

Prince George's County Council Agenda Item Summary

Meeting Date: 6/22/2010
Reference No.: CR-056-2010
Draft No.: 1
Proposer(s): County Executive
Sponsor(s): Knotts
Item Title: A Resolution concerning School Facilities Surcharge for the purpose of adjusting the school facilities surcharge for inflation for Fiscal Year 2011, beginning July 1, 2010, as required by State law.

Drafter: James L. Abernathy, Office of Management and Budget
Resource Personnel: James L. Abernathy, Office of Management and Budget

LEGISLATIVE HISTORY:

Date Presented:		Executive Action:	
Committee Referral:	6/15/2010 - PSFM	Effective Date:	7/1/2010
Committee Action:	6/16/2010 - FAV		
Date Introduced:	6/15/2010		
Public Hearing:			
Council Action (1)	6/22/2010 - ADOPTED		
Council Votes:	MB:A, WC:-, SHD:A, TD:A, CE:A, AH:A, TK:A, EO:A, IT:A		
Pass/Fail:	P		
Remarks:			

AFFECTED CODE SECTIONS:

COMMITTEE REPORTS:

Public Safety and Fiscal Management

Date 6/16/2010

COMMITTEE VOTE: 5-0 Favorable (In Favor Council Members Exum, Campos, Dean, Harrison, and Turner)

This resolution will adjust the school facility surcharge for inflation based on the Consumer Price Index (CIP) for All Urban Consumers effective July 1, 2010, as required by State law. The CPI shows an inflation rate of 2.2% for April 2010 compared to April 2009. Applying the inflation rate of 2.2% to the current FY 2010 school facilities surcharge rate of \$8,120 for permits issued (for properties in the established communities or certain properties within a Basic Plan or Conceptual Site Plan that abuts an existing or planned WMATA mass transit rail station) and \$13,921 (all other properties). The FY 2011 School Facilities Surcharge rate of \$8,299 and \$14,227 reflects an increase of \$179 and \$306, respectively.

According to the Department of Environmental Resources data approximately 1,892 residential building permits will be subject to the school facilities surcharge in FY 2011, with around 87% of the residential building permits issued for properties outside of the beltway and 13% issued for properties in established communities or for certain properties abutting an existing or planned WMATA mass transit rail station. The total estimated school facilities

surcharge revenue for FY 2011 is \$25,459,196.

The adoption of CR-56-2010 will have a positive impact on the County with the estimated revenue of \$547,710.

BACKGROUND INFORMATION/FISCAL IMPACT:

(Includes reason for proposal, as well as any unique statutory requirements)

Pursuant to Section 10-192.01(b)(1)(B) of the Prince George's County Code, the school facilities surcharge is required to be adjusted for inflation pursuant to the Consumer Price Index for All Urban Consumers each fiscal year beginning in Fiscal Year 2005.

The Consumer Price Index for All Urban Consumers, during the period of April 2009 to April 2010, compared to the 12 month period ending April 2009, shows an inflation rate of 2.2% and results in an increase of \$179 above the Fiscal Year 2010 school facilities surcharge of \$8,120 for permits issued for buildings between Interstate Highway 495 and the District of Columbia and for permits issued for buildings included within a basic plan or conceptual site plan that abuts an existing or planned mass transit rail station site operated by the Washington Metropolitan Area Transit Authority and an increase of \$306 above the Fiscal Year 2010 school facilities surcharge of \$13,921 for permits issued for all other buildings.

For Fiscal Year 2011, the school facilities surcharge shall be \$8,299 for permits issued for buildings located between Interstate Highway 495 and the District of Columbia and for permits issued for buildings included within a basic plan or conceptual site plan that abuts an existing or planned mass transit rail station site operated by the Washington Metropolitan Area Transit Authority and \$14,227 for permits issued for all other buildings.

CODE INDEX TOPICS:

INCLUSION FILES:
