720,860,965 |
| Less: Tobacco Settlement Recoveries                          |                    | (154,307,173) |               | (154,307,173) |                | (180,589,428) |               | (180,589,428) |
| Net Total  | 18,219,946         | 231,250,708   | 3,055,489,271 | 3,304,959,925 | 18,647,360     | 259,773,826   | 3,261,850,351 | 3,540,271,537 |
| <b>DEPARTMENT OF HUMAN RESOURCES</b>                         | 751,879            | 78,008,957    | 1,024,305,419 | 1,103,066,255 | 925,500        | 94,482,104    | 1,054,528,517 | 1,149,936,121 |
| <b>DEPARTMENT OF LABOR, LICENSING, AND REGULATION</b>        | 11,011,435         | 25,941,942    | 136,202,916   | 173,156,293   | 10,131,909     | 37,940,230    | 107,487,096   | 155,559,235   |
| Less: Racing Revenue   |                    | (2,738,400)   |               | (2,738,400)   |                | (2,880,435)   |               | (2,880,435)   |
| Net Total  | 11,011,435         | 23,203,542    | 136,202,916   | 170,417,893   | 10,131,909     | 35,059,795    | 107,487,096   | 152,678,800   |
| <b>DEPARTMENT OF PUBLIC SAFETY AND CORRECTIONAL SERVICES</b> | 7,942,179          | 139,499,374   | 12,843,746    | 160,285,299   | 7,942,029      | 148,211,400   | 10,137,818    | 166,291,247   |
| <b>STATE DEPARTMENT OF EDUCATION</b>                         | 26,975,781         | 12,477,675    | 1,016,205,286 | 1,055,658,742 | 29,661,360     | 12,042,048    | 962,562,518   | 1,004,265,926 |
| Less: Tobacco Settlement Recoveries                          |                    | (4,000,000)   |               | (4,000,000)   |                | (3,910,000)   |               | (3,910,000)   |
| Net Total  | 26,975,781         | 8,477,675     | 1,016,205,286 | 1,051,658,742 | 29,661,360     | 8,132,048     | 962,562,518   | 1,000,355,926 |
| <b>MARYLAND PUBLIC BROADCASTING COMMISSION</b>               | 100                | 15,576,217    | 4,200,000     | 19,776,317    | 100            | 13,879,600    | 3,432,184     | 17,311,884    |
| <b>UNIVERSITY OF MARYLAND MEDICAL SYSTEM</b>                 |                    | 6,700,000     |               | 6,700,000     |                | 6,764,000     |               | 6,764,000     |
| <b>UNIVERSITY SYSTEM OF MARYLAND</b>                         | 250,000            |               |               | 250,000       | 250,000        |               |               | 250,000       |
| <b>MARYLAND HIGHER EDUCATION COMMISSION</b>                  | 3,400,000          | 7,420,622     | 3,602,283     | 14,422,905    | 3,600,000      | 10,597,631    | 2,096,107     | 16,293,738    |
| <b>SUPPORT FOR STATE OPERATED INST OF HIGHER EDUCATION</b>   |                    | 6,437,055     |               | 6,437,055     |                | 6,751,376     |               | 6,751,376     |
| <b>MARYLAND SCHOOL FOR THE DEAF</b>                          | 16,500             | 229,971       | 1,079,932     | 1,326,403     | 17,000         | 224,076       | 1,031,748     | 1,272,824     |
| <b>DEPARTMENT OF HOUSING AND COMMUNITY DEVELOPMENT</b>       | 1,008,229          | 60,196,994    | 235,721,422   | 296,926,645   | 1,028,489      | 58,628,119    | 203,132,342   | 262,788,950   |
| Less: Property Transfer Tax                                  |                    |               |               |               |                |               |               |               |
| Net Total  | 1,008,229          | 60,196,994    | 235,721,422   | 296,926,645   | 1,028,489      | 58,628,119    | 203,132,342   | 262,788,950   |

**APPENDIX B  
ESTIMATED REVENUES FOR THE FISCAL YEARS ENDING JUNE 30, 2007 AND 2008**

|  | 2007 APPROPRIATION    |                      |                      |                       | 2008 ALLOWANCE        |                      |                      |                       |
|--|-----------------------|----------------------|----------------------|-----------------------|-----------------------|----------------------|----------------------|-----------------------|
|  | GENERAL FUNDS         | SPECIAL FUNDS        | FEDERAL FUNDS        | TOTAL FUNDS           | GENERAL FUNDS         | SPECIAL FUNDS        | FEDERAL FUNDS        | TOTAL FUNDS           |
| <b>DEPARTMENT OF BUSINESS AND ECONOMIC DEVELOPMENT</b> |                       | 62,391,477           | 2,535,096            | 64,926,573            |                       | 50,777,000           | 645,240              | 51,422,240            |
| <b>DEPARTMENT OF THE ENVIRONMENT</b>                   | 854,000               | 168,515,896          | 63,476,284           | 232,846,180           | 723,500               | 121,040,726          | 58,969,571           | 180,733,797           |
| <b>DEPARTMENT OF JUVENILE SERVICES</b>                 | 20,000                | 4,143,000            | 15,007,321           | 19,170,321            | 15,000                | 203,000              | 14,736,979           | 14,954,979            |
| <b>DEPARTMENT OF STATE POLICE</b>                      | 2,422,500             | 58,894,454           | 6,356,500            | 67,673,454            | 2,422,500             | 66,544,600           | 4,547,000            | 73,514,100            |
| <b>APPENDIX B SUBTOTAL NO. 1</b>                       | <b>12,873,976,645</b> | <b>5,492,857,954</b> | <b>6,560,607,134</b> | <b>24,927,441,733</b> | <b>13,452,841,719</b> | <b>5,593,651,276</b> | <b>6,709,130,090</b> | <b>25,755,623,085</b> |
| <b>DEFICIENCY APPROPRIATIONS</b>                       |                       |                      |                      |                       |                       |                      |                      |                       |
| MARYLAND ENERGY ADMINISTRATION                         |                       |                      | 245,000              | 245,000               |                       |                      |                      |                       |
| DEPARTMENT OF AGING                                    |                       |                      | 538,047              | 538,047               |                       |                      |                      |                       |
| STATE TREASURER  |                       | 115,000              |                      | 115,000               |                       |                      |                      |                       |
| STATE DEPARTMENT OF ASSESSMENTS AND TAXATION           |                       | 112,500              |                      | 112,500               |                       |                      |                      |                       |
| DEPARTMENT OF BUDGET AND MANAGEMENT                    |                       | 678,319              |                      | 678,319               |                       |                      |                      |                       |
| MAJOR INFORMATION TECHNOLOGY DEVELOPMENT PROJECTS FUND |                       | 1,300,000            |                      | 1,300,000             |                       |                      |                      |                       |
| MARYLAND STATE RETIREMENT AND PENSION SYSTEMS          |                       | 5,912,456            |                      | 5,912,456             |                       |                      |                      |                       |
| DEPARTMENT OF GENERAL SERVICES                         |                       |                      | 51,947               | 51,947                |                       |                      |                      |                       |
| DEPARTMENT OF TRANSPORTATION                           |                       | 55,357,646           |                      | 55,357,646            |                       |                      |                      |                       |
| DEPARTMENT OF NATURAL RESOURCES                        |                       | 1,537,261            | 1,479,849            | 3,017,110             |                       |                      |                      |                       |
| DEPARTMENT OF HEALTH AND MENTAL HYGIENE                |                       | 3,300,000            | 5,724,000            | 9,024,000             |                       |                      |                      |                       |
| DEPARTMENT OF HUMAN RESOURCES                          |                       |                      | 3,281,119            | 3,281,119             |                       |                      |                      |                       |
| DEPARTMENT OF LABOR, LICENSING AND REGULATION          |                       | 12,964,830           |                      | 12,964,830            |                       |                      |                      |                       |
| DEPARTMENT OF PUBLIC SAFETY AND CORRECTIONAL SERVICES  |                       | 4,900,000            |                      | 4,900,000             |                       |                      |                      |                       |
| DEPARTMENT OF THE ENVIRONMENT                          |                       |                      | 3,166,000            | 3,166,000             |                       |                      |                      |                       |
| DEPARTMENT OF JUVENILE SERVICES                        |                       |                      | (324,000)            | (324,000)             |                       |                      |                      |                       |
| DEPARTMENT OF STATE POLICE                             |                       | 451,000              | 1,292,000            | 1,743,000             |                       |                      |                      |                       |
| <b>APPENDIX B SUBTOTAL NO. 2</b>                       | <b>12,873,976,645</b> | <b>5,579,486,966</b> | <b>6,576,061,096</b> | <b>25,029,524,707</b> | <b>13,452,841,719</b> | <b>5,593,651,276</b> | <b>6,709,130,090</b> | <b>25,755,623,085</b> |
| <b>ADJUSTMENT TO REVENUES</b>                          |                       |                      |                      |                       |                       |                      |                      |                       |
| Medicaid - purchases of Vital Records                  | 10,048,000            |                      |                      | 10,048,000            | 1,560,000             |                      |                      | 1,560,000             |
| Maryland Stadium Authority Profit                      | 1,400,000             |                      |                      | 1,400,000             |                       |                      |                      | -                     |
| Medicare - Part D federal reimbursement                | 1,655,658             |                      |                      | 1,655,658             |                       |                      |                      | -                     |
| Medicare - Maryland Cares                              | 2,000,000             |                      |                      | 2,000,000             |                       |                      |                      | -                     |
| Federal reimbursement for cemetery expansion           | 530,000               |                      |                      | 530,000               | 210,000               |                      |                      | 210,000               |
| Deer's Head - Veteran's Services                       |                       |                      |                      |                       | 600,000               |                      |                      | 600,000               |
| Office of Health Care Quality Fees                     |                       |                      |                      |                       | 683,750               |                      |                      | 683,750               |
| <b>APPENDIX B SUBTOTAL NO. 3</b>                       | <b>12,889,610,303</b> | <b>5,579,486,966</b> | <b>6,576,061,096</b> | <b>25,045,158,365</b> | <b>13,455,895,469</b> | <b>5,593,651,276</b> | <b>6,709,130,090</b> | <b>25,758,676,835</b> |

**APPENDIX B**  
**ESTIMATED REVENUES FOR FISCAL YEARS ENDING JUNE 30, 2007 AND 2008**

|  | FY 2007 APPROPRIATION            |                                |                       | FY 2008 ALLOWANCE                |                                |                       |
|--|----------------------------------|--------------------------------|-----------------------|----------------------------------|--------------------------------|-----------------------|
|  | CURRENT<br>UNRESTRICTED<br>FUNDS | CURRENT<br>RESTRICTED<br>FUNDS | TOTAL<br>FUNDS        | CURRENT<br>UNRESTRICTED<br>FUNDS | CURRENT<br>RESTRICTED<br>FUNDS | TOTAL<br>FUNDS        |
|  | <b>HIGHER EDUCATION:</b>         |                                |                       |                                  |                                |                       |
| University of Maryland, Baltimore                            | 434,427,241                      | 363,892,814                    | 798,320,055           | 449,535,905                      | 363,892,814                    | 813,428,719           |
| University of Maryland, College Park                         | 1,050,439,051                    | 301,884,260                    | 1,352,323,311         | 1,085,794,887                    | 308,285,840                    | 1,394,080,727         |
| Bowie State University                                       | 72,430,810                       | 15,118,050                     | 87,548,860            | 74,246,444                       | 15,118,050                     | 89,364,494            |
| Towson University  | 270,640,527                      | 23,900,000                     | 294,540,527           | 290,109,519                      | 23,900,000                     | 314,009,519           |
| University of Maryland Eastern Shore                         | 70,652,331                       | 23,566,206                     | 94,218,537            | 72,808,944                       | 25,640,435                     | 98,449,379            |
| Frostburg State University                                   | 78,036,500                       | 7,123,500                      | 85,160,000            | 78,411,698                       | 7,123,500                      | 85,535,198            |
| Coppin State University                                      | 55,499,882                       | 22,885,590                     | 78,385,472            | 56,614,537                       | 22,885,590                     | 79,500,127            |
| University of Baltimore                                      | 74,795,602                       | 8,351,445                      | 83,147,047            | 78,555,039                       | 8,351,445                      | 86,906,484            |
| Salisbury University   | 116,537,674                      | 6,075,000                      | 122,612,674           | 112,742,809                      | 6,075,000                      | 118,817,809           |
| University of Maryland University College                    | 256,217,784                      | 10,000,000                     | 266,217,784           | 280,546,863                      | 10,000,000                     | 290,546,863           |
| University of Maryland Baltimore County                      | 235,744,718                      | 81,856,774                     | 317,601,492           | 241,418,030                      | 83,677,616                     | 325,095,646           |
| University of Maryland Center for Environmental Science      | 20,639,058                       | 18,356,039                     | 38,995,097            | 22,593,320                       | 18,570,120                     | 41,163,440            |
| University of Maryland Biotechnology Institute               | 37,883,804                       | 27,500,000                     | 65,383,804            | 38,857,735                       | 27,500,000                     | 66,357,735            |
| University System of Maryland Office                         | 18,732,462                       | 3,500,000                      | 22,232,462            | 23,649,356                       | 3,500,000                      | 27,149,356            |
| Baltimore City Community College                             | 56,692,732                       | 23,552,389                     | 80,245,121            | 63,422,848                       | 24,248,977                     | 87,671,825            |
| St. Mary's College of Maryland                               | 53,258,763                       | 3,600,000                      | 56,858,763            | 59,346,012                       | 3,600,000                      | 62,946,012            |
| Morgan State University                                      | 136,903,474                      | 46,378,145                     | 183,281,619           | 145,039,497                      | 46,422,384                     | 191,461,881           |
| <b>Total - Four-year Institutions</b>                        | <b>3,039,532,413</b>             | <b>987,540,212</b>             | <b>4,027,072,625</b>  | <b>3,173,693,443</b>             | <b>998,791,771</b>             | <b>4,172,485,214</b>  |
| <b>FY 2007 Current Fund Deficiency:</b>                      |                                  |                                |                       |                                  |                                |                       |
| Baltimore City Community College                             | 799,508                          | 606,439                        | 1,405,947             |                                  |                                |                       |
| St. Mary's College of Maryland                               | 2,150,789                        |                                | 2,150,789             |                                  |                                |                       |
| <b>Higher Education Subtotal</b>                             |                                  |                                | <b>4,030,629,361</b>  |                                  |                                |                       |
| <b>Less: General &amp; Special Funds in Higher Education</b> |                                  |                                |                       |                                  |                                |                       |
| General Funds  |                                  |                                | 1,047,382,585         |                                  |                                | 1,120,916,832         |
| Special Funds  |                                  |                                | 6,437,055             |                                  |                                | 6,751,376             |
| <b>Total Higher Education</b>                                |                                  |                                | <b>2,976,809,721</b>  |                                  |                                | <b>3,044,817,006</b>  |
| <b>GRAND TOTAL FOR APPENDIX B</b>                            |                                  |                                | <b>28,021,968,086</b> |                                  |                                | <b>28,803,493,841</b> |

**APPENDIX C  
SUMMARY OF OPERATING BUDGETS FOR FISCAL YEARS ENDING JUNE 30, 2007 AND 2008**

|  | 2007 APPROPRIATION |               |               |             | 2008 ALLOWANCE |               |               |             |
|--|--------------------|---------------|---------------|-------------|----------------|---------------|---------------|-------------|
|  | GENERAL FUNDS      | SPECIAL FUNDS | FEDERAL FUNDS | TOTAL FUNDS | GENERAL FUNDS  | SPECIAL FUNDS | FEDERAL FUNDS | TOTAL FUNDS |
| <b>PAYMENTS TO CIVIL DIVISIONS OF THE STATE</b>      |                    |               |               |             |                |               |               |             |
| DISPARITY GRANTS                                     | 109,450,400        | -             | -             | 109,450,400 | 114,783,852    | -             | -             | 114,783,852 |
| SECURITY INTEREST FILING FEES                        | 3,125,000          | -             | -             | 3,125,000   | 2,925,000      | -             | -             | 2,925,000   |
| RETIREMENT CONTRIBUTION - CERTAIN LOCAL EMPLOYEES    | 1,843,023          | -             | -             | 1,843,023   | 2,020,801      | -             | -             | 2,020,801   |
| ELECTRICITY GENERATING EQUIPMENT PROPERTY TAX GRANTS | 30,615,201         | -             | -             | 30,615,201  | 30,615,201     | -             | -             | 30,615,201  |
| TOTAL PAYMENTS TO CIVIL DIVISIONS OF THE STATE       | 145,033,624        | -             | -             | 145,033,624 | 150,344,854    | -             | -             | 150,344,854 |
| <b>LEGISLATIVE</b>                                   |                    |               |               |             |                |               |               |             |
| <b>GENERAL ASSEMBLY OF MARYLAND</b>                  |                    |               |               |             |                |               |               |             |
| SENATE   | 10,152,685         | -             | -             | 10,152,685  | 10,379,207     | -             | -             | 10,379,207  |
| HOUSE OF DELEGATES                                   | 19,087,777         | -             | -             | 19,087,777  | 19,205,065     | -             | -             | 19,205,065  |
| GENERAL LEGISLATIVE EXPENSES                         | 966,673            | -             | -             | 966,673     | 989,468        | -             | -             | 989,468     |
| <b>DEPARTMENT OF LEGISLATIVE SERVICES</b>            |                    |               |               |             |                |               |               |             |
| OFFICE OF THE EXECUTIVE DIRECTOR                     | 10,049,557         | 100,000       | -             | 10,149,557  | 10,641,125     | 100,000       | -             | 10,741,125  |
| OFFICE OF LEGISLATIVE AUDITS                         | 10,527,663         | -             | -             | 10,527,663  | 11,125,439     | -             | -             | 11,125,439  |
| OFFICE OF LEGISLATIVE INFORMATION SYSTEMS            | 4,536,728          | -             | -             | 4,536,728   | 4,673,324      | -             | -             | 4,673,324   |
| OFFICE OF POLICY ANALYSIS                            | 13,806,539         | -             | -             | 13,806,539  | 14,429,899     | -             | -             | 14,429,899  |
| TOTAL LEGISLATIVE                                    | 69,127,622         | 100,000       | -             | 69,227,622  | 71,443,527     | 100,000       | -             | 71,543,527  |
| <b>JUDICIARY</b>                                     |                    |               |               |             |                |               |               |             |
| COURT OF APPEALS                                     | 7,923,741          | -             | -             | 7,923,741   | 8,912,723      | -             | -             | 8,912,723   |
| COURT OF SPECIAL APPEALS                             | 7,592,330          | -             | -             | 7,592,330   | 7,871,715      | -             | -             | 7,871,715   |
| CIRCUIT COURT JUDGES                                 | 50,460,440         | -             | 793,284       | 51,253,724  | 54,559,385     | -             | 789,555       | 55,348,940  |
| DISTRICT COURT                                       | 124,172,489        | 225,000       | -             | 124,397,489 | 133,182,410    | -             | -             | 133,182,410 |
| MARYLAND JUDICIAL CONFERENCE                         | 234,322            | -             | -             | 234,322     | 417,300        | -             | -             | 417,300     |
| ADMINISTRATIVE OFFICE OF THE COURTS                  | 20,425,512         | 12,656,487    | 204,251       | 33,286,250  | 21,682,007     | 12,500,000    | -             | 34,182,007  |
| COURT RELATED AGENCIES                               | 5,203,294          | -             | -             | 5,203,294   | 6,055,424      | -             | -             | 6,055,424   |
| STATE LAW LIBRARY                                    | 2,393,214          | 11,500        | -             | 2,404,714   | 2,796,831      | 11,500        | -             | 2,808,331   |
| JUDICIAL INFORMATION SYSTEMS                         | 23,457,018         | 14,189,793    | -             | 37,646,811  | 27,001,143     | 11,230,015    | -             | 38,231,158  |
| CLERKS OF THE CIRCUIT COURT                          | 66,160,506         | 15,132,179    | 2,344,898     | 83,637,583  | 70,274,655     | 16,296,899    | 2,357,998     | 88,929,552  |
| FAMILY LAW DIVISION                                  | 14,566,418         | -             | 244,086       | 14,810,504  | 16,274,827     | -             | 172,000       | 16,446,827  |
| MAJOR INFORMATION TECHNOLOGY DEVELOPMENT PROJECTS    | 5,979,075          | 2,923,661     | -             | 8,902,736   | 10,522,570     | 3,435,500     | -             | 13,958,070  |
| TOTAL JUDICIARY                                      | 328,568,359        | 45,138,620    | 3,586,519     | 377,293,498 | 359,550,990    | 43,473,914    | 3,319,553     | 406,344,457 |
| <b>OFFICE OF THE PUBLIC DEFENDER</b>                 |                    |               |               |             |                |               |               |             |
| GENERAL ADMINISTRATION                               | 7,694,104          | 164,886       | -             | 7,858,990   | 6,599,441      | -             | -             | 6,599,441   |
| DISTRICT OPERATIONS                                  | 69,339,017         | 227,030       | -             | 69,566,047  | 70,008,835     | 219,786       | -             | 70,228,621  |
| APPELLATE AND INMATE SERVICES                        | 5,319,608          | -             | -             | 5,319,608   | 5,491,805      | -             | -             | 5,491,805   |
| INVOLUNTARY INSTITUTIONALIZATION SERVICES            | 1,439,721          | -             | -             | 1,439,721   | 1,489,588      | -             | -             | 1,489,588   |
| CAPITAL DEFENSE DIVISION                             | 1,044,168          | -             | -             | 1,044,168   | 1,030,960      | -             | -             | 1,030,960   |
| TOTAL OFFICE OF THE PUBLIC DEFENDER                  | 84,836,618         | 391,916       | -             | 85,228,534  | 84,620,629     | 219,786       | -             | 84,840,415  |
| <b>OFFICE OF THE ATTORNEY GENERAL</b>                |                    |               |               |             |                |               |               |             |
| LEGAL COUNSEL AND ADVICE                             | 5,783,504          | 533,514       | 15,190        | 6,332,208   | 7,141,497      | -             | -             | 7,141,497   |
| SECURITIES DIVISION                                  | 2,462,606          | -             | -             | 2,462,606   | 2,526,191      | -             | -             | 2,526,191   |
| CONSUMER PROTECTION DIVISION                         | 2,269,064          | 1,734,075     | -             | 4,003,139   | 1,995,329      | 2,318,722     | -             | 4,314,051   |
| ANTITRUST DIVISION                                   | 998,438            | -             | -             | 998,438     | 1,049,842      | -             | -             | 1,049,842   |
| MEDICAID FRAUD CONTROL UNIT                          | 551,255            | -             | 1,860,035     | 2,411,290   | 630,990        | -             | 2,006,363     | 2,637,353   |
| PEOPLE'S INSURANCE COUNSEL DIVISION                  | -                  | 408,842       | -             | 408,842     | -              | 486,465       | -             | 486,465     |
| JUVENILE JUSTICE MONITORING PROGRAM                  | 429,338            | -             | -             | 429,338     | 511,531        | -             | -             | 511,531     |
| CIVIL LITIGATION DIVISION                            | 2,554,319          | 221,843       | -             | 2,776,162   | 2,438,108      | 421,000       | -             | 2,859,108   |
| CRIMINAL APPEALS DIVISION                            | 1,947,573          | -             | -             | 1,947,573   | 2,558,777      | -             | -             | 2,558,777   |
| CRIMINAL INVESTIGATION DIVISION                      | 1,265,163          | -             | -             | 1,265,163   | 1,836,546      | -             | -             | 1,836,546   |
| EDUCATIONAL AFFAIRS DIVISION                         | 511,994            | -             | -             | 511,994     | 547,846        | -             | -             | 547,846     |
| CORRECTIONAL LITIGATION DIVISION                     | 343,308            | -             | -             | 343,308     | 346,112        | -             | -             | 346,112     |
| TOTAL OFFICE OF THE ATTORNEY GENERAL                 | 19,116,562         | 2,898,274     | 1,875,225     | 23,890,061  | 21,582,769     | 3,226,187     | 2,006,363     | 26,815,319  |

**APPENDIX C  
SUMMARY OF OPERATING BUDGETS FOR FISCAL YEARS ENDING JUNE 30, 2007 AND 2008**

|  | 2007 APPROPRIATION |               |               | 2008 ALLOWANCE |               |               | TOTAL FUNDS |            |
|--|--------------------|---------------|---------------|----------------|---------------|---------------|-------------|------------|
|  | GENERAL FUNDS      | SPECIAL FUNDS | FEDERAL FUNDS | GENERAL FUNDS  | SPECIAL FUNDS | FEDERAL FUNDS |             |            |
| <b>OFFICE OF THE STATE PROSECUTOR</b>                |                    |               |               |                |               |               |             |            |
| GENERAL ADMINISTRATION                               | 1,081,143          | -             | 160,000       | 1,241,143      | 1,182,075     | -             | 123,220     | 1,305,295  |
| <b>MARYLAND TAX COURT</b>                            |                    |               |               |                |               |               |             |            |
| ADMINISTRATION AND APPEALS                           | 618,356            | -             | -             | 618,356        | 603,673       | -             | -           | 603,673    |
| <b>PUBLIC SERVICE COMMISSION</b>                     |                    |               |               |                |               |               |             |            |
| GENERAL ADMINISTRATION AND HEARINGS                  | -                  | 6,711,822     | -             | 6,711,822      | -             | 6,240,223     | -           | 6,240,223  |
| TELECOMMUNICATIONS DIVISION                          | -                  | 637,459       | -             | 637,459        | -             | 644,846       | -           | 644,846    |
| ENGINEERING INVESTIGATIONS                           | -                  | 918,496       | -             | 918,496        | -             | 1,016,207     | -           | 1,016,207  |
| ACCOUNTING INVESTIGATIONS                            | -                  | 606,645       | -             | 606,645        | -             | 579,981       | -           | 579,981    |
| COMMON CARRIER INVESTIGATIONS                        | -                  | 1,169,777     | -             | 1,169,777      | -             | 1,258,868     | -           | 1,258,868  |
| WASHINGTON METROPOLITAN AREA TRANSIT COMMISSION      | -                  | 338,116       | -             | 338,116        | -             | 338,116       | -           | 338,116    |
| RATE RESEARCH AND ECONOMICS                          | -                  | 658,595       | -             | 658,595        | -             | 590,233       | -           | 590,233    |
| HEARING EXAMINER DIVISION                            | -                  | 703,455       | -             | 703,455        | -             | 731,700       | -           | 731,700    |
| STAFF ATTORNEY                                       | -                  | 783,668       | -             | 783,668        | -             | 867,857       | -           | 867,857    |
| INTEGRATED RESOURCE PLANNING DIVISION                | -                  | 482,560       | -             | 482,560        | -             | 585,211       | -           | 585,211    |
| TOTAL PUBLIC SERVICE COMMISSION                      | -                  | 13,010,593    | -             | 13,010,593     | -             | 12,853,242    | -           | 12,853,242 |
| <b>OFFICE OF THE PEOPLE'S COUNSEL</b>                |                    |               |               |                |               |               |             |            |
| GENERAL ADMINISTRATION                               | -                  | 3,172,406     | -             | 3,172,406      | -             | 2,760,731     | -           | 2,760,731  |
| <b>SUBSEQUENT INJURY FUND</b>                        |                    |               |               |                |               |               |             |            |
| GENERAL ADMINISTRATION                               | -                  | 1,877,106     | -             | 1,877,106      | -             | 1,847,709     | -           | 1,847,709  |
| <b>UNINSURED EMPLOYERS' FUND</b>                     |                    |               |               |                |               |               |             |            |
| GENERAL ADMINISTRATION                               | -                  | 1,092,657     | -             | 1,092,657      | -             | 1,045,382     | -           | 1,045,382  |
| <b>WORKERS' COMPENSATION COMMISSION</b>              |                    |               |               |                |               |               |             |            |
| GENERAL ADMINISTRATION                               | -                  | 13,768,096    | -             | 13,768,096     | -             | 13,137,662    | -           | 13,137,662 |
| <b>BOARD OF PUBLIC WORKS</b>                         |                    |               |               |                |               |               |             |            |
| ADMINISTRATION OFFICE                                | 685,357            | -             | -             | 685,357        | 748,462       | -             | -           | 748,462    |
| CONTINGENT FUND                                      | 444,000            | -             | -             | 444,000        | 750,000       | -             | -           | 750,000    |
| WETLANDS ADMINISTRATION                              | 156,831            | -             | -             | 156,831        | 171,419       | -             | -           | 171,419    |
| MISCELLANEOUS GRANTS TO PRIVATE NON-PROFIT GROUPS    | 3,911,523          | -             | -             | 3,911,523      | 3,757,289     | -             | -           | 3,757,289  |
| MISCELLANEOUS NON-RECURRING PAYMENTS                 | 1,976,566          | -             | -             | 1,976,566      | -             | -             | -           | -          |
| PAYMENTS OF JUDGMENTS AGAINST THE STATE              | 213,125            | -             | -             | 213,125        | 213,125       | -             | -           | 213,125    |
| TOTAL BOARD OF PUBLIC WORKS                          | 7,387,402          | -             | -             | 7,387,402      | 5,640,295     | -             | -           | 5,640,295  |
| <b>BOARD OF PUBLIC WORKS - CAPITAL APPROPRIATION</b> |                    |               |               |                |               |               |             |            |
| PUBLIC WORKS CAPITAL APPROPRIATION                   | 73,737,000         | 3,700,000     | 4,912,000     | 82,349,000     | 12,000,000    | -             | -           | 12,000,000 |
| PUBLIC SCHOOL CAPITAL APPROPRIATION                  | -                  | 2,400,000     | -             | 2,400,000      | -             | 2,400,000     | -           | 2,400,000  |
| TOTAL BOARD OF PUBLIC WORKS - CAPITAL APPROPRIATION  | 73,737,000         | 6,100,000     | 4,912,000     | 84,749,000     | 12,000,000    | 2,400,000     | -           | 14,400,000 |
| <b>EXECUTIVE DEPARTMENT - GOVERNOR</b>               |                    |               |               |                |               |               |             |            |
| GENERAL EXECUTIVE DIRECTION AND CONTROL              | 9,028,029          | -             | -             | 9,028,029      | 9,340,638     | -             | -           | 9,340,638  |
| <b>OFFICE OF THE DEAF AND HARD OF HEARING</b>        |                    |               |               |                |               |               |             |            |
| EXECUTIVE DIRECTION                                  | 261,043            | -             | -             | 261,043        | 270,955       | -             | -           | 270,955    |
| <b>DEPARTMENT OF DISABILITIES</b>                    |                    |               |               |                |               |               |             |            |
| GENERAL ADMINISTRATION                               | 2,992,339          | 139,920       | 1,670,599     | 4,802,858      | 2,874,558     | 196,532       | 1,413,078   | 4,484,168  |



**APPENDIX C  
SUMMARY OF OPERATING BUDGETS FOR FISCAL YEARS ENDING JUNE 30, 2007 AND 2008**

|  | 2007 APPROPRIATION |               |               |             | 2008 ALLOWANCE |               |               |             |
|--|--------------------|---------------|---------------|-------------|----------------|---------------|---------------|-------------|
|  | GENERAL FUNDS      | SPECIAL FUNDS | FEDERAL FUNDS | TOTAL FUNDS | GENERAL FUNDS  | SPECIAL FUNDS | FEDERAL FUNDS | TOTAL FUNDS |
| <b>MARYLAND ENERGY ADMINISTRATION</b>                    |                    |               |               |             |                |               |               |             |
| GENERAL ADMINISTRATION                                   | 1,899,027          | 1,911,712     | 843,772       | 4,654,511   | 1,675,647      | 1,610,259     | 1,134,799     | 4,420,705   |
| COMMUNITY ENERGY LOAN PROGRAM-CAPITAL APPROPRIATION      | -                  | 1,500,000     | -             | 1,500,000   | -              | 1,500,000     | -             | 1,500,000   |
| STATE AGENCY LOAN PROGRAM-CAPITAL APPROPRIATION          | -                  | 1,000,000     | -             | 1,000,000   | -              | 1,000,000     | -             | 1,000,000   |
| ENERGY EFFICIENCY AND ECONOMIC DEVELOPMENT LOAN PROGRAM  | -                  | 500,000       | -             | 500,000     | -              | 500,000       | -             | 500,000     |
| TOTAL MARYLAND ENERGY ADMINISTRATION                     | 1,899,027          | 4,911,712     | 843,772       | 7,654,511   | 1,675,647      | 4,610,259     | 1,134,799     | 7,420,705   |
| <b>EXECUTIVE DEPT-BOARDS, COMMISSIONS AND OFFICES</b>    |                    |               |               |             |                |               |               |             |
| SURVEY COMMISSIONS                                       | 172,853            | -             | -             | 172,853     | 172,000        | -             | -             | 172,000     |
| OFFICE OF MINORITY AFFAIRS                               | 1,242,161          | 1,224         | 13,948        | 1,257,333   | 1,191,133      | -             | -             | 1,191,133   |
| OFFICE OF SERVICE AND VOLUNTEERISM                       | 564,250            | -             | 4,472,583     | 5,036,833   | 578,634        | -             | 5,229,022     | 5,807,656   |
| STATE ETHICS COMMISSION                                  | 623,194            | 126,884       | -             | 750,078     | 637,318        | 131,406       | -             | 768,724     |
| HEALTH CARE ALTERNATIVE DISPUTE RESOLUTION OFFICE        | 353,772            | 34,291        | -             | 388,063     | 366,715        | 35,000        | -             | 401,715     |
| GOVERNOR'S OFFICE OF CRIME CONTROL AND PREVENTION        | 25,018,477         | 1,558,626     | 15,139,314    | 41,716,417  | 24,477,039     | 1,558,773     | 10,633,922    | 36,669,734  |
| VOLUNTEER MARYLAND                                       | 85,000             | 266,838       | -             | 351,838     | 83,827         | 317,267       | -             | 401,094     |
| STATE COMMISSION ON CRIMINAL SENTENCING POLICY           | 338,901            | -             | -             | 338,901     | 337,048        | -             | -             | 337,048     |
| GOVERNOR'S GRANTS OFFICE                                 | 344,545            | -             | -             | 344,545     | 357,589        | -             | -             | 357,589     |
| STATE LABOR RELATIONS BOARD                              | 56,519             | -             | -             | 56,519      | 63,588         | -             | -             | 63,588      |
| TOTAL EXECUTIVE DEPT-BOARDS, COMMISSIONS AND OFFICES     | 28,799,672         | 1,987,863     | 19,625,845    | 50,413,380  | 28,264,891     | 2,042,446     | 15,862,944    | 46,170,281  |
| <b>SECRETARY OF STATE</b>                                |                    |               |               |             |                |               |               |             |
| OFFICE OF THE SECRETARY OF STATE                         | 2,330,291          | 417,782       | -             | 2,748,073   | 2,310,397      | 454,679       | -             | 2,765,076   |
| <b>HISTORIC ST. MARY'S CITY COMMISSION</b>               |                    |               |               |             |                |               |               |             |
| ADMINISTRATION   | 2,247,982          | 575,720       | 791,000       | 3,614,702   | 2,191,282      | 573,100       | -             | 2,764,382   |
| <b>GOVERNOR'S OFFICE FOR CHILDREN</b>                    |                    |               |               |             |                |               |               |             |
| GOVERNOR'S OFFICE FOR CHILDREN                           | 1,642,055          | -             | 250,000       | 1,892,055   | 1,541,449      | -             | -             | 1,541,449   |
| <b>INTERAGENCY COMMITTEE FOR SCHOOL CONSTRUCTION</b>     |                    |               |               |             |                |               |               |             |
| GENERAL ADMINISTRATION                                   | 1,452,635          | -             | -             | 1,452,635   | 1,467,237      | -             | -             | 1,467,237   |
| AGING SCHOOLS PROGRAM                                    | 23,117,704         | -             | -             | 23,117,704  | 22,800,576     | -             | -             | 22,800,576  |
| TOTAL INTERAGENCY COMMITTEE FOR SCHOOL CONSTRUCTION      | 24,570,339         | -             | -             | 24,570,339  | 24,267,813     | -             | -             | 24,267,813  |
| <b>DEPARTMENT OF AGING</b>                               |                    |               |               |             |                |               |               |             |
| GENERAL ADMINISTRATION                                   | 25,301,230         | 393,002       | 25,642,734    | 51,336,966  | 23,714,389     | 324,001       | 26,189,372    | 50,227,762  |
| SENIOR CENTERS OPERATING FUND                            | 500,000            | -             | -             | 500,000     | 500,000        | -             | -             | 500,000     |
| TOTAL DEPARTMENT OF AGING                                | 25,801,230         | 393,002       | 25,642,734    | 51,836,966  | 24,214,389     | 324,001       | 26,189,372    | 50,727,762  |
| <b>COMMISSION ON HUMAN RELATIONS</b>                     |                    |               |               |             |                |               |               |             |
| GENERAL ADMINISTRATION                                   | 2,649,819          | -             | 905,493       | 3,555,312   | 2,810,685      | -             | 731,944       | 3,542,629   |
| <b>MARYLAND STADIUM AUTHORITY</b>                        |                    |               |               |             |                |               |               |             |
| MARYLAND STADIUM FACILITIES FUND                         | -                  | 21,000,000    | -             | 21,000,000  | -              | 21,500,000    | -             | 21,500,000  |
| BALTIMORE CONVENTION CENTER                              | 8,112,657          | -             | -             | 8,112,657   | 9,215,696      | -             | -             | 9,215,696   |
| OCEAN CITY CONVENTION CENTER-CAPITAL CONSTRUCTION BUDGET | 2,900,589          | -             | -             | 2,900,589   | 2,949,530      | -             | -             | 2,949,530   |
| MONTGOMERY COUNTY CONFERENCE CENTER                      | 1,754,800          | -             | -             | 1,754,800   | 1,758,550      | -             | -             | 1,758,550   |
| HIPPODROME PERFORMING ARTS CENTER                        | 880,000            | -             | -             | 880,000     | 890,000        | -             | -             | 890,000     |
| TOTAL MARYLAND STADIUM AUTHORITY                         | 13,648,046         | 21,000,000    | -             | 34,648,046  | 14,813,776     | 21,500,000    | -             | 36,313,776  |
| <b>STATE BOARD OF ELECTIONS</b>                          |                    |               |               |             |                |               |               |             |
| GENERAL ADMINISTRATION                                   | 3,963,057          | -             | 1,885         | 3,964,942   | 3,922,109      | -             | -             | 3,922,109   |
| HELP AMERICA VOTE ACT                                    | 3,788,874          | 14,767,803    | 377,578       | 18,934,255  | 12,572,891     | 8,322,219     | 808,621       | 21,703,731  |
| MAJOR INFORMATION TECHNOLOGY DEVELOPMENT PROJECTS        | -                  | 3,462,547     | 3,142,453     | 6,605,000   | -              | 612,000       | 1,369,988     | 1,981,988   |
| TOTAL STATE BOARD OF ELECTIONS                           | 7,751,931          | 18,230,350    | 3,521,916     | 29,504,197  | 16,495,000     | 8,934,219     | 2,178,609     | 27,607,828  |

**APPENDIX C  
SUMMARY OF OPERATING BUDGETS FOR FISCAL YEARS ENDING JUNE 30, 2007 AND 2008**

|  | 2007 APPROPRIATION |               |               | 2008 ALLOWANCE |               |               | TOTAL FUNDS |
|--|--------------------|---------------|---------------|----------------|---------------|---------------|-------------|
|  | GENERAL FUNDS      | SPECIAL FUNDS | FEDERAL FUNDS | GENERAL FUNDS  | SPECIAL FUNDS | FEDERAL FUNDS |             |
| <b>MARYLAND STATE BOARD OF CONTRACT APPEALS</b>            |                    |               |               |                |               |               |             |
| CONTRACT APPEALS RESOLUTION                                | 594,101            | -             | -             | 594,101        | 567,548       | -             | 567,548     |
| <b>DEPARTMENT OF PLANNING</b>                              |                    |               |               |                |               |               |             |
| ADMINISTRATION   | 2,813,610          | 1,444         | -             | 2,815,054      | 3,090,788     | -             | 3,090,788   |
| COMMUNICATIONS AND INTERGOVERNMENTAL AFFAIRS               | 973,497            | -             | -             | 973,497        | 986,055       | -             | 986,055     |
| PLANNING DATA SERVICES                                     | 1,109,261          | 386,647       | -             | 1,495,908      | 1,180,443     | 387,184       | 1,567,627   |
| PLANNING SERVICES  | 2,741,401          | 11,376        | 7,138         | 2,759,915      | 2,532,507     | -             | 2,699,507   |
| MANAGEMENT PLANNING AND EDUCATIONAL OUTREACH               | 1,535,924          | 3,097,757     | 277,203       | 4,910,884      | 1,313,612     | 3,088,048     | 4,582,839   |
| MUSEUM SERVICES  | 4,733,954          | 374,552       | 167,107       | 5,275,613      | 4,170,419     | 240,929       | 4,563,365   |
| RESEARCH SURVEY AND REGISTRATION                           | 597,100            | 64,243        | 202,513       | 863,856        | 783,938       | 70,188        | 1,103,699   |
| PRESERVATION SERVICES                                      | 300,484            | 367,799       | 165,518       | 833,801        | 459,465       | 332,924       | 979,919     |
| HISTORIC PRESERVATION - CAPITAL APPROPRIATION              | -                  | -             | -             | -              | -             | 200,000       | 200,000     |
| HERITAGE STRUCTURE REHABILITATION TAX CREDIT               | 30,000,000         | -             | -             | 30,000,000     | 30,000,000    | -             | 30,000,000  |
| TOTAL DEPARTMENT OF PLANNING                               | 44,805,231         | 4,303,818     | 819,479       | 49,928,528     | 44,517,227    | 4,319,273     | 49,773,799  |
| <b>MILITARY DEPARTMENT OPERATIONS AND MAINTENANCE</b>      |                    |               |               |                |               |               |             |
| ADMINISTRATIVE HEADQUARTERS                                | 2,670,044          | 52,276        | 261,226       | 2,983,546      | 2,814,047     | 52,276        | 2,988,048   |
| AIR OPERATIONS AND MAINTENANCE                             | 726,994            | -             | 4,043,591     | 4,770,585      | 753,016       | -             | 5,679,735   |
| ARMY OPERATIONS AND MAINTENANCE                            | 6,118,377          | 121,991       | 7,414,931     | 13,655,299     | 5,979,910     | 121,991       | 12,956,943  |
| STATE OPERATIONS   | 3,371,733          | -             | 1,962,921     | 5,334,654      | 3,216,954     | -             | 5,253,798   |
| MARYLAND EMERGENCY MANAGEMENT AGENCY                       | 2,558,817          | 11,950,000    | 25,124,838    | 39,633,655     | 2,557,590     | 11,950,000    | 51,111,397  |
| TOTAL MILITARY DEPARTMENT OPERATIONS AND MAINTENANCE       | 15,445,965         | 12,124,267    | 38,807,507    | 66,377,739     | 15,321,517    | 12,124,267    | 77,989,921  |
| <b>MD INSTITUTE FOR EMERGENCY MEDICAL SERVICES SYSTEMS</b> |                    |               |               |                |               |               |             |
| GENERAL ADMINISTRATION                                     | -                  | 11,701,251    | 140,000       | 11,841,251     | -             | 11,308,297    | 12,008,297  |
| <b>DEPARTMENT OF VETERANS AFFAIRS</b>                      |                    |               |               |                |               |               |             |
| SERVICE PROGRAM  | 1,485,912          | -             | 1,321         | 1,487,233      | 1,612,916     | -             | 1,612,916   |
| CEMETERY PROGRAM   | 1,713,509          | 148,500       | 681,179       | 2,543,188      | 1,970,891     | 396,000       | 3,088,627   |
| MEMORIALS AND MONUMENTS PROGRAM                            | 376,336            | -             | -             | 376,336        | 400,198       | -             | 400,198     |
| CEMETERY PROGRAM-CAPITAL APPROPRIATION                     | 530,000            | -             | 7,923,000     | 8,453,000      | 210,000       | -             | 7,122,000   |
| VETERANS HOME PROGRAM                                      | 6,349,427          | 79,165        | 7,200,132     | 13,628,724     | 4,858,461     | 231,221       | 11,747,121  |
| TOTAL DEPARTMENT OF VETERANS AFFAIRS                       | 10,455,184         | 227,665       | 15,805,632    | 26,488,821     | 9,052,466     | 627,221       | 23,970,862  |
| <b>STATE ARCHIVES</b>                                      |                    |               |               |                |               |               |             |
| ARCHIVES   | 2,445,666          | 7,632,206     | 149,728       | 10,227,600     | 2,507,968     | 6,985,929     | 9,645,800   |
| ARTISTIC PROPERTY  | 982,748            | 84,254        | -             | 1,067,002      | 287,238       | 88,487        | 375,725     |
| TOTAL STATE ARCHIVES                                       | 3,428,414          | 7,716,460     | 149,728       | 11,294,602     | 2,795,206     | 7,074,416     | 10,021,525  |
| <b>MARYLAND INSURANCE ADMINISTRATION</b>                   |                    |               |               |                |               |               |             |
| <b>INSURANCE ADMINISTRATION AND REGULATION</b>             |                    |               |               |                |               |               |             |
| ADMINISTRATION AND OPERATIONS                              | -                  | 24,442,980    | -             | 24,442,980     | -             | 26,375,509    | 26,375,509  |
| RATE STABILIZATION FUND                                    | -                  | 45,350,000    | -             | 45,350,000     | -             | 35,350,000    | 35,350,000  |
| TOTAL INSURANCE ADMINISTRATION AND REGULATION              | -                  | 69,792,980    | -             | 69,792,980     | -             | 61,725,509    | 61,725,509  |
| <b>HEALTH INSURANCE SAFETY NET PROGRAMS</b>                |                    |               |               |                |               |               |             |
| MARYLAND HEALTH INSURANCE PROGRAM                          | -                  | 78,622,918    | 2,997,813     | 81,620,731     | -             | 84,982,116    | 84,982,116  |
| SENIOR PRESCRIPTION DRUG ASSISTANCE PROGRAM                | -                  | 14,000,000    | 1,744,194     | 15,744,194     | -             | 14,000,000    | 14,000,000  |
| TOTAL HEALTH INSURANCE SAFETY NET PROGRAMS                 | -                  | 92,622,918    | 4,742,007     | 97,364,925     | -             | 98,982,116    | 98,982,116  |
| <b>TOTAL MARYLAND INSURANCE ADMINISTRATION</b>             | -                  | 162,415,898   | 4,742,007     | 167,157,905    | -             | 160,707,625   | 160,707,625 |
| <b>CANAL PLACE PRESERVATION AND DEVELOPMENT AUTHORITY</b>  |                    |               |               |                |               |               |             |
| GENERAL ADMINISTRATION                                     | 325,265            | 200,300       | -             | 525,565        | 307,885       | 253,784       | 561,669     |

