

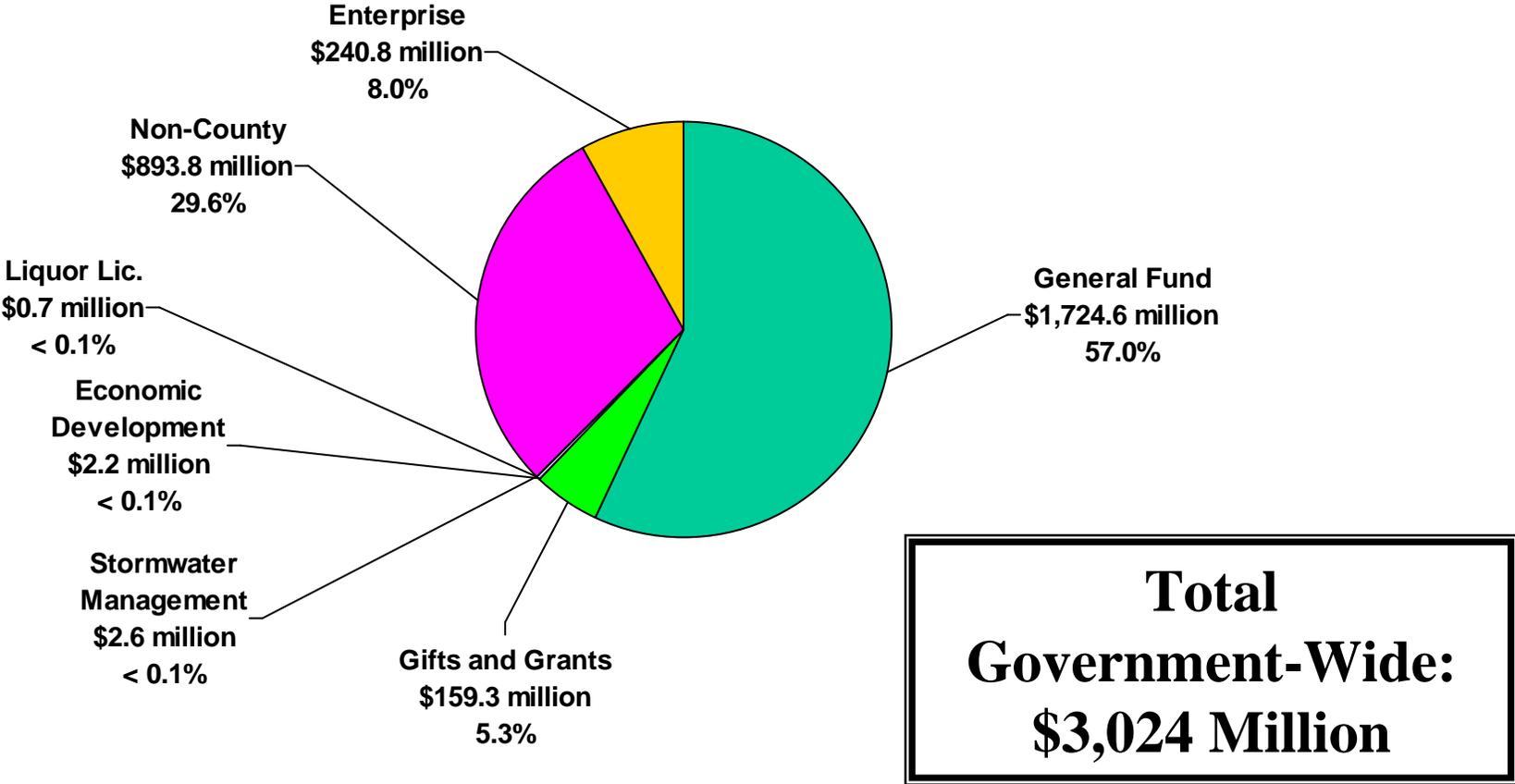
Fiscal Briefing

Overview of the Proposed FY 2014 Operating and Capital Budgets

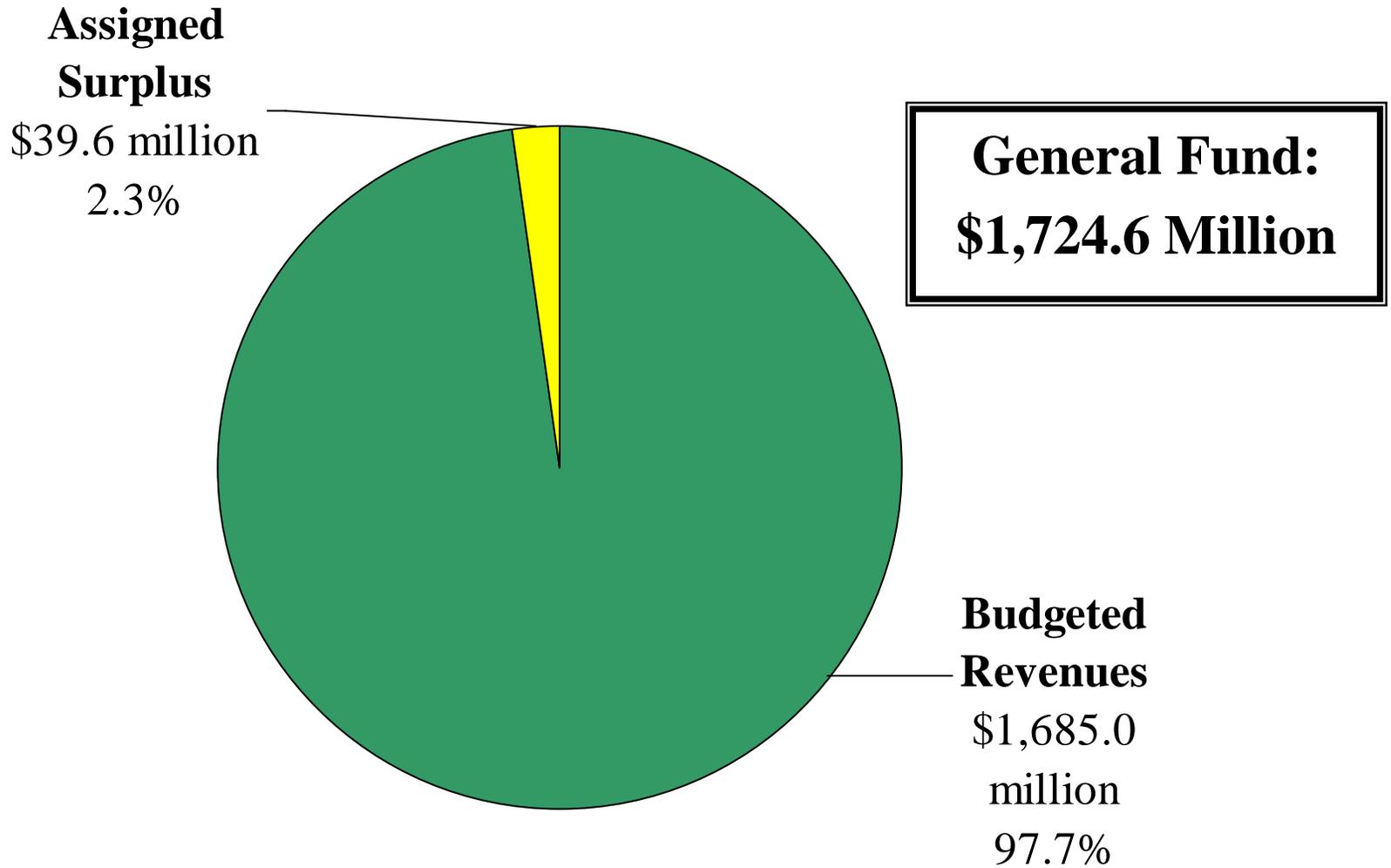


Office of the County Auditor
Baltimore County, Maryland
April 30, 2013

FY 2014 Operating Budget



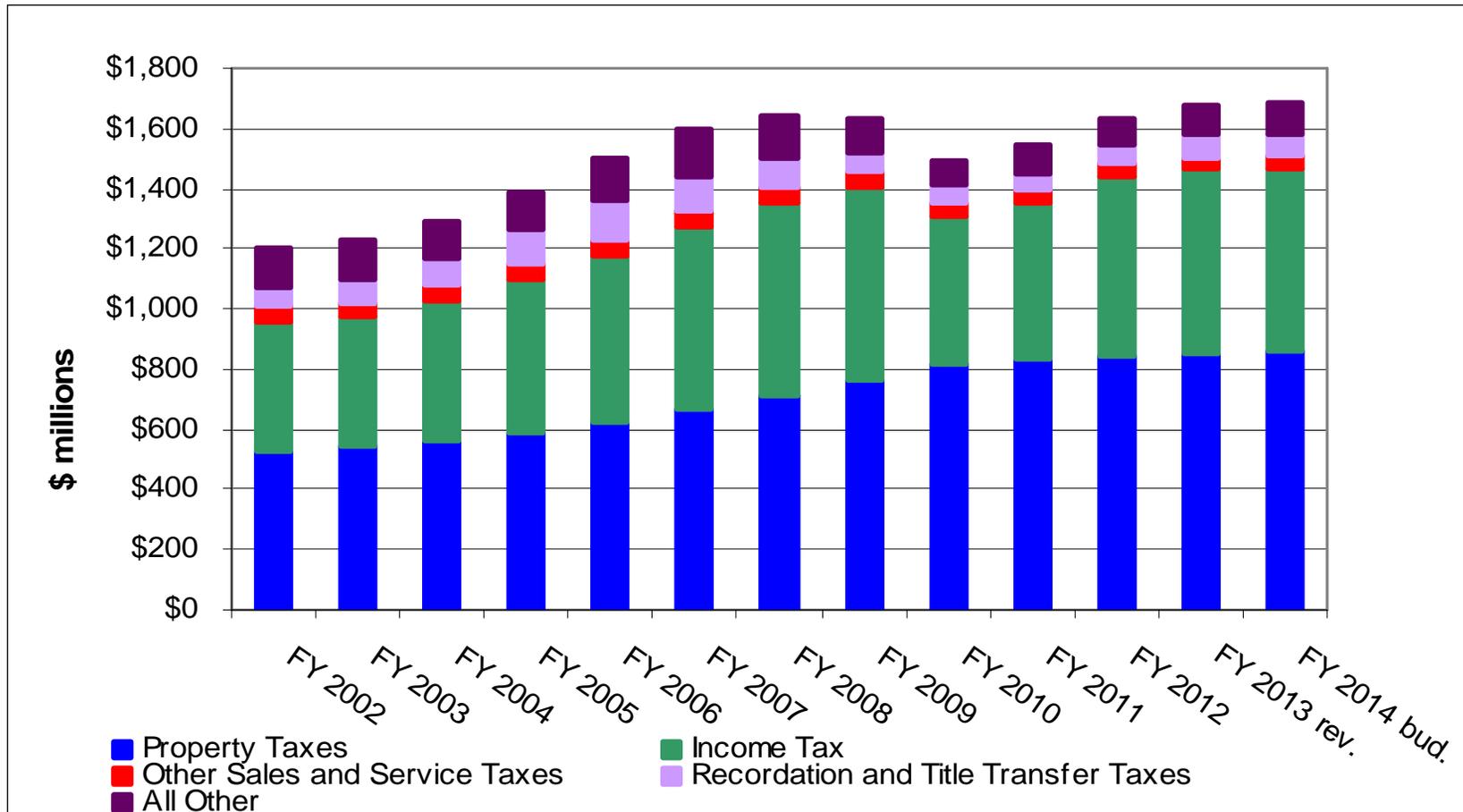
FY 2014 Budget



FY 2014 General Fund Revenues

