

Resolution No.: 15-1500
Introduced: May 25, 2006
Adopted: June 13, 2006

**COUNTY COUNCIL
FOR MONTGOMERY COUNTY, MARYLAND**

By: Council President at the Request of the County Executive

SUBJECT: Supplemental Appropriation #06-115 to the FY06 Operating Budget
Montgomery County Government
Supplemental Funds for Montgomery Housing Initiative Fund in the
Department of Housing and Community Affairs, \$2,000,000

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. Sec. 52-21 (f)(3) of the County Code requires that balances from the Condominium Transfer Tax must be transferred into the Montgomery Housing Initiative Fund. The funds will be used to supplement, not supplant, the dedicated funding for affordable housing.
3. The County Executive has requested the following FY06 Operating Budget appropriation increase for the Montgomery Housing Initiative Fund in the Department of Housing and Community Affairs:

<u>Personnel Services</u>	<u>Operating Expenses</u>	<u>Capital Outlay</u>	<u>Total</u>	<u>Source of Funds</u>
0	\$2,000,000	0	\$2,000,000	Condominium Transfer Tax Revenue

4. This increase is needed to construct or acquire affordable housing units, buy and rehabilitate existing rental units, and participate in housing or mixed-use developments that include affordable housing.
5. The County Executive recommends a supplemental appropriation to the FY06 Operating Budget in the amount of \$2,000,000 for the Montgomery Housing Initiative Fund in the Department of Housing and Community Affairs and specifies the source of funds will be Condominium Transfer Tax Revenue.
6. 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 FY06 Operating Budget of the Montgomery Housing Initiative Fund in the Department of Housing and Community Affairs 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	\$2,000,000	0	\$2,000,000	Condominium Transfer Tax Revenue

This is a correct copy of Council action.



Linda M. Lauer, Clerk of the Council