

Revenues

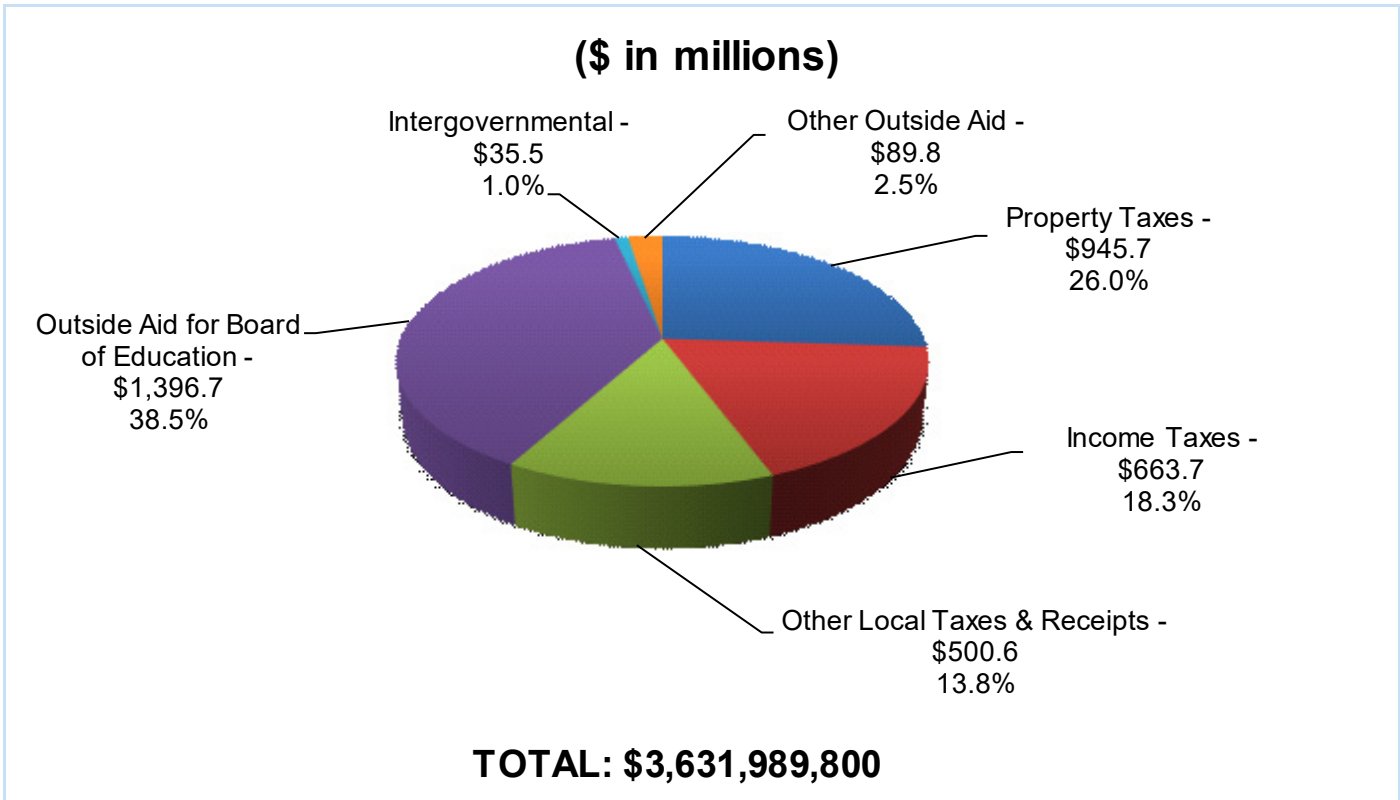
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REVENUES AT A GLANCE

General Fund Revenue Overview

- The approved FY 2020 General Fund budget is \$3,631,989,800, an increase of \$200.0 million or 5.8% over the FY 2019 approved budget.
- County source revenues increase by \$81.6 million or 4.0% from the FY 2019 approved budget. Outside aid for the Board of Education, Community College and Memorial Library increases by \$118.4 million, or 8.7%.



Internal Service Funds Revenue Overview

- The approved FY 2020 Internal Service Funds budget is \$53,111,400, an increase of \$5.9 million or 12.5% over the FY 2019 approved budget.
- The Fleet Management Fund revenues total \$13.9 million, an increase of \$0.7 million or 5.1% over the FY 2019 approved budget.
- The Information Technology Fund totals \$39.2 million, an increase of \$5.2 million or 15.4% over the FY 2019 approved budget primarily due to an increase in agency charges for office automation services.

Enterprise Funds Revenue Overview

- The approved FY 2020 Enterprise Funds budget is \$201,813,900, a decrease of \$17.4 million or 8.0% under the FY 2019 approved budget.
- The Stormwater Management Fund revenues total \$79.3 million, an increase of \$6.8 million or 9.4% over the FY 2019 approved budget. This is primarily due to an increase in transfer of fund from the Water Quality Fund and the use of Stormwater fund balance.
- The Solid Waste Fund revenues total \$106.6 million, an increase of \$4.0 million or 3.9% over the FY 2019 approved budget due to an increase in the use of Solid Waste fund balance offset by a decrease in sales and recyclables as well as residential fees.

- The Local Watershed Protection and Restoration Fund revenues total \$15.9 million, a decrease of \$28.2 million from the FY 2019 approved budget. The decrease is due to the decrease in the use of fund balance.

Special Revenue Funds Revenue Overview

- The approved FY 2020 Special Revenue Funds budget is \$215,146,800, an increase of \$12.9 million or 6.4% over the FY 2019 approved budget.
- The Debt Service Fund revenues total \$197.1 million, an increase of 10.7% over the FY 2019 approved budget. The debt incurred by the County pays for various capital projects throughout the County, such as school construction and renovations, road improvements and repairs, among other projects.
- The Drug Enforcement Fund revenues total \$950,400, a decrease of \$6.6 million or 87.4% under the FY 2019 approved budget due to a decrease in the use of fund balance.
- The Property Management Fund revenues total \$600,000 in FY 2020 and will remain flat from the FY 2019 approved budget.
- The Domestic Violence Fund revenues total \$390,000 in FY 2020 and will remain unchanged from the FY 2019 approved budget.
- The Collington Center Fund revenues total \$5,000 and will not change from the FY 2019 approved budget.
- The Industrial Development Fund revenues are \$37,700 and continue at the same level from the FY 2019 approved budget.
- The Economic Development Fund revenues total \$9.0 million in FY 2020 and remain flat from the FY 2019 approved budget.
- The Housing Investment Trust Fund revenues total \$5.6 million, a decrease of \$1.0 million or 15.3% under the FY 2019 approved budget.
- The Transportation Network Improvement Fund revenues total \$1.5 million in FY 2020. This is a new fund appropriation for FY 2020.

Grant Program Funds Overview

- The approved FY 2020 Grant Program Funds budget is \$234,439,600, an increase of \$32.6 million or 16.1% over the FY 2019 approved budget.

GENERAL FUND REVENUE DISCUSSION

Introduction

The revenue table that accompanies each revenue source compares three years of data. In every instance, the dollar and percent change are from the prior year actual or approved amount. (Numbers in this document may not add due to rounding.)

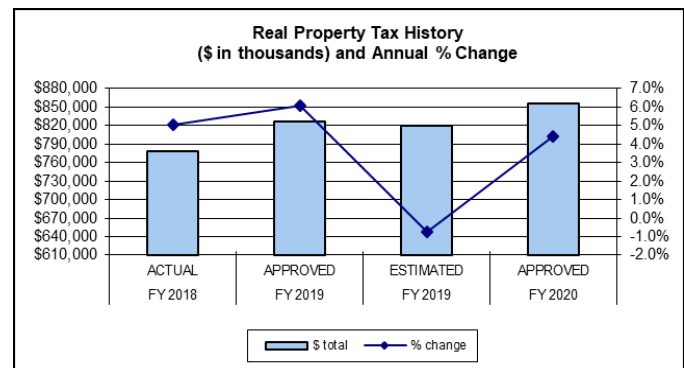
REAL PROPERTY TAXES are the taxes levied on both land and improvements of taxable real property. Taxes are levied annually, and each quarter of the fiscal year as new properties are added to the base. Real Property Tax is the largest tax revenue of the County. The revenue yield is dependent on the following variables:

- The State's triennial assessment process
- Assessment growth caps for owner-occupied property (also called Homestead Tax Credit)
- The assessment percentage
- The housing market and the economy in general
- The tax rate including changes in the Municipal Tax Differential rates
- Delinquencies and the required reserves
- Appeals and adjustments in assessments
- State funding of State credits

The County is subject to the Tax Reform Initiative by Marylanders (TRIM). Based on this charter provision, the General Fund County Real Property Tax rate could not exceed \$2.40 per \$100 of assessable value before FY 2002 and cannot exceed \$0.96 per \$100 of assessable value since FY 2002, when the real property assessable value was adjusted from 40% to 100% of market value. In 2012, the Maryland Senate passed Bill 848 that provides for the property tax rate to be set higher than the rate authorized under the County's charter. Any additional revenue generated as a result of the higher property tax rate is for the sole purpose of funding the approved budget of the local school board. The Real Property Tax rate increased from \$0.96 to \$1.00 per \$100 of assessable value in FY 2016. The additional revenues generated from the \$0.04 increase is dedicated to support the local school board.

In FY 2020, the County's Real Property Tax revenues are projected to be \$855.7 million, an increase of \$36.3 million or 4.4% over the FY 2019 budget. The projection is based on the tax rate, tax base and adjustments made to factor in reductions due to the homestead tax credit, municipal tax differential, delinquent tax payments and incremental tax revenues from Tax Increment Financing (TIF) districts that are designated for debt service. Additionally, the projection factors in an anticipated \$10.9 million of revenues to be generated from the MGM Casino at National Harbor.

