



Queen Anne's County Commissioners

County Administrator's FY2015 Budget Submission

March 25, 2014

Jonathan R. Seeman

FY2015 Operating Budget Highlights

- FY2015 budgeted growth is \$4.8 million, or 4.2%, up from \$114.1 million in FY2014 to \$118.9 million in FY2015
- Recommended budget leaves property tax rate at current level, \$0.8471/\$100 of assessed value
- Revenue growth in income tax and transfer/recordation taxes
- Board of Education funded at \$3.0 million increase above maintenance of effort
- Budget provides for cost of living increase and pay for performance for County employees
- Budget provides for north county emergency services personnel

FY2015 Budget Highlights

- Teacher pensions grow by \$100,000
- Additional funding of \$150,000 for municipal tax rebates / tax set-off
- Additional \$1.2 million debt service for FY14 bond sale

FY2015 Capital Budget Highlights

- The capital budget is \$30.4 million, including a bond sale of \$16.2 million. The highlights of the bond sale as presented in the capital budget include projects for the Bay Bridge Airport (\$1.7 million), artificial turf fields at the county high schools (\$0.8 million), the public safety radio system upgrade (\$3.2 million), the Stevensville Middle School renovation (\$5.4 million), Centreville Middle School roof (\$1.2 million), \$2.5 million for Board of Education technology, equipment and security upgrades, information technology projects including \$0.45 million for fiber and IT infrastructure, \$0.2 million for county building systems, \$0.15 million for the detention center, \$0.5 million for individual septic systems, and \$0.1 million for portable classrooms.
- The remainder of the \$30.4 million FY2015 capital budget comes from \$1.1 million in grants, \$1.2 million in Enterprise Funds (primarily Sanitary District), \$5.1 million in capital fund balance, \$0.5 million in PayGo funds, and \$6.4 million in Other Funds, including dedicated recordation taxes and funds from outside entities.

Budget Change Highlights – FY2014 to FY2015

GENERAL FUND	
	<u>\$ Change, FY14 to FY15 (\$ in Millions)</u>
FY2014 Approved Budget	114.1
\$ Increase	\$4.8
FY2015 Administrator's Budget	\$118.9

<u>Revenues</u>	
Property Tax	-\$0.1
Public Utility Tax	0.3
Income Tax	2.9
Other Local Taxes	1.2
Licenses and Permits	0.1
Miscellaneous Revenue	-0.1
Transfers In (Impact Fees)	<u>0.5</u>
TOTAL	\$4.8

<u>Expenditures</u>	
Employee Compensation	0.8
Pension Costs	0.1
Retiree Health Insurance	-0.1
Board of Education	3.0
Teacher Pension	0.1
OPEB	0.1
Chesapeake College	0.1
Municipal Tax Differential	0.2
Salary lapse/vacancies	-0.4
Health Insurance	-0.1
Debt Service	1.1
Public Safety	0.5
Roads/Public Works funded in capital budget	-1.1
Health Dep't./Courts/Library	0.3
Sheriff	<u>0.3</u>
TOTAL	4.8

FY2015 DRAFT Budget - Revenues
March 25, 2014

<i>Revenue Sources - By Type</i>	FY13 Act	FY14 Bud	FY15 DRAFT	FY14-FY15 \$ Change	% Change
<i>Taxes</i>					
Real & Personal Prop Taxes	64,057,050	62,739,716	62,676,436	(63,280)	-0.1%
Income Taxes	39,438,906	38,984,963	41,878,992	2,894,029	7.4%
Public Utility Tax	1,459,609	1,150,000	1,432,411	282,411	24.6%
Admission & Amusement Tax	160,516	176,750	178,515	1,765	1.0%
Hotel Tax	470,139	435,000	455,000	20,000	4.6%
Recordation & Transfer Tax	3,776,359	3,250,000	4,450,000	1,200,000	36.9%
State Shared Taxes/Highway User	478,900	556,194	567,318	11,124	2.0%
<i>Licenses & Permits</i>	1,004,774	865,089	950,000	84,911	9.8%
<i>Intergovernmental</i>	2,588,810	2,194,672	2,212,362	17,690	0.8%
<i>Service Charges</i>	2,221,992	2,033,193	2,029,193	(4,000)	-0.2%
<i>Miscellaneous</i>					
Interest & Insurance Income	79,681	50,000	75,000	25,000	50.0%
Rents	236,778	299,875	291,246	(8,629)	-2.9%
Fines	58,572	23,300	25,300	2,000	8.6%
Donations	5,738	1,800	1,800	-	0.0%
Other Income	1,038,397	539,008	432,537	(106,471)	-19.8%
<i>Transfers In</i>	25,609	782,710	1,235,000	452,290	57.8%
<i>Fund Balance</i>	-	59,156	-	(59,156)	
TOTAL REVENUES	117,101,830	114,141,426	118,891,110	4,749,684	4.2%