**APPENDIX C  
SUMMARY OF OPERATING BUDGETS FOR FISCAL YEARS ENDING JUNE 30, 2007 AND 2008**

|   | 2007 APPROPRIATION |                   |               | 2008 ALLOWANCE    |                   |                   |          |                   |
|---|--------------------|-------------------|---------------|-------------------|-------------------|-------------------|----------|-------------------|
|   | GENERAL FUNDS      | SPECIAL FUNDS     | FEDERAL FUNDS | TOTAL FUNDS       | GENERAL FUNDS     | SPECIAL FUNDS     |          |                   |
| <b>OFFICE OF ADMINISTRATIVE HEARINGS</b>            |                    |                   |               |                   |                   |                   |          |                   |
| GENERAL ADMINISTRATION                              | 371,000            | 36,000            | -             | 407,000           | -                 | 48,213            | -        | 48,213            |
| <b>COMPTROLLER OF MARYLAND</b>                      |                    |                   |               |                   |                   |                   |          |                   |
| <b>OFFICE OF THE COMPTROLLER</b>                    |                    |                   |               |                   |                   |                   |          |                   |
| EXECUTIVE DIRECTION                                 | 3,358,766          | 515,882           | -             | 3,874,648         | 2,296,440         | 373,841           | -        | 2,670,281         |
| FINANCIAL AND SUPPORT SERVICES                      | 1,757,082          | 292,022           | -             | 2,049,104         | 1,745,926         | 284,446           | -        | 2,030,372         |
| TOTAL OFFICE OF THE COMPTROLLER                     | 5,115,848          | 807,904           | -             | 5,923,752         | 4,042,366         | 658,287           | -        | 4,700,653         |
| <b>GENERAL ACCOUNTING DIVISION</b>                  |                    |                   |               |                   |                   |                   |          |                   |
| ACCOUNTING CONTROL AND REPORTING                    | 5,128,623          | 800,000           | -             | 5,928,623         | 5,163,540         | 200,000           | -        | 5,363,540         |
| <b>BUREAU OF REVENUE ESTIMATES</b>                  |                    |                   |               |                   |                   |                   |          |                   |
| ESTIMATING OF REVENUES                              | 482,303            | -                 | -             | 482,303           | 577,048           | -                 | -        | 577,048           |
| <b>REVENUE ADMINISTRATION DIVISION</b>              |                    |                   |               |                   |                   |                   |          |                   |
| REVENUE ADMINISTRATION                              | 25,752,884         | 1,812,821         | -             | 27,565,705        | 26,079,391        | 1,772,182         | -        | 27,851,573        |
| MAJOR INFORMATION TECHNOLOGY DEVELOPMENT PROJECTS   | -                  | 2,099,000         | -             | 2,099,000         | -                 | 150,000           | -        | 150,000           |
| TOTAL REVENUE ADMINISTRATION DIVISION               | 25,752,884         | 3,911,821         | -             | 29,664,705        | 26,079,391        | 1,922,182         | -        | 28,001,573        |
| <b>COMPLIANCE DIVISION</b>                          |                    |                   |               |                   |                   |                   |          |                   |
| COMPLIANCE ADMINISTRATION                           | 18,290,037         | 6,946,175         | -             | 25,236,212        | 18,465,328        | 7,367,273         | -        | 25,832,601        |
| <b>REGULATORY AND ENFORCEMENT DIVISION</b>          |                    |                   |               |                   |                   |                   |          |                   |
| REGULATORY AND ENFORCEMENT ADMINISTRATION           | 3,358,902          | 4,193,460         | -             | 7,552,362         | 3,468,178         | 4,318,470         | -        | 7,786,648         |
| <b>CENTRAL PAYROLL BUREAU</b>                       |                    |                   |               |                   |                   |                   |          |                   |
| PAYROLL MANAGEMENT                                  | 2,318,932          | -                 | -             | 2,318,932         | 2,365,698         | -                 | -        | 2,365,698         |
| <b>INFORMATION TECHNOLOGY DIVISION</b>              |                    |                   |               |                   |                   |                   |          |                   |
| COMPTROLLER IT SERVICES                             | 11,635,682         | 1,640,230         | -             | 13,275,912        | 12,596,572        | 1,685,001         | -        | 14,281,573        |
| <b>TOTAL COMPTROLLER OF MARYLAND</b>                | <b>72,083,211</b>  | <b>18,299,590</b> | <b>-</b>      | <b>90,382,801</b> | <b>72,758,121</b> | <b>16,151,213</b> | <b>-</b> | <b>88,909,334</b> |
| <b>STATE TREASURER'S OFFICE</b>                     |                    |                   |               |                   |                   |                   |          |                   |
| <b>TREASURY MANAGEMENT</b>                          |                    |                   |               |                   |                   |                   |          |                   |
| TREASURY MANAGEMENT                                 | 4,963,419          | 511,591           | -             | 5,475,010         | 5,021,530         | 512,199           | -        | 5,533,729         |
| <b>BOND SALE EXPENSES</b>                           |                    |                   |               |                   |                   |                   |          |                   |
| BOND SALE EXPENSES                                  | 22,000             | 300,000           | -             | 322,000           | 70,000            | 1,215,000         | -        | 1,285,000         |
| <b>TOTAL STATE TREASURER'S OFFICE</b>               | <b>4,985,419</b>   | <b>811,591</b>    | <b>-</b>      | <b>5,797,010</b>  | <b>5,091,530</b>  | <b>1,727,199</b>  | <b>-</b> | <b>6,818,729</b>  |
| <b>STATE DEPARTMENT OF ASSESSMENTS AND TAXATION</b> |                    |                   |               |                   |                   |                   |          |                   |
| OFFICE OF THE DIRECTOR                              | 3,366,525          | 50,833            | -             | 3,417,358         | 2,518,095         | -                 | -        | 2,518,095         |
| REAL PROPERTY VALUATION                             | 33,274,837         | -                 | -             | 33,274,837        | 33,438,989        | -                 | -        | 33,438,989        |
| OFFICE OF INFORMATION TECHNOLOGY                    | 3,751,037          | -                 | -             | 3,751,037         | 3,914,513         | -                 | -        | 3,914,513         |
| BUSINESS PROPERTY VALUATION                         | 3,317,232          | -                 | -             | 3,317,232         | 3,305,907         | -                 | -        | 3,305,907         |
| TAX CREDIT PAYMENTS                                 | 70,019,760         | -                 | -             | 70,019,760        | 62,355,963        | -                 | -        | 62,355,963        |
| PROPERTY TAX CREDIT PROGRAMS                        | 2,007,866          | 21,500            | -             | 2,029,366         | 1,985,283         | 53,056            | -        | 2,038,339         |
| CHARTER UNIT  | -                  | 4,201,012         | -             | 4,201,012         | -                 | 4,200,039         | -        | 4,200,039         |
| TOTAL STATE DEPARTMENT OF ASSESSMENTS AND TAXATION  | 115,737,257        | 4,273,345         | -             | 120,010,602       | 107,518,750       | 4,253,095         | -        | 111,771,845       |
| <b>STATE LOTTERY AGENCY</b>                         |                    |                   |               |                   |                   |                   |          |                   |
| ADMINISTRATION AND OPERATIONS                       | -                  | 58,449,070        | -             | 58,449,070        | -                 | 57,956,197        | -        | 57,956,197        |

**APPENDIX C  
SUMMARY OF OPERATING BUDGETS FOR FISCAL YEARS ENDING JUNE 30, 2007 AND 2008**

|   | 2007 APPROPRIATION |                   |               | 2008 ALLOWANCE    |                   |                   | TOTAL FUNDS        |
|---|--------------------|-------------------|---------------|-------------------|-------------------|-------------------|--------------------|
|   | GENERAL FUNDS      | SPECIAL FUNDS     | FEDERAL FUNDS | GENERAL FUNDS     | SPECIAL FUNDS     | FEDERAL FUNDS     |                    |
| <b>PROPERTY TAX ASSESSMENT APPEALS BOARDS</b>                     |                    |                   |               |                   |                   |                   |                    |
| PROPERTY TAX ASSESSMENT APPEALS BOARDS                            | 916,547            | -                 | -             | 916,547           | 931,030           | -                 | 931,030            |
| <b>REGISTERS OF WILLS</b>   |                    |                   |               |                   |                   |                   |                    |
| SUPPLEMENT FOR REGISTERS OF WILLS                                 | 25,000             | -                 | -             | 25,000            | 25,000            | -                 | 25,000             |
| <b>DEPARTMENT OF BUDGET AND MANAGEMENT</b>                        |                    |                   |               |                   |                   |                   |                    |
| <b>OFFICE OF THE SECRETARY</b>                                    |                    |                   |               |                   |                   |                   |                    |
| EXECUTIVE DIRECTION   | 1,453,563          | 79,744            | -             | 1,533,307         | 1,191,484         | -                 | 1,191,484          |
| DIVISION OF FINANCE AND ADMINISTRATION                            | 2,801,681          | -                 | -             | 2,801,681         | 2,566,853         | -                 | 2,566,853          |
| CENTRAL COLLECTION UNIT   | -                  | 9,466,536         | -             | 9,466,536         | -                 | 9,779,773         | 9,779,773          |
| DIVISION OF PROCUREMENT POLICY AND ADMINISTRATION                 | 2,063,339          | -                 | -             | 2,063,339         | 2,148,267         | -                 | 2,148,267          |
| <b>TOTAL OFFICE OF THE SECRETARY</b>                              | <b>6,318,583</b>   | <b>9,546,280</b>  | <b>-</b>      | <b>15,864,863</b> | <b>5,906,604</b>  | <b>9,779,773</b>  | <b>15,686,377</b>  |
| <b>OFFICE OF PERSONNEL SERVICES AND BENEFITS</b>                  |                    |                   |               |                   |                   |                   |                    |
| EXECUTIVE DIRECTION   | 1,596,265          | -                 | -             | 1,596,265         | 1,468,199         | -                 | 1,468,199          |
| DIVISION OF EMPLOYEE RELATIONS                                    | 1,131,061          | -                 | -             | 1,131,061         | 1,081,062         | -                 | 1,081,062          |
| DIVISION OF SALARY ADMINISTRATION AND CLASSIFICATION              | 1,800,256          | -                 | -             | 1,800,256         | 1,277,845         | -                 | 1,277,845          |
| DIVISION OF RECRUITMENT AND EXAMINATION                           | 2,260,051          | -                 | -             | 2,260,051         | 2,277,413         | -                 | 2,277,413          |
| STATEWIDE EXPENSES  | 10,431,295         | 1,480,618         | -             | 11,911,913        | 62,247,658        | 14,651,016        | 76,898,674         |
| <b>TOTAL OFFICE OF PERSONNEL SERVICES AND BENEFITS</b>            | <b>17,218,928</b>  | <b>1,480,618</b>  | <b>-</b>      | <b>18,699,546</b> | <b>68,352,177</b> | <b>14,651,016</b> | <b>83,003,193</b>  |
| <b>OFFICE OF INFORMATION TECHNOLOGY</b>                           |                    |                   |               |                   |                   |                   |                    |
| STATE CHIEF OF INFORMATION TECHNOLOGY                             | 523,614            | -                 | -             | 523,614           | 540,116           | -                 | 540,116            |
| ENTERPRISE INFORMATION SYSTEMS                                    | 2,756,044          | 60,726            | -             | 2,816,770         | 3,255,257         | 62,666            | 3,317,923          |
| APPLICATION SYSTEMS MANAGEMENT                                    | 5,796,363          | -                 | -             | 5,796,363         | 6,691,129         | -                 | 6,691,129          |
| NETWORKS DIVISION   | -                  | 79,812            | -             | 79,812            | -                 | 183,191           | 183,191            |
| STRATEGIC PLANNING  | 1,431,383          | -                 | -             | 1,431,383         | 1,550,996         | -                 | 1,550,996          |
| MAJOR INFORMATION TECHNOLOGY DEVELOPMENT PROJECTS                 | -                  | 57,243            | -             | 57,243            | -                 | 675,040           | 675,040            |
| WEB SYSTEMS   | 2,032,826          | -                 | -             | 2,032,826         | 1,732,220         | -                 | 1,732,220          |
| TELECOMMUNICATIONS ACCESS OF MARYLAND                             | -                  | 7,402,996         | -             | 7,402,996         | -                 | 6,054,253         | 6,054,253          |
| <b>TOTAL OFFICE OF INFORMATION TECHNOLOGY</b>                     | <b>12,540,230</b>  | <b>7,600,777</b>  | <b>-</b>      | <b>20,141,007</b> | <b>13,769,718</b> | <b>6,975,150</b>  | <b>20,744,868</b>  |
| <b>OFFICE OF BUDGET ANALYSIS</b>                                  |                    |                   |               |                   |                   |                   |                    |
| BUDGET ANALYSIS AND FORMULATION                                   | 2,276,635          | -                 | -             | 2,276,635         | 2,424,448         | -                 | 2,424,448          |
| <b>OFFICE OF CAPITAL BUDGETING</b>                                |                    |                   |               |                   |                   |                   |                    |
| CAPITAL BUDGET ANALYSIS AND FORMULATION                           | 997,689            | -                 | -             | 997,689           | 1,024,705         | -                 | 1,024,705          |
| <b>TOTAL DEPARTMENT OF BUDGET AND MANAGEMENT</b>                  | <b>39,352,065</b>  | <b>18,627,675</b> | <b>-</b>      | <b>57,979,740</b> | <b>91,477,652</b> | <b>31,405,939</b> | <b>122,883,591</b> |
| <b>MAJOR INFORMATION TECHNOLOGY DEVELOPMENT PROJECT FUND</b>      |                    |                   |               |                   |                   |                   |                    |
| MAJOR INFORMATION TECHNOLOGY DEVELOPMENT PROJECT FUND             | 31,415,000         | -                 | -             | 31,415,000        | -                 | 9,194,230         | 9,194,230          |
| <b>MARYLAND STATE RETIREMENT AND PENSION SYSTEMS</b>              |                    |                   |               |                   |                   |                   |                    |
| STATE RETIREMENT AGENCY   | -                  | 22,016,121        | -             | 22,016,121        | -                 | 22,280,275        | 22,280,275         |
| <b>TEACHERS AND STATE EMPLOYEES SUPPLEMENTAL RETIREMENT PLANS</b> |                    |                   |               |                   |                   |                   |                    |
| MARYLAND SUPPLEMENTAL RETIREMENT PLAN BOARD AND STAFF             | -                  | 1,364,663         | -             | 1,364,663         | -                 | 1,391,955         | 1,391,955          |
| <b>DEPARTMENT OF GENERAL SERVICES</b>                             |                    |                   |               |                   |                   |                   |                    |
| <b>OFFICE OF THE SECRETARY</b>                                    |                    |                   |               |                   |                   |                   |                    |
| EXECUTIVE DIRECTION   | 2,108,771          | 8,001             | 5,100         | 2,121,872         | 1,532,236         | -                 | 1,532,236          |
| ADMINISTRATION  | 3,133,269          | -                 | -             | 3,133,269         | 3,297,511         | -                 | 3,297,511          |
| <b>TOTAL OFFICE OF THE SECRETARY</b>                              | <b>5,242,040</b>   | <b>8,001</b>      | <b>5,100</b>  | <b>5,255,141</b>  | <b>4,829,747</b>  | <b>-</b>          | <b>4,829,747</b>   |

**APPENDIX C  
SUMMARY OF OPERATING BUDGETS FOR FISCAL YEARS ENDING JUNE 30, 2007 AND 2008**

|   | 2007 APPROPRIATION |                  |                |                   | 2008 ALLOWANCE    |                  |                |                   |
|---|--------------------|------------------|----------------|-------------------|-------------------|------------------|----------------|-------------------|
|   | GENERAL FUNDS      | SPECIAL FUNDS    | FEDERAL FUNDS  | TOTAL FUNDS       | GENERAL FUNDS     | SPECIAL FUNDS    | FEDERAL FUNDS  | TOTAL FUNDS       |
| <b>OFFICE OF FACILITIES SECURITY</b>                          |                    |                  |                |                   |                   |                  |                |                   |
| FACILITIES SECURITY   | 8,336,960          | 74,172           | 231,772        | 8,642,904         | 9,027,869         | 77,877           | 263,855        | 9,369,601         |
| <b>OFFICE OF FACILITIES OPERATION AND MAINTENANCE</b>         |                    |                  |                |                   |                   |                  |                |                   |
| FACILITIES OPERATION AND MAINTENANCE                          | 28,428,962         | 442,407          | 575,033        | 29,446,402        | 28,731,695        | 394,010          | 640,731        | 29,766,436        |
| WOODSTOCK CENTER - CAPITAL APPROPRIATION                      | -                  | 345,000          | -              | 345,000           | -                 | -                | -              | -                 |
| PARKING FACILITIES  | 1,657,169          | -                | -              | 1,657,169         | 1,696,629         | -                | -              | 1,696,629         |
| TOTAL OFFICE OF FACILITIES OPERATION AND MAINTENANCE          | 30,086,131         | 787,407          | 575,033        | 31,448,571        | 30,428,324        | 394,010          | 640,731        | 31,463,065        |
| <b>OFFICE OF PROCUREMENT AND LOGISTICS</b>                    |                    |                  |                |                   |                   |                  |                |                   |
| PROCUREMENT AND LOGISTICS                                     | 3,997,617          | 2,656,850        | -              | 6,654,467         | 3,150,422         | 1,308,376        | -              | 4,458,798         |
| <b>OFFICE OF REAL ESTATE</b>                                  |                    |                  |                |                   |                   |                  |                |                   |
| REAL ESTATE MANAGEMENT  | 1,149,647          | -                | -              | 1,149,647         | 1,139,005         | -                | -              | 1,139,005         |
| <b>OFFICE OF FACILITIES PLANNING, DESIGN AND CONSTRUCTION</b> |                    |                  |                |                   |                   |                  |                |                   |
| FACILITIES PLANNING, DESIGN AND CONSTRUCTION                  | 13,241,706         | -                | -              | 13,241,706        | 13,296,014        | -                | -              | 13,296,014        |
| <b>TOTAL DEPARTMENT OF GENERAL SERVICES</b>                   | <b>62,054,101</b>  | <b>3,526,430</b> | <b>811,905</b> | <b>66,392,436</b> | <b>61,871,381</b> | <b>1,780,263</b> | <b>904,586</b> | <b>64,556,230</b> |
| <b>DEPARTMENT OF TRANSPORTATION</b>                           |                    |                  |                |                   |                   |                  |                |                   |
| <b>THE SECRETARY'S OFFICE</b>                                 |                    |                  |                |                   |                   |                  |                |                   |
| EXECUTIVE DIRECTION   | -                  | 29,015,765       | 851,393        | 29,867,158        | -                 | 24,406,814       | -              | 24,406,814        |
| OPERATING GRANTS-IN-AID                                       | -                  | 4,119,526        | 9,402,079      | 13,521,605        | -                 | 4,111,386        | 9,684,140      | 13,795,526        |
| FACILITIES AND CAPITAL EQUIPMENT                              | -                  | 33,608,195       | 2,845,000      | 36,453,195        | -                 | 12,230,758       | 7,495,000      | 19,725,758        |
| WASHINGTON METROPOLITAN AREA TRANSIT-OPERATING                | -                  | 174,503,000      | -              | 174,503,000       | -                 | 191,185,195      | -              | 191,185,195       |
| WASHINGTON METROPOLITAN AREA TRANSIT-CAPITAL                  | -                  | 54,582,000       | 16,400,000     | 70,982,000        | -                 | 63,861,000       | 16,400,000     | 80,261,000        |
| OFFICE OF TRANSPORTATION TECHNOLOGY SERVICES                  | -                  | 34,627,010       | -              | 34,627,010        | -                 | 36,925,578       | -              | 36,925,578        |
| MAJOR INFORMATION TECHNOLOGY DEVELOPMENT PROJECTS             | -                  | 900,000          | -              | 900,000           | -                 | 637,000          | -              | 637,000           |
| TOTAL THE SECRETARY'S OFFICE                                  | -                  | 331,355,496      | 29,498,472     | 360,853,968       | -                 | 333,357,731      | 33,579,140     | 366,936,871       |
| <b>DEBT SERVICE REQUIREMENTS</b>                              |                    |                  |                |                   |                   |                  |                |                   |
| DEBT SERVICE REQUIREMENTS                                     | -                  | 119,944,998      | -              | 119,944,998       | -                 | 128,318,800      | -              | 128,318,800       |
| <b>STATE HIGHWAY ADMINISTRATION</b>                           |                    |                  |                |                   |                   |                  |                |                   |
| STATE SYSTEM CONSTRUCTION AND EQUIPMENT                       | -                  | 472,400,000      | 505,300,000    | 977,700,000       | -                 | 526,800,000      | 502,900,000    | 1,029,700,000     |
| STATE SYSTEM MAINTENANCE                                      | -                  | 177,603,835      | 5,524,538      | 183,128,373       | -                 | 189,929,144      | 6,360,000      | 196,289,144       |
| COUNTY AND MUNICIPALITY CAPITAL FUNDS                         | -                  | 4,500,000        | 54,600,000     | 59,100,000        | -                 | 5,042,070        | 60,668,200     | 65,710,270        |
| HIGHWAY SAFETY OPERATING PROGRAM                              | -                  | 6,287,672        | 8,194,290      | 14,481,962        | -                 | 6,261,005        | 8,194,290      | 14,455,295        |
| COUNTY AND MUNICIPALITY FUNDS                                 | -                  | 584,911,158      | -              | 584,911,158       | -                 | 566,782,241      | -              | 566,782,241       |
| MAJOR INFORMATION TECHNOLOGY DEVELOPMENT PROJECTS             | -                  | 1,238,718        | 3,000,000      | 4,238,718         | -                 | 6,167,815        | 4,700,000      | 10,867,815        |
| TOTAL STATE HIGHWAY ADMINISTRATION                            | -                  | 1,246,941,383    | 576,618,828    | 1,823,560,211     | -                 | 1,300,982,275    | 582,822,490    | 1,883,804,765     |
| <b>MARYLAND PORT ADMINISTRATION</b>                           |                    |                  |                |                   |                   |                  |                |                   |
| PORT OPERATIONS   | -                  | 97,699,551       | -              | 97,699,551        | -                 | 106,302,268      | -              | 106,302,268       |
| PORT FACILITIES AND CAPITAL EQUIPMENT                         | -                  | 125,185,486      | 5,741,000      | 130,926,486       | -                 | 123,858,294      | -              | 123,858,294       |
| TOTAL MARYLAND PORT ADMINISTRATION                            | -                  | 222,885,037      | 5,741,000      | 228,626,037       | -                 | 230,160,562      | -              | 230,160,562       |
| <b>MOTOR VEHICLE ADMINISTRATION</b>                           |                    |                  |                |                   |                   |                  |                |                   |
| MOTOR VEHICLE OPERATIONS                                      | -                  | 140,070,935      | 15,000         | 140,085,935       | -                 | 145,841,829      | 176,500        | 146,018,329       |
| FACILITIES AND CAPITAL EQUIPMENT                              | -                  | 19,321,068       | -              | 19,321,068        | -                 | 29,997,577       | -              | 29,997,577        |
| MAJOR INFORMATION TECHNOLOGY DEVELOPMENT PROJECTS             | -                  | 5,090,000        | -              | 5,090,000         | -                 | 4,343,000        | -              | 4,343,000         |
| TOTAL MOTOR VEHICLE ADMINISTRATION                            | -                  | 164,482,003      | 15,000         | 164,497,003       | -                 | 180,182,406      | 176,500        | 180,358,906       |

**APPENDIX C  
SUMMARY OF OPERATING BUDGETS FOR FISCAL YEARS ENDING JUNE 30, 2007 AND 2008**

|   | 2007 APPROPRIATION |                      |                    |                      | 2008 ALLOWANCE |                      |                    |                      |
|---|--------------------|----------------------|--------------------|----------------------|----------------|----------------------|--------------------|----------------------|
|   | GENERAL FUNDS      | SPECIAL FUNDS        | FEDERAL FUNDS      | TOTAL FUNDS          | GENERAL FUNDS  | SPECIAL FUNDS        | FEDERAL FUNDS      | TOTAL FUNDS          |
| <b>MARYLAND TRANSIT ADMINISTRATION</b>            |                    |                      |                    |                      |                |                      |                    |                      |
| TRANSIT ADMINISTRATION                            | -                  | 43,422,832           | -                  | 43,422,832           | -              | 44,010,627           | -                  | 44,010,627           |
| BUS OPERATIONS                                    | -                  | 173,656,826          | 30,278,599         | 203,935,425          | -              | 199,289,806          | 30,278,599         | 229,568,405          |
| RAIL OPERATIONS                                   | -                  | 131,247,705          | 12,604,351         | 143,852,056          | -              | 149,117,079          | 12,604,351         | 161,721,430          |
| FACILITIES AND CAPITAL EQUIPMENT                  | -                  | 92,003,000           | 122,984,000        | 214,987,000          | -              | 124,078,000          | 176,847,000        | 300,925,000          |
| STATEWIDE PROGRAMS OPERATIONS                     | -                  | 65,861,858           | 10,469,281         | 76,331,139           | -              | 67,764,177           | 10,469,281         | 78,233,458           |
| MAJOR INFORMATION TECHNOLOGY DEVELOPMENT PROJECTS | -                  | 23,075,000           | 2,472,000          | 25,547,000           | -              | 7,131,000            | -                  | 7,131,000            |
| TOTAL MARYLAND TRANSIT ADMINISTRATION             | -                  | 529,267,221          | 178,808,231        | 708,075,452          | -              | 591,390,689          | 230,199,231        | 821,589,920          |
| <b>MARYLAND AVIATION ADMINISTRATION</b>           |                    |                      |                    |                      |                |                      |                    |                      |
| AIRPORT OPERATIONS                                | -                  | 170,761,639          | 279,945            | 171,041,584          | -              | 183,235,617          | 350,000            | 183,585,617          |
| AIRPORT FACILITIES AND CAPITAL EQUIPMENT          | -                  | 50,800,538           | 27,813,000         | 78,613,538           | -              | 54,793,009           | 22,373,000         | 77,166,009           |
| MAJOR INFORMATION TECHNOLOGY DEVELOPMENT PROJECTS | -                  | 859,000              | 763,000            | 1,622,000            | -              | 3,006,000            | -                  | 3,006,000            |
| TOTAL MARYLAND AVIATION ADMINISTRATION            | -                  | 222,421,177          | 28,855,945         | 251,277,122          | -              | 241,034,626          | 22,723,000         | 263,757,626          |
| <b>TOTAL DEPARTMENT OF TRANSPORTATION</b>         | <b>-</b>           | <b>2,837,297,315</b> | <b>819,537,476</b> | <b>3,656,834,791</b> | <b>-</b>       | <b>3,005,427,089</b> | <b>869,500,361</b> | <b>3,874,927,450</b> |
| <b>DEPARTMENT OF NATURAL RESOURCES</b>            |                    |                      |                    |                      |                |                      |                    |                      |
| <b>OFFICE OF THE SECRETARY</b>                    |                    |                      |                    |                      |                |                      |                    |                      |
| SECRETARIAT                                       | 1,756,868          | 1,955,720            | 87,755             | 3,800,343            | 854,895        | 1,601,196            | -                  | 2,456,091            |
| OFFICE OF THE ATTORNEY GENERAL                    | 571,234            | 614,429              | -                  | 1,185,663            | 397,178        | 737,623              | -                  | 1,134,801            |
| FINANCE AND ADMINISTRATIVE SERVICE                | 2,431,938          | 1,927,035            | 139,137            | 4,498,110            | 2,011,139      | 1,761,365            | 181,012            | 3,953,516            |
| HUMAN RESOURCE SERVICE                            | 598,393            | 532,514              | -                  | 1,130,907            | 525,671        | 639,419              | -                  | 1,165,090            |
| INFORMATION TECHNOLOGY SERVICE                    | 1,707,134          | 2,051,358            | -                  | 3,758,492            | 2,011,654      | 1,772,189            | -                  | 3,783,843            |
| OFFICE OF COMMUNICATIONS AND MARKETING            | 562,860            | 639,173              | -                  | 1,202,033            | 623,184        | 554,267              | -                  | 1,177,451            |
| TOTAL OFFICE OF THE SECRETARY                     | 7,628,427          | 7,720,229            | 226,892            | 15,575,548           | 6,423,721      | 7,066,059            | 181,012            | 13,670,792           |
| <b>FORESTRY SERVICE</b>                           |                    |                      |                    |                      |                |                      |                    |                      |
| FORESTRY SERVICE                                  | 6,653,382          | 2,816,388            | 1,453,374          | 10,923,144           | 6,494,212      | 3,166,517            | 1,396,617          | 11,057,346           |
| <b>WILDLIFE AND HERITAGE SERVICE</b>              |                    |                      |                    |                      |                |                      |                    |                      |
| WILDLIFE AND HERITAGE SERVICE                     | 84,670             | 5,780,771            | 3,286,479          | 9,151,920            | 1,213,407      | 5,141,494            | 3,115,467          | 9,470,368            |
| <b>MARYLAND PARK SERVICE</b>                      |                    |                      |                    |                      |                |                      |                    |                      |
| STATE-WIDE OPERATION                              | 15,935,116         | 14,793,974           | 268,441            | 30,997,531           | 16,198,254     | 14,923,964           | 311,265            | 31,433,483           |
| REVENUE OPERATIONS                                | -                  | 1,299,697            | -                  | 1,299,697            | -              | 1,322,258            | -                  | 1,322,258            |
| TOTAL MARYLAND PARK SERVICE                       | 15,935,116         | 16,093,671           | 268,441            | 32,297,228           | 16,198,254     | 16,246,222           | 311,265            | 32,755,741           |
| <b>CAPITAL GRANTS &amp; LOAN ADMINISTRATION</b>   |                    |                      |                    |                      |                |                      |                    |                      |
| OPERATIONS  | -                  | 5,523,348            | 66,502             | 5,589,850            | -              | 7,455,961            | -                  | 7,455,961            |
| OUTDOOR RECREATION LAND LOAN                      | -                  | 295,257,315          | 6,150,000          | 301,407,315          | 5,000,000      | 210,165,277          | 4,000,000          | 219,165,277          |
| WATERWAY SERVICE PROJECTS                         | -                  | 25,000,000           | 1,000,000          | 26,000,000           | -              | 26,700,000           | 1,000,000          | 27,700,000           |
| SHORE EROSION CONTROL CAPITAL PROJECTS            | -                  | 800,000              | -                  | 800,000              | -              | 500,000              | -                  | 500,000              |
| TOTAL CAPITAL GRANTS & LOAN ADMINISTRATION        | -                  | 326,580,663          | 7,216,502          | 333,797,165          | 5,000,000      | 244,821,238          | 5,000,000          | 254,821,238          |
| <b>LICENSING AND REGISTRATION SERVICE</b>         |                    |                      |                    |                      |                |                      |                    |                      |
| GENERAL DIRECTION                                 | -                  | 3,951,329            | -                  | 3,951,329            | -              | 4,015,480            | -                  | 4,015,480            |
| <b>NATURAL RESOURCES POLICE</b>                   |                    |                      |                    |                      |                |                      |                    |                      |
| GENERAL DIRECTION                                 | 5,027,958          | 2,378,282            | 1,007,545          | 8,413,785            | 5,548,453      | 1,940,602            | 1,061,816          | 8,550,871            |
| FIELD OPERATIONS                                  | 24,472,663         | 3,814,575            | 1,109,658          | 29,396,896           | 24,264,377     | 3,605,541            | 1,823,855          | 29,693,773           |
| WATERWAY MANAGEMENT SERVICES                      | -                  | 2,197,411            | 94,355             | 2,291,766            | 2,000          | 2,173,742            | 84,024             | 2,259,766            |
| TOTAL NATURAL RESOURCES POLICE                    | 29,500,621         | 8,390,268            | 2,211,558          | 40,102,447           | 29,814,830     | 7,719,885            | 2,969,695          | 40,504,410           |
| <b>PUBLIC LANDS POLICY AND PLANNING</b>           |                    |                      |                    |                      |                |                      |                    |                      |
| RESOURCE PLANNING ADMINISTRATION                  | 707,278            | 613,181              | -                  | 1,320,459            | 721,790        | 615,347              | -                  | 1,337,137            |

**APPENDIX C  
SUMMARY OF OPERATING BUDGETS FOR FISCAL YEARS ENDING JUNE 30, 2007 AND 2008**

|   | 2007 APPROPRIATION |                    |                   |                    | 2008 ALLOWANCE    |                    |                   |                    |
|---|--------------------|--------------------|-------------------|--------------------|-------------------|--------------------|-------------------|--------------------|
|   | GENERAL FUNDS      | SPECIAL FUNDS      | FEDERAL FUNDS     | TOTAL FUNDS        | GENERAL FUNDS     | SPECIAL FUNDS      | FEDERAL FUNDS     | TOTAL FUNDS        |
| <b>ENGINEERING AND CONSTRUCTION</b>                                 |                    |                    |                   |                    |                   |                    |                   |                    |
| GENERAL DIRECTION   | 674,148            | 4,881,687          | -                 | 5,555,835          | 665,487           | 4,855,316          | -                 | 5,520,803          |
| OCEAN CITY MAINTENANCE  | -                  | 1,000,000          | -                 | 1,000,000          | -                 | 1,000,000          | -                 | 1,000,000          |
| TOTAL ENGINEERING AND CONSTRUCTION                                  | 674,148            | 5,881,687          | -                 | 6,555,835          | 665,487           | 5,855,316          | -                 | 6,520,803          |
| <b>CHESAPEAKE BAY CRITICAL AREA COMMISSION</b>                      |                    |                    |                   |                    |                   |                    |                   |                    |
| CHESAPEAKE BAY CRITICAL AREA COMMISSION                             | 2,134,235          | -                  | -                 | 2,134,235          | 2,226,041         | -                  | -                 | 2,226,041          |
| <b>RESOURCE ASSESSMENT SERVICE</b>                                  |                    |                    |                   |                    |                   |                    |                   |                    |
| SUPPORT SERVICES  | 423,910            | 175,436            | -                 | 599,346            | 421,130           | 185,820            | -                 | 606,950            |
| MONITORING AND NON-TIDAL ASSESSMENT                                 | 1,157,834          | 998,799            | 706,350           | 2,862,983          | 1,151,827         | 958,831            | 414,530           | 2,525,188          |
| POWER PLANT ASSESSMENT PROGRAM                                      | -                  | 6,165,324          | -                 | 6,165,324          | -                 | 6,701,409          | -                 | 6,701,409          |
| TIDEWATER ECOSYSTEM ASSESSMENT                                      | 2,544,118          | 720,925            | 1,323,317         | 4,588,360          | 2,167,941         | 621,554            | 1,773,817         | 4,563,312          |
| MARYLAND GEOLOGICAL SURVEY  | 1,649,791          | 461,019            | 168,356           | 2,279,166          | 1,704,310         | 217,561            | 229,310           | 2,151,181          |
| TOTAL RESOURCE ASSESSMENT SERVICE                                   | 5,775,653          | 8,521,503          | 2,198,023         | 16,495,179         | 5,445,208         | 8,685,175          | 2,417,657         | 16,548,040         |
| <b>MARYLAND ENVIRONMENTAL TRUST</b>                                 |                    |                    |                   |                    |                   |                    |                   |                    |
| GENERAL DIRECTION   | 581,407            | 740,000            | -                 | 1,321,407          | 595,539           | 566,193            | -                 | 1,161,732          |
| <b>WATERSHED SERVICES</b>   |                    |                    |                   |                    |                   |                    |                   |                    |
| GENERAL DIRECTION   | 460,509            | 52,816             | 118,041           | 631,366            | 272,864           | 234,990            | 132,760           | 640,614            |
| PROGRAM DEVELOPMENT AND OPERATION                                   | 2,616,646          | 1,909,058          | 1,614,806         | 6,140,510          | 2,734,652         | 175,000            | 1,915,879         | 4,825,531          |
| COASTAL ZONE MANAGEMENT   | 200,709            | 72,379             | 5,355,746         | 5,628,834          | 318,340           | -                  | 5,251,935         | 5,570,275          |
| TOTAL WATERSHED SERVICES  | 3,277,864          | 2,034,253          | 7,088,593         | 12,400,710         | 3,325,856         | 409,990            | 7,300,574         | 11,036,420         |
| <b>FISHERIES SERVICE</b>  |                    |                    |                   |                    |                   |                    |                   |                    |
| GENERAL DIRECTION, POLICY AND OXFORD                                | 2,076,209          | 1,943,743          | 991,558           | 5,011,510          | 2,053,940         | 2,282,927          | 1,211,404         | 5,548,271          |
| INLAND FISHERIES MANAGEMENT   | 213,097            | 2,547,637          | 1,844,036         | 4,604,770          | 215,513           | 2,625,769          | 1,687,311         | 4,528,593          |
| ESTUARINE AND MARINE FISHERIES                                      | 385,229            | 2,204,168          | 1,589,466         | 4,178,863          | 610,933           | 2,246,851          | 1,484,058         | 4,341,842          |
| SHELLFISH RESTORATION AND MANAGEMENT                                | 304,411            | 609,087            | -                 | 913,498            | 359,613           | 597,021            | -                 | 956,634            |
| TOTAL FISHERIES SERVICE   | 2,978,946          | 7,304,635          | 4,425,060         | 14,708,641         | 3,239,999         | 7,752,568          | 4,382,773         | 15,375,340         |
| <b>TOTAL DEPARTMENT OF NATURAL RESOURCES</b>                        | <b>75,931,747</b>  | <b>396,428,578</b> | <b>28,374,922</b> | <b>500,735,247</b> | <b>81,364,344</b> | <b>312,061,484</b> | <b>27,075,060</b> | <b>420,500,888</b> |
| <b>DEPARTMENT OF AGRICULTURE<br/>OFFICE OF THE SECRETARY</b>        |                    |                    |                   |                    |                   |                    |                   |                    |
| EXECUTIVE DIRECTION   | 2,815,112          | 88,711             | 24,582            | 2,928,405          | 2,514,313         | -                  | -                 | 2,514,313          |
| ADMINISTRATIVE SERVICES   | 1,071,624          | -                  | 39,195            | 1,110,819          | 1,160,269         | -                  | -                 | 1,160,269          |
| CENTRAL SERVICES  | 926,409            | 638,078            | 360,000           | 1,924,487          | 1,113,750         | 646,758            | 367,000           | 2,127,508          |
| MARYLAND AGRICULTURAL COMMISSION                                    | 165,565            | 2,000              | 1,020             | 168,585            | 170,002           | 2,000              | -                 | 172,002            |
| MARYLAND AGRICULTURAL LAND PRESERVATION FOUNDATION                  | -                  | 1,862,789          | 63,925            | 1,926,714          | -                 | 2,185,651          | 111,642           | 2,297,293          |
| CAPITAL APPROPRIATION   | -                  | 84,554,000         | 5,000,000         | 89,554,000         | -                 | 67,961,820         | 2,000,000         | 69,961,820         |
| TOTAL OFFICE OF THE SECRETARY                                       | 4,978,710          | 87,145,578         | 5,488,722         | 97,613,010         | 4,958,334         | 70,796,229         | 2,478,642         | 78,233,205         |
| <b>OFFICE OF MARKETING, ANIMAL INDUSTRIES AND CONSUMER SERVICES</b> |                    |                    |                   |                    |                   |                    |                   |                    |
| OFFICE OF THE ASSISTANT SECRETARY                                   | 171,378            | -                  | -                 | 171,378            | 171,682           | -                  | -                 | 171,682            |
| WEIGHTS AND MEASURES  | 574,200            | 1,390,096          | -                 | 1,964,296          | 560,461           | 1,370,928          | -                 | 1,931,389          |
| FOOD QUALITY ASSURANCE  | 42,373             | 1,468,366          | 39,200            | 1,549,939          | 34,902            | 1,357,957          | 100,920           | 1,493,779          |
| MARYLAND AGRICULTURAL STATISTICS SERVICES                           | 85,100             | -                  | 13,200            | 98,300             | 83,400            | -                  | 13,200            | 96,600             |
| ANIMAL HEALTH   | 2,366,749          | 645,245            | 555,228           | 3,567,222          | 2,350,387         | 749,860            | 742,965           | 3,843,212          |
| STATE BOARD OF VETERINARY MEDICAL EXAMINERS                         | -                  | 358,855            | -                 | 358,855            | -                 | 405,324            | -                 | 405,324            |
| MARYLAND HORSE INDUSTRY BOARD                                       | 61,846             | 283,982            | -                 | 345,828            | 56,804            | 106,436            | -                 | 163,240            |
| AQUACULTURE DEVELOPMENT AND SEAFOOD MARKETING                       | 445,373            | 8,000              | -                 | 453,373            | 438,461           | 6,000              | -                 | 444,461            |
| MARKETING AND AGRICULTURE DEVELOPMENT                               | 830,183            | 1,613,500          | 1,146,399         | 3,590,082          | 827,327           | 2,258,600          | 1,148,689         | 4,234,616          |
| MARYLAND AGRICULTURAL FAIR BOARD                                    | -                  | 1,459,658          | -                 | 1,459,658          | -                 | 1,456,202          | -                 | 1,456,202          |

**APPENDIX C  
SUMMARY OF OPERATING BUDGETS FOR FISCAL YEARS ENDING JUNE 30, 2007 AND 2008**

|  | 2007 APPROPRIATION |                    |                   |                    | 2008 ALLOWANCE    |                   |                  |                    |
|--|--------------------|--------------------|-------------------|--------------------|-------------------|-------------------|------------------|--------------------|
|  | GENERAL FUNDS      | SPECIAL FUNDS      | FEDERAL FUNDS     | TOTAL FUNDS        | GENERAL FUNDS     | SPECIAL FUNDS     | FEDERAL FUNDS    | TOTAL FUNDS        |
| STATE TOBACCO AUTHORITY  | -                  | 13,460             | -                 | 13,460             | -                 | 6,660             | -                | 6,660              |
| TOBACCO TRANSITION PROGRAM   | -                  | 6,065,000          | -                 | 6,065,000          | -                 | 6,880,000         | -                | 6,880,000          |
| RURAL MARYLAND COUNCIL   | 112,117            | 357,396            | 83,813            | 553,326            | 106,109           | 248,561           | 50,000           | 404,670            |
| MD AGRICULTURAL EDUCATION AND RURAL DEVELOPMENT ASSISTANCE FUND    | 146,392            | 202,195            | -                 | 348,587            | 143,000           | 110,000           | -                | 253,000            |
| MD AGRICULTURAL AND RESOURCE-BASED INDUSTRY DEVELOPMENT CORP.      | 1,000,000          | -                  | -                 | 1,000,000          | 3,000,000         | -                 | -                | 3,000,000          |
| TOTAL OFFICE OF MARKETING, ANIMAL INDUSTRIES AND CONSUMER SERVICES | 5,835,711          | 13,865,753         | 1,837,840         | 21,539,304         | 7,772,533         | 14,956,528        | 2,055,774        | 24,784,835         |
| <b>OFFICE OF PLANT INDUSTRIES AND PEST MANAGEMENT</b>              |                    |                    |                   |                    |                   |                   |                  |                    |
| OFFICE OF THE ASSISTANT SECRETARY                                  | 164,996            | -                  | -                 | 164,996            | 166,614           | -                 | -                | 166,614            |
| FOREST PEST MANAGEMENT   | 757,118            | 395,529            | 803,044           | 1,955,691          | 744,668           | 174,433           | 186,558          | 1,105,659          |
| MOSQUITO CONTROL   | 2,002,152          | 1,069,953          | -                 | 3,072,105          | 1,936,131         | 994,689           | -                | 2,930,820          |
| PESTICIDE REGULATION   | 85,272             | 584,575            | 302,637           | 972,484            | 82,829            | 630,535           | 294,909          | 1,008,273          |
| PLANT PROTECTION AND WEED MANAGEMENT                               | 1,262,028          | 279,861            | 438,158           | 1,980,047          | 1,256,836         | 239,795           | 531,671          | 2,028,302          |
| TURF AND SEED  | 614,248            | 362,399            | -                 | 976,647            | 526,401           | 379,357           | -                | 905,758            |
| STATE CHEMIST  | -                  | 1,929,379          | 122,718           | 2,052,097          | -                 | 2,034,624         | 143,085          | 2,177,709          |
| TOTAL OFFICE OF PLANT INDUSTRIES AND PEST MANAGEMENT               | 4,885,814          | 4,621,696          | 1,666,557         | 11,174,067         | 4,713,479         | 4,453,433         | 1,156,223        | 10,323,135         |
| <b>OFFICE OF RESOURCE CONSERVATION</b>                             |                    |                    |                   |                    |                   |                   |                  |                    |
| OFFICE OF THE ASSISTANT SECRETARY                                  | 168,101            | -                  | -                 | 168,101            | 168,677           | -                 | -                | 168,677            |
| PROGRAM PLANNING AND DEVELOPMENT                                   | 2,448,513          | -                  | 755,000           | 3,203,513          | 2,707,057         | -                 | 419,500          | 3,126,557          |
| RESOURCE CONSERVATION OPERATIONS                                   | 6,798,841          | 110,294            | 859,780           | 7,768,915          | 7,690,689         | 311,274           | 798,077          | 8,800,040          |
| RESOURCE CONVERSATION GRANTS                                       | 4,405,612          | 5,480,739          | -                 | 9,886,351          | 4,251,346         | 5,697,916         | -                | 9,949,262          |
| TOTAL OFFICE OF RESOURCE CONSERVATION                              | 13,821,067         | 5,591,033          | 1,614,780         | 21,026,880         | 14,817,769        | 6,009,190         | 1,217,577        | 22,044,536         |
| <b>TOTAL DEPARTMENT OF AGRICULTURE</b>                             | <b>29,521,302</b>  | <b>111,224,060</b> | <b>10,607,899</b> | <b>151,353,261</b> | <b>32,262,115</b> | <b>96,215,380</b> | <b>6,908,216</b> | <b>135,385,711</b> |
| <b>DEPARTMENT OF HEALTH AND MENTAL HYGIENE</b>                     |                    |                    |                   |                    |                   |                   |                  |                    |
| <b>OFFICE OF THE SECRETARY</b>                                     |                    |                    |                   |                    |                   |                   |                  |                    |
| EXECUTIVE DIRECTION  | 10,447,723         | 274,246            | 576,106           | 11,298,075         | 3,679,743         | -                 | -                | 3,679,743          |
| FINANCIAL MANAGEMENT ADMINISTRATION                                | 4,668,906          | -                  | 2,420,939         | 7,089,845          | 4,867,321         | -                 | 2,636,583        | 7,503,904          |
| OFFICE OF HEALTH CARE QUALITY                                      | 9,570,341          | 471,908            | 5,308,519         | 15,350,768         | 9,781,278         | 511,303           | 5,443,671        | 15,736,252         |
| HEALTH PROFESSIONALS BOARDS AND COMMISSION                         | 240,503            | 8,972,875          | -                 | 9,213,378          | 204,798           | 9,449,464         | -                | 9,654,262          |
| BOARD OF NURSING   | -                  | 6,030,438          | -                 | 6,030,438          | -                 | 5,949,143         | -                | 5,949,143          |
| STATE BOARD OF PHYSICIANS  | -                  | 7,839,370          | -                 | 7,839,370          | -                 | 8,202,952         | -                | 8,202,952          |
| TOTAL OFFICE OF THE SECRETARY                                      | 24,927,473         | 23,588,837         | 8,305,564         | 56,821,874         | 18,533,140        | 24,112,862        | 8,080,254        | 50,726,256         |
| <b>OPERATIONS</b>  |                    |                    |                   |                    |                   |                   |                  |                    |
| EXECUTIVE DIRECTION  | 9,422,143          | 30,000             | 5,999,934         | 15,452,077         | 13,017,278        | 30,000            | 6,279,966        | 19,327,244         |
| INFORMATION RESOURCES MANAGEMENT ADMINISTRATION                    | 3,633,443          | -                  | 3,078,100         | 6,711,543          | 3,353,723         | -                 | 3,646,344        | 7,000,067          |
| MAJOR INFORMATION TECHNOLOGY DEVELOPMENT PROJECTS                  | -                  | -                  | -                 | -                  | -                 | 600,000           | -                | 600,000            |
| TOTAL OPERATIONS   | 13,055,586         | 30,000             | 9,078,034         | 22,163,620         | 16,371,001        | 630,000           | 9,926,310        | 26,927,311         |
| <b>DEPUTY SECRETARY FOR PUBLIC HEALTH SERVICES</b>                 |                    |                    |                   |                    |                   |                   |                  |                    |
| EXECUTIVE DIRECTION  | 2,879,541          | -                  | -                 | 2,879,541          | 2,982,482         | -                 | -                | 2,982,482          |
| <b>COMMUNITY HEALTH ADMINISTRATION</b>                             |                    |                    |                   |                    |                   |                   |                  |                    |
| COMMUNITY HEALTH SERVICES  | 9,368,249          | 10,000             | 10,158,768        | 19,537,017         | 8,795,846         | 10,000            | 9,283,887        | 18,089,733         |
| CORE PUBLIC HEALTH SERVICES  | 63,667,951         | -                  | 4,493,000         | 68,160,951         | 66,557,283        | -                 | 4,493,000        | 71,050,283         |
| TOTAL COMMUNITY HEALTH ADMINISTRATION                              | 73,036,200         | 10,000             | 14,651,768        | 87,697,968         | 75,353,129        | 10,000            | 13,776,887       | 89,140,016         |
| <b>FAMILY HEALTH ADMINISTRATION</b>                                |                    |                    |                   |                    |                   |                   |                  |                    |
| FAMILY HEALTH SERVICES AND PRIMARY CARE                            | 27,047,703         | 5,037,542          | 77,935,794        | 110,021,039        | 20,583,700        | 106,192           | 84,209,786       | 104,899,678        |
| PREVENTION AND DISEASE CONTROL                                     | 22,251,823         | 48,603,878         | 11,248,227        | 82,103,928         | 20,943,776        | 48,717,922        | 11,448,765       | 81,110,463         |
| TOTAL FAMILY HEALTH ADMINISTRATION                                 | 49,299,526         | 53,641,420         | 89,184,021        | 192,124,967        | 41,527,476        | 48,824,114        | 95,658,551       | 186,010,141        |



**APPENDIX C  
SUMMARY OF OPERATING BUDGETS FOR FISCAL YEARS ENDING JUNE 30, 2007 AND 2008**

|  | 2007 APPROPRIATION |               |               |             | 2008 ALLOWANCE |               |               |             |
|--|--------------------|---------------|---------------|-------------|----------------|---------------|---------------|-------------|
|  | GENERAL FUNDS      | SPECIAL FUNDS | FEDERAL FUNDS | TOTAL FUNDS | GENERAL FUNDS  | SPECIAL FUNDS | FEDERAL FUNDS | TOTAL FUNDS |
| <b>AIDS ADMINISTRATION</b>   |                    |               |               |             |                |               |               |             |
| AIDS ADMINISTRATION  | 4,663,929          | 11,395,825    | 57,552,645    | 73,612,399  | 4,702,617      | 10,835,281    | 57,054,497    | 72,592,395  |
| <b>OFFICE OF THE CHIEF MEDICAL EXAMINER</b>                            |                    |               |               |             |                |               |               |             |
| POST MORTEM EXAMINING SERVICES   | 7,951,385          | -             | 178,313       | 8,129,698   | 8,238,847      | -             | 180,985       | 8,419,832   |
| <b>OFFICE OF PREPAREDNESS AND RESPONSE</b>                             |                    |               |               |             |                |               |               |             |
| OFFICE OF PREPAREDNESS AND RESPONSE                                    | 374,130            | -             | 23,356,695    | 23,730,825  | -              | -             | 23,847,341    | 23,847,341  |
| <b>WESTERN MARYLAND CENTER</b>   |                    |               |               |             |                |               |               |             |
| SERVICES AND INSTITUTIONAL OPERATIONS                                  | 20,839,140         | 876,795       | -             | 21,715,935  | 20,754,376     | 815,956       | -             | 21,570,332  |
| <b>DEER'S HEAD CENTER</b>  |                    |               |               |             |                |               |               |             |
| SERVICES AND INSTITUTIONAL OPERATIONS                                  | 18,138,106         | 4,590,974     | -             | 22,729,080  | 18,232,576     | 3,989,770     | -             | 22,222,346  |
| <b>LABORATORIES ADMINISTRATION</b>                                     |                    |               |               |             |                |               |               |             |
| LABORATORY SERVICES  | 17,570,193         | 24,000        | 3,449,947     | 21,044,140  | 18,231,240     | 29,000        | 3,453,644     | 21,713,884  |
| <b>ALCOHOL AND DRUG ABUSE ADMINISTRATION</b>                           |                    |               |               |             |                |               |               |             |
| ALCOHOL AND DRUG ABUSE ADMINISTRATION                                  | 84,881,077         | 17,639,087    | 31,678,149    | 134,198,313 | 90,746,072     | 17,747,654    | 31,440,925    | 139,934,651 |
| <b>MENTAL HYGIENE ADMINISTRATION</b>                                   |                    |               |               |             |                |               |               |             |
| PROGRAM DIRECTION  | 6,020,438          | -             | 1,594,295     | 7,614,733   | 5,828,893      | -             | 1,497,924     | 7,326,817   |
| COMMUNITY SERVICES   | 79,736,184         | 31,119        | 28,667,194    | 108,434,497 | 81,600,541     | 31,119        | 27,764,860    | 109,396,520 |
| COMMUNITY SERVICES FOR MEDICAID RECIPIENTS                             | 243,865,346        | -             | 222,223,199   | 466,088,545 | 268,574,526    | -             | 234,506,952   | 503,081,478 |
| TOTAL MENTAL HYGIENE ADMINISTRATION                                    | 329,621,968        | 31,119        | 252,484,688   | 582,137,775 | 356,003,960    | 31,119        | 263,769,736   | 619,804,815 |
| <b>WALTER P. CARTER COMMUNITY MENTAL HEALTH CENTER</b>                 |                    |               |               |             |                |               |               |             |
| SERVICES AND INSTITUTIONAL OPERATIONS                                  | 13,533,939         | 92,696        | -             | 13,626,635  | 13,864,506     | 95,543        | -             | 13,960,049  |
| <b>THOMAS B. FINAN HOSPITAL CENTER</b>                                 |                    |               |               |             |                |               |               |             |
| SERVICES AND INSTITUTIONAL OPERATIONS                                  | 16,469,963         | 685,281       | -             | 17,155,244  | 16,054,826     | 706,940       | -             | 16,761,766  |
| <b>REGIONAL INSTITUTE FOR CHILDREN AND ADOLESCENTS-BALTIMORE CITY</b>  |                    |               |               |             |                |               |               |             |
| SERVICES AND INSTITUTIONAL OPERATIONS                                  | 10,780,878         | 2,099,937     | 91,741        | 12,972,556  | 10,441,180     | 2,152,017     | 63,524        | 12,656,721  |
| <b>CROWNSVILLE HOSPITAL CENTER</b>                                     |                    |               |               |             |                |               |               |             |
| SERVICES AND INSTITUTIONAL OPERATIONS                                  | 1,576,083          | 464,377       | -             | 2,040,460   | 1,548,446      | 461,806       | -             | 2,010,252   |
| <b>EASTERN SHORE HOSPITAL CENTER</b>                                   |                    |               |               |             |                |               |               |             |
| SERVICES AND INSTITUTIONAL OPERATIONS                                  | 16,988,495         | 50,038        | -             | 17,038,533  | 16,947,271     | 47,975        | -             | 16,995,246  |
| <b>SPRINGFIELD HOSPITAL CENTER</b>                                     |                    |               |               |             |                |               |               |             |
| SERVICES AND INSTITUTIONAL OPERATIONS                                  | 72,305,193         | 321,370       | -             | 72,626,563  | 72,168,364     | 357,509       | -             | 72,525,873  |
| <b>SPRING GROVE HOSPITAL CENTER</b>                                    |                    |               |               |             |                |               |               |             |
| SERVICES AND INSTITUTIONAL OPERATIONS                                  | 75,031,113         | 590,102       | 36,364        | 75,657,579  | 75,781,965     | 762,716       | 39,648        | 76,584,329  |
| <b>CLIFTON T. PERKINS HOSPITAL CENTER</b>                              |                    |               |               |             |                |               |               |             |
| SERVICES AND INSTITUTIONAL OPERATIONS                                  | 40,765,131         | 100,000       | -             | 40,865,131  | 40,419,714     | 105,000       | -             | 40,524,714  |
| <b>JOHN L. GILDNER REGIONAL INSTITUTE FOR CHILDREN AND ADOLESCENTS</b> |                    |               |               |             |                |               |               |             |
| SERVICES AND INSTITUTIONAL OPERATIONS                                  | 11,476,684         | 72,537        | 69,780        | 11,619,001  | 11,364,749     | 87,697        | 63,215        | 11,515,661  |
| <b>UPPER SHORE COMMUNITY MENTAL HEALTH CENTER</b>                      |                    |               |               |             |                |               |               |             |
| SERVICES AND INSTITUTIONAL OPERATIONS                                  | 7,999,130          | 186,826       | -             | 8,185,956   | 8,223,666      | 184,226       | -             | 8,407,892   |

**APPENDIX C  
SUMMARY OF OPERATING BUDGETS FOR FISCAL YEARS ENDING JUNE 30, 2007 AND 2008**

|  | 2007 APPROPRIATION   |                    |                      |                      | 2008 ALLOWANCE       |                    |                      |                      |
|--|----------------------|--------------------|----------------------|----------------------|----------------------|--------------------|----------------------|----------------------|
|  | GENERAL FUNDS        | SPECIAL FUNDS      | FEDERAL FUNDS        | TOTAL FUNDS          | GENERAL FUNDS        | SPECIAL FUNDS      | FEDERAL FUNDS        | TOTAL FUNDS          |
| <b>REGIONAL INSTITUTE FOR CHILDREN AND ADOLESCENTS-SOUTHERN MD</b> |                      |                    |                      |                      |                      |                    |                      |                      |
| SERVICES AND INSTITUTIONAL OPERATIONS                              | 5,900,049            | 2,500              | 45,828               | 5,948,377            | 5,927,359            | 2,500              | 47,536               | 5,977,395            |
| <b>DEVELOPMENTAL DISABILITIES ADMINISTRATION</b>                   |                      |                    |                      |                      |                      |                    |                      |                      |
| PROGRAM DIRECTION  | 4,794,618            | -                  | 947,414              | 5,742,032            | 4,368,496            | -                  | 1,521,412            | 5,889,908            |
| COMMUNITY SERVICES   | 371,924,466          | 3,364,390          | 237,608,454          | 612,897,310          | 394,230,422          | 3,669,865          | 264,279,877          | 662,180,164          |
| TOTAL DEVELOPMENTAL DISABILITIES ADMINISTRATION                    | 376,719,084          | 3,364,390          | 238,555,868          | 618,639,342          | 398,598,918          | 3,669,865          | 265,801,289          | 668,070,072          |
| <b>ROSEWOOD CENTER</b>   |                      |                    |                      |                      |                      |                    |                      |                      |
| SERVICES AND INSTITUTIONAL OPERATIONS                              | 41,729,885           | 200,861            | -                    | 41,930,746           | 42,163,939           | 192,359            | -                    | 42,356,298           |
| <b>HOLLY CENTER</b>  |                      |                    |                      |                      |                      |                    |                      |                      |
| SERVICES AND INSTITUTIONAL OPERATIONS                              | 18,611,543           | 105,987            | 4,215                | 18,721,745           | 18,386,037           | 106,563            | 4,370                | 18,496,970           |
| <b>POTOMAC CENTER</b>  |                      |                    |                      |                      |                      |                    |                      |                      |
| SERVICES AND INSTITUTIONAL OPERATIONS                              | 9,684,069            | 5,000              | -                    | 9,689,069            | 9,376,349            | 5,000              | -                    | 9,381,349            |
| <b>JOSEPH D. BRANDENBURG CENTER</b>                                |                      |                    |                      |                      |                      |                    |                      |                      |
| SERVICES AND INSTITUTIONAL OPERATIONS                              | 4,565,509            | -                  | -                    | 4,565,509            | 4,456,408            | -                  | -                    | 4,456,408            |
| <b>DEPUTY SECRETARY FOR HEALTH CARE FINANCING</b>                  |                      |                    |                      |                      |                      |                    |                      |                      |
| EXECUTIVE DIRECTION  | 302,894              | -                  | 263,828              | 566,722              | 18,862,900           | -                  | 24,896,065           | 43,758,965           |
| <b>MEDICAL CARE PROGRAMS ADMINISTRATION</b>                        |                      |                    |                      |                      |                      |                    |                      |                      |
| OFFICE OF OPERATIONS, ELIGIBILITY AND PHARMACY                     | 11,554,666           | -                  | 21,402,206           | 32,956,872           | 11,855,181           | -                  | 21,902,960           | 33,758,141           |
| MEDICAL CARE PROVIDER REIMBURSEMENTS                               | 2,103,118,724        | 150,947,878        | 2,179,981,430        | 4,434,048,032        | 2,202,096,925        | 203,738,306        | 2,309,308,905        | 4,715,144,136        |
| OFFICE OF HEALTH SERVICES  | 10,499,180           | 15,000             | 7,275,791            | 17,789,971           | 10,515,420           | 25,949             | 7,473,649            | 18,015,018           |
| OFFICE OF FINANCE  | 3,472,499            | -                  | 3,850,449            | 7,322,948            | 2,609,648            | -                  | 2,749,677            | 5,359,325            |
| KIDNEY DISEASE TREATMENT SERVICES                                  | 7,725,929            | 349,000            | -                    | 8,074,929            | 6,683,953            | 349,000            | -                    | 9,032,953            |
| MARYLAND CHILDREN'S HEALTH PROGRAM                                 | 59,085,657           | 4,084,959          | 113,991,947          | 177,162,563          | 65,859,438           | 2,047,499          | 122,310,383          | 190,217,320          |
| TOTAL MEDICAL CARE PROGRAMS ADMINISTRATION                         | 2,195,456,655        | 155,396,837        | 2,326,501,823        | 4,677,355,315        | 2,301,620,565        | 206,160,754        | 2,463,745,574        | 4,971,526,893        |
| <b>HEALTH REGULATORY COMMISSIONS</b>                               |                      |                    |                      |                      |                      |                    |                      |                      |
| MARYLAND HEALTH CARE COMMISSION                                    | -                    | 19,694,854         | -                    | 19,694,854           | -                    | 23,554,304         | -                    | 23,554,304           |
| HEALTH SERVICES COST REVIEW COMMISSION                             | -                    | 82,067,966         | -                    | 82,067,966           | -                    | 86,319,032         | -                    | 86,319,032           |
| MARYLAND COMMUNITY HEALTH RESOURCES COMMISSION                     | -                    | 8,228,265          | -                    | 8,228,265            | -                    | 8,365,692          | -                    | 8,365,692            |
| TOTAL HEALTH REGULATORY COMMISSIONS                                | -                    | 109,991,085        | -                    | 109,991,085          | -                    | 118,239,028        | -                    | 118,239,028          |
| <b>TOTAL DEPARTMENT OF HEALTH AND MENTAL HYGIENE</b>               | <b>3,567,134,551</b> | <b>385,557,881</b> | <b>3,055,489,271</b> | <b>7,008,181,703</b> | <b>3,737,884,078</b> | <b>440,363,254</b> | <b>3,261,850,351</b> | <b>7,440,097,683</b> |
| <b>DEPARTMENT OF HUMAN RESOURCES</b>                               |                      |                    |                      |                      |                      |                    |                      |                      |
| <b>OFFICE OF THE SECRETARY</b>                                     |                      |                    |                      |                      |                      |                    |                      |                      |
| OFFICE OF THE SECRETARY  | 9,284,884            | 107,619            | 6,696,333            | 16,088,836           | 6,332,210            | -                  | 4,170,683            | 10,502,893           |
| CITIZENS REVIEW BOARD FOR CHILDREN                                 | 1,075,107            | -                  | 562,650              | 1,637,757            | 1,107,121            | -                  | 586,171              | 1,693,292            |
| COMMISSIONS  | 973,522              | -                  | -                    | 973,522              | 912,419              | -                  | -                    | 912,419              |
| TOTAL OFFICE OF THE SECRETARY                                      | 11,333,513           | 107,619            | 7,258,983            | 18,700,115           | 8,351,750            | -                  | 4,756,854            | 13,108,604           |
| <b>SOCIAL SERVICES ADMINISTRATION</b>                              |                      |                    |                      |                      |                      |                    |                      |                      |
| GENERAL ADMINISTRATION-STATE                                       | 13,868,270           | 1,000,000          | 15,743,439           | 30,611,709           | 12,104,225           | 1,000,000          | 17,920,737           | 31,024,962           |
| <b>COMMUNITY SERVICES ADMINISTRATION</b>                           |                      |                    |                      |                      |                      |                    |                      |                      |
| GENERAL ADMINISTRATION   | 702,677              | -                  | 182,988              | 885,665              | 770,535              | -                  | 202,086              | 972,621              |
| MARYLAND OFFICE FOR NEW AMERICANS (MONA)                           | 52,445               | -                  | 6,354,781            | 6,407,226            | 52,445               | -                  | 6,284,183            | 6,336,628            |
| LEGAL SERVICES   | 9,153,163            | -                  | 4,203,562            | 13,356,725           | 9,176,006            | -                  | 4,203,562            | 13,379,568           |
| SHELTER AND NUTRITION  | 7,838,604            | -                  | 837,608              | 8,676,212            | 7,835,733            | -                  | 874,103              | 8,709,836            |

**APPENDIX C  
SUMMARY OF OPERATING BUDGETS FOR FISCAL YEARS ENDING JUNE 30, 2007 AND 2008**

|   | 2007 APPROPRIATION |                   |                      |                      | 2008 ALLOWANCE     |                   |                      |                      |
|---|--------------------|-------------------|----------------------|----------------------|--------------------|-------------------|----------------------|----------------------|
|   | GENERAL FUNDS      | SPECIAL FUNDS     | FEDERAL FUNDS        | TOTAL FUNDS          | GENERAL FUNDS      | SPECIAL FUNDS     | FEDERAL FUNDS        | TOTAL FUNDS          |
| ADULT SERVICES  | 3,714,641          | 17,947            | 679,488              | 4,412,076            | 3,845,883          | 17,947            | 703,122              | 4,566,952            |
| VICTIM SERVICES                                       | 6,228,507          | -                 | 12,410,742           | 18,639,249           | 6,766,001          | -                 | 12,000,607           | 18,766,608           |
| OFFICE OF HOME ENERGY PROGRAMS                        | -                  | 42,298,844        | 62,414,630           | 104,713,474          | -                  | 62,543,823        | 42,278,986           | 104,822,809          |
| <b>TOTAL COMMUNITY SERVICES ADMINISTRATION</b>        | <b>27,690,037</b>  | <b>42,316,791</b> | <b>87,083,799</b>    | <b>157,090,627</b>   | <b>28,446,603</b>  | <b>62,561,770</b> | <b>66,546,649</b>    | <b>157,555,022</b>   |
| <b>OPERATIONS OFFICE</b>                              |                    |                   |                      |                      |                    |                   |                      |                      |
| DIVISION OF BUDGET, FINANCE AND PERSONNEL             | 9,464,065          | -                 | 5,568,254            | 15,032,319           | 9,679,618          | -                 | 6,228,793            | 15,908,411           |
| DIVISION OF ADMINISTRATIVE SERVICES                   | 4,372,007          | -                 | 4,095,304            | 8,467,311            | 4,500,692          | -                 | 4,290,324            | 8,791,016            |
| <b>TOTAL OPERATIONS OFFICE</b>                        | <b>13,836,072</b>  | <b>-</b>          | <b>9,663,558</b>     | <b>23,499,630</b>    | <b>14,180,310</b>  | <b>-</b>          | <b>10,519,117</b>    | <b>24,699,427</b>    |
| <b>OFFICE OF TECHNOLOGY FOR HUMAN SERVICES</b>        |                    |                   |                      |                      |                    |                   |                      |                      |
| MAJOR INFORMATION TECHNOLOGY DEVELOPMENT PROJECTS     | -                  | 470,787           | 3,900,000            | 4,370,787            | -                  | -                 | -                    | -                    |
| GENERAL ADMINISTRATION                                | 24,904,421         | 438,940           | 31,637,313           | 56,980,674           | 28,092,375         | 116,782           | 36,683,108           | 64,892,265           |
| <b>TOTAL OFFICE OF TECHNOLOGY FOR HUMAN SERVICES</b>  | <b>24,904,421</b>  | <b>909,727</b>    | <b>35,537,313</b>    | <b>61,351,461</b>    | <b>28,092,375</b>  | <b>116,782</b>    | <b>36,683,108</b>    | <b>64,892,265</b>    |
| <b>LOCAL DEPARTMENT OPERATIONS</b>                    |                    |                   |                      |                      |                    |                   |                      |                      |
| FOSTER CARE MAINTENANCE PAYMENTS                      | 248,784,145        | 392,651           | 96,826,341           | 346,003,137          | 248,324,805        | 106,863           | 104,639,852          | 353,071,520          |
| LOCAL FAMILY INVESTMENT PROGRAM                       | 43,175,059         | 2,168,250         | 93,201,195           | 138,544,504          | 52,321,632         | 2,248,637         | 82,247,596           | 136,817,865          |
| CHILD WELFARE SERVICES                                | 87,572,551         | 3,864,484         | 91,083,598           | 182,520,633          | 76,682,845         | 2,630,589         | 106,323,650          | 185,637,084          |
| ADULT SERVICES  | 7,827,586          | 1,190,550         | 33,676,062           | 42,694,198           | 7,360,648          | 1,166,604         | 33,828,325           | 42,355,577           |
| GENERAL ADMINISTRATION                                | 21,912,255         | 3,565,739         | 18,394,027           | 43,872,021           | 25,028,866         | 2,887,170         | 17,209,030           | 45,125,066           |
| LOCAL CHILD SUPPORT ENFORCEMENT ADMINISTRATION        | 13,953,182         | 146,651           | 27,310,417           | 41,410,250           | 14,477,684         | 137,147           | 28,303,519           | 42,918,350           |
| ASSISTANCE PAYMENTS                                   | 43,556,730         | 13,291,952        | 407,728,368          | 464,577,050          | 43,556,730         | 13,291,952        | 444,804,289          | 501,652,971          |
| WORK OPPORTUNITIES                                    | -                  | -                 | 45,274,808           | 45,274,808           | -                  | -                 | 46,648,398           | 46,648,398           |
| <b>TOTAL LOCAL DEPARTMENT OPERATIONS</b>              | <b>466,781,508</b> | <b>24,620,277</b> | <b>813,494,816</b>   | <b>1,304,896,601</b> | <b>467,753,210</b> | <b>22,468,962</b> | <b>864,004,659</b>   | <b>1,354,226,831</b> |
| <b>CHILD SUPPORT ENFORCEMENT ADMINISTRATION</b>       |                    |                   |                      |                      |                    |                   |                      |                      |
| SUPPORT ENFORCEMENT-STATE                             | 3,631,964          | 9,054,543         | 38,262,981           | 50,949,488           | 6,603,061          | 8,334,590         | 36,401,595           | 51,339,246           |
| <b>FAMILY INVESTMENT ADMINISTRATION</b>               |                    |                   |                      |                      |                    |                   |                      |                      |
| DIRECTOR'S OFFICE                                     | 11,482,098         | -                 | 17,260,530           | 28,742,628           | 10,722,467         | -                 | 17,695,798           | 28,418,265           |
| <b>TOTAL DEPARTMENT OF HUMAN RESOURCES</b>            | <b>573,527,883</b> | <b>78,008,957</b> | <b>1,024,305,419</b> | <b>1,675,842,259</b> | <b>576,254,001</b> | <b>94,482,104</b> | <b>1,054,528,517</b> | <b>1,725,264,622</b> |
| <b>DEPARTMENT OF LABOR, LICENSING, AND REGULATION</b> |                    |                   |                      |                      |                    |                   |                      |                      |
| <b>OFFICE OF THE SECRETARY</b>                        |                    |                   |                      |                      |                    |                   |                      |                      |
| EXECUTIVE DIRECTION                                   | 611,776            | 323,461           | 1,421,832            | 2,357,069            | 457,414            | 156,938           | 657,588              | 1,271,940            |
| PROGRAM ANALYSIS AND AUDIT                            | 36,331             | 57,247            | 254,098              | 347,676              | 33,008             | 56,330            | 258,231              | 347,569              |
| LEGAL SERVICES  | 1,425,257          | 838,637           | 580,308              | 2,844,202            | 1,396,647          | 812,558           | 578,597              | 2,787,802            |
| EQUAL OPPORTUNITY AND PROGRAM EQUITY                  | 50,698             | 78,372            | 343,155              | 472,225              | 46,101             | 80,722            | 356,518              | 483,341              |
| GOVERNOR'S WORKFORCE INVESTMENT BOARD                 | 95,732             | -                 | 824,802              | 920,534              | 94,229             | -                 | 530,610              | 624,839              |
| CAPITAL ACQUISITIONS                                  | -                  | -                 | -                    | -                    | -                  | 348,000           | -                    | 348,000              |
| APPEALS   | -                  | 50,000            | 4,759,989            | 4,809,989            | -                  | 1,294,099         | 3,490,465            | 4,784,564            |
| <b>TOTAL OFFICE OF THE SECRETARY</b>                  | <b>2,219,794</b>   | <b>1,347,717</b>  | <b>8,184,184</b>     | <b>11,751,695</b>    | <b>2,027,399</b>   | <b>2,748,647</b>  | <b>5,872,009</b>     | <b>10,648,055</b>    |
| <b>DIVISION OF ADMINISTRATION</b>                     |                    |                   |                      |                      |                    |                   |                      |                      |
| OFFICE OF BUDGET AND FISCAL SERVICES                  | 475,610            | 696,701           | 3,149,823            | 4,322,134            | 457,014            | 663,832           | 3,147,093            | 4,267,939            |
| OFFICE OF GENERAL SERVICES                            | 460,986            | 2,080,801         | 3,143,973            | 5,685,760            | 404,405            | 2,011,058         | 3,234,612            | 5,650,075            |
| OFFICE OF PERSONNEL SERVICES                          | 198,695            | 309,310           | 1,360,099            | 1,868,104            | 180,264            | 300,724           | 1,373,642            | 1,854,630            |
| <b>TOTAL DIVISION OF ADMINISTRATION</b>               | <b>1,135,291</b>   | <b>3,086,812</b>  | <b>7,653,895</b>     | <b>11,875,998</b>    | <b>1,041,683</b>   | <b>2,975,614</b>  | <b>7,755,347</b>     | <b>11,772,644</b>    |
| <b>DIVISION OF FINANCIAL REGULATION</b>               |                    |                   |                      |                      |                    |                   |                      |                      |
| FINANCIAL REGULATION                                  | 2,935,658          | 3,933,701         | -                    | 6,869,359            | 3,003,791          | 4,203,408         | -                    | 7,207,199            |

**APPENDIX C  
SUMMARY OF OPERATING BUDGETS FOR FISCAL YEARS ENDING JUNE 30, 2007 AND 2008**

|  | 2007 APPROPRIATION |                   |                    |                    | 2008 ALLOWANCE     |                   |                    |                    |
|--|--------------------|-------------------|--------------------|--------------------|--------------------|-------------------|--------------------|--------------------|
|  | GENERAL FUNDS      | SPECIAL FUNDS     | FEDERAL FUNDS      | TOTAL FUNDS        | GENERAL FUNDS      | SPECIAL FUNDS     | FEDERAL FUNDS      | TOTAL FUNDS        |
| <b>DIVISION OF LABOR AND INDUSTRY</b>                        |                    |                   |                    |                    |                    |                   |                    |                    |
| GENERAL ADMINISTRATION                                       | 61,648             | 299,584           | 174,050            | 535,282            | 322                | 360,178           | 222,082            | 582,582            |
| EMPLOYMENT STANDARDS SERVICES                                | 232,769            | -                 | -                  | 232,769            | 397,797            | -                 | -                  | 397,797            |
| RAILROAD SAFETY AND HEALTH                                   | -                  | 418,974           | -                  | 418,974            | -                  | 424,791           | -                  | 424,791            |
| SAFETY INSPECTION  | -                  | 3,851,960         | -                  | 3,851,960          | -                  | 4,417,145         | -                  | 4,417,145          |
| PREVAILING WAGE  | 384,044            | -                 | -                  | 384,044            | 385,740            | -                 | -                  | 385,740            |
| OCCUPATIONAL SAFETY AND HEALTH ADMINISTRATION                | -                  | 3,568,124         | 4,486,643          | 8,054,767          | -                  | 3,476,269         | 4,457,192          | 7,933,461          |
| <b>TOTAL DIVISION OF LABOR AND INDUSTRY</b>                  | <b>678,461</b>     | <b>8,138,642</b>  | <b>4,660,693</b>   | <b>13,477,796</b>  | <b>783,859</b>     | <b>8,678,383</b>  | <b>4,679,274</b>   | <b>14,141,516</b>  |
| <b>DIVISION OF RACING</b>                                    |                    |                   |                    |                    |                    |                   |                    |                    |
| MARYLAND RACING COMMISSION                                   | 439,469            | 1,410,000         | -                  | 1,849,469          | 470,749            | 1,410,000         | -                  | 1,880,749          |
| RACETRACK OPERATION  | 2,511,384          | 1,175,100         | -                  | 3,686,484          | 2,508,854          | 1,020,592         | -                  | 3,529,446          |
| SHARE OF RACING REVENUE TO LOCAL SUBDIVISIONS                | -                  | 1,341,400         | -                  | 1,341,400          | -                  | 1,485,600         | -                  | 1,485,600          |
| <b>TOTAL DIVISION OF RACING</b>                              | <b>2,950,853</b>   | <b>3,926,500</b>  | <b>-</b>           | <b>6,877,353</b>   | <b>2,979,603</b>   | <b>3,916,192</b>  | <b>-</b>           | <b>6,895,795</b>   |
| <b>DIVISION OF OCCUPATIONAL AND PROFESSIONAL LICENSING</b>   |                    |                   |                    |                    |                    |                   |                    |                    |
| OCCUPATIONAL AND PROFESSIONAL LICENSING                      | 5,179,203          | 3,169,013         | -                  | 8,348,216          | 5,104,774          | 3,053,855         | -                  | 8,158,629          |
| <b>DIVISION OF WORKFORCE DEVELOPMENT</b>                     |                    |                   |                    |                    |                    |                   |                    |                    |
| OFFICE OF THE ASSISTANT SECRETARY                            | 1,052,029          | -                 | 42,032,028         | 43,084,057         | 968,193            | 885,514           | 30,137,887         | 31,991,594         |
| OFFICE OF EMPLOYMENT TRAINING                                | -                  | 1,528,680         | 13,717,934         | 15,246,614         | 2,570              | 1,392,386         | 13,282,881         | 14,677,837         |
| RUSSIAN IMMIGRANTS PROGRAM                                   | 75,000             | -                 | -                  | 75,000             | 75,000             | -                 | -                  | 75,000             |
| <b>TOTAL DIVISION OF WORKFORCE DEVELOPMENT</b>               | <b>1,127,029</b>   | <b>1,528,680</b>  | <b>55,749,962</b>  | <b>58,405,671</b>  | <b>1,045,763</b>   | <b>2,277,900</b>  | <b>43,420,768</b>  | <b>46,744,431</b>  |
| <b>DIVISION OF UNEMPLOYMENT INSURANCE</b>                    |                    |                   |                    |                    |                    |                   |                    |                    |
| OFFICE OF UNEMPLOYMENT INSURANCE                             | -                  | 810,877           | 59,954,182         | 60,765,059         | -                  | 10,086,231        | 45,759,698         | 55,845,929         |
| <b>TOTAL DEPARTMENT OF LABOR, LICENSING, AND REGULATION</b>  | <b>16,226,289</b>  | <b>25,941,942</b> | <b>136,202,916</b> | <b>178,371,147</b> | <b>15,986,872</b>  | <b>37,940,230</b> | <b>107,487,096</b> | <b>161,414,198</b> |
| <b>DEPARTMENT OF PUBLIC SAFETY AND CORRECTIONAL SERVICES</b> |                    |                   |                    |                    |                    |                   |                    |                    |
| <b>OFFICE OF THE SECRETARY</b>                               |                    |                   |                    |                    |                    |                   |                    |                    |
| GENERAL ADMINISTRATION                                       | 31,985,121         | 739,492           | 72,075             | 32,796,688         | 21,963,139         | 360,000           | -                  | 22,323,139         |
| INFORMATION TECHNOLOGY AND COMMUNICATIONS DIVISION           | 31,397,327         | 3,081,905         | 1,248,295          | 35,727,527         | 32,184,050         | 3,365,000         | 940,318            | 36,489,368         |
| INTERNAL INVESTIGATIVE UNIT                                  | 1,962,291          | -                 | -                  | 1,962,291          | 2,039,932          | -                 | -                  | 2,039,932          |
| 9-1-1 EMERGENCY NUMBER SYSTEMS                               | -                  | 52,889,216        | -                  | 52,889,216         | -                  | 57,421,742        | -                  | 57,421,742         |
| DIVISION OF CAPITAL CONSTRUCTION AND FACILITIES MAINTENANCE  | 1,869,497          | -                 | -                  | 1,869,497          | 1,915,083          | -                 | -                  | 1,915,083          |
| OFFICE OF TREATMENT SERVICES                                 | 2,217,352          | 2,084,734         | -                  | 4,302,086          | 2,196,295          | 2,720,593         | -                  | 4,916,888          |
| <b>TOTAL OFFICE OF THE SECRETARY</b>                         | <b>69,431,588</b>  | <b>58,795,347</b> | <b>1,320,370</b>   | <b>129,547,305</b> | <b>60,298,499</b>  | <b>63,867,335</b> | <b>940,318</b>     | <b>125,106,152</b> |
| <b>DIVISION OF CORRECTION HEADQUARTERS</b>                   |                    |                   |                    |                    |                    |                   |                    |                    |
| GENERAL ADMINISTRATION                                       | 8,543,493          | 25,000            | 1,865,000          | 10,433,493         | 8,884,645          | 25,000            | 337,500            | 9,247,145          |
| CLASSIFICATION, EDUCATION & RELIGIOUS SERVICES               | 29,333,222         | 101,606           | -                  | 29,434,828         | 29,636,955         | 585,205           | -                  | 30,222,160         |
| CANINE OPERATIONS  | 1,705,714          | -                 | -                  | 1,705,714          | 1,542,319          | -                 | -                  | 1,542,319          |
| <b>TOTAL DIVISION OF CORRECTION HEADQUARTERS</b>             | <b>39,582,429</b>  | <b>126,606</b>    | <b>1,865,000</b>   | <b>41,574,035</b>  | <b>40,063,919</b>  | <b>610,205</b>    | <b>337,500</b>     | <b>41,011,624</b>  |
| <b>JESSUP REGION</b>   |                    |                   |                    |                    |                    |                   |                    |                    |
| MARYLAND HOUSE OF CORRECTION                                 | 39,751,129         | 1,012,480         | -                  | 40,763,609         | 39,944,078         | 1,032,594         | -                  | 40,976,672         |
| JESSUP CORRECTIONAL INSTITUTION                              | 41,169,916         | 862,924           | -                  | 42,032,840         | 40,891,438         | 961,516           | -                  | 41,852,954         |
| MARYLAND CORRECTIONAL INSTITUTION-JESSUP                     | 29,969,815         | 733,236           | -                  | 30,703,051         | 31,662,899         | 738,923           | -                  | 32,401,822         |
| <b>TOTAL JESSUP REGION</b>                                   | <b>110,890,860</b> | <b>2,608,640</b>  | <b>-</b>           | <b>113,499,500</b> | <b>112,498,415</b> | <b>2,733,033</b>  | <b>-</b>           | <b>115,231,448</b> |
| <b>BALTIMORE REGION</b>                                      |                    |                   |                    |                    |                    |                   |                    |                    |
| METROPOLITAN TRANSITION CENTER                               | 39,857,311         | 676,322           | -                  | 40,533,633         | 41,992,127         | 850,868           | -                  | 42,842,995         |
| MARYLAND CORRECTIONAL ADJUSTMENT CENTER                      | 11,702,407         | 236,140           | 7,198,376          | 19,136,923         | 13,557,201         | 244,898           | 6,400,000          | 20,202,099         |
| MARYLAND RECEPTION, DIAGNOSTIC AND CLASSIFICATION CENTER     | 34,285,174         | 350,828           | -                  | 34,636,002         | 35,994,511         | 311,268           | -                  | 36,305,779         |
| BALTIMORE PRE-RELEASE UNIT                                   | 3,894,019          | 445,671           | -                  | 4,339,690          | 4,142,149          | 528,335           | -                  | 4,670,484          |

**APPENDIX C  
SUMMARY OF OPERATING BUDGETS FOR FISCAL YEARS ENDING JUNE 30, 2007 AND 2008**

|   | 2007 APPROPRIATION |                  |                  |                    | 2008 ALLOWANCE     |                  |                  |                    |
|---|--------------------|------------------|------------------|--------------------|--------------------|------------------|------------------|--------------------|
|   | GENERAL FUNDS      | SPECIAL FUNDS    | FEDERAL FUNDS    | TOTAL FUNDS        | GENERAL FUNDS      | SPECIAL FUNDS    | FEDERAL FUNDS    | TOTAL FUNDS        |
| HOME DETENTION UNIT                                   | 5,932,606          | 198,620          | -                | 6,131,226          | 6,125,706          | 280,000          | -                | 6,405,706          |
| BALTIMORE CITY CORRECTIONAL CENTER                    | 9,793,615          | 487,876          | -                | 10,281,491         | 10,621,349         | 430,763          | -                | 11,052,112         |
| <b>TOTAL BALTIMORE REGION</b>                         | <b>105,465,132</b> | <b>2,395,457</b> | <b>7,198,376</b> | <b>115,058,965</b> | <b>112,433,043</b> | <b>2,646,132</b> | <b>6,400,000</b> | <b>121,479,175</b> |
| <b>HAGERSTOWN REGION</b>                              |                    |                  |                  |                    |                    |                  |                  |                    |
| MARYLAND CORRECTIONAL INSTITUTION-HAGERSTOWN          | 51,432,800         | 1,395,915        | -                | 52,828,715         | 55,758,711         | 1,438,234        | -                | 57,196,945         |
| MARYLAND CORRECTIONAL TRAINING CENTER                 | 57,932,381         | 2,506,530        | -                | 60,438,911         | 61,237,930         | 2,574,918        | -                | 63,812,848         |
| ROXBURY CORRECTIONAL INSTITUTION                      | 39,788,005         | 1,111,387        | -                | 40,899,392         | 42,207,701         | 1,180,373        | -                | 43,388,074         |
| <b>TOTAL HAGERSTOWN REGION</b>                        | <b>149,153,186</b> | <b>5,013,832</b> | <b>-</b>         | <b>154,167,018</b> | <b>159,204,342</b> | <b>5,193,525</b> | <b>-</b>         | <b>164,397,867</b> |
| <b>WOMEN'S FACILITIES</b>                             |                    |                  |                  |                    |                    |                  |                  |                    |
| MARYLAND CORRECTIONAL INSTITUTION FOR WOMEN           | 25,735,941         | 852,886          | -                | 26,588,827         | 26,876,164         | 908,109          | -                | 27,784,273         |
| PRE-RELEASE UNIT FOR WOMEN                            | 5,032,399          | 188,715          | -                | 5,221,114          | 5,197,231          | 237,970          | -                | 5,435,201          |
| <b>TOTAL WOMEN'S FACILITIES</b>                       | <b>30,768,340</b>  | <b>1,041,601</b> | <b>-</b>         | <b>31,809,941</b>  | <b>32,073,395</b>  | <b>1,146,079</b> | <b>-</b>         | <b>33,219,474</b>  |
| <b>MARYLAND CORRECTIONAL PRE-RELEASE SYSTEM</b>       |                    |                  |                  |                    |                    |                  |                  |                    |
| GENERAL ADMINISTRATION                                | 7,432,768          | -                | -                | 7,432,768          | 7,973,239          | -                | -                | 7,973,239          |
| BROCKBRIDGE CORRECTIONAL FACILITY                     | 14,694,301         | 604,721          | -                | 15,299,022         | 15,656,919         | 659,078          | -                | 16,315,997         |
| JESSUP PRE-RELEASE UNIT                               | 12,906,772         | 788,850          | -                | 13,695,622         | 13,915,511         | 740,012          | -                | 14,655,523         |
| SOUTHERN MARYLAND PRE-RELEASE UNIT                    | 3,379,707          | 479,995          | -                | 3,859,702          | 3,617,975          | 449,580          | -                | 4,067,555          |
| EASTERN PRE-RELEASE UNIT                              | 3,321,763          | 440,781          | -                | 3,762,544          | 3,671,257          | 439,403          | -                | 4,110,660          |
| CENTRAL LAUNDRY FACILITY                              | 10,939,788         | 425,304          | -                | 11,365,092         | 11,572,159         | 399,351          | -                | 11,971,510         |
| TOULSON BOOT CAMP                                     | 9,039,918          | 295,566          | -                | 9,335,484          | 9,243,272          | 347,209          | -                | 9,590,481          |
| <b>TOTAL MARYLAND CORRECTIONAL PRE-RELEASE SYSTEM</b> | <b>61,715,017</b>  | <b>3,035,217</b> | <b>-</b>         | <b>64,750,234</b>  | <b>65,650,332</b>  | <b>3,034,633</b> | <b>-</b>         | <b>68,684,965</b>  |
| <b>EASTERN SHORE REGION</b>                           |                    |                  |                  |                    |                    |                  |                  |                    |
| EASTERN CORRECTIONAL INSTITUTION                      | 77,466,817         | 2,143,225        | 850,000          | 80,460,042         | 84,879,418         | 2,400,319        | 850,000          | 88,129,737         |
| POPLAR HILL PRE-RELEASE UNIT                          | 3,271,512          | 491,755          | -                | 3,763,267          | 3,551,844          | 504,901          | -                | 4,056,745          |
| <b>TOTAL EASTERN SHORE REGION</b>                     | <b>80,738,329</b>  | <b>2,634,980</b> | <b>850,000</b>   | <b>84,223,309</b>  | <b>88,431,262</b>  | <b>2,905,220</b> | <b>850,000</b>   | <b>92,186,482</b>  |
| <b>WESTERN MARYLAND REGION</b>                        |                    |                  |                  |                    |                    |                  |                  |                    |
| WESTERN CORRECTIONAL INSTITUTION                      | 42,677,987         | 1,232,710        | -                | 43,910,697         | 45,551,519         | 1,574,735        | -                | 47,126,254         |
| NORTH BRANCH CORRECTIONAL INSTITUTION                 | 20,356,941         | 251,285          | -                | 20,608,226         | 24,840,508         | 253,323          | -                | 25,093,831         |
| <b>TOTAL WESTERN MARYLAND REGION</b>                  | <b>63,034,928</b>  | <b>1,483,995</b> | <b>-</b>         | <b>64,518,923</b>  | <b>70,392,027</b>  | <b>1,828,058</b> | <b>-</b>         | <b>72,220,085</b>  |
| <b>MARYLAND CORRECTIONAL ENTERPRISES</b>              |                    |                  |                  |                    |                    |                  |                  |                    |
| MARYLAND CORRECTIONAL ENTERPRISES                     | -                  | 45,232,992       | -                | 45,232,992         | -                  | 47,142,913       | -                | 47,142,913         |
| <b>MARYLAND PAROLE COMMISSION</b>                     |                    |                  |                  |                    |                    |                  |                  |                    |
| GENERAL ADMINISTRATION AND HEARINGS                   | 4,870,809          | -                | -                | 4,870,809          | 5,070,887          | -                | -                | 5,070,887          |
| <b>DIVISION OF PAROLE AND PROBATION</b>               |                    |                  |                  |                    |                    |                  |                  |                    |
| GENERAL ADMINISTRATION                                | 4,744,337          | -                | -                | 4,744,337          | 4,699,397          | -                | -                | 4,699,397          |
| FIELD OPERATIONS                                      | 77,483,880         | 8,706,044        | -                | 86,189,924         | 81,507,753         | 8,173,076        | -                | 89,680,829         |
| <b>TOTAL DIVISION OF PAROLE AND PROBATION</b>         | <b>82,228,217</b>  | <b>8,706,044</b> | <b>-</b>         | <b>90,934,261</b>  | <b>86,207,150</b>  | <b>8,173,076</b> | <b>-</b>         | <b>94,380,226</b>  |
| <b>PATUXENT INSTITUTION</b>                           |                    |                  |                  |                    |                    |                  |                  |                    |
| SERVICES AND INSTITUTIONAL OPERATIONS                 | 39,410,733         | 462,692          | -                | 39,873,425         | 41,521,924         | 499,984          | -                | 42,021,908         |
| <b>INMATE GRIEVANCE OFFICE</b>                        |                    |                  |                  |                    |                    |                  |                  |                    |
| GENERAL ADMINISTRATION                                | -                  | 646,243          | -                | 646,243            | -                  | 556,209          | -                | 556,209            |
| <b>POLICE AND CORRECTIONAL TRAINING COMMISSIONS</b>   |                    |                  |                  |                    |                    |                  |                  |                    |
| GENERAL ADMINISTRATION                                | 7,329,047          | 302,500          | -                | 7,631,547          | 7,524,037          | 331,000          | -                | 7,855,037          |

**APPENDIX C  
SUMMARY OF OPERATING BUDGETS FOR FISCAL YEARS ENDING JUNE 30, 2007 AND 2008**

|   | 2007 APPROPRIATION |                    |                   |                      | 2008 ALLOWANCE       |                    |                   |                      |
|---|--------------------|--------------------|-------------------|----------------------|----------------------|--------------------|-------------------|----------------------|
|   | GENERAL FUNDS      | SPECIAL FUNDS      | FEDERAL FUNDS     | TOTAL FUNDS          | GENERAL FUNDS        | SPECIAL FUNDS      | FEDERAL FUNDS     | TOTAL FUNDS          |
| <b>CRIMINAL INJURIES COMPENSATION BOARD</b>                                   |                    |                    |                   |                      |                      |                    |                   |                      |
| ADMINISTRATION AND AWARDS   | -                  | 4,499,508          | 1,600,000         | 6,099,508            | -                    | 4,516,296          | 1,600,000         | 6,116,296            |
| <b>MARYLAND COMMISSION ON CORRECTIONAL STANDARDS</b>                          |                    |                    |                   |                      |                      |                    |                   |                      |
| GENERAL ADMINISTRATION  | 485,849            | -                  | -                 | 485,849              | 529,576              | -                  | -                 | 529,576              |
| <b>DIVISION OF PRETRIAL DETENTION AND SERVICES</b>                            |                    |                    |                   |                      |                      |                    |                   |                      |
| GENERAL ADMINISTRATION  | 8,347,706          | -                  | -                 | 8,347,706            | 8,703,035            | -                  | -                 | 8,703,035            |
| PRETRIAL RELEASE SERVICES   | 5,215,499          | -                  | -                 | 5,215,499            | 5,143,425            | -                  | -                 | 5,143,425            |
| BALTIMORE CITY DETENTION CENTER   | 78,580,364         | 2,433,791          | 10,000            | 81,024,155           | 79,815,937           | 2,895,766          | 10,000            | 82,721,703           |
| CENTRAL BOOKING AND INTAKE FACILITY   | 47,431,405         | 79,929             | -                 | 47,511,334           | 46,778,795           | 131,936            | -                 | 46,910,731           |
| TOTAL DIVISION OF PRETRIAL DETENTION AND SERVICES                             | 139,574,974        | 2,513,720          | 10,000            | 142,098,694          | 140,441,192          | 3,027,702          | 10,000            | 143,478,894          |
| <b>TOTAL DEPARTMENT OF PUBLIC SAFETY AND CORRECTIONAL SERVICES</b>            | <b>984,679,438</b> | <b>139,499,374</b> | <b>12,843,746</b> | <b>1,137,022,558</b> | <b>1,022,340,000</b> | <b>148,211,400</b> | <b>10,137,818</b> | <b>1,180,689,218</b> |
| <b>STATE DEPARTMENT OF EDUCATION</b>  |                    |                    |                   |                      |                      |                    |                   |                      |
| <b>HEADQUARTERS</b>   |                    |                    |                   |                      |                      |                    |                   |                      |
| OFFICE OF THE STATE SUPERINTENDENT  | 7,846,889          | 868,586            | 8,942,222         | 17,657,697           | 7,267,049            | 387,074            | 6,149,676         | 13,803,799           |
| DIVISION OF BUSINESS SERVICES   | 2,696,934          | 105,898            | 7,487,814         | 10,290,646           | 2,317,636            | 13,674             | 7,086,967         | 9,418,277            |
| DIVISION FOR LEADERSHIP DEVELOPMENT   | 1,772,310          | 60,983             | 771,709           | 2,605,002            | 1,835,161            | -                  | 397,436           | 2,232,597            |
| DIVISION OF ACCOUNTABILITY AND ASSESSMENT                                     | 27,379,102         | 282,321            | 7,246,146         | 34,907,569           | 29,069,562           | 319,368            | 7,181,662         | 36,570,592           |
| OFFICE OF INFORMATION TECHNOLOGY  | 1,119,869          | -                  | 1,382,218         | 2,502,087            | 1,038,999            | -                  | 1,585,105         | 2,624,104            |
| DIVISION OF EARLY CHILDHOOD DEVELOPMENT                                       | 19,825,509         | -                  | 15,252,864        | 35,078,373           | 20,587,408           | -                  | 21,168,009        | 41,755,417           |
| DIVISION OF INSTRUCTION   | 6,775,389          | 266,600            | 7,047,500         | 14,089,489           | 6,444,112            | 256,545            | 4,342,306         | 11,042,963           |
| DIVISION OF STUDENT AND SCHOOL SERVICES                                       | 3,594,224          | 45,000             | 5,868,767         | 9,507,991            | 3,531,432            | -                  | 3,748,762         | 7,280,194            |
| DIVISION OF SPECIAL EDUCATION/EARLY INTERVENTION SERVICES                     | 1,315,041          | -                  | 13,210,862        | 14,525,903           | 1,382,703            | -                  | 12,464,132        | 13,846,835           |
| DIVISION OF CAREER TECHNOLOGY AND ADULT LEARNING                              | 1,910,151          | 648,654            | 4,408,998         | 6,967,803            | 1,866,800            | 865,870            | 3,059,458         | 5,792,128            |
| DIVISION OF CORRECTIONAL EDUCATION  | 21,653,458         | 2,017,000          | 1,974,188         | 25,644,646           | 21,896,078           | 2,000,000          | 1,505,599         | 25,401,677           |
| DIVISION OF LIBRARY DEVELOPMENT AND SERVICES                                  | 1,265,573          | -                  | 1,342,539         | 2,608,112            | 1,405,050            | -                  | 1,346,664         | 2,751,714            |
| DIVISION OF CERTIFICATION AND ACCREDITATION                                   | 2,948,359          | 463,059            | 854,215           | 4,265,633            | 3,344,629            | 426,595            | 662,437           | 4,433,661            |
| HOME AND COMMUNITY BASED WAIVER FOR CHILDREN<br>WITH AUTISM SPECTRUM DISORDER | 7,717,928          | -                  | -                 | 7,717,928            | 10,817,928           | -                  | -                 | 10,817,928           |
| DIV OF REHABILITATION SERVICES-HEADQUARTERS                                   | 1,419,470          | 182,315            | 7,589,571         | 9,191,356            | 1,433,733            | 182,315            | 7,578,997         | 9,195,045            |
| DIV OF REHABILITATION SERVICES-CLIENT SERVICES                                | 8,855,004          | -                  | 27,143,132        | 35,998,136           | 9,095,921            | -                  | 24,401,945        | 33,497,866           |
| DIV OF REHABILITATION SERVICES-WORKFORCE AND TECHNOLOGY CENTER                | 1,944,087          | -                  | 8,483,063         | 10,427,150           | 1,955,069            | -                  | 8,598,702         | 10,553,771           |
| DIV OF REHABILITATION SERVICES-DISABILITY DETERMINATION SERVICES              | -                  | -                  | 28,797,191        | 28,797,191           | -                    | -                  | 30,544,189        | 30,544,189           |
| DIV OF REHABILITATION SERVICES-BLINDNESS AND VISION SERVICES                  | 600,379            | 3,027,259          | 4,060,194         | 7,687,832            | 646,091              | 3,080,607          | 4,283,180         | 8,009,878            |
| TOTAL HEADQUARTERS  | 120,639,676        | 7,967,675          | 151,863,193       | 280,470,544          | 125,935,361          | 7,532,048          | 146,105,226       | 279,572,635          |
| <b>AID TO EDUCATION</b>   |                    |                    |                   |                      |                      |                    |                   |                      |
| STATE SHARE OF FOUNDATION PROGRAM   | 2,493,221,111      | -                  | -                 | 2,493,221,111        | 2,782,037,499        | -                  | -                 | 2,782,037,499        |
| COMPENSATORY EDUCATION  | 745,915,149        | -                  | -                 | 745,915,149          | 902,405,478          | -                  | -                 | 902,405,478          |
| AID FOR LOCAL EMPLOYEE FRINGE BENEFITS  | 455,318,501        | -                  | -                 | 455,318,501          | 577,898,967          | -                  | -                 | 577,898,967          |
| CHILDREN AT RISK  | -                  | -                  | 28,037,594        | 28,037,594           | -                    | -                  | 17,848,590        | 17,848,590           |
| FORMULA PROGRAMS FOR SPECIFIC POPULATIONS                                     | 8,068,673          | -                  | -                 | 8,068,673            | 6,000,000            | -                  | -                 | 6,000,000            |
| STUDENTS WITH DISABILITIES  | 354,131,994        | -                  | -                 | 354,131,994          | 402,890,168          | -                  | -                 | 402,890,168          |
| ASSISTANCE TO STATE FOR EDUCATING STUDENTS WITH DISABILITIES                  | -                  | -                  | 284,862,665       | 284,862,665          | -                    | -                  | 269,405,000       | 269,405,000          |
| GIFTED AND TALENTED   | 534,829            | -                  | 1,044,431         | 1,579,260            | 534,829              | -                  | 1,034,506         | 1,569,335            |
| ENVIRONMENTAL EDUCATION   | 1,700,000          | -                  | 51,000            | 1,751,000            | 1,700,000            | -                  | -                 | 1,700,000            |
| EDUCATIONALLY DEPRIVED CHILDREN   | -                  | -                  | 187,621,636       | 187,621,636          | -                    | -                  | 171,901,092       | 171,901,092          |
| INNOVATIVE PROGRAMS   | 2,910,206          | -                  | 33,247,315        | 36,157,521           | 2,910,206            | -                  | 21,143,642        | 24,053,848           |
| ADULT CONTINUING EDUCATION  | 5,433,622          | -                  | 8,640,753         | 14,074,375           | 6,933,622            | -                  | 7,490,708         | 14,424,330           |
| LANGUAGE ASSISTANCE   | -                  | -                  | 7,841,801         | 7,841,801            | -                    | -                  | 6,738,175         | 6,738,175            |
| CAREER AND TECHNOLOGY EDUCATION   | -                  | -                  | 16,474,709        | 16,474,709           | -                    | -                  | 15,841,967        | 15,841,967           |
| LIMITED ENGLISH PROFICIENT  | 88,834,043         | -                  | -                 | 88,834,043           | 126,172,174          | -                  | -                 | 126,172,174          |
| GUARANTEED TAX BASE   | 60,498,363         | -                  | -                 | 60,498,363           | 78,856,442           | -                  | -                 | 78,856,442           |

**APPENDIX C  
SUMMARY OF OPERATING BUDGETS FOR FISCAL YEARS ENDING JUNE 30, 2007 AND 2008**

|   | 2007 APPROPRIATION     |                   |                      |                        | 2008 ALLOWANCE         |                   |                    |                        |
|---|------------------------|-------------------|----------------------|------------------------|------------------------|-------------------|--------------------|------------------------|
|   | GENERAL FUNDS          | SPECIAL FUNDS     | FEDERAL FUNDS        | TOTAL FUNDS            | GENERAL FUNDS          | SPECIAL FUNDS     | FEDERAL FUNDS      | TOTAL FUNDS            |
| FOOD SERVICES PROGRAM   | 7,468,664              | -                 | 156,430,987          | 163,899,651            | 7,468,664              | -                 | 168,617,464        | 176,086,128            |
| PUBLIC LIBRARIES  | 31,019,681             | -                 | 4,206,289            | 35,225,970             | 33,929,179             | -                 | 2,107,643          | 36,036,822             |
| STATE LIBRARY NETWORK   | 15,219,970             | -                 | -                    | 15,219,970             | 16,262,596             | -                 | -                  | 16,262,596             |
| COUNTY LIBRARY CAPITAL PROJECTS GRANTS PROGRAM                        | -                      | -                 | -                    | -                      | 5,000,000              | -                 | -                  | 5,000,000              |
| TRANSPORTATION  | 202,077,578            | -                 | -                    | 202,077,578            | 219,024,870            | -                 | -                  | 219,024,870            |
| SCIENCE AND MATHEMATICS EDUCATION INITIATIVE                          | 2,490,115              | -                 | 2,549,680            | 5,039,795              | 2,490,115              | -                 | 3,859,027          | 6,349,142              |
| SCHOOL TECHNOLOGY   | -                      | -                 | 6,487,977            | 6,487,977              | -                      | -                 | 3,369,803          | 3,369,803              |
| SCHOOL QUALITY, ACCOUNTABILITY AND RECOGNITION OF EXCELLENCE          | 15,664,274             | -                 | -                    | 15,664,274             | 11,939,345             | -                 | -                  | 11,939,345             |
| TEACHER DEVELOPMENT   | 7,650,000              | -                 | 39,688,323           | 47,338,323             | 7,970,000              | -                 | 38,812,594         | 46,782,594             |
| TRANSITIONAL EDUCATION FUNDING PROGRAM                                | 10,575,000             | -                 | -                    | 10,575,000             | 10,575,000             | -                 | -                  | 10,575,000             |
| HEAD START  | 3,000,000              | -                 | -                    | 3,000,000              | 3,000,000              | -                 | -                  | 3,000,000              |
| CHILD CARE SUBSIDY PROGRAM  | 34,680,177             | -                 | 72,239,852           | 106,920,029            | 37,530,000             | -                 | 73,370,000         | 110,900,000            |
| <b>TOTAL AID TO EDUCATION</b>   | <b>4,546,411,950</b>   | <b>-</b>          | <b>849,425,012</b>   | <b>5,395,836,962</b>   | <b>5,243,529,154</b>   | <b>-</b>          | <b>801,540,211</b> | <b>6,045,069,365</b>   |
| <b>FUNDING FOR EDUCATIONAL ORGANIZATIONS</b>                          |                        |                   |                      |                        |                        |                   |                    |                        |
| MARYLAND SCHOOL FOR THE BLIND   | 16,430,057             | -                 | -                    | 16,430,057             | 17,882,219             | -                 | -                  | 17,882,219             |
| BLIND INDUSTRIES AND SERVICES OF MD                                   | 632,999                | -                 | -                    | 632,999                | 632,999                | -                 | -                  | 632,999                |
| OTHER INSTITUTIONS  | 6,489,432              | -                 | -                    | 6,489,432              | 6,489,432              | -                 | -                  | 6,489,432              |
| AID TO NON-PUBLIC SCHOOLS   | -                      | 3,910,000         | -                    | 3,910,000              | -                      | 3,910,000         | -                  | 3,910,000              |
| <b>TOTAL FUNDING FOR EDUCATIONAL ORGANIZATIONS</b>                    | <b>23,552,488</b>      | <b>3,910,000</b>  | <b>-</b>             | <b>27,462,488</b>      | <b>25,004,650</b>      | <b>3,910,000</b>  | <b>-</b>           | <b>28,914,650</b>      |
| <b>CHILDREN'S CABINET INTERAGENCY FUND</b>                            |                        |                   |                      |                        |                        |                   |                    |                        |
| CHILDREN'S CABINET INTERAGENCY FUND                                   | 32,157,470             | 600,000           | 14,917,081           | 47,674,551             | 52,668,177             | 600,000           | 14,917,081         | 68,185,258             |
| <b>TOTAL STATE DEPARTMENT OF EDUCATION</b>                            | <b>4,722,761,584</b>   | <b>12,477,675</b> | <b>1,016,205,286</b> | <b>5,751,444,545</b>   | <b>5,447,137,342</b>   | <b>12,042,048</b> | <b>962,562,518</b> | <b>6,421,741,908</b>   |
| <b>MARYLAND PUBLIC BROADCASTING COMMISSION</b>                        |                        |                   |                      |                        |                        |                   |                    |                        |
| EXECUTIVE DIRECTION AND CONTROL                                       | 99,565                 | 874,395           | 7,169                | 981,129                | -                      | 813,069           | -                  | 813,069                |
| ADMINISTRATION AND SUPPORT SERVICES                                   | 10,599,184             | 1,343,822         | -                    | 11,943,006             | 10,052,561             | 1,440,875         | -                  | 11,493,436             |
| BROADCASTING  | -                      | 9,350,051         | 4,042,831            | 13,392,882             | -                      | 8,530,450         | 3,282,184          | 11,812,634             |
| CONTENT ENTERPRISES   | -                      | 4,007,949         | 150,000              | 4,157,949              | -                      | 3,095,206         | 150,000            | 3,245,206              |
| <b>TOTAL MARYLAND PUBLIC BROADCASTING COMMISSION</b>                  | <b>10,698,749</b>      | <b>15,576,217</b> | <b>4,200,000</b>     | <b>30,474,966</b>      | <b>10,052,561</b>      | <b>13,879,600</b> | <b>3,432,184</b>   | <b>27,364,345</b>      |
| <b>AID TO UNIVERSITY OF MARYLAND MEDICAL SYSTEM</b>                   |                        |                   |                      |                        |                        |                   |                    |                        |
| AID TO UNIVERSITY OF MARYLAND MEDICAL SYSTEM                          | 2,937,191              | 6,700,000         | -                    | 9,637,191              | 3,054,679              | 6,764,000         | -                  | 9,818,679              |
| <b>MARYLAND HIGHER EDUCATION COMMISSION</b>                           |                        |                   |                      |                        |                        |                   |                    |                        |
| GENERAL ADMINISTRATION  | 4,212,520              | 320,622           | 458,256              | 4,991,398              | 6,510,132              | 319,843           | 452,080            | 7,282,055              |
| COLLEGE PREP/INTERVENTION PROGRAM                                     | 750,000                | -                 | 1,500,000            | 2,250,000              | 750,000                | -                 | -                  | 750,000                |
| JOSEPH A. SELLINGER FORMULA FOR AID TO NON-PUBLIC INSTITUTIONS        | 49,964,598             | -                 | -                    | 49,964,598             | 58,551,065             | -                 | -                  | 58,551,065             |
| <del>THE GENERAL EDUCATION FUNDING FORMULA FOR THE DISTRIBUTION</del> | <del>178,281,731</del> | <del>-</del>      | <del>-</del>         | <del>178,281,731</del> | <del>210,091,424</del> | <del>-</del>      | <del>-</del>       | <del>210,091,424</del> |
| OF FUNDS TO COMMUNITY COLLEGES  | 27,601,481             | -                 | -                    | 27,601,481             | 33,609,276             | -                 | -                  | 33,609,276             |
| AID TO COMMUNITY COLLEGES - FRINGE BENEFITS                           | 15,276,000             | -                 | 1,034,823            | 16,310,823             | 11,776,000             | -                 | 1,034,823          | 12,810,823             |
| EDUCATIONAL GRANTS  | 76,093,659             | -                 | 609,204              | 76,702,863             | 78,449,177             | -                 | 609,204            | 79,058,381             |
| EDUCATIONAL EXCELLENCE AWARDS   | 6,486,000              | -                 | -                    | 6,486,000              | 6,486,000              | -                 | -                  | 6,486,000              |
| SENATORIAL SCHOLARSHIPS   | 480,474                | -                 | -                    | 480,474                | 570,474                | -                 | -                  | 570,474                |
| EDWARD T. CONROY MEMORIAL SCHOLARSHIP PROGRAM                         | 5,053,703              | -                 | -                    | 5,053,703              | 4,862,808              | -                 | -                  | 4,862,808              |
| DELEGATE SCHOLARSHIPS   | 344,311                | -                 | -                    | 344,311                | 344,311                | -                 | -                  | 344,311                |
| CHARLES W. RILEY FIRE AND EMERGENCY MEDICAL SERVICES TUITION          | 1,320,000              | 180,000           | -                    | 1,500,000              | 1,320,000              | 180,000           | -                  | 1,500,000              |
| BEAMURSE MEMORIAL SCHOLARSHIP PROGRAM                                 | 73,538                 | -                 | -                    | 73,538                 | 73,538                 | -                 | -                  | 73,538                 |
| PHYSICIAN ASSISTANT AND NURSE PRACTITIONER TRAINING PROGRAM           | 4,000,000              | 200,000           | -                    | 4,200,000              | 4,000,000              | 200,000           | -                  | 4,200,000              |
| DISTINGUISHED SCHOLAR PROGRAM   | 277,500                | -                 | -                    | 277,500                | 277,500                | -                 | -                  | 277,500                |
| JACK F. TOLBERT MEMORIAL STUDENT GRANT PROGRAM                        |                        |                   |                      |                        |                        |                   |                    |                        |
| SHARON C. MCAULIFFE MEMORIAL-TEACHER EDUCATION                        |                        |                   |                      |                        |                        |                   |                    |                        |

**APPENDIX C  
SUMMARY OF OPERATING BUDGETS FOR FISCAL YEARS ENDING JUNE 30, 2007 AND 2008**

|  | 2007 APPROPRIATION |                  |                   |                    | 2008 ALLOWANCE     |                   |                   |                    |
|--|--------------------|------------------|-------------------|--------------------|--------------------|-------------------|-------------------|--------------------|
|  | GENERAL FUNDS      | SPECIAL FUNDS    | FEDERAL FUNDS     | TOTAL FUNDS        | GENERAL FUNDS      | SPECIAL FUNDS     | FEDERAL FUNDS     | TOTAL FUNDS        |
| HOPKINS SCHOLARSHIP PROGRAM  | 574,027            | -                | -                 | 574,027            | -                  | -                 | -                 | -                  |
| DISTINGUISHED SCHOLAR PROGRAM-TEACHER EDUCATION                                  | 2,605,250          | -                | -                 | 2,605,250          | 250,000            | -                 | -                 | 250,000            |
| JANET L. HOFFMAN LOAN ASSISTANCE REPAYMENT PROGRAM                               | 234,000            | -                | -                 | 234,000            | -                  | -                 | -                 | -                  |
| MD STATE NURSING SCHOLARSHIP PROGRAM   | 2,032,795          | 620,000          | -                 | 2,652,795          | 2,032,795          | 620,000           | -                 | 2,652,795          |
| HIGHER EDUCATION TUITION ASSISTANCE FOR PHYSICAL AND OCCUPATIONAL THERAPY GRANTS | 18,500             | -                | -                 | 18,500             | -                  | -                 | -                 | -                  |
| CHILD CARE PROVIDERS   | 2,910,000          | -                | -                 | 2,910,000          | 2,340,961          | -                 | -                 | 2,340,961          |
| DEVELOPMENTAL DISABILITIES AND MENTAL HEALTH WORKFORCE TUITION                   | 83,250             | -                | -                 | 83,250             | -                  | -                 | -                 | -                  |
| ASSISTANCE PROGRAM   | 832,500            | -                | -                 | 832,500            | -                  | -                 | -                 | -                  |
| WILLIAM DONALD SCHAEFER SCHOLARSHIP PROGRAM                                      | 6,000,000          | -                | -                 | 6,000,000          | 6,000,000          | -                 | -                 | 6,000,000          |
| WORKFORCE SHORTAGE STUDENT ASSISTANCE GRANTS                                     | 150,000            | -                | -                 | 150,000            | -                  | -                 | -                 | -                  |
| VETERANS OF THE AFGHANISTAN + IRAQ CONFLICTS SCHOLARSHIPS                        | -                  | -                | -                 | -                  | 4,009,205          | -                 | -                 | 4,009,205          |
| NURSE SUPPORT PROGRAM II   | -                  | 5,600,000        | -                 | 5,600,000          | -                  | 8,777,788         | -                 | 8,777,788          |
| HEALTH PERSONNEL SHORTAGE INCENTIVE GRANT PROGRAM                                | -                  | 500,000          | -                 | 500,000            | -                  | 500,000           | -                 | 500,000            |
| <b>TOTAL MARYLAND HIGHER EDUCATION COMMISSION</b>                                | <b>387,772,765</b> | <b>7,420,622</b> | <b>3,602,283</b>  | <b>398,795,670</b> | <b>432,804,666</b> | <b>10,597,631</b> | <b>2,096,107</b>  | <b>445,498,404</b> |
| <b>HIGHER EDUCATION INSTITUTIONS</b>   |                    |                  |                   |                    |                    |                   |                   |                    |
| SUPPORT FOR STATE OPERATED INSTITUTIONS OF HIGHER EDUCATION                      | 1,047,382,585      | 6,437,055        | -                 | 1,053,819,640      | 1,120,916,832      | 6,751,376         | -                 | 1,127,668,208      |
| <b>MARYLAND SCHOOL FOR THE DEAF</b>  |                    |                  |                   |                    |                    |                   |                   |                    |
| <b>MARYLAND SCHOOL FOR THE DEAF-FREDERICK CAMPUS</b>                             |                    |                  |                   |                    |                    |                   |                   |                    |
| SERVICES AND INSTITUTIONAL OPERATIONS  | 17,227,326         | 145,049          | 518,703           | 17,891,078         | 18,300,305         | 112,075           | 475,252           | 18,887,632         |
| <b>MARYLAND SCHOOL FOR THE DEAF-COLUMBIA CAMPUS</b>                              |                    |                  |                   |                    |                    |                   |                   |                    |
| SERVICES AND INSTITUTIONAL OPERATIONS  | 8,030,558          | 84,922           | 561,229           | 8,676,709          | 9,159,162          | 112,001           | 556,496           | 9,827,659          |
| <b>TOTAL MARYLAND SCHOOL FOR THE DEAF</b>  | <b>25,257,884</b>  | <b>229,971</b>   | <b>1,079,932</b>  | <b>26,567,787</b>  | <b>27,459,467</b>  | <b>224,076</b>    | <b>1,031,748</b>  | <b>28,715,291</b>  |
| <b>DEPARTMENT OF HOUSING AND COMMUNITY DEVELOPMENT</b>                           |                    |                  |                   |                    |                    |                   |                   |                    |
| <b>OFFICE OF THE SECRETARY</b>   |                    |                  |                   |                    |                    |                   |                   |                    |
| OFFICE OF THE SECRETARY  | -                  | 2,032,144        | 886,131           | 2,918,275          | -                  | 1,947,159         | 816,829           | 2,763,988          |
| MARYLAND AFFORDABLE HOUSING TRUST  | 1,000,000          | 2,000,000        | -                 | 3,000,000          | -                  | 3,000,000         | -                 | 3,000,000          |
| OFFICE OF MANAGEMENT SERVICES  | -                  | 2,007,678        | 619,163           | 2,626,841          | -                  | 1,932,490         | 626,161           | 2,558,651          |
| <b>TOTAL OFFICE OF THE SECRETARY</b>   | <b>1,000,000</b>   | <b>6,039,822</b> | <b>1,505,294</b>  | <b>8,545,116</b>   | <b>-</b>           | <b>6,879,649</b>  | <b>1,442,990</b>  | <b>8,322,639</b>   |
| <b>DIVISION OF CREDIT ASSURANCE</b>  |                    |                  |                   |                    |                    |                   |                   |                    |
| MARYLAND HOUSING FUND  | -                  | 590,000          | -                 | 590,000            | -                  | 584,002           | -                 | 584,002            |
| ASSET MANAGEMENT   | -                  | 3,198,096        | 2,722,930         | 5,921,026          | -                  | 1,571,881         | 2,715,915         | 4,287,796          |
| MARYLAND BUILDING CODES  | -                  | 486,193          | -                 | 486,193            | -                  | 492,750           | -                 | 492,750            |
| <b>TOTAL DIVISION OF CREDIT ASSURANCE</b>  | <b>-</b>           | <b>4,274,289</b> | <b>2,722,930</b>  | <b>6,997,219</b>   | <b>-</b>           | <b>2,648,633</b>  | <b>2,715,915</b>  | <b>5,364,548</b>   |
| <b>DIVISION OF NEIGHBORHOOD REVITALIZATION</b>                                   |                    |                  |                   |                    |                    |                   |                   |                    |
| NEIGHBORHOOD REVITALIZATION  | 1,693,000          | 1,900,437        | 10,587,308        | 14,180,745         | 1,688,000          | 1,903,918         | 10,421,663        | 14,013,581         |
| NEIGHBORHOOD REVITALIZATION-CAPITAL APPROPRIATION                                | 13,894,833         | 6,000,000        | 10,000,000        | 29,894,833         | 8,000,000          | 6,000,000         | 10,000,000        | 24,000,000         |
| <b>TOTAL DIVISION OF NEIGHBORHOOD REVITALIZATION</b>                             | <b>15,587,833</b>  | <b>7,900,437</b> | <b>20,587,308</b> | <b>44,075,578</b>  | <b>9,688,000</b>   | <b>7,903,918</b>  | <b>20,421,663</b> | <b>38,013,581</b>  |
| <b>DIVISION OF DEVELOPMENT FINANCE</b>   |                    |                  |                   |                    |                    |                   |                   |                    |
| ADMINISTRATION   | -                  | 2,224,425        | 185,099           | 2,409,524          | -                  | 2,254,858         | 188,698           | 2,443,556          |
| HOUSING DEVELOPMENT PROGRAM  | -                  | 3,330,888        | 460,435           | 3,791,323          | -                  | 3,390,803         | 453,521           | 3,844,324          |
| HOMEOWNERSHIP PROGRAMS   | -                  | 2,403,824        | 45,347            | 2,449,171          | -                  | 2,534,164         | 45,530            | 2,579,694          |
| SPECIAL LOAN PROGRAMS  | -                  | 2,420,000        | 3,738,817         | 6,158,817          | -                  | 2,474,509         | 3,592,843         | 6,067,352          |
| RENTAL SERVICES PROGRAMS   | 1,700,000          | 135,000          | 197,097,781       | 198,932,781        | 1,700,000          | 135,000           | 165,981,190       | 167,816,190        |
| <b>RENTAL HOUSING PROGRAMS-CAPITAL APPROPRIATION</b>                             | <b>15,395,000</b>  | <b>5,542,000</b> | <b>5,300,000</b>  | <b>26,237,000</b>  | <b>2,608,000</b>   | <b>9,392,000</b>  | <b>4,750,000</b>  | <b>16,750,000</b>  |



**APPENDIX C  
SUMMARY OF OPERATING BUDGETS FOR FISCAL YEARS ENDING JUNE 30, 2007 AND 2008**

|  | 2007 APPROPRIATION |                   |                    |                    | 2008 ALLOWANCE    |                   |                    |                    |
|--|--------------------|-------------------|--------------------|--------------------|-------------------|-------------------|--------------------|--------------------|
|  | GENERAL FUNDS      | SPECIAL FUNDS     | FEDERAL FUNDS      | TOTAL FUNDS        | GENERAL FUNDS     | SPECIAL FUNDS     | FEDERAL FUNDS      | TOTAL FUNDS        |
| HOMEOWNERSHIP PROGRAMS-CAPITAL APPROPRIATION                         | 1,555,000          | 13,945,000        | 100,000            | 15,600,000         | -                 | 7,500,000         | 100,000            | 7,600,000          |
| SPECIAL LOAN PROGRAMS-CAPITAL APPROPRIATION                          | 2,187,000          | 5,813,000         | 2,034,000          | 10,034,000         | 1,150,000         | 5,350,000         | 1,500,000          | 8,000,000          |
| PARTNERSHIP RENTAL HOUSING-CAPITAL APPROPRIATION                     | 6,000,000          | -                 | -                  | 6,000,000          | -                 | 2,000,000         | -                  | 2,000,000          |
| <b>TOTAL DIVISION OF DEVELOPMENT FINANCE</b>                         | <b>26,837,000</b>  | <b>35,814,137</b> | <b>208,961,479</b> | <b>271,612,616</b> | <b>5,458,000</b>  | <b>35,031,334</b> | <b>176,611,782</b> | <b>217,101,116</b> |
| <b>DIVISION OF INFORMATION TECHNOLOGY</b>                            |                    |                   |                    |                    |                   |                   |                    |                    |
| INFORMATION TECHNOLOGY   | -                  | 1,479,993         | 1,408,040          | 2,888,033          | -                 | 1,341,576         | 1,411,051          | 2,752,627          |
| <b>DIVISION OF FINANCE AND ADMINISTRATION</b>                        |                    |                   |                    |                    |                   |                   |                    |                    |
| FINANCE AND ADMINISTRATION   | 10,000             | 4,688,316         | 536,371            | 5,234,687          | 1,000             | 4,823,009         | 528,941            | 5,352,950          |
| <b>TOTAL DEPARTMENT OF HOUSING AND COMMUNITY DEVELOPMENT</b>         | <b>43,434,833</b>  | <b>60,196,994</b> | <b>235,721,422</b> | <b>339,353,249</b> | <b>15,147,000</b> | <b>58,628,119</b> | <b>203,132,342</b> | <b>276,907,461</b> |
| <b>MARYLAND AFRICAN AMERICAN MUSEUM CORPORATION</b>                  |                    |                   |                    |                    |                   |                   |                    |                    |
| GENERAL ADMINISTRATION   | 2,714,000          | -                 | -                  | 2,714,000          | 2,149,033         | -                 | -                  | 2,149,033          |
| <b>DEPARTMENT OF BUSINESS AND ECONOMIC DEVELOPMENT</b>               |                    |                   |                    |                    |                   |                   |                    |                    |
| <b>OFFICE OF THE SECRETARY</b>                                       |                    |                   |                    |                    |                   |                   |                    |                    |
| SECRETARIAT SERVICES   | 2,167,270          | 160,447           | 23,521             | 2,351,238          | 1,891,854         | 189,818           | 20,829             | 2,102,501          |
| MARYLAND ECONOMIC DEVELOPMENT COMMISSION                             | 5,510              | -                 | -                  | 5,510              | 5,510             | -                 | -                  | 5,510              |
| OFFICE OF ASSISTANT ATTORNEY GENERAL                                 | 92,073             | 1,321,761         | 2,398              | 1,416,232          | 92,073            | 1,300,466         | 2,398              | 1,394,937          |
| <b>TOTAL OFFICE OF THE SECRETARY</b>                                 | <b>2,264,853</b>   | <b>1,482,208</b>  | <b>25,919</b>      | <b>3,772,980</b>   | <b>1,989,437</b>  | <b>1,490,284</b>  | <b>23,227</b>      | <b>3,502,948</b>   |
| <b>DIVISION OF ADMINISTRATION AND INFORMATION TECHNOLOGY</b>         |                    |                   |                    |                    |                   |                   |                    |                    |
| OFFICE OF ADMINISTRATION   | 3,656,382          | 765,635           | 35,412             | 4,457,429          | 3,618,927         | 827,998           | 35,413             | 4,482,338          |
| <b>DIVISION OF ECONOMIC POLICY, RESEARCH AND LEGISLATIVE AFFAIRS</b> |                    |                   |                    |                    |                   |                   |                    |                    |
| DIVISION OF ECONOMIC POLICY, RESEARCH AND LEGISLATIVE AFFAIRS        | 1,154,320          | 116,657           | 8,549              | 1,279,526          | 1,130,505         | 114,806           | 8,549              | 1,253,860          |
| <b>DIVISION OF SMALL BUSINESS DEVELOPMENT</b>                        |                    |                   |                    |                    |                   |                   |                    |                    |
| DIVISION OF SMALL BUSINESS DEVELOPMENT                               | 1,591,144          | 176,402           | -                  | 1,767,546          | 1,708,117         | 246,608           | -                  | 1,954,725          |
| <b>DIVISION OF BUSINESS DEVELOPMENT</b>                              |                    |                   |                    |                    |                   |                   |                    |                    |
| DIVISION OF BUSINESS DEVELOPMENT                                     | 8,181,675          | 487,829           | -                  | 8,669,504          | 8,005,071         | 487,829           | -                  | 8,492,900          |
| MD BIOTECHNOLOGY INVESTMENT TAX CREDIT RESERVE FUND                  | 6,000,000          | -                 | -                  | 6,000,000          | 6,000,000         | -                 | -                  | 6,000,000          |
| NANOTECHNOLOGY BIOTECHNOLOGY INITIATIVE FUNDS                        | 2,500,000          | -                 | -                  | 2,500,000          | 2,500,000         | -                 | -                  | 2,500,000          |
| <b>TOTAL DIVISION OF BUSINESS DEVELOPMENT</b>                        | <b>16,681,675</b>  | <b>487,829</b>    | <b>-</b>           | <b>17,169,504</b>  | <b>16,505,071</b> | <b>487,829</b>    | <b>-</b>           | <b>16,992,900</b>  |
| <b>DIVISION OF FINANCING PROGRAMS</b>                                |                    |                   |                    |                    |                   |                   |                    |                    |
| ASSISTANT SECRETARY FOR FINANCING PROGRAMS                           | 50,000             | 1,503,505         | -                  | 1,553,505          | 50,000            | 1,144,331         | -                  | 1,194,331          |
| MD SMALL BUSINESS DEVELOPMENT FINANCING AUTHORITY                    | -                  | 1,514,614         | -                  | 1,514,614          | -                 | 1,547,588         | -                  | 1,547,588          |
| CONSOLIDATED OPERATIONS  | -                  | 1,854,751         | -                  | 1,854,751          | -                 | 1,940,729         | -                  | 1,940,729          |
| INVESTMENT FINANCE GROUP   | -                  | 1,083,624         | -                  | 1,083,624          | -                 | 984,532           | -                  | 984,532            |
| MD SMALL BUSINESS DEVELOPMENT FINANCING                              |                    |                   |                    |                    |                   |                   |                    |                    |
| AUTHORITY-BUSINESS ASSISTANCE  | 3,382,222          | 14,523,528        | -                  | 17,905,750         | 3,382,222         | 14,523,528        | -                  | 17,905,750         |
| RURAL BROADBAND ASSISTANCE FUND                                      | 2,000,000          | -                 | 1,839,383          | 3,839,383          | 2,000,000         | -                 | -                  | 2,000,000          |
| ECONOMIC DEVELOPMENT OPPORTUNITY FUND                                | -                  | 10,859,659        | -                  | 10,859,659         | -                 | -                 | -                  | -                  |
| MD ENTERPRISE INVESTMENT FUND AND CHALLENGE                          | -                  | 6,500,000         | -                  | 6,500,000          | -                 | 5,000,000         | -                  | 5,000,000          |
| PROGRAMS-BUSINESS ASSISTANCE   | -                  | -                 | -                  | -                  | 1,000,000         | -                 | -                  | 1,000,000          |
| MD ECONOMIC ADJUSTMENT FUND-BUSINESS ASSISTANCE                      | -                  | 625,000           | -                  | 625,000            | -                 | 1,000,000         | -                  | 1,000,000          |
| MD ECONOMIC DEVELOPMENT ASSISTANCE AUTHORITY                         | -                  | -                 | -                  | -                  | -                 | -                 | -                  | -                  |
| <b>TOTAL DIVISION OF FINANCING PROGRAMS</b>                          | <b>4,345,167</b>   | <b>20,000,000</b> | <b>-</b>           | <b>24,345,167</b>  | <b>2,000,000</b>  | <b>20,000,000</b> | <b>-</b>           | <b>22,000,000</b>  |
| <b>TOTAL DEPARTMENT OF BUSINESS AND ECONOMIC DEVELOPMENT</b>         | <b>9,777,389</b>   | <b>58,464,681</b> | <b>1,839,383</b>   | <b>70,081,453</b>  | <b>8,432,222</b>  | <b>46,140,708</b> | <b>-</b>           | <b>54,572,930</b>  |

