



# Cable Television Communications Plan

**Recommended FY18 Budget**

**\$16,071,604**

**Full Time Equivalents**

**32.50**

## Mission Statement

The mission of the Cable Television Communications Plan is to effectively manage the County's cable television and telecommunications franchise agreements and the Cable Special Revenue Fund to ensure that: cable services in Montgomery County are of high quality; cable and telecommunications providers comply with applicable safety and construction codes; cable customer service requirements and applicable consumer protection provisions are enforced; quality Public, Educational, and Governmental (PEG) cable programming is provided; FiberNet is expanded and operated to provide reliable voice, data, video and public safety communications to County government agencies; and a reliable and expedient process is provided for telecommunication carriers to establish transmission facilities in the County to speed deployment of services for residents while maintaining adequate public protection.

## Budget Overview

For FY18, the Cable Communications Plan consists of three elements: the Cable & Broadband Office appropriation (\$16,071,604), transfers to the County General Fund (\$10,151,189), and transfers to the County Capital Improvements Program (\$4,570,000) for a total use of fund resources of \$30,792,793. Within the Cable Office appropriation of \$16,071,604, Personnel Costs comprise 25.9 percent of the budget for fourteen full-time positions. A total of 32.5 FTEs includes these positions as well as any seasonal, temporary, and positions charged to or from other departments or funds. Operating Expenses account for the remaining 74.1 percent of the FY18 budget.

In FY18, there are several transfers to the General Fund for the following:

Montgomery College (MC): Funds are transferred from the Cable Fund to the General Fund, and then to MC. In FY18, total transfers to MC are \$1,683,725, representing an increase of \$62,993 (or 3.9%) over the FY17 transfer of \$1,620,732.

Montgomery County Public Schools (MCPS): Funds are transferred from the Cable Fund to the General Fund, and then to MCPS. In FY18, total transfers to MCPS are \$1,697,504 representing a decrease of \$45,287 (or 2.6%) over the FY17 transfer of \$1,742,791.

Other: Funds are transferred from the Cable Fund to the General Fund to cover the cost of certain administrative services provided by the County to the Cable Fund (\$729,960) and other contributions (\$6,040,000).

In addition, this department's Capital Improvements Program (CIP) requires Current Revenue funding.

## Linkage to County Result Areas

While this program area supports all eight of the County Result Areas, the following are emphasized:

- ❖ **Children Prepared to Live and Learn**
- ❖ **An Effective and Efficient Transportation Network**
- ❖ **Healthy and Sustainable Neighborhoods**
- ❖ **A Responsive, Accountable County Government**
- ❖ **Strong and Vibrant Economy**
- ❖ **Vital Living for All of Our Residents**

## Department Performance Measures

Performance measures for this department are included below (where applicable), with multi-program measures displayed at the front of this section and program-specific measures shown with the relevant program. The FY17 estimates reflect funding based on the FY17 approved budget. The FY18 and FY19 figures are performance targets based on the FY18 recommended budget and funding for comparable service levels in FY19.

## Initiatives

- ★ In FY17, *County Report This Week*, the award winning weekly half hour program produced collaboratively by members of the PEG Governance Board, continues to highlight decisions and programs that impact County residents including the FY18 Operating Budget recommendations, discussions and approval; 2016 local election information including polling places, voter registration, early voting and results coverage; recent legislation, recreational opportunities, transportation, economic issues and public safety concerns; and news and information concerning Montgomery County Public Schools and Montgomery College, the cities of Rockville and Takoma Park. This show airs on six public, education and government access channels, is available on demand, via mobile devices as well on YouTube in English and Spanish. This program is also produced in Spanish - *Capsula Informativa del Condado de Montgomery*.
- ★ In FY18, a permanent manager position for the FiberNet Network Operating Center (NOC) will be funded by the Cable Plan (replacing a contractor resource).
- ★ In FY18, additional resources will be assigned to review an increase in Tower Facilities applications the County has received.

## Accomplishments

- ☑ In FY17, the Media Services Team continued to increase the use of social media to provide residents access to the meetings of the Executive and Legislative branches. In September, in order to reach youth, the Montgomery County Council's Youth Town Hall Meeting was live on Facebook. During October, the monthly meeting of the Commission on Human Rights was aired live on Facebook.
- ☑ In FY17, *PEG Bytes*, the bi-weekly e-newsletter is produced by the PEG Governance Board, highlights the innovative content produced by the individual PEG channels. Each edition is distributed to a growing list of 853 people and includes an average of 8 stories generated exclusively by the PEG organizations.
- ☑ The PEG channels received the following awards during FY16 and FY17: 6 Hometown Awards from the Alliance for Community Media (ACM); 11 Government Programming Awards from the National Association of Telecommunications Officers and Advisors (NATOA); 3 Telly Awards honoring outstanding content for TV and Cable, Digital and Streaming and non-broadcast distribution and 6 Communicator Awards judged by the Academy of Interactive and Visual Arts.

## Innovations and Productivity Improvements

- ★ In FY17, the Office of Cable and Broadband Services managed and oversaw the launch of our first high definition PEG channels for Comcast and RCN subscribers: County Cable Montgomery; ED TV- Montgomery College and Montgomery County Public Schools; Montgomery Community Media; and Municipal Broadcast Network - Montgomery Municipal Cable, Rockville and Takoma Park. A fifth HD PEG channel will launch on Comcast in 2018. These signals, along with standard definition, are monitored in the County's Technical Operations Center.
- ★ In FY17, the Cable Office created a GIS web-based map that residents can utilize to show locations where new telecommunication antennas and towers will be placed in the County.

## Program Contacts

Contact Phil Roter of the Cable and Broadband Office at 240.777.2886 or Naeem Mia of the Office of Management and Budget at 240.777.2782 for more information regarding this department's operating budget.

## Program Descriptions

### ★ Cable Franchise Administration

The Cable & Broadband Office in the Department of Technology Services is responsible for administering the cable television agreements for the County and participating municipalities. The budget for franchise administration includes funds for cable management and enforcement staff, including cable and broadband complaint investigation staff, cable inspection and facilities testing staff, and office operating expenses. Funds will be used for engineering consulting services which require special expertise, such as engineering review of tower and antenna siting applications; IP-based interconnection of public, educational, and government access (PEG) video signals and facilities; transmission facility digital and engineering upgrades; and the implementation of future technology and mobile video applications. Funds will also be used to pay legal and financial consultants for work which requires special expertise, such as preparation of filings on behalf of the County before the Federal Communications Commission, analysis of legislative proposals, and County representation in cable and telecommunications service negotiations, and rate regulation and franchise compliance matters. The responsibilities associated with franchise administration include:

