

MONTGOMERY COUNTY MARYLAND

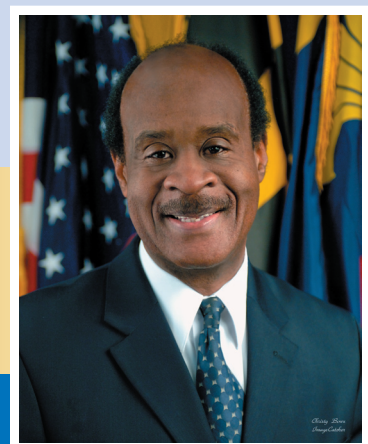
Report on Expenditures Of Federal Awards



Prepared by the
DEPARTMENT OF FINANCE

Alexandre A. Espinosa, Director
101 Monroe Street
Rockville, Maryland 20850
240-777-8860

Fiscal Year 2018
July 1, 2017 - June 30, 2018



Isiah Leggett
ISIAH LEGGETT

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, 2018**

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>	1
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	3
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS	6
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS	15
SCHEDULE OF FINDINGS AND QUESTIONED COSTS	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, 2018, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated November 30, 2018. 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 and Montgomery County Revenue Authority were 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 County'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
November 30, 2018



**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR
FEDERAL PROGRAM, REPORT ON INTERNAL CONTROL OVER COMPLIANCE, AND
REPORT 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, 2018. 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 County Community College, Montgomery County Revenue Authority, Housing Opportunities Commission of Montgomery County and the Bethesda Urban Partnership for the year ended June 30, 2018, 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, 2018. 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 County Community College, in accordance with Uniform Guidance, if required. Other auditors were engaged to perform audits of Montgomery County Revenue Authority and Bethesda Urban Partnership, if required, in accordance with Uniform Guidance.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards 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 County'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, 2018.

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 results 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, 2018, and the related notes to the financial statements, which collectively comprise the County's basic financial statements. We issued our report thereon dated November 30, 2018, 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

The Honorable County Council
of Montgomery County, Maryland

operations of the Montgomery County Public Schools, Montgomery County Community College, Montgomery County Revenue Authority, Housing Opportunities Commission of Montgomery County and the Bethesda Urban Partnership for the year ended June 30, 2018. The federal expenditures, where applicable, for the Montgomery County Public Schools, Montgomery County 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

CliftonLarsonAllen LLP

Baltimore, Maryland
March 7, 2019

MONTGOMERY COUNTY, MARYLAND
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2018

Grant Title	Federal CFDA Number	Pass-through Agency	Federal/State Grant Number	Federal Expenditures	Total Expenditures Per Federal CFDA Number	Passed Through to Subrecipients
Department of Agriculture:						
SNAP Cluster - State Administrative Matching Grant for Food Stamps	10.561	Maryland Department of Human Resources	MD. State HB 669	\$ 7,404,378	\$ 7,404,378	\$ -
Total SNAP Cluster					<u>7,404,378</u>	<u>-</u>
Total Department of Agriculture					<u>7,404,378</u>	<u>-</u>
Department of Commerce - National Institute of Standards and Technology (NIST):						
Arrangements for Interdisciplinary Research Infrastructure	11.619	Direct		27,456	<u>27,456</u>	<u>-</u>
Total Department of Commerce					<u>27,456</u>	<u>-</u>
Department of Defense - Office of Economic Adjustment:						
Maryland Crossing Route 355	12.600	Direct		32,922,431		
Maryland Crossing Route 355	12.600	Maryland State Highway Administration	None	<u>4,559,346</u>	<u>37,481,777</u>	<u>-</u>
Base Realignment and Closure (BRAC)	12.607	Direct		173,026	<u>173,026</u>	<u>-</u>
Total Department of Defense					<u>37,654,803</u>	<u>-</u>
Department of Housing and Urban Development:						
CDBG Entitlement Grants Cluster - Community Development Block Grant (CDBG)	14.218	Direct		4,438,980	<u>4,438,980</u>	<u>157,701</u>
Total CDBG Entitlement Grants Cluster					<u>4,438,980</u>	<u>157,701</u>
Emergency Solutions Grant Program	14.231	Direct		329,988	<u>329,988</u>	<u>-</u>
HOME Investment Partnership Program	14.239	Direct		3,234,295		
Balance of Outstanding Loans as of 6/30/2017	14.239	Direct		36,742,575		
HOME Investment Partnership Program	14.239	Direct		<u>381,673</u>	<u>40,358,543</u>	<u>-</u>
Housing for People With AIDS (HOPWA)	14.241	Maryland Department of Health	AD658HOP	903,303	903,303	-
Continuum of Care Homeless Assistance Competition	14.267	Direct		38,155	<u>38,155</u>	<u>-</u>
Total Department of Housing and Urban Development					<u>46,068,969</u>	<u>157,701</u>

See accompanying Notes to Schedule of Expenditures of Federal Awards.

MONTGOMERY COUNTY, MARYLAND
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
YEAR ENDED JUNE 30, 2018

Grant Title	Federal CFDA Number	Pass-through Agency	Federal/State Grant Number	Federal Expenditures	Total Expenditures Per Federal CFDA Number	Passed Through to Subrecipients
Department of Justice:						
FY17 US Marshalls	16.111	Marshall's Office	JLEO-16-0128	\$ 11,496	\$ -	\$ -
FY18 US Marshalls	16.111	Marshall's Office	JLEO-18-0128	<u>25,701</u>	<u>37,197</u>	<u>-</u>
Victim Assistance Services (VOCA)	16.575	Governor's Office of Crime Control and Prevention	VOCA-2015-0010	359,607		
Victim Assistance Services (VOCA)	16.575	Governor's Office of Crime Control and Prevention	VOCA-2015-1616	8,336		
Victim Assistance Services (VOCA)	16.575	Governor's Office of Crime Control and Prevention	VOCA-2016-0059	141,707		
Multicultural Intervention for Victims of Child Abuse	16.575	Governor's Office of Crime Control and Prevention	VOCA-2016-0014	<u>294,310</u>	<u>803,960</u>	<u>-</u>
S.T.O.P. Violence Against Women Act	16.588	Governor's Office of Crime Control and Prevention	2017-WF-AX-0012	62,063		
Protective Order Enforcement	16.588	Governor's Office of Crime Control and Prevention	VAWA-2017-0059	41,233		
Lethality Assessment Advocate	16.588	Governor's Office of Crime Control and Prevention	VAWA-2017-0065	15,698		
Lethality Assessment Advocate	16.588	Governor's Office of Crime Control and Prevention	VAWA-2016-0071	<u>13,517</u>	<u>132,511</u>	<u>-</u>
COPS Universal Hiring Program	16.710	Direct		11,588	<u>11,588</u>	<u>-</u>
Gang Reduction Initiative	16.738	Governor's Office of Crime Control and Prevention	BJAG-2015-0033	23,292		
Homicide Reduction Training	16.738	Governor's Office of Crime Control and Prevention	BJAG-2014-0038	1,906		
Law Enforcement Training Scholarship	16.738	Governor's Office of Crime Control and Prevention	BJNT-2014-0002	5,039		
Cannabis Seminar Training	16.738	Governor's Office of Crime Control and Prevention	BJNT-2014-0005	2,710		
Legal Liability Training	16.738	Governor's Office of Crime Control and Prevention	2018 BJ-0015	561		
Naloxone Award	16.738	Governor's Office of Crime Control and Prevention	BJAG-2014-0054	<u>19,993</u>	<u>53,501</u>	<u>-</u>
DNA Backlog Reduction	16.741	Direct		126,234	126,234	-
Second Chance Act Reentry Initiative	16.812	Direct		166,557	166,557	-
Equitable Sharing Program	16.922	Direct		1,412,227	<u>1,412,227</u>	<u>-</u>
Total Department of Justice					<u>2,743,775</u>	<u>-</u>
Department of Transportation:						
Transit Service Cluster - Enhanced Mobility of Seniors and Individuals with Disabilities	20.513	Maryland Transit Administration	None	67,684	<u>67,684</u>	<u>-</u>
Total Transit Services Programs Cluster					<u>67,684</u>	<u>-</u>

See accompanying Notes to Schedule of Expenditures of Federal Awards.

