

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 Experience Prince George's. 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 University of Maryland Capital Region Medical Center.
- Contingency – provides resources for costs related to unsettled collective bargaining agreements, designated operating activities and unanticipated employee separation costs.

FY 2023 KEY NOTATIONS

- Distributed over \$9.9 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 \$4.4 million of grant support to County Development Disabilities Administration (DDA) Service providers.

FY 2024 FISCAL OVERVIEW

- \$6.8 million allocated for grants to community organizations.
- \$45.9 million to address resource levels for retiree life and health benefits.
- \$8.2 million for operating costs associated with the speed camera program and other fine programs.
- \$10.7 million for transfers to the Capital Improvement Program (CIP).
- \$9.5 million provided to the County's economic development and tourism agencies.
- \$2.5 million for Youth Employment Program to support jobs for County youth.

FY 2024 BUDGET SUMMARY

The FY 2024 proposed General Fund budget for Non-Departmental is \$387,611,900, an increase of \$24,041,200 or 6.6% over the FY 2023 approved budget.

NON-DEPARTMENTAL OVERVIEW

Category	FY 2022	FY 2023	FY 2023	FY 2024	Change FY23-FY24	
	Actual	Budget	Estimate	Proposed	Amount (\$)	Percent (%)
Debt Service	\$163,059,119	\$179,430,000	\$172,302,000	\$180,449,100	\$1,019,100	0.6%
Grants and Transfers	47,742,503	49,795,700	48,078,500	44,909,000	(4,886,700)	-9.8%
Operational Expenditures	160,775,247	133,245,000	156,230,000	159,153,800	25,908,800	19.4%
Contingency	-	1,100,000	1,100,000	3,100,000	2,000,000	0.0%
Total	\$371,576,869	\$363,570,700	\$377,710,500	\$387,611,900	\$24,041,200	6.6%

Reconciliation from Prior Year

	Expenditures
FY 2023 Approved Budget	\$363,570,700
Increase Cost: Operational Expenditures — Increase in the Other Post-Employment Benefits (OPEB) contributions for retiree health care costs	\$16,000,000
Add: Operational Expenditures — Increase in Miscellaneous Expenses category for the Local Business Assistance Program as established in CB-62-2022	3,000,000
Add: Operational Expenditures — Increase in Miscellaneous Expenses category for the Prince George's County Surety Bond Program as established in CB-63-2022	3,000,000
Increase Cost: Operational Expenditures — Increase in Miscellaneous Expenses category to align with anticipated costs for economic development, marketing and contractual support	2,198,300
Increase Cost: Contingency — Increase in Contingency funding†supports potential salary adjustments for designated job classifications based on the outcome of compensation studies currently in process by the Office of Human Resources Management	2,000,000
Increase Cost: Operational Expenditures — Increase in the Automated Programs category to align with the anticipated costs for speed camera, red light camera and false alarm programs	1,287,000
Increase Cost: Debt Service — Increase in cost to reflect principal and interest payments for current outstanding debt and anticipated cost related to the FY 2023 bond sale	1,019,100
Increase Cost: Operational Expenditures — Increase in the Equipment Lease category to align with the debt service payment schedule	952,900
Increase Cost: Operational Expenditures — Increase in funding for the Summer Youth Employment Program (SYEP)	895,500
Increase Cost: Grants and Transfers — Increase in the County grant for Economic Development Corporation to support salary adjustments in FY 2024, the new Developer Pilot Program and one-time funding for replacement of the County's trade show booth	789,600
Increase Cost: Grants and Transfers — Increase in the Other Payments category for Video Lottery Terminal (VLT) funded costs	394,000

Reconciliation from Prior Year *(continued)*

	Expenditures
Increase Cost: Grants and Transfers — Increase in the Other Payments category for the County's re-entry programs and services	350,000
Increase Cost: Operational Expenditures — Increase in the budget for postage to align with anticipated costs	200,000
Add: Operational Expenditures — Increase in the Miscellaneous Expenses category for the Fair Election Fund as established by CB-99-2018	100,000
Increase Cost: Grants and Transfers — Increase in the County grant for Employ Prince George's to support operations in FY 2024	67,300
Increase Cost: Operational Expenditures — Increase in the Other Leases category to align with the anticipated costs for County office space requirements and debt service costs for various financing transactions	61,400
Increase Cost: Grants and Transfers — Increase in the County grant for Financial Services Corporation to support salary adjustments in FY 2024	39,800
Increase Cost: Grants and Transfers — Increase in the Required Payments category for the Renter's Tax Credit Program to align with anticipated costs	33,400
Increase Cost: Grants and Transfers — Increase in the budget for memberships to align with anticipated costs	22,400
Increase Cost: Grants and Transfers — Increase in the County grant for Arts and Humanities Council to support salary adjustments in FY 2024	14,000
Increase Cost: Operational Expenditures — Increase in the budget for utility costs reflect projected expenditure levels for electricity, gas, oil, and propane used by the County	500
Increase Cost: Operational Expenditures — Decrease in the Miscellaneous Expenses category to support operational costs for the inter-governmental affairs office	(98,300)
Decrease Cost: Grants and Transfers — Decrease in the debt service payments related to the University of Maryland Medical System in accordance to the payment schedule	(187,500)
Decrease Cost: Grants and Transfers — Decrease in the Transfers to Other Funds category to the remove one-time contribution to the Fleet Management Fund	(303,500)
Decrease Cost: Grants and Transfers — Decrease in the Other Payments category to remove the one-time funding allocated to support businesses along the Purple Line corridor	(540,000)
Decrease Cost: Operational Expenditures — Increase in expenditure recoveries for charges for salaries and maintenance	(596,000)
Decrease Cost: Grants and Transfers — Decrease in the County grant for Experience Prince George's	(672,000)
Decrease Cost: Grants and Transfers — Decrease in the Grants to Community Organizations category for one-time support for anti-violence programs	(1,000,000)
Decrease Cost: Operational Expenditures — Decrease in the budget for streetlight and traffic light electricity to align with projected costs	(1,092,500)

Reconciliation from Prior Year *(continued)*

	Expenditures
Decrease Cost: Grants and Transfers — Decrease CIP transfer to the Redevelopment Authority and VLT Board of Education CIP projects; partially offset by funding allocated to the new Office of Information Technology CIP project	(1,740,200)
Decrease Cost: Grants and Transfers — Decrease in funding for the County Council designated community grants	(2,154,000)
FY 2024 Proposed Budget	\$387,611,900

DEBT SERVICE**Principal**

Debt Service	FY 2022	FY 2023	FY 2023	FY 2024	Change FY23-FY24	
	Actual	Approved	Estimate	Proposed	Amount (\$)	Percent (%)
PRINCIPAL						
Schools - General Obligation Bonds (GOB's)	\$ 57,780,177	\$ 62,242,800	\$ 62,242,800	\$ 61,821,900	(\$420,900)	-0.7%
Schools (Q-bonds)	3,149,679	3,149,700	3,149,700	3,149,700	0	0.0%
Mass Transit	851,580	825,000	825,000	704,200	(120,800)	-14.6%
Roads (GOB's)	36,329,996	37,553,200	37,553,200	37,708,300	155,100	0.4%
Public Buildings	21,717,746	23,297,800	23,297,800	23,994,700	696,900	3.0%
Fire	4,240,850	4,816,600	4,816,600	4,604,700	(211,900)	-4.4%
Community College	7,099,227	7,318,400	7,318,400	7,886,700	568,300	7.8%
Correctional Facilities	3,471,844	3,747,200	3,747,200	3,605,300	(141,900)	-3.8%
Library	6,116,810	6,360,200	6,360,200	7,018,400	658,200	10.3%
Health	1,214,223	1,636,800	1,636,800	1,821,800	185,000	11.3%
Police	4,768,702	6,170,100	6,170,100	5,927,400	(242,700)	-3.9%
Total	\$146,740,835	\$157,117,800	\$157,117,800	\$158,243,100	\$1,125,300	0.7%