- Ensuring cable operator compliance with franchise financial, technical, and construction requirements and managing the cable franchise renewal and transfer process;
- Investigating and resolving cable and broadband subscriber and residential complaints;
- Administering contracts with and providing liaison and support services for the PEG channels;
- Collecting and administering franchise fees, grants, and other payments to the County and participating municipalities;
- Encouraging entry of competitive providers of telecommunication services and negotiating and reviewing proposed telecommunications franchises for use of the public rights-of-way;
- Directing and coordinating the Transmission Facilities Coordinating Committee;
- Supporting the Cable and Communications Advisory Committee and Cable Compliance Commission;
- Strategic planning for Montgomery County Government cable and communications technology;
- Preparing the annual Cable Communications Plan; and
- Monitoring and working with the Office of Intergovernmental Relations to advocate for effective and reasonable State and Federal cable, broadband and telecommunications regulations and legislation.

| Program Performance Measures  | Actual | Actual | Estimated | Target | Target |
|---|--------|--------|-----------|--------|--------|
|   | FY15   | FY16   | FY17      | FY18   | FY19   |
| Transmission facilities application process - Average number of days to process | 29     | 27     | 30        | 30     | 30     |

| Program Performance Measures  | Actual<br>FY15 | Actual<br>FY16 | Estimated<br>FY17 | Target<br>FY18 | Target<br>FY19 |
|---|----------------|----------------|-------------------|----------------|----------------|
| applications for siting wireless towers                             |                |                |                   |                |                |
| Number of transmission facility applications processed <sup>1</sup> | 175            | 165            | 500               | 500            | 500            |
| Percent of customers satisfied with Cable Office complaint handling | 97             | 94             | 95                | 95             | 95             |

<sup>1</sup> Large projected increase associated with new small cell technology being deployed for 5G wireless networks.

| FY18 Recommended Changes  | Expenditures     | FTEs        |
|---|------------------|-------------|
| <b>FY17 Approved</b>  | <b>1,589,093</b> | <b>8.90</b> |
| Increase Cost: TFCG Application Review Contracts  | 30,000           | 0.00        |
| Increase Cost: Engineering & Inspection Services  | 10,000           | 0.00        |
| Reduce: Legal and Professional Services   | (18,000)         | 0.00        |
| Multi-program adjustments, including negotiated compensation changes, employee benefit changes, changes due to staff turnover, reorganizations, and other budget changes affecting multiple programs. | 151,846          | 0.00        |
| <b>FY18 Recommended</b>   | <b>1,762,939</b> | <b>8.90</b> |

## Community Access to Cable

The Cable & Broadband Office administers a contract with Montgomery Community Television, doing business as Montgomery Community Media (MCM), through which it operates two community media cable television channels and provides media technology training to County residents and community organizations. MCM produces independent, diverse and informative cable programming for County residents. MCM's mission is to provide media, television production and technology training that empowers residents and organizations and provides them with the opportunity to interact, engage and influence the County government and the community by using the powerful media of television and the Internet.

| Program Performance Measures  | Actual<br>FY15 | Actual<br>FY16 | Estimated<br>FY17 | Target<br>FY18 | Target<br>FY19 |
|---|----------------|----------------|-------------------|----------------|----------------|
| Hours of first run locally produced, block, and acquired Montgomery Community Media (MCM) programming | 6,918          | 7,170          | 7,185             | 7,190          | 7,195          |
| Hours of Montgomery Community Media (MCM) volunteer effort in creating public access programming      | 17,000         | 17,911         | 17,500            | 17,500         | 17,500         |

| FY18 Recommended Changes  | Expenditures     | FTEs        |
|---|------------------|-------------|
| <b>FY17 Approved</b>  | <b>2,604,200</b> | <b>0.00</b> |
| Increase Cost: Community Access Facility Rent   | 8,468            | 0.00        |
| Increase Cost: Community Access Facility Utilities  | 5,496            | 0.00        |
| Reduce: Operating Expense - MCM   | (2,000)          | 0.00        |
| Multi-program adjustments, including negotiated compensation changes, employee benefit changes, changes due to staff turnover, reorganizations, and other budget changes affecting multiple programs. | (8,000)          | 0.00        |
| <b>FY18 Recommended</b>   | <b>2,608,164</b> | <b>0.00</b> |

## County Cable Montgomery

The Cable Office manages CCM (County Cable Montgomery), the government access channel. CCM programming includes live Council general and committee meetings, press conferences, town hall meetings, special events, and programs highlighting County services and activities. Funding is provided to the Cable Office, County Council, Office of Public Information (PIO), and Maryland-National Capital Park and Planning Commission (M-NCPPC) to develop programming for CCM. Funding to provide engineering personnel for the Mobile Production Vehicle for the PEG Network and other digital media services for the Executive

and Legislative Branches is also included in the allocation to the Cable Office. Over 99 percent of all CCM programming is presented with closed captions. Highlights of programs are available on the County's YouTube channel. Spanish language programming is produced and all programming is available via web-streaming from the County's website.

| Program Performance Measures   | Actual<br>FY15 | Actual<br>FY16 | Estimated<br>FY17 | Target<br>FY18 | Target<br>FY19 |
|--|----------------|----------------|-------------------|----------------|----------------|
| Hours of first run locally produced, block, and acquired County Cable Montgomery (CCM) programming               | 2,950          | 2,933          | 2,942             | 2,967          | 2,992          |
| Hours of first run locally produced, block, and acquired Montgomery County Public Schools (MCPS) ITV programming | 392            | 453            | 461               | 469            | 477            |
| Hours of first run locally produced and acquired Montgomery College MC-ITV programming                           | 248            | 206            | 210               | 210            | 210            |
| Hours of Montgomery College student-assisted original programming  | 142            | 144            | 145               | 145            | 145            |

| FY18 Recommended Changes  | Expenditures     | FTEs         |
|---|------------------|--------------|
| <b>FY17 Approved</b>  | <b>2,633,331</b> | <b>16.90</b> |
| Reduce: Operating Expenses - PIO  | (1,000)          | 0.00         |
| Reduce: Operating Expenses - Council  | (2,000)          | 0.00         |
| Reduce: CCM Contracts - TV Production   | (10,000)         | 0.00         |
| Multi-program adjustments, including negotiated compensation changes, employee benefit changes, changes due to staff turnover, reorganizations, and other budget changes affecting multiple programs. | 32,140           | 0.00         |
| <b>FY18 Recommended</b>   | <b>2,652,471</b> | <b>16.90</b> |

## Cable Programming for Public Schools

Montgomery County Public Schools Television (MCPS-TV) is a full-service television and multimedia facility that produces TV programs for students, staff, parents, and the general community; many of which are produced in multiple languages to reach the district's growing multicultural community. MCPS regular programming includes Board of Education meetings, Homework HotlineLive!, staff training and development, live call-in and interactive programs, in-class student programs, student-produced programs, technology training, and televised instruction in a variety of academic content areas.

| FY18 Recommended Changes  | Expenditures | FTEs        |
|---|--------------|-------------|
| <b>FY17 Approved</b>  | <b>0</b>     | <b>0.00</b> |
| Reduce: Transfer to Montgomery County Public Schools  | (114,330)    | 0.00        |
| Multi-program adjustments, including negotiated compensation changes, employee benefit changes, changes due to staff turnover, reorganizations, and other budget changes affecting multiple programs. | 114,330      | 0.00        |
| <b>FY18 Recommended</b>   | <b>0</b>     | <b>0.00</b> |

## Cable Programming for Montgomery College

The Instructional Television (ITV) and Media Production Services Unit of Montgomery College is responsible for creating cable programming available on the Montgomery College educational cable channel as well as video programming and learning materials available as on-line content. Funds are used for staff, equipment, and operating expenses to provide digital media services to support student success (i.e., course completion, retention, graduation, and academic excellence), produce Spanish language programming, and to advance the mission of the entire College community. The cable and video programming features acquired and originally produced educational, informational and instructional programming which directly supports the College's distance

learning and instructional programs, and to provide professional and workforce development and self-enrichment opportunities for the community. Additional funds are provided through the Montgomery College operating budget.

| FY18 Recommended Changes  | Expenditures | FTEs        |
|---|--------------|-------------|
| <b>FY17 Approved</b>  | <b>0</b>     | <b>0.00</b> |
| Reduce: Transfer to Montgomery College  | (3,000)      | 0.00        |
| Multi-program adjustments, including negotiated compensation changes, employee benefit changes, changes due to staff turnover, reorganizations, and other budget changes affecting multiple programs. | 3,000        | 0.00        |
| <b>FY18 Recommended</b>   | <b>0</b>     | <b>0.00</b> |

## Municipal Support

Franchise and PEG fees owed by cable operators to participating municipalities within Montgomery County are paid by cable operators to the County for administrative convenience and then redistributed by the County to the City of Rockville, the City of Takoma Park, and the Montgomery County Chapter of the Maryland Municipal League (MML). The County has a contractual obligation to pass through fees owed to municipalities and no discretion to alter these payments. Municipalities may use franchise fees for any purpose. Under the terms of the franchise agreements, participating municipalities must use Public, Education, and Government (PEG) Access Operating Support funding to support PEG programming operations and PEG capital support must be used for PEG and institutional network equipment, facilities and related capital expenditures.

| FY18 Recommended Changes  | Expenditures     | FTEs        |
|---|------------------|-------------|
| <b>FY17 Approved</b>  | <b>3,848,745</b> | <b>0.00</b> |
| Multi-program adjustments, including negotiated compensation changes, employee benefit changes, changes due to staff turnover, reorganizations, and other budget changes affecting multiple programs. | (29,745)         | 0.00        |
| <b>FY18 Recommended</b>   | <b>3,819,000</b> | <b>0.00</b> |

## Public Education Government Access (PEG) Operations

The mission of the Public, Education, and Government (PEG) Governance Board is to facilitate collaboration among the local television access operators in providing and promoting the most effective public access, educational and government programming and media services to the Montgomery County community using current and emerging technologies. PEG is collaboratively working to expand community engagement programming, programming in languages other than English, and youth media programming. The budget for PEG includes funds for the purchase of equipment; engineering support; promotion and outreach support to increase channel awareness and viewership; operational and maintenance support for the mobile production vehicle; closed captioning and Spanish language support; and general operating and administrative expenses. Federal law and cable franchise agreements restrict use of some funds to PEG and Institutional Network capital expenditures. These funds may be used to purchase PEG equipment and renovate or construct PEG studio and mobile facilities.

| FY18 Recommended Changes  | Expenditures     | FTEs        |
|---|------------------|-------------|
| <b>FY17 Approved</b>  | <b>1,343,207</b> | <b>0.00</b> |
| Reduce: Technical Operations Center   | (1,000)          | 0.00        |
| Reduce: Mobile Production Vehicle   | (19,000)         | 0.00        |
| Reduce: Operating Expenses - PEG  | (20,000)         | 0.00        |
| Multi-program adjustments, including negotiated compensation changes, employee benefit changes, changes due to staff turnover, reorganizations, and other budget changes affecting multiple programs. | (20,313)         | 0.00        |



| FY18 Recommended Changes | Expenditures     | FTEs        |
|--------------------------|------------------|-------------|
| <b>FY18 Recommended</b>  | <b>1,282,894</b> | <b>0.00</b> |

## FiberNet

Funding from the Cable Special Revenue Fund are used to support Montgomery County's private communications network - FiberNet. FiberNet is a critical infrastructure asset that provides carrier class voice, video, Internet access and data network services for Montgomery County Government and Montgomery County Public Schools (MCPS), Montgomery College, Housing Opportunities Commission (HOC), the Maryland-National Park and Planning Commission (M-NCPPC) and the Washington Suburban Sanitary Commission (WSSC). The County's public safety communications are also provided via FiberNet infrastructure. Additionally, FiberNet provides private network access to the State of Maryland and all of the local counties, municipalities and the District of Columbia. Expenditures cover the cost of network expansion, monitoring, management, and maintenance services. FiberNet is a countywide multi-million dollar investment that is crucial to the daily operation of local government within Montgomery County and with its citizens, neighboring governments, and business partners.

| Program Performance Measures | Actual FY15 | Actual FY16 | Estimated FY17 | Target FY18 | Target FY19 |
|------------------------------|-------------|-------------|----------------|-------------|-------------|
| New sites added to FiberNet  | 20          | 45          | 25             | 15          | 15          |

| FY18 Recommended Changes  | Expenditures     | FTEs        |
|---|------------------|-------------|
| <b>FY17 Approved</b>  | <b>3,784,340</b> | <b>5.70</b> |
| Increase Cost: FiberNet Operating and Maintenance   | 150,000          | 0.00        |
| Increase Cost: Miss Utility   | 102,640          | 0.00        |
| Increase Cost: Additional Increase for Miss Utility   | 38,360           | 0.00        |
| Add: FiberNet NOC Manager Position  | 0                | 1.00        |
| Multi-program adjustments, including negotiated compensation changes, employee benefit changes, changes due to staff turnover, reorganizations, and other budget changes affecting multiple programs. | (129,204)        | 0.00        |
| <b>FY18 Recommended</b>   | <b>3,946,136</b> | <b>6.70</b> |

