



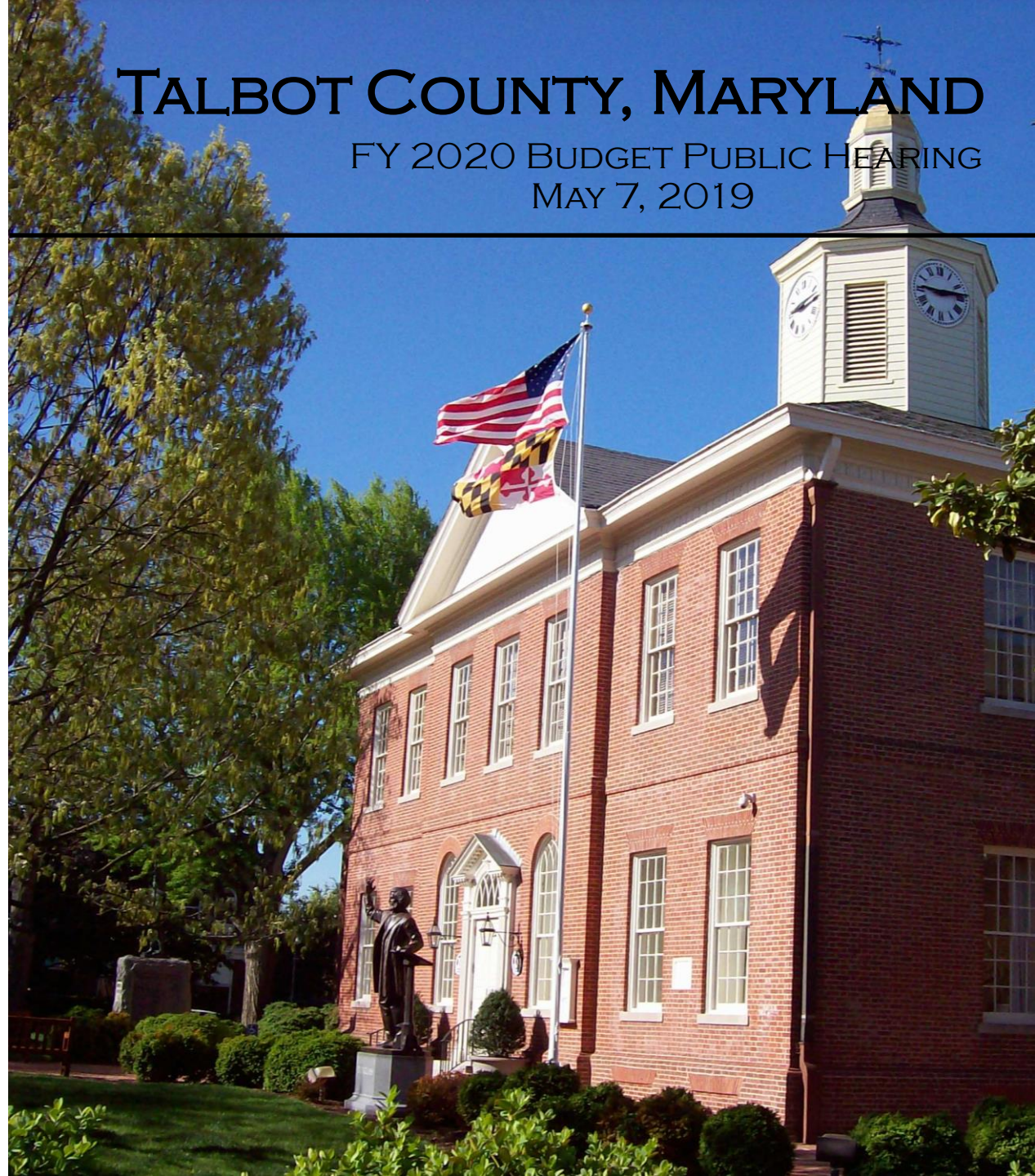
FY 2020
Proposed
General Fund Budget

\$91,913,000

Current FY 2019
General Fund Budget
\$92,038,750

TALBOT COUNTY, MARYLAND

FY 2020 BUDGET PUBLIC HEARING
MAY 7, 2019





TALBOT COUNTY, MARYLAND

FY 2020 PROPOSED BUDGET

Budget Overview

- The County Council received funding requests for Operating and Capital Outlay of \$98,962,440, which is \$6.9 million dollars more than the current FY 2019 budget.
- The FY 2020 Budget reflects a slight decrease from the current General Fund Budget. This Budget is funded in part with revenues of almost \$4.0 million from Prior Year Fund Balance.
- Great effort was taken in the development of this budget which maintains current services for our citizens while continuing to maintain two of the lowest tax rates (Property Tax and Income Tax) in the state.