REAL PROPERTY TAXES				
(\$ in thousands)				
	FY 2018	FY 2019	FY 2019	FY 2020
	ACTUAL	APPROVED	ESTIMATED	APPROVED
YIELD	\$778,403	\$825,753	\$819,438	\$855,730
\$ CHG	37,418	47,350	41,035	29,977
% CHG	5.0%	6.1%	5.3%	3.6%



Excluding the dedicated revenue assigned to the Prince George's County Public Schools (PGCPS) system, the County's real property tax revenues are projected to increase by \$34.9 million or 3.6% in FY 2020 above the FY 2019 budget.

The State Department of Assessments and Taxation (SDAT) projected in February 2019 that the County's real property base will grow by 4.9% in FY 2020 before the homestead tax credit cap and other deductions. Net taxable base including adjustments and credits is projected to increase by 3.9% from the FY 2019 estimated level.

Each year, one third of each County’s real property base is reassessed by the SDAT. The reassessment growth is phased in over the next three years; a decrease, however, is realized immediately. The upward reassessment experienced by the County in the previous fiscal year is expected to continue in FY 2020, with Group 1 of the County’s real property base’s reassessment value rising by 16.8%, according to the SDAT.

The County's real property tax revenue capacity is not fully realized due to the structure of the County's Homestead Tax Credit. The credit, tied to the Consumer Price Index growth for the 12 months ending in June, caps the growth of owner-occupied property assessment for tax purposes at 3% in FY 2020. According to the SDAT’s estimate, this tax credit is estimated to cause a County revenue loss of approximately \$8.8 million in FY 2020.

The municipal tax differential also reduces the County’s property tax revenues. Each year, the County reduces its property tax rates (both real and personal) to recognize governmental services and programs that municipal governments perform in lieu of similar County services, to the extent that such services are funded through property tax revenues. In FY 2020, County real property tax revenue is reduced by \$30.6 million for the municipal tax differential program, compared with \$28.3 million in FY 2019. FY 2020 marks the fourth time in the last seven years of the program that the value of the credit increased year-over-year. This is due to the rise in assessable value within the municipalities and the resultant expansion of municipal services.

PERSONAL PROPERTY TAXES are the taxes levied on tangible personal property and commercial and manufacturing inventory of businesses. The assessment is made annually at fair market value and determined from annual reports filed with the SDAT.

The Personal Property Tax base is influenced by the:

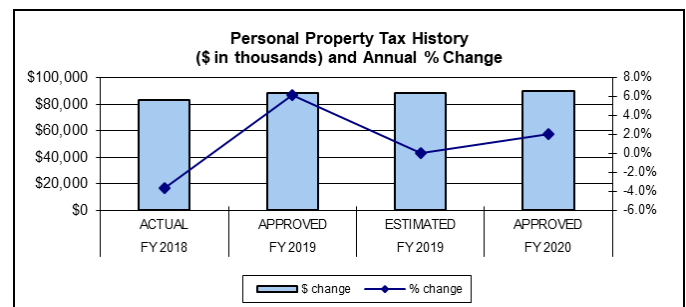
- Business cycle
- Availability of commercial credit
- Public utilities' income performance
- Replacement of equipment
- The State law on personal property assessment and depreciation

- Tax rate including changes in the Municipal Tax Differential rates

In accordance with State law, the County’s Personal Property Tax rate shall be no more than 2.5 times the rate for real property. The Personal Property Tax rate increased from \$2.40 to \$2.50 per \$100 of assessable value in FY 2016, to align with the approved change in the Real Property Tax rate. The additional revenue generated as a result of the higher property tax rate is for the sole purpose of funding the approved budget of the local school board.

The FY 2020 Personal Property Tax revenue is expected to increase by \$1.8 million or 2.0% from the FY 2018 budget, based on the SDAT’s February 2019 projections of the assessable base. The projection includes anticipated revenue of \$1.6 million from the MGM Casino at National Harbor. Excluding the additional revenue assigned to the PGCPs system, the County’s personal property tax revenues are projected to increase by \$1.7 million or 2.0% in FY 2020 from the FY 2019 budget.

PERSONAL PROPERTY TAXES				
(\$ in thousands)				
	FY 2018	FY 2019	FY 2019	FY 2020
	ACTUAL	APPROVED	ESTIMATED	APPROVED
YIELD	\$83,072	\$88,180	\$88,180	\$89,943
\$ CHG	-3,128	5,107	5,107	1,764
% CHG	-3.6%	6.1%	6.1%	2.0%



The tax base has grown slowly in the past few years. Similar to real property revenue, the loss of Personal Property Tax revenues due to the municipal tax differential program increased for some years because of expanding municipal services (such as police patrol, public works, etc.) until FY 2012, when tax differential credits started to decrease.

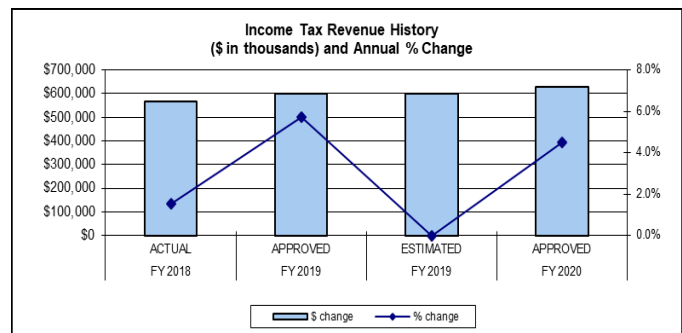
INDIVIDUAL INCOME TAXES are distributions made by the Maryland Comptroller's Office for the local tax on individual income. The State distributes the taxes to the County on a quarterly basis based on withholdings, declarations and estimated returns filed by employers and taxpayers. The State distributions are net of reserves for refunds, administrative costs, unallocated taxes (taxes for which no return has been filed) and municipal corporation shares. Municipalities receive a share of their residents' local income tax liability based on the greatest of 8.5% of the State income tax liability, 17% of the county income tax liability or 0.37% of the Maryland taxable income of municipal residents. Tax tables are usually adjusted at the beginning of the calendar year when any tax law changes take effect.

The following variables influence the annual tax yield:

- County income tax rate
- Economy
- Federal and State tax changes
- Employment growth
- Population growth
- The share to municipal governments
- Other State distribution policy changes
- Taxpayer behavior
- Capital gains realization rates
- Disparity Grant

The County's income tax revenue includes both income tax receipts and a State Income Disparity Grant. FY 2020 income tax receipts are projected to total \$627.5 million, an increase by 4.5% from the FY 2019 budget. The increase is due to changes in the Federal income tax laws passed in 2018 and a potential improvement in the County's labor market. FY 2018 income tax projections also include estimated gains from the General Assembly's adjustments of income tax exemptions that became effective January 1, 2012.

INCOME TAXES (\$ in thousands)				
	FY 2018 ACTUAL	FY 2019 APPROVED	FY 2019 ESTIMATED	FY 2020 APPROVED
TAX RECEIPTS	\$567,886	\$600,520	\$600,520	\$627,544
\$ CHG	8,485	32,635	32,635	27,023
% CHG	1.5%	5.7%	5.7%	4.5%
DISPARITY GRANT	\$30,877	\$34,100	\$34,100	\$36,197
TOTAL YIELD	\$598,763	\$634,620	\$634,620	\$663,741
\$ CHG	12,731	35,857	0	29,121
% CHG	2.2%	6.0%	0.0%	4.6%



As a result, both current year receipts and the reconciliation amount for prior years are expected to increase in FY 2019 and FY 2020. Baseline income tax growth (excluding one-time impacts) in FY 2019 is expected to reach 4.0%, close to the historical average level, assuming a continued recovery in the local job market and regional economy.

According to the Maryland Department of Labor, Licensing and Regulation, the County's average unemployment rate increased from 4.1% in calendar year 2017 to 4.6% in calendar year 2018.

In FY 2020, the County's State Income Disparity Grant is projected to be \$36.2 million, an increase of \$2.1 million or 6.2% from the FY 2019 budget. This grant is provided to counties where per capita local income tax revenue falls below 75% of the State average. The FY 2020 disparity grant is calculated by the State Department of Budget and Management based on calendar year 2017 income and population data.

TRANSFER TAXES are taxes imposed upon recordation of instruments conveying title to real property, or any other interest in real property. All transfer tax revenue is dedicated to the Board of Education. The tax rate is unchanged at 1.4% for FY 2020.

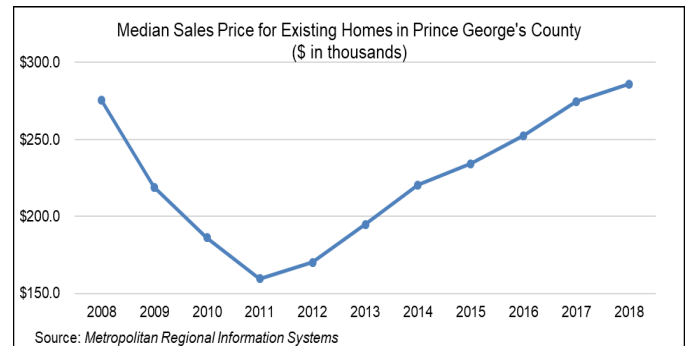
RECORDATION TAXES are taxes on the recordation of written instruments conveying title to real or personal property, conveying leasehold interests in real property or creating liens and encumbrances on real or personal property. In FY 2020, the recordation tax rate is unchanged at \$2.75 per \$500 of instrument of writing subject to this tax.

