

Resolution No: 16-1356
Introduced: March 23, 2010
Adopted: May 19, 2010

**COUNTY COUNCIL
FOR MONTGOMERY COUNTY, MARYLAND**

By: Council President at the Request of the County Executive

SUBJECT: FY10 Transfer from the Revenue Stabilization Fund to the General Fund

Background

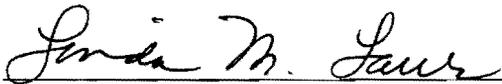
1. County Code Section 20-72(e) authorizes the County Council by resolution to transfer funds from the County's Revenue Stabilization Fund to the General Fund, after holding a public hearing and seeking the County Executive's recommendation.
2. County Code Section 20-72(d) permits a transfer from the Revenue Stabilization Fund to support appropriations which have become unfunded.
3. In his March 15, 2010 Recommended FY11 Operating Budget, the Executive estimated that because of mid year revenue reductions and extraordinary expenditure increases, the County Government General Fund would end FY10 with a deficit of \$92.0 million. This would cause existing appropriations in the General Fund to become unfunded.
4. A public hearing was held on April 20, 2010.
5. In a memorandum dated April 22, 2010, the County Executive revised his estimated deficit in the General Fund at the end of FY10 to \$81.9 million. If this amount is transferred from the Revenue Stabilization Fund to the General Fund, the balance in the Revenue Stabilization Fund will be \$37.6 million and the balance in the General Fund will be \$0 at the end of FY10.

Action

The County Council for Montgomery County, Maryland, approves the following action:

For the FY10 operating budget, the Director of Finance must transfer from the County Government's Revenue Stabilization Fund to the General Fund an amount that is sufficient to support appropriations that have become unfunded in the General Fund. The amount transferred must be consistent with Section 20-72 of the County Code. The Director of Finance will report to the County Council on the amount that is transferred.

This is a correct copy of Council action.


Linda M. Lauer, Clerk of the Council