Reference No: CR-78-1991

AGENDA ITEM SUMMARY

Draft No: 1

Prince George's

Meeting Date: 10/1/91

County Council

Requester: CO. EXEC.

Item Title: A Resolution to authorize the County

Executive to declare intent of County to reimburse expenditures for County capital projects with proceeds of tax-exempt debt

Sponsors CA C MC

Date Presented _/_/ _ Executive Action _ /_/ _ _ _ Committee Referral(1) 9/3/91 FP&GO Effective Date 10/1/91

Committee Action (1) 9/23/91 FAV

Date Introduced 9/3/91

Pub. Hearing Date (1) __/__/__ :__ :__ __

Council Action (1) 10/1/91 Adopted

Council Votes CA: A_, B_: A_, C_: A_, D_: A_, F_: A_, MC: A_,

M_: -_, P_: A_, WI: A_, __: __, __: __, __: __

Pass/Fail P

Remarks

Barbara L. Holtz Resource Ronald B. Sheff

Drafter: Office of Law Personnel: Piper & Marbury

LEGISLATIVE HISTORY

Fiscal Policy and Government Operations Date: September 23, 1991
Committee Report

Committee Vote: Favorable, 3-0-1 (In favor: Council Members Wineland,

Del Giudice and Fletcher; Abstain: Council Member

Mills)

This Resolution is needed to comply with the applicable provisions of the Internal Revenue Code and does not amend or supersede the Charter or other laws of the County regarding the approval of, or expenditure of funds for capital projects. Without this declaration, the County would be unable to sell tax exempt general obligation bonds to repay interfund borrowing.

The Office of Management and Budget supports this resolution.

The Office of Law has reviewed this resolution and find it in proper

legislative form with no legal impediments to its adoption.

There should not be any negative fiscal impact on the County as a result of adopting CR-78-1991 other than minor costs associated with the notice of such declarations.

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

In order to be permitted to reimburse expenditures made from general fund revenues with the proceeds of tax-exempt debt, the provisions of the Internal Revenue Code require that the County declare that intent prior to making an expenditure which will be reimbursed. The proposed resolution authorizes the County Executive to make such a declaration and further authorizes the delegation of such authority to one or more designated persons by the County Executive in writing.