

**North Central Texas  
Council Of Governments  
FY 2020 Proposed Budget**

Executive Board Meeting  
August 22, 2019

# NCTCOG FY 2020 Proposed Budget

- Characteristics of NCTCOG budgeting and contrasts with typical local government budgeting.
  - Funding is comprised primarily of grants and local contracts for services.
  - Each grant is a separate contract with its own grant period and funding amount. Grants can encompass more than one fiscal year.
  - Continuously evolving as program needs change and funding opportunities become available. Additional awarded funding approved during the budget year.
  - Scope of work, funding, and expenditure limitations are regulated by the individual grant or contract, rather than the planned program summary.
- High inter-departmental dependency and cooperation.
  - Common objectives (i.e. environmental, air quality and transportation programs).
  - Multi-disciplinary approach (i.e. operating departments, computer services, finance and accounting teams).

# NCTCOG FY 2020 Proposed Budget

## Orientation to the Budget Highlights

- Programs Ending and/or Funding Transitions:
  - TCEQ – AirCheck funding – (\$23.7 million decrease).
  - NCT9-1-1 – Transition from State Funding to District/Local funding – (11.0 million decrease).
  - NCT9-1-1 – District Full Year Impact – (\$1.2 million increase).
- In-Kind Match Funds Changes of Note:
  - Reduction of Subrecipient Match Requirement – Aging – (\$6.7 million decrease).
  - Transportation Match – (\$3.5 million increase).
  - Emergency Preparedness: Safe Room Rebate Program – (\$0.8 million decrease).
- Cyclical Funding Changes – Programs administered on a two-year cycle, with the first year for planning and the second year for implementation.
  - Research and Information Services: Aerial Photography – (\$1.2 million decrease).
  - Environment & Development: Solid Waste Management – (\$1.0 million decrease).
- Programs with Future Funding not Confirmed
  - Emergency Preparedness: Safe Room Rebate Program – (\$0.9 million decrease).
  - Environment & Development: CTP/FEMA – (\$0.8 million decrease).
- Transportation State and Federal – TxDOT, FTA, EPA – (\$7.5 million increase).
- One-time Funding – Fund Balance for Leasehold Improvements \$425 thousand.
- Agency Focus on Compliance

# NCTCOG FY 2020 Proposed Budget

Funding Sources	<u>FY 2020</u>	<u>FY 2019</u>	<u>Change</u>
State and Federal Grants	\$ 172,222,730	\$ 202,419,909	\$ (30,197,179)
Local Contracts/Grants	9,839,248	9,730,680	108,568
In-Kind Match Funds	15,741,065	20,003,565	(4,262,500)
Membership Dues	737,409	722,878	14,531
Training Revenues	1,014,803	821,192	193,611
Separate Entities			
Public Employees Benefit Cooperative	1,642,876	1,690,547	(47,671)
NCT9-1-1	<u>10,459,266</u>	<u>9,211,593</u>	<u>1,247,673</u>
<b>Subtotal</b>	<b><u>\$ 211,657,397</u></b>	<b><u>\$ 244,600,364</u></b>	<b><u>\$ (32,942,967)</u></b>
Fund Balance Transfer *	<u>425,000</u>	<u>-</u>	<u>425,000</u>
<b>Total</b>	<b><u>\$ 212,082,397</u></b>	<b><u>\$ 244,600,364</u></b>	<b><u>\$ (32,517,967)</u></b>

