



CHARLES COUNTY, MARYLAND

**Single Audit Together with
Reports of Independent Public Accountants**

For the Year Ended June 30, 2014



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JUNE 30, 2014

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REPORT OF INDEPENDENT PUBLIC ACCOUNTANTS

The County Commissioners of Charles County
La Plata, Maryland

Report on the Financial Statements

We have audited the accompanying 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 Commissioners of Charles County, Maryland (the County), as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the County's basic financial statements.

Management's Responsibility for the Financial Statements

The County's management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Board of Education of Charles County, Maryland, or the Board of Library Trustees for Charles County, Maryland. Those financial statements were audited by other auditors whose reports thereon have been furnished to us, and our opinion, insofar as it relates to the amounts included for those entities, are based on the reports of the other auditors. We conducted our audit in accordance with 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.



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We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinions

In our opinion, based on our audit and the reports of the other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position 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 June 30, 2014 and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, the schedule of revenues, expenditures, and changes in fund balance budget to actual – general fund, the schedules of changes in the Sheriff's and County's net pension liability and related ratios, and schedules of contributions, and the schedules of funding progress and employer contributions for the Other Post Employment Benefits (OPEB) Trust be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The combining and individual fund statements, and the Schedule of Expenditures of Federal Awards, as required by the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, are presented for purposes of additional analysis and are not a required part of the basic financial statements.



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The accompanying combining and individual fund statements and the Schedule of Expenditures of Federal Awards are 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. Such information has been subjected to the auditing procedures applied in the audit of the basic 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 accompanying combining and individual fund statements and the Schedules of Expenditure of Federal Awards are fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated October 28, 2014, on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.

Hunt Valley, Maryland
October 28, 2014

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**REPORT OF INDEPENDENT PUBLIC ACCOUNTANTS 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 County Commissioners of Charles County
La Plata, Maryland

We have audited, in accordance with 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 County Commissioners of Charles County, Maryland (the County) as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated October 28, 2014.

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 opinions 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.

Our consideration of internal control over financial reporting 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 financial reporting that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.



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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 results 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.

Hunt Valley, Maryland
October 28, 2014

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**REPORT OF INDEPENDENT PUBLIC ACCOUNTANTS ON COMPLIANCE
FOR EACH MAJOR FEDERAL PROGRAM AND ON INTERNAL CONTROL
OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133**

The County Commissioners of Charles County
La Plata, Maryland

Report on Compliance for Each Major Federal Program

We have audited the County Commissioners of Charles County, Maryland (the County) compliance with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 *Compliance Supplement* that could have a direct and material effect on each of the County's major Federal program for the year ended June 30, 2014. The County's major Federal program is identified in the summary of independent public accountants' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditor's 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 OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 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.



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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 its major Federal programs for the year ended June 30, 2014.

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 as a basis for designing 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 OMB Circular A-133, 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.



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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 OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

