

**HARFORD COUNTY, MARYLAND**

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

**For the Year Ended June 30, 2015**



**SB & COMPANY, LLC**  
KNOWLEDGE • QUALITY • CLIENT SERVICE

**JUNE 30, 2015**

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## REPORT OF INDEPENDENT PUBLIC ACCOUNTANTS

To the Honorable Members of the County Council  
Harford County, Maryland

### **Report on the Financial Statements**

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 Harford County, Maryland (the County) as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the County's basic financial statements.

### ***Management's Responsibility for the Financial Statements***

Harford 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 Harford Community College and the Harford County Library. 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, is 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 of 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.



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

### ***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, 2015, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison for the general, highways, and agricultural land preservation funds for the year then ended in conformity with accounting principles generally accepted in the United States of America.

### ***Emphasis of Matter***

As discussed in Note G to the financial statements, during the year ended June 30, 2015, the County adopted new accounting guidance from Government Accounting Standards Board (GASB) Statement No. 68, “Accounting and Financial Reporting for Pensions”. Our opinion is not modified with respect to this matter.

### ***Other Matters***

#### ***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the management’s discussion and analysis, schedules of County’s Proportionate Share of the Net Pension Liability and County Contributions for the Maryland State Retirement and Pension System, schedules of County Contributions and Changes in the Length of Service Award Program for Volunteer Firemen – Net Pension Liability and Related Ratios, and schedules of County Contributions and Changes in the Sheriff’s Office Net Pension Liability and Related Ratios, required supplemental schedule of funding progress for the Other Post Employment Benefit (OPEB) Trust, and the required schedule of employer contributions for OPEB Trust Fund be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the GASB, 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 and Other 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, introductory and statistical sections 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 financial statements.

The combining and individual fund statements and the Schedule of Expenditures of Federal Awards is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain other procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund statements and the Schedule of Expenditures of Federal Awards is fairly stated in all material respects in relation to the financial statements as a whole.

The introductory and statistical tables have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on it.

**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated October 7, 2015 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 the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the County's internal control over financial reporting and compliance.

Hunt Valley, Maryland  
October 7, 2015

A handwritten signature in black ink that reads "SB &amp; Company, LLC".



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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***

To the Honorable Members of the County Council  
Harford County, 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 Harford County, Maryland (the County) as of and for the year ended June 30, 2015, 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 7, 2015. Our report includes a reference to other auditors who audited the financial statements of the Harford Community College and the Harford County Library, as described in our report on the County's financial statements. This report does not include the results of the other auditor's testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

***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 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 the 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.

### ***Compliance and Other Matters***

As part of obtaining reasonable assurance about whether the County's financial statements are free of 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 7, 2015

*SB & Company, LLC*



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

To the Honorable Members of the County Council  
Harford County, Maryland

### **Report on Compliance for Each Major Federal Program**

We have audited the compliance of Harford County, Maryland (the County) 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 programs for the year ended June 30, 2015. The County's major Federal programs are identified in the Summary of Independent Public Accountant's 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 on 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, 2015.

### **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 compliance audit, 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 and for each major Federal programs 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.

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  
November 18, 2015

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# HARFORD COUNTY, MARYLAND

## Schedule of Expenditures of Federal Awards For the Year Ended June 30, 2015

Federal Grantor/Pass Through Grantor/Program or Cluster Title	Federal CFDA Number	Federal Expenditures	Cluster Total
<b><u>DIRECT FEDERAL EXPENDITURES</u></b>			
<b>Department of Defense</b>			
BRAC	12.607	\$ 266	
BRAC-Joint Land Use Study	12.610	151,095	
<b>Total Department of Defense</b>		<b>151,361</b>	
<b>Department of Housing and Urban Development</b>			
LHCA	14.169	21,915	
Reverse Mortgage Counseling	14.169	9,121	
Reverse Mortgage	14.169	2,208	33,244
Havre de Grace Library Expansion	14.218	319,473	
HUD CDBG ADMIN/PLANNING	14.218	363,795	
HUD CDBG ADMIN/PLANNING	14.218	92,306	
HUD CDBG ADMIN/PLANNING	14.218	227,439	
HUD CDBG ADMIN/PLANNING	14.218	131,664	1,134,677
EMERGENCY SOLUTIONS	14.231	31,312	
Supportive Housing Program-Alliance (0097)	14.267	73,790	
Supportive Housing Program-Alliance (0098)	14.267	50,188	
Supportive Housing Program-Alliance (0220)	14.267	7,157	
Supportive Housing Program-Alliance (0220)	14.267	1,652	
Supportive Housing Program-Alliance (0100)	14.267	4,777	
Supportive Housing Program-Alliance (0100)	14.267	4,340	
Supportive Housing Program-Alliance (0099)	14.267	7,295	
Supportive Housing Program-Alliance (0099)	14.267	778	
Supportive Housing Program-Anna's House (0096)	14.267	47,650	
Supportive Housing Program-Anna's House (0096)	14.267	19,503	
Supportive Housing Program-Anna's House (0095)	14.267	55,507	
Supportive Housing Program-Anna's House (0095)	14.267	31,381	
Supportive Housing Program-Anna's House (0094)	14.267	57,698	
Supportive Housing Program-Anna's House (0094)	14.267	5,596	
Supportive Housing Program-Anna's House (0256)	14.267	6,416	
Supportive Housing Program-Anna's House (0256)	14.267	4,108	
Supportive Housing Program-FCCAU (0237)	14.267	10,373	
Supportive Housing Program-FCCAU (0237)	14.267	3,223	
Supportive Housing Program-FCCAU (0093)	14.267	6,156	
Supportive Housing Program-FCCAU (0093)	14.267	4,434	
Supportive Housing Program-Harford Family House (0101)	14.267	68,729	
Supportive Housing Program-Harford Family House (0101)	14.267	20,287	
Supportive Housing Program-Harford Family House (0270)	14.267	19,094	
Supportive Housing Program-Harford Family House (0270)	14.267	1,508	511,637
HOME Investment Partnerships Program - HOME FY15	14.239	142,026	

The accompanying notes are an integral part of this schedule.

# HARFORD COUNTY, MARYLAND

## Schedule of Expenditures of Federal Awards For the Year Ended June 30, 2015

Federal Grantor/Pass Through Grantor/Program or Cluster Title	Federal CFDA Number	Federal Expenditures	Cluster Total
<b>Department of Housing and Urban Development (continued)</b>			
HOME Investment Partnerships Program - HOME FY14	14.239	\$ 237,489	
HOME Investment Partnerships Program - HOME FY13	14.239	18,299	
HOME	14.239	21,982	
HOME	14.239	105,396	525,192
Section 8 Housing Choice Vouchers - Billed Vouchers FY05	14.871	318,048	
Section 8 Housing Choice Vouchers FY14	14.871	3,501,341	
Section 8 Housing Choice Vouchers FY13	14.871	3,463,723	
Section 8 Housing Choice Vouchers - Mainstream	14.871	560,838	
Section 8 Housing Choice Vouchers - Veteran Affairs Supportive Housing	14.871	23,111	
Section 8 Housing Choice Vouchers - Admin FY13	14.871	245,937	
Section 8 Housing Choice Vouchers - Admin FY14	14.871	236,001	
Section 8 Housing Choice Vouchers -FFS Coordinator CY13	14.871	35,259	8,384,258
<b>Total Department of Housing and Urban Development</b>		<u>10,620,320</u>	
<b>Department of the Interior</b>			
Stormwater Enhancement	15.808	4,798	
Watershed Stream Assessment Studies	15.808	2,341	
Watershed Stream Assessment Studies	15.808	30,000	37,139
<b>Total Department of the Interior</b>		<u>37,139</u>	
<b>Department of Labor*</b>			
FY14 WIA - ADULT	17.258	228,150	
PY14 WIA - ADULT	17.258	38,502	
FY15 WIA - ADULT	17.258	217,338	
PY12 WIA - YOUTH	17.259	29,743	
PY13 WIA - YOUTH	17.259	477,008	
PY14 WIA - YOUTH	17.259	34,116	
FY13 RG STEEL NAT'L EMERGENCY	17.277	2,302	
PY13 WIA EARLY INTERVENTION	17.278	1,380	
FY14 WIA - DISLOCATED WORKER	17.278	369,100	
PY14 WIA - DISLOCATED WORKER	17.278	108,371	
FY15 WIA - DISLOCATED WORKER	17.278	48,436	
PY13 RAPID RESPONSE	17.278	23,033	
PY14 RAPID RESPONSE	17.278	29,410	1,604,587
<b>Total Department of Labor</b>		<u>1,606,889</u>	
<b>Executive Office of the President</b>			
Harford County Drug Initiative	95.001	47,627	
<b>Total Executive Office of the President</b>		<u>47,627</u>	
<b>Total Direct Federal Expenditures</b>		<u>12,463,336</u>	

\*These grants are provided to subrecipients.

