

NON-DEPARTMENTAL

Non-Departmental is used to manage resources and indirect costs for activities that are not specifically associated with one department or agency. The Office of Management and Budget (OMB) has the primary responsibility for the activity in Non-Departmental. OMB collaborates with the Office of the County Executive, the Legislative Branch, the Office of Finance and the Office of Central Services to plan and direct Non-Departmental transactions.

STRUCTURE

There are four primary areas in Non-Departmental: Debt Service, Grants and Transfers, Other and Contingency.

- Debt Service – manages the County’s debt issuance plan and monitors related principal and interest payments.
- Grants and Transfers – administers County contributions to various community organizations, Community Television, Economic Development Corporation, Financial Services Corporation and the Conference and Visitors Bureau. It also provides transfers to various capital improvement projects.
- Other – manages operational transactions that are not agency specific including office space and utilities, special compliance efforts, retiree benefits, equipment leases and special lease obligations including the Regional Medical Center.
- Contingency – provides resources for costs related to unsettled collective bargaining agreements, designated operating activities and unanticipated employee separation costs.

FY 2019 BUDGET SUMMARY

The FY 2019 approved General Fund budget for Non-Departmental is \$322,911,100, an increase of \$46,024,200 or 16.6% over the FY 2018 approved budget.

NON-DEPARTMENTAL OVERVIEW					
	FY 2017 ACTUAL	FY 2018 BUDGET	FY 2018 ESTIMATED	FY 2019 APPROVED	CHANGE FY18 - FY19
Debt Service	\$ 103,567,755	\$ 120,139,500	\$ 111,907,800	\$ 125,948,500	4.8%
Grants and Transfers	51,002,664	45,814,400	45,700,200	73,002,400	59.3%
Other Non-Departmental	107,164,384	109,833,000	104,489,500	123,960,200	12.9%
Contingency	-	1,100,000	-	-	-100.0%
TOTAL	\$ 261,734,803	\$ 276,886,900	\$ 262,097,500	\$ 322,911,100	16.6%

NON-DEPARTMENTAL

GENERAL FUND

Budgetary Changes -

FY 2018 APPROVED BUDGET	\$276,886,900
Increase Cost: Grants and Transfers - Increase in transfers to the capital improvement program primarily to reflect funding for the Purple Line, United States Citizenship and Immigration Services project at Branch Avenue Metro Station, National Harbor Public Safety Building, Board of Education, Department of Public Works and Redevelopment Authority capital projects	\$26,192,200
Increase Cost: Other Non-Departmental - Increase in other leases to support rental lease obligations and debt service costs for various projects including the Regional Medical Center	\$7,605,200
Increase Cost: Debt Service - Increase in cost to reflect principal and interest payments for current outstanding debt and anticipated costs related to FY 2018 bond sale	\$5,809,000
Increase Cost: Other Non-Departmental - Increase in the equipment lease category to align with anticipated costs	\$4,256,800
Increase Cost: Other Non-Departmental - Increase in the Retiree Health and Life Benefit contributions	\$3,100,000
Increase Cost: Grants & Transfers - Increase in funding for grants to community organizations	\$1,961,600
Increase Cost: Other Non-Departmental - Increase in the automated programs category to align with anticipated costs	\$1,250,000
Increase Cost: Other Non-Departmental - Net change in the budget for utilities to align with anticipated costs	\$887,700
Add: Grants and Transfers - Grant to Employ Prince George's, Inc. - Funding is provided for four positions, operating costs and working capital funds to provide operational support as the Workforce Services Division separates from the Economic Development Corporation	\$760,100
Add: Other Non-Departmental - Funding allocated for the Board of Education Continuous Business Improvement Study	\$500,000
Increase Cost: Grants & Transfers - Increase in the County grant contributions to the economic development agencies	\$266,100
Increase Cost: Grants & Transfers - Increase in the Other Payments category to reflect anticipated costs for Rosecroft Raceway and Video Lottery Terminal funded programs	\$450,000
Increase Cost: Grants & Transfers - Increase in funding to the Prince George's Community Television for operational support	\$100,800
Increase Cost: Other Non-Departmental - Increase in General Fund Insurance contribution	\$75,200
Increase Cost: Grants & Transfers - Increase in membership fee costs	\$8,700
Decrease Cost: Grants and Transfers - Removal of funding in the Other Economic Development category to support administrative contracts	(\$15,400)
Decrease Cost: Grants and Transfers - Reduction in the Required Payments category to align with anticipated costs	(\$36,100)
Decrease Cost: Other Non-Departmental - Decrease in postage to align with anticipated costs	(\$100,000)
Increase Cost: Other Non-Departmental - Net change to reflect the payoff of State debt obligations and the anticipated costs for the payment to the State Department of Assessments and Taxation	(\$697,700)
Decrease Cost: Contingency - Removal of one-time costs allocated to contingency	(\$1,100,000)
Decrease Cost: Grants and Transfers - Reduction in the County's contribution to the Housing Investment Trust Fund	(\$2,500,000)
Decrease Cost: Other Non-Departmental - Decrease in the Traffic Signal category to align with anticipated costs	(\$2,750,000)
FY 2019 APPROVED BUDGET	\$322,911,100

