

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

Meeting Date: 10/12/99

Reference No.: CR-52-1999

Proposer: Chairman Estepp

Draft No.: 2

Sponsors: Scott, Bailey, Shapiro

Item Title: A Resolution to establish spending control limits for
the FY 2001 Water and Sewerage Operating and Capital
Budget of the WSSC

Drafter: Craig S. Price
Deputy Council Administrator

Resource Thomas Street
Personnel: Budget Director, WSSC

LEGISLATIVE HISTORY:

Date Presented: __/__/__

Executive Action: __/__/__

Committee Referral: 10/12/99 C.O.W.

Effective Date: __/__/__

Committee Action: 10/12/99 FAV (A)

Date Introduced: 10/12/99

Public Hearing: __/__/__ :__ __

Council Action: 10/12/99 ADOPTED

Council Votes: JE:A, DB:A, IG:A, TH:A, WM:A, RVR:A, AS:A, PS:A, MW:A

Pass/Fail: P

Remarks: _____

BACKGROUND INFORMATION/FISCAL IMPACT

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

In May of 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 2001 Water and Sewer Operating and Capital Budgets of the WSSC for the following items:

Water and Sewer Rates including the service charge - 0%
 New Bond Debt - \$45,400,000
 Water and Sewer Operating Debt Services - \$140,100,000
 Water and Sewer Operating Expenditures - \$375,900,000

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>PROPOSED CR-52-1999</u>
Rate Increase	3%	3%	3%	2%	1%	1.5%	0%
New Debt	\$26.5	\$80.4	\$64.5	\$78.8	\$45.9	\$44.3	\$45.4
Debt Service	\$136.7	\$141.2	\$141.7	\$145.7	\$146.1	\$146.0	\$140.1
Operating Expenses	\$358.2	\$357.4	\$366.3	\$368.4	\$364.8	\$366.3	\$375.9

NOTE: Copies of the September, 1999, Spending Affordability Report are available from the Clerk of the County Council.

CODE INDEX TOPICS: