

SUPPLEMENTAL BUDGET NO. 2 - FISCAL YEAR 2019

March 21, 2018

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

Pursuant to the authority conferred on me by Article III, Section 52, Subsection (5) of the Constitution of Maryland, and in accordance with the consent of the (State Senate) - (House of Delegates), duly granted, I hereby submit a supplement to Senate Bill 185 and/or House Bill 160 in the form of an amendment to the original budget for the Fiscal Year ending June 30, 2019.

Supplemental Budget No. 2 will affect previously estimated funds available for budget operations as shown on the following summary statement.

SUPPLEMENTAL BUDGET SUMMARY**Sources:**

| | | |
|--|--|--------------------|
| Estimated General Fund Unappropriated Balance | | |
| July 1, 2019 (per Supplemental Budget #1) | | 110,594,724 |

Adjustment to revenue:**General Funds:**

| | | |
|---|-------------|--------------------|
| Fiscal Year 2018 Revenues | | |
| Board of Revenue Estimates - March 2018 | -39,377,354 | |
| Fiscal Year 2019 Revenues | | |
| Board of Revenue Estimates - March 2018 | 433,612,436 | 394,235,082 |

Total Available**504,829,806****Uses:**

| | | |
|---------------|-----------|-------------------------|
| General Funds | 2,556,191 | <u>2,556,191</u> |
|---------------|-----------|-------------------------|

**Revised Estimated General Fund Unappropriated
Balance July 1, 2019**

502,273,615

STATE DEPARTMENT OF EDUCATION

1. R00A01.01 Office of the State Superintendent

In addition to the appropriation shown on page 94 of the printed bill (first reading file bill), to create an Education Monitoring Unit within the Maryland State Department of Education.

| | | |
|---|------|----------------|
| Personnel Detail: | | |
| Inspector General | 1.00 | 86,003 |
| Deputy Inspector General | 1.00 | 80,572 |
| Administrator IV | 2.00 | 116,549 |
| Administrator III | 2.00 | 99,227 |
| Fringe Benefits | | <u>152,687</u> |
| Object .01 Salaries, Wages and Fringe Benefits | | 535,038 |
| Object .03 Communications | | 1,350 |
| Object .04 Travel | | 9,000 |
| Object .07 Motor Vehicle Operations and Maintenance | | 80,000 |
| Object .09 Supplies and Materials | | 1,463 |
| Object .13 Equipment Additional | | <u>29,340</u> |
| | | 656,191 |

General Fund Appropriation

656,191

2. R00A01.01 Office of the State Superintendent

To become available immediately upon passage of this budget to supplement the appropriation for fiscal 2018 to provide funds to facilitate an independent follow-up audit of local jurisdictions.

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

3. R00A01.01 Office of the State Superintendent

In addition to the appropriation shown on page 94 of the printed bill (first reading file bill), to create an Office of Compliance and Oversight within the Maryland State Department of Education.

| | | |
|--|------|---------------|
| Personnel Detail: | | |
| Administrator IV | 2.00 | 116,549 |
| Administrator III | 3.00 | 148,840 |
| Fringe Benefits | | <u>73,062</u> |
| Object .01 Salaries, Wages and Fringe Benefits | | 338,451 |
| Object .03 Communications | | 5,000 |
| Object .04 Travel | | 9,000 |
| Object .09 Supplies and Materials | | 8,000 |
| Object .13 Equipment Additional | | <u>39,549</u> |
| | | 400,000 |

General Fund Appropriation


400,000

SUMMARY

SUPPLEMENTAL APPROPRIATIONS

| | General Funds | Special Funds | Federal Funds | Current Unrestricted Funds | Total Funds |
|-----------------------------|-------------------------|------------------|------------------|----------------------------------|-------------------------|
| Appropriation | | | | | |
| 2018 Fiscal Year | 1,500,000 | 0 | 0 | 0 | 1,500,000 |
| 2019 Fiscal Year | <u>1,056,191</u> | <u>0</u> | <u>0</u> | <u>0</u> | <u>1,056,191</u> |
| Subtotal | <u>2,556,191</u> | <u>0</u> | <u>0</u> | <u>0</u> | <u>2,556,191</u> |
| Reduction in Appropriation | | | | | |
| 2018 Fiscal Year | 0 | 0 | 0 | 0 | 0 |
| 2019 Fiscal Year | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> |
| Subtotal | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> |
| Net Change in Appropriation | <u><u>2,556,191</u></u> | <u><u>0</u></u> | <u><u>0</u></u> | <u><u>0</u></u> | <u><u>2,556,191</u></u> |

Sincerely,



Lawrence J. Hogan, Jr.
Governor