



May 1, 2023

MEMORANDUM

TO: Edward P. Burroughs, III, Chair
Government Operations and Fiscal Policy (GOFP) Committee

THRU: Josh Hamlin
Director of Budget and Policy Analysis

FROM: David Williams
Budget and Policy Analyst

RE: Non-Departmental
Fiscal Year 2024 Budget Review

Budget Overview

- The FY 2024 Proposed Budget for the Non-Departmental section is \$387,611,900. This is an increase of \$24,041,200 or 6.6% of the FY 2023 Approved Budget.
- The primary drivers of this increase are debt service costs, grants and transfers, operation expenditures, and contingency categories.
- The Non-Departmental section of the proposed budget provides funding to manage resources and indirect costs for activities that are not assigned to a specific department or agency and is funded entirely by the General Fund.

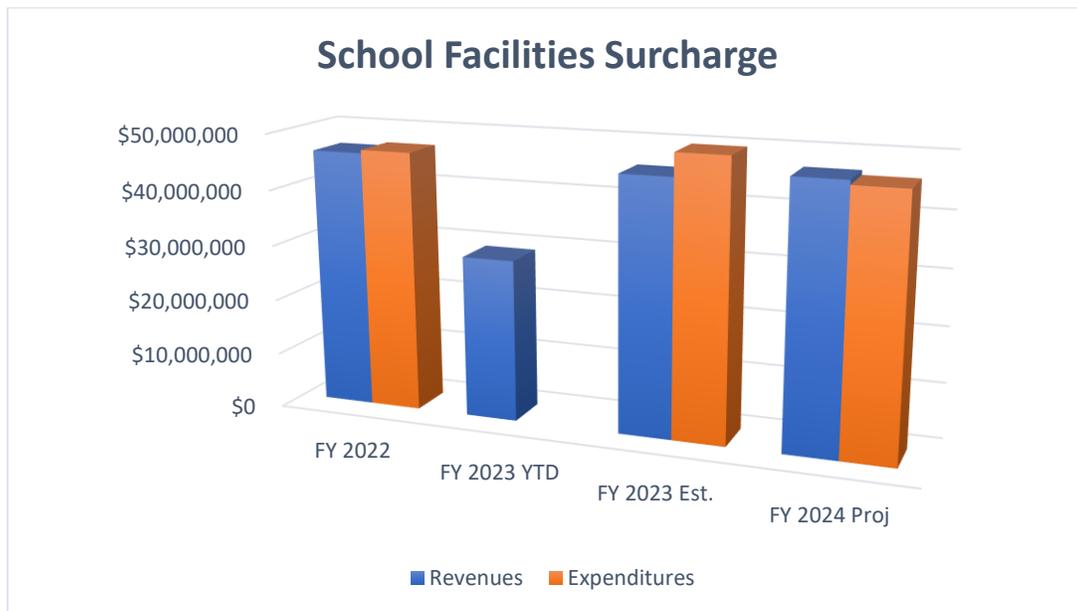
Budget Comparison- General Fund

Actual Fiscal Year 2022 to Proposed Fiscal Year 2024

Category	FY 2022 Actual	FY 2023 Approved	FY 2023 Estimated	FY 2024 Proposed	\$ Change	% Change
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	181.8%
Total	\$371,576,869	\$ 363,570,700	\$ 377,710,500	\$ 387,611,900	\$ 24,041,200	6.6%

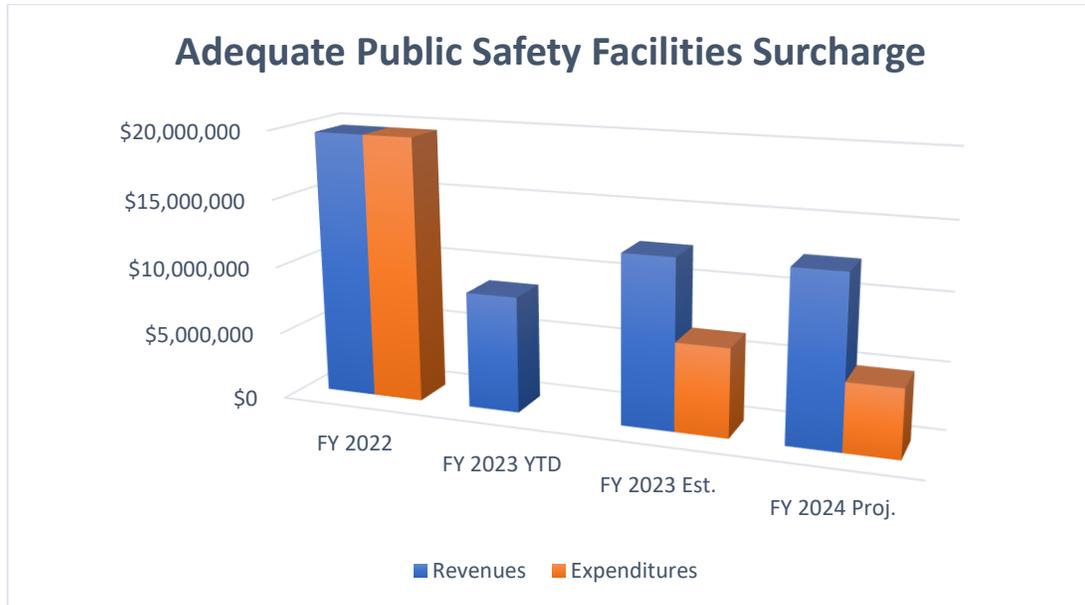
Debt Issuance and Service

- Debt service is proposed at \$180,449,100 for FY 2024, an increase of \$1,019,100 or 0.6% increase from the approved FY 2023 budget. The increase is driven by principal and interest payments for current outstanding debt.
- The County is planning to issue \$328,427,000 in bonds with a projected interest rate of 5% in FY 2023. The primary reason for this funding is for various school construction projects and other County buildings.
- Beginning in FY 2001, school surcharge revenues have been used to offset part of the cost of new school construction projects. Beginning in FY 2007, part of the telecommunication tax revenue was set aside each year in a separate capital project fund and has been used to support school construction bonds. These revenues are applied to debt service costs and are accounted for in this section as a reduction or recovery to debt service expenses. In FY 2024, school surcharge expenditures are proposed at approximately \$46.9 million, an increase of approximately \$1.3 million, or 2.9%, above the FY 2023 estimated expenses, with a projected fund balance in FY 2023 of approximately \$43 million (please see chart below).



- Since 2005, the County has been authorized to use the Adequate Public Safety Facilities Surcharge (Public Safety Surcharge) revenues to support debt service costs for improvements to public safety facilities. In FY 2021 and 2022, the actual amount of public safety surcharge revenues totaled approximately \$20.7 million and \$19.6 million, respectively (please see chart below). Historically, due to the volatility of public safety surcharge collections, typically what is collected in one fiscal year is appropriated in the

following year. In FY 2024, Public Safety Surcharge expenditures are proposed at \$12.5 million, which is consisted with the estimated expenditures for FY 2023.



- County policy requires that the ratio of debt service to County source revenues not exceed 8.0% to ensure debt payments do not overburden operating resources. As the chart below indicates, the actual ratio from FY 2018 through FY 2021 has averaged 6.0%. The use of school surcharge collections and bond premiums can continue to help mitigate the overall growth of debt service and help reduce debt service costs in future years.

Time Period	Net Debt Service	Debt Ceiling @ 8%	Remaining Debt Service Capacity	Debt * Service %	County Source Revenue
Actual FY 2012	\$89,687,349	\$128,124,785	\$38,437,436	5.6%	\$1,601,559,808
Actual FY 2013	\$65,578,182	\$128,893,147	\$63,314,965	4.1%	\$1,611,164,341
Actual FY 2014	\$82,096,074	\$125,186,867	\$43,090,793	5.2%	\$1,564,835,838
Actual FY 2015	\$84,492,094	\$131,385,808	\$46,893,714	5.1%	\$1,642,322,605
Actual FY 2016	\$94,285,167	\$141,988,014	\$47,702,847	5.3%	\$1,774,850,174
Actual FY 2017	\$103,567,755	\$149,571,664	\$46,003,909	5.5%	\$1,869,645,798
Actual FY 2018	\$100,853,322	\$157,004,732	\$56,151,410	5.1%	\$1,962,559,153
Actual FY 2019	\$110,208,610	\$165,112,600	\$54,903,990	5.3%	\$2,063,907,300
Actual FY 2020	\$132,948,253	\$169,334,709	\$36,386,456	6.3%	\$2,116,683,860
Actual FY 2021	\$156,945,849	\$176,452,196	\$19,506,347	7.1%	\$2,205,652,451
Proj. FY 2022	\$164,783,112	\$189,042,854	\$24,259,742	7.0%	\$2,363,035,680
Proj. FY 2023	\$170,699,573	\$188,048,384	\$17,348,811	7.3%	\$2,350,604,800
Proj. FY 2024	\$176,514,472	\$202,820,288	\$26,305,816	7.0%	\$2,535,253,600
Proj. FY 2025	\$196,947,163	\$206,203,896	\$9,256,733	7.6%	\$2,577,548,700
Proj. FY 2026	\$209,959,315	\$213,419,816	\$3,460,501	7.9%	\$2,667,747,700
Proj. FY 2027	\$230,270,436	\$219,487,136	(\$10,783,300)	8.4%	\$2,743,589,200
Proj. FY 2028	\$237,823,149	\$227,133,584	(\$10,689,565)	8.4%	\$2,839,169,800

* Debt service percentage rounded to the nearest 1/10

- For FY 2024, the Office of Management and Budget (OMB) projects that the debt service ratio will decrease to 7.0%. Based on the projections, in the table above, the County is projected to exceed the 8% policy-imposed debt ceiling in FY 2027. If this debt ceiling is exceeded there will not be any remaining debt service capacity that could be leveraged to fund additional Capital Improvement Program (CIP) projects. OMB has indicated that they “do not believe that this will be a problem for our bond rating we (sic.) maintain adequate reserves and stay consistent with our other financial policies.” OMB has previously reported that several factors, such as increased revenues, higher or lower interest rates, refinancing options, the issuance and retirement of debt, and the costs of current and future CIP projects, could potentially affect the debt ceiling in the future. Possible strategies to curve the rising debt service are:
 - Reducing the size of the overall CIP until revenues can support the growth;
 - Use of more Pay As You Go (PAYGO) to finance projects; and,
 - Postponing projects.

General Fund - Fund Balance					
Fund Balance Designation	FY 2020 Actual	FY 2021 Actual	FY 2022 Actual	FY 2023 Estimated	FY 2024 Projected
<u>Restricted</u>					
Economic Stabilization (5%)	\$ 182,099,490	\$ 188,595,465	\$ 214,897,250	\$ 213,565,455	\$ 225,328,690
Equipment Purchases	26,477,101	56,017,874	49,915,132		-
Total Restricted	\$ 208,576,591	\$ 244,613,339	\$264,812,382	\$ 213,565,455	\$225,328,690
Committed - Operating Reserve (2%)	72,839,796	75,438,186	85,958,900	85,426,182	135,197,214
<u>Assigned</u>					
Economic Development	\$ 32,432,547	\$ 26,868,493	\$ 28,544,346	\$ 27,244,346	\$ 19,894,346
Local Impact Grant	1,949,425	3,242,990	4,603,234	-	-
Summer Youth Enrichment Program	1,588,760	1,043,551	316,390	-	-
Property Sales and Acquisition & HIT	5,488,549	5,551,807	5,524,450	-	-
Risk Management Fund	8,000,000	16,000,000	20,000,000		
TNC/LYFT	10,025,459	11,483,479	14,912,581	-	-
OPEB	8,000,000	16,000,000	12,500,000	-	-
Rosecroft	-	1,138,100	1,988,100		
Public Safety Surcharge	124,769	-	-	-	-
Stadium Impact	648,186	648,186		-	-
Total Assigned	\$ 68,257,695	\$ 81,976,606	\$ 88,389,101	\$ 27,244,346	\$ 19,894,346
Unassigned	176,189,105	235,411,143	337,038,849	326,937,162	235,480,495
Total	\$ 525,863,187	\$ 637,439,274	\$776,199,232	\$ 653,173,145	\$615,900,745
Annual Change Amount		\$ 111,576,087	\$ 138,759,958	\$ (123,026,087)	\$ (37,272,400)
Annual Percentage Change		21.2%	21.8%	-15.8%	-5.7%
Fund Balance* as a % of General Fund Budget	12.9%	12.3%	17.7%	14.8%	14.2%
* Fund Balance includes only economic stabilization (5%), operating reserve (2%), and unassigned designations					

- The County has maintained a designated fund balance above the charter-mandated Restricted Reserve (5% of budget), and the policy-required Committed-Operating Reserve (2%) in order to control the County's exposure to financial risks and provide reserves in the event of emergencies. The Fund Balance as a percentage of the General Fund budget has shown an increase from 12.9% in FY 2020 to 17.7% in FY 2022. Before any end of the year assignments and current year usage of fund balance, the FY 2023 percentage is expected to decrease to 14.8%. The use of fund balance in FY 2023 will be determined during the closeout process.
- The Office of Finance reports a projected Risk Management Fund balance deficit of \$200 million for FY 2023. The estimated accident/injury claims payments for FY 2023 are \$40 million.
- The County's current bond rating is AAA by all major bond rating agencies.