PROPERTY TAX CAP

FY 2020 PROPOSED BUDGET

In order to fund expenses for Talbot County Public Schools, the Talbot County Council has proposed to override the voter imposed Property Tax Revenue Cap. This is authorized by State law in order to fund Education expenses only. This budget proposes to override the tax cap by \$1,345,500, which correlates to an increase of 1.8¢ in the Real Property Tax rate.



TALBOT COUNTY, MARYLAND

FY 2020 PROPOSED BUDGET

Education Supplement History

Fiscal Year	Educational Supplement	Additional Revenues Generated For Public School Funding
FY 2020 Proposed	0.018	1,345,500
FY 2019	0.025	1,868,750
FY 2018	0.0159	1,147,744
FY 2017	0.0086	614,483
FY 2013	0.026	1,911,595
Increase	0.0935	6,888,072



PROPERTY TAX RATES

FY 2020 PROPOSED BUDGET

County Property Tax Rates – 2019

<u>County</u>	<u>Rate</u>	<u>County</u>	<u>Rate</u>
Baltimore City	\$2.248	Caroline	\$0.980
Charles	\$1.141	Montgomery	\$0.981
Baltimore	\$1.100	Allegany	\$0.975
Frederick	\$1.060	Washington	\$0.948
Harford	\$1.042	Wicomico	\$0.9398
Cecil	\$1.0414	Calvert	\$0.937
Kent	\$1.022	Carroll	\$1.018
Howard	\$1.014	Anne Arundel	\$0.902
Dorchester	\$1.000	St. Mary's	\$0.8478
Prince George's	\$1.000	Queen Anne's	\$0.8471
Somerset	\$1.000	Worcester	\$0.835
Garrett	\$0.990	Talbot *	\$0.6322 <i>(up from</i>

.6061 -Includes Educational Supplement of \$0.018)

**FY 2020 Proposed*



TALBOT COUNTY, MARYLAND

FY 2020 PROPOSED BUDGET

Budget Highlights

- Talbot County Public Schools (TCPS) operating appropriation is \$936,330 above the required level of Maintenance of Effort (MOE), an increase of \$1,844,227, or 4.63 % from FY 2019. The County is funding an additional \$409,170 for programs not included in Maintenance of Effort, as well as an additional \$3.7 million in debt service. Debt Service has increased by over \$1 million from FY 2019 to pay for one half of the annual debt service on the new Easton Elementary School.
- TCPS will also receive an additional \$665,518 in State funding that was added by the State legislature (Kirwan funds).
- The FY 2020 Capital Projects Budget includes the following project for Talbot County Public Schools:
 - \$11.0 million for a new Easton Elementary School, bringing the total County contribution for this project to \$30 million.



TALBOT COUNTY, MARYLAND

FY 2020 PROPOSED BUDGET

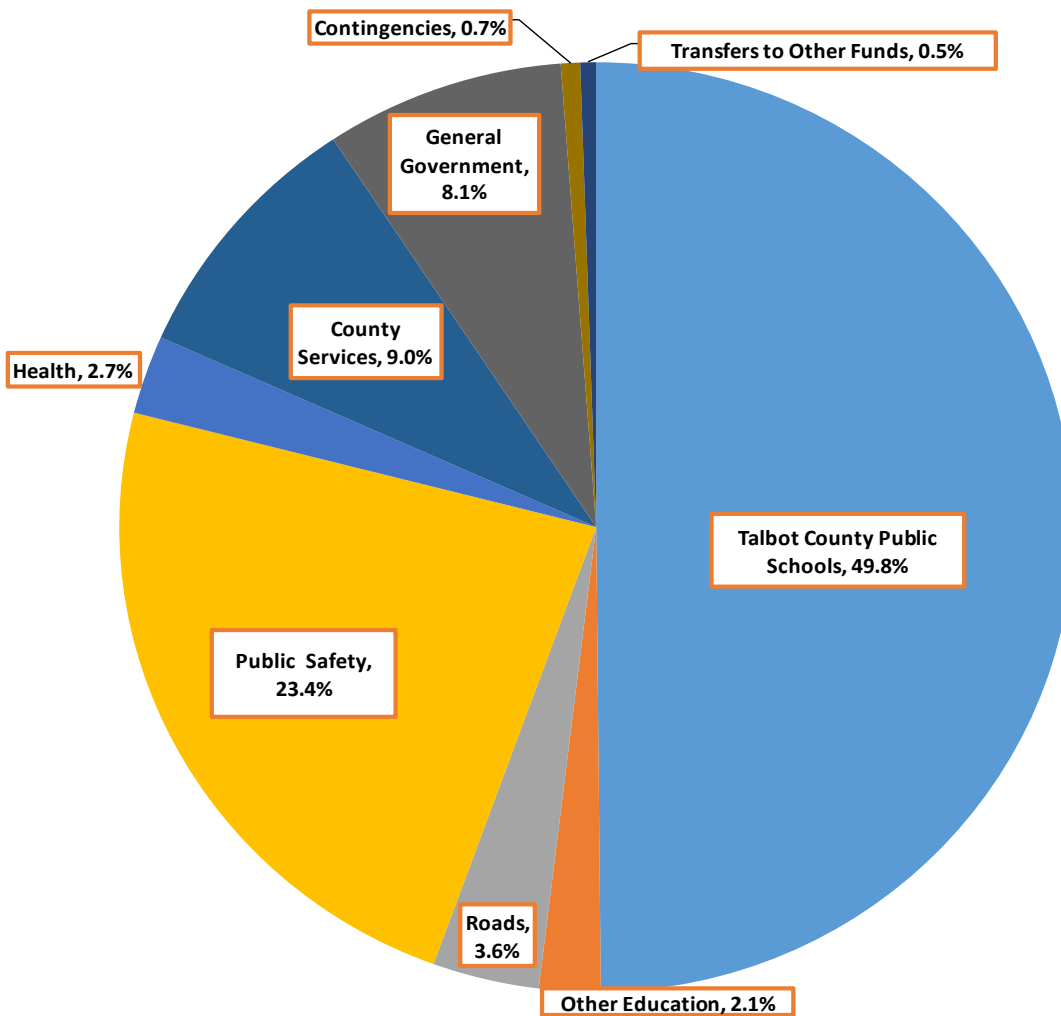
Budget Highlights

- No change in number of County full time positions
- Salary scale adjustments for Sheriff Deputies and Correctional Officers to address recruitment and retention issues
- 1 part time Housing Coordinator position added
- Step increase and 1% COLA for full time County employees



GENERAL FUND EXPENDITURES

FY 2020 PROPOSED BUDGET



PUBLIC SCHOOL REVENUES FY 2019*

* SOURCE — MARYLAND DEPARTMENT OF LEGISLATIVE SERVICES

OVERVIEW OF MARYLAND LOCAL GOVERNMENTS FINANCES & DEMOGRAPHIC INFORMATION 2019

Per Pupil Funding

• Worcester	\$18,472
• Somerset	\$18,353
• Baltimore City	\$17,493
• Kent	\$17,239
• Montgomery	\$16,859
• Prince George's	\$16,664
• Howard	\$16,630
• Allegany	\$16,148
• Dorchester	\$15,835
• Charles	\$15,255
• Baltimore	\$15,231
• Garrett	\$15,180
• Calvert	\$14,912
• Wicomico	\$14,882
• Caroline	\$14,852
• Cecil	\$14,537
• Carroll	\$14,519
• St. Mary's	\$14,390
• Anne Arundel	\$14,341
• Washington	\$14,289
• Talbot	\$14,066
• Frederick	\$13,970
• Queen Anne's	\$13,970
• Harford	\$13,776

