

**CITY OF BALTIMORE  
COUNCIL BILL 15-0260R  
(Resolution)**

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Introduced by: Councilmember Costello, President Young, Councilmembers Scott, Middleton,  
Henry, Stokes, Kraft, Holton, Welch, Branch, Reisinger, Mosby, Curran, Clarke  
Introduced and read first time: September 21, 2015  
Assigned to: Taxation, Finance and Economic Development Committee  
Committee Report: Favorable  
Adopted: October 19, 2015

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**A COUNCIL RESOLUTION CONCERNING**

**Investigative Hearing – Reviewing Charter Required Agency Audits**

FOR the purpose of calling on representatives from the Finance Department, Law Department,  
and Department of Audits to appear before the Council to provide a comprehensive update  
about the City’s progress towards meeting the Charter requirement that designated City  
agencies be audited once every 4 years, explain why the current round of audits is behind  
schedule as well as what the potential consequences of this delay may be, and discuss the  
City’s plan for meeting this Charter obligation in a responsible and timely manner.

**Recitals**

In November of 2012 the voters of Baltimore City approved the addition of § 4.5 to Article  
VII of the City Charter, requiring quadrennial financial and performance audits of 13 designated  
principal City agencies. Earlier this year, on January 15, 2015, the Council’s Taxation, Finance  
and Economic Development Committee held a hearing to investigate why none of these required  
audits had yet been completed. At this hearing, the Finance Department stated that the first  
round of audits, encompassing 5 of the 13 agencies – Finance, Public Works, Transportation,  
Police, and Recreation & Parks – would be completed by June 30.

However, despite this timeline, Finance’s “Quadrennial Audits” website indicates that none  
of these 5 audits were completed by the original date committed to by Finance, which was June  
30th. Instead it lists expected completion dates in September 2015 for Finance, Recreation &  
Parks, and Transportation, along with a November completion date for the Police Department  
audit. For the Department of Public Works, it is noted that the audit should have begun in  
August, but no completion estimate is given.

With these delays, Finance has allowed the schedule to be pushed back, increasing the  
likelihood that the City will not meet its Charter requirement of completing all 13 of the required  
audits by January of 2017.

The citizens of Baltimore who voted by a nearly 3 to 1 margin in favor of requiring these  
audits deserve an explanation for this situation. The reason for these delays, and the City’s plan  
to ensure that all 13 audits are completed by the Charter mandated deadline, needs to be  
explained.

**EXPLANATION:** Underlining indicates matter added by amendment.  
~~Strike out~~ indicates matter stricken by amendment.

## Council Bill 15-0260R

1 It is important that the Council, and, through it, the public that it represents, be apprised of  
2 the current status of all 13 required audits. This status update should include discussions about  
3 the scope of the performance audits for the Police Department and Recreation & Parks, as well as  
4 how Finance intends to leverage existing resources within the Comptroller's Office to cut down  
5 on the award time to outside consultants in order to get back onto a workable schedule.

6 The continuing delays in completing these audits also require a frank discussion with the Law  
7 Department about the potential consequences of failing to meet the Charter imposed deadline for  
8 the completion of all 13 audits and how the Charter envisions enforcing this requirement.

9 **NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF BALTIMORE,** That the  
10 Council calls on representatives from the Finance Department, Law Department, and Department  
11 of Audits to appear before it to provide a comprehensive update about the City's progress  
12 towards meeting the Charter requirement that designated City agencies be audited once every 4  
13 years, explain why the current round of audits is behind schedule as well as what the potential  
14 consequences of this delay may be, and discuss the City's plan for meeting this Charter  
15 obligation in a responsible and timely manner.

16 **AND BE IT FURTHER RESOLVED,** That a copy of this Resolution be sent to the Mayor, the  
17 Solicitor, the Director of Finance, the Comptroller, the City Auditor, and the Mayor's Legislative  
18 Liaison to the City Council.