

TAO No.1 FY2027 Fiscal Analysis

Introduced: July 6, 2026

Fiscal Manager: Owen Kahn

Legislative Intent: This TAO authorizes the transfer of \$2.95 million in County funding from capital project E1059 Roofing to capital projects E1058 Systemic Renovation and E1060 Faulkner Ridge Center as a result of the receipt of additional State funding for school system capital projects.

ANALYSIS

Fiscal Impact:

This legislation will not have a net impact on the County's contribution to school system capital projects because the \$2.95 million in approved funding is being transferred within the capital budget.

The Administration is proposing using the \$2.95 million in additional State aid to transfer an equal amount of County funding out of the roofing project. Of that \$2.95 million, \$2.5 million would be allocated to capital project E1060 – Faulkner Ridge Center and \$447,000 would be transferred to E1058 – Systemic Renovations. According to the Administration, Faulkner Ridge was selected as the primary recipient of these freed up funds due to unexpectedly high bids for construction, caused by the rising costs of construction. The project was funded at \$23.0 million in FY2026. State aid cannot be spent on the Faulkner Ridge project because the State only awards State funding to approved systemic renovation and roofing projects. However, the additional State funds in the roofing project allows the County to transfer funding to Faulkner ridge without negatively impacting E1059 – Roofing.

	FY2027 approved CIP	CB46 Amendment	TAO1-FY2027 Transfer	New Total for FY2027
<u>E1058 – Systemic Renovations</u>	\$69.620 million	<u>\$3.121 million</u>	\$447,000	\$73,188 million
<u>E1059 – Roofing</u>	\$6.786 million	<u>\$2.947 million</u>	(\$2.947 million)	\$6.786 million
<u>E1060 – Faulkner Ridge Center</u>	\$0		<u>\$2.5 million</u>	\$2.500 million

Budget Implications:

- This will be the second budget transfer to the Faulkner Ridge project in 2026. The Council approved TAO2-FY2026 in May, which transferred \$3.5 million to the project. During consideration of that legislation, the Board indicated there was still a \$2.4 million shortfall

in the project. This State aid allows the transfer of County funding needed to close that shortfall.

- **Because the County funding being transferred is bond revenue, adoption of this legislation will necessitate the adoption of [CB47-2026](#), which will authorize the use of the bond revenue to be spend on E1058 – Systemic Renovations and E1059 – Roofing.**

Other Notes:

- N/A.