

Non-Departmental

MISSION AND SERVICES

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, Operational Expenditures 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, Employ Prince George's and the Conference and Visitors Bureau. It also provides transfers to various capital improvement projects.
- Operational Expenditures – 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 KEY NOTATIONS

- Distributed over \$8.6 million to community-based organizations for various programs serving County residents.
- Funding provided opportunities for County youth to participate in career development, life-training skills and summer employment opportunities.
- Allocated \$3.5 million of grant support to County Development Disabilities Administration (DDA) Service providers.

FY 2020 FISCAL OVERVIEW

- \$7.0 million allocated for grants to community organizations
- \$29.3 million to address resource levels for retiree life and health benefits
- \$9.7 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
- \$27.1 million for transfers to the Capital Improvement Program (CIP)
- \$7.0 million for Youth Employment Program to support jobs for over 6,000 County youth

FY 2020 BUDGET SUMMARY

- The FY 2020 proposed General Fund budget for Non-Departmental is \$324,032,000, an increase of \$1,121,100 or 0.3% over the FY 2019 approved budget.

NON-DEPARTMENTAL OVERVIEW

	FY 2018	FY 2019	FY 2019	FY 2020	Change FY19-FY20	
	Actual	Budget	Estimate	Proposed	Amount (\$)	Percent (%)
Debt Service	\$100,853,322	\$125,948,500	\$126,067,200	\$136,594,300	\$10,645,800	8.5%
Grants and Transfers	42,703,928	73,002,400	78,426,300	59,497,900	(13,504,500)	-18.5%
Operational Expenditures	109,578,634	123,960,200	116,702,700	127,940,000	3,979,800	3.2%
Contingency	-	-	-	-	-	0.0%
Total Expenditures	\$253,135,884	\$322,911,100	\$321,196,200	\$324,032,200	\$1,121,100	0.3%

Reconciliation from Prior Year

	Expenditures
FY 2019 Approved Budget	\$322,911,100
Increase Cost: Debt Service — Increase in cost to reflect principal and interest payments for current outstanding debt and anticipated cost related to FY 2019 Bond sale	\$10,645,800
Increase Cost: Operational Expenditures — Increase in funding for the Summer Youth Employment Program	4,365,800
Increase Cost: Operational Expenditures — Increase to debt payment costs related to various equipment lease transactions	1,407,900
Increase Cost: Grants and Transfers — Increase in the County contribution to the Economic Development Corporation to include funding for a new Director of Economic Development position to support the implementation of redevelopment and revitalization efforts in targeted areas	472,600
Increase Cost: Operational Expenditures — Increase in the budget for utilities to align with anticipated cost	405,000
Increase Cost: Operational Expenditures — Decrease in expenditure recoveries to align to actual costs	182,800
Increase Cost: Grants and Transfers — Increase the County contribution for Employ Prince George's to support two new career consultant positions, the Iverson Workforce Hub and the Veterans Training program	128,000
Increase Cost: Grants and Transfers — Increase in the Required Payments category to align with the anticipated costs for the renters credit program	50,000
Increase Cost: Grants and Transfers — Increase funding for Prince George's Community Television for operational support	4,500
Decrease Cost: Grants and Transfers — Decrease in the County contribution to the Conference and Visitors Bureau	(43,800)
Increase Cost: Operational Expenditures — Decrease in miscellaneous expenses to align with anticipated costs	(731,200)
Decrease Cost: Grants and Transfers — Decrease in funding for various grants allotted to community organizations	(1,477,800)
Increase Cost: Operational Expenditures — Decrease to the Other Leases category primarily due to the refunding of outstanding debt resulting in lower debt payment costs	(1,650,500)
Decrease Cost: Grants and Transfers - Removal of One-Time Cost — Reduction in the Transfers to the Capital Improvement Program due to the removal of one-time funding for the National Harbor Public Safety Building and the Citizenship and Immigration Services (CIS) project at Branch Metro Station project	(2,000,000)
Decrease Cost: Grants and Transfers — Reduction in the County's contribution to the Housing Investment Trust Fund	(2,500,000)

