

Resolution No.: 17-600
Introduced: October 23, 2012
Adopted: November 13, 2012

**COUNTY COUNCIL
FOR MONTGOMERY COUNTY, MARYLAND**

By: County Council

SUBJECT: Special Appropriation to the FY13 Capital Budget and
Amendment to the FY13-18 Capital Improvements Program
Montgomery County Public Schools
Technology Modernization MCPS (No. 036510), \$2,042,000
Federal E-rate Program

Background

1. Section 308 of the County Charter provides that a special appropriation is an appropriation which states that it is necessary to meet an unforeseen disaster or other emergency, or to act without delay in the public interest. Each special appropriation shall be approved by not less than six Councilmembers. The Council may approve a special appropriation at any time after public notice by news release. Each special appropriation shall specify the source of funds to finance it.
2. Section 302 of the County Charter provides that the Council may amend an approved capital improvements program at any time by an affirmative vote of six Councilmembers.
3. The Board of Education requested a special appropriation for the Montgomery County Public Schools' Technology Modernization FY13 capital project as follows:

<u>Project Name</u>	<u>Project Number</u>	<u>Amount</u>	<u>Source of Funds</u>
<u>Tech Mod</u>	<u>036510</u>	<u>\$2,042,000</u>	<u>Federal E-Rate Program</u>
<u>TOTAL</u>		<u>\$2,042,000</u>	<u>Federal E-Rate Program</u>

4. The Board of Education requested a supplemental request of \$2,042,000 in E-Rate funds for the Technology Modernization Project. The E-Rate funds from the Federal Communication Commission's Schools and Libraries Program provide incentives for the use of technology in schools by providing rebates on Internet and telecommunication service costs. MCPS proposes to use these funds to enter into a lease/purchase agreement with Dell Marketing, LP to acquire Promethean Boards and learning/response systems for elementary schools without them. MCPS also proposes to use a portion of the funds to expand wireless networking connectivity to elementary and high schools without wireless service.

5. Notice of public hearing was given and public hearing was held.
6. The County Council declares this request is in the public interest to be acted upon without delay as provided for under special appropriation requirements described in Article 3, Section 308 of the Montgomery County Charter.

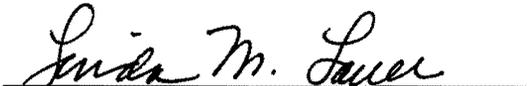
Action

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

A special appropriation to the FY13 Capital Budget and an amendment to the FY13-18 Capital Improvements Program are approved for the Montgomery County Public Schools as follows and as shown on the attached project description form.

<u>Project Name</u>	<u>Project Number</u>	<u>Amount</u>	<u>Source of Funds</u>
Tech Mod	036510	\$2,042,000	Federal E-Rate Program
TOTAL		\$2,042,000	Federal E-Rate Program

This is a correct copy of Council action.


 Linda M. Lauer, Clerk of the Council

Technology Modernization -- No. 036510

Category: Montgomery County Public Schools
 Subcategory: Countywide
 Administering Agency: Public Schools
 Planning Area: Countywide

Date Last Modified: May 22, 2012
 Required Adequate Public Facility: No
 Relocation Impact: None
 Status: On-going

EXPENDITURE SCHEDULE (\$000)

22,589

Cost Element	Total	Thru FY11	Est. FY12	Total 6 Years	FY13	FY14	FY15	FY16	FY17	FY18	Beyond 6 Years
Planning, Design, and Supervision	247,647	98,182	18,178	131,287	20,547	22,088	22,758	22,538	21,358	21,998	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	0	0	0	0	0	0	0	0	0	0	0
Other	0	0	0	0	0	0	0	0	0	0	0
Total	247,647	98,182	18,178	131,287	20,547	22,088	22,758	22,538	21,358	21,998	0

FUNDING SCHEDULE (\$000)

Current Revenue: General	132,449	19,631	4,239	108,579	15,793	18,642	8,989	21,959	21,278	21,918	0
Current Revenue: Recordation Tax	106,532	73,251	10,573	22,708	4,754	3,446	13,769	579	80	80	0
Federal Aid	8,666	5,300	3,368	0	0	0	0	0	0	0	0
Total	247,647	98,182	18,178	131,287	20,547	22,088	22,758	22,538	21,358	21,998	0

DESCRIPTION

22,589 2,042

The Technology Modernization (Tech Mod) project is a key component of the MCPS strategic technology plan, Educational Technology for 21st Century Learning. This plan builds upon the following four goals: students will use technology to become actively engaged in learning, schools will address the digital divide through equitable access to technology, staff will improve technology skills through professional development, and staff will use technology to improve productivity and results.

