

AGENDA ITEM #5D

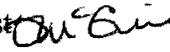
May 14, 2015

Action

MEMORANDUM

May 12, 2015

TO: County Council

FROM: Essie McGuire, Senior Legislative Analyst 

SUBJECT: **Action – Supplemental Appropriation to the County Government’s FY15 Capital Budget and Amendment to the FY15-20 Capital Improvements Program (CIP), Montgomery County Fire and Rescue Service, \$356,000 for Apparatus Replacement Program**

**The Public Safety Committee unanimously recommends approval of the supplemental appropriation and CIP amendment as requested.**

Today the County Council will take action on a supplemental appropriation to the County Government’s FY15 Capital Budget and Amendment to the FY15-20 Capital Improvements Program (CIP), Montgomery County Fire and Rescue Service (MCFRS), \$356,000 for Apparatus Replacement Program. The source of funds is the Consolidated Fire Tax District Funds.

The appropriation is needed to receive insurance proceeds related to damage to a tractor-drawn aerial ladder truck. The Executive requested this appropriation and amendment on March 16. The Council introduced the appropriation and amendment on March 24 and held a public hearing on April 14. There were no speakers at the hearing.

The Public Safety Committee met on April 27 and unanimously recommended approval of this supplemental appropriation request. The Committee discussed with MCFRS its plan to allocate insurance proceeds to the CIP project to support purchase of a new ladder truck. The insurance is received as a result of damage to the cab portion of a 1997 aerial ladder truck in October 2014. Using the insurance funds and adjusting the replacement schedule in the project allows for purchase of a new ladder truck, which is particularly beneficial given the age of the damaged vehicle. The six-year replacement schedule in the PDF will be adjusted to add one aerial ladder truck and reduce EMS units by four (from 64 to 60).

Bud. Fin & Equip. Dev.



OFFICE OF THE COUNTY EXECUTIVE  
ROCKVILLE, MARYLAND 20850

INTRODUCTION

Isiah Leggett  
County Executive

**MEMORANDUM**

March 16, 2015

RECEIVED  
MONTGOMERY COUNTY  
COUNCIL

2015 MAR 16 PM 2:50

**TO:** George Leventhal, President, County Council  
**FROM:** Isiah Leggett, County Executive *[Signature]*  
**SUBJECT:** Amendment to the FY15-20 Capital Improvements Program and Supplemental Appropriation #17-S15-CMCG-10 to the FY15 Capital Budget Montgomery County Fire and Rescue Service Apparatus Replacement Program (No. P451504), \$356,000

I am recommending a supplemental appropriation and amendment to the FY15 Capital Budget and amendment to the FY15-20 Capital Improvements Program in the amount of \$356,000 for the Apparatus Replacement Program (No. P451504). Appropriation for this project will partially fund the replacement of a new Tractor-Drawn Aerial Ladder truck.

This increase is needed to appropriate insurance proceeds received to replace the cab portion of a 1997 aerial ladder truck that was irreparably damaged in October 2014. By allocating the insurance proceeds to this project and adjusting the replacement schedule, a new ladder truck can be purchased. The recommended amendment is consistent with the criteria for amending the CIP because the project leverages funds which are not General Fund.

I recommend that the County Council approve this supplemental appropriation and amendment to the FY15-20 Capital Improvements Program in the amount of \$356,000 and specify the source of funds as Consolidated Fire Tax District funds.

I appreciate your prompt consideration of this action.

IL:nm

Attachment: Amendment to the FY15-20 Capital Improvements Program and Supplemental Appropriation #15-S15-CMCG-10

cc: Scott Goldstein, Acting Fire Chief, Fire and Rescue Service  
Jennifer A. Hughes, Director, Office of Management and Budget



1

Resolution: \_\_\_\_\_  
Introduced: \_\_\_\_\_  
Adopted: \_\_\_\_\_

COUNTY COUNCIL  
FOR MONTGOMERY COUNTY, MARYLAND

By: Council President at the Request of the County Executive

SUBJECT: Amendment to the FY15-20 Capital Improvements Program and  
Supplemental Appropriation #17-S15-CMCG-10 to the FY15 Capital Budget  
Montgomery County Fire and Rescue Service  
Apparatus Replacement Program (No. P451504), \$356,000

Background

1. Section 307 of the Montgomery County Charter provides that any supplemental appropriation shall be recommended by the County Executive who shall specify the source of funds to finance it. The Council shall 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. A supplemental appropriation for any other purpose that is approved before January 1 of any fiscal year requires an affirmative vote of six Councilmembers. The Council may, in a single action, approve more than one supplemental appropriation. The Executive may disapprove or reduce a supplemental appropriation, and the Council may reapprove the appropriation, as if it were an item in the annual budget.
2. 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.
3. 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>
Apparatus Replacement Program	451504	Other	\$356,000	Fire Consolidated
TOTAL			\$356,000	

Amendment to the FY15-20 Capital Improvements Program and Supplemental Appropriation  
#17-S15-CMCG-10

Page Two

4. This increase is needed to appropriate insurance proceeds received to replace the cab portion of a 1997 aerial ladder truck that was irreparably damaged in October 2014. By allocating the insurance proceeds to this project and adjusting the replacement schedule, a new ladder truck can be purchased. The recommended amendment is consistent with the criteria for amending the CIP because the project leverages funds which are not General Fund.
5. The County Executive recommends an amendment to the FY15-20 Capital Improvements Program and a supplemental appropriation in the amount of \$356,000 for Apparatus Replacement Program (No. P451504) and specifies that the source of funds will be Consolidated Fire Tax District funds.
6. Notice of public hearing was given and a public hearing was held.