\* For leasehold improvements

# NCTCOG FY 2020 Proposed Budget

<b>STATE</b>	<b>FY 2020</b>	<b>% of Total Funding</b>	<b>FY 2019</b>	<b>Change</b>
Texas Workforce Commission (TWC)	\$ 89,326,231	42.20%	\$ 89,816,614	\$ (490,383)
Texas Department of Transportation (TxDOT)	48,971,453	23.14%	44,837,844	4,133,609
Texas Health & Human Services (HHS)	8,213,837	3.88%	8,009,552	204,285
Governor's Office (OOG)	2,846,798	1.35%	2,733,496	113,302
Texas Commission on Environmental Quality (TCEQ)	834,571	0.39%	25,487,356	(24,652,785)
Texas Department of Public Safety (DPS)	682,599	0.32%	1,579,454	(896,855)
State Energy Conservation Office (SECO)	20,000	0.01%	125,000	(105,000)
Texas Department of Agriculture (TDA)	19,049	0.01%	18,916	133
Commission on State Emergency Communications (CSEC)	-	0.00%	11,048,911	(11,048,911)
<b>TOTAL STATE</b>	<b>\$ 150,914,538</b>	<b>71.30%</b>	<b>\$ 183,657,143</b>	<b>\$ (32,742,605)</b>
<b>FEDERAL</b>				
Federal Transit Administration (FTA)	\$ 16,367,386	7.73%	\$ 14,862,457	\$ 1,504,929
Environmental Protection Agency (EPA)	3,953,462	1.87%	2,042,402	1,911,060
Federal Emergency Management Agency (FEMA)	852,000	0.40%	1,650,650	(798,650)
United States Department of Commerce (US DOC)	70,000	0.03%	105,000	(35,000)
United States Department of Energy (US DOE)	65,344	0.03%	50,146	15,198
Federal Highway Administration (FHWA)	-	0.00%	52,111	(52,111)
<b>TOTAL FEDERAL</b>	<b>\$ 21,308,192</b>	<b>10.06%</b>	<b>\$ 18,762,766</b>	<b>\$ 2,545,426</b>
<b>TOTAL STATE AND FEDERAL</b>	<b>\$ 172,222,730</b>	<b>81.36%</b>	<b>\$ 202,419,909</b>	<b>\$ (30,197,179)</b>

# NCTCOG FY 2020 Proposed Budget Funding Changes

**State and Federal Grant Changes – \$30.2 million net decrease, primarily comprised of:**

- **Transportation – \$16.2 million net decrease, primarily comprised of:**
  - Texas Commission on Environmental Quality (TCEQ) – (\$23.7 million decrease).
    - AirCheck TX Program
  - Federal Highway Administration (FHWA) – (\$52 thousand decrease).
  - Texas Department of Transportation (TXDOT) – (\$4.1 million increase).
  - Environmental Protection Agency (EPA) – (\$1.9 million increase).
  - Federal Transit Authority (FTA) – (\$1.5 million increase).
  - Department of Energy (DOE) – (\$15 thousand increase).
  
- **Environment & Development – \$1.9 million net decrease comprised of:**
  - Texas Commission on Environmental Quality (TCEQ) – (\$962 thousand decrease).
    - Solid Waste Biennium Grant – Planning Year
  - Federal Emergency Management Agency (FEMA) – (\$798 thousand decrease).
  - State Energy Conservation Office (SECO) – (\$105 thousand decrease).
  
- **Workforce – \$490 thousand decrease comprised of:**
  - Texas Workforce Commission (TWC) – (\$490 thousand decrease).

# NCTCOG FY 2020 Proposed Budget Funding Changes

## State and Federal Grant Changes – \$30.2 million net decrease (Continued)

- **Emergency Preparedness – \$783 thousand net decrease comprised of:**
  - Texas Department of Public Safety: Safe Room Rebate – (\$896 thousand decrease).
  - Governor’s Office – (\$113 thousand increase).
  
- **Area Agency on Aging – \$204 thousand increase comprised of:**
  - Texas Health and Human Services (HHS) – (\$204 thousand increase).
  
- **Agency Management – \$35 thousand decrease comprised of:**
  - U.S. Department of Commerce (US DOC) – (\$35 thousand decrease).
  
- **Regional 9-1-1 – \$11.0 million decrease comprised of:**
  - Commission on State Emergency Communications (CSEC)\* – (\$11.0 million decrease).

