

**PRINCE GEORGE'S COUNTY COUNCIL
AGENDA ITEM SUMMARY**

Meeting Date: 10/29/2002**Reference No.:** CR-72-2002**Proposer:** Shapiro**Draft No.:** 1**Sponsors:** Shapiro, Scott, Dernoga, Wilson**Item Title:** A Resolution establishing spending control limits on the
Fiscal Year 2004 Water and Sewer Operating and Capital
Budgets of the Washington Suburban Sanitary
Commission (WSSC)

Drafter: Sandra Eubanks, Transportation,
Housing and Environment
Committee Director**Resource** Thomas Traber
Personnel: Financial Officer, WSSC

LEGISLATIVE HISTORY:**Date Presented:** __/__/__**Executive Action:** __/__/__**Committee Referral:** __/__/__**Effective Date:** __/__/__**Committee Action:** __/__/__**Date Introduced:** 10/29/2002**Public Hearing:** __/__/__ :__ __**Council Action:** 10/29/2002 ADOPTED**Council Votes:** PS:A, DB:A, TD:A, JE:-, TH:A, TK:A, RVR:A, AS:A, MW:A**Pass/Fail:** P**Remarks:** _____

BACKGROUND INFORMATION/FISCAL IMPACT**(Includes reason for proposal, as well as any unique statutory requirements)**

In May 1993, the Prince George's and Montgomery County Councils agreed to establish a Working Group on WSSC Spending Controls. A Council Member from each County was appointed to serve on the Working Group. In January of 1994 the Working Group issued their report calling for a spending affordability process and a better coordination of the land use and development processes with the Counties ten year water and sewerage plans. The Working Group's recommendations were approved by both Councils and utilized for the first time in the formulation of WSSC's FY 1996 Operating and Capital Budgets.

This resolution proposes to set spending control limits on the Fiscal Year 2004 Water and Sewer Operating and Capital Budgets of the WSSC for the following items:

Water and Sewer Rates including the service change - 0%
 New Bond Debt - \$121.6 million
 Water and Sewer Operating Debt service - \$144.1 million
 Water and sewer Operating Expenditures - \$371.0 million

A summary of the spending limits set by the Counties is shown below:

(ALL FIGURES IN MILLIONS DOLLARS)

	<u>ADOPTED CR-112-94</u>	<u>ADOPTED CR-66-95</u>	<u>ADOPTED CR-53-96</u>	<u>ADOPTED CR-5-98</u>	<u>ADOPTED CR-73-1998</u>	<u>ADOPTED CR-81-1998</u>	<u>ADOPTED CR-52-1999</u>	<u>ADOPTED CR-65-2000</u>
Rate Increase	3%	3%	3%	2%	1%	1.5%	0%	0%
New Debt	\$ 26.5	\$ 80.4	\$ 64.5	\$ 78.8	\$ 45.9	\$ 44.3	\$ 45.4	\$ 66.0
Debt Service	\$136.7	\$141.2	\$141.7	\$145.7	\$146.1	\$146.0	\$140.1	\$141.0
Operating Expenses	\$358.2	\$357.4	\$366.3	\$368.4	\$364.8	\$366.3	\$375.9	\$381.6

ADOPTED
CR-64-2001

Rate Increase	0%
New Debt	78.6
Debt Service	137.1
Operating Expenses	385.5

NOTE: Copies of the October 8, 2002, Spending Affordability Report are available from the Clerk of the County Council.

CODE INDEX TOPICS: