

MONTGOMERY COUNTY MARYLAND

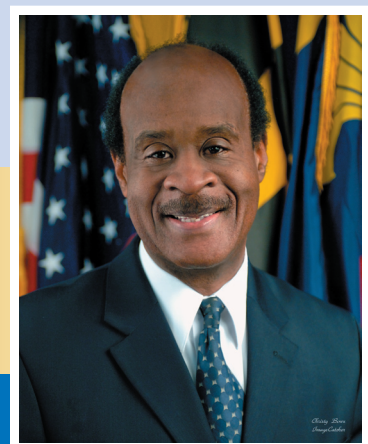
Report on Expenditures Of Federal Awards



Prepared by the
DEPARTMENT OF FINANCE

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Fiscal Year 2016
July 1, 2015 - June 30, 2016



Isiah Leggett
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Mission Statement

MONTGOMERY COUNTY GOVERNMENT

WE pursue the common good by working for and with Montgomery County's diverse community members to provide:

- A Responsive and Accountable County Government
- Affordable Housing in an Inclusive Community
- An Effective and Efficient Transportation Network
- Children Prepared to Live and Learn
- Healthy and Sustainable Communities
- Safe Streets and Secure Neighborhoods
- A Strong and Vibrant Economy
- Vital Living for All of Our Residents

AS dedicated public servants, the employees of the Montgomery County government strive to embody in our work these essential values:

- Collaboration
- Inclusiveness
- Knowledge
- Competence
- Innovation
- Respect for the Individual
- Fiscal Prudence
- Integrity
- Transparency

**MONTGOMERY COUNTY, MARYLAND
TABLE OF CONTENTS
YEAR ENDED JUNE 30, 2016**

INDEPENDENT AUDITORS' REPORTS

INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH <i>GOVERNMENT AUDITING STANDARDS</i>	3
INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH REQUIREMENTS FOR EACH MAJOR FEDERAL PROGRAM, REPORT ON INTERNAL CONTROL OVER COMPLIANCE, AND ON THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS REQUIRED BY THE UNIFORM GUIDANCE	5
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS	8
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS	13
SCHEDULE OF FINDINGS AND QUESTIONED COSTS	14
SCHEDULE OF PRIOR YEAR FINDINGS	16



**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON
AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE
WITH GOVERNMENT AUDITING STANDARDS**

The Honorable County Council
of Montgomery County, Maryland
Rockville, Maryland

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Montgomery County, Maryland (the County), as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated December 9, 2016. The County's financial statements include the financial statements of the Montgomery County Public Schools, Montgomery County Community College, Housing Opportunities Commission of Montgomery County, Montgomery County Revenue Authority and the Bethesda Urban Partnership, Inc. as described in our report on the County's financial statements. Our audit described below did not include operations of these entities because these entities engaged for their own separate audit in accordance with *Government Audit Standards* and Bethesda Urban Partnership was not audited in accordance with *Government Audit Standards*.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the County's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control. Accordingly, we do not express an opinion on the effectiveness of the County's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

The Honorable County Council
of Montgomery County, Maryland

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the result of that testing, and not to provide an opinion on the effectiveness of the County's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



CliftonLarsonAllen LLP

Baltimore, Maryland
December 9, 2016

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH REQUIREMENTS
FOR EACH MAJOR FEDERAL PROGRAM, REPORT ON INTERNAL CONTROL
OVER COMPLIANCE, AND ON THE SCHEDULE OF EXPENDITURES
OF FEDERAL AWARDS REQUIRED BY THE UNIFORM GUIDANCE**

The Honorable County Council
of Montgomery County, Maryland
Rockville, Maryland

Report on Compliance for Each Major Federal Program

We have audited Montgomery County, Maryland's (the County) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the County's major federal programs for the year ended June 30, 2016. The County's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

The County's financial statements include the operations of the Montgomery County Public Schools, Montgomery Community College, Montgomery County Revenue Authority, Housing Opportunities Commission of Montgomery County and the Bethesda Urban Partnership for the year ended June 30, 2016, component units which may have received federal awards, and which are not included in the schedule of expenditures of federal awards for the year ended June 30, 2016. Our audit described below did not include the operations of these entities. We were separately engaged to perform and have separately reported on the results of our audits of the Montgomery County Public Schools, Housing Opportunities Commission of Montgomery County and Montgomery Community College, in accordance with Uniform Guidance, if required.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of the County's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Board's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the County's compliance.

Opinion on Each Major Federal Program

In our opinion, the County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2016.

Report on Internal Control Over Compliance

Management of the County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the County's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the result of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the County, as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise the County's basic financial statements. We issued our report thereon dated December 9, 2016, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The County's financial statements include the operations of the Montgomery County Public Schools, Montgomery Community College, Montgomery County Revenue Authority, Housing Opportunities Commission of Montgomery County and the

The Honorable County Council
of Montgomery County, Maryland

Bethesda Urban Partnership for the year ended June 30, 2016. The federal expenditures, where applicable, for the Montgomery County Public Schools, Montgomery Community College, Housing Opportunities Commission of Montgomery County, Montgomery County Revenue Authority and Bethesda Urban Partnership are not included in the schedule of expenditures of federal awards. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated, in all material respects, in relation to the basic financial statements as a whole.



CliftonLarsonAllen LLP

Baltimore, Maryland

March 3, 2017, except for the schedule of expenditures
of federal awards which is dated December 9, 2016

MONTGOMERY COUNTY, MARYLAND
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2016

Federal Grantor, Pass Through Grantor, Program or Cluster Title	Federal CFDA Number	Pass Through Entity Identifying Number	Federal Expenditures	Sub-Recipient Expenditures
U. S. Department of Agriculture				
Direct Programs:				
Forest Health Protection	10.680		\$ 9,938	
Subtotal Direct Programs			<u>9,938</u>	
Pass Through Programs From:				
Maryland State Department of Human Resources				
Programs of the SNAP Cluster:				
State Administrative Matching Grant for Food Stamps	10.561	Md. House Bill 669	6,532,131	
Subtotal SNAP Cluster			<u>6,532,131</u>	
Total U.S. Department of Agriculture			<u>6,542,069</u>	
U.S. Department of Defense - Office of Economic Adjustment				
Direct Programs:				
Maryland Crossing Route 355	12.600		244,696	
Base Realignment and Closure (BRAC)	12.607		114,124	
Base Realignment and Closure (BRAC)	12.607		<u>32,180</u>	
Total U. S. Department of Defense			<u>391,000</u>	
U. S. Department of Housing and Urban Development				
Direct Programs:				
Programs of the CDBG - Entitlement Grants Cluster:				
Community Development Block Grant (CDBG)	14.218		3,620,732	222,187
Subtotal CDBG - Entitlement Grants Cluster			<u>3,620,732</u>	
Continuum of Care Homeless Assistance Competition	14.267		33,565	
Emergency Solutions Grant Program	14.231		342,876	
Home Investment Partnerships Program	14.239		225,976	
Balance of Outstanding Loans as of 06/30/2016	14.239		34,897,584	
Subtotal Direct Programs			<u>39,120,733</u>	
Pass Through Programs From:				
Maryland State Department of Health and Mental Hygiene				
Housing for People with AIDS (HOPWA)	14.241	AD658HOP	701,374	
Subtotal Pass Through Programs			<u>701,374</u>	
Total U. S. Department of Housing and Urban Development			<u>39,822,106</u>	
U. S. Department of Justice				
Direct Programs:				
SCAAP - States Alien Assistance Program G.F.	16.606		516,933	
COPS Universal Hiring Program	16.710		78,473	
DNA Backlog Reduction	16.741		95,761	
FY13 BJA Grant	16.738		47,854	
FY13 POL 2012 JAG MVS	16.738		153,967	
FY15 TASER	16.738		133,943	
Second Chance Act Reentry Initiative	16.812		135,654	
Subtotal Direct Programs			<u>1,162,586</u>	
Pass Through Programs From:				
Governor's Office of Crime Control and Prevention				
Victim Assistance Services (VOCA)	16.575	VOCA-2015-1616	138,361	
Victim Assistance Services (VOCA)	16.575	VOCA-2014-1516	29,322	
Multicultural Intervention for Victims of Child Abuse	16.575	VOCA-2015-1653	183,904	
Multicultural Intervention for Victims of Child Abuse	16.575	VOCA-2014-1553	90,547	
S.T.O.P. Violence Against Women Act	16.588	VAWA-2015-1312	60,000	
Protective Order Enforcement	16.588	VAWA-2014-1019	2,922	
Protective Order Enforcement	16.588	VAWA-2015-1119	43,000	
Lethality Assessment Advocate	16.588	VAWA-2014-1911	8,783	
Lethality Assessment Advocate	16.588	VAWA-2015-1011	17,489	

