



DEPARTMENT OF FINANCE

Isiah Leggett
County Executive

Jennifer E. Barrett
Director

MEMORANDUM

March 13, 2007

TO: Stephen Farber, Council Staff Director
Montgomery County Council

FROM: David Platt, Chief Economist 
Department of Finance

SUBJECT: Documentation in support of revenue forecasts for Spending Affordability
Guidelines for FY2008 Budget

Attached is the documentation for the following revenue sources supporting the
County Executive's Recommended Budget for fiscal year 2008:

1. Income Tax
2. Property Tax
3. Transfer and Recordation Taxes
4. Fuel-Energy Tax
5. Hotel-Motel Tax
6. Telephone Tax
7. Admissions Tax
8. Highway Use Fund
9. Investment Income

In addition, attached are tables pertaining to the Revenue Stabilization Fund and a
detailed review of the underlying economic indicators used in estimating the revenue
resources. If you need additional information or have questions about the attached
material, please contact me at (240) 777-8866.

Cc: Jennifer Barrett
Joseph Beach
Robert Hagedoorn
Beryl Feinberg

Division of Treasury

**MONTGOMERY COUNTY
TAX-SUPPORTED
REVENUE ESTIMATES**

**COUNTY EXECUTIVE'S
RECOMMENDED BUDGET
FY2008**

INCOME TAX

**COUNTY INCOME TAX ESTIMATE
MONTGOMERY COUNTY, MARYLAND**

| | FY06 | FY07 | FY08 | FY09 | FY10 | FY11 | FY12 | FY13 |
|--------------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|
| <u>Current Law</u> | | | | | | | | |
| Collect | \$1,044,561,989 | | | | | | | |
| % change | 11.0% | | | | | | | |
| <u>Forecast</u> | | | | | | | | |
| Old (11/06) | | \$1,185,840,134 | \$1,236,480,071 | \$1,314,590,000 | \$1,392,720,000 | \$1,486,200,000 | \$1,576,420,000 | \$1,671,450,000 |
| New (03/07) | | \$1,217,310,215 | \$1,286,890,056 | \$1,360,540,000 | \$1,440,520,000 | \$1,542,570,000 | \$1,641,100,000 | \$1,746,300,000 |
| Difference | | \$31,470,081 | \$50,409,985 | \$45,950,000 | \$47,800,000 | \$56,370,000 | \$64,680,000 | \$74,850,000 |
| <u>% change</u> | | | | | | | | |
| Old (11/06) | | 13.5% | 4.3% | 6.3% | 5.9% | 6.7% | 6.1% | 6.0% |
| New (03/07) | | 16.5% | 5.7% | 5.7% | 5.9% | 7.1% | 6.4% | 6.4% |

Montgomery County Department of Finance March 2007

**MONTGOMERY COUNTY ACTUAL AND ESTIMATED CALENDAR YEAR INCOME TAX REVENUES
CURRENT LAW**

| CALENDAR YEAR DISTRIBUTIONS: | Est. 2004 | Est. 2005 | Est. 2006 | Est. 2007 | Est. 2008 | Est. 2009 | Est. 2010 | Est. 2011 | Est. 2012 | Est. 2013 |
|--|---------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|
| EMPLOYER WITHHOLDINGS AND DECLARATIONS | | | | | | | | | | |
| FIRST Quarter | \$162,510,483 | \$173,151,000 | \$187,120,000 | \$207,330,000 | \$220,120,000 | \$233,410,000 | \$248,030,000 | \$264,360,000 | \$278,520,000 | \$294,050,000 |
| % change | 16.1% | 6.5% | 8.1% | 10.8% | 6.2% | 6.0% | 6.3% | 6.6% | 5.4% | 5.9% |
| growth factor | | | | | | | | | | |
| SECOND Quarter | | | | | | | | | | |
| April/May W/H & Est. Pmt | \$117,560,233 | \$117,239,310 | \$121,750,000 | \$134,440,000 | \$142,700,000 | \$151,730,000 | \$161,870,000 | \$172,700,000 | \$181,450,000 | \$191,550,000 |
| % change | 18.9% | -0.3% | 3.8% | 10.4% | 6.1% | 6.3% | 6.7% | 6.7% | 5.1% | 5.6% |
| growth factor | | | | | | | | | | |
| June W/H | \$50,467,481 | \$2,822,961 | \$1,990,000 | \$7,970,000 | \$1,440,000 | \$4,920,000 | \$5,390,000 | \$2,350,000 | \$7,620,000 | \$9,840,000 |
| % change | | 4.7% | -1.6% | 11.5% | 6.0% | 5.5% | 5.5% | 5.8% | 5.9% | 4.2% |
| growth factor | | | | | | | | | | |
| June Est. Pmt + Reconciliation | \$10,958,922 | \$13,860,000 | \$18,800,000 | \$19,850,000 | \$21,240,000 | \$22,410,000 | \$23,570,000 | \$24,940,000 | \$26,410,000 | \$27,520,000 |
| % change | -77.9% | 26.5% | 35.6% | 5.6% | 7.0% | 5.5% | 5.2% | 5.8% | 5.9% | 4.2% |
| growth factor | | | | | | | | | | |
| Adj. 2nd Quarter | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| % change | | | | | | | | | | |
| THIRD Quarter | \$175,092,266 | \$187,890,000 | \$219,690,000 | \$232,070,000 | \$248,720,000 | \$262,140,000 | \$276,470,000 | \$291,230,000 | \$307,910,000 | \$321,750,000 |
| % change | 21.4% | 7.3% | 16.9% | 5.6% | 7.2% | 5.4% | 5.5% | 5.3% | 5.7% | 4.5% |
| growth factor | | | | | | | | | | |
| FOURTH Quarter | \$219,470,811 | \$227,730,000 | \$276,680,000 | \$292,170,000 | \$313,050,000 | \$335,290,000 | \$359,000,000 | \$384,290,000 | \$407,570,000 | \$428,020,000 |
| % change | 21.2% | 3.8% | 21.5% | 5.6% | 7.1% | 7.1% | 7.1% | 7.0% | 6.1% | 5.0% |
| growth factor | | | | | | | | | | |
| SUBTOTAL | \$736,060,197 | \$772,693,271 | \$876,010,000 | \$943,830,000 | \$1,007,250,000 | \$1,069,800,000 | \$1,137,330,000 | \$1,209,870,000 | \$1,278,480,000 | \$1,343,630,000 |
| Percent Change From Prior Year | 19.9% | 5.0% | 13.4% | 7.7% | 6.7% | 6.2% | 6.3% | 6.4% | 5.7% | 5.1% |
| APRIL 15TH FILING DISTRIBUTIONS | | | | | | | | | | |
| TENT. FINAL (June) | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| FINAL (Aug.) | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| AJD. FINAL (Sept.) | \$27,580,000 | \$3,070,000 | \$3,070,000 | \$3,070,000 | \$1,230,000 | \$3,070,000 | \$3,070,000 | \$3,070,000 | \$3,070,000 | \$3,070,000 |
| % change | -18.2% | -88.9% | 0.0% | 0.0% | 5.2% | -5.0% | 0.0% | 0.0% | 0.0% | 0.0% |
| growth factor | | | | | | | | | | |
| ADDTL. FILINGS (Nov.) | \$219,650,000 | \$245,150,000 | \$254,120,000 | \$265,420,000 | \$293,730,000 | \$311,860,000 | \$347,750,000 | \$359,500,000 | \$418,500,000 | \$438,500,000 |
| % change | | 11.1% | 3.3% | 4.3% | 10.6% | 8.9% | 8.7% | 12.0% | 12.6% | |
| growth factor | | | | | | | | | | |
| ADDTL. FILINGS (Jan.) | \$155,300,000 | \$5,180,000 | \$5,720,000 | \$5,720,000 | \$5,840,000 | \$6,330,000 | \$6,740,000 | \$7,180,000 | \$7,880,000 | \$8,690,000 |
| % change | 66.4% | -96.7% | 10.4% | 0.0% | 2.1% | 8.4% | 6.5% | 6.5% | 9.7% | 10.3% |
| growth factor | | | | | | | | | | |
| SUBTOTAL 1 / | \$182,880,000 | \$227,900,000 | \$257,170,000 | \$262,910,000 | \$274,560,000 | \$303,130,000 | \$329,670,000 | \$358,000,000 | \$400,450,000 | \$450,260,000 |
| Percent Change From Prior Year | 44.0% | 24.6% | 12.8% | 2.2% | 4.4% | 10.4% | 8.8% | 8.6% | 11.9% | 12.4% |
| | \$182,880,000 | \$227,900,000 | | | | | | | | |
| TOTAL ESTIMATED PAYMENTS AND WITHHOLDINGS | | | | | | | | | | |
| AMOUNT | \$918,940,000 | \$1,000,590,000 | \$1,133,180,000 | \$1,206,740,000 | \$1,281,810,000 | \$1,372,930,000 | \$1,467,000,000 | \$1,567,870,000 | \$1,678,930,000 | \$1,793,890,000 |
| Percent Change From Prior Year | 24.0% | 8.9% | 13.3% | 6.5% | 6.2% | 7.1% | 6.9% | 6.9% | 7.1% | 6.8% |

**MONTGOMERY COUNTY ACTUAL AND ESTIMATED CALENDAR YEAR INCOME TAX REVENUES
CURRENT LAW**

| CALENDAR YEAR DISTRIBUTIONS: | Est. 2004 | Est. 2005 | Est. 2006 | Est. 2007 | Est. 2008 | Est. 2009 | Est. 2010 | Est. 2011 | Est. 2012 | Est. 2013 |
|------------------------------|--------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|
| | <u>OTHER COLLECTIONS</u> | | | | | | | | | |
| PENALTY AND INTEREST | \$8,278,496 | \$8,820,000 | \$7,620,000 | \$8,220,000 | \$8,780,000 | \$9,320,000 | \$9,900,000 | \$10,540,000 | \$11,140,000 | \$11,700,000 |
| - FIRST (or OLD) | 4,158,786 | 4,040,000 | 3,810,000 | 4,110,000 | 4,390,000 | 4,660,000 | 4,950,000 | 5,270,000 | 5,570,000 | 5,850,000 |
| - SECOND | 4,119,710 | 4,780,000 | 3,810,000 | 4,110,000 | 4,390,000 | 4,660,000 | 4,950,000 | 5,270,000 | 5,570,000 | 5,850,000 |
| UNALLOCATED WH FIDUCIARY | 19,702,770 | 21,660,000 | 22,180,000 | 21,270,000 | 22,880,000 | 24,460,000 | 26,170,000 | 28,010,000 | 32,100,000 | 33,750,000 |
| - FIRST | \$10,733,216 | \$12,100,000 | \$10,070,000 | \$10,260,000 | \$10,400,000 | \$10,550,000 | \$10,710,000 | \$10,880,000 | \$11,040,000 | \$11,210,000 |
| - SECOND | 3,593,216 | 4,810,000 | 2,640,000 | 2,680,000 | 2,660,000 | 2,660,000 | 2,660,000 | 2,660,000 | 2,660,000 | 2,660,000 |
| DELINQ. & AUDIT ADJMTS. | 7,140,000 | 7,290,000 | 7,430,000 | 7,580,000 | 7,740,000 | 7,890,000 | 8,050,000 | 8,220,000 | 8,380,000 | 8,550,000 |
| - FIRST (or OLD) | \$26,150,000 | \$22,110,000 | \$23,040,000 | \$23,920,000 | \$24,660,000 | \$25,440,000 | \$26,250,000 | \$27,100,000 | \$27,980,000 | \$28,910,000 |
| - SECOND | 14,290,000 | 7,140,000 | 7,390,000 | 7,560,000 | 7,560,000 | 7,560,000 | 7,560,000 | 7,560,000 | 7,560,000 | 7,560,000 |
| | 11,860,000 | 14,970,000 | 15,650,000 | 16,360,000 | 17,100,000 | 17,880,000 | 18,690,000 | 19,540,000 | 20,420,000 | 21,350,000 |
| GRAND TOTAL | \$983,804,678 | \$1,065,283,271 | \$1,196,090,000 | \$1,270,410,000 | \$1,348,530,000 | \$1,442,700,000 | \$1,540,030,000 | \$1,644,400,000 | \$1,761,190,000 | \$1,870,910,000 |
| % Change From Prior Year | 25.6% | 8.3% | 12.3% | 6.2% | 6.1% | 7.0% | 6.7% | 6.8% | 7.1% | 6.2% |

| | | 2013 est. | 2012 est. | 2011 est. | 2010 est. | 2009 est. | 2008 est. | 2007 est. | 2006 est. | 2005 est. | 2004 est. | 2003 est. | 2002 est. | 2001 est. | 2000 est. | 1999 est. | 1998 est. | 1997 |
|--|-------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| Taxable Returns | | 435,796 | 430,214 | 423,914 | 416,817 | 408,763 | 401,028 | 395,605 | 388,987 | 380,241 | 361,268 | 357,522 | 359,268 | 361,096 | 362,992 | 351,029 | 344,313 | 334,434 |
| Non-taxable Returns | | 72,853 | 71,920 | 70,867 | 69,680 | 68,334 | 67,041 | 66,134 | 65,028 | 63,566 | 62,445 | 62,716 | 61,093 | 58,289 | 50,879 | 50,752 | 52,220 | 53,754 |
| Number of Returns | | 508,649 | 502,134 | 494,781 | 486,497 | 477,097 | 468,069 | 461,740 | 454,014 | 443,807 | 423,713 | 420,238 | 420,361 | 419,385 | 413,871 | 401,781 | 396,533 | 388,188 |
| Late Filers | | 14,161 | 13,979 | 13,775 | 13,544 | 13,282 | 13,031 | 12,855 | 12,640 | 12,356 | 12,138 | 12,006 | 11,959 | 11,900 | 11,843 | 11,264 | 10,942 | 10,569 |
| SOI Number of Returns | | 522,810 | 516,113 | 508,556 | 500,041 | 490,379 | 481,100 | 474,594 | 466,654 | 456,163 | 435,851 | 432,244 | 432,320 | 431,285 | 425,714 | 413,045 | 407,475 | 398,757 |
| | | 449,957 | 444,193 | 437,689 | 430,361 | | 414,059 | 408,460 | 401,626 | 392,597 | 373,406 | 369,528 | 371,227 | 372,996 | 374,835 | 362,293 | 355,255 | 345,003 |
| Income And Adjustments | | | | | | | | | | | | | | | | | | |
| Wages, Salaries, and Tips | (1/2/3/4/8) | \$46,760,840 | \$44,255,530 | \$41,750,220 | \$39,462,763 | \$37,284,233 | \$35,214,629 | \$33,622,591 | \$32,550,680 | \$30,300,839 | \$27,911,165 | \$25,511,291 | \$24,813,705 | \$24,428,160 | \$23,682,815 | \$21,625,038 | \$20,363,988 | \$18,425,438 |
| Interest and Dividends | (5) | 3,431,731 | 3,263,653 | 3,105,283 | 2,956,005 | 2,815,243 | 2,681,184 | 2,549,866 | 2,423,136 | 2,327,253 | 2,277,378 | 2,251,931 | 2,216,686 | 2,160,302 | 2,034,949 | 1,924,848 | 1,830,748 | 1,733,170 |
| Business and Farm Income | (7) | 2,653,852 | 2,516,109 | 2,384,488 | 2,258,988 | 2,136,550 | 2,023,295 | 1,919,222 | 1,815,149 | 1,704,955 | 1,597,896 | 1,500,372 | 1,446,839 | 1,400,618 | 1,346,748 | 1,206,872 | 1,130,771 | 1,032,856 |
| Capital Gains | (6) | 16,640,864 | 15,128,058 | 13,752,780 | 12,502,527 | 11,365,934 | 10,239,580 | 9,183,480 | 7,652,900 | 6,643,142 | 4,752,570 | 3,168,380 | 2,640,317 | 3,764,996 | 6,818,299 | 4,909,595 | 4,031,879 | 2,358,086 |
| Taxable Pensions, Annuities | (7) | 4,354,424 | 4,128,416 | 3,912,453 | 3,706,534 | 3,505,638 | 3,319,809 | 3,149,047 | 2,978,285 | 2,797,479 | 2,621,817 | 2,461,800 | 2,373,963 | 2,298,125 | 2,209,736 | 1,980,228 | 1,855,362 | 1,694,704 |
| Rent, Partnerships, etc | (7) | 5,170,744 | 4,902,367 | 4,645,917 | 4,401,395 | 4,162,837 | 3,942,171 | 3,739,396 | 3,536,622 | 3,321,920 | 3,113,327 | 2,923,312 | 2,819,008 | 2,728,953 | 2,623,993 | 2,351,459 | 2,203,185 | 2,012,408 |
| Taxable Social Security, Railroad | (7) | 818,699 | 776,206 | 735,601 | 696,885 | 659,114 | 624,175 | 592,069 | 559,663 | 525,969 | 492,942 | 462,856 | 446,342 | 432,083 | 415,464 | 372,313 | 348,836 | 318,630 |
| Other Unallocated Income | (7) | (147,945) | (140,267) | (125,929) | (125,933) | (119,107) | (112,793) | (106,992) | (101,190) | (95,047) | (89,079) | (83,642) | (78,081) | (75,078) | (70,868) | (67,280) | (63,038) | (57,579) |
| Total Income | | \$79,683,209 | \$74,830,071 | \$70,155,815 | \$65,859,165 | \$61,810,440 | \$57,932,048 | \$54,648,679 | \$51,415,546 | \$47,326,509 | \$42,678,016 | \$38,196,300 | \$36,676,202 | \$37,135,157 | \$39,056,927 | \$34,303,073 | \$31,701,731 | \$27,517,714 |
| Federal Adjustments | | 733,569 | 695,494 | 659,112 | 624,422 | 590,578 | 559,272 | 530,505 | 501,737 | 471,278 | 441,685 | 414,728 | 399,930 | 387,154 | 372,264 | 333,599 | 312,564 | 285,499 |
| Federal AGI | | \$78,949,640 | \$74,134,577 | \$69,494,700 | \$65,234,743 | \$61,219,862 | \$57,372,776 | \$54,118,175 | \$50,913,808 | \$47,055,232 | \$42,236,331 | \$37,781,573 | \$36,276,272 | \$36,748,003 | \$38,684,664 | \$33,969,473 | \$31,389,167 | \$27,232,216 |
| Additions To Income | | | | | | | | | | | | | | | | | | |
| Tax Preferences (50% of TP Items) | | | | | | | | | | | | | | | | | | |
| Interest on non-MD State/Local Obligations | (7) | 183,103 | 173,600 | 164,518 | 155,860 | 147,412 | 139,598 | 132,417 | 125,237 | 117,634 | 110,247 | 103,519 | 99,825 | 96,636 | 92,919 | 83,268 | 78,018 | 71,262 |
| Other Unallocated Additions | (7) | 338,428 | 320,863 | 304,078 | 288,074 | 272,460 | 258,017 | 244,746 | 231,474 | 217,422 | 203,769 | 191,332 | 184,506 | 178,612 | 171,742 | 153,904 | 144,200 | 131,713 |
| Total Additions | | \$521,531 | \$494,462 | \$468,596 | \$443,933 | \$419,872 | \$397,615 | \$377,163 | \$356,711 | \$335,055 | \$314,016 | \$294,851 | \$284,331 | \$275,248 | \$264,661 | \$237,173 | \$222,218 | \$202,975 |
| Subtractions From Income | | | | | | | | | | | | | | | | | | |
| Interest on US Obligations | (5) | \$371,878 | \$353,665 | \$336,503 | \$320,327 | \$305,073 | \$290,546 | \$276,315 | \$262,582 | \$252,192 | \$246,787 | \$244,030 | \$240,211 | \$234,100 | \$220,517 | \$208,586 | \$198,388 | \$187,814 |
| Pension Exclusion | (7) | 740,075 | 701,662 | 664,957 | 629,960 | 595,816 | 564,232 | 535,210 | 506,187 | 475,457 | 445,602 | 418,406 | 403,477 | 390,588 | 375,365 | 336,558 | 315,336 | \$288,031 |
| Child Care Expenses | (7) | 140,489 | 133,197 | 126,229 | 119,586 | 113,104 | 107,109 | 101,599 | 96,090 | 90,256 | 84,589 | 79,426 | 76,592 | 74,145 | 71,294 | 63,889 | 59,860 | 54,677 |
| Non-Resident Income | (7) | 2,415,471 | 2,290,100 | 2,170,302 | 2,056,075 | 1,944,635 | 1,841,553 | 1,746,828 | 1,652,104 | 1,551,808 | 1,454,365 | 1,365,601 | 1,316,877 | 1,274,808 | 1,225,777 | 1,098,465 | 1,029,200 | \$940,080 |
| Two-Earner Married Couple | (7) | 344,115 | 326,255 | 309,188 | 292,915 | 277,039 | 262,353 | 248,858 | 235,364 | 221,075 | 207,193 | 194,548 | 187,606 | 181,613 | 174,628 | 156,491 | 146,623 | \$133,927 |
| Capital Gains Modification (40% LT) | | | | | | | | | | | | | | | | | | |
| Misc. & Unallocated Subtractions | (7) | 1,973,038 | 1,870,631 | 1,772,775 | 1,679,471 | 1,588,443 | 1,504,242 | 1,426,868 | 1,349,494 | 1,267,569 | 1,187,974 | 1,115,469 | 1,075,669 | 1,041,306 | 1,001,256 | 897,263 | 840,685 | \$767,889 |
| Total Subtractions | | \$5,985,065 | \$5,675,510 | \$5,379,955 | \$5,098,333 | \$4,824,109 | \$4,570,034 | \$4,335,679 | \$4,101,821 | \$3,858,357 | \$3,626,511 | \$3,417,479 | \$3,300,432 | \$3,196,560 | \$3,069,036 | \$2,761,251 | \$2,590,092 | \$2,372,418 |
| Correction Adjustment ? | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Maryland AGI | | \$73,486,106 | \$68,953,530 | \$64,583,342 | \$60,580,343 | \$56,815,625 | \$53,200,357 | \$50,159,659 | \$47,168,698 | \$43,531,930 | \$38,923,836 | \$34,658,944 | \$33,260,171 | \$33,826,690 | \$35,880,289 | \$31,445,395 | \$29,021,292 | \$25,062,774 |
| Itemized Deductions | (7) | \$8,711,190 | \$8,259,053 | \$7,827,010 | \$7,415,062 | \$7,013,161 | \$6,641,404 | \$6,299,788 | \$5,958,173 | \$5,596,463 | \$5,245,045 | \$4,924,925 | \$4,749,204 | \$4,597,487 | \$4,420,660 | \$3,961,520 | \$3,711,721 | \$3,390,319 |
| Standard Deductions | (7) | 1,128,951 | 1,070,355 | 1,014,363 | 960,976 | 908,891 | 860,712 | 816,439 | 772,166 | 725,289 | 679,746 | 638,260 | 615,487 | 595,824 | 572,908 | 513,404 | 481,031 | \$439,378 |
| Maryland Total Deductions | | \$9,840,142 | \$9,329,408 | \$8,841,373 | \$8,376,038 | \$7,922,052 | \$7,502,115 | \$7,116,227 | \$6,730,339 | \$6,321,752 | \$5,924,791 | \$5,563,184 | \$5,364,691 | \$5,193,311 | \$4,993,569 | \$4,474,925 | \$4,192,752 | \$3,829,697 |
| Total Exemptions | (7) | \$2,818,225 | \$2,671,950 | \$2,532,177 | \$2,398,904 | \$2,268,882 | \$2,148,612 | \$2,038,094 | \$1,927,575 | \$1,810,555 | \$1,696,865 | \$1,593,301 | \$1,536,452 | \$1,487,369 | \$1,430,162 | \$1,281,622 | \$1,200,808 | \$1,096,829 |
| Taxable Income | | \$60,827,739 | \$56,952,172 | \$53,209,792 | \$49,805,401 | \$46,624,691 | \$43,549,629 | \$41,005,338 | \$38,510,784 | \$35,399,623 | \$31,302,180 | \$27,502,460 | \$26,359,029 | \$27,146,010 | \$29,456,558 | \$25,688,848 | \$23,627,732 | \$20,136,248 |
| Exclude Losses | | (125,000) | (125,000) | (125,000) | (125,000) | (125,000) | (125,000) | (125,000) | (125,000) | (125,000) | (125,000) | (125,000) | (125,000) | (125,000) | (125,000) | (125,000) | (125,000) | (\$665,814) |
| Net Taxable Income | | \$60,952,739 | \$57,077,172 | \$53,334,792 | \$49,930,401 | \$46,749,691 | \$43,674,629 | \$41,130,338 | \$38,635,784 | \$35,524,623 | \$31,427,180 | \$27,627,460 | \$26,484,029 | \$27,271,010 | \$29,581,558 | \$25,813,848 | \$23,752,732 | \$20,802,062 |
| Gross State Tax | | \$3,047,637 | \$2,853,859 | \$2,666,740 | \$2,496,520 | \$2,337,485 | \$2,183,731 | \$2,056,517 | \$1,931,789 | \$1,776,231 | \$1,571,359 | \$1,381,373 | \$1,324,201 | \$1,363,551 | \$1,479,078 | \$1,290,692 | \$1,187,637 | \$1,019,693 |
| Total Tax Credits | (7) | 127,136 | 120,537 | 114,231 | 108,219 | 102,354 | 96,928 | 91,942 | 86,957 | 81,678 | 76,549 | 71,877 | 69,312 | 67,098 | 64,517 | 57,816 | 54,171 | \$49,480 |
| Net State Tax | | \$2,920,501 | \$2,733,322 | \$2,552,508 | \$2,388,301 | \$2,235,131 | \$2,086,803 | \$1,964,575 | \$1,844,833 | \$1,694,554 | \$1,494,810 | \$1,309,496 | \$1,254,889 | \$1,296,452 | \$1,414,561 | \$1,232,876 | \$1,133,466 | \$970,213 |
| Local Tax Rate | | 60% | 60% | 60% | 60% | 60% | 60% | 60% | 60% | 60% | 60% | 60% | 60% | 60% | 60% | 60% | 60% | 60% |
| Local Tax | | \$1,752,301 | \$1,639,993 | \$1,531,505 | \$1,432,981 | \$1,341,079 | \$1,252,082 | \$1,178,745 | \$1,106,900 | \$1,016,732 | \$896,886 | \$785,698 | \$752,933 | \$777,871 | \$848,736 | \$739,726 | \$680,080 | \$582,128 |
| Effective (Net) State Tax Rate | | 4.79% | 4.79% | 4.79% | 4.78% | 4.78% | 4.78% | 4.78% | 4.77% | 4.77% | 4.76% | 4.74% | 4.74% | 4.75% | 4.78% | 4.77% | 4.66% | |
| Actual Local Tax | | \$1,752,301 | \$1,639,993 | \$1,531,505 | \$1,432,981 | \$1,341,079 | \$1,252,082 | \$1,178,745 | \$1,106,900 | \$1,016,732 | \$896,886 | \$785,698 | \$752,933 | \$777,871 | \$848,736 | \$739,726 | | |

| | | | | | | | | | | | | | | | | | | |
|------------------------------------|-----|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|------------|------------|------------|------------|------------|--------|
| TAX RETURNS (TAXABLE + LATE FILER) | | 1.30% | 1.49% | 1.70% | 1.97% | 1.93% | 1.37% | 1.70% | 2.30% | 5.14% | 1.05% | -0.46% | -0.47% | -0.49% | 3.46% | 1.98% | 2.97% | 1.97% |
| AGE GROWTH | | 4.31% | 4.45% | 4.03% | 3.80% | 3.88% | 4.47% | 4.13% | 5.06% | 4.62% | 6.00% | 3.52% | 2.95% | 5.00% | 5.79% | 4.47% | 4.97% | 4.62% |
| TAX RETURNS EARNING GROWTH | (1) | 5.67% | 6.01% | 5.80% | 5.85% | 5.88% | 5.90% | 5.90% | 7.48% | 10.00% | 7.05% | 3.06% | 2.48% | 4.51% | 9.25% | 6.45% | 7.94% | 6.59% |
| EMPLOYMENT GROWTH | | 1.30% | 1.49% | 1.70% | 1.97% | 1.93% | 1.37% | 1.70% | 2.30% | 5.14% | 1.10% | 0.39% | 0.50% | 0.48% | 5.14% | 2.94% | 3.53% | 2.86% |
| AGE GROWTH | | 4.31% | 4.45% | 4.03% | 3.80% | 3.88% | 4.47% | 4.13% | 5.06% | 4.62% | 6.00% | 3.52% | 2.95% | 5.00% | 5.79% | 4.47% | 4.97% | 4.62% |
| EMPLOYMENT EARNING GROWTH | (1) | 5.67% | 6.01% | 5.80% | 5.85% | 5.88% | 5.90% | 5.90% | 7.48% | 6.50% | 7.10% | 3.91% | 3.45% | 5.48% | 10.93% | 7.41% | 8.50% | 7.48% |
| 1997 FEDERAL TAX RELIEF ACT | (2) | (\$232,800) | (\$232,800) | (\$232,800) | (\$232,800) | (\$232,800) | (\$213,600) | (\$194,400) | (\$175,200) | (\$156,000) | (\$132,288) | (\$94,320) | (\$58,608) | (\$39,936) | (\$30,912) | (\$31,968) | (\$34,368) | |
| 2001 FEDERAL TAX RELIEF ACT | (3) | (\$735,840) | (\$735,840) | (\$735,840) | (\$735,840) | (\$735,840) | (\$386,400) | (\$341,760) | (\$212,160) | (\$184,320) | (\$144,480) | (\$143,520) | \$16,320 | | | | | |
| STOCK OPTION / BONUS / COMMISSION | (4) | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$265,000 | \$100,000 | \$85,714 | \$85,714 | |
| INVESTMENT YIELD | (5) | 5.13% | 5.11% | 5.05% | 5.00% | 5.00% | 5.15% | 5.23% | 4.12% | 2.19% | 1.13% | 1.59% | 2.61% | 6.16% | 5.72% | 5.14% | 5.63% | 5.52% |
| CAPITAL GAINS | (6) | 10.00% | 10.00% | 10.00% | 10.00% | 11.00% | 11.50% | 20.00% | 15.20% | 29.78% | 50.00% | 20.00% | 29.87% | 44.78% | 38.88% | 21.77% | 70.98% | 59.01% |
| PERSONAL INCOME | (7) | 5.47% | 5.52% | 5.56% | 5.73% | 5.60% | 5.42% | 5.73% | 6.46% | 6.70% | 6.50% | 3.70% | 3.30% | 4.00% | 11.59% | 6.73% | 9.48% | 3.16% |

PROPERTY TAX

**COUNTY TAX-SUPPORTED PROPERTY TAX ESTIMATE
MONTGOMERY COUNTY, MARYLAND**

| | FY06 | FY07 | FY08 | FY09 | FY10 | FY11 | FY12 | FY13 |
|--------------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|------|
| <u>Current Law</u> | | | | | | | | |
| Collect | \$1,108,483,670 | | | | | | | |
| % change | 3.5% | | | | | | | |
| Forecast | | | | | | | | |
| Old (11/06) | \$1,154,147,000 | \$1,357,172,000 | \$1,481,464,000 | \$1,603,406,000 | \$1,760,528,000 | \$1,905,481,000 | \$2,073,475,000 | |
| New (03/07) | \$1,156,180,000 | \$1,207,535,000 | \$1,477,063,000 | \$1,616,794,000 | \$1,759,951,000 | \$1,907,018,000 | \$2,071,018,000 | |
| Difference | \$2,033,000 | (\$149,637,000) | (\$4,401,000) | \$13,388,000 | (\$577,000) | \$1,537,000 | (\$2,457,000) | |
| % change | | | | | | | | |
| Old (11/06) | | 4.1% | 17.6% | 9.2% | 8.2% | 9.8% | 8.2% | 8.8% |
| New (03/07) | | 4.3% | 4.4% | 22.3% | 9.5% | 8.9% | 8.4% | 8.6% |