The accompanying notes are an integral part of this schedule.

# HARFORD COUNTY, MARYLAND

## Schedule of Expenditures of Federal Awards For the Year Ended June 30, 2015

Federal Grantor/Pass Through Grantor/Program or Cluster Title	Federal CFDA Number	Federal Expenditures	Cluster Total
<b><u>INDIRECT FEDERAL EXPENDITURES</u></b>			
<b>Department of Agriculture</b>			
Passed through the Harford Soil Conservation District			
Soil Conservation	10.902	\$ 68,246	
<b>Total Department of Agriculture</b>		<u>68,246</u>	
<b>Department of Commerce</b>			
Passed through the Maryland Department of Natural Resources			
Leight Park O&M	11.420	39,725	
Leight Park O&M	11.420	9,489	49,214
<b>Total Department of Commerce</b>		<u>49,214</u>	
<b>Department of Housing and Urban Development</b>			
Passed through the Mayor and City Council of Baltimore			
Housing Opportunities for Persons with AIDS FY14	14.241	143,898	
Housing Opportunities for Persons with AIDS FY13	14.241	7,153	
Housing Opportunities for Persons with AIDS FY15	14.241	108,528	
Housing Opportunities for Persons with AIDS Admin	14.241	537	260,116
<b>Total Department of Housing and Urban Development</b>		<u>260,116</u>	
<b>Department of Justice</b>			
Passed through the Governors Office of Crime Control and Prevention			
Children In Need Of Assistance Advocacy	16.575	22,945	
Domestic Violence Initiative FY15	16.588	3,188	
SCAAP - Detention Center	16.606	13,406	
Passed through the National Children's Alliance			
Prison Rape Elimination Act	16.735	81,264	
JAG FY15 - Technology Improvements	16.738	2,098	
JAG FY14	16.738	25,429	
Criminal Case Management Initiative	16.738	3,679	31,207
CAC - Training & Equipment CY14	16.758	9,000	
ICAC Child Exploitation Training	16.758	1,486	10,486
Federal Special Program	16.922	180,730	
<b>Total Department of Justice</b>		<u>343,225</u>	
<b>Department of Transportation</b>			
Passed through the State Highway Administration			
Commercial Motor Vehicle Grant Y1	20.218	10,300	
Commercial Motor Vehicle Grant Y2	20.218	7,217	17,517
Passed through the State Department of Highways			
Highway Planning and Construction - Watervale Road Bridge (Design)	20.205	802	
Highway Planning and Construction - Watervale Road Bridge (Construction)	20.205	163,337	
Highway Planning and Construction - Bridge Inspection Program	20.205	19,797	
Highway Planning and Construction - Bridge Inspection Program	20.205	227,678	
Highway Planning and Construction - Carrs Mill Road Bridge	20.205	8,677	
Highway Planning and Construction - Abingdon Road Bridge #169	20.205	81,535	
Highway Planning and Construction - Phillips Mill Road Bridge	20.205	109,918	
Harford Creamery Road Bridge #104 Phase 2	20.205	2,332	
Harford Creamery Road Bridge	20.205	8,668	

The accompanying notes are an integral part of this schedule.