\*Transition from CSEC to District/Local funding

# NCTCOG FY 2020 Proposed Budget Funding Changes

## **Local Contracts & Other Revenue – \$1.5 million net increase, primarily due to:**

- Transportation – (\$723 thousand increase).
- Area Agency on Aging – (\$474 thousand increase).
- Regional Police Academy – (\$165 thousand increase).
- General Fund Interest Income – (\$80 thousand increase).
- Emergency Preparedness – (\$51 thousand increase).
- Research and Information Services – (\$1.2 million decrease).
- Separate Entities:
  - NCT9-1-1 District\* – (\$1.2 million increase).
  - Public Employee Benefits Cooperative – (\$47 thousand decrease).

## **In-Kind Match Funds – \$4.3 million net decrease, primarily due to:**

- Transportation – (\$3.5 million increase).
- Area Agency on Aging – (\$6.7 million decrease).
  - Reduction of Local match requirements
- Emergency Preparedness – (\$937 thousand decrease).
- Workforce Development – (\$53 thousand decrease).
- Agency Management – Department of Commerce – (\$35 thousand decrease).

## **Total Change to Funding – \$32.9 million net decrease**

\*Transition from CSEC to District/Local funding

# NCTCOG FY 2020 Proposed Budget Total Expenditures

## Transportation

– **Total expenditures net decrease of \$11.7 million primarily comprised of:**

- AirCheck State Funding – (\$23.7 million decrease).
- Clean Technologies: Revolving Loan – (\$2.8 million decrease).
- Regional Vanpool Program – (\$1.2 million decrease).
- North TX Regional Reduction Emissions Project – (\$1.0 million decrease).
- Transit – (\$491 thousand decrease).
- Transit Oriented Development – (\$472 thousand decrease).
- Environmental Stewardship – (\$471 thousand decrease).
- Preliminary Engineering for Regional Trail – (\$400 thousand decrease).
- Travel Model Improvement – (\$379 thousand decrease).
- Downtown Dallas Pilot Study – (\$347 thousand decrease).
- Regional Parking Analysis – (\$250 thousand decrease).
- Land-use Transportation: FW Active Transportation Plan – (\$250 thousand decrease).

# NCTCOG FY 2020 Proposed Budget Total Expenditures

## Transportation (Continued)

- **Total expenditures net decrease of \$11.7 million, primarily comprised of:**
  - EPA DERA 2018 – Clean Fleets North Texas – (\$4.0 million increase).
  - EPA DERA 2018 – Freight Diesel Emissions Reduction – (\$3.3 million increase).
  - Automated Vehicles Projects – (\$2.5 million increase).
  - Regional Transit Planning Assistance – (\$1.8 million increase).
  - TRE Shuttle: TRE Centerpoint Station and DFW Airport – (\$1.4 million increase).
  - Travel Survey and Data Collection Program – (\$1.0 million increase).
  - Highspeed Rail Initiatives and Support – (\$982 thousand increase).
  - 2005-2006 Sustainable Development Infrastructure – (\$896 thousand increase).
  - Roadway and Transit Technical Support – (\$782 thousand increase).
  - Managed Lane System – (\$671 thousand increase).
  - Intermodal Transportation Hub Planning Study – (\$450 thousand increase).
  - Access and Mobility Partnership – (\$429 thousand increase).
  - Harry Hines Corridor: Preliminary Design – (\$361 thousand increase).
  - Public Involvement, Outreach & Education – (\$335 thousand increase).
  - Regional Safety Program – (\$300 thousand increase).
  - Asset Information Planning Tool – (\$251 thousand increase).
  - Regional Trip Reduction – (\$214 thousand increase).

# NCTCOG FY 2020 Proposed Budget Total Expenditures

## Environment & Development

- **Total expenditures net decrease of \$1.8 million, primarily comprised of:**
  - Solid Waste Management (Planning Year) – (\$1.0 million decrease).
  - Cooperative Technical Partnership (CTP) FEMA – (\$787 thousand decrease).
  - State Energy Conservation Office (SECO) – (\$40 thousand decrease).

## Workforce

- **Total expenditures net decrease of \$630 thousand, primarily comprised of:**
  - NEG Oil/Gas (One-time Grant) – (\$360 thousand decrease).
  - Childcare Funding – (\$313 thousand decrease).
  - Workforce Innovations Opportunities Act (WIOA) – (\$245 thousand decrease).
  - Business Service Award – (\$105 thousand decrease).
  - Vocational Rehabilitation – (\$205 thousand increase).
  - Temporary Assistance for Needy Families (TANF) – (\$133 thousand increase).

# NCTCOG FY 2020 Proposed Budget

## Total Expenditures

### Emergency Preparedness

- **Total expenditures net decrease of \$1.7 million, primarily comprised of:**
  - Safe Room Rebate – (\$1.9 million total decrease).
    - Includes decrease in Pass-through expenditures of \$882 thousand.
  - Emergency Preparedness Local Projects – (\$149 thousand increase).
  - State Homeland Security Grant Program (SHSGP) – (\$117 thousand increase).

### Research & Information Services

- **Total expenditures net decrease of \$1.0 million, primarily comprised of:**
  - Fee for Service – Aerial Photography (Off Year) – (\$1.2 million decrease).
  - Information Services (Network Support) – (\$383 thousand increase).
    - Salary/Merit/Fringe – (\$150 thousand increase).
    - Repurposed Web Developer to Cybersecurity Analyst – (\$100 thousand increase).
    - Premier Support for Microsoft Products & Services – (\$75 thousand increase).
    - Security-related Maintenance & Testing – (\$58 thousand increase).
  - Departmental Support – (\$194 thousand decrease).
    - Air Check and Air Quality Funding – (\$194 thousand decrease).

# NCTCOG FY 2020 Proposed Budget Total Expenditures

## Area Agency on Aging

- **Total expenditures net decrease of \$6.0 million, primarily comprised of:**
  - Reduced requirement for reporting Subrecipient InKind – (\$6.7 million decrease).
  - Pass-through to Subrecipients for Nutrition and Transportation Services – (\$397 thousand increase).
  - Contract Services – (\$241 thousand increase).

## Agency Administration

- **Total expenditures net increase of \$826 thousand, primarily comprised of:**
  - Facilities Management – (\$280 thousand increase).
  - Depreciation for Leasehold Improvements – (\$140 thousand increase).
  - Compliance Initiatives – (\$250 thousand increase).
    - Laserfiche Requisition to Check Process – (\$75 thousand increase).
    - Centralization through Indirect for Accounting/HR/Purchasing/Risk & Compliance (Net Add) – (\$75 thousand increase).
    - IT Security Framework (\$100 thousand increase).
  - Merit/Fringe – (\$152 thousand increase).

# NCTCOG FY 2020 Proposed Budget Total Expenditures

## Agency Management

- **Total expenditures net decrease of \$60 thousand, primarily comprised of:**
  - Economic Development Grant – Regional support – (\$70 thousand decrease).
  - Miscellaneous projects – (\$10 thousand increase).

## Community Services

- **Total expenditures net increase of \$175 thousand, primarily comprised of:**
  - Regional Police Academy – (\$160 thousand increase).
  - North Texas Share Cooperative\* / TDI\*\* – (\$15 thousand increase).

## Regional 9-1-1

- **Total expenditures net decrease of \$11.0 million.**
  - Transition to NCT9-1-1 District.

\*All costs are net of inter-departmental transfers

\*\*These costs are offset by training and user fees

# NCTCOG FY 2020 Proposed Budget Total Expenditures

## **Separate Entities**

### **NCT9-1-1 District**

- Total expenditures net increase of \$1.1 million.

### **Public Employee Benefits Cooperative**

- Total expenditures net decrease of \$62 thousand.

**Total Net Change to Expenditures – \$32.5 million net decrease.**

# NCTCOG FY 2020 Proposed Budget

<b>Total Expenditures</b>	<b><u>FY 2020</u></b>	<b><u>FY 2019</u></b>	<b><u>Change</u></b>
Workforce Development	\$ 88,459,526	\$ 89,089,465	\$ (629,939)
Transportation	82,548,030	94,240,969	(11,692,939)
Agency Administration	11,217,273	10,391,361	825,912
Area Agency on Aging	10,652,129	16,710,240	(6,058,111)
Research & Information Services	9,055,054	10,067,175	(1,012,121)
Emergency Preparedness	3,670,546	5,345,074	(1,674,528)
Environment & Development	2,900,271	4,710,213	(1,809,942)
Community Services	2,437,546	2,261,935	175,611
Agency Management <sup>(1)</sup>	1,087,408	1,161,544	(74,136)
Regional 9-1-1	-	11,014,741	(11,014,741)
<b>Separate Entities</b>			
NCT 9-1-1	10,115,336	9,040,763	1,074,573
Public Employee Benefits Cooperative	<u>1,347,824</u>	<u>1,409,547</u>	<u>(61,723)</u>
<b>Total Proposed Expenditures</b>	<b><u>\$ 223,490,943</u></b>	<b><u>\$ 255,443,027</u></b>	<b><u>\$ (31,952,084)</u></b>
Less: Interdepartmental Charges <sup>(2)</sup>	(12,233,546)	(11,142,663)	(1,090,883)
Plus: Leasehold Improvements <sup>(3)</sup>	<u>825,000</u>	<u>300,000</u>	<u>525,000</u>
<b>Net Expenditures</b>	<b><u>\$ 212,082,397</u></b>	<b><u>\$ 244,600,364</u></b>	<b><u>\$ (32,517,967)</u></b>

<sup>(1)</sup> Includes Public Affairs

<sup>(2)</sup> Includes Direct Service Charges and Indirect Overhead

<sup>(3)</sup> Includes \$425,000 from Fund Balance for FY2020

# NCTCOG FY 2020 Proposed Budget

## **Personnel and Fringe Benefits**

- 395 full-time positions and 54 temporary/part-time positions.
- Net Increase of 2 full-time positions.
- Healthcare 8% increase.
- 3% merit pool.

# NCTCOG FY 2020 Proposed Budget

Full-time Positions	FY 2020 <u>Budget</u>	FY 2019 <u>Budget</u>	<u>Change</u>
Transportation	167	169	(2)
Workforce Development	48	44	4
Agency Administration	43	43	-
Research & Information Services	35	35	-
Area Agency on Aging	24	24	-
Environment & Development	14	14	-
Emergency Preparedness	12	12	-
Community Services <sup>(1)</sup>	9	9	-
Agency Management <sup>(2)</sup>	5	5	-
PEBC	5	5	-
NCT9-1-1	<u>33</u>	<u>33</u>	<u>-</u>
<b>Total</b>	<b><u>395</u></b>	<b><u>393</u></b>	<b><u>2</u></b>

(1) NTX Share, RPA, TDI, and Criminal Justice

(2) Includes Public Affairs

# NCTCOG FY 2020 Proposed Budget

## Full-Time Staffing Update

### **Transportation (-2)**

- Air Quality Operations (-10)
- Contract and Risk Specialist II (2)
- Transportation Planner I/II (2)
- Communications Specialist I (1)
- Communications Supervisor (1)
- Transportation Planner I (1)
- Transportation Planner II (1)

### **Workforce Development (4)**

- Early Childhood Specialist (4)

### **Agency Administration (0)**

- Fiscal Analyst (-1)
- Auditor (1)

### **Research & Information Services (0)**

- Web Developer (-1)
- Cybersecurity Analyst I (1)

# NCTCOG FY 2020 Proposed Budget

## **Remaining Steps In Budget Process.**

- Answer any questions today.
- Provide for public hearing and budget adoption resolution at September's Board meeting.
- Prepare budget document for filing with the Board and state agencies.
- Monitor FY 2019 budget year close out.
- Implement FY 2020 budget beginning October 1.
- Present status of programs and need for budget amendments throughout the year as new programs and funding become available.