FY2015 DRAFT Budget - Expenditures

March 25, 2014

	FY13 Act	FY14 Bud	FY15 DRAFT	FY14-FY15 \$ Change	% Change
County Administration					
Commissioners' Office	335,828	356,747	487,281	130,534	36.6%
County Administrator's Office	254,283	263,986	278,992	15,006	5.7%
Legal Services	369,273	392,622	444,343	51,721	13.2%
Budget & Finance	847,908	998,141	1,040,052	41,911	4.2%
Human Resources	443,780	474,915	499,303	24,388	5.1%
Economic Development & Tourism	414,403	331,375	388,082	56,707	17.1%
Information, Comm. & Technology	475,771	694,668	761,183	66,515	9.6%
QAC-TV	247,286	240,103	263,937	23,834	9.9%
TOTAL	3,388,531	3,752,557	4,163,172	410,615	10.9%
Community Services					
Area Agency on Aging	1,082,748	1,222,770	1,254,149	31,379	2.6%
Housing & Community Services	340,125	452,923	476,674	23,751	5.2%
Local Management Board	148,668	161,266	167,103	5,837	3.6%
Recreation	479,153	501,435	523,283	21,848	4.4%
TOTAL	2,050,695	2,338,394	2,421,209	82,815	3.5%
Planning & Zoning	1,806,109	1,804,239	1,859,676	55,437	3.1%
Public Safety					
Animal Services	703,327	182,684	-	(182,684)	-100.0%
Detention Center	3,887,507	4,344,256	4,497,831	153,575	3.5%
Emergency Services	7,065,373	7,094,953	7,650,677	555,724	7.8%
TOTAL	11,656,208	11,621,893	12,148,508	526,615	4.5%
Public Works					
Administration & Engineering	765,270	931,501	975,703	44,202	4.7%
Blue Heron Golf Course Subsidy	174,108	253,846	248,531	(5,315)	-2.1%
General Services	2,089,421	2,110,152	2,316,613	206,461	9.8%
Landings & Marinas Subsidy	40,599	-	-	-	0.0%
Parks	1,986,880	2,572,356	2,464,286	(108,070)	-4.2%
Roads	4,064,703	5,145,132	3,971,667	(1,173,465)	-22.8%
Solid Waste	1,335,932	1,666,900	1,784,619	117,719	7.1%
Weed Control	89,344	112,896	105,017	(7,879)	-7.0%
TOTAL	10,505,657	12,792,783	11,866,435	(926,348)	-7.2%
March 25, 2014 SUBTOTAL GENERAL COUNTY GOVT:	29,407,200	32,309,866	32,459,000	149,134	0.5%

FY2015 DRAFT Budget - Expenditures, continued

March 25, 2014

	FY13 Act	FY14 Bud	FY15 DRAFT	FY14-FY15 \$ Change	% Change
Board of Education					
Current Expense	43,754,524	46,730,398	49,730,398	3,000,000	6.4%
Teacher Pensions	1,105,527	1,401,286	1,497,849	96,563	6.9%
TOTAL	44,860,051	48,131,684	51,228,247	3,096,563	6.4%
Other Agencies					
State's Attorney's Office	1,002,591	1,061,996	1,104,529	42,533	4.0%
4-H Park	67,674	67,878	68,530	652	1.0%
Sheriff's Office	6,119,139	6,652,353	6,939,172	286,819	4.3%
Orphans' Court	70,995	76,163	77,901	1,738	2.3%
Circuit Court	390,026	519,910	588,217	68,307	13.1%
Fire Protection & Rescue	2,917,925	3,120,559	3,169,059	48,500	1.6%
Chesapeake College	1,667,322	1,667,522	1,757,568	90,046	5.4%
QAC Free Library	1,278,228	1,310,250	1,386,644	76,394	5.8%
Board of Elections	416,287	453,880	537,607	83,727	18.4%
Public Health	1,811,402	2,069,587	2,203,369	133,782	6.5%
Social Services	272,533	299,017	316,457	17,440	5.8%
Soil Conservation Service	159,415	194,219	195,016	797	0.4%
UMD Extension Service	225,610	262,289	270,549	8,260	3.1%
TOTAL	16,399,147	17,755,623	18,614,617	858,994	4.8%
Debt					
Board of Education	7,925,330	8,029,300	8,004,608	(24,692)	-0.3%
General County Government	2,668,602	2,659,040	3,798,593	1,139,553	42.9%
TOTAL	10,593,932	10,688,340	11,803,201	1,114,861	10.4%
Other					
Intergovernmental	581,703	435,955	323,683	(112,272)	-25.8%
General Insurance	445,490	441,000	575,000	134,000	30.4%
Benefits/OPEB	1,668,781	1,972,500	1,905,500	(67,000)	-3.4%
Local Grants	42,276	43,525	34,575	(8,950)	-20.6%
Capital Projects & Other Transfer	9,236,835	586,147	500,000	(86,147)	-14.7%
Non-Departmental	529,235	1,401,464	1,196,397	(205,067)	100.0%
Salary Lapse	-	(400,000)	(800,000)	(400,000)	100.0%
Contingency	489,177	775,322	1,050,890	275,568	35.5%
TOTAL	12,993,496	5,255,913	4,786,045	(469,868)	-8.9%
TOTAL GENERAL FUND:	114,253,826	114,141,426	118,891,110	4,749,684	4.2%

March 25, 2014

Upcoming Dates & Considerations

- Work Sessions on April 1, 8, 15 & 22
- Commissioners' Proposed Budget released on April 25
- Public Hearings on May 12, 13, 14
- Budget Adoption on May 27