

MAYOR & COUNCIL AGENDA COVER SHEET

MEETING DATE:

June 1, 2009

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	04/20/09
Advertised	04/15/09
Hearing Date	05/04/09
Record Held Open	05/22/09
Policy Discussion	

TITLE:
An Ordinance to Adopt the City Budget for the Fiscal Year July 1, 2009 Through June 30, 2010 and Levying an Ad Valorem Tax on all Assessable Property Within the City of Gaithersburg, Maryland

SUPPORTING BACKGROUND:
A public hearing was advertised in the April 15, 2009 issue of the Gaithersburg Gazette and was held on May 4, 2009. During the public hearing, the Mayor and City Council voted to close the record on May 22, 2009.
This ordinance establishes the City budget, which provides a complete financial plan, including anticipated revenues and proposed expenditures for the Fiscal Year 2009-2010. 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:
 (See Subsequent Events - attached)

DESIRED OUTCOME:
Vote on Ordinance to adopt FY 2009-10 Budget and set Ad Valorem Tax Rate.

ORDINANCE NO. O-5-09

ORDINANCE ADOPTING THE CITY BUDGET
FOR THE FISCAL YEAR JULY 1, 2009, THROUGH
JUNE 30, 2010, AND LEVYING AN AD VALOREM TAX ON
ALL ASSESSABLE PROPERTY WITHIN THE CITY OF
GAITHERSBURG, MARYLAND

WHEREAS, the proposed budget for the 2009-10 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 2009-10 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, 2009, through June 30, 2010, be and it hereby is adopted as follows:

ANTICIPATED REVENUE

Local Taxes	\$22,600,000	
Licenses & Permits	1,943,500	
Intergovernmental Revenue	13,373,947	
Service Charges	4,504,460	
Fines & Forfeitures	380,500	
Miscellaneous Revenues	<u>1,717,150</u>	
ANTICIPATED REVENUE		\$44,519,557
Reappropriation		<u>3,493,485</u>
TOTAL ANTICIPATED REVENUE		<u>\$48,013,042</u>

ADOPTED EXPENDITURES

General Government	\$11,010,183	
Public Safety	10,642,971	
Public Works	7,506,320	
Parks, Recreation and Culture	8,671,502	
Community Services and Development	2,168,250	
Miscellaneous	<u>1,973,177</u>	
OPERATING TOTAL		\$41,972,403

ADOPTED TRANSFERS

TOTAL OPEB Trust Fund	910,000
CAPITAL IMPROVEMENTS	<u>\$5,130,639</u>
TOTAL PROPOSED EXPENDITURES	<u>\$48,013,042</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 1st day of June, 2009.

SIDNEY A. KATZ, MAYOR and
President of the Council

DELIVERED to the Mayor of the City of Gaithersburg this 1st day of June, 2009.
APPROVED/VETOED by the Mayor of the City of Gaithersburg this 1st day of June, 2009.

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 1st day of June, 2009, and the same was approved/vetoed by the Mayor of the City of Gaithersburg on the 1st day of June, 2009.

This Ordinance becomes effective on the 1st day of July, 2009.

Angel L. Jones, City Manager

***SUBSEQUENT EVENTS
FISCAL YEAR 2010***

REVENUE

State Shared Taxes

435900	Highway User	\$176,842
449600	Water Quality Protection	\$143,330

Service Chargers and Misc. Revenue

447160	Recreation Programs - Recreation Classes	\$2,680
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\$322,852

EXPENDITURES

Mayor & City Council (1101)

509000	Salaries, Part-Time	\$19,942
510000	Social Security & Medicare Taxes	\$1,526

Housing & Community Development (1136)

543000	Contributions - Façade easement matching grants	\$50,000
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Facilities Management (1150)

532000	Engineering & Architectural	(\$112,500)
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(\$41,032)

Total Net Change - Reappropriation Reduction

\$363,884