

Resolution No.:	<u>16-174</u>
Introduced:	<u>May 24, 2007</u>
Adopted:	<u>May 24, 2007</u>

COUNTY COUNCIL
FOR MONTGOMERY COUNTY, MARYLAND

By: County Council

Subject: Authority to Substitute Current Revenue for General Obligation Bonds in FY 2008

Background


1. On January 11, 2007 the County Executive recommended that the County Council approve the use of \$41.4 million in current revenue to replace general obligation bonds in FY 2008 for projects included in the approved Capital Improvements Program for FY 2007-2012.
2. On February 6, 2007 the Council also assumed that \$41.4 million in current revenue would be substituted for general obligation bonds in FY 2008.
3. On March 19, 2007 the County Executive recommended that the County Council approve the use of \$26.4 million in current revenue to replace general obligation bonds in FY 2008 for projects included in the approved Capital Improvements Program for FY 2007-2012.
4. On April 17, 2007 the Council assumed that \$27.5 million in current revenue would be substituted for general obligation bonds in FY 2008, following the County policy that sets this level at no less than 10 per cent of the spending affordability guideline for each year.
5. The Council reviewed the Executive's proposed budgets and approved 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 \$27.5 million in General Fund current revenue for general obligation bonds in FY 2008. These funds 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.
2. 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