# HARFORD COUNTY, MARYLAND

## Schedule of Expenditures of Federal Awards For the Year Ended June 30, 2015

Federal Grantor/Pass Through Grantor/Program or Cluster Title	Federal CFDA Number	Federal Expenditures	Cluster Total
<b>Department of Transportation (continued)</b>			
Passed through Mass Transit Administration			
Harford Creamery Road Bridge #104	20.205	\$ 741,161	
Chestnut Hill Bridge #40	20.205	75,684	1,439,589
Federal Transit-Capital Investment Grants - MTA Capital	20.500	45,876	
Federal Transit-Capital Investment Grants - MTA Capital	20.500	80,000	
Federal Transit-Capital Investment Grants - MTA Capital	20.500	17,964	
Federal Transit-Capital Investment Grants - MTA Capital	20.500	2,271	
Federal Transit-Capital Investment Grants - MTA Capital	20.500	34,099	
Federal Transit-Capital Investment Grants - MTA Capital	20.500	14,801	
Federal Transit-Capital Investment Grants - MTA Capital	20.507	34,532	
Federal Transit-Formula Grants - Section 5307	20.507	1,049,754	
Federal Transit-Formula Grants - Rideshare	20.507	87,628	
Federal Transit-Formula Grants - ADA	20.507	3,886	
Job Access-Reverse Commute	20.507	63,053	
New Freedom Program	20.507	21,414	1,455,278
Passed through the Baltimore Metropolitan Council			
Bel Air Area Transportation Study	20.505	170,630	
Transportation Management	20.505	90,244	260,874
MD HIGHWAY SAFETY OFFICE GRANT	20.600	102,631	
MD HIGHWAY SAFETY OFFICE GRANT	20.600	53,669	
DUI DRUG COURT IMPROVEMENT	20.601	17,770	
DUI DRUG COURT IMPROVEMENT	20.616	43,899	217,970
Passed through Maryland Emergency Management Agency			
HMEP Training FY13	20.703	5,000	
HMEP Training FY13	20.703	29	5,029
<b>Total Department of Transportation</b>		<u>3,396,256</u>	
<b>Department of the Treasury</b>			
Federal Special Program	21.000	<u>149,891</u>	
<b>Total Department of the Treasury</b>		<u>149,891</u>	
<b>Department of Homeland Security</b>			
Passed through Maryland Emergency Management Agency			
Central Maryland High School Education Alliance - FY13 UASI	97.008	28,882	
EMERGENCY NOTIFICATION SYSTEMS-FY13 UASI	97.008	62,833	
HAZMAT-FFY14 UASI	97.008	18,858	
HAZMAT-FFY13 UASI	97.008	22,832	
HAZMAT-FFY12 UASI	97.008	9,200	
LETPA Equipment & Training - FY11 UASI	97.008	4,184	
LETPA Equipment & Training - FY12 UASI	97.008	168	
LETPA Equipment & Training - FY13 UASI	97.008	40,469	
2014 EMERGENCY MANAGEMENT PERFORMANCE	97.042	87,946	
MCCV Maintenance - FFY14 UASI	97.067	9,537	
MCCV Maintenance - FFY13 UASI	97.008	8,116	
Regional Planner FY14	97.067	101,177	
Regional Planner FY13	97.008	136,126	
Shelter Supplies - FFY14 UASI	97.067	21	
Shelter Supplies - FY13 UASI	97.008	8,622	

The accompanying notes are an integral part of this schedule.

# HARFORD COUNTY, MARYLAND

## Schedule of Expenditures of Federal Awards For the Year Ended June 30, 2015

Federal Grantor/Pass Through Grantor/Program or Cluster Title	Federal CFDA Number	Federal Expenditures	Cluster Total
<b>Department of Homeland Security (continued)</b>			
Passed through Maryland Emergency Management Agency (continued)			
CMARC-FFY2013 UASI	97.008	\$ 85,204	
CMARC Phase III B - FY11 UASI	97.008	5,512	
CMARC Phase IV - FY14 UASI	97.067	16,744	
Search and Rescue Response-FFY12 UASI	97.008	8,032	
Search and Rescue Response-FFY13 UASI	97.008	122,640	
FFY14 STATE HOMELAND SECURITY GRANT	97.067	16,757	
FFY13 STATE HOMELAND SECURITY GRANT	97.067	78,580	
LETPA EQUIPMENT & TRAINING - FY14 UASI	97.067	6,610	
FFY12 STATE HOMELAND SECURITY GRANT	97.073	8,741	
FY11 STATE HOMELAND SECURITY GRANT	97.073	27,972	36,713
<b>Total Department of Homeland Security</b>		<u>915,764</u>	
<b>Department of Health and Human Services</b>			
Passed through Maryland Office of Aging			
Title IIIA - Area Agency FY13	93.042	23,178	
IIIA-AREA AGENCY	93.042	23,490	46,668
Title IIID FY13	93.043	6,566	
Title IIID FY14	93.043	6,386	12,952
Title IIIB - Human Services/Ombudsman - FY13	93.044	73,089	
Title IIIB - Human Services/Ombudsman - FY14	93.044	78,397	
Special Programs for the Aging-Title III, Part C- Home Delivered Meals FY13	93.045	103,390	
Special Programs for the Aging-Title III, Part C- Home Delivered Meals FY14	93.045	21,969	
Special Programs for the Aging-Title III, Part C- Congregate Nutrition FY13	93.045	117,093	
Special Programs for the Aging-Title III, Part C- Congregate Nutrition FY14	93.045	45,993	439,931
SMP Expansion FY13	93.048	329	
SMP Expansion FY14	93.048	1,725	8,312
Title IIIE - Caregivers FY13	93.052	23,841	
Title IIIE - Caregivers FY14	93.052	39,330	63,171
MIPPA	93.071	6,539	
MIPPA	93.071	2,404	10,120
Medicaid Waiver - FY14	93.778	79,354	
Senior Medical Patrol	93.048	6,258	
MIPPA Expansion	93.071	1,177	
SHIP (FY15)	93.779	20,057	
MFP - MD Access Point FY14	93.779	114,187	
Money Follows the Person FY14	93.779	6,447	140,691
Passed through Department of Human Services			
Child Support Enforcement - Cooperative Agreement -SAO-FY13	93.563	187,450	
Child Support Enforcement - Cooperative Agreement -SAO-FY14	93.563	519,369	
Child Support Enforcement - Cooperative Agreement -HCSO-FY13	93.563	145,180	
Child Support Enforcement - Cooperative Agreement -HCSO-FY14	93.563	368,549	1,220,549
OPIOID MISUSE PREVENTION PROGRAM	93.959	126,009	
Access & Visitation FY13	93.597	21,578	
Access & Visitation FY14	93.597	14,621	36,199
Passed through the Governor's Office of Crime Control & Prevention			
TRANSITION AGE YOUTH INITIATIVE	93.643	10,098	
Fostering Future Training Program FY14	93.643	1,732	11,830
<b>Total Department of Health and Human Services</b>		<u>2,195,785</u>	
<b>Total Indirect Federal Expenditures</b>		<u>7,378,497</u>	
<b>Total Expenditures of Federal Awards</b>		<u>\$ 19,841,833</u>	