Transfer and recordation taxes are usually the most volatile major revenue source for the County due to the strong correlation between the revenue collection and the activity of the local housing market. The variables influencing Transfer and Recordation Taxes include:

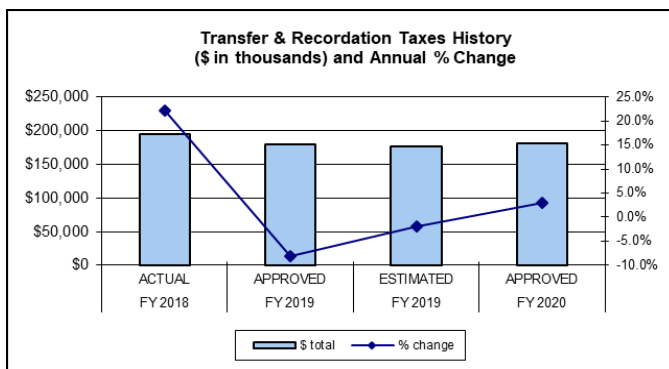
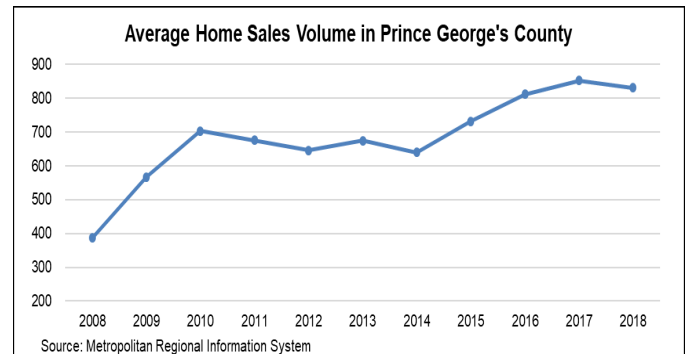
- Tax rate
- Business cycle
- Interest rates
- Availability of credit
- Real estate market

In FY 2020, transfer taxes are projected to increase by 1.0% from the FY 2019 budget, as the housing market shows stable but steady improvements from previous years. Recordation taxes are also projected to increase by 1.0%, compared to the FY 2019 budget.

Reports from the Metropolitan Regional Information Systems, Inc. indicate that the County’s median home sales price in 2018 increased by 4.1% from 2017 and reached \$286,100. Sales volume decreased by 2.6% in the same period.



TRANSFER AND RECORDATION TAXES (\$ in thousands)				
	FY 2018 ACTUAL	FY 2019 APPROVED	FY 2019 ESTIMATED	FY 2020 APPROVED
YIELD	\$195,358	\$179,363	\$175,881	\$181,157
\$ CHG	35,386	-15,995	-19,478	1,794
% CHG	22.1%	-8.2%	-10.0%	1.0%



As of the fourth quarter in 2018, a total of 6,100 foreclosures occurred in the County, a decrease of 5.7% from the same period in 2017. However, the County accounts for the largest number of foreclosures in the State. The large number of foreclosures in the judicial process and anticipated increase in mortgage rates are expected to slow but not halt the recent recovery in the County’s housing market.

Prince George's County Foreclosure Trend				
	Total Foreclosure Events	Qtr/Qtr % Change	Yr/Yr % Change	% of State Total
Q1 2013	1,422	-1%	26%	-84.8%
Q2 2013	1,522	7%	24%	13.9%
Q3 2013	2,019	33%	56%	17.4%
Q4 2013	2,215	10%	54%	17.4%
Q1 2014	3,350	51%	136%	26.6%
Q2 2014	2,278	-32%	50%	20.1%
Q3 2014	2,684	18%	33%	23.1%
Q4 2014	2,852	6%	29%	20.4%
Q1 2015	2,415	-15%	-28%	20.1%
Q2 2015	2,293	-5%	1%	19.0%
Q3 2015	2,408	5%	-10%	22.2%
Q4 2015	2,445	2%	-14%	19.3%
Q1 2016	2,741	12%	13%	22.1%
Q2 2016	2,182	-20%	-5%	20.1%
Q3 2016	1,839	-16%	-24%	20.7%
Q4 2016	1,713	-7%	-30%	22.5%
Q1 2017	1,506	-12%	-45%	17.8%
Q2 2017	1,925	28%	-12%	24.8%
Q3 2017	1,468	-24%	-20%	22.1%
Q4 2017	1,572	7%	-8%	23.6%
Q1 2018	1,499	-5%	0%	23.8%
Q2 2018	1,842	23%	-4%	27.1%
Q3 2018	1,430	-22%	-3%	22.4%
Q4 2018	1,329	-7%	-15%	20.9%

OTHER LOCAL TAXES include Energy Taxes, Telecommunications Taxes, Hotel/Motel Taxes, Admissions and Amusement Taxes, Penalties and Interest on Delinquent Taxes, and Trailer Camp Taxes.

OTHER LOCAL TAXES (\$ in thousands)				
	FY 2018 ACTUAL	FY 2019 APPROVED	FY 2019 ESTIMATED	FY 2020 APPROVED
YIELD	\$28,673	\$32,128	\$31,015	\$31,353
\$ CHG	202	3,455	2,342	-775
% CHG	0.7%	12.1%	8.2%	-2.4%

In FY 2020, the total revenue from Other Local Taxes is expected to decrease by 2.4% from the FY 2019 budget, primarily due to decreases in Telecommunications and Penalties and Interest on Delinquent Taxes.

The Energy Tax comprises over half of the total FY 2020 revenue in this category. This revenue is projected to increase by 8.8% in FY 2020. Among the different energy tax components, two thirds of the tax receipts are from the sale of electricity and approximately one third of the receipts are from the sale of natural gas.

ENERGY TAXES (\$ in thousands)				
	FY 2018 ACTUAL	FY 2019 APPROVED	FY 2019 ESTIMATED	FY 2020 APPROVED
YIELD	\$76,969	\$72,356	\$72,356	\$78,719
\$ CHG	5,104	-4,613	-4,613	6,363
% CHG	7.1%	-6.0%	-6.0%	8.8%

The Energy Tax unit rates for a certain fiscal year are determined by the total consumption and sales of the calendar year two years prior to that fiscal year. For example, the FY 2020 rates are based upon calendar year 2018 data. The formula divides total calendar year 2017 sales (by type of energy used) by total 2018 consumption, which is then multiplied by 7.5%, the current effective tax rate, to arrive at the FY 2020-unit charge per kilowatt hour, thermal, gallon or other unit. The FY 2020 rates compared to FY 2019 are shown here:

ENERGY TAX COMPONENTS			
	FY 2019 Rates	FY 2020 Rates	% Change
Electricity (KWH)	0.009900	0.009690	-2%
Natural Gas (Therm)	0.084949	0.055648	-34%
Fuel Oil (Gal.)	0.200849	0.228802	14%
Propane (Gal)	0.212657	0.171262	-19%

Fluctuations in energy usage due to weather conditions and price instability of fuels such as natural gas and oil can cause major deviations in rates between fiscal years. Rate changes granted to the major utilities by the Public Service Commission also influence the yield from this revenue source.

The law exempts energy tax payment for Federal, State and local governments and provides a refund for certain qualifying residents based on income, age and other criteria. The entire Energy Tax is earmarked for the Board of Education.

Another major revenue item is the Telecommunications Tax, which represents 17.6% of the FY 2020 approved revenues generated by "Other Local Taxes." The telecommunication tax revenue has been declining for nine years in a row due to a market shift from landlines

to wireless services (some of which are non-taxable). In FY 2016, the telecommunications tax rate was increased to 9% on the gross receipts for telecommunication service in the County. The FY 2020 projection reflects a decrease of \$4.3 million or 15.4% below the FY 2019 budget.

TELECOMMUNICATIONS TAXES				
(\$ in thousands)				
	FY 2018 ACTUAL	FY 2019 APPROVED	FY 2019 ESTIMATED	FY 2020 APPROVED
YIELD	\$24,186	\$27,835	\$25,608	\$23,559
\$ CHG	-5,119	3,648	1,421	-4,275
% CHG	-17.5%	15.1%	5.9%	-15.4%

The State mandated that the net proceeds of this tax be used only for expenditures of the County's school system. An administrative fee of one percent of collections remitted to the County is shared equally between vendors and the County to cover the cost of collecting, remitting and administering the tax.

Starting in FY 2005, the County started implementing the provisions of Chapter 187 of the 2004 Laws of Maryland (HB 589) that authorized the County to utilize up to 10% of the net proceeds from the Telecommunications Tax for school renovation and systemic replacement projects. As a result, the Telecommunications Tax revenue in the general fund does not include the up to 10% of receipts dedicated for capital budget expenditures.

In FY 2020, Hotel/Motel Taxes are expected to decrease by \$0.9 million under the FY 2019 budget. The decrease is based on year-to-date collections. The FY 2020 approved budget includes \$0.7 million of collections from the MGM facility. This is net any hotel collections dedication to the Special Taxing District to fund bonds issued for infrastructure and the convention center. In FY 2016, the Hotel/Motel Tax rate increased from 5% to 7%.

Municipalities will receive 50% of the revenue received from hotels located within their corporate limits. Occupancy and average room rates are expected to continue to increase in FY 2020.

Admissions and Amusement Taxes are projected to increase by 2.8% over the FY 2019 budget. The FY 2020 budget includes anticipated collections of \$2.0 million from the MGM Casino at the National Harbor. The Admissions and Amusement Tax rate will remain at 10%.

STATE SHARED TAXES consist of highway user and corporate transfer taxes that are shared between the State and the County.

STATE SHARED TAXES				
(\$ in thousands)				
	FY 2018 ACTUAL	FY 2019 APPROVED	FY 2019 ESTIMATED	FY 2020 APPROVED
YIELD	\$3,458	\$3,429	\$3,429	\$3,527
\$ CHG	-137	-29	-29	98
% CHG	3.2%	-0.8%	-0.8%	2.8%

State-Shared Taxes, primarily Highway User Revenue, used to be one of the major resources of the County. In FY 2009, the County received \$24.8 million in highway user revenues. Since then, this revenue source has experienced severe reductions each year, until it stabilized at \$2.6 million in FY 2013. In the approved FY 2020 budget, Highway User Revenues are projected to reach \$3.1 million, an increase of 3.2% from the FY 2019 budget. The highway user revenues are restricted State monies and can only be used to construct or maintain roads, including payment of road debt.

LICENSES AND PERMITS include revenue derived from a number of licenses and permits issued for regulatory purposes. They include Building Permits, Street Use Permits, Business Licenses, Liquor Licenses and Permits (authorized by the State), Animal Licenses, Health Permits and various other permits. This category also reflects video lottery terminal and table game revenues generated from the MGM at National Harbor facility.