**APPENDIX C  
SUMMARY OF OPERATING BUDGETS FOR FISCAL YEARS ENDING JUNE 30, 2007 AND 2008**

|  | 2007 APPROPRIATION |                    |                   |                    | 2008 ALLOWANCE    |                    |                   |                    |
|--|--------------------|--------------------|-------------------|--------------------|-------------------|--------------------|-------------------|--------------------|
|  | GENERAL FUNDS      | SPECIAL FUNDS      | FEDERAL FUNDS     | TOTAL FUNDS        | GENERAL FUNDS     | SPECIAL FUNDS      | FEDERAL FUNDS     | TOTAL FUNDS        |
| <b>DIVISION OF TOURISM, FILM AND THE ARTS</b>                |                    |                    |                   |                    |                   |                    |                   |                    |
| ASSISTANT SECRETARY AND ADMINISTRATION                       | 2,354,024          | -                  | -                 | 2,354,024          | 568,280           | -                  | -                 | 568,280            |
| OFFICE OF TOURISM DEVELOPMENT                                | 5,507,151          | -                  | -                 | 5,507,151          | 5,466,505         | -                  | -                 | 5,466,505          |
| MARYLAND TOURISM BOARD                                       | 7,000,000          | -                  | -                 | 7,000,000          | 7,000,000         | 600,000            | -                 | 7,600,000          |
| MARYLAND FILM OFFICE   | 849,137            | -                  | -                 | 849,137            | 845,391           | -                  | -                 | 845,391            |
| MARYLAND STATE ARTS COUNCIL                                  | 14,351,327         | 300,000            | 625,833           | 15,277,160         | 15,397,003        | 500,000            | 578,051           | 16,475,054         |
| FILM PRODUCTION WAGE CREDIT PROGRAM                          | 6,875,000          | -                  | -                 | 6,875,000          | 6,875,000         | -                  | -                 | 6,875,000          |
| <b>TOTAL DIVISION OF TOURISM, FILM AND THE ARTS</b>          | <b>36,936,639</b>  | <b>300,000</b>     | <b>625,833</b>    | <b>37,862,472</b>  | <b>36,152,179</b> | <b>1,100,000</b>   | <b>578,051</b>    | <b>37,830,230</b>  |
| <b>DIVISION OF REGIONAL DEVELOPMENT</b>                      |                    |                    |                   |                    |                   |                    |                   |                    |
| DIVISION OF REGIONAL DEVELOPMENT                             | 7,420,829          | 248,065            | -                 | 7,668,894          | 7,354,065         | 248,767            | -                 | 7,602,832          |
| PARTNERSHIP FOR WORKFORCE QUALITY                            | 887,954            | 350,000            | -                 | 1,237,954          | 887,954           | 120,000            | -                 | 1,007,954          |
| <b>TOTAL DIVISION OF REGIONAL DEVELOPMENT</b>                | <b>8,308,783</b>   | <b>598,065</b>     | <b>-</b>          | <b>8,906,848</b>   | <b>8,242,019</b>  | <b>368,767</b>     | <b>-</b>          | <b>8,610,786</b>   |
| <b>TOTAL DEPARTMENT OF BUSINESS AND ECONOMIC DEVELOPMENT</b> |                    |                    |                   |                    |                   |                    |                   |                    |
|  | <b>80,371,185</b>  | <b>62,391,477</b>  | <b>2,535,096</b>  | <b>145,297,758</b> | <b>77,778,477</b> | <b>50,777,000</b>  | <b>645,240</b>    | <b>129,200,717</b> |
| <b>MARYLAND TECHNOLOGY DEVELOPMENT CORPORATION</b>           |                    |                    |                   |                    |                   |                    |                   |                    |
| TECHNOLOGY DEVELOPMENT, TRANSFER AND COMMERCIALIZATION       | 5,861,000          | -                  | -                 | 5,861,000          | 5,526,000         | -                  | -                 | 5,526,000          |
| MARYLAND STEM CELL RESEARCH FUND                             | 15,000,000         | -                  | -                 | 15,000,000         | 25,000,000        | -                  | -                 | 25,000,000         |
| <b>TOTAL MARYLAND TECHNOLOGY DEVELOPMENT CORPORATION</b>     | <b>20,861,000</b>  | <b>-</b>           | <b>-</b>          | <b>20,861,000</b>  | <b>30,526,000</b> | <b>-</b>           | <b>-</b>          | <b>30,526,000</b>  |
| <b>DEPARTMENT OF THE ENVIRONMENT</b>                         |                    |                    |                   |                    |                   |                    |                   |                    |
| <b>OFFICE OF THE SECRETARY</b>                               |                    |                    |                   |                    |                   |                    |                   |                    |
| OFFICE OF THE SECRETARY                                      | 1,779,489          | 471,617            | 728,378           | 2,979,484          | 1,239,442         | 152,834            | 481,133           | 1,873,409          |
| CAPITAL APPROPRIATION-WATER QUALITY REVOLVING LOAN FUND      | 8,152,000          | 37,903,255         | 26,562,745        | 72,618,000         | 4,240,000         | 34,580,000         | 21,180,000        | 60,000,000         |
| CAPITAL APPROPRIATION-HAZARDOUS SUBSTANCE CLEAN-UP PROGRAM   | 500,000            | -                  | -                 | 500,000            | 850,000           | -                  | -                 | 850,000            |
| CAPITAL APPROPRIATION-DRINKING WATER REVOLVING LOAN FUND     | 4,285,000          | 2,950,000          | 7,931,000         | 15,166,000         | 2,240,000         | 3,946,000          | 7,814,000         | 14,000,000         |
| CAPITAL APPROPRIATION-BIOLOGICAL NUTRIENT REMOVAL PROGRAM    | 2,212,000          | -                  | -                 | 2,212,000          | -                 | -                  | -                 | -                  |
| CAPITAL APPROPRIATION-BAY RESTORATION FUND-WASTEWATER        | -                  | 75,000,000         | -                 | 75,000,000         | -                 | 35,000,000         | -                 | 35,000,000         |
| CAPITAL APPROPRIATION-BAY RESTORATION FUND-SEPTIC SYSTEMS    | -                  | 11,000,000         | -                 | 11,000,000         | -                 | 6,000,000          | -                 | 6,000,000          |
| <b>TOTAL OFFICE OF THE SECRETARY</b>                         | <b>16,928,489</b>  | <b>127,324,872</b> | <b>35,222,123</b> | <b>179,475,484</b> | <b>8,569,442</b>  | <b>79,678,834</b>  | <b>29,475,133</b> | <b>117,723,409</b> |
| <b>ADMINISTRATIVE AND EMPLOYEE SERVICES ADMINISTRATION</b>   |                    |                    |                   |                    |                   |                    |                   |                    |
| ADMINISTRATIVE AND EMPLOYEE SERVICES ADMINISTRATION          | 5,497,680          | 1,194,126          | 706,708           | 7,398,514          | 5,486,408         | 1,234,522          | 799,516           | 7,520,446          |
| <b>WATER MANAGEMENT ADMINISTRATION</b>                       |                    |                    |                   |                    |                   |                    |                   |                    |
| WATER POLLUTION CONTROL PROGRAM                              | 13,277,824         | 7,101,989          | 4,939,242         | 25,319,055         | 12,981,287        | 6,852,945          | 6,822,561         | 26,656,793         |
| WATER SUPPLY PROGRAM   | 1,127,576          | 2,170,000          | 3,449,208         | 6,746,784          | 1,315,794         | 1,040,000          | 3,625,015         | 5,980,809          |
| <b>TOTAL WATER MANAGEMENT ADMINISTRATION</b>                 | <b>14,405,400</b>  | <b>9,271,989</b>   | <b>8,388,450</b>  | <b>32,065,839</b>  | <b>14,297,081</b> | <b>7,892,945</b>   | <b>10,447,576</b> | <b>32,637,602</b>  |
| <b>TECHNICAL AND REGULATORY SERVICES ADMINISTRATION</b>      |                    |                    |                   |                    |                   |                    |                   |                    |
| TECHNICAL AND REGULATORY SERVICES                            | 6,583,470          | 2,090,652          | 4,873,779         | 13,547,901         | 7,234,878         | 1,825,265          | 5,136,171         | 14,196,314         |
| <b>WASTE MANAGEMENT ADMINISTRATION</b>                       |                    |                    |                   |                    |                   |                    |                   |                    |
| WASTE MANAGEMENT ADMINISTRATION                              | 3,339,545          | 18,188,461         | 7,904,317         | 29,432,323         | 3,293,371         | 15,397,327         | 7,358,095         | 26,048,793         |
| <b>AIR AND RADIATION MANAGEMENT ADMINISTRATION</b>           |                    |                    |                   |                    |                   |                    |                   |                    |
| AIR AND RADIATION MANAGEMENT ADMINISTRATION                  | 745,779            | 7,103,977          | 3,714,643         | 11,564,399         | 1,716,262         | 6,436,899          | 3,466,956         | 11,620,117         |
| <b>COORDINATING OFFICES</b>                                  |                    |                    |                   |                    |                   |                    |                   |                    |
| COORDINATING OFFICES   | 3,866,704          | 3,341,819          | 1,566,264         | 8,774,787          | 3,882,558         | 8,574,934          | 1,353,961         | 13,811,453         |
| MAJOR INFORMATION TECHNOLOGY DEVELOPMENT PROJECTS            | -                  | -                  | 1,100,000         | 1,100,000          | -                 | -                  | 932,163           | 932,163            |
| <b>TOTAL COORDINATING OFFICES</b>                            | <b>3,866,704</b>   | <b>3,341,819</b>   | <b>2,666,264</b>  | <b>9,874,787</b>   | <b>3,882,558</b>  | <b>8,574,934</b>   | <b>2,286,124</b>  | <b>14,743,616</b>  |
| <b>TOTAL DEPARTMENT OF THE ENVIRONMENT</b>                   |                    |                    |                   |                    |                   |                    |                   |                    |
|  | <b>51,367,067</b>  | <b>168,515,896</b> | <b>63,476,284</b> | <b>283,359,247</b> | <b>44,480,000</b> | <b>121,040,726</b> | <b>58,969,571</b> | <b>224,490,297</b> |

**APPENDIX C  
SUMMARY OF OPERATING BUDGETS FOR FISCAL YEARS ENDING JUNE 30, 2007 AND 2008**

|  | 2007 APPROPRIATION |                   |                   | 2008 ALLOWANCE     |                    |                   | TOTAL FUNDS       |                    |
|--|--------------------|-------------------|-------------------|--------------------|--------------------|-------------------|-------------------|--------------------|
|  | GENERAL FUNDS      | SPECIAL FUNDS     | FEDERAL FUNDS     | GENERAL FUNDS      | SPECIAL FUNDS      | FEDERAL FUNDS     |                   |                    |
| <b>DEPARTMENT OF JUVENILE SERVICES</b>             |                    |                   |                   |                    |                    |                   |                   |                    |
| OFFICE OF THE SECRETARY                            |                    |                   |                   |                    |                    |                   |                   |                    |
| OFFICE OF THE SECRETARY                            | 4,561,715          | 6,000             | 4,462             | 4,572,177          | 2,092,281          | 6,000             | -                 | 2,098,281          |
| <b>DEPARTMENTAL SUPPORT</b>                        |                    |                   |                   |                    |                    |                   |                   |                    |
| DEPARTMENTAL SUPPORT                               | 27,517,017         | 50,000            | 442,851           | 28,009,868         | 30,144,155         | 50,000            | 442,851           | 30,637,006         |
| <b>RESIDENTIAL OPERATIONS</b>                      |                    |                   |                   |                    |                    |                   |                   |                    |
| RESIDENTIAL SERVICES                               | 7,594,016          | -                 | 250,856           | 7,844,872          | 7,847,384          | -                 | 232,976           | 8,080,360          |
| RESIDENTIAL CONTRACTUAL                            | 4,809,228          | -                 | -                 | 4,809,228          | 1,834,394          | -                 | -                 | 1,834,394          |
| BALTIMORE CITY JUVENILE JUSTICE CENTER             | 10,727,663         | 20,000            | -                 | 10,747,663         | 10,669,450         | 20,000            | -                 | 10,689,450         |
| WILLIAM DONALD SCHAEFER HOUSE                      | 800,353            | 3,000             | -                 | 803,353            | 972,547            | 3,000             | -                 | 975,547            |
| MARYLAND YOUTH RESIDENCE CENTER                    | 1,877,593          | 5,000             | -                 | 1,882,593          | 1,799,059          | 5,000             | -                 | 1,804,059          |
| J. DEWEESE CARTER CENTER                           | 1,055,718          | 8,000             | -                 | 1,063,718          | 1,426,712          | 8,000             | -                 | 1,434,712          |
| LOWER EASTERN SHORE CHILDREN'S CENTER              | 1,830,699          | 1,000             | -                 | 1,831,699          | 1,902,448          | 1,000             | -                 | 1,903,448          |
| CHELtenham YOUTH FACILITY                          | 6,563,742          | -                 | -                 | 6,563,742          | 6,859,565          | 50,000            | -                 | 6,909,565          |
| THOMAS J. S. WAXTER CHILDREN'S CENTER              | 3,570,294          | 15,000            | -                 | 3,585,294          | 3,615,820          | 15,000            | -                 | 3,630,820          |
| CHARLES H. HICKEY SCHOOL                           | 6,916,568          | 5,000             | -                 | 6,921,568          | 8,205,649          | 5,000             | -                 | 8,210,649          |
| TOTAL RESIDENTIAL OPERATIONS                       | 45,745,874         | 57,000            | 250,856           | 46,053,730         | 45,133,028         | 107,000           | 232,976           | 45,473,004         |
| <b>HEALTH SERVICES DIVISION</b>                    |                    |                   |                   |                    |                    |                   |                   |                    |
| HEALTH SERVICES DIVISION                           | 21,416,022         | -                 | 846,819           | 22,262,841         | 22,444,016         | -                 | 871,819           | 23,315,835         |
| <b>COMMUNITY SERVICES SUPERVISION</b>              |                    |                   |                   |                    |                    |                   |                   |                    |
| COMMUNITY SERVICES SUPERVISION                     | 73,310,767         | 4,000,000         | 9,309,744         | 86,620,511         | 75,217,267         | -                 | 9,309,744         | 84,527,011         |
| <b>WESTERN REGIONAL OPERATIONS</b>                 |                    |                   |                   |                    |                    |                   |                   |                    |
| REGION ADMINISTRATION                              | 2,363,191          | 30,000            | -                 | 2,393,191          | 2,181,296          | 40,000            | -                 | 2,221,296          |
| CONTRACTED RESIDENTIAL                             | 11,033,869         | -                 | 2,276,000         | 13,309,869         | 12,758,337         | -                 | 2,276,000         | 15,034,337         |
| COMMUNITY SERVICES                                 | 12,456,004         | -                 | 433,551           | 12,889,555         | 12,920,098         | -                 | 433,551           | 13,353,649         |
| GREEN RIDGE REGIONAL YOUTH CENTER                  | 1,685,232          | -                 | 40,000            | 1,725,232          | 1,708,131          | -                 | 40,000            | 1,748,131          |
| WESTERN MARYLAND CHILDREN'S CENTER                 | 2,593,499          | -                 | -                 | 2,593,499          | 2,538,087          | -                 | 50,000            | 2,588,087          |
| STATEWIDE YOUTH CENTERS                            | 6,805,302          | -                 | 323,000           | 7,128,302          | 7,281,544          | -                 | 130,000           | 7,411,544          |
| ALFRED D. NOYES CHILDREN'S CENTER                  | 4,066,789          | -                 | 70,000            | 4,136,789          | 4,259,361          | -                 | 70,000            | 4,329,361          |
| RESIDENTIAL SUPPORT                                | 3,067,742          | -                 | 1,010,038         | 4,077,780          | 3,979,399          | -                 | 880,038           | 4,859,437          |
| TOTAL WESTERN REGIONAL OPERATIONS                  | 44,071,628         | 30,000            | 4,152,589         | 48,254,217         | 47,626,253         | 40,000            | 3,879,589         | 51,545,842         |
| <b>TOTAL DEPARTMENT OF JUVENILE SERVICES</b>       | <b>216,623,023</b> | <b>4,143,000</b>  | <b>15,007,321</b> | <b>235,773,344</b> | <b>222,657,000</b> | <b>203,000</b>    | <b>14,736,979</b> | <b>237,596,979</b> |
| <b>DEPARTMENT OF STATE POLICE</b>                  |                    |                   |                   |                    |                    |                   |                   |                    |
| <b>MARYLAND STATE POLICE</b>                       |                    |                   |                   |                    |                    |                   |                   |                    |
| OFFICE OF THE SUPERINTENDENT                       | 12,642,889         | 437,539           | -                 | 13,080,428         | 10,128,702         | -                 | -                 | 10,128,702         |
| FIELD OPERATIONS BUREAU                            | 86,089,638         | 55,486,327        | 2,295             | 141,578,260        | 83,313,220         | 63,004,601        | -                 | 146,317,821        |
| HOMELAND SECURITY AND INVESTIGATION BUREAU         | 30,030,987         | 68,641            | 368,000           | 30,467,628         | 30,767,391         | 240,000           | 475,000           | 31,482,391         |
| SUPPORT SERVICES BUREAU                            | 47,801,225         | 150,000           | 5,986,205         | 53,937,430         | 44,416,222         | 200,000           | 4,072,000         | 48,688,222         |
| STATE AID FOR POLICE PROTECTION FUND               | 64,861,903         | -                 | -                 | 64,861,903         | 65,931,447         | -                 | -                 | 65,931,447         |
| LOCAL AID LAW ENFORCEMENT GRANTS                   | -                  | 599,946           | -                 | 599,946            | -                  | 599,999           | -                 | 599,999            |
| VEHICLE THEFT PREVENTION COUNCIL                   | -                  | 2,150,000         | -                 | 2,150,000          | -                  | 2,500,000         | -                 | 2,500,000          |
| TOTAL MARYLAND STATE POLICE                        | 241,426,642        | 58,892,453        | 6,356,500         | 306,675,595        | 234,556,982        | 66,544,600        | 4,547,000         | 305,648,582        |
| <b>FIRE PREVENTION COMMISSION AND FIRE MARSHAL</b> |                    |                   |                   |                    |                    |                   |                   |                    |
| FIRE PREVENTION SERVICES                           | 6,324,235          | 2,001             | -                 | 6,326,236          | 6,511,465          | -                 | -                 | 6,511,465          |
| <b>TOTAL DEPARTMENT OF STATE POLICE</b>            | <b>247,750,877</b> | <b>58,894,454</b> | <b>6,356,500</b>  | <b>313,001,831</b> | <b>241,068,447</b> | <b>66,544,600</b> | <b>4,547,000</b>  | <b>312,160,047</b> |

**APPENDIX C  
SUMMARY OF OPERATING BUDGETS FOR FISCAL YEARS ENDING JUNE 30, 2007 AND 2008**

|  | 2007 APPROPRIATION    |                      |                      |                       | 2008 ALLOWANCE        |                      |                      |                       |
|--|-----------------------|----------------------|----------------------|-----------------------|-----------------------|----------------------|----------------------|-----------------------|
|  | GENERAL FUNDS         | SPECIAL FUNDS        | FEDERAL FUNDS        | TOTAL FUNDS           | GENERAL FUNDS         | SPECIAL FUNDS        | FEDERAL FUNDS        | TOTAL FUNDS           |
| <b>REDEMPTION AND INTEREST ON STATE BONDS</b>            |                       |                      |                      |                       |                       |                      |                      |                       |
| REDEMPTION AND INTEREST ON STATE BONDS                   | -                     | 654,616,325          | -                    | 654,616,325           | 43,500,000            | 649,194,848          | -                    | 692,694,848           |
| <b>STATE RESERVE FUND</b>                                |                       |                      |                      |                       |                       |                      |                      |                       |
| REVENUE STABILIZATION ACCOUNT                            | 593,282,470           | -                    | -                    | 593,282,470           | 162,794,899           | -                    | -                    | 162,794,899           |
| DEDICATED PURPOSE ACCOUNT                                | 178,100,000           | -                    | -                    | 178,100,000           | 153,000,000           | -                    | -                    | 153,000,000           |
| ECONOMIC DEVELOPMENT OPPORTUNITIES PROGRAM ACCOUNT       | -                     | -                    | -                    | -                     | 2,000,000             | -                    | -                    | 2,000,000             |
| TOTAL STATE RESERVE FUND                                 | 771,382,470           | -                    | -                    | 771,382,470           | 317,794,899           | -                    | -                    | 317,794,899           |
| <b>APPENDIX C SUBTOTAL NO. 1</b>                         | <b>14,133,458,672</b> | <b>5,492,857,954</b> | <b>6,560,607,134</b> | <b>26,186,923,760</b> | <b>14,752,893,418</b> | <b>5,593,651,276</b> | <b>6,709,130,090</b> | <b>27,055,674,784</b> |
| <b>DEFICIENCY APPROPRIATIONS FOR FY 2007</b>             |                       |                      |                      |                       |                       |                      |                      |                       |
| <b>OFFICE OF THE STATE PROSECUTOR</b>                    |                       |                      |                      |                       |                       |                      |                      |                       |
| GENERAL ADMINISTRATION                                   | 57,290                | -                    | -                    | 57,290                |                       |                      |                      |                       |
| <b>BOARD OF PUBLIC WORKS</b>                             |                       |                      |                      |                       |                       |                      |                      |                       |
| ADMINISTRATION OFFICE                                    | 66,331                | -                    | -                    | 66,331                |                       |                      |                      |                       |
| MISCELLANEOUS GRANTS TO PRIVATE NON-PROFIT GROUPS        | 2,500,000             | -                    | -                    | 2,500,000             |                       |                      |                      |                       |
| TOTAL BOARD OF PUBLIC WORKS                              | 2,566,331             | -                    | -                    | 2,566,331             |                       |                      |                      |                       |
| <b>MARYLAND ENERGY ADMINISTRATION</b>                    |                       |                      |                      |                       |                       |                      |                      |                       |
| GENERAL ADMINISTRATION                                   | -                     | -                    | 245,000              | 245,000               |                       |                      |                      |                       |
| <b>DEPARTMENT OF AGING</b>                               |                       |                      |                      |                       |                       |                      |                      |                       |
| GENERAL ADMINISTRATION                                   | -                     | -                    | 538,047              | 538,047               |                       |                      |                      |                       |
| <b>MARYLAND STADIUM AUTHORITY</b>                        |                       |                      |                      |                       |                       |                      |                      |                       |
| OCEAN CITY CONVENTION CENTER-CAPITAL CONSTRUCTION BUDGET | 240,606               | -                    | -                    | 240,606               |                       |                      |                      |                       |
| <b>STATE BOARD OF ELECTIONS</b>                          |                       |                      |                      |                       |                       |                      |                      |                       |
| GENERAL ADMINISTRATION                                   | 1,014,980             | -                    | -                    | 1,014,980             |                       |                      |                      |                       |
| <b>MILITARY DEPARTMENT OPERATIONS AND MAINTENANCE</b>    |                       |                      |                      |                       |                       |                      |                      |                       |
| STATE OPERATIONS   | 125,000               | -                    | -                    | 125,000               |                       |                      |                      |                       |
| MARYLAND EMERGENCY MANAGEMENT AGENCY                     | 62,054                | -                    | -                    | 62,054                |                       |                      |                      |                       |
| TOTAL MILITARY DEPARTMENT OPERATIONS AND MAINTENANCE     | 187,054               | -                    | -                    | 187,054               |                       |                      |                      |                       |
| <b>STATE TREASURER'S OFFICE</b>                          |                       |                      |                      |                       |                       |                      |                      |                       |
| <b>BOND SALE EXPENSES</b>                                |                       |                      |                      |                       |                       |                      |                      |                       |
| BOND SALE EXPENSES                                       | 48,000                | 115,000              | -                    | 163,000               |                       |                      |                      |                       |
| <b>STATE DEPARTMENT OF ASSESSMENTS AND TAXATION</b>      |                       |                      |                      |                       |                       |                      |                      |                       |
| PROPERTY TAX CREDIT PROGRAMS                             | -                     | 32,500               | -                    | 32,500                |                       |                      |                      |                       |
| CHARTER UNIT   | -                     | 80,000               | -                    | 80,000                |                       |                      |                      |                       |
| TOTAL STATE DEPARTMENT OF ASSESSMENTS AND TAXATION       | -                     | 112,500              | -                    | 112,500               |                       |                      |                      |                       |
| <b>DEPARTMENT OF BUDGET AND MANAGEMENT</b>               |                       |                      |                      |                       |                       |                      |                      |                       |
| <b>OFFICE OF THE SECRETARY</b>                           |                       |                      |                      |                       |                       |                      |                      |                       |
| CENTRAL COLLECTION UNIT                                  | -                     | 325,000              | -                    | 325,000               |                       |                      |                      |                       |
| <b>OFFICE OF PERSONNEL SERVICES AND BENEFITS</b>         |                       |                      |                      |                       |                       |                      |                      |                       |
| STATEWIDE EXPENSES                                       | 4,076,940             | -                    | -                    | 4,076,940             |                       |                      |                      |                       |

**APPENDIX C  
SUMMARY OF OPERATING BUDGETS FOR FISCAL YEARS ENDING JUNE 30, 2007 AND 2008**

|  | 2007 APPROPRIATION |                   |                  |                   | 2008 ALLOWANCE |               |               |             |
|--|--------------------|-------------------|------------------|-------------------|----------------|---------------|---------------|-------------|
|  | GENERAL FUNDS      | SPECIAL FUNDS     | FEDERAL FUNDS    | TOTAL FUNDS       | GENERAL FUNDS  | SPECIAL FUNDS | FEDERAL FUNDS | TOTAL FUNDS |
| <b>OFFICE OF INFORMATION TECHNOLOGY</b>                      |                    |                   |                  |                   |                |               |               |             |
| MAJOR INFORMATION TECHNOLOGY DEVELOPMENT PROJECTS            | -                  | 353,319           | -                | 353,319           |                |               |               |             |
| <b>TOTAL DEPARTMENT OF BUDGET AND MANAGEMENT</b>             | <b>4,076,940</b>   | <b>678,319</b>    | <b>-</b>         | <b>4,755,259</b>  |                |               |               |             |
| <b>MAJOR INFORMATION TECHNOLOGY DEVELOPMENT PROJECT FUND</b> |                    |                   |                  |                   |                |               |               |             |
| MAJOR INFORMATION TECHNOLOGY DEVELOPMENT PROJECT FUND        | -                  | 1,300,000         | -                | 1,300,000         |                |               |               |             |
| <b>MARYLAND STATE RETIREMENT AND PENSION SYSTEMS</b>         |                    |                   |                  |                   |                |               |               |             |
| MAJOR INFORMATION TECHNOLOGY DEVELOPMENT PROJECTS            | -                  | 5,912,456         | -                | 5,912,456         |                |               |               |             |
| <b>DEPARTMENT OF GENERAL SERVICES</b>                        |                    |                   |                  |                   |                |               |               |             |
| <b>OFFICE OF FACILITIES OPERATION AND MAINTENANCE</b>        |                    |                   |                  |                   |                |               |               |             |
| FACILITIES OPERATION AND MAINTENANCE                         | -                  | -                 | 51,947           | 51,947            |                |               |               |             |
| <b>DEPARTMENT OF TRANSPORTATION</b>                          |                    |                   |                  |                   |                |               |               |             |
| <b>STATE HIGHWAY ADMINISTRATION</b>                          |                    |                   |                  |                   |                |               |               |             |
| STATE SYSTEM MAINTENANCE                                     | -                  | 6,899,034         | -                | 6,899,034         |                |               |               |             |
| <b>MARYLAND PORT ADMINISTRATION</b>                          |                    |                   |                  |                   |                |               |               |             |
| PORT OPERATIONS  | -                  | 1,127,861         | -                | 1,127,861         |                |               |               |             |
| <b>MOTOR VEHICLE ADMINISTRATION</b>                          |                    |                   |                  |                   |                |               |               |             |
| MOTOR VEHICLE OPERATIONS                                     | -                  | 2,114,948         | -                | 2,114,948         |                |               |               |             |
| <b>MARYLAND TRANSIT ADMINISTRATION</b>                       |                    |                   |                  |                   |                |               |               |             |
| BUS OPERATIONS   | -                  | 34,060,398        | -                | 34,060,398        |                |               |               |             |
| RAIL OPERATIONS  | -                  | 1,795,845         | -                | 1,795,845         |                |               |               |             |
| TOTAL MARYLAND TRANSIT ADMINISTRATION                        | -                  | 35,856,243        | -                | 35,856,243        |                |               |               |             |
| <b>MARYLAND AVIATION ADMINISTRATION</b>                      |                    |                   |                  |                   |                |               |               |             |
| AIRPORT OPERATIONS   | -                  | 9,359,560         | -                | 9,359,560         |                |               |               |             |
| <b>TOTAL DEPARTMENT OF TRANSPORTATION</b>                    | <b>-</b>           | <b>55,357,646</b> | <b>-</b>         | <b>55,357,646</b> |                |               |               |             |
| <b>DEPARTMENT OF NATURAL RESOURCES</b>                       |                    |                   |                  |                   |                |               |               |             |
| <b>WILDLIFE AND HERITAGE SERVICE</b>                         |                    |                   |                  |                   |                |               |               |             |
| WILDLIFE AND HERITAGE SERVICE                                | -                  | 60,596            | 481,000          | 541,596           |                |               |               |             |
| <b>MARYLAND PARK SERVICE</b>                                 |                    |                   |                  |                   |                |               |               |             |
| STATE-WIDE OPERATION   | -                  | 572,328           | 284,839          | 857,167           |                |               |               |             |
| <b>RESOURCE ASSESSMENT SERVICE</b>                           |                    |                   |                  |                   |                |               |               |             |
| POWER PLANT ASSESSMENT PROGRAM                               | -                  | 500,000           | -                | 500,000           |                |               |               |             |
| TIDEWATER ECOSYSTEM ASSESSMENT                               | -                  | -                 | 580,154          | 580,154           |                |               |               |             |
| MARYLAND GEOLOGICAL SURVEY                                   | -                  | 200,000           | 133,856          | 333,856           |                |               |               |             |
| TOTAL RESOURCE ASSESSMENT SERVICE                            | -                  | 700,000           | 714,010          | 1,414,010         |                |               |               |             |
| <b>FISHERIES SERVICE</b>                                     |                    |                   |                  |                   |                |               |               |             |
| ESTUARINE AND MARINE FISHERIES                               | -                  | 204,337           | -                | 204,337           |                |               |               |             |
| <b>TOTAL DEPARTMENT OF NATURAL RESOURCES</b>                 | <b>-</b>           | <b>1,537,261</b>  | <b>1,479,849</b> | <b>3,017,110</b>  |                |               |               |             |
| <b>DEPARTMENT OF AGRICULTURE</b>                             |                    |                   |                  |                   |                |               |               |             |
| <b>OFFICE OF PLANT INDUSTRIES AND PEST MANAGEMENT</b>        |                    |                   |                  |                   |                |               |               |             |
| FOREST PEST MANAGEMENT                                       | 500,000            | -                 | -                | 500,000           |                |               |               |             |

**APPENDIX C  
SUMMARY OF OPERATING BUDGETS FOR FISCAL YEARS ENDING JUNE 30, 2007 AND 2008**

|  | 2007 APPROPRIATION |                   |                  |                   | 2008 ALLOWANCE |               |               |             |
|--|--------------------|-------------------|------------------|-------------------|----------------|---------------|---------------|-------------|
|  | GENERAL FUNDS      | SPECIAL FUNDS     | FEDERAL FUNDS    | TOTAL FUNDS       | GENERAL FUNDS  | SPECIAL FUNDS | FEDERAL FUNDS | TOTAL FUNDS |
| <b>DEPARTMENT OF HEALTH AND MENTAL HYGIENE</b>               |                    |                   |                  |                   |                |               |               |             |
| <b>MEDICAL CARE PROGRAMS ADMINISTRATION</b>                  |                    |                   |                  |                   |                |               |               |             |
| MEDICAL CARE PROVIDER REIMBURSEMENTS                         | 36,724,000         | -                 | 5,724,000        | 42,448,000        |                |               |               |             |
| <b>HEALTH REGULATORY COMMISSIONS</b>                         |                    |                   |                  |                   |                |               |               |             |
| MARYLAND HEALTH CARE COMMISSION                              | -                  | 3,300,000         | -                | 3,300,000         |                |               |               |             |
| <b>TOTAL DEPARTMENT OF HEALTH AND MENTAL HYGIENE</b>         | <b>36,724,000</b>  | <b>3,300,000</b>  | <b>5,724,000</b> | <b>45,748,000</b> |                |               |               |             |
| <b>DEPARTMENT OF HUMAN RESOURCES</b>                         |                    |                   |                  |                   |                |               |               |             |
| <b>SOCIAL SERVICES ADMINISTRATION</b>                        |                    |                   |                  |                   |                |               |               |             |
| GENERAL ADMINISTRATION-STATE                                 | -                  | -                 | 975,653          | 975,653           |                |               |               |             |
| <b>COMMUNITY SERVICES ADMINISTRATION</b>                     |                    |                   |                  |                   |                |               |               |             |
| SHELTER AND NUTRITION  | -                  | -                 | 402,999          | 402,999           |                |               |               |             |
| VICTIM SERVICES  | -                  | -                 | 208,477          | 208,477           |                |               |               |             |
| TOTAL COMMUNITY SERVICES ADMINISTRATION                      | -                  | -                 | 611,476          | 611,476           |                |               |               |             |
| <b>OFFICE OF TECHNOLOGY FOR HUMAN SERVICES</b>               |                    |                   |                  |                   |                |               |               |             |
| GENERAL ADMINISTRATION                                       | -                  | -                 | 1,421,188        | 1,421,188         |                |               |               |             |
| <b>FAMILY INVESTMENT ADMINISTRATION</b>                      |                    |                   |                  |                   |                |               |               |             |
| DIRECTOR'S OFFICE  | -                  | -                 | 272,802          | 272,802           |                |               |               |             |
| <b>TOTAL DEPARTMENT OF HUMAN RESOURCES</b>                   | <b>-</b>           | <b>-</b>          | <b>3,281,119</b> | <b>3,281,119</b>  |                |               |               |             |
| <b>DEPARTMENT OF LABOR, LICENSING, AND REGULATION</b>        |                    |                   |                  |                   |                |               |               |             |
| <b>OFFICE OF THE SECRETARY</b>                               |                    |                   |                  |                   |                |               |               |             |
| EXECUTIVE DIRECTION  | -                  | 12,469,830        | -                | 12,469,830        |                |               |               |             |
| <b>DIVISION OF FINANCIAL REGULATION</b>                      |                    |                   |                  |                   |                |               |               |             |
| FINANCIAL REGULATION   | -                  | 495,000           | -                | 495,000           |                |               |               |             |
| <b>TOTAL DEPARTMENT OF LABOR, LICENSING, AND REGULATION</b>  | <b>-</b>           | <b>12,964,830</b> | <b>-</b>         | <b>12,964,830</b> |                |               |               |             |
| <b>DEPARTMENT OF PUBLIC SAFETY AND CORRECTIONAL SERVICES</b> |                    |                   |                  |                   |                |               |               |             |
| <b>OFFICE OF THE SECRETARY</b>                               |                    |                   |                  |                   |                |               |               |             |
| GENERAL ADMINISTRATION                                       | 5,300,000          | -                 | -                | 5,300,000         |                |               |               |             |
| INFORMATION TECHNOLOGY AND COMMUNICATIONS DIVISION           | 1,100,000          | -                 | -                | 1,100,000         |                |               |               |             |
| INTERNAL INVESTIGATIVE UNIT                                  | 38,168             | -                 | -                | 38,168            |                |               |               |             |
| 9-1-1 EMERGENCY NUMBER SYSTEMS                               | -                  | 6,400,000         | -                | 6,400,000         |                |               |               |             |
| CAPITAL APPROPRIATION  | 1,392,410          | -                 | -                | 1,392,410         |                |               |               |             |
| TOTAL OFFICE OF THE SECRETARY                                | 7,830,578          | 6,400,000         | -                | 14,230,578        |                |               |               |             |
| <b>JESSUP REGION</b>   |                    |                   |                  |                   |                |               |               |             |
| MARYLAND HOUSE OF CORRECTION                                 | 23,302,480         | -                 | -                | 23,302,480        |                |               |               |             |
| JESSUP CORRECTIONAL INSTITUTION                              | 2,977,913          | -                 | -                | 2,977,913         |                |               |               |             |
| TOTAL JESSUP REGION  | 26,280,393         | -                 | -                | 26,280,393        |                |               |               |             |
| <b>BALTIMORE REGION</b>                                      |                    |                   |                  |                   |                |               |               |             |
| METROPOLITAN TRANSITION CENTER                               | 1,169,750          | -                 | -                | 1,169,750         |                |               |               |             |
| MD RECEPTION, DIAGNOSTIC AND CLASSIFICATION CENTER           | 1,705,488          | -                 | -                | 1,705,488         |                |               |               |             |
| TOTAL BALTIMORE REGION                                       | 2,875,238          | -                 | -                | 2,875,238         |                |               |               |             |

**APPENDIX C  
SUMMARY OF OPERATING BUDGETS FOR FISCAL YEARS ENDING JUNE 30, 2007 AND 2008**

|  | 2007 APPROPRIATION |                  |                  | 2008 ALLOWANCE    |               |               |               |             |
|--|--------------------|------------------|------------------|-------------------|---------------|---------------|---------------|-------------|
|  | GENERAL FUNDS      | SPECIAL FUNDS    | FEDERAL FUNDS    | TOTAL FUNDS       | GENERAL FUNDS | SPECIAL FUNDS | FEDERAL FUNDS | TOTAL FUNDS |
| <b>HAGERSTOWN REGION</b>   |                    |                  |                  |                   |               |               |               |             |
| MARYLAND CORRECTIONAL INSTITUTION-HAGERSTOWN                               | 3,518,608          | -                | -                | 3,518,608         |               |               |               |             |
| <b>DIVISION OF PAROLE AND PROBATION</b>                                    |                    |                  |                  |                   |               |               |               |             |
| FIELD OPERATIONS   | 1,534,128          | (1,500,000)      | -                | 34,128            |               |               |               |             |
| <b>PATUXENT INSTITUTION</b>  |                    |                  |                  |                   |               |               |               |             |
| SERVICES AND INSTITUTIONAL OPERATIONS                                      | 1,379,067          | -                | -                | 1,379,067         |               |               |               |             |
| <b>POLICE AND CORRECTIONAL TRAINING COMMISSIONS</b>                        |                    |                  |                  |                   |               |               |               |             |
| GENERAL ADMINISTRATION   | 131,012            | -                | -                | 131,012           |               |               |               |             |
| <b>DIVISION OF PRETRIAL DETENTION AND SERVICES</b>                         |                    |                  |                  |                   |               |               |               |             |
| BALTIMORE CITY DETENTION CENTER  | 5,736,386          | -                | -                | 5,736,386         |               |               |               |             |
| <b>TOTAL DEPARTMENT OF PUBLIC SAFETY AND CORRECTIONAL SERVICES</b>         | <b>49,285,410</b>  | <b>4,900,000</b> | <b>-</b>         | <b>54,185,410</b> |               |               |               |             |
| <b>STATE DEPARTMENT OF EDUCATION</b>                                       |                    |                  |                  |                   |               |               |               |             |
| <b>HEADQUARTERS</b>  |                    |                  |                  |                   |               |               |               |             |
| HOME AND COMMUNITY BASED WAIVER FOR CHILDREN WITH AUTISM SPECTRUM DISORDER | 1,200,000          | -                | -                | 1,200,000         |               |               |               |             |
| <b>MARYLAND PUBLIC BROADCASTING COMMISSION</b>                             |                    |                  |                  |                   |               |               |               |             |
| ADMINISTRATION AND SUPPORT SERVICES  | 500,000            | -                | -                | 500,000           |               |               |               |             |
| <b>MARYLAND HIGHER EDUCATION COMMISSION</b>                                |                    |                  |                  |                   |               |               |               |             |
| GENERAL ADMINISTRATION   | 1,250,000          | -                | -                | 1,250,000         |               |               |               |             |
| COLLEGE PREP/INTERVENTION PROGRAM  | 500,000            | -                | -                | 500,000           |               |               |               |             |
| <b>TOTAL MARYLAND HIGHER EDUCATION COMMISSION</b>                          | <b>1,750,000</b>   | <b>-</b>         | <b>-</b>         | <b>1,750,000</b>  |               |               |               |             |
| <b>DEPARTMENT OF THE ENVIRONMENT</b>                                       |                    |                  |                  |                   |               |               |               |             |
| <b>OFFICE OF THE SECRETARY</b>   |                    |                  |                  |                   |               |               |               |             |
| CAPITAL APPROPRIATION-WATER QUALITY REVOLVING LOAN FUND                    | -                  | -                | 2,630,000        | 2,630,000         |               |               |               |             |
| CAPITAL APPROPRIATION-DRINKING WATER REVOLVING LOAN FUND                   | -                  | -                | 536,000          | 536,000           |               |               |               |             |
| <b>TOTAL OFFICE OF THE SECRETARY</b>                                       | <b>-</b>           | <b>-</b>         | <b>3,166,000</b> | <b>3,166,000</b>  |               |               |               |             |
| <b>DEPARTMENT OF JUVENILE SERVICES</b>                                     |                    |                  |                  |                   |               |               |               |             |
| <b>DEPARTMENTAL SUPPORT</b>  |                    |                  |                  |                   |               |               |               |             |
| DEPARTMENTAL SUPPORT   | 1,455,000          | -                | -                | 1,455,000         |               |               |               |             |
| <b>RESIDENTIAL OPERATIONS</b>  |                    |                  |                  |                   |               |               |               |             |
| CHELLENHAM YOUTH FACILITY  | 2,680,000          | -                | -                | 2,680,000         |               |               |               |             |
| CHARLES H. HICKEY SCHOOL   | 732,203            | -                | -                | 732,203           |               |               |               |             |
| <b>TOTAL RESIDENTIAL OPERATIONS</b>  | <b>3,412,203</b>   | <b>-</b>         | <b>-</b>         | <b>3,412,203</b>  |               |               |               |             |
| <b>HEALTH SERVICES DIVISION</b>  |                    |                  |                  |                   |               |               |               |             |
| HEALTH SERVICES DIVISION   | 1,140,000          | -                | -                | 1,140,000         |               |               |               |             |
| <b>COMMUNITY SERVICES SUPERVISION</b>                                      |                    |                  |                  |                   |               |               |               |             |
| COMMUNITY SERVICES SUPERVISION   | 5,456,000          | -                | -                | 5,456,000         |               |               |               |             |

APPENDIX C  
SUMMARY OF OPERATING BUDGETS FOR FISCAL YEARS ENDING JUNE 30, 2007 AND 2008

|  | 2007 APPROPRIATION    |                      |                      |                       | 2008 ALLOWANCE |               |               |             |
|--|-----------------------|----------------------|----------------------|-----------------------|----------------|---------------|---------------|-------------|
|  | GENERAL FUNDS         | SPECIAL FUNDS        | FEDERAL FUNDS        | TOTAL FUNDS           | GENERAL FUNDS  | SPECIAL FUNDS | FEDERAL FUNDS | TOTAL FUNDS |
| <b>WESTERN REGIONAL OPERATIONS</b>           |                       |                      |                      |                       |                |               |               |             |
| CONTRACTED RESIDENTIAL                       | 2,458,260             | -                    | -                    | 2,458,260             |                |               |               |             |
| STATEWIDE YOUTH CENTERS                      | 208,000               | -                    | -                    | 208,000               |                |               |               |             |
| RESIDENTIAL SUPPORT                          | 324,000               | -                    | (324,000)            | -                     |                |               |               |             |
| TOTAL WESTERN REGIONAL OPERATIONS            | 2,990,260             | -                    | (324,000)            | 2,666,260             |                |               |               |             |
| <b>TOTAL DEPARTMENT OF JUVENILE SERVICES</b> | <b>14,453,463</b>     | <b>-</b>             | <b>(324,000)</b>     | <b>14,129,463</b>     |                |               |               |             |
| <b>DEPARTMENT OF STATE POLICE</b>            |                       |                      |                      |                       |                |               |               |             |
| <b>MARYLAND STATE POLICE</b>                 |                       |                      |                      |                       |                |               |               |             |
| OFFICE OF THE SUPERINTENDENT                 | 250,000               | -                    | -                    | 250,000               |                |               |               |             |
| FIELD OPERATIONS BUREAU                      | 113,000               | -                    | -                    | 113,000               |                |               |               |             |
| SUPPORT SERVICES BUREAU                      | -                     | -                    | 1,292,000            | 1,292,000             |                |               |               |             |
| VEHICLE THEFT PREVENTION COUNCIL             | -                     | 451,000              | -                    | 451,000               |                |               |               |             |
| TOTAL MARYLAND STATE POLICE                  | 363,000               | 451,000              | 1,292,000            | 2,106,000             |                |               |               |             |
| <b>TOTAL DEFICIENCIES</b>                    | <b>112,967,074</b>    | <b>86,629,012</b>    | <b>15,453,962</b>    | <b>215,050,048</b>    |                |               |               |             |
| <b>APPENDIX C SUBTOTAL NO. 2</b>             | <b>14,246,425,746</b> | <b>5,579,486,966</b> | <b>6,576,061,096</b> | <b>26,401,973,808</b> |                |               |               |             |



