

# Construction Contingency Report

State Finance and Procurement Article, Section 3-609(h)

Department of Budget & Management  
Department of General Services

January 45, 2028



Wes Moore, Governor | Aruna Miller, Lt. Governor | Atif Chaudhry, Secretary

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January 22, 2026

The Honorable Bill Ferguson  
President of the Senate  
State House, H-107  
100 State Circle  
Annapolis, MD 21401

The Honorable Joseline Peña-Melnyk  
Speaker of the House  
State House, H-101  
100 State Circle  
Annapolis, MD 21401

Re: Annual Report on the Construction Contingency Fund  
State Finance and Procurement Article § 3-609(h)

Dear President Ferguson and Speaker Peña-Melnyk:

In accordance with State Finance and Procurement Article § 3-609(h) of the Annotated Code of Maryland, the Maryland Department of Budget and Management (DBM) and the Maryland Department of General Services (DGS) are required to submit an annual report to the Maryland General Assembly on the status and use of the Construction Contingency Fund (CCF). This report will identify all monies appropriated to the Fund, authorized for expenditure from the Fund and expended from the Fund.

The CCF reported a balance of \$15,055,731.81 at the end of calendar year 2024. However, an appropriation of \$2,500,000 from the Maryland Consolidated Capitol Bond Loan (MCCBL) of 2024 was not reflected in the report. Accounting for this appropriation results in a corrected end-of-year 2024 balance of \$17,555,731.81.

As of December 31, 2026, the CCF balance is \$17,207,749.61.

In 2025, the Fund was not increased by any Board of Public Works (BPW) action agenda item.

There was one (1) new appropriation that occurred in the calendar year 2024, as follows:  
MCCBL 2024 of \$ 2,500,000.

Approval was granted for the following project in CY 2023. The entirety of the funds were not needed and a reversion of funds back to the CCF account was completed and approved by BPW on February 12, 2025.

Project	JBC Approval Date	Amount	Credit
BCCC Loop Road (2nd Request)	09.08.2023	\$1,200,000	\$1,055,523.41

In accordance with provisions of the State Finance and Procurement Article, §8-129, the following funds were recycled from completed capital projects and the unencumbered balances were approved for transfer spending authority to the CCF account by BPW on July 2, 2025:

<b>MCCBL Project Transfers:</b>	
WCI Vocational Education Building	\$5,000.00
MD House of Correct Deconstruct Proj 11	\$2,321.83
560 Bed Min Security Compound	\$20,310.00
560 Bed Min Security Compound	\$3,355.69
Adventist Rehab. Hosp. of MD, Bariatric Pgrm Reno	\$45,306.51
Washington Adventist Hosp - Prim Care	\$34,413.77
Doctors Hosp.- Pharmacy Dept. Expand/Reno	\$11,479.87
New Youth Detention Center	\$5,285.00
560-Bed Min Security Compound Dorsey Run	\$82,359.00
New Youth Detention Center	\$523.79
Demo Bldgs at Balt City Corr Complex	\$4,341.39
Demo Bldgs at Balt City Corr Complex	\$3,511.10
Demo Bldgs at Balt City Corr Complex	\$3,511.10
<b>Total in transfers:</b>	<b>\$220,494.39</b>

The Fund has been used two (2) times during calendar year 2025, based on approval by the Joint Budget Committees (JBC) and authorized by the Board of Public Works (BPW):

Project	JBC Approval	BPW Approved	Amount
HSMCC Interpretive Center (2nd request)	09.04.2025	10.22.2025	\$724,000
MSD Veditz Renovation (2nd request)	10.06.2025	12.03.2025	\$900,000
<i>Total JBC Approval &amp; BPW Authorization</i>			\$1,624,000

Balance in the CCF at the end of calendar year 2025	
*Correct Beginning Balance	\$17,555,731.81(MCCBL2024 \$2.5 mil included)
Fund Transfers Back to CCF	\$1,055,523.41
Unencumbered Balances Recycled Back	\$220,494.39
Approved by JBC / BPW Authorized	\$-1,624,000.00
Prior Period Adjustment	\$00.00
New Appropriation	\$00.00
Subtotal Available Funds	\$17,207,749.61
<b>Year-End Balance for Calendar Year 2025</b>	\$17,207,749.61

If you have any questions or comments, please contact either of us at the telephone numbers provided below.

Sincerely,



Atif Chaudhry  
 Secretary  
 Department of General Services  
 410-767-4960



Yaakov "Jake" Weissmann  
 Acting Secretary  
 Department of Budget & Management  
 410-260-7041

cc: The Honorable Guy Guzzone, Chair Budget and Taxation Committee  
The Honorable Ben Barnes, Chair Appropriations Committee

Matthew Klein, DLS  
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