Grants and Transfer Payments

- The FY 2024 proposed Grants and Transfer Payments category totals to \$44,909,000 representing a decrease of \$4,888,700 or 9.8% below the FY 2023 Approved Budget. The primary drivers for the decrease are the decrease in debt service payments to the University of Maryland Medical System, the removal of the Fleet management Fund contribution, removal of funding allocated to businesses along the Purple Line corridor, decrease in the grant for Experience Prince George's, and a decrease in the grants to community organizations.
- The following chart details the various line items included in the Grants and Transfer Payments category from Actual FY 2022 to Proposed 2024.

Grants and Transfers	FY 2022 Actual	FY 2023 Budget	FY 2023 Estimate	FY 2024 Proposed	Change FY23-FY24	
Grants to Community	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 Economic Development Corporation	400,000	400,000	400,000	414,000	14,000	3.5%
Employ Prince George's	3,739,100	3,982,600	3,982,600	4,772,200	789,600	19.8%
Financial Services Corporation	1,833,100	1,922,300	1,922,300	1,989,600	67,300	3.5%
Prince George's Community Television	1,094,800	1,137,300	1,137,300	1,177,100	39,800	3.5%
Experience Prince George's	924,600	924,600	924,600	924,600	0	0.0%
Memberships	1,228,900	2,228,900	2,228,900	1,556,900	(672,000)	-30.1%
Strategic Goals Initiative	772,522	847,100	847,100	869,500	22,400	2.6%
University of Maryland Medical System	6,095,840	1,500,000	1,500,000	1,500,000	0	0.0%
Other Items	4,329,750	4,142,300	4,142,300	3,954,800	(187,500)	-4.5%
Transfers to Capital Improvement	6,302,700	9,637,700	11,174,300	9,841,700	204,000	2.1%
Transfers to Other Funds	11,956,345	12,421,900	9,089,900	10,681,700	(1,740,200)	-14.0%
Total Expenditures	500,000	303,500	303,500		(303,500)	-100.0%
	47,742,503	49,795,700	48,078,500	44,909,000	(4,886,700)	-9.8%

- FY 2024 Grants to Community Organizations is proposed at \$6,746,000 which is \$3,154,000, 32%, below the FY 2023 Approved Budget. The proposed budget allocates grants to community-based organizations serving County residents and is depicted in the chart on the following page. A listing of Actual FY 2022 and FY 2023 YTD amounts for the County Executive grants is included on Page 8 of the 1st Round Budget Responses.

Grants to Community Organizations						
Category	FY 2022 Actual	FY 2023 Approved	FY 2023 Estimated	FY 2024 Proposed	\$ Change	% Change
County Executive	\$1,890,000	\$3,550,000	\$3,550,000	\$2,546,000	(\$1,004,000)	-28.3%
County Council	\$1,100,000	\$1,100,000	\$1,100,000	\$1,100,000	\$0	0.0%
Special Appropriation Grants	\$150,000	\$150,000	\$150,000	\$0	(\$150,000)	-100.0%
Non-Dep. Designation Grants	\$4,994,021	\$5,100,000	\$5,100,000	\$3,100,000	(\$2,000,000)	-39.2%
Total	\$8,134,021	\$9,900,000	\$9,900,000	\$6,746,000	(\$3,154,000)	-31.9%

