

PRINCE GEORGE'S COUNTY, MARYLAND
REPORT ON SINGLE AUDIT
YEAR ENDED JUNE 30, 2022



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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*

Members of the County Council
Prince George's County, 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 Prince George's County, Maryland (the County), as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the Prince George's County, Maryland's basic financial statements, and have issued our report thereon dated March 31, 2023. Our report includes a reference to other auditors who audited the financial statements of Prince George's County Public Schools, Prince George's Community College, Prince George's County Memorial Library System, and the Revenue Authority of Prince George's County, discretely presented component units, 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 other auditors. This report does not include the results of our testing of internal control over financial reporting or compliance and other matters for the Prince George's County Housing Authority and Prince George's County Redevelopment Authority as we have issued separate reports for these entities.

Report on 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) as a basis for designing 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 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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We identified a certain deficiency in internal control, described in the accompanying schedule of findings and questioned costs as item 2022-001 that we consider to be a significant deficiency.

Report on Compliance and Other Matters

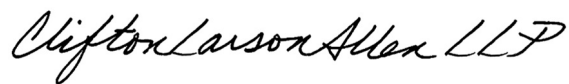
As part of obtaining reasonable assurance about whether the County's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. 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*.

Prince George's County, Maryland's Response to Findings

Government Auditing Standards requires the auditor to perform limited procedures on Prince George's County, Maryland's response to the findings identified in our audit and described in the accompanying schedule of findings and questioned costs. Prince George's County, Maryland's response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

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 entity'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 entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



CliftonLarsonAllen LLP

Baltimore, Maryland
March 31, 2023



**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**

Members of the County Council
Prince George's County, Maryland

Report on Compliance for Each Major Federal Program

Qualified and Unmodified Opinions

We have audited Prince George's 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, 2022. 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 basic financial statements include the operations of the Prince George's County Public Schools, Prince George's Community College, Prince George's County Memorial Library System, the Revenue Authority of Prince George's County, and the Prince George's County Housing Authority, which are not included in the County's schedule of expenditures of federal awards during the year ended June 30, 2022. Our audit, described below, did not include the operations the Prince George's County Public Schools, Prince George's Community College, Prince George's County Memorial Library System, the Revenue Authority of Prince George's County, and the Prince George's County Housing Authority because other auditors were engaged to perform an audit, when required, of compliance.

Qualified Opinion on the Community Development Block Grants/Entitlement Grants Program

In our opinion, except for the noncompliance described in the Basis for Qualified and Unmodified Opinions section of our report, the County complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on the Community Development Block Grants/Entitlement Grants Program for the year ended June 30, 2022.

Unmodified Opinion on Each of the Other Major Federal Programs

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 other major federal programs identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs for the year ended June 30, 2022.

Basis for Qualified and Unmodified Opinions

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); 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). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditors' Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the County and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the County's compliance with the compliance requirements referred to above.

Matters Giving Rise to Qualified Opinion on the 14.218-Community Development Block Grants/Entitlement Grants Program

As described in the accompanying schedule of findings and questioned costs, the County did not comply with requirements regarding the Community Development Block Grants/Entitlement Grants Program as described in finding numbers 2022-002 for Reporting-FFATA and 2022-003 for Reporting-Performance Reporting.

Compliance with such requirements is necessary, in our opinion, for the County to comply with the requirements applicable to that program.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to the County's federal programs.

Auditors' Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the County's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the County's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we:

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the County's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- obtain an understanding of the County's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances 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 the County's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Other Matters

The results of our auditing procedures disclosed other instances of noncompliance which are required to be reported in accordance with the Uniform Guidance and which are described in the accompanying schedule of findings and questioned costs as items 2022-004 and 2022-005. Our opinion on each major federal program is not modified with respect to these matters.

Government Auditing Standards requires the auditor to perform limited procedures on the County's response to the noncompliance findings identified in our compliance audit described in the accompanying schedule of findings and questioned costs. The County's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Report on Internal Control Over Compliance

Our consideration of internal control over compliance was for the limited purpose described in the Auditors' Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as discussed below, we did identify certain deficiencies in internal control over compliance that we consider to be material weaknesses and significant deficiencies.

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 a 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. We consider the deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs as items 2022-002 and 2022-003 to be material weaknesses.

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. We consider the deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs as items 2022-004 and 2022-005 to be significant deficiencies.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

Government Auditing Standards requires the auditor to perform limited procedures on the County's response to internal control over compliance findings identified in our audit described in the accompanying schedule of findings and questioned costs. The County's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

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, 2022, and the related notes to the financial statements, which collectively comprise the County's basic financial statements. We issued our report thereon dated March 31, 2023, 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 accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Uniform Guidance and is not a required part of the basic financial statements. 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. 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 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 information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.



CliftonLarsonAllen LLP

Baltimore, Maryland
April 12, 2023

PRINCE GEORGE'S COUNTY, MARYLAND
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
JUNE 30, 2022

Federal Agency/Pass-Through Entity Program Name	Assistance Listing Number	Pass- Through Entity Number	Federal Expenditures by Program	Total Federal Expenditures	Passed Through to Subrecipients
U.S. DEPARTMENT OF AGRICULTURE					
Pass-Through Maryland Department of Health and Mental Hygiene					
WIC Special Supplemental Nutrition Program for Women, Infants, and Children	10.557				
WIC		W1197WIC	\$ 2,025,137		\$ -
WIC Breastfeeding Peer Counseling		WIB37BPC	157,051		-
WIC Vouchers		none	<u>8,920,434</u>		-
Total WIC Special Supplemental Nutrition Program for Women, Infants, and Children				<u>\$ 11,102,622</u>	-
Pass-Through Maryland Department of Human Services					
SNAP Cluster:					
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	10.561				
Food Stamp Employment & Training		N00G0002	87,061	87,061	-
Subtotal SNAP Cluster				<u>87,061</u>	-
TOTAL U.S. DEPARTMENT OF AGRICULTURE				<u>11,189,683</u>	<u>-</u>
U.S. DEPARTMENT OF COMMERCE					
Direct					
Special Oceanic and Atmospheric Projects	11.460				
NOAA Marine Debris Program		none	70,428	70,428	-
TOTAL U.S. DEPARTMENT OF COMMERCE				<u>70,428</u>	<u>-</u>
U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT					
Direct					
CDBG Entitlement Grants Cluster:					
Community Development Block Grants/Entitlement Grants	14.218				
Community Development Block Grant		none	5,172,533		4,737,036
COVID-19 - Community Development Block Grant		none	1,231,311		1,231,311
Community Development Block Grant Balance of Outstanding Loans as of 6/30/2021		none	5,399,193		-
ARRA-NSP Balance of Outstanding Loans as of 6/30/2021		none	<u>1,006,585</u>		-
Total Community Development Block Grants/Entitlement Grants				<u>12,809,622</u>	<u>5,968,347</u>
Subtotal CDBG Entitlement Grants Cluster				<u>12,809,622</u>	<u>5,968,347</u>
Emergency Solutions Grant Program	14.231				
Hearth Act Emergency Solutions		none	448,306		-
COVID-19 - Emergency Solutions Grant		none	<u>5,135,674</u>		<u>189,522</u>
Total Emergency Solutions Grant Program				<u>5,583,980</u>	<u>189,522</u>
Home Investment Partnerships Program	14.239				
Home Investment Partnerships Program		none	1,620,521		
Fiscal Year 2022 Loan Additions			2,463,016		
Balance of Outstanding Loans as of 6/30/2021		none	<u>21,005,941</u>		<u>160,385</u>
Total Home Investment Partnerships Program				<u>25,089,478</u>	<u>160,385</u>
Community Development Block Grants Section 108 Loan Guarantees	14.248				
Section 108 CBLF		none	174,416	174,416	-
Continuum of Care Program	14.267				
Continuum of Care		none	888,731		-
Coordinated Entry		none	254,114		-
Homeless Management Information System		none	24,490		-
Permanent Housing Program for People with Disabilities		none	573,835		-
Substance Abuse Treatment Outcomes Program		none	557,272		-
Transitional Center for Men		none	218,313		-
Transitional Housing Program		none	<u>630,132</u>		<u>139,216</u>
Total Continuum of Care Program				<u>3,146,887</u>	<u>139,216</u>
TOTAL U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT				<u>46,804,383</u>	<u>6,457,470</u>
U.S. DEPARTMENT OF JUSTICE					
Direct					
Equitable Sharing Program	16.922				
Asset Forfeiture		none	387,533	387,533	-
Services for Trafficking Victims	16.320				
Human Trafficking		none	31,386	31,386	-

**PRINCE GEORGE'S COUNTY, MARYLAND
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
JUNE 30, 2022**

Federal Agency/Pass-Through Entity Program Name	Assistance Listing Number	Pass- Through Entity Number	Federal Expenditures by Program	Total Federal Expenditures	Passed Through to Subrecipients
U.S. DEPARTMENT OF JUSTICE (continued)					
Drug Court Discretionary Grant Program Veteran's Treatment Court	16.585	none	\$ 83,252	\$ 83,252	-
Edward Byrne Memorial Justice Assistance Grant Program JAG Local	16.738	none	174,820	174,820	-
DNA Backlog Reduction Program DNA Enhancement and Backlog Reduction Capacity	16.741	none	441,869	441,869	-
Capital Case Litigation Initiative Conviction & Sentencing Integrity-Wrongful Convictions Subtotal Direct Programs	16.746	none	11,955	<u>11,955</u>	<u>-</u>
				1,130,815	-
Pass-Through Governors Office of Crime Control and Prevention					
COVID-19 - Coronavirus Emergency Supplemental Funding Program	16.034				
COVID-19 - Coronavirus Emergency Funds Grant		CESF-2020-0077	19,300		-
COVID-19 - We See You: Giving a Virtual Voice to Silent Victims		CESF-2020-0011	10,107		-
COVID-19 - Housing Assistance for Victims of Domestic Violence		CESF-2020-0065	102,584		-
COVID-19 - Coronavirus Emergency Supplemental Funding		CESF-2020-0081	165,777		-
COVID-19 - Coronavirus Emergency Supplemental Funding Total Coronavirus Emergency Supplemental Funding Program		CESF-2020-0097	<u>298,809</u>	<u>596,577</u>	<u>-</u>
Crime Victim Assistance	16.575				
Changing Lives, Restoring Justice		VOCA-2019-0118	72,291		-
Victim Advocacy Assistant Program		VOCA-2019-0089	116,376		-
Medical Mental Health Advocacy Services		VOCA-2020-0026	3,516		-
Victim Advocacy		VOCA-2020-0040	373,132		-
Changing Lives, Restoring Hope Total Crime Victim Assistance		VOCA-2020-0024	<u>357,223</u>	<u>922,538</u>	<u>-</u>
Violence Against Women Formula Grants	16.588				
Sexual Assault & Domestic Violence Prosecution		VAWA-2020-0019	21,645		-
Economic Justice		VAWA-2020-0011	7,328		-
Sexual Assault & Domestic Violence Prosecution Total Violence Against Women Formula Grants		VAWA-2021-0039	<u>52,141</u>	<u>81,114</u>	<u>-</u>
Residential Substance Abuse Treatment for State Prisoners Recovery Points Residential Treatment	16.593	RSAT-2018-0002	158,311	158,311	-
Project Safe Neighborhoods	16.609	PSNM-2017-0002	48,892	48,892	-
Edward Byrne Memorial Justice Assistance Grant Program Warrant Apprehension Employee Wellness Mental Health Resources Total Edward Byrne Memorial Justice Assistance Grant Program	16.738	BJAG-2018-0026 BJAG-2019-0016 BJAG-2018-0044	84,832 11,750 8,025	<u>104,607</u>	<u>-</u>
TOTAL U.S. DEPARTMENT OF JUSTICE				<u>3,042,854</u>	<u>-</u>
U.S. DEPARTMENT OF LABOR					
Pass-Through Senior Services America, Inc. Senior Community Service Employment Program	17.235	none	520,978	520,978	-
TOTAL U.S. DEPARTMENT OF LABOR				<u>520,978</u>	<u>-</u>
U.S. DEPARTMENT OF TRANSPORTATION					
Pass-Through Maryland Department of Transportation					
<i>Highway Planning and Construction Cluster:</i>					
Highway Planning and Construction	20.205				
Sunnyside Avenue Bridge		none	280,766		-
Brandywine Road Bridge		none	14,891		-
Total Highway Planning and Construction Subtotal Highway Planning and Construction Cluster				<u>295,657</u>	<u>-</u>
				295,657	-
<i>Federal Transit Cluster:</i>					
Federal Transit Formula Grants	20.507				
COVID-19 - 5307 American Rescue Plan Act		PG22ARPA2021	2,578,632		-
COVID - 19 - Coronavirus Response and Relief Supplemental Appropriations Act		PG22CRRSAA2021	727,119		-
Total Federal Transit Formula Grants Subtotal Federal Transit Cluster				<u>3,305,751</u>	<u>-</u>
				3,305,751	-

PRINCE GEORGE'S COUNTY, MARYLAND
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
JUNE 30, 2022

Federal Agency/Pass-Through Entity Program Name	Assistance Listing Number	Pass- Through Entity Number	Federal Expenditures by Program	Total Federal Expenditures	Passed Through to Subrecipients
U.S. DEPARTMENT OF TRANSPORTATION (continued)					
Formula Grants for Rural Areas and Tribal Transit Program	20.509				
COVID-19 - Coronavirus Aid, Relief, and Economic Security (Section 5311)		PG22CARES11O2020	\$ 508,292		\$ -
Statewide Specialized Transportation Assistance Program (Section 5311)		none	150,281		-
Total Formula Grants for Rural Areas and Tribal Transit Program				\$ 658,573	-
Pass-Through Metropolitan Washington Council of Governments					
Metropolitan Transportation Planning and State and Non-Metropolitan Planning and Research	20.505				
Medical Assistance Mobility Enhancement Pilot Program		21-030	17,563	17,563	-
TOTAL U.S. DEPARTMENT OF TRANSPORTATION				4,277,544	-
U.S. DEPARTMENT OF THE TREASURY					
COVID-19 - Coronavirus Relief Fund	21.019				
Direct		none	(65,391)		-
Pass-Through Maryland Department of Transportation					
COVID-19 - Coronavirus Aid, Relief and Economic Security Act Transit		none	16,972		-
Total Coronavirus Relief Fund				(48,419)	-
COVID-19 - Emergency Rental Assistance	21.023				
Direct		none	25,987,724		-
Pass-Through Maryland Department of Commerce					
COVID-19 - Emergency Rental Assistance		ERA0386	35,382,847		-
COVID-19 - Emergency Rental Assistance		ERAE0073	1,660,263		-
Total Emergency Rental Assistance				63,030,834	-
COVID-19 - Coronavirus State and Local Fiscal Recovery Funds	21.027				
Direct		none	43,404,740		3,385,960
Pass-Through Maryland Department of Commerce					
Restaurant Relief Fund		none	185,819		-
Online Sales and Telework - (ARPA)		none	673,494		-
Pass-Through Maryland Department of Housing and Community Development					
Strategic Partnerships Nonprofit Relief Fund		none	2,922,048		-
Emergency Housing Program		none	1,925,821		-
Total Coronavirus State and Local Fiscal Recovery Funds				49,111,922	3,385,960
TOTAL U.S. DEPARTMENT OF THE TREASURY				112,094,337	3,385,960
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES					
Direct					
Substance Abuse and Mental Health Services Projects of Regional and National Significance	93.243				
System of Care Expansion & Sustainability		none	1,627,244	1,627,244	-
Subtotal Direct Programs				1,627,244	-
Pass-Through Maryland Department of Health and Mental Hygiene					
Special Programs for the Aging, Title VII, Chapter 2, Long Term Care Ombudsman Services for Older Individuals	93.042				
COVID-19 - CARES Act Title VII Ombudsman		620520/15, 654820/15	4,915	4,915	-
Alzheimer's Disease Program Initiative (ADPI)	93.470				
Dementia Capable Community Connections - Dementia Live		654422/15	218	218	-
Children's Justice Grants to States	93.643				
Multi-Disciplinary Team Training		CJAC-2020-0005	5,863	5,863	-
Public Health Emergency Preparedness	93.069				
Cities Readiness Initiative		AD396PRV	2,435		-
Public Health Emergency Preparedness		CH823PHP	1,208		-
Cities Readiness Initiative		CH823PHP	107,717		-
Public Health Emergency Preparedness		CH823PHP	496,898		-
Total Public Health Emergency Preparedness				608,258	-
Affordable Care Act (ACA) Personal Responsibility Education Program	93.092				
Personal Responsibility Education		FHC31PRE	(1,055)	(1,055)	-
Project Grants and Cooperative Agreements for Tuberculosis Control Programs	93.116				
Tuberculosis Control		CH014TBF	169,613	169,613	-

**PRINCE GEORGE'S COUNTY, MARYLAND
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
JUNE 30, 2022**

Federal Agency/Pass-Through Entity Program Name	Assistance Listing Number	Pass- Through Entity Number	Federal Expenditures by Program	Total Federal Expenditures	Passed Through to Subrecipients
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES (continued)					
Community Programs to Improve Minority Health Grant Program COVID-19 Health Literacy Enhancement	93.137	1 CPIMP211259-01-00	\$ 1,297,433	\$ 1,297,433	\$ 1,294,690
Project for Assistance in Transition from Homelessness PATH Program	93.150	MH566OTH	106,652	106,652	-
Public Health Emergency Response COVID-19 Public Health Workforce Supplemental Funding	93.354	PH017CRW	1,845,374	1,845,374	-
Community Health Workers for Public Health Response and Resilient Community Health Integrated Services System	93.495	1 NU58DP007054-01-00	222,107	222,107	168,578
Affordable Care Act (ACA) Maternal, Infant, and Early Childhood Home Visiting Program Home Visiting	93.505	none	623,602	623,602	-
Promoting Safe and Stable Families Placement Stability and Permanency for LGBTQ Children and Youth in Foster	93.556	3001333	(15,787)	(15,787)	-
Ryan White HIV/AIDS Program Parts A and B HRSA Ending the Epidemic	93.686	none	770,903	770,903	-
Children's Health Insurance Program Childhood Lead Poisoning Prevention	93.767	CHC86ECM	263,454	-	-
Administrative Care Coordination		MA021EPS	124,433	-	-
MCHP Eligibility Determination		MA186ACM	166,193	-	-
Total Children's Health Insurance Program			<u>554,080</u>	-	-
<i>Medicaid Cluster:</i>					
Medical Assistance Program	93.778				
COVID-19 - Connector Entity Program for Navigator Services		07-009	1,368	-	-
Maryland Health Benefit Exchange Connector Program		09-009	1,561,965	-	1,243,172
State Opioid Response (SOR)		BH212SOR	172,150	-	-
State Opioid Response (SOR) Supplement		BH238SUP	47,093	-	-
Administrative Care Coordination		MA021EPS	823,023	-	-
Maryland's Children Health Program Eligibility Pregnant Women Children		MA186ACM	1,513,881	-	-
Medical Assistance Transportation		MA357GTS	3,261,180	-	1,105,302
Medicaid Administration Participation		none	142,083	-	-
Total Medical Assistance Program			<u>7,522,743</u>	-	<u>2,348,474</u>
Subtotal Medicaid Cluster			<u>7,522,743</u>	-	<u>2,348,474</u>
Opioid STR State Opioid Response	93.788	BH 259 SOR	(15,231)	(15,231)	-
Pass-Through Maryland Department of Health and Mental Hygiene (continued)					
Block Grants for Community Mental Health Services Community Mental Health	93.958	MH569OTH	1,570,717	-	-
COVID-19 - 988 Lifeline Call Center		BH010MAR	298,620	-	-
Total Block Grants for Community Mental Health Services			<u>1,869,337</u>	-	-
Block Grants for Prevention and Treatment of Substance Abuse Integration of Sexual Health in Recovery	93.959	AD681INT	196,574	-	-
Federal SUD Services		AS243FED	7,500	-	-
Federal SUD Services		AS358ADM	768,412	-	-
Prevention Services		MU530ADP	434,291	-	-
COVID-19 Substance Abuse Prevention		MU530ADP	54,604	-	-
Total Block Grants for Prevention and Treatment of Substance Abuse			<u>1,461,381</u>	-	-
Preventive Health Services-Sexually Transmitted Diseases STD Caseworker Federal	93.977	CH032STD	167,620	167,620	-
Maternal and Child Health Services Block Grant to the States High Risk Infants	93.994	FH362HRI	1,957	-	-
Asthma		FH326HRI	82,112	-	-
HRSA Ending the Epidemic		22F080	64,687	-	-
Total Maternal and Child Health Services Block Grant to the States			<u>148,756</u>	-	-

**PRINCE GEORGE'S COUNTY, MARYLAND
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
JUNE 30, 2022**

Federal Agency/Pass-Through Entity Program Name	Assistance Listing Number	Pass- Through Entity Number	Federal Expenditures by Program	Total Federal Expenditures	Passed Through to Subrecipients
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES (continued)					
Pass-Through Maryland Department of Aging					
<i>Aging Cluster:</i>					
Special Programs for the Aging-Title III, Part B-Grants for Supportive Services and Senior Centers	93.044				
Federal American Rescue Plan of the Older American Act		655321/15, 655421/15, 65	\$ 291,966		\$ -
Title III and VII		650118/15	265,526		-
Title III and VII		650119/15	697,866		-
COVID-19 Coronavirus Aid Relief and Economic Security Act Title III		654520 654620 654720/15	2,600		-
Title III and VII		650121/15	706,014		-
Title III/VII Older Americans Act and NSIP		650122/15	1,490,639		-
Total Special Programs for the Aging-Title III, Part B-Grants for Supportive Services and Senior Centers				\$ 3,454,611	-
Special Programs for the Aging, Title III, Part C, Nutrition Services	93.045				
COVID-19 - Consolidated Appropriations Act Supplemental Funding		655121/15	169,091	169,091	-
Subtotal Aging Cluster				3,623,702	-
Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)	93.323				
Community Health Worker - Early Learning Center		ELC08CHW	118,954		-
Enhancing Detection		ID917EDG	791,999		-
Enhancing Detection		ID941EDE	3,388,212		-
Total Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)				4,299,165	-
Health Insurance Assistance Program	93.324				
Senior Health Insurance		651522/15	63,019	63,019	-
Child Support Enforcement	93.563				
Cooperative Reimbursement Agreement		CSEA/CRA-21-019	126,578		-
Cooperative Reimbursement Agreement		CSEA/CRA-22-019	281,048		-
Child Support Enforcement - Cooperative Reimbursement Agreement (CRA)		CSA/CRA-19-018	336,289		-
Child Support Enforcement - Cooperative Reimbursement Agreement (CRA)		CSA/CRA/22-018	1,126,822		-
Total Child Support Enforcement				1,870,737	-
Low-Income Home Energy Assistance	93.568				
Office of Home Energy Programs		none	6,079	6,079	-
Pass-Through Center for Disease Control and Prevention					
Injury Prevention and Control Research and State and Community Based Programs	93.136				
Maryland Violence & Injury Prevention		FHB75VIP	383		-
Overdose Data Action		AS4510DA	259,217		-
Maryland Injury and Prevention		FHB75VIP	20,567		-
Total Injury Prevention and Control Research and State and Community Based Programs				280,167	-
Immunization Cooperative Agreements	93.268				
Hepatitis B Prevention		CH352IMM	63,620		-
Immunization		CH383IMM	119,972		-
FEMA Emergency Protective Measures		FE717COV	214,374		-
COVID-19 Mass Vaccination		MV617COV	1,825,311		-
Total Immunization Cooperative Agreements				2,223,277	-
HIV Prevention Activities Health Department Based	93.940				
HIV Prevention		AD396PRV	551,370		-
STD Caseworker - Federal		CH032STD	(16,347)		-
Implement Ending the HIV Epidemic		AS827IEH	662,159		-
Ending the HIV Epidemic in STD Clinics		AD844ESC	10,816		-
Total HIV Prevention Activities Health Department Based				1,207,998	-
Strengthening Public Health Systems and Services through National Partnerships to Improve and Protect the Nation's Health	93.421				
COVID-19 - Building Local Operational Capacity		6NU380OT000306-02-08	15,927	15,927	15,664
Innovative State and Local Health Strategies	93.435				
Diabetes, Heart Disease & Stroke		5 NU58DP006626-03-00	725,205		532,939
Diabetes, Heart Disease & Stroke		5 NU58DP006626-04-00	1,374,488		926,548
Total Innovative State and Local Health Strategies				2,099,693	1,459,487
TOTAL U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES				34,663,790	5,286,893

PRINCE GEORGE'S COUNTY, MARYLAND
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
JUNE 30, 2022

Federal Agency/Pass-Through Entity Program Name	Assistance Listing Number	Pass- Through Entity Number	Federal Expenditures by Program	Total Federal Expenditures	Passed Through to Subrecipients
CORPORATION FOR NATIONAL AND COMMUNITY SERVICE					
Direct					
Retired and Senior Volunteer Program Community RSVP	94.002	none	\$ 80,050	\$ 80,050	\$ -
<i>Foster Grandparent/Senior Companion Cluster:</i>					
Foster Grandparents	94.011	none	229,729	<u>229,729</u>	-
Subtotal Foster Grandparent/Senior Companion Cluster				<u>229,729</u>	-
TOTAL CORPORATION FOR NATIONAL AND COMMUNITY SERVICE				<u>309,779</u>	<u>-</u>
U.S. DEPARTMENT OF HOMELAND SECURITY					
Direct					
Emergency Food and Shelter National Board Program Emergency Food and Shelter Program	97.024	none	89,968	89,968	-
Assistance to Firefighters					
Assistance to Firefighters	97.044	none	219,151		-
COVID-19 - Assistance to Firefighters		none	<u>425,078</u>		-
Total Assistance to Firefighters				644,229	-
Homeland Security Biowatch					
Biowatch	97.091	none	2,483,866	<u>2,483,866</u>	-
Subtotal Direct Programs				<u>3,218,063</u>	-
Disaster Grants - Public Assistance (Presidentially Declared Disasters)					
Pass-Through Maryland Department of Health Federal Emergency Management Agency Emergency Protective Measures Pass-Through Maryland Department of Emergency Management	97.036	FE17COV	6,660,900		-
COVID-19 - Disaster Grants - Public Assistance (Presidentially Declared Disasters)					-
COVID-19 - Quarantine Sheltering (Largo)		PW-146	1,368,244		-
COVID-19 - Vaccine Logistics and Marketing Support		PW-147	<u>3,459,531</u>		-
Total Disaster Grants - Public Assistance (Presidentially Declared Disasters)				<u>11,488,675</u>	-
Emergency Management Performance Grants					
Emergency Management Performance Grant	97.042	20-SR8854-01	138,557		-
COVID-19 - Emergency Management Preparedness Grant COVID		20-SR8854-02	21,471		-
Emergency Management Performance Grant		21-SR8854-01	<u>159,257</u>		-
Total Emergency Management Performance Grants				<u>319,285</u>	-
Homeland Security Grant Program					
State Homeland Security Grant	97.067	198-SR8854-01	182,430		-
Volunteer and Citizen Corp Program		19UASI543-02	3,641		-
UASI Logistic and Supply Chain Management		19UASI543-07	32,760		-
UASI EMS Surge Equipment		19UASI606-02	187,723		-
UASI Fire & Rescue Decon Equip		19UASI606-03	66,525		-
UASI Unmanned Aerial Systems		19UASI645-01	35,990		-
UASI Tactical Equipment for Law Enforcement		19UASI645-02	227,164		-
State Homeland Security Grant		20-SR8854-03	177,388		-
COVID-19 - Public Health Emergency Response		20UASI538-01	97,509		-
UASI Regional Preparedness Grant		20UASI543-01	325,917		-
UASI Response and Recovery- Planning		20UASI543-02	71,429		-
UASI Volunteer and CCP		20UASI543-04	89,270		-
UASI Special Events Response Cache		20UASI645-01	383,295		-
Tactical Equipment		20UASI645-02	54,980		-
UASI Regional Preparedness		21UASI543-01	197,872		-
Volunteer and Citizen Corp		21UASI543-02	10,163		-
UASI Ballistic Protection Non-cap Equipment		EMW-2020-SS-00057	<u>445,093</u>		-
Total Homeland Security Grant Program				<u>2,589,149</u>	-
TOTAL U.S. DEPARTMENT OF HOMELAND SECURITY				<u>17,615,172</u>	<u>-</u>
TOTAL FEDERAL GRANT EXPENDITURES				<u>\$ 230,588,948</u>	<u>\$ 15,130,323</u>

PRINCE GEORGE'S COUNTY, MARYLAND
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
JUNE 30, 2022

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The schedule of expenditures of federal awards presents the activity of all federal award programs of Prince George's County, Maryland (the County), as defined in Note 1(a) to the County's basic financial statements. All federal awards received directly from federal agencies as well as Federal awards passed through other government agencies or other entities are included in the schedule.

NOTE 2 BASIS OF ACCOUNTING

The accompanying schedule of expenditures of federal awards is presented using the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance for all awards with the exception of ALN 21.019, which follows criteria determined by the Department of Treasury for allowability of costs. Under these principles, certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. It includes all federal awards to the County which had expenditure activity during the year ended June 30, 2022. Several programs are jointly funded by state of Maryland appropriations and federal awards. The schedule of expenditures of federal awards reflects only that part of the grant activity funded by federal awards.

NOTE 3 NONCASH FEDERAL AWARDS

Food Vouchers – U.S. Department of Agriculture (USDA): The Special Supplemental Food Program for Women, Infants, and Children (WIC) (ALN #10.557) is a state of Maryland administered program that uses local governments to assist in screening participant eligibility and distribution of WIC vouchers. Distributed WIC vouchers are issued, controlled, collected, valued, audited, and canceled by the state of Maryland. These amounts are included in the schedule of expenditures of federal awards.

NOTE 4 LOAN PROGRAMS

The County participates in the Home Investment Partnerships (HOME) (ALN #14.239) and Community Development Block Grant (CDBG) (ALN #14.218) federal loan programs. The outstanding loan balances as of June 30, 2022 were \$24,774,956 and \$4,858,068, respectively.

NOTE 5 INDIRECT COSTS

The County did not elect the 10% de minimis indirect cost rate.

PRINCE GEORGE'S COUNTY, MARYLAND
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
JUNE 30, 2022

NOTE 6 PERSONAL PROTECTIVE EQUIPMENT (PPE) INVENTORY

The CARES Act was signed into law on March 27, 2020. The County received a payment from Treasury in the amount of approximately \$158.7 million. Funds received by the County were used for expenses incurred in response to the public health emergency declared in response to COVID-19. Approximately \$10.2 million was used to purchase PPE in previous periods and approximately \$2.9 million were reported as expenditures on the SEFA. As of June 30, 2022, the remaining supply of PPE is approximately \$7.3M.

**PRINCE GEORGE'S COUNTY, MARYLAND
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2022**

Section I – Summary of Independent 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? x yes _____ none reported
3. Noncompliance material to financial statements noted? _____ yes x no

Federal Awards

1. Internal control over major federal programs:
- Material weakness(es) identified? x yes _____ no
 - Significant deficiency(ies) identified? x yes _____ none reported
2. Type of auditors' report issued on compliance for major federal programs: See below
3. Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? _____ x yes _____ no

Identification of Major Federal Programs

<u>Name of Federal Program or Cluster</u>	<u>Assistance Listing Number</u>	<u>Opinion</u>
Community Development Block Grants/Entitlement Grants	14.218	Qualified
Emergency Solutions Grant Program	14.231	Unmodified
Home Investment Partnerships Program	14.239	Unmodified
Continuum of Care Program	14.267	Unmodified
Federal Transit Cluster	20.507	Unmodified
COVID 19 - Emergency Rental Assistance	21.023	Unmodified
COVID 19 - Coronavirus State and Local Fiscal Recovery Funds	21.027	Unmodified
Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)	93.323	Unmodified

Dollar threshold used to distinguish between Type A and Type B programs:

\$3,000,000

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

**PRINCE GEORGE'S COUNTY, MARYLAND
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2022**

Section II – Financial Statement Findings

2022 – 001

Financial Close and Reporting

Type of Finding: Significant Deficiency in Internal Control over Financial Reporting

Condition

The County was not able to complete the preparation of their financial statements in accordance with the State of Maryland time constraints, resulting in the need to obtain extensions. Additionally, documentation and support for certain account balances were unable to be provided on a timely basis.

Criteria

Governments are required to prepare financial statements in accordance with generally accepted accounting principles (GAAP). This is a responsibility of the government's management. The preparation of financial statements in accordance with GAAