



MARYLAND DEPARTMENT OF BUDGET AND MANAGEMENT

MARYLAND DEPARTMENT OF GENERAL SERVICES

January 31, 2024

The Honorable Bill Ferguson
President of the Senate

The Honorable Adrienne A. Jones
Speaker of the House

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

Dear Senator Ferguson and Delegate Jones:

In accordance with State Finance and Procurement Article § 3-609 of the Annotated Code of Maryland, the Department of Budget and Management (DBM) and the Department of General Services (DGS) are required to submit an annual report to the 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 had a balance of \$ 11,963,544.65 at the end of calendar year 2022. The CCF balance on December 31, 2023 was \$ 14,748,097.80.

During calendar year 2023, the Fund was not increased by any Board of Public Works (BPW) action agenda item.

There was one (1) new appropriation as follows: MCCBL 2023 of \$8,000,000.

The following funds were recycled from completed projects in 2023:

Universities Transfers:

SU- Delmarva Public Radio	\$ 12,377.68
FSU- Public Safety Facility	\$ 1,788.09
MSU- New Behavioral & Social Sciences Bldg.	\$ 30,319.71
MSU- New Health & Human Services Bldg. Phase I	\$ 79,831.78
SMCM- New Academic Bldg. & Auditorium Phase I	<u>\$ 24,235.89</u>

Total transfers: \$148,553.15

The Fund has been used three (3) times during calendar year 2023, based on approval by the Joint Budget Committees (JBC):

<u>Project</u>	<u>Approval Date</u>	<u>Amount</u>
HSMCC Interpretive Center	04.23.2023	\$ 754,000
BCCC Loop Road (2nd Request)	09.08.2023	\$1,200,000
MSD Veditz Renovation	10.31.2023	<u>\$3,410,000</u>
Total Budget Committee Approval		\$5,364,000

The balance in the CCF at the end of calendar year 2023 is as follows:

Beginning Balance	\$ 11,963,544.65
Fund Transfers	\$ 148,553.15
Fund Encumbered (approved by JBC)	\$ -5,364,000.00
New Appropriation	<u>\$ 8,000,000.00</u>
Subtotal Available Funds	\$ 14,748,097.80

YEAR END BALANCE FOR CALENDAR YEAR 2023 \$ 14,748,097.80

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,



Atif Chaudhry, Secretary
DGS
410-767-4960



Helene Grady, Secretary
DBM
410-260-7041

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

Matthew Klein, DLS
Sarah Albert, DLS
Christina Perrotti, DBM
Courtney League, DGS
Laura Vykol-Gray, DBM
Ellen Robertson, DGS