FY 2019 FISCAL OVERVIEW

- \$8.6 million allocated for grants to community organizations
- \$29.3 million to address resource levels for retiree life and health benefits
- \$15.0 million provided to Dimensions Healthcare System (including payment for the refunded debt)
- \$8.5 million for operating costs associated with the speed camera program and other fine programs
- \$32.7 million for transfers to the Capital Improvement Program (CIP)
- \$2.6 million for Youth Employment Program

FY 2018 KEY NOTATIONS

- Distributed over \$6.6 million to community-based organizations for various programs serving County residents.
- Allotted funds to provide opportunity for County youth to participate in career development, life-training skills and summer employment opportunities.
- Provided \$3.5 million of grant support to County Development Disabilities Administration (DDA) Service providers.

DEBT SERVICE

	FY 2017 ACTUAL	FY 2018 BUDGET	FY 2018 ESTIMATED	FY 2019 APPROVED	CHANGE FY18-FY19
PRINCIPAL					
Schools (GOB's)	\$ 42,876,912	\$ 42,604,800	\$ 42,604,800	\$ 42,998,300	0.9%
Schools (Q-bonds)	3,149,679	3,149,700	3,149,700	3,149,700	0.0%
Mass Transit	770,000	745,000	745,000	744,000	-0.1%
Roads (GOB's)	25,072,552	26,627,100	26,627,100	28,948,000	8.7%
Public Buildings	13,166,914	15,620,800	15,620,800	18,127,500	16.0%
Fire	2,959,511	3,381,200	3,381,200	3,404,500	0.7%
Community College	2,445,140	2,205,100	2,205,100	3,607,700	63.6%
Correctional Facilities	1,734,168	1,988,000	1,988,000	2,649,700	33.3%
Library	2,520,473	2,886,900	2,886,900	4,046,900	40.2%
Health	624,576	622,100	622,100	416,000	-33.1%
Police	734,754	1,084,000	1,084,000	2,116,300	95.2%
Hospital	-	-	-	-	0.0%
MILA Debt	-	-	-	-	0.0%
Local Government Insurance Trust (LGIT) Debt	-	-	-	-	0.0%
Current Year Bond Sale	-	7,125,000	-	-	-100.0%
Sinking Fund Payments	-	-	-	-	0.0%
TOTAL	\$ 96,054,679	\$ 108,039,700	\$ 100,914,700	\$ 110,208,600	2.0%

Note: Numbers may not add due to rounding. MILA debt is accounted for in State Debt Assumption Payments, rather than in debt service in the Comprehensive Annual Financial Report (CAFR).