County Funding by Percentage

• Worcester	73.7%
• Talbot	66.0%
• Montgomery	64.5%
• Howard	64.4%
• Anne Arundel	59.5%
• Kent	56.2%
• Queen Anne's	55.6%
• Calvert	54.9%
• Carroll	54.8%
• Garrett	49.5%
• Baltimore	49.2%
• Harford	49.1%
• Frederick	48.0%
• Charles	45.7%
• St. Mary's	42.8%
• Cecil	38.9%
• Prince George's	36.5%
• Washington	31.9%
• Dorchester	27.6%
• Allegany	23.6%
• Baltimore City	21.7%
• Wicomico	21.1%
• Somerset	20.4%
• Caroline	18.4%

State Funding by Percentage

• Caroline	74.9%
• Wicomico	72.0%
• Somerset	69.9%
• Baltimore City	69.9%
• Allegany	69.1%
• Dorchester	65.8%
• Washington	62.8%
• Prince George's	58.8%
• Cecil	56.6%
• Charles	51.0%
• St. Mary's	49.0%
• Frederick	48.3%
• Harford	46.9%
• Baltimore	45.6%
• Garrett	45.0%
• Carroll	42.1%
• Calvert	41.1%
• Queen Anne's	39.8%
• Kent	37.8%
• Anne Arundel	36.9%
• Howard	33.2%
• Montgomery	32.7%
• Talbot	28.5%
• Worcester	22.3%



TALBOT COUNTY, MARYLAND

FY 2020 PROPOSED BUDGET

County Funding to Talbot County Public Schools

FY 2016 **\$39,465,218**

FY 2020 **\$45,814,964**

Increase in 4 years **\$6,349,746**

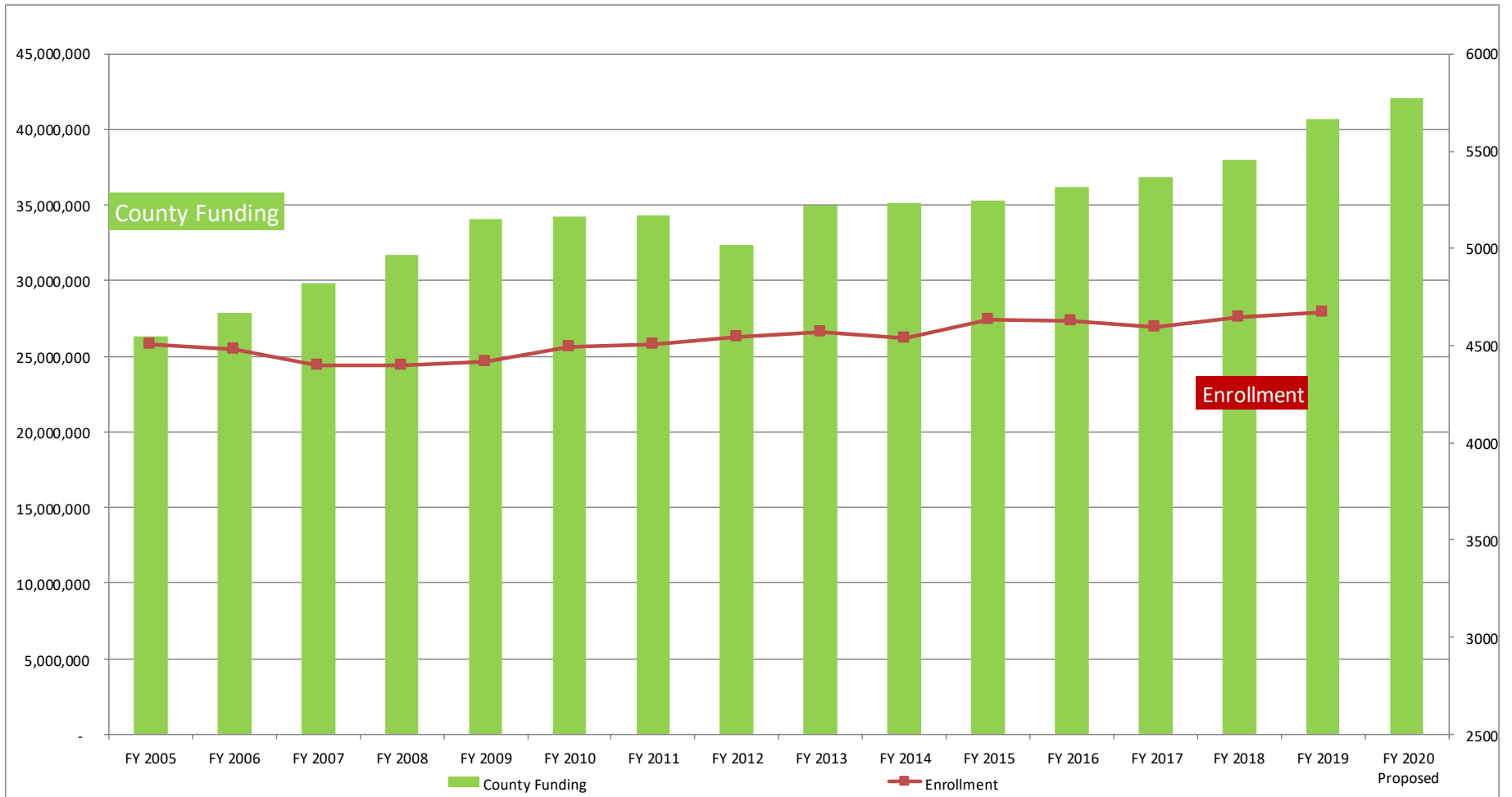
16.1% increase in County funding since FY 2016



