



# FY 2025 PROPOSED BUDGET



April 4, 2024  
City Meeting

# FY 2025 Proposed Budget Development

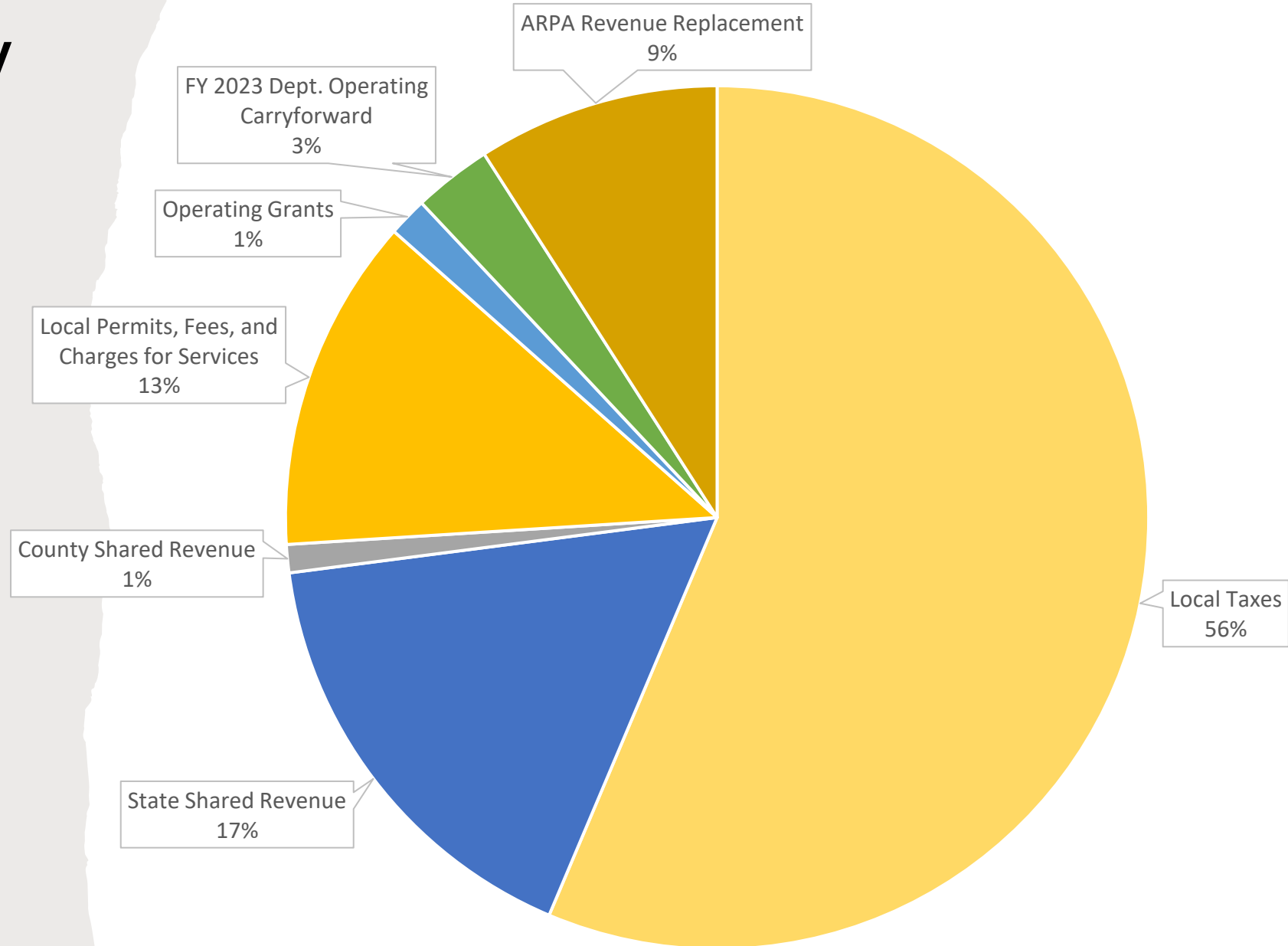
- Commission adopted a new budget policy in July 2023 which set the budget calendar for FY 2025 and future fiscal years.
- Preliminary economic outlook data was presented to the Commission in January 2024; indicators show a positive economic year.
- The City's FY 2024 real property portfolio was valued at \$491,603,929; staff estimates placed the FY 2025 real property portfolio value at \$506,352,046; Maryland Department of Assessments and Taxation provided final valuation in February of \$522,945,014.
- Staff requested budget guidance from the Commission regarding revenue scenarios and the Commission deliberated in January and February.



# Real Property Tax Revenue

- FY 2025 was built at \$0.692 per \$100 of assessed value, half a cent over the current rate of \$0.687.
- Local taxes generate over half of the City's revenue.
- Total real property portfolio valued at \$522,945,014

FY 2025 General Fund Revenue by Category







**Improves service levels for residents, taxpayers, and business owners.**



**Continues focus on fiscal oversight and management.**



**Fully implements the new step and grade pay plan.**



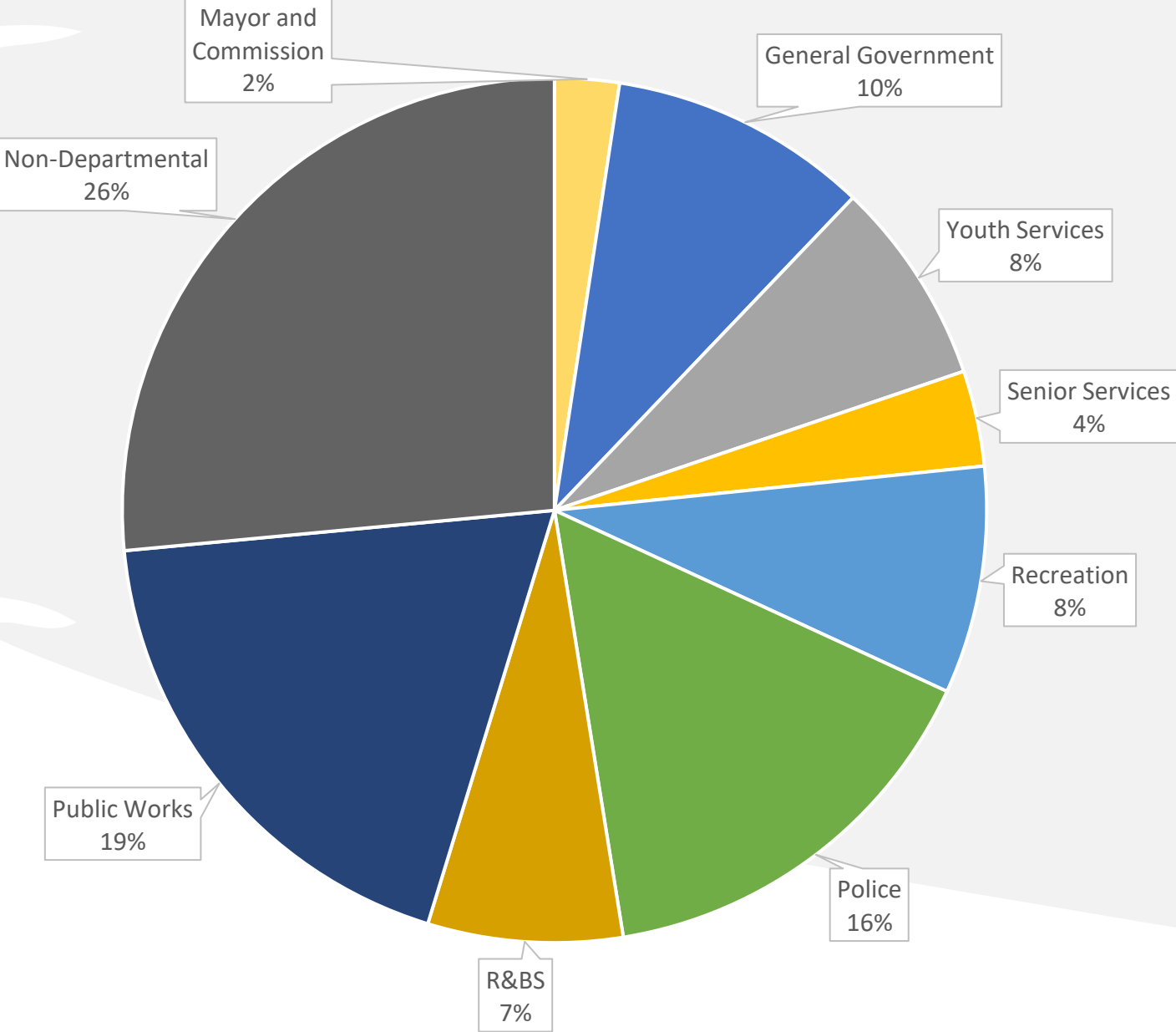
**Funds economic development and annexation priorities to expand tax base**

