

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 and equipment leases.
- Contingency – provides resources for costs related to unsettled collective bargaining agreements, designated operating activities and unanticipated employee separation costs.

FY 2015 BUDGET SUMMARY

The FY 2015 approved General Fund budget for Non-Departmental is \$222,665,000, an increase of \$2,564,800 or 1.2% over the FY 2014 budget.

	FY 2013 ACTUAL	FY 2014 BUDGET	FY 2014 ESTIMATED	FY 2015 APPROVED	CHANGE FY14 - FY15
Debt Service	\$ 65,578,182	\$ 90,211,600	\$ 90,211,600	\$ 88,754,300	-1.6%
Grants and Transfers	50,187,345	33,371,200	33,395,900	31,353,800	-6.0%
Other Non-Departmental	109,820,528	96,517,400	96,880,300	102,056,900	5.7%
Contingency	-	-	-	500,000	100.0%
TOTAL	\$225,586,055	\$ 220,100,200	\$ 220,487,800	\$ 222,665,000	1.2%

Note: FY 2014 budget numbers reflect technical adjustments to realign with the appropriate budget category.

FY 2015 FISCAL OVERVIEW

- \$5.8 million allocated for grants to community organizations
- \$26.0 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)
- \$5.3 million for operating costs associated with the speed camera program and other fine programs
- \$1.3 million for transfers to the Capital Improvement Program (CIP)
- \$2.6 million for Summer Youth Enrichment Program

FY 2014 KEY NOTATIONS

- Distributed over \$6.4 million to community-based organizations for various programs serving County residents
- Provided funding for the purchase of new public safety vehicles

DEBT SERVICE

	FY2013 ACTUAL	FY2014 BUDGET	FY2014 ESTIMATED	FY2015 APPROVED	CHANGE FY14-FY15
PRINCIPAL					
Schools (GOB's)	\$ 33,066,216	\$ 33,226,120	\$ 34,683,200	\$ 37,255,100	12.1%
Schools (Q-bonds)	3,141,783	3,094,758	3,094,800	3,047,700	-1.5%
Mass Transit	2,441,192	1,992,980	1,835,000	1,350,000	-32.3%
Roads (GOB's)	19,598,380	20,054,373	20,950,400	22,353,100	11.5%
Public Buildings	7,586,260	8,138,772	8,331,500	9,066,100	11.4%
Fire	1,419,128	1,476,852	1,559,600	2,001,800	35.5%
Community College	1,857,078	2,005,351	2,088,300	250,800	-87.5%
Correctional Facilities	932,801	994,667	1,006,710	1,280,200	28.7%
Library	1,686,808	1,795,754	1,875,400	1,860,400	3.6%
Health	320,393	318,692	328,500	564,100	77.0%
Police	335,979	106,440	106,400	388,500	265.0%
Hospital	10,766	-	-	-	0.0%
MILA Debt	32,249	34,520	34,520	36,950	7.0%
Local Government Insurance Trust (LGIT) Debt	1,495,000	-	-	-	0.0%
Current Year Bond Sale	-	5,850,500	-	-	-100.0%
Sinking Fund Payments	-	-	-	-	0.0%
TOTAL	\$ 73,924,033	\$ 79,089,800	\$ 75,894,300	\$ 79,454,800	0.5%