LONG-TERM PROPERTY TAX COLLECTIONS AT CURRENT RATES
Estimated Assessable Base and Yield in \$000's

| FUND | Levy Year 2006 | Levy Year 2006 (OMB Adjusted) | Long-Term Collection Factor | Levy Year 2006 | Levy Year 2006 (OMB Adjusted) | Long-Term Collection Factor | FY 2007 | | FY 2008 | |
|------------------------------------|----------------------------------|---|-----------------------------------|--------------------------------------|---|-----------------------------------|--------------------|--------------------|--------------------|--------------------|
| | Real Property Rates FY2007 | Real Property Rates FY2008-FY2013 | | Personal Property Rates FY2007 | Personal Property Rates FY2008-FY2013 | | Assessable Base | Estimated Yield | Assessable Base | Estimated Yield |
| Total General Fund | | | | | | | | \$781,389 | | \$791,325 |
| General Fund - County | \$0.624 | \$0.627 | 0.99200 | \$1.560 | \$1.567 | 0.97400 | \$129,902,669 | 839,123 | \$146,348,842 | 945,632 |
| Homeowner Tax Credit | | | | | | | | (3,224) | | (4,471) |
| Income Tax Offset | | | | | | | | (54,228) | | (149,124) |
| Jobs Tax Credit + Tax Credit (SS) | | | | | | | | (3,500) | | (3,600) |
| Prior Year | | | | | | | | 2,039 | | 1,710 |
| Penalties & Interest | | | | | | | | 1,179 | | 1,179 |
| Storm Drainage | \$0.003 | \$0.003 | 0.99100 | \$0.008 | \$0.007 | 0.97500 | 109,692,600 | 3,409 | 123,607,100 | 3,794 |
| Mass Transit | \$0.053 | \$0.058 | 0.99100 | \$0.133 | \$0.145 | 0.97500 | 129,902,669 | 71,229 | 146,348,842 | 87,399 |
| Recreation | \$0.024 | \$0.024 | 0.99100 | \$0.060 | \$0.060 | 0.97500 | 113,228,800 | 28,036 | 127,589,600 | 31,458 |
| MNCPPC-Metro | \$0.057 | \$0.056 | 0.99100 | \$0.143 | \$0.140 | 0.97500 | 112,633,700 | 66,257 | 126,918,100 | 73,021 |
| MNCPC-Regional | \$0.020 | \$0.019 | 0.99100 | \$0.050 | \$0.047 | 0.97500 | 112,633,700 | 23,243 | 126,918,100 | 24,759 |
| MNCPPC-Land Acq. | \$0.001 | \$0.001 | 0.99100 | \$0.003 | \$0.003 | 0.97500 | 129,902,669 | 1,363 | 146,348,842 | 1,526 |
| Fire-Consol | \$0.134 | \$0.128 | 0.99100 | \$0.335 | \$0.320 | 0.97500 | 129,902,669 | 180,040 | 146,348,842 | 192,882 |
| Urban - Bethesda | \$0.016 | \$0.016 | 0.99100 | \$0.040 | \$0.040 | 0.97500 | 2,923,400 | 507 | 3,281,000 | 564 |
| Urban - SS | \$0.024 | \$0.024 | 0.99100 | \$0.060 | \$0.060 | 0.97500 | 2,049,800 | 537 | 2,299,000 | 597 |
| Urban - Wheaton | \$0.030 | \$0.030 | 0.99100 | \$0.075 | \$0.075 | 0.97500 | 489,000 | 155 | 549,900 | 173 |
| Bradley NAD | \$0.050 | \$0.080 | 0.99100 | \$0.125 | \$0.200 | 0.97500 | 31,500 | 16 | 35,600 | 28 |
| Cabin John NAD | \$0.001 | \$0.080 | 0.99100 | \$0.003 | \$0.200 | 0.97500 | 8,900 | 0 | 10,100 | 8 |
| TOTAL TAX SUPPORTED | | | | | | | | \$1,156,180 | | \$1,207,535 |
| Parking Districts: | | | | | | | | | | |
| - Bethesda (Comm.) | \$0.280 | \$0.280 | 0.99400 | \$0.700 | \$0.700 | 0.99400 | 1,410,000 | 4,560 | 1,574,800 | 5,022 |
| - Bethesda (Unimp) | \$0.140 | \$0.140 | 0.99400 | \$0.350 | \$0.350 | 0.99400 | 88,400 | 165 | 97,400 | 177 |
| - Silver Spring (Comm.) | \$0.280 | \$0.280 | 0.99400 | \$0.700 | \$0.700 | 0.99400 | 1,630,500 | 5,106 | 1,826,100 | 5,654 |
| - Silver Spring (Unimp) | \$0.140 | \$0.140 | 0.99400 | \$0.350 | \$0.350 | 0.99400 | 54,900 | 88 | 61,400 | 97 |
| - Mont. Hills (Comm.) | \$0.240 | \$0.240 | 0.99400 | \$0.600 | \$0.600 | 0.99400 | 23,400 | 63 | 26,200 | 70 |
| - Mont. Hills (Unimp) | \$0.120 | \$0.120 | 0.99400 | \$0.300 | \$0.300 | 0.99400 | 500 | 1 | 600 | 1 |
| - Wheaton (Comm.) | \$0.240 | \$0.240 | 0.99400 | \$0.600 | \$0.600 | 0.99400 | 223,100 | 568 | 251,000 | 635 |
| - Wheaton (Unimp) | \$0.120 | \$0.120 | 0.99400 | \$0.300 | \$0.300 | 0.99400 | 4,300 | 11 | 4,400 | 11 |
| Total Parking Districts | | | | | | | | \$10,561 | | \$11,667 |
| TOTAL PROPERTY TAX REVENUES | | | | | | | | \$1,166,741 | | \$1,219,201 |

LONG-TERM PROPERTY TAX COLLECTIONS AT CURRENT RATES
Estimated Assessable Base and Yield in \$000's

| FUND | Levy Year 2006 | Levy Year 2006 (OMB Adjusted) | Long-Term Collection Factor | Levy Year 2006 | Levy Year 2006 (OMB Adjusted) | Long-Term Collection Factor | FY 2009 | | FY 2010 | |
|------------------------------------|----------------------------------|---|-----------------------------------|--------------------------------------|---|-----------------------------------|--------------------|--------------------|--------------------|--------------------|
| | Real Property Rates FY2007 | Real Property Rates FY2008-FY2013 | | Personal Property Rates FY2007 | Personal Property Rates FY2008-FY2013 | | Assessable Base | Estimated Yield | Assessable Base | Estimated Yield |
| Total General Fund | | | | | | | | \$1,024,040 | | \$1,121,045 |
| General Fund - County | \$0.624 | \$0.627 | 0.99200 | \$1.560 | \$1.567 | 0.97400 | \$159,719,532 | 1,029,208 | \$175,245,139 | 1,126,205 |
| Homeowner Tax Credit | | | | | | | | (4,471) | | (4,471) |
| Income Tax Offset | | | | | | | | 0 | | 0 |
| Jobs Tax Credit + Tax Credit (SS) | | | | | | | | (3,550) | | (3,500) |
| Prior Year | | | | | | | | 1,675 | | 1,632 |
| Penalties & Interest | | | | | | | | 1,179 | | 1,179 |
| Storm Drainage | \$0.003 | \$0.003 | 0.99100 | \$0.008 | \$0.007 | 0.97500 | 134,918,000 | 4,131 | 148,052,000 | 4,523 |
| Mass Transit | \$0.053 | \$0.058 | 0.99100 | \$0.133 | \$0.145 | 0.97500 | 159,719,532 | 95,123 | 175,245,139 | 104,087 |
| Recreation | \$0.024 | \$0.024 | 0.99100 | \$0.060 | \$0.060 | 0.97500 | 139,263,300 | 34,247 | 152,818,700 | 37,485 |
| MNCPPC-Metro | \$0.057 | \$0.056 | 0.99100 | \$0.143 | \$0.140 | 0.97500 | 138,529,800 | 79,495 | 152,013,200 | 87,010 |
| MNCCPC-Regional | \$0.020 | \$0.019 | 0.99100 | \$0.050 | \$0.047 | 0.97500 | 138,529,800 | 26,956 | 152,013,200 | 29,505 |
| MNCPPC-Land Acq. | \$0.001 | \$0.001 | 0.99100 | \$0.003 | \$0.003 | 0.97500 | 159,719,532 | 1,659 | 175,245,139 | 1,814 |
| Fire-Consol | \$0.134 | \$0.128 | 0.99100 | \$0.335 | \$0.320 | 0.97500 | 159,719,532 | 209,927 | 175,245,139 | 229,709 |
| Urban - Bethesda | \$0.016 | \$0.016 | 0.99100 | \$0.040 | \$0.040 | 0.97500 | 3,572,400 | 611 | 3,910,700 | 665 |
| Urban - SS | \$0.024 | \$0.024 | 0.99100 | \$0.060 | \$0.060 | 0.97500 | 2,502,300 | 646 | 2,738,200 | 703 |
| Urban - Wheaton | \$0.030 | \$0.030 | 0.99100 | \$0.075 | \$0.075 | 0.97500 | 599,500 | 188 | 657,100 | 206 |
| Bradley NAD | \$0.050 | \$0.080 | 0.99100 | \$0.125 | \$0.200 | 0.97500 | 38,900 | 31 | 42,800 | 34 |
| Cabin John NAD | \$0.001 | \$0.080 | 0.99100 | \$0.003 | \$0.200 | 0.97500 | 11,000 | 9 | 12,100 | 10 |
| TOTAL TAX SUPPORTED | | | | | | | | \$1,477,063 | | \$1,616,794 |
| Parking Districts: | | | | | | | | | | |
| - Bethesda (Comm.) | \$0.280 | \$0.280 | 0.99400 | \$0.700 | \$0.700 | 0.99400 | 1,709,600 | 5,405 | 1,866,000 | 5,848 |
| - Bethesda (Unimp) | \$0.140 | \$0.140 | 0.99400 | \$0.350 | \$0.350 | 0.99400 | 104,800 | 188 | 113,400 | 201 |
| - Silver Spring (Comm.) | \$0.280 | \$0.280 | 0.99400 | \$0.700 | \$0.700 | 0.99400 | 1,985,700 | 6,105 | 2,171,000 | 6,628 |
| - Silver Spring (Unimp) | \$0.140 | \$0.140 | 0.99400 | \$0.350 | \$0.350 | 0.99400 | 66,700 | 104 | 72,900 | 113 |
| - Mont. Hills (Comm.) | \$0.240 | \$0.240 | 0.99400 | \$0.600 | \$0.600 | 0.99400 | 28,500 | 76 | 31,100 | 82 |
| - Mont. Hills (Unimp) | \$0.120 | \$0.120 | 0.99400 | \$0.300 | \$0.300 | 0.99400 | 700 | 1 | 800 | 1 |
| - Wheaton (Comm.) | \$0.240 | \$0.240 | 0.99400 | \$0.600 | \$0.600 | 0.99400 | 273,600 | 689 | 299,900 | 752 |
| - Wheaton (Unimp) | \$0.120 | \$0.120 | 0.99400 | \$0.300 | \$0.300 | 0.99400 | 4,500 | 11 | 4,600 | 11 |
| Total Parking Districts | | | | | | | | \$12,578 | | \$13,635 |
| TOTAL PROPERTY TAX REVENUES | | | | | | | | \$1,489,642 | | \$1,630,429 |

LONG-TERM PROPERTY TAX COLLECTIONS AT CURRENT RATES
Estimated Assessable Base and Yield in \$000's

| FUND | Levy Year 2006 | Levy Year 2006 (OMB Adjusted) | Long-Term Collection Factor | Levy Year 2006 | Levy Year 2006 (OMB Adjusted) | Long-Term Collection Factor | FY 2011 | | FY 2012 | | FY 2013 | |
|------------------------------------|------------------------|----------------------------------|-----------------------------------|----------------------------|----------------------------------|-----------------------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | Real Property Rates | Real Property Rates | | Personal Property Rates | Personal Property Rates | | Assessable Base | Estimated Yield | Assessable Base | Estimated Yield | Assessable Base | Estimated Yield |
| | FY2007 | FY2008-FY2013 | | FY2007 | FY2008-FY2013 | | | | | | | |
| Total General Fund | | | | | | | | \$1,220,428 | | \$1,322,526 | | \$1,436,376 |
| General Fund - County | \$0.624 | \$0.627 | 0.99200 | \$1.560 | \$1.567 | 0.97400 | \$191,150,612 | 1,225,582 | \$207,489,911 | 1,327,674 | \$225,717,008 | 1,441,523 |
| Homeowner Tax Credit | | | | | | | | (4,471) | | (4,471) | | (4,471) |
| Income Tax Offset | | | | | | | | 0 | | 0 | | 0 |
| Jobs Tax Credit + Tax Credit (SS) | | | | | | | | (3,450) | | (3,400) | | (3,350) |
| Prior Year | | | | | | | | 1,589 | | 1,545 | | 1,495 |
| Penalties & Interest | | | | | | | | 1,179 | | 1,179 | | 1,179 |
| Storm Drainage | \$0.003 | \$0.003 | 0.99100 | \$0.008 | \$0.007 | 0.97500 | \$161,507,500 | 4,925 | \$175,329,800 | 5,337 | \$190,749,500 | 5,797 |
| Mass Transit | \$0.053 | \$0.058 | 0.99100 | \$0.133 | \$0.145 | 0.97500 | \$191,150,612 | 113,270 | \$207,489,911 | 122,705 | \$225,717,008 | 133,226 |
| Recreation | \$0.024 | \$0.024 | 0.99100 | \$0.060 | \$0.060 | 0.97500 | \$166,705,700 | 40,802 | \$180,971,500 | 44,209 | \$196,885,800 | 48,010 |
| MNCPPC-Metro | \$0.057 | \$0.056 | 0.99100 | \$0.143 | \$0.140 | 0.97500 | \$165,826,500 | 94,708 | \$180,016,400 | 102,617 | \$195,846,200 | 111,437 |
| MNCPC-Regional | \$0.020 | \$0.019 | 0.99100 | \$0.050 | \$0.047 | 0.97500 | \$165,826,500 | 32,117 | \$180,016,400 | 34,800 | \$195,846,200 | 37,792 |
| MNCPPC-Land Acq. | \$0.001 | \$0.001 | 0.99100 | \$0.003 | \$0.003 | 0.97500 | \$191,150,612 | 1,973 | \$207,489,911 | 2,136 | \$225,717,008 | 2,317 |
| Fire-Consol | \$0.134 | \$0.128 | 0.99100 | \$0.335 | \$0.320 | 0.97500 | \$191,150,612 | 249,976 | \$207,489,911 | 270,797 | \$225,717,008 | 294,016 |
| Urban - Bethesda | \$0.016 | \$0.016 | 0.99100 | \$0.040 | \$0.040 | 0.97500 | \$4,257,300 | 720 | \$4,613,400 | 777 | \$5,010,500 | 841 |
| Urban - SS | \$0.024 | \$0.024 | 0.99100 | \$0.060 | \$0.060 | 0.97500 | \$2,979,800 | 761 | \$3,228,100 | 820 | \$3,505,000 | 887 |
| Urban - Wheaton | \$0.030 | \$0.030 | 0.99100 | \$0.075 | \$0.075 | 0.97500 | \$716,100 | 223 | \$776,700 | 241 | \$844,300 | 262 |
| Bradley NAD | \$0.050 | \$0.080 | 0.99100 | \$0.125 | \$0.200 | 0.97500 | \$46,800 | 37 | \$50,900 | 40 | \$55,400 | 44 |
| Cabin John NAD | \$0.001 | \$0.080 | 0.99100 | \$0.003 | \$0.200 | 0.97500 | \$13,200 | 10 | \$14,300 | 11 | \$15,600 | 12 |
| TOTAL TAX SUPPORTED | | | | | | | | \$1,759,951 | | \$1,907,018 | | \$2,071,018 |
| Parking Districts: | | | | | | | | | | | | |
| - Bethesda (Comm.) | \$0.280 | \$0.280 | 0.99400 | \$0.700 | \$0.700 | 0.99400 | 2,026,200 | 6,302 | 2,190,800 | 6,768 | 2,374,300 | 7,288 |
| - Bethesda (Unimp) | \$0.140 | \$0.140 | 0.99400 | \$0.350 | \$0.350 | 0.99400 | 122,300 | 214 | 131,400 | 227 | 141,600 | 242 |
| - Silver Spring (Comm.) | \$0.280 | \$0.280 | 0.99400 | \$0.700 | \$0.700 | 0.99400 | 2,360,700 | 7,163 | 2,555,700 | 7,713 | 2,773,100 | 8,326 |
| - Silver Spring (Unimp) | \$0.140 | \$0.140 | 0.99400 | \$0.350 | \$0.350 | 0.99400 | 79,200 | 122 | 85,700 | 131 | 92,900 | 142 |
| - Mont. Hills (Comm.) | \$0.240 | \$0.240 | 0.99400 | \$0.600 | \$0.600 | 0.99400 | 33,800 | 88 | 36,600 | 95 | 39,700 | 102 |
| - Mont. Hills (Unimp) | \$0.120 | \$0.120 | 0.99400 | \$0.300 | \$0.300 | 0.99400 | 900 | 1 | 1,000 | 1 | 1,100 | 1 |
| - Wheaton (Comm.) | \$0.240 | \$0.240 | 0.99400 | \$0.600 | \$0.600 | 0.99400 | 326,800 | 816 | 354,500 | 883 | 385,300 | 957 |
| - Wheaton (Unimp) | \$0.120 | \$0.120 | 0.99400 | \$0.300 | \$0.300 | 0.99400 | 4,700 | 11 | 4,800 | 11 | 4,900 | 12 |
| Total Parking Districts | | | | | | | | \$14,717 | | \$15,830 | | \$17,069 |
| TOTAL PROPERTY TAX REVENUES | | | | | | | | \$1,774,669 | | \$1,922,848 | | \$2,088,087 |

