



THE PRINCE GEORGE'S COUNTY GOVERNMENT
Office of Audits and Investigations

June 13, 2017

MEMORANDUM

TO: Robert J. Williams, Jr.
 Council Administrator

William M. Hunt
 Deputy Council Administrator

THRU: David H. Van Dyke *DHV*
 County Auditor

FROM: Inez N. Claggett *INC*
 Senior Legislative Auditor

RE: Fiscal Impact Statement
 CB-061-2017 Supplementary Appropriations and Interdepartmental Transfer of Appropriations

Pursuant to your request, we have reviewed CB-061-2017 to estimate its fiscal impact on Prince George's County, Maryland.

CB-061-2017 appropriates \$32,415,200 in general fund revenue for FY 2017 providing supplemental funding to various County agencies. These supplemental appropriations will be used to cover unanticipated and vital costs to meet year end operational requirements. If enacted, the proposed Bill will increase the FY 2017 General Fund Budget from \$3,116,934,200 to \$3,149,349,400.

The proposed Bill will declare supplemental General Fund revenue as indicated in Exhibit A below.

EXHIBIT A PROPOSED REVENUE APPROPRIATION	
Revenue Source	Amount
Taxes - Real Property	7,318,900
Charges for Services - Health Fees	592,200
Intergovernmental Revenue - M-NCPPC	250,000
Other Financing - Use of Fund Balance	16,754,100
Outside Sources - Board of Education	7,500,000
Total General Fund Revenue Adjustment	32,415,200

The General Fund supplemental revenue is proposed to be allocated to cover unanticipated costs as shown in Exhibit B.

EXHIBIT B PROPOSED REVENUE APPROPRIATION BY AGENCY							
Agency	Expenditure Source						Total
	Compensation	Operating	Recoveries	Capital Outlay	Fringe Benefits	Other	
Non-Departmental*	-	-	-	-	-	8,185,700	8,185,700
Fire/EMS Department	4,612,000	-	-	722,000	500,000	-	5,834,000
Police Department	3,253,900	-	-	755,000	(372,400)	-	3,636,500
Office of the Sheriff	1,987,800	-	-	-	210,200	-	2,198,000
Department of Corrections	1,573,500	-	-	-	516,700	-	2,090,200
Health Department	647,200	311,700	-	-	232,300	-	1,191,200
Department of Social Services	200,000	255,000	-	-	45,000	-	500,000
People's Zoning Counsel	-	250,000	-	-	-	-	250,000
Circuit Court	186,100	-	-	-	-	-	186,100
DPW&T	215,400	-	-	-	40,300	-	255,700
Office of the State's Attorney	140,300	-	-	-	-	-	140,300
Office of Homeland Security	-	-	-	-	24,200	-	24,200
Office of Finance	31,200	-	-	82,900	-	-	114,100
Department of Family Services	22,200	-	-	-	-	-	22,200
Board of Elections	13,900	-	-	-	6,100	-	20,000
Personnel Board	2,900	-	-	-	1,700	-	4,600
Orphan's Court	2,700	-	-	-	700	-	3,400
Office of Ethics and Accountability	(10,000)	-	-	-	-	-	(10,000)
Office of Law	(100,000)	-	-	-	-	-	(100,000)
Office of Community Relations	(100,000)	-	-	-	-	-	(100,000)
Office of Human Resources Management	-	-	-	-	(100,000)	-	(100,000)
Office of Central Services	-	-	-	-	(225,000)	-	(225,000)
Totals	12,679,100	816,700	-	1,559,900	554,800	8,185,700	23,796,200

Details of the actions occurring under the proposed Bill within the Non-Departmental agency are provided below in detail:

EXHIBIT C *NON-DEPARTMENTAL EXPENDITURE SOURCE BREAKDOWN	
Allocation	Amount
Land acquisition in Suitland community	10,000,000
Other Post-Employment Benefits	5,000,000
Self-Contained breathing apparatus equipment costs	1,455,300
Fire/EMS Department and Rosecroft grant funded costs	2,988,000
VLТ funding reallocation to Board of Education	(1,119,000)
FY 17 compensation adjustments and child protection services	(10,138,600)
Total Non-Department Expenses	8,185,700

CB-061-2017 also authorizes a supplemental appropriation of \$8,619,000 to Prince George's County Public Schools (PGCPS). The supplemental appropriation will be funded by \$7,500,000 from the Board of Education's prior year fund balance, and \$1,119,000 from the County's Non-Departmental (Grants and Transfer Payments). The supplemental appropriation will increase the FY 2017 Board of Education Approved Budget from \$1,923,860,100 to \$1,932,479,100 and will be used in the following manner:

- Measures of Academic Progress \$ 500,000
- Equipment Purchase \$ 7,000,000
- Crossland High School Career Academy \$ 1,119,000

Enactment of CB-061-2017 will have a positive fiscal impact on the County related to the \$15,661,100 in additional revenue received from real property taxes, health fees, and M-NCPPC. The appropriation of \$16,754,100 of the County's Fund Balance will have an adverse fiscal impact on the County, however, the appropriation of those funds under the Bill is a necessary occurrence to remain in compliance with State Law, which requires a balanced budget.

If you require additional information, or have questions about this fiscal impact statement, please call me.