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

Interest

Debt Service	FY 2022	FY 2023	FY 2023	FY 2024	Change FY23-FY24	
	Actual	Approved	Estimate	Approved	Amount (\$)	Percent (%)
INTEREST AND SERVICE CHARGES						
Schools - (GOB's)	\$ 28,654,648	\$ 27,729,200	\$ 31,403,000	\$ 31,426,800	\$3,697,600	13.3%
Mass Transit	110,657	78,300	78,400	55,100	(23,200)	-29.6%
Roads (GOB's)	17,435,852	16,792,800	18,688,800	18,419,600	1,626,800	9.7%
Public Buildings	14,449,779	14,107,100	14,372,100	13,493,700	(613,400)	-4.3%
Fire	2,406,245	2,277,600	2,338,300	2,191,300	(86,300)	-3.8%
Community College	4,899,270	4,577,400	4,745,600	4,510,300	(67,100)	-1.5%
Correctional Facilities	1,817,236	1,667,300	1,779,800	1,703,900	36,600	2.2%
Library	3,547,311	3,490,900	4,094,200	4,195,300	704,400	20.2%
Health	1,535,695	1,573,800	1,673,400	1,659,600	85,800	5.5%
Police	3,166,758	2,943,200	2,973,200	2,742,400	(200,800)	-6.8%
Current Year Bond Sale/Refinancing	-	7,473,000	-	8,349,700	876,700	11.7%
Service Charges	180,829	-	-	-	-	0.0%
Total Interest and Service Charges	\$78,204,280	\$82,710,600	\$82,146,800	\$88,747,700	\$6,037,100	7.3%
Principal	\$146,740,835	\$157,117,800	\$157,117,800	\$158,243,100	\$1,125,300	0.7%
TOTAL PRINCIPAL, INTEREST AND SERVICE CHARGES						
	\$224,945,115	\$239,828,400	\$239,264,600	\$246,990,800	\$7,162,400	3.0%
Less:						
Mass Transit	(\$962,237)	(903,400)	(903,400)	(759,300)	\$144,100	-16.0%
School Surcharge	(\$46,867,022)	(50,049,600)	(49,704,600)	(46,129,700)	3,919,900	-7.8%
Telecommunications Tax Supported School Projects	(\$2,433,280)	(2,142,700)	(2,142,700)	(1,215,000)	927,700	-43.3%
Internal Revenue Service (IRS) Subsidy	(\$1,228,105)	(1,114,100)	(1,114,100)	(1,114,100)	0	0.0%
Bond Premiums	(\$10,395,353)	(6,188,600)	(13,097,800)	(17,323,600)	(11,135,000)	179.9%
SubTotal	(\$61,885,997)	\$ (60,398,400)	(\$66,962,600)	\$ (66,541,700)	\$ (6,143,300)	10.2%
Total Expenditures - Net County Debt	\$163,059,119	\$179,430,000	\$172,302,000	\$180,449,100	\$1,019,100	0.6%

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

FY 2024 Debt Issuance Plan

Prince George's County plans to issue new general obligation bonds of approximately \$235.8 million in FY 2024. 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, 2020, it was \$1,530.2 million; on June

30, 2021, it was \$1,588.5 million; and on June 30, 2022, it increased to \$1,707.7 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 6/30/2020	Actual 6/30/2021	Actual 6/30/2022
Net Direct Debt	\$ 1,530.2	\$ 1,588.5	\$ 1,707.7
Overlapping Debt	0.0	0.0	0.0
TOTAL	\$1,530.2	\$1,588.5	\$1,707.7
ANNUAL GROWTH	\$ 115.4	\$ 30.1	\$ 119.2

SOURCE:

FY 2020: CAFR for the Year Ending June 30, 2020, Prince George's County, Maryland, Page 171 (Table 14)

FY 2021: CAFR for the Year Ending June 30, 2021, Prince George's County, Maryland, Page 171 (Table 14)

FY 2022: CAFR for the Year Ending June 30, 2022, Prince George's County, Maryland, Page 171 (Table 14)

Self-Supporting Direct Debt (millions)

	6/30/2020	6/30/2021	6/30/2022
General Obligation Bonds:			
Mass Transit Debt - Washington Suburban Transit Commission (WSTC)	\$ 4.5	\$ 3.7	\$ 2.8
Stormwater Management	314.5	335.6	357.5
County Solid Waste Management Bonds	58.6	71.3	73.4
School Facilities Supported by School Surcharge	428.7	458.0	428.5
School Facilities Supported by Telecommunications Tax	12.2	9.9	7.8
Revenue Bonds:			
Solid Waste Management System	0.0	0.0	0.0
Total Self-Supporting Debt	\$ 818.5	\$ 878.5	\$ 870.0

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:

SOURCE:

FY 2020: CAFR for the Year Ending June 30, 2020, Prince George's County, Maryland, Page 171 (Table 14).