LICENSES AND PERMITS				
(\$ in thousands)				
	FY 2018 ACTUAL	FY 2019 APPROVED	FY 2019 ESTIMATED	FY 2020 APPROVED
YIELD	\$60,324	\$58,743	\$59,514	\$64,713
\$ CHG	12,772	-1,581	-810	5,970
% CHG	26.9%	-2.6%	-1.3%	10.2%

The largest portion of these revenues is related to the building sector of the economy, and as such is subject to year-to-year changes as the amount of construction in the County varies. In FY 2020, revenues generated by building, grading and street use and other permits are projected to increase by \$6.0 million or 10.2% from the FY 2019 budget to \$64.7 million.

Gaming Revenues are expected to increase by 17.3% from the FY 2019 budget. The FY 2020 budget includes \$26.3 million of video lottery terminal (VLT) and table games revenues to be generated from over 3,000 video lottery terminals and 160 tables at the MGM Casino at National Harbor. The FY 2019 estimate is expected to be \$23.9 million, an 4.1% increase from the FY 2018 unaudited level. In accordance to State law 40% of VLT taxes are restricted for Maryland route 210 improvements. The remaining 60% of VLT taxes are restricted for improvements in the immediate proximity of the MGM Casino.

USE OF MONEY AND PROPERTY includes revenue derived from the investment of available County cash and the lease of certain County owned or leased properties. Most of the County’s available cash is invested in short-term vehicles in the money market. A smaller portion is for intermediate term investments.

USE OF MONEY AND PROPERTY (\$ in thousands)				
	FY 2018 ACTUAL	FY 2019 APPROVED	FY 2019 ESTIMATED	FY 2020 APPROVED
YIELD	\$11,525	\$3,062	\$7,971	\$10,977
\$ CHG	9,215	-8,463	-3,554	7,914
% CHG	398.9%	-73.4%	-30.8%	258.5%

In FY 2020, receipts from Use of Money and Property will total \$11.0 million, an increase of \$7.9 million from the FY 2019 budget. Interest income is the largest component of this category. In FY 2020, interest income is estimated to total \$8.9 million, which is an increase of \$7.9 from the FY 2019 budget.

CHARGES FOR SERVICES are typically known as user fees. These include fees from tax collection services provided to various agencies for whom the County levies taxes, animal control charges such as fines and user fees related to the County shelter and animal control services,

fees and charges levied by the Health Department for health-related services, Cable Franchise Charges from cable providers, the 9-1-1 fee allocated to the 9-1-1 emergency system costs, emergency transportation fee, and contractual police service fees for additional police services for events and entities.

CHARGES FOR SERVICES (\$ in thousands)				
	FY 2018 ACTUAL	FY 2019 APPROVED	FY 2019 ESTIMATED	FY 2020 APPROVED
YIELD	\$51,022	\$49,694	\$49,694	\$52,639
\$ CHG	2,030	-1,328	-1,328	2,945
% CHG	4.1%	-2.6%	-2.6%	5.9%

In FY 2020, Charges for Services are expected to increase by 5.9% from the FY 2019 budget. The increase is primarily due to an increase in Emergency Transportation, Cable Franchise and Health Fees. Other Service Charges are expected to increase by 2.5%.

INTERGOVERNMENTAL REVENUES include State restricted grants, transfers and reimbursement from the Maryland-National Capital Park and Planning Commission (M-NCPPC) for service provided by the County, along with a small portion of federal monies related to emergency preparedness.

INTERGOVERNMENTAL REVENUES (\$ in thousands)				
	FY 2018 ACTUAL	FY 2019 APPROVED	FY 2019 ESTIMATED	FY 2020 APPROVED
YIELD	\$34,650	\$36,060	\$36,060	\$35,525
\$ CHG	-12,697	1,409	1,409	-535
% CHG	-26.8%	4.1%	4.1%	-1.5%

Intergovernmental Revenues are anticipated to decrease by 1.5% under the FY 2019 budget in FY 2020. This is primarily due to an decrease in project charges from Maryland-National Capital of Park and Planning Commission.

The County will continue to receive \$9.6 million in a Teacher Retirement Supplemental Grant from the State to partially offset the estimated \$36.5 million impact of the phased-in cost sharing of teachers’ pension costs that started in FY 2013. The Police Aid Grant is projected to be

\$11.2 million in FY 2020, the same funding received in FY 2019 budget. Federal grants are expected to increase by 2.1% from the FY 2019 budget level.

MISCELLANEOUS RECEIPTS are used to encompass a number of relatively smaller County revenues. The principal sources are fines and forfeitures primarily from red light cameras and speed cameras programs.

MISCELLANEOUS RECEIPTS (\$ in thousands)				
	FY 2018 ACTUAL	FY 2019 APPROVED	FY 2019 ESTIMATED	FY 2020 APPROVED
YIELD	\$16,155	\$19,004	\$16,665	\$16,430
\$ CHG	-864	2,849	510	-2,574
% CHG	-5.1%	17.6%	3.2%	-13.5%

Total miscellaneous receipts are projected to decrease by 13.5% in FY 2020. In FY 2012, the County started implementing an Automated Speed Enforcement (ASE) program to help reduce speed-related traffic accidents. The program took a phase-in approach and 72 speed cameras installed. The ASE program is estimated to provide \$6.9 million gross revenues in FY 2020, a decrease of 4.2% below the FY 2019 budget. The revenues generated from red light camera program is expected to be \$6.3 million a 23.6% decrease from the FY 2019 budget. These totals are before excluding payments to vendors and administrative costs. Fines per camera have experienced a significant decrease in the past several months as road commuters have changed their behavior.

OTHER FINANCING SOURCES include use of fund balance and transfers-in from other County funds.

OTHER FINANCING SOURCES (\$ in thousands)				
	FY 2018 ACTUAL	FY 2019 APPROVED	FY 2019 ESTIMATED	FY 2020 APPROVED
YIELD	\$0	\$33,681	\$33,681	\$37,499
\$ CHG	0	33,681	33,681	3,818
% CHG	0.0%	100.0%	100.0%	11.3%

In FY 2020, other financing sources total \$37.5 million, an increase of \$3.8 million or 11.3% over the FY 2019 budget. This funding includes a \$36.9 million transfer

from Fund Balance and \$0.6 million transfer from the Stadium Impact Grant fund. The \$33.6 million transfer from Fund Balance reflects \$20.0 million allocated for the Maryland Purple Line capital project, \$5.0 million to the support the new Regional Medical Hospital, \$4.1 million to Bank of America for COP payment, \$2.5 million for Hampton Park economic development project, \$3.8 million for the Redevelopment Authority capital projects, \$0.6 million for IT switches for the Circuit Court, \$0.4 million for one-time Non-Departmental grants, \$0.3 million for the Northern Gateway Revitalization program and \$0.3 million to Baden Library for the bond bill match.

The County will maintain the Charter mandated 5% (restricted) reserve and fiscal policy required 2% (committed) reserve in FY 2019 and FY 2020.

BOARD OF EDUCATION SOURCES are expected to increase by 8.8% in FY 2020 from the FY 2019 budget. State aid, which is the major source of outside aid to the Board of Education, is 1.9% over the FY 2019 budget. Federal aid is projected to remain unchanged from the FY 2019 budget. The Board’s own sources are expected to increase by \$0.4 million or .09%, primarily due to the increase in the Board’s Use of Fund Balance.

BOARD OF EDUCATION SOURCES (\$ in thousands)				
	FY 2018 ACTUAL	FY 2019 APPROVED	FY 2019 ESTIMATED	FY 2020 APPROVED
YIELD	\$1,211,464	\$1,284,169	\$1,284,169	\$1,396,653
\$ CHG	24,946	72,705	72,705	112,484
% CHG	2.1%	6.0%	6.0%	8.8%

COMMUNITY COLLEGE SOURCES are projected to increase by \$5.6 million or 7.4% from the FY 2019 budget. The revenue mostly comes from tuition, fees, charges and formula-driven State aid. State aid for Community College is expected to increase 5.9% to \$31.2 million in FY 2020. Tuition and fees are projected to increase by 1.7%. The College is expected to receive \$0.7 million project charges from the M-NCPPC in FY 2020, unchanged from the FY 2019 budget. The FY 2020 budget also includes \$5.8 million use of fund balance of the College, compared to \$2.6 million in its FY 2019 budget.

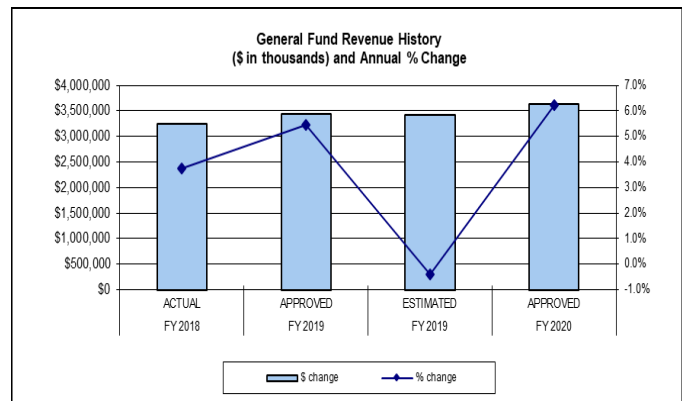
COMMUNITY COLLEGE SOURCES (\$ in thousands)				
	FY 2018 ACTUAL	FY 2019 APPROVED	FY 2019 ESTIMATED	FY 2020 APPROVED
YIELD	\$71,566	\$75,165	\$71,389	\$80,750
\$ CHG	66	3,599	-177	5,585
% CHG	0.1%	5.0%	-0.2%	7.4%

LIBRARY SOURCES in the FY 2020 approved budget are projected to increase by 4.0% from the FY 2019 budget. The majority of this revenue comes from State Aid; however, the library system also generates other revenues through interest payments, fines and fees. State aid for the Library is projected to increase 2.0% in FY 2020.