SCHEDULE A

REVIEW OF MONTGOMERY COUNTY LONG TERM PROPERTY TAX BASE ESTIMATES (\$000's)
 ASSESSED AT FULL CASH VALUE FOR REAL PROPERTY

| Fiscal Year | Total Assessable Base | Change from Prior Year | | Real Property | | Personal Property | | | | | |
|---------------|-----------------------|------------------------|-------------|---------------|-------------|-------------------|-------------|-----------|-------------|-----------|------|
| | | Percent | Amount | Total | | Individual | Corporate | Utility | Total | | |
| FY 88 | \$40,586,658 | 10.6% | \$1,677,421 | \$38,413,648 | | \$101,255 | \$1,230,383 | \$841,372 | \$2,173,010 | | |
| FY 89 | 44,831,156 | 10.5% | 4,244,498 | 42,422,348 | 10.4% | 141,591 | 1,361,799 | 905,418 | 2,408,808 | 10.9% | |
| FY 90 | 49,698,630 | 10.9% | 4,867,475 | 46,955,480 | 10.7% | 159,093 | 1,580,697 | 1,003,360 | 2,743,150 | 13.9% | |
| FY 91 | 54,548,181 | 9.8% | 4,849,551 | 51,556,303 | 9.8% | 189,969 | 1,744,889 | 1,057,020 | 2,991,878 | 9.1% | |
| FY 92 10% CAP | 59,821,254 | 9.7% | 5,273,073 | 56,607,378 | 9.8% | 124,895 | 1,961,093 | 1,127,888 | 3,213,876 | 7.4% | |
| FY 93 | 64,632,815 | 8.0% | 4,811,561 | 61,326,028 | 8.3% | 140,042 | 1,952,840 | 1,213,905 | 3,306,787 | 2.9% | |
| FY 94 | 67,017,032 | 3.7% | 2,384,217 | 63,656,678 | 3.8% | 152,103 | 1,879,474 | 1,328,777 | 3,360,354 | 1.6% | |
| FY 95 | 67,867,027 | 1.3% | 849,995 | 64,490,076 | 1.3% | 154,223 | 1,767,457 | 1,455,271 | 3,376,951 | 0.3% | |
| FY 96 | 68,661,299 | 1.2% | 794,272 | 65,143,823 | 1.0% | 162,753 | 1,793,263 | 1,561,460 | 3,517,476 | 4.2% | |
| FY 97 | 70,298,355 | 2.4% | 1,637,056 | 66,509,131 | 2.1% | 104,524 | 2,059,703 | 1,624,997 | 3,789,224 | 7.7% | |
| FY 98 | 71,841,054 | 2.2% | 1,542,699 | 68,186,603 | 2.5% | 96,722 | 1,885,478 | 1,672,251 | 3,654,451 | -3.6% | |
| FY 99 | 73,523,747 | 2.3% | 1,682,693 | 69,765,200 | 2.3% | 96,678 | 1,904,978 | 1,756,891 | 3,758,547 | 2.8% | |
| FY 00 | 75,565,688 | 2.8% | 2,041,941 | 71,686,385 | 2.8% | 92,954 | 2,125,024 | 1,661,325 | 3,879,303 | 3.2% | |
| FY 01 | 78,200,380 | 3.5% | 2,634,693 | 74,122,532 | 3.4% | 93,025 | 2,261,403 | 1,723,419 | 4,077,848 | 5.1% | |
| FY 02 | 81,776,292 | 4.6% | 3,575,912 | 77,574,948 | 4.7% | 99,954 | 2,486,082 | 1,615,309 | 4,201,345 | 3.0% | |
| FY03 | 86,635,192 | 5.9% | 4,858,900 | 82,407,338 | 6.2% | 85,622 | 2,421,490 | 1,720,742 | 4,227,854 | 0.6% | |
| FY04 | 93,226,807 | 7.6% | 6,591,615 | 89,263,005 | 8.3% | 83,269 | 2,272,890 | 1,607,643 | 3,963,802 | -6.2% | |
| FY05 | 102,184,337 | 9.6% | 8,957,530 | 98,281,725 | 10.1% | 45,777 | 2,290,060 | 1,566,776 | 3,902,612 | -1.5% | |
| FY06 | 114,360,878 | 11.9% | 12,176,542 | 110,529,249 | 12.5% | 39,858 | 2,275,916 | 1,515,855 | 3,831,629 | -1.8% | |
| FY2007 | Budget (03/06) | 129,310,000 | 13.1% | 14,949,122 | 125,354,000 | 13.4% | 43,261 | 2,353,512 | 1,559,117 | 3,955,890 | 3.2% |
| FY2007 | Revised (11/06) | 129,991,284 | 13.7% | 15,630,406 | 126,132,746 | 14.1% | 30,868 | 2,272,679 | 1,554,991 | 3,858,538 | 0.7% |
| FY2007 | Revised (03/07) | 129,902,669 | 13.6% | 15,541,790 | 126,014,000 | 14.0% | 31,109 | 2,290,426 | 1,567,133 | 3,888,669 | 1.5% |
| FY 2008 | | 146,348,842 | 12.7% | 16,446,174 | 142,438,000 | 13.0% | 31,287 | 2,295,664 | 1,583,891 | 3,910,842 | 0.6% |
| FY 2009 | | 159,719,532 | 9.1% | 13,370,690 | 155,763,000 | 9.4% | 26,955 | 2,350,381 | 1,579,196 | 3,956,532 | 1.2% |
| FY 2010 | | 175,245,139 | 9.7% | 15,525,607 | 171,241,000 | 9.9% | 23,223 | 2,406,401 | 1,574,515 | 4,004,139 | 1.2% |
| FY2011 | | 191,150,612 | 9.1% | 15,905,473 | 187,097,000 | 9.3% | 20,008 | 2,463,756 | 1,569,848 | 4,053,612 | 1.2% |
| FY2012 | | 207,489,911 | 8.5% | 16,339,299 | 203,385,000 | 8.7% | 17,238 | 2,522,479 | 1,565,195 | 4,104,911 | 1.3% |
| FY2013 | | 225,717,008 | 8.8% | 18,227,096 | 221,559,000 | 8.9% | 14,851 | 2,582,601 | 1,560,555 | 4,158,008 | 1.3% |

Prepared by:
 Montgomery County Department of Finance

Date:
 Mar-07

**COUNTYWIDE AND SPECIAL DISTRICT AREA ASSESSABLE BASES
ALL PROPERTY
MONTGOMERY COUNTY**

SCHEDULE D

| | Actual FY 2006 | Estimated FY 2007 (\$000's) | Estimated FY 2008 (\$000's) | Estimated FY 2009 (\$000's) | Estimated FY 2010 (\$000's) | Estimated FY 2011 (\$000's) | Estimated FY 2012 (\$000's) | Estimated FY 2013 (\$000's) |
|---------------------------|---------------------------|--|--|--|--|--|--|--|
| Countywide: | 114,360,878,346 | 129,902,669 | 146,348,842 | 159,719,532 | 175,245,139 | 191,150,612 | 207,489,911 | 225,717,008 |
| Storm Drainage | 96,545,363,937 | 109,692,600 | 123,607,100 | 134,918,000 | 148,052,000 | 161,507,500 | 175,329,800 | 190,749,500 |
| Mass Transit | 114,360,944,934 | 129,902,669 | 146,348,842 | 159,719,532 | 175,245,139 | 191,150,612 | 207,489,911 | 225,717,008 |
| Recreation | 99,659,775,441 | 113,228,800 | 127,589,600 | 139,263,300 | 152,818,700 | 166,705,700 | 180,971,500 | 196,885,800 |
| M-NCP&PC-Metro. | 99,136,692,634 | 112,633,700 | 126,918,100 | 138,529,800 | 152,013,200 | 165,826,500 | 180,016,400 | 195,846,200 |
| M-NCP&PC-Regional | 99,136,692,634 | 112,633,700 | 126,918,100 | 138,529,800 | 152,013,200 | 165,826,500 | 180,016,400 | 195,846,200 |
| M-NCP&PC-Land Acq. | 114,360,944,934 | 129,902,669 | 146,348,842 | 159,719,532 | 175,245,139 | 191,150,612 | 207,489,911 | 225,717,008 |
| Fire Consolidated | 114,360,944,934 | 129,902,669 | 146,348,842 | 159,719,532 | 175,245,139 | 191,150,612 | 207,489,911 | 225,717,008 |
| Urban - Bethesda | 2,584,492,526 | 2,923,400 | 3,281,000 | 3,572,400 | 3,910,700 | 4,257,300 | 4,613,400 | 5,010,500 |
| Urban - Silver Spring | 1,813,434,193 | 2,049,800 | 2,299,000 | 2,502,300 | 2,738,200 | 2,979,800 | 3,228,100 | 3,505,000 |
| Urban - Wheaton | 431,415,144 | 489,000 | 549,900 | 599,500 | 657,100 | 716,100 | 776,700 | 844,300 |
| Bradley NAD | 27,658,127 | 31,500 | 35,600 | 38,900 | 42,800 | 46,800 | 50,900 | 55,400 |
| Cabin John NAD | 7,833,569 | 8,900 | 10,100 | 11,000 | 12,100 | 13,200 | 14,300 | 15,600 |
| Parking Districts: | | | | | | | | |
| Bethesda (Com.) | 1,253,156,585 | 1,410,000 | 1,574,800 | 1,709,600 | 1,866,000 | 2,026,200 | 2,190,800 | 2,374,300 |
| Bethesda (Unimp.) | 79,665,937 | 88,400 | 97,400 | 104,800 | 113,400 | 122,300 | 131,400 | 141,600 |
| Silver Spring (Com.) | 1,444,908,032 | 1,630,500 | 1,826,100 | 1,985,700 | 2,171,000 | 2,360,700 | 2,555,700 | 2,773,100 |
| Silver Spring (Unimp.) | 48,685,353 | 54,900 | 61,400 | 66,700 | 72,900 | 79,200 | 85,700 | 92,900 |
| Mont. Hills (Com.) | 20,789,809 | 23,400 | 26,200 | 28,500 | 31,100 | 33,800 | 36,600 | 39,700 |
| Mont. Hills (Unimp) | 457,298 | 500 | 600 | 700 | 800 | 900 | 1,000 | 1,100 |
| Wheaton (Comm.) | 196,737,384 | 223,100 | 251,000 | 273,600 | 299,900 | 326,800 | 354,500 | 385,300 |
| Wheaton (Unimp.) | 4,062,964 | 4,300 | 4,400 | 4,500 | 4,600 | 4,700 | 4,800 | 4,900 |

Montgomery County Department of Finance March 2007

| | | | | | | | | |
|---------------------|-------|-------|-------|------|------|------|------|------|
| GROWTH RATES | 11.9% | 13.6% | 12.7% | 9.1% | 9.7% | 9.1% | 8.5% | 8.8% |
|---------------------|-------|-------|-------|------|------|------|------|------|

**COUNTYWIDE AND SPECIAL DISTRICT AREA ASSESSABLE BASES
REAL PROPERTY
MONTGOMERY COUNTY**

SCHEDULE D

| | Actual FY2006 | Estimated FY 2007 (\$000's) | Estimated FY 2008 (\$000's) | Estimated FY 2009 (\$000's) | Estimated FY 2010 (\$000's) | Estimated FY 2011 (\$000's) | Estimated FY 2012 (\$000's) | Estimated FY 2013 (\$000's) |
|---------------------------|--------------------------|--|--|--|--|--|--|--|
| Countywide: | \$110,529,249,116 | 126,014,000 | 142,438,000 | 155,763,000 | 171,241,000 | 187,097,000 | 203,385,000 | 221,559,000 |
| Storm Drainage | \$93,523,187,177 | 106,625,400 | 120,522,400 | 131,797,300 | 144,893,800 | 158,310,200 | 172,092,100 | 187,469,900 |
| Mass Transit | \$110,529,315,704 | 126,014,000 | 142,438,000 | 155,763,000 | 171,241,000 | 187,097,000 | 203,385,000 | 221,559,000 |
| Recreation | \$96,521,601,261 | 110,043,900 | 124,386,500 | 136,022,800 | 149,539,200 | 163,385,700 | 177,609,500 | 193,480,300 |
| M-NCP&PC-Metro. | \$96,008,277,404 | 109,458,700 | 123,725,000 | 135,299,400 | 148,743,900 | 162,516,800 | 176,664,900 | 192,451,300 |
| M-NCP&PC-Regional | \$96,008,277,404 | 109,458,700 | 123,725,000 | 135,299,400 | 148,743,900 | 162,516,800 | 176,664,900 | 192,451,300 |
| M-NCP&PC-Land Acq. | \$110,529,315,704 | 126,014,000 | 142,438,000 | 155,763,000 | 171,241,000 | 187,097,000 | 203,385,000 | 221,559,000 |
| Fire Consolidated | \$110,529,315,704 | 126,014,000 | 142,438,000 | 155,763,000 | 171,241,000 | 187,097,000 | 203,385,000 | 221,559,000 |
| Urban - Bethesda | \$2,399,154,036 | 2,735,300 | 3,091,800 | 3,381,000 | 3,717,000 | 4,061,200 | 4,414,800 | 4,809,300 |
| Urban - Silver Spring | \$1,671,856,463 | 1,906,100 | 2,154,500 | 2,356,100 | 2,590,200 | 2,830,000 | 3,076,400 | 3,351,300 |
| Urban - Wheaton | \$408,910,364 | 466,200 | 527,000 | 576,300 | 633,600 | 692,300 | 752,600 | 819,900 |
| Bradley NAD | \$27,658,127 | 31,500 | 35,600 | 38,900 | 42,800 | 46,800 | 50,900 | 55,400 |
| Cabin John NAD | \$7,833,569 | 8,900 | 10,100 | 11,000 | 12,100 | 13,200 | 14,300 | 15,600 |
| Parking Districts: | | | | | | | | |
| Bethesda (Com.) | \$1,103,201,865 | 1,257,800 | 1,421,700 | 1,554,700 | 1,709,200 | 1,867,500 | 2,030,100 | 2,211,500 |
| Bethesda (Unimp.) | \$60,004,877 | 68,400 | 77,300 | 84,500 | 92,900 | 101,500 | 110,300 | 120,200 |
| Silver Spring (Com.) | \$1,310,800,432 | 1,494,400 | 1,689,200 | 1,847,200 | 2,030,800 | 2,218,800 | 2,412,000 | 2,627,500 |
| Silver Spring (Unimp.) | \$43,379,813 | 49,500 | 56,000 | 61,200 | 67,300 | 73,500 | 79,900 | 87,000 |
| Mont. Hills (Com.) | \$18,690,899 | 21,300 | 24,100 | 26,400 | 29,000 | 31,700 | 34,500 | 37,600 |
| Mont. Hills (Unimp.) | \$447,198 | 500 | 600 | 700 | 800 | 900 | 1,000 | 1,100 |
| Wheaton (Comm.) | \$187,011,534 | 213,200 | 241,000 | 263,500 | 289,700 | 316,500 | 344,100 | 374,800 |
| Wheaton (Unimp.) | \$922,264 | 1,100 | 1,200 | 1,300 | 1,400 | 1,500 | 1,600 | 1,700 |

