



OFFICE OF THE COUNTY EXECUTIVE
ROCKVILLE, MARYLAND 20850

Isiah Leggett
County Executive

MEMORANDUM

May 18, 2015

TO: George Leventhal, President
Montgomery County Council

FROM: Isiah Leggett, County Executive

SUBJECT: Impact of Decision in *Wynne* on FY2016 Operating Budget

As you know the Supreme Court issued its decision in the *Wynne* income tax case this morning upholding the Maryland Court of Appeals. While the specific fiscal impact of this decision is not known because we do not have information on refund claims for Tax Years 2012-2014 we expect the impact on FY2016 to be approximately \$8-\$10 million and the impact for FY2017 to be over \$50 million.

As we have done in the past, we will continue to work closely with the Council to jointly and comprehensively address this challenge to maintain the County's strong financial position going into the future and ensure the continuity of essential services.

cc: Timothy L. Firestine, Chief Administrative Officer
Department Heads and Office Directors