



Laura Neuman, County Executive

FY2014 Budget In Brief

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Highlights

- **\$88.9 Million More than FY2013 Budget (+7.1%)**
- **BOE Maintenance of Effort Funded**
- **BOE Total Funding Increase \$ 21.3 Million - Including \$16.9 Million Increase in County Funds and \$ 11.5 Million Increase in State Funds**
- **All BOE Program Enhancements Funded Less \$994,000**
 - **Adjustments Suggested by BOE Staff**
- **Property Tax Rate Increased 0.9 Cents Consistent with the County's Property Tax Revenue Cap**
- **Tax Rate \$0.950 (Annapolis \$0.569)**
- **Historical 2.56% Income Tax Rate Maintained**
- **24 New Positions (General Fund) & 10 New Positions (Other Funds)**
- **1st Pay Increase since FY2010**
- **\$16 Million Contribution to Revenue Reserve Fund**

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Employee Compensation

County

3% Increase

Library

3% Increase

Board of Education

2% Increase (Gave 1% the last two years)

Community College

3% Increase

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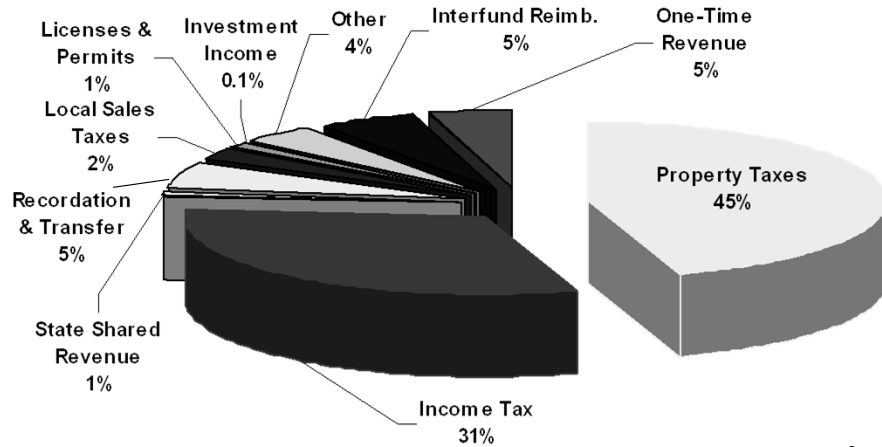
Efficiencies & Enhancements

- **Police Department**
 - 6 Additional Officers – Targeted to Arundel Mills
 - 3 Additional School Resource Officers
 - Latent Print Examiner Added
- **Fire Department**
 - 4th Shift Eliminated - No Layoffs (Implemented through attrition)
 - Additional Staffing at Maryland City and West Annapolis Stations
 - Additional EMS Staffing for Enhanced Service & Quality Assurance
- **Information Technology**
 - 2 New Project Manager Positions & Security Officer Position
- **Inspections & Permits**
 - 3 Positions Restored
- **Libraries**
 - Additional Hours of Operation

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General Fund Revenue (FY14)

\$1,336,187,300



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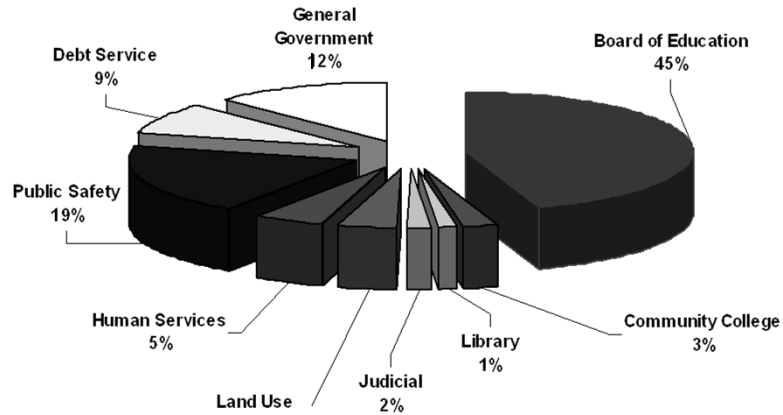
Revenue