# FY 2025 Budget Guidance

- The Commission directed that the FY 2025 Proposed Budget be prepared at the “half penny up” revenue scenario, resulting in \$231,805 in net new revenue available.
- The Commission also requested options to reduce to the current tax rate, which would result in an approximately \$30,000 decrease to the operating budget, plus contingency.
- Confirmed focus on modernization, efficiency, and implementation of best practices.

# FY 2025 Proposed Expenditures by Department

Mayor and Commission	\$161,728
General Government	\$651,988
Youth Services	\$513,170
Senior Services	\$239,710
Recreation	\$570,625
Police	\$1,044,496
Resident and Business Services	\$488,275
Public Works	\$1,258,915
Non-Departmental	\$1,776,059
<b>Total Expenditures</b>	<b>\$6,704,966</b>



# FY 2025 Operating Budget Proposals

## Mayor and City Commission

Annexation Initiative	\$20,000	0.0 FTE
Addition to Scholarship Program	\$3,000	0.0 FTE

## General Government

Convert AV Coordinator to General Government Intern	-\$6,071	0.0 FTE
Reclassify and Transfer Deputy Clerk	-\$61,576	-1.0 FTE
Add Communications Director	\$96,885	1.0 FTE
Unfreeze Finance and Accounting Manager	\$96,885	0.0 FTE

## Family and Youth Services

Convert Part-time Clinical Therapist to Full-time	\$25,448	0.5 FTE
Add Clinical Therapist	\$73,891	1.0 FTE

## Recreation

Convert Part-time Recreation Assistant to Full-time	\$25,001	0.5 FTE
Addition to Events Operating Budget	\$20,000	0.0 FTE

## Public Safety

Police Auxiliary and Youth Academy	\$20,000	0.0 FTE
Resident and Business Services Assistant	\$51,672	1.0 FTE
<b>Proposed Budget Impact</b>	<b>\$365,135</b>	<b>3.0 FTE</b>