FY 2021: CAFR for the Year Ending June 30, 2021, Prince George's County, Maryland, Page 171 (Table 14).

FY 2022: CAFR for the Year Ending June 30, 2022, 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
2022	967,201	\$ 112,696,780,390	\$ 1,707,674,001	1.5%	1,766	4.5%
2021	908,743	\$ 108,467,097,890	\$ 1,588,461,609	1.5%	1,748	4.2%
2020	909,327	\$ 102,527,101,300	\$ 1,530,187,259	1.5%	1,683	3.8%
2019	913,508	\$ 97,534,897,800	\$ 1,500,063,335	1.5%	1,642	4.0%
2018	911,685	\$ 92,548,040,600	\$ 1,384,752,682	1.5%	1,519	3.2%
2017	909,865	\$ 86,941,639,900	\$ 898,012,035	1.0%	987	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%

Notes:

- (1) Population estimates are from the U.S. Census Bureau, Population Estimates Branch. The fiscal year 2022 population estimate is from the American Communities Survey, U.S. Census Bureau for 2021.
- (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. It includes Parking Authority's (component unit) bonded debt.

SOURCE: Office of Finance

GRANTS & TRANSFER PAYMENTS

	FY 2022	FY 2023	FY 2023	FY 2024	Change FY23-FY24	
	Actual	Budget	Estimate	Proposed	Amount (\$)	Percent (%)
Grants and Transfers						
Grants to Community Organizations	\$8,134,021	\$9,900,000	\$9,900,000	\$6,746,000	(\$3,154,000)	-31.9%
Required Payments	430,825	447,500	525,700	480,900	\$33,400	7.5%
Prince George's Arts and Humanities Council	400,000	400,000	400,000	414,000	\$14,000	3.5%
Economic Development Corporation	3,739,100	3,982,600	3,982,600	4,772,200	\$789,600	19.8%
Employ Prince George's	1,833,100	1,922,300	1,922,300	1,989,600	\$67,300	3.5%
Financial Services Corporation	1,094,800	1,137,300	1,137,300	1,177,100	\$39,800	3.5%
Prince George's Community Television	924,600	924,600	924,600	924,600	-	0.0%
Experience Prince George's	1,228,900	2,228,900	2,228,900	1,556,900	(\$672,000)	-30.1%
Memberships	772,522	847,100	847,100	869,500	\$22,400	2.6%
Strategic Goals Initiative	6,095,840	1,500,000	1,500,000	1,500,000	-	0.0%
University of Maryland Medical System	4,329,750	4,142,300	4,142,300	3,954,800	(\$187,500)	-4.5%
Other Items	6,302,700	9,637,700	11,174,300	9,841,700	\$204,000	2.1%
Transfers to Capital Improvement Program	11,956,345	12,421,900	9,089,900	10,681,700	(\$1,740,200)	-14.0%
Transfers to Other Funds	500,000	303,500	303,500	-	(\$303,500)	-100.0%
Total Expenditures	\$47,742,503	\$49,795,700	\$48,078,500	\$44,909,000	(\$4,886,700)	-9.8%

Grants to Community Organizations -- \$6,746,000

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

Required Payments -- \$480,900

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

Prince George's Arts and Humanities Council -- \$414,000

These resources are designated to support the Prince George's Arts and Humanities Council to coordinate financial support and advocacy for the arts and humanities through grants, artistic programs and creative partnerships among business, education, government and residents. Please note that in prior fiscal years, funding allocated to this organization was budgeted under the Grants to Community Organizations category. This funding is separated starting in FY 2023.

Economic Development Corporation -- \$4,772,200

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. -- \$1,989,600

This funding supports Employ Prince George's Inc., a non-profit organization that 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 -- \$1,177,100

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 -- \$924,600

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

Experience Princes George's -- \$1,556,900

This funding supports Experience Princes George's, 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.