MONTGOMERY COUNTY, MARYLAND
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2016

Federal Grantor, Pass Through Grantor, Program or Cluster Title	Federal CFDA Number	Pass Through Entity Identifying Number	Federal Expenditures	Sub-Recipient Expenditures
U. S. Department of Justice (continue)				
Pass Through Programs From: (continue)				
U.S. Marshall's Office				
FY15 US MARSHALS	16.111	JLEOTFS6	\$ 9,722	
FY16 US MARSHALS	16.111	JLEO-160128	19,898	
Governor's Office of Crime Control and Prevention (GOCCP)				
Heroin Overdose Prevention & Education	16.738	BJAG-2014-0003	30,909	
Homicide /Forensic Investigation Training- LETS	16.738	BJAG-2012-0088	1,984	
Cross Border Initiative	16.738	BJAG-2012-0036	15,123	
Technology Improvement	16.738	BJAG-2012-0077	30,000	
Medication Assisted Treatment/Reentry	16.738	BJAG-2012-0073	8,999	
Domestic Violence Training-LETS	16.738	BJNT-2012-0015	1,001	
LETS Training VAWA	16.738	none	517	
Cross Border	16.738	none	429	
Crime Laboratory Enhancements	16.742	CFSI-2014-0001	3,512	
Subtotal Pass Through Programs			692,910	
Total U. S. Department of Justice			1,859,007	
U. S. Department of Labor				
Direct Programs:				
Women's Bureau Paid Leave Analysis	17.261		29,914	
Subtotal Direct Programs			29,914	
Pass Through Programs From:				
State Department of Labor, Licensing and Regulation				
Programs of the Workforce Investment Act (WIA) Cluster:				
WIA - Adult Program	17.258	P00P64MG037-A, P00P64MG007-A, P00P5400552-A	1,595,100	1,577,635
WIA - Youth Programs	17.259	P00P64MG007-B, P00P5400015-B	949,857	610,878
WIA - Dislocated Workers	17.278	P00P5400552-C, P00P64MG007-C, P00P64MG037-C	1,333,134	1,031,786
Subtotal Workforce Investment Act (WIA) Cluster			3,878,091	
Total U. S. Department of Labor			3,908,005	
U. S. Department of Transportation				
Direct Programs:				
Enhanced Mobility of Seniors and Individuals with Disabilities	20.513		526	
Subtotal Direct Programs			526	
Pass Through Programs From:				
Maryland Transit Administration				
Programs of the Federal Transit Cluster:				
Ride-On Buses	20.500	MO095307C2015, MO095307CC2014	11,200,000	
RideSharing/Commuter Assistance Grant	20.507	MD-95-CM16	365,827	
Subtotal Federal Transit Cluster			11,565,827	
National Highway Traffic Safety Administration				
State and Community Highway Safety	20.600	none	536,237	
Alcohol Open Container Requirements	20.607	LE-15-037	1,626	
Maryland Highway Safety Office	20.608	GN15-070	4,663	
Total U. S. Department of Transportation			12,108,880	

MONTGOMERY COUNTY, MARYLAND
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2016

