

# MAYOR & COUNCIL AGENDA COVER SHEET

**MEETING DATE:**

June 2, 2008

**CALL TO PODIUM:**

James D. Arnoult

**RESPONSIBLE STAFF:**

Harold Belton, Director  
Finance and Administration

**AGENDA ITEM:**

(please check one)

<input type="checkbox"/>	Presentation
<input type="checkbox"/>	Proclamation/Certificate
<input type="checkbox"/>	Appointment
<input type="checkbox"/>	Public Hearing
<input type="checkbox"/>	Historic District
<input type="checkbox"/>	Consent Item
<input checked="" type="checkbox"/>	Ordinance
<input type="checkbox"/>	Resolution
<input type="checkbox"/>	Policy Discussion
<input type="checkbox"/>	Work Session Discussion Item
<input type="checkbox"/>	Other:

**PUBLIC HEARING HISTORY:**

(Please complete this section if agenda item is a public hearing)

Introduced	04/21/08
Advertised	04/16/08
Hearing Date	05/05/08
Record Held Open	05/28/08
Policy Discussion	

<b>TITLE:</b>
An Ordinance to Adopt the City Budget for the Fiscal Year July 1, 2008 Through June 30, 2009 and Levying an Ad Valorem Tax on all Assessable Property Within the City of Gaithersburg, Maryland

<b>SUPPORTING BACKGROUND:</b>
A public hearing was advertised in the April 16, 2008 issue of the Gaithersburg Gazette and was held on May 5, 2008. During the public hearing, the Mayor and City Council voted to close the record on May 28, 2008.
This ordinance establishes the City budget, which provides a complete financial plan, including anticipated revenues and proposed expenditures for the Fiscal Year 2008-2009. The ordinance also institutes an ad valorem tax on all assessable property within the City of Gaithersburg, Maryland. The ad valorem tax has been set at a rate of \$.212 on each \$100 of assessed value of real property and \$.53 on each \$100 of assessed value of personal property.
In accordance with instructions from the Mayor and City Council at the work sessions, the following amendments are proposed in the Fiscal Year 2009 Budget:
 (Continued on next page)

<b>DESIRED OUTCOME:</b>
Vote on Ordinance to adopt FY 2008-09 Budget and set Ad Valorem Tax Rate.

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In accordance with instruction from the Mayor and City Council at the work sessions, the following amendments are proposed in the Fiscal Year 2009 budget:

## FY 2009 Subsequent Budget Events

Expenditure				
1136	Contributions (543000) Transfer from CIP 99-6 Neighborhood Amenities Program	ADD	\$	21,637
	FY 2009 Proposed Program Amount	ADD	\$	50,000
1411	Contributions (543000) Transfer from CIP 99-7 School Playground Match Program	ADD	\$	10,400
1341	Gasoline Expense (552500) Transfer From Non-Departmental - Contingency	ADD	\$	2,000
1911	Contingency (580000) Transfer To Landscaping & Forestry	SUBTRACT	\$	(2,000)
	Senior Programs	SUBTRACT	\$	(50,000)
1911	Operating Transfer to CIP	SUBTRACT	\$	(82,037)
	County Government Grants and Shared Taxes Senior Programs	SUBTRACT	\$	50,000
	Net Change to General Fund Balance		\$	- *
99-6	Neighborhood Amenities Program Transfer to 1136 - Housing & Community Development	SUBTRACT	\$	(21,637)
99-7	School Playground Match Program Transfer to 1411 - Parks, Recreation & Culture Admin.	SUBTRACT	\$	(10,400)
	Net Change to CIP Fund Balance		\$	(32,037) *

\* FY 2009 Proposed Budget Transfer (\$50,000) to 99-6 now shown in Activity 1136.

Ordinance No. \_\_\_\_\_

ORDINANCE ADOPTING THE CITY BUDGET  
FOR THE FISCAL YEAR JULY 1, 2008, THROUGH  
JUNE 30, 2009, AND LEVYING AN AD VALOREM TAX ON  
ALL ASSESSABLE PROPERTY WITHIN THE CITY OF  
GAITHERSBURG, MARYLAND

WHEREAS, the proposed budget for the 2008-09 Fiscal Year was submitted by the City Manager to the Mayor and City Council as required by the City Charter, as amended; and

WHEREAS, the 2008-09 budget provides a complete financial plan, including anticipated revenues and proposed expenditures, for the fiscal year:

NOW, THEREFORE, BE IT ORDAINED by the Mayor and City Council of the City of Gaithersburg, in public meeting assembled, that the budget for the City of Gaithersburg for the Fiscal Year July 1, 2008, through June 30, 2009, be and it hereby is adopted as follows:

ANTICIPATED REVENUE

Local Taxes	\$20,520,000	
Licenses & Permits	2,151,095	
Intergovernmental Revenue	15,682,665	
Service Charges	4,382,760	
Fines & Forfeitures	2,454,000	
Miscellaneous Revenues	<u>3,542,005</u>	
ANTICIPATED REVENUE	\$48,732,525	
Reappropriation		<u>3,607,945</u>
TOTAL ANTICIPATED REVENUE		<u>\$52,340,470</u>

PROPOSED EXPENDITURES

General Government	\$9,500,480	
Public Safety	7,786,520	
Public Works	7,784,520	
Parks, Recreation and Culture	8,802,857	
Community Services and Development	2,153,717	
Miscellaneous	<u>2,967,190</u>	
OPERATING TOTAL	\$42,102,525	
TOTAL OPEB Trust Fund		910,000
<u>CAPITAL IMPROVEMENTS</u>		<u>\$9,327,945</u>
TOTAL PROPOSED EXPENDITURES		<u>\$52,340,470</u>

AND BE IT FURTHER ORDAINED that all of the sums set forth herein under the heading "PROPOSED EXPENDITURES" be and hereby are appropriated.

AND BE IT FURTHER ORDAINED that there is hereby levied on all of the assessable real property within the City an ad valorem tax at the rate of *Twenty-one and Two/Tenths Cents (\$.212) on each One Hundred Dollars (\$100) of assessed value of said property*, and there is hereby levied an ad valorem tax on the tangible personal property subject to taxation by the City, except for manufacturing equipment, manufacturing inventory and commercial inventory of corporate and unincorporated businesses, at the rate of Fifty-Three Cents (\$.53) on each One Hundred Dollars (\$100) of assessed value of such tangible personal property.

AND BE IT FURTHER ORDAINED that the City hereby adopts the imposition of a full year, one-half year, three-quarter year and one-quarter year tax levies authorized pursuant to Title 10, Sections 10-102, 10-103, 10-104 and 10-105, Tax Property Article, Annotated Code of Maryland, as amended, and authorizes and empowers Montgomery County, Maryland, to collect and remit the same to the City of Gaithersburg, consistent with the imposition and collection of such levies on real property by Montgomery County.

ADOPTED by the City Council this 2nd day of June, 2008.

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SIDNEY A. KATZ, MAYOR and  
President of the Council

DELIVERED to the Mayor of the City of Gaithersburg this 2nd day of June, 2008.  
APPROVED/VETOED by the Mayor of the City of Gaithersburg this 2nd day of June, 2008.

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SIDNEY A. KATZ, MAYOR

THIS IS TO CERTIFY that the foregoing Ordinance was adopted by the City Council of Gaithersburg, in public meeting assembled, on the 2nd day of June, 2008, and the same was approved/vetoed by the Mayor of the City of Gaithersburg on the 2nd day of June, 2008.

This Ordinance becomes effective on the 1st day of July, 2008.

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James D. Arnoult, Acting City Manager