**APPENDIX C**  
**SUMMARY OF OPERATING BUDGETS FOR FISCAL YEARS ENDING JUNE 30, 2007 AND 2008**

|  | FY 2007 APPROPRIATION            |                                |                       | FY 2008 ALLOWANCE                |                                |                       |
|--|----------------------------------|--------------------------------|-----------------------|----------------------------------|--------------------------------|-----------------------|
|  | CURRENT<br>UNRESTRICTED<br>FUNDS | CURRENT<br>RESTRICTED<br>FUNDS | TOTAL<br>FUNDS        | CURRENT<br>UNRESTRICTED<br>FUNDS | CURRENT<br>RESTRICTED<br>FUNDS | TOTAL<br>FUNDS        |
|  | <b>HIGHER EDUCATION:</b>         |                                |                       |                                  |                                |                       |
| University of Maryland, Baltimore                            | 434,427,241                      | 363,892,814                    | 798,320,055           | 449,535,905                      | 363,892,814                    | 813,428,719           |
| University of Maryland, College Park                         | 1,050,439,051                    | 301,884,260                    | 1,352,323,311         | 1,085,794,887                    | 308,285,840                    | 1,394,080,727         |
| Bowie State University                                       | 72,430,810                       | 15,118,050                     | 87,548,860            | 74,246,444                       | 15,118,050                     | 89,364,494            |
| Towson University  | 270,640,527                      | 23,900,000                     | 294,540,527           | 290,109,519                      | 23,900,000                     | 314,009,519           |
| University of Maryland Eastern Shore                         | 70,652,331                       | 23,566,206                     | 94,218,537            | 72,808,944                       | 25,640,435                     | 98,449,379            |
| Frostburg State University                                   | 78,036,500                       | 7,123,500                      | 85,160,000            | 78,411,698                       | 7,123,500                      | 85,535,198            |
| Coppin State University                                      | 55,499,882                       | 22,885,590                     | 78,385,472            | 56,614,537                       | 22,885,590                     | 79,500,127            |
| University of Baltimore                                      | 74,795,602                       | 8,351,445                      | 83,147,047            | 78,555,039                       | 8,351,445                      | 86,906,484            |
| Salisbury University   | 116,537,674                      | 6,075,000                      | 122,612,674           | 112,742,809                      | 6,075,000                      | 118,817,809           |
| University of Maryland University College                    | 256,217,784                      | 10,000,000                     | 266,217,784           | 280,546,863                      | 10,000,000                     | 290,546,863           |
| University of Maryland Baltimore County                      | 235,744,718                      | 81,856,774                     | 317,601,492           | 241,418,030                      | 83,677,616                     | 325,095,646           |
| University of Maryland Center for Environmental Science      | 20,639,058                       | 18,356,039                     | 38,995,097            | 22,593,320                       | 18,570,120                     | 41,163,440            |
| University of Maryland Biotechnology Institute               | 37,883,804                       | 27,500,000                     | 65,383,804            | 38,857,735                       | 27,500,000                     | 66,357,735            |
| University System of Maryland Office                         | 18,732,462                       | 3,500,000                      | 22,232,462            | 23,649,356                       | 3,500,000                      | 27,149,356            |
| Baltimore City Community College                             | 56,692,732                       | 23,552,389                     | 80,245,121            | 63,422,848                       | 24,248,977                     | 87,671,825            |
| St. Mary's College of Maryland                               | 53,258,763                       | 3,600,000                      | 56,858,763            | 59,346,012                       | 3,600,000                      | 62,946,012            |
| Morgan State University                                      | 136,903,474                      | 46,378,145                     | 183,281,619           | 145,039,497                      | 46,422,384                     | 191,461,881           |
| <b>Total - Four-year Institutions</b>                        | <b>3,039,532,413</b>             | <b>987,540,212</b>             | <b>4,027,072,625</b>  | <b>3,173,693,443</b>             | <b>998,791,771</b>             | <b>4,172,485,214</b>  |
| <b>FY 2007 Current Fund Deficiency:</b>                      |                                  |                                |                       |                                  |                                |                       |
| Baltimore City Community College                             | 799,508                          | 606,439                        | 1,405,947             |                                  |                                |                       |
| St. Mary's College of Maryland                               | 2,150,789                        |                                | 2,150,789             |                                  |                                |                       |
| <b>Higher Education Subtotal</b>                             |                                  |                                | <b>4,030,629,361</b>  |                                  |                                |                       |
| <b>Less: General &amp; Special Funds in Higher Education</b> |                                  |                                |                       |                                  |                                |                       |
| General Funds  |                                  |                                | 1,047,382,585         |                                  |                                | 1,120,916,832         |
| Special Funds  |                                  |                                | 6,437,055             |                                  |                                | 6,751,376             |
| <b>Total Higher Education</b>                                |                                  |                                | <b>2,976,809,721</b>  |                                  |                                | <b>3,044,817,006</b>  |
| <b>GRAND TOTAL FOR APPENDIX C</b>                            |                                  |                                | <b>29,378,783,529</b> |                                  |                                | <b>30,100,491,790</b> |



**APPENDIX D  
SUMMARY OF OPERATING BUDGET BY OBJECT  
CLASSIFICATION FOR FISCAL YEARS 2007 AND 2008  
TOTAL FUNDS**

| <b>OBJECT CLASSIFICATION</b>              | <b>FY 2007<br/>APPROPRIATION</b> | <b>FY 2008<br/>ALLOWANCE</b> | <b>INCREASE/<br/>(DECREASE)</b> |
|---|----------------------------------|------------------------------|---------------------------------|
| 01 SALARIES AND WAGES                     | 6,167,983,442                    | 6,294,881,007                | 126,897,565                     |
| 02 TECHNICAL AND SPECIAL FEES             | 443,861,202                      | 474,134,337                  | 30,273,135                      |
| 03 COMMUNICATIONS                         | 136,463,781                      | 137,299,474                  | 835,693                         |
| 04 TRAVEL                                 | 74,282,511                       | 78,045,672                   | 3,763,161                       |
| 06 FUEL AND UTILITIES                     | 274,386,887                      | 338,017,181                  | 63,630,294                      |
| 07 MOTOR VEHICLE OPERATION                | 157,932,018                      | 176,710,717                  | 18,778,699                      |
| 08 CONTRACTUAL SERVICES                   | 8,443,987,051                    | 8,974,712,341                | 530,725,290                     |
| 09 SUPPLIES AND MATERIALS                 | 443,193,914                      | 434,416,566                  | (8,777,348)                     |
| 10 EQUIPMENT-REPLACEMENT                  | 44,997,585                       | 46,186,451                   | 1,188,866                       |
| 11 EQUIPMENT-ADDITIONAL                   | 145,022,190                      | 141,342,622                  | (3,679,568)                     |
| 12 GRANTS, SUBSIDIES AND<br>CONTRIBUTIONS | 11,343,543,908                   | 11,557,074,200               | 213,530,292                     |
| 13 FIXED CHARGES                          | 1,153,540,915                    | 1,218,737,062                | 65,196,147                      |
| 14 LAND AND STRUCTURES                    | 1,575,813,844                    | 1,551,291,008                | (24,522,836)                    |
| TOTAL                                     | 30,405,009,248                   | 31,422,848,638               | 1,017,839,390                   |
| <br>                                      |                                  |                              |                                 |
| GENERAL FUNDS                             | 14,133,458,672                   | 14,752,893,418               | 619,434,746                     |
| SPECIAL FUNDS                             | 5,492,857,954                    | 5,593,651,276                | 100,793,322                     |
| FEDERAL FUNDS                             | 6,560,607,134                    | 6,709,130,090                | 148,522,956                     |
| REIMBURSABLE FUNDS                        | 191,012,863                      | 194,688,640                  | 3,675,777                       |
| CURRENT UNRESTRICTED FUNDS                | 3,039,532,413                    | 3,173,693,443                | 134,161,030                     |
| CURRENT RESTRICTED FUNDS                  | 987,540,212                      | 998,791,771                  | 11,251,559                      |
| TOTAL                                     | 30,405,009,248                   | 31,422,848,638               | 1,017,839,390                   |

**APPENDIX E  
PERSONNEL DETAIL CHART 1: AUTHORIZED POSITIONS FROM JULY 1, 2006 TO THE FY 2008 ALLOWANCE**

|   | Beginning<br>of FY 2007 | Adjust-<br>ments | Approved<br>by BPW | Agency<br>Abolitions | Agency<br>Transfers | FY 2007<br>Approp. | Budget<br>Transfers | Abolitions | New           | FY 2008<br>Allowance |
|---|-------------------------|------------------|--------------------|----------------------|---------------------|--------------------|---------------------|------------|---------------|----------------------|
| GENERAL ASSEMBLY OF MARYLAND/DEPT OF LEGISLATIVE SERVICES | 744.00                  | 3.00             | -                  | -                    | -                   | 747.00             | -                   | -          | -             | 747.00               |
| JUDICIARY   | 3,397.25                | -                | -                  | -                    | -                   | 3,397.25           | -                   | -          | 187.00        | 3,584.25             |
| <b>LEGISLATIVE AND JUDICIAL BRANCHES SUBTOTAL</b>         | <b>4,141.25</b>         | <b>3.00</b>      | <b>-</b>           | <b>-</b>             | <b>-</b>            | <b>4,144.25</b>    | <b>-</b>            | <b>-</b>   | <b>187.00</b> | <b>4,331.25</b>      |
| OFFICE OF THE PUBLIC DEFENDER                             | 1,020.00                | -                | -                  | -                    | -                   | 1,020.00           | -                   | (2.00)     | -             | 1,018.00             |
| OFFICE OF THE ATTORNEY GENERAL                            | 240.50                  | -                | -                  | -                    | -                   | 240.50             | -                   | -          | 17.00         | 257.50               |
| OFFICE OF THE STATE PROSECUTOR                            | 10.00                   | -                | -                  | -                    | -                   | 10.00              | -                   | -          | 1.00          | 11.00                |
| MARYLAND TAX COURT  | 9.00                    | -                | -                  | -                    | -                   | 9.00               | -                   | -          | -             | 9.00                 |
| PUBLIC SERVICE COMMISSION                                 | 135.00                  | -                | -                  | -                    | -                   | 135.00             | -                   | -          | -             | 135.00               |
| OFFICE OF THE PEOPLE'S COUNSEL                            | 19.00                   | -                | -                  | -                    | -                   | 19.00              | -                   | -          | -             | 19.00                |
| SUBSEQUENT INJURY FUND                                    | 17.60                   | -                | -                  | -                    | -                   | 17.60              | -                   | -          | -             | 17.60                |
| UNINSURED EMPLOYERS' FUND                                 | 11.00                   | -                | -                  | -                    | -                   | 11.00              | -                   | -          | -             | 11.00                |
| WORKERS' COMPENSATION COMMISSION                          | 124.00                  | -                | -                  | -                    | -                   | 124.00             | -                   | -          | -             | 124.00               |
| BOARD OF PUBLIC WORKS                                     | 9.00                    | -                | -                  | -                    | -                   | 9.00               | -                   | -          | -             | 9.00                 |
| EXECUTIVE DEPARTMENT - GOVERNOR                           | 80.00                   | -                | -                  | -                    | -                   | 80.00              | -                   | -          | -             | 80.00                |
| OFFICE OF THE DEAF AND HARD OF HEARING                    | 2.00                    | -                | -                  | -                    | -                   | 2.00               | -                   | -          | -             | 2.00                 |
| DEPARTMENT OF DISABILITIES                                | 25.00                   | -                | -                  | -                    | -                   | 25.00              | -                   | -          | -             | 25.00                |
| MARYLAND ENERGY ADMINISTRATION                            | 18.00                   | -                | -                  | -                    | -                   | 18.00              | -                   | -          | -             | 18.00                |
| EXECUTIVE DEPT-BOARDS, COMMISSIONS AND OFFICES            | 82.00                   | (1.00)           | -                  | -                    | 3.00                | 84.00              | (1.00)              | -          | 4.00          | 87.00                |
| SECRETARY OF STATE  | 31.50                   | -                | -                  | -                    | -                   | 31.50              | -                   | -          | -             | 31.50                |
| HISTORIC ST. MARY'S CITY COMMISSION                       | 35.00                   | -                | -                  | -                    | -                   | 35.00              | -                   | -          | 1.00          | 36.00                |
| GOVERNOR'S OFFICE FOR CHILDREN                            | 19.00                   | -                | -                  | -                    | -                   | 19.00              | 1.00                | -          | 1.50          | 21.50                |
| INTERAGENCY COMMITTEE FOR SCHOOL CONSTRUCTION             | 19.00                   | -                | -                  | -                    | -                   | 19.00              | -                   | -          | -             | 19.00                |
| DEPARTMENT OF AGING                                       | 59.40                   | -                | -                  | -                    | -                   | 59.40              | -                   | -          | -             | 59.40                |
| COMMISSION ON HUMAN RELATIONS                             | 41.60                   | -                | 1.00               | -                    | -                   | 42.60              | -                   | -          | 3.00          | 45.60                |
| STATE BOARD OF ELECTIONS                                  | 32.50                   | -                | -                  | -                    | -                   | 32.50              | -                   | -          | -             | 32.50                |
| MARYLAND STATE BOARD OF CONTRACT APPEALS                  | 5.00                    | -                | -                  | -                    | -                   | 5.00               | -                   | -          | -             | 5.00                 |
| DEPARTMENT OF PLANNING                                    | 187.00                  | -                | -                  | -                    | -                   | 187.00             | -                   | (3.00)     | -             | 184.00               |

**APPENDIX E**  
**PERSONNEL DETAIL CHART 1: AUTHORIZED POSITIONS FROM JULY 1, 2006 TO THE FY 2008 ALLOWANCE**

|  | Beginning<br>of FY 2007 | Adjust-<br>ments | Approved<br>by BPW | Agency<br>Abolitions | Agency<br>Transfers | FY 2007<br>Approp. | Budget<br>Transfers | Abolitions | New   | FY 2008<br>Allowance |
|--|-------------------------|------------------|--------------------|----------------------|---------------------|--------------------|---------------------|------------|-------|----------------------|
| MILITARY DEPARTMENT OPERATIONS AND MAINTENANCE             | 395.00                  | -                | -                  | -                    | -                   | 395.00             | -                   | -          | 11.00 | 406.00               |
| MD INSTITUTE FOR EMERGENCY MEDICAL SERVICES SYSTEMS        | 92.60                   | -                | 0.50               | -                    | -                   | 93.10              | -                   | -          | 1.00  | 94.10                |
| DEPARTMENT OF VETERANS AFFAIRS                             | 66.00                   | -                | -                  | -                    | -                   | 66.00              | -                   | -          | -     | 66.00                |
| STATE ARCHIVES   | 46.50                   | -                | -                  | -                    | -                   | 46.50              | -                   | -          | -     | 46.50                |
| INSURANCE ADMINISTRATION AND REGULATION                    | 280.00                  | -                | -                  | -                    | -                   | 280.00             | -                   | -          | 5.00  | 285.00               |
| HEALTH INSURANCE SAFETY NET PROGRAMS                       | 9.00                    | -                | -                  | -                    | -                   | 9.00               | -                   | -          | -     | 9.00                 |
| MARYLAND INSURANCE ADMINISTRATION                          | 289.00                  | -                | -                  | -                    | -                   | 289.00             | -                   | -          | 5.00  | 294.00               |
| CANAL PLACE PRESERVATION AND DEVELOPMENT AUTHORITY         | 4.00                    | -                | -                  | -                    | -                   | 4.00               | -                   | -          | -     | 4.00                 |
| OFFICE OF ADMINISTRATIVE HEARINGS                          | 122.00                  | -                | -                  | -                    | -                   | 122.00             | -                   | -          | 1.00  | 123.00               |
| OFFICE OF THE COMPTROLLER                                  | 69.00                   | -                | -                  | -                    | (4.00)              | 65.00              | -                   | -          | -     | 65.00                |
| GENERAL ACCOUNTING DIVISION                                | 46.00                   | -                | -                  | -                    | 1.00                | 47.00              | -                   | -          | -     | 47.00                |
| BUREAU OF REVENUE ESTIMATES                                | 4.00                    | -                | -                  | -                    | -                   | 4.00               | -                   | -          | -     | 4.00                 |
| REVENUE ADMINISTRATION DIVISION                            | 374.80                  | -                | -                  | -                    | -                   | 374.80             | -                   | -          | -     | 374.80               |
| COMPLIANCE DIVISION  | 346.60                  | -                | -                  | -                    | 3.00                | 349.60             | -                   | -          | -     | 349.60               |
| REGULATORY AND ENFORCEMENT DIVISION                        | 88.00                   | -                | -                  | -                    | -                   | 88.00              | -                   | -          | -     | 88.00                |
| CENTRAL PAYROLL BUREAU                                     | 34.10                   | -                | -                  | -                    | -                   | 34.10              | -                   | -          | -     | 34.10                |
| INFORMATION TECHNOLOGY DIVISION                            | 146.50                  | -                | -                  | -                    | -                   | 146.50             | -                   | -          | -     | 146.50               |
| COMPTROLLER OF MARYLAND                                    | 1,109.00                | -                | -                  | -                    | -                   | 1,109.00           | -                   | -          | -     | 1,109.00             |
| TREASURY MANAGEMENT  | 40.00                   | -                | -                  | -                    | -                   | 40.00              | -                   | -          | -     | 40.00                |
| INSURANCE PROTECTION                                       | 19.00                   | -                | -                  | -                    | -                   | 19.00              | -                   | -          | -     | 19.00                |
| STATE TREASURER'S OFFICE                                   | 59.00                   | -                | -                  | -                    | -                   | 59.00              | -                   | -          | -     | 59.00                |
| STATE DEPARTMENT OF ASSESSMENTS AND TAXATION               | 677.50                  | -                | -                  | -                    | -                   | 677.50             | -                   | (3.50)     | 2.00  | 676.00               |
| STATE LOTTERY AGENCY                                       | 171.00                  | -                | -                  | -                    | -                   | 171.00             | -                   | -          | 1.00  | 172.00               |
| PROPERTY TAX ASSESSMENT APPEALS BOARDS                     | 9.00                    | -                | -                  | -                    | -                   | 9.00               | -                   | -          | -     | 9.00                 |
| OFFICE OF THE SECRETARY                                    | 165.00                  | -                | -                  | -                    | -                   | 165.00             | -                   | -          | -     | 165.00               |
| OFFICE OF PERSONNEL SERVICES AND BENEFITS                  | 122.00                  | -                | -                  | -                    | (1.00)              | 121.00             | -                   | -          | -     | 121.00               |
| OFFICE OF INFORMATION TECHNOLOGY                           | 119.00                  | -                | -                  | -                    | -                   | 119.00             | -                   | -          | -     | 119.00               |
| OFFICE OF BUDGET ANALYSIS                                  | 25.80                   | -                | -                  | -                    | -                   | 25.80              | -                   | -          | 2.00  | 27.80                |
| OFFICE OF CAPITAL BUDGETING                                | 11.00                   | -                | -                  | -                    | -                   | 11.00              | -                   | -          | 1.00  | 12.00                |
| DEPARTMENT OF BUDGET AND MANAGEMENT                        | 442.80                  | -                | -                  | -                    | (1.00)              | 441.80             | -                   | -          | 3.00  | 444.80               |
| MARYLAND STATE RETIREMENT AND PENSION SYSTEMS              | 175.00                  | -                | -                  | -                    | -                   | 175.00             | -                   | -          | 2.00  | 177.00               |
| TEACHERS AND STATE EMPLOYEES SUPPLEMENTAL RETIREMENT PLANS | 14.00                   | -                | -                  | -                    | -                   | 14.00              | -                   | -          | -     | 14.00                |

**APPENDIX E**  
**PERSONNEL DETAIL CHART 1: AUTHORIZED POSITIONS FROM JULY 1, 2006 TO THE FY 2008 ALLOWANCE**

|  | Beginning<br>of FY 2007 | Adjust-<br>ments | Approved<br>by BPW | Agency<br>Abolitions | Agency<br>Transfers | FY 2007<br>Approp. | Budget<br>Transfers | Abolitions | New   | FY 2008<br>Allowance |
|--|-------------------------|------------------|--------------------|----------------------|---------------------|--------------------|---------------------|------------|-------|----------------------|
| OFFICE OF THE SECRETARY                                      | 37.00                   | -                | -                  | -                    | 2.00                | 39.00              | -                   | -          | 9.00  | 48.00                |
| OFFICE OF FACILITIES SECURITY                                | 208.00                  | -                | -                  | -                    | (1.00)              | 207.00             | -                   | (5.00)     | 3.00  | 205.00               |
| OFFICE OF FACILITIES OPERATION AND MAINTENANCE               | 215.00                  | -                | -                  | -                    | -                   | 215.00             | -                   | (1.00)     | -     | 214.00               |
| OFFICE OF PROCUREMENT AND LOGISTICS                          | 65.00                   | -                | -                  | -                    | (1.00)              | 64.00              | -                   | -          | 1.00  | 65.00                |
| OFFICE OF REAL ESTATE  | 27.00                   | -                | -                  | -                    | -                   | 27.00              | -                   | -          | 1.00  | 28.00                |
| OFFICE OF FACILITIES PLANNING, DESIGN AND CONSTRUCTION       | 84.00                   | -                | -                  | -                    | -                   | 84.00              | -                   | -          | 2.00  | 86.00                |
| DEPARTMENT OF GENERAL SERVICES                               | 636.00                  | -                | -                  | -                    | -                   | 636.00             | -                   | (6.00)     | 16.00 | 646.00               |
| THE SECRETARY'S OFFICE                                       | 333.00                  | -                | -                  | -                    | (1.00)              | 332.00             | -                   | -          | 3.00  | 335.00               |
| STATE HIGHWAY ADMINISTRATION                                 | 3,232.00                | -                | -                  | -                    | -                   | 3,232.00           | -                   | -          | 9.00  | 3,241.00             |
| MARYLAND PORT ADMINISTRATION                                 | 291.00                  | -                | -                  | -                    | 1.00                | 292.00             | -                   | -          | 1.00  | 293.00               |
| MOTOR VEHICLE ADMINISTRATION                                 | 1,612.50                | -                | -                  | -                    | -                   | 1,612.50           | -                   | -          | 9.00  | 1,621.50             |
| MARYLAND TRANSIT ADMINISTRATION                              | 3,009.00                | -                | -                  | -                    | -                   | 3,009.00           | -                   | -          | 53.00 | 3,062.00             |
| MARYLAND AVIATION ADMINISTRATION                             | 543.00                  | -                | -                  | -                    | -                   | 543.00             | -                   | -          | 1.00  | 544.00               |
| DEPARTMENT OF TRANSPORTATION                                 | 9,020.50                | -                | -                  | -                    | -                   | 9,020.50           | -                   | -          | 76.00 | 9,096.50             |
| OFFICE OF THE SECRETARY                                      | 138.50                  | -                | -                  | -                    | 4.00                | 142.50             | -                   | (1.00)     | -     | 141.50               |
| FORESTRY SERVICE   | 100.00                  | -                | -                  | -                    | 1.00                | 101.00             | -                   | -          | -     | 101.00               |
| WILDLIFE AND HERITAGE SERVICE                                | 91.00                   | -                | -                  | -                    | -                   | 91.00              | -                   | -          | -     | 91.00                |
| MARYLAND PARK SERVICE  | 222.75                  | -                | -                  | -                    | (10.00)             | 212.75             | -                   | (1.00)     | -     | 211.75               |
| CAPITAL GRANTS & LOAN ADMINISTRATION                         | 33.00                   | -                | -                  | -                    | -                   | 33.00              | -                   | -          | -     | 33.00                |
| LICENSING AND REGISTRATION SERVICE                           | 41.00                   | -                | -                  | -                    | 1.00                | 42.00              | -                   | -          | -     | 42.00                |
| NATURAL RESOURCES POLICE                                     | 355.00                  | -                | -                  | -                    | 10.00               | 365.00             | -                   | -          | -     | 365.00               |
| PUBLIC LANDS POLICY AND PLANNING                             | 14.00                   | -                | -                  | -                    | -                   | 14.00              | -                   | -          | -     | 14.00                |
| ENGINEERING AND CONSTRUCTION                                 | 52.00                   | -                | -                  | -                    | (1.00)              | 51.00              | -                   | -          | -     | 51.00                |
| CHESAPEAKE BAY CRITICAL AREA COMMISSION                      | 15.00                   | -                | -                  | -                    | -                   | 15.00              | -                   | -          | -     | 15.00                |
| RESOURCE ASSESSMENT SERVICE                                  | 99.00                   | -                | -                  | -                    | -                   | 99.00              | -                   | -          | -     | 99.00                |
| MARYLAND ENVIRONMENTAL TRUST                                 | 10.00                   | -                | -                  | -                    | 1.00                | 11.00              | -                   | -          | -     | 11.00                |
| WATERSHED SERVICES   | 71.75                   | -                | -                  | -                    | (3.00)              | 68.75              | -                   | -          | -     | 68.75                |
| FISHERIES SERVICE  | 125.50                  | -                | -                  | -                    | (3.00)              | 122.50             | -                   | -          | -     | 122.50               |
| DEPARTMENT OF NATURAL RESOURCES                              | 1,368.50                | -                | -                  | -                    | -                   | 1,368.50           | -                   | (2.00)     | -     | 1,366.50             |
| OFFICE OF THE SECRETARY                                      | 59.00                   | -                | -                  | -                    | -                   | 59.00              | -                   | -          | 1.00  | 60.00                |
| OFFICE OF MARKETING, ANIMAL INDUSTRIES AND CONSUMER SERVICES | 110.00                  | -                | -                  | -                    | -                   | 110.00             | -                   | -          | -     | 110.00               |
| OFFICE OF PLANT INDUSTRIES AND PEST MANAGEMENT               | 122.00                  | -                | -                  | -                    | -                   | 122.00             | -                   | (1.00)     | -     | 121.00               |
| OFFICE OF RESOURCE CONSERVATION                              | 144.50                  | -                | -                  | -                    | -                   | 144.50             | -                   | -          | 12.00 | 156.50               |
| DEPARTMENT OF AGRICULTURE                                    | 435.50                  | -                | -                  | -                    | -                   | 435.50             | -                   | (1.00)     | 13.00 | 447.50               |
| OFFICE OF THE SECRETARY                                      | 573.00                  | -                | -                  | -                    | 3.00                | 576.00             | -                   | (2.00)     | 13.00 | 587.00               |
| OPERATIONS   | 270.90                  | -                | -                  | -                    | -                   | 270.90             | -                   | (4.00)     | -     | 266.90               |
| DEPUTY SECRETARY FOR PUBLIC HEALTH SERVICES                  | 21.00                   | -                | -                  | -                    | -                   | 21.00              | -                   | -          | -     | 21.00                |
| COMMUNITY HEALTH ADMINISTRATION                              | 160.40                  | -                | -                  | -                    | (33.00)             | 127.40             | -                   | (1.00)     | -     | 126.40               |
| FAMILY HEALTH ADMINISTRATION                                 | 183.30                  | -                | 6.00               | -                    | -                   | 189.30             | -                   | (1.00)     | -     | 188.30               |
| AIDS ADMINISTRATION  | 129.00                  | -                | -                  | -                    | (5.00)              | 124.00             | -                   | (3.00)     | -     | 121.00               |
| OFFICE OF THE CHIEF MEDICAL EXAMINER                         | 76.00                   | -                | -                  | -                    | -                   | 76.00              | -                   | -          | -     | 76.00                |
| OFFICE OF PREPAREDNESS AND RESPONSE                          | -                       | -                | -                  | -                    | 35.00               | 35.00              | -                   | -          | -     | 35.00                |
| WESTERN MARYLAND CENTER                                      | 293.00                  | -                | -                  | -                    | -                   | 293.00             | -                   | -          | -     | 293.00               |
| DEER'S HEAD CENTER   | 275.30                  | -                | -                  | -                    | -                   | 275.30             | -                   | -          | -     | 275.30               |
| LABORATORIES ADMINISTRATION                                  | 272.50                  | -                | -                  | -                    | (1.00)              | 271.50             | -                   | (2.00)     | -     | 269.50               |
| ALCOHOL AND DRUG ABUSE ADMINISTRATION                        | 64.00                   | -                | -                  | -                    | 1.00                | 65.00              | -                   | (1.00)     | -     | 64.00                |
| MENTAL HYGIENE ADMINISTRATION                                | 100.65                  | -                | -                  | -                    | 1.00                | 101.65             | -                   | (1.00)     | -     | 100.65               |
| WALTER P. CARTER COMMUNITY MENTAL HEALTH CENTER              | 133.85                  | -                | -                  | -                    | -                   | 133.85             | -                   | -          | -     | 133.85               |

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|---|-------------------------|------------------|--------------------|----------------------|---------------------|--------------------|---------------------|------------|-------|----------------------|
| THOMAS B. FINAN HOSPITAL CENTER                                 | 209.00                  | -                | -                  | -                    | -                   | 209.00             | -                   | -          | -     | 209.00               |
| REGIONAL INSTITUTE FOR CHILDREN AND ADOLESCENTS-BALTIMORE CITY  | 128.00                  | -                | -                  | -                    | -                   | 128.00             | -                   | -          | -     | 128.00               |
| EASTERN SHORE HOSPITAL CENTER                                   | 211.60                  | -                | -                  | -                    | -                   | 211.60             | -                   | -          | -     | 211.60               |
| SPRINGFIELD HOSPITAL CENTER                                     | 891.50                  | -                | -                  | -                    | 1.00                | 892.50             | -                   | -          | -     | 892.50               |
| SPRING GROVE HOSPITAL CENTER                                    | 895.10                  | -                | -                  | -                    | (1.00)              | 894.10             | -                   | (2.50)     | -     | 891.60               |
| CLIFTON T. PERKINS HOSPITAL CENTER                              | 476.25                  | -                | -                  | -                    | -                   | 476.25             | -                   | -          | -     | 476.25               |
| JOHN L. GILDNER REGIONAL INSTITUTE FOR CHILDREN AND ADOLESCENTS | 171.60                  | -                | -                  | -                    | -                   | 171.60             | -                   | -          | -     | 171.60               |
| UPPER SHORE COMMUNITY MENTAL HEALTH CENTER                      | 98.00                   | -                | -                  | -                    | -                   | 98.00              | -                   | -          | -     | 98.00                |
| REGIONAL INSTITUTE FOR CHILDREN AND ADOLESCENTS-SOUTHERN MD     | 72.50                   | -                | -                  | -                    | -                   | 72.50              | -                   | -          | -     | 72.50                |
| DEVELOPMENTAL DISABILITIES ADMINISTRATION                       | 148.50                  | -                | 18.00              | -                    | 4.50                | 171.00             | -                   | (1.00)     | -     | 170.00               |
| ROSEWOOD CENTER   | 582.90                  | -                | -                  | -                    | 1.50                | 584.40             | -                   | -          | -     | 584.40               |
| HOLLY CENTER  | 283.50                  | -                | -                  | -                    | (1.00)              | 282.50             | -                   | -          | -     | 282.50               |
| POTOMAC CENTER  | 136.50                  | -                | -                  | -                    | (6.00)              | 130.50             | -                   | -          | -     | 130.50               |
| JOSEPH D. BRANDENBURG CENTER                                    | 63.75                   | -                | -                  | -                    | -                   | 63.75              | -                   | -          | -     | 63.75                |
| DEPUTY SECRETARY FOR HEALTH CARE FINANCING                      | 3.60                    | -                | -                  | -                    | 1.00                | 4.60               | 21.00               | -          | -     | 25.60                |
| MEDICAL CARE PROGRAMS ADMINISTRATION                            | 633.70                  | -                | -                  | -                    | (1.00)              | 632.70             | (21.00)             | (3.00)     | -     | 608.70               |
| HEALTH REGULATORY COMMISSIONS                                   | 96.90                   | -                | -                  | -                    | -                   | 96.90              | -                   | -          | 2.50  | 99.40                |
| DEPARTMENT OF HEALTH AND MENTAL HYGIENE                         | 7,655.80                | -                | 24.00              | -                    | -                   | 7,679.80           | -                   | (21.50)    | 15.50 | 7,673.80             |
| OFFICE OF THE SECRETARY   | 150.00                  | -                | -                  | -                    | 2.00                | 152.00             | -                   | (2.00)     | -     | 150.00               |
| SOCIAL SERVICES ADMINISTRATION                                  | 91.00                   | -                | -                  | -                    | 14.00               | 105.00             | -                   | (3.00)     | 4.00  | 106.00               |
| COMMUNITY SERVICES ADMINISTRATION                               | 75.53                   | -                | -                  | -                    | 2.00                | 77.53              | -                   | -          | -     | 77.53                |
| OPERATIONS OFFICE   | 228.00                  | -                | -                  | -                    | -                   | 228.00             | -                   | (3.00)     | 6.00  | 231.00               |
| OFFICE OF TECHNOLOGY FOR HUMAN SERVICES                         | 118.50                  | -                | -                  | -                    | 7.50                | 126.00             | -                   | (2.00)     | -     | 124.00               |
| LOCAL DEPARTMENT OPERATIONS                                     | 6,112.37                | -                | -                  | -                    | (31.00)             | 6,081.37           | -                   | (4.00)     | 38.00 | 6,115.37             |
| CHILD SUPPORT ENFORCEMENT ADMINISTRATION                        | 88.50                   | -                | -                  | -                    | 8.00                | 96.50              | -                   | -          | -     | 96.50                |
| FAMILY INVESTMENT ADMINISTRATION                                | 157.50                  | -                | -                  | -                    | (2.50)              | 155.00             | -                   | (1.00)     | -     | 154.00               |
| DEPARTMENT OF HUMAN RESOURCES                                   | 7,021.40                | -                | -                  | -                    | -                   | 7,021.40           | -                   | (15.00)    | 48.00 | 7,054.40             |
| OFFICE OF THE SECRETARY   | 105.30                  | -                | -                  | -                    | 3.00                | 108.30             | -                   | -          | -     | 108.30               |
| DIVISION OF ADMINISTRATION                                      | 193.00                  | -                | -                  | -                    | -                   | 193.00             | -                   | -          | -     | 193.00               |
| DIVISION OF FINANCIAL REGULATION                                | 89.50                   | -                | -                  | -                    | -                   | 89.50              | -                   | (0.40)     | -     | 89.10                |
| DIVISION OF LABOR AND INDUSTRY                                  | 176.00                  | -                | -                  | -                    | 2.00                | 178.00             | -                   | -          | 7.00  | 185.00               |
| DIVISION OF RACING  | 16.00                   | -                | -                  | -                    | -                   | 16.00              | -                   | -          | -     | 16.00                |
| DIVISION OF OCCUPATIONAL AND PROFESSIONAL LICENSING             | 77.25                   | -                | -                  | -                    | -                   | 77.25              | -                   | -          | -     | 77.25                |
| DIVISION OF WORKFORCE DEVELOPMENT                               | 281.90                  | -                | -                  | -                    | (4.00)              | 277.90             | -                   | (1.00)     | -     | 276.90               |
| DIVISION OF UNEMPLOYMENT INSURANCE                              | 535.60                  | -                | -                  | -                    | (1.00)              | 534.60             | -                   | -          | -     | 534.60               |
| DEPARTMENT OF LABOR, LICENSING, AND REGULATION                  | 1,474.55                | -                | -                  | -                    | -                   | 1,474.55           | -                   | (1.40)     | 7.00  | 1,480.15             |
| OFFICE OF THE SECRETARY   | 491.00                  | -                | 28.00              | -                    | 4.00                | 523.00             | -                   | (1.50)     | -     | 521.50               |
| DIVISION OF CORRECTION HEADQUARTERS                             | 165.40                  | -                | -                  | -                    | -                   | 165.40             | -                   | -          | -     | 165.40               |
| JESSUP REGION   | 1,341.00                | -                | -                  | -                    | (80.00)             | 1,261.00           | -                   | -          | 11.00 | 1,272.00             |
| BALTIMORE REGION  | 1,372.60                | -                | -                  | -                    | 26.00               | 1,398.60           | -                   | -          | 29.00 | 1,427.60             |
| HAGERSTOWN REGION   | 1,606.00                | -                | -                  | -                    | 18.00               | 1,624.00           | -                   | -          | 79.00 | 1,703.00             |
| WOMEN'S FACILITIES  | 380.00                  | -                | -                  | -                    | (6.00)              | 374.00             | -                   | (1.00)     | 2.00  | 375.00               |
| MARYLAND CORRECTIONAL PRE-RELEASE SYSTEM                        | 692.00                  | -                | -                  | -                    | 11.00               | 703.00             | -                   | -          | 2.00  | 705.00               |
| EASTERN SHORE REGION  | 879.00                  | -                | -                  | -                    | 18.00               | 897.00             | -                   | -          | 40.00 | 937.00               |
| WESTERN MARYLAND REGION   | 800.50                  | -                | -                  | -                    | 10.00               | 810.50             | -                   | -          | 15.00 | 825.50               |
| MARYLAND CORRECTIONAL ENTERPRISES                               | 199.00                  | -                | -                  | -                    | -                   | 199.00             | -                   | -          | -     | 199.00               |
| MARYLAND PAROLE COMMISSION                                      | 78.00                   | -                | -                  | -                    | -                   | 78.00              | -                   | -          | -     | 78.00                |
| DIVISION OF PAROLE AND PROBATION                                | 1,265.50                | -                | -                  | -                    | 1.00                | 1,266.50           | -                   | (0.50)     | -     | 1,266.00             |
| PATUXENT INSTITUTION  | 510.50                  | -                | -                  | -                    | (1.00)              | 509.50             | -                   | -          | -     | 509.50               |

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|---|-------------------------|------------------|--------------------|----------------------|---------------------|--------------------|---------------------|------------|--------|----------------------|
| INMATE GRIEVANCE OFFICE                                       | 6.00                    | -                | -                  | -                    | -                   | 6.00               | -                   | -          | -      | 6.00                 |
| POLICE AND CORRECTIONAL TRAINING COMMISSIONS                  | 78.00                   | -                | -                  | -                    | -                   | 78.00              | -                   | -          | 8.00   | 86.00                |
| CRIMINAL INJURIES COMPENSATION BOARD                          | 7.00                    | -                | -                  | -                    | -                   | 7.00               | -                   | -          | -      | 7.00                 |
| MARYLAND COMMISSION ON CORRECTIONAL STANDARDS                 | 6.00                    | -                | -                  | -                    | -                   | 6.00               | -                   | -          | -      | 6.00                 |
| DIVISION OF PRETRIAL DETENTION AND SERVICES                   | 1,597.00                | -                | -                  | -                    | (1.00)              | 1,596.00           | -                   | -          | 23.00  | 1,619.00             |
| DEPARTMENT OF PUBLIC SAFETY AND CORRECTIONAL SERVICES         | 11,474.50               | -                | 28.00              | -                    | (0.01)              | 11,502.50          | -                   | (3.00)     | 209.00 | 11,708.50            |
| MARYLAND STATE DEPARTMENT OF EDUCATION - HEADQUARTERS         | 1,640.30                | -                | 9.00               | -                    | -                   | 1,649.30           | -                   | (3.00)     | 17.00  | 1,663.30             |
| MARYLAND PUBLIC BROADCASTING COMMISSION                       | 157.00                  | -                | -                  | -                    | -                   | 157.00             | -                   | (1.00)     | -      | 156.00               |
| MARYLAND HIGHER EDUCATION COMMISSION                          | 75.10                   | -                | -                  | -                    | -                   | 75.10              | -                   | -          | -      | 75.10                |
| HIGHER EDUCATION LABOR RELATIONS BOARD                        | 2.00                    | -                | -                  | -                    | (2.00)              | -                  | -                   | -          | -      | -                    |
| MARYLAND SCHOOL FOR THE DEAF-FREDERICK CAMPUS                 | 208.00                  | -                | -                  | -                    | (0.50)              | 207.50             | -                   | -          | -      | 207.50               |
| MARYLAND SCHOOL FOR THE DEAF-COLUMBIA CAMPUS                  | 108.50                  | -                | -                  | -                    | 0.50                | 109.00             | -                   | -          | -      | 109.00               |
| MARYLAND SCHOOL FOR THE DEAF                                  | 316.50                  | -                | -                  | -                    | -                   | 316.50             | -                   | -          | -      | 316.50               |
| OFFICE OF THE SECRETARY                                       | 53.00                   | -                | -                  | -                    | (2.00)              | 51.00              | -                   | -          | -      | 51.00                |
| DIVISION OF CREDIT ASSURANCE                                  | 53.90                   | -                | -                  | -                    | (4.00)              | 49.90              | -                   | -          | 0.10   | 50.00                |
| DIVISION OF NEIGHBORHOOD REVITALIZATION                       | 36.00                   | -                | -                  | -                    | 1.00                | 37.00              | -                   | -          | -      | 37.00                |
| DIVISION OF DEVELOPMENT FINANCE                               | 112.00                  | -                | -                  | -                    | -                   | 112.00             | -                   | -          | -      | 112.00               |
| DIVISION OF INFORMATION TECHNOLOGY                            | 16.00                   | -                | -                  | -                    | 2.00                | 18.00              | -                   | -          | -      | 18.00                |
| DIVISION OF FINANCE AND ADMINISTRATION                        | 45.00                   | -                | -                  | -                    | 3.00                | 48.00              | -                   | -          | -      | 48.00                |
| DEPARTMENT OF HOUSING AND COMMUNITY DEVELOPMENT               | 315.90                  | -                | -                  | -                    | -                   | 315.90             | -                   | -          | 0.10   | 316.00               |
| OFFICE OF THE SECRETARY                                       | 31.00                   | -                | -                  | -                    | 1.00                | 32.00              | -                   | -          | -      | 32.00                |
| DIVISION OF ADMINISTRATION AND INFORMATION TECHNOLOGY         | 48.00                   | -                | -                  | -                    | -                   | 48.00              | -                   | -          | -      | 48.00                |
| DIVISION OF ECONOMIC POLICY, RESEARCH AND LEGISLATIVE AFFAIRS | 12.00                   | -                | -                  | -                    | -                   | 12.00              | -                   | -          | -      | 12.00                |
| DIVISION OF SMALL BUSINESS DEVELOPMENT                        | 13.00                   | -                | -                  | -                    | 2.00                | 15.00              | -                   | -          | -      | 15.00                |
| DIVISION OF BUSINESS DEVELOPMENT                              | 55.00                   | -                | -                  | -                    | (1.00)              | 54.00              | -                   | -          | -      | 54.00                |
| DIVISION OF FINANCING PROGRAMS                                | 35.00                   | -                | -                  | -                    | (2.00)              | 33.00              | -                   | -          | -      | 33.00                |
| DIVISION OF TOURISM, FILM AND THE ARTS                        | 63.00                   | -                | -                  | -                    | -                   | 63.00              | -                   | -          | -      | 63.00                |
| DIVISION OF REGIONAL DEVELOPMENT                              | 35.00                   | -                | -                  | -                    | -                   | 35.00              | -                   | (2.00)     | -      | 33.00                |
| DEPARTMENT OF BUSINESS AND ECONOMIC DEVELOPMENT               | 292.00                  | -                | -                  | -                    | -                   | 292.00             | -                   | (2.00)     | -      | 290.00               |
| OFFICE OF THE SECRETARY                                       | 17.00                   | -                | -                  | -                    | -                   | 17.00              | -                   | -          | -      | 17.00                |
| ADMINISTRATIVE AND EMPLOYEE SERVICES ADMINISTRATION           | 48.00                   | -                | -                  | -                    | -                   | 48.00              | -                   | -          | -      | 48.00                |
| WATER MANAGEMENT ADMINISTRATION                               | 300.00                  | -                | -                  | -                    | (2.00)              | 298.00             | -                   | -          | 6.00   | 304.00               |
| TECHNICAL AND REGULATORY SERVICES ADMINISTRATION              | 114.00                  | -                | -                  | -                    | (1.00)              | 113.00             | -                   | -          | -      | 113.00               |
| WASTE MANAGEMENT ADMINISTRATION                               | 220.00                  | -                | -                  | -                    | (3.00)              | 217.00             | -                   | (2.00)     | -      | 215.00               |
| AIR AND RADIATION MANAGEMENT ADMINISTRATION                   | 169.00                  | -                | -                  | -                    | -                   | 169.00             | -                   | -          | -      | 169.00               |
| COORDINATING OFFICES  | 83.00                   | -                | -                  | -                    | 6.00                | 89.00              | -                   | -          | -      | 89.00                |
| DEPARTMENT OF THE ENVIRONMENT                                 | 951.00                  | -                | -                  | -                    | -                   | 951.00             | -                   | (2.00)     | 6.00   | 955.00               |