Hunt Valley, Maryland
October 28, 2014

SB & Company, LLC

CHARLES COUNTY, MARYLAND

**Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2014**

<u>Federal Grantor/Pass Through Grantor/Program or Cluster Title</u>	<u>Federal CFDA Number</u>	<u>Grantor's/ Passthrough Number</u>	<u>Grant Period</u>	<u>Federal Expenditures</u>
U.S. Department of Housing & Urban Development				
Direct				
Section 8 Housing Choice Voucher Program	14.871	MD024VO	07/01/13 - 06/30/14	\$ 8,070,219
Section 8 Housing Choice Voucher Program	14.871	MD024AF	07/01/13 - 06/30/14	596,993
Pass-through MD Dept of Housing and Community Development				
Community Development Block Grant	14.228	MD-NCI-15 A	12/06/13 - 12/31/14	69,997
Community Development Block Grant	14.228	MD-12-CD-26	06/23/11 - 06/30/13	225,000
Emergency Solutions Grant	14.231	12ESG09-2011-A	10/01/11 - 9/30/13	10,889
Emergency Solutions Grant	14.231	13ESG09-2012	10/01/12 - 09/30/14	19,303
Emergency Solutions Grant	14.231	14ESG09-2013	10/01/13 - 09/30/15	66,896
Total U.S. Department of Housing & Urban Development				<u>9,059,297</u>
U.S. Department of the Interior				
Direct				
Historic Preservation Fund Grants-In-Aid	15.904	24-13-51927	07/15/13 - 09/15/14	5,923
National Trails System Projects	15.935	P13AC01016	08/30/13 - 09/30/14	60,000
Pass through MD Dept. of Natural Resources				
Sport Fish Restoration Program	15.605	F13AF00271	09/11/13 - 06/30/33	210,424
Total U.S. Department of the Interior				<u>276,347</u>
U.S. Department of Agriculture				
Pass-through MD Dept. of Education				
Child & Adult Care Food Program	10.558	DCS (341100)	10/01/12 - 09/30/13	1,159
Child & Adult Care Food Program	10.558	DCS (341100)	10/01/13 - 09/30/14	2,796
Total U.S. Department of Agriculture				<u>3,955</u>

The accompanying notes are an integral part of this schedule.

CHARLES COUNTY, MARYLAND

Schedule of Expenditures of Federal Awards For the Year Ended June 30, 2014

Federal Grantor/Pass Through Grantor/Program or Cluster Title	Federal CFDA Number	Grantor's/ Passthrough Number	Grant Period	Federal Expenditures
U.S. Department of Defense				
Direct				
Community Economic Adjustment Assistance for Compatible Use and Joint Land Use Studies	12.610	HQ00051310105	08/01/13 - 01/31/15	\$ 40,439
U.S. Department of Justice				
Direct				
Joint Law Enforcement Operations (JLEO)	16.111	JLEO-130069	10/09/12 - 09/30/13	744
Joint Law Enforcement Operations (JLEO)	16.111	AFF-B-OP-1 JLEOTFS6 Hyattsville I Violent Crime/Exile Task	10/06/13 - 09/30/14	1,661
Joint Law Enforcement Operations (JLEO)	16.111	Force	05/16/13 - 09/30/17	4,491
National Institute of Justice Research, Evaluation, & Development Project Grants	16.560	2012-DN-BX-K030	10/01/12 - 09/30/14	97,015
Drug Court Discretionary Grant Program: Family Recovery Court	16.585	2010-DC-BX-0101	10/01/10 - 06/30/15	133,563
State Criminal Alien Assistance Program	16.606	2013-AP-BX-0591	Information Period 7/1/11 - 6/30/12 for calculating award	751
Bulletproof Vest Partnership Program FFY2012 BFVP	16.607	None	04/01/12 - 8/31/14 or until all available 2012 award funds have been requested.	2,252
The Edward J. Byrne Memorial Justice Assistance Grant: Local Solicitation CCSO Equipment Upgrade & Drug Court Support Program	16.738	2011-DJ-BX-2677	10/01/10 - 09/30/14	3,668
The Edward J. Byrne Memorial Justice Assistance Grant: Officer Safety, Equipment Upgrade & Drug Court Support Program	16.738	2012-DJ-BX-1205	10/01/11 - 09/30/15	27,113
The Edward J. Byrne Memorial Justice Assistance Grant: Local Solicitation CCSO Equipment Upgrade & Drug Court Support Program	16.738	2013-DJ-BX-0489	10/01/12 - 09/30/16	36,024
Byrne Justice Assistance Grant Local Solicitation American Recovery & Reinvestment Act (ARRA) of 2009 (Public Law 1115): Intelligence Specialist Proposal	16.804	2009-SB-B9-0158	03/01/09 - 08/31/13	15,387
Equitable Sharing Program	16.922	Various	Two years from receipt	27,448
Washington Division Office Task Force (Group 48)	16.Unknown	None	10/01/12 - 09/30/13	1,936
Washington Division Office Task Force (Group 48)	16.Unknown	None	10/01/13 - 09/30/14	5,886
Washington Division Office Task Force (Group 46)	16.Unknown	None	09/30/13 - 09/29/14	14,427
Organized Crime Drug Enforcement Task Forces Program (OCDETF)	16.Unknown	MA-DC-165	10/01/12 - 09/30/13	2,258
Organized Crime Drug Enforcement Task Forces Program (OCDETF)	16.Unknown	MA-MD-0554	03/03/14 - 09/30/14	3,606

The accompanying notes are an integral part of this schedule.

