



FY2026 General Fund Report

Second Quarter

(ending December 31, 2025)

Presenter

Samantha Chiriaco, Chief of Budget

Jacob Dyer, Director of Fiscal & Administrative Services

February 24, 2026

FY2026 Year End Estimate

	FY26 Adjusted Budget	FY26 Year End Estimate	FY26 Actual @ 12/31/2025
Revenues	\$604,120,090	\$592,470,480	\$411,865,400
Expenditures	604,120,090	\$603,217,266	293,158,956
Net Operating Gain (loss)	\$0	(\$10,746,786)	\$118,706,444

- The FY2026 Adjusted Budget includes \$30.5 million of fund balance use. Due to favorable revenues, it is projected that \$10.7 million will be needed to offset the estimated net operating loss.

Revenues

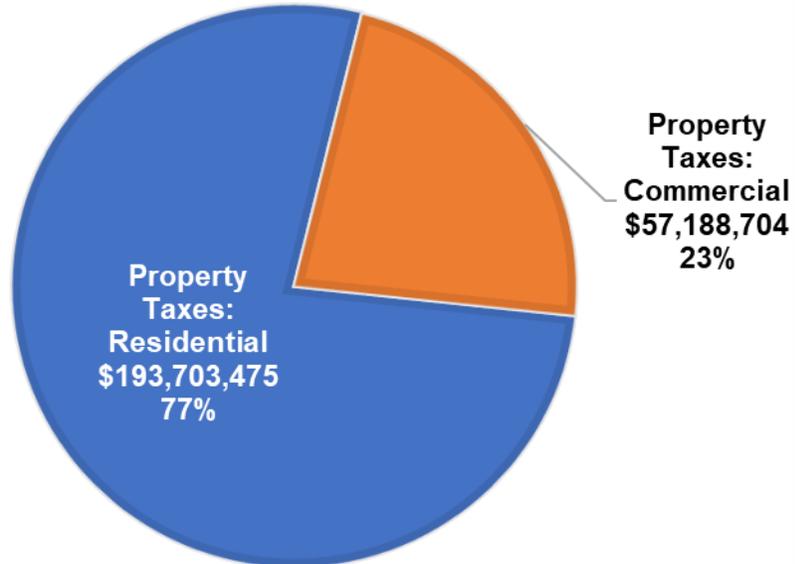
	FY26 Adjusted Budget	FY26 Year End Estimate	FY26 Actual @ 12/31/25	Pct. Of Budget
REVENUES				
Property Taxes	\$305,179,100	\$304,934,800	\$299,974,731	98%
Income Taxes	184,500,000	205,708,300	69,654,348	38%
Recordation/Transfer Tax	30,400,000	30,400,000	16,978,109	56%
Other	53,506,610	51,427,380	25,258,212	47%
Total Operating	\$573,585,710	\$592,470,480	\$411,865,400	72%
Fund Balance Appropriation	30,534,380	0	0	0%
Total Revenues	\$604,120,090	\$592,470,480	\$411,865,400	68%

