

Maryland-National Capital Park and Planning Commission: Budget Analysis

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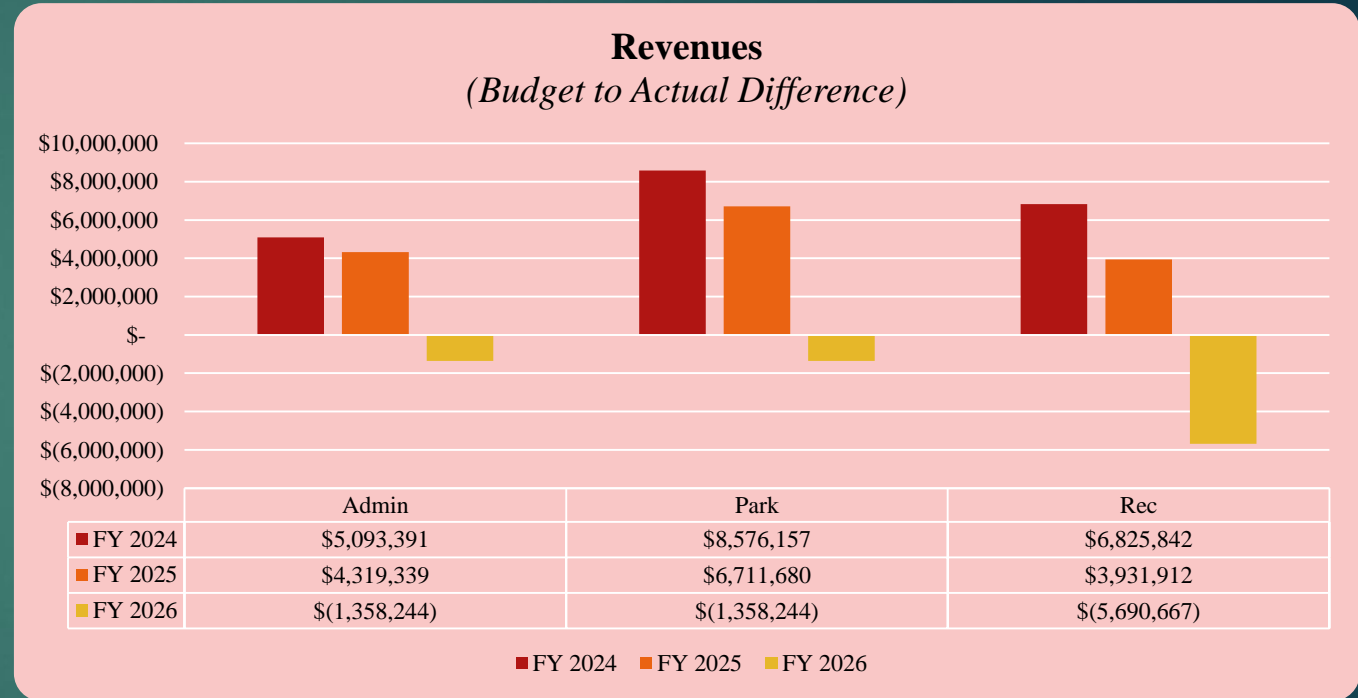
General Trends

- ▶ Analysis: Budget to Actual Comparisons for FY 2024, FY 2025, and FY 2026 YTD.

- ▶ Staff analyzed spending for each of the M-NCPPC Funds (Administration, Parks, and Recreation) and found that:
 1. Revenues are generally under budgeted and come in higher in the fiscal year actual total.
 2. Expenditures are over budgeted and come in lower in the fiscal year actual total.
 3. Budgeted Use of Fund Balance is rarely used in the fiscal year actual total for Operating expenditures.
 4. Overspending is only budgeted when taking into consideration Capital Fund and Debt Fund expenditures.
 5. Even when accounting for Capital Fund and Debt Fund in the budgeted fiscal year, actual amounts recover some of that due to underspending in other categories.

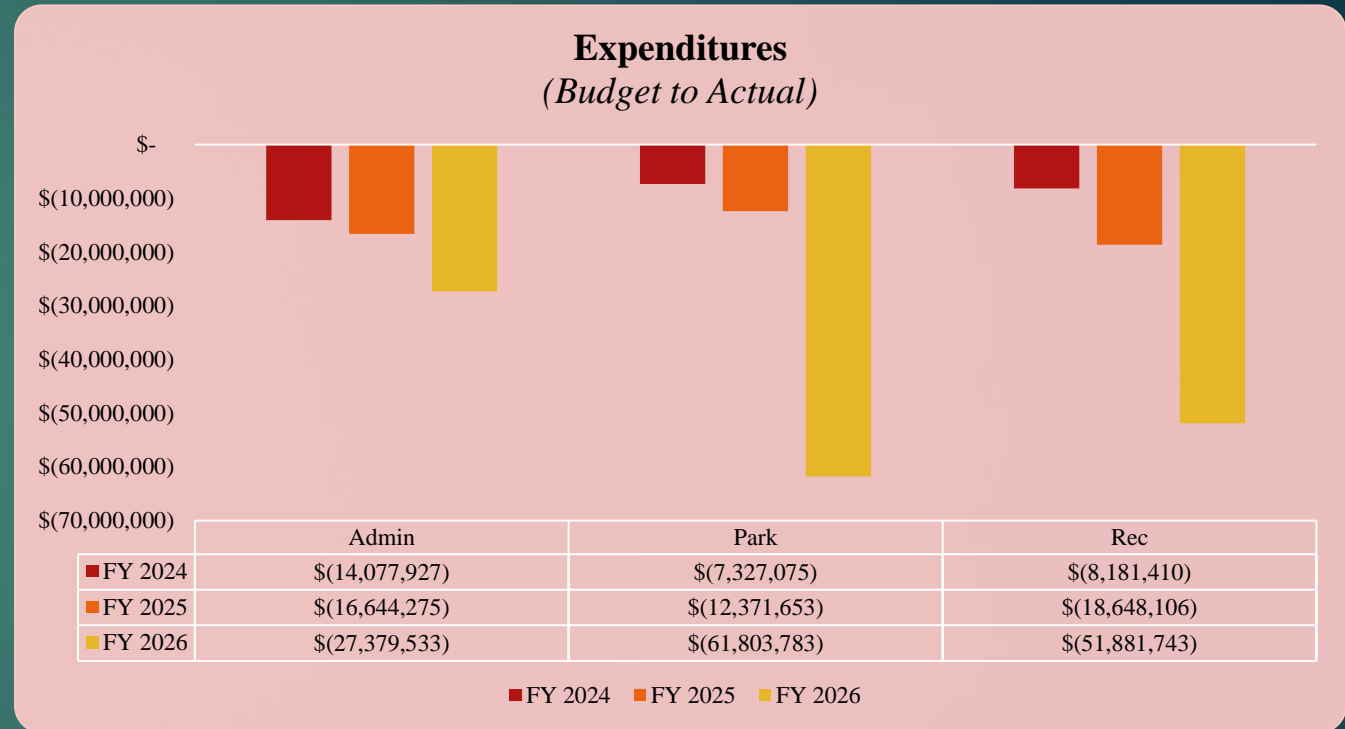
Revenue Trends

- ▶ Revenues tends to be under-projected.
- ▶ Admin Fund Revenues trend about \$4.5 million higher.
- ▶ Park Fund Revenues trend about \$7 million higher.
- ▶ Rec Fund Revenues trend about \$5 million higher.
- ▶ FY 2026 YTD has 3 months of unrealized revenues.