	<u>Budget</u>	<u>Legislative</u>
Property Taxes	\$ 860.1	\$ 849.3
Income Tax	604.3	627.1
Recordation & Transfer Taxes	77.5	87.6
Sales and Service Taxes	42.6	43.4
State, Federal Aid	42.8	42.2
Other	<u>57.7</u>	<u>52.4</u>
Total	\$ 1,685.0	\$ 1,702.0

General Fund Revenues History

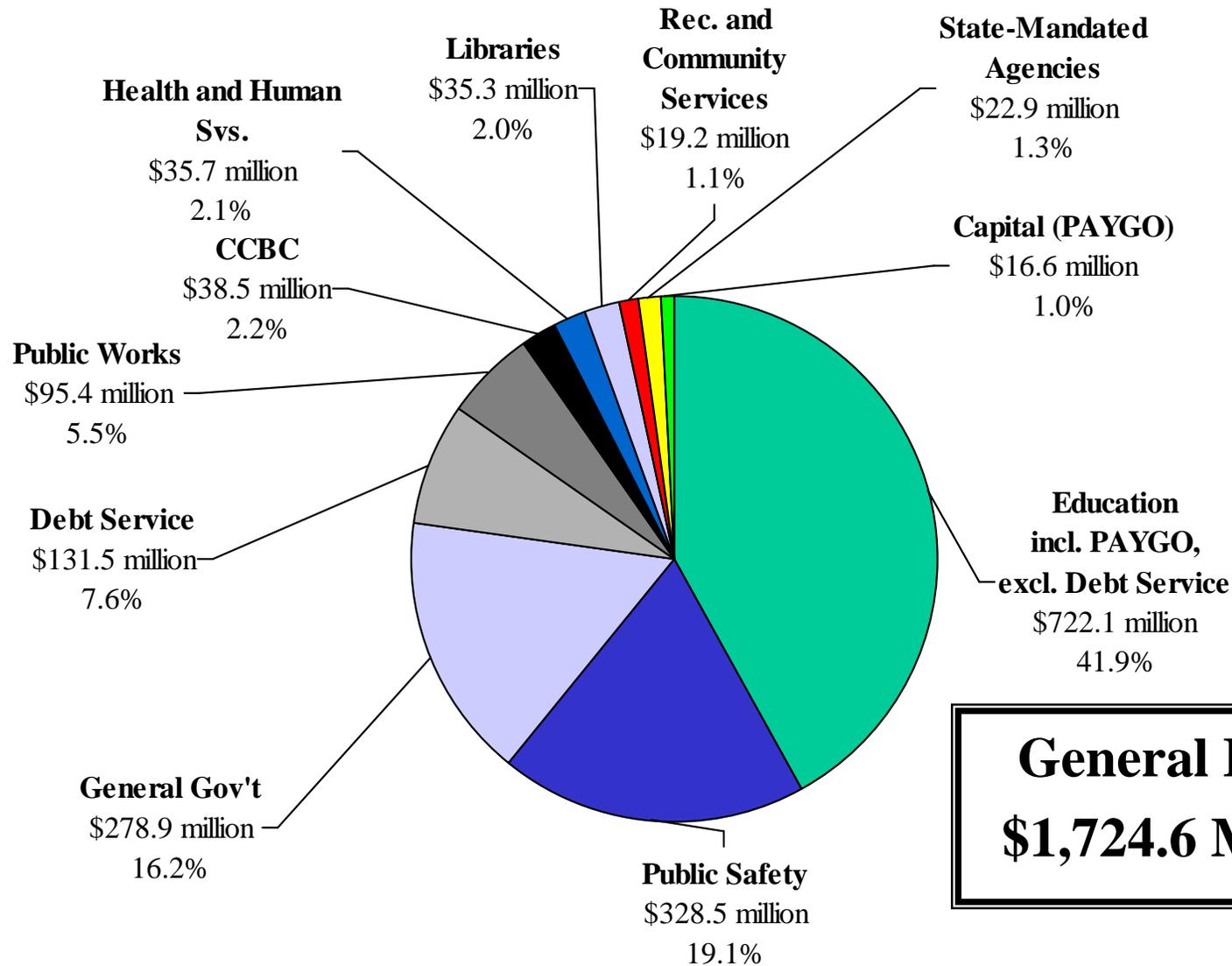


FY 2014 General Fund Surplus

- Budget projects healthy surplus levels
 - Healthy operating surplus for FY 13
 - \$50 million revenue surplus
 - \$14 million in reversions
 - Starting FY 14 with \$200 million available balance, plus \$85 million in RSRA
 - Using \$40 million for primarily one-time purposes
 - Ending FY 14 with \$160 million available balance, plus \$85 million in RSRA

