

Department of Legislative Services
Maryland General Assembly
2014 Session

FISCAL AND POLICY NOTE
Revised

Senate Bill 83

(Senators Colburn and Hershey)

Education, Health, and Environmental Affairs

Environmental Matters

Caroline County and Talbot County - Annual Financial Reports - Filing Date

This bill alters the filing date by which Caroline and Talbot counties must submit their annual financial reports to the Department of Legislative Services (DLS) and their annual audits to the State Legislative Auditor from October 31 to December 31.

Fiscal Summary

State Effect: None.

Local Effect: None. Altering the annual financial and audit report deadlines for Caroline and Talbot counties will not affect local finances.

Small Business Effect: None.

Analysis

Current Law: Counties, municipalities, and special taxing districts must file a financial report covering the full period of the previous fiscal year by October 31 to DLS. Counties, municipalities, and special taxing districts with a population greater than 400,000, however, may take until December 31 to file their financial report. The annual financial report for Howard County is due by November 30; whereas, the annual financial report for Calvert, Frederick, Queen Anne's, St. Mary's, and Wicomico counties are due by December 31.

Counties, municipalities, and special taxing districts must also submit an annual audit report covering the full period of the previous fiscal year to the State legislative auditor. Chapter 493 of 2008 tied the due date for the annual audit report to the due date for the annual financial report.

Background: The annual financial report due to DLS is commonly known as the *Uniform Financial Report* (UFR). It has been common practice for DLS to grant an extension of the annual financial report upon receipt of a reasonable request from a county, municipality, or special taxing district. Chapter 246 of 2002 authorized counties, municipalities, and special taxing districts with a population greater than 400,000 to submit the UFR by December 31. Baltimore City and Anne Arundel, Baltimore, Montgomery, and Prince George's counties are the only jurisdictions whose population is greater than 400,000. As of July 1, 2012, Caroline County's population was 32,718 and Talbot County's population was 38,098.

In recent years, the General Assembly has extended the report filing deadlines in six counties. Chapter 226 of 2007 extended the filing deadline for Howard County to submit the UFR until November 30. Chapter 493 of 2008 and Chapter 286 of 2009 extended the deadline until December 31 for Frederick and Wicomico counties, respectively. Chapters 642 and 682 of 2010 extended the deadline until December 31 for Queen Anne's and St. Mary's counties, respectively. Chapter 694 of 2012 extended the deadline until December 31 for Calvert County.

Additional Information

Prior Introductions: None.

Cross File: None.

Information Source(s): Caroline and Talbot counties, Department of Legislative Services

Fiscal Note History: First Reader - January 21, 2014
mm/hlb Revised - Senate Third Reader/Updated Information - March 7, 2014

Analysis by: Trevor S. Owen

Direct Inquiries to:
(410) 946-5510
(301) 970-5510