	FY14 Amt. (Millions \$)	Increase 2013 Bud	Increase 2013 Adj
Property Tax	602.7	2.8%	2.6%
Income Tax	417.3	7.2%	4.0%
State Shared Revenue	11.5	-56.4%	-60.9%
Recordation & Transfer	73.0	21.7%	-5.2%
Local Sales Tax	32.4	-0.9%	0.0%
Licenses & Permits	15.1	-0.7%	3.4%
Investment Income	0.4	0.0%	0.0%
Other	54.3	5.4%	-0.4%
Interfund Reimbursements	68.4	17.9%	17.5%
Total County Revenue	1,275.1	5.1%	4.6%
Fund Balance	61.1	123.8%	N/A
Total	1,336.2	7.1%	6.4%

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Appropriations

\$1,336,187,300



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Appropriations

(Millions)

Board of Education	\$ 596.5
Fire	\$ 106.1
Police	\$ 112.0
Detention	\$ 42.2
Community College	\$ 35.5
Public Works	\$ 34.7
Recreation & Parks	\$ 22.7
Health	\$ 32.8
Library	\$ 17.4
Aging	\$ 8.7
All Other	<u>\$ 327.6</u>
Total	\$ 1,336.2

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Board of Education Funding

\$596.5 Million of County Funds

- **Entire BOE Budget Request Funded, Except for:**
 - Pay package funded at 2.0% (not 3%)
 - Some program enhancements reduced by a total of \$994,000 as suggested by BOE staff
 - Federal sequestration “placeholder” not appropriated
- **\$14.6 million for State Mandated Teacher Pensions**

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Board of Education County Funding

(Millions)

County Direct	\$596.5
Other County Funding:	
Debt Service	62.5
School Health	12.7
School Safety (Police)	<u>4.8</u>
Total	\$676.6

50.6% of County Budget

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Board of Education Funding

Unrestricted Funds

(Millions)

	<u>Amount</u>	<u>% Total</u>
County*	\$596.5	63.4%
State	320.4	34.0%
Federal	2.1	0.2%
Local	3.0	0.3%
BOE Fund Balance	<u>18.2</u>	<u>1.9%</u>
Total	\$940.2	100%

** Includes \$14.6 for Teacher Pensions*

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Community College Funding

(Millions)

	<u>Amount</u>	<u>% Total</u>
County	\$35.5	31.3%
State	28.3	24.9%
Tuition	45.7	40.3%
Other	<u>3.9</u>	<u>3.5%</u>
Total	\$113.5	100%

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Library Funding

	<u>Amount</u>	<u>% Total</u>
County	\$17,358,700	84.6%
State	2,113,600	10.3%
Fees, Fines, Collections	903,000	4.4%
Library Fund Balance	<u>139,700</u>	<u>0.7%</u>
Total	\$20,515,000	100%

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Debt Affordability Model

Fiscal Year 2013

(millions)

	<u>FY14</u>	<u>FY15</u>	<u>FY16</u>	<u>FY17</u>	<u>FY18</u>	<u>FY19</u>
New Authority	\$115.0	\$115.0	\$115.0	\$115.0	\$115.0	\$115.0
New Authority, IPA	\$0.0	\$3.0	\$3.0	\$3.0	\$3.0	\$3.0
Total New Authority	\$115.0	\$118.0	\$118.0	\$118.0	\$118.0	\$118.0
Debt Svc./Revenue (10%)	9.1%	9.0%	9.6%	9.9%	10.0%	10.1%
Debt/Full Value (1.50%)	1.30%	1.35%	1.35%	1.35%	1.34%	1.32%
Debt/Personal Inc. (3.0%)	2.9%	2.9%	2.8%	2.8%	2.7%	2.7%
Debt/Capita (\$2,000)	\$1,801	\$1,862	\$1,909	\$1,946	\$1,976	\$1,999

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Capital Budget Highlights

201.4 Million

- Information Technology Enhancement \$ 5.2 Million
- Facility Renov & System Upgrades \$ 4.2 Million
- Lake Shore Fire Station \$ 4.0 Million
- Fort Smallwood Park \$ 3.4 Million
- Turf Fields in Regional Parks \$ 1.6 Million
- South Shore Trail \$ 3.3 Million
- Road Resurfacing/Reconstruction \$17.0 Million
- Riva Bridge Pile Repairs \$ 1.7 Million
- Upper West River Dredging \$ 1.4 Million
- Water Quality/Stormwater Improvements \$ 8.1 Million
- Annapolis Regional Library \$ 3.5 Million
- Comm. College Adm Building Reno \$ 0.7 Million

