

Resolution No.:	20-260
Introduced:	June 27, 2023
Adopted:	July 25, 2023

**COUNTY COUNCIL  
FOR MONTGOMERY COUNTY, MARYLAND**

---

By: Council President at the Request of the County Executive

---

**SUBJECT:** Transfer of Unexpended Project Balance # 23-112, \$3,400,000  
FY24 Capital Budget and Amendments to the FY23-28 Capital Improvements Program  
Montgomery County Public Schools  
From: MCPS Local Unliquidated Surplus Account (No. 999), \$3,400,000  
To: Ronald McNair ES Addition (P651904), \$400,000  
Gaithersburg Cluster Elementary School #8 (P651518), \$1,000,000  
Major Capital Projects – Elementary (P652101), \$2,000,000

**Background**

1. Section 5-107 (b)(2) of the Education Article of the Annotated Code of Maryland provides for transfers of unexpended project balances within the capital budget of the Board of Education only with the approval of the County Council.
2. Section 5-306 of the Education Article of the Annotated Code of Maryland requires that the County Council adopt a six-year capital improvements program for the Board of Education. This section also allows the Council to make amendments, revisions, and modifications to the program.
3. Section 302 of the County Charter provides that the Council may amend an approved capital improvements program at any time by an affirmative vote of six Councilmembers.
4. The Board of Education has requested the following transfer of appropriation and amendment within the FY23 Capital budget:

<u>Project Name</u>	<u>Project Number</u>	<u>Amount</u>	<u>Source of Funds</u>
Local Unliquidated Surplus Account	999	-\$3,400,000	GO Bonds, and Schools Impact Tax
Ronald McNair ES Addition	P651904	\$400,000	GO Bonds
Major Capital Projects – Elementary	P652101	\$2,000,000	GO Bonds
Gaithersburg Cluster ES #8	P651518	\$1,000,000	GO Bonds, and Schools Impact Tax

5. This transfer and amendment, in conjunction with Resolution 20-259, is required to fund construction cost increases in the Ronald McNair ES Addition, the Major Capital Projects – Elementary (Stonegate ES and South Lake ES), and the Gaithersburg Cluster Elementary School #8 capital projects that are experiencing unanticipated additional costs due to material cost escalation, permit revisions, and overall unforeseen conditions.
6. A total of \$3,400,000 in surplus funds have been identified within the Ashburton ES Addition, the Clarksburg Cluster ES (Clarksburg Village Site #2), the Current Revitalizations and Expansions, the Duffief ES Addition/Facility Upgrade, and the North Bethesda MS Addition capital projects. Within the Current Revitalizations and Expansions master project six subprojects have been identified with surplus: Seneca Valley High School – Current Rev/Exp., Tilden Middle School - Current Rev/Exp, Wheaton High School – Current Rev/Exp, Maryvale ES – Current Rev/Exp, Luxmanor ES – Current Rev/Exp, and Potomac ES – Current Rev/Exp.

### Action

The County Council for Montgomery County, Maryland, approves the following action:

An amendment to the FY23-28 Capital Improvements Program and FY24 transfer of appropriation from the Local Unliquidated Surplus account to various projects listed below is approved as follows and as noted on the attached project description forms.

<u>Project Name</u>	<u>Project Number</u>	<u>Amount</u>	<u>Source of Funds</u>
Local Unliquidated Surplus Account	999	-\$3,400,000	GO Bonds, and Schools Impact Tax
Ronald McNair ES Addition	P651904	\$400,000	GO Bonds
Major Capital Projects – Elementary	P652101	\$2,000,000	GO Bonds
Gaithersburg Cluster ES #8	P651518	\$1,000,000	GO Bonds, and Schools Impact Tax

This is a correct copy of Council action.




---

Sara R. Tenenbaum  
Clerk of the Council



# Gaithersburg Cluster Elementary School #8 (P651518)

Category	Montgomery County Public Schools	Date Last Modified	05/12/23
SubCategory	Individual Schools	Administering Agency	Public Schools
Planning Area	Gaithersburg and Vicinity	Status	Planning Stage

## EXPENDITURE SCHEDULE (\$000s)

Cost Elements	Total	Thru FY22	Rem FY22	Total 6 Years	FY 23	FY 24	FY 25	FY 26	FY 27	FY 28	Beyond 6 Years
Planning, Design and Supervision	2,744	2,744	-	-	-	-	-	-	-	-	-
Site Improvements and Utilities	5,850	5,850	-	-	-	-	-	-	-	-	-
Construction	33,263	32,263	23,505	8,758	8,758	1,000	-	-	-	-	-
Other	1,325	1,325	-	-	-	-	-	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<b>43,182</b>	<b>42,182</b>	<b>33,424</b>	<b>8,758</b>	<b>8,758</b>	<b>1,000</b>	-	-	-	-	-

