

Resolution No.:	<u>20-1142</u>
Introduced:	<u>May 21, 2026</u>
Adopted:	<u>May 21, 2026</u>

**COUNTY COUNCIL
FOR MONTGOMERY COUNTY, MARYLAND**

Lead Sponsor: County Council

SUBJECT: Authority to Substitute Current Revenue for General Obligation Bonds in FY 2027

Background

1. On January 15, 2026, the County Executive recommended that the County Council approve the use of \$34 million of current revenue to replace general obligation bonds in FY 2027 for projects included in the Capital Improvements Program (CIP) for FY 2027-2032.
2. The Council reviewed the Executive's proposed budgets and approved amendments as authorized by the County Charter.
3. On May 15, 2026, the Council took preliminary action to reconcile the FY 2027-2032 CIP and the FY 2027 Operating Budget. As part of these actions, the Council assumed that \$30 million in current revenue would be substituted for general obligation bonds in FY 2027.

Action

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

1. The Council authorizes the Executive to substitute \$30 million in General Fund current revenue for general obligation bonds in FY 2027. These funds may be substituted for general obligation bond funds for a project if: (i) the project is funded with County general obligation bonds; and (ii) the debt service for the project is appropriated from a tax-supported fund.
2. The Executive must notify the Council not later than 30 days after each substitution.

This is a correct copy of Council action.

A handwritten signature in black ink, appearing to read 'Sara', written over a horizontal line.

Sara R. Tenenbaum
Clerk of the Council