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

	FY2013 ACTUAL	FY2014 BUDGET	FY2014 ESTIMATED	FY2015 APPROVED	CHANGE FY14-FY15
INTEREST AND SERVICE CHARGES					
Schools - General Obligation Bonds (GOB's)	\$ 18,262,263	\$ 17,911,300	\$ 21,847,300	\$ 21,112,600	17.9%
Mass Transit	543,628	521,200	476,300	397,600	-23.7%
Roads (GOB's)	11,906,161	11,474,900	13,410,500	12,899,600	12.4%
Public Buildings	7,273,830	7,005,000	7,608,600	7,448,200	6.3%
Fire	1,373,822	1,332,400	1,612,900	1,642,800	23.3%
Community College	1,030,017	1,033,900	1,184,800	1,118,000	8.1%
Correctional Facilities	911,908	865,600	1,126,800	1,194,100	38.0%
Library	1,351,257	1,291,300	1,619,100	1,600,200	23.9%
Health	239,019	224,000	229,600	218,900	-2.3%
Police	57,312	39,800	481,000	697,600	1652.8%
Hospital	592	-	-	-	0.0%
MILA Debt	9,721	7,500	7,500	5,000	-33.3%
Local Government Insurance Trust (LGIT) Debt	45,224	-	-	-	0.0%
Current Year Bond Sale/Refinancing	-	7,975,000	-	5,000,000	-37.3%
Service Charges	-	-	-	-	0.0%
TOTAL INTEREST AND SERVICE CHARGES	\$ 43,004,754	\$ 49,681,900	\$ 49,604,400	\$ 53,334,600	7.4%
PRINCIPAL	\$ 73,924,033	\$ 79,089,800	\$ 75,894,300	\$ 79,454,800	0.5%
TOTAL PRINCIPAL, INTEREST AND SERVICE CHARGES	\$ 116,928,787	\$ 128,771,700	\$ 125,498,700	\$ 132,789,400	3.1%
Less:					
Mass Transit	\$ (3,211,292)	\$ (2,514,200)	(2,514,200)	\$ (1,889,500)	-24.8%
School Surcharge	(22,757,641)	(23,433,000)	(23,433,000)	(27,649,100)	18.0%
Telecommunications Tax Supported School Projects	(2,119,425)	(2,270,300)	(2,270,300)	(2,374,100)	4.6%
IRS Subsidy	(2,535,492)	(2,537,400)	(2,537,400)	(2,537,400)	0.0%
Bond Premiums	(20,726,755)	(7,805,200)	(4,532,200)	(9,585,000)	22.8%
CP35 Q Bond Payments	-	-	-	-	0.0%
NET COUNTY DEBT	\$ 65,578,182	\$ 90,211,600	\$ 90,211,600	\$ 88,754,300	-1.6%
Note: Numbers may not add due to rounding. MILA debt is accounted for in State Debt Assumption Payments.					

FY 2015 Debt Issuance Plan

Prince George's County plans to issue new general obligation bonds of approximately \$200 million in the spring of 2015. 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, 2011, the County's outstanding net direct debt totaled \$714.4 million; on June 30, 2012, it was \$714.7 million; and on June 30, 2013, it increased to \$899.5 million. These figures exclude overlapping debt of the Industrial Development Authority Lease Revenue Bonds.

Self-Supporting Debt. Portions of the gross direct debt are considered to be self-supporting, (e.g., 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)		
	6/30/2012	6/30/2013
General Obligation Bonds:		
Mass Transit Debt-Washington Suburban Transit Commission (WSTC)	\$ 15.0	\$ 12.5
Stormwater Management	85.4	140.9
County Solid Waste Management Bonds	36.0	40.4
School Facilities Supported by School Surcharge	252.4	294.2
School Facilities Supported by Telecommunications Tax	26.1	25.7
Maryland Development Debt	0.2	0.1
Maryland Community Development Administration (CDA) Infrastructure	0.6	0.5
State Bonds	0.0	0.0
Revenue Bonds:		
Solid Waste Management System	2.9	0.8
Total Self-Supporting Debt	\$ 418.6	\$ 515.1
SOURCE:		
FY 2013: CAFR for the Year Ending June 30, 2013, Prince George's County, Maryland, Page 153 (Table 14).		
FY 2012: CAFR for the Year Ending June 30, 2012, Prince George's County, Maryland, Page 153 (Table 14).		

NET TAX-SUPPORTED GENERAL FUND DEBT			
(Millions \$'s)			
	Actual 6/30/2011	Actual 6/30/2012	Actual 6/30/2013
Net Direct Debt	\$ 714.4	\$714.7	\$ 899.5
Overlapping Debt	67.5	65.3	60.7
TOTAL	\$ 781.9	\$780.0	\$ 960.2
ANNUAL GROWTH	\$ 7.2	\$ (1.9)	\$ 180.2
SOURCE:			
FY 2011: CAFR for the Year Ending June 30, 2011, Prince George's County, Maryland, Page 148 (Table 13)			
FY 2012: CAFR for the Year Ending June 30, 2012, Prince George's County, Maryland, Page 153 (Table 14)			
FY 2013: CAFR for the Year Ending June 30, 2013, Prince George's County, Maryland, Page 153 (Table 14)			

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, 2013, the outstanding general fund net overlapping debt was \$60.7 million.

