

## ANNE ARUNDEL COUNTY OFFICE OF THE COUNTY AUDITOR

То:	Councilmembers, Anne Arundel County Council
From:	Michelle Bohlayer, County Auditor
Date:	December 15, 2021
Subject:	Auditor Review of Legislation for the December 20, 2021 Council Meeting

Bill 96-21:	Summary of Legislation
Cedarhurst-on-the-Bay Shore Erosion Control District – Approval of Loan and Assignment Agreement (As Amended)	This bill obligates the County to levy a special tax known as the shore erosion control district assessment on the Cedarhurst-on-the-Bay Shore Erosion Control District (SECD) beginning in fiscal year 2022 in an amount sufficient to repay a \$346,000 loan with a six year term from Severn Savings Bank to the Cedarhurst Citizens Associations, Inc.
	We commented on this bill in our letter dated December 1, 2021. At the December 6, 2021 Council meeting, this bill was amended to update the name of the bank to Shore United Bank because Severn Savings Bank was acquired during the refinancing process. The term sheet was updated to reflect the new total and term for the loan, which is \$298,000 and five years, respectively. We have no further comments on this bill.
Bill 97-21:	Summary of Legislation
Bill 97-21: Personnel – Benefits – Annual Leave – Personal Leave Days (As Amended)	<b>Summary of Legislation</b> This bill allows employees who accrue and accumulate annual leave under County Code (Code) § 6-1-302 to carry over and use annual leave accumulated up through pay period year 2021 (December 24, 2020 to December 22, 2021) during the first pay period of pay period year 2022 (December 23, 2021 through, and including, January 5, 2022). In addition, the bill allows employees who accrue and accumulate annual leave under Code § 6-1-302 to carry over 40 days of accumulated leave into pay period year 2022.

Bill 98-21:	Summary of Legislation
Boards, Commissions, and Similar Bodies – Human Relations Commission – Student Member (As Amended)	This bill makes the student member of the Human Relations Commission (Commission) a voting member. This bill also adds the Executive Director of the Arundel Community Development Services, Inc. (ACDS) as a voting member of the Commission.
	We commented on this bill in our letter dated December 1, 2021. At the December 6, 2021 Council meeting, this bill was amended to allow the Executive Director of ACDS to designate a person to act on their behalf for the Commission. We have no further comments on this bill.
Bill 99-21:	Summary of Legislation
Subdivision and Development – Site Development – Exemptions	This bill exempts improvements to an existing nonresidential structure outside the critical or bog protection areas from the site development plan process under certain conditions and repeals an exemption relating to certain grading permits.
	We commented on this bill in our letter dated December 1, 2021. At the December 6, 2021 Council meeting, this bill was held until the December 20, 2021 meeting. We have no further comments on this bill.
Bill 100-21:	Summary of Legislation
Pensions – Reemployment – Reduction of Benefits	This bill limits the exemption from pension benefit reduction for the first 1,500 hours worked for an exempt employee who:
	<ul> <li>retired from the County as a classified employee and is reemployed by the County as an exempt employee under § 802(a)(14) of the County Charter (Charter); or</li> <li>retired from the County as an exempt employee under §§ 6-2-101, 6-2-104, or 6-2-105 of the Code in a position that is not exempt from the provisions of the Fair Labor Standards Act, 29 U.S.C § 207 and is reemployed by the County as an exempt employee under § 802(a)(14) of the Charter.</li> </ul>
	This bill corrects an unintended consequence of the 2020 Charter amendment, via Resolution 17-20, that removed the 1,500 hours from the definition of Code § 802(a)(14) exempt position. The unintended consequence of this change was that it removed the limit on the number of hours that rehired retirees working under non-grant funded contracts would be allowed to work, essentially allowing them to become full- time contractual employees while receiving their full pension benefits. The intent of the Charter amendment was to allow the Department of Recreation and Parks' childcare directors and staff to work more than 1,500 hours per year to meet the needs of the centers but in doing so it modified the reemployment restriction in the Code § 5-1-203(c).

Bill 100-21 (continued)	Review of Fiscal Impact
	According to the Office of Personnel (Personnel), there are currently 107 rehired retirees working for the County. Prior to the Charter amendment taking effect in January 2021, rehired retirees were limited to 1,500 hours of work in a calendar year without an offset to their monthly pension. Except for certain conditions noted in the Code, § 5-1-203(b) requires an offset of \$1.00 for every \$2.00 earned during a period of reemployment. This is to prevent retirees from receiving their full pension benefits while earning a full-time salary from the County. With the 1,500 hour limit removed, retirees rehired under § 802(a)(14) of the Charter could potentially work full-time without an offset to their pension benefits during the period of reemployment, which is counter to sound fiduciary practices for the pension plan. This bill will reinstate the pension offset for those rehired retirees who reach 1,500 hours and will result in cost savings for the County.
	Personnel has not determined a fiscal impact as there has always been a reemployment restriction. Personnel does not expect a change in the workload nor will it require any additional resources due to this legislation.
Bill 101-21:	Summary of Legislation
Approval of Private Disposition of County- Owned Property in Millersville	This bill approves the private disposition of County-owned property, known as a 25.3 acre portion of the 37.1 acre Southgate Old Mill Park located at 8224 Oakwood Road in Millersville, to the Board of Education of Anne Arundel County (BOE). This property was acquired by the County from the BOE for \$10 in 1982 and is being used for the construction of the Old Mill Middle School (MS) South capital project by the BOE.
	Review of Fiscal Impact

Bill 102-21:	Summary of Legislation
Zoning – Requirements for Conditional Uses – Adult Independent Dwelling Units – Setbacks	This bill clarifies that structures in an adult independent dwelling facility be located a certain distance from all lot lines and requires that parking areas for adult independent dwelling units be located a certain distance from residential lot lines.
	Review of Fiscal Impact
	The Office of Planning and Zoning (OPZ) does not expect a change in workload from this bill. This bill has no direct fiscal impact.
Bill 103-21: Zoning – Commercial Districts – Gunsmiths and Ammunition Sales	Summary of Legislation
	This bill allows gunsmiths and ammunition sales facilities as permitted use in C3 zoning districts.
Facilities	Review of Fiscal Impact
	OPZ does not expect a change in workload from this bill. This bill has no direct fiscal impact.
Bill 104-21: Zoning – School Bus Facilities	Summary of Legislation
	This bill adds a definition of school bus facility, allows school bus facilities as a permitted use in C4, W1, W2, and W3 zoning districts; allows school bus facilities as a conditional use in C1, C2, and C3 zoning districts; allows school bus facilities as a conditional use in Small Business Districts; and adds the conditional use requirements for school bus facilities.
	Review of Fiscal Impact
	OPZ does not expect a change in workload from this bill. This bill has no direct fiscal impact.
Resolution 62-21:	Summary of Legislation
Proposing an Amendment to the Charter Regarding the Appointment and Confirmation of the Planning and Zoning Officer	This resolution proposes an amendment to the Charter of Anne Arundel County to add a requirement that the County Council confirm the County Executive's appointment of the Planning and Zoning Officer for submission to the qualified voters of the County at the General Election in November 2022.
	Review of Fiscal Impact
	The resolution does not have a fiscal impact.

Resolution 63-21: Reporting Deadlines of the Charter Revision Commission

## **Summary of Legislation**

This resolution amends certain reporting deadlines required of the Charter Revision Commission.

## **Review of Fiscal Impact**

The resolution does not have a fiscal impact.

Sincerely,

Michelle Bohlayn Michelle Bohlayer

Michelle Bohlayer County Auditor