NON-DEPARTMENTAL

GENERAL FUND

	FY 2017 ACTUAL	FY 2018 BUDGET	FY 2018 ESTIMATE	FY 2019 APPROVED	CHANGE FY18-FY19
INTEREST AND SERVICE CHARGES					
Schools - General Obligation Bonds (GOB's)	\$ 20,899,677	\$ 20,027,200	\$ 21,103,300	\$ 20,703,000	3.4%
Mass Transit	288,165	265,000	253,900	230,400	-13.1%
Roads (GOB's)	12,542,506	12,204,600	13,369,100	14,417,000	18.1%
Public Buildings	8,806,848	9,010,500	9,596,800	10,135,700	12.5%
Fire	1,716,216	1,717,000	1,753,100	1,713,400	-0.2%
Community College	1,182,668	1,110,600	1,869,800	2,664,100	139.9%
Correctional Facilities	1,375,881	1,358,200	1,508,400	1,698,700	25.1%
Library	1,909,332	1,912,100	2,155,300	2,641,100	38.1%
Health	216,777	192,200	203,700	201,100	4.6%
Police	1,091,049	1,242,500	1,882,200	2,435,100	96.0%
Hospital	-	-	-	-	0.0%
Service Charges	-	-	-	-	0.0%
MLA Debt	-	-	-	-	0.0%
Local Government Insurance Trust (LGIT) Debt	-	-	-	-	0.0%
Current Year Bond Sale/Refinancing	-	16,265,800	-	11,065,200	-32.0%
Service Charges	12,822	-	-	-	0.0%
TOTAL INTEREST AND SERVICE CHARGES	\$ 50,041,942	\$ 65,305,700	\$ 53,695,600	\$ 67,904,800	4.0%
PRINCIPAL	\$ 96,054,679	108,039,700	100,914,700	110,208,600	2.0%
TOTAL PRINCIPAL, INTEREST AND SERVICE CHARGES	\$ 146,096,621	\$ 173,345,400	\$ 154,610,300	\$ 178,113,400	2.8%
Less:					
Mass Transit	\$ (1,058,165)	\$ (1,010,000)	\$ (998,900)	\$ (974,300)	-3.5%
School Surcharge	(30,773,464)	(34,160,700)	(32,899,500)	(35,712,300)	4.5%
Telecommunications Tax Supported School	(2,441,219)	(2,671,700)	(2,671,700)	(2,835,800)	6.1%
IRS Subsidy	(2,363,594)	(2,363,500)	(2,363,500)	(2,363,500)	0.0%
Bond Premiums	(5,892,424)	(13,000,000)	(3,768,900)	(10,279,000)	-20.9%
CP35 Q Bond Payments	-	-	-	-	0.0%
Sub-Total	\$ (42,528,866)	\$ (53,205,900)	\$ (42,702,500)	\$ (52,164,900)	-2.0%
NET COUNTY DEBT	\$ 103,567,755	\$ 120,139,500	\$ 111,907,800	\$ 125,948,500	4.8%

FY 2019 Debt Issuance Plan

Prince George's County plans to issue new general obligation bonds of approximately \$295.3 million in the FY 2019. The main factor behind the debt issuance continues to be the construction of public schools, followed by road repair and roadway enhancements. The County's current bond rating is AAA by all major bond rating agencies.

Outstanding General Fund Direct Debt

Direct Debt is debt incurred by Prince George's County government in its own name. The gross outstanding general fund debt, the amount that would be due if 100% of the principal were due on June 30, includes the County's general obligation bonds, Revenue Authority revenue bonds and Maryland Local Government Insurance Trust obligations issued for self-insurance liability funding.

Net Direct Debt is gross debt less (1) gross debt payable primarily from user charges or other identified debt-supporting revenue streams and (2) gross debt reimbursable from the State of Maryland. This represents total direct debt excluding self-supporting debt. On June 30, 2015, the County's outstanding net direct debt totaled \$944.9 million; on June 30, 2016, it was \$968.9 million; and on June 30, 2017, it decreased to \$898.0 million. These figures exclude overlapping debt of the Industrial Development Authority (IDA) Lease Revenue Bonds.

Overlapping Debt

In addition to the direct debt, the County has formally agreed to pay the Industrial Development Authority of Prince George's County for the payments due on lease revenue bonds through annual lease payments. The Authority uses the lease payments made by the County to retire its outstanding debt. Most of the proceeds of the debt issued by the Authority were used to build the Prince George's County Courthouse in Upper Marlboro. On June 30, 2017, the outstanding general fund net overlapping debt was \$40.0 million. Starting in FY 2019, the Revenue Authority will assume responsibility for all IDA assets and liabilities, including the refinancing of all outstanding debt. As authorized by CR-69-2017, the IDA will be terminated upon the extinguishing of all IDA obligations. Therefore, the County will begin remitting payments to the Revenue Authority in FY 2019.