Reconciliation from Prior Year *(continued)*

	Expenditures
Decrease Cost: Grants and Transfers — Net change in the Transfers to the Capital Improvement Program due to a decrease in PAYGO funds allocated for the Redevelopment Authority; offset by an increase in funding budgeted for the MD 210 and Board of Education capital projects based on an anticipated increase in video lottery terminal funding	(2,842,800)
Decrease Cost: Grants and Transfers — Decrease in the County contribution to Dimensions Healthcare Systems to align with anticipated funding requirements	(5,295,200)
FY 2020 Proposed Budget	\$324,032,200

DEBT SERVICE**Principal**

Debt Service	FY 2018 Actual	FY 2019 Budget	FY 2019 Estimate	FY 2020 Proposed	Change FY19-FY20	
					Amount (\$)	Percent (%)
PRINCIPAL						
Schools (GOB's)	\$42,604,788	\$42,998,300	\$42,998,300	\$44,506,100	\$1,507,800	3.5%
Schools (Q-bonds)	3,149,679	3,149,700	3,149,700	3,149,700	-	0.0%
Mass Transit	745,000	744,000	744,000	853,700	109,700	14.7%
Roads (GOB's)	26,627,105	28,948,000	28,948,000	32,600,100	3,652,100	12.6%
Public Buildings	15,620,784	18,127,500	18,127,500	21,118,900	2,991,400	16.5%
Fire	3,381,161	3,404,500	3,404,500	3,816,900	412,400	12.1%
Community College	2,205,141	3,607,700	3,607,700	5,783,400	2,175,700	60.3%
Correctional Facilities	1,987,999	2,649,700	2,649,700	3,211,600	561,900	21.2%
Library	2,886,879	4,046,900	4,046,900	5,340,000	1,293,100	32.0%
Health	622,133	416,000	416,000	586,200	170,200	40.9%
Police	1,084,010	2,116,300	2,116,300	2,903,000	786,700	37.2%
Hospital	-	-	-	-	-	0.0%
Local Government Insurance Trust (LGIT) Debt	-	-	-	-	-	0.0%
Current Year Bond Sale	-	-	-	631,200	631,200	0.0%
Sinking Fund Payments	-	-	-	-	-	0.0%
Total	\$100,914,679	\$110,208,600	\$110,208,600	\$124,500,800	\$14,292,200	13.0%

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).

Interest and Service Charges

Debt Service	FY 2018 Actual	FY 2019 Budget	FY 2019 Estimate	FY 2020 Proposed	Change FY19-FY20	
					Amount (\$)	Percent (%)
INTEREST AND SERVICE CHARGES						
Schools - General Obligation Bonds (GOB's)	\$21,103,296	\$20,703,000	\$23,410,300	\$22,721,900	\$2,018,900	9.8%
Mass Transit	253,920	230,400	230,400	195,400	(35,000)	-15.2%
Roads (GOB's)	13,969,781	14,417,000	17,071,200	16,945,400	2,528,400	17.5%
Public Buildings	8,996,173	10,135,700	11,625,100	11,451,700	1,316,000	13.0%
Fire	1,753,139	1,713,400	1,953,000	1,907,800	194,400	11.3%
Community College	1,869,772	2,664,100	4,680,400	5,462,800	2,798,700	105.1%
Correctional Facilities	1,508,449	1,698,700	1,974,300	1,966,900	268,200	15.8%
Library	2,155,313	2,641,100	3,209,500	3,264,100	623,000	23.6%
Health	203,746	201,100	382,400	449,800	248,700	123.7%
Police	1,882,149	2,435,100	2,800,900	2,858,300	423,200	17.4%
Hospital	-	-	-	-	-	0.0%
Service Charges	-	-	-	-	-	0.0%
Local Government Insurance Trust (LGIT) Debt	-	-	-	-	-	0.0%
Current Year Bond Sale/Refinancing Service Charges	-	11,065,200	-	5,377,900	(5,687,300)	-51.4%
	129,568	-	-	-	-	0.0%
Total Interest and Service Charges	\$53,825,306	\$67,904,800	\$67,337,500	\$72,602,000	\$4,697,200	6.9%
Principal	\$100,914,679	\$110,208,600	\$110,208,600	\$124,500,800	\$14,292,200	13.0%
TOTAL PRINCIPAL, INTEREST AND SERVICE CHARGES						
	\$154,739,985	\$178,113,400	\$177,546,100	\$197,102,800	\$18,989,400	10.7%
Less:						
Mass Transit	(\$998,919)	(\$974,300)	(\$974,400)	(\$1,049,000)	(\$74,700)	7.7%
School Surcharge	(32,899,419)	(35,712,300)	(35,620,700)	(37,060,500)	(1,348,200)	3.8%
Telecommunications Tax Supported School Projects	(2,671,729)	(2,835,800)	(2,835,800)	(2,844,200)	(8,400)	0.3%
IRS Subsidy	(2,366,131)	(2,363,500)	(2,366,100)	(2,366,100)	(2,600)	0.1%
Bond Premiums	(9,607,805)	(10,279,000)	(9,681,900)	(17,188,700)	(6,909,700)	67.2%
Unspent Bond Proceeds	(5,342,660)	-	-	-	-	0.0%
SubTotal	\$(53,886,663)	\$ (52,164,900)	\$ (51,478,900)	\$ (60,508,500)	\$ (8,343,600)	16.0%
Total Expenditures - Net County Debt	\$100,853,322	\$125,948,500	\$126,067,200	\$136,594,300	\$10,645,800	8.5%