MONTGOMERY COUNTY, MARYLAND
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
YEAR ENDED JUNE 30, 2018

Grant Title	Federal CFDA Number	Pass-through Agency	Federal/State Grant Number	Federal Expenditures	Total Expenditures Per Federal CFDA Number	Passed Through to Subrecipients
Department of Transportation, continued:						
Highway Safety Cluster - SHA Safety Award Law Enforcement	20.600 20.616	Maryland Highway Safety Office (SHA) Maryland Motor Vehicle Administration	LE 17-031 LE 17-013	\$ 18,987 3,996	\$ 18,987 3,996	\$ - -
Total Highway Safety Cluster					22,983	-
SHA Safety Award	20.608	Maryland Highway Safety Office (SHA)	LE 17-031	51,280	51,280	-
Hazardous Materials Emergency Preparedness	20.703	Maryland Emergency Management Agency	17-SR8852-04	5,500	5,500	-
Total Department of Transportation					147,447	-
Institute of Museum and Library Services:						
Library Services and Technology Act Library Services and Technology Act	45.310 45.310	Maryland State Department of Education Maryland State Department of Education	171386 171609	15,414 18,000	33,414	- -
Total Department of the Treasury					33,414	-
Department of Education:						
Special Education Cluster - Infants and Families with Disabilities Infants and Families with Disabilities	84.027A 84.173A	Maryland State Department of Education Maryland State Department of Education	180345 170127	642,770 61,370	642,770 61,370	64,111 -
Total Special Education Cluster					704,140	64,111
Infants and Families with Disabilities Infants and Families with Disabilities	84.181A 84.181A	Maryland State Department of Education Maryland State Department of Education	170244 180359	820,767 1,380,784	2,201,551	- 624,891
Total Department of Education					2,905,691	689,002
Department of Health and Human Services:						
Special Programs for the Aging - Ombudsman Services Special Programs for the Aging - Ombudsman Services	93.041 93.042	Maryland Department of Aging Maryland Department of Aging	AAA-14/FY18 AAA-14/FY17	78,170 33,175	78,170 33,175	- -
Title III, Part D - Supportive Services and Senior Centers Title III, Part D - Supportive Services and Senior Centers	93.043 93.043	Maryland Department of Aging Maryland Department of Aging	AAA-14/FY17 AAA-14/FY18	16,300 52,677	68,977	- -

See accompanying Notes to Schedule of Expenditures of Federal Awards.

**MONTGOMERY COUNTY, MARYLAND
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
YEAR ENDED JUNE 30, 2018**

Grant Title	Federal CFDA Number	Pass-through Agency	Federal/State Grant Number	Federal Expenditures	Total Expenditures Per Federal CFDA Number	Passed Through to Subrecipients
Department of Health and Human Services, continued:						
Aging Cluster -						
Title III, Part B - Supportive Services and Senior Centers	93.044	Maryland Department of Aging	AAA-14/FY17	\$ 194,245	\$ -	\$ -
Title III, Part B - Supportive Services and Senior Centers	93.044	Maryland Department of Aging	AAA-14/FY18	682,360	876,605	-
Title III, Part C - Nutrition Services	93.045	Maryland Department of Aging	AAA-14/FY17	409,585		-
Title III, Part C - Nutrition Services	93.045	Maryland Department of Aging	AAA-14/FY18	1,234,400	1,643,985	-
Title III, Part C - Nutrition Services	93.053	Maryland Department of Aging	AAA-14/FY17	3,608		-
Nutrition Services Incentive Program	93.053	Maryland Department of Aging	650517/14	37,421		-
Nutrition Services Incentive Program	93.053	Maryland Department of Aging	650518/14	277,982	319,011	-
Total Aging Cluster					2,839,601	-
Senior Medicare Patrol	93.048	Maryland Department of Aging	None	16,655	16,655	-
National Family Care Giver Support	93.052	Maryland Department of Aging	AAA-14/FY17	60,481		-
National Family Care Giver Support	93.052	Maryland Department of Aging	AAA-14/FY18	268,684	329,165	-
Public Health Emergency Preparedness	93.069	Maryland Department of Health	CH822PHP	713,896	713,896	-
Medicare Improvement for Patients & Providers	93.071	Maryland Department of Aging	653717/14	8,657	8,657	-
Title IV-E Guardianship	93.090	Maryland State Department of Human Resources	MD. State HB 669	2,257	2,257	-
System of Care	93.104	Direct		1,390,635	1,390,635	-
Tuberculosis Control	93.116	Maryland Department of Health	CH015TBF	204,982	204,982	-
PATH - Transition from Homelessness	93.150	Maryland Department of Health	MH170OTH	110,356	110,356	-
Detection Control	93.283	Maryland Department of Health	FH438CBC	9,627	9,627	-
Senior Health Insurance Assistant Program	93.324	Maryland Department of Aging	651518/14	78,942	78,942	-
Immunization Hep - B	93.539	Maryland Department of Health	CH354IMM	343,344	343,344	-
Promoting Safe and Stable Families	93.556	Maryland Department of Human Resources	Md. State HB 669	100,848	100,848	-

See accompanying Notes to Schedule of Expenditures of Federal Awards.

**MONTGOMERY COUNTY, MARYLAND
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
YEAR ENDED JUNE 30, 2018**

Grant Title	Federal CFDA Number	Pass-through Agency	Federal/State Grant Number	Federal Expenditures	Total Expenditures Per Federal CFDA Number	Passed Through to Subrecipients
Department of Health and Human Services, continued:						
Temporary Assistance for Needy Families Cluster - Temporary Assistance for Needy Families	93.558	Maryland Department of Human Resources	Md. State HB 669	\$ 4,266,162	\$ 4,266,162	\$ -
Total Temporary Assistance for Needy Families Cluster					<u>4,266,162</u>	<u>-</u>
Child Support Warrants	93.563	Maryland Department of Human Resources	None	8,320		-
Title IV-D - Child Support	93.563	Maryland Department of Human Resources	Md. State HB 669	314,387		-
Child Support Enforcement	93.563	Maryland Department of Human Resources	CSEA/CRA-17-043	<u>744,001</u>	<u>1,066,708</u>	<u>-</u>
Support Services to Central American Families	93.566	Maryland Department of Human Resources	FIA/ORA-17-512	28,131	28,131	-
Child Care and Development Fund (CCDF) Cluster - Infant and Toddler	93.575	Maryland Family Network	None	63,276		-
Child Care Resource & Referral	93.575	Maryland Family Network	None	135,238		-
Early Childhood Mental Health Consultation For Children Birth to Five	93.575	Maryland State Department of Education	180725	148,500		-
Early Childhood Mental Health Consultation For Children Birth to Five	93.575	Maryland State Department of Education	None	<u>1,592</u>	<u>348,606</u>	<u>-</u>
Total Child Care and Development Fund (CCDF) Cluster					<u>348,606</u>	<u>-</u>
Low Income Home Energy Assistance	93.568	Maryland Department of Human Resources	Md. State HB 669	1,006,034	1,006,034	-
Community Services Block Grant - FY17	93.569	Maryland Department of Housing and Community Development	None	237,348		-
Community Services Block Grant - FY18	93.569	Maryland Department of Housing and Community Development	None	<u>462,975</u>	<u>700,323</u>	<u>-</u>
Head Start	93.600	Direct		4,771,937	4,771,937	4,360,523
Foster Care Title IV-E Administration	93.658	Maryland Department of Human Resources	Md. State HB 669	2,719,028	2,719,028	-
Title IV-E - Adoption	93.659	Maryland Department of Human Resources	Md. State HB 669	43,351	43,351	-
Child Abuse and Neglect	93.669	Maryland Department of Human Resources	Md. State HB 669	839	839	-
Domestic Violence Shelter and Supportive Services	93.671	Governor's Office of Crime Control and Prevention	FVPS-2017-1723	182,000	182,000	-
Addressing Chronic Diseases in Health System	93.757	Maryland Department of Health	FHE75ACD	125,678	125,678	-

See accompanying Notes to Schedule of Expenditures of Federal Awards.

