

Resolution No.: 17-1128
Introduced: May 22, 2014
Adopted: June 10, 2014

**COUNTY COUNCIL
FOR MONTGOMERY COUNTY, MARYLAND**

By: Council President at the Request of the County Executive

SUBJECT: Supplemental Appropriation #14-370 to the FY14 Operating Budget
Montgomery County Government
Department of General Services
Insurance Loss Reimbursement, \$508,980

Background

1. Section 307 of the Montgomery County Charter provides that any supplemental appropriation shall be recommended by the County Executive who shall specify the source of funds to finance it. The Council shall hold a public hearing on each proposed supplemental appropriation after at least one week's notice. A supplemental appropriation that would comply with, avail the County of, or put into effect a grant or a Federal, State or County law or regulation, or one that is approved after January 1 of any fiscal year, requires an affirmative vote of five Councilmembers. A supplemental appropriation for any other purpose that is approved before January 1 of any fiscal year requires an affirmative vote of six Councilmembers. The Council may, in a single action, approve more than one supplemental appropriation. The Executive may disapprove or reduce a supplemental appropriation, and the Council may reapprove the appropriation, as if it were an item in the annual budget.
2. The County Executive has requested the following FY14 Operating Budget appropriation increases for the Department of General Services:

<u>Personnel</u> <u>Services</u>	<u>Operating</u> <u>Expenses</u>	<u>Capital</u> <u>Outlay</u>	<u>Total</u>	<u>Source</u> <u>of Funds</u>
\$0	\$508,980	\$0	\$508,980	Insurance Reimbursement

3. This increase is needed because the DGS FY14 Approved Operating Budget could not anticipate the expenses related to unexpected losses of the Karma House property. Appropriation authority is needed to spend the insurance loss reimbursement funds. Funding will provide for the demolition and debris removal of the Karma House property and the repair/rebuild of four structures on Fleet Street which have experienced water damage and are in dire need of substantial repairs

4. The County Executive recommends a supplemental appropriation to the FY14 Operating Budget in the amount of \$508,980 for demolition and repairs, and specifies that the source of funds will be Insurance Reimbursement.
5. Notice of public hearing was given, and a public hearing was held.

Action

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

A supplemental appropriation to the FY14 Operating Budget of the Department of General Services is approved as follows:

<u>Personnel Services</u>	<u>Operating Expenses</u>	<u>Capital Outlay</u>	<u>Total</u>	<u>Source of Funds</u>
\$0	\$508,980	\$0	\$508,980	Insurance Reimbursement

This is a correct copy of Council action.



Linda M. Lauer, Clerk of the Council