FY 2014 Budget

Use of Funds



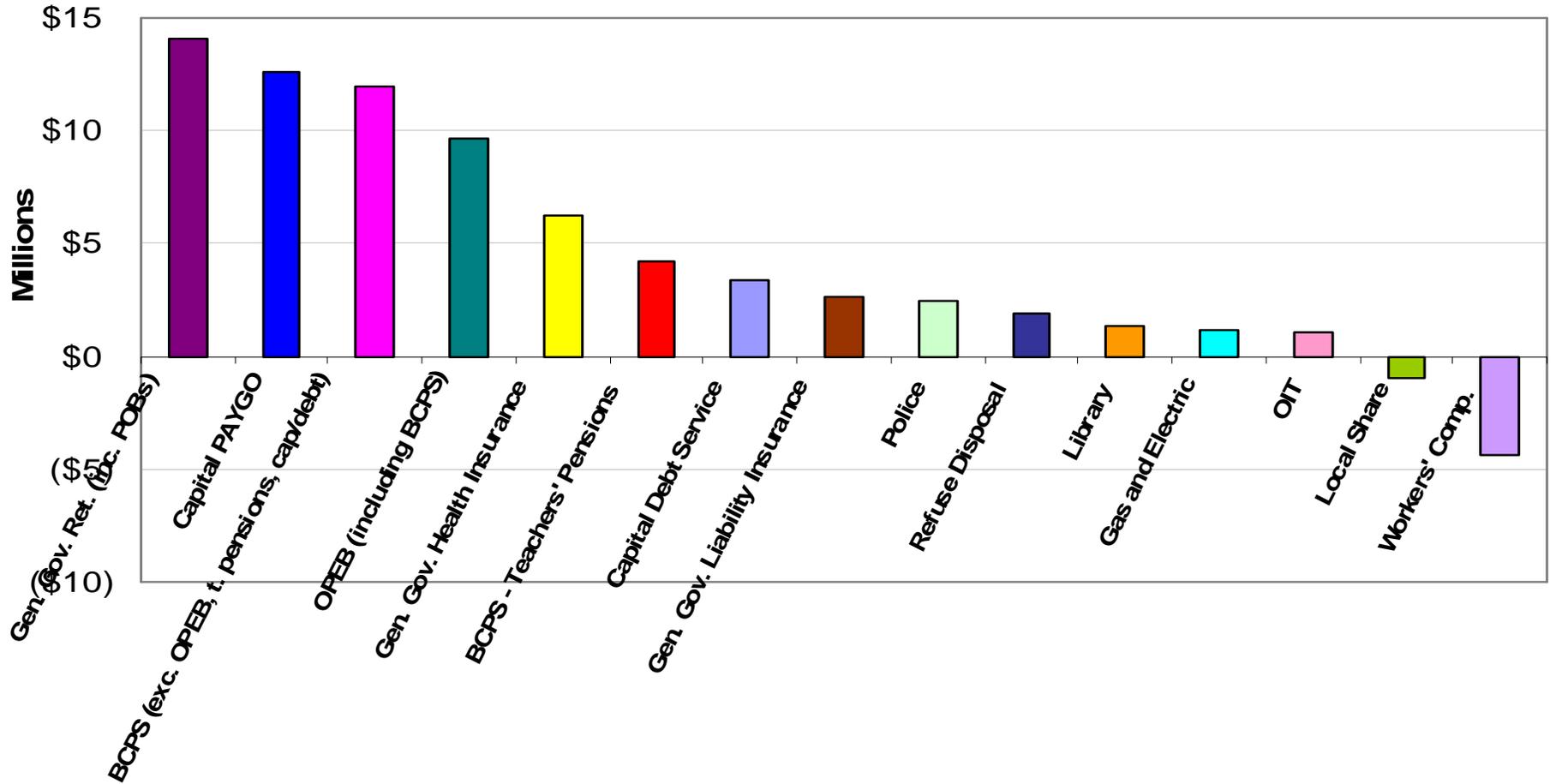
FY 2013 to FY 2014 Agency Changes

<u>Agency</u>	<u>FY 2013 Approp.</u>	<u>FY2014 Approp.</u>	<u>\$ Increase/ (Decrease)</u>	<u>% Of Total Change</u>
BCPS	734,004,079	757,609,856	23,605,777	35.17%
Debt Service	77,906,934	89,754,898	11,847,964	17.65%
Contributions to Capital (PAYGO)	5,000,000	16,592,835	11,592,835	17.27%
Insurance Contributions	92,433,585	101,080,474	8,646,889	12.88%
Retirement and Social Security	82,618,805	88,172,467	5,553,662	8.28%
Police Department	189,255,925	191,714,548	2,458,623	3.66%
BCPL	33,925,349	35,263,610	1,338,261	1.99%
Office of Information Technology	19,708,122	20,737,023	1,028,901	1.53%
Public Works	94,442,981	95,419,819	976,838	1.46%
Reserve for Contingencies	200,000	1,000,000	800,000	1.19%
Department of Social Services	6,279,646	6,866,477	586,831	0.87%
Property Management	30,291,682	30,756,052	464,370	0.69%
Organizational Contributions	7,219,649	7,553,570	333,921	0.50%
Board of Elections	3,992,194	4,207,305	215,111	0.32%
Other Agencies (Inc./Dec. < \$200K)	227,465,689	227,358,757	(106,932)	-0.16%
CCBC	44,931,777	44,615,557	(316,220)	-0.47%
Vehicle Operations & Maintenance	1,138,000	205,000	(933,000)	-1.39%
Local Share for Grants	6,664,737	5,683,280	(981,457)	-1.46%
	<u>\$ 1,657,479,154</u>	<u>\$ 1,724,591,528</u>	<u>\$67,112,374</u>	