- In FY 2024, the decrease of \$1,004,000 in the County Executive grant amounts is due to the decrease in funding for community organizations. There is no change in the County Council grants.
- The Office of the County Executive is reporting that in FY 2023 YTD, 185 applications have been received for funding for the County Executive’s “Community Partnership Grants,” and all applications were processed as well as screened and 157 applications were complete.
- In FY 2024, the payment to the University of Maryland Medical System is proposed at \$3,954,800. The entire FY 2024 payment amount represents the required debt service designated to support system in partnership with the State of Maryland. Debt payments will end in FY 2025.
- FY 2024 “Other Payments” is proposed at \$8,841,700, which is \$204,000, or 2.1%, above the FY 2023 Approved Budget. Funding reflects Local Impact Grant funds allocated to the County for public safety projects within 5 miles of Rosecroft Raceway (\$1,000,000), along with Video Lottery Terminal funds allocated for Local Development Council Community Impact Grants (\$850,000), Re-entry wrap around services (\$2,250,000), the Workforce Development and Training Program (\$637,700), Grants to the Excellence in Education Foundation (\$200,000), for student scholarship[s], 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.
- FY 2024 “Strategic Goals Initiative” expenditures are proposed at \$1,500,000, which represents no change when compared to the FY 2022 Approved Budget level.

- The Economic Development Corporation (EDC) is proposed to receive a FY 2024 grant in the amount of \$4,772,200, which is an increase of \$789,600, or 19.8%, above the FY 2023 approved level. The increase is due to increases in compensation, fringe benefits, and operational support.
- The Financial Services Corporation (FSC) is proposed to receive a FY 2024 grant in the amount of \$1,177,100 which is an increase of \$39,800 or 3.5% from the FY 2023 Approved Budget.
- The Prince George's Community Television (PGCTV) is proposed to receive a FY 2024 grant in the amount of \$924,600, which is consistent with the FY 2023 approved level.
- Experience Prince George's (ExPGC) is proposed to receive a FY 2024 grant in the amount of \$1,556,900, which is a decrease of \$672,000 or 30.1% from the FY 2023 approved level. ExPGC receives a County grant in addition to hotel tax proceeds, as a result of CB-077-2016.
- Proposed FY 2024 membership costs are proposed at \$869,500, which is 2.6% more than the FY 2023 funding level. Refer to *Question 15 in the First Round Budget Review Responses* for a detailed breakdown of the actual FY 2022, budgeted FY 2023, and proposed FY 2024 membership fee costs.
- In FY 2024, there is no funding allocated to the Transfers to Other Funds category. In previous years funding in this category was allocated for the Housing Investment Trust Fund to support the Workforce Housing Gap Financing Program and the Down Payment and Closing Cost Assistance Program.
- FY 2024 Transfers to the Capital Improvement Program (CIP) is proposed at \$10,681,700, which is \$1,740,200, or 14%, below the FY 2023 Approved Budget. In FY 2023, the proposed budget includes funding for Suitland Manor project (\$314,000), the Glenarden Apartments (\$686,000) to fund the final phases of both projects in the Redevelopment Authority; VLT-MD 210 Improvement (\$6,681,700); and the Office of Information Technology CIP project (\$3,000,000).

Operational Expenditures

- The total FY 2024 Proposed budget for Operational Expenditures is \$159,153,800, an increase of \$25,908,800, or 19.4%, above the FY 2032 Approved level. The following chart below details the various line-items included in the Operational Expenditures category proposed for FY 2024 compared to FY 2023:

Operational Expenditures	FY 2022 Actual	FY 2023 Budget	FY 2023 Estimate	FY 2024 Proposed	Change FY23-FY24	
General Fund Insurance	10,400,000	10,400,000	16,100,000	10,400,000	0	0.0%
Judgements and Losses	0	200,000	200,000	200,000	0	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	6,232,891	6,875,500	6,875,000	8,162,000	1,286,500	18.7%
Compensated Absences	(411,190)	0	0	0	0	
Deferred Compensation	(173,378)	200,000	200,000	200,000	0	0.0%
Unemployment Insurance	475,000	475,000	475,000	475,000	0	0.0%
Retiree Life Benefits/Annuities	18,762,312	1,870,000	1,870,000	1,870,000	0	0.0%
Retiree Health Benefits	44,045,627	28,048,400	44,048,400	44,048,400	16,000,000	57.0%
Subtotal	165,202,246	136,607,300	159,591,800	163,111,600	26,504,300	19.4%
Expenditure Recoveries						
Leases/Utilities	(3,441,554)	(2,751,800)	(2,751,800)	(2,751,800)	0	0.0%
Postage	0	(10,000)	(10,000)	(10,000)	0	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	160,776,247	133,245,500	156,230,000	159,153,800		19.4%

- Please refer to the table below for FY 2022 actual, FY 2023 estimated, and FY 2024 proposed lease costs.

