



MCPS Affordability Reconciliation

(P056516)

Category	Montgomery County Public Schools	Date Last Modified	01/07/24
SubCategory	Miscellaneous Projects	Administering Agency	Public Schools
Planning Area	Countywide	Status	Ongoing

EXPENDITURE SCHEDULE (\$000s)

Cost Elements	Total	Thru FY23	Est FY24	Total 6 Years	FY 25	FY 26	FY 27	FY 28	FY 29	FY 30	Beyond 6 Years
Other	(39,696)	-	-	(91,187)	(54,519)	(110,476)	(99,954)	(81,286)	70,274	184,774	51,491
TOTAL EXPENDITURES	(39,696)	-	-	(91,187)	(54,519)	(110,476)	(99,954)	(81,286)	70,274	184,774	51,491

FUNDING SCHEDULE (\$000s)

Funding Source	Total	Thru FY23	Est FY24	Total 6 Years	FY 25	FY 26	FY 27	FY 28	FY 29	FY 30	Beyond 6 Years
Current Revenue: General	(29,392)	-	-	(29,392)	(4,748)	(3,996)	(4,635)	(5,309)	(5,497)	(5,207)	-
G.O. Bonds	(2,112)	-	-	(23,999)	(48,496)	(105,205)	(79,306)	(23,914)	83,949	148,973	21,887
State Aid	(8,192)	-	-	(37,796)	(1,275)	(1,275)	(16,013)	(52,063)	(8,178)	41,008	29,604
TOTAL FUNDING SOURCES	(39,696)	-	-	(91,187)	(54,519)	(110,476)	(99,954)	(81,286)	70,274	184,774	51,491

APPROPRIATION AND EXPENDITURE DATA (\$000s)

Appropriation FY 25 Request	(54,519)	Year First Appropriation	FY15
Appropriation FY 26 Request	(110,476)	Last FY's Cost Estimate	-
Cumulative Appropriation	-		
Expenditure / Encumbrances	-		
Unencumbered Balance	-		

PROJECT DESCRIPTION

This project reconciles the Montgomery County Public Schools' CIP request with the County Executive's recommendation based on affordability considerations. Adjustments shown in this project description form (PDF) are based on the annual availability of General Obligations (G.O.) bonds within the annual availability of the County Council approved Spending Affordability Guidelines, related adjustments in estimated State Aid, and a desire to postpone decisions on increasing Current Revenue: General uses until the broader operating budget context is known.

The recommended CIP maintains the record high previously approved level of funding and adds \$169.1 million to the first four years of the CIP.

Budget Cycles	Six-Year Total	FY25-28	FY25	FY26	FY27	FY28	FY29	FY30
FY23-28 CE Recommended CIP	1,907,576	1,359,870	411,078	366,685	333,920	248,187	239,817	307,889
FY23-28 Amended Approved CIP	1,907,576	1,190,793	369,394	336,764	286,336	198,299		
Change in dollars	-	169,077	41,684	29,921	47,584	49,888	239,817	307,889

However, the Recommended CIP has been developed under challenging conditions such as significant shortfalls in key MCPS CIP funding sources - particularly recordation taxes, flat levels of GO Bonds, reversions to previous levels of State Aid (\$50 million - \$56 million annually) after all Built to Learn State Aid is committed to projects, substantial cost increases across all departments and agencies, and a frontloaded MCPS CIP request (see chart below).

Budget Cycles	Six-Year Total	FY23	FY24	FY25	FY26	FY27	FY28	FY29	FY30
FY23-28 Amended Approved CIP	1,907,576	328,485	388,298	369,394	336,764	286,336	198,299		
FY25-30 BOE Requested CIP	1,999,362			466,196	477,161	433,874	329,473	169,543	123,115
Change in dollars	91,786	(328,485)	(388,298)	96,802	140,397	147,538	131,174	169,543	123,115
Change in percent	4.8%	-100.0%	-100.0%	26.2%	41.7%	51.5%	66.1%	100.0%	100.0%

Given these circumstances, the MCPS requested CIP is not affordable as requested and delays and reductions will need to be made to fit within available resources.