FY 2014 Budget

General Fund Expenditures

Significant Changes: FY 13 – FY 14



FY 2014 Authorized Positions

Agency	FY 2013			FY 2014 Changes			FY 2014 Budget	
	Orig. Budg.	Mid-Yr Adjust.	Current	Transf.	Add	Delete	Proposed	Net Change
BCPS	14,342	0	14,342	0	161	(31)	14,472	130
Public Safety	4,235	2	4,237	(1)	8	(2)	4,242	5
CCBC	2,040	0	2,040	0	8	(72)	1,976	(64)
Health/Human Services	1,144	7	1,151	1	25	(23)	1,154	3
Public Works	867	0	867	0	0	0	867	-
General Government	1,048	1	1,049	1	2	(31)	1,021	(28)
BCPL	521	11	532	0	0	(10)	522	(10)
Recreation/Community	275	12	287	(1)	0	(13)	273	(14)
State-Mandated	385	0	385	0	0	(4)	381	(4)
Total	24,857	33	24,890	0	204	(186)	24,908	18

Three-Year Change in Positions

Agency	FY 2011	FY 2014	Change
BCPS	14,554	14,472	(82)
Public Safety	4,325	4,242	(83)
CCBC	1,977	1,976	(1)
Health/Human Services	1,282	1,154	(128)
General Gov. / DPW / Recreation	2,431	2,161	(270)
BCPL	497	522	25
State-Mandated	408	381	(27)
Total	25,474	24,907	(567)

FY 2014: Spending Affordability

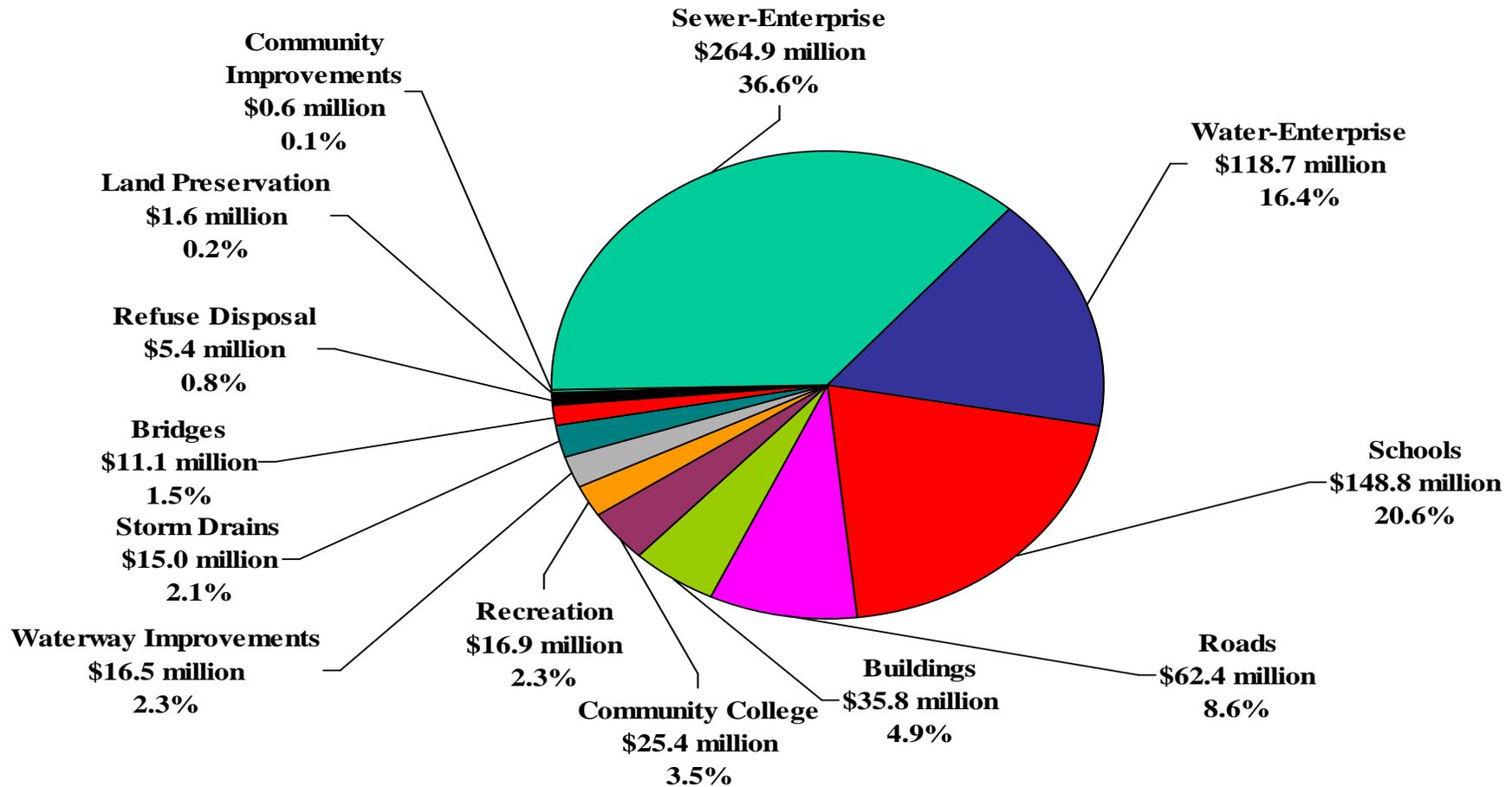
- After adjusting for FY 13 changes, including the \$9 million supplemental appropriation for OPEB:

FY 14 SAC Guideline	\$1,686.1 million
<u>FY 14 Adjusted Budget</u>	<u>\$1,684.0 million</u>
Amount Under Guideline	\$ 2.1 million

