



THE PRINCE GEORGE'S COUNTY GOVERNMENT
Office of Audits and Investigations

October 3, 2016

MEMORANDUM

TO: Robert J. Williams, Jr.
Council Administrator

William M. Hunt
Deputy Council Administrator

THRU: David H. Van Dyke *DH*
County Auditor

FROM: Inez N. Claggett *INC*
Senior Legislative Auditor

RE: Fiscal Impact Statement
CB-075-2016 County Fund Deposits (DR-2)

Pursuant to your request, we have reviewed CB-75-2016 (DR-2) to estimate its fiscal impact on Prince George's County, Maryland (the County).

CB-75-2016 (DR-2) seeks to require the deposit of at least 50% of County funds, as defined in the proposed Bill, in a county-based, minority, or small banking institution or depository with one or more branch locations within the County.

The proposed Bill provides authority to the Director of Finance (the Director) to select the banking institution or depository, in compliance with the definitions established in the proposed section 10-115 of the Bill. The Director is not relieved from ensuring the security of all County funds on deposit in accordance with Law. The Bill requires the County funds to be in compliance with the proposed requirements by July 1, 2017.

The Director may request, through written explanation, an adjustment to the percentage of funds required to be deposited in compliance with the proposed Bill, at which time, by Resolution the County Council may adjust the percentage requirement with concurrence of the County Executive, and after a public hearing is held.

Enactment of CB-75-2016 may have a fiscal impact on the County dependent upon the banking institution selected, and the agreed upon terms of the deposit. As a result, the impact cannot be readily determined at this time.

If you require additional information, or have questions about this fiscal impact statement, please call me.