

EXECUTIVE RECOMMENDATION

Capital Renewal: College - No. 096600

Category: **Montgomery College**
 Agency: **Montgomery College**
 Planning Area: **Countywide**
 Relocation Impact: **None**

Date Last Modified: **January 6, 2011**
 Required Adequate Public Facility: **No**

EXPENDITURE SCHEDULE (\$000)

Cost Element	Total	Thru		Rem. 6 Year							Beyond	
		FY10	FY10	Total	FY11	FY12	FY13	FY14	FY15	FY16	6 Years	
Planning, Design and Supervision	3,109	0	1,550	1,559	359	0	300	300	300	300	300	0
Construction	10,985	0	2,150	8,835	2,035	0	1,700	1,700	1,700	1,700	1,700	0
Total	14,094	0	3,700	10,394	2,394	0	2,000	2,000	2,000	2,000	2,000	0

FUNDING SCHEDULE (\$000)

G.O. Bonds	14,094	0	3,700	10,394	2,394	0	2,000	2,000	2,000	2,000	2,000	0
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COMPARISON (\$000)

	Total	Thru		Rem. 6 Year							Beyond	Approp.	
		FY10	FY10	Total	FY11	FY12	FY13	FY14	FY15	FY16	6 Years	Request	
Current Approved	21,563	0	8,420	13,143	2,394	2,749	2,000	2,000	2,000	2,000	2,000	0	0
Agency Request	18,814	0	8,420	10,394	2,394	0	2,000	2,000	2,000	2,000	2,000	0	0
Recommended	14,094	0	3,700	10,394	2,394	0	2,000	2,000	2,000	2,000	2,000	0	-4,720
CHANGE				TOTAL	%	6-YEAR	%			APPROP.			
Agency Request vs Approved				(2,749)	(12.7%)	(2,749)	(20.9%)			0		0.0%	
Recommended vs Approved				(7,469)	(34.6%)	(2,749)	(20.9%)			(4,720)		0.0%	
Recommended vs Request				(4,720)	(25.1%)	0	0.0%			(4,720)		0.0%	

Recommendation

APPROVE WITH MODIFICATIONS

Comments

The Executive recommends reducing General Obligation Bond funding appropriated prior to FY11-16 by -\$4,720,000 to align with recent historical spending activity and for fiscal capacity.

The Executive concurs with College's request to shift FY12 expenditures and funding of \$2,749,000 to the Site Improvements: College project (No. 076617) to continue site improvement work at the three campuses.

The FY12 appropriation recommendation is a reduction of -\$4,720,000 in General Obligation Bonds.

Capital Renewal: College -- No. 096600

Category
Subcategory
Administering Agency
Planning Area

Montgomery College
Higher Education
Montgomery College
Countywide

Date Last Modified
Required Adequate Public Facility
Relocation Impact
Status

December 30, 2010
No
None.
N/A

EXPENDITURE SCHEDULE (\$000)

Cost Element	Total	Thru FY10	Rem. FY10	Total 6 Years	FY11	FY12	FY13	FY14	FY15	FY16	Beyond 6 Years
Planning, Design, and Supervision	3,109	0	1,550	1,559	359	0	300	300	300	300	0
Land	0	0	0	0	0	0	0	0	0	0	0
Site Improvements and Utilities	0	0	0	0	0	0	0	0	0	0	0
Construction	10,985	0	2,150	8,835	2,035	0	1,700	1,700	1,700	1,700	0
Other	0	0	0	0	0	0	0	0	0	0	0
Total	14,094	0	3,700	10,394	2,394	0	2,000	2,000	2,000	2,000	*

FUNDING SCHEDULE (\$000)

G.O. Bonds	14,094	0	3,700	10,394	2,394	0	2,000	2,000	2,000	2,000	0
Total	14,094	0	3,700	10,394	2,394	0	2,000	2,000	2,000	2,000	0

DESCRIPTION

This project provides funding for the capital renewal and major renovation of aging College facilities for new and changing College academic programs and student support operations. The major focus of this project is to support programmatic changes to College facilities and operations by allowing the College to continue an on-going building modernization effort where State aid is lacking. With this project, the College will selectively focus State aid requests on high cost projects utilizing these County funds to support an on-going renovation effort on each campus. In conjunction with programmatic improvements and modifications, this project will replace aging building systems, such as heating, air conditioning, electrical, plumbing, etc., and update facilities to current building codes and regulations that exceed the current PLAR work effort.

COST CHANGE

Reduce General Obligation Bond funding by -\$4,720,000 to align with recent historical spending activity and for fiscal capacity. Shift FY12 expenditures and funding of \$2,749,000 to the Site Improvements: College (No. 076601) project to continue much needed site improvement work at the three campuses.

JUSTIFICATION

Starting FY2009, the County approved funding several renovation projects from the Capital Renewal project. These renovation projects were less likely to receive funding from the State, and as a result five projects at that time were merged into the Capital Renewal project.

In November 2007, the College updated a comprehensive building system/equipment assessment, including site utilities and improvements, that identified deficiencies, prioritized replacements and upgrades, and provides the framework for implementing a systematic capital renewal program to complement on-going preventive maintenance efforts. The College continues to have a significant backlog of major building systems and equipment renovations and/or replacements due to the age of the Campuses and deferral of major equipment replacement. Key components of the HVAC, mechanical and electrical systems are outdated, energy inefficient, and costly to continue to repair. The renovation and/or replacement of major building systems, building components and equipment, and site improvements will significantly extend the useful life of the College's buildings and correct safety and environmental problems. The Collegewide Facilities Condition Assessment identified a \$67 million deferred maintenance backlog for the three campuses. If additional financial resources are not directed at this problem, College facilities will continue to deteriorate leading to higher cost renovations or building replacements.

Collegewide Facilities Condition Assessment Update (11/07), Collegewide Facilities Master Plan Update (9/10), and Utilities Master Plan (5/06).

OTHER

FY11 Appropriation: \$2,394,000 (G.O. Bonds).

FY12 Appropriation: Reduction of -\$4,720,000 (G.O. Bonds) to align with recent historical spending activity and for fiscal capacity.

Shift FY12 expenditures and funding of \$2,749,000 to the Site Improvements: College project

OTHER DISCLOSURES

- * Expenditures will continue indefinitely.

APPROPRIATION AND EXPENDITURE DATA			COORDINATION		MAP
Date First Appropriation	FY09	(\$000)	Facility Planning: College (CIP #886686)		
First Cost Estimate			PLAR: College (CIP #926659)		
Current Scope	FY12	14,094	Energy Conservation: College (CIP #816611)		
Last FY's Cost Estimate		21,563	Roof Replacement: College (CIP #876664)		
Appropriation Request	FY12	-4,720	Site Improvements: College (CIP #076601)		
Supplemental Appropriation Request		0			
Transfer		0			
Cumulative Appropriation		10,814			
Expenditures / Encumbrances		0			
Unencumbered Balance		10,814			
Partial Closeout Thru	FY09	0			
New Partial Closeout	FY10	0			
Total Partial Closeout		0			