FY 2014 Capital Budget – Project Classifications

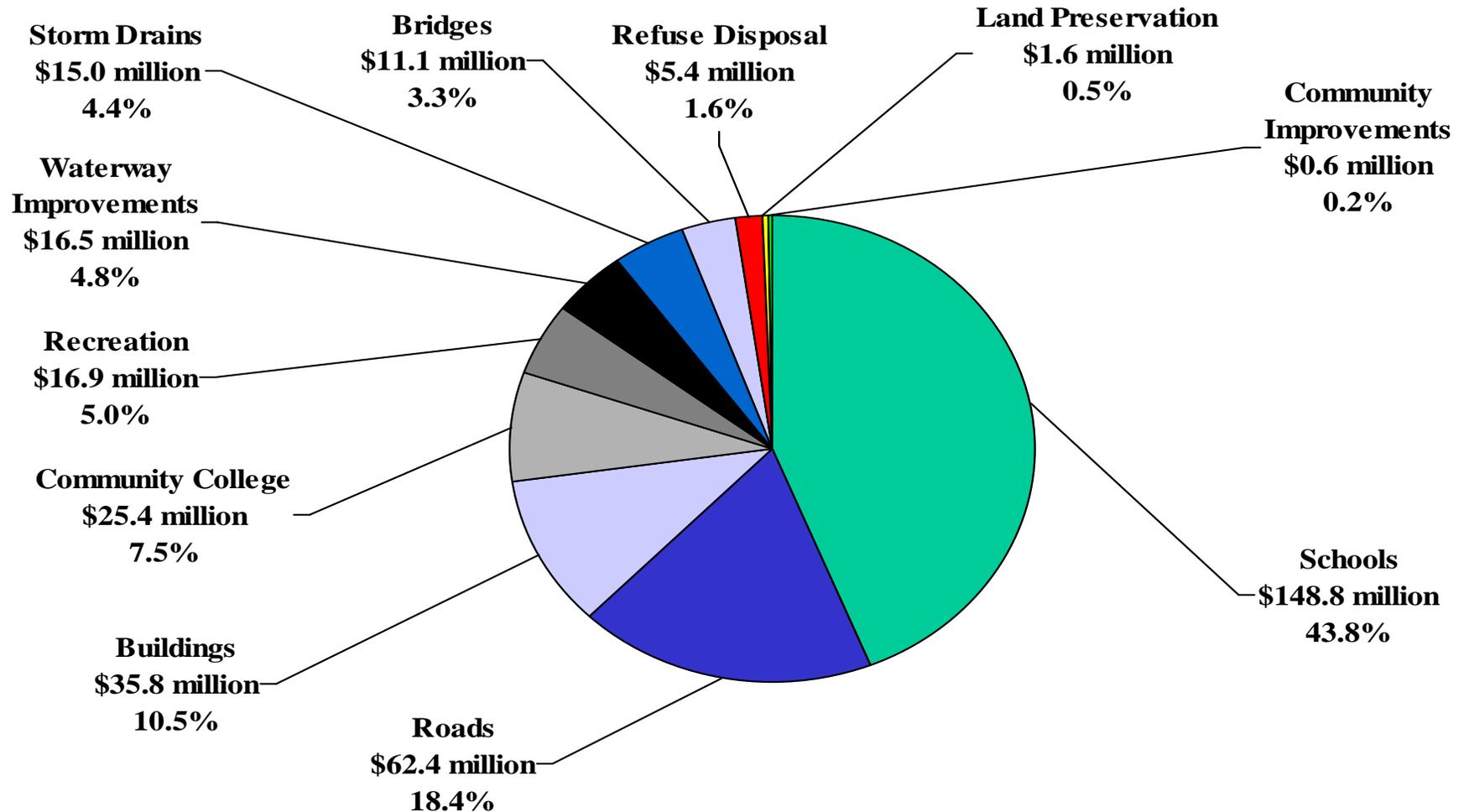
Total Projects \$723.0 million

CPI: \$339 million
Metro: \$384 million



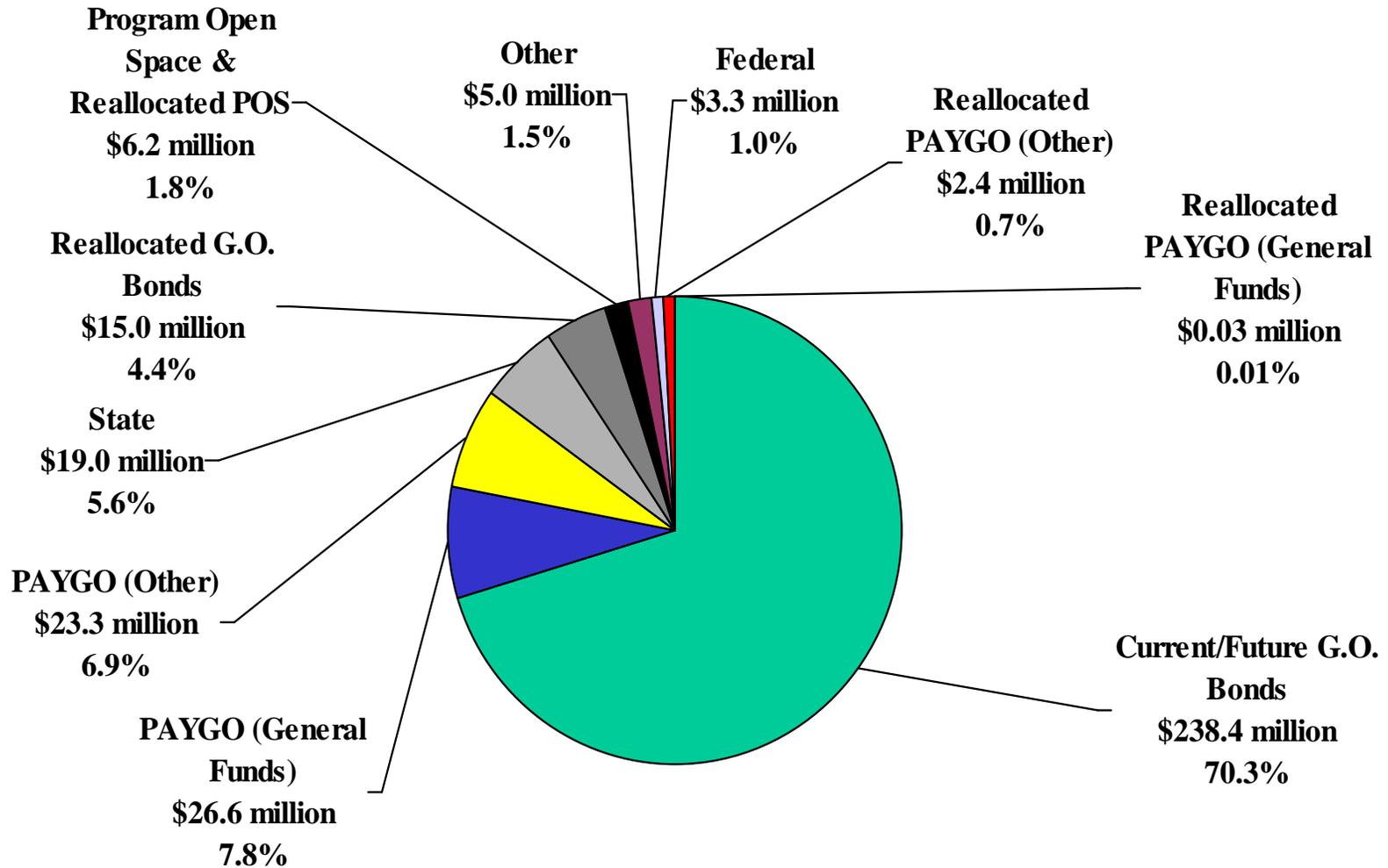
