

AGENDA ITEM #3D
May 19, 2016
Action

MEMORANDUM

May 17, 2016

TO: County Council

FROM: ⁶⁰ Glenn Orlin, Deputy Council Administrator

SUBJECT: **Action**—supplemental appropriation to the County Government’s FY16 Capital Budget and amendment to the FY15-20 Capital Improvements Program: \$2,315,000 for Residential and Rural Road Rehabilitation (G.O. Bonds)

T&E Committee recommendation (3-0): Concur with the Executive, except to accelerate the \$2,315,000 entirely from FY17.

The Executive is recommending accelerating \$2,315,000 in the Resurfacing: Primary/Arterial project from FYs17-18 to FY16. This action would result in some County roads being rehabilitated more than a year sooner and would help in reconciling the FY17-22 CIP’s expenditures to anticipated revenue. The Council has already assumed a \$2,315,000 supplemental appropriation as part of its initial FY17-22 CIP Reconciliation, but it would accelerate the funds entirely from FY17 instead.

The Executive’s transmittal memo is on ©1, a draft adoption resolution is on ©2-4, including the revised project description form reflecting the \$2,315,000 acceleration from FY17 on ©4.



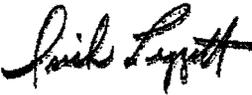
OFFICE OF THE COUNTY EXECUTIVE
ROCKVILLE, MARYLAND 20850

Isiah Leggett
County Executive

MEMORANDUM

April 21, 2016

TO: Nancy Floreen, President, County Council

FROM: Isiah Leggett, County Executive 

SUBJECT: Amendment to the FY15-20 Capital Improvements Program and Supplemental Appropriation #21-S16-CMCG-7 to the FY16 Capital Budget
Montgomery County Government
Department of Transportation
Residential and Rural Road Rehabilitation (No. 500914), \$2,315,000

I am recommending a supplemental appropriation to the FY16 Capital Budget and an amendment to the FY15-20 Capital Improvements Program in the amount of \$2,315,000 for Residential and Rural Road Rehabilitation (No. 500914). Appropriation for this project will fund major rehabilitation of the County's residential and rural roadways to prevent costlier maintenance or reconstruction.

This supplemental is needed because of fiscal capacity reasons. The recommended amendment is consistent with the criteria for amending the CIP because the project resources have been shifted between fiscal years to provide fiscal capacity. The supplemental and amendment will also help avoid the need to fund significantly costlier road maintenance work on County roads by adding these funds to FY16.

I recommend that the County Council approve this supplemental appropriation and amendment to the FY15-20 Capital Improvements Program in the amount of \$2,315,000 and specify the source of funds as GO Bonds.

I appreciate your prompt consideration of this action.

IL:nm

Attachment: Amendment to the FY15-20 Capital Improvements Program and Supplemental Appropriation #21-S16-CMCG-7

cc: Al R. Roshdieh, Director, Department of Transportation
Jennifer A. Hughes, Director, Office of Management and Budget

Resolution: _____
Introduced: April 26, 2016
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 #21-S16-CMCG-7 to the FY16 Capital Budget
Montgomery County Government
Department of Transportation
Residential and Rural Road Rehabilitation (No. 500914), \$2,315,000

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>
Residential and Rural Roads Rehabilitation	500914	PDS	\$347,000	GO Bonds
		Construction	\$1,968,000	GO Bonds
		TOTAL	\$2,315,000	

Amendment to the FY15-20 Capital Improvements Program and Supplemental Appropriation
21-S16-CMCG-7

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4. This supplemental is needed because of fiscal capacity reasons. The recommended amendment is consistent with the criteria for amending the CIP because the project resources have been shifted between fiscal years to provide fiscal capacity. The supplemental and amendment will also help avoid the need to fund significantly costlier road rehabilitation work on County roads by adding these funds to FY16.
5. The County Executive recommends an amendment to the FY15-20 Capital Improvements Program and a supplemental appropriation in the amount of \$2,315,000 for Residential and Rural Road Rehabilitation (No. 500914), and specifies that the source of funds will be GO Bonds.
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>
Residential and Rural Roads Rehabilitation	500914	PDS	\$347,000	GO Bonds
		<u>Construction</u>	<u>\$1,968,000</u>	<u>GO Bonds</u>
		TOTAL	\$2,315,000	

This is a correct copy of Council action.

Linda M. Lauer, Clerk of the Council

Residential and Rural Road Rehabilitation (P500914)

Category
Sub Category
Administering Agency
Planning Area

Transportation
Highway Maintenance
Transportation (AAGE30)
Countywide

Date Last Modified
Required Adequate Public Facility
Relocation Impact
Status

11/17/14
No
None
Ongoing

	Total	Thru FY14	Rem FY14	Total 6 Years	FY 15	FY 16	FY 17	FY 18	FY 19	FY 20	Beyond 6 Yrs	
EXPENDITURE SCHEDULE (\$000s)												
Planning, Design and Supervision	9,123	9	3,174	5,940	990	1637	1,290	343	690	990	990	0
Land	0	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	0
Construction	59,165	25,091	414	33,660	5,610	9278	7,310	1942	3,940	5,610	5,610	5,610
Other	9	9	0	0	0	0	0	0	0	0	0	0
Total	68,297	25,109	3,588	39,600	6,600	10915	8,600	2285	4,600	6,600	6,600	6,600

	Total	Thru FY14	Rem FY14	Total 6 Years	FY 15	FY 16	FY 17	FY 18	FY 19	FY 20	Beyond 6 Yrs			
FUNDING SCHEDULE (\$000s)														
G.O. Bonds	54217	52,968	17,803	3,363	3303	34,802	6,600	10915	0	1,066	3,702	6,600	5,234	0
Recordation Tax Premium	14080	16,329	7,306	225	6549	4,798	0	0	2285	3,534	2,898	0	1,366	0
Total	68,297	25,109	3,588	39,600	6,600	10915	8,600	2285	4,600	6,600	6,600	6,600	6,600	0

APPROPRIATION AND EXPENDITURE DATA (000s)

Appropriation Request	FY 16	8,600
Supplemental Appropriation Request	2,315	0
Transfer		0
Cumulative Appropriation		35,297
Expenditure / Encumbrances		26,067
Unencumbered Balance		9,230

Date First Appropriation	FY 09
First Cost Estimate	
Current Scope	FY 16
	68,297
Last FY's Cost Estimate	68,297
Partial Closeout Thru	0
New Partial Closeout	0
Total Partial Closeout	0

Description

This project provides for the major rehabilitation of rural and residential roadways in older communities to include extensive pavement rehabilitation and reconstruction including the associated rehabilitation of ancillary elements such as under drains, sub-grade drains, and installation and replacement of curbs and gutters. This project will not make major changes to the location or size of existing drainage structures, if any. Pavement rehabilitation includes the replacement of existing failed pavement sections by the placement of an equivalent or increased pavement section. The rehabilitation usually requires the total removal and replacement of failed pavement exhibiting widespread areas of fatigue related distress, base failures and sub-grade failures.

Justification

In FY09, the Department of Transportation instituted a contemporary pavement management system. This system provides for systematic physical condition surveys. The physical condition surveys note the type, level, and extent of residential pavement deterioration combined with average daily traffic and other usage characteristics. This information is used to calculate specific pavement ratings, types of repair strategies needed, and associated repair costs, as well as the overall Pavement Condition Index (PCI) of the entire residential network. The system also provides for budget optimization for a systematic approach to maintaining a healthy residential pavement inventory. The updated 2013 pavement condition survey indicated that 180 lane miles (4 percent) of residential pavement have fallen into the lowest possible category and are in need of structural reconstruction. Typically, pavements rated in this category require between 15-20 percent permanent patching per lane mile. Physical condition inspections of residential pavements will occur on a 2-3 year cycle.

Other

Hot mix asphalt pavements have a finite life of approximately 20 years based upon a number of factors including but not limited to: original construction materials, means and methods, underlying soil conditions, drainage, daily traffic volume, other loading such as construction traffic and heavy truck traffic, age, and maintenance history. A well maintained residential road carrying low to moderate traffic levels is likely to provide a service life of 20 years or more. Conversely, lack of programmed maintenance will shorten the service life of residential roads considerably, in many cases to less than 15 years before rehabilitation is needed.

Fiscal Note

\$36 million is the annual cost required to maintain the current Countywide Pavement Condition Index of 68 on residential/rural roads. Related CIP projects include Permanent/Patching: Residential/Rural Roads (#501106) and Resurfacing: Residential/Rural Roads (#500511). *In FY16 Council approved a \$2.315 million GO Bond supplemental appropriation.*

Disclosures

A pedestrian impact analysis has been completed for this project.
Expenditures will continue indefinitely.

Coordination

Washington Suburban Sanitary Commission, Washington Gas Light Company, Department of Permitting Services, PEPCO, Cable TV, Verizon, Montgomery County Public Schools, Regional Services Centers, Community Associations, Commission on People with Disabilities