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
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	2.7%
2007	832,699	60,716,650,060	759,188,646	1.3%	912	3.1%
2006	836,644	52,277,304,579	709,848,849	1.4%	848	2.9%
2005	840,513	46,612,628,987	686,662,549	1.5%	817	3.3%
2004	836,103	43,066,687,540	661,141,076	1.5%	791	4.2%

Notes:

1. Population estimates are from the U.S. Census Bureau, Population Estimates Branch.
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 Assessment 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: CAFR for the Year Ended June 30, 2013, Prince George's County, Maryland, Page 143 (Table 5), Page 153 (Table 14) and Page 157 (Table 18).

GRANTS AND TRANSFER PAYMENTS

GRANT PROGRAM	FY 2013 ACTUAL	FY 2014 BUDGET	FY 2014 ESTIMATED	FY 2015 APPROVED	CHANGE FY14 - FY15
Grants to Community Organizations	\$ 4,197,050	\$ 3,611,300	\$ 3,611,300	\$ 5,770,000	59.8%
Required Payments	191,701	234,400	234,400	234,400	0.0%
Economic Development Corporation	2,983,200	2,934,000	2,934,000	2,974,200	1.4%
Financial Services Corporation	789,700	750,200	750,200	1,019,300	35.9%
Prince George's Community Television	935,100	935,100	935,100	935,100	0.0%
Conference and Visitors Bureau	822,500	781,400	781,400	758,000	-3.0%
Other Economic Development	15,333	80,400	80,400	15,400	-80.8%
Memberships	589,011	589,200	613,900	614,900	4.4%
Strategic Goals Initiative	341,800	172,700	172,700	250,000	44.8%
Dimensions Health Corporation	15,000,000	15,000,000	15,000,000	15,000,000	0.0%
Other Payments	2,144,850	2,482,500	2,482,500	2,482,500	0.0%
Transfers to Other Funds	-	-	-	-	100.0%
Transfers to Capital Improvement Program	22,177,100	5,800,000	5,800,000	1,300,000	-77.6%
TOTAL	\$ 50,187,345	\$ 33,371,200	\$ 33,395,900	\$ 31,353,800	-6.0%

Grants to Community Organizations -- \$5,770,000

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

Required Payments -- \$234,400

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

Economic Development Corporation -- \$2,974,200

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.

Financial Services Corporation -- \$1,019,300

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 -- \$935,100

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

Conference and Visitors Bureau -- \$758,000

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.

Other Economic Development -- \$15,400

Regional marketing and administrative programs are supported by these funds.

Memberships -- \$614,900

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

Strategic Goals Initiative -- \$250,000

Funding will be utilized to further the County's economic development 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 -- \$2,482,500

This funding includes grants to various non-profit and health and human services agencies.

Transfers to Capital Improvement Program -- \$1,300,000

Funds allocated to capital projects, including the Redevelopment Authority.

OTHER NON-DEPARTMENTAL EXPENSES

	FY 2013 ACTUAL	FY 2014 BUDGET	FY 2014 ESTIMATED	FY 2015 APPROVED	CHANGE FY14 - FY15
General Fund Insurance	\$ 8,437,700	\$ 8,437,700	\$ 8,437,700	\$ 8,437,800	0.0%
Judgments and Losses	21,037	300,000	300,000	200,000	-33.3%
Postage	1,132,295	1,200,000	1,200,000	1,150,000	-4.2%
Real Estate Acquisition Program	4,303,948	4,291,400	4,291,400	4,282,200	-0.2%
Equipment Leases	10,562,100	12,865,400	13,655,500	17,041,600	32.5%
Other Leases	17,138,935	16,696,700	16,322,700	16,713,400	0.1%
Utilities	8,790,631	9,450,000	8,775,000	9,805,100	3.8%
Streetlight Electricity	2,657,357	2,200,000	2,650,000	2,650,000	20.5%
Traffic Signal Electricity	3,833,100	3,600,000	3,850,000	3,850,000	6.9%
Miscellaneous Expenses	10,476,116	7,704,800	8,568,300	9,307,200	20.8%
Speed Camera Program	9,255,551	6,754,000	5,514,800	5,280,400	-21.8%
Compensated Absences	-	-	320,500	-	0.0%
State Debt Assumption Payments	137,604	95,200	95,200	140,000	47.1%
Deferred Compensation in Lieu of State Retirement	59,658	100,000	100,000	100,000	0.0%
Miscellaneous Pensions	-	3,000	3,000	3,000	0.0%
Unemployment Insurance	478,000	600,000	600,000	550,000	-8.3%
Retirement Incentive	7,684,163	-	-	-	0.0%
Retiree Life Benefits/Annuities	269,602	1,000,000	1,000,000	950,000	-5.0%
Retiree Health Benefits	25,048,400	25,048,400	25,048,400	25,048,400	0.0%
Other Benefit Cost	7,106,975	-	-	-	0.0%
Department of Justice Settlement Costs	483,538	509,900	486,900	486,900	-4.5%
Sub-Total	\$ 117,876,709	\$ 100,856,500	\$ 101,219,400	\$ 105,996,000	5.1%
Expenditure Recoveries					
Retiree Benefits	\$ (96)	\$ -	\$ -	\$ -	0.0%
Leases/Utilities	(2,526,470)	(2,526,500)	(2,526,500)	(2,526,500)	0.0%
Washington Suburban Transit Commission	-	-	-	-	0.0%
Acquisition Program	(391,153)	(537,600)	(537,600)	(537,600)	0.0%
Postage	-	(175,000)	(175,000)	(175,000)	0.0%
Other	(5,138,461)	(1,100,000)	(1,100,000)	(700,000)	-36.4%
Sub-Total	\$ (8,056,181)	\$ (4,339,100)	\$ (4,339,100)	\$ (3,939,100)	-9.2%
Total	\$ 109,820,528	\$ 96,517,400	\$ 96,880,300	\$ 102,056,900	5.7%