TALBOT COUNTY, MARYLAND

FY 2020 PROPOSED BUDGET

TCPS – County Funding & Enrollment History





FUND BALANCE

FY 2020 PROPOSED BUDGET

Discretionary Balance 06/30/2013	\$6.0 million
FY 2014 transfer to Emergency Reserve ("Rainy Day")	-.2 million
FY 2014 Surplus	+3.9 million
Discretionary Balance 06/30/2014	\$9.7 million
FY 2015 transfer to Emergency Reserve ("Rainy Day")	-.1 million
FY 2015 Surplus	+4.4 million
Discretionary Balance 06/30/2015	\$14.0 million
FY 2016 transfer to Emergency Reserve ("Rainy Day")	-.6 million
FY 2016 Surplus	+3 million
Discretionary Balance 06/30/2016	\$13.7 million
FY 2017 transfer to Emergency Reserve ("Rainy Day")	-.01 million
FY 2017 Surplus	+3.8 million
Discretionary Balance 06/30/2017	\$17.5 million
FY 2018 transfer to Emergency Reserve ("Rainy Day")	-.4 million
FY 2018 Surplus	+3.9 million
Discretionary Balance 06/30/2018	\$18.0 million
Projected to Balance FY 2019 (Budgeted \$7.8 million)	-3.8 million
Discretionary Balance 06/30/2019	\$14.2 million
Used to Balance FY 2020 Budget	-4.0 million
Remaining Balance for FY 2021 & Beyond	\$10.2 million



TALBOT COUNTY, MARYLAND

FY 2020 PROPOSED BUDGET

What is NOT Included in the Proposed Budget

	Estimated Cost
Annual Operating Expenses	
• Additional positions for the Sheriff's Office	\$ 360,000
• 25 Year retirement for Law Enforcement personnel (does not include initial cost to join)	425,000
• Additional position for the State's Attorney Office	83,000
• EMS Station for Northern part of County to address response time concerns	610,000
• Additional full time County positions	300,000
• Golf Course Workforce Needs	150,000
• Full year's debt service for the Easton Elementary School	1,900,000
• Impact of minimum wage increasing to \$15.00/hour	<u>180,000</u>
Total Annual Operating Expenses	\$4,008,000
Capital Items	
• New facility for the Sheriff's Office	\$ 12 million
• EMS Station for Northern part of County to address response time concerns	
Capital Costs	1.2 million
• EMS Station relocation to address response time concerns in the Bay Hundred area	1.3 million
• New facility for the Health Department	8.0 million
• Roads Department equipment requests (requested \$2.4 million - this budget includes \$435,000)	2.0 million
• Replacement of 40 year-old irrigation system at Hog Neck Golf Course	1.8 million
• Agricultural Land Preservation Easements	<u>5.9 million</u>
Total Capital Items	\$32.2 million