



FY22 Operating Budget: Committee Consent Calendar

GO Committee #5B

April 26, 2021

Department/Office: Grants to Municipalities in Lieu of Shares Tax Non-Departmental Account (NDA)

Staff: Gene Smith, Legislative Analyst

1. Staff Recommendation

Council staff recommends approval of the FY22 Grants to Municipalities in Lieu of Shares Tax NDA budget as submitted by the County Executive.

2. Summary of FY22 Recommended Budget

The County Executive's complete FY22 Recommended Operating Budget is attached at ©1.

Grants to Municipalities In Lieu of Shares Tax NDA	FY21 Approved	FY22 CE Recommended	Change from FY21 Approved
General Fund	\$28,020	\$28,020	0.0%
Personnel Costs	\$0 0.00 FTEs	\$0 0.00 FTEs	0.0% 0.00 FTEs
Operating Costs	\$28,020	\$28,020	0.0%
Total Expenditures (All Funds)	\$28,020 0.00 FTEs	\$28,020 0.00 FTEs	0.0% 0.0%

3. Summary of FY22 Recommended Changes/Adjustments

General Fund - No Service Impact

- These payments are required by State law and are equal to the shares tax each municipality received in FY68.

 **Grants To Municipalities in Lieu Of Shares Tax**

This NDA funds payments required in accordance with State law. The 1968 Session of the General Assembly revised the tax structure to include a County income tax. As part of this restructuring, the shared tax on banks and financial institutions was eliminated, and a provision was adopted which requires counties to pay annually to municipalities the amount (\$28,020) that had been received by the municipalities in FY68.

FY22 Recommended Changes	Expenditures	FTEs
FY21 Approved	28,020	0.00
FY22 Recommended	28,020	0.00