## FUNDING SCHEDULE (\$000s)

Funding Source	Total	Thru FY22	Rem FY22	Total 6 Years	FY 23	FY 24	FY 25	FY 26	FY 27	FY 28	Beyond 6 Years
G.O. Bonds	17,316	16,325	7,876	(309)	8,758	8,758	991	-	-	-	-
Recordation Tax	12,114	12,114	-	-	-	-	-	-	-	-	-
School Facilities Payment	1,181	852	309	-	-	-	-	-	-	-	-
Schools Impact Tax	3,866	3,857	-	-	-	9	-	-	-	-	-
State Aid	8,725	8,725	-	-	-	-	-	-	-	-	-
<b>TOTAL FUNDING SOURCES</b>	<b>43,182</b>	<b>42,182</b>	<b>33,424</b>	<b>8,758</b>	<b>8,758</b>	<b>1,000</b>	-	-	-	-	-

## OPERATING BUDGET IMPACT (\$000s)

Impact Type	Total 6 Years	FY 23	FY 24	FY 25	FY 26	FY 27	FY 28
Maintenance	408	68	68	68	68	68	68
Energy	150	25	25	25	25	25	25
<b>NET IMPACT</b>	<b>558</b>	<b>93</b>	<b>93</b>	<b>93</b>	<b>93</b>	<b>93</b>	<b>93</b>

## APPROPRIATION AND EXPENDITURE DATA (\$000s)

Appropriation FY 24 Request	-	Year First Appropriation	FY16
Cumulative Appropriation	42,182	Last FY's Cost Estimate	42,182
Expenditure / Encumbrances	-		
Unencumbered Balance	42,182		

## PROJECT DESCRIPTION

---

Elementary school student enrollment growth continues in the Gaithersburg Cluster and, therefore, several schools exceed their program capacities—Gaithersburg, Rosemont, Strawberry Knoll, Summit Hall, and Washington Grove elementary schools. In April 2017, the Board of Education approved the construction of an addition at Gaithersburg Elementary School. A feasibility study was conducted for the addition at Gaithersburg Elementary School and revealed a number of challenges. Based on those challenges, as well as the absence of a solution in the approved CIP to address the overutilization at Rosemont and Strawberry Knoll elementary schools, the Board of Education, on August 31, 2017, approved that a Site Selection Advisory Committee convene to evaluate potential elementary school sites in the Gaithersburg Cluster. On February 26, 2018, the superintendent of school supported the Site Selection Advisory Committee recommendation and recommended the City of Gaithersburg Kelley Park site as the location for the new Gaithersburg Cluster Elementary School. On March 22, 2018, the Board of Education approved the superintendent of schools recommendation. It is likely that funding for this project will be adjusted next fall as part of the FY 2021-2026 CIP process. An FY 2019 appropriation was approved to begin the planning for this new school. Funding requested in the FY 2021-2026 CIP reflects the expenditures needed for this new elementary school. An FY 2021 appropriation was approved for construction funds. Due to a shortfall of expenditures for this project, an FY 2021 Capital Budget unexpended project balance transfer and amendment to the FY2021-2026 CIP was approved. The surplus funds were identified from Current Revitalizations/Expansions projects and transferred to the Local Unliquidated Surplus Account. An FY 2022 appropriation was approved to complete this project. This new school is scheduled to be completed August 2022.

## **FISCAL NOTE**

Transfer in GO Bonds from Maryvale ES Current Rev/Ex for \$846,505, Potomac ES Current Rev/Ex for \$362,021, Tilden MS Current Rev/Ex for \$1,550,416 and Luxmanor ES Current Rev/Ex for \$423,284.

*FY24 transfer in for \$1 million  
from Unliquidated Surplus.*

## **DISCLOSURES**

MCPS asserts that this project conforms to the requirement of relevant local plans, as required by the Maryland Economic Growth, Resource Protection and Planning Act.



