2019 Budget Presentation
Michael B. Colbert, County Administrator
Montgomery County Commissioners

Commissioner Judy Dodge
Commission President Deborah A. Lieberman
Commissioner Dan Foley
Overview

1. Calendar Year Budget
2. Personnel Overview
3. General Fund Budget
4. How Does the County Spend its Calendar Year Budget?
2019 Calendar Year Budget
Expenses by Program

$870,899,470

- 46.8% Social Services
  $407,201,872
- 15.5% General Government and Debt
  $135,125,772
- 14.8% Environment and Public Works
  $128,975,946
- 21.4% Judicial and Law Enforcement
  $186,117,002
- 1.5% Community and Economic Development
  $13,478,878
Highlights: Calendar Year Budget Expenses

• Water/sewer & solid waste capital projects
• Expanded addiction, substance abuse, and mental health services
• Enhanced law enforcement:
  • Funding of 10 new positions in Sheriff’s Office
  • $8 million in jail improvements
• Rising placement costs for high-need children
• Full revaluation of property begins 2019, effective 2020
2019 Calendar Year Budget
Revenue by Category

$870,213,093

- 28.1% Property & Sales Taxes, $244,950,405
- 30.9% Charges for Services (water/sewer, solid waste), $268,021,737
- 19.4% Other Financing Sources, $168,768,856
- 18.8% Intergovernmental (State & Fed), $163,639,033
- 1.8% Miscellaneous, $15,750,557
- 1.0% Investment Income, $9,082,505
Calendar Year Budget Revenue

- 5.6% Water and Sewer rates will increase
- 0.25% Sales Tax increase
- Investment Income improving significantly
- Higher Medicaid Revenue from additional services provided by Stillwater Center
- Motor Vehicle License Tax will allow for improved roads
Personnel Overview

4,205
Total County Employees

NOTE: Board of Developmental Disabilities Services restructured (driven by State), decrease of 206 positions
General Fund 2019 Budget Expenses By Program

$172,601,164

- 70.1% Judicial and Law Enforcement $120,982,387
- 20.8% General Government and Debt $35,945,279
- 4.9% Social Services $8,412,273
- 3.7% Community and Economic Development $6,327,559
- 0.5% Environment and Public Works $933,666
Highlights: General Fund Budget Expenses

• Departmental reductions saved $4.6 million

• Provides $4.7 million for operating equipment and capital improvements (e.g., Building renovations, technology, vehicles)

• Strategic Initiatives fully funded

• Renovated and expanded Nicholas Residential Treatment Center, opening summer 2019

• Full complement of mental health services now offered in the Jail
General Fund 2019 Budget Revenue by Category

- 66.6% Taxes (Sales, Property and Property Transfers) $114,956,931
- 1.1% Miscellaneous $1,820,544
- 5.1% Investment Income $8,862,505
- 11.1% Intergovernmental $19,223,525
- 10.8% Charges for Services $18,641,933
- 5.3% Other Financing Sources $9,095,726

Total Revenue $172,601,164
Highlights: General Fund Budget Revenue

0.25% Sales Tax increase

Investment Income improving significantly

Stable real estate sales
Sales Tax History

<table>
<thead>
<tr>
<th>Year</th>
<th>Dollars In Millions</th>
</tr>
</thead>
<tbody>
<tr>
<td>2015</td>
<td>$79.4</td>
</tr>
<tr>
<td>2016</td>
<td>$83.8</td>
</tr>
<tr>
<td>2017</td>
<td>$82.3</td>
</tr>
<tr>
<td>2018 est.</td>
<td>$77.3</td>
</tr>
<tr>
<td>2019 est.</td>
<td>$97.2</td>
</tr>
</tbody>
</table>

Downward trend in 2017 & 2018 reflects loss of Medicaid Managed Care Sales Tax.
Strategic Investments funded by sales tax increase

COMMUNITY $4.2 Million
- ED/GE
- Arts and Culture
- MicroEnterprise Grants
- Strategic Community Projects

PEOPLE $3.0 Million
- Adult Workforce
- YouthWorks
- PreSchool Promise

CRIMINAL JUSTICE $8.0 Million
- Alternatives to Incarceration
- Court Security
- Jail Improvements
- Combat Opioid Epidemic

GOVERNMENT INFRASTRUCTURE $4.5 Million
- Building Improvements
- Capital Equipment
- Facility Depreciation
How Does the County Spend its Calendar Year Budget?
Social Services
$407,201,872

