



Prince George's County Municipal Association

An Association of 27 Municipalities



February 5, 2024

The Honorable Guy Guzzone, Chairman

3 West

Miller Senate Office Building

Annapolis, MD 21401

Re: Support for SB747

Dear Chairman Guzzone,

Thank you for the opportunity to submit testimony. The Prince George's County Municipal Association (PGCMA) supports Senate Bill 747 (Local Government-Annual Audit Reporting Requirements- Alterations) with the following concerns and amendments.

- Remove the consequences of police aid being discontinued in Section (E) (1). Providing public safety to residents is of the utmost importance to local government. It is unfair to withhold vital community funding from the governing body and residents trying to work toward compliance with audit requirements.
- Request increased funding support to the Town Manager Circuit Rider Program. This program provides significant support for small municipalities and can help address the core concerns of ensuring there are compliant fully functioning local governments. Instead of focusing solely on punitive measures, the conversation should also focus on capacity building opportunities.
- Develop a mechanism for demonstrating commitment and progress toward compliance. The following amendments strive toward that aim:
 - Add Section (E) (3) Allow a provision for municipalities that have previously been in good standing with the state but experienced an extenuating circumstance/s preventing them from remaining current on filing of annual audits.
 - Add (3) (I) Provide a grace period to allow for a county, municipality, or special taxing district to be extended to 3 years if there is a sign of good faith effort happening.
 - Add (3) (II) Provided the county, municipality, or special taxing district submits documentation to demonstrate efforts are being taken to return to the status of good standing.
 - Add (3) (III) If there are multiple years of audits missing, good faith efforts to return to good standing will require completing at least one (1) complete audit or providing

documentation of audit services in progress by December 31 after the close of its fiscal year.

PGCMA therefore respectfully requests the Committee support the proposed amendments for HB165.

Sincerely,

Melinda Mendoza

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PGCMA President

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