

CORRESPONDENCE - February 16, 2021

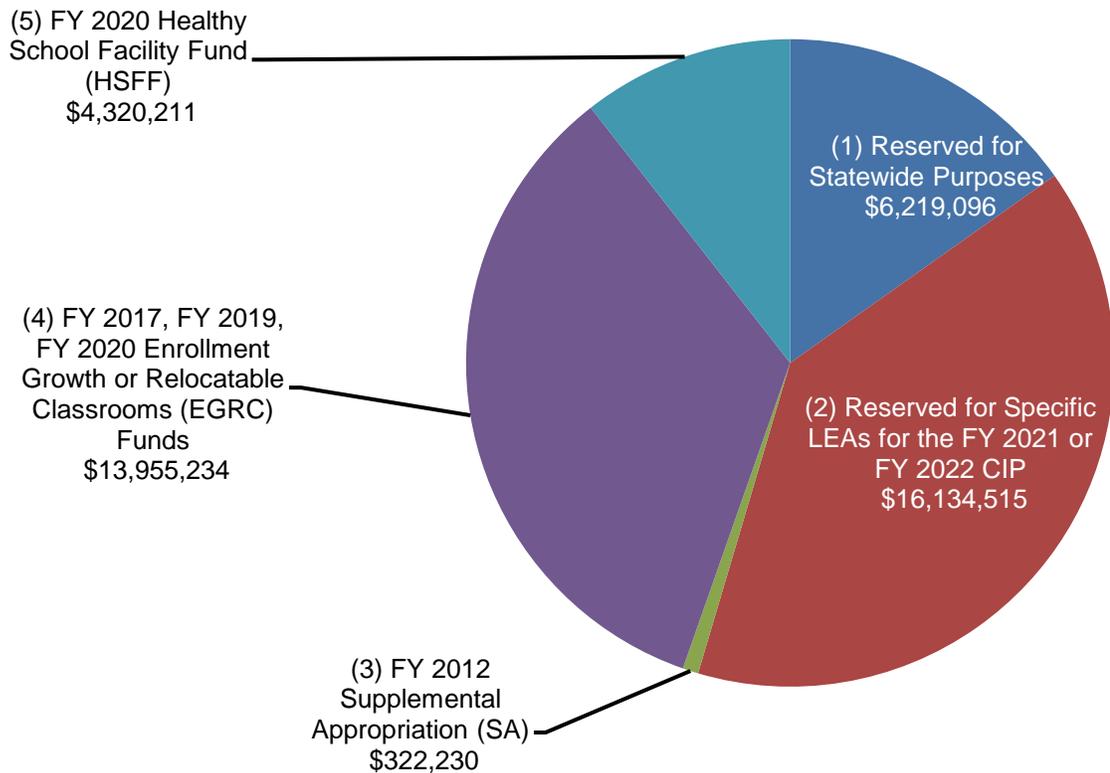
The Honorable Guy Guzzone
Chair, Senate Budget and Taxation Committee
3 West Miller Senate Building
Annapolis MD 21401-1991

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

Dear Senator Guzzone 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 December 31, 2020. 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 December 31, 2020 is \$40,951,286. The Chart below provides the total appropriation balance by Program/Initiative or dedicated purpose.



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 \$6,219,096 reserved for Statewide purposes consists of \$310,000 for the Emergency Repair Fund, \$247,931 for the Relocatable Repair Fund, \$356,872 for the FY19 Safety Security (SSGP) Funds, \$10,622 from the Non-Public Aging Schools Program (NPASP) and \$5,293,671 reserved from FY 2021 appropriation. These funds are reserved for specific purposes or other funding programs of the IAC. The NPASPP \$10,622 and the FY 2021 \$5,293,671 will be allocated to the FY 2022 CIP.
- (2) **Reserved for Specific LEAs for the FY 2022 CIP and FY 2023 CIP** – The LEAs were notified in December 2020 of their available appropriation balances to determine how to apply it to the CIP. The account balance reserved for specific LEAs totals \$16,134,515 of which \$8,504,760 will be allocated to the FY 2022 CIP, \$1,544,787 will be reserved for the FY 2023 CIP for those LEAs that have no FY 2022 projects unfunded, and \$6,054,968 remains to be determined.
- (3) **FY 2012 Supplemental Appropriation (SA)** – The reserved appropriation funds total \$322,230 of this amount \$197,178 reserved for Anne Arundel County Public Schools will be allocated to the FY 2022 CIP, \$123,867 reserved for Baltimore City Public Schools, and \$1,182 reserved for Cecil County Public Schools will remain reserved until the LEA determines which eligible project requests directly to the IAC to utilize their remaining balances.
- (4) **FY 2016, FY 2017, FY 2019 & FY 2020 Enrollment Growth or Relocatable Classrooms (EGRC) Funds** - The \$14,277,464 consists of \$327,000 reserved for Howard County, \$26,110 reserved for Montgomery County and \$13,602,124 for Prince George's County. The LEAs have determined to use \$9,449,035 of the available balance for the FY 2022 CIP and the balance of \$4,506,199 will remain reserved for Prince George's County Public Schools for FY 2023 CIP.
- (5) **FY 2020 Healthy School Facility Fund (HSFF)** – The \$4,320,211 is available for distribution statewide and will be combined with the appropriation for the FY 2021 HSFF.

