

INTERAGENCY COMMISSION ON SCHOOL CONSTRUCTION



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July 9, 2019

The Honorable Nancy J. King
Chair, Senate Budget and Taxation
Committee
3 West Miller Senate Building
Annapolis MD 21401-1991

The Honorable Maggie McIntosh
Chair, House Appropriations Committee
121 House Office Building
Annapolis MD 21401-1991

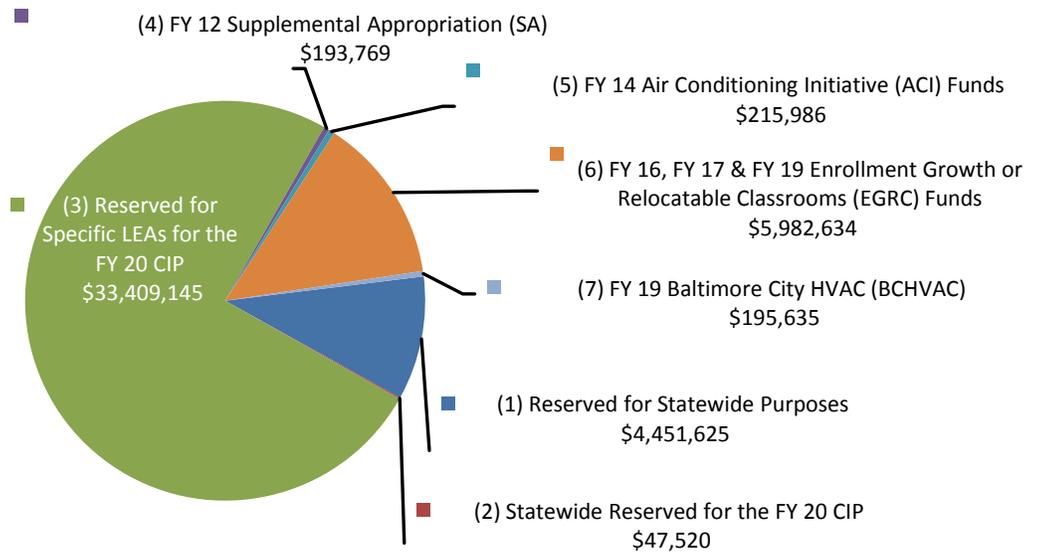
Re: Statewide Appropriations Account Quarterly Report

Dear Senator King and Delegate McIntosh:

Please accept this letter and the attachments as our quarterly report on the Statewide Appropriations Account for the Interagency Commission on School Construction as of June 30, 2019. This report is submitted consistent with the requirements of Education Article, Section 5-303(j)(4).¹

The total Statewide Appropriations Fund Balance as of June 30, 2019 is \$44,496,314. The Chart below provides the total appropriation balance by Program/Initiative or dedicated purpose.

Statewide Appropriations Fund Balance \$44,496,314



¹ On or before March 30, June 30, September 30, and December 31 of each year, the Interagency Commission shall report to the General Assembly, in accordance with Section 2-1257 of the State Government Article, and the Department of Legislative Services on the balance in the fund as of the reporting date as the result of transfers or reversions required under this subsection and any expenditures.

- (1) **Reserved for Statewide Purposes** - The \$4,451,625 reserved for Statewide purposes consists of \$500,000 for the Emergency Repair Fund, \$247,931 for the Relocatable Repair Fund, \$62,501 for the Qualified Zone Academy Bond (QZAB) Program, \$141,524 for the FY19 Safety Security (SSGP) Funds and \$3,499,669 for the Energy Efficiency Program. These funds are reserved for specific purposes or other funding programs of the IAC. On April 11, 2019 the IAC approved the allocation of the EEI funding to the FY 2020 CIP for projects that are intended to improve energy efficiency.
- (2) **Statewide Reserved for the FY 20 CIP** - The \$47,250 is the Statewide Appropriation funds reserved for the FY 20 CIP, \$45,688 of these funds are reserved to be allocated to Washington County for the State 10% match for e-rate. The remaining \$1,832 will be allocated to the FY 2020 CIP.
- (3) **Reserved for Specific LEAs for the FY 20 CIP** – The \$33,409,314 is reserved for specific LEAs for allocation to the FY 2020 CIP.
- (4) **FY 2012 Supplemental Appropriation (SA)** – The reserved appropriation funds totaling \$193,769, consists of \$6,266 reserved for Allegany County Public Schools, \$176,621 reserved for Baltimore City Public Schools, and \$10,879 reserved for Queen Anne’s County Public Schools. LEAs with balances will continue to submit eligible project requests directly to the IAC to utilize their remaining balances.
- (5) **FY 2014 Air Conditioning Initiative (ACI)** - Totaling \$215,986, consists of \$108,093 reserved for Baltimore County, \$6,701 reserved for Charles County, \$21,189 reserved for Prince George’s County, \$15,110 reserved for Wicomico County, and \$61,893 reserved for Baltimore City. The IAC has approved allocation of these funds to the FY 2020 CIP.
- (6) **FY 16, FY17, & FY 19 Enrollment Growth or Relocatable Classrooms (EGRC) Funds** - The \$5,982,634 consists of \$518,639 reserved for Anne Arundel County, \$834,716 reserved for Baltimore County, \$1,630,715 reserved for Howard County, \$28,880 reserved for Montgomery County, and \$2,969,684 for Prince George’s County. The IAC has approved allocation of \$5,953,754 to the FY 2020 CIP, the remaining \$28,880 reserved for Montgomery County will be reserved for the current or next fiscal year CIP at the discretion of the LEA..
- (7) **Reserved for Baltimore City HVAC Improvements** - The \$195,635 is reserved specifically for Baltimore City for FY 2019 (BCHVAC) for Heating, Ventilation, and Air Conditioning Improvements at Baltimore City school buildings. The IAC is working with BCPSS to identify specific projects.

Attached is a summary of the funding by fiscal year showing the remaining appropriation balance in the accounts as of June 30, 2019. Attachment 2 of the Summary shows the dedicated purpose of the available balances. Please contact me at 410-767-0610 or via email robert.gorrell@maryland.gov if you have any questions regarding this material or if you need any additional information.

Sincerely,



Robert A. Gorrell
Executive Director
Interagency Commission on School Construction

Enclosures

cc: IAC Members
Ms. Sarah Albert (5 copies)
Ms. Rachel Hise
Mr. Matthew Klein
Ms. Cathy Kramer
Mr. Kyle Siefeling
Mr. David Brinkley
Mr. Marc Nicole
Mr. Nathan Bowen

Ms. Tiffany Cole Stitt
Mr. Kwame Kwakye

Interagency Commission on School Construction
 Remaining Appropriation Balance
 as of June 30, 2019

Attachment 1

<u>Fiscal Year</u>	<u>Balance as of March 31, 2019</u>	<u>IAC Actions April - June</u>	<u>Balance as of June 30, 2019</u>
2006 Interest QZAB - 3rd	500		500 (b)
2008	-	1,929	1,929
2009	-	47,520	47,520
2009 Interest QZAB - 4T	248		248 (b)
2010	-	20,346	20,346
2010 Interest QZAB - 3R	291		291 (b)
2010 REL	247,931		247,931 (a)
2011	-	815,575	815,575
2012	4,135	188,954	193,089
2012 SA	76,504	117,265	193,769 (c)
2013	650,878	622,537	1,273,415
2013 EEI	3,493,669	6,000	3,499,669 (d)
2014	1,011,773	715,692	1,727,465
2014 ACI	21,811	194,175	215,986 (e)
2015	2,500,519	2,048,006	4,548,525
2015 QZAB	1		1 (b)
2016	62,560	257,317	319,877
2016 EGRC	1,429,286	119,322	1,548,608 (g)
2016 QZAB	78,530	(78,530)	- (b)
2017	3,727,310	4,464,988	8,192,298
2017 EGRC	3,412		3,412 (g)
2017 QZAB	3,767	(3,767)	- (b)
2018	3,965,575	2,092,320	6,057,895
2018 QZAB	468,943	(407,482)	61,461 (b)
2019	9,588,237	1,028,023	10,616,260
2019 BC HVAC	174,550		174,550 (h)
2019 BC HVAC Design	-	21,085	21,085 (h)
2019 EGRC	4,401,734	28,880	4,430,614 (g)
2019 SSGP PG	28,140	113,384	141,524 (f)
2020		142,471	142,471
Totals	<u>\$31,940,304</u>	<u>\$12,556,010</u>	<u>\$44,496,314</u>

The following balances are reserved for specific Programs/Initiatives:

- (a) Relocatable Repairs account balance of \$247,931
- (b) Qualified Zone Academy Bonds (QZAB) account balance \$62,501
- (c) FY 2012 Supplementary Program (SA) \$193,769
- (d) Energy Efficiency Initiative (EEI) \$3,499,669
- (e) Air Conditioning Initiative (ACI) \$215,986
- (f) School Safety Grant Program (SSGP) \$141,524
- (g) Enrollment Growth or Relocatable Classrooms (EGRC) \$5,982,634
- (h) Baltimore City HVAC Program (BC HVAC) \$195,635

INTERAGENCY COMMISSION ON SCHOOL CONSTRUCTION
SUMMARY OF STATEWIDE APPROPRIATION ACCOUNTS
30-Jun-19

I. APPROPRIATION BALANCE:

Current Statewide Appropriation Balance				\$ 44,496,314
				<u>\$ 44,496,314</u>
Reserved for LEAs, Pending IAC Approval or Unreserved Appropriation				
LEA Appropriation reserves for specific Programs or Initiatives (See Note 3)		\$ (401,139)		
Undetermined and pending adjustments (see Note 4)	\$ (2,292,329)			
Pending adjustments (see Note 4)	\$ -	\$ (2,292,329)		\$ (2,693,468)
Statewide Reserves				\$ (47,520)
Balance unavailable for reallocation in the FY 2020 CIP				<u>\$ (4,451,625)</u>
Total Current and Anticipated Appropriation available for FY 2020 CIP				<u>\$ 37,303,701</u>

II. FUNDING SOURCE: Statewide Appropriation Fund Balance by Program/Initiative

Appropriation for Statewide purposes:				
Emergency Repair Fund		500,000	(1)	
Relocatable Repair Fund		247,931		
Qualified Zone Academy Bonds (QZAB)		62,501		
FY 19 Security Safety (SSGP) Funds		141,524	(7)	
FY 13 EEI Funds		3,499,669		
	Subtotal	\$ 4,451,625		
Appropriation available for Statewide Funding Programs:				
Bond Funds		47,520		
Pay-Go Funds		-		
	Subtotal	\$ 47,520		
Appropriation Reserved for Specific LEAs:				
Bond Funds		33,409,145		
Pay-Go Funds		-		
	Subtotal	\$ 33,409,145		
FY 12 Supplemental Appropriation (SA)		193,769		
FY 14 Air Conditioning Initiative (ACI) Funds		215,986		
FY 16 & FY 19 Enrollment Growth or Relocatable Classrooms (EGRC) Funds		5,982,634		
FY 19 Baltimore City HVAC (BCHVAC)		195,635		
	Subtotal	\$ 6,588,024		
	Totals	<u>\$ 44,496,314</u>		

III. DETAILS:

Appropriation Balance for Specific LEAs from FY 06 - FY 08, & FY 10 - FY 20:	LEA Appn.	LEA Appn.	LEA Appn.	LEA Appropriation	LEA Appn.	Current LEA
	Balance as of 03-31-19	Allocated to FY 2020 CIP	Increases/ (Decreases) Apr. - Jun.	Reserves for Specific Programs or Initiatives	Funds Undetermined & Pending Adjustment	Appn. Balance Available
			(2)	(3)	(4)	(5)
Allegany	6,266	-	27,412	-	-	33,678
Anne Arundel	3,772,722	-	-	-	-	3,772,722
Baltimore County	748,655	-	2,673,145	-	-	3,421,800
Baltimore City	596,021	-	4,424,054	(176,621)	(1,021,534)	3,821,920
Calvert	-	-	428,523	-	-	428,523
Caroline	162,420	-	-	-	-	162,420
Carroll	241,878	-	258,534	(3)	-	500,409
Cecil	813,732	-	93,930	-	-	907,662
Charles	6,701	-	-	-	-	6,701
Dorchester	117,213	-	-	-	-	117,213
Frederick	222,942	-	46,974	-	(25,145)	244,771
Garrett	170,104	-	174,138	-	(142,471)	201,771
Harford	1,863,945	-	-	-	-	1,863,945
Howard	1,630,715	-	451,619	-	(439,581)	1,642,753
Kent	14,280	-	-	-	-	14,280
Montgomery	2,092,593	-	62,769	(28,880)	(551,362)	1,575,120
Prince George's	13,927,854	-	3,795,551	-	(43,711)	17,679,694
Queen Anne's	32,135	-	86,938	-	(68,525)	50,548
St. Mary's	120,420	-	-	-	-	120,420
Somerset	4,135	-	-	-	-	4,135
Talbot	-	-	-	-	-	-
Washington	355,448	-	-	-	-	355,448
Wicomico	43,555	-	-	-	-	43,555
Worcester	-	-	-	-	-	-
MD School for the Blind	-	-	334,213	-	-	334,213
Subtotal	\$ 26,943,734	\$ -	\$ 12,857,800	\$ (205,504)	\$ (2,292,329)	\$ 37,303,701
Total LEA Reserves			\$ 39,801,534	\$	(2,497,833)	\$ 37,303,701

Reserved Appropriation available for Baltimore City HVAC (BCHVAC) projects School Safety Grant Program (SSGP) projects	\$ 195,635 (6)
LEA Reserved Appropriation Balance available for FY 2020 CIP	\$ 37,303,701
Balance of Un-reserved Appropriation available for FY 2020 CIP	\$ 47,520
Total Appropriation Balance available (Reserved and Unreserved)	\$ 37,546,856

Notes:

- (1) \$500,000 appropriation reserve for the Emergency Repair Account.
- (2) LEA appropriation fund adjustments resulting from IAC actions from April 2019 through June 2019.
- (3) Includes ACI, EEI, EGRC, and SA funds for specific LEAs.
- (4) Includes CIP funds not designated by LEAs, to be assigned pending LEA indication of preferences to FY 2019 or reserved for FY 2020 CIP.
- (5) Appropriation balance available for specific LEAs as of June 2019, pending IAC action.
- (6) FY 2019 Bond Premiums for Heating, Ventilation, and Air Conditioning Improvements at Baltimore City public school buildings.
- (7) FY 2019 Bond Premiums and Paygo for capital expenses that improve safety and security of public school facilities identified through facility risk assessments.