Action

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

The FY15-20 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>
Apparatus Replacement Program	451504	Other	\$356,000	Fire Consolidated
TOTAL			\$356,000	

This is a correct copy of Council action.

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Linda M. Lauer, Clerk of the Council

# Apparatus Replacement Program (P451504)

Category: Public Safety  
 Sub Category: Fire/Rescue Service  
 Administering Agency: Fire/Rescue Service (AAGE09)  
 Planning Area: Countywide

Date Last Modified: 4/21/14  
 Required Adequate Public Facility: No  
 Relocation Impact: None  
 Status: Ongoing

	Total	Thru FY13	Est FY14	Total 6 Years	FY 15	FY 16	FY 17	FY 18	FY 19	FY 20	Beyond 6 Yrs
<b>EXPENDITURE SCHEDULE (\$000s)</b>											
Planning, Design and Supervision	0	0	0	0	0	0	0	0	0	0	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	56,680	0	0	56,680	14,040	0	0	0	0	0	0
Other	56,224	0	0	56,224	13,688	9,778	9,421	8,227	8,594	8,616	0
<b>Total</b>	<b>56,224</b>	<b>0</b>	<b>0</b>	<b>56,224</b>	<b>13,688</b>	<b>9,778</b>	<b>9,421</b>	<b>8,227</b>	<b>8,594</b>	<b>8,616</b>	<b>0</b>
<b>FUNDING SCHEDULE (\$000s)</b>											
Fire Consolidated	24,500	0	0	24,500	5,144	4,378	3,721	3,027	2,394	5,116	0
Short-Term Financing	32,300	0	0	32,300	8,300	5,400	5,700	5,200	4,200	3,500	0
<b>Total</b>	<b>56,224</b>	<b>0</b>	<b>0</b>	<b>56,224</b>	<b>13,688</b>	<b>9,778</b>	<b>9,421</b>	<b>8,227</b>	<b>8,594</b>	<b>8,616</b>	<b>0</b>

APPROPRIATION AND EXPENDITURE DATA (000s)		
Appropriation Request	FY 15	13,688
Appropriation Request Est.	FY 16	9,778
Supplemental Appropriation Request		35,600
Transfer		0
Cumulative Appropriation		0
Expenditure / Encumbrances		0
Unencumbered Balance		0

Date First Appropriation	FY 15
First Cost Estimate	
Current Scope	FY 15 56,224
Last FY's Cost Estimate	0

56,680

**Description** ID 60.

This project provides for ongoing replacement of fire apparatus and EMS vehicles. The following units are proposed to be replaced over the six year period: 8 aerials, 84 EMS units (ambulances), 21 engines, 4 all-wheel drive brush/wildland pumpers, 4 rescue squads and 2 tankers. These are approximate quantities and may require slight adjustment as costs and departmental needs are determined on an annual basis. The regular acquisition of replacement fire apparatus is an integral component of the MCFRS Apparatus Management Plan as adopted by the Council Council.

**Capacity**

101 104 units will be replaced through FY20

**Estimated Schedule**

Apparatus Replacement is an ongoing project. The intention is to provide a steady, continuous flow of funding for minimum replacement needs.

**Justification**

The 2009 edition of the NFPA 1901 "Standard for Automotive Fire Apparatus" advises the following: changes, upgrades, and fine tuning to NFPA 1901, Standard for Automotive Fire Apparatus, have been truly significant, especially in the area of safety. Fire departments should seriously consider the value (or risk) to firefighters of keeping fire apparatus older than 15 years in first-line service." Regular apparatus replacement is identified in the current "Fire, Rescue, Emergency Medical Services, and Community risk Reduction Master Plan," as approved by the County Council. The last significant fire apparatus replacement occurred in FY06. All of the fire apparatus purchased with FY06 funds is now out of warranty.

**Fiscal Note**

This project will be funded with short term financing and the Consolidated Fire Tax District Fund which includes Emergency Medical Service Transport (EMST) revenue. Fire Consolidated current revenue shown above reflects the outright purchase of some apparatus and required non-financeable equipment. Debt Service will be paid for in the operating budget with EMST revenue as a primary funding source.

**Coordination**

Local Volunteer Fire and Rescue Departments.