

# 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%
<b>Subtotal, General Fund</b>	<b>7,162.2</b>	<b>7,655.9</b>	<b>493.7</b>	<b>6.9%</b>
Federal	2,954.2	3,118.6	164.4	5.6%
Private	6.9	2.1	-4.8	-69.6%
<b>Total, Operating Funds</b>	<b>10,123.3</b>	<b>10,776.6</b>	<b>653.3</b>	<b>6.5%</b>
Enterprise and Other Funds	2,059.7	1,841.8	-217.9	-10.6%
<b>Total Gross Funds</b>	<b>12,183.0</b>	<b>12,618.4</b>	<b>435.4</b>	<b>3.6%</b>

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

<b>FY 2015 Proposed Budget Summary</b>	
<b>Local Funds</b>	
<b>(\$ in millions)</b>	
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
<b>Total Local Fund Resources</b>	<b>\$6,794.6</b>
<b>Local Expenditures</b>	<b>\$6,794.1</b>
<b>Projected FY 2015 Operating Margin</b>	<b>\$0.5</b>

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 11<sup>th</sup> 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