LIBRARY SOURCES (\$ in thousands)				
	FY 2018 ACTUAL	FY 2019 APPROVED	FY 2019 ESTIMATED	FY 2020 APPROVED
YIELD	\$8,376	\$8,725	\$8,715	\$9,075
\$ CHG	96	348	338	351
% CHG	1.2%	4.2%	4.0%	4.0%

SUMMARY: In FY 2020, the County's General Fund revenues total \$3.63 billion, a projected increase of \$200.0 million or 5.8% over the FY 2019 budget. Excluding other financing sources, General Fund revenues increase by \$196.2 million or 5.8% in FY 2019. The increase is primarily due to the growth in property taxes, income tax, license and permit revenues, use of money and property and charges for services.

TOTAL GENERAL FUND (\$ in thousands)				
	FY 2018 ACTUAL	FY 2019 APPROVED	FY 2019 ESTIMATED	FY 2020 APPROVED
COUNTY SOURCE	\$1,962,559	\$2,063,907	\$2,054,111	\$2,145,511
\$ CHG	397,723	101,348	91,552	81,604
% CHG	25.4%	5.2%	4.7%	4.0%
OUTSIDE AID	\$1,291,407	\$1,368,059	\$1,364,273	\$1,486,479
\$ CHG	165,630	76,652	72,866	118,420
% CHG	14.7%	5.9%	5.6%	8.7%
TOTAL YIELD	\$3,253,966	\$3,431,966	\$3,418,385	\$3,631,990
\$ CHG	118,022	178,000	164,418	200,024
% CHG	3.8%	5.5%	5.1%	5.8%



The County's outlook has improved modestly and remains stable. However, the County continues to face risks from high foreclosure activity and rising interest rates. The job market has experienced continued gains and the housing market has stabilized. However, given the uncertainties and structural imbalances at the Federal and State government levels, the County could be exposed to potential negative impacts as these issues are address by the Federal and State governments.

ASSESSABLE BASEReal and Personal Property
(\$ in millions)

Location	REAL PROPERTY 2019	PERSONAL PROPERTY 2019	TOTAL BASE 2019	REAL PROPERTY 2020	PERSONAL PROPERTY 2020	TOTAL BASE 2020
Berwyn Heights	\$ 283.29	\$ 16.64	\$ 299.93	\$ 298.44	\$ 18.98	\$ 317.42
Bladensburg	455.10	17.40	472.50	473.07	17.27	490.34
Bowie	6,513.76	122.75	6,636.51	6,703.32	135.84	6,839.16
Brentwood	223.70	4.48	228.18	253.43	4.36	257.79
Capitol Heights	272.23	8.72	280.95	290.85	13.93	304.78
Cheverly	559.61	18.11	577.72	594.56	16.63	611.19
College Park	2,746.43	72.87	2,819.30	2,879.07	98.58	2,977.65
Colmar Manor	91.68	2.57	94.25	95.41	2.43	97.84
Cottage City	94.95	3.40	98.35	100.70	4.00	104.70
District Heights	353.95	6.18	360.13	372.55	6.94	379.49
Eagle Harbor	7.70	0.20	7.90	8.20	0.18	8.38
Edmonston	153.06	5.32	158.38	158.71	7.17	165.88
Fairmount Heights	97.84	1.70	99.54	106.76	1.68	108.44
Forest Heights	173.65	3.68	177.33	179.78	3.77	183.55
Glenarden	511.77	13.76	525.53	538.83	9.43	548.26
Greenbelt	1,965.94	68.31	2,034.25	2,096.48	70.14	2,166.62
Hyattsville	1,882.01	65.12	1,947.13	1,937.75	81.37	2,019.12
Landover Hills	145.76	2.40	148.16	157.09	3.63	160.72
Laurel	2,821.40	78.74	2,900.14	3,039.42	93.21	3,132.63
Morningside	89.56	2.64	92.20	97.26	2.85	100.11
Mount Rainier	433.29	4.89	438.18	453.94	6.56	460.50
New Carrollton	722.91	13.39	736.30	766.64	15.05	781.69
North Brentwood	50.56	0.96	51.52	54.79	0.91	55.70
Riverdale Park	679.31	20.41	699.72	748.71	27.76	776.47
Seat Pleasant	284.38	7.61	291.99	302.37	8.97	311.34
University Park	322.57	2.79	325.36	330.77	2.79	333.56
Upper Marlboro	86.34	26.10	112.44	89.50	29.01	118.51
SubTotal	\$ 22,022.75	\$ 591.12	\$ 22,613.87	\$ 23,128.40	\$ 683.40	\$ 23,811.80
Unincorporated Area	\$ 60,897.64	\$ 2,682.22	\$ 63,579.86	\$ 62,959.78	\$ 3,257.17	\$ 66,216.95
TOTAL COUNTY WIDE	\$ 82,920.39	\$ 3,273.34	\$ 86,193.73	\$ 86,088.18	\$ 3,940.56	\$ 90,028.74

Notes:

- (1) Numbers may not add due to rounding.
- (2) Starting in FY 2002, real property in Maryland has been assessed at 100% of market value rather than 40% in most cases under prior law. Assessed value of personal property remains unchanged at 100% of market value.
- (3) Numbers have not factored in certain adjustments such as new construction.

Source: State Department of Assessments and Taxation (SDAT)

PROPERTY TAX LIMITATION

At the 1978 general election, the voters of the County adopted an amendment to Section 817, Article VIII, of the Prince George's County Charter limiting future collections of real property taxes. The amendment, which became effective in December 1978, added Section 817B to the Charter. It is generally referred to in the County as "TRIM" (TRIM is an acronym for "Tax Reform Initiative by Marylanders"). The amendment forbade the County Council to "levy a real property tax which would result in a total collection of real property taxes greater than the amount collected in FY 1979," or \$143.9 million. At the 1984 general election, an amendment to TRIM was approved by the voters of the County authorizing the County Council to levy taxes on a maximum rate of \$2.40 for each \$100 of assessed value. The County passed legislation capping taxable assessment growth in FY 1994 and future years for owner occupied residences at the lesser of the change in the Consumer Price Index (CPI) or 5% of the prior year's taxable assessment. For FY 2017, the cap is set at 0%. This limitation is a charter mandated computation passed by the voters in November 1994 and is permitted by the Tax Property Article, Section 9-105 of the Annotated Code of Maryland.

In 2000, Maryland Senate Bill 626 provided that beginning in tax year 2001, property tax rates shall be applied to 100%, instead of 40%, of the value of real property, and that the real property tax rate be adjusted to make the impact revenue neutral. The bill also stipulated that any limit on a local real property tax rate in a local law or charter provision shall be constructed to mean a rate equal to 40% times the rate stated in the local law or charter provision. As a result, the nominal real property rate of the County was adjusted to \$0.96/\$100 of assessed value in FY 2002. In 2012, Maryland Senate Bill 848 provided, under certain circumstances, for the property tax rate to be set higher than the rate authorized under the County's charter. Additional revenue as a result of the increase in the property tax rate is for the sole purpose of funding the approved budget of the local school board. The Approved FY 2020 Budget sets the County's nominal real property rate at \$1.00/\$100 of assessed value.

FY 2020 PROPERTY TAX YIELD CALCULATION

	FY 2020 Tax Base	FY 2020 Tax Yield
TOTAL REAL PROPERTY BASE (FY 2020)	\$ 88,263,195,711	
Nominal Real Property Tax Rate (per \$100)	\$1.00	
REAL PROPERTY YIELD		\$882,632,000
TOTAL REAL PROPERTY BASE (FY 2020)	\$ 3,464,247,064	
Adjustments	-	
Total	\$ 3,464,247,064	
Nominal Personal Property Tax Rate (per \$100)	\$2.50	
PERSONAL PROPERTY YIELD		\$86,606,200
TOTAL REAL PROPERTY BASE (FY 2020)		\$969,238,200
Less: Collection Allowance		(2,673,900)
Municipal Tax Differential		(32,708,901)
Other Adjustments		11,817,400
TOTAL REAL PROPERTY BASE (FY 2020)		\$945,672,800
Total County Real Property Nominal Tax Rate (per \$100)	\$1.00	
Total County Personal Property Nominal Tax Rate (per \$100)	\$2.50	

CONSTANT YIELD DATA

The real property tax rates for municipalities and the unincorporated area of the County are detailed below, along with the constant yield tax rates as certified by the State Department of Assessments and Taxation. In accordance with Title 6, Subtitle 6-308 of the Tax-Property Article of the Annotated Code of Maryland, a rate which exceeds the constant yield rate is subject to certain advertising and public hearing requirements. Per Chapter 80, Acts of 2000 (Senate Bill 626), the real property tax rate was adjusted to reflect the conversion to full value assessments of real property, effective October 1, 2000. Starting from February 2001, personal property has been excluded from the constant yield tax rate as reported by the State Department of Assessments and Taxation. The personal property tax rate shall be no more than 2.5 times the rate on real property.