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|--|-------------------------|------------------|--------------------|----------------------|---------------------|--------------------|---------------------|----------------|-----------------|----------------------|
| OFFICE OF THE SECRETARY                        | 11.00                   | -                | -                  | -                    | 1.00                | 12.00              | -                   | (1.00)         | -               | 11.00                |
| DEPARTMENTAL SUPPORT                           | 208.20                  | -                | -                  | -                    | 4.80                | 213.00             | -                   | -              | -               | 213.00               |
| RESIDENTIAL OPERATIONS                         | 647.00                  | 1.00             | -                  | -                    | (20.00)             | 628.00             | -                   | (1.00)         | 3.00            | 630.00               |
| HEALTH SERVICES DIVISION                       | 131.20                  | -                | -                  | -                    | 9.00                | 140.20             | -                   | -              | -               | 140.20               |
| COMMUNITY SERVICES SUPERVISION                 | 661.95                  | -                | -                  | -                    | (7.00)              | 654.95             | -                   | (2.00)         | -               | 652.95               |
| WESTERN REGIONAL OPERATIONS                    | 419.50                  | -                | -                  | -                    | 12.20               | 431.70             | -                   | -              | 10.00           | 441.70               |
| DEPARTMENT OF JUVENILE SERVICES                | 2,078.85                | 1.00             | -                  | -                    | -                   | 2,079.85           | -                   | (4.00)         | 13.00           | 2,088.85             |
| MARYLAND STATE POLICE                          | 2,397.00                | -                | -                  | -                    | -                   | 2,397.00           | -                   | (1.00)         | 4.00            | 2,400.00             |
| FIRE PREVENTION COMMISSION AND FIRE MARSHAL    | 74.50                   | -                | -                  | -                    | -                   | 74.50              | -                   | -              | -               | 74.50                |
| DEPARTMENT OF STATE POLICE                     | 2,471.50                | -                | -                  | -                    | -                   | 2,471.50           | -                   | (1.00)         | 4.00            | 2,474.50             |
| <b>EXECUTIVE BRANCH SUBTOTAL</b>               | <b>53,291.40</b>        | <b>-</b>         | <b>62.50</b>       | <b>-</b>             | <b>-</b>            | <b>53,353.90</b>   | <b>-</b>            | <b>(71.40)</b> | <b>478.10</b>   | <b>53,760.60</b>     |
| UNIVERSITY OF MARYLAND, BALTIMORE              | 3,831.84                | 180.16           | -                  | -                    | -                   | 4,012.00           | -                   | -              | 40.00           | 4,052.00             |
| UNIVERSITY OF MARYLAND, COLLEGE PARK           | 7,660.13                | 114.19           | -                  | -                    | -                   | 7,774.32           | -                   | -              | 228.49          | 8,002.81             |
| BOWIE STATE UNIVERSITY                         | 442.00                  | 24.00            | -                  | -                    | -                   | 466.00             | -                   | -              | -               | 466.00               |
| TOWSON UNIVERSITY                              | 1,750.50                | 1.00             | -                  | -                    | -                   | 1,751.50           | -                   | -              | 107.00          | 1,858.50             |
| UNIVERSITY OF MARYLAND EASTERN SHORE           | 678.77                  | -                | -                  | -                    | -                   | 678.77             | -                   | -              | 4.00            | 682.77               |
| FROSTBURG STATE UNIVERSITY                     | 674.00                  | 3.00             | -                  | -                    | -                   | 677.00             | -                   | -              | -               | 677.00               |
| COPPIN STATE UNIVERSITY                        | 417.50                  | -                | -                  | -                    | -                   | 417.50             | -                   | -              | 27.00           | 444.50               |
| UNIVERSITY OF BALTIMORE                        | 556.77                  | 44.00            | -                  | -                    | -                   | 600.77             | -                   | -              | 23.00           | 623.77               |
| SALISBURY UNIVERSITY                           | 868.00                  | 1.00             | -                  | -                    | -                   | 869.00             | -                   | -              | 19.00           | 888.00               |
| UNIVERSITY OF MARYLAND UNIVERSITY COLLEGE      | 848.71                  | -                | -                  | -                    | -                   | 848.71             | -                   | -              | -               | 848.71               |
| UNIVERSITY OF MARYLAND BALTIMORE COUNTY        | 1,745.13                | 103.43           | -                  | -                    | -                   | 1,848.56           | -                   | -              | -               | 1,848.56             |
| UNIV OF MD CENTER FOR ENVIRONMENTAL SCIENCE    | 283.11                  | -                | -                  | -                    | -                   | 283.11             | -                   | -              | -               | 283.11               |
| UNIVERSITY OF MARYLAND BIOTECHNOLOGY INSTITUTE | 439.75                  | -                | -                  | -                    | -                   | 439.75             | -                   | -              | -               | 439.75               |
| UNIVERSITY SYSTEM OF MARYLAND OFFICE           | 102.00                  | -                | -                  | -                    | -                   | 102.00             | -                   | -              | -               | 102.00               |
| UNIVERSITY SYSTEM OF MARYLAND                  | 20,298.21               | 470.78           | -                  | -                    | -                   | 20,768.99          | -                   | -              | 448.49          | 21,217.48            |
| MORGAN STATE UNIVERSITY                        | 1,062.00                | -                | -                  | (27.00)              | -                   | 1,035.00           | -                   | -              | -               | 1,035.00             |
| ST. MARY'S COLLEGE OF MARYLAND                 | 414.00                  | 12.50            | -                  | -                    | -                   | 426.50             | -                   | -              | 19.00           | 445.50               |
| BALTIMORE CITY COMMUNITY COLLEGE               | 553.00                  | -                | -                  | -                    | -                   | 553.00             | -                   | -              | 10.00           | 563.00               |
| <b>HIGHER EDUCATION SUBTOTAL</b>               | <b>22,327.21</b>        | <b>483.28</b>    | <b>-</b>           | <b>(27.00)</b>       | <b>-</b>            | <b>22,783.49</b>   | <b>-</b>            | <b>-</b>       | <b>477.49</b>   | <b>23,260.98</b>     |
| <b>GRAND TOTAL</b>                             | <b>79,759.86</b>        | <b>486.28</b>    | <b>62.50</b>       | <b>(27.00)</b>       | <b>-</b>            | <b>80,281.64</b>   | <b>-</b>            | <b>(71.40)</b> | <b>1,142.59</b> | <b>81,352.83</b>     |
| <b>NON-BUDGETED:</b>                           |                         |                  |                    |                      |                     |                    |                     |                |                 |                      |
| MARYLAND STADIUM AUTHORITY                     |                         |                  |                    |                      |                     | 92.80              | -                   | -              | -               | 92.80                |
| MARYLAND FOOD CENTER AUTHORITY                 |                         |                  |                    |                      |                     | 31.00              | -                   | -              | -               | 31.00                |
| MARYLAND TRANSPORTATION AUTHORITY              |                         |                  |                    |                      |                     | 1,715.00           | -                   | -              | 33.00           | 1,748.00             |
| LOCAL HEALTH NON-BUDGETED                      |                         |                  |                    |                      |                     | 3,221.96           | -                   | -              | -               | 3,221.96             |
| STATE DEPARTMENT OF EDUCATION-HEADQUARTERS     |                         |                  |                    |                      |                     | 1.00               | -                   | -              | -               | 1.00                 |
| COLLEGE SAVINGS PLAN OF MARYLAND               |                         |                  |                    |                      |                     | 13.50              | -                   | -              | -               | 13.50                |
| MARYLAND ENVIRONMENTAL SERVICES                |                         |                  |                    |                      |                     | 631.27             | -                   | -              | 50.37           | 681.64               |
| <b>TOTAL NON-BUDGETED*</b>                     |                         |                  |                    |                      |                     | <b>5,706.53</b>    | <b>-</b>            | <b>-</b>       | <b>83.37</b>    | <b>5,789.90</b>      |

**APPENDIX E**  
**PERSONNEL DETAIL CHART 2: CONTRACTUAL POSITIONS BY FINANCIAL AGENCY**

|   | FY 2007<br>APPROPRIATION | FY 2008<br>ALLOWANCE | INCREASE<br>(DECREASE) |
|---|--------------------------|----------------------|------------------------|
| JUDICIARY   | 370.50                   | 353.50               | (17.00)                |
| OFFICE OF THE PUBLIC DEFENDER                       | 82.10                    | 67.40                | (14.70)                |
| OFFICE OF THE ATTORNEY GENERAL                      | 5.00                     | 1.50                 | (3.50)                 |
| OFFICE OF THE STATE PROSECUTOR                      | 4.00                     | 7.00                 | 3.00                   |
| MARYLAND TAX COURT                                  | 0.60                     | 0.60                 | -                      |
| PUBLIC SERVICE COMMISSION                           | 5.00                     | 9.00                 | 4.00                   |
| WORKERS' COMPENSATION COMMISSION                    | 17.75                    | 12.25                | (5.50)                 |
| JUDICIARY AND LEGAL REVIEW                          | 484.95                   | 451.25               | (33.70)                |
| EXECUTIVE DEPARTMENT - GOVERNOR                     | 1.50                     | 1.50                 | -                      |
| OFFICE OF THE DEAF AND HARD OF HEARING              | 0.50                     | 1.00                 | 0.50                   |
| DEPARTMENT OF DISABILITIES                          | 5.00                     | 4.00                 | (1.00)                 |
| EXECUTIVE DEPT-BOARDS, COMMISSIONS AND OFFICES      | 18.60                    | 14.40                | (4.20)                 |
| SECRETARY OF STATE                                  | 1.40                     | 2.00                 | 0.60                   |
| HISTORIC ST. MARY'S CITY COMMISSION                 | 9.50                     | 9.50                 | -                      |
| INTERAGENCY COMMITTEE FOR SCHOOL CONSTRUCTION       | 1.00                     | -                    | (1.00)                 |
| DEPARTMENT OF AGING                                 | 6.00                     | 5.00                 | (1.00)                 |
| COMMISSION ON HUMAN RELATIONS                       | 1.00                     | 0.50                 | (0.50)                 |
| STATE BOARD OF ELECTIONS                            | 6.00                     | 6.00                 | -                      |
| DEPARTMENT OF PLANNING                              | 14.20                    | 15.92                | 1.72                   |
| MILITARY DEPARTMENT OPERATIONS AND MAINTENANCE      | 34.50                    | 34.50                | -                      |
| MD INSTITUTE FOR EMERGENCY MEDICAL SERVICES SYSTEMS | 7.30                     | 5.80                 | (1.50)                 |
| DEPARTMENT OF VETERANS AFFAIRS                      | 4.32                     | 4.38                 | 0.06                   |
| STATE ARCHIVES                                      | 46.70                    | 49.10                | 2.40                   |
| MARYLAND INSURANCE ADMINISTRATION                   | 9.95                     | 10.50                | 0.55                   |
| OFFICE OF ADMINISTRATIVE HEARINGS                   | 1.00                     | 0.50                 | (0.50)                 |
| EXECUTIVE AND ADMINISTRATIVE CONTROL                | 168.47                   | 164.60               | (3.87)                 |
| COMPTROLLER OF MARYLAND                             | 30.47                    | 30.47                | -                      |
| STATE DEPARTMENT OF ASSESSMENTS AND TAXATION        | 0.10                     | -                    | (0.10)                 |
| STATE LOTTERY AGENCY                                | 8.50                     | 9.50                 | 1.00                   |
| FINANCIAL AND REVENUE ADMINISTRATION                | 39.07                    | 39.97                | 0.90                   |
| DEPARTMENT OF BUDGET AND MANAGEMENT                 | 16.00                    | 22.00                | 6.00                   |
| MARYLAND STATE RETIREMENT AND PENSION SYSTEMS       | 29.00                    | 29.00                | -                      |

**APPENDIX E  
PERSONNEL DETAIL CHART 2: CONTRACTUAL POSITIONS BY FINANCIAL AGENCY**

|   | FY 2007<br>APPROPRIATION | FY 2008<br>ALLOWANCE | INCREASE<br>(DECREASE) |
|---|--------------------------|----------------------|------------------------|
| DEPARTMENT OF GENERAL SERVICES                        | 28.43                    | 26.45                | (1.98)                 |
| DEPARTMENT OF TRANSPORTATION                          | 175.89                   | 182.39               | 6.50                   |
| DEPARTMENT OF NATURAL RESOURCES                       | 373.77                   | 419.93               | 46.16                  |
| DEPARTMENT OF AGRICULTURE                             | 42.25                    | 46.50                | 4.25                   |
| DEPARTMENT OF HEALTH AND MENTAL HYGIENE               | 457.81                   | 478.69               | 20.88                  |
| DEPARTMENT OF HUMAN RESOURCES                         | 136.11                   | 135.07               | (1.04)                 |
| DEPARTMENT OF LABOR, LICENSING, AND REGULATION        | 191.26                   | 177.20               | (14.06)                |
| DEPARTMENT OF PUBLIC SAFETY AND CORRECTIONAL SERVICES | 411.46                   | 395.52               | (15.94)                |
| STATE DEPARTMENT OF EDUCATION                         | 138.60                   | 148.05               | 9.45                   |
| MORGAN STATE UNIVERSITY                               | 442.00                   | 455.00               | 13.00                  |
| ST. MARY'S COLLEGE OF MARYLAND                        | 30.42                    | 29.97                | (0.45)                 |
| MARYLAND PUBLIC BROADCASTING COMMISSION               | 15.04                    | 17.60                | 2.56                   |
| UNIVERSITY SYSTEM OF MARYLAND                         | 5,132.23                 | 5,428.22             | 295.99                 |
| MARYLAND HIGHER EDUCATION COMMISSION                  | 1.00                     | 1.00                 | -                      |
| BALTIMORE CITY COMMUNITY COLLEGE                      | 324.22                   | 360.52               | 36.30                  |
| MARYLAND SCHOOL FOR THE DEAF                          | 70.20                    | 80.00                | 9.80                   |
| PUBLIC EDUCATION                                      | 6,153.71                 | 6,520.36             | 366.65                 |
| DEPARTMENT OF HOUSING AND COMMUNITY DEVELOPMENT       | 39.50                    | 39.50                | -                      |
| DEPARTMENT OF BUSINESS AND ECONOMIC DEVELOPMENT       | 33.10                    | 32.70                | (0.40)                 |
| DEPARTMENT OF THE ENVIRONMENT                         | 37.50                    | 44.50                | 7.00                   |
| DEPARTMENT OF JUVENILE SERVICES                       | 144.20                   | 144.20               | -                      |
| DEPARTMENT OF STATE POLICE                            | 48.97                    | 37.17                | (11.80)                |
| <b>GRAND TOTAL</b>                                    | <b>9,011.45</b>          | <b>9,387.00</b>      | <b>375.55</b>          |

## **APPENDIX F**

### **FY 2006 - 2012 FORECAST**

#### **General Fund Summary**

All Projections of revenues and expenditures are based on existing State laws and the current economic outlook unless otherwise noted.

Revenues- Projections are based on the December 2006 Board of Revenue Estimates (BRE) report. Overall, BRE expects ongoing general fund revenues to increase by 4.5%, 5.3%, 5.3%, 4.9% and 5.1% during fiscal years 2008 through 2012, respectively. Amounts also include reimbursements from tax credit reserves and transfers from the State Reserve Fund.

Expenditures - Expenditures are categorized by: general obligation bond debt service payments, local aid programs, entitlements, State operations, and Capital (PAYGO) projects. Property tax collections are not expected to keep up with debt service payments, thus requiring some additional general fund subsidies effective FY 2008 and thereafter.

Local Aid is projected to increase by 14.6% in fiscal year 2008. The increase is the result of funding the final year of the “Bridge to Excellence” public education initiative, as well as a significant increase in funding for Community Colleges. Aid to local governments is expected to average 4.3% per year for the FY 2009 through FY 2012 period. Funding is included in the outyears to fully phase-in the Geographic Cost of Education Index and to implement the enhanced Community College funding formula. Entitlements include Foster Care Payments and Medicaid, the latter of which is expected to increase an average of 6.9% annually, after adjusting for the availability of additional Cigarette Restitution Funds.

Mandated State operations include funding for the legislative and judicial branches of government, St. Mary's College of Maryland and Baltimore City Community College, several scholarship programs, the Maryland School for the Deaf, Historic St. Mary's City Commission, and tourism/arts programs. Only about a third of the general fund budget is actually devoted to non-mandated, ongoing State operations. These include public safety, higher education and health/human resources. Before adjusting for increments and health insurance increases, most agencies show very little growth. Higher education institutions are expected to receive an average increase in State support of 4.8% per year for FY 2009 through FY 2012. The forecast also anticipates payments to the Maryland Transportation Authority through fiscal year 2010.

Increases for employee pay increments are projected at 2.2% per year throughout the forecast period. A 2.0% Cost of Living Adjustment (COLA) has been included in the fiscal year 2008 budget. Other than health insurance, no inflation has been included for the out-years. A \$113 million general fund deficiency is proposed for fiscal year 2007. The two largest items are for the operations of the Department of Public Safety and Correctional Services and the Medicaid program in the Department of Health and Mental Hygiene.

**APPENDIX F**  
**FY 2006 - 2012 FORECAST**

**GENERAL FUND SUMMARY (\$ in millions)**

| Category                            | FY 2006<br>Actual | FY 2007<br>Appr.+Def. | FY 2008<br>Allowance | Annual %<br>FY07-08 | FY 2009<br>Projection | FY 2010<br>Projection | FY 2011<br>Projection | FY 2012<br>Projection | Annual %<br>FY08-12 |
|-------------------------------------|-------------------|-----------------------|----------------------|---------------------|-----------------------|-----------------------|-----------------------|-----------------------|---------------------|
| <b>Opening Fund Balance</b>         | 1,174             | 1,362                 | 247                  | n/a                 | 30                    | n/a                   | n/a                   | n/a                   | n/a                 |
| Revenues (BRE)                      | 12,390            | 12,874                | 13,453               | 4.5%                | 14,170                | 14,914                | 15,652                | 16,452                | 5.2%                |
| Adjustments to Revenues             | 0                 | 16                    | 3                    | -80.5%              | 3                     | 3                     | 3                     | 3                     | 1.7%                |
| Reimbursement - Tax Credits         | 0                 | 6                     | 17                   | 189.7%              | 24                    | 28                    | 14                    | 6                     | -23.4%              |
| Treasurer's Adjustment              | 0                 | 0                     | 0                    | n/a                 | 0                     | 0                     | 0                     | 0                     | n/a                 |
| Transfers from Reserves             | 0                 | 0                     | 967                  | n/a                 | 50                    | 50                    | 50                    | 50                    | -52.3%              |
| Other Transfers                     | 139               | 154                   | 11                   | -92.9%              | 0                     | 0                     | 0                     | 0                     | -100.0%             |
| <b>Total GF Revenues</b>            | <b>12,529</b>     | <b>13,050</b>         | <b>14,451</b>        | <b>10.7%</b>        | <b>14,246</b>         | <b>14,995</b>         | <b>15,719</b>         | <b>16,511</b>         | <b>3.4%</b>         |
| <b>Debt Service (inc. Educ.)</b>    | <b>0</b>          | <b>0</b>              | <b>44</b>            | <b>n/a</b>          | <b>57</b>             | <b>48</b>             | <b>58</b>             | <b>30</b>             | <b>-8.9%</b>        |
| Education (K-12/Libraries)          | 4,058             | 4,535                 | 5,224                | 15.2%               | 5,430                 | 5,674                 | 5,928                 | 6,147                 | 4.2%                |
| Community Colleges                  | 192               | 206                   | 244                  | 18.4%               | 262                   | 282                   | 302                   | 321                   | 7.2%                |
| Other Local Aid                     | 270               | 295                   | 305                  | 3.3%                | 317                   | 330                   | 344                   | 359                   | 4.2%                |
| <b>Local Aid</b>                    | <b>4,519</b>      | <b>5,036</b>          | <b>5,772</b>         | <b>14.6%</b>        | <b>6,010</b>          | <b>6,286</b>          | <b>6,574</b>          | <b>6,827</b>          | <b>4.3%</b>         |
| Foster Care Maintenance             | 212               | 249                   | 248                  | -0.2%               | 261                   | 274                   | 287                   | 302                   | 5.0%                |
| TCA / Other Public Asst.            | 47                | 44                    | 44                   | 0.0%                | 44                    | 44                    | 44                    | 44                    | 0.0%                |
| Property Tax Credits                | 50                | 70                    | 62                   | -10.9%              | 65                    | 68                    | 71                    | 75                    | 4.5%                |
| Medicaid (+Kidney Dialysis)         | 2,254             | 2,429                 | 2,511                | 3.4%                | 2,708                 | 2,891                 | 3,081                 | 3,274                 | 6.9%                |
| <b>Entitlements</b>                 | <b>2,563</b>      | <b>2,791</b>          | <b>2,865</b>         | <b>2.7%</b>         | <b>3,078</b>          | <b>3,277</b>          | <b>3,483</b>          | <b>3,694</b>          | <b>6.6%</b>         |
| Legislature                         | 64                | 69                    | 71                   | 3.4%                | 75                    | 77                    | 80                    | 82                    | 3.6%                |
| Judiciary                           | 295               | 329                   | 360                  | 9.4%                | 378                   | 388                   | 400                   | 412                   | 3.4%                |
| Reserves/Dedications                | 367               | 801                   | 293                  | -63.5%              | 203                   | 309                   | 150                   | 150                   | -15.4%              |
| H. E. Grants/SMCM/BCCC              | 109               | 117                   | 130                  | 11.8%               | 138                   | 148                   | 154                   | 162                   | 5.5%                |
| Other Mandated St. Ops              | 41                | 49                    | 52                   | 6.5%                | 54                    | 55                    | 56                    | 58                    | 2.5%                |
| <b>Mandated State Ops</b>           | <b>877</b>        | <b>1,365</b>          | <b>907</b>           | <b>-33.6%</b>       | <b>848</b>            | <b>977</b>            | <b>840</b>            | <b>863</b>            | <b>-1.2%</b>        |
| <b>Non-Mandated State Ops</b>       | <b>4,395</b>      | <b>4,925</b>          | <b>5,066</b>         | <b>2.9%</b>         | <b>5,376</b>          | <b>5,516</b>          | <b>5,704</b>          | <b>5,874</b>          | <b>3.8%</b>         |
| <b>GF Capital (PAYGO)</b>           | <b>2</b>          | <b>130</b>            | <b>45</b>            | <b>-65.1%</b>       | <b>60</b>             | <b>56</b>             | <b>58</b>             | <b>54</b>             | <b>4.3%</b>         |
| <b>Prior/Current Yr. Reversions</b> | <b>-15</b>        | <b>-82</b>            | <b>-30</b>           | <b>-63.4%</b>       | <b>-30</b>            | <b>-30</b>            | <b>-30</b>            | <b>-30</b>            | <b>n/a</b>          |
| <b>Total GF Expenditures</b>        | <b>12,342</b>     | <b>14,164</b>         | <b>14,669</b>        | <b>3.6%</b>         | <b>15,399</b>         | <b>16,130</b>         | <b>16,688</b>         | <b>17,313</b>         | <b>4.2%</b>         |
| <b>Closing Fund Balance</b>         | <b>1,362</b>      | <b>247</b>            | <b>30</b>            | <b>n/a</b>          | <b>-1,123</b>         | <b>-1,135</b>         | <b>-969</b>           | <b>-802</b>           | <b>n/a</b>          |

## **APPENDIX F**

### **FY 2006 - 2012 FORECAST**

#### **Higher Education Fund Summary**

Reporting of revenues and expenditures utilize uniform standards of the National Association of College and University Business Officers (NACUBO) and the American Institute of Certified Public Accountants (AICPA). Standardized fund accounting facilitates comparisons with other public and private institutions. Financial accounting for non-profit education entities provides information about resources and obligations rather than tracking net income.

There are multiple fund classifications as to purpose and source: Current, Loan, Endowment, Annuity, Plant, and Agency. Only Current Funds, Unrestricted and Restricted, are considered in the operating budget appropriation process and utilized in the five-year projections. Unless "restricted" by an outside donor, grantor or contractor, all other funds support missions through single-year operations.

Tuition and Fees – FY 2008 undergraduate resident tuition rates were frozen at the FY 2006 actual rates except for one institution, St. Mary's College. Only graduate and out of state tuition may be increased in FY 2008. The FY 2008 budget does include fee increases at some institutions and assumes an average enrollment increase of 1.9%. Tuition and fee revenues from FY 2009 through FY 2012 are expected to increase approximately 5.2% per year. This assumes tuition and fee increases for most institutions of 4% and enrollment growth of 1.2% per year. This plan expects non-residents to pay at least 100% of "educational" costs per student. Similar relationships have been developed for part-time student rates.

State Appropriations - This corresponds to the funds reported on the general fund summary. The fiscal year 2008 budget includes an increase of 6.8% in funding for the University System of Maryland and Morgan State University. The budgets from FY 2009 through FY 2012 assume an average increase in additional State funding of 4.8% per year. BCCC funding in FY2008 will be 15% above the FY 2007 level, due to statutory changes in the funding percentage and increasing State support at the four-year institutions; out-years reflect the increase mandated by the new formula. St. Mary's College will receive a 3% increase in FY 2008 and out-years, which corresponds to the statutory economic deflator projections.

Grants and Contracts - Overhead and indirect cost recoveries are expected to grow an average of 1% in the out-years.

Other Unrestricted Funds - Sales and Services of Auxiliary Enterprises are projected to increase 3% per year due to both the rates charged and the population served by dorms and dining halls. All other unrestricted funds are projected to increase an average of 1% per year.

Transfers (to)/from Fund Balance - This category includes reserves and revenues from one year's operations being used for expenditures in another year. For example, some of the difference between the actual year (FY06) and the current year (FY07) is due to the carryover of unfinished business since most higher education utilizes accrual versus the State's cash accounting format.

Fund Balance - Most of the fund balances are from other than State-supported operations. For example, auxiliary enterprises normally are self-supported through revenues other than general funds. Operating "reserves" equivalent to outstanding debt is recommended to maintain favorable bond ratings. Finally, long-term facility renewal and replacement require a set-aside for future projects, even though no major uses are reported. The University System of Maryland is making a concerted effort over several years to rebuild its fund balance to help protect its financial viability and excellent bond rating, thereby ensuring the lowest possible interest charged on facility debt service.

Restricted Funds - Despite recent cutbacks in federal block grant and other programs, higher education institutions project 1% annual increases in this category as a result of continued success in attracting outside support for research and contract activities.

**APPENDIX F**  
**FY 2006 - 2012 FORECAST**

**HIGHER EDUCATION FUND SUMMARY (\$ in millions)**

| <u>Category</u>                   | <u>FY 2006<br/>Actual</u> | <u>FY 2007<br/>Appr.+ Def.</u> | <u>FY 2008<br/>Allowance</u> | <u>Annual %<br/>FY07-08</u> | <u>FY 2009<br/>Projection</u> | <u>FY 2010<br/>Projection</u> | <u>FY 2011<br/>Projection</u> | <u>FY 2012<br/>Projection</u> | <u>Annual %<br/>FY08-12</u> |
|-----------------------------------|---------------------------|--------------------------------|------------------------------|-----------------------------|-------------------------------|-------------------------------|-------------------------------|-------------------------------|-----------------------------|
| <b>Opening Fund Balance</b>       | 391                       | 432                            | 444                          | n/a                         | 462                           | 480                           | 499                           | 517                           | n/a                         |
| Tuition & Fees                    | 1,037                     | 1,103                          | 1,137                        | 3.1%                        | 1,196                         | 1,258                         | 1,323                         | 1,392                         | 5.2%                        |
| State Appropriations              | 912                       | 1,047                          | 1,121                        | 7.1%                        | 1,197                         | 1,248                         | 1,299                         | 1,353                         | 4.8%                        |
| Federal Grants & Contracts        | 115                       | 116                            | 118                          | 1.7%                        | 119                           | 120                           | 121                           | 123                           | 1.0%                        |
| Private Gifts, Grants & Contracts | 17                        | 19                             | 19                           | 0.0%                        | 19                            | 19                            | 19                            | 20                            | 1.3%                        |
| State & Local Grants & Contracts  | 19                        | 19                             | 21                           | 10.5%                       | 21                            | 21                            | 22                            | 22                            | 1.2%                        |
| Sales & Services- Educational     | 172                       | 185                            | 191                          | 3.2%                        | 193                           | 195                           | 197                           | 199                           | 1.0%                        |
| Sales & Services- Auxiliary       | 459                       | 475                            | 494                          | 4.0%                        | 509                           | 524                           | 539                           | 556                           | 3.0%                        |
| Other Sources                     | 105                       | 90                             | 90                           | 0.0%                        | 91                            | 92                            | 92                            | 90                            | 0.0%                        |
| Transfers (to)/from Fund Balance  | -41                       | -12                            | -18                          | n/a                         | -18                           | -18                           | -18                           | -18                           | n/a                         |
| Current Unrestricted              | 2,795                     | 3,042                          | 3,173                        | 4.3%                        | 3,327                         | 3,459                         | 3,594                         | 3,737                         | 4.2%                        |
| Current Restricted                | 895                       | 989                            | 999                          | 1.0%                        | 1,009                         | 1,019                         | 1,029                         | 1,039                         | 1.0%                        |
| <b>Total Revenues</b>             | <b>3,690</b>              | <b>4,031</b>                   | <b>4,172</b>                 | <b>3.5%</b>                 | <b>4,336</b>                  | <b>4,478</b>                  | <b>4,623</b>                  | <b>4,776</b>                  | <b>3.4%</b>                 |
| Baltimore                         | 734                       | 799                            | 813                          | 1.8%                        | 834                           | 852                           | 870                           | 889                           | 2.3%                        |
| College Park                      | 1,255                     | 1,353                          | 1,394                        | 3.0%                        | 1,447                         | 1,494                         | 1,543                         | 1,594                         | 3.4%                        |
| Bowie State                       | 75                        | 88                             | 89                           | 1.1%                        | 94                            | 97                            | 101                           | 105                           | 4.2%                        |
| Towson University                 | 274                       | 295                            | 314                          | 6.4%                        | 331                           | 344                           | 358                           | 373                           | 4.4%                        |
| Eastern Shore                     | 89                        | 94                             | 98                           | 4.3%                        | 102                           | 106                           | 109                           | 114                           | 3.9%                        |
| Frostburg State University        | 79                        | 85                             | 86                           | 1.2%                        | 90                            | 94                            | 97                            | 101                           | 4.1%                        |
| Coppin State University           | 62                        | 78                             | 80                           | 2.6%                        | 83                            | 86                            | 89                            | 92                            | 3.6%                        |
| Univ. of Baltimore                | 78                        | 83                             | 87                           | 4.8%                        | 92                            | 96                            | 99                            | 105                           | 4.8%                        |
| Salisbury University              | 98                        | 123                            | 119                          | -3.3%                       | 125                           | 130                           | 136                           | 143                           | 4.7%                        |
| University College                | 235                       | 266                            | 291                          | 9.4%                        | 304                           | 319                           | 333                           | 345                           | 4.3%                        |
| Baltimore County                  | 304                       | 318                            | 325                          | 2.2%                        | 338                           | 348                           | 359                           | 371                           | 3.4%                        |
| Ctr for Environmental Science     | 36                        | 39                             | 41                           | 5.1%                        | 42                            | 43                            | 44                            | 45                            | 2.4%                        |
| MD Biotechnology Inst.            | 59                        | 65                             | 66                           | 1.5%                        | 68                            | 69                            | 71                            | 72                            | 2.2%                        |
| System Office                     | 20                        | 22                             | 27                           | 22.7%                       | 28                            | 29                            | 30                            | 31                            | 3.5%                        |
| Univ. of MD System                | 3,399                     | 3,708                          | 3,830                        | 3.3%                        | 3,978                         | 4,107                         | 4,239                         | 4,380                         | 3.4%                        |
| Balto. City Comm. Coll.           | 79                        | 81                             | 88                           | 8.6%                        | 93                            | 98                            | 103                           | 107                           | 5.0%                        |
| St. Mary's Coll. of MD            | 51                        | 59                             | 63                           | 6.8%                        | 65                            | 67                            | 69                            | 71                            | 3.0%                        |
| Morgan State University           | 161                       | 183                            | 191                          | 4.4%                        | 200                           | 206                           | 212                           | 218                           | 3.4%                        |
| <b>Total Expenditures</b>         | <b>3,690</b>              | <b>4,031</b>                   | <b>4,172</b>                 | <b>3.5%</b>                 | <b>4,336</b>                  | <b>4,478</b>                  | <b>4,623</b>                  | <b>4,776</b>                  | <b>3.4%</b>                 |
| <b>Closing Fund Balance</b>       | <b>432</b>                | <b>444</b>                     | <b>462</b>                   | <b>n/a</b>                  | <b>480</b>                    | <b>499</b>                    | <b>517</b>                    | <b>535</b>                    | <b>n/a</b>                  |

## **APPENDIX F FY 2006 - 2012 FORECAST**

### **Transportation Trust Fund Summary**

The Department's revenue and operating cost projections are based on a long-term "moderate growth" scenario for the nation's economy with the following trends and assumptions: bond interest rates are projected to range between 4.3% to 5.0%, while inflation rates should hold in the 1.9% to 3.1% range. The nation's economy began an economic recovery in FY 2004. It is now believed to be entering a period in which it will grow at a slower rate. Normal "business cycles" are expected to resume with no major change in law, operating responsibilities, or external events.

**Revenues** – Motor Vehicle Fuel Tax is projected to be \$3.2 billion over the six-year period based upon current rates on gasoline (23.5 cents/gallon) and diesel fuel (24.25 cents/gallon). Gasoline tax revenues are projected to increase at a 1% to 2% annual consumption rate.

Motor Vehicle Titling Tax is projected to yield \$3.7 billion from the 5% of fair market value paid upon sale of all new and used vehicles as well as on new resident's vehicles. Auto sales are expected to moderate and then follow their normal cyclical pattern throughout the forecast period. Motor Vehicle Registration, Miscellaneous and Other Fees are projected to generate \$2.7 billion based mainly upon an average 3.0% biennial increase in revenues from vehicles registered and a change to a heavier vehicle mix. This amount also includes the rental car sales tax.

Transportation's share (24%) of Corporate Income Tax revenues is expected to be \$845 million. Federal Aid is projected to contribute \$3.7 billion for operating and capital programs, not including the \$535 million directly received by Washington Metropolitan Area Transit Authority. The majority of federal aid supports the capital program.

Operating Revenues should provide a six-year total of \$2.5 billion. MTA revenues (\$723 million) primarily include rail/bus fares. MPA revenues (\$597 million) include terminal operations, the World Trade Center, and other port-related revenues. MAA revenues (\$1.1 billion) include flight activities, rent & user fees, parking, airport concessions and other aviation-related fees.

Bond Proceeds are assumed at \$1.4 billion from sales in the six-year period based upon the supporting net revenues of the Department. Transfers reflect the final \$43 million for the Transit Initiative and \$44 million for the I-95 MD 24 project from the Maryland Transportation Authority; as well as, four annual transfers of \$30 million from MDOT to support the ICC. The remaining sources should provide \$244 million from trust fund investment income, reimbursements, and other misc. revenues.

**Expenditures** – Normal expenditure projections utilize the CPI plus 1.0% for growth unless otherwise noted.

Debt Service reflects payment cycles of the planned bond issuances as of FY 2007 and thereafter. In FY 2008, the budget for modal operations increases by approximately \$100 million (7.5%). Airport, Transit, Port and Highway budgets continue to increase faster than inflation due to higher costs related to facility expansion at the airport, union agreements and paratransit requirements at both MTA and WMATA, security requirements at the Port, bridge and highway maintenance demands, and fuel and utility costs.

The capital expenditures shown are in agreement with the Department's six-year Consolidated Transportation Program (CTP). Capital expenditures also are directly related to the level of revenues available for bond sale coverage. The Department utilizes a "2.5 to 1" ratio, rather than the "2 to 1" required minimum revenue coverage level, to obtain the most favorable bond ratings. In addition, the bond outstanding ceiling is controlled by legislation and is adjusted when and as appropriate.

**Closing Fund Balances** – Fund balance will be held to a \$100 million minimum to accommodate working cash-flow requirements during the year.



**APPENDIX F**  
**FY 2006 - 2012 FORECAST**

Transportation Trust Fund Summary (\$ in millions)

|                                  | <u>FY 2006<br/>Actual</u> | <u>FY 2007<br/>Rev. App.</u> | <u>FY 2008<br/>Allowance</u> | <u>Annual %<br/>FY2007-08</u> | <u>FY 2009<br/>Projection</u> | <u>FY 2010<br/>Projection</u> | <u>FY 2011<br/>Projection</u> | <u>FY 2012<br/>Projection</u> | <u>Annual %<br/>FY2008-12</u> |
|----------------------------------|---------------------------|------------------------------|------------------------------|-------------------------------|-------------------------------|-------------------------------|-------------------------------|-------------------------------|-------------------------------|
| <b>Opening Fund Balance</b>      | <b>245</b>                | <b>235</b>                   | <b>106</b>                   | <b>n/a</b>                    | <b>100</b>                    | <b>100</b>                    | <b>100</b>                    | <b>100</b>                    | <b>n/a</b>                    |
| Revenues                         |                           |                              |                              |                               |                               |                               |                               |                               |                               |
| Taxes and Fees                   | 2,175                     | 2,171                        | 2,225                        | 2.5%                          | 2,315                         | 2,401                         | 2,470                         | 2,537                         | 3.3%                          |
| Operating Revenues               | 341                       | 366                          | 381                          | 4.1%                          | 398                           | 419                           | 434                           | 448                           | 4.1%                          |
| Federal Funds - Operating        | 71                        | 77                           | 78                           | 1.3%                          | 68                            | 68                            | 68                            | 68                            | -3.4%                         |
| Federal Funds - Capital          | 722                       | 687                          | 731                          | 6.4%                          | 601                           | 515                           | 428                           | 358                           | -16.3%                        |
| Capital Reimbursements           | 12                        | 10                           | 10                           | n/a                           | 10                            | 10                            | 10                            | 10                            | n/a                           |
| Other Revenues                   | 41                        | 23                           | 22                           | n/a                           | 28                            | 23                            | 23                            | 22                            | n/a                           |
| Bond Proceeds                    | 100                       | 155                          | 400                          | n/a                           | 330                           | 255                           | 125                           | 140                           | n/a                           |
| MdTA Transfer In                 | 43                        | 48                           | 17                           | n/a                           | 17                            | 5                             | 0                             | 0                             | n/a                           |
| MdTA Transfer Out                | (38)                      | (30)                         | (30)                         | n/a                           | (30)                          | (30)                          | 0                             | 0                             | n/a                           |
| Transfers between GF & TTF       | 50                        | 0                            | 0                            | n/a                           | 0                             | 0                             | 0                             | 0                             | n/a                           |
| Allowance for Revenue Changes    | 0                         | 0                            | 0                            | n/a                           | (22)                          | (23)                          | (23)                          | (24)                          | n/a                           |
| <b>Total Revenues</b>            | <b>3,517</b>              | <b>3,507</b>                 | <b>3,834</b>                 | <b>9.3%</b>                   | <b>3,715</b>                  | <b>3,643</b>                  | <b>3,535</b>                  | <b>3,559</b>                  | <b>-1.8%</b>                  |
| Operating                        |                           |                              |                              |                               |                               |                               |                               |                               |                               |
| Debt Service                     | 141                       | 115                          | 128                          | 11.3%                         | 155                           | 168                           | 183                           | 206                           | 12.6%                         |
| County/Municipality Funds        | 561                       | 556                          | 567                          | 2.0%                          | 589                           | 610                           | 627                           | 644                           | 3.2%                          |
| Office of the Secretary          | 65                        | 78                           | 75                           | -3.8%                         | 76                            | 78                            | 80                            | 82                            | 2.3%                          |
| WMATA                            | 167                       | 175                          | 191                          | 9.1%                          | 208                           | 227                           | 247                           | 269                           | 8.9%                          |
| State Highway Administration     | 205                       | 198                          | 211                          | 6.6%                          | 221                           | 227                           | 234                           | 242                           | 3.5%                          |
| Maryland Port Administration     | 95                        | 98                           | 106                          | 8.2%                          | 108                           | 110                           | 112                           | 114                           | 1.8%                          |
| Motor Vehicle Administration     | 134                       | 140                          | 146                          | 4.3%                          | 151                           | 155                           | 160                           | 165                           | 3.1%                          |
| Maryland Transit Administration  | 470                       | 468                          | 514                          | 9.8%                          | 531                           | 549                           | 566                           | 583                           | 3.2%                          |
| Maryland Aviation Administration | 167                       | 171                          | 184                          | 7.6%                          | 189                           | 194                           | 200                           | 206                           | 2.9%                          |
| Allowance for Contingencies/COLA | 0                         | 66                           | 26                           | n/a                           | 21                            | 24                            | 26                            | 22                            | n/a                           |
| Subtotal Operating               | 2,005                     | 2,065                        | 2,148                        | 4.0%                          | 2,249                         | 2,342                         | 2,435                         | 2,533                         | 4.2%                          |
| Capital                          |                           |                              |                              |                               |                               |                               |                               |                               |                               |
| State Capital                    | 800                       | 884                          | 961                          | 8.7%                          | 865                           | 786                           | 672                           | 668                           | -8.7%                         |
| Federal Capital                  | 722                       | 687                          | 731                          | 6.4%                          | 601                           | 515                           | 428                           | 358                           | -16.3%                        |
| Subtotal Capital                 | 1,522                     | 1,571                        | 1,692                        | 7.7%                          | 1,466                         | 1,301                         | 1,100                         | 1,026                         | -11.8%                        |
| <b>Total Expenditures</b>        | <b>3,527</b>              | <b>3,636</b>                 | <b>3,840</b>                 | <b>5.6%</b>                   | <b>3,715</b>                  | <b>3,643</b>                  | <b>3,535</b>                  | <b>3,559</b>                  | <b>-1.9%</b>                  |
| <b>Closing Fund Balance</b>      | <b>235</b>                | <b>106</b>                   | <b>100</b>                   | <b>n/a</b>                    | <b>100</b>                    | <b>100</b>                    | <b>100</b>                    | <b>100</b>                    | <b>n/a</b>                    |



**APPENDIX G**  
**SPENDING AFFORDABILITY ANALYSIS**  
**FISCAL YEAR 2008 BUDGET**  
(\$ in millions)

|   |                   |                          |
|---|-------------------|--------------------------|
| <b>FY 2007 Appropriation for Spending Affordability</b> | 18,314.9          |                          |
| PAYGO formerly taxable bonds                            | 42.4              |                          |
| Aids Administration Accounting Change                   | 6.0               |                          |
| DBM - Central Collection Unit                           | (9.3)             |                          |
|   | <u>          </u> | <b><u>\$18,354.0</u></b> |
| <b>FY 2008 Allowance</b>                                |                   |                          |
| General fund deficiencies                               | 113.0             |                          |
| General fund FY 2007 specific reversions                | (28.3)            |                          |
| Special fund and CUF deficiencies                       | 89.6              |                          |
| General fund allowance                                  | 14,752.9          |                          |
| Contingent general fund reductions                      | (53.0)            |                          |
| Special fund allowance                                  | 5,586.9           |                          |
| Current Unrestricted Funds allowance - State funds only | 1,914.0           |                          |
|   | <u>          </u> |                          |
| <b>FY 2008 Allowance for Spending Affordability</b>     |                   | <b>\$22,375.1</b>        |
| <b>Exclusions from the Limit</b>                        |                   |                          |
| <b>Capital Funds:</b>                                   |                   |                          |
| General fund capital                                    | 25.1              |                          |
| Department of Transportation capital                    | 961.7             |                          |
| Other special funds capital                             | 448.6             |                          |
| Higher education facilities renewal                     | 38.3              |                          |
| <b>Other Exclusions (including deficiencies):</b>       |                   |                          |
| Special Fund Deficiencies/Budget Amendments             | 89.6              |                          |
| Heritage Tax Credit Reserve Fund                        | 30.0              |                          |
| IWIF reserve for future liabilities                     | 4.0               |                          |
| IWIF - Federal Repayment                                | 4.1               |                          |
| DJS - prior year deficiency                             | 7.6               |                          |
| Rate stabilization (Medical Malpractice)                | 100.8             |                          |
| Maryland Health Insurance Program                       | 99.0              |                          |
| Election system - local pass through                    | 4.4               |                          |
| Election system - Lease Payments                        | 10.0              |                          |
| Lottery   | 58.0              |                          |
| Maryland State Firemen's Association Loan Repayment     | 1.0               |                          |
| DOT - Port - operating (limited to own-source revenues) | 96.3              |                          |
| DOT - MAA - operating (limited to own-source revenues)  | 168.4             |                          |
| DOT - debt service on parking garage                    | 3.4               |                          |
| DOT - MAA COPs - Series 1999                            | 2.3               |                          |
| Biotech Investment Tax Credit Reserve Fund              | 6.0               |                          |
| Uncompensated care revenue sharing                      | 82.0              |                          |
| Maryland Correctional Enterprises                       | 47.1              |                          |
| Pass-through of local 911 funds                         | 43.5              |                          |
| Revenue Stabilization Account                           | 162.8             |                          |
| Dedicated Purpose Account                               | 100.0             |                          |
| DGS - maintenance over \$2 million                      | 5.0               |                          |
| DBM - Central Collection Unit                           | 9.8               |                          |
| MHEC Private Donation Incentive Program                 | 2.3               |                          |
| DLLR - Reed Act - Federal Unemployment Tax              | 11.2              |                          |
|   | <u>          </u> |                          |
| <b>Total Exclusions</b>                                 |                   | <b><u>(2,622.1)</u></b>  |
| <b>FY 2008 Baseline for Spending Affordability</b>      |                   | <b><u>\$19,753.0</u></b> |
| <b>Rate of Increase</b>                                 |                   | <b>7.62%</b>             |

## APPENDIX G (continued)

The Governor's proposed budget is below the recommendation of the Committee on Spending Affordability by \$51.0 million. The rate of growth is 7.62%.

| (\$ in millions)   |            |
|--|------------|
| Fiscal Year 2007 appropriations for Spending Affordability     | \$18,354.0 |
| Growth rate recommended by Committee on Spending Affordability | 7.90%      |
| Growth allowable under recommended rate                        | \$1,450.0  |
| Spending Affordability Guideline Amount                        | \$19,804.0 |
| Fiscal year 2008 Baseline for Spending Affordability           | \$19,753.0 |
| Difference   | (\$51.0)   |

