# CITY OF BALTIMORE COUNCIL BILL 19-0160R (Resolution)

Introduced by: Councilmember Sneed, President Scott, Councilmembers Cohen, Dorsey, Middleton, Pinkett, Burnett, Bullock, Clarke, Reisinger, Stokes, Schleifer

Introduced and read first time: August 19, 2019

Assigned to: Budget and Appropriations Committee

REFERRED TO THE FOLLOWING AGENCIES: City Solicitor, Department of General Services, Office of Sustainability, Department of Public Works, Department of Planning, Mayor's Office of Innovation, Department of Finance

### A RESOLUTION ENTITLED

1 A COUNCIL RESOLUTION concerning

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### Informational Hearing – Solid Waste Enterprise Fund

FOR the purpose of inviting the Director of the Department of General Services, the Director of
the Office of Sustainability, the Director of the Department of Public Works, the Department
of Public Works' Bureau Head of Solid Waste, the Director of the Mayor's Office of
Innovation, the Director of the Department of Planning, the Director of the Department of
Finance, and the Department of Finance's Budget Director of the Bureau of the Budget and
Management Research to discuss the potential benefits and challenges relating to the creation
of a solid waste enterprise fund.

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# Recitals

The Baltimore City Charter provides for a variety of continuing, non-lapsing funds that 11 finance City priorities, such as the Children and Youth Fund and the Special Fund for Fair 12 Elections. Baltimore City currently covers the cost of sanitation, trash disposal, and future 13 landfill needs through General Fund taxes. Anne Arundel, Montgomery, Howard, and Prince 14 15 George's counties charge a fee for solid waste collection, and Harford County requires residents to contract on their own for trash collection. In short, the City's General Fund covers these 16 services, while the general funds of those counties do not. This aspect of the City's revenue 17 structure compounds the perception of high local property taxes. The "headline" property tax in 18 the counties would be higher if their general funds covered the trash collection services that the 19 City General Fund covers. Shifting the costs of trash collection services to an enterprise fund 20 and reducing the property rate on a dollar-for-dollar basis would allow for a more meaningful tax 21 22 rate comparison between the City and these counties. Adopting an enterprise model with charges 23 comparable to those in Maryland counties could enable a reduction of approximately 15 cents in Baltimore City's tax rate. An enterprise fund could save money in the General Fund and the 24 Capital Budget to be used for other priorities. An enterprise fund could also encourage recycling 25 if waste collection charges were based on the amount of waste that was thrown away. For these 26 reasons, the City Council is interested in holding an informational hearing to learn more about 27 creating a solid waste enterprise fund. 28

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF BALTIMORE, That the City
 Council invites the Director of the Department of General Services, the Director of the Office of

EXPLANATION: <u>Underlining</u> indicates matter added by amendment. Strike out indicates matter deleted by amendment.

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Sustainability, the Director of the Department of Public Works, the Department of Public Works' 1

Bureau Head of Solid Waste, the Director of the Mayor's Office of Innovation, the Director of 2

the Department of Planning, the Director of the Department of Finance, and the Department of 3

Finance's Budget Director of the Bureau of the Budget and Management Research to discuss the 4

potential benefits and challenges relating to the creation of a solid waste enterprise fund. 5

AND BE IT FURTHER RESOLVED, That a copy of this Resolution be sent to the Director of the 6 7 Department of General Services, the Director of the Office of Sustainability, the Director of the Department of Public Works, the Department of Public Works' Bureau Head of Solid Waste, the 8 9 Director of the Mayor's Office of Innovation, the Director of the Department of Planning, the Director of the Department of Finance, the Department of Finance's Budget Director of the 10 Bureau of the Budget and Management Research, and the Mayor's Legislative Liaison to the City 11

Council. 12