

August 2003

The County Council and County Executive
of Prince George's County, Maryland

Re: Departure of Kenneth E. Glover, Chief Administrative Officer
for Prince George's County

INTRODUCTION AND SCOPE OF EXAMINATION

Conforming with Article III, Section 313 of the Charter for Prince George's County, Maryland, we have performed a special audit of the accounts of the Office of the County Executive. This audit was initiated due to the departure of Kenneth E. Glover, as the Chief Administrative Officer for Prince George's County, effective December 6, 2002.

Our examination included tests of the accounting records and other auditing procedures, as we considered necessary under the circumstances. Consideration was given to the fact that the records of the Office of the County Executive, Operations of the County were included in the scope of the County's annual financial audit, conducted by KPMG, LLP, independent auditors, for the year ended June 30, 2002, and no discrepancies or irregularities were disclosed. Therefore, we primarily directed our examination to include a review of Mr. Glover's travel advances, expense reimbursements, leave records, and selected expense accounts for the period April 1, 2002 through December 31, 2002.

FINDINGS, COMMENTS, AND RECOMMENDATIONS

Expenditures, Encumbrances and Commitments

A statement of expenditures, encumbrances and commitments compared with appropriations for the Office of the County Executive, Operations of the County, for the period July 1, 2002

through December 31, 2002, is presented in Schedule 1 of this report. At December 31, 2002, total expenditures and encumbrances did not exceed total appropriations for the Office of the County Executive, Operations of the County.

Travel Advances and Expense Reimbursements

We reviewed the travel advance records maintained by the Office of Finance, Accounting Division, for the period October 1, 2000 through December 31, 2002, and determined that Mr. Glover did not have any unsettled travel advances at the time of his departure from the County.

We also reviewed expense reimbursements paid to Mr. Glover for the period July 1, 2001 through December 31, 2002 and found no discrepancies or irregularities.

Leave Records and Final Pay

We verified final pay computations for Mr. Glover based on leave records maintained by the Payroll Section of the Office of Finance and the salary and hourly rate of pay maintained by the Office of Personnel and Labor Relations and found no discrepancies. We determined Mr. Glover's annual and sick leave payouts were computed correctly and found no discrepancies or irregularities.

Fixed Assets

The Fixed Assets Procedures Manual prepared by the Office of Finance requires that the Fixed Assets Section of the Office of Central Services' Contract Administration and Procurement Division, upon the departure of any agency head, take inventory of only those fixed assets for which that agency head has signed an Equipment Custody Receipt (PGC Form #1890) form. It further requires that the unexplained loss of any such fixed assets be reported to the Chief Administrative Officer, who is to take action to recover the costs of the assets. We contacted personnel within the Contract Administration and Procurement Division and personnel within the Office of the County Executive to determine if any

assets issued to Mr. Glover were returned to the County. Based on our review, all assets were properly accounted for and returned.

Financial Disclosure Requirement

Section 2-294(c)(1) of the Prince George's County Code requires certain officials, employees, and candidates for office (among them the Chief Administrative Officer) to file financial disclosure statements. Council Bill 125-1984, effective February 4, 1985, modified Section 2-294(c)(1) of the County Code, by adding the following requirement:

“Any official or employee who is required to file a statement and who leaves office or employment for any reason, other than the official’s or employee’s death, shall file, within sixty (60) days of leaving office or employment, the statement required by this Section, for the calendar year immediately preceding, unless a statement has previously been filed for that year, and any portion of the current calendar year during which that official or employee held office of employment.”

Mr. Glover filed the proper financial disclosure statement with the Prince George's County Board of Ethics for the period January 1, 2002 through December 6, 2002 on December 6, 2002, as required.

David H. Van Dyke, C.P.A.
County Auditor

Mackenzie Lewis
Auditor-In-Charge

OFFICE OF THE COUNTY EXECUTIVE
OPERATIONS OF THE COUNTY
STATEMENT OF EXPENDITURES, ENCUMBRANCES AND COMMITMENTS
COMPARED WITH APPROPRIATIONS FOR THE PERIOD
JULY 1, 2002 THROUGH DECEMBER 31, 2002

	Other Current	Operating	Fringe			
	Compensation	Expenses	Benefits	Recoveries	Total	
Appropriations						
Current Year	\$ 3,207,400	\$ 739,800	\$ 544,900	\$ (90,100)	\$ 4,402,000	
Prior Year Encumbrances						
Outstanding	- 127,234		-		127,234	
Total Appropriations	\$ 3,207,400	\$ 867,034	\$ 544,900	\$ (90,100)	\$ 4,529,234	
 Expenditures and Encumbrances						
Current Year:						
Salaries - Professional	\$ 1,346,305	\$ -	\$ -	\$ -	\$ 1,346,305	
Clerical	64,582	-	-	-	64,582	
Other	1,420	-	-	-	1,420	
Fringe Benefits	-	- 236,673			236,673	
Telephone	-	29,243	-	-	29,243	
Duplication&Reproduction	-	7,095	-	-	7,095	
Books, Period.&Ref. Material	-	2,545	-	-	2,545	
Office Automation	-	(1,851)	-	-	(1,851)	
Training Cost	-	3,704	-	-	3,704	
Travel	-	15,121	-	-	15,121	
Memberships	-	4,935	-	-	4,935	
Local Transportation	-	3,907	-	-	3,907	
Gen.&Admin. Contracts	-	14,207	-	-	14,207	
Office&Operating Supplies	-	23,923	-	-	23,923	
Equip. Repair&Maintennance	-	6,084	-	-	6,084	
Gasoline&Oil	-	1,490	-	-	1,490	
Miscellaneous	-	20,131	-	-	20,131	
Sub-total	\$ 1,412,307	\$ 130,534	\$ 236,673		\$ 1,779,514	
Prior Year:						
Operating Expenses	\$ -	\$ 154,722	\$ -	\$ -	\$ 154,722	
Sub-total	\$ -	\$ 154,722	\$ -	\$ -	\$ 154,722	
Total Expenditures and Encumbrances	\$ 1,412,307	\$ 285,256	\$ 236,673	\$ -	\$ 1,934,236	
Unencumbered Balance December 31, 2002	\$ 1,795,093	\$ 581,778	\$ 308,227	\$ (90,100)	\$ 2,594,998	