**APPENDIX H**  
**BUDGET BILL CONTINGENT AND RESTRICTIVE LANGUAGE**

| <u>Budget Code</u> | <u>Agency</u>  | <u>Summary of Language</u>   |
|--------------------|--|--|
| D05E01.02          | Board of Public Works<br>Contingent Fund   | Specifies uses of contingent fund.   |
| D05E01.10          | Board of Public Works<br>Miscellaneous Grants to Private Non-Profit<br>Groups  | Specifies grantees and amounts.  |
| D06E02.01          | Board of Public Works- Capital<br>Appropriation  | Specifies projects and amounts.  |
| F10A02.08          | Department of Budget and Management<br>Office of Personnel Services and Benefits -<br>Statewide Expenses                                     | Funds appropriated for statewide cost of living adjustments and State law enforcement officers' death benefits , and other salary related adjustments may be transferred to programs of other financial agencies, including the Judiciary, the General Assembly and the Department of Legislative Services. Funds not transferred for this purpose shall revert to the general fund. |
| F50A01.01          | Major Information Technology<br>Development Project Fund -- Major<br>Information Technology Development<br>Project Fund                      | Funds appropriated for Major Information Technology Development Projects may be transferred to programs of other financial agencies.   |
| H00G01.01          | Department of General Services<br>Office of Facilities Planning, Design and<br>Construction- Facilities Planning, Design<br>and Construction | Amounts appropriated for Maryland Environmental Service projects to transfer to the appropriate state facility effective July 1, 2007. Use of reimbursable funds limited to \$2,500,000. Use of capital projects authorizations limited to \$1,750,000 of this amount.   |
| K00A05.10          | Department of Natural Resources<br>Capital Grants and Loan Administration -<br>Outdoor Recreation Land Loan                                  | Specifies use of special fund appropriation.   |
| M00C01.01          | Department of Health and Mental Hygiene<br>Operations - Executive Direction  | Specifies that general fund appropriation shall be reduced by \$1,250,000 contingent upon enactment of legislation authorizing the assessment of indirect costs on the budgets of the Health Services Cost Review Commission and the Maryland Health Care Commission and an increase in user fees to fund these costs.   |
| M00Q01.03          | Department of Health and Mental Hygiene<br>Medical Care Programs Administration -<br>Medical Care Provider Reimbursements                    | Places certain conditions on the use of appropriation for abortions.   |
| M00Q01.07          | Department of Health and Mental Hygiene<br>Medical Care Programs Administration -<br>Maryland Children's Health Program                      | Places certain conditions on the use of appropriation for abortions.   |

**APPENDIX H**  
**BUDGET BILL CONTINGENT AND RESTRICTIVE LANGUAGE**

| <u>Budget Code</u>      | <u>Agency</u>   | <u>Summary of Language</u>   |
|-------------------------|---|--|
| N00G00.01               | Department of Human Resources<br>Local Department Operations - Foster Care<br>Maintenance Payments                                  | Funds may be used to develop a broad range of services for specified children.   |
| R00A02.07               | State Department of Education- Aid<br>to Education - Students with Disabilities   | Specifies use of general fund appropriation and that funds may be used to develop a broad range of services for specified children.  |
| R00A03.03               | State Department of Education<br>Funding for Educational Organizations -<br>Other Institutions                                      | Specifies grantees and amounts.  |
| R00A03.04               | State Department of Education<br>Funding for Educational Organizations -<br>Aid to Non-Public Schools                               | Sets per pupil amounts for purchase of textbooks, computer software, hardware and other electronically delivered learning materials. Specifies requirements for a school to participate. |
| R55Q00.01               | Aid to University of Maryland Medical<br>System   | Special fund appropriation may be used only to support the UMMS Shock-Trauma Center.   |
| R62I00.07               | Maryland Higher Education Commission<br>Educational Grants  | Specifies purposes and amounts.  |
| R75T00.01               | Higher Education<br>Support for State Operated Institutions of<br>Higher Education  | Specifies transfer of quarterly allotments. Special funds may be used only to support the Maryland Fire and Rescue Institute.  |
| Y01A02.01               | State Reserve Fund-Dedicated Purpose<br>Account   | Specifies purposes and amounts.  |
| Y01A02.01               | State Reserve Fund-Dedicated Purpose<br>Account   | Reduces appropriation to the Maryland Transportation Authority contingent on legislation.  |
| Q00B02.01<br>Deficiency | Department of Public Safety and<br>Correctional Services<br>Jessup Region -<br>Maryland House of Correction                         | Specifies that the FY 2007 general fund deficiency of \$2,900,980 may only be expended for fuel and utility costs. Funds not spent for this purpose shall revert to the general fund.    |
| Q00B03.01<br>Deficiency | Department of Public Safety and<br>Correctional Services<br>Baltimore Region -<br>Metropolitan Transition Center                    | Specifies that the FY 2007 general fund deficiency of \$1,169,750 may only be expended for fuel and utility costs. Funds not spent for this purpose shall revert to the general fund.    |
| Q00B04.01<br>Deficiency | Department of Public Safety and<br>Correctional Services<br>Hagerstown Region -<br>Maryland Correctional Institution-<br>Hagerstown | Specifies that the FY 2007 general fund deficiency of \$3,518,608 may only be expended for fuel and utility costs. Funds not spent for this purpose shall revert to the general fund.    |
| Q00D00.01<br>Deficiency | Department of Public Safety and<br>Correctional Services<br>Patuxent Institution -<br>Services and Institutional Operations         | Specifies that the FY 2007 general fund deficiency of \$411,752 may only be expended for fuel and utility costs. Funds not spent for this purpose shall revert to the general fund.      |

**APPENDIX H  
BUDGET BILL CONTINGENT AND RESTRICTIVE LANGUAGE**

| <u>Budget Code</u>      | <u>Agency</u>  | <u>Summary of Language</u>  |
|-------------------------|--|---|
| Q00G00.01<br>Deficiency | Department of Public Safety and<br>Correctional Services<br>Police and Correctional Training<br>Commissions - General Administration         | Specifies that the FY 2007 general fund deficiency of \$131,012 may only be expended for fuel and utility costs. Funds not spent for this purpose shall revert to the general fund.   |
| Q00P00.03<br>Deficiency | Department of Public Safety and<br>Correctional Services<br>Division of Pretrial Detention and Services -<br>Baltimore City Detention Center | Specifies that the FY 2007 general fund deficiency of \$1,225,898 may only be expended for fuel and utility costs. Funds not spent for this purpose shall revert to the general fund. |
| R15P00.02<br>Deficiency | Maryland Public Broadcasting Commission<br>Administration and Support Services   | Specifies that the FY 2007 general fund deficiency of \$500,000 may only be expended for fuel and utility costs. Funds not spent for this purpose shall revert to the general fund.   |
| V00E01.11<br>Deficiency | Department of Juvenile Services<br>Residential Operations - Cheltenham Youth<br>Facility   | Specifies that the FY 2007 general fund deficiency of \$700,000 may only be expended for fuel and utility costs. Funds not spent for this purpose shall revert to the general fund.   |
| SECTION 2               |  | Authorizes Secretary of Budget and Management to allot funds and fix the number and classifications of positions.   |
| SECTION 3               |  | Lists non-classified per diem and flat rate positions.  |
| SECTION 4               |  | Prohibits payment of compensation for a second office of profit within the meaning of the Constitution.   |
| SECTION 5               |  | Permits the expenditure of block grants and money derived from sources not estimated or included in the budget by budget amendment.   |
| SECTION 6               |  | Permits appropriation to be transferred among programs by budget amendment.   |
| SECTION 7               |  | Permits the expenditure of special and federal fund revenues in excess of budgeted amounts by budget amendment.   |
| SECTION 8               |  | Authorizes transfer of general fund amounts for operation of state facilities by budget amendment.  |
| SECTION 9               |  | Authorizes transfer of funds provided for tort claims to be transferred to the State Insurance Trust Fund. Sets limits on payments of tort claims.                                    |
| SECTION 10              |  | Authorizes transfer of general fund amounts for indirect cost pools by budget amendment.  |
| SECTION 11              |  | Restricts the use of funds budgeted for Annapolis Data Center charges. Authorizes the transfer of these funds among agencies by budget amendment.                                     |

**APPENDIX H  
BUDGET BILL CONTINGENT AND RESTRICTIVE LANGUAGE**

| <u>Budget Code</u> | <u>Agency</u> | <u>Summary of Language</u>  |
|--------------------|---------------|---|
| SECTION 12         |               | Sets forth the salary schedule for the Executive Pay Plan.  |
| SECTION 13         |               | Sets forth the salary schedule for the Department of Transportation Executive Pay Plan.   |
| SECTION 14         |               | Allows the transfer of funds from certain agencies to the Medical Assistance Program for services to clients who become eligible for Medical Assistance.  |
| SECTION 15         |               | Provides that amounts budgeted to conduct administrative hearings shall transfer to the Office of Administrative Hearings on July 1, 2007 and may not be expended for any other purpose.  |
| SECTION 16         |               | Funds budgeted in certain agencies may be transferred to the Children's Cabinet Interagency Fund.   |
| SECTION 17         |               | Funds budgeted for health insurance, retirees health insurance, Workers' Compensation, and DBM-paid telecommunications may not be expended for any other purpose without the prior approval of the Secretary of Budget and Management. Funds budgeted for health insurance and DBM-paid telecommunications may be transferred by budget amendment among agencies. Funds not spent for health insurance and retirees health insurance shall revert to a specific fund. |
| SECTION 18         |               | Specifies that subtotals and totals in the budget bill are informational only and are not legal appropriations.   |
| SECTION 19         |               | Sets out the estimated revenue and appropriations for the proposed budget to show that the budget meets the constitutional requirement for a balanced budget.   |



APPENDIX I

RECOVERIES OF INDIRECT COSTS FOR FISCAL YEAR 2006

|  | Statewide<br>Indirect Cost<br>Recoveries (\$) | Internal<br>Indirect Cost<br>Recoveries (\$) | Reverted<br>to General<br>Fund (\$) | Recoveries<br>Retained<br>by Agency (\$) | Federally Approved<br>Indirect Cost<br>Recovery Rate | Federally Approved<br>Statewide Cost<br>Recovery Rate <sup>1</sup> |
|--|---|--|-------------------------------------|--|--|--|
| Office of the Attorney General                   | 21,554  | 286,365                                      | 307,919                             | -  | 20.10%   | 7.00%  |
| Executive Department <sup>2</sup>                |   |  |                                     |  |  |  |
| D12A02 Department of Disabilities                | 19,396  | -  | 19,396                              | -  | 3.35%  | 100.00%  |
| D13A13 Maryland Energy Administration            | 23,983  | -  | 23,983                              | -  | 3.35%  | 100.00%  |
| D15A05 Boards, Commissions and Offices           | 49,842  |  | 49,842                              |  |  |  |
| 05 Office of Service and Volunteerism            | 18,381  |  | 18,381                              |  | 3.35%  | 100.00%  |
| 16 Governor's Office of Crime Cntrl and Prev.    | 31,461  |  | 31,461                              |  | 3.35%  | 100.00%  |
| Dept. of Natural Resources                       | 184,986                                       | 1,466,677                                    | 184,986                             | 1,466,677                                | NA <sup>3</sup>                                      | NA <sup>3</sup>  |
| Forestry Service                                 | 15,334  | 121,578                                      | 15,334                              | 121,578                                  | 23.34%   | 11.20%   |
| 02 Wildlife and Heritage Service                 | 40,739  | 323,005                                      | 40,739                              | 323,005                                  | 14.25%   | 11.20%   |
| 0307 Natural Resources Police                    | 7,580   | 60,101                                       | 7,580                               | 60,101                                   | 24.24%   | 11.20%   |
| Resource Assessment Service                      | 21,477  | 170,280                                      | 21,477                              | 170,280                                  | 24.33%   | 11.20%   |
| 12 Chesapeake and Coastal Watershed              | 54,910  | 435,357                                      | 54,910                              | 435,357                                  | 28.46%   | 11.20%   |
| 14 Fisheries Service                             | 44,946  | 356,356                                      | 44,946                              | 356,356                                  | 14.51%   | 11.20%   |
| 17   |   |  |                                     |  |  |  |
| Dept. of Agriculture                             | 25,934  | 317,105                                      | 25,934                              | 317,105                                  | 22.68%   | 7.56%  |
| Dept. of Health and Mental Hygiene               | 2,767,681                                     | 8,910,298                                    | 2,767,681                           | 8,910,298                                | 32.00% <sup>4</sup>                                  | 23.70%   |
| Dept. of Human Resources                         | -   | 59,614,937                                   | -                                   | 59,614,937                               | NA <sup>5</sup>                                      | NA <sup>5</sup>  |
| Dept. of Labor, Licensing, and Regulation        | 591,014                                       | 9,484,639                                    | 1,128,124                           | 8,947,529                                | 17.73%   | 5.87%  |
| Dept. of Public Safety and Correctional Services | -   | 41,729                                       |                                     | 41,729                                   | NA <sup>3</sup>                                      | NA <sup>3</sup>  |
| A01 Office of the Secretary                      |   | 922  |                                     | 922                                      | 4.00%  | 0.00%  |
| B00 Division of Corrections                      |   | 9,457  |                                     | 9,457                                    | 4.36%  | 0.00%  |
| C02 Division of Parole and Probation             |   | 3,839  |                                     | 3,839                                    | 2.79%  | 0.00%  |
| Patuxent Institution                             |   | 26,871                                       |                                     | 26,871                                   | 9.23%  | 0.00%  |
| D00 Police and Correctional Training Commissions |   | 640  |                                     | 640                                      | 2.46%  | 0.00%  |
| G00  |   |  |                                     |  |  |  |
| State Dept. of Education                         | -   | 9,057,787                                    |                                     | 9,057,787                                | NA <sup>6</sup>                                      | NA <sup>6</sup>  |
| Restricted Funds                                 |   |  |                                     |  | 10.50%   | 0.00%  |
| Unrestricted Funds                               |   |  |                                     |  | 11.70%   | 0.00%  |
| Disability Determination Services Funds          |   |  |                                     |  | 12.60%   | 0.00%  |

APPENDIX I

RECOVERIES OF INDIRECT COSTS FOR FISCAL YEAR 2006

|  | Statewide<br>Indirect Cost<br>Recoveries (\$) | Internal<br>Indirect Cost<br>Recoveries (\$) | Reverted<br>to General<br>Fund (\$) | Recoveries<br>Retained<br>by Agency (\$) | Federally Approved<br>Indirect Cost<br>Recovery Rate | Federally Approved<br>Statewide Cost<br>Recovery Rate <sup>1</sup> |
|--|---|--|-------------------------------------|--|--|--|
| University System of Maryland              | 327,996                                       | 131,718,779                                  | 327,996                             | 131,718,779                              | NA <sup>3</sup>                                      | NA <sup>3</sup>  |
| B21 Univ. of MD, Baltimore                 | 100,901                                       | 59,252,461                                   | 100,901                             | 59,252,461                               | 48.50% <sup>4</sup>                                  | 0.17%  |
| B22 Univ. of MD, College Park              | 105,399                                       | 44,702,873                                   | 105,399                             | 44,702,873                               | 48.50% <sup>4</sup>                                  | 0.24%  |
| B23 Bowie State University                 | -   | 565,833                                      | -                                   | 565,833                                  | 56.00% <sup>4</sup>                                  | 0.00%  |
| B24 Towson University                      | -   | 355,657                                      | -                                   | 355,657                                  | 50.00% <sup>4</sup>                                  | 0.00%  |
| B25 Univ. of MD, Eastern Shore             | -   | 1,234,734                                    | -                                   | 1,234,734                                | 52.00% <sup>4</sup>                                  | 0.00%  |
| B26 Frostburg University                   | -   | 76,522                                       | -                                   | 76,522                                   | 49.60% <sup>4</sup>                                  | 0.00%  |
| B27 Coppin State University                | -   | 212,191                                      | -                                   | 212,191                                  | 59.00% <sup>4</sup>                                  | 0.00%  |
| B28 University of Baltimore                | -   | 200,000                                      | -                                   | 200,000                                  | 43.00% <sup>4</sup>                                  | 0.00%  |
| B29 Salisbury University                   | -   | 34,913                                       | -                                   | 34,913                                   | 48.00% <sup>4</sup>                                  | 0.00%  |
| B30 Univ. of MD, University College        | -   | 17,808                                       | -                                   | 17,808                                   | 54.00% <sup>4</sup>                                  | 0.00%  |
| B31 Univ. of MD, Baltimore County          | 30,500  | 18,163,398                                   | 30,500                              | 18,163,398                               | 47.00% <sup>4</sup>                                  | 0.17%  |
| B34 Univ. of MD, Center for Envir. Studies | 44,759  | 1,684,719                                    | 44,759                              | 1,684,719                                | 47.50% <sup>4</sup>                                  | 2.59%  |
| B35 Univ. of MD, Biotech Institute         | 46,437  | 5,217,670                                    | 46,437                              | 5,217,670                                | 48.50% <sup>4</sup>                                  | 0.88%  |
| Baltimore City Community College           | -   | 250,735                                      | -                                   | 250,735                                  | 8.00%  | 0.00%  |
| Morgan State University                    | -   | 2,962,949                                    | -                                   | 2,962,949                                | 58.70% <sup>4</sup>                                  | 0.00%  |
| St. Mary's College of Maryland             | -   | 58,674                                       | -                                   | 58,674                                   | 55.00% <sup>4</sup>                                  | 0.00%  |
| Dept. of Housing and Community Development | 870,851 <sup>7</sup>                          | 3,340,665                                    | 870,851                             | 3,340,665                                | 93.09% <sup>4</sup>                                  | 20.68%   |
| Dept. of the Environment                   | 402,370                                       | 2,950,715                                    | 402,370                             | 2,950,715                                | 24.27%   | 12.00%   |
| Dept. of State Police                      | 200,845                                       | 6,229,326                                    | 200,845                             | 6,229,326                                | 18.97%   | 3.12%  |
|  | <u>5,486,452</u>                              | <u>236,691,380</u>                           | <u>6,309,927</u>                    | <u>235,867,905</u>                       |  |  |

<sup>1</sup> Expressed as a percentage of total recoveries

<sup>2</sup> A single indirect cost recovery rate is negotiated for usage by all Executive Department agencies.

<sup>3</sup> Separate recovery rates are negotiated for each of the agency's programmatic units.

<sup>4</sup> Calculated and stated as a percentage of salaries and fringes

<sup>5</sup> The Department of Human Resources utilizes a Federally Approved Public Assistance Cost Allocation Plan as required by OMB circular A-87 and does not have a fixed recovery rate.

<sup>6</sup> The State Department of Education has separate recovery rates, for each type of funding, that are approved annually by the U.S. Department of Education.

<sup>7</sup> Statewide recoveries include 5% recovery on Special Fund salaries in addition to recoveries on Federal Fund salaries.

**APPENDIX J  
STATEWIDE CENTRAL SERVICES COST ALLOCATION PLAN  
FISCAL YEAR 2004**

| <b>AGENCY</b>   | <b>ALLOCATION</b> |
|---|-------------------|
| GENERAL ASSEMBLY                                      | 57,188            |
| JUDICIARY   | 981,909           |
| OTHER JUDICIAL AGENCIES                               | (93,900)          |
| OFFICE OF THE PUBLIC DEFENDER                         | (157,719)         |
| OFFICE OF THE ATTORNEY GENERAL                        | (98,288)          |
| OFFICE OF THE STATE PROSECUTOR                        | 14,859            |
| MARYLAND TAX COURT                                    | 3,374             |
| PUBLIC SERVICE COMMISSION                             | 89,475            |
| SUBSEQUENT INJURY FUND                                | (53,554)          |
| UNINSURED EMPLOYERS' FUND                             | (13,950)          |
| WORKERS' COMPENSATION COMMISSION                      | (49,794)          |
| BOARD OF PUBLIC WORKS                                 | (85,786)          |
| EXECUTIVE DEPARTMENT                                  | (246,512)         |
| OFFICE FOR INDIVIDUALS WITH DISABILITIES              | (42,866)          |
| MARYLAND ENERGY ADMINISTRATION                        | (11,186)          |
| OFFICE FOR CHILDREN, YOUTH AND FAMILIES               | (191,618)         |
| EXECUTIVE DEPT-BOARDS, COMMISSIONS AND OFFICES        | 183,485           |
| DEPARTMENT ON AGING                                   | (10,058)          |
| COMMISSION ON HUMAN RELATIONS                         | 29,246            |
| MARYLAND STADIUM AUTHORITY                            | 128,960           |
| MARYLAND STATE BOARD OF CONTRACT APPEALS              | 3,594             |
| DEPARTMENT OF PLANNING                                | (22,392)          |
| MILITARY DEPARTMENT                                   | 424,113           |
| MEMA  | (25,055)          |
| DEPARTMENT OF VETERANS AFFAIRS                        | (18,852)          |
| MD. VETERANS COMMISSION                               | 85,331            |
| STATE ARCHIVES  | 97,837            |
| MARYLAND AUTOMOBILE INSURANCE FUND                    | 11,653            |
| MARYLAND INSURANCE ADMINISTRATION                     | (80,556)          |
| OFFICE OF ADMINISTRATIVE HEARINGS                     | (105,547)         |
| COMPTROLLER OF THE TREASURY                           | 4,554,546         |
| DATA PROCESSING                                       | 715,807           |
| INSURANCE MANAGEMENT                                  | 58,473            |
| STATE DEPARTMENT OF ASSESSMENTS AND TAXATION          | 390,528           |
| LOTTERY AGENCY  | 167,076           |
| REGISTERS OF WILLS                                    | 258,460           |
| MARYLAND STATE RETIREMENT AND PENSION SYSTEMS         | 207,104           |
| INJURED WORKERS' INSURANCE FUND                       | 2,523             |
| DGS-REAL ESTATE                                       | 263,486           |
| DGS-FACILITIES/SECURITY                               | 4,728,884         |
| DGS - SURPLUS PROPERTY                                | 119,520           |
| DEPARTMENT OF TRANSPORTATION                          | 3,931,370         |
| DEPARTMENT OF NATURAL RESOURCES                       | 317,529           |
| DEPARTMENT OF AGRICULTURE                             | 373,246           |
| DEPARTMENT OF HEALTH AND MENTAL HYGIENE               | 7,632,226         |
| DEPARTMENT OF HUMAN RESOURCES                         | 1,801,861         |
| DEPARTMENT OF LABOR, LICENSING, AND REGULATION        | (143,127)         |
| DEPARTMENT OF PUBLIC SAFETY AND CORRECTIONAL SERVICES | 2,636,953         |
| STATE DEPARTMENT OF EDUCATION                         | 5,941,205         |
| EMS SYSTEMS(Institute)                                | (5,844)           |
| MORGAN STATE UNIVERSITY                               | 1,154,405         |
| ST. MARY'S COLLEGE OF MARYLAND                        | 317,280           |
| MARYLAND PUBLIC BROADCASTING COMMISSION               | 163,321           |
| UNIVERSITY SYSTEM OF MARYLAND                         | 8,324,032         |
| UNIVERSITY OF MARYLAND MEDICAL SYSTEM                 | 43,245            |
| MARYLAND HIGHER EDUCATION COMMISSION                  | 590,911           |
| HIGHER EDUCATION                                      | (34,612)          |
| BALTIMORE CITY COMMUNITY COLLEGE                      | (99,752)          |
| MARYLAND SCHOOL FOR THE DEAF                          | 89,739            |
| DEPARTMENT OF HOUSING AND COMMUNITY DEVELOPMENT       | (152,572)         |
| DEPARTMENT OF BUSINESS AND ECONOMIC DEVELOPMENT       | 336,202           |
| MARYLAND DEPARTMENT OF THE ENVIRONMENT                | 410,757           |
| DEPARTMENT OF JUVENILE SERVICES                       | 241,228           |
| DEPARTMENT OF STATE POLICE                            | 845,197           |
| TOTAL   | <u>46,984,598</u> |



**APPENDIX K  
SHARE OF THE STATE BUDGET FOR SERVICES TO CHILDREN, YOUTH AND FAMILIES**

| <b>BY AGENCY:</b>  | <b>FY 2006<br/>Expenditures</b> | <b>FY 2007<br/>Appropriation</b> | <b>FY 2008<br/>Allowance</b> | <b>Percent Change<br/>From 2007-2008</b> |
|--|---------------------------------|----------------------------------|------------------------------|--|
| Office for Children, Youth and Families                  |                                 | -                                | -                            | 0.00%                                    |
| Governor's Office for Children                           |                                 | 2,176,827                        | 1,907,427                    | -12.38%                                  |
| Interagency Committee for School Construction            | 10,461,000                      | 15,148,000                       | 12,508,986                   | -17.42%                                  |
| Dept of Health and Mental Hygiene                        | 1,447,514,663                   | 1,541,069,056                    | 1,569,701,645                | 1.86%                                    |
| Dept of Human Resources                                  | 740,239,137                     | 721,714,099                      | 743,175,709                  | 2.97%                                    |
| Md State Dept of Education                               | 4,899,518,757                   | 5,522,927,937                    | 6,201,775,686                | 12.29%                                   |
| Md School for the Deaf                                   | 26,513,504                      | 28,056,991                       | 30,424,187                   | 8.44%                                    |
| Dept of Juvenile Services                                | 214,549,573                     | 238,905,558                      | 238,045,979                  | -0.36%                                   |
| <b>Total</b>   | <b>7,341,645,247</b>            | <b>8,069,998,468</b>             | <b>8,797,539,619</b>         | <b>9.02%</b>                             |
| <b>BY RESULT AREA:</b>                                   |                                 |                                  |                              |  |
| Babies Born Healthy                                      | 342,022,162                     | 356,750,178                      | 409,451,993                  | 14.77%                                   |
| Healthy Children   | 1,507,350,279                   | 1,622,356,420                    | 1,590,908,887                | -1.94%                                   |
| Children Entering School Ready to Learn                  | 106,908,658                     | 120,218,441                      | 103,359,852                  | -14.02%                                  |
| Children Successful in School                            | 4,658,356,700                   | 5,168,297,479                    | 5,876,775,678                | 13.71%                                   |
| Children Completing School                               | 2,159,657,489                   | 2,454,658,118                    | 2,873,224,457                | 17.05%                                   |
| Children Safe in Their Families and Communities          | 957,917,747                     | 1,079,139,104                    | 1,103,072,120                | 2.22%                                    |
| Stable and Economically Independent Families             | 810,174,302                     | 909,455,054                      | 967,331,172                  | 6.36%                                    |
| Subtotal   | 10,542,387,337                  | 11,710,874,794                   | 12,924,124,159               |  |
| Less Program Funds Included in Multiple<br>Result Areas: | (3,200,742,090)                 | (3,640,876,326)                  | (4,126,584,540)              |  |
| <b>Total</b>   | <b>7,341,645,247</b>            | <b>8,069,998,468</b>             | <b>8,797,539,619</b>         | <b>9.02%</b>                             |



**APPENDIX L**  
**SUMMARY OF BUDGETED FEDERAL REVENUES BY MAJOR FEDERAL SOURCES**

|  | <b>CFDA No.</b> | <b>FY 2007</b>       | <b>FY 2008</b>       |
|--|-----------------|----------------------|----------------------|
| Department of Agriculture                          | 10              | 598,956,606          | 635,418,112          |
| Department of Commerce                             | 11              | 4,466,339            | 4,821,773            |
| Department of Defense                              | 12              | 19,212,291           | 14,915,330           |
| Department of Housing and Urban Development        | 14              | 228,445,768          | 194,507,443          |
| Department of the Interior                         | 15              | 15,659,631           | 15,969,682           |
| Department of Justice                              | 16              | 36,953,852           | 28,569,566           |
| Department of Labor                                | 17              | 137,022,274          | 108,965,039          |
| Department of Transportation                       | 20              | 812,359,056          | 867,217,592          |
| Appalachian Regional Commission                    | 23              | 6,414,743            | 2,467,000            |
| Equal Employment Opportunity Commission            | 30              | 509,059              | 440,430              |
| National Aeronautics and Space Administration      | 43              | 1,839,383            | -                    |
| National Foundation on the Arts and the Humanities | 45              | 6,775,607            | 4,294,366            |
| Department of Veterans Affairs                     | 64              | 16,074,063           | 14,584,069           |
| Environmental Protection Agency                    | 66              | 60,099,901           | 54,133,337           |
| Department of Energy                               | 81              | 4,162,167            | 4,629,648            |
| Department of Education                            | 84              | 642,752,566          | 567,489,883          |
| Help America Vote                                  | 90              | 3,520,227            | 2,178,609            |
| Department of Health and Human Services            | 93              | 3,867,701,521        | 4,082,836,627        |
| Corporation for National and Community Service     | 94              | 5,419,344            | 6,143,706            |
| Social Security Administration                     | 96              | 34,088,225           | 35,498,395           |
| Department of Homeland Security                    | 97              | 27,602,017           | 41,695,418           |
| Non-CFDA Sources                                   |                 | 30,572,494           | 22,354,065           |
| <b>TOTAL</b>                                       |                 | <b>6,560,607,134</b> | <b>6,709,130,090</b> |





**APPENDIX M**  
**CIGARETTE RESTITUTION FUND**  
**FISCAL YEARS 2006 - 2008**  
**(in thousands of \$)**

|   | <u>2006</u>                 | <u>2007</u>          | <u>2008</u>                 |
|---|-----------------------------|----------------------|-----------------------------|
| <b>Balance - beginning of fiscal year</b>   | <b>15,419</b>               | <b>4,544</b>         | <b>17,022</b>               |
| <b>Sources</b>                              |                             |                      |                             |
| Master Settlement Agreement                 | 192,939                     | 186,492              | 189,634                     |
| Adjustments:                                |                             |                      |                             |
| Inflation                                   | 43,862                      | 50,603               | 67,556                      |
| Volume reduction                            | (66,456)                    | (72,409)             | (92,473)                    |
| Previously Settled States reduction         | (19,701)                    | (19,799)             | (19,898)                    |
| Net Master Settlement Agreement payment     | 150,643                     | 144,887              | 144,819                     |
| Shortfall in payments due                   | (18,392)                    | -                    | -                           |
| National Arbitration Panel award            | 7,455                       | 7,455                | 7,455                       |
| Interest                                    | 792                         | 232                  | -                           |
| Legal settlement (transfer of MSA payments) | (29,873)                    | -                    | -                           |
| Strategic Contribution Settlement           | -                           | -                    | 28,313                      |
| <b>Total Sources</b>                        | <b>110,625</b>              | <b>152,574</b>       | <b>180,588</b>              |
| <br>  |                             |                      |                             |
| <b>Recovery of prior year expenditures</b>  | <b>1,078</b>                | <b>-</b>             | <b>-</b>                    |
| <b>Planned uses (see detail)</b>            | <b>(122,578)</b>            | <b>(166,096)</b>     | <b>(193,949)</b>            |
| <b>Restricted Medicaid Appropriation</b>    | <u>                    </u> | <u>26,000</u>        | <u>                    </u> |
| <br>  |                             |                      |                             |
| <b>Balance - end of fiscal year</b>         | <b><u>4,544</u></b>         | <b><u>17,022</u></b> | <b><u>3,661</u></b>         |

Note: Totals may not add due to rounding.

**APPENDIX M (CONT.)**  
**CIGARETTE RESTITUTION FUND**  
**Detail of Planned Uses**  
**FISCAL YEARS 2006 - 2008**

|  | <u>2006</u>        | <u>2007</u>        | <u>2008</u>        |
|--|--------------------|--------------------|--------------------|
| <b>Crop Conversion</b>   |                    |                    |                    |
| L00 A1210 Agriculture - Marketing and Development                    | 1,431,000          | 1,500,000          | 2,149,000          |
| L00 A1213 Agriculture - Tobacco Transition Program                   | 4,525,000          | 6,065,000          | 6,880,000          |
| <b>Total</b>   | <b>5,956,000</b>   | <b>7,565,000</b>   | <b>9,029,000</b>   |
| <b>Cancer Prevention/Screening/Treatment and Heart/Lung</b>          |                    |                    |                    |
| M00 F0306 DHMH - Prevention and Disease Control                      |                    |                    |                    |
| Local Public Health  | 7,504,090          | 7,504,090          | 7,504,090          |
| UM - Baltimore City  | 1,218,000          | 1,218,000          | 1,218,000          |
| JHI - Baltimore City   | 1,218,000          | 1,218,000          | 1,218,000          |
| Baltimore City Health Department                                     | 10,000             | 10,000             | 10,000             |
| Statewide Academic Health Center                                     |                    |                    |                    |
| University of Maryland - Heart and Lung                              | 995,000            | 2,000,000          | 2,000,000          |
| University of Maryland - Statewide Network                           | 1,460,300          | 3,000,000          | 3,000,000          |
| University of Maryland - Cancer                                      | 4,014,700          | 7,927,341          | 7,927,341          |
| Johns Hopkins Institutions   | 1,204,500          | 2,472,659          | 2,472,659          |
| Surveillance and Evaluation  | 1,196,039          | 1,293,523          | 1,290,181          |
| Administration   | 757,614            | 999,585            | 736,822            |
| Cancer screening data base   | 385,000            | 385,000            | 385,000            |
| Statewide Public Health  | 111,798            | 111,798            | 111,798            |
| <b>Total</b>   | <b>20,075,041</b>  | <b>28,139,996</b>  | <b>27,873,891</b>  |
| <b>Tobacco Use Prevention and Cessation Program</b>                  |                    |                    |                    |
| M00 F0306 DHMH - Prevention and Disease Control                      |                    |                    |                    |
| Local Public Health  | 6,958,347          | 12,090,000         | 12,090,000         |
| Countermarketing   | 500,000            | 500,000            | 500,000            |
| Statewide Public Health  | 287,773            | 2,262,500          | 2,262,500          |
| Minority Outreach and Technical Assistance                           | 777,858            | 1,202,989          | 1,208,000          |
| Surveillance and Evaluation  | -                  | 1,900,000          | 1,900,000          |
| Other tobacco cessation  | 428,725            | -                  | -                  |
| Administration   | 320,757            | 769,544            | 682,333            |
| <b>Total</b>   | <b>9,273,460</b>   | <b>18,725,033</b>  | <b>18,642,833</b>  |
| <b>Management - Prevention and Disease Control - DHMH - M00F0306</b> | <b>278,029</b>     | <b>629,234</b>     | <b>959,794</b>     |
| <b>Drug Addiction</b>  |                    |                    |                    |
| <b>M00 K0201 DHMH - Alcohol and Drug Abuse</b>                       | <b>17,112,910</b>  | <b>17,112,910</b>  | <b>17,112,910</b>  |
| <b>Education</b>   |                    |                    |                    |
| R00 A0100 MSDE - Headquarters  | 87,549             | 90,000             | -                  |
| R00 A0304 MSDE - Aid to Non-public Schools                           | 2,816,092          | 3,910,000          | 3,910,000          |
| <b>Total Education</b>   | <b>2,903,641</b>   | <b>4,000,000</b>   | <b>3,910,000</b>   |
| <b>Legal Expenses</b>  |                    |                    |                    |
| C81 C0014 Office of the Attorney General - Civil Litigation Division | 178,799            | 223,514            | 421,000            |
| <b>Medicaid</b>  |                    |                    |                    |
| M00 Q0103 DHMH - Medical Provider Reimbursement                      | 66,800,000         | 89,700,000 *       | 116,000,000        |
| <b>Total Uses</b>  | <b>122,577,880</b> | <b>166,095,687</b> | <b>193,949,428</b> |

\* Includes \$26 million restricted from expenditure.

**APPENDIX N**

**MAJOR PUBLICLY FUNDED PROGRAMS FOR THE AGED ADMINISTERED BY THE STATE OF MARYLAND**

The figures below represent reasonable estimates of the dollar value of services provided to the elderly. They were not developed by applying statistical measures to gross program costs, and do not include indirect costs associated with the administration of programs. Changes will be necessary as statistical and cost allocation methods improve.

|                                       | <b>2006</b>          | <b>2007</b>          | <b>2008</b>          | <b>Percent</b>    |
|---------------------------------------|----------------------|----------------------|----------------------|-------------------|
|                                       | <b>Actual</b>        | <b>Appropriation</b> | <b>Allowance</b>     | <b>Over/Under</b> |
|                                       |                      |                      |                      | <b>2007</b>       |
| <b>Institutional Care:</b>            |                      |                      |                      |                   |
| In-Patient Comprehensive Care         | 70,578,900           | 86,766,072           | 92,617,125           |                   |
| Long Term Care                        | 723,949,195          | 743,981,848          | 785,267,420          |                   |
| Chronic Care Facilities               | 23,367,300           | 25,349,615           | 24,979,866           |                   |
| State Psychiatric Centers             | 12,446,522           | 12,586,639           | 12,587,820           |                   |
| Subtotal                              | 830,341,917          | 868,684,174          | 915,452,231          | 5.38%             |
| <b>In-Home Aid Services:</b>          |                      |                      |                      |                   |
| In-Home Aid Services                  | 8,960,903            | 10,179,104           | 10,074,243           |                   |
| Social Services to the Aged           | 6,890,101            | 7,918,312            | 7,845,738            |                   |
| Home Delivered Meals                  | 3,882,667            | 4,163,112            | 4,163,285            |                   |
| Personal Care                         | 10,791,478           | 13,555,265           | 12,040,636           |                   |
| GAP Filling Services                  | 8,908,190            | 9,675,340            | 9,675,340            |                   |
| Subtotal                              | 39,433,339           | 45,491,133           | 43,799,242           | -3.72%            |
| <b>Community Based Services:</b>      |                      |                      |                      |                   |
| Medicaid Older Adults Waiver (adm.)   | 4,649,274            | 5,081,054            | 5,081,054            |                   |
| Day Care                              | 33,015,179           | 31,473,691           | 36,614,456           |                   |
| Congregate Meals                      | 7,469,065            | 7,956,398            | 7,956,745            |                   |
| Transportation                        | 9,549,851            | 9,896,271            | 9,333,945            |                   |
| Senior Employment                     | 1,424,909            | 1,453,886            | 1,453,886            |                   |
| Area Agency Programs                  | 6,254,632            | 7,909,219            | 6,732,484            |                   |
| Protective Services                   | 7,805,964            | 8,514,896            | 8,503,668            |                   |
| Subtotal                              | 70,168,874           | 72,285,414           | 75,676,238           | 4.69%             |
| <b>Assisted Housing Arrangements:</b> |                      |                      |                      |                   |
| Project Home                          | 1,090,797            | 1,244,352            | 1,235,322            |                   |
| Sheltered Housing                     | 3,987,411            | 5,132,006            | 5,132,006            |                   |
| Domiciliary/Respite Care              | 3,551,368            | 3,728,661            | 3,726,606            |                   |
| Subtotal                              | 8,629,576            | 10,105,019           | 10,093,934           | -0.11%            |
| <b>Screening/Evaluation/Referral:</b> |                      |                      |                      |                   |
| Coordinated Screening Point           | 811,652              | 810,072              | 810,072              |                   |
| Statewide Evaluation & Planning       |                      |                      |                      |                   |
| Services Program (STEPS)              | 4,251,015            | 4,126,834            | 4,222,800            |                   |
| Pre-Admission Screening and           |                      |                      |                      |                   |
| Residential Review (PASRR)            | 194,120              | 236,417              | 217,183              |                   |
| Subtotal                              | 5,256,787            | 5,173,323            | 5,250,055            | 1.48%             |
| <b>Other Benefit Programs:</b>        |                      |                      |                      |                   |
| Circuit Breaker Program and           |                      |                      |                      |                   |
| Renters' Tax Credit                   | 33,482,000           | 44,028,000           | 42,235,095           |                   |
| Medicaid Program                      | 188,196,521          | 201,600,702          | 226,194,700          |                   |
| Pharmacy Assistance                   | 194,146,775          | 124,377,059          | 135,852,166          |                   |
| Food Stamps                           | 23,431,721           | 22,284,954           | 23,960,520           |                   |
| Energy Assistance                     | 25,341,881           | 34,731,557           | 35,781,088           |                   |
| Medicare - Parts A & B Reimbursement  | 110,412,837          | 123,824,184          | 157,391,795          |                   |
| Subtotal                              | 575,011,735          | 550,846,456          | 621,415,364          | 12.81%            |
| <b>Total</b>                          | <b>1,528,842,228</b> | <b>1,552,585,520</b> | <b>1,671,687,064</b> | <b>7.67%</b>      |

**Notes:**

Nursing Home costs covered by the Medicaid Program are included in Long Term Care category.

Long Term Care expenditures are only counted within Institutional Care.

Department of Human Resources Visitation Services costs are included in Respite Care category.

Changes in pharmacy costs include Medicare Part D implementation and addition of Senior Prescription Drug Assistance Program.

Large increase in Area Agency Programs in FY2007 due to one-time funding for Medicare Part D outreach.

Energy Assistance include the Maryland Energy Assistance Program and the Universal Service Benefit Program.

# Glossary

## **Allowance**

The amount proposed by the Governor for an item in the FY 2008 budget. In most instances the General Assembly may subtract from but may not add to the allowance.

## **Appropriation**

The amount of spending for an item legally authorized by the General Assembly.

## **Appropriated Positions**

Synonymous with “authorized positions” (see below).

## **Authorized Positions**

The number of full-time equivalent employees that may be employed at any one time on the regular state payroll. The number of authorized positions includes vacant positions. An agency may not exceed its total of authorized positions. Only the state’s Board of Public Works may increase the number of authorized positions during the fiscal year.

## **Capital Expenditure**

An expenditure for the acquisition or construction of buildings or other fixed assets, or for other tangible assets with a useful life of at least fifteen years.

## **Contractual Positions**

The number of full-time equivalent employees working under employment contracts. Agencies generally use contractual employees for tasks of a limited duration or seasonal nature. Contractual employees are not eligible for most state fringe benefits.

## **Current Restricted Funds (CRF)**

Funds that may be used by higher education institutions only for restricted purposes. These consist principally of research grants and donations for particular purposes (i.e., student aid).

## **Current Unrestricted Funds (CUF)**

Funds that may be used by higher education institutions without restriction. These consist principally of the state appropriation, tuition and student fees.

## **Deficiency Appropriation**

An appropriation for an expense in the current fiscal year that is not covered by the existing budget. Deficiency appropriations usually occur when workloads exceed projected amounts, new legislation requires expenditures not provided in the budget or unanticipated needs arise. The FY 2008 budget proposal includes deficiency appropriations for fiscal year 2007.

## **Federal Funds (FF)**

Grants and other payments from the federal government which flow through the state budget.

## **Fiscal Year (FY)**

The calendar on which the state operates for financial purposes. Maryland’s fiscal year begins on July 1 and ends on June 30. Thus fiscal year 2008 (FY 2008) will begin on July 1, 2007 and continue until June 30, 2008.

## **Full-Time Equivalent (FTE)**

A method of calculating employment, workloads, enrollments or caseloads to adjust for part-time or part-year participation. For example, part-time or part-year

# Glossary

employees are factored according to the share of a full 2,080-hour year during which they are employed. A seasonal employee who works twenty hours a week for one-half of the year would count as 0.25 full-time equivalent.

## General Fund (GF)

The governmental fund into which revenues are deposited if they are not dedicated to particular expenditures, and from which most discretionary spending is made. Income taxes and sales taxes provide the bulk of Maryland's General Fund revenues. About half of the State's expenditures are made from the General Fund.

## Non-budgeted Funds (NBF)

Some agencies have independent authority to make expenditures without legislative appropriations. Examples include the Injured Workers' Insurance Fund (which provides workers' compensation insurance) and the Maryland Transportation Authority (which operates certain bridges, tunnels and other transportation facilities). These agencies have independent revenue sources (i.e., insurance premiums, toll revenues) and are presented in the budget for information purposes only.

## Operating Expenditure

As distinguished from "capital expenditures," are expenses of ongoing operations of government and other expenditures that do not result in a tangible fixed asset with a useful life of at least fifteen years.

## Reimbursable Funds

Many activities of State agencies are performed for other State agencies. Reimbursable funds are an accounting technique used to record these expenditures without overstating total expenditures. An example is

telephone service. Each operating agency pays the Department of Budget and Management for the actual cost of its telephone usage from its general, special or federal funds. The Department of Budget and Management, in turn, pays the telephone service provider with *reimbursable funds*. Reimbursable funds are generally not included in budget totals — to do so would count the same expense twice.

## Special Funds (SF)

Special funds are a particular source of revenue *dedicated* to a specific category of expenditures. Such revenues are paid into a special fund, and the expenditures are charged against the special fund. Examples include the Transportation Trust Fund (fuel tax and other transportation-related revenues) and Program Open Space (property transfer taxes).

### Abbreviations

|     |   |                            |
|-----|---|----------------------------|
| CRF | - | Current Restricted Funds   |
| CUF | - | Current Unrestricted Funds |
| FF  | - | Federal Funds              |
| FY  | - | Fiscal Year                |
| FTE | - | Full-time Equivalent       |
| GF  | - | General Funds              |
| NBF | - | Non-budgeted Funds         |
| SF  | - | Special Funds              |
| RF  | - | Reimbursable Funds         |

# Acknowledgements

Each year, preparation of the Maryland State Budget is a monumental task requiring the hard work and expertise of many dedicated State employees. In this transition year, the task was even more demanding, given the fiscal challenges posed by declining revenues and growing funding mandates, as well as the constraints imposed by a shortened budget preparation timeframe. The FY 2008 budget is the product of an inclusive effort that drew upon the collective wisdom and commitment of our professional budget staff, the O'Malley-Brown Administration, and the Governor's Transition Team, specifically the Budget Advisory Work Group. These individuals, many of whom are listed below, dedicated innumerable hours to this project and our success is directly attributable to their effort. I would also be remiss in not recognizing the cooperation and assistance extended to us by the outgoing administration during this process and, particularly my predecessor former colleague, Cecilia Januszkiewicz, whose graciousness and valuable input is truly appreciated.

T. Eloise Foster  
*Secretary of Budget and Management*

## OFFICE OF BUDGET ANALYSIS

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