An FY 2005 appropriation was approved to roll-out the implementation of the technology modernization program. The County Council, in the adopted FY 2005-2010 CIP reduced the Board of Education's request for the outyears of the FY 2005-2010 CIP by \$10.945 million. An FY 2006 appropriation and amendment to the FY 2005-2010 CIP was approved to continue the rollout plan. An FY 2007 appropriation was approved to continue this level of effort project. The expenditures for FY 2007 reflect three years of finance payments, as originally planned, in addition to the current year refreshment costs. The expenditures in the outyears represent the ongoing costs of a four-year refreshment cycle. An FY 2008 appropriation was approved to continue this project.

The Board of Education, in the Requested FY 2009 Capital Budget and FY 2009-2014 CIP, included additional funding for new initiatives for the Technology Modernization program. On May 22, 2008, the County Council approved an FY 2009 appropriation as requested by the Board of Education; however, the County Council reduced the expenditures earmarked for the Middle School Initiative program for FY 2010-2014. In FY 2009, MCPS purchased and installed interactive classroom technology systems in approximately 2/3 of all secondary classrooms. The total cost is projected at \$13.3 million, financed over a four-year period (\$3.4M from FY 2009-2012). The funding source for the initiative is anticipated to be Federal e-rate funds. The Federal e-rate funds programmed in this PDF consist of available unspent e-rate balance: \$1.8M in FY 2010, \$1.8M in FY 2011, and \$327K in FY 2012. In addition, MCPS projects future e-rate funding of \$1.6M each year (FY 2010-2012) that may be used to support the payment obligation pending receipt and appropriation. No county funds may be spent for the initiative payment obligation in FY 2010-2012 without prior Council approval.

This PDF reflects a decrease in the FY 2010 appropriation and FY 2010-2012 expenditures as requested by the Board of Education. The decrease in expenditures will temporarily extend the MCPS desktop replacement cycle from four to five years. An FY 2011 appropriation was approved; however, it was \$1.011 million less than the Board of Education's request. The appropriation will continue the technology modernization project and fund one additional staff position for this project. During the County Council's reconciliation of the amended FY 2011-2016 CIP, the Board of Education's requested FY 2012 appropriation was reduced by \$3.023 million due to a shortfall in Recordation Tax revenue. An FY 2012 supplemental appropriation of \$1.339 million in federal e-rate funds was approved; however, during the County Council action, \$1.339 million in current revenue was removed from this project resulting in no additional dollars for this project in FY 2012. An FY 2013 appropriation was requested to continue the technology modernization project and return to a four-year replacement cycle starting in FY 2013; however, the County Council, in the adopted FY 2013-2018 CIP reduced the request and therefore, the replacement cycle will remain on a five-year schedule.

APPROPRIATION AND EXPENDITURE DATA	COORDINATION (\$000)	MAP
Date First Appropriation FY03 (\$000)	Salaries and Wages: 1893 FYs 14-18: 9465	
First Cost Estimate FY00 0	Fringe Benefits: 807 4035	
Current Scope FY00 0	Workyears: 20.5	
Last FY's Cost Estimate 216,755	102.5	
Appropriation Request FY13 20,547		
Appropriation Request Est. FY14 22,088		
Supplemental Appropriation Request 2,042		
Transfer 0		
Cumulative Appropriation 116,360		
Expenditures / Encumbrances 99,105		
Unencumbered Balance 17,255		
Partial Closeout Thru FY10 16,050		
New Partial Closeout FY11 0		
Total Partial Closeout 16,050		