# Prince George's County Council Agenda Item Summary

**Meeting Date:** 6/17/2008 **Reference No.:** CR-048-2008

**Draft No.:** 1

**Proposer(s):** County Executive **Sponsor(s):** Dean, Dernoga

**Item Title:** A Resolution concerning School Facilities Surcharge for the purpose of adjusting the school

facilities surcharge for inflation for Fiscal Year 2009, beginning July 1, 2008, as required by

State law

**Drafter:** Ren Chen, OMB **Resource Personnel:** Ren Chen, OMB

#### **LEGISLATIVE HISTORY:**

Date Presented: Executive Action:

**Committee Referral:** 6/3/2008 - PSFM **Effective Date:** 7/1/2008

**Committee Action:** 6/9/2008 - FAV

**Date Introduced:** 6/3/2008

**Public Hearing:** 

Council Action (1) 6/17/2008 - ADOPTED

Council Votes: MB:A, WC:A, 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 & FISCAL MANAGEMENT

Date 6/9/2008

Committee Vote: Favorable 5-0, (In favor: Councilmembers Knotts, Campos, Dean, Exum and Turner).

This resolution will adjust the school facilities surcharge for inflation based upon the Consumer Price Index (CPI) for all Urban Consumers each fiscal year. The CPI shows an inflation rate of 3.9% for April 2008 compared to April 2007. Applying the 3.9% rate of inflation to the current school facilities surcharge rate of \$7,870 for properties inside the beltway and \$13,493 for properties outside the beltway, the FY2009 school facilities surcharge rate is increased to \$8,177 for inside the beltway and \$14,019 for outside the beltway, reflecting an increase of \$307 and \$526 respectively.

The Office of Law has reviewed this resolution and finds it to be in proper legislative form with no legal impediments to its adoption.

The fiscal impact on the County will be positive as a result of adopting CR-48-2008. As a result of the 3.9% inflation adjustment, the total estimated school facilities surcharge revenues will be approximately \$907,380 for FY2009.

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## **BACKGROUND INFORMATION/FISCAL IMPACT:**

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

Pursuant to Section 10-192.01(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 2007 through April 2008, compared to the 12 month period ending April 2007, shows an inflation rate of 3.9% and results in an increase of \$307 above the Fiscal Year 2008 school facilities surcharge of \$7,870 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 \$526 above the Fiscal Year 2008 school facilities surcharge of \$13,493 for permits issued for all other buildings. For Fiscal Year 2009, the school facilities surcharge is \$8,177 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 \$14,019 for all other buildings.

CODE INDEX TOPICS:	
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