NET TAX-SUPPORTED GENERAL FUND DEBT
(Millions \$'s)

	Actual 6/30/2015	Actual 6/30/2016	Actual 6/30/2017
Net Direct Debt	\$944.9	\$ 968.9	\$ 898.0
Overlapping Debt	50.8	45.6	40.0
TOTAL	\$995.7	\$ 1,014.4	\$ 938.0
ANNUAL GROWTH	\$ 95.6	\$ 18.7	\$ (76.4)

SOURCE:

FY 2015: CAFR for the Year Ending June 30, 2015,
Prince George's County, Maryland, Page 165 (Table 14)
FY 2016: CAFR for the Year Ending June 30, 2016,
Prince George's County, Maryland, Page 165 (Table 14)
FY 2017: CAFR for the Year Ending June 30, 2016,
Prince George's County, Maryland, Page 171 (Table 14)

Self-Supporting Debt are portions of the gross direct debt that are not dependent on County tax revenues. Self-supporting outstanding debt, including debt that is repaid solely from the County's share of certain State-collected taxes and user charges, is detailed below:

SELF-SUPPORTING DIRECT DEBT (Millions \$'s)		
	6/30/2016	6/30/2017
General Obligation Bonds:		
Mass Transit Debt-Washington Suburban Transit Commission (WSTC)	\$ 7.7	\$ 7.0
Stormwater Management	145.0	137.1
County Solid Waste Management Bonds	35.1	33.1
School Facilities Supported by School Surcharge	289.7	270.3
School Facilities Supported by Telecommunications Tax	20.5	18.7
Maryland Development Debt	0.0	0.0
Maryland Community Development Administration (CDA) Infrastructure	0.3	0.0
State Bonds	0.0	0.0
Revenue Bonds:		
Solid Waste Management System	0.0	0.0
Total Self-Supporting Debt	\$ 498.4	\$ 466.2
SOURCE:		
FY 2016: CAFR for the Year Ending June 30, 2016 Prince George's County, Maryland, Page 165 (Table 14).		
FY 2017: CAFR for the Year Ending June 30, 2017, Prince George's County, Maryland, Page 171 (Table 14).		

Debt Service and Other Payments

When debt is issued, the County is given a debt service payment schedule similar to amortization payments provided to a citizen when funds are borrowed to purchase a home or a car. The County is required to budget annually for the payment of principal and interest due on the amount of debt that it has incurred along with the annual premium payments and lease payments described under "Other Obligations". (Revenue Authority debt and certain other lease payments are shown under Other Non-Departmental.)

From time to time, the County reviews its debt to see if it should restructure or refinance the debt to minimize its cost or to maximize cash flow requirements. A similar technique is used by the taxpayer who refinances his or her mortgage when interest rates are lowered, resulting in a reduced monthly payment. Alternatively, the taxpayer may choose the lower interest rate and opt for the same monthly payment and thus pay off his or her debt much quicker.

In general, the County is obligated for its first payment of interest six months after debt is issued; the first payment of principal is due twelve months after the debt is issued.

Recoveries

Portions of the debt and obligations related to mass transit are retired through dedicated tax levies. In addition, the County receives certain payments by the State of Maryland for a portion of the Industrial Development Authority (IDA) lease payments. Starting from FY 2001, school surcharge revenues have been used to offset part of the cost of new school construction. Starting in FY 2007, part of the telecommunications tax revenues that are set aside each year in a separate capital project fund have been used to support school construction bonds.

Debt Service General Fund Sources

Highway User Revenue is allocated between the Highway Maintenance Division in the Department of Public Works and Transportation and Debt Service for roads.

Debt Levels

The County's Net Direct Debt has grown due to the rising needs for capital projects, in particular school construction. The County plans to keep its debt levels below its self-imposed and statutory limits.

Fiscal Year	Population	Assessed Value	Net Direct Debt	% of Net Direct Debt to Assessed Value	Net Direct Debt Per Capita	Debt Service as a % of General Fund Expenditures
2017	N/A	\$ 86,941,639,900	\$ 898,012,035	1.0%	N/A	3.4%
2016	908,049	80,392,825,800	968,882,035	1.2%	1,067	3.2%
2015	909,535	74,172,798,186	944,926,424	1.3%	1,039	3.4%
2014	904,430	73,425,415,435	844,289,449	1.1%	934	3.3%
2013	890,081	75,993,572,331	899,514,499	1.2%	1,011	3.1%
2012	881,138	82,964,524,909	714,695,331	0.9%	811	3.4%
2011	874,045	95,135,150,806	714,419,526	0.8%	817	3.8%
2010	865,705	96,054,707,346	705,280,978	0.7%	815	3.4%
2009	834,560	85,155,247,625	704,467,333	0.8%	844	2.7%
2008	830,514	72,900,955,419	782,927,125	1.1%	943	2.9%
2007	832,699	60,716,650,060	759,188,646	1.3%	912	3.3%
2006	836,644	52,277,304,579	709,848,849	1.4%	848	3.2%
2005	840,513	46,612,628,987	686,662,549	1.5%	817	3.7%
2004	836,103	43,066,687,540	661,141,076	1.5%	791	3.8%

Notes:

1. Population estimates are from the U.S. Census Bureau, Population Estimates Branch, except FY 2015 which is unavailable at this time.
2. Beginning in fiscal year 2002, real property assessed value in Maryland has been adjusted from approximately 40% of market value to full market value (100%) by the State Department of Assessments and Taxation. Personal property assessed value remains unchanged at full market value.
3. The amount of net direct debt represents the County's general obligation bonded debt - which excludes the Primary Government's Stormwater Management Enterprise Fund bonds paid with dedicated tax collections, Solid Waste Management System bonds repaid from user charges, debt for parks reimbursed by the joint venture M-NCPPC, debt for mass transit reimbursed by the WSTC (joint venture), debt for school facilities paid by school surcharge, and debt for school facilities funded by telecommunications tax - and includes Parking Authority's (component unit) bonded debt.

SOURCE: Office of Finance

GRANTS AND TRANSFER PAYMENTS

GRANT PROGRAM	FY 2017 ACTUAL	FY 2018 APPROVED	FY 2018 ESTIMATE	FY 2019 APPROVED	CHANGE FY18 - FY19
Grants to Community Organizations	\$ 7,399,153	\$ 6,596,400	\$ 6,596,400	\$ 8,558,000	29.7%
Required Payments	274,700	365,000	325,000	328,900	-9.9%
Economic Development Corporation	3,237,700	3,457,600	3,457,600	3,443,100	-0.4%
Employ Prince George's	-	-	-	760,100	100.0%
Financial Services Corporation	860,000	897,000	897,000	1,122,500	25.1%
Prince George's Community Television	936,800	886,800	936,800	987,600	11.4%
Conference and Visitors Bureau	743,200	1,330,100	1,330,100	1,385,200	4.1%
Other Economic Development	15,333	15,400	15,400	-	-100.0%
Memberships	634,784	657,400	657,400	666,100	1.3%
Strategic Goals Initiative	439,329	475,000	475,000	475,000	0.0%
Dimensions Health Corporation	15,000,000	15,000,000	15,000,000	15,000,000	0.0%
Other Payments	2,818,219	4,592,700	4,817,700	5,042,700	9.8%
Transfers to Other Funds	-	5,000,000	5,000,000	2,500,000	-50.0%
Transfers to Capital Improvement Program	18,643,446	6,541,000	6,191,800	32,733,200	400.4%
TOTAL	\$ 51,002,664	\$ 45,814,400	\$ 45,700,200	\$ 73,002,400	59.3%

Grants to Community Organizations -- \$8,558,000

Funding supports a variety of community-based organizations serving County residents.

Required Payments -- \$328,900

Amounts shown here represent anticipated costs mandated by State or local legislation, regulation or contractual agreement.

Economic Development Corporation -- \$3,443,100

This funding supports the Economic Development Corporation, a non-profit organization that promotes economic development, neighborhood and business revitalization, workforce services and youth employment, while collaborating with the business community and other public entities.

Employ Prince George's, Inc. -- \$760,100

The Prince George's County Workforce Services program has been a division of Prince George's County Economic Development Corporation for ten years. This program provides career and job readiness training as well as on-the-job work experience for county youth and adults, including dislocated workers. The program is funded primarily through the federal Workforce Innovation and Opportunity Act (WIOA) grant program. In FY 2019, the Workforce Service Division will incorporate as a separate independent non-profit known as Employ Prince George's Inc.

Financial Services Corporation -- \$1,122,500

This funding supports the Financial Services Corporation, a non-profit corporation that provides non-traditional financing for small and minority-owned businesses in Prince George's County.

Prince George's Community Television -- \$987,600

Funding supports Community Television of Prince George's County Channels 76 and 70, the award-winning nonprofit cable access station.

Conference and Visitors Bureau -- \$1,385,200

This funding supports the Conference and Visitors Bureau, a promotional agency under contract with the County that assists in the implementation of the County's comprehensive economic and cultural development program. Additional funding per CB-077-2016 is provided for the County branding campaign to advertise and promote the County.

Other Economic Development -- \$0

Regional marketing and administrative programs are supported by these funds. This contract is anticipated to end in FY 2019.