210 Improvement (\$6,681,700); and Office of Information Technology CIP project (\$3,000,000).

Memberships -- \$869,500

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

Strategic Goals Initiative -- \$1,500,000

Funding will be utilized to further various County initiatives.

University of Maryland Medical System -- \$3,954,800

These resources are designated to support the University of Maryland Medical System (formerly the Dimensions Healthcare System) in partnership with the State of Maryland. The budgeted funding reflects debt service costs related to the 2013 certificate of purchase refunding transaction. Debt payments will end in FY 2025

Other Payments -- \$9,841,700

Funding reflects local impact grant funds allocated to the County for public safety projects within five miles of Rosecroft Raceway (\$1,000,000), PGC Re-entry-wrap around services (\$2,250,000), as well as a grant to support County developmental disability service providers (\$4,385,000). Additionally, the total includes a portion of the video lottery terminal (VLT) funds allocated for the following projects - Local Development Council Community Impact Grants (\$850,000), the Workforce Development and Training Program (\$637,700), Grants to the Excellence in Education Foundation (\$200,000) for student scholarships, Grants to communities within 2.5 miles northeast of the MGM facility (\$125,000) and Community Impact Grants (\$250,000) funding to the Revenue Authority for the purchase of automated speed enforcement cameras (\$144,000) in the VLT impact area.

Transfers to Capital Improvement Program -- \$10,681,700

This category reflects General Funds allocated to capital improvement projects including the Suitland Manor project (\$314,000) and Glenarden Apartments (\$686,000) to fund the final phases of construction for both projects in the Redevelopment Authority; VLT - MD

OPERATIONAL EXPENDITURES

Operational Expenditures	FY 2022	FY 2023	FY 2023	FY 2024	Change FY23-FY24	
	Actual	Budget	Estimate	Proposed	Amount (\$)	Percent (%)
General Fund Insurance	\$ 10,400,000	\$ 10,400,000	\$ 16,100,000	\$ 10,400,000	\$ -	0.0%
Judgments and Losses	-	200,000	200,000	200,000	-	0.0%
Postage	1,867,200	2,500,000	2,500,000	2,700,000	200,000	8.0%
Equipment Leases	19,395,313	25,770,100	27,567,100	26,723,000	952,900	3.7%
Other Leases	27,343,345	30,529,100	30,529,100	30,590,500	61,400	0.2%
Utilities	16,154,021	17,113,500	16,911,600	17,114,000	500	0.0%
Streetlight Electricity	1,545,739	2,835,000	1,754,000	1,800,000	(1,035,000)	-36.5%
Traffic Signal Electricity	255,793	157,500	100,000	100,000	(57,500)	-36.5%
Miscellaneous Expenses	16,995,520	8,030,100	8,458,500	16,230,100	8,200,000	102.1%
Youth Employment Program	2,314,053	1,603,100	2,003,100	2,498,600	895,500	55.9%
Automated Programs - Speed Camera, Red-Light, False Alarm	6,232,891	6,875,000	6,875,000	8,162,000	1,287,000	18.7%
Compensated Absences	(411,190)	-	-	-	-	0.0%
Deferred Compensation in Lieu of State Retirement	(174,378)	200,000	200,000	200,000	-	0.0%
Unemployment Insurance	475,000	475,000	475,000	475,000	-	0.0%
Retiree Life Benefits/Annuities	18,762,312	1,870,000	1,870,000	1,870,000	-	0.0%
Retiree Health Benefits	44,045,627	28,048,400	44,048,400	44,048,400	16,000,000	57.0%
SubTotal	\$ 165,201,246	\$ 136,606,800	\$ 159,591,800	\$ 163,111,600	\$ 26,504,800	19.4%
Expenditure Recoveries						
Leases/Utilities	\$ (3,441,554)	\$ (2,751,800)	\$ (2,751,800)	\$ (2,751,800)	-	0.0%
Postage	-	(10,000)	(10,000)	(10,000)	-	0.0%
Other	(984,445)	(600,000)	(600,000)	(1,196,000)	(596,000)	99.3%
SubTotal	\$ (4,425,999)	\$ (3,361,800)	\$ (3,361,800)	\$ (3,957,800)	\$ (596,000)	17.7%
Total	\$160,775,247	\$133,245,000	\$156,230,000	\$159,153,800	\$25,908,800	19.4%

General Fund Insurance (Self-Insurance Fund) -- \$10,400,000

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 -- \$2,700,000

Postage costs reflect projected expenditure levels for postage.