# Ronald McNair ES Addition (P651904)

<b>Category</b>	Montgomery County Public Schools	<b>Date Last Modified</b>	12/13/22
<b>SubCategory</b>	Individual Schools	<b>Administering Agency</b>	Public Schools
<b>Planning Area</b>	Germantown and Vicinity	<b>Status</b>	Under Construction

## EXPENDITURE SCHEDULE (\$000s)

Cost Elements	Total	Thru FY22	Rem FY22	Total 6 Years	FY 23	FY 24	FY 25	FY 26	FY 27	FY 28	Beyond 6 Years
Planning, Design and Supervision	1,024	704	218	102	102	-	-	-	-	-	-
Site Improvements and Utilities	1,976	-	1,482	494	494	-	-	-	-	-	-
Construction	11,313	10,913	2,956	7,957	2,666	5,291	5,691	-	-	-	-
Other	490	-	-	490	490	-	-	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<b>14,803</b>	<b>14,403</b>	<b>4,656</b>	<b>9,043</b>	<b>3,752</b>	<b>5,291</b>	<b>5,691</b>	-	-	-	-

## FUNDING SCHEDULE (\$000s)

Funding Source	Total	Thru FY22	Rem FY22	Total 6 Years	FY 23	FY 24	FY 25	FY 26	FY 27	FY 28	Beyond 6 Years
G.O. Bonds	11,245	10,845	4,656	5,485	1,654	3,831	4,231	-	-	-	-
State Aid	3,558	-	-	3,558	2,098	1,460	-	-	-	-	-
<b>TOTAL FUNDING SOURCES</b>	<b>14,803</b>	<b>14,403</b>	<b>4,656</b>	<b>9,043</b>	<b>3,752</b>	<b>5,291</b>	<b>5,691</b>	-	-	-	-

## OPERATING BUDGET IMPACT (\$000s)

Impact Type	Total 6 Years	FY 23	FY 24	FY 25	FY 26	FY 27	FY 28
Maintenance	174	29	29	29	29	29	29
Energy	66	11	11	11	11	11	11
<b>NET IMPACT</b>	<b>240</b>	<b>40</b>	<b>40</b>	<b>40</b>	<b>40</b>	<b>40</b>	<b>40</b>

## APPROPRIATION AND EXPENDITURE DATA (\$000s)

Appropriation FY 24 Request	-	Year First Appropriation	FY21
Cumulative Appropriation	14,403	Last FY's Cost Estimate	14,403
Expenditure / Encumbrances	-		
Unencumbered Balance	14,403		

## PROJECT DESCRIPTION

Enrollment projections indicate that enrollment at Ronald McNair Elementary School will exceed capacity by the end of the six-year planning period. An FY 2019 appropriation was requested to begin the architectural design for this addition project. This project was scheduled to be completed September 2021. However, due to fiscal constraints, the County Council approved a one-year delay for this

project. The Board of Education, in the amended FY2019-2024 CIP, requested an FY 2020 appropriation for planning funds. However, due to fiscal constraints, the County Council approved a one-year delay for this project. An FY 2021 appropriation was approved to begin the planning for this project. An FY 2022 appropriation was approved for construction funds. As part of the FY2023-2028 CIP, an additional \$3.0 million from the county executive's Prevailing Wage and Built to Learn Act PDFs was included in this project to maximize state aid. An FY 2023 appropriation was approved to complete this addition project. This project is scheduled to be completed August 2023.

## **FISCAL NOTE**

State Aid approved in FY23 for \$3.558 million.

*FY24 transfer in for \$400,000 in G.O. Bonds from Unliquidated Surplus.*

## **DISCLOSURES**

MCPS asserts that this project conforms to the requirement of relevant local plans, as required by the Maryland Economic Growth, Resource Protection and Planning Act.

## **COORDINATION**

Mandatory Referral - M-NCPPC, Department of Environmental Protection, Building Permits, Code Review, Fire Marshall, Department of Transportation, Inspections, Sediment Control, Stormwater Management, WSSC Permits



## Major Capital Projects - Elementary (P652101)

<b>Category</b>	Montgomery County Public Schools	<b>Date Last Modified</b>	05/18/23
<b>SubCategory</b>	Countywide	<b>Administering Agency</b>	Public Schools
<b>Planning Area</b>	Countywide	<b>Status</b>	

### EXPENDITURE SCHEDULE (\$000s)

Cost Elements	Total	Thru FY22	Rem FY22	Total 6 Years	FY 23	FY 24	FY 25	FY 26	FY 27	FY 28	Beyond 6 Years
Planning, Design and Supervision	13,420	7,138	1,710	4,572	3,612	750	210	-	-	-	-
Site Improvements and Utilities	22,353	15,120	2,111	5,122	4,800	322	-	-	-	-	-
Construction	145,209	143,209	2,742	122,834	43,922	49,409	29,503	-	-	-	-
Other	6,232	-	776	5,457	5,457	51,409	-	-	-	-	-
<b>TOTAL EXPENDITURES</b>	187,214	185,214	25,000	137,985	57,791	50,481	29,713	-	-	-	-
						52,481					

### FUNDING SCHEDULE (\$000s)

Funding Source	Total	Thru FY22	Rem FY22	Total 6 Years	FY 23	FY 24	FY 25	FY 26	FY 27	FY 28	Beyond 6 Years
G.O. Bonds	88,766	86,766	4,200	72,423	29,329	27,209	15,885	-	-	-	-
Recordation Tax	20,800	20,800	-	-	-	-	-	-	-	-	-
State Aid	77,648	-	12,086	65,562	28,462	23,272	13,828	-	-	-	-
<b>TOTAL FUNDING SOURCES</b>	187,214	185,214	25,000	137,985	57,791	50,481	29,713	-	-	-	-
						52,481					

### APPROPRIATION AND EXPENDITURE DATA (\$000s)

Appropriation FY 24 Request	-	Year First Appropriation	
Cumulative Appropriation	185,214	Last FY's Cost Estimate	185,214
Expenditure / Encumbrances	-		
Unencumbered Balance	185,214		

## PROJECT DESCRIPTION

MCPS contracted with an external entity to conduct full facility assessments of all schools during the spring and summer of 2018. This provided an important baseline of facility condition information across all school facilities to inform decision making about capital projects, systemic replacements, and other work needed to address facility infrastructure challenges. The Key Facility Indicator (KFI) data was compiled into a public facing website in the spring of 2019. As part of the amended FY 2019-2024 CIP, the superintendent identified the first set of schools to be included in the Major Capital Project project. At the elementary level, the first set of schools identified are Burnt Mills, South Lake, Woodlin, and Stonegate elementary schools. An FY 2021 appropriation was requested to begin the architectural planning and design for these first four projects. Burnt Mills, South Lake and Woodlin elementary schools have scheduled completion dates of August 2023 and Stonegate Elementary School has a scheduled completion date of January 2024. However, due to fiscal constraints, the County Council, in the adopted FY2021-2026 CIP, approved the completion dates for South Lake, Woodlin, and Stonegate elementary schools one year beyond the Board of Education's request, but maintained the planning



funds. South Lake and Woodlin elementary schools had scheduled completion dates of August 2024 and Stonegate had a scheduled completion date of January 2025. An FY 2022 appropriation and amendment to the FY 2021-2026 CIP was approved to accelerate the completion dates of the four elementary school major capital projects to August 2023. The requested completion dates aligned with the Board of Education's request in the FY 2021-2026 CIP. Based on the request to accelerate the completion dates, an FY 2022 appropriation was approved for construction funds for all of the four elementary major capital projects. An FY 2022 supplemental appropriation and transfer of funds of \$33.941 million in total for four elementary schools (Burnt Mills, South Lake, Stonegate, and Woodlin) was approved, in September 2021, for increases in construction costs. An FY 2022 supplemental appropriation of \$16.725 in total for four elementary schools (Burnt Mills, South Lake, Stonegate, and Woodlin) was approved, in December 2021, to maximize state aid. An FY 2023 appropriation was approved for Burnt Mills, Stonegate, and Woodlin elementary schools to complete these projects. The approved appropriation also will fund architectural planning and design for Piney Branch ES, the next school identified for a major capital project. Construction funds will be considered in a future CIP, and therefore, the completion date for the Piney Branch ES project is to be determined. Due to construction delays and challenges, the approved FY2023-2028 amended CIP includes a six-month delay for Woodlin ES, now with a completion date of January 2024.

## FISCAL NOTE

South Lake ES - Major Capital Project: FY21 supplemental in G.O. Bonds for the amount of \$5,853,000 to accelerate completion date to 2023.

FY22 Supplemental for \$16,725,000 in GO Bonds for Burnt Mills ES (\$5.2 million); South Lake ES (\$2.057 million); Stonegate ES (\$3.528 million); and Woodlin ES (\$5.940 million).

FY24 transfer in for \$2.0 million in G.O. Bonds for South Lake ES (\$1 million) and Stonegate ES (\$1 million) from Unliquidated Surplus.

## DISCLOSURES

MCPS asserts that this project conforms to the requirement of relevant local plans, as required by the Maryland Economic Growth, Resource Protection and Planning Act.