Memberships -- \$666,100

This funding represents the cost of the County's participation fees in various professional organizations.

Strategic Goals Initiative -- \$475,000

Funding will be utilized to further various County's initiatives.

Dimensions Healthcare System, Inc. -- \$15,000,000

These resources are designated to support the Dimensions Healthcare System in partnership with the State of Maryland (includes debt service on refunded bonds).

Other Payments -- \$5,042,700

Funding reflects local impact grant funds allocated to the County for public safety projects within 5 miles of Rosecroft Raceway (\$270,000) as well as a grant to support County developmental disability service providers (\$3,535,000). Additionally, the total includes a portion of the video lottery terminal (VLT) funds allocated for Local Development Council Community Impact Grants (\$750,000), the Workforce Development and Training Program (\$337,700) and Grants to the Excellence in Education Foundation (\$150,000) for student scholarships

Transfers to Other Funds -- \$2,500,000

This category reflects General Fund transfers to other County funds. This funding will be utilized as a transfer to the Housing Investment Trust Fund to support the Workforce Housing Gap Financing Program and the Down Payment and Closing Cost Assistance Program. In FY 2019, funding is appropriated to the Housing Investment Trust Fund to support the Workforce Housing Gap Financing Program.

Transfers to Capital Improvement Program -- \$32,733,200

This category reflects General Funds allocated to capital improvement projects including the Purple Line (\$20,000,000), Redevelopment Authority (\$6,500,000) capital projects, VLT funding dedicated for MD 210 (\$2,678,300), Board of Education projects (\$1,499,900), DPWT projects (\$1,055,000), and the National Harbor Public Safety Building (\$1,000,000). The Redevelopment Authority funding includes resources allocated for the Glenarden project (\$4,500,000), Addison Road project (\$1,000,000) and Countywide Revitalization project (\$1,000,000). The Countywide Revitalization funding supports four programs – Commercial Revitalization Program (\$250,000), Community Impact Grant (\$250,000), Northern Gateway Revitalization Program (\$250,000) and Transit Oriented Development Placemaking Program (\$250,000). The Board of Education funding reflects use of Rosecroft Raceway grant funds totaling \$675,000 and VLT funds totaling \$824,900. The DPWT funds reflect \$1,000,000 for the United States Citizenship and Immigration Services project at Branch Avenue Metro Station and \$55,000 of Rosecroft grant funds to support traffic safety improvements in the impact area.

OTHER NON-DEPARTMENTAL EXPENSES

	FY 2017 ACTUAL	FY 2018 BUDGET	FY 2018 ESTIMATED	FY 2019 APPROVED	CHANGE FY18 - FY19
General Fund Insurance	8,956,600	\$ 9,924,800	\$ 9,924,800	\$ 10,000,000	0.8%
Judgments and Losses	642	200,000	100,000	200,000	0.0%
Postage	1,093,486	1,500,000	1,250,000	1,400,000	-6.7%
Equipment Leases	20,180,695	17,812,400	17,053,800	22,069,200	23.9%
Other Leases	14,337,957	18,357,800	16,466,700	25,963,000	41.4%
Utilities	13,827,247	15,307,300	15,052,000	16,195,000	5.8%
Streetlight Electricity	2,259,397	3,200,000	2,789,000	3,200,000	0.0%
Traffic Signal Electricity	65,236	3,250,000	465,500	500,000	-84.6%
Miscellaneous Expenses	8,892,214	7,084,500	7,084,500	6,960,000	-1.8%
Youth Employment Program	2,740,752	2,634,200	2,634,200	2,634,200	100.0%
Automated Programs - Speed Camera, Red Light, False Alarm	8,402,280	7,200,000	8,386,000	8,450,000	17.4%
State Debt Assumption Payments	266,696	95,200	-	-	-100.0%
Deferred Compensation in Lieu of State	94,875	200,000	200,000	200,000	0.0%
Unemployment Insurance	461,590	453,000	469,200	475,000	4.9%
Retiree Life Benefits/Annuities	1,134,197	1,150,000	1,150,000	1,250,000	8.7%
Retiree Health Benefits	28,048,400	25,048,400	25,048,400	28,048,400	12.0%
Sub-Total	\$ 110,762,266	\$ 113,417,600	\$ 108,074,100	\$ 127,544,800	12.5%
Expenditure Recoveries					
Leases/Utilities	\$ (2,751,989)	\$ (2,934,600)	\$ (2,934,600)	\$ (2,934,600)	0.0%
Washington Suburban Transit Commission	-	-	-	-	0.0%
Acquisition Program	(391,153)	-	-	-	0.0%
Postage	(5,628)	(50,000)	(50,000)	(50,000)	0.0%
Other	(449,112)	(600,000)	(600,000)	(600,000)	0.0%
Sub-Total	\$ (3,597,882)	\$ (3,584,600)	\$ (3,584,600)	\$ (3,584,600)	0.0%
Total	\$ 107,164,384	\$ 109,833,000	\$ 104,489,500	\$ 123,960,200	12.9%