Equipment Lease	FY 2022 Actual	FY 2023 Estimated	FY 2024 Proposed
FY 2012 COP (\$33.8M @ 11 years)	\$ -	\$ 888,800	\$ -
FY 2015 Capital Lease (\$19.6M)	-	-	4,276,800
FY 2016 Capital Lease (\$10.1M)	21,597	1,530,500	0
FY 2017 Capital Lease (\$8.5M)	1,551,045	1,551,000	0
FY 2017 Capital Lease (Phase II \$22.3M)	3,651,074	3,651,100	3,651,100
FY 2018 Capital Lease (Phase I \$8.5M)	1,420,540	1,420,500	1,420,500
FY 2018 Capital Lease (Phase II \$16M)	2,587,156	2,587,200	2,587,200
FY 2019 Capital Lease (Phase I \$8.5M)	1,357,548	1,357,500	1,357,500
FY 2019 Capital Lease (Phase II \$16M)	2,465,890	2,465,900	2,465,900
FY 2020 Capital Lease (Phase I \$8.5M)	1,107,387	1,107,400	1,107,400
FY 2020 Capital Lease (Phase II \$16.5M)	2,447,211	2,447,200	2,447,200
Current Year Equipment Financing	-	2,950,000	0
FY 2022 Capital Lease (Phase II \$25M)			3,596,400
Voter Machine Rental/Lease	2,785,865	3,813,000	3,813,000
Total	\$ 19,395,313	\$ 25,770,100	\$ 26,723,000

- OMB reports that Certificate of Participation (COP) purchases are scheduled for FY 2023 in the amount of \$25.0 million. However, the specific equipment items to be purchased has not been developed. In FY 2022, the County committed \$25 million for COP purchases. A preliminary listing of items to be included in the FY 2022 COP purchases can be viewed on Attachment 6 of the FY 2023 Non-Departmental responses.
- In FY 2024, Other Leases \$30,590,500, which represents an increase of \$61,400 0.2%. The increase is attributed to the increased cost of leases for various properties. This category also includes \$11.4 million of funding to support debt service costs for public finance transactions for the Regional Medical Center. See FY 2023 Non-Departmental First Round Budget Review Responses Attachment #7 for a detailed schedule of Other Leases for FY 2022 (actual), FY 2023 (estimated), and FY 2024 (proposed).
- The combined FY 2024 Proposed Budget for Utilities, Streetlight Electricity, and Traffic Signal Electricity is approximately \$19,014,000 which is a decrease of \$1,092,200 when compared to FY 2023 approved level. OMB has provided additional details to support this budget line item in their response to Questions 27-29 from their FY 2024 Non-Departmental First Round Budget Review Responses.
- In FY 2024 funding for Miscellaneous Expenses is proposed at approximately \$16,230,100 which is an increase of \$8,200,000 million when compared to the FY 2023 approved level. This category of expenses is for general and administrative services related to the

implementation of the County's strategic plan, collection of emergency transportation fees, and payments to the State Department of Assessments and Taxation for administrative fees related to conducting County tax assessments (\$2.8 million in FY 2023). See FY 2024 Non-Departmental First Round Budget Review Responses Attachment #9 for a detailed schedule of Miscellaneous Expenses for FY 2022 (actual), FY 2023 (estimated), and FY 2024 (proposed).

- Funding for the Youth Employment Program is proposed at \$2,498,600 in FY 2024.
- Proposed FY 2024 Judgments and Losses (\$200,000) and Deferred Compensation in Lieu of State Retirement (\$200,000) will remain unchanged from FY 2023 approved levels.
- In FY 2024, the proposed budget for expenses related to the Automated Programs (Speed Camera, Red-Light, and False Alarm) is approximately \$8,162,000, which is an increase of \$1,287,000 when compared with the FY 2023 approved level.
- In FY 2024, the proposed budget for Postage is \$2,700,000, which is an increase of \$200,000 or 8.0% above, the FY 2023 approved level. The increase is based upon anticipated need for postage in FY 2024.
- In FY 2024, the proposed budget for General Fund Insurance is \$10,400,000, which is consistent with the FY 2023 approved level. This insurance is allocated to the various components of the County's Self-Insurance Fund and covers general liability, auto liability and property lease. Contribution levels are based on the results of an annual actuarial study.
- Proposed Expenditure Recoveries for FY 2024 total approximately \$3,957,800, which is consistent with the FY 2023 approved level. These recoveries are from non-general funds for charges for utilities, maintenance and equipment usage payments, retiree health insurance, and postage from various funds.