LOCATION	APPROVED 2019 CONSTANT YIELD			APPROVED 2020 CONSTANT YIELD		
	TAX RATE	TAX RATE	OVER (UNDER)	TAX RATE	TAX RATE	OVER (UNDER)
Berwyn Heights	\$ 0.8740	\$ 0.8338	\$ 0.0402	\$ 0.8720	\$ 0.8325	\$ 0.0395
Bladensburg	0.8790	0.8546	0.0244	0.8660	0.8418	0.0242
Bowie	0.8520	0.8316	0.0204	0.8480	0.8290	0.0190
Brentwood	0.9350	0.8843	0.0507	0.9230	0.9700	(0.0470)
Capitol Heights	0.8980	0.8669	0.0311	0.8860	0.8524	0.0336
Cheverly	0.8680	0.8484	0.0196	0.8650	0.8292	0.0358
College Park	0.9650	0.9905	(0.0255)	0.9660	0.9349	0.0311
Colmar Manor	0.9060	0.8552	0.0508	0.8960	0.8533	0.0427
Cottage City	0.9020	0.8592	0.0428	0.9060	0.8494	0.0566
District Heights	0.8700	0.8356	0.0344	0.8670	0.8267	0.0403
Eagle Harbor	0.9960	0.9459	0.0501	0.9970	0.9450	0.0520
Edmonston	0.9100	0.8836	0.0264	0.9040	0.8750	0.0290
Fairmount Heights	0.9300	0.9208	0.0092	0.9170	0.8838	0.0332
Forest Heights	0.9290	0.8840	0.0450	0.9280	0.8981	0.0299
Glenarden	0.8900	1.0064	(0.1164)	0.8830	0.8541	0.0289
Greenbelt	0.8490	0.8509	(0.0019)	0.8430	0.8391	0.0039
Hyattsville	0.8570	0.8359	0.0211	0.8510	0.8626	(0.0116)
Landover Hills	0.9080	0.8893	0.0187	0.9140	0.8592	0.0548
Laurel	0.8190	0.8320	(0.0130)	0.8170	0.7917	0.0253
Morningside	0.9360	0.9310	0.0050	0.9200	0.8895	0.0305
Mount Rainier	0.8600	0.8125	0.0475	0.8560	0.8256	0.0304
New Carrollton	0.8840	0.8476	0.0364	0.8780	0.8370	0.0410
North Brentwood	0.9950	0.9227	0.0723	0.9950	0.9562	0.0388
Riverdale Park	0.8670	0.8252	0.0418	0.8650	0.8741	(0.0091)
Seat Pleasant	0.8790	0.8500	0.0290	0.8810	0.8313	0.0497
University Park	0.8690	0.8382	0.0308	0.8660	0.8494	0.0166
Upper Marlboro	0.9210	0.9018	0.0192	0.9230	0.8938	0.0292
Unincorporated Area	\$ 1.0000	\$ 0.9731	\$ 0.0269	\$ 1.0000	\$ 0.9802	\$ 0.0198

ALLOCATED GENERAL FUND REVENUES

Some County revenues are allocated to cover some or all costs of specific services. Listed below are the allocated General Fund revenues.

Agency/Department	Revenue Description	FY 2018 Approved	FY 2019 Approved	FY 2020 Approved
Board of Education	Energy Tax	\$ 70,372,300	\$ 72,356,300	\$ 78,719,400
	Personal Property Tax	3,170,400	3,362,200	3,429,400
	Real Property Tax	34,179,300	36,155,300	37,467,800
	State & Federal Aid/Board Sources	1,236,262,300	1,268,169,100	1,396,653,300
	Teacher Retirement Supplemental Grant	9,628,700	9,628,700	9,628,700
	Telecommunications Tax	31,051,400	27,834,700	23,323,700
	Transfer Tax	108,193,600	126,719,600	127,986,800
	Total Board of Education	\$ 1,492,858,000	\$ 1,544,225,900	\$ 1,677,209,100
Board of Elections	Sale of Voter Material	\$ 11,000	\$ 11,000	\$ 11,000
	Total Board of Elections	\$ 11,000	\$ 11,000	\$ 11,000
Board of License Commissioners	Liquor Licenses	\$ 2,049,300	\$ 2,605,600	\$ 2,670,700
	Total Board of License Commissioners	\$ 2,049,300	\$ 2,605,600	\$ 2,670,700
Circuit Court	Bail Bondsman	\$ 662,300	\$ 662,300	\$ 662,300
	Circuit Court Marriage Certificate	31,600	31,600	31,600
	Domestic Relations-Master Salaries	-	-	-
	Court Appearance Fees	206,200	206,200	206,200
	Jury Fees Reimbursement	769,900	769,900	769,900
	Miscellaneous	22,000	22,000	22,000
	Total Circuit Court	\$ 1,692,000	\$ 1,692,000	\$ 1,692,000
Community College	Recreational Activities (M-NCPPC)	\$ 700,000	\$ 700,000	\$ 700,000
	State Aid/Tuition/Other Revenues	74,372,800	74,465,100	80,050,100
	Total Community College	\$ 75,072,800	\$ 75,165,100	\$ 80,750,100
County Council	Zoning Fees - Board of Appeals	\$ 32,000	\$ 32,000	\$ 32,000
	Total County Council	\$ 32,000	\$ 32,000	\$ 32,000
Department of Corrections	Charges for Services - Community Service Program fees	\$ 100,000	\$ 146,000	\$ 149,700
	Total Corrections	\$ 100,000	\$ 146,000	\$ 149,700
Department of the Environment	Animal Licenses	\$ 88,700	\$ 102,500	\$ 105,100
	Water and Sewer Planning (M-NCPPC)	155,300	155,300	155,300
	Total Environment	\$ 244,000	\$ 257,800	\$ 260,400
Department of Housing and Community Development	Redevelopment Division (M-NCPPC)	\$ 844,500	\$ 729,700	\$ 614,900
	Total Housing and Community Development	\$ 844,500	\$ 729,700	\$ 614,900

(continued)

Agency/Department	Revenue Description	FY 2018 Approved	FY 2019 Approved	FY 2020 Approved
Department of Permitting, Inspections, and Enforcement	Building and Grading Permits	\$ 18,886,600	\$ 19,398,600	\$ 20,787,700
	Business Licenses (Apt., SF & MF Rental)	6,885,900	3,378,300	3,893,900
	Business Licenses (Other)	216,000	819,500	932,300
	Enforcement (M-NCPPC)	1,761,900	1,675,400	1,589,000
	Office of Engineering and Project Management (M-NCPPC)	-	-	-
	Permitting and Licensing/Inspections (M-NCPPC)	1,816,200	1,336,200	856,200
	Short Term Rental	-	-	480,000
	Street Use Permits	4,347,200	5,070,000	5,227,200
	Total Permitting, Inspections, and Enforcement	\$ 33,913,800	\$ 31,678,000	\$ 33,766,300
Department of Public Works and Transportation	Green to Greatness (M-NCPPC)	\$ 225,000	\$ -	\$ -
	Office of the Director (M-NCPPC)	-	-	-
	Office of Engineering and Project Management (M-NCPPC)	929,800	699,900	469,900
	Total Public Works	\$ 1,154,800	\$ 699,900	\$ 469,900
Department of Social Services	State DHR DSS Grant	\$ 230,400	\$ 235,000	\$ 242,100
	Total Social Services	\$ 230,400	\$ 235,000	\$ 242,100
Fire/EMS Department	Contractual Fire Services	\$ 400,000	\$ 400,000	\$ 400,000
	Fees for Emergency Transportation & Related Services (General)	6,725,500	8,205,600	10,735,000
	Fees for Emergency Transportation & Related Services (Volunteer)	3,832,500	4,675,900	6,117,500
	Miscellaneous Sales	5,000	5,000	5,000
	Speed Cameras	1,963,900	1,944,000	1,863,000
	Total Fire	\$ 12,926,900	\$ 15,230,500	\$ 19,120,500
Health Department	Health Fees	\$ 2,292,000	\$ 2,527,400	\$ 2,689,200
	Health Permits	2,447,600	2,747,000	2,889,800
	State Health Grant	2,658,300	6,344,200	6,666,000
	Total Health	\$ 7,397,900	\$ 11,618,600	\$ 12,245,000
Memorial Library	Recreation Programs (M-NCPPC)	\$ 1,512,000	\$ -	\$ -
	State Aid/Fines	8,532,900	8,724,600	9,075,300
	Total Library	\$ 10,044,900	\$ 8,724,600	\$ 9,075,300
Non-Departmental	Economic Development Corporation (M-NCPPC)	\$ 316,800	\$ 294,700	\$ 337,500
	Hotel Tax - Conference & Visitors Bureau	586,900	565,000	521,200
	Public Safety Surcharge	1,600,000	1,600,000	1,600,000
	Total Non-Departmental	\$ 2,503,700	\$ 2,459,700	\$ 2,458,700

(continued)

Agency/Department	Revenue Description	FY 2018 Approved	FY 2019 Approved	FY 2020 Approved
Office of Central Services	Leased Space (M-NCPPC)	\$ 917,200	\$ 786,700	\$ 810,300
	Green Programs (M-NCPPC)			
	Property Rental	1,479,200	1,479,200	1,479,200
	Total Central Services	\$ 2,396,400	\$ 2,265,900	\$ 2,289,500
Office of Finance	Tax Collection (M-NCPPC)	\$ 185,600	\$ 34,400	\$ 34,400
	Telecommunications Tax	310,500	-	235,600
	Total Finance	\$ 496,100	\$ 34,400	\$ 270,000
Office of Homeland Security	911 Fees	\$ 6,613,400	\$ 6,745,700	\$ 6,819,900
	Federal Office of Emergency Preparedness Grant	-	-	-
	Total Office of Homeland Security	\$ 6,613,400	\$ 6,745,700	\$ 6,819,900
Office of the Sheriff	Circuit Court & District Court	\$ 511,300	\$ 475,600	\$ 498,000
	Evictions Revenue	2,957,000	2,750,600	2,879,900
	Miscellaneous Fees	19,000	17,700	18,500
	Total Sheriff	\$ 3,487,300	\$ 3,243,900	\$ 3,396,400
Police Department	Contractual Police Services	\$1,540,000	\$1,540,000	\$1,540,000
	Speed Cameras	5,309,900	5,256,000	5,037,000
	State Police Aid Grant	10,630,800	11,238,500	11,238,500
	Total Police	\$ 17,480,700	\$ 18,034,500	\$ 17,815,500
People Zoning Counsel	People Zoning Counsel (M-NCPPC)	\$ 250,000	\$ 250,000	\$ 250,000
	Total People Zoning Counsel	\$ 250,000	\$ 250,000	\$ 250,000
Sub-total		\$ 1,671,799,900	\$ 1,726,085,800	\$ 1,871,609,000
Debt	Highway User Revenues	\$ 2,919,100	\$ 3,047,900	\$ 3,145,400
	Total Debt	\$ 2,919,100	\$ 3,047,900	\$ 3,145,400
Total		\$ 1,674,719,000	\$ 1,729,133,700	\$ 1,874,754,400

Notes:

- Highway user revenue is mainly used to retire debt on County General Obligation (GO) Bonds, State Participation Bonds and fund regular road maintenance projects.
- Revenue items in Allocated Revenues do not match revenues in Revenue Summary, which shows revenue groups instead of individual revenue accounts