Equipment Leases -- \$26,723,000

The FY 2024 expenditures include the principal and interest costs of the 2013, 2014, 2015, 2016, 2017, 2018, 2019, 2020 and 2021 lease purchase payments. It also includes resources for voting machine rentals.

Other Leases -- \$30,590,500

The Office of Central Services is responsible for maintaining the County's lease agreements for various locations. Funding is included to support ten 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. Additionally, this category includes funding to support debt service costs for various public finance transactions including the Regional Medical Center.

Utilities -- \$17,114,000

Utility costs reflect projected expenditure levels for electricity, gas, oil, and propane used by the County and to support anticipated costs for the Cheverly hospital.

Streetlights -- \$1,800,000

Projected energy costs for streetlights maintained by the County.

Traffic Signals -- \$100,000

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

Miscellaneous Expenses -- \$16,230,100

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 (\$2.8 million in FY 2024); also includes funding for local business assistance program (\$3.0 million in FY 2024) and local business bond fund (\$3.0 million in FY 2024).

Youth Employment Program -- \$2,498,600

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

Automated Programs -- \$8,162,000

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 -- \$45,918,400

This represents both the Retiree Life Benefits/Annuities (\$1.9 million) and the Retiree Health Benefits (\$48.0 million) costs. The County portion of health and life insurance costs for retired employees are funded in this category. It includes \$1,800,000 for retiree life insurance, \$70,000 for retiree annuities, and \$44,048,400 for retiree health benefits, or Other Post Employment Benefits (OPEB).

Expenditure Recoveries (Project Charges) -- (\$3,957,800)

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

Contingencies	FY 2022	FY 2023	FY 2023	FY 2024	Change FY23-FY24	
	Actual	Budget	Estimate	Proposed	Amount (\$)	Percent (%)
Compensation	\$0	\$600,000	\$600,000	\$1,600,000	1,000,000	166.7%
Fringe Benefits	-	500,000	500,000	1,500,000	1,000,000	200.0%
Operating	-	-	-	-	-	0.0%
Capital Outlay	-	-	-	-	-	0.0%
Total Expenditures	\$0	\$1,100,000	\$1,100,000	\$3,100,000	\$2,000,000	181.8%

In FY 2024, contingency expenditures increase \$2,000,000 or 100.0% over the FY 2023 approved budget. Contingency funding supports potential salary adjustments for designated job classifications based on the outcome of compensation studies currently in process by the Office of Human Resources Management.

ECONOMIC DEVELOPMENT 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 2022	FY 2023	FY 2023	FY 2024	Change FY23-FY24	
	Actual	Budget	Estimate	Proposed	Amount (\$)	Percent (%)
Compensation	-	-	-	-	-	0.0%
Fringe Benefits	-	-	-	-	-	0.0%
Operating	2,144,061	14,000,000	3,579,100	9,000,000	(5,000,000)	-35.7%
Capital Outlay	-	-	-	-	-	0.0%
Total Expenditures	\$2,144,061	\$14,000,000	\$3,579,100	\$9,000,000	(5,000,000)	-35.7%