CHARLES COUNTY, MARYLAND

**Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2014**

Federal Grantor/Pass Through Grantor/Program or Cluster Title	Federal CFDA Number	Grantor's/ Passthrough Number	Grant Period	Federal Expenditures
U.S. Department of Justice (continued)				
Pass-through the Governor's Office of Crime Control & Prevention				
The Edward J. Byrne Memorial Justice Assistance Grant: JDC	16.738	BJAG-2010-1014	10/01/12 - 09/30/13	\$ 8,928
The Edward J. Byrne Memorial Justice Assistance Grant: JDC	16.738	BJAG-2012-0012	10/01/13 - 09/30/14	3,321
The Edward J. Byrne Memorial Justice Assistance Grant: Forensic Science Unit Upgrade	16.738	BJAG-2012-0027	10/01/13 - 09/30/14	8,997
The Edward J. Byrne Memorial Justice Assistance Grant: International Breachers Symposium LETS	16.738	BJAG-2010-0005	06/01/13 - 10/31/13	1,952
The Edward J. Byrne Memorial Justice Assistance Grant: (4th Annual Mid-Atlantic Inlets: Violent Crimes & Terrorism Trends Seminar) LETS	16.738	BJNT-2010-0008	06/01/14 - 06/30/14	796
Pass-through the GOCCP through the Cal Ripken Sr. Foundation				
Juvenile Mentoring Program -Badges for Baseball	16.726	2014-FED-MSM-B4B-MD-1	10/01/13 - 10/31/14	<u>6,121</u>
Total U.S. Department of Justice				<u>408,345</u>
U. S. Department of Transportation:				
Pass through the MD Department of Transportation				
National Motor Carrier Safety Assistance Program (MCSAP)	20.218	MCSAP Program Charles Co.	10/01/12 - 09/30/13	4,189
National Motor Carrier Safety Assistance Program (MCSAP)	20.218	MCSAP Program Charles Co.	10/01/13 - 9/30/14	7,842
Federal Transit Formula Grants / Urbanized Area Formula Program	20.507	MD-90-0125	07/01/09 - 6/30/14	69,803
Federal Transit Formula Grants / Urbanized Area Formula Program	20.507	CH045307C2013	07/01/12 - 06/30/16	134,830
Federal Transit Formula Grants / Urbanized Area Formula Program	20.507	CH045307C2013	07/01/12 - 06/30/16	1,760
Federal Transit Formula Grants / Urbanized Area Formula Program	20.507	CH045307C2014	07/01/13 - 06/30/17	59,741
Federal Transit Formula Grants / Urbanized Area Formula Program	20.507	CH04530702014, Line Item 30.09.01	07/01/13 - 06/30/14	2,246,588
Formula Grants for Rural Areas – Section 5311	20.509	CH04531102014, Line Item	07/01/13 - 06/30/14	71,869
State & Community Highway Safety Program	20.600	Project LE14-024	10/01/13 - 09/30/14	10,481
State & Community Highway Safety Program	20.600	Project 13-023	10/01/12 - 09/30/13	19,786
Alochol Impaired Driving Countermeasures Incentive Grants I	20.601	Project 13-023	10/01/12 - 09/30/13	4,757

The accompanying notes are an integral part of this schedule.

CHARLES COUNTY, MARYLAND

**Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2014**

<u>Federal Grantor/Pass Through Grantor/Program or Cluster Title</u>	<u>Federal CFDA Number</u>	<u>Grantor's/ Passthrough Number</u>	<u>Grant Period</u>	<u>Federal Expenditures</u>
U. S. Department of Transportation (continued)				
Alcohol Open Container Requirements	20.607	Project LE14-024	10/01/13 - 09/30/14	\$ 9,615
National Priority Safety Programs	20.616	Project LE14-024	10/01/13 - 09/30/14	31,535
Pass through MD Emergency Mgmt. Agency				
Interagency Hazardous Materials Public Sector Training & Planning Grants	20.703	HM-HMP-0307-12-01	10/01/12 - 09/30/13	1,874
Interagency Hazardous Materials Public Sector Training & Planning Grants	20.703	HM-HMP-0361-13-01-00	10/01/13 - 10/31/14	4,041
Total U.S. Department of Transportation				<u>2,678,711</u>
U.S. Environmental Protection Agency:				
Pass through MD Department of the Environment				
Congressionally Mandated Projects	66.202	XP-96300301-1	12/07/10 - 12/31/14	<u>53,668</u>
U.S. Dept. of Health & Human Services				
Direct				
Substance Abuse & Mental Health Services Projects of Regional & National Significance				
	93.243	5H79TI024212-01	09/30/12 - 09/29/15	51,390
Substance Abuse & Mental Health Services Projects of Regional & National Significance				
	93.243	5H79TI024212-01	09/30/12 - 09/29/15	185,136
Pass through MD Department of Aging				
Special Programs for the Aging Title VII, Chapter 2 Long Term Care Ombudsman Services for Older Individuals				
	93.042	AAA-3-24-008	10/01/13 - 09/30/14	5,288
Special Programs for the Aging Title VII, Chapter 2 Long Term Care Ombudsman Services for Older Individuals				
	93.042	AAA-3-24-008	10/01/12 - 09/30/13	1,781
Special Programs for the Aging Title III, Part D Disease Prevention & Health Promotion Services				
	93.043	AAA-3-24-008	10/01/13 - 09/30/14	675
Special Programs for the Aging Title III, Part D Disease Prevention & Health Promotion Services				
	93.043	AAA-3-24-008	10/01/12 - 09/30/13	8,325
Special Programs for the Aging Title III, Part B Grants for Supportive Services & Senior Centers				
	93.044	AAA-3-24-008	10/01/13 - 09/30/14	64,472
Special Programs for the Aging Title III, Part B Grants for Supportive Services & Senior Centers				
	93.044	AAA-3-24-008	10/01/12 - 09/30/13	29,076

The accompanying notes are an integral part of this schedule.

CHARLES COUNTY, MARYLAND

**Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2014**

Federal Grantor/Pass Through Grantor/Program or Cluster Title	Federal CFDA Number	Grantor's/ Passthrough Number	Grant Period	Federal Expenditures
U.S. Dept. of Health & Human Services (continued)				
Special Programs for the Aging Title III, Part C Nutrition Services - C1	93.045	AAA-3-24-008	10/01/12 - 09/30/13	\$ 38,928
Special Programs for the Aging Title III, Part C Nutrition Services - C2	93.045	AAA-3-24-008	10/01/12 - 09/30/13	19,754
Special Programs for the Aging Title III, Part C Nutrition Services - C1	93.045	AAA-3-24-008	10/01/13 - 09/30/14	39,355
Special Programs for the Aging Title III, Part C Nutrition Services - C2	93.045	AAA-3-24-008	10/01/13 - 09/30/14	23,375
Special Programs For the Aging Title IV & Title II Discretionary Projects: Health Care Fraud Program Expansion & SMP Capacity Building Grants	93.048	ST-2514-008	09/30/12 - 09/29/13	1,327
Special Programs For the Aging Title IV & Title II Discretionary Projects: Health Care Fraud Program Expansion & SMP Capacity Building Grants	93.048	ST-2516-008	06/01/13 - 05/31/14	4,908
Special Programs For the Aging Title IV & Title II Discretionary Projects: Health Care Fraud Program Expansion & SMP Capacity Building Grants	93.048	ST-2514-008	09/30/13 - 09/29/14	1,920
National Family Caregiver Support, Title III, Part E	93.052	AAA-3-24-008	10/01/12 - 09/30/13	14,351
National Family Caregiver Support, Title III, Part E	93.052	AAA-3-24-008	10/01/13 - 09/30/14	24,840
Nutrition Services Incentive Program	93.053	ST-2505-008	10/01/13 - 09/30/14	2,706
Nutrition Services Incentive Program	93.053	ST-2505-008	10/01/13 - 09/30/14	18,943
Nutrition Services Incentive Program	93.053	ST-2505-008	10/01/12 - 09/30/13	2,357
Nutrition Services Incentive Program	93.053	ST-2505-008	10/01/12 - 09/30/13	2,813
Pass through MD Department of Human Resources /				
Charles County Department of Social Services Promoting Safe & Stable Families	93.556	CHA/FACS/14-004	07/01/13 - 06/30/14	93,649
Child Support Enforcement Administration				
Child Support Enforcement	93.563	CSEA/CRA-13-042	10/01/12 - 09/30/13	108,925
Child Support Enforcement	93.563	CSEA/CRA-14-042	10/01/13 - 09/30/14	333,396
Child Support Enforcement	93.563	CSEA/CRA-13-012	10/01/12 - 09/30/13	97,360
Child Support Enforcement	93.563	CSEA/CRA-14-012	10/01/13 - 09/30/14	298,858
Child Support Enforcement	93.563	CSEA/CRA-13-037	10/01/12 - 09/30/13	36,083
Child Support Enforcement	93.563	CSEA/CRA-14-037	10/01/13 - 09/30/14	104,856

