

# FY 2015

Government of the District of Columbia

**Muriel Bowser, Mayor**

Rashad Young, City Administrator

Matt Brown, Budget Director



## **FY15 PROPOSED SUPPLEMENTAL BUDGET PLAN**

April 2, 2015

The following tables summarize the Mayor's proposed FY15 supplemental budget plan (\$ in millions):

<b>COST SAVINGS AND REQUIRED EXPENDITURES</b>	
<b>COST SAVINGS</b>	
DGS – Reduce fixed costs	\$5.5
OS – Salary lapse savings	\$0.1
OCP – Salary lapse savings	\$0.5
ORM – Salary lapse savings	\$0.2
OCF – Salary lapse savings	\$0.2
CAH – Reduce arts grants	\$1.0
OMPTD – Reduce film incentive fund	\$1.5
OSSE – Various reductions	\$6.0
DME – Reduce grant funds	\$4.0
DCPCS – Reduce funds associated with enrollment	\$2.5
SET – Vacancy savings	\$2.9
DPR – Reduce programming enhancement	\$1.7
DHCF – Personal care aides savings	\$25.0
DHS – Reduce case managers	\$0.6
DCOA – Salary lapse savings	\$0.2
Debt Service Savings	\$43.0
Non-departmental – Reduced funding needed	\$6.3
<b>REQUIRED EXPENDITURES</b>	
TIF and PILOT Transfer	(\$9.9)
Emergency and Contingency Reserve Fund - Repayment	(\$3.5)
<b>Subtotal Cost Savings and Required Expenditures</b>	<b>\$87.8</b>

<b>TOTALS</b>	
Total Cost Savings and Required Expenditures	\$87.8
Total Revenue Shortfall	(\$39.4)
Total FY15 Funds Carried Into FY16	(\$47.9)
<b>Remaining Unspent Operating Margin</b>	<b>\$0.5</b>

<b>Budget Authority Issues*</b>	
<b>O-Type Funds:</b>	
DCHR – Agreement with Independent Agencies	\$162,000
DHCF – Assessment Fund	\$53,000
UDC – Special Purpose Fund	\$260,000
<b>Total Budget Authority Issues</b>	<b>\$475,000</b>

\*The revised Budget Request Act included with this package has items for agencies which have the funds but not the authority to spend those funds. Those agencies are listed above. Since they are only securing budget authority, they are not added to the funding lists above.

## **Agency Supplemental Budget Details**

### **Reduce Department of General Services Proposed FY 2015 Supplemental Budget Narrative**

#### **Supplemental Budget Decrease Description:**

**(\$5,500,000) Decrease to Prior Request:** As part of the Mayor's FY 2015 Supplemental Budget Plan, funding is being reduced to the Department of General Services to account for existing fixed costs savings. Specifically, this includes reductions in fuel (\$4.9M) and rent (\$0.6M).

### **Reduce Office of the Secretary Proposed FY 2015 Supplemental Budget Narrative**

#### **Supplemental Budget Decrease Description:**

**(\$100,000) Decrease to Prior Request:** As part of the Mayor's FY 2015 Supplemental Budget Plan, the Office of Budget and Finance engaged in a citywide review of agencies PS costs. This resulted in salary lapse savings in various agencies. OS accounts for \$100,000 of that savings amount. This reduction will have no impact on agency operations.

### **Reduce Office of Contracting and Procurement Proposed FY 2015 Supplemental Budget Narrative**

#### **Supplemental Budget Decrease Description:**

**(\$500,000) Decrease to Prior Request:** As part of the Mayor's FY 2015 Supplemental Budget Plan, the Office of Budget and Finance engaged in a citywide review of agencies PS costs. This resulted in salary lapse savings in various agencies. OCP accounts for \$500,000 of that savings amount. This reduction will have no impact on agency operations.