Economic Development Incentive Fund Summary

Category	FY 2022	FY 2023	FY 2023	FY 2024	Change FY23-FY24	
	Actual	Budget	Estimate	Proposed	Amount (\$)	Percent (%)
BEGINNING FUND BALANCE	\$26,868,493	\$22,903,739	\$28,544,346	\$27,244,346	\$4,340,607	19.0%
REVENUES						
Interest Income	\$ 220,535	\$ 350,000	\$ 107,000	\$ 350,000	\$ -	0.0%
Loan Repayments (Principal and Interest)	3,599,379	1,300,000	2,172,100	1,300,000	-	0.0%
Appropriated Fund Balance	-	12,350,000	1,300,000	7,350,000	(5,000,000)	-40.5%
Total Revenues	\$ 3,819,914	\$ 14,000,000	\$ 3,579,100	\$ 9,000,000	\$ (5,000,000)	-35.7%
EXPENDITURES						
Small Business Loans and Grants	\$ 2,144,061	\$ 14,000,000	\$ 3,579,100	\$ 9,000,000	\$ (5,000,000)	-35.7%
Total Expenditures	\$ 2,144,061	\$ 14,000,000	\$ 3,579,100	\$ 9,000,000	\$ (5,000,000)	-35.7%
EXCESS OF REVENUES OVER EXPENDITURES	\$1,675,853	-	-	-	-	0.0%
OTHER ADJUSTMENTS	\$ -	\$ (12,350,000)	\$ (1,300,000)	\$ (7,350,000)	\$ 5,000,000	-40.5%
ENDING FUND BALANCE	\$28,544,346	\$ 10,553,739	\$27,244,346	\$19,894,346	\$ 9,340,607	88.5%

GRANT FUNDS SUMMARY

Expenditures by Category - Grant Funds

Category	FY 2022 Actual	FY 2023 Budget	FY 2023 Estimate	FY 2024 Proposed	Change FY23-FY24	
					Amount (\$)	Percent (%)
Compensation	\$20,586,973	\$—	\$249,000	\$—	\$—	
Fringe Benefits	1,301	—	54,400	—	—	
Operating	24,941,266	—	54,272,500	—	—	
Capital Outlay	1,591,173	—	13,595,900	—	—	
SubTotal	\$47,120,713	\$—	\$68,171,800	\$—	\$—	
Recoveries	—	—	—	—	—	
Total	\$47,120,713	\$—	\$68,171,800	\$—	\$—	

The FY 2024 proposed grant budget remains unchanged from FY 2023 approved budget. The FY 2023 estimate reflects funding received from the State and federal governments to address the COVID-19 pandemic. The primary sponsor for the majority of these program initiatives is the U.S. Treasury Department. The American Rescue Plan Act (ARPA) also known as the State and Local Fiscal Recovery Fund (SLFRF program) is the remaining COVID-19 program funded and underway as the remaining COVID-19 Recovery Response programs begin to phase out. The following grant programs have phased out: the Coronavirus Aid, Relief and Economic Securities Act (CARES) Act-Coronavirus Relief Fund, the Maryland Department of Commerce COVID-19 Restaurant Assistance Program, Online Sales and Telework, Pulse Point Marketing and the Prince George's County Hotel Relief Fund.

Please refer to Appendix A - Grant Programs for the detailed agency spending of the American Rescue Plan Act grant program funds. Additionally, please note that Non-Departmental also maintains two lines of appropriation authority - Public/Private Partnerships and Unanticipated Grants/Interim Appropriation - that agencies may request for unanticipated grant awards received after budget adoption. This line of appropriation authority allows agencies to begin program/project implementation upon award while official legislative approval is requested and adopted via resolution.

Grant Funds by Division

Grant Name	FY 2022 Actual	FY 2023 Budget	FY 2023 Estimate	FY 2024 Proposed	Change FY23-FY24	
					Amount (\$)	Percent (%)
Grants and Transfers						
American Rescue Plan Act (ARPA) - State and Local Fiscal Recovery Funds (SLFRF)	\$43,404,741	\$—	\$68,185,000	\$—	\$—	
Coronavirus Aid, Relief and Economic Securities Act (CARES) - Coronavirus Relief Fund (CRF)	(65,391)	—	(13,200)	—	—	
Maryland Recovery Now - Nonprofit Relief Fund	2,922,048	—	—	—	—	
MD Department of Commerce COVID-19 Restaurant Assistance Program	185,820	—	—	—	—	
Online Sales and Telework	673,495	—	—	—	—	
Total Grants and Transfers	\$47,120,713	\$—	\$68,171,800	\$—	\$—	
Subtotal	\$47,120,713	\$—	\$68,171,800	\$—	\$—	
Total Transfer from General Fund - (County Contribution/Cash Match)	—	—	—	—	—	
Total	\$47,120,713	\$—	\$68,171,800	\$—	\$—	