Note: Numbers may not add due to rounding. MILA debt is accounted for in State Debt Assumption Payments.

FY 2020 Debt Issuance Plan

Prince George's County plans to issue new general obligation bonds of approximately \$348.1 million in the FY 2020. 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, 2016, the County's outstanding net direct debt totaled \$968.9

million; on June 30, 2017, it was \$898.0 million; and on June 30, 2018, it decreased to \$1,384.7 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, 2018, the County had no outstanding general fund net overlapping debt, this was a decrease of \$40.0 million. In FY 2019, the Revenue Authority assumed 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 started remitting payments to the Revenue Authority in FY 2019.

NET TAX-SUPPORTED GENERAL FUND DEBT

(Millions \$'s)

	Actual 6/30/2016	Actual 6/30/2017	Actual 6/30/2018
Net Direct Debt	\$ 968.9	\$ 898.0	\$ 1,384.7
Overlapping Debt	45.6	40.0	0.0
TOTAL	\$ 1,014.4	\$ 938.0	\$ 1,384.7
ANNUAL GROWTH	\$ 18.7	\$ (76.4)	\$ 446.7

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)
 FY 2018: CAFR for the Year Ending June 30, 2018, 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
(Million \$'s)

	6/30/2017	6/30/2018
General Obligation Bonds:		
Mass Transit Debt-Washington Suburban Transit Commission (WSTC)	\$ 7.0	\$ 6.1
Stormwater Management	137.1	236.7
County Solid Waste Management Bonds	33.1	46.0
School Facilities Supported by School Surcharge	270.3	339.1
School Facilities Supported by Telecommunications Tax	18.7	16.7
Maryland Development Debt	0.0	0.0
Maryland Community Development Administration (CDA) Infrastructure	0.0	0.0
State Bonds	0.0	0.0
Revenue Bonds:		
Solid Waste Management System	0.0	0.0
Total Self-Supporting Debt	\$ 466.2	\$ 644.7

ISOURCE:

FY 2017: CAFR for the Year Ending June 30, 2017,
Prince George's County, Maryland, Page 171 (Table 14).
FY 2018: CAFR for the Year Ending June 30, 2018,
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
2018	N/A	\$ 92,548,040,600	\$ 1,384,752,682	1.5%	N/A	3.2%
2017	912,756	86,941,639,900	898,012,035	1.0%	984	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 2018 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 2018	FY 2019	FY 2019	FY 2020	Change FY19-FY20	
	Actual	Budget	Estimate	Proposed	Amount (\$)	Percent (%)
Grants to Community Organizations	\$6,136,000	\$8,558,000	\$8,558,000	\$7,080,200	(\$1,477,800)	-17.3%
Required Payments	446,906	328,900	363,900	378,900	50,000	15.2%
Economic Development Corporation	3,457,600	3,443,100	3,443,100	3,915,700	472,600	13.7%
Employ Prince George's	0	760,100	1,135,100	888,100	128,000	16.8%
Financial Services Corporation	897,000	1,122,500	1,122,500	1,122,500	-	0.0%
Prince George's Community Television	936,800	987,600	987,600	992,100	4,500	0.5%
Conference and Visitors Bureau	1,330,100	1,385,200	1,476,000	1,341,400	(43,800)	-3.2%
Other Economic Development	15,333	-	-	-	-	0.0%
Memberships	595,559	666,100	666,000	666,100	-	0.0%
Strategic Goals Initiative	459,886	475,000	475,000	475,000	-	0.0%
Dimensions Health Corporation	12,506,500	15,000,000	16,782,000	9,704,800	(5,295,200)	-35.3%
Other Payments	4,244,383	5,042,700	5,543,400	5,772,700	730,000	14.5%
Transfers to Other Funds	5,000,000	2,500,000	2,500,000	0	(2,500,000)	-100.0%
Transfers to Capital Improvement Program	6,677,861	32,733,200	35,373,700	27,160,400	(5,572,800)	-17.0%
Total Expenditures	\$42,703,928	\$73,002,400	\$78,426,300	\$59,497,900	(\$13,504,500)	-18.5%

Grants to Community Organizations -- \$7,080,200

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

Required Payments -- \$378,900

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

Economic Development Corporation -- \$3,915,700

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. -- \$888,100

In FY 2019, the Workforce Service Division incorporated as a separate independent non-profit known as Employ Prince George's Inc. 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.

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 -- \$992,100

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

Conference and Visitors Bureau -- \$1,341,400

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 ended 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. -- \$9,704,800

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 -- \$5,722,700

Funding reflects local impact grant funds allocated to the County for public safety projects within 5 miles of Rosecroft Raceway (\$1,000,000) as well as a grant to support County developmental disability service provid-

ers (\$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 -- \$0

This category reflects General Fund transfers to other County funds. In FY 2020, no funding is appropriated to the Housing Investment Trust Fund to support the Workforce Housing Gap Financing Program.

Transfers to Capital Improvement Program -- \$27,160,400

This category reflects General Funds allocated to capital improvement projects including the Purple Line (\$20,000,000), Redevelopment Authority (\$2,000,000) capital projects, VLT funding dedicated for MD 210 (\$3,404,200) and the Board of Education projects (\$1,756,200). The Redevelopment Authority funding includes resources allocated for the Suitland Manor project.

OPERATIONAL EXPENDITURES

Operational Expenditures	FY 2018	FY 2019	FY 2019	FY 2020	Change FY19-FY20	
	Actual	Budget	Estimate	Proposed	Amount (\$)	Percent (%)
General Fund Insurance	\$9,924,800	\$10,000,000	\$10,000,000	\$10,000,000	-	0.0%
Judgments and Losses	71	200,000	200,000	200,000	-	0.0%
Postage	1,299,968	1,400,000	1,400,000	1,400,000	-	0.0%
Equipment Leases	16,396,150	22,069,200	20,244,900	23,477,100	1,407,900	6.4%
Other Leases	16,234,304	25,963,000	19,861,900	24,312,500	(1,650,500)	-6.4%
Utilities	13,061,303	16,195,000	16,195,000	16,600,000	405,000	2.5%
Streetlight Electricity	1,994,475	3,200,000	3,200,000	3,200,000	-	0.0%
Traffic Signal Electricity	65,236	500,000	500,000	500,000	-	0.0%
Miscellaneous Expenses	8,089,218	6,960,000	6,841,000	6,228,800	(731,200)	-10.5%
Youth Employment Program	2,446,195	2,634,200	3,238,300	7,000,000	4,365,800	165.7%
Automated Programs - Speed Camera, Red Light, False Alarm	8,736,304	8,450,000	8,450,000	8,450,000	-	0.0%
Comp Absences	(77,929)	-	-	-	-	0.0%
Deferred Compensation in Lieu of State Retirement	116,363	200,000	200,000	200,000	-	0.0%
Unemployment Insurance	453,000	475,000	475,000	475,000	-	0.0%
Retiree Life Benefits/Annuities	1,235,103	1,250,000	1,250,000	1,250,000	-	0.0%
Retiree Health Benefits	33,048,400	28,048,400	28,048,400	28,048,400	-	0.0%
SubTotal	\$113,022,962	\$127,544,800	\$120,104,500	\$131,341,800	\$3,797,000	3.0%
Expenditure Recoveries						
Leases/Utilities	(\$2,752,181)	(\$2,934,600)	(\$2,751,800)	(\$2,751,800)	\$182,800	-6.2%
Postage	(6,900)	(50,000)	(50,000)	(50,000)	-	0.0%
Other	(655,942)	(600,000)	(600,000)	(600,000)	-	0.0%
SubTotal	(\$3,415,023)	(\$3,584,600)	(\$3,401,800)	(\$3,401,800)	\$182,800	-5.1%
Total Expenditures	\$109,607,939	\$123,960,200	\$116,702,700	\$127,940,000	\$3,979,800	3.2%

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 2020 remains unchanged from the FY 2019 approved budget level.

Equipment Leases -- \$23,477,100

The FY 2020 expenditures include the principal and interest costs of the 2012, 2013, 2014, 2015, 2016, 2017, 2018 and 2019 lease purchase payments. It also includes resources for voting machine rentals.

Other Leases -- \$24,312,500

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

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 are 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 -- \$16,600,000

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 -- \$6,228,800

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.

Youth Employment Program -- \$7,000,000

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.

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) -- (\$3,401,800)

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

In FY 2020, contingency expenditures total \$0 and remain unchanged from the FY 2019 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.

Economic Development Incentive Fund Expenditure Summary

Category	FY 2018 Actual	FY 2019 Budget	FY 2019 Estimate	FY 2020 Proposed	Change FY19-FY20	
					Amount (\$)	Percent (%)
Compensation	-	-	-	-	-	0.0%
Fringe Benefits	-	-	-	-	-	0.0%
Operating	3,643,893	9,000,000	5,740,400	9,000,000	-	0.0%
Capital Outlay	-	-	-	-	-	0.0%
Total Expenditures	\$3,643,893	\$9,000,000	\$5,740,400	\$9,000,000	-	0.0%

Economic Development Incentive Fund Summary

Category	FY 2018 Actual	FY 2019 Budget	FY 2019 Estimate	FY 2020 Proposed	Change FY19-FY20	
					Amount (\$)	Percent (%)
BEGINNING FUND BALANCE	\$35,624,910	\$29,483,960	\$35,636,440	\$32,446,040	\$2,962,080	10.0%
REVENUES						
Interest Income	\$477,160	\$200,000	\$350,000	\$350,000	\$150,000	75.0%
Loan Repayments (Principal and Interest)	3,178,263	2,135,000	2,200,000	3,000,000	865,000	40.5%
Equity Investment Returns	-	-	-	-	-	0.0%
Federal Aid	-	-	-	-	-	0.0%
State Aid	-	-	-	-	-	0.0%
Miscellaneous Revenues	-	-	-	-	-	0.0%
Appropriated Fund Balance	-	6,665,000	3,190,400	5,650,000	(1,015,000)	-15.2%
Total Revenues	\$3,655,423	\$9,000,000	\$5,740,400	\$9,000,000	-	0.0%
EXPENDITURES						
Small Business Loans and Grants	\$3,643,893	\$3,000,000	\$5,740,400	\$9,000,000	-	0.0%
Total Expenditures	\$3,643,893	\$3,000,000	\$5,740,400	\$9,000,000	-	0.0%
EXCESS OF REVENUES OVER EXPENDITURES	\$11,530	\$6,000,000	-	-	-	0.0%
OTHER ADJUSTMENTS	-	-	(\$3,190,400)	(\$5,650,000)	(\$5,650,000)	0.0%
ENDING FUND BALANCE	\$35,636,440	\$22,818,960	\$32,446,040	\$26,796,040	\$3,977,080	17.4%