**MONTGOMERY COUNTY, MARYLAND
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
YEAR ENDED JUNE 30, 2018**

Grant Title	Federal CFDA Number	Pass-through Agency	Federal/State Grant Number	Federal Expenditures	Total Expenditures Per Federal CFDA Number	Passed Through to Subrecipients
Department of Health and Human Services, continued:						
Children Insurance Program (CHIP)	93.767	Maryland Department of Human Resources	MD. State HB 669	\$ 361,361	\$ -	\$ -
Medical Assistance - Admin Care Coordination	93.767	Maryland Department of Health	MA020EPS	85,300		-
State Children Insurance Program	93.767	Maryland Department of Health	MA286ACM	<u>255,416</u>	<u>702,077</u>	<u>-</u>
Medicaid Cluster -						
Nursing Home Reimbursement	93.777	Maryland Department of Human Resources	None	<u>840,788</u>	<u>840,788</u>	<u>-</u>
MFP - Options Counseling	93.778	Maryland Department of Aging	None	56,638		-
Title XIX - Certification	93.778	Maryland Department of Human Resources	MD. State HB 669	6,124,650		-
Title XIX - Health Related Services	93.778	Maryland Department of Human Resources	MD. State HB 669	304,761		-
Federal Financial Participation - Title XIX	93.778	Maryland Department of Human Resources	None	4,546,810		-
Federal Financial Participation - Title XIX	93.778	Maryland Department of Human Resources	None	5,813,603		-
Federal Financial Participation - Title XIX	93.778	Maryland Department of Human Resources	None	3,587,215		-
Medical Assistance - Medicaid Transport	93.778	Maryland Department of Health	MA366GTS	1,637,986		-
State Children Medicaid Program	93.778	Maryland Department of Health	MA286ACM	1,618,906		-
Medical Assistance - Admin Care Coordination	93.778	Maryland Department of Health	MA020EPS	394,553		95,078
Employer Group Waiver Plan (EGWP)	93.778	Centers for Medicare & Medicaid Services	None	4,230,361		-
Connector Entity Program for Navigator Services	93.778	Maryland Health Benefit Exchange	05-0X1-FY2018	599,909		-
Medical Assistance Program	93.778	Maryland State Department of Education	None	<u>2,676,876</u>	<u>31,592,268</u>	<u>-</u>
Total Medicaid Cluster					32,433,056	95,078
Research and Development Cluster -						
Microbiology Infectious Disease Research - HIV Positive Women	93.855	Georgetown University	412399_GR412234-MCH	64,442		-
Microbiology Infectious Disease Research - HIV Positive Women	93.855	Georgetown University	None	<u>52,499</u>	<u>116,941</u>	<u>-</u>
Total Research and Development Cluster					116,941	-
Early Detection & Control of Breast Cancer	93.898	Maryland Department of Health	FH438CBC	598,696	598,696	-
Ryan White Part A - FY17	93.914	Maryland Department of Health	None	432,990		-
Ryan White Part A - FY18	93.914	Maryland Department of Health	None	<u>123,567</u>	<u>556,557</u>	<u>-</u>
Ryan White Part A - FY17	93.917	Maryland Department of Health	None	21,460		-
HIV Care Formula	93.917	Maryland Department of Health	AD486RWS	1,088,909		-
AIDS Case Management	93.917	Maryland Department of Health	AD672CMA	<u>16,387</u>	<u>1,126,756</u>	<u>-</u>

See accompanying Notes to Schedule of Expenditures of Federal Awards.

**MONTGOMERY COUNTY, MARYLAND
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
YEAR ENDED JUNE 30, 2018**

Grant Title	Federal CFDA Number	Pass-through Agency	Federal/State Grant Number	Federal Expenditures	Total Expenditures Per Federal CFDA Number	Passed Through to Subrecipients
Department of Health and Human Services, continued:						
HIV Prevention Services	93.940	Maryland Department of Health	AD348PRV	\$ 465,169	\$ -	\$ -
HIV Prevention Activities Health Department Based	93.940	Maryland Department of Health	CH632STD	10,403	475,572	-
Community Mental Health Services	93.958	Maryland Department of Health	MH234OTH	415,285	415,285	-
Overdoes Misuse Prevention	93.959	Maryland Department of Health	AS060MP	63,583		-
Prevention and Treatment of Substance Abuse	93.959	Maryland Department of Health	MU525ADP	277,721		-
Prevention and Treatment of Substance Abuse	93.959	Maryland Department of Health	AS241FED	561,431		-
Integration of Sexual Health & Recovery	93.959	Maryland Department of Health	AD680INT	72,351		-
Administrative Services	93.959	Maryland Department of Health	AS357ADM	158,289		-
HIV Testing in BH	93.959	Maryland Department of Health	AD724TBH	58,784	1,192,159	-
HIV Partner Services	93.977	Maryland Department of Health	CH632STD	20,804	20,804	-
Targeted Health Funding - Maternal and Child Health	93.994	Maryland Department of Health	None	586,793		-
Children with Special Needs	93.994	Maryland Department of Health	CH501CSN	48,282	635,075	-
Total Department of Health and Human Services					59,861,062	4,455,601
Corporation for National and Community Service:						
Retired and Senior Volunteer Program	94.002	Direct		39,378		-
Retired and Senior Volunteer Program	94.002	Direct		15,588	54,966	-
Maryland Volunteer Generation Fund	94.021	Governor's Office on Services and Volunteerism	14VGHMD001	7,977	7,977	-
Total Corporation for National and Community Service					62,943	-
Department of Homeland Security:						
Hurricane Harvey	97.025	Direct		371,167		-
FY18 FRS Hurricane Irma	97.025	Direct		107,683		-
FRS 2017 FEMA US&R Grant	97.025	Direct		556,241		-
FRS 2016 FEMA US&R Grant	97.025	Direct		37,165		-
FRS 2015 FEMA US&R Grant	97.025	Direct		327,394		-
FRS US&R Hurricane Maria	97.025	Direct		382,233	1,781,883	-

