

Larry Hogan
Governor

Boyd K. Rutherford
Lt. Governor



Ellington E. Churchill, Jr.
Secretary

MARYLAND DEPARTMENT OF GENERAL SERVICES
OFFICE OF THE SECRETARY

December 11, 2017

The Honorable Thomas V. Mike Miller, Jr.
President of the Senate
107 State House
Annapolis, Maryland 21401

The Honorable Michael E. Busch
Speaker of the House
101 State House
Annapolis, Maryland 21401

Re: Annual Report on the Construction Contingency Fund

Dear Senator Miller and Delegate Busch:

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

The CCF had a balance of \$5,341,854.49 at the end of calendar year 2016. The CCF will have a balance of \$6,482,769.69* on December 31, 2017.

During the year 2017, the Fund was increased by three (3) fund transfers by Board of Public Works (BPW) action agenda item as follows:

<u>BPW Item</u>	<u>Transfer Date</u>	<u>Amount</u>
5-GM	1/4/17	\$464,294.94
7-GM	5/10/17	\$382,883.26
11-GM	7/26/17	\$ 55,000.00
Total		\$902,178.20

There was a new appropriation in MCCBL 2017 in the amount of \$2,500,000.00



The following funds were recycled from completed projects in 2017:

Oyster Production Facility	\$ 3,150.00
Rockville District Court	<u>\$79,083.00</u>
	\$82,233.00

The Fund has been used two (2) times during calendar year 2017, based on approval by the Joint Budget Committees (JBC) and a third request is currently pending:

<u>Project</u>	<u>Approval Date</u>	<u>Amount</u>
Court of Appeals Bldg	1/19/17	\$2,000,000.00
MSP- Air Crew Hanger	5/8/17	<u>\$ 343,496.00</u>
Total		\$2,343,496.00

***MSP- Air Crew Hanger approval pending \$ 600,000.00**
2nd Request*

The balance in the CCF at the end of calendar year 2017 is as follows:

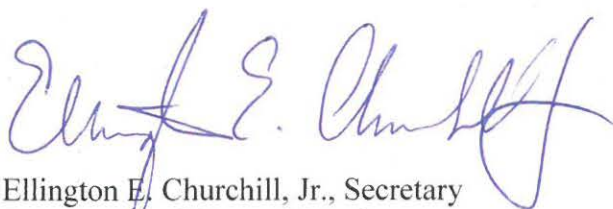
Beginning Balance	\$ 5,341,854.49
Fund Transfers	\$ + 902,178.20
Recycled Back	\$ + 82,233.00
Approved by JBC	\$ - 2,343,496.00
New Appropriation	<u>\$ + 2,500,000.00</u>
Subtotal Available Funds	\$ 6,482,769.69*

*This amount does not include the pending \$600,000.00 request.

YEAR END BALANCE FOR CALENDAR YEAR 2017 \$ 6,482,769.69*

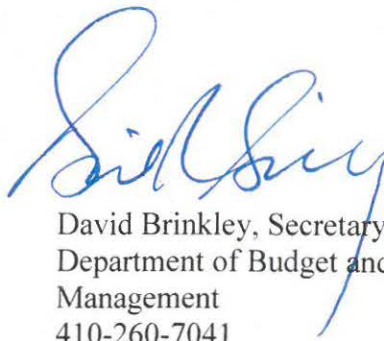
We trust that this information will be helpful to you. If you have any questions or comments, please contact either of us at the telephone numbers provided below.

Sincerely,



Ellington E. Churchill, Jr., Secretary
Department of General Services

410-767-4960



David Brinkley, Secretary
Department of Budget and
Management

410-260-7041

c: Matthew Klein/DLS
Teresa Garraty/DBM
Lauren Buckler/DGS