Federal Grantor, Pass Through Grantor, Program or Cluster Title	Federal CFDA Number	Pass Through Entity Identifying Number	Federal Expenditures	Sub-Recipient Expenditures
U. S. Department of Education				
Pass Through Programs From:				
Maryland State Department of Education				
Programs of the Special Education (IDEA) Cluster:				
Infants and Families with Disabilities		154239-02	\$ 438,487	16,165
Infants and Families with Disabilities	84.027A	SG164730	336,745	202,946
Infants and Families with Disabilities	84.173A	SG164728	<u>289,098</u>	
Subtotal Special Education (IDEA) Cluster			1,064,330	
TRANSCEN, Inc.	84.126	SG155508	68,266	68,266
Infants and Families with Disabilities	84.181	154229-01	400,515	66,156
Infants and Families with Disabilities	84.181A	SG164726	828,224	175,720
Maryland Family Network				
Race to the Top - Early Learning Challenge Grant	84.412A	S1412A120016	<u>16,875</u>	
Total U. S. Department of Education			<u>2,378,210</u>	
Institute of Museum and Library Services				
Pass Through Programs From:				
Maryland State Department of Education				
Library Services and Technology Act	45.310	155464-01	10,768	
Library Services and Technology Act	45.310	165543-01	<u>18,640</u>	
Total Institute of Museum and Library Services			<u>29,408</u>	
U. S. Department of Health and Human Services				
Direct Programs:				
Head Start	93.600		4,667,820	3,530,291
Targeted Health Funding - Maternal and Child Health	93.994		<u>586,793</u>	
Subtotal Direct Programs			<u>5,254,613</u>	
Pass Through Programs From:				
Maryland Department of Aging				
Programs of the Aging Cluster:				
Title III, Part B - Supportive Services and Senior Centers	93.044	AAA-3-24-014	680,668	
Title III, Part C - Nutrition Services	93.045	AAA-3-24-015	1,576,150	
Nutrition Service Incentive Program	93.053	ST-2505-015	65,284	
Nutrition Service Incentive Program	93.053	ST-6505-014	<u>113,575</u>	
Subtotal Aging Cluster			<u>2,435,677</u>	
Special Programs for the Aging - Ombudsman Services	93.042	AAA-3-24-014	56,941	
Title III, Part D - Supportive Services and Senior Centers	93.043	AAA-3-24-014	30,594	
Senior Medicare Patrol Older-OAA-HCFAC	93.048	GY 15-16-SMP OAA-HCFAC	15,155	
National Family Care Giver Support	93.052	AAA-3-24-014	214,041	
Medicare Enrollment Assistance	93.071	none	8,433	
State Health Insurance Assistance Program	93.324	none	65,727	
Medicare Improvement for Patients & providers	93.779	MIPPA ST-2517-014	4,848	
Maryland State Department of Human Resources				
Programs of the Temporary Assistance for Needy Families (TANF) Cluster:				
Temporary Assistance for Needy Families	93.558	Md. State HB 669	<u>4,383,276</u>	
Subtotal Temporary Assistance for Needy Families (TANF) Cluster			<u>4,383,276</u>	
Programs of the Child Care and Development Fund (CCDF) Cluster:				
Maryland Family Network				
Professional Development and Capacity Building	93.575	G1501MDCCDF	135,467	
Infant and Toddler	93.575	G1501MDCCDF	<u>64,225</u>	
Maryland State Department of Education				
Early Childhood Mental Health Consultation For Children Birth to Five	93.575	164242	147,357	
Maryland State Department of Human Resources				
Child Care Mandatory and Matching Funds of the CCDF	93.575	Md. State HB 669	233,273	
Child Care and Development Fund (CCDF)	93.596	Md. State HB 669	<u>469</u>	
Subtotal Child Care and Development Fund (CCDF) Cluster			<u>580,791</u>	

MONTGOMERY COUNTY, MARYLAND
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2016

Federal Grantor, Pass Through Grantor, Program or Cluster Title	Federal CFDA Number	Pass Through Entity Identifying Number	Federal Expenditures	Sub-Recipient Expenditures
U. S. Department of Health and Human Services (continued)				
Maryland State Department of Human Resources				
Programs of the Medicaid Cluster:				
Nursing Home Reimbursement	93.777	none	\$ 588,135	
Employee Group Waiver Plan - Affordable Care Act	93.777	none	1,203,952	
Title XIX - Certification	93.778	Md. State HB 669	6,444,630	
Title XIX - Health Related Services	93.778	Md. State HB 669	402,096	
Federal Financial Participation - Title XIX	93.778	none	1,983,768	
Federal Financial Participation - Title XIX	93.778	none	5,423,374	
Federal Financial Participation - Title XIX	93.778	none	3,822,041	
Maryland State Department of Health and Mental Hygiene				
Administrative Care Coordination	93.778	MA020EPS	410,547	
Pregnant Women with dependent Children (PWC) Eligibility	93.778	MA286ACM	554,694	
Medical Assistance - Medicaid Transport	93.778	MA366GTS	1,729,073	
Medical Assistance Program	93.778	none	3,005,973	348,195
Maryland Access Point	93.778	6904	22,639	
Subtotal Medicaid Cluster			<u>25,590,922</u>	
Maryland State Department of Human Resources				
Title IV-E Guardianship	93.090	Md. State HB 669	2,221	
Title IV-D - Child Support	93.563	Md. State HB 669	503,935	
Child Support Enforcement	93.563	CSEA/CRA-16-043	494,246	
Child Support Enforcement	93.563	CSEA/CRA/15-043	182,730	
Low Income Home Energy Assistance	93.568	Md. State HB 669	952,573	
Title IV-B PSSF Caseworker Visits	93.556	Md. State HB 669	59,387	
Foster Care Title IV-E Administration	93.658	Md. State HB 669	2,890,963	
Title IV-E - Adoption	93.659	Md. State HB 669	46,895	
Child Abuse and Neglect	93.669	Md. State HB 669	2,341	
Children Insurance Program (CHIP)	93.767	Md. State HB 669	347,722	
Maryland State Department of Housing and Community Development				
Community Services Block Grant	93.569	DCA/OCA-10-03-013	372,768	
Community Services Block Grant	93.569	none	84,538	
Georgetown University				
Programs of the Research and Development Cluster:				
Microbiology Infectious Disease Research - HIV Positive Women	93.855	410629-GR4109542-MCH	122,486	
Microbiology Infectious Disease Research - HIV Positive Women	93.855	2-U01-AI034994-21	1,734	
Subtotal Research and Development Cluster			<u>124,220</u>	
Prince George's County				
HIV Emergency Relief FY16	93.914	none	1,388,309	
HIV Emergency Relief FY17	93.914	none	572,224	
Public Health Emergency Preparedness	93.069	CH822PHP	16,049	
Public Health Emergency Preparedness	93.074	PR064PHP	66,620	
Tuberculosis Control	93.116	CH015TBF	389,114	
PATH - Transition from Homelessness	93.150	MH170OTH	110,804	
Immunization Cooperative Agreements	93.268	CH354IMM	325,700	
Maryland Health Benefit Exchange Connector Program	93.525	03-001-FY2016	4,337,223	
CDC Breast & Cervical Cancer Early Detection Programs	93.752	FH438CBC	545,629	
Addressing Chronic Diseases in Health Systems	93.757	FHE75ACD	94,719	
Medical Assistance - Admin Care Coordination	93.767	MA020EPS	73,126	
State Children Insurance Program	93.767	MA286ACM	627,655	
HIV Care Formula	93.917	AD486RWS	10,270	
HIV Prevention Activities Health Department Based	93.940	AD348PRV	567,018	
HIV Prevention Activities Health Department Based	93.940	AD695LTC	111,553	
HIV Prevention Activities Health Department Based	93.940	CH632STD	72,660	
Community Mental Health Services	93.958	MH234OTH	459,454	
Overdose Misuse Prevention	99.959	AS3060MP	110,040	
Prevention and Treatment of Substance Abuse	93.959	MU525ADP	365,846	
Prevention and Treatment of Substance Abuse	93.959	AS241FED	1,179,118	
Integration of Sexual Health & Recovery	93.959	AD680INT	129,329	
Children with Special Needs - FY14	93.994	CH501CSN	74,937	
Subtotal Pass Through Programs			<u>51,078,341</u>	
Total U. S. Department of Health and Human Services			<u>56,332,954</u>	

MONTGOMERY COUNTY, MARYLAND
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2016

Federal Grantor, Pass Through Grantor, Program or Cluster Title	Federal CFDA Number	Pass Through Entity Identifying Number	Federal Expenditures	Sub-Recipient Expenditures
Corporation for National and Community Service				
Direct Programs:				
Retired and Senior Volunteer Program	94.002		\$ 50,410	
Retired and Senior Volunteer Program	94.002		15,452	
Pass Through Programs From:				
Governor's Office on Service and Volunteerism				
Maryland Volunteer Generation Fund	94.021	14VGHMD001	17,839	
Maryland Volunteer Generation Fund	94.021	14VG163275	3,849	
Total Corporation for National and Community Service			87,550	
U. S. Department of Homeland Security				
Direct Programs:				
National Urban Search and Rescue Response System	97.025			781,866
National Urban Search and Rescue Response System	97.025			674,335
Urban Search and Rescue Program	97.025			271,725
Assistant to Fire Fighters Grant	97.044			59,315
Assistant to Fire Fighters Grant	97.044			48,510
Subtotal Direct Programs				<u>1,835,750</u>
Pass Through Programs From:				
District of Columbia -				
Homeland Security and Emergency Management Agency				
FY 14 Corrections Evaluation Planning	97.067	14UASI535-14		134,783
FY 13 UASI RADIO CACHE MAINT	97.067	13UASI535-08		5,628
FY 14 UASI RADIO CACHE MAINT	97.067	14UASI535-08		186,419
FY 15 UASI RADIO CACHE MAINT	97.067	15USAI535-08		6,055
FY 14 On-Target Basic and Advanced Canine Detection Training	97.067	14UASI535-06		113,700
FY 14 Planning, Training & Exercises- Montgomery County (MD 5%)	97.067	14UASI535-10		142,532
FY 15 Planning, Training & Exercises- Montgomery County (MD 5%)	97.067	15USAI535-10		21,854
FY 14 Training Equipment (MDERS)	97.067	14USAI535-18		29,561
FY 14 UASI LinX Maintenance	97.067	14UASI535-07		1,020,978
FY 15 Regional Planning	97.067	15UASI535-04		121,882
FY 15 Exercise and Training Officer	97.067	15UASI535-01		134,621
FY 14 NIMS Compliance Officer	97.067	14UASI535-02		111,387
FY 14 Tactical Emergency Casualty Care (TECC)	97.067	14UASI535-16		503,131
FY 14 Volunteer & Citizen Corps Program - MC	97.067	14UASI535-03		219,246
FY 14 Night Vision Tactical Operating Training	97.067	14UASI535-05		60,848
FY 13 Water Operations Equipment	97.067	13UASI535-10		8,415
FY 14 UASI Regional Planning Grant	97.067	14UASI535-04		198,979
FY 14 Volunteer & Citizen Corps Program - MC	97.067	14-GA8852-03		176,627
FY 14 Mobile Command Vehicle MD 5%	97.067	14UASI535-17		670,000
FY 15 NIMS Compliance Officer	97.067	15USAI535-02		25,967
FY 15 Volunteer & Citizen Corps Program - MC	97.067	15UASI535-03		32,951
FY 15 UASI LinX Maintenance	97.067	15USAI535-07		39,155
FY 15 Joint Command Vehicle for Law Enforcement	97.067	15UASI535-09		12,104
FY 15 Response Enhancement for Fire Rescue (MD 5%)	97.067	15UASI535-14		66,660
FY 15 K9 Thermal Imaging (MD 5%)	97.067	15UASI535-17		91,992
FY 14 Patient Tracking- Montgomery County (Maintenance)	97.067	14UASI535-09		458,721
FY 14 Medical Cache Sustainment	97.067	none		144,914
FY 14 Mobile Nuclear Radiation Detection Enhancement MD 5%	97.067	none		59,329
Maryland Emergency Management Agency				
State Homeland Security Grant Program	97.067	EMW-2015-SS-00077		23,957
			<u>4,822,397</u>	
Maryland Emergency Management Agency				
Emergency Management Preparedness	97.042	EMW-2014-EP-00011-S01		11,570
Emergency Management Performance	97.042	EMW-2015-EP-00008-S01		258,652
Emergency Management Performance	97.042	none		33,220
Subtotal Pass Through Programs				<u>9,948,236</u>
Total U.S. Department of Homeland Security			6,961,590	
TOTAL EXPENDITURES OF FEDERAL AWARDS			\$ 130,420,780	

MONTGOMERY COUNTY, MARYLAND
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
JUNE 30, 2016

NOTE 1 BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards (the Schedule) includes the federal grant activity of the primary government of Montgomery County, Maryland (the County), and is presented on the same basis of accounting as the financial statements. Federal awards of component units of the County reporting entity are not included in this Schedule.

The information in this Schedule is also presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Therefore, some amounts presented in this Schedule may differ from amounts presented in, or used in, the preparation of the basic financial statements.

Expenditures of federal award grant funds are made for the purposes specified by the grantor, and are subject to certain restrictions. Expenditures are also subject to audit by the relevant federal agency. In the opinion of management, disallowed costs, if any, from such audits will not have a material effect on this Schedule or the financial position of the County.

NOTE 2 LOAN PROGRAMS WITH CONTINUING COMPLIANCE REQUIREMENTS

The County participates in the Home Investment Partnership Act federal loan program. The balance of loans from previous years and current year loan activity, as required under the Uniform Guidance, are presented in the Schedule of Expenditures of Federal Awards.

NOTE 3 MARYLAND STATE DEPARTMENT OF EDUCATION (MSDE)

MSDE awarded grants from three different federal agencies. The total federal expenditures passed-through MSDE for FY 2016 was \$2,554,975. The expenditures are presented in the Schedule under the Department of Education, (CFDA numbers 84.027, 84.173, 84.126, 84.181, 84.412), the Institute of Museum and Library Services, (CFDA number 45.310) and the Department of Health and Human Services (CFDA number 93.575).

NOTE 4 INDIRECT COST

The County did not elect to use the 10% de minimis cost rate for indirect costs.

**MONTGOMERY COUNTY, MARYLAND
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2016**

PART I – SUMMARY OF AUDITORS’ RESULTS

Financial Statement Section

Type of auditors’ report issued: Unmodified

	<u>Yes</u>	<u>No</u>
Internal control over financial reporting:		
Material weakness(es) identified?		X
Significant deficiency(ies) identified not considered to be material weaknesses?		X
Noncompliance material to financial statements noted?		X

Federal Awards Section

	<u>Yes</u>	<u>No</u>
Material weakness(es) identified?		X
Significant deficiency(ies) identified not considered to be material weaknesses?		X

Type of auditors’ report on compliance for major programs: Unmodified

	<u>Yes</u>	<u>No</u>
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 510 (a)?		X

Identification of major programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
20.500/20.507	Federal Transit Cluster
93.600	Head Start
93.568	Low-Income Home Energy Assistance Program
93.777, 93.778	Medical Assistance Program
93.959	Prevention and Treatment of Substance Abuse
97.067/97.004	Homeland Security Cluster

Dollar threshold used to determine Type A programs: \$3,000,000

	<u>Yes</u>	<u>No</u>
Auditee qualified as low-risk auditee?		X

**MONTGOMERY COUNTY, MARYLAND
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2016**

PART II – FINANCIAL STATEMENT FINDINGS SECTION

None noted

PART III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS SECTION

None noted

**MONTGOMERY COUNTY, MARYLAND
SCHEDULE OF PRIOR YEAR FINDINGS
JUNE 30, 2016**

Reference Number: 2015-001
Federal Agency: U.S. Department of Health and Human Services
Pass-through Agency: State of Maryland - Office of Home and Energy Programs (OHEP)
Federal Program: Low Income Home Energy Assistance (LIHEAP)
CFDA Number: 93.568
Compliance Requirement: Eligibility
Type of Finding: Control and Compliance

Condition/Context:
18 out of 40 LIHEAP applications tested were not processed within the required 45-day time frame as required by OHEP.

Current Year Status: Resolved