

FISCAL YEAR 2015 COUNCIL BUDGET MEETING

Wednesday, May 21, 2014

9:30 am

Room 502



FY 2015 Budget Timeline



April 3, 2014

The Executive Transmitted the FY 2015 Budget and Financial Plan to the Council



May 13 through May 15, 2014
Committee Markups



June 11, 2014

Second Vote on Budget Request Act* and Budget Support Act for FY 2015



March 18, 2014

Council Budget Office sent standard budget submission questions to agency AFOs



April 7 through May 9, 2014

Committee Budget Hearings



May 28, 2014

First Vote on Budget Request Act and Budget Support Act for FY 2015



**FY 2015
Budget Timeline**

Agenda

- * Review of Committee Budget Actions
- * Review and Discussion of Council-wide Priorities and Funding

Ground Rules

- * Discussion will be limited to 30 minutes for each committee
 - * Each slide details the committee's recommendations to the Mayor's proposed budget
- * Any recommended BSA subtitles or new policy proposals without associated funding **will not be included** in the budget
- * All budget modifications are local funds unless otherwise noted

Budget Certification

- * Many Committees proposed policy changes in their committee reports that impact the Mayor's proposed budget
- * The CFO must certify 1) the Mayor's budget before it is sent to the Council and 2) the Council's budget before we pass it on May 28th
- * The CFO's role does not include making policy judgments on the Council's modifications to the Mayor's proposed budget
- * The Council Budget Office is working closely with Committees and the OCFO to resolve any outstanding certification issues

Mayor's Budget Summary

FY 2015 Gross Funds Budget by Fund Type				
(\$ in millions)				
Fund Type	FY 2014 Approved Budget	FY 2015 Mayor's Proposed	Change	% Change
Local	6,349.6	6,794.1	444.5	7.0%
Dedicated Tax	296.2	271.4	-24.8	-8.4%
Special Purpose	516.4	590.4	74.0	14.3%
Subtotal, General Fund	7,162.2	7,655.9	493.7	6.9%
Federal	2,954.2	3,118.6	164.4	5.6%
Private	6.9	2.1	-4.8	-69.6%
Total, Operating Funds	10,123.3	10,776.6	653.3	6.5%
Enterprise and Other Funds	2,059.7	1,841.8	-217.9	-10.6%
Total Gross Funds	12,183.0	12,618.4	435.4	3.6%

Source: FY 2015 Proposed Budget and Financial Plan, Transmittal Letter from Jeffrey DeWitt to Vincent Gray, 4/3/13, Page 3

Mayor's Budget Summary

Local Funds

FY 2015 Proposed Budget Summary	
Local Funds	
(\$ in millions)	
Taxes	6,171.6
Non-Tax Revenues	453.1
Lottery	66.0
All Other	21.7
Revenue Proposals	(22.6)
Fund Balance Use	104.8
Total Local Fund Resources	\$6,794.6
Local Expenditures	\$6,794.1
Projected FY 2015 Operating Margin	\$0.5

Source: FY 2015 Proposed Budget and Financial Plan, Transmittal Letter from Jeffrey DeWitt to Vincent Gray, 4/3/13, Page 3

Major Budget Actions In Committee Markups

Committee on Finance and Revenue

The committee approved the Mayor's proposed budget with the following changes to the agencies under its jurisdiction:

- * Redirected \$150,000 to the Committee on Economic Development for an EITC education grant to be issued by **DMPED**

Recommended changes to the Mayor's proposed BSA include the following:

- * Add Emerging Business District Demonstration Projects subtitle
 - * Authorize a grant program for business development
- * Add IPW Fund Establishment subtitle
 - * Creates a non-lapsing fund to support **Destination DC** plan for the IPW Conference

Major Budget Actions In Committee Markups

Committee on the Judiciary and Public Safety

The committee approved the Mayor's proposed budget with the following changes to the agencies under its jurisdiction:

- * Identified \$163,000 in savings by eliminating 1 attorney-advisor FTE at OAG and \$278,000 by eliminating 3 FTEs at FEMS and directed the funds to **OHR** to fund 5 FTEs to implement the Fair Criminal Record Screening Act of 2014
- * Identified \$14,000 in equipment savings at OAG and redirected the funds to **DMPSJ** for transportation tokens and birth certificates for returning citizens
- * Redirected \$92,000 from an eliminated FTE within **DOC** to fund the increasing per-diem rate for halfway housing

Recommended changes to the Mayor's proposed BSA include the following:

- * Add Access to Justice Initiative Amendment subtitle

Major Budget Actions In Committee Markups

Committee on Government Operations

The committee approved the Mayor's proposed budget with the following changes to the agencies under its jurisdiction:

- * Redirected \$500,000 in one-time funds from ORM to provide :
 - * \$100,000 to **OS** for the Statehood Delegation
 - * \$120,000 to **OAPIA** for domestic violence prevention and other programs
 - * \$25,000 to **PERB** for workshops and District-wide training
- * Identified \$738,000 in savings at OCTO, DCHR, DGS, and the Captive Insurance Agency and directed the funds as follows:
 - * \$195,000 to EOM for the **Commission on Fathers, Men, and Boys**
 - * \$208,000 to EOM for the **Commission on Women**
 - * \$59,000 to EOM for the **Office on African Affairs**
 - * \$200,000 to the Committee on Business, Consumer and Regulatory Affairs for the H St. Main Street under **DSLBD**
 - * \$70,000 to the Committee on Education to waive fees for community-based organizations to use **DCPS** facilities after-hours
- * Accepted transfer of \$250,000 from the Committee of the Whole to shift Emancipation Day activities from the Council to **EOM**
- * Accepted transfer of \$186,000 from the Committee on Transportation and the Environment to fund the Smoking Restriction Amendment Act of 2014

Major Budget Actions In Committee Markups

Committee on Government Operations

The Committee approved the Mayor's capital budget with the following major changes to the agencies under its jurisdiction:

- * Transferred \$19.8M of Archives project budget to the Committee on Transportation and the Environment and received \$14.4M in FY17

Recommended changes to the Mayor's proposed BSA include the following:

- * District Government Family Leave Program Amendment subtitle
 - * Extended the paid leave benefit for birth or adoption event from 6 weeks to 8 weeks per event
- * Add Office of the Secretary Limited Grant Making Authority subtitle
 - * Authorizes Office of the Secretary to issue grants to provide assistance to the Statehood Delegation
- * Add Renewable Energy Portfolio Standard Amendment subtitle
 - * Postpones date for annual report on suppliers' compliance with RPS
- * Add Residential Essential Service Subsidy Stabilization Amendment subtitle
 - * Returns management of Residential Essential Service program from DDOE to the PSC
- * Add Commission on Fathers, Men, and Boys Establishment subtitle
- * Add Workplace Wellness subtitle

Major Budget Actions In Committee Markups

Committee on Education

The committee approved the Mayor's proposed budget with the following changes to the agencies under its jurisdiction:

* **DCPS**

- * \$2.8M (\$2M in an internal reallocation of DCPS funds and \$800,000 from Non-public Tuition) to provide additional funding for schools most affected by the discrepancy between DCPS's allocation of at-risk funds and the requirements in the Fair Student Funding Act
- * Added a net increase of \$8.5M to the Mayor's Proposed FY 2015-20 CIP including the following:
 - * Reallocation of existing funds for Orr ES, Marie Reed ES, Logan ES, Goding (School-Within-a-School) to begin modernization in FY15
 - * Transfers from the Committee on Transportation and the Environment (\$14.3 for Watkins ES and \$3.5M for Murch ES) and the Committee on Health (\$5M for a new application middle school in Ward 7)

* **DCPCS**

- * Added \$1.4M to offset losses at charter schools due to the Mayor's elimination of the summer school weight in the UPSFF

Major Budget Actions In Committee Markups

Committee on Education

The committee approved the Mayor's proposed budget with the following changes to the agencies under its jurisdiction:

* **OSSE**

- * Added \$2.3M to fund additional slots in the early child care subsidy program
- * Added \$1M (including \$500,000 transferred from Committee on Economic Development) to continue the Community Schools Program
- * Added \$473,000 and 4.0 FTEs for the Youth Re-engagement Center
- * Added \$340,000 to provide learning disability assessments and diagnoses for adult learners
- * Added \$200,000 and 2.0 FTEs to support homeless student outreach and intervention programs
- * Accepted transfers from the Committee on Transportation and the Environment:
 - * \$1.5M for a study on the relationship between health and student achievement
 - * \$3.3M to implement the Healthy Tots Act
 - * \$63,000 to fund a school-based food pantry program in Wards 4 and 7

Major Budget Actions In Committee Markups

Committee on Education

The committee approved the Mayor's proposed budget with the following changes to the agencies under its jurisdiction:

* **DCPL**

- * Accepted transfer of capital funds from the Committee on Transportation and the Environment
 - * \$1M for the Capital View Library
 - * \$3M for the Cleveland Park Library
 - * \$21.7M for the Palisades Library (will be returned to T&E in FYs 19 & 20)