FY 2014 Capital Budget – Project Classifications

Total CPI Projects \$339.4 million



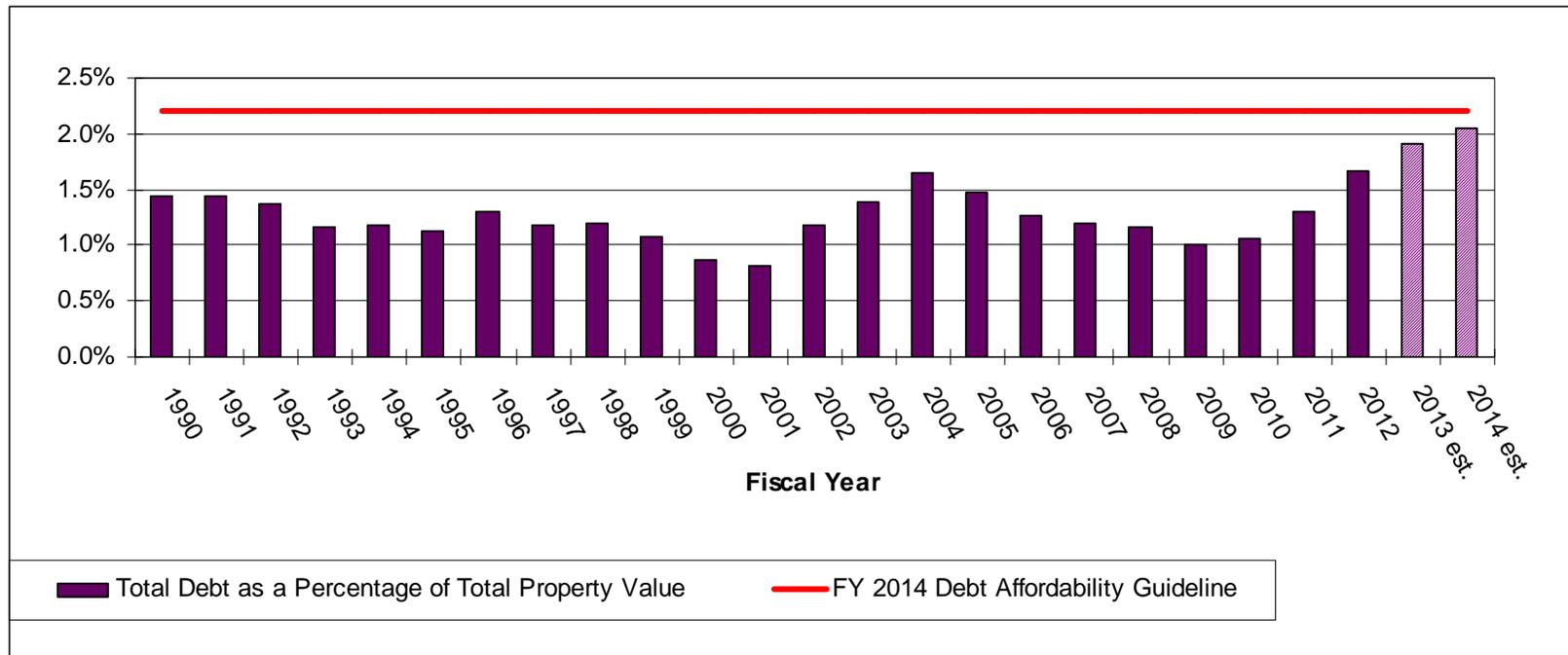
FY 2014 Capital Budget - Funding Sources