Contingencies

- The FY 2024 Proposed Budget includes \$3,100,000 in contingencies to support potential countywide salary adjustments for employees. The specific type of adjustments will be determined based on the final union contract agreements, which are currently under negotiation. The FY 2023 contingency budget will be allocated to each agency via a supplemental appropriation by the end of the fiscal year.

Economic Development Incentive Fund

- The Economic Development Incentive (EDI) Fund was established in FY 2012 with an initial appropriation of \$50 million. The ending fund balance is estimated at \$in FY 2023, 27,244,346 and \$19,894,346 in FY 2024. The FY 2024 Proposed Budget is projected the use of \$9 million from the EDI Fund representing an a decrease of \$5,000,000 or 35.7% from the FY 2023 approved budgeted amount. This funding will be used to provide financial assistance in the form of loans, guarantees, and grants to benefit existing and potential industrial and commercial businesses in the County. The EDI Fund budget will be reviewed in detail during the FSC First and EDC budget reviews before the Planning, Housing and Economic Development (PHED) committee meeting on May 5, 2022. Please see the chart below for a summary of the EDI Fund.

Economic Development Incentive Fund Expenditure Summary

Category	FY 2022 Actual	FY 2023 Budget	FY 2023 Estimate	FY 2024 Proposed	Change FY23-FY24	
Compensation	\$0	\$0	\$0	\$0	\$0	
Fringe Benefits	\$0	\$0	\$0	\$0	\$0	
Operating	\$2,144,061	\$14,000,000	\$3,579,100	\$9,000,000	-\$5,000,000	-35.7%
Capital Outlay	\$0	\$0	\$0	\$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 Actual	FY 2023 Budget	FY 2023 Estimate	FY 2024 Proposed	Change FY23-FY24	
Beginning Fund Balance	\$ 26,868,493.00	\$ 22,903,739.00	\$ 28,544,346.00	\$ 27,244,346.00	\$ 4,340,607.00	19%
					\$ -	
Revenues					\$ -	
Interest Income	\$ 220,535.00	\$ 350,000.00	\$ 107,000.00	\$ 350,000.00	\$ -	0%
Loan Repayments (Principal and Interest)	\$ 3,599,379.00	\$ 1,300,000.00	\$ 2,172,100.00	\$ 1,300,000.00	\$ -	0%
Appropriated	\$ -	\$ 12,350,000.00	\$ 1,300,000.00	\$ 7,350,000.00	\$ (5,000,000.00)	-40%
Total Revenues	\$ 220,535.00	\$ 14,000,000.00	\$ 3,579,100.00	\$ 9,000,000.00	\$ (5,000,000.00)	-36%
					\$ -	
Expenditures					\$ -	
Small Business	\$ 2,144,061.00	\$ 14,000,000.00	\$ 3,579,100.00	\$ 9,000,000.00	\$ (5,000,000.00)	-36%
Total Expenditures	\$ 2,144,061.00	\$ 14,000,000.00	\$ 3,579,100.00	\$ 9,000,000.00	\$ (5,000,000.00)	-36%
Excess of Revenues	\$ 1,675,853.00	\$ -	\$ -	\$ -	\$ -	
Other adjustments	\$ -	\$ (12,350,000.00)	\$ (1,300,000.00)	\$ (7,350,000.00)	\$ 5,000,000.00	-40%
Ending Fund Balance	\$ 28,544,346.00	\$ 10,553,739.00	\$ 27,244,346.00	\$ 19,894,346.00	\$ 9,340,607.00	89%

Grants

- In FY 2023, the County is estimated to spend \$68,171,800 in grant funding received from various Federal and State programs to address the COVID-19 pandemic. A breakdown of the funding sources and the estimated amount to be spent are as follows:

Grant Name	FY 2023 Estimate
American Rescue Plan Act (ARPA)- State and Local Fiscal Recovery Funds (SLFRF)	\$ 68,185,000
Coronavirus Aid, Relief and Economic Securities Act (CARES)- Coronavirus Relief Fund (CRF)	(\$13,200)
Maryland (MD) Recovery Now-Nonprofit Relief Fund	
MD Dept. of Commerce COVID-19 Restaurant Assistance Program	
MD Dept. of Commerce Prince George’s County Hotel Relief Grant	
Online Sales and Telework	
TOTAL	\$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.