General Fund Insurance (Self-Insurance Fund) -- \$8,437,800

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 -- \$1,150,000

The postage appropriation for FY 2015 decreases by \$50,000. Approximately 15% of postage costs are recovered from various agencies each year.

Real Estate Acquisition Program (REAP) -- \$4,282,200

On May 3, 1991, pursuant to the Real Estate Acquisition Program (REAP), the County financed the acquisition of two leased properties. The agreement required annual appropriations beginning in FY 1994 to pay annual purchase installment payments. REAP II was issued in August 1994 totaling \$21.9 million. The financing consisted of the purchase of five facilities and the relocation of over 600 employees in 10 different County agencies.

Equipment Leases -- \$17,041,600

The FY 2015 expenditures include the principal and interest payment of the 2011, 2012, 2013, 2014 and 2015 lease purchase payments. It also includes resources for voting machine rentals.

Other Leases -- \$16,713,400

The Office of Central Services is responsible for maintaining the County's lease agreements for various locations. The County has agreed to pay the IDA for payments due on lease revenue bonds through annual lease payments. The Authority uses the lease payments to retire its outstanding debt. Most of the debt proceeds were used to build the Prince George's Courthouse in Upper Marlboro.

Utilities -- \$9,805,100

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

Streetlights -- \$2,650,000

Projected energy costs for streetlights maintained by the County.

Traffic Signals -- \$3,850,000

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

Miscellaneous Expenses -- \$9,307,200

This category includes resources for general and administrative services related to the implementation of the County's strategic plan, collection of emergency transportation fees and the Summer Youth Program. Starting from FY 2012, this budget also includes costs for payments to the State for the State Department of Assessment and Taxation (\$2.8 million in FY 2015).

Speed Camera Program, etc. -- \$5,280,400

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 Program and false alarms managed by the Revenue Authority.

State Debt Assumption Payments -- \$140,000

The County makes payments on various County facilities that have been financed with State debt.

Deferred Compensation in Lieu of State Retirement -- \$100,000

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.

Miscellaneous Pensions -- \$3,000

A teacher who retired in 1962 is eligible for a supplementary County retirement payment in the amount of \$25.00 per month. Another retiree was added in FY 1998. Article 73B, Section 63, of the Annotated Code of Maryland requires that the County Council of Prince George's County levy and pay pensions to former judges of the People's Court or their surviving spouses. Eligibility is based on court service as provided in the aforementioned law. Additionally under State law (Estates and Trusts Article, Section 2-108), the County must pay pensions to former judges of the County's Orphans' Court.

Unemployment Insurance -- \$550,000

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

Retiree Life and Health Insurance -- \$25,998,400

This represents both the Retiree Life Benefits/Annuities (\$1.0 million) and the Retiree Health Benefits (\$25.0 million) costs. The County portion of health and life insurance costs for retired

employees are funded in this category. It includes \$900,000 for retiree life insurance, \$50,000 for retiree annuities, and \$25,048,400 for retiree health benefits, or Other Post Employment Benefits (OPEB).

Department of Justice Settlement Costs -- \$486,900

Funding is budgeted for anticipated costs associated with the ongoing services begun as part of the Department of Justice settlement, including crisis response and K-9 training.