See accompanying Notes to Schedule of Expenditures of Federal Awards.

MONTGOMERY COUNTY, MARYLAND
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
YEAR ENDED JUNE 30, 2018

Grant Title	Federal CFDA Number	Pass-through Agency	Federal/State Grant Number	Federal Expenditures	Total Expenditures Per Federal CFDA Number	Passed Through to Subrecipients
Department of Homeland Security, continued:						
Emergency Management Performance	97.042	Maryland Emergency Management Agency	17-SR-8852-01	\$ 362,144	\$ 362,144	\$ -
Assistant to Fire Fighters Grant	97.044	Direct	EMW-2016-FP-00527	79,659	79,659	-
FY15 UASI Infectious Disease Sanitation Equipment	97.067	DC - Homeland Security and Emergency Management Agency	15UASI535-06	15,919		-
FY15 Joint Command Vehicle for Law Enforcement (MDERS)	97.067	DC - Homeland Security and Emergency Management Agency	15UASI535-09	5,456		-
FY15 UASI Response Enhancement for Health Services	97.067	DC - Homeland Security and Emergency Management Agency	15UASI535-15	130,673		-
FY15 Radio Cache Equipment Refresh	97.067	DC - Homeland Security and Emergency Management Agency	15UASI535-18	3,199,980		-
FY16 Exercise & Training Officer	97.067	DC - Homeland Security and Emergency Management Agency	16UASI535-01	53,285		-
FY16 NIMS Compliance Officer	97.067	DC - Homeland Security and Emergency Management Agency	16UASI535-02	52,156		-
FY16 Volunteer & Citizen Corps Programs	97.067	DC - Homeland Security and Emergency Management Agency	16UASI535-03	234,317		-
FY16 Regional Planning	97.067	DC - Homeland Security and Emergency Management Agency	16UASI535-04	116,732		-
FFY16 Hospital Cache	97.067	DC - Homeland Security and Emergency Management Agency	16UASI535-05	98,250		-
FFY16 Hospital Surge	97.067	DC - Homeland Security and Emergency Management Agency	16UASI535-06	115,750		-
FFY16 LinX	97.067	DC - Homeland Security and Emergency Management Agency	16UASI535-07	678,695		-
FY16 Radio Cache -Maryland (Continuation)	97.067	DC - Homeland Security and Emergency Management Agency	16UASI535-08	116,875		-
FFY16 Medical Cache	97.067	DC - Homeland Security and Emergency Management Agency	16UASI535-09	183,975		-
FFY16 SWAT Vehicles	97.067	DC - Homeland Security and Emergency Management Agency	16UASI535-11	209,256		-
FFY16 Planning Cont. MD 5%	97.067	DC - Homeland Security and Emergency Management Agency	16UASI535-12	41,528		-
FFY16 Program Administration	97.067	DC - Homeland Security and Emergency Management Agency	16UASI535-13	47,928		-
FFY16 Public Safety	97.067	DC - Homeland Security and Emergency Management Agency	16UASI535-14	31,000		-
FFY16 Courthouse Video Sec.	97.067	DC - Homeland Security and Emergency Management Agency	16UASI535-15	223,521		-
FFY16 Correctional Facility	97.067	DC - Homeland Security and Emergency Management Agency	16UASI535-16	156,000		-
FFY16 Command Post Communications Equipment (MD 5%)	97.067	DC - Homeland Security and Emergency Management Agency	16UASI535-17	100,514		-
FFY16 EOC Exercises-MD 5%	97.067	DC - Homeland Security and Emergency Management Agency	16UASI535-18	100,786		-
FFY16 Tactical Medical Equip	97.067	DC - Homeland Security and Emergency Management Agency	16UASI535-19	290,251		-
FY16 Tactical Emergency Casualty Care (TECC) Kits Cont	97.067	DC - Homeland Security and Emergency Management Agency	16UASI535-20	119,798		-
FFY17 E&T Officer	97.067	DC - Homeland Security and Emergency Management Agency	17UASI535-01	67,936		-
FFY17 NIMS	97.067	DC - Homeland Security and Emergency Management Agency	17UASI535-02	56,931		-
FFY17 LinX	97.067	DC - Homeland Security and Emergency Management Agency	17UASI535-05	38,032		-

See accompanying Notes to Schedule of Expenditures of Federal Awards.