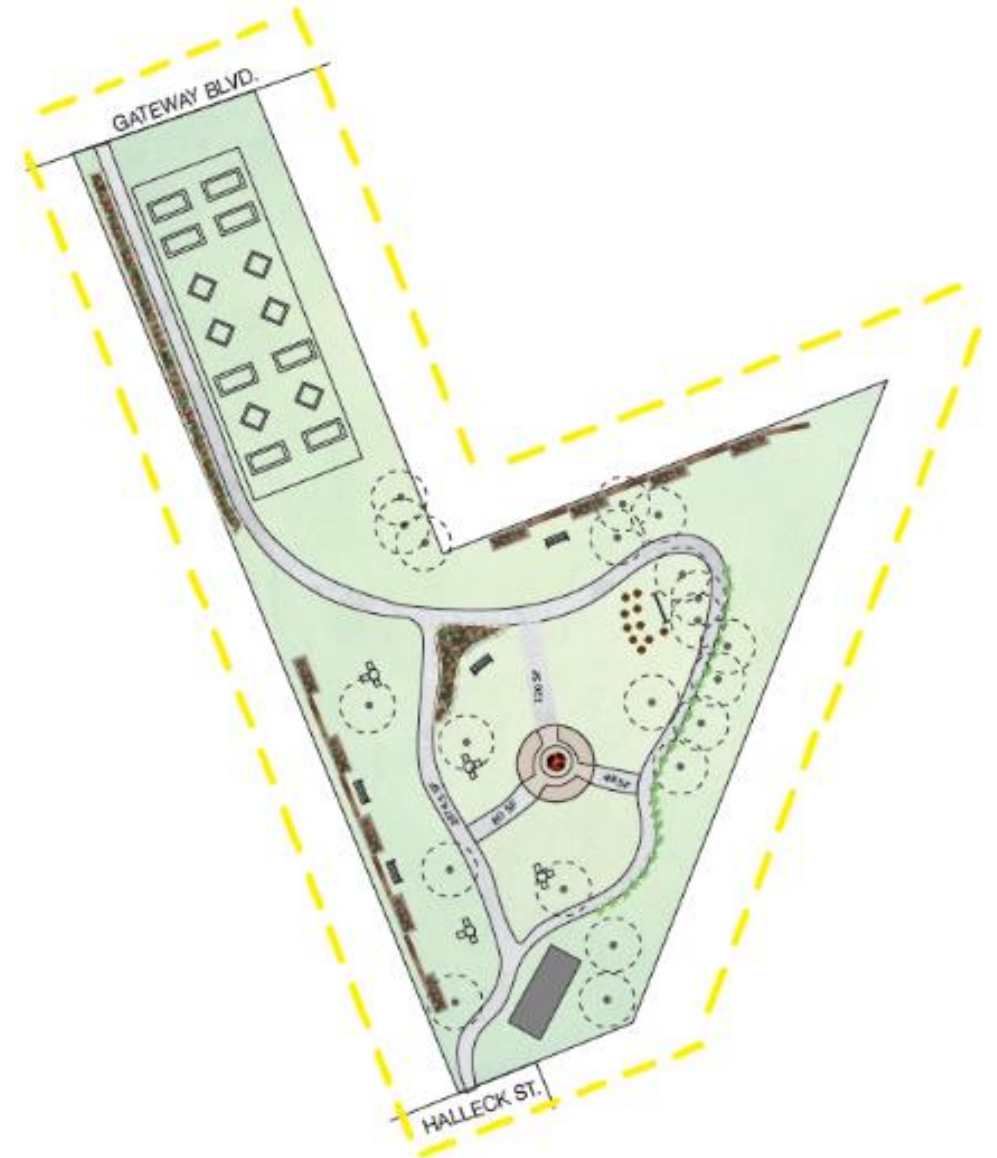
# FY 2025-2030 CIP Projects

## Capital Construction Projects

Project	Budget
6114 Marlboro Pike	\$600,000
Senior Center	\$197,000
Fiesta Place Phase II	\$185,000

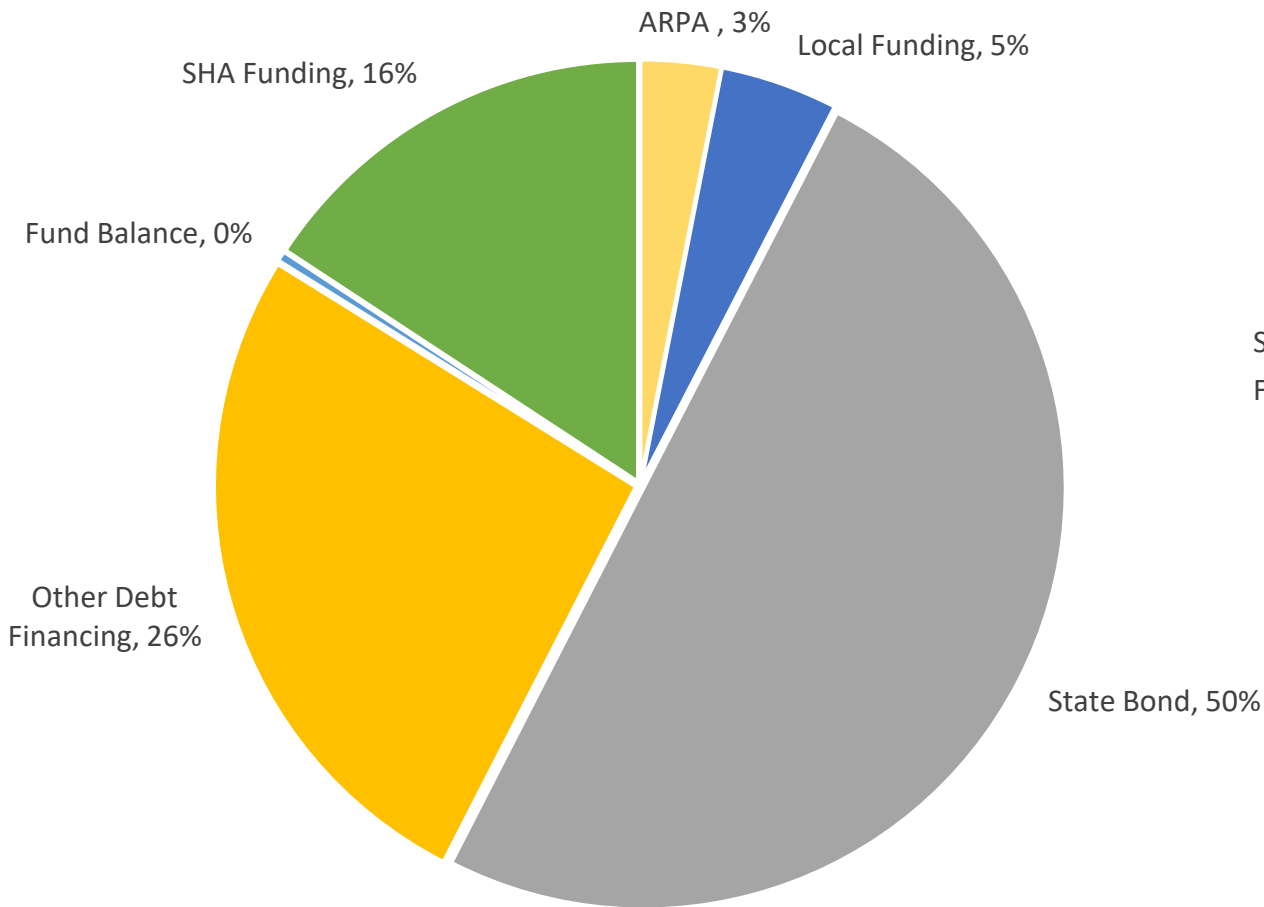
## Asset Preservation Projects

Project	Budget
Street and Sidewalks	\$250,000
Major Equipment	\$165,000

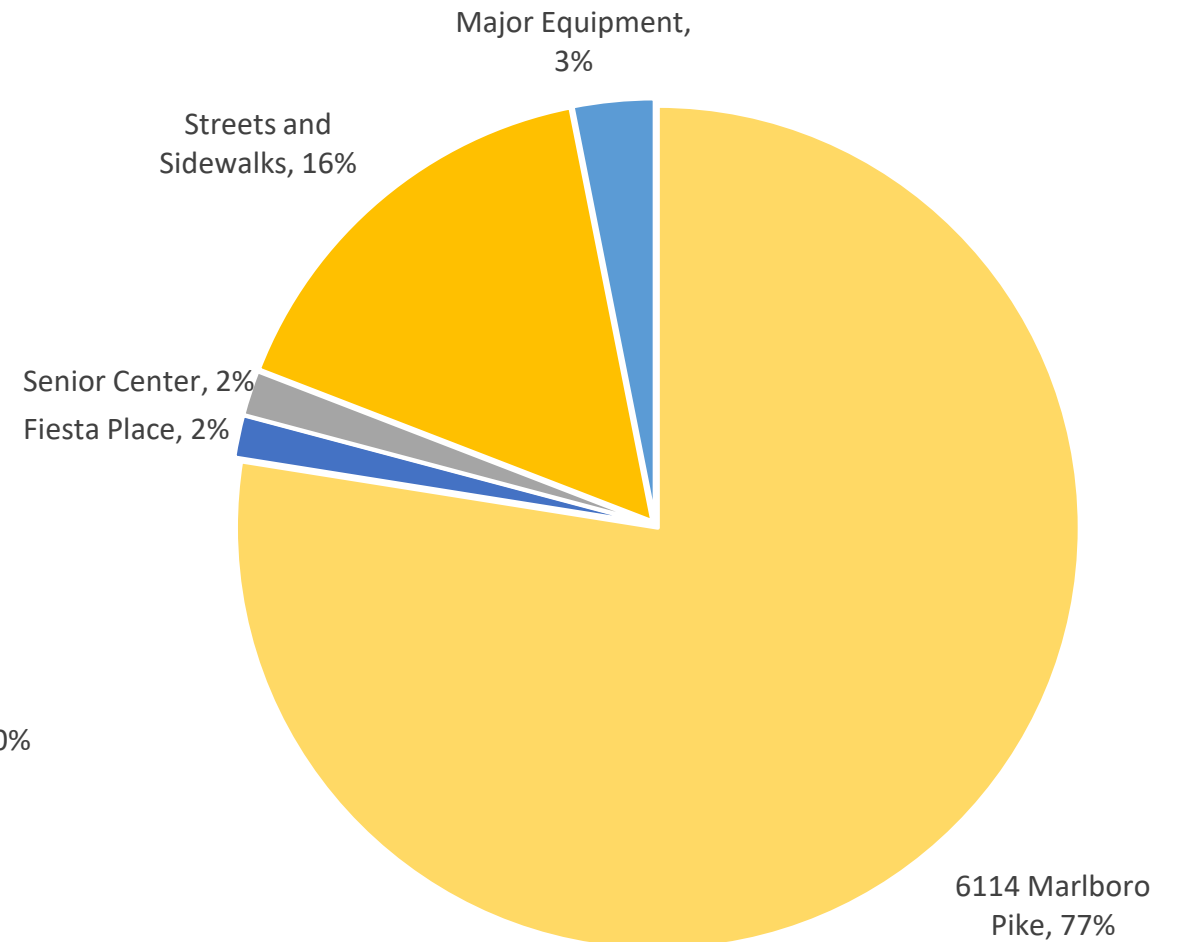


# CIP Six-Year Funding Sources and Project Expenditures

## Funding Sources



## Project Expenditures





# FY 2025-30 CIP Appropriations

<i>Figures in 1,000s</i>	FY 25	FY 26	FY 27	FY 28	FY 29	FY 30	Total
<b>Funding Sources</b>							
ARPA	\$350	-	-	-	-	-	\$350
Local Funding	-	\$75	\$35	\$114	\$205	\$85	\$514
State Bond	\$797	\$300	\$100	\$2,000	\$2,000	\$500	\$5,697
Other Debt Financing	-	-	\$1,000	\$1,000	\$1,000	-	\$3,000
Fund Balance	-	-	-	-	\$30	\$15	\$45
SHA Funding	\$250	\$275	\$310	\$316	\$320	\$325	\$1,796
<b>Total</b>	<b>\$1,397</b>	<b>\$650</b>	<b>\$1,445</b>	<b>\$3,430</b>	<b>\$3,555</b>	<b>\$925</b>	<b>\$11,402</b>
<b>Expenditures</b>							
Construction	\$982	\$350	\$1,100	\$3,080	\$3,150	\$550	\$9,212
Asset Preservation	\$415	\$300	\$345	\$350	\$405	\$375	\$2,190
<b>Total</b>	<b>\$1,397</b>	<b>\$650</b>	<b>\$1,445</b>	<b>\$3,430</b>	<b>\$3,555</b>	<b>\$925</b>	<b>\$11,402</b>

# FY 2025 ARPA Spending Plan

	FY 2022 Actual	FY 2023 Actual	FY 2024 Projected	FY 2025 Proposed
Allocated ARPA Revenue	\$5,895,793	\$5,831,841	\$3,783,288	\$1,058,790
Expenditures	\$63,952	\$2,048,554	\$2,724,497	\$1,058,790
Balance Allocated for Future Fiscal Year	\$5,831,841	\$3,783,288	\$1,058,790	\$0

Project	Budget
Transfer to General Fund – Revenue Replacement	\$608,314
Transfer to CIP – Major Equipment	\$165,000
Transfer to CIP – Fiesta Place	\$185,000
Unallocated balance	\$100,476

# FY 2025 Budget Schedule

- Budget Proposal  
Thursday, April 4 – 7 PM
- City Work Session  
Tuesday, April 9 – 7 PM
  - Budget Hearing
  - Department Presentations
- City Work Session  
Tuesday, April 23 – 7 PM
  - Budget Hearing
  - Department Presentatic
  - Budget Wrap-up
- City Meeting  
Thursday May 2 – 7 PM
  - Budget Adoption