Revenues: Comparison to September

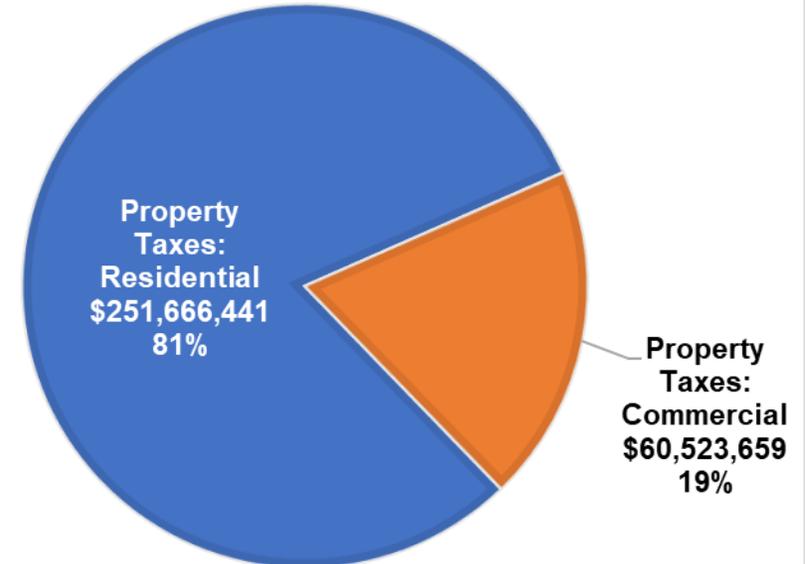
	FY26 Year End Est. @ 9/30/25	FY26 Year End Est. @ 12/31/25	Change
REVENUES			
Property Taxes	\$305,114,100	\$304,934,800	(\$179,300)
Income Taxes	202,605,900	205,708,300	3,102,400
Recordation/Transfer Tax	30,400,000	30,400,000	0
Other	50,779,310	51,427,380	\$648,070
Total Operating	\$588,899,310	\$592,470,480	\$3,571,170
Fund Balance Appropriation	0	0	0
Total Revenues	\$588,899,310	\$592,470,480	\$3,571,170

Commercial vs Residential Property Tax*

**FY2022 YEAR END:
PROPERTY TAXES \$250,892,180**



**FY2026 YEAR END ESTIMATE:
PROPERTY TAXES \$312,190,100**



****Excludes PILOT revenues and other property tax credits***

Expenditures

	FY26 Adjusted Budget	FY26 Year End Estimate	FY26 Actual @ 12/31/25	Pct. of Budget
EXPENDITURES				
Education	\$264,114,360	\$264,114,360	\$133,348,387	50%
Sheriff's Office	140,740,587	140,740,587	66,099,916	47%
County Administered	112,005,372	111,075,809	45,703,142	41%
Debt Service	33,063,700	33,063,700	24,422,702	74%
Other	54,196,071	54,222,810	23,584,809	44%
Total Expenditures	\$604,120,090	\$603,217,266	\$293,158,956	49%

Expenditures: Comparison to September

	FY25 Year End Est. @ 9/30/2025	FY25 Year End Est. @ 12/31/25	Change
EXPENDITURES			
Education	\$263,972,500	\$264,114,360	\$141,860
Sheriff's Office	139,930,987	140,740,587	809,600
County Administered	107,646,352	111,087,809	3,429,457
Debt Service	33,063,700	33,063,700	0
Other	54,006,891	54,222,810	215,919
Total Expenditures	\$598,620,430	\$603,217,266	\$4,596,836

FUND BALANCE BUDGET:

Original Adopted Budget

Income Tax Volatility Reserve	\$5,000,000
Reserve for Priorities	5,384,300
Morgantown Reserves	3,071,400
OPEB Reserve	250,000
Health Rate Medicare Subsidy	300,000
Election Board Rent	109,100
UMD Incentive Program Year 2 of 2 nd Cohort	57,000

FY2026 Adopted Fund Balance \$21,856,800

FUND BALANCE BUDGET:

Amendments from Spendable Fund Balance: Committed

1. Summer Youth Employment Program	\$62,640
2. PGM Process Improvement Consultant	100,000
3. Collaborative Community Improvement Project Operating	150,000
4. BOCC Legal Fees	200,000
5. PGM Website	163,280
6. OPEB Reserve	750,000
7. APSO Study	150,000
8. Climate Action Plan	59,000
9. Comp Plan Update	225,000
10. La Plata Armory	120,180
11. CCSO – Equipment/Capital Carryover	445,850
12. WSRC Popup Pocket Park	45,330
13. HR Class & Comp Study	37,500
14. Leave Sell Back <i>(as of Jan 2026)</i>	1,098,550
15. Health Department Grant Writer	14,750
16. Employee Bonus	2,100,000
17. Winter Storm Event	2,955,500

FY2026 Fund Balance Amendments	\$8,677,580
--------------------------------	-------------

FY2026 Adopted Fund Balance	21,856,800
-----------------------------	------------