### **Reduce D.C. Office of Risk Management Proposed FY 2015 Supplemental Budget Narrative**

#### **Supplemental Budget Decrease Description:**

**(\$200,000) Decrease to Prior Request:** As part of the Mayor's FY 2015 Supplemental Budget Plan, the Office of Budget and Finance engaged in a citywide review of agencies PS costs. This resulted in salary lapse savings in various agencies. ORM accounts for \$200,000 of that savings amount. This reduction will have no impact on agency operations.

### **Reduce Office of Campaign Finance Proposed FY 2015 Supplemental Budget Narrative**

#### **Supplemental Budget Decrease Description:**

**(\$200,000) Decrease to Prior Request:** As part of the Mayor's FY 2015 Supplemental Budget Plan, the Office of Budget and Finance engaged in a citywide review of agencies PS costs. This resulted in salary

lapse savings in various agencies. OCF accounts for \$200,000 of that savings amount. This reduction will have no impact on agency operations.

**Reduce Commission on Arts and Humanities  
Proposed FY 2015 Supplemental Budget Narrative**

**Supplemental Budget Decrease Description:**

**(\$1,000,000) Decrease to Prior Request:** As part of the Mayor's FY 2015 Supplemental Budget Plan, funding is being reduced from the arts grants available at the Commission on Arts and Humanities. These funds had previously been frozen and are now being swept as a part of the citywide initiatives to help close the FY 2015 budget gap.

**Reduce D.C. Film Incentive Fund  
Proposed FY 2015 Supplemental Budget Narrative**

**Supplemental Budget Decrease Description:**

**(\$1,500,000) Decrease to Prior Request:** As part of the Mayor's FY 2015 Supplemental Budget Plan, \$1.5 million in available funds in the D.C. Film Incentive Fund will be reduced. These funds had previously been frozen and are now being swept as a part of the citywide initiatives to help close the FY 2015 budget gap.

**Reduce Office of the State Superintendent of Education  
Proposed FY 2015 Supplemental Budget Narrative**

**Supplemental Budget Decrease Description:**

**(\$5,951,000) Decrease to Prior Request:** As part of the Mayor's FY 2015 Supplemental Budget Plan, we were able to identify several areas of cost savings within OSSE. \$3.1 million in savings is associated with the elimination of the Healthy Tots program. These funds had previously been frozen and are now being swept as a part of the citywide initiatives to help close the FY 2015 budget gap. \$1.0 million is savings associated with reduced education payments to students within the Child and Family Services agency. These savings align to program expenditures and do not represent a reduction in education services. \$0.5 million in savings is generated from a reduction in complaints filed with the Office of Dispute Resolution within OSSE. As caseloads drop savings materialize. \$1.4 million is savings associated with vacancies agency wide.

**Reduce Deputy Mayor for Education  
Proposed FY 2015 Supplemental Budget Narrative**

**Supplemental Budget Decrease Description:**

**(\$4,000,000) Decrease to Prior Request:** DME's FY 2015 proposed budget included a one-time increase of \$4,000,000 for the development of a language immersion public charter school campus for middle- and high-school students. The funding would also support the development and management of an athletic and community meeting space on the grounds of a public charter school for students in grades 5 through 12. These funds had previously been frozen and are now being swept as a part of the citywide initiatives to help close the FY 2015 budget gap.

**Reduce D.C. Public Charter Schools Budget  
Proposed FY 2015 Supplemental Budget Narrative**

**Supplemental Budget Decrease Description:**

**(\$2,500,000) Decrease to Prior Request:** As part of the Mayor's FY 2015 Supplemental Budget Plan, funding is being reduced from the D.C. Public Charter Schools to align enrollment from the FY 2015 projection. The reduction in enrollment results in a savings of \$2.5 million.

**Reduce Special Education Transportation  
Proposed FY 2015 Supplemental Budget Narrative**

**Supplemental Budget Decrease Description:**

**(\$2,850,000) Decrease to Prior Request:** As part of the Mayor's FY 2015 Supplemental Budget Plan, the Office of Budget and Finance engaged in a citywide review of agencies PS costs. This resulted in salary lapse and vacancy savings in various agencies. SET accounts for \$2.9 million of that savings amount. This reduction will have no impact on agency operations.

**Reduce Department of Parks and Recreation  
Proposed FY 2015 Supplemental Budget Narrative**

**Supplemental Budget Decrease Description:**

**(\$1,750,000) Decrease to Prior Request:** As part of the Mayor's FY 2015 Supplemental Budget Plan, funding to DPR is being reduced. This funding was an enhancement provided in FY 2015 designed to increase DPR summer programs. These funds had previously been frozen and are now being reduced as a part of the citywide initiatives to help close the FY 2015 budget gap.

**Reduce Department of Healthcare Finance  
Proposed FY 2015 Supplemental Budget Narrative**

**Supplemental Budget Decrease Description:**

**(\$25,000,000) Decrease to Prior Request:** Savings from the personal care aides budget. As a result of continued work by the Department of Health Care Finance and the federal government, significant savings have been found in the personal care aides budget in FY 2015 from rooting out fraud and abuse in the program. Savings began in FY 2014 and continued for FY 2015.

**Reduce Department of Human Services  
Proposed FY 2015 Supplemental Budget Narrative**

**Supplemental Budget Decrease Description:**

**(\$600,000) Decrease to Prior Request:** As part of the FY 2015 budget, DHS was given an enhancement of \$0.6 million to provide additional case management services. These funds had previously been frozen and are now being reduced as a part of the citywide initiatives to help close the FY 2015 budget gap. In FY 2015 DHS has been provided increased resources to assist families by funding housing navigators that will help families secure new housing and more quickly move out of shelter. With these new resources,

DHS will have sufficient resources to improve case management services for families at DC General family shelter.

**Reduce D.C. Office on Aging  
Proposed FY 2015 Supplemental Budget Narrative**

**Supplemental Budget Decrease Description:**

**(\$200,000) Decrease to Prior Request:** As part of the Mayor's FY 2015 Supplemental Budget Plan, the Office of Budget and Finance engaged in a citywide review of agencies PS costs. This resulted in salary lapse savings in various agencies. DCOA accounts for \$200,000 of that savings amount. This reduction will have no impact on agency operations.

**Reduce Debt Service Accounts  
Proposed FY 2015 Supplemental Budget Narrative**

**Supplemental Budget Decrease Description:**

**(\$42,998,000) Decrease to Prior Request:** As part of the Mayor's FY 2015 Supplemental Budget Plan, total debt service funding is being reduced by \$43.0 million. \$22.7 million of this savings is accounted for out of Certificates of Participation with the remainder (\$20.3 million) coming from Repayment of Loans and Interest.

**Reduce Non-departmental  
Proposed FY 2015 Supplemental Budget Narrative**

**Supplemental Budget Decrease Description:**

**(\$6,300,000) Decrease to Prior Request:** As part of the Mayor's FY 2015 Supplemental Budget Plan, total Non-departmental funding is being reduced by \$6.3 million. \$5.5 million of this savings is a result of less than anticipated severance needs during the Mayoral transition. The remainder (\$0.8 million) is funding not needed with this account for the Return to Work program.

**TIF and PILOT Transfer  
Proposed FY 2015 Supplemental Budget Narrative**

**Supplemental Budget Increase Description:**

**\$9,907,000 Increase to Prior Request:** This enhancement was requested by the OCFO in order to create the required reserve fund for the Southwest Waterfront TIF project.

**Emergency and Contingency Reserve Funds  
Proposed FY 2015 Supplemental Budget Narrative**

**Supplemental Budget Increase Description:**

**\$3,455,000 Increase to Prior Request:** This required funding is being provided in the Emergency and Contingency Reserve Funds account in order to repay the allocations made from this account in FY 2015. These include funding for road salt, a special election, and severance payouts.