Montgomery County Department of Finance March 2007

| | | | | | | | | |
|----------------------|--------------|--------------|--------------|-------------|-------------|-------------|-------------|-------------|
| GROWTH RATES: | 12.5% | 14.0% | 13.0% | 9.4% | 9.9% | 9.3% | 8.7% | 8.9% |
|----------------------|--------------|--------------|--------------|-------------|-------------|-------------|-------------|-------------|

**COUNTYWIDE AND SPECIAL DISTRICT AREA ASSESSABLE BASES
PERSONAL PROPERTY
MONTGOMERY COUNTY**

SCHEDULE D

| | Actual FY 2006 | Estimated FY 2007 (\$000's) | Estimated FY 2008 (\$000's) | Estimated FY 2009 (\$000's) | Estimated FY 2010 (\$000's) | Estimated FY 2011 (\$000's) | Estimated FY 2012 (\$000's) | Estimated FY 2013 (\$000's) |
|---------------------------|---------------------------|--|--|--|--|--|--|--|
| Countywide: | \$3,831,629,230 | 3,888,669 | 3,910,842 | 3,956,532 | 4,004,139 | 4,053,612 | 4,104,911 | 4,158,008 |
| Storm Drainage | \$3,022,176,760 | 3,067,200 | 3,084,700 | 3,120,700 | 3,158,200 | 3,197,300 | 3,237,700 | 3,279,600 |
| Mass Transit | \$3,831,629,230 | 3,888,669 | 3,910,842 | 3,956,532 | 4,004,139 | 4,053,612 | 4,104,911 | 4,158,008 |
| Recreation | \$3,138,174,180 | 3,184,900 | 3,203,100 | 3,240,500 | 3,279,500 | 3,320,000 | 3,362,000 | 3,405,500 |
| M-NCP&PC-Metro. | \$3,128,415,230 | 3,175,000 | 3,193,100 | 3,230,400 | 3,269,300 | 3,309,700 | 3,351,500 | 3,394,900 |
| M-NCP&PC-Regional | \$3,128,415,230 | 3,175,000 | 3,193,100 | 3,230,400 | 3,269,300 | 3,309,700 | 3,351,500 | 3,394,900 |
| M-NCP&PC-Land Acq. | \$3,831,629,230 | 3,888,669 | 3,910,842 | 3,956,532 | 4,004,139 | 4,053,612 | 4,104,911 | 4,158,008 |
| Fire Consolidated | \$3,831,629,230 | 3,888,669 | 3,910,842 | 3,956,532 | 4,004,139 | 4,053,612 | 4,104,911 | 4,158,008 |
| Urban - Bethesda | \$185,338,490 | 188,100 | 189,200 | 191,400 | 193,700 | 196,100 | 198,600 | 201,200 |
| Urban - Silver Spring | \$141,577,730 | 143,700 | 144,500 | 146,200 | 148,000 | 149,800 | 151,700 | 153,700 |
| Urban - Wheaton | \$22,504,780 | 22,800 | 22,900 | 23,200 | 23,500 | 23,800 | 24,100 | 24,400 |
| Bradley NAD | \$0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Cabin John NAD | \$0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Parking Districts: | | | | | | | | |
| Bethesda (Com.) | \$149,954,720 | 152,200 | 153,100 | 154,900 | 156,800 | 158,700 | 160,700 | 162,800 |
| Bethesda (Unimp.) | \$19,661,060 | 20,000 | 20,100 | 20,300 | 20,500 | 20,800 | 21,100 | 21,400 |
| Silver Spring (Com.) | \$134,107,600 | 136,100 | 136,900 | 138,500 | 140,200 | 141,900 | 143,700 | 145,600 |
| Silver Spring (Unimp.) | \$5,305,540 | 5,400 | 5,400 | 5,500 | 5,600 | 5,700 | 5,800 | 5,900 |
| Mont. Hills (Com.) | \$2,098,910 | 2,100 | 2,100 | 2,100 | 2,100 | 2,100 | 2,100 | 2,100 |
| Mont. Hills (Unimp) | \$10,100 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Wheaton (Comm.) | \$9,725,850 | 9,900 | 10,000 | 10,100 | 10,200 | 10,300 | 10,400 | 10,500 |
| Wheaton (Unimp.) | \$3,140,700 | 3,200 | 3,200 | 3,200 | 3,200 | 3,200 | 3,200 | 3,200 |

Montgomery County Department of Finance March 2007

| | | | | | | | | |
|---------------------|--------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| GROWTH RATES | -1.8% | 1.5% | 0.6% | 1.2% | 1.2% | 1.2% | 1.3% | 1.3% |
|---------------------|--------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|

| | | |
|-------------------------------|----------------------------|--------------------------|
| ESTIMATED FY 2006 BASE | TOTAL REAL PROPERTY | \$110,529,000,000 |
| PERCENT CHANGE | | |

| | | |
|---------------------------------------|-------------------------|--------------------|
| Add Prior Year 10% Credit | | \$8,468,198,808 |
| Full Year FY 2006 Partial Year Levies | 590,064,701 | <== actuals |
| Full year New Construction (6/2006) | 368,854,100 | <== actuals |
| 3/4 Year Levy (10/2006) | 404,498,646 | <== actuals |
| 1/2 Year Levy (12/2006) | 208,761,829 | <== actuals |
| 1/4 Year Levy (4/2007) | 79,315,823 | <== estimates |
| Total New Construction | 1,651,495,100 | |
| Area 1 | | |
| \$26.754 X 51.8%=\$13.885 billion | 4,559,465,264 | |
| Area 2 | | |
| \$33.330X 65.0%=\$21.654 billion | 7,049,298,522 | |
| Area 3 | | |
| \$41.466 x 63.3%=\$26.248 billion | 8,750,698,089 | |
| Miscellaneous | (40,000,000) | |
| Total Reassessments | \$20,319,461,875 | |
| 10% Credit (06/16/2006) | | (\$14,954,108,959) |

| | | |
|-------------------------------|----------------------------|--------------------------|
| ESTIMATED FY 2007 BASE | TOTAL REAL PROPERTY | \$126,014,046,823 |
| PERCENT CHANGE | 14.0% | |

| | | |
|---------------------------------------|-------------------------|--------------------|
| Add Prior Year 10% Credit | | \$14,954,108,959 |
| Full Year FY 2007 Partial Year Levies | 581,542,181 | |
| Full year New Construction (6/2007) | 331,579,150 | |
| 3/4 Year Levy (9/2007) | 386,146,618 | |
| 1/2 Year Levy (12/2007) | 233,035,023 | |
| 1/4 Year Levy (4/2008) | 89,632,595 | |
| Total New Construction | \$1,621,935,567 | |
| Area 1 | | |
| \$43.049 x 43.4%=\$18.676 billion | 6,188,116,934 | |
| Area 2 | | |
| \$33.330X 65.0%=\$21.654 billion | 6,854,075,761 | |
| Area 3 | | |
| \$41.466 x 63.3%=\$26.248 billion | 8,593,824,612 | |
| Miscellaneous | 81,000,000 | |
| Total Reassessments | \$21,717,017,307 | |
| 10% Credit (SDAT Report 11/21/2006) | | (\$21,869,319,992) |

| | | |
|-------------------------------|----------------------------|--------------------------|
| ESTIMATED FY 2008 BASE | TOTAL REAL PROPERTY | \$142,437,788,664 |
| PERCENT CHANGE | 13.0% | |

| | | |
|---------------------------------------|-------------------------|--------------------|
| Add Prior Year 10% Credit | | \$21,869,319,992 |
| Full Year FY 2008 Partial Year Levies | 630,648,347 | |
| Full year New Construction (6/2008) | 353,984,566 | |
| 3/4 Year Levy (9/2008) | 412,239,259 | |
| 1/2 Year Levy (12/2008) | 248,781,630 | |
| 1/4 Year Levy (4/2009) | 95,689,235 | |
| Total New Construction | \$1,741,343,037 | |
| Area 1 | | |
| \$43.049 x 43.4%=\$18.676 billion | 6,243,961,628 | |
| Area 2 | | |
| \$56.408 X 18.2%=\$10.266 billion | 3,422,084,389 | |
| Area 3 | | |
| \$41.466 x 63.3%=\$26.248 billion | 8,892,955,530 | |
| Miscellaneous | 81,000,000 | |
| Total Reassessments | \$18,640,001,547 | |
| 10% Credit (SDAT Report 11/21/2006) | | (\$28,925,025,350) |

| | | |
|-------------------------------|----------------------------|--------------------------|
| ESTIMATED FY 2009 BASE | TOTAL REAL PROPERTY | \$155,763,427,890 |
| PERCENT CHANGE | 9.4% | |

| | | |
|------------------------|---------------------|-------------------|
| ESTIMATED FY 2009 BASE | TOTAL REAL PROPERTY | \$155,763,427,890 |
| PERCENT CHANGE | | 9.4% |

| | | |
|---------------------------------------|---------------|-------------------------|
| Add Prior Year 10% Credit | | \$28,925,025,350 |
| Full Year FY 2009 Partial Year Levies | 673,262,421 | |
| Full year New Construction (6/2009) | 381,259,629 | |
| 3/4 Year Levy (9/2009) | 444,002,937 | |
| 1/2 Year Levy (12/2009) | 267,950,643 | |
| 1/4 Year Levy (4/2010) | 103,062,240 | |
| Total New Construction | | \$1,869,537,870 |
| Area 1 | | |
| \$43.049 x 43.4%=\$18.676 billion | 6,243,961,628 | |
| Area 2 | | |
| \$56.408 X 18.2%=\$10.266 billion | 3,422,084,389 | |
| Area 3 | | |
| \$68.576 X 10.0%=\$6.858 billion | 2,285,879,177 | |
| Miscellaneous | 81,000,000 | |
| Total Reassessments | | \$12,032,925,194 |
| 10% Credit | | (\$27,349,462,793) |

| | | |
|------------------------|---------------------|-------------------|
| ESTIMATED FY 2010 BASE | TOTAL REAL PROPERTY | \$171,241,453,511 |
| PERCENT CHANGE | | 9.9% |

| | | |
|---------------------------------------|---------------|-------------------------|
| Add Prior Year 10% Credit | | \$27,349,462,793 |
| Full Year FY 2010 Partial Year Levies | 725,138,341 | |
| Full year New Construction (6/2010) | 408,591,463 | |
| 3/4 Year Levy (9/2010) | 475,832,728 | |
| 1/2 Year Levy (12/2010) | 287,159,555 | |
| 1/4 Year Levy (4/2011) | 110,450,591 | |
| Total New Construction | | \$2,007,172,678 |
| Area 1 | | |
| \$63.527 X 21.4%=\$13.576 billion | 4,525,260,437 | |
| Area 2 | | |
| \$56.408 X 18.2%=\$10.266 billion | 3,422,084,389 | |
| Area 3 | | |
| \$68.576 X 10.0%=\$6.858 billion | 2,285,879,177 | |
| Miscellaneous | 81,000,000 | |
| Total Reassessments | | \$10,314,224,002 |
| 10% Credit | | (\$23,815,559,508) |

| | | |
|------------------------|---------------------|-------------------|
| ESTIMATED FY 2011 BASE | TOTAL REAL PROPERTY | \$187,096,753,476 |
| PERCENT CHANGE | | 9.3% |

| | | |
|------------------------|---------------------|-------------------|
| ESTIMATED FY 2011 BASE | TOTAL REAL PROPERTY | \$187,096,753,476 |
| PERCENT CHANGE | | 9.3% |

| | | |
|---------------------------------------|---------------|-------------------------|
| Add Prior Year 10% Credit | | \$23,815,559,508 |
| Full Year FY 2011 Partial Year Levies | 777,122,236 | |
| Full year New Construction (6/2011) | 439,120,943 | |
| 3/4 Year Levy (9/2011) | 511,386,398 | |
| 1/2 Year Levy (12/2011) | 308,615,783 | |
| 1/4 Year Levy (4/2012) | 118,703,331 | |
| Total New Construction | | \$2,154,948,692 |
| Area 1 | | |
| \$63.527 X 21.4%=\$13.576 billion | 4,525,260,437 | |
| Area 2 | | |
| \$68.661 X 20%=\$13.732 billion | 3,349,494,042 | Reassessed |
| Area 3 | | |
| \$68.576 X 10.0%=\$6.858 billion | 2,285,879,177 | |
| Miscellaneous | 81,000,000 | |
| Total Reassessments | | \$10,241,633,655 |
| 10% Credit | | (\$19,924,019,285) |

| | | |
|------------------------|---------------------|-------------------|
| ESTIMATED FY 2012 BASE | TOTAL REAL PROPERTY | \$203,384,876,045 |
| PERCENT CHANGE | | 8.7% |

| | | |
|---------------------------------------|---------------|-------------------------|
| Add Prior Year 10% Credit | | \$19,924,019,285 |
| Full Year FY 2012 Partial Year Levies | 835,187,908 | |
| Full year New Construction (6/2012) | 534,504,633 | |
| 3/4 Year Levy (9/2012) | 622,467,233 | |
| 1/2 Year Levy (12/2012) | 375,651,784 | |
| 1/4 Year Levy (4/2013) | 144,487,484 | |
| Total New Construction | | \$2,512,299,042 |
| Area 1 | | |
| \$63.527 X 21.4%=\$13.576 billion | 4,525,260,437 | |
| Area 2 | | |
| \$68.661 X 20%=\$13.732 billion | 4,426,440,706 | |
| Area 3 | | |
| \$77.603 X 18.2% = \$14.124 billion | 4,994,900,463 | Reassessed |
| Miscellaneous | 81,000,000 | |
| Total Reassessments | | \$14,027,601,606 |
| 10% Credit | | (\$18,289,978,000) |

| | | |
|------------------------|---------------------|-------------------|
| ESTIMATED FY 2013 BASE | TOTAL REAL PROPERTY | \$221,558,817,978 |
| PERCENT CHANGE | | 8.9% |