MGM CASINO AT NATIONAL HARBOR - IMPACT STUDY

	FY 2018 Actual	FY 2019 Budget	FY 2019 Estimate	FY 2020 Approved	Change FY19 - FY20
SOURCES					
Real Property Tax - Non-Education (\$0.96 per \$100)	\$ 9,536,220	\$ 6,925,600	\$ 9,536,200	\$ 10,477,800	51.3%
Real Property Tax - Education (\$0.04 per \$100)	397,342	428,000	428,000	436,600	2.0%
Personal Property Tax - Non-Education (\$2.40 per \$100)	2,138,605	1,924,700	1,776,700	1,562,900	-18.8%
Personal Property Tax - Education (\$0.10 per \$100)	89,109	80,200	74,000	65,100	-18.8%
Admissions and Amusement Taxes (10%)	1,764,356	1,948,200	1,948,200	1,967,700	1.0%
Hotel Taxes (7%)	1,457,040	638,700	638,800	700,000	9.6%
Video Lottery Terminal (VLT) Revenues (5.5%)	7,445,652	6,695,700	8,137,700	8,510,500	27.1%
Table Game Revenues (5%)	15,500,748	15,741,100	15,741,100	17,813,600	13.2%
Total Sources	\$ 38,329,072	\$ 34,382,200	\$ 38,280,700	\$ 41,534,200	20.8%
USES					
Video Lottery Terminal (VLT) Uses					
Non-Departmental - Grants and Transfers					
Maryland 210 Improvements	\$ 2,978,300	\$ 2,678,300	\$ 3,255,100	\$ 3,404,200	27.1%
Employ Prince George's Inc.	-	337,700	675,400	337,700	0.0%
Excellence in Education Foundation for PGCPs, Inc. - Scholarships for High School Students in Impact Area	150,000	150,000	150,000	150,000	0.0%
Community Impact Grants - Local Development Council	562,000	750,000	913,000	750,000	0.0%
Board of Education - Transfers to the Capital Improvement Program	769,600	824,900	824,900	1,756,200	112.9%
Library - Transfers to the Capital Improvement Program	-	-	364,500	-	0.0%
Subtotal	\$ 4,459,900	\$ 4,740,900	\$ 6,182,900	\$ 6,398,100	35.0%
Non-Departmental - Other					
Summer Youth Employment Program	\$ 300,000	\$ 300,000	\$ 300,000	\$ 300,000	0.0%
Subtotal	\$ 300,000	\$ 300,000	\$ 300,000	\$ 300,000	0.0%
Public Safety					
Police - Additional officers at Police District 7	\$ 345,700	\$ 345,700	345,700	\$ 345,700	0.0%
Fire/EMS - Additional Fire/EMS staff dedicated to facilities in the immediate proximity of the VLT facility	190,100	190,100	190,100	190,100	0.0%
Subtotal	\$ 535,800	\$ 535,800	\$ 535,800	\$ 535,800	0.0%
Board of Education					
Board of Education - Crossland HS program	\$ 1,119,000	\$ 1,119,000	\$ 1,119,000	\$ 1,276,600	14.1%
Technology and Classroom Tool Upgrades - Allenwood ES, Apple Grove ES, Flintstone ES, Forest Heights ES, Fort Foote ES, Indian Queen ES, John Hanson Montessori, Oxon Hill MS, Potomac Landing ES and Thurgood Marshall MS. (Each school will be allotted \$55,000)	550,000	-	-	-	0.0%
Subtotal	\$ 1,669,000	\$ 1,119,000	\$ 1,119,000	\$ 1,276,600	14.1%
VLT - Sub-Total	\$ 6,964,700	\$ 6,695,700	\$ 8,137,700	\$ 8,510,500	27.1%

MGM CASINO AT NATIONAL HARBOR - IMPACT STUDY *(continued)*

	FY 2018 Actual	FY 2019 Budget	FY 2019 Esimate	FY 2020 Approved	Change FY19 - FY20
Non-Video Lottery Terminal Uses					
Board of Education					
Board of Education - Funding supports operations and reflected under the County's Contribution	\$ 10,669,800	\$ 10,024,900	\$ 10,024,900	\$ 12,262,000	22.3%
Subtotal	\$ 10,669,800	\$ 10,024,900	\$ 10,024,900	\$ 12,262,000	22.3%
Community College					
Community College - Funding for Institutional Support	\$ 1,800,000	\$ 2,800,000	\$ 2,800,000	\$ 2,800,000	0.0%
Promise Scholarships Initiative	1,700,000	1,700,000	1,700,000	1,700,000	0.0%
Subtotal	\$ 3,500,000	\$ 4,500,000	\$ 4,500,000	\$ 4,500,000	0.0%
Library					
Library - Funding provides for evening hours, materials and programming	\$ 700,000	\$ 700,000	\$ 700,000	\$ 700,000	0.0%
Books from Birth Initiative	113,200	272,300	272,300	272,300	0.0%
Subtotal	\$ 813,200	\$ 972,300	\$ 972,300	\$ 972,300	0.0%
Non-Departmental - Other					
Library - Transfers to the Capital Improvement Program	\$ -	\$ -	\$ 1,699,200	\$ -	0.0%
Summer Youth Employment Program	-	-	-	402,400	
Subtotal	\$ -	\$ -	\$ 1,699,200	\$ 402,400	0.0%
Public Safety					
Police - FY 2018 - 200 new recruits (3 classes of 50 and 2 classes of 25)/ FY 2019 - 75 of 125 new recruits/ FY 2020 - 85 sworn positions including new recruits	\$ 5,760,300	\$ 5,837,800	\$ 6,486,300	\$ 7,200,500	23.3%
Fire/EMS - FY 2018 - 115 new recruits - 3 Classes (2 Classes of 35 and 1 class of 45) - FY 2019 - 60 recruits - 3 classes (3 classes of 20), FY 2020 - 75 sworn staff including 48 new recruits	2,244,600	4,442,700	4,551,500	5,674,200	27.7%
Sheriff - FY 2019 - 25 sworn staff/ FY 2020 - 25 sworn staff	1,716,500	1,908,800	1,908,800	2,012,300	5.4%
Subtotal	\$ 9,721,400	\$ 12,189,300	\$ 12,946,600	\$ 14,887,000	22.1%
Non-VLT - Sub-Total	\$ 24,704,400	\$ 27,686,500	\$ 30,143,000	\$ 33,023,700	19.3%
Total Uses	\$ 31,669,100	\$ 34,382,200	\$ 38,280,700	\$ 41,534,200	20.8%
Excess (Deficit)	\$ 6,659,972	\$ -	\$ -	\$ -	

MGM CASINO AT NATIONAL HARBOR - IMPACT STUDY (continued)

	FY 2018 Actual	FY 2019 Budget	FY 2019 Estimate	FY 2020 Approved	Change FY19 - FY20
CB 33-2015 Requirement - 50% for Education					
Board of Education	\$13,108,400	\$11,968,800	\$11,968,800	\$15,294,800	27.8%
Library	813,200	972,300	2,671,500	972,300	0.0%
College	3,500,000	4,500,000	4,500,000	4,500,000	0.0%
Total	\$17,421,600	\$17,441,100	\$19,140,300	\$20,767,100	19.1%
VLT Summary					
Revenues	\$ 7,445,652	\$ 6,695,700	\$ 8,137,700	\$ 8,510,500	27.1%
Expenses	6,964,700	6,695,700	8,137,700	8,510,500	27.1%
Surplus (Deficit)	\$ 480,952	\$ -	\$ -	\$ -	
Non-VLT Summary					
Revenues	\$ 30,883,420	\$ 27,686,500	\$ 30,143,000	\$ 33,023,700	19.3%
Expenses	24,704,400	27,686,500	30,143,000	33,023,700	19.3%
Surplus (Deficit)	\$ 6,179,020	\$ -	\$ -	\$ -	
All Summary					
Revenues	\$ 38,329,072	\$ 34,382,200	\$ 38,280,700	\$ 41,534,200	20.8%
Expenses	31,669,100	34,382,200	38,280,700	41,534,200	20.8%
Surplus (Deficit)	\$ 6,659,972	\$ -	\$ -	\$ -	

CONSOLIDATED GRANT PROGRAM SUMMARY

AGENCY NAME	FEDERAL CASH	STATE CASH	OTHER CASH	TOTAL OUTSIDE SOURCES	COUNTY CASH	TOTAL PROGRAM SPENDING
GENERAL GOVERNMENT						
OFFICE OF COMMUNITY RELATIONS	\$ 60,000	\$ 294,200	\$ -	\$ 354,200	\$ -	\$ 354,200
COURTS						
CIRCUIT COURT	-	3,860,100	40,000	3,900,100	342,900	4,243,000
PUBLIC SAFETY						
OFFICE OF THE STATE'S ATTORNEY	-	2,677,800	-	2,677,800	-	2,677,800
POLICE DEPARTMENT	1,001,200	3,428,500	-	4,429,700	30,000	4,459,700
FIRE/EMS DEPARTMENT	3,882,100	1,795,600	-	5,677,700	1,178,000	6,855,700
OFFICE OF THE SHERIFF	2,363,700	404,000	5,000	2,772,700	1,217,700	3,990,400
DEPARTMENT OF CORRECTIONS	272,800	134,100	-	406,900	-	406,900
OFFICE OF HOMELAND SECURITY	1,610,300	660,000	-	2,270,300	-	2,270,300
ENVIRONMENT						
DEPARTMENT OF THE ENVIRONMENT	-	35,800	-	35,800	-	35,800
HUMAN SERVICES						
DEPARTMENT OF FAMILY SERVICES	4,526,800	7,789,200	110,000	12,426,000	384,200	12,810,200
HEALTH DEPARTMENT	48,465,500	17,590,000	1,050,100	67,105,600	105,000	67,210,600
DEPARTMENT OF SOCIAL SERVICES	11,317,000	2,445,700	2,346,000	16,108,700	747,000	16,855,700
INFRASTRUCTURE AND DEVELOPMENT						
DEPARTMENT OF PUBLIC WORKS & TRANSPORTATION	400,000	10,046,900	-	10,446,900	689,900	11,136,800
DEPARTMENT OF HOUSING AND COMMUNITY DEVELOPMENT/HOUSING AUTHORITY	96,171,400	-	655,800	96,827,200	-	96,827,200
NON-DEPARTMENTAL						
NON-DEPARTMENTAL	-	-	9,000,000	9,000,000	-	9,000,000
TOTAL FY 2020 GRANTS	\$ 170,070,800	\$ 51,161,900	\$ 13,206,900	\$ 234,439,600	\$ 4,694,700	\$ 239,134,300

Total Program Spending is the total of County Cash and Total Outside Sources.