Capital Budget Highlights – BOE

\$124.9 Million – 62% of Capital Budget

- Lothian Elementary \$ 8.6 Million
- Crofton Elementary \$12.9 Million
- Mills Parole Elementary \$ 8.9 Million
- Rolling Knolls Elementary \$ 2.5 Million
- Benfield Elementary \$ 5.0 Million
- Severna Park HS \$18.5 Million
- All Day K and Pre K \$11.0 Million
- Open Space Classroom Enc \$ 8.5 Million
- Building Systems Renov \$12.0 Million
- Maintenance Backlog \$ 4.1 Million
- Security Related Upgrades \$ 4.9 Million
- Athletic Stadium Imp \$ 2.5 Million

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County Comparisons Property Tax Bills

	<u>2014 Rate</u>	<u>Average Assessment</u>	<u>Tax Bill</u>
Anne Arundel	\$ 0.950	\$ 261,100	\$ 2,480
Baltimore County	\$ 1.100	\$ 213,200	\$ 2,345
Harford County	\$ 1.042	\$ 252,000	\$ 2,626
Howard County	\$ 1.270	\$ 354,600	\$ 4,503
Montgomery	\$ 1.021	\$ 425,300	\$ 4,342
Prince George's	\$ 1.319	\$ 202,300	\$ 2,668
Baltimore City	\$ 2.168	\$ 104,700	\$ 2,270

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County Comparisons Income Tax

\$70,000 Taxable Income

	<u>Rate</u>	<u>Income Taxes</u>
Anne Arundel	2.56%	\$ 1,792
Baltimore County	2.83%	\$ 1,981
Harford County	3.06%	\$ 2,142
Howard County	3.20%	\$ 2,240
Montgomery	3.20%	\$ 2,240
Prince George's	3.20%	\$ 2,240
Baltimore City	3.20%	\$2,240

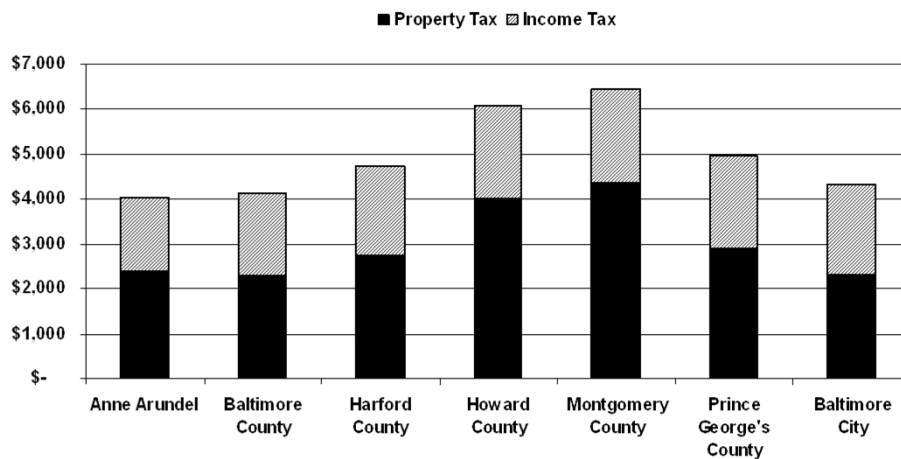
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County Comparisons Property & Income Taxes

	Property <u>Taxes</u>	\$70,000 Taxable Income <u>Income Taxes</u>	<u>Total</u>
Anne Arundel	\$2,480	\$ 1,792	\$4,272
Baltimore County	\$2,345	\$ 1,981	\$4,326
Harford County	\$2,626	\$ 2,142	\$4,768
Howard County	\$4,503	\$ 2,240	\$6,743
Montgomery	\$4,342	\$ 2,240	\$6,582
Prince George's	\$2,668	\$ 2,240	\$4,908
Baltimore City	\$2,270	\$ 2,240	\$4,510

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Tax Burden Comparison



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FY2015 Outlook

\$ in millions

Structural Deficit	\$11.1
Pay Package	\$12.1
BOE MOE	\$11.0
County Pension	\$ 3.0
Health Insurance (actives)	\$ 2.0
Debt Service	\$ 4.0
Other Base Budget Adjustments	<u>\$ 3.0</u>
Total Built-in Costs	\$46.2
Incremental Revenue (FY14 to FY15)	\$40 - \$50

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Complete Budget Documents

The entire Operating and Capital Budget, as well
as the Budget Message is available at:

www.aacounty.org/budget/index.cfm

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