Attached is a summary of the funding by fiscal year showing the remaining appropriation balance in the accounts as of December 31, 2020. 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. Laura Hyde
Mr. David Brinkley
Mr. Marc Nicole
Mr. Kyle Mansfield

Interagency Commission on School Construction Appropriation Balance by Fiscal Year as of December 31, 2020

<u>Fiscal Year</u>	<u>Balance as of September 30, 2020</u>	<u>IAC Actions October - December</u>	<u>Balance as of December 31, 2020</u>
2006 Interest QZAB - 3rd	500	(500)	- (b)
2009 Interest QZAB - 4T	248	(248)	- (b)
2010 Interest QZAB - 3R	291		291 (b)
2010 Interest QZAB - 3rd		(291)	(291)(b)
2010 REL	247,931		247,931 (a)
2012 SA	125,052	197,178	322,230 (c)
2013	-	6,013	6,013
2015	-	487,230	487,230
2015 Interest QZAB - 3rd	7,076	(7,076)	- (b)
2015 QZAB	1	(1)	- (b)
2016 EGRC	-	269,000	269,000 (f)
2016 Interest QZAB - 3rd	85,000	(85,000)	- (b)
2016 NPASP	10,622		10,622 (d)
2017	1,520,057		1,520,057
2017 EGRC	351,124		351,124 (f)
2017 Interest QZAB - 3rd	6,000	(6,000)	- (b)
2018	446,000	49,000	495,000
2018 QZAB	13,164	(13,164)	- (b)
2019	1,232,752	3,267,000	4,499,752
2019 BC HVAC	707,899	(707,899)	- (g)
2019 BC HVAC Design	271,493	(271,493)	- (g)
2019 EGRC	327,000	12,982,000	13,309,000 (f)
2019 SSGP	154,780		154,780 (e)
2019 SSGP PG	130,373	71,719	202,092 (e)
2020	3,488,558	2,215	3,490,773
2020 EGRC	26,110		26,110 (f)
2020 HSFF	4,320,211		4,320,211 (h)
2021	11,239,361		11,239,361
Totals	<u>\$24,711,603</u>	<u>\$16,239,683</u>	<u>\$40,951,286</u>

The following balances are reserved for specific Programs/Initiatives:

- (a) Relocatable Repairs account balance of \$247,931
- (b) Qualified Zone Academy Bonds (QZAB) have been fully expended as of 12/9/2020; accounts adjusted to reflect zero balance.
- (c) FY 2012 Supplementary Program (SA) \$322,230
- (d) Non-Pulic Aging Schools Program (NPASP) \$10,622
- (e) School Safety Grant Program (SSGP) \$356,872
- (f) Enrollment Growth or Relocatable Classrooms (EGRC) \$13,955,234
- (g) Baltimore City HVAC Program (BC HVAC) \$0
- (h) Statewide Healthy School Facility Fund (HSFF) balance \$4,320,211

Total of bond accounts \$21,738,186

INTERAGENCY COMMISSION ON SCHOOL CONSTRUCTION
SUMMARY OF STATEWIDE APPROPRIATION ACCOUNTS
December 31, 2020

I. APPROPRIATION BALANCE:

Current Statewide Appropriation Balance				\$ 40,951,286
				<u>\$ 40,951,286</u>
Reserved for LEAs, Pending IAC Approval or Unreserved Appropriation				
LEA Appropriation reserves for specific Programs or Initiatives (See Note 3)		\$	(4,631,251)	
Undetermined and pending adjustments (see Note 4)	\$	(6,084,968)	\$	(6,084,968)
Statewide Reserves				\$ (10,716,219)
Balance unavailable for reallocation in the FY 2022 CIP				<u>\$ (5,235,014)</u>
Total Current and Anticipated Appropriation available for FY 2022 CIP				<u>\$ 25,000,053</u>

