

BALTIMORE COUNTY PUBLIC SCHOOLS

DATE: May 13, 2003

TO: BOARD OF EDUCATION

FROM: Dr. Joe A. Hairston, Superintendent

SUBJECT: Policy 3225 – NON-INSTRUCTIONAL SERVICES: Purchasing – Furniture, Fixtures, and Equipment – New School Projects, Renovations, or Additions

ORIGINATOR: J. Robert Haines, Deputy Superintendent, Business Services

RESOURCE PERSON(S): Barbara Burnopp, Executive Director, Fiscal Services
Patrick Fannon, Controller

RECOMMENDATION

Approval of Board Policy 3225 – NON-INSTRUCTIONAL SERVICES: Purchasing – Furniture, Fixtures, and Equipment – New School Projects, Renovations, or Additions was updated as part of the initiative of the Division of Business Services to update outdated Board Policies. The policy was adopted in 1969 and was revised in 1999. Changes have been reviewed by the Board Policy Review Committee on April 29, 2003, and have been made to reflect current language and references.

Attachment I – Board Policy 3225
Attachment II – Rule 3225

NON-INSTRUCTIONAL SERVICES: Purchasing

[Equipment and Furniture] FURNITURE, FIXTURES, AND EQUIPMENT –
NEW SCHOOL PROJECTS, RENOVATIONS, OR ADDITIONS

[With respect to the selection, purchase and installation of equipment, furniture, and furnishings for a new school project, renovation, or addition, the Superintendent of School shall establish administrative procedures for such selection, purchase and installation. Said procedures are to conform with pertinent laws and regulations, both local and state, with a view toward acquiring such furniture, equipment, and furnishings economically, and in conformity with educational and functional requirements, and in relation to the architectural design of the school project.]

THE SUPERINTENDENT OF SCHOOLS SHALL ESTABLISH ADMINISTRATIVE PROCEDURES FOR THE SELECTION, PURCHASE, AND INSTALLATION OF FURNITURE, FIXTURES, AND EQUIPMENT FOR NEW SCHOOL PROJECTS, BUILDING RENOVATIONS, OR ADDITIONS. THESE PROCEDURES SHALL CONFORM TO APPLICABLE STATE AND LOCAL LAWS AND REGULATIONS, AND SHALL SUPPORT THE EDUCATIONAL, FUNCTIONAL, AND ARCHITECTURAL REQUIREMENTS AND DESIGN OF THE SCHOOL PROGRAM.

ALL CAPS indicate new material.
Brackets [] indicate deleted material.

Policy
Adopted: 9/25/69
Revised: 7/13/99
Revised: _____

Board of Education
of Baltimore County

(DRAFT)

ALL NEW MATERIAL

RULE 3225

NON-INSTRUCTIONAL SERVICES: PURCHASING

FURNITURE, FIXTURES & EQUIPMENT PROCEDURES**1. DEFINITION**

FURNITURE, FIXTURES & EQUIPMENT (FF&E) INCLUDES FURNISHINGS, FIXTURES, AND EQUIPMENT NECESSARY TO EQUIP NEW SCHOOL PROJECTS, BUILDING RENOVATIONS, OR ADDITIONS FOR STUDENT AND ADMINISTRATIVE USE.

2. BUDGET DETERMINATION

WHEN A PROJECT IS INCLUDED IN THE PROPOSED CAPITAL BUDGET, THE OFFICE OF BUDGET AND REPORTING WILL DETERMINE THE INITIAL FF&E FUNDING, GENERALLY 10% OF THE CONSTRUCTION ESTIMATE. FOR THE PURPOSES OF THIS CALCULATION, COST OF CONSTRUCTION DOES NOT INCLUDE SITE ACQUISITION, ENGINEERING AND DESIGN, ROAD IMPROVEMENTS AND OTHER COSTS NOT DIRECTLY RELATED TO THE SPECIFIC COST OF CONSTRUCTING THE BUILDING. IF THERE ARE CONSTRUCTION COST OVERRUNS, DUE TO BIDS HIGHER THAN ANTICIPATED OR CHANGES IN SCOPE DURING DESIGN OR CONSTRUCTION, FUNDS MAY BE DIVERTED FROM THE AVAILABLE FF&E AMOUNT TO COVER THIS ADDITIONAL EXPENSE. CONVERSELY, FF&E FUNDS MAY BE INCREASED IF SPECIFIC NEEDS ARE DEMONSTRATED AND FUNDING IS AVAILABLE FROM OTHER PROJECT ACCOUNTS.

A. INITIAL FF&E FUNDING

THE SUPERINTENDENT SHALL USE 10% AS A GENERAL GUIDE ONLY AND THIS CAN VARY ACCORDING TO TYPE OF PROJECT, SPECIAL NEEDS OF THE SCHOOL, AND FUNDING AVAILABILITY.

3. ELIGIBLE EXPENDITURES

ITEMS THAT ARE PERMANENTLY ATTACHED TO THE BUILDING STRUCTURE ARE CONSIDERED PART OF THE CONSTRUCTION PORTION OF THE BUDGET. PERIODIC AUDITS BY BALTIMORE COUNTY GOVERNMENT REQUIRE THAT ITEMS PURCHASED WITH LOCAL CAPITAL FUNDS MUST REMAIN AT THE SCHOOL FOR WHICH IT WAS FUNDED.

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A. ELIGIBLE EXPENSES FOR FF&E

EXAMPLES OF ITEMS THAT MAY BE PURCHASED WITH FF&E FUNDS INCLUDE: DESKS, CHAIRS, TABLES, OFFICE FURNITURE, COMPUTERS, SOFTWARE, CAFETERIA TABLES, AND AUDIO-VISUAL EQUIPMENT. FF&E FUNDS MAY ALSO BE USED FOR SPECIALIZED ITEMS NECESSARY TO EQUIP ART, MUSIC AND TECHNICAL EDUCATION ROOMS, SPECIAL EDUCATION ROOMS, AND PHYSICAL EDUCATION SPACE, WHEN THOSE CLASSROOMS ARE PART OF THE NEW CONSTRUCTION, RENOVATION, OR ADDITION.

B. INELIGIBLE EXPENSES FOR FF&E FUNDS

IF THE SCHOOL IS BUILDING AN ADDITION, FF&E FUNDS MAY NOT BE USED TO PURCHASE ANY ITEMS FOR THE EXISTING SCHOOL BUILDING. ITEMS THAT MAY NOT BE PURCHASED WITH FF&E FUNDS INCLUDE, BUT ARE NOT LIMITED TO: SUPPLIES AND MATERIALS, TEXTBOOKS, UNIFORMS, SPORTS EQUIPMENT, SOME MUSICAL INSTRUMENTS, VEHICLES, LAPTOP COMPUTERS, OFFICE SUPPLIES, LIBRARY BOOKS, WALL MOUNTED CHALKBOARDS, KITCHEN SERVING LINES, KITCHEN EQUIPMENT, SOFTWARE AND RELATED LICENSES FOR COMPUTERS THAT ARE NOT PART OF THE CAPITAL PROJECT.

C. DECISION MAKING AUTHORITY

THE OFFICE OF BUDGET AND REPORTING SHALL DETERMINE THE SCOPE OF FF&E FUNDING.

4. ACCOUNTING PROCEDURES

THE DEPARTMENT OF PHYSICAL FACILITIES WILL INITIATE AN ACTIVITY ALLOTMENT CODING STRUCTURE TO ALLOCATE FF&E FUNDS. THE OFFICE OF BUDGET AND REPORTING WILL VERIFY THE AMOUNT IS CONSISTENT WITH THE APPROPRIATION AND NOTIFY CAPITAL ACCOUNTING THE AGENCY, PROJECT NUMBER, AND DOLLAR AMOUNT SO THAT CAPITAL ACCOUNTING CAN ESTABLISH THE FF&E OBJECTS. BUDGET AND REPORTING WILL NOTIFY THE OFFICE OF PURCHASING OF THE APPROVED FF&E AMOUNT. CAPITAL ACCOUNTING WILL NOTIFY BUDGET, FACILITIES, AND PURCHASING WHEN THE ACCOUNT IS ESTABLISHED AND PURCHASE ORDERS MAY BE PROCESSED. BUDGET AND REPORTING WILL APPROVE PURCHASE ORDERS TO ENSURE THE PROPER ACCOUNT CODES ARE USED.

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5. COORDINATION WITH THE SCHOOL

ONCE THE BUDGET IS APPROVED AND THE PROJECT IS SCHEDULED TO BEGIN, WITHIN A FEW MONTHS, THE OFFICE OF BUDGET AND REPORTING WILL COORDINATE THE EXPENDITURE OF FUNDS WITH APPROPRIATE REPRESENTATIVES FROM THE SCHOOL AND REPRESENTATIVES FROM THE OFFICES OF PURCHASING, FACILITIES, THE DEPARTMENT OF CURRICULUM AND INSTRUCTION, AND THE APPROPRIATE EXECUTIVE DIRECTORS OF SCHOOLS IN ADVANCE OF PURCHASES. WHEN A NEW SCHOOL IS BEING BUILT, COORDINATION BY THE OFFICE OF BUDGET SHALL BE INITIATED AFTER THE PRINCIPAL IS APPOINTED.

6. ORDERING INFORMATION

- A. THE PRINCIPAL IS RESPONSIBLE FOR IDENTIFYING ITEMS TO BE PURCHASED WITH FF&E FUNDS, AND FOR SUBMITTING A PROPOSED BUDGET FOR ALL PROPOSED FF&E EXPENDITURES TO THE OFFICE OF BUDGET AND REPORTING BEFORE ANY PURCHASE ORDERS CAN BE PROCESSED.
- B. THE OFFICE OF BUDGET AND REPORTING WILL REVIEW THE PURCHASE ORDERS AND APPROVE AS TO THE SUITABILITY OF WHAT IS BEING PURCHASED, IN ORDER TO ENSURE THAT THE PROPER ACCOUNT CODE IS USED, AND TO MONITOR THE ADOPTED BUDGET.
- C. PURCHASE ORDERS WILL THEN BE SENT TO THE OFFICE OF PURCHASING FOR PROCESSING.

7. PROJECT COMPLETION AND CLOSE OUT

- A. FF&E FUNDS MAY BE SPENT FOR UP TO ONE YEAR AFTER THE CONSTRUCTION PORTION OF THE PROJECT IS COMPLETE, UNLESS AN EXTENSION IS GRANTED BY BUDGET AND REPORTING. ANY REMAINING FF&E FUNDS WILL BE TRANSFERRED BACK INTO THE GENERAL PROJECT BUDGET.
- B. THE OFFICE OF BUDGET AND REPORTING WILL NOTIFY CAPITAL ACCOUNTING TO CLOSE THE FF&E OBJECT FOR THE SCHOOL AFTER ONE YEAR OR FOLLOWING THE AMOUNT OF ANY EXTENSION, WHICHEVER IS GREATER.
- C. THE OFFICE OF BUDGET AND REPORTING WILL, UPON COMPLETION OF THE PROJECT, NOTIFY THE OFFICE OF PURCHASING THAT NO ADDITIONAL FF&E PURCHASE ORDERS SHOULD BE PROCESSED.

SEE ALSO POLICY 3220 – NON-INSTRUCTIONAL SERVICES – PURCHASING SERVICES - INVENTORIES