* **Non-Public Tuition**

- * Decrease of \$5.6M to support various committee priorities

* **SBOE**

- * Added \$222,000 and 2 FTEs to implement the Office of the Student Advocate
- * Added \$39,000 for the Office of the Ombudsman

* **DME**

- * Accepted the transfer of \$4M from the Committee on Transportation and the Environment to provide facilities planning grants for two public charter schools

Major Budget Actions In Committee Markups

Committee on Transportation & the Environment

The committee approved the Mayor's proposed budget with the following changes to the agencies under its jurisdiction:

* **DDOT**

- * Added \$500,000 in one-time funds for the Comprehensive Rail Plan
- * Added \$1.45M to freeze the Circulator fare at \$1 for one year
- * Added \$294,000 and 5 FTE Traffic Control Officers
- * Reduced \$2.4M across various programs to fund committee priorities
- * Converted \$1.3M to paygo capital funding for the Ward 8 Streetscape Project

DPW

- * Added \$715,000 and 6 FTEs to create the Office of Waste Diversion
- * Added \$150,000 in one-time funds for the Recycling Education program
- * Added \$200,000 in one-time funds for Public Space Can replacement
- * Reduced \$3.5M (including \$2M in Supercan funding) to fund committee priorities

Major Budget Actions In Committee Markups

Committee on Transportation & the Environment

The committee approved the Mayor's proposed budget with the following changes to the agencies under its jurisdiction:

* **DMV**

- * Added \$559,000 and 6 FTEs to implement the Traffic Adjudication Act

* **DDOE**

- * Added \$293,000 and 2 FTEs to create the Office of Electronic Waste Recycling
- * Added \$165,000 and 1 FTE for the implementation of the Air Quality Amendment Act
- * Added \$525,000 and 7.2 FTEs to restore the Lead and Healthy Housing program
- * Added \$50,000 to provide a grant for recycling education in public housing
- * Directed \$200,000 in o-type funds from the Pesticide Fund to support the transfer of the Wildlife Rehabilitation program from DOH

* **DPR**

- * Added \$75,000 for the Summer Food Service program
- * Accepted transfer of \$250,000 from the Committee on Health for upgrades at Kenilworth Parkside Community Park

Major Budget Actions In Committee Markups

Committee on Transportation & the Environment

* **Inter-Committee Transfers**

- * Transferred \$731,000 to **WMATA** to provide free transportation for the start of the Summer Youth Employment Program
- * Transferred \$4M to the **Deputy Mayor for Education** to provide operating grants to public charter schools
- * Transferred \$4.9M to **OSSE** to support:
 - * Study on children's health and wellness and academic achievement (\$1.5M)
 - * Healthy Tots Act implementation (\$3.3M)
 - * School-based Pantry Program (\$63,000)
- * Transferred \$186,000 to **DGS** to implement the Smoking Restriction Amendment Act
- * Transferred \$250,000 to the **Office on Aging** for senior transportation services
- * Transfer \$1.3M to **DHS** to support an increase of monthly SNAP benefits to \$30
 - * Fiscal impact of initiative is unclear
- * Transferred \$500,000 to the **Non-Departmental** account to support the Transportation Reorganization Act

Major Budget Actions In Committee Markups

Committee on Transportation & the Environment

The committee approved the Mayor's **capital** budget with the following major changes to the agencies under its jurisdiction:

- * Converted \$9.9M of Pay-go capital to operating funds
- * Reductions to project budgets include the following:
 - * \$39.6M from the South Capitol Street Bridge
 - * \$31.8M from Streetcars in FY15
 - * \$18M from the Traffic Operations Center at the Reeves Center
 - * \$13M from the Circulator Bus Garage
 - * \$5M from Parking Meters
- * Shifted \$31.8M in streetcar project funding from FY15 to FY 18, FY19 and FY20
- * Accepted the following from the Committee on Government Operations:
 - * \$14.4M for the **DPR** Edgewood Recreation Center
 - * \$1.9M for the **DPR** Ivy City Community Center
 - * \$1.5M for the **DDOE** Inspections, Compliance, and Enforcement Database
 - * Returned \$14.4M to the Committee on Government Operations in Fy17