LONG TERM ESTIMATES OF "CHARTER LIMIT" ON PROPERTY TAXES FY 2007 - FY 2013

| | FY 2007 | | | FY 2008 | | | FY 2009 | | | FY 2010 | | |
|---|----------------|--------------------|--------------------|----------------|--------------------|--------------------|----------------|--------------------|--------------------|----------------|--------------------|--------------------|
| | Inflation 2005 | Charter Limit | Tax @ LY06 rates | Inflation 2006 | Charter Limit | Tax @ LY06 rates | Inflation 2007 | Charter Limit | Tax @ LY06 rates | Inflation 2008 | Charter Limit | Tax @ LY06 rates |
| Assessable Base (\$ Billions) | | | | | | | | | | | | |
| Existing Real Property | | \$124.481 | \$124.481 | | \$140.816 | \$140.816 | | \$154.022 | \$154.022 | | \$169.371 | \$169.371 |
| New Construction | | \$1.651 | \$1.651 | | \$1.622 | \$1.622 | | \$1.741 | \$1.741 | | \$1.870 | \$1.870 |
| Personal Property | | \$3.859 | \$3.859 | | \$3.911 | \$3.911 | | \$3.957 | \$3.957 | | \$4.004 | \$4.004 |
| Total Base | | \$129.991 | \$129.991 | | \$146.349 | \$146.349 | | \$159.720 | \$159.720 | | \$175.245 | \$175.245 |
| | | | | | | | | | | | | |
| | | | | | | | | | | | | |
| Effective Tax Rate | | \$0.895078 | \$0.895078 | | \$0.825107 | \$0.825107 | | \$0.778529 | \$0.924786 | | \$0.733934 | \$0.922590 |
| Difference in current year | | \$0.000000 | | | \$0.000000 | | | (\$0.146257) | | | (\$0.188656) | |
| Property Tax (\$ Millions) | | | | | | | | | | | | |
| Existing Real Property | 4.0% | \$1,053.604 | \$1,053.604 | 3.6% | \$1,106.133 | \$1,106.133 | 3.3% | \$1,154.865 | \$1,371.893 | 2.9% | \$1,200.643 | \$1,509.458 |
| New Construction | | \$14.164 | \$14.164 | | \$12.897 | \$12.897 | | \$13.067 | \$15.701 | | \$13.266 | \$16.866 |
| Personal Property | | \$85.195 | \$85.195 | | \$85.616 | \$85.616 | | \$72.677 | \$86.616 | | \$69.464 | \$87.658 |
| Tax-Supported Property Tax (excl. P&I, prior years) | | \$1,152.962 | \$1,152.962 | | \$1,204.646 | \$1,204.646 | | \$1,240.609 | \$1,474.210 | | \$1,283.373 | \$1,613.983 |
| P&I | | \$1.179 | \$1.179 | | \$1.179 | \$1.179 | | \$1.179 | \$1.179 | | \$1.179 | \$1.179 |
| Prior Years | | \$2.039 | \$2.039 | | \$1.710 | \$1.710 | | \$1.675 | \$1.675 | | \$1.632 | \$1.632 |
| Total Tax Supported | | \$1,156.180 | \$1,156.180 | | \$1,207.535 | \$1,207.535 | | \$1,243.463 | \$1,477.063 | | \$1,286.183 | \$1,616.794 |
| FIT Calculation | | | | | | | | | | | | |
| Variance (amount excl P&I, prior years) | | \$0.000 | | | \$0.000 | | | (\$233.601) | | | (\$330.610) | |
| Variance (percent) | | 0.0% | | | 0.0% | | | -15.8% | | | -20.5% | |
| Percent Change From | | | | | | | | | | | | |
| Prior Year (same category, excl credit) | | 4.8% | 4.8% | | 4.5% | 4.5% | | 3.0% | 22.4% | | 3.4% | 9.5% |
| Property Tax (\$ Millions) | | | | | | | | | | | | |
| Parking Districts | | \$10.561 | \$10.561 | | \$11.667 | \$11.667 | | \$12.578 | \$12.578 | | \$13.635 | \$13.635 |
| Total Tax Supported | | \$1,156.18 | \$1,156.18 | | \$1,207.535 | \$1,207.535 | | \$1,243.46 | \$1,477.06 | | \$1,286.18 | \$1,616.79 |
| Prior year | | \$0.000 | \$0.000 | | \$0.000 | \$0.000 | | \$0.000 | \$0.000 | | \$0.000 | \$0.000 |
| Piggyback Offset Credit | | \$0.000 | \$0.000 | | \$0.000 | \$0.000 | | \$0.000 | \$0.000 | | \$0.000 | \$0.000 |
| Penalties and Interest | | \$0.000 | \$0.000 | | \$0.000 | \$0.000 | | \$0.000 | \$0.000 | | \$0.000 | \$0.000 |
| Tax Rate Adjustment | | \$0.000 | \$0.000 | | \$0.000 | \$0.000 | | \$0.000 | \$0.000 | | \$0.000 | \$0.000 |
| Total Property Tax | | \$1,166.741 | \$1,166.741 | | \$1,219.201 | \$1,219.201 | | \$1,256.041 | \$1,489.642 | | \$1,299.818 | \$1,630.429 |
| | | | | | | | | | | | | |
| Total Property Tax (excl. P&I, prior years) | | \$1,163.523 | \$1,163.523 | | \$1,216.312 | \$1,216.312 | | \$1,253.188 | \$1,486.788 | | \$1,297.008 | \$1,627.618 |
| FIT Calculation | | | | | | | | | | | | |
| Variance (amount excl P&I, prior years) | | \$0.000 | | | \$0.000 | | | (\$233.601) | | | (\$330.610) | |
| Variance (percent) | | 0.0% | | | 0.0% | | | -15.7% | | | -20.3% | |

LONG TERM ESTIMATES OF "CHARTER LIMIT" ON PROPERTY TAXES FY 2007 - FY 2013

| | FY 2011 | | | FY 2012 | | | FY 2013 | | |
|--|-------------------|----------------------------|---------------------|-------------------|----------------------------|---------------------|-------------------|----------------------------|---------------------|
| | Inflation 2009 | Charter Limit | Tax @ LY06 rates | Inflation 2010 | Charter Limit | Tax @ LY06 rates | Inflation 2011 | Charter Limit | Tax @ LY06 rates |
| Assessable Base (\$ Billions) | | | | | | | | | |
| Existing Real Property | | \$185.090 | \$185.090 | | \$201.230 | \$201.230 | | \$219.404 | \$219.404 |
| New Construction | | \$2.007 | \$2.007 | | \$2.155 | \$2.155 | | \$2.155 | \$2.155 |
| Personal Property | | \$4.054 | \$4.054 | | \$4.105 | \$4.105 | | \$4.158 | \$4.158 |
| Total Base | | \$191.151 | \$191.151 | | \$207.490 | \$207.490 | | \$225.717 | \$225.717 |
| | | Effective Tax Rates | | | Effective Tax Rates | | | Effective Tax Rates | |
| Effective Tax Rate | | \$0.695665 | \$0.920714 | | \$0.662237 | \$0.919090 | | \$0.629245 | \$0.917529 |
| Difference in current year | | (\$0.225050) | | | (\$0.256853) | | | (\$0.288283) | |
| Property Tax (\$ Millions) | | | | | | | | | |
| Existing Real Property | 2.8% | \$1,246.712 | \$1,650.326 | 2.7% | \$1,293.062 | \$1,794.972 | 2.6% | \$1,340.250 | \$1,954.623 |
| New Construction | | \$13.535 | \$18.116 | | \$13.865 | \$19.458 | | \$15.380 | \$22.693 |
| Personal Property | | \$66.753 | \$88.742 | | \$64.424 | \$89.864 | | \$62.010 | \$91.027 |
| Tax-Supported Property Tax (excl. P&I, prior years) | | \$1,327.000 | \$1,757.184 | | \$1,371.351 | \$1,904.295 | | \$1,417.640 | \$2,068.344 |
| P&I | | \$1.179 | \$1.179 | | \$1.179 | \$1.179 | | \$1.179 | \$1.179 |
| Prior Years | | \$1.589 | \$1.589 | | \$1.545 | \$1.545 | | \$1.495 | \$1.495 |
| Total Tax Supported | | \$1,329.767 | \$1,759.951 | | \$1,374.074 | \$1,907.018 | | \$1,420.314 | \$2,071.018 |
| FIT Calculation | | | | | | | | | |
| Variance (amount excl P&I, prior years) | | (\$430.184) | | | (\$532.944) | | | (\$650.704) | |
| Variance (percent) | | -24.5% | | | -28.0% | | | -31.5% | |
| Percent Change From Prior Year (same category, excl credit) | | 3.4% | 8.9% | | 3.3% | 8.4% | | 3.4% | 8.6% |
| Property Tax (\$ Millions) | | | | | | | | | |
| Parking Districts | | \$14.717 | \$14.717 | | \$15.830 | \$15.830 | | \$17.069 | \$17.069 |
| Total Tax Supported | | \$1,329.77 | \$1,759.95 | | \$1,374.07 | \$1,907.02 | | \$1,420.31 | \$2,071.02 |
| Prior year | | \$0.000 | \$0.000 | | \$0.000 | \$0.000 | | \$0.000 | \$0.000 |
| Piggyback Offset Credit | | | | | | | | | |
| Penalties and Interest | | \$0.000 | \$0.000 | | \$0.000 | \$0.000 | | \$0.000 | \$0.000 |
| Tax Rate Adjustment | | | | | | | | | |
| Total Property Tax | | \$1,344.485 | \$1,774.669 | | \$1,389.904 | \$1,922.848 | | \$1,437.383 | \$2,088.087 |
| Total Property Tax (excl. P&I, prior years) | | \$1,341.717 | \$1,771.901 | | \$1,387.181 | \$1,920.125 | | \$1,434.709 | \$2,085.413 |
| FIT Calculation | | | | | | | | | |
| Variance (amount excl P&I, prior years) | | (\$430.184) | | | (\$532.944) | | | (\$650.704) | |
| Variance (percent) | | -24.3% | | | -27.8% | | | -31.2% | |

**TRANSFER AND
RECORDATION TAXES**

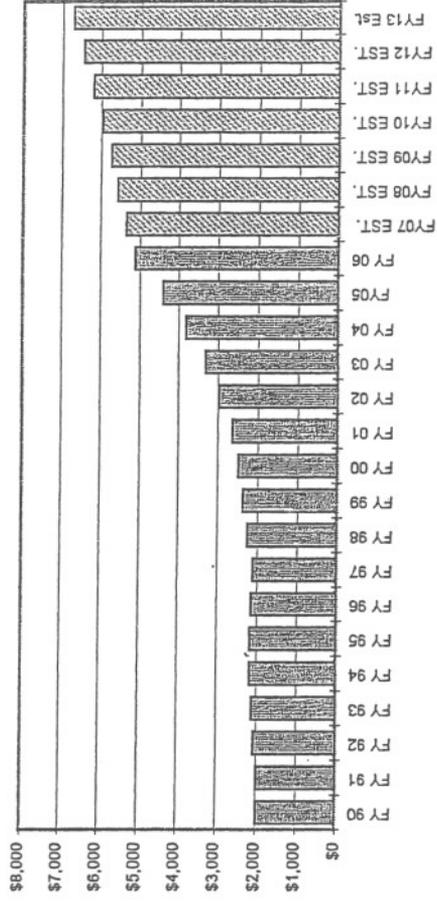
**TRANSFER & RECORDATION TAXES ESTIMATE
MONTGOMERY COUNTY, MARYLAND**

| | FY06 | FY07 | FY08 | FY09 | FY10 | FY11 | FY12 | FY13 |
|--|---------------|-----------------|---------------|---------------|---------------|---------------|---------------|---------------|
| <u>Current Law</u> | | | | | | | | |
| Collect (incl school CIP) | \$286,579,336 | | | | | | | |
| % change | 9.8% | | | | | | | |
| Average | | | | | | | | |
| | | FORECAST | | | | | | |
| - TRANSFER (excl. condo conversion) | \$145,478,479 | \$111,120,000 | \$120,810,000 | \$128,820,000 | \$136,700,000 | \$143,930,000 | \$151,500,000 | \$159,500,000 |
| % change | 8.8% | -23.6% | 8.7% | 6.6% | 6.1% | 5.3% | 5.3% | 5.3% |
| - RECORDATION | \$96,239,932 | \$66,980,000 | \$72,450,000 | \$76,750,000 | \$80,970,000 | \$84,760,000 | \$89,240,000 | \$93,980,000 |
| % change | 9.8% | -30.4% | 8.2% | 5.9% | 5.5% | 4.7% | 5.3% | 5.3% |
| - RECORDATION (INCLUDING SCHOOL FUNDING) | \$141,100,857 | \$97,380,000 | \$105,250,000 | \$111,550,000 | \$117,670,000 | \$123,160,000 | \$129,640,000 | \$136,480,000 |
| % change | 10.8% | -31.0% | 8.1% | 6.0% | 5.5% | 4.7% | 5.3% | 5.3% |
| TOTAL TRANSFER AND RECORDATION TAX: | | | | | | | | |
| Old (11/06) | | \$205,100,000 | \$226,100,000 | \$237,410,000 | \$247,560,000 | \$258,610,000 | \$271,250,000 | \$283,490,000 |
| New (05/07) | | \$208,500,000 | \$226,060,000 | \$240,370,000 | \$254,370,000 | \$267,090,000 | \$281,140,000 | \$295,980,000 |
| Difference | | \$3,400,000 | (\$40,000) | \$2,960,000 | \$6,810,000 | \$8,480,000 | \$9,890,000 | \$12,490,000 |
| % change | | | | | | | | |
| Old (11/06) | | -28.4% | 10.2% | 5.0% | 4.3% | 4.5% | 4.9% | |
| New (03/07) | | -27.2% | 8.4% | 6.3% | 5.8% | 5.0% | 5.3% | 5.3% |

Montgomery County Department of Finance March 2007

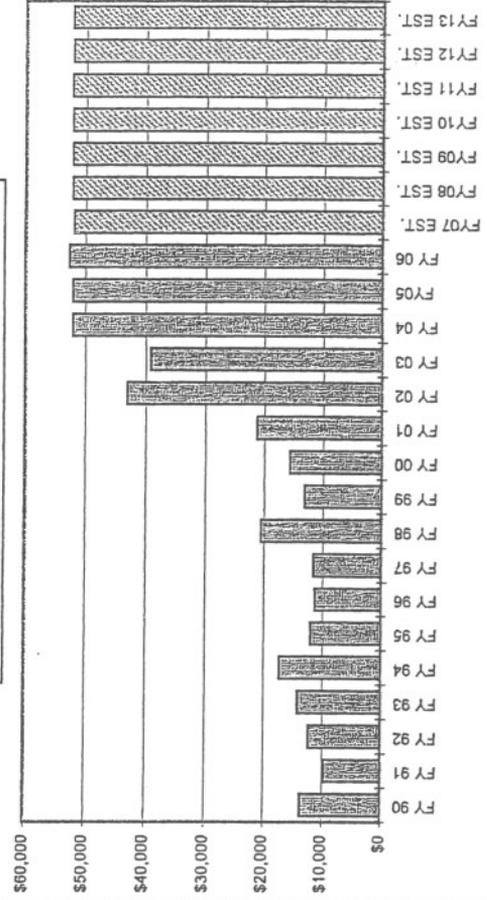
| | FY06 | RECORDATION TAX FOR SCHOOL CIP | | | | | | |
|---------------------------|-----------------------|---------------------------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| | Actual | FY07 Estimated | FY08 Estimated | FY09 Estimated | FY10 Estimated | FY11 Estimated | FY12 Estimated | FY13 Estimated |
| School CIP Share of Total | \$44,860,925 31.8% | \$30,400,000 31.2% | \$32,800,000 31.2% | \$34,800,000 31.2% | \$36,700,000 31.2% | \$38,400,000 31.2% | \$40,400,000 31.2% | \$42,500,000 31.2% |