**MONTGOMERY COUNTY, MARYLAND
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
YEAR ENDED JUNE 30, 2018**

Grant Title	Federal CFDA Number	Pass-through Agency	Federal/State Grant Number	Federal Expenditures	Total Expenditures Per Federal CFDA Number	Passed Through to Subrecipients
Department of Homeland Security, continued:						
FFY17 Regional Planning	97.067	DC - Homeland Security and Emergency Management Agency	17UASI535-04	\$ 148,295	\$ -	\$ -
FFY17 Volunteer	97.067	DC - Homeland Security and Emergency Management Agency	17UASI535-03	15,220		-
FFY17 Program Admin-Montgomery County Continuation (MD 5%)	97.067	DC - Homeland Security and Emergency Management Agency	17UASI535-13	9,665		-
FY17 UASI Radio Cache Continuation	97.067	DC - Homeland Security and Emergency Management Agency	17UASI535-06	6,676		-
Emergency Management Performance	97.067	Maryland Emergency Management Agency	17-SR8852-02	13,089		-
State Homeland Security Grant Program	97.067	Maryland Emergency Management Agency	15-GA8852-03	38,574		-
State Homeland Security Grant Program	97.067	Maryland Emergency Management Agency	16-SR8852-02	<u>138,467</u>	<u>6,855,530</u>	<u>-</u>
FY16 FRS Safer Grant Award	97.083	DC - Homeland Security and Emergency Management Agency	EMW-2016-FH-00482	215,211	<u>215,211</u>	<u>-</u>
FRS Securing the Cities Grant	97.106	DC - Homeland Security and Emergency Management Agency	HS-14-DNDO-106-001-03	19,664	<u>19,664</u>	<u>-</u>
Total Department of Homeland Security					<u>9,314,091</u>	<u>-</u>
TOTAL EXPENDITURES OF FEDERAL AWARDS					<u>\$ 166,224,029</u>	<u>\$ 5,302,304</u>

See accompanying Notes to Schedule of Expenditures of Federal Awards.

MONTGOMERY COUNTY, MARYLAND
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
JUNE 30, 2018

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 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 2018 was \$5,766,073. The expenditures are presented in the Schedule under the Department of Education, (CFDA numbers 84.027, 84.173, 84.181), the Institute of Museum and Library Services, (CFDA number 45.310) and the Department of Health and Human Services (CFDA numbers 93.575, 93.778).

NOTE 4 INDIRECT COST

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

**MONTGOMERY COUNTY, MARYLAND
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2018**

Section I – Summary of Auditors’ Results

Financial Statements

1. Type of auditors’ report issued: Unmodified
2. Internal control over financial reporting:
- Material weakness(es) identified? _____ yes x no
 - Significant deficiency(ies) identified not considered to be material weaknesses? _____ yes x no
 - Noncompliance material to financial statements noted? _____ yes x no

Federal Awards

1. Internal control over major federal programs:
- Material weakness(es) identified? _____ yes x no
 - Significant deficiency(ies) identified not considered to be material weaknesses? _____ yes x no
2. Type of auditors’ report issued on compliance for major federal programs: Unmodified
3. Any audit findings disclosed that are required to be reported in accordance with 2 CFR 510 (a)? _____ yes x no

Identification of Major Federal Programs

CFDA Number(s)	Name of Federal Program or Cluster
93.558	Temporary Assistance for Needy Families
10.561	Supplemental Nutrition Assistance Program
93.777, 93.778	Medicaid Cluster

Dollar threshold used to distinguish between Type A and Type B programs: \$ 3,000,000

Auditee qualified as low-risk auditee? x yes _____ no

**MONTGOMERY COUNTY, MARYLAND
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
JUNE 30, 2018**

Section II – Financial Statement Findings

None noted.

Section III – Federal Award Findings and Questioned Costs

None noted.