

Resolution No:	15-1025
Introduced:	<u>May 26, 2005</u>
Adopted:	<u>May 26, 2005</u>

COUNTY COUNCIL
FOR MONTGOMERY COUNTY, MARYLAND

By: County Council

Subject: Authority to Substitute Current Revenue for General Obligation Bonds in FY 2006

Background

1. On January 13, 2005 the County Executive recommended that the County Council approve the use of \$57.917 million in current revenue to replace general obligation bonds in FY 2006 and \$52.250 million in FY 2005 for projects included in the approved Capital Improvements Program for FY 2005-2010.
2. On March 21, 2005 the Executive revised his recommendation to \$53.317 million in FY 2006 and \$53.150 million in FY 2005.
3. The Council reviewed the Executive's proposed budgets and made amendments as authorized by the County Charter.

Action

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

1. The Council authorizes the Executive to substitute \$33.755 million in General Fund current revenue for general obligation bonds in FY 2006. This total is intended to be funded with \$22.018 million of Recordation Tax current revenues and \$11.737 million of other General Fund current revenues.
2. Of this total, \$11.737 million can be substituted for general obligation bond funds for any project which is funded with County general obligation bonds and for which the debt service is appropriated from a tax-supported fund. Another \$22.018 million can be substituted for general obligation bonds for any Montgomery County Public Schools project which is funded with County general obligation bonds and for which the debt service is appropriated from a tax-supported fund.
3. The Council amends Resolution 15-640 to authorize the Executive to substitute \$44.681 million in General Fund current revenues for general obligation bonds in FY 2005, rather than \$52.250 million. This total is intended to be funded with \$37.406 million of Recordation Tax current revenues and \$7.275 million of other General Fund current revenues.
4. Of this total, \$7.275 million can be substituted into any project which is funded with County general obligation bonds and for which the debt service is appropriated from a tax-supported fund. Another \$37.406 million can be substituted for any Montgomery County Public Schools project which is funded with County general obligation bonds and for which the debt service is appropriated from a tax-supported fund.
5. The Executive must notify the Council not later than 30 days after each substitution.

This is a correct copy of Council action.



Linda M. Lauer
Clerk of the Council