EDUCATION REVENUE DETAIL

	FY 2018 Actual	FY 2019 Budget	FY 2019 Estimated	FY 2020 Approved	Change FY19 - FY20
BOARD OF EDUCATION					
Federal Sources					
Unrestricted Federal Aid	\$ 37,596	\$ 80,000	\$ 80,000	\$ 80,000	0.0%
Restricted Federal Aid	83,407,384	100,027,600	100,027,600	124,407,300	24.4%
Total Federal Sources	\$ 83,444,980	\$ 100,107,600	\$ 100,107,600	\$ 124,487,300	24.4%
Board Sources					
Board Sources	\$ 19,779,962	\$ 13,479,900	\$ 13,479,900	\$ 16,293,000	20.9%
Board of Education Fund Balance	-	28,000,000	28,000,000	28,000,000	0.0%
Total Board Sources	\$ 19,779,962	\$ 41,479,900	\$ 41,479,900	\$ 44,293,000	6.8%
State Aid					
Foundation Program	\$ 530,518,361	\$ 539,619,300	\$ 539,619,300	\$ 549,243,400	1.8%
Geographic Cost of Education Index	42,000,057	43,072,600	43,072,600	44,290,300	2.8%
Special Education	43,838,999	45,004,800	45,004,800	46,094,500	2.4%
Nonpublic Placements	21,411,549	23,863,700	23,863,700	23,863,800	0.0%
Transportation Aid	40,693,791	41,559,000	41,559,000	44,368,600	6.8%
Compensatory Education	282,089,241	286,430,700	286,430,700	289,088,400	0.9%
Limited English Proficiency	94,280,507	107,414,800	107,414,800	113,918,800	6.1%
Net Taxable Income - Adjustment	22,370,119	29,306,100	29,306,100	27,763,500	-5.3%
Guaranteed Tax Base	5,665,296	1,294,300	1,294,300	-	-100.0%
Supplemental Grant and Other State Aid	20,505,652	20,505,700	20,505,700	20,505,700	0.0%
Tax Increment Financing				3,061,100	
Other State Aid	345,465	-	-	-	0.0%
Kirwan Funding - Unrestricted	-	-	-	27,413,000	0.0%
Kirwan Funding - Restricted				26,215,300	0.0%
Restricted Grants	4,520,500	4,510,600	4,510,600	12,046,600	167.1%
Total State Sources	\$ 1,108,239,537	\$ 1,142,581,600	\$ 1,142,581,600	\$ 1,227,873,000	7.5%
Outside Aid	\$ 1,211,464,479	\$ 1,284,169,100	\$ 1,284,169,100	\$ 1,396,653,300	8.8%
General County Sources	\$ 461,334,644	\$ 497,134,800	\$ 497,134,800	\$ 515,306,932	3.7%
Real Property/BOE -Tax Increase	34,760,150	36,155,300	36,155,300	37,467,800	3.6%
Personal Property/BOE -Tax Increase	3,391,441	3,362,200	3,362,200	3,429,400	2.0%
Telecommunications Tax	24,186,459	27,834,700	27,834,700	23,559,268	-15.4%
Energy Tax	76,969,462	72,356,300	72,356,300	78,719,400	8.8%
Transfer Tax	138,539,045	126,719,600	126,719,600	127,986,800	1.0%
Subtotal County Revenue	\$ 739,181,200	\$ 763,562,900	\$ 763,562,900	\$ 786,469,600	3.0%
TOTAL BOARD OF EDUCATION	\$ 1,950,645,679	\$ 2,047,732,000	\$ 2,047,732,000	\$ 2,183,122,900	6.6%

EDUCATION REVENUE DETAIL *(continued)*

	FY 2018 Actual	FY 2019 Budget	FY 2019 Estimated	FY 2020 Approved	Change FY19 - FY20
COMMUNITY COLLEGE					
County Contribution	\$ 39,866,400	\$ 42,620,600	\$ 42,620,600	\$ 43,922,300	3.1%
State Aid	29,000,426	29,514,600	29,514,600	31,245,000	5.9%
Tuition and Fees	40,211,499	40,600,000	39,381,000	39,505,200	-2.7%
Other Revenues	2,354,259	2,432,700	2,493,700	4,249,300	74.7%
Fund Balance	-	2,617,800	-	5,750,600	119.7%
TOTAL COMMUNITY COLLEGE	\$ 111,432,584	\$ 117,785,700	\$ 114,009,900	\$ 124,672,400	5.8%
LIBRARY					
County Contribution	\$ 21,524,900	\$ 22,400,000	\$ 22,400,000	\$ 24,128,200	7.7%
State Aid	7,401,722	7,477,000	7,477,000	7,628,000	2.0%
Interest	878	1,000	870	900	-10.0%
Fines/Fees	250,057	270,000	250,060	250,100	-7.4%
Miscellaneous	723,803	776,600	786,960	797,000	2.6%
Fund Balance	-	200,000	200,000	399,300	100.0%
TOTAL LIBRARY	\$ 29,901,360	\$ 31,124,600	\$ 31,114,890	\$ 33,203,500	6.7%

Notes:

- (1) Numbers may not add due to rounding.
- (2) The County contributions to the Board of Education, Community College and Library include MGM related revenues. Please refer to the MGM Casino at National Harbor Impact Summary page for further details.

MUNICIPAL TAX DIFFERENTIAL

Program Information

The Tax Property Article of the Annotated Code of Maryland (Title 6, Subtitle 6-305) mandates that the County recognize, through either a reduced County tax rate or direct grant payment, those governmental services and programs that municipal governments perform in lieu of similar County services, to the extent that these similar services are funded through the property tax rate.

Financial Summary

Under the provisions of Title 17, Subtitle 10, Division 6, of the Public Local Laws of Prince George's County, each town's cost of each service identified in the prior-year County budget is assigned a tax rate equivalency value after adjustments are made to offset revenue directly allocable to a specific service. The aggregate town requests for "in lieu of" service credit, as certified by the County, are translated into a dollar value, which is the sum of the products of the tax rate equivalent cost of the service multiplied by each town's tax base. Each of these net service values is then reduced to reflect the portion of levy. The sum of the tax rate values of the services constitutes the tax rate differential accruing to each town, i.e., the amount by which the County unincorporated area property tax rate will be reduced in each respective town.

Beginning with FY 1999, County legislation set a five-year rolling average for changes in municipal differential rates. Beginning in FY 2004 and each year thereafter, this changed to a three-year rolling average. The purpose of this modification is to provide stability to municipal residents' County tax rates, smoothing what could otherwise be a large rate change that could be triggered by a reorganization of County services, economic fluctuations, changes in municipal service levels or other factors.

In 2000, Chapter 80, Acts of 2000 (Senate Bill 626) provided that, beginning in FY 2001, property tax rates shall be applied to 100% of the market value of real property, rather than the 40% for most real property under previous law. Also, the law mandates that the County real property tax rates and municipal tax differentials be adjusted to make the impact revenue neutral. As a result, starting from FY 2002, a separate real property tax rate and a separate personal property rate have been applied. Also a real property tax differential and a separate personal property tax differential have been applied, in accordance with State law and County code (CB-1-2001).

FY 2020 Tax Differential Rates

Municipality	FY 2020 TAX DIFFERENTIAL		FY 2020 VALUE		TOTAL
	PERSONAL PROPERTY	REAL PROPERTY	PERSONAL PROPERTY	REAL PROPERTY	
Berwyn Heights	0.311	0.128	\$ 59,040	\$ 382,008	\$ 441,048
Bladensburg	0.326	0.134	56,287	633,913	690,200
Bowie	0.367	0.152	498,514	10,189,049	10,687,563
Brentwood	0.187	0.077	8,159	195,144	203,303
Capitol Heights	0.277	0.114	38,581	331,570	370,150
Cheverly	0.326	0.135	54,224	802,652	856,875
College Park	0.083	0.034	81,823	978,885	1,060,708
Colmar Manor	0.253	0.104	6,140	99,231	105,371
Cottage City	0.226	0.094	9,029	94,656	103,685
District Heights	0.322	0.133	22,331	495,495	517,825
Eagle Harbor	0.008	0.003	14	246	260
Edmonston	0.234	0.096	16,766	152,366	169,132
Fairmount Heights	0.202	0.083	3,384	88,612	91,995
Forest Heights	0.176	0.072	6,635	129,444	136,080
Glenarden	0.284	0.117	26,770	630,434	657,203
Greenbelt	0.379	0.157	265,842	3,291,478	3,557,320
Hyattsville	0.361	0.149	293,749	2,887,250	3,180,999
Landover Hills	0.209	0.086	7,578	135,099	142,677
Laurel	0.443	0.183	412,929	5,562,137	5,975,066
Morningside	0.193	0.080	5,501	77,808	83,308
Mount Rainier	0.348	0.144	22,811	653,668	676,480
New Carrollton	0.296	0.122	44,536	935,303	979,839
North Brentwood	0.012	0.005	109	2,739	2,848
Riverdale	0.328	0.135	91,050	1,010,753	1,101,803
Seat Pleasant	0.288	0.119	25,842	359,816	385,659
University Park	0.325	0.134	9,051	443,236	452,287
Upper Marlboro	0.185	0.077	53,670	68,913	122,583
Total			\$ 2,120,365	\$ 30,631,901	\$ 32,752,266

NOTE: Numbers may not add due to rounding.