



College Affordability Reconciliation (P661401)

Category	Montgomery College	Date Last Modified	03/13/20
SubCategory	Higher Education	Administering Agency	Montgomery College
Planning Area	Countywide	Status	Ongoing

EXPENDITURE SCHEDULE (\$000s)

Cost Elements	Total	Thru FY19	Est FY20	Total 6 Years	FY 21	FY 22	FY 23	FY 24	FY 25	FY 26	Beyond 6 Years
Other	(29,858)	-	-	(29,858)	(11,183)	(4,406)	(7,715)	2,372	(17,281)	8,355	-
TOTAL EXPENDITURES	(29,858)	-	-	(29,858)	(11,183)	(4,406)	(7,715)	2,372	(17,281)	8,355	-

FUNDING SCHEDULE (\$000s)

Funding Source	Total	Thru FY19	Est FY20	Total 6 Years	FY 21	FY 22	FY 23	FY 24	FY 25	FY 26	Beyond 6 Years
Current Revenue: General	(1,308)	-	-	(1,308)	(3,308)	(700)	1,350	1,350	-	-	-
G.O. Bonds	(28,550)	-	-	(28,550)	(7,875)	(3,706)	(9,065)	1,022	(17,281)	8,355	-
TOTAL FUNDING SOURCES	(29,858)	-	-	(29,858)	(11,183)	(4,406)	(7,715)	2,372	(17,281)	8,355	-

APPROPRIATION AND EXPENDITURE DATA (\$000s)

Appropriation FY 21 Approp. Request	(11,183)	Year First Appropriation	
Appropriation FY 22 Approp. Request	(4,406)	Last FY's Cost Estimate	-
Cumulative Appropriation	-		
Expenditure / Encumbrances	-		
Unencumbered Balance	-		

PROJECT DESCRIPTION

This project reconciles Montgomery College's request with the County Executive's recommendation based on affordability considerations. The FY21-26 CIP was developed under constrained resources. For example, through the Spending Affordability Guideline process, General Obligation bond and PAYGO funding were reduced by \$99 million over the six-year period to constrain future repayment costs. In addition, school and transportation impact taxes that free up General Obligation bonds for other uses are now estimated to be \$52.5 million below the FY19-24 six-year funding. Despite these reduced resources, the County Executive was able to fund a \$35.9 million, or 13.0 percent, increase in the College's six-year CIP.

COST CHANGE

The project reconciles the County Executive's recommended FY21-26 CIP with the College's request based on FY21-26 affordability constraints. The intent of the Affordability Project is to provide maximum flexibility to the College in adjusting specific budgets. Now

that operating budget resources and demands are known, additional Current Revenue reductions are recommended to fund operating budget costs. State Aid may be reduced or deferred based on affordability adjustments.

DISCLOSURES

Montgomery College asserts that this project conforms to the requirement of relevant local plans, as required by the Maryland Economic Growth, Resource Protection and Planning Act.