

Resolution No:	<u>20-846</u>
Introduced:	<u>May 13, 2025</u>
Adopted:	<u>June 10, 2025</u>

**COUNTY COUNCIL
FOR MONTGOMERY COUNTY, MARYLAND**

Lead Sponsor: Council President at the Request of the County Executive

SUBJECT: Supplemental Appropriation #25-71 to the FY25 Operating Budget
Montgomery County Government Department of Transportation Transit Services,
\$9,200,000 (Source of Funds: Mass Transit Fund Undesignated Reserves)

Background

1. Section 307 of the Montgomery County Charter provides that any supplemental appropriation shall be recommended by the County Executive who shall specify the source of funds to finance it. The Council shall hold a public hearing on each proposed supplemental appropriation after at least one week's notice. A supplemental appropriation that would comply with, avail the County of, or put into effect a grant or a Federal, State or County law or regulation, or one that is approved after January 1 of any fiscal year, requires an affirmative vote of six Councilmembers. A supplemental appropriation for any other purpose that is approved before January 1 of any fiscal year requires an affirmative vote of seven Councilmembers. The Council may, in a single action, approve more than one supplemental appropriation. The Executive may disapprove or reduce a supplemental appropriation, and the Council may reapprove the appropriation, as if it were an item in the annual budget.
2. The County Executive has requested the following FY25 Operating Budget appropriation increases for the Department of Transportation:

<u>Personnel</u> <u>Services</u>	<u>Operating</u> <u>Expenses</u>	<u>Total</u>	<u>Source</u> <u>of Funds</u>
\$4,000,000	\$5,200,000	\$9,200,000	Mass Transit Fund Undesignated Reserves

3. This increase is needed because:
- a) Bus operator and transit coordinator overtime costs have increased, resulting in a projected personnel cost deficit of \$4 million; and
 - b) Price increases for parts and maintenance and repair services have resulted in a projected overage of approximately \$5.2 million for Ride On bus fleet operating costs.

The total projected deficit of \$9,200,000 reflects the above and other cost increases net of any savings.

4. The County Executive recommends a supplemental appropriation to the FY25 Operating Budget in the amount of \$9,200,000 for Transit Services and specifies that the source of funds will be Mass Transit Fund undesignated reserves.
5. Notice of public hearing was given and a public hearing was held.

Action

The County Council for Montgomery County, Maryland, approves the following action:

A supplemental appropriation to the FY25 Operating Budget of the Department of Transportation is approved as follows:

<u>Personnel Services</u>	<u>Operating Expenses</u>	<u>Total</u>	<u>Source of Funds</u>
\$4,000,000	\$5,200,000	\$9,200,000	Mass Transit Fund Undesignated Reserves

This is a correct copy of Council action.



Sara R. Tenenbaum
Clerk of the Council