Major Budget Actions In Committee Markups

Committee on Transportation & the Environment

- * Accepted the following from the Committee on Health for **DPR** projects:
 - * \$3M for Fort Davis Recreations Center
 - * \$1.5M for Therapeutic Recreation Center
 - * \$1M for Hillcrest Recreation Center
 - * \$250,000 for Kelly Miller Tennis Courts
- * Added the following to the **DDOT** capital budget:
 - * \$14.5M for 11th Street Bridge Park (additional \$13.6M in private donations)
 - * \$3.1M for local streets (split across all Wards)
 - * \$10M for alley rehabilitation advanced from FY16 to FY15
 - * \$5.2M for Ward 8 Streetscapes
 - * \$1M for Ivy City Streetscapes
- * Transferred the following to the Committee on Education for **DCPS** projects:
 - * \$3.5M for Murch Elementary School
 - * \$14.3M for Watkins Elementary (returned in FY16)

Major Budget Actions In Committee Markups

Committee on Transportation & the Environment

- * Added the following to the **DPR** capital budget:
 - * \$8M for Chevy Chase Recreation Center
 - * \$7M for Hearst Park
 - * \$5M for Ward 3 Outdoor Pool
 - * \$500,000 for Franklin Square Park
 - * \$7M for Ivy City Community Center
 - * \$6.5M for Therapeutic Recreation Center
 - * \$500,000 for Square 238 planning
 - * \$500,000 for Urban Agriculture
 - * \$500,000 for general athletic field and park improvements
- * Transferred the following to the Committee on Education for **DCPL** projects:
 - * \$3M for Cleveland Park Library
 - * \$1M for Capital View Library
 - * \$21.7M for Palisades Library (returned in FY19 and 20)

Major Budget Actions In Committee Markups

Committee on Human Services

The committee approved the Mayor's proposed budget with the following changes to the agencies under its jurisdiction:

- * Reallocated funding within **DHS** and used \$10.2M in transferred funds from CFSA, DYRS, and other committees as follows:
 - * Accepted transfer of \$1.5M from the Committee on Economic Development to expand the Rapid Re-Housing pilot for homeless individuals
 - * Accepted transfer of \$500,000 from the Committee on Economic Development to increase the budget for the Emergency Rental Assistance Program
 - * \$1M from CFSA and \$300,000 from DYRS to implement portions of the End Youth Homelessness Act of 2014
 - * \$1.8M from CFSA and \$800,000 from DYRS to implement a POWER exemption to the 60-month TANF time limit for mothers with children under 6 months of age
 - * \$50,000 from CFSA to backfill lost federal funds to prevent domestic violence
 - * Temporarily holding on accepting a transfer of \$1.3M from the Committee on Transportation and the Environment to create a locally funded SNAP enhancement for households receiving less than \$30 per month in benefits
 - * Fiscal impact of initiative is still unclear

Major Budget Actions In Committee Markups

Committee on Human Services

The committee approved the Mayor's proposed budget with the following changes to the agencies under its jurisdiction:

- * Reallocated funding within **DHS** and used the \$10.2M in transferred funds from other agencies and committee (cont'd)
 - * \$2.9M from DYRS for Permanent Supportive Housing for families
 - * Redirected \$5.85M from TANF Job Opportunity and Training to delay, for one year, the proposed 41.7% cut in TANF benefits for 60 month recipients
 - * Directed \$550,000 in DHS vacancy savings to support a feasibility study to determine the housing and space needs of the population of the CCNV individual homeless shelter
- * Transferred \$96,000 from CFSA to the Committee on Business and Consumer Regulatory affairs to hire an additional attorney-advisor at **OTA**

Major Budget Actions In Committee Markups

Committee on Health

The committee approved the Mayor's proposed budget with the following changes to the agencies under its jurisdiction:

- * Reallocated \$2.2M within **DOH** to be used as follows:
 - * \$2M to support teen pregnancy prevention programs
 - * \$150,000 for clinical nutritional home delivery services for individuals living with cancer and other life-threatening diseases
 - * \$50,000 to encourage corner stores to offer produce and to provide nutrition education
- * Redirected \$817,000 from DBH to **DOH** to be used as follows:
 - * \$100,000 to support teen peer educators who provide sexual health information and condoms to other youth
 - * \$717,000 (of which \$517,000 is recurring) to prevent and address chronic disease
- * Redirected \$1M from DHCF to **DCOA** to enhance services provided to seniors in the District, including senior housing and community-based services
- * Accepted a transfer of \$250,000 from the Committee on Transportation and the Environment to support senior transportation services at **DCOA**

Major Budget Actions In Committee Markups

Committee on Health

The Committee approved the Mayor's capital budget with the following major changes to the agencies under its jurisdiction:

- * Redirected \$11.95M of DHCF East End Medical Center budget as follows:
 - * \$5.75M to the Committee on Transportation and the Environment for the **DPR** Therapeutic Recreation Center, Hillcrest Recreation Center, and Kelly Miller Tennis Courts
 - * \$5M to the Committee on Education for **DGS** for a Ward 7 Application School
 - * \$1.2M to the Committee on Economic Development for the **DMPED** New Communities project
 - * Attempted to redirect \$10M of existing paygo allotment that was subsequently redirected by the Mayor

Recommended changes to the Mayor's proposed BSA include the following:

- * Add Insurance Regulatory Trust Fund Bureau subtitle
 - * Authorizes the Bureau to conduct audits and review the annual budget for the Health Benefit Exchange Authority
- * Add Teen Pregnancy Prevention Fund Establishment subtitle
 - * Establishes a fund to provide sub-grants to non-profit organizations

Major Budget Actions In Committee Markups

Committee on Business, Consumer and Regulatory Affairs

The committee approved the Mayor's proposed budget with the following changes to the agencies under its jurisdiction:

- * Added \$2.641M to **OMPTD** to increase funding for the Film DC Economic Incentive Fund from the following sources:
 - * \$1.2M from Adult Job Training at DOES
 - * \$300,000 from Year Round Youth Employment at DOES
 - * \$641,000 from reductions at DCRA
 - * \$500,000 from the Committee on Economic Development
- * Added \$778,000 to **DSLBD** for Clean Teams and Main Streets from the following sources:
 - * \$278,000 in existing funds within DSLBD
 - * \$200,000 from the Committee on Government Operations for the H Street Main Street
 - * \$300,000 from the Committee on Transportation and the Environment to expand Clean Teams in Wards 3,5, and 7
- * Accepted transfer of \$96,000 from the Committee on Human Services for **OTA** to add an attorney-advisor in the Policy Advocacy Program

Recommended changes to the Mayor's proposed BSA include the following:

- * Disapprove the Ward 4 Full Service Grocery Store Amendment subtitle
- * Disapprove the Film DC Economic Incentive Amendment subtitle

Major Budget Actions In Committee Markups

Committee on Economic Development

The committee approved the Mayor's proposed budget with the following changes to the agencies under its jurisdiction:

- * Accepted a \$150,000 transfer from the Committee on Finance and Revenue for a **DMPED** Earned Income Tax Credit education grant
- * Accepted a \$731,000 transfer from the Committee on Transportation and the Environment to increase funding for youth transit subsidies at **WMATA**
- * Redirected \$1.8M from the Office of Cable Television Special Account fund balance as follows:
 - * \$300,000 to **DHCD** for the Home Purchase Assistance Program
 - * \$500,000 to the Committee on Human Services for the Emergency Rental Assistance Housing Program (ERAP) at **DHS**
 - * \$500,000 to the Committee on Education for the Community Schools program at **OSSE**
 - * \$500,000 to the Committee on Business, Consumer and Regulatory Affairs for the Film Fund at **OMPTD**

Major Budget Actions In Committee Markups

Committee on Economic Development

- * Transferred FTE authority from OCT to establish a Career Pathways Coordinator for the Workforce Investment Council in **DMPED**.
- * Redirected \$5.8M from the DHCD HPTF/Lead Safe program as follows:
 - * \$4.3M to **DHCD** Affordable Housing Project Financing
 - * \$1.5M to the Committee on Human Services for the Rapid Rehousing program at **DHS**

The committee approved the Mayor's proposed capital budget with the following change to the agencies under its jurisdiction:

- * Accepted transfer of \$1.2M from the Committee on Health for the New Communities Initiative at **DMPED**

Recommended changes to the Mayor's proposed BSA include the following:

- * Add Home Purchase Assistance Program Amendment subtitle
 - * Increases the maximum down payment assistance provided under the program
- * Add SYEP Kids Ride Free subtitle
 - * Provides free bus transportation to SYEP participants for three weeks

Major Budget Actions In Committee Markups

Committee of the Whole

The committee approved the Mayor's proposed budget with the following changes to the agencies under its jurisdiction:

- * Added \$300,000 and 2 FTEs to **CAB** to hire additional attorneys
- * Eliminated \$15M Innovation Fund per the Mayor's errata letter
- * Reallocated \$175,000 in capital funds from the Council for the Re-writing of Zoning Regulations project under the **Office of Zoning**
- * Transferred \$250,000 for Emancipation Day activities from the Council to **EOM**

Review of Council Wide Priorities

Discussion of proposals from Councilmembers