## BUDGET SUMMARY

|   | Actual FY16       | Budget FY17       | Estimate FY17     | Recommended FY18  | %Chg Bud/Rec |
|---|-------------------|-------------------|-------------------|-------------------|--------------|
| <b>CABLE TELEVISION</b>                 |                   |                   |                   |                   |              |
| <b>EXPENDITURES</b>                     |                   |                   |                   |                   |              |
| Salaries and Wages                      | 2,805,218         | 3,009,388         | 2,697,579         | 3,182,098         | 5.7 %        |
| Employee Benefits                       | 946,151           | 1,024,694         | 932,568           | 986,724           | -3.7 %       |
| <b>Cable Television Personnel Costs</b> | <b>3,751,369</b>  | <b>4,034,082</b>  | <b>3,630,147</b>  | <b>4,168,822</b>  | <b>3.3 %</b> |
| Operating Expenses                      | 11,684,700        | 11,768,834        | 11,766,725        | 11,902,782        | 1.1 %        |
| <b>Cable Television Expenditures</b>    | <b>15,436,069</b> | <b>15,802,916</b> | <b>15,396,872</b> | <b>16,071,604</b> | <b>1.7 %</b> |
| <b>PERSONNEL</b>                        |                   |                   |                   |                   |              |
| Full-Time                               | 13                | 13                | 13                | 14                | 7.7 %        |
| Part-Time                               | 0                 | 0                 | 0                 | 0                 | —            |
| FTEs                                    | 30.50             | 31.50             | 31.50             | 32.50             | 3.2 %        |
| <b>REVENUES</b>                         |                   |                   |                   |                   |              |

## BUDGET SUMMARY

|                                  | Actual<br>FY16    | Budget<br>FY17    | Estimate<br>FY17  | Recommended<br>FY18 | %Chg<br>Bud/Rec |
|----------------------------------|-------------------|-------------------|-------------------|---------------------|-----------------|
| Franchise Fees                   | 17,791,990        | 17,661,404        | 17,876,942        | 17,986,502          | 1.8 %           |
| Gaithersburg PEG Contribution    | 173,866           | 169,513           | 170,867           | 168,304             | -0.7 %          |
| I-Net Operating Revenue          | 1,354,419         | 0                 | 0                 | 0                   | —               |
| Investment Income                | 22,327            | 26,990            | 43,940            | 75,330              | 179.1 %         |
| Miscellaneous Revenues           | 213,179           | 0                 | 0                 | 0                   | —               |
| PEG Capital Revenue              | 5,734,119         | 6,516,834         | 6,543,000         | 6,673,805           | 2.4 %           |
| PEG Operating Revenue            | 1,721,805         | 4,119,609         | 4,223,000         | 4,157,696           | 0.9 %           |
| Tower Application Fees           | 326,500           | 150,000           | 400,000           | 250,000             | 66.7 %          |
| <b>Cable Television Revenues</b> | <b>27,338,205</b> | <b>28,644,350</b> | <b>29,257,749</b> | <b>29,311,637</b>   | <b>2.3 %</b>    |

## FY18 RECOMMENDED CHANGES

|   | Expenditures      | FTEs         |
|---|-------------------|--------------|
| <b>CABLE TELEVISION</b>   |                   |              |
| <b>FY17 ORIGINAL APPROPRIATION</b>  | <b>15,802,916</b> | <b>31.50</b> |
| <b><u>Changes (with service impacts)</u></b>  |                   |              |
| Add: FiberNet NOC Manager Position [FiberNet]   | 0                 | 1.00         |
| Reduce: Operating Expenses - PIO [County Cable Montgomery]                                  | (1,000)           | 0.00         |
| Reduce: Technical Operations Center [Public Education Government Access (PEG) Operations]   | (1,000)           | 0.00         |
| Reduce: Operating Expenses - Council [County Cable Montgomery]                              | (2,000)           | 0.00         |
| Reduce: Operating Expense - MCM [Community Access to Cable]                                 | (2,000)           | 0.00         |
| Reduce: Transfer to Montgomery College [Cable Programming for Montgomery College]           | (3,000)           | 0.00         |
| Reduce: CCM Contracts - TV Production [County Cable Montgomery]                             | (10,000)          | 0.00         |
| Reduce: Legal and Professional Services [Cable Franchise Administration]                    | (18,000)          | 0.00         |
| Reduce: Mobile Production Vehicle [Public Education Government Access (PEG) Operations]     | (19,000)          | 0.00         |
| Reduce: Operating Expenses - PEG [Public Education Government Access (PEG) Operations]      | (20,000)          | 0.00         |
| Reduce: Transfer to Montgomery County Public Schools [Cable Programming for Public Schools] | (114,330)         | 0.00         |
| Reduce: PEG Capital - Equipment [Other Cable Activities]                                    | (120,058)         | 0.00         |
| <b><u>Other Adjustments (with no service impacts)</u></b>                                   |                   |              |
| Increase Cost: FiberNet Operating and Maintenance [FiberNet]                                | 150,000           | 0.00         |
| Increase Cost: Miss Utility [FiberNet]  | 102,640           | 0.00         |
| Increase Cost: HD Equipment [Other Cable Activities]  | 100,000           | 0.00         |
| Increase Cost: FY18 Compensation Adjustment   | 85,670            | 0.00         |
| Increase Cost: Additional Increase for Miss Utility [FiberNet]                              | 38,360            | 0.00         |
| Increase Cost: TFCG Application Review Contracts [Cable Franchise Administration]           | 30,000            | 0.00         |
| Increase Cost: Annualization of FY17 Personnel Costs  | 19,805            | 0.00         |
| Increase Cost: Annualization of FY17 Compensation Increases                                 | 19,237            | 0.00         |
| Increase Cost: Retirement Adjustment  | 10,028            | 0.00         |
| Increase Cost: Engineering & Inspection Services [Cable Franchise Administration]           | 10,000            | 0.00         |



## FY18 RECOMMENDED CHANGES

|  | Expenditures      | FTEs         |
|--|-------------------|--------------|
| Increase Cost: Community Access Facility Rent [Community Access to Cable]      | 8,468             | 0.00         |
| Increase Cost: Community Access Facility Utilities [Community Access to Cable] | 5,496             | 0.00         |
| Decrease Cost: Printing and Mail   | (628)             | 0.00         |
| <b>FY18 RECOMMENDED</b>  | <b>16,071,604</b> | <b>32.50</b> |

## PROGRAM SUMMARY

| Program Name  | FY17 APPR<br>Expenditures | FY17 APPR<br>FTEs | FY18 REC<br>Expenditures | FY18 REC<br>FTEs |
|---|---------------------------|-------------------|--------------------------|------------------|
| Cable Franchise Administration                      | 1,589,093                 | 8.90              | 1,762,939                | 8.90             |
| Community Access to Cable                           | 2,604,200                 | 0.00              | 2,608,164                | 0.00             |
| County Cable Montgomery                             | 2,633,331                 | 16.90             | 2,652,471                | 16.90            |
| Cable Programming for Public Schools                | 0                         | 0.00              | 0                        | 0.00             |
| Cable Programming for Montgomery College            | 0                         | 0.00              | 0                        | 0.00             |
| Municipal Support                                   | 3,848,745                 | 0.00              | 3,819,000                | 0.00             |
| Public Education Government Access (PEG) Operations | 1,343,207                 | 0.00              | 1,282,894                | 0.00             |
| FiberNet  | 3,784,340                 | 5.70              | 3,946,136                | 6.70             |
| <b>Total</b>  | <b>15,802,916</b>         | <b>31.50</b>      | <b>16,071,604</b>        | <b>32.50</b>     |

## FUTURE FISCAL IMPACTS

CE RECOMMENDED (\$000S)

| Title  | FY18          | FY19          | FY20          | FY21          | FY22          | FY23          |
|--|---------------|---------------|---------------|---------------|---------------|---------------|
| <b>CABLE TELEVISION</b>  |               |               |               |               |               |               |
| <b>EXPENDITURES</b>  |               |               |               |               |               |               |
| <b>FY18 Recommended</b>  | <b>16,072</b> | <b>16,072</b> | <b>16,072</b> | <b>16,072</b> | <b>16,072</b> | <b>16,072</b> |
| No inflation or compensation change is included in outyear projections.  |               |               |               |               |               |               |
| <b>Labor Contracts</b>   | <b>0</b>      | <b>29</b>     | <b>29</b>     | <b>29</b>     | <b>29</b>     | <b>29</b>     |
| These figures represent the estimated annualized cost of general wage adjustments, service increments, and other negotiated items. |               |               |               |               |               |               |
| <b>Subtotal Expenditures</b>   | <b>16,072</b> | <b>16,101</b> | <b>16,101</b> | <b>16,101</b> | <b>16,101</b> | <b>16,101</b> |

**FY18 CABLE COMMUNICATIONS PLAN (in \$000's)**

|  | Actual<br>FY16 | CC APP<br>FY17 | 2QA<br>FY17   | CE REC<br>FY18 | Proj.<br>FY19 | Proj.<br>FY20 | Proj.<br>FY21 | Proj.<br>FY22 | Proj.<br>FY23 |
|--|----------------|----------------|---------------|----------------|---------------|---------------|---------------|---------------|---------------|
| <b>1 BEGINNING FUND BALANCE</b>                            | <b>1,905</b>   | <b>1,636</b>   | <b>2,140</b>  | <b>2,002</b>   | <b>521</b>    | <b>460</b>    | <b>401</b>    | <b>345</b>    | <b>488</b>    |
| <b>2 REVENUES</b>  |                |                |               |                |               |               |               |               |               |
| 3 Franchise Fees <sup>1</sup>                              | 17,792         | 17,661         | 17,877        | 17,987         | 17,868        | 17,942        | 18,018        | 18,095        | 18,095        |
| 4 Gaithersburg PEG Contribution                            | 174            | 170            | 171           | 168            | 165           | 164           | 164           | 163           | 163           |
| 5 PEG Operating Grant <sup>1,2,7</sup>                     | 1,722          | 4,120          | 4,223         | 4,158          | 4,013         | 3,991         | 3,968         | 3,946         | 3,946         |
| 6 PEG Capital Grant <sup>1,2,7</sup>                       | 5,734          | 6,517          | 6,543         | 6,674          | 6,747         | 6,814         | 6,882         | 6,951         | 6,951         |
| 7 FiberNet Operating & Equipment Grant <sup>2</sup>        | 1,354          | 0              | 0             | 0              | 0             | 0             | 0             | 0             | 0             |
| 8 Interest Earned  | 22             | 27             | 43            | 75             | 107           | 138           | 170           | 188           | 188           |
| 9 TFCG Application Review Fees                             | 327            | 150            | 400           | 250            | 150           | 150           | 150           | 150           | 150           |
| 10 Miscellaneous   | 213            | 0              | 0             | 0              | 0             | 0             | 0             | 0             | 0             |
| <b>11 TOTAL ANNUAL REVENUES</b>                            | <b>27,338</b>  | <b>28,644</b>  | <b>29,257</b> | <b>29,312</b>  | <b>29,050</b> | <b>29,200</b> | <b>29,352</b> | <b>29,493</b> | <b>29,493</b> |
| <b>12 TOTAL RESOURCES-CABLE FUND</b>                       | <b>29,244</b>  | <b>30,280</b>  | <b>31,397</b> | <b>31,314</b>  | <b>29,571</b> | <b>29,659</b> | <b>29,753</b> | <b>29,839</b> | <b>29,982</b> |
| <b>13 EXPENDITURE OF RESTRICTED FUNDS<sup>4</sup></b>      |                |                |               |                |               |               |               |               |               |
| <b>14 A. EXPENDITURE OF RESTRICTED CAPITAL FUNDS</b>       |                |                |               |                |               |               |               |               |               |
| <b>15 Municipal Capital Support<sup>3</sup></b>            |                |                |               |                |               |               |               |               |               |
| 16 Rockville Equipment                                     | 1,126          | 931            | 935           | 953            | 964           | 973           | 983           | 993           | 993           |
| 17 Takoma Park Equipment                                   | 903            | 217            | 222           | 228            | 225           | 227           | 229           | 232           | 232           |
| 18 Municipal League Equipment                              | 903            | 217            | 222           | 228            | 225           | 227           | 229           | 232           | 232           |
| <b>19 SUBTOTAL</b>   | <b>2,932</b>   | <b>1,365</b>   | <b>1,379</b>  | <b>1,409</b>   | <b>1,414</b>  | <b>1,428</b>  | <b>1,442</b>  | <b>1,456</b>  | <b>1,456</b>  |
| <b>20 PEG Capital</b>                                      | <b>698</b>     | <b>779</b>     | <b>791</b>    | <b>759</b>     | <b>813</b>    | <b>957</b>    | <b>1,191</b>  | <b>1,319</b>  | <b>1,319</b>  |
| 21 ultraMontgomery - CIP                                   | 0              | 680            | 680           | 680            | 680           | 680           | 680           | 680           | 680           |
| 22 FiberNet - CIP  | 2,870          | 3,693          | 3,693         | 3,890          | 3,840         | 3,750         | 3,569         | 3,496         | 3,496         |
| 23 (Must be greater or equal to Line 6) SUBTOTAL           | 6,500          | 6,517          | 6,543         | 6,738          | 6,747         | 6,814         | 6,882         | 6,951         | 6,951         |
| <b>24 B. EXPENDITURE OF OTHER RESTRICTED FUNDS</b>         |                |                |               |                |               |               |               |               |               |
| <b>25 Municipal Franchise Fee Distribution<sup>3</sup></b> |                |                |               |                |               |               |               |               |               |
| 26 City of Rockville                                       | 753            | 757            | 754           | 758            | 765           | 770           | 774           | 778           | 778           |
| 27 City of Takoma Park                                     | 259            | 243            | 245           | 246            | 244           | 245           | 246           | 247           | 247           |
| 28 Other Municipalities                                    | 319            | 268            | 270           | 271            | 272           | 274           | 276           | 278           | 278           |
| <b>29 SUBTOTAL</b>   | <b>1,331</b>   | <b>1,268</b>   | <b>1,269</b>  | <b>1,275</b>   | <b>1,282</b>  | <b>1,289</b>  | <b>1,296</b>  | <b>1,303</b>  | <b>1,303</b>  |
| <b>30 Municipal Operating Support<sup>3</sup></b>          |                |                |               |                |               |               |               |               |               |
| 31 Rockville PEG Support                                   | 57             | 300            | 211           | 211            | 286           | 279           | 272           | 266           | 266           |
| 32 Takoma Park PEG Support                                 | 57             | 458            | 469           | 462            | 446           | 443           | 441           | 438           | 438           |
| 33 Muni. League PEG Support                                | 57             | 458            | 469           | 462            | 446           | 443           | 441           | 438           | 438           |
| <b>34 SUBTOTAL</b>   | <b>172</b>     | <b>1,215</b>   | <b>1,149</b>  | <b>1,135</b>   | <b>1,178</b>  | <b>1,166</b>  | <b>1,154</b>  | <b>1,142</b>  | <b>1,142</b>  |
| <b>35 SUBTOTAL</b>   | <b>1,503</b>   | <b>2,483</b>   | <b>2,418</b>  | <b>2,410</b>   | <b>2,460</b>  | <b>2,455</b>  | <b>2,450</b>  | <b>2,446</b>  | <b>2,446</b>  |
| <b>36 TOTAL EXPENDITURES OF RESTRICTED FUNDS</b>           | <b>8,003</b>   | <b>9,000</b>   | <b>8,961</b>  | <b>9,148</b>   | <b>9,207</b>  | <b>9,269</b>  | <b>9,333</b>  | <b>9,397</b>  | <b>9,397</b>  |
| <b>37 NET TOTAL ANNUAL REVENUES</b>                        | <b>19,335</b>  | <b>19,644</b>  | <b>20,296</b> | <b>20,164</b>  | <b>19,843</b> | <b>19,930</b> | <b>20,019</b> | <b>20,097</b> | <b>20,097</b> |
| <b>38 NET TOTAL RESOURCES-CABLE FUND</b>                   | <b>21,241</b>  | <b>21,280</b>  | <b>22,436</b> | <b>22,166</b>  | <b>20,364</b> | <b>20,390</b> | <b>20,420</b> | <b>20,442</b> | <b>20,585</b> |
| <b>39 EXPENDITURES OF NON-RESTRICTED FUNDS</b>             |                |                |               |                |               |               |               |               |               |
| <b>40 A. Transmission Facilities Coordinating Group</b>    |                |                |               |                |               |               |               |               |               |
| 41 TFCG Application Review                                 | 200            | 220            | 220           | 250            | 231           | 237           | 243           | 250           | 250           |
| <b>42 SUBTOTAL</b>   | <b>200</b>     | <b>220</b>     | <b>220</b>    | <b>250</b>     | <b>231</b>    | <b>237</b>    | <b>243</b>    | <b>250</b>    | <b>250</b>    |
| <b>43 B. FRANCHISE ADMINISTRATION</b>                      |                |                |               |                |               |               |               |               |               |
| 44 Personnel Costs - Cable Administration                  | 887            | 916            | 916           | 1,067          | 999           | 1,046         | 1,095         | 1,146         | 1,146         |
| 45 Personnel Costs - DTS Administration                    | 85             | 81             | 81            | 81             | 88            | 92            | 96            | 101           | 101           |
| 46 Personnel Costs - Charges for County Atty               | 123            | 115            | 115           | 116            | 125           | 131           | 138           | 144           | 144           |
| 47 Operating   | 90             | 71             | 70            | 71             | 75            | 77            | 79            | 81            | 81            |
| 48 Engineering & Inspection Services                       | 94             | 68             | 68            | 78             | 71            | 73            | 75            | 77            | 77            |
| 49 Legal and Professional Services                         | 8              | 118            | 118           | 100            | 124           | 127           | 131           | 134           | 134           |
| <b>50 SUBTOTAL</b>   | <b>1,286</b>   | <b>1,369</b>   | <b>1,367</b>  | <b>1,513</b>   | <b>1,482</b>  | <b>1,546</b>  | <b>1,613</b>  | <b>1,683</b>  | <b>1,683</b>  |
| <b>51 SUBTOTAL</b>   | <b>1,486</b>   | <b>1,589</b>   | <b>1,587</b>  | <b>1,763</b>   | <b>1,712</b>  | <b>1,783</b>  | <b>1,856</b>  | <b>1,933</b>  | <b>1,933</b>  |
| <b>52 C. MONTGOMERY COUNTY GOVERNMENT - CCM</b>            |                |                |               |                |               |               |               |               |               |
| <b>53 Media Production &amp; Engineering</b>               |                |                |               |                |               |               |               |               |               |
| 54 Personnel Costs   | 517            | 670            | 670           | 703            | 731           | 765           | 801           | 839           | 839           |
| 55 Operating   | 88             | 31             | 31            | 31             | 33            | 34            | 35            | 36            | 36            |
| 56 Contracts - TV Production                               | 88             | 87             | 87            | 77             | 92            | 94            | 97            | 99            | 99            |
| 57 New Media, Webstreaming & VOD Services                  | 44             | 58             | 58            | 58             | 61            | 62            | 64            | 66            | 66            |
| <b>58 SUBTOTAL</b>   | <b>738</b>     | <b>847</b>     | <b>847</b>    | <b>869</b>     | <b>916</b>    | <b>956</b>    | <b>997</b>    | <b>1,040</b>  | <b>1,040</b>  |
| <b>59 Public Information Office</b>                        |                |                |               |                |               |               |               |               |               |
| 60 Personnel Costs   | 795            | 796            | 661           | 774            | 867           | 908           | 951           | 996           | 996           |
| 61 Operating Expenses                                      | 11             | 12             | 12            | 11             | 13            | 13            | 14            | 14            | 14            |
| <b>63 SUBTOTAL</b>   | <b>806</b>     | <b>808</b>     | <b>673</b>    | <b>786</b>     | <b>880</b>    | <b>921</b>    | <b>964</b>    | <b>1,009</b>  | <b>1,009</b>  |
| <b>64 County Council</b>                                   |                |                |               |                |               |               |               |               |               |
| 65 Personnel Costs   | 551            | 589            | 589           | 610            | 638           | 667           | 696           | 726           | 726           |
| 66 Operating Expenses                                      | 8              | 13             | 13            | 11             | 14            | 14            | 14            | 15            | 15            |
| 67 Contracts - TV Production                               | 174            | 152            | 152           | 152            | 159           | 163           | 168           | 172           | 172           |
| 68 General Sessions and Committee Meetings                 | 200            | 101            | 101           | 101            | 106           | 109           | 112           | 115           | 115           |
| 69 Multi-Lingual/Cultural Production Services              | 91             | 0              | 0             | 0              | 0             | 0             | 0             | 0             | 0             |
| <b>70 SUBTOTAL</b>   | <b>1,024</b>   | <b>855</b>     | <b>855</b>    | <b>874</b>     | <b>917</b>    | <b>953</b>    | <b>990</b>    | <b>1,028</b>  | <b>1,028</b>  |
| <b>71 MNCPPC</b>   |                |                |               |                |               |               |               |               |               |
| 72 Contracts - TV Production                               | 0              | 99             | 99            | 99             | 103           | 106           | 109           | 112           | 112           |
| 73 New Media, Webstreaming & VOD Services                  | 24             | 24             | 24            | 24             | 26            | 26            | 27            | 28            | 28            |
| <b>74 SUBTOTAL</b>   | <b>24</b>      | <b>123</b>     | <b>123</b>    | <b>123</b>     | <b>129</b>    | <b>132</b>    | <b>136</b>    | <b>140</b>    | <b>140</b>    |
| <b>75 SUBTOTAL</b>   | <b>2,592</b>   | <b>2,633</b>   | <b>2,498</b>  | <b>2,652</b>   | <b>2,842</b>  | <b>2,962</b>  | <b>3,087</b>  | <b>3,216</b>  | <b>3,216</b>  |

**FY18 CABLE COMMUNICATIONS PLAN (in \$000's)**

|   | Actual<br>FY16 | CC APP<br>FY17 | 2QA<br>FY17   | CE REC<br>FY18 | Proj.<br>FY19 | Proj.<br>FY20 | Proj.<br>FY21 | Proj.<br>FY22 | Proj.<br>FY23 |
|---|----------------|----------------|---------------|----------------|---------------|---------------|---------------|---------------|---------------|
| <b>76 D. MONTGOMERY COLLEGE - MC ITV</b>                    |                |                |               |                |               |               |               |               |               |
| 77 Personnel Costs  | 1,456          | 1,535          | 1,535         | 1,601          | 1,673         | 1,751         | 1,834         | 1,920         | 1,920         |
| 78 Operating Expenses                                       | 86             | 86             | 86            | 83             | 90            | 93            | 95            | 98            | 98            |
| <b>79 SUBTOTAL</b>  | <b>1,542</b>   | <b>1,621</b>   | <b>1,621</b>  | <b>1,684</b>   | <b>1,763</b>  | <b>1,844</b>  | <b>1,929</b>  | <b>2,018</b>  | <b>2,018</b>  |
| <b>80 E. PUBLIC SCHOOLS - MCPS ITV</b>                      |                |                |               |                |               |               |               |               |               |
| 81 Personnel Costs  | 1,548          | 1,606          | 1,606         | 1,564          | 1,750         | 1,832         | 1,918         | 2,009         | 2,009         |
| 82 Operating Expenses                                       | 106            | 137            | 137           | 133            | 144           | 148           | 152           | 156           | 156           |
| <b>83 SUBTOTAL</b>  | <b>1,654</b>   | <b>1,743</b>   | <b>1,743</b>  | <b>1,698</b>   | <b>1,894</b>  | <b>1,980</b>  | <b>2,070</b>  | <b>2,164</b>  | <b>2,164</b>  |
| <b>84 F. COMMUNITY ACCESS PROGRAMMING<sup>4</sup></b>       |                |                |               |                |               |               |               |               |               |
| 85 Personnel Costs  | 2,042          | 2,103          | 2,103         | 2,095          | 2,292         | 2,400         | 2,513         | 2,631         | 2,631         |
| 86 Operating Expenses                                       | 67             | 67             | 67            | 65             | 70            | 72            | 74            | 76            | 76            |
| 87 Rent & Utilities   | 396            | 411            | 411           | 425            | 431           | 442           | 454           | 466           | 466           |
| 88 New Media, Webstreaming & VOD Services                   | 23             | 23             | 23            | 23             | 24            | 25            | 26            | 26            | 26            |
| <b>89 SUBTOTAL</b>  | <b>2,528</b>   | <b>2,604</b>   | <b>2,604</b>  | <b>2,608</b>   | <b>2,818</b>  | <b>2,940</b>  | <b>3,067</b>  | <b>3,200</b>  | <b>3,200</b>  |
| <b>90 G. PEG OPERATING</b>                                  |                |                |               |                |               |               |               |               |               |
| 91 Operating Expenses                                       | 123            | 181            | 181           | 161            | 190           | 195           | 201           | 206           | 206           |
| 92 Youth and Arts Community Media                           | 80             | 100            | 100           | 100            | 105           | 108           | 111           | 114           | 114           |
| 93 Community Engagement                                     | 91             | 91             | 91            | 91             | 95            | 98            | 101           | 103           | 103           |
| 94 Closed Captioning  | 163            | 163            | 163           | 163            | 171           | 189           | 189           | 189           | 189           |
| 95 Technical Operations Center (TOC)                        | 3              | 10             | 10            | 9              | 10            | 11            | 11            | 11            | 11            |
| 96 Mobile Production Vehicle                                | 8              | 19             | 19            | 0              | 20            | 20            | 21            | 22            | 22            |
| <b>97 SUBTOTAL</b>  | <b>469</b>     | <b>565</b>     | <b>565</b>    | <b>525</b>     | <b>592</b>    | <b>622</b>    | <b>633</b>    | <b>645</b>    | <b>645</b>    |
| <b>98 H. FIBERNET OPERATING</b>                             |                |                |               |                |               |               |               |               |               |
| 99 FiberNet - Personnel Charges for DTS                     | 693            | 766            | 536           | 717            | 835           | 874           | 915           | 958           | 958           |
| 100 FiberNet - Operations & Maintenance DTS                 | 895            | 1,126          | 1,126         | 1,276          | 1,181         | 1,212         | 1,245         | 1,279         | 1,279         |
| 101 FiberNet - Network Operations Center                    | 816            | 910            | 910           | 910            | 910           | 910           | 910           | 910           | 910           |
| 102 FiberNet - Personnel Charges for DOT                    | 101            | 101            | 101           | 101            | 110           | 115           | 120           | 126           | 126           |
| 103 FiberNet - Operations & Maintenance DOT                 | 723            | 882            | 882           | 943            | 925           | 950           | 975           | 1,002         | 1,002         |
| <b>104 SUBTOTAL</b>   | <b>3,228</b>   | <b>3,784</b>   | <b>3,554</b>  | <b>3,946</b>   | <b>3,960</b>  | <b>4,061</b>  | <b>4,166</b>  | <b>4,274</b>  | <b>4,274</b>  |
| <b>105 TOTAL EXPENDITURE OF UNRESTRICTED FUNDS</b>          | <b>13,500</b>  | <b>14,539</b>  | <b>14,172</b> | <b>14,875</b>  | <b>15,581</b> | <b>16,192</b> | <b>16,808</b> | <b>17,451</b> | <b>17,451</b> |
| <b>106 TOTAL EXPENDITURE OF RESTRICTED FUNDS</b>            | <b>8,003</b>   | <b>9,000</b>   | <b>8,961</b>  | <b>9,148</b>   | <b>9,207</b>  | <b>9,269</b>  | <b>9,333</b>  | <b>9,397</b>  | <b>9,397</b>  |
| <b>107 TOTAL EXPENDITURES - PROGRAMS</b>                    | <b>21,503</b>  | <b>23,539</b>  | <b>23,133</b> | <b>24,023</b>  | <b>24,787</b> | <b>25,461</b> | <b>26,141</b> | <b>26,848</b> | <b>26,848</b> |
| <b>108 I. OTHER</b>   |                |                |               |                |               |               |               |               |               |
| 109 Indirect Costs Transfer to Gen Fund                     | 614            | 649            | 649           | 725            | 764           | 800           | 837           | 876           | 876           |
| 111 Telecom Transfer to the Gen Fund                        | -              | 5              | 5             | 5              | 0             | 0             | 0             | 0             | 0             |
| 112 Transfer to the General Fund                            | 4,787          | 4,673          | 4,673         | 5,500          | 3,020         | 2,458         | 1,890         | 1,087         | 1,087         |
| 113 Legislative Community Communications NDA                | 490            | 490            | 490           | 540            | 540           | 540           | 540           | 540           | 540           |
| <b>114 SUBTOTAL</b>   | <b>5,891</b>   | <b>5,817</b>   | <b>5,817</b>  | <b>6,770</b>   | <b>4,324</b>  | <b>3,798</b>  | <b>3,267</b>  | <b>2,503</b>  | <b>2,503</b>  |
| <b>115 TOTAL EXPENDITURES</b>                               | <b>27,394</b>  | <b>29,357</b>  | <b>28,951</b> | <b>30,793</b>  | <b>29,111</b> | <b>29,259</b> | <b>29,408</b> | <b>29,350</b> | <b>29,350</b> |
| <b>116 J. ADJUSTMENTS</b>                                   |                |                |               |                |               |               |               |               |               |
| 117 Prior Year Adjustments                                  | (291)          | 0              | 0             | 0              | 0             | 0             | 0             | 0             | 0             |
| 118 Encumbrance Adjustment                                  | 0              | 444            | 444           | 0              | 0             | 0             | 0             | 0             | 0             |
| <b>120 TOTAL ADJUSTMENTS</b>                                | <b>(291)</b>   | <b>444</b>     | <b>444</b>    | <b>0</b>       | <b>0</b>      | <b>0</b>      | <b>0</b>      | <b>0</b>      | <b>0</b>      |
| <b>121 FUND BALANCE</b>                                     | <b>2,140</b>   | <b>479</b>     | <b>2,002</b>  | <b>521</b>     | <b>460</b>    | <b>401</b>    | <b>345</b>    | <b>488</b>    | <b>1,844</b>  |
| <b>122 FUND BALANCE PER POLICY GUIDANCE<sup>5</sup></b>     | <b>1,451</b>   | <b>1,427</b>   | <b>1,466</b>  | <b>1,465</b>   | <b>1,450</b>  | <b>1,458</b>  | <b>1,467</b>  | <b>1,475</b>  | <b>1,475</b>  |
| <b>123 K. SUMMARY - EXPENDITURES BY FUNDING SOURCE</b>      |                |                |               |                |               |               |               |               |               |
| 124 Transfer to Gen Fund-Indirect Costs                     | 614            | 649            | 649           | 725            | 764           | 800           | 797           | 834           | 834           |
| 125 Transfer to Gen Fund-Mont Coll Cable Fund <sup>6</sup>  | 1,542          | 1,621          | 1,621         | 1,684          | 1,763         | 1,844         | 1,929         | 2,018         | 2,018         |
| 126 Transfer to Gen Fund-Public Sch Cable Fund <sup>6</sup> | 1,654          | 1,743          | 1,743         | 1,698          | 1,894         | 1,980         | 2,070         | 2,164         | 2,164         |
| 127 Transfer to CIP Fund                                    | 2,870          | 4,817          | 4,817         | 4,570          | 4,520         | 4,430         | 4,249         | 4,176         | 4,176         |
| 128 Transfer to Gen Fund-Other                              | 4,787          | 4,673          | 4,673         | 5,500          | 3,020         | 2,458         | 1,890         | 1,087         | 1,087         |
| 129 Transfer to Gen Fund-Telecom                            | 0              | 5              | 5             | 5              | 0             | 0             | 0             | 0             | 0             |
| 130 Transfer to the General Fund-Legislative Branch NDA     | 490            | 490            | 490           | 540            | 540           | 540           | 540           | 540           | 540           |
| <b>131 FUND TRANSFERS SUBTOTAL</b>                          | <b>11,958</b>  | <b>13,998</b>  | <b>13,998</b> | <b>14,721</b>  | <b>12,501</b> | <b>12,052</b> | <b>11,475</b> | <b>10,819</b> | <b>10,819</b> |
| <b>132 Cable Fund Expenditure of Unrestricted Funds</b>     | <b>10,303</b>  | <b>11,176</b>  | <b>10,809</b> | <b>11,494</b>  | <b>11,924</b> | <b>12,368</b> | <b>12,809</b> | <b>13,269</b> | <b>13,269</b> |
| <b>133 Cable Fund Direct Expenditures</b>                   | <b>15,437</b>  | <b>15,803</b>  | <b>15,397</b> | <b>16,071</b>  | <b>16,611</b> | <b>17,207</b> | <b>17,933</b> | <b>18,531</b> | <b>18,531</b> |
| <b>134 Cable Fund Personnel</b>                             | <b>3,751</b>   | <b>4,034</b>   | <b>3,669</b>  | <b>4,169</b>   | <b>4,393</b>  | <b>4,598</b>  | <b>4,812</b>  | <b>5,035</b>  | <b>5,035</b>  |
| <b>135 Cable Fund Operating</b>                             | <b>11,685</b>  | <b>11,769</b>  | <b>11,728</b> | <b>11,903</b>  | <b>12,218</b> | <b>12,609</b> | <b>13,081</b> | <b>13,455</b> | <b>13,455</b> |

**Notes:** These projections are based on the Executive's Recommended budget and include the revenue and resource assumptions of that budget. The projected future expenditures, revenues, transfers, and fund balances may vary based on changes not assumed here to fee or tax rates, usage, inflation, future labor agreements, and other factors.

- Subject to municipal pass-through payment.
- Restricted revenue and expenditures: Certain Cable Fund revenues, required in excess of the federal limit on franchise fees, and corresponding expenditures (Municipal Franchise Fees/Pass-throughs, PEG Capital/Equipment Grants, and PEG Operating Revenue) are contractually required by franchise, municipal, and settlement agreements, and by the County Code, and may only be used for permissible federal purposes and in a manner consistent with applicable agreements.
- Municipal payments are estimates. Actual payments will be calculated based upon actual revenue received, subscriber numbers and formulas specified within the Municipal MOU's.
- Montgomery Community Television, Inc., d/b/a Montgomery Community Media, is designated as a sole source contractor to provide community access media services.
- Fund balance per policy guidance is calculated as 8% of total non-restricted revenues (franchise fees, tower fees, and investment income).
- The Cable Fund makes a fund transfer to Montgomery College and MCPS to support MCPS ITV and MC ITV.

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