

General Fund Expenditures by Object (Type)

	FY 2017	FY 2018	FY 2019	Change
Expenditures	ACTUAL	BUDGET	BUDGET	Fr FY18
Personal Services	\$29.1	\$33.4	\$35.3	6.0%
Contractual Services	\$10.3	\$11.1	\$11.7	5.4%
Commodities	\$2.3	\$3.0	\$3.2	10.3%
Other Charges	\$0.8	\$1.7	\$1.5	-11.8%
Capital Outlay	\$0.1	\$0.9	\$1.0	11.1%
Debt Service	\$1.1	\$1.1	\$1.7	70.0%
Transfers	\$3.6	\$4.4	\$5.4	22.7%
Total	\$47.3	\$55.6	\$59.8	7.7%

General Fund Budget Full Time Equivalent

FY 2017	FY 2018	FY 2019	% Change
360.5	370.0	376.9	1.9%

General Fund Budget

General Fund expenditures are summarized above by Object or type. Personal Services are 59% of total expenditures and funds **376.9 FTEs**. An FTE is equal to one or more employees working a total of 37.5 hrs. or 40 hrs. a week.

The Transfers include funding for Capital Projects and the Equipment Acquisition and Replacement Funds.

Capital Projects Fund

The FY 2019 Capital Budget is \$34.6 million. The prominent capital projects are:
 Senior Center improvements, 1.1M
 Bowie Ice Arena construction, \$25.0M
 Street Resurfacing, \$1.9M
 Bowie Heritage Trail Improvements, \$1.4M
 Chesapeake Bay restoration assistance, 1.4M

City of Bowie Water and Sewer

The Bowie Water & Sewer System (W & S) provides service to 7,900 customer accounts, which is less than 40% of the City's households. The System is a separate financial entity, which means it is wholly supported by the customers and not by any tax revenue.

The Water System consists of:

- ◆ Water Treatment Plant
- ◆ 90 miles of water mains
- ◆ 3 water storage tanks
- ◆ 6 water wells

The Sewer System consists of:

- ◆ Wastewater Treatment Plant
- ◆ 85 miles of collection mains
- ◆ 8 pumping stations

and
 35.7 budgeted FTEs

The Adopted FY 2019 W & S Fund Budget is \$7.1 million, a decrease of 15.1% below the FY 2018 Budget.

FY 2019 W & S Fund Revenue is projected at \$6.8 million plus \$0.3 million of the W & S Fund Balance will be used to cover FY 2019 W & S Fund Expenditures.

FY 2019 **water rate increase is \$.25** per thousand gallons and **\$.35 for sewer services**. This results in an estimated increase of **\$7.80 per quarter** for the average household, based on 13,000 gallons per quarter usage.

The City's detailed budget is available on the City's website, www.cityofbowie.org.

CITY OF BOWIE BUDGET IN BRIEF Fiscal Year 2019

The Adopted FY 2019 General Fund **Budget is \$59.8 million**, an increase of 7.7% above the FY 2018 Budget.

FY 2019 General Fund **Revenue is projected at \$53.1 million** plus \$6.7 million of the Fund Balance will be used to cover FY 2019 General Fund Expenditures.

The FY 2019 Property tax revenue is projected at \$32.8 Million, a **12.2 % growth in the City's tax revenues**. The City's tax base increased by **4.1%**.



Finance Department
 301.809.3025

FY 2019 Adopted Budget Highlights

The Real Property tax rate is increasing by \$.03 to \$.43 per \$100 of assessed value for the first time in 8 years.

City-owned Entzian Farm will generate 4.9 thousand kilowatt (kW) or 61 % of the electricity needed for City facilities in FY 2019.

The City's **Police Department** has grown from a Chief in 2006, to 67 sworn officers in 2019.

The Budget Process

Each year, **City Manager and staff prepare an annual budget**, taking into account various master plans, Council policy statements, long-range studies, user group requests, and citizen committee recommendations.

December through February

City staff meets to develop annual Budget.

April through May

The **Council holds two public hearings** to solicit public comment and holds five budget work-sessions where the City Manager presents the Budget.

In May Council votes to adopt the Budget.

The Adopted Budget becomes effective **July 1 through June 30.**

Where the Dollars Come From

Property Taxes include both real property tax and business personal property tax. City Council sets the tax rates each year as part of the budget process.

The majority of revenue from **Other Levels of Government** consists of the City's share of State income and motor vehicle taxes. It also includes State and federal grants for youth services, police protection and senior housing rehabilitation.

Service Charges and Permits include such items as building permits, park use fees, and ice arena revenues.

Other Revenues include interest earnings, rents, donations, sales of recyclable materials, cable television franchise fees, and other miscellaneous items not classified elsewhere.

Reserves being used to provide funding for the current budget have accumulated over all years of the City's existence, when revenues have exceeded expenditures.

General Fund by Major Revenue Source

	FY 2017	FY 2018	FY 2019	Change
<u>Revenues</u>	<u>ACTUAL</u>	<u>BUDGET</u>	<u>BUDGET</u>	<u>Fr FY18</u>
Appropriated Fund Balance	-	\$5.9	\$6.7	13.6%
Property Taxes	\$28.2	\$29.3	\$32.8	11.9%
Licenses and Permits	\$0.4	\$0.4	\$0.4	0.0%
Intergovernmental Revenues	\$15.1	\$14.5	\$14.1	-2.8%
Charges for Services and Fines	\$3.7	\$4.0	\$4.0	0.0%
Other Revenue Sources	\$1.3	\$1.0	\$1.3	30.0%
Transfers from Other Funds	\$0.4	\$0.5	\$0.5	0.0%
Total	\$49.2	\$55.6	\$59.8	7.8%

Where the Dollars Are Spent

General Government includes general management of government: Council, City Manager, City Clerk, Business Operations, Planning and Economic Development, Human Resources, Finance, and Information Technology.

Public Safety includes Police, Code Compliance and Animal Control.

Social Services includes Senior Services and the Youth Services Bureau.

Public Works includes Administration, Equipment Maintenance, Solid Waste, Stormwater Management and Streets.

Parks, Culture and Recreation includes Recreation and Parks, Parks and Grounds, Ice Arena, Bow-tie Playhouse, Gymnasium and Historical Properties.

Nondepartmental includes those expenditures that are incurred to operate the City as a whole but cannot be directly associated with one cost center.

General Fund Expenditures by Government Function

	FY 2017	FY 2018	FY 2019	Change
<u>Expenditures</u>	<u>ACTUAL</u>	<u>BUDGET</u>	<u>BUDGET</u>	<u>Fr FY18</u>
General Government	\$8.1	\$10.6	\$11.2	5.7%
Economic Development	\$0.5	\$0.5	\$0.8	60.00%
Public Safety	\$11.9	\$13.6	\$14.2	4.4%
Public Works	\$13.0	\$14.8	\$15.3	3.4%
Social Services	\$2.2	\$2.6	\$2.7	3.8%
Parks, Culture & Rec.	\$6.6	\$7.3	\$7.7	5.5%
Debt Service	\$1.1	\$1.1	\$1.7	54.5%
Nondepartmental	\$0.3	\$0.7	\$0.8	14.3%
Transfers to Other Funds	\$3.6	\$4.4	\$5.4	22.7%
Total	\$47.3	\$55.6	\$59.8	7.6%