The accompanying notes are an integral part of this schedule.

CHARLES COUNTY, MARYLAND

**Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2014**

Federal Grantor/Pass Through Grantor/Program or Cluster Title	Federal CFDA Number	Grantor's/ Passthrough Number	Grant Period	Federal Expenditures
U.S. Dept. of Health & Human Services (continued)				
Pass through State of Maryland, Administrative Office of the Courts State Court Improvement Program	93.586	CIPCW-14-06	10/01/13 - 09/30/14	\$ 9,330
Pass through MD Department of Health & Mental Hygiene Pass through the MD Institute for Emergency Medical Services Systems (MIEMSS)	93.889	BT10-PT-019	10/18/13 - 01/06/14	88,422
National Bioterrorism Hospital Preparedness Program	93.889	BT11-010	02/10/14 - 05/30/14	<u>31,667</u>
Total U.S. Dept. of Health & Human Services				<u>1,744,266</u>
Centers for Medicare & Medicaid Services				
Pass-through MD Dept. of Aging Centers for Medicare & Medicaid Services (CMS) Research, Demonstrations & Evaluations: Money Follows the Person Rebalancing Demonstration	93.779	None	07/01/13 - 06/30/14	9,720
Centers for Medicare & Medicaid Services (CMS) Research, Demonstrations & Evaluations: Senior Health Insurance Program	93.779	ST-2515-008	04/01/13 - 03/31/14	13,698
Centers for Medicare & Medicaid Services (CMS) Research, Demonstrations & Evaluations: MD Access Point	93.779	2903252537	07/01/13 - 06/30/14	130,000
Centers for Medicare & Medicaid Services (CMS) Research, Demonstrations & Evaluations: MIPPA	93.779	ST-2510-008	10/01/13 - 09/30/14	<u>7,604</u>
Total Centers for Medicare & Medicaid Services				<u>161,022</u>
Department of Homeland Security				
Direct Port Security Grant Program	97.056	EMW-2013-PU-00163	09/01/13 - 08/31/15	17,153
Pass-through MD Emergency Mgmt. Agency Emergency Mgmt. Performance Grant	97.042	EMW-2013-EP-00003 (MEMA GMS# 13-GA-8843-03)	10/01/12 - 09/30/14	68,359
Emergency Mgmt. Performance Grant	97.042	EMW-2012-EP-00006 (MEMA GMS# 12-SR-8843-03)	06/01/12 - 05/31/14	50,417
Citizens-Community Resilience Innovation Challenge	97.053	EMW-2011-SS-00044-S01-CC (MEMA GMS# 11-SR-8843-03)	11/01/11 - 05/31/14	4,998
Homeland Security Grant Program FFY13 - SHSG	97.073	EMW-2013-SS-0002 (MEMA GMS# 13-SR-8843-02)	09/01/13 - 05/31/15	34,645
Homeland Security Grant Program FFY11 – SHSG	97.073	EMW-2011-SS-00044-S01-SHS (MEMA GMS# 11-SR-8843-02)	11/01/11 - 05/31/14	43,648
Homeland Security Grant Program FFY12 – SHSG	97.073	EMW-2012-SS-00044-S01-SHS (MEMA GMS# 12-GA-8843-05)	09/01/12 - 08/15/14	24,816
Total Department of Homeland Security				<u>244,036</u>
TOTAL EXPENDITURE OF FEDERAL AWARDS				<u>\$ 14,670,086</u>