Average Tax for Residential Housing Transfers in Montgomery County



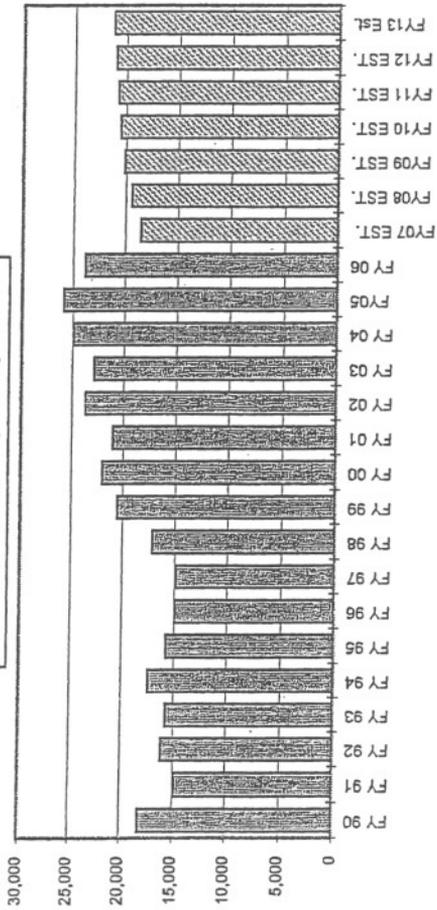
Prepared by Montgomery County Department of Finance

Average Tax for Non-Residential Building Transfers in Montgomery County



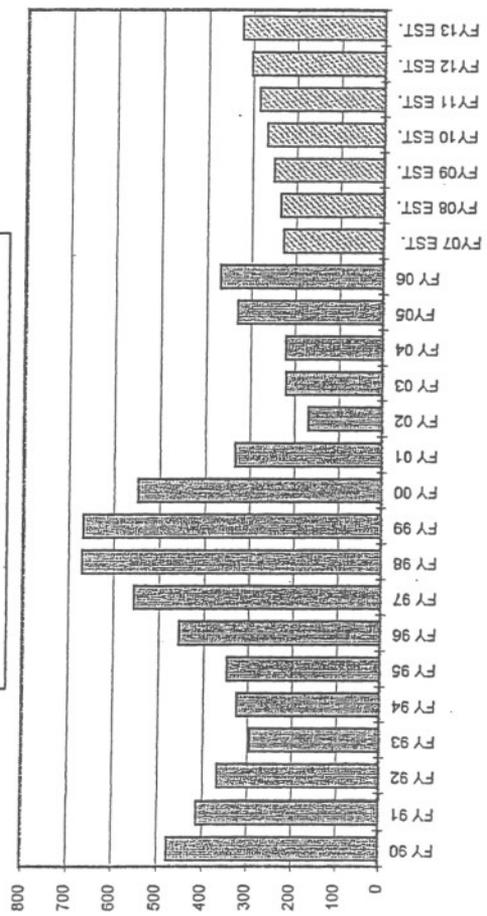
Prepared by Montgomery County Department of Finance

Number of Residential Housing Transfers in Montgomery County



Prepared by Montgomery County Department of Finance

Number of Non-Residential Building Transfers in Montgomery County



Prepared by Montgomery County Department of Finance

FUEL/ENERGY TAX

**FUEL / ENERGY TAX ESTIMATES
MONTGOMERY COUNTY, MARYLAND**

| | FY06 | FY07 | FY08 | FY09 | FY10 | FY11 | FY12 | FY13 |
|--|-----------------|---------------|---------------|---------------|---------------|---------------|---------------|------|
| <u>Current Law</u> | | | | | | | | |
| Collect | \$117,381,196 | | | | | | | |
| % change | 2.2% | | | | | | | |
| Forecast | FORECAST | | | | | | | |
| Old (11/06) | \$119,160,000 | \$120,900,000 | \$122,250,000 | \$123,420,000 | \$124,520,000 | \$125,640,000 | \$126,790,000 | |
| New (03/07) | \$118,000,000 | \$119,930,000 | \$122,050,000 | \$124,130,000 | \$126,010,000 | \$127,790,000 | \$129,410,000 | |
| Difference | (\$1,160,000) | (\$970,000) | (\$200,000) | \$710,000 | \$1,490,000 | \$2,150,000 | \$2,620,000 | |
| Growth Factor | 0.5% | 1.6% | 1.8% | 1.7% | 1.5% | 1.4% | 1.3% | |
| <u>% change</u> | | | | | | | | |
| Old (11/06) | 1.5% | 1.5% | 1.1% | 1.0% | 0.9% | 0.9% | 0.9% | |
| New (03/07) | 0.5% | 1.6% | 1.8% | 1.7% | 1.5% | 1.4% | 1.3% | |
| Growth Factors : | | | | | | | | |
| - Households (Calendar Year) | 0.8% | 1.4% | 1.4% | 1.4% | 1.1% | 1.1% | 1.1% | 1.1% |
| - Businesses (1) | 2.2% | 2.1% | 1.7% | 1.9% | 2.0% | 1.7% | 1.6% | 1.4% |
| Total | 3.0% | 3.5% | 3.1% | 3.3% | 3.1% | 2.8% | 2.6% | 2.4% |
| Weighted Average | | | | | | | | |
| Growth Factor : | 1.8% | 1.9% | 1.6% | 1.8% | 1.7% | 1.5% | 1.4% | 1.3% |
| - Add factor (weather and consumption) | 0.4% | -1.4% | 0.0% | 0.0% | 0.0% | 0.0% | 0.0% | 0.0% |
| Agricultural Adjustment | 0.0% | 0.0% | 0.0% | 0.0% | 0.0% | 0.0% | 0.0% | 0.0% |
| Rate change | | | | | | | | |
| Total | 2.2% | 0.5% | 1.6% | 1.8% | 1.7% | 1.5% | 1.4% | 1.3% |

| | FY06 | FY07 est. | FY08 est. | FY09 est. | FY10 est. | FY11 est. | FY12 est. | FY13 est. |
|---------------------------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|
| Energy Tax from Residential | \$33,696,649 | \$33,146,181 | \$33,630,189 | \$34,005,712 | \$34,331,165 | \$34,637,147 | \$34,948,692 | \$35,268,582 |
| Number of households | 351,000 | 356,000 | 361,000 | 366,000 | 370,000 | 374,000 | 378,000 | 382,000 |
| Average Tax per Household | \$96 | \$93 | \$93 | \$93 | \$93 | \$93 | \$92 | \$92 |
| Energy Tax from Non-Residential | \$84,729,817 | \$86,013,819 | \$87,269,811 | \$88,244,288 | \$89,088,835 | \$89,882,853 | \$90,691,308 | \$91,521,418 |

Montgomery County Department of Finance March 2007

HOTEL/MOTEL TAX

**HOTEL/MOTEL TAX ESTIMATE
MONTGOMERY COUNTY, MARYLAND**

| | FY06 | FY07 | FY08 | FY09 | FY10 | FY11 | FY12 | FY13 |
|---|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|
| <u>Current Law</u> | | | | | | | | |
| Collect | \$15,869,779 | | | | | | | |
| Tax Rate | 7.0% | 7.0% | 7.0% | 7.0% | 7.0% | 7.0% | 7.0% | 7.0% |
| % change | 12.1% | | | | | | | |
| <u>Forecast</u> | | | | | | | | |
| Old (11/06) | | \$17,000,000 | \$18,410,000 | \$18,950,000 | \$18,280,000 | \$19,800,000 | \$21,660,000 | \$23,600,000 |
| New(03/07) | | \$17,000,000 | \$18,410,000 | \$18,950,000 | \$18,280,000 | \$19,800,000 | \$21,660,000 | \$23,600,000 |
| Difference | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Growth Factor | | 7.1% | 8.3% | 2.9% | -3.5% | 8.3% | 9.4% | 9.0% |
| <u>% change</u> | | | | | | | | |
| Old (11/06) | | 7.1% | 8.3% | 2.9% | -3.5% | 8.3% | 9.4% | 9.0% |
| New(03/07) | | 7.1% | 8.3% | 2.9% | -3.5% | 8.3% | 9.4% | 9.0% |
| <u>thru February</u> | | | | | | | | |
| Collections | | | | | | | | |
| Share of FY | | | | | | | | |
| Year ? | | | | | | | | |
| <u>New(03/07)</u> | | | | | | | | |
| <u>Growth Factors :</u> | | | | | | | | |
| - Inflation (fiscal year) | 4.1% | 3.4% | 3.1% | 2.8% | 2.7% | 2.7% | 2.6% | 2.6% |
| - Add factor | 7.1% | 3.1% | 1.0% | -2.5% | 1.0% | 1.1% | 1.1% | 1.2% |
| Room Rates | 11.2% | 6.5% | 4.0% | 0.3% | 3.7% | 3.7% | 3.7% | 3.7% |
| - Occupancy | -1.9% | -5.1% | 3.2% | 2.7% | -3.2% | 0.1% | 0.0% | 0.0% |
| - Room supply | 4.4% | 4.5% | 0.6% | 0.6% | 0.6% | 0.6% | 0.6% | 2.1% |
| - Add factor | -0.2% | 0.0% | 0.2% | 0.0% | -0.1% | 0.0% | 0.0% | 0.1% |
| Sub-Total | 13.5% | 5.6% | 8.0% | 3.7% | 1.0% | 4.4% | 4.4% | 5.9% |
| - Add factor | -1.4% | 1.5% | 0.3% | -0.8% | -4.5% | 3.9% | 5.1% | 3.0% |
| Total | 12.1% | 7.1% | 8.3% | 2.9% | -3.5% | 8.3% | 9.4% | 9.0% |
| Occupancy | 66.9% | 63.5% | 65.5% | 67.3% | 65.2% | 65.2% | 65.2% | 65.2% |
| Room Rate | \$120.29 | \$128.14 | \$133.32 | \$133.77 | \$138.74 | \$143.89 | \$149.23 | \$154.77 |
| | 11.2% | 6.5% | 4.0% | 0.3% | 3.7% | 3.7% | 3.7% | 3.7% |
| MoCo Conference and Visitors Bureau (3.5%) | \$555,442 | \$595,000 | \$644,350 | \$663,250 | \$639,800 | \$693,000 | \$758,100 | \$826,000 |
| MoCo Conference Center (2/7) | \$4,534,223 | \$4,857,143 | \$5,260,000 | \$5,414,286 | \$5,222,857 | \$5,657,143 | \$6,188,571 | \$6,742,857 |

TELEPHONE TAX

**TELEPHONE TAX ESTIMATE
MONTGOMERY COUNTY, MARYLAND**

| | FY06 | FY07 | FY08 | FY09 | FY10 | FY11 | FY12 | FY13 |
|-------------------------------------|--------------|--------------|--------------|--------------|-----------------|--------------|--------------|--------------|
| <u>Current Law</u> | | | | | | | | |
| Collect | \$29,176,263 | | | | | | | |
| % change | -2.4% | | | | | | | |
| <u>Rates:</u> | | | | | | | | |
| - land centrex | \$0.200 | \$0.200 | \$0.200 | \$0.200 | \$0.200 | \$0.200 | \$0.200 | \$0.200 |
| - land regular | \$2.000 | \$2.000 | \$2.000 | \$2.000 | \$2.000 | \$2.000 | \$2.000 | \$2.000 |
| - wireless | \$2.000 | \$2.000 | \$2.000 | \$2.000 | \$2.000 | \$2.000 | \$2.000 | \$2.000 |
| <u>Forecast</u> | | | | | <u>FORECAST</u> | | | |
| - landlines | \$12,487,136 | \$10,930,000 | \$11,380,000 | \$12,010,000 | \$12,120,000 | \$12,390,000 | \$12,710,000 | \$13,010,000 |
| % change | -6.0% | -12.4% | 4.1% | 5.5% | 0.9% | 2.3% | 2.6% | 2.4% |
| - wireless | \$16,689,128 | \$18,510,000 | \$19,010,000 | \$19,530,000 | \$20,040,000 | \$20,490,000 | \$20,940,000 | \$21,390,000 |
| % change | 8.7% | 10.9% | 2.7% | 2.7% | 2.6% | 2.2% | 2.2% | 2.1% |
| <u>Results</u> | | | | | | | | |
| Old (11/06) | | \$30,250,000 | \$30,430,000 | \$30,740,000 | \$31,210,000 | \$31,820,000 | \$32,460,000 | \$33,110,000 |
| New (03/07) | | \$29,440,000 | \$30,220,000 | \$31,360,000 | \$31,980,000 | \$32,700,000 | \$33,470,000 | \$34,220,000 |
| Difference | | (\$810,000) | (\$210,000) | \$620,000 | \$770,000 | \$880,000 | \$1,010,000 | \$1,110,000 |
| <u>% change</u> | | | | | | | | |
| Old (11/06) | | 3.7% | 0.6% | 1.0% | 1.5% | 2.0% | 2.0% | 2.0% |
| New (03/07) | | 0.9% | 2.6% | 3.8% | 2.0% | 2.3% | 2.4% | 2.2% |
| <u>Growth Factors :</u> | | | | | | | | |
| <u>LANDLINES</u> | | | | | | | | |
| Households (Calender Year) | 0.8% | 1.4% | 1.4% | 1.4% | 1.1% | 1.1% | 1.1% | 1.1% |
| Businesses (1) | 2.2% | 2.1% | 1.7% | 1.9% | 2.0% | 1.7% | 1.5% | 1.3% |
| Adj. factor (prio year collections) | -9.0% | -15.9% | 1.0% | 2.2% | -2.2% | -0.6% | 0.0% | 0.0% |
| Rate Increase (weighted avg.) | 0.0% | 0.0% | 0.0% | 0.0% | 0.0% | 0.0% | 0.0% | 0.0% |
| Total | -6.0% | -12.4% | 4.1% | 5.5% | 0.9% | 2.3% | 2.6% | 2.4% |
| <u>WIRELESS</u> | | | | | | | | |
| Market Share | 73.0% | 80.0% | 81.2% | 82.3% | 83.5% | 84.7% | 85.9% | 87.0% |
| Population | 953,000 | 964,000 | 976,000 | 988,000 | 1,000,000 | 1,008,000 | 1,016,000 | 1,024,000 |
| Number of Phones | 695,380 | 771,250 | 792,083 | 813,750 | 835,000 | 853,750 | 872,500 | 891,250 |

ADMISSIONS TAX

**ADMISSIONS & AMUSEMENT TAX ESTIMATES
MONTGOMERY COUNTY, MARYLAND**

| | FY06 | FY07 | FY08 | FY09 | FY10 | FY11 | FY12 | FY13 | |
|-------------------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|---------------|
| <u>Current Law</u> | | | | | | | | | |
| Collect | \$2,365,311 | | | | | | | | |
| Tax Rate | 7.0% | 7.0% | 7.0% | 7.0% | 7.0% | 7.0% | 7.0% | 7.0% | |
| % change | -23.7% | | | | | | | | |
| <u>Constant Law</u> | | | | | | | | | |
| Adjustments | \$0 | | | | | | | | \$5,528,358 |
| New Total | \$2,365,311 | | | | | | | | (\$5,528,358) |
| % change | -23.7% | | | | | | | | |
| FORECAST | | | | | | | | | |
| <u>Forecast</u> | | | | | | | | | |
| New (11/06) | | \$2,430,000 | \$2,490,000 | \$2,550,000 | \$2,600,000 | \$2,660,000 | \$2,720,000 | \$2,770,000 | |
| New(03/07) | | \$2,430,000 | \$2,490,000 | \$2,550,000 | \$2,600,000 | \$2,660,000 | \$2,720,000 | \$2,770,000 | |
| Difference | | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Growth Factor | | 2.7% | 2.5% | 2.4% | 2.0% | 2.3% | 2.3% | 1.8% | |
| <u>% change</u> | | | | | | | | | |
| New (11/06) | | 2.7% | 2.5% | 2.4% | 2.0% | 2.3% | 2.3% | 1.8% | |
| New(03/07) | | 2.7% | 2.5% | 2.4% | 2.0% | 2.3% | 2.3% | 1.8% | |
| <u>Growth Factors :</u> | | | | | | | | | |
| Inflation | 4.1% | 3.5% | 2.9% | 2.8% | 2.7% | 2.7% | 2.6% | 2.6% | |
| Population | 1.2% | 1.2% | 1.2% | 1.2% | 1.2% | 0.8% | 0.8% | 0.8% | |
| Add factor | -28.9% | -2.0% | -1.6% | -1.6% | -1.9% | -1.2% | -1.1% | -1.6% | |
| Rate adjustment | 0.0% | 0.0% | 0.0% | 0.0% | 0.0% | 0.0% | 0.0% | 0.0% | |
| | -23.7% | 2.7% | 2.5% | 2.4% | 2.0% | 2.3% | 2.3% | 1.8% | |