Total CPI Sources \$339.4 million



FY 14: Debt Affordability

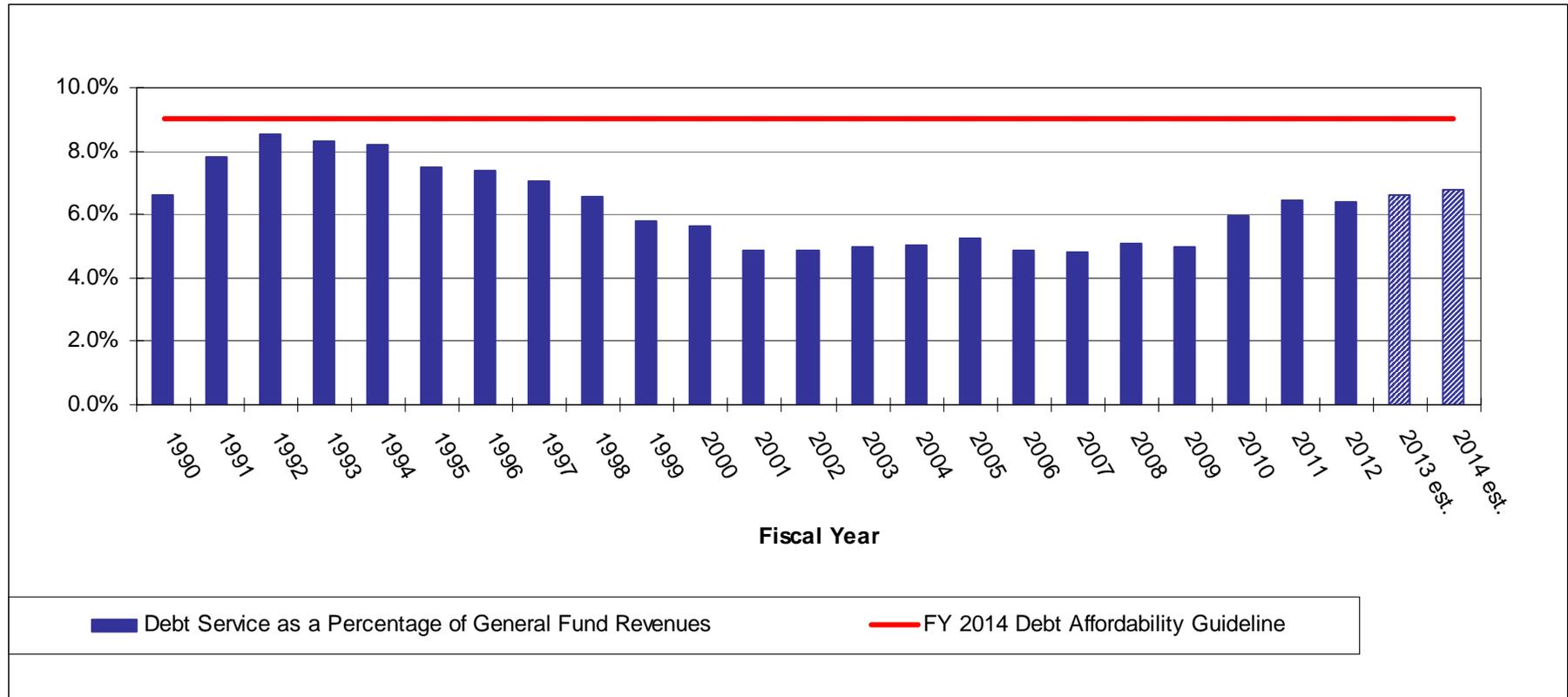
Debt Outstanding Guideline



Notes: Excludes debt related to pension funding, metropolitan district bonds, and component unit capital leases not budgeted under Primary Government. FY 2013 and 2014 debt outstanding is estimated. FY 2014 guideline based on estimated total property value of \$78,677,614,000. All prior year figures are actual.

FY 14: Debt Affordability

Debt Service Guideline



Note: Excludes debt service related to pension funding, metropolitan district bonds, and component unit capital leases not budgeted under Primary Government. FY 2013 and FY 2014 revenues are estimated; FY 2013 debt service represents adjusted appropriation, and FY 2014 debt service represents budgeted amount. All prior-year figures are actual.

Quiet Session in Annapolis

- In FY 13 the General Assembly gave the County:
 - A share of teacher pensions phased-in over 4 years
 - New Maintenance of Effort requirement
 - Requirement to implement a stormwater fee
 - Continuation of reduced levels of aid
- In FY 14 the General Assembly gave the County:
 - A budget, including teacher pensions, adhering to last year's plan
 - Homestead Tax Credit deadline extended to December 31, 2013
 - Gas tax passed, but no increase in local Highway User Revenue
 - An increase in aid over the previous year, but largely a continuation of the reductions enacted during the recession

FY 2014 State Aid

Area	\$ Change	% Change
Total Direct	\$29.0 M	4.7%
Schools	\$20.3 M	3.6%
Public Safety (Police Aid)	\$ 3.6 M	48.3%
College	\$ 2.3 M	6.2%
Program Open Space	\$ 2.3 M	109.5%
Transportation (HUR)	\$ 0.3 M	7.9%
Health	\$ 0.2 M	5.2%
Library	Flat	Flat
Teacher Retirement Grant	Flat	Flat

State Cost Sharing

- Teachers' Pensions Cost
 - FY 13, \$15.8 million
 - FY 14, \$20.0 million
 - FY 15, \$21.1 million
 - FY 16, \$24.8 million
- SDAT Cost (Property Assessments)
 - FY 13, \$4.5 million
 - FY 14, \$2.7 million

Federal Sequestration

- The full effect on the County is uncertain
- What we know
- A big concern is the effect on State revenues and the subsequent reduction in State aid that might follow