The accompanying notes are an integral part of this schedule.

CHARLES COUNTY, MARYLAND

**Notes to the Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2014**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

All Federal grant operations of the County Commissioners of Charles County, Maryland (the County) are included in the scope of the Office of Management and Budget (OMB) Circular A-133 audit (the Single Audit). The Single Audit was performed in accordance with the provisions of the OMB Circular A-133 Compliance Supplement. Compliance testing of all requirements, as described in the Compliance Supplement, was performed for the major grant program noted below. The programs on the Schedule of Expenditures of Federal Awards represent all Federal award programs and other grants with fiscal year 2014 cash or non-cash expenditure activities. We have evaluated the Federal financial assistance programs of the County for the year ended June 30, 2014, and have selected the major program listed below for testing. Our coverage for testing was 59% of all Federal expenditures. The major program tested is listed below.

<u>Major Program</u>	<u>CFDA Number</u>	<u>Federal Expenditures</u>
Section 8 Housing Choice Voucher Program	14.871	<u>\$ 8,667,212</u>

2. BASIS OF PRESENTATION

The Schedule of Expenditures of Federal Awards has been accounted for on the accrual basis of accounting.

3. SUBRECIPIENTS

The County provided Federal awards to subrecipients as follows:

<u>Program</u>	<u>CFDA Number</u>	<u>Amount Provided</u>
Emergency Shelter Grant	14.231	\$ 97,088
Federal Transit Formula Grants / Urbanized Area Formula Program	20.507	<u>135,672</u>
		<u>\$ 232,760</u>

4. LOANS OUTSTANDING

The County administers low-income housing loan programs under the Community Development Block Grant Program. The County had the following loan balance outstanding as of June 30, 2014:

<u>Program</u>	<u>CFDA Number</u>	<u>Federal Expenditures</u>
Community Development Block Grant	14.228	<u>\$ 1,384,951</u>

CHARLES COUNTY, MARYLAND

**Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2014**

Section I - Summary of Independent Public Accountants' Results

Financial Statements

Type of Independent Public Accountants' report issued	Unmodified
Internal control over financial reporting:	
Material weakness identified?	No
Significant deficiency identified?	None reported
Noncompliance material to the financial statements noted?	No

Federal Awards

Type of Independent Public Accountants' report issued on compliance for major programs	Unmodified
Internal control over major programs:	
Material weakness identified?	No
Significant deficiency identified?	None reported
Audit findings disclosed that are required to be reported in accordance with section 510(a) of OMB Circular A-133?	No

CHARLES COUNTY, MARYLAND

**Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2014**

Identification of Major Programs Tested:

<u>Major Program</u>	<u>CFDA Number</u>	<u>Federal Expenditures</u>
Section 8 Housing Choice Voucher Program	14.871	\$ 8,667,212

Threshold for distinguishing between
Type A and B programs

\$ 440,103

Did the County qualify as a low risk
auditee?

Yes

Section II – Financial Statement Findings

None noted.

Section III - Federal Award Findings

None noted.

CHARLES COUNTY, MARYLAND

**Schedule of Prior Year Audit Findings and Questioned Costs
For the Year Ended June 30, 2014**

No Prior Year Findings.