General Fund Insurance (Self-Insurance Fund) -- \$10,000,000

General Fund Insurance is managed by the Risk Management Unit in the Office of Finance. It insures fire, casualty, automobile, and public losses. The Self-Insurance Fund is composed of the following governmental entities: the County, the Community College, the Memorial Library System, and the Board of Education. Contribution levels are based on the results of an annual actuarial study.

Judgments and Losses -- \$200,000

This appropriation represents contingent small claims payouts by the County.

Postage -- \$1,400,000

The postage appropriation for FY 2019 decreases by \$100,000.

Equipment Leases -- \$22,069,200

The FY 2019 expenditures include the principal and interest costs of the 2012, 2013, 2014, 2015, 2016, 2017 and 2018 lease purchase payments. It also includes resources for voting machine rentals.

Other Leases -- \$25,963,000

The Office of Central Services is responsible for maintaining the County's lease agreements for various locations. Funding is included to support nine County leases. In addition to the cost of County leases, funding is also included for debt service payments due on lease revenue bonds issued to support expansions of the Hyattsville and Upper Marlboro Justice Centers. In prior years, these payments were made to the Industrial Development Authority to retire the outstanding debt. Starting in FY 2019, these payments will be made to the Revenue Authority. Additionally, this category includes funding to support debt service costs for various public finance transactions including the Regional Medical Center.

Utilities -- \$16,195,000

Utility costs reflect projected expenditure levels for electricity, gas, oil, and propane used by the County.

Streetlights -- \$3,200,000

Projected energy costs for streetlights maintained by the County.

Traffic Signals -- \$500,000

Operational funding for traffic signals provided by the County for vehicular and pedestrian safety.

Miscellaneous Expenses -- \$6,960,000

This category includes resources for general and administrative services related to the implementation of the County's strategic plan and collection of emergency transportation fees. This budget also includes costs for payments to the State for the State Department of Assessments and Taxation (\$2.9 million in FY 2019).

Youth Employment Program -- \$2,634,200

Reflects funding allotted for the Youth Employment Program managed by the Office of Human Resources Management.

Automated Programs -- \$8,450,000

The County incurs costs to run the speed camera program, including payment to the vendor, which are offset by the revenue generated. The amount listed also includes cost associated with the red light camera and false alarm programs managed by the Revenue Authority.

State Debt Assumption Payments -- \$0

The County makes payments on various County facilities that have been financed with State debt. The last debt service payment for outstanding state debt occurred in FY 2017.

Deferred Compensation in Lieu of State Retirement -- \$200,000

Several appointed employees have elected to participate in a Deferred Compensation Plan in lieu of the Maryland State Pension System. These costs are included in this category.

Unemployment Insurance -- \$475,000

This represents the anticipated unemployment insurance claims payable during the fiscal year.

Retiree Life and Health Insurance -- \$29,298,400

This represents both the Retiree Life Benefits/Annuities (\$1.3 million) and the Retiree Health Benefits (\$28.0 million) costs. The County portion of health and life insurance costs for retired employees are funded in this category. It includes \$1,200,000 for retiree life insurance, \$50,000 for retiree annuities, and \$28,048,400 for retiree health benefits, or Other Post Employment Benefits (OPEB).

Expenditure Recoveries (Project Charges) -- (\$3,584,600)

Expenditure Recoveries are from non-general funds for charges for utilities, maintenance and equipment usage payments, retiree health insurance recoveries, and postage recoveries from various funds.

CONTINGENCY

	FY 2017 ACTUAL	FY 2018 BUDGET	FY 2018 ESTIMATED	FY 2019 APPROVED	CHANGE FY18 - FY19
Recruitment for Fire/EMS Department	\$ -	\$ 250,000	\$ -	\$ -	-100.0%
Reserve Funding for Volunteer Fire physicals	-	850,000	-	-	-100.0%
TOTAL	\$ -	\$ 1,100,000	\$ -	\$ -	-100.0%

In FY 2019, contingency expenditure decreases by \$1,100,000 or 100% under the FY 2018 approved budget.

ECONOMIC DEVELOPMENT INCENTIVE FUND

This fund will provide financial assistance in the form of loans, guarantees, and grants to benefit existing and potential industrial and commercial businesses in the County. The primary goal of the fund is to create and retain jobs, broaden the local tax base, promote economic development opportunities, and assist in the retention of existing businesses and the attraction of new businesses.

	FY 2017 ACTUAL	FY 2018 BUDGET	FY 2018 ESTIMATED	FY 2019 APPROVED	CHANGE FY18-FY19
EXPENDITURE SUMMARY					
Compensation	\$ -	\$ -	\$ -	\$ -	0.0%
Fringe Benefits	-	-	-	-	0.0%
Operating Expenses	2,703,972	9,000,000	9,000,000	9,000,000	0.0%
Capital Outlay	-	-	-	-	0.0%
Sub-Total	2,703,972	9,000,000	9,000,000	9,000,000	0.0%
Recoveries	-	-	-	-	0.0%
TOTAL	\$ 2,703,972	\$ 9,000,000	\$ 9,000,000	\$ 9,000,000	0.0%
STAFF					
Full-Time - Civilian	-	-	-	-	0.0%
Full-Time - Sworn	-	-	-	-	0.0%
Part-Time	-	-	-	-	0.0%
Limited Term Grant	-	-	-	-	0.0%

NON-DEPARTMENTAL

OTHER FUNDS

Economic Development Fund - Summary - FY 2015 - FY 2021								
Preliminary Estimates - Subject to Change - For Illustrative Purposes Only								
	FY 2015 ACTUAL	FY 2016 ACTUAL	FY 2017 ACTUAL	FY 2018 APPROVED	FY 2018 ESTIMATE	FY 2019 APPROVED	FY 2020 PROJECTED	FY 2021 PROJECTED
Beginning Balance - July 1st	\$ 45,579,581	\$ 42,596,624	\$ 36,914,560	\$ 29,483,960	\$ 35,624,910	\$ 28,194,310	\$ 21,529,310	\$ 17,173,210
Revenues								
Transfers In - General Fund	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Interest Income	197,597	125,952	238,971	200,000	106,800	200,000	158,900	158,900
Loan Repayments (Principal and Interest)	2,879,485	1,389,402	1,175,351	2,135,000	1,462,600	2,135,000	4,485,000	4,485,000
Equity Investment Returns	-	-	-	-	-	-	-	-
Federal Aid	-	-	-	-	-	-	-	-
State Aid	-	-	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	-	-	-	-
Appropriation from Fund Balance	2,982,957	-	-	6,665,000	7,430,600	6,665,000	4,356,100	4,356,100
Total Revenues	\$ 6,060,039	\$ 1,515,354	\$ 1,414,322	\$ 9,000,000	\$ 9,000,000	\$ 9,000,000	\$ 9,000,000	\$ 9,000,000
Expenditures								
Transfers Out - General Fund	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Direct Grants	-	-	-	3,000,000	-	3,000,000	3,000,000	3,000,000
Small Business Loans	6,060,039	7,197,418	2,703,972	3,000,000	9,000,000	3,000,000	3,000,000	3,000,000
Major Project Loans	-	-	-	3,000,000	-	3,000,000	3,000,000	3,000,000
Equity Investments	-	-	-	-	-	-	-	-
Total Expenditures	\$ 6,060,039	\$ 7,197,418	\$ 2,703,972	\$ 9,000,000	\$ 9,000,000	\$ 9,000,000	\$ 9,000,000	\$ 9,000,000
Surplus (Deficit) - Annual	-	(5,682,064)	(1,289,650)	-	-	-	-	-
Ending Fund Balance	\$ 42,596,624	\$ 36,914,560	\$ 35,624,910	\$ 22,818,960	\$ 28,194,310	\$ 21,529,310	\$ 17,173,210	\$ 12,817,110

Assumptions:

- (1) Excess cash balance invested annually at a rate of 1.0%.
- (2) As the EDI Fund develops, there may be additional opportunities to receive both State and Federal grants for economic development projects.

