

Resolution No.: 16-536
Introduced: April 1, 2008
Adopted: May 6, 2008

**COUNTY COUNCIL
FOR MONTGOMERY COUNTY, MARYLAND**

By: Council President at the Request of the County Executive

SUBJECT: Amendment to the FY07-12 Capital Improvements Program and Supplemental Appropriation to the FY08 Capital Budget
Montgomery County Government
Department of Public Works and Transportation
Ride On Bus Fleet (No: 500821), \$12,742,000

Background

1. Section 307 of the Montgomery County Charter provides that any supplemental appropriation must be recommended by the County Executive who must specify the source of funds to finance it. The Council must hold a public hearing on each proposed supplemental appropriation after at least one week's notice. A supplemental appropriation that would comply with, avail the County of, or put into effect a grant or a Federal, State or County law or regulation, or one that is approved after January 1 of any fiscal year, requires an affirmative vote of five Councilmembers.
1. Section 302 of the Montgomery County Charter provides that the Council may amend an approved capital improvements program at any time by an affirmative vote of no fewer than six members of the Council.
2. The County Executive recommends the following capital project appropriation increases:

<u>Project Name</u>	<u>Project Number</u>	<u>Cost Element</u>	<u>Amount</u>	<u>Source of Funds</u>
Ride On Bus Fleet	500821	Other	<u>\$12,742,000</u>	
TOTAL			\$12,742,000	Short Term Financing

- 3. This increase is needed to replace buses that have reached the end of their useful lives. The purchase is consistent with the bus replacement policy developed by the Department of Public Works & Transportation. Since it typically takes 12-18 months for delivery after an order is placed, it is important to place the order as soon as possible. Replacement of these buses will provide service that is safer, more reliable, and more cost-efficient.
- 4. The County Executive recommends an amendment to the FY07-12 Capital Improvements Program and a special appropriation in the amount of \$12,742,000 for Ride On Bus Fleet (No. 500821), and specifies that the source of funds will be Short Term Financing. Since it meets the appropriate criteria, this request is acted upon as a supplemental appropriation.
- 5. Notice of public hearing was given and a public hearing was held.

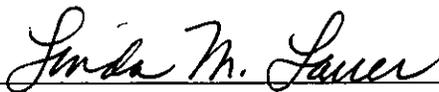
Action

The County Council for Montgomery County, Maryland, approves the following actions:

The FY07-12 Capital Improvements Program of the Montgomery County Government is amended as reflected on the attached project description form and a supplemental appropriation is approved as follows:

<u>Project Name</u>	<u>Project Number</u>	<u>Cost Element</u>	<u>Amount</u>	<u>Source of Funds</u>
Ride On Bus Fleet	500821	Other	<u>\$12,742,000</u>	
TOTAL			\$12,742,000	Short Term Financing

This is a correct copy of Council action.



 Linda M. Lauer, Clerk of the Council

Attachment to Resolution 16-536
Ride On Bus Fleet -- No. 500821

Category Transportation
 Agency Public Works & Transportation
 Planning Area Countywide
 Relocation Impact None.

Date Last Modified
 Required Adequate Public Facility

March 13, 2008
 NO

EXPENDITURE SCHEDULE (\$000)

Cost Element	Total	Thru FY06	Rem. FY06	Total 6 Years	FY07	FY08	FY09	FY10	FY11	FY12	Beyond 6 Years
Planning, Design and Supervision											
Land											
Site Improvements and Utilities											
Construction											
Other	47,035	0	0	47,035	0	12,742	12,597	8,238	5,780	7,678	0
Total	47,035	0	0	47,035	0	12,742	12,597	8,238	5,780	7,678	0

FUNDING SCHEDULE (\$000)

Short-Term Financing	14,680	0	0	14,680	0	12,742	1,938	0	0	0	0
Federal Aid	8,501	0	0	8,501	0	0	2,201	2,100	2,100	2,100	0
Mass Transit Fund	7,894	0	0	7,894	0	0	718	3,398	940	2,838	0
State Aid	15,960	0	0	15,960	0	0	7,740	2,740	2,740	2,740	0

ANNUAL OPERATING BUDGET IMPACT (\$000)

DESCRIPTION

This project provides for the purchase of replacement buses in the Ride On fleet in accordance with the Division of Transit Services' bus replacement plan.

Service Area

Countywide

JUSTIFICATION

The full-size transit buses have an expected useful life of twelve years. Smaller buses have an expected useful life of three to five years.

The FY08-12 plan calls for the following:

- FY08: 42 full-size diesel
- FY09: 39 full-size diesel
- FY10: 18 full-size diesel; 12 small gas
- FY11: 17 full-size diesel
- FY12: 22 full-size diesel

FISCAL NOTE

42 buses in FY08 and 6 buses in FY09 to be financed over five years with short-term financing.

Federal and State Aid estimates are based on historical receipts.

Federal funds require a 20 percent County match.

An additional \$5 million in State Aid is assumed in FY09.

APPROPRIATION AND EXPENDITURE DATA		
Date First Appropriation	FY08	(\$000)
Initial Cost Estimate		0
First Cost Estimate	FY08	47,035
Current Scope		47,035
Last FY's Cost Estimate		0
Present Cost Estimate		47,035
Appropriation Request	FY08	0
Supplemental Appropriation Request	FY08	12,742
Transfer		0
Cumulative Appropriation		0
Expenditures/		0
Encumbrances		0
Unencumbered Balance		0
Partial Closeout Thru	FY05	0
New Partial Closeout	FY06	0
Total Partial Closeout		0

COORDINATION