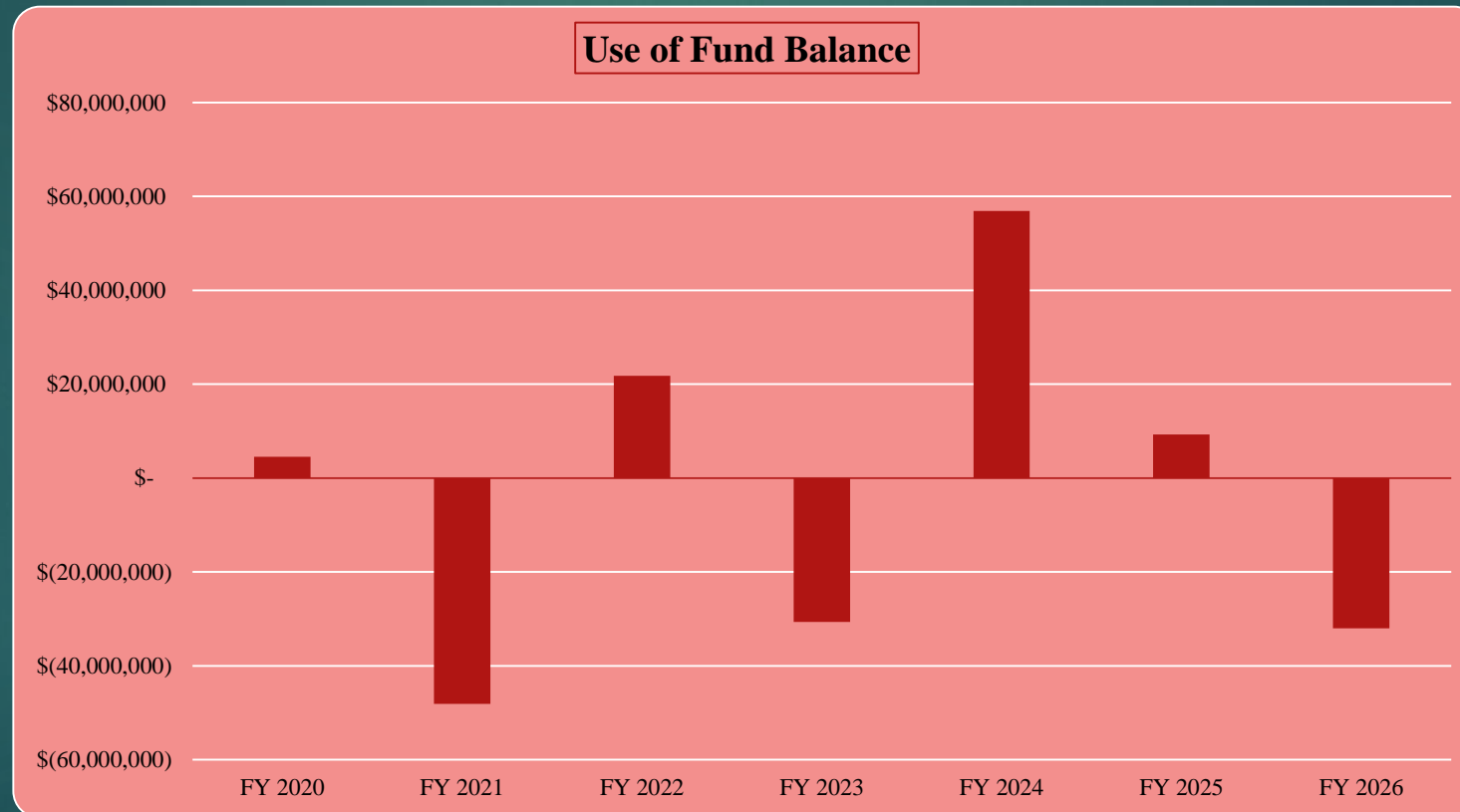
Expenditure Trends

- ▶ Expenditures tend to be over-projected.
- ▶ Admin Fund expenditures trend about \$15 million lower.
- ▶ Park Fund expenditures trend about \$10 million lower.
- ▶ Rec Fund expenditures trend about \$13 million lower.



Fund Balance

- ▶ Fund Balance increases each year analyzes. Beginning Fund Balance and Ending Fund Balance is shown in the chart below.



HEADQUARTERS BUILDING FUNDING TIMELINE

February 2021

County Council adopts Council Resolution CR-005-2021 which authorizes the Commission to spend up to **\$155 million** to purchase property in Downtown Largo and construct a new headquarters for the Planning Department and Planning Board.

May 2022

The Commission revised its headquarters project and asked to increase its spending authorization to **\$300 million**.

June 2022

The Council rejects the increase to **\$300 million** and enacts the Commission's Fiscal Year 2023 Budget (CB-055-2022) which authorizes the Commission to transfer **\$85 million** from the Park and Recreation Funds for the Largo Headquarters project.

June 2022

After identifying available buildings in Largo for relocation, the Commission authorized the Planning Board to acquire these properties for **\$75 million**. The Commission and MEDCO estimates the total cost to acquire, renovate and furnish the new headquarters to be **\$90 million**.

October 2022

The County Council adopts Council Resolution CR-123-2022 authorizing the Commission to proceed with the headquarters project and spend up to **\$90 million**.

June 2023

The Commission transfers **\$55 million** of the total authorized amount from the Park and Recreation Funds for the headquarters project.

January 2024

The Commission requests an additional **\$40 million** in its Fiscal Year 2025 Budget for repairs and renovations to the acquired buildings. The funds would be transferred from the Administration Fund.

May 2024

The Council adopts the Commission's Fiscal Year 2025 Budget (CB-044-2024) authorizing **\$30 million** to be transferred from the Administration Fund for the headquarters project.

Discussion

