



## **FREDERICK COUNTY COUNCIL**

### **Local Government Fiscal and Policy Note**

#### **CONTACT INFORMATION AND GENERAL INSTRUCTIONS**

<b>Bill Number/Reference:</b>	25-13
<b>Bill Title:</b>	Day Care Provider Tax Credit
<b>Local Government Agency:</b>	Finance Division – Treasury Department
<b>Prepared By:</b>	Diane Fox
<b>Title:</b>	Director of Treasury
<b>Phone Number:</b>	301-600-1114
<b>E-Mail Address:</b>	<a href="mailto:dfox@frederickcountymd.gov">dfox@frederickcountymd.gov</a>
<b>Due Date:</b>	November 18, 2025
<b>Date Submitted:</b>	November 18, 2025

# FREDERICK COUNTY COUNCIL

## Local Government Fiscal and Policy Note

**Date:**

Please respond to the questions below. If you prefer to provide responses or additional information in a separate file or document, send the file or document in a separate e-mail to [rcherney@frederickcountymd.gov](mailto:rcherney@frederickcountymd.gov) with the bill number/reference in the subject line.

1.	Describe the impact of this proposed legislation on your agency (operations, revenues, expenditures, etc). If there is no impact, <u>please explain why</u> .
----	---

The bill expands our current Day Care Providers Credit to include larger child care centers. No one has applied or qualified for the original credit since its enactment. This bill has the potential to reduce real property tax revenue but we have no way of estimating the amount. The maximum amount of the credit that one property could receive is \$10,000 for up to 5 years. The bill will have no impact on Treasury operations since any additional work can be absorbed by current Treasury staff.

2.	Please indicate whether the proposed legislation will affect small businesses in Frederick County, and if it will, please provide any information you may have which could be useful in determining the economic impact on small businesses.
----	--

This will have a positive economic impact if a small business qualifies for the tax credit –it potentially could reduce the amount of taxes paid.

### FISCAL IMPACT SUMMARY – SHOW (DECREASE) IN PARENTHESES

#### REVENUES

3.	Analysis of <b>estimated increase (or decrease) in government revenues</b> . Please estimate below any anticipated increase (or decrease) in revenues resulting from this legislation. Please be aware of any delayed effective dates in the bill or other factors that may cause revenue increases/decreases to begin in later years.
----	--

Source	FY 2026	FY 2027	FY 2028	FY 2029	FY 2030
<b>TOTAL \$</b>	\$	\$	\$	\$	\$

	Please explain how the above estimated increase(s) or decrease(s) were arrived at, including any calculations and/or assumptions made. Please also explain any variation if the revenue increase(s)/decrease(s) are not constant.
--	---

To date, no one has received the credit and we have no way of knowing the potential use of the credit. If one property would qualify, revenue could be reduced by a maximum of \$10,000 a year for up to five years.

# FREDERICK COUNTY COUNCIL

## Local Government Fiscal and Policy Note

<u>EXPENDITURES</u>						
4.	Analysis of <b>estimated increase (or decrease) in government expenditures</b> . Please estimate below any anticipated increase (or decrease) in expenditures resulting from this legislation. Please be aware of any delayed effective dates in the bill or other factors that may cause expenditure increases/decreases to begin in later years.					
	<b>A. Salaries &amp; Wages</b>	<b>FY 2026</b>	<b>FY 2027</b>	<b>FY 2028</b>	<b>FY 2029</b>	<b>FY 2030</b>
	FTE Employees - _____ # of positions Fringe Benefits					
	<b>TOTAL (Salaries, wages &amp; benefits)</b>	\$	\$	\$	\$	\$
	<b>Please provide an explanation of the need for the number and type of any personnel listed above, including (1) what specific provision(s) of the bill necessitate additional staff; (2) what the duties of each type employee will be; and (3) why existing personnel cannot absorb the additional work. Please also certify the wage/salary rate and % fringe rate (if differing rates apply) for each personnel classification.</b>					
	<b>B. Other Operating Expenses</b>	<b>FY 2026</b>	<b>FY 2027</b>	<b>FY 2028</b>	<b>FY 2029</b>	<b>FY 2030</b>
	Technical/Special Fees, Grants/Subsidies Communications-Phone, Postage Travel, Food, Auto, Fuel & Utilities Contractual Services Supplies Equipment-Replacement Equipment-Additional Land & Structures, Fixed Charges Other (Please Specify on Extra Page(s))					
	<b>TOTAL (Expenditures)</b>	\$	\$	\$	\$	\$
	<b>On the next page, please provide brief descriptions/breakdowns of the above “Other Operating Expenses.”</b>					
	<b>Please explain below any additional calculations or assumptions made in estimating the “Other Operating Expenses” that will help us to understand the amounts and timing of the expenses.</b>					
No impact – the workload can be absorbed by current Treasury staff.						

# **FREDERICK COUNTY COUNCIL**

## **Local Government Fiscal and Policy Note**

### **4. (cont'd)**

#### **C. Operating Expense Descriptions/Breakdowns**

Please provide below a short description of the specific purpose of each expense listed under 4B. If any amount(s) listed under 4B represent(s) a total of multiple expenses, provide a breakdown of the fiscal 2025 amount with a short description of each expense (for example, if \$2,500 is listed for Communications – Phone, Postage, a statement such as “\$1,500 for cellphone charges for two new inspectors and \$1,000 for postage for mailings to permittees to notify them of changes to inspection requirements.”)

#### **Fiscal 2026 Expenditures**

<b>Technical/Special Fees, Grants &amp; Subsidies</b> description/breakdown	\$
--	----

<b>Communications – Phone, Postage</b> description/breakdown	\$
---	----

<b>Travel, Food, Auto Operations, Fuel &amp; Utilities</b> description/breakdown	\$
---	----

<b>Contractual Services</b> description/breakdown	\$
--	----

<b>Supplies</b> description/breakdown	\$
--	----

<b>Equipment-Replacement</b> description/breakdown	\$
---	----

<b>Equipment-Additional</b> description/breakdown	\$
--	----

<b>Land &amp; Structures, Fixed Charges</b> description/breakdown	\$
--	----

<b>Other (Please Specify)</b> description/breakdown	\$
--	----

# **FREDERICK COUNTY COUNCIL**

## **Local Government Fiscal and Policy Note**

### **ADDITIONAL POLICY IMPLICATIONS/CONCERNS**

Please submit BY E-MAIL to: Ragen Cherney, Legislative Director/Chief of Staff  
Frederick County Council • E-Mail: [RCherney@FrederickCountyMD.gov](mailto:RCherney@FrederickCountyMD.gov)