Expenditure Recoveries (Project Charges) -- (\$3,939,100)

Expenditure Recoveries are from non-general funds for the use of space at the Inglewood Center and REAP II recoveries, charges for utilities, maintenance and equipment usage payments, retiree health insurance recoveries, and postage recoveries from various funds. The FY 2015 recoveries include certain payments by the State of Maryland for a portion of the IDA lease payments.

NON-DEPARTMENTAL

OTHER FUNDS

CONTINGENCY

	FY 2013 ACTUAL	FY 2014 BUDGET	FY 2014 ESTIMATED	FY 2015 APPROVED	CHANGE FY14 - FY15
<u>Compensation Contingency</u>					
Negotiations	\$ -	\$ -	\$ -	\$ -	0.0%
Retirement Incentive Savings	-	-	-	-	0.0%
Programmatic reductions	-	-	-	-	0.0%
Office Automation Savings	-	-	-	-	0.0%
Operating Contingency	-	-	-	500,000	100.0%
Leave Payout Contingency	-	-	-	-	0.0%
Fringe Benefits Contingency	-	-	-	-	0.0%
TOTAL	\$ -	\$ -	\$ -	\$ 500,000.00	0.0%

The FY 2015 Approved Budget contains \$500,000 for marketing expenses for EDC.

ECONOMIC DEVELOPMENT INCENTIVE FUND

This fund will provide financial assistance in 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 2013 ACTUAL	FY 2014 BUDGET	FY 2014 ESTIMATED	FY 2015 APPROVED	CHANGE FY14-FY15
EXPENDITURE SUMMARY					
Compensation	\$ -	\$ -	\$ -	\$ -	0.0%
Fringe Benefits	-	-	-	-	0.0%
Operating Expenses	904,923	12,170,400	5,532,800	13,000,000	6.8%
Capital Outlay	-	-	-	-	0.0%
Sub-Total	904,923	12,170,400	5,532,800	13,000,000	6.8%
Recoveries	-	-	-	-	0.0%
TOTAL	\$ 904,923	\$ 12,170,400	\$ 5,532,800	\$ 13,000,000	6.8%
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 2013 - FY 2017						
Preliminary Estimates - Subject to Change - For Illustrative Purposes Only						
	FY 2013 ACTUAL	FY 2014 BUDGET	FY 2014 ESTIMATED	FY 2015 PROJECTED	FY 2016 PROJECTED	FY 2017 PROJECTED
Beginning Balance - July 1st	\$ 50,000,000	\$ 45,340,000	\$ 49,720,538	\$ 44,436,338	\$ 32,008,638	\$ 20,561,938
Revenues						
Transfers In - General Fund	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Interest Income	325,461	226,700	248,600	222,200	160,000	102,800
Loan Repayments (Principal and Interest)	300,000	1,751,100	-	350,100	1,393,300	2,786,600
Equity Investment Returns	-	-	-	-	-	-
Federal Aid	-	-	-	-	-	-
State Aid	-	-	-	-	-	-
Miscellaneous Revenues	-	-	-	-	-	-
Appropriation from Fund Balance	279,462	10,192,600	5,284,200	12,427,700	11,446,700	10,110,600
Total Revenues	\$904,923	\$12,170,400	\$ 5,532,800	\$13,000,000	\$13,000,000	\$13,000,000
Expenditures						
Transfers Out - General Fund	-	1,170,400	1,170,400	\$0	-	-
Direct Grants	-	1,692,300	-	4,500,000	4,500,000	4,500,000
Small Business Loans	904,923	3,046,200	-	4,000,000	4,000,000	4,000,000
Major Project Loans	-	4,569,200	4,362,400	4,500,000	4,500,000	4,500,000
Equity Investments	-	1,692,300	-	-	-	-
Total Expenditures	\$ 904,923	\$ 12,170,400	\$ 5,532,800	\$ 13,000,000	\$ 13,000,000	\$ 13,000,000
Surplus (Deficit) - Annual	-	-	-	-	-	-
Ending Fund Balance	\$ 49,720,538	\$ 35,147,400	\$ 44,436,338	\$ 32,008,638	\$ 20,561,938	\$ 10,451,338
Assumptions:						
(1) Excess cash balance invested annually at a rate of 0.5%.						
(2) As the EDI Fund develops, there may be additional opportunities to receive both State and Federal grants for economic development projects.						

