

Resolution No:	<u>20-885</u>
Introduced:	<u>July 15, 2025</u>
Adopted:	<u>July 22, 2025</u>

**COUNTY COUNCIL  
FOR MONTGOMERY COUNTY, MARYLAND**

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Lead Sponsor: County Council

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**SUBJECT:** Approval of FY26 Schedule of Revenue Estimates and Appropriations

**Background**

1. On May 22, 2025, the Council appropriated funds for the FY 2026 Operating and Capital Budgets for the County Government, the Montgomery County Public School System, Montgomery College, the Maryland-National Capital Park and Planning Commission, and the Washington Suburban Transit Commission.
2. As required by Section 305 of the County Charter and applicable State laws, the County Council must fund these appropriations. On May 22, 2025, the Council set the property tax rates for FY 2026.
3. The Council has examined all sources of revenue, including local taxes, to identify those sources from which receipts are restricted as to use so that the Council may allocate those revenues that are not restricted to respond best to the needs of County residents.

**Action**

1. The County Council approves the attached Schedule of FY 2026 Revenue Estimates and Appropriations.
2. Unrestricted revenues are allocated to fund the budgets to the extent that the budgets are not fully funded from restricted revenues expected during FY 2026. However, before allocating unrestricted revenues to the Montgomery County Public School System, the following MCPS resources must first be used to fund the FY 2026 budget: all unanticipated revenues; all realized expenditure savings (excess of appropriations over actual expenditures and encumbrances); and all other sources of available reserves. For the College, the unrestricted revenue is the County's contribution for the Current Fund and the Emergency Plant Maintenance and Repair Fund.
3. The County Executive must allocate the unrestricted revenues through appropriate fiscal agencies of the County, including the Department of Finance.

This is a correct copy of Council action.



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Sara R. Tenenbaum  
Clerk of the Council

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Attachment to Resolution No.: 20-885

