

**ZA00G**  
**Miscellaneous Grant Programs**

***Kennedy Krieger Institute (Baltimore City)***

---

General Obligation Bonds                      \$1,000,000

***Summary of Recommended Bond Actions***

---

1.        Kennedy Krieger Institute

          Approve.

**Bill Text:** Provide a grant to the Board of Directors of the Kennedy Krieger Institute, Inc. for the design, construction, and capital equipping for a new Comprehensive Autism Center at Kennedy Krieger’s East Baltimore Campus, subject to the requirement that the grantee provide an equal and matching fund for this purpose.

**Program Description:** This project will assist the Kennedy Krieger Institute in building an approximately 100,000 square-foot new facility (Comprehensive Autism Center) at the East Baltimore Campus on land owned by the Kennedy Krieger Institute that previously served as a parking lot. The new building will increase the size of the autism center from the 30,000 square-foot existing autism center at the Greenspring campus.

The increase in the size of the facility is expected to allow for additional research and training space. The new space will also allow for observation areas used to assist in the diagnosis and treatment of autism. The movement of the facility from the Greenspring campus to the East Baltimore campus is expected to provide improved access to imaging equipment and laboratories available on the East Baltimore Campus.

The Comprehensive Autism Center is expected to provide treatment for children with autism. The facility will house:

- classrooms for preschool and early intervention programs;
- special observation rooms;
- classrooms for training of health care professionals;

- laboratories for conducting research;
- offices to conduct clinical trials; and
- a conference center.

## ***Project Analysis***

---

The Kennedy Krieger Institute has received general obligation (GO) bond funding for various projects in most years since fiscal 1991, including GO bond funding available through the Maryland Hospital Association Private Hospital Grant Program.

The Comprehensive Autism Center received \$1 million of GO bond funding in fiscal 2012; the remainder of the project costs were expected to be provided by the Kennedy Krieger Institute through fundraising and internal funding. No additional funds for the Comprehensive Autism Center were planned in the 2011 *Capital Improvement Program* (CIP) beyond the fiscal 2012 funding. However, the 2012 CIP includes \$1 million in GO bond funding in fiscal 2013 and an additional \$1 million in fiscal 2014, for a total GO bond funding of \$3 million (7.23% of the total project cost). The fiscal 2013 GO bond funding represents 25.0% of the anticipated expenses in that year.

The total project cost, as shown in the 2012 CIP, is \$41.5 million, an increase of \$1.5 million from the amount expected in the 2011 CIP. However, Kennedy Krieger Institute advises that the estimated total project cost is \$41.0 million with the difference primarily due to the expected planning costs in fiscal 2012. Although a total of \$4.0 million was planned for fiscal 2012 (\$1.0 million of GO bonds and \$3.0 million of nonbudgeted matching funds), the 2012 CIP indicates only \$1.5 million will be needed in fiscal 2012 (\$1.0 million of GO bonds and \$0.5 million of nonbudgeted matching funds). The Kennedy Krieger Institute now anticipates that \$4.0 million will be required in fiscal 2013. Future project funding requirements remain intact from the 2011 CIP, but have been shifted out one year, with the project now expected to extend into fiscal 2016. The Kennedy Krieger Institute indicates the additional expenses are due to higher planning and construction costs than were expected previously. The extension in the project timeline is the result of the time requirements for the planning of the new capital campaign as well as funding decisions.

Of the \$38.5 million share of the project to be paid for with nonbudgeted matching funds, the Kennedy Krieger Institute anticipates that \$30.0 million (77.9%) will be available from a new capital campaign, and the remainder of the funding (\$8.5 million) is expected to be available from either a loan or use of the organization's internal funds. The new capital campaign that will be used to support this project, as well as other capital needs, is expected to raise \$50.0 million in total. Through February 20, 2012, the Kennedy Krieger Institute has received commitments totaling \$4.0 million to support this capital campaign. The Kennedy Krieger Institute does not anticipate any difficulties in raising the nonbudgeted matching funds.

*ZA00G – Miscellaneous Grant Programs*

The \$4 million planned in fiscal 2013 will be used for planning (\$1 million) and construction (\$3 million). The project is currently in the design phase, which began in September 2011. Construction of the facility is expected to begin in April 2013 and be completed in October 2014. A bridge loan will be used to support the project until capital campaign funds are received. As a result, project funding is planned through fiscal 2016, despite an earlier completion date.

***Prior Authorization and Capital Improvement Program***

---

**Authorization Uses  
(\$ in Millions)**

<i>Fund Uses</i>	<i>Prior Authorization</i>	<i>2013 Request</i>	<i>2014 Estimate</i>	<i>2015 Estimate</i>	<i>2016 Estimate</i>	<i>2017 Estimate</i>
Acquisition	\$0.000	\$0.000	\$0.000	\$0.000	\$0.000	\$0.000
Planning	1.500	1.000	1.000	0.500	0.000	0.000
Construction	0.000	3.000	5.000	17.000	9.500	0.000
Equipment	0.000	0.000	0.000	1.000	2.000	0.000
<b>Total</b>	<b>\$1.500</b>	<b>\$4.000</b>	<b>\$6.000</b>	<b>\$18.500</b>	<b>\$11.500</b>	<b>\$0.000</b>

**Authorization Sources  
(\$ in Millions)**

<i>Fund Sources</i>	<i>Prior Authorization</i>	<i>2013 Request</i>	<i>2014 Estimate</i>	<i>2015 Estimate</i>	<i>2016 Estimate</i>	<i>2017 Estimate</i>
GO Bond	\$1.000	\$1.000	\$1.000	\$0.000	\$0.000	\$0.000
Nonbudgeted	0.500	3.000	5.000	18.500	11.500	0.000
<b>Total</b>	<b>\$1.500</b>	<b>\$4.000</b>	<b>\$6.000</b>	<b>\$18.500</b>	<b>\$11.500</b>	<b>\$0.000</b>

## ***GO Bond Recommended Actions***

---

1. Approve the \$1 million of general obligation bond funding for the Kennedy Krieger Institute Comprehensive Autism Center.