$143.8M
Human Services Planning & Development
(e.g., Community Overdose Action Team (COAT), reentry, food policy, infant mortality)

$141.8M
Job and Family Services
(e.g., adoption & foster care, child support, SNAP)

$49.6M
Board of Developmental Disabilities Services (DDS)

$29.9M
Alcohol, Drug Addiction & Mental Health Services

$19.5M
Stillwater Center
(intermediate care facility)

$10.1M
Development Services
(e.g., workforce, economic development, adult/youth training)

$5.7M
Non-Departmental
(e.g., public assistance, preschool promise, workforce training)

$4.5M
Administrative Services
(e.g., building costs for job center, Haines building)

$2.3M
Veteran Services Commission
<table>
<thead>
<tr>
<th>Amount</th>
<th>Description</th>
</tr>
</thead>
<tbody>
<tr>
<td>$59.2M</td>
<td>Sheriff’s Office</td>
</tr>
<tr>
<td>$25.0M</td>
<td>Juvenile Court</td>
</tr>
<tr>
<td>$18.8M</td>
<td>Non-Departmental (e.g., jail &amp; security improvements, assigned counsel, Regional Dispatch)</td>
</tr>
<tr>
<td>$16.6M</td>
<td>Job and Family Services-Child Support Enforcement Agency (CSEA)</td>
</tr>
<tr>
<td>$13.2M</td>
<td>Common Pleas Court-General Division</td>
</tr>
<tr>
<td>$11.9M</td>
<td>Prosecutor</td>
</tr>
<tr>
<td>$9.4M</td>
<td>Clerk of Courts</td>
</tr>
<tr>
<td>$6.2M</td>
<td>Coroner</td>
</tr>
<tr>
<td>$25.8M</td>
<td>Miscellaneous (e.g., Admin Services, Public Defender, Crime Lab, Courts)</td>
</tr>
</tbody>
</table>
# General Government & Debt

$135,125,772

<table>
<thead>
<tr>
<th>Amount</th>
<th>Description</th>
</tr>
</thead>
<tbody>
<tr>
<td>$85.5M</td>
<td>Administrative Services (e.g., facility maintenance, human resources, IT)</td>
</tr>
<tr>
<td>$18.9M</td>
<td>Auditor* (e.g., property assessment, weights &amp; measures)</td>
</tr>
<tr>
<td>$13.1M</td>
<td>Non-Departmental* (e.g., building capital improvements)</td>
</tr>
<tr>
<td>$5.0M</td>
<td>Treasurer (e.g., fiduciary, collections, investments)</td>
</tr>
<tr>
<td>$3.7M</td>
<td>Data Processing Center</td>
</tr>
<tr>
<td>$3.6M</td>
<td>Board of Elections</td>
</tr>
<tr>
<td>$1.7M</td>
<td>Recorder (e.g., records deeds)</td>
</tr>
<tr>
<td>$3.6M</td>
<td>Miscellaneous (e.g., Records &amp; Archives, OMB)</td>
</tr>
</tbody>
</table>

*Total includes debt.
Environment & Public Works

$128,975,946

$114.7M Environmental Services (e.g., Water & Sewer Services, Solid Waste District)

$13.3M County Engineer (e.g., Roads, Bridges, Maps)

$0.6M Soil & Water Conservation

$0.4M Non-Departmental (e.g., Emergency Management)
Community and Economic Development
$13,478,878

$4.7M Non-Departmental (e.g., ED/GE, arts & culture)
$3.5M Development Services (e.g., workforce, economic development)
$3.4M Office of Management & Budget (e.g., hotel & motel tax admin)
$1.9M Administrative Services (e.g., Parks & Grounds)
**Budget Summary**

**BALANCED** budget

**INVESTS** profoundly in people, infrastructure, and community

**FUNDS IMPROVEMENTS** to law enforcement and public safety

**FINANCES** workforce and economic development priorities

**IMPROVES** mental health, addiction, and prevention services

**STREAMLINES** government services delivery (e.g., fleet consolidation, IT reorg)

**MAINTAINS** low debt and high credit ratings

**NO GROWTH** in personnel
In 2018, we again received the Distinguished Budget Presentation Award. We are one of only two communities (e.g., counties, cities) to receive this award for 35 consecutive years throughout the entire U.S. and Canada.
Thank You!

Montgomery County Commissioners
Office of Management and Budget
Montgomery County departments
Elected officials and their financial teams
Communications team