

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

CITY OF BOWIE BUDGET IN BRIEF

Fiscal Year 2021

The Proposed FY 2021 General Fund Budget is **\$66.3 million**, an increase of 12.2% above the FY 2020 Budget.

FY 2021 General Fund Revenue is projected at **\$56.9 million** plus \$9.4 million of the Fund Balance will be used to cover FY 2021 General Fund Expenditures.

The FY 2021 Property tax revenue is projected at \$32.6 Million, a **5.4% growth in the City's tax revenues**. The City's tax base increased by **5.7%**. The FY 2021 real property tax rate is unchanged at \$.40 per \$100 of assessed value.



Finance Department
301.809.3025

FY 2021 Proposed Budget Highlights

The Real Property tax rate will remain at \$.40 per \$100 of assessed value for the 11th year.

The City's **Police Department** has grown from a Chief in 2006, to 67 sworn officers in 2021.

Bowie currently maintains corrective actions needed for the City's public Stormwater infrastructure. There are 71 public Stormwater management facilities that are inspected yearly. This year \$.25M is dedicated to dredging, draining, repairs and restorations of various City ponds and basins.

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 March

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.

May

Council votes to adopt the Budget.
The Adopted Budget becomes effective.

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

	(in millions)			Change Fr FY20
	FY 2019 ACTUAL	FY 2020 BUDGET	FY 2021 BUDGET	
Revenues				
Appropriated Fund Balance	\$0.0	\$5.9	\$9.4	59.3%
Property Taxes	30.1	31.0	32.7	5.5%
Licenses and Permits	0.7	0.8	0.5	-37.5%
Intergovernmental Revenues	15.1	15.0	17.0	13.3%
Charges for Services and Fines	3.7	3.8	3.8	0%
Other Revenues and Sources	2.0	2.1	2.4	14.3%
Transfers from Other Funds	<u>0.5</u>	<u>0.5</u>	<u>0.5</u>	0%
Total	\$52.2	\$59.1	\$66.3	12.2%

Where the Dollars Are Spent

General Government includes general management of government: Council, City Manager, City Clerk, Business Operations, Communication, Planning, 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, Bowie 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 Function
(in millions)

	FY 2019	FY 2020	FY 2021	Change
Expenditures	ACTUAL	BUDGET	BUDGET	Fr FY20
General Government	\$9.5	\$12.9	\$14.2	10.1%
Economic Development	0.7	0.7	0.8	14.3%
Public Safety	13.3	14.5	15.3	5.5%
Public Works	14.0	15.3	16.4	7.2%
Social Services	2.4	2.7	2.8	3.7%
Parks, Culture & Rec.	6.9	7.5	7.8	4.0%
Debt Service	1.1	1.6	2.3	43.8%
Nondepartmental	0.4	0.8	0.8	0%
Transfers to Other Funds	3.2	3.1	5.9	90.3%
Total	\$51.5	\$59.1	\$66.3	12.2%

General Fund Expenditures by Object

	FY 2019	FY 2020	FY2021	Change
	ACTUAL	BUDGET	BUDGET	Fr FY20
Personal Services	\$32.67	\$35.91	\$37.78	5.2%
Contractual Services	\$10.65	\$11.87	13.13	10.6%
Commodities	\$2.77	\$3.39	3.57	5.3%
Other Charges	\$1.03	\$1.53	1.55	1.3%
Capital Outlay	\$0.11	\$1.80	2.11	17.2%
Debt Service	\$1.06	\$1.56	2.34	50.0%
Transfers	\$3.25	\$3.05	5.85	91.8%
	\$51.54	\$59.11	\$66.33	12.2%

General Fund Budget Full Time Equivalent

	FY 2019	FY 2020	FY2021	Change
	ACTUAL	BUDGET	BUDGET	Fr FY20
	376.5	378.9	382.5	0.95%

General Fund Budget

General Fund expenditures are summarized above by Object or type of expenditure. Personal Services are 57% of total expenditures and funds **418.8 FTEs**. An FTE is equal to one or more employees working a total of 37.5 hours or 40 hours per week.

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

Capital Projects Fund

The FY 2021 Capital Budget is \$5.1 million. The prominent capital projects are:

Public Works (\$0.9M), Land Acquisition (\$0.8M), Facilities Preventative Maintenance (\$0.6M), Bowie Heritage Trail (\$0.4M), and the Senior Center (0.4M).

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
36.3 budgeted FTEs

The Proposed FY 2021 W & S Fund Budget is \$11.8 million, an increase of 43.9% above the FY 2020 Budget. This increase is attributed to phase I of the pipe replacement/lining project.

FY 2021 W & S Fund Revenue is projected at \$11.8 million. The City anticipates borrowing \$3.4 million to fund the replacement of damaged water pipes and to replace water meters throughout the City.

FY 2021 **water rate increase is \$.26** per thousand gallons and **\$.37 for sewer services**. This results in an estimated increase of **\$8.19 per quarter** for the average household, based on 13,000 gallons per quarter usage.