HIGHWAY USER FUND

STATE-SHARED HIGHWAY USER FUND ESTIMATES
MONTGOMERY COUNTY, MARYLAND

| | FY06 | FY07 | FY08 | FY09 | FY10 | FY11 | FY12 | FY13 |
|---------------------|-----------------|---------------|---------------|---------------|---------------|---------------|---------------|------|
| <u>Current Law</u> | | | | | | | | |
| Collect | \$36,623,789 | | | | | | | |
| % change | 20.7% | | | | | | | |
| <u>Constant Law</u> | | | | | | | | |
| Adjustments | | | | | | | | |
| New Total | | | | | | | | |
| % change | | | | | | | | |
| Forecast | FORECAST | | | | | | | |
| Old (11/06) | \$39,934,700 | \$40,545,405 | \$41,106,975 | \$41,556,232 | \$42,005,488 | \$42,454,745 | \$42,904,001 | |
| New (03/07) | \$38,169,037 | \$38,739,054 | \$39,291,541 | \$39,720,956 | \$40,150,372 | \$40,579,788 | \$41,009,204 | |
| Difference | (\$1,765,663) | (\$1,796,351) | (\$1,815,435) | (\$1,835,275) | (\$1,855,116) | (\$1,874,957) | (\$1,894,798) | |
| Growth Factor | | | | | | | | |
| % change | | | | | | | | |
| Old (11/06) | | 9.0% | 1.5% | 1.4% | 1.1% | 1.1% | 1.1% | 1.1% |
| New (03/07) | | 4.2% | 1.5% | 1.4% | 1.1% | 1.1% | 1.1% | 1.1% |

Montgomery County Department of Finance March 2007

INVESTMENT INCOME

**COUNTY TAX-SUPPORTED INVESTMENT INCOME ESTIMATE
MONTGOMERY COUNTY, MARYLAND**

| | FY06 | FY07 | FY08 | FY09 | FY10 | FY11 | FY12 | FY13 |
|--------------------|--------------|--------------|--------------|--------------|-----------------|--------------|--------------|------|
| <u>Current Law</u> | | | | | | | | |
| Collect | \$21,538,429 | | | | | | | |
| % change | 102.4% | | | | | | | |
| <u>Forecast</u> | | | | | FORECAST | | | |
| Old (11/06) | \$29,602,000 | \$27,489,000 | \$29,501,000 | \$30,520,000 | \$33,297,000 | \$34,989,000 | \$36,513,000 | |
| New (03/07) | \$29,609,000 | \$31,874,000 | \$32,478,000 | \$34,074,000 | \$36,022,000 | \$38,136,000 | \$40,154,000 | |
| Difference | \$7,000 | \$4,385,000 | \$2,977,000 | \$3,554,000 | \$2,725,000 | \$3,147,000 | \$3,641,000 | |
| <u>% change</u> | | | | | | | | |
| Old (11/06) | | 37.4% | -7.1% | 7.3% | 3.5% | 9.1% | 5.1% | 4.4% |
| New (03/07) | | 37.5% | -7.6% | 7.9% | 4.9% | 5.7% | 5.9% | 5.3% |

Montgomery County Department of Finance March 2007

**REVENUE STABILIZATION
FUND**

REVENUE STABILIZATION FUND COMPUTATION

| | FY06 | FORECAST | | | | | | |
|------------------------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
| | | FY07 | FY08 | FY09 | FY10 | FY11 | FY12 | FY13 |
| Balance Begin Year | \$101,177,287 | \$107,786,616 | \$119,647,603 | \$119,647,603 | \$119,647,603 | \$119,647,603 | \$119,647,603 | \$119,647,603 |
| - Mandatory Contribution | \$6,609,329 | \$11,860,987 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| - Discretionary Contribution | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Balance During Year | \$101,177,287 | \$107,786,616 | \$119,647,603 | \$119,647,603 | \$119,647,603 | \$119,647,603 | \$119,647,603 | \$119,647,603 |
| Interest Earned | \$4,719,842 | \$5,960,600 | \$6,161,852 | \$5,982,380 | \$5,982,380 | \$6,042,204 | \$6,102,028 | \$6,161,852 |
| Rate | 4.12% | 5.53% | 5.15% | 5.00% | 5.00% | 5.05% | 5.10% | 5.15% |
| Balance End Year | \$112,506,458 | \$125,608,203 | \$125,809,455 | \$125,629,983 | \$125,629,983 | \$125,689,807 | \$125,749,631 | \$125,809,455 |
| - Transfer to PAYGO | \$4,719,842 | \$5,960,600 | \$6,161,852 | \$5,982,380 | \$5,982,380 | \$6,042,204 | \$6,102,028 | \$6,161,852 |
| Final Balance | \$107,786,616 | \$119,647,603 | \$119,647,603 | \$119,647,603 | \$119,647,603 | \$119,647,603 | \$119,647,603 | \$119,647,603 |
| Fund Limit | \$107,790,520 | \$119,647,603 | \$129,164,602 | \$134,464,224 | \$136,416,722 | \$141,640,532 | \$147,467,557 | \$153,852,239 |
| - Transfer @ 50% | \$53,895,260 | \$59,823,802 | \$64,582,301 | \$67,232,112 | \$68,208,361 | \$70,820,266 | \$73,733,778 | \$76,926,119 |
| CAFR (check) | | | | | | | | |

EXPLANATION:

(Balance During Year = Balance Begin Year + Discretionary Contribution)
 (Balance End Year = Balance During Year + Mandatory Contribution)
 (Final Balance = Balance End Year - PAYGO Contribution)
 (Interest earned = Balance During Year * Interest rate)

| | |
|---|-----------------|
| DIFFERENCE BETWEEN FUND LIMIT AND REVISED BALANCE FOR FY06: | \$11,860,987.13 |
| AVAILABLE FOR TRANSFER : | \$30,412,825 |
| TRANSFER TO RSF : | \$11,860,987 |
| NO TRANSFER TO RSF : | \$18,551,838 |

**ECONOMIC AND DEMOGRAPHIC
FORECAST**

**DEMOGRAPHIC AND ECONOMIC ASSUMPTIONS FOR CIP PLANNING FOR INFRASTRUCTURE AND FACILITIES
OMB MONTGOMERY COUNTY
FISCAL YEAR 2008 BUDGET**

| CALENDAR YEAR | 2002 | 2003 | 2004 | 2005 | 2006 | 2007 | 2008 | 2009 | 2010 | 2011 | 2012 | 2013 |
|--|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|
| POPULATION (1) | | | | | | | | | | | | |
| Budget FY08 | 905,988 | 915,062 | 929,000 | 942,000 | 953,000 | 964,000 | 976,000 | 988,000 | 1,000,000 | 1,008,000 | 1,016,000 | 1,024,000 |
| SAG FY08 | 905,988 | 915,062 | 929,000 | 942,000 | 953,000 | 964,000 | 976,000 | 988,000 | 1,000,000 | 1,008,000 | 1,016,000 | 1,024,000 |
| | | 1.0% | 1.5% | 1.4% | 1.2% | 1.2% | 1.2% | 1.2% | 1.2% | 0.8% | 0.8% | 0.8% |
| HOUSEHOLDS (2) | | | | | | | | | | | | |
| Budget FY08 | 334,500 | 341,300 | 346,200 | 348,100 | 351,000 | 356,000 | 361,000 | 366,000 | 370,000 | 374,000 | 378,000 | 382,000 |
| SAG FY08 | 334,500 | 341,300 | 346,200 | 348,100 | 351,000 | 356,000 | 361,000 | 366,000 | 370,000 | 374,000 | 378,000 | 382,000 |
| | | 2.0% | 1.4% | 0.5% | 0.8% | 1.4% | 1.4% | 1.4% | 1.1% | 1.1% | 1.1% | 1.1% |
| RESIDENT EMPLOYMENT (3) | | | | | | | | | | | | |
| Budget FY08 | 478,377 | 480,802 | 481,647 | 491,801 | 506,700 | 514,100 | 517,900 | 522,100 | 527,600 | 534,400 | 540,900 | 546,600 |
| SAG FY08 | 478,377 | 480,802 | 481,647 | 491,801 | 505,300 | 511,267 | 515,436 | 518,591 | 522,806 | 526,799 | 530,603 | 536,400 |
| | | 0.5% | 0.2% | 2.1% | 3.0% | 1.5% | 0.7% | 0.8% | 1.1% | 1.3% | 1.2% | 1.1% |
| PAYROLL EMPLOYMENT (4) | | | | | | | | | | | | |
| Budget FY08 | 464,900 | 465,800 | 469,900 | 476,900 | 487,800 | 496,100 | 502,900 | 512,600 | 522,700 | 531,600 | 539,500 | 546,500 |
| SAG FY08 | 464,900 | 465,800 | 469,900 | 476,900 | 487,400 | 493,200 | 498,700 | 503,700 | 508,200 | 512,300 | 516,300 | 520,500 |
| | | 0.2% | 0.9% | 1.5% | 2.3% | 1.7% | 1.4% | 1.9% | 2.0% | 1.7% | 1.5% | 1.3% |
| TOTAL PERSONAL INCOME - (\$Millions) (5) | | | | | | | | | | | | |
| Budget FY08 | \$47,042 | \$48,790 | \$52,221 | \$55,700 | \$59,300 | \$62,700 | \$66,100 | \$69,800 | \$73,800 | \$77,900 | \$82,200 | \$86,700 |
| SAG FY08 | \$47,042 | \$48,790 | \$52,221 | \$55,700 | \$58,600 | \$62,200 | \$65,500 | \$68,300 | \$71,800 | \$75,400 | \$79,100 | \$83,000 |
| | | 3.7% | 7.0% | 6.7% | 6.5% | 5.7% | 5.4% | 5.6% | 5.7% | 5.6% | 5.5% | 5.5% |
| WAGE AND SALARY INCOME - (\$Millions) (5) | | | | | | | | | | | | |
| Budget FY08 | \$22,886 | \$23,806 | \$25,271 | \$26,900 | \$28,800 | \$30,500 | \$32,300 | \$34,200 | \$36,200 | \$38,300 | \$40,600 | \$42,900 |
| SAG FY08 | \$22,886 | \$23,806 | \$25,271 | \$26,900 | \$28,500 | \$30,300 | \$32,000 | \$33,500 | \$35,400 | \$37,200 | \$39,100 | \$41,100 |
| | 48.7% | 48.8% | 48.4% | 48.3% | 48.6% | 48.6% | 48.9% | 49.0% | 49.1% | 49.2% | 49.4% | 49.5% |
| | | 4.0% | 6.2% | 6.4% | 7.1% | 5.9% | 5.9% | 5.9% | 5.8% | 5.8% | 6.0% | 5.7% |
| PER CAPITA PERSONAL INCOME | | | | | | | | | | | | |
| Budget FY08 | \$51,923 | \$53,319 | \$56,212 | \$59,130 | \$62,225 | \$65,041 | \$67,725 | \$70,648 | \$73,800 | \$77,282 | \$80,906 | \$84,668 |
| SAG FY08 | \$51,923 | \$53,319 | \$56,212 | \$59,100 | \$61,500 | \$64,500 | \$67,100 | \$69,100 | \$71,800 | \$74,800 | \$77,900 | \$81,100 |
| | | 2.7% | 5.4% | 5.2% | 5.2% | 4.5% | 4.1% | 4.3% | 4.5% | 4.7% | 4.7% | 4.7% |
| AVERAGE HOUSEHOLD INCOME | | | | | | | | | | | | |
| Budget FY08 | \$140,633 | \$142,953 | \$150,841 | \$160,011 | \$168,946 | \$176,124 | \$183,102 | \$190,710 | \$199,459 | \$208,289 | \$217,460 | \$226,963 |
| SAG FY08 | \$140,633 | \$142,953 | \$150,841 | \$160,000 | \$167,000 | \$174,700 | \$181,400 | \$186,600 | \$194,100 | \$201,600 | \$209,300 | \$217,300 |
| | | 1.6% | 5.5% | 6.1% | 5.6% | 4.2% | 4.0% | 4.2% | 4.6% | 4.4% | 4.4% | 4.4% |
| CPI-U BALTIMORE/WASHINGTON (6) | | | | | | | | | | | | |
| Budget FY08 | 2.31% | 2.89% | 2.80% | 4.02% | 3.62% | 3.25% | 2.85% | 2.75% | 2.65% | 2.60% | 2.55% | 2.50% |
| SAG FY08 | 2.31% | 2.89% | 2.80% | 4.02% | 3.85% | 2.95% | 2.85% | 2.75% | 2.65% | 2.60% | 2.55% | 2.50% |
| CPI-U BALTIMORE/WASHINGTON (Fiscal Year) | | | | | | | | | | | | |
| Budget FY08 | 2.25% | 2.80% | 2.50% | 3.55% | 4.07% | 3.40% | 3.05% | 2.80% | 2.70% | 2.65% | 2.60% | 2.55% |
| SAG FY08 | 2.25% | 2.80% | 2.50% | 3.55% | 4.07% | 3.50% | 2.90% | 2.80% | 2.70% | 2.65% | 2.60% | 2.55% |

**DEMOGRAPHIC AND ECONOMIC ASSUMPTIONS FOR CIP PLANNING FOR INFRASTRUCTURE AND FACILITIES
OMB MONTGOMERY COUNTY
FISCAL YEAR 2008 BUDGET**

| CALENDAR YEAR | 2002 | 2003 | 2004 | 2005 | 2006 | 2007 | 2008 | 2009 | 2010 | 2011 | 2012 | 2013 |
|--|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|
| INVESTMENT INCOME YIELD (Fiscal Year) | | | | | | | | | | | | |
| Budget FY08 | 2.61% | 1.59% | 1.13% | 2.19% | 4.12% | 5.23% | 5.15% | 5.00% | 5.00% | 5.05% | 5.10% | 5.15% |
| SAG FY08 | 2.61% | 1.59% | 1.13% | 2.19% | 4.12% | 5.15% | 4.50% | 4.55% | 4.60% | 4.70% | 4.75% | 4.75% |

NOTES:

- (1) For calendar years 2002 and 2003 used U.S. Dept. of Commerce, Bureau of Economic Analysis (BEA) estimates and for years 2004 through 2013 derived figures based on MNCP&PC estimates from Round 7.0.
- (2) For calendar years 2002 through 2005 used data from *Sales and Marketing Management* issues of "Survey of Buying Power" and for calendar years 2006 through 2013 derived annual figures based on MNCP&PC estimates from Round 7.0.
- (3) Resident Employment derived by the Department of Finance from data from the Maryland Department of Labor, Licensing and Regulation.
- (4) Payroll Employment data derived by the Department of Finance from a new Bureau of Labor Statistics (BLS), U.S. Dept. of Labor, employment series.
- (5) Personal Income and Wage and Salary data from the BEA through 2004.
- (6) Inflation rate for 2006 is based on the final index for 2006 released by BLS on February 21, 2007.

**SOURCE: Montgomery County Department of Finance
DATE: February 2007**