FY2026 Amended Fund Balance	\$30,534,380
-----------------------------	--------------

FUND BALANCE- YEAR END ESTIMATE:

Nonspendable:

Prepay Items	\$4,358,398
Inventory Reserve	2,473,872
<hr/>	
Subtotal	\$6,832,270

Spendable:

Restricted for:

Dog License Fund	\$201,024
Economic Development (donations)	13,482
911 Surplus Revenues	268,922
<hr/>	
Subtotal	\$483,428

FUND BALANCE- YEAR END ESTIMATE:

Committed to:

Fund Balance Policy Target (8% - 15%)	\$90,423,255
Income Tax Revenue Volatility Reserve	23,000,000
CIP PayGo (TBD)	28,200,000
Workers Compensation – Self Insured	14,288,978
CIP PayGo FY26-FY30 – future years	6,363,000
GenOn Morgantown offset revenue loss	4,711,200
Employee Leave Sell Back / Leave Payouts	3,401,450
Other Post Employment Benefit (OPEB) reserve	3,125,000
Rental Licensing Program (<i>reserve until revenues are generated</i>)	2,000,000
Conviction Reserve (<i>actual use TBD</i>)	1,000,000

FUND BALANCE- YEAR END ESTIMATE:

Committed to (continued):

Studies: \$1,257,675

Space Needs Task Force	\$200,000
Minority Disparity Study	192,825
Community Health Center – Feasibility Study	170,000
Circuit Court Building Feasibility Study	166,914
Parks and Recreation Master Plan	100,000
Ruth B. Swann Park Master Plan	100,000
Parks and Recreations ADA Accessibility Study	50,000
Cobb Island Neck Community Center Study	50,000
Boys and Girls Club Waldorf	50,000
Bryans Road Senior and Rec Center	50,000
Waldorf Municipal Center	50,000
Intersection Analysis/Traffic Signal Warrant Analysis	47,936
Engineering Plan Digitalization	30,000

FUND BALANCE- YEAR END ESTIMATE:

Committed to (continued):

Body Worn Camera Program	\$561,197
Future Year Commitments for University of MD Incentive Awards	178,200
Election Board Rent	218,200
Project Outsourcing	240,000
Hazmat Response Unit	149,475
Health Request	10,389
FY27 Future Funding for Military Alliance	50,000
Veterans Memorial Carryover	25,000
Subtotal	\$179,260,019

FUND BALANCE- YEAR END ESTIMATE:

Assigned to:

Storm Event	\$4,044,500
Health Insurance Rate Stabilization – Employer	3,750,000
Health Insurance Rate Stabilization – Employee	1,250,000
Health Insurance Rate Stabilization – Medicare Subsidy	774,087
Settlement Expense Loan Program (SELP)	266,137
Home Rehabilitation Loans	96,152
Mobile Home Funds	21,136
Subtotal	\$10,202,011

TOTAL FUND BALANCE- YEAR END ESTIMATE:

Nonspendable.....	\$6,832,270
Restricted for.....	483,428
Committed to.....	179,260,019
Assigned to.....	10,202,011
Total (Reserved Fund Balance)	\$196,777,728
Unassigned Fund Balance.....	4,277,518
Total Estimated Fund Balance	\$201,055,247

Fund Balance Policy

- When Fund Balance is in excess of 15%, those funds are to be designated or appropriated during the next fiscal year for the following purposes in order of priority:
 - Cover any shortfall in Special Revenue Funds
 - Reduction or avoidance of debt
 - Apply to capital outlay purchases
 - One-time needs
 - Tax, fee, or rate stabilization



Presented By:
Charles County Government
Fiscal & Administrative Services

200 Baltimore Street
La Plata, MD 20646
MD Relay Service: 7-1-1

Equal Opportunity Employer

It is the policy of Charles County to provide equal employment opportunity to all persons regardless of race, color, sex, age, national origin, religious or political affiliation or opinion, disability, marital status, sexual orientation, genetic information, gender identity or expression, or any other status protected by law.

www.CharlesCountyMD.gov