The accompanying notes are an integral part of this schedule.

# HARFORD COUNTY, MARYLAND

## Notes to the Schedule of Expenditures of Federal Awards For the Year Ended June 30, 2015

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

All Federal grant operations of Harford 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 programs noted below. The programs on the Schedule of Expenditures of Federal awards represent all Federal award programs and other grants with fiscal year 2015 cash or non-cash expenditure activities. For our single audit testing, we tested Federal award programs below with 2015 cash and non-cash expenditures in excess of \$595,254 to ensure coverage of at least 25% of Federally granted funds. Our actual coverage was 27%.

<u>Major Programs</u>	<u>CFDA Number</u>	<u>Federal Expenditures</u>
HUD CDBG Admin/Planning and Havre de Grace Library Expansion	14.218	\$ 1,134,677
Department of Labor - Workforce Investment Act	17.278/17.259/17.278	1,604,587
Department of Transportation - Highways Planning and Construction	20.205	1,439,589
Child Support Enforcement - Cooperative Agreement	93.563	1,220,549
<b>Total</b>		<b>\$ 5,399,402</b>

### 2. BASIS OF PRESENTATION

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

**HARFORD COUNTY, MARYLAND**

**Schedule of Findings and Questioned Costs  
For the Year Ended June 30, 2015**

**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 that is not considered to be a material weakness?	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 that is not considered to be a material weakness?	None reported
Audit findings disclosed that are required to be reported in accordance with section 510(a) of OMB Circular A-133?	No



**HARFORD COUNTY, MARYLAND**

**Schedule of Findings and Questioned Costs  
For the Year Ended June 30, 2015**

**Identification of Major Programs:**

<u>Major Programs</u>	<u>CFDA Number</u>	<u>Federal Expenditures</u>
HUD CDBG Admin/Planning and Havre de Grace Library Expansion	14.218	\$ 1,134,677
Department of Labor - Workforce Investment Act	17.278/17.259/17.278	1,604,587
Department of Transportation - Highways Planning and Construction	20.205	1,439,589
Child Support Enforcement - Cooperative Agreement	93.563	1,220,549
<b>Total</b>		<b><u>\$ 5,399,402</u></b>

Threshold for distinguishing between  
Type A and B programs

\$ 595,254

Did the County qualify as a low risk  
auditee?

Yes

**Section II – Financial Statement Findings**

None noted.

**Section III - Federal Award Findings**

None noted.

**HARFORD COUNTY, MARYLAND**

**Schedule of Prior Year Audit Findings and Questioned Costs  
For the Year Ended June 30, 2015**

No Prior Year Findings.