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

Appropriation for Statewide purposes:				
Emergency Repair Fund		310,000	(1)	
Relocatable Repair Fund		247,931		
FY 20 Healthy Schools Facility Fund (HSFF)		4,320,211	(7)	
FY 19 Security Safety Grant Program (SSGP)		356,872	(6)	
	Subtotal	\$	<u>5,235,014</u>	
Appropriation available for Statewide Funding Programs:				
Bond Funds		5,293,671		
Pay-Go Funds		-		
NPASP		10,622		
	Subtotal	\$	<u>5,304,293</u>	
Appropriation Reserved for Specific LEAs:				
Bond Funds		16,134,515		
Pay-Go Funds		-		
	Subtotal	\$	<u>16,134,515</u>	
FY 12 Supplemental Appropriation (SA)		322,230		
FY 16, FY 17, FY 19 & FY 20 Enrollment Growth or Relocatable Classrooms (EGRC) Funds		13,955,234		
	Subtotal	\$	<u>14,277,464</u>	
	Totals	\$	<u>40,951,286</u>	

III. DETAILS:

Appropriation Balance for Specific LEAs from FY 06 - FY 08, & FY 10 - FY 21:	LEA Appn. Balance as of 09-30-20	LEA Appn. Allocated to FY 2022 CIP	LEA Appn. Increases/ (Decreases) October - December	LEA Appropriation Reserves for Specific Programs or Initiatives	LEA Appn. Funds Undetermined & Pending Adjustment	Current LEA Appn. Balance Available
			(2)	(3)	(4)	(5)
Allegany	-	-	-	-	-	-
Anne Arundel	78,867	-	197,178	-	-	276,045
Baltimore County	2,454,069	-	(2,454,069)	-	-	-
Baltimore City	10,867,379	-	(2,845,534)	(123,867)	(5,587,132)	2,310,846
Calvert	-	-	-	-	-	-
Caroline	-	-	-	-	-	-
Carroll	256,027	-	-	(3)	-	256,024
Cecil	1,182	-	-	(1,182)	-	-
Charles	-	-	-	-	-	-
Dorchester	497,153	-	2,215	-	-	499,368
Frederick	204,313	-	-	-	-	204,313
Garrett	-	-	-	-	-	-
Harford	1,283,854	-	-	-	-	1,283,854
Howard	327,000	-	-	-	-	327,000
Kent	449,700	-	-	-	-	449,700
Montgomery	515,693	-	8,253	-	(497,836)	26,110
Prince George's	689,140	-	17,051,000	(4,506,199)	-	13,233,941
Queen Anne's	27,840	-	-	-	-	27,840
St. Mary's	595,719	-	-	-	-	595,719
Somerset	205,000	-	-	-	-	205,000
Talbot	-	-	-	-	-	-
Washington	-	-	-	-	-	-
Wicomico	-	-	-	-	-	-
Worcester	-	-	-	-	-	-
MD School for the Blind	-	-	-	-	-	-
Subtotal	\$ 18,452,936	\$ -	\$ 11,959,043	\$ (4,631,251)	\$ (6,084,968)	\$ 19,695,760
Total LEA Reserves			\$ 30,411,979	\$ (10,716,219)		\$ 19,695,760

LEA Reserved Appropriation Balance available for FY 2022 CIP (\$18,150,973) or FY 2023 CIP (\$1,544,787)	\$ 19,695,760
Balance of Un-reserved Appropriation available for FY 2022 CIP	\$ 5,304,293
Total Appropriation Balance available (Reserved and Unreserved)	\$ 25,000,053

Notes:

- (1) \$310,000 appropriation reserve for the Emergency Repair Account.
- (2) LEA appropriation fund adjustments resulting from IAC actions from October 2020 through December 2020.
- (3) Includes 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 2022 or reserved for FY 2023 CIP.
- (5) Appropriation balance available for specific LEAs as of December 2020, pending IAC action.
- (6) FY 2019 Bond Premiums and Paygo for capital expenses that improve safety and security of public school facilities identified through facility risk assessments.
- (7) FY 2020 Healthy School Facility Fund available for distribution Statewide.