	A	B	G	H	I	J	K	L	M	N	O	P	Q	R	S	T	U	V	W
1		FY26 REVENUES ESTIMATES AND APPROPRIATIONS (Assessable Base in \$Billions; Tax Rate in \$ per \$100 of Assessable Base; Other items in \$ Thousands)																	
2		APPROVED BY COUNCIL ON																	
3				= col I : U				County Government = sum col L thru S							Revenue Stabil. Fund	Grants & Enter. Funds	TOTAL	Budgets for SAG = V - U	
4			Estimated Revenues					Debt Service	General Fd Storm Drain	Mass Transit	Recr Distr	Fire Distr	Urban Distrs	Noise Abate					Eco Dev
5			REVENUE	Unrestricted															
6	A	PROPERTY TAXES																	
7		General Fund	1,828,212															1,828,212	1,828,212
8		Prior Year	3,137															3,137	3,137
9		Penalties/Interest/Homeowner Credit	-168,424															-168,424	-168,424
10		Storm Drain District		0				0										0	0
11		Mass Transit District		209,895					209,895									209,895	209,895
12		Recreation District		70,788						70,788								70,788	70,788
13		Fire District		308,758							308,758							308,758	308,758
14		Urban Districts		2,411								2,411						2,411	2,411
15		Noise Abatement Districts		0									0					0	0
16		MNCPPC (Admin, Parks and ALARF)		179,223			179,223											179,223	179,223
17		Parking Districts		0													0	0	0
18																			
19		TOTAL PROPERTY TAXES																2,433,999	2,433,999
20	B	Income Tax	2,274,235															2,274,235	2,274,235
21		Transfer Tax	104,705															104,705	104,705
22		Recordation Tax	49,489	25,397													25,397	74,886	49,489
23		Energy Tax	180,462															180,462	180,462
24		Telephone Tax	57,865															57,865	57,865
25		Hotel-Motel Tax	22,892															22,892	22,892
26		Admissions Tax	3,500															3,500	3,500
27		E-Cigarette Tax	600															600	600
28		Bag Tax	0	2,568													2,568	2,568	0
29		Water Quality Protection Charge	0	53,482													53,482	53,482	0
30		MHI Transfer Tax	0	10													10	10	0
31	C	General Grants	41,695	1,247,213	1,005,503	58,323	5,143	0	60,800	42,781	0	13,700			0		60,964	1,288,908	1,227,945
32		Specific Grants		336,270			0	190									336,080	336,270	190
33	D	Investment Income	22,021	49,281		2,257	950	0		0	0	0	0	0	55	30,005	16,014	71,302	55,288
34		Licenses and Permits	16,670	80						80		0						16,750	16,750
35		Charges for Services	15,441	495,104	3,808	72,600	3,930	0		6,274	3,410	25,030	921				379,130	510,546	131,415
36		Fines & Forfeitures	29,609	960						960		0						30,569	30,569
37		Miscellaneous	15,962	134,042	6,686	2,000	96	0		0	165	0	0		375		124,720	150,004	25,284
38		Revenues	4,498,071	3,115,481	1,015,996	135,180	189,342	190	60,800	259,990	74,364	347,488	3,332	0	430	30,005	998,365	7,613,552	6,615,187
40		Transfers to General Fund or other funds	-448,316	-182,559		0	-3,985		0	-53,298	-20,584	-14,318	-1,172	0	0		-89,203	-630,876	-541,673
41		Transfers from Gen. Fund or other funds	83,405	528,736		-17,285	0	438,387	0	531	4,710	250	11,112		3,751	0	87,281	612,141	524,860
44		Revenues plus Transfers	4,133,160	3,461,658	1,015,996	117,895	185,357	438,577	60,800	207,223	58,489	333,420	13,272	0	4,181	30,005	996,443	7,594,818	6,598,375
46		Beginning Reserve - Undesignated	210,507	751,616	0	44,461	15,759	0	0	-6,611	4,741	-21,459	-329	0	0	684,863	30,191	962,123	931,932
47		Beginning Reserve - Designated	0															0	0
48		Resources Available for Appropriations	4,343,668	4,213,274	1,015,996	162,356	201,116	438,577	60,800	200,612	63,230	311,961	12,943	0	4,181	714,868	1,026,634	8,556,941	7,530,307
49		Appropriation for Operating Budget			-3,354,639	-295,686	-193,291	-438,577	-1,752,160	-205,788	-62,850	-310,083	-13,198	0	-4,181		-1,001,245	-7,631,699	-6,630,454
50		Appropriation for Capital Budget: PAYG	-29,200					0										-29,200	-29,200
51		Appropriation for Capital Budget: Other			-20,792	-15,084	-450		-31,517	5,118	0	-1,541	0	0	0		-29,603	-93,869	-64,266
52		Total Appropriation			-3,375,431	-310,770	-193,741	-438,577	-1,783,677	-200,670	-62,850	-311,624	-13,198	0	-4,181	0	-1,030,848	-7,754,768	-6,723,920
53		Appropriation from Restricted Revenue		-3,478,762	-1,015,996	-146,277	-193,741	-438,577	-60,800	-200,670	-62,850	-311,624	-13,198	0	-4,181	0	-1,030,848	-3,478,762	-2,447,914
54		Appropriation from Unrestricted Revenue	-4,246,806		-2,359,434	-164,494	0	0	-1,722,878	0	0	0	0	0	0	0	0	-4,276,006	-4,276,006
55		Projected ending reserve, total	67,662	734,511	0	16,080	7,374	0	0	-58	379	337	-255	0	0	714,868	-4,214	802,173	806,387
56		Less reserve designated for specific uses	2,500	-710,479		0	0			176		0				-714,868	4,214	-707,979	-712,193
57		Projected ending reserve, undesignated	70,162	24,033	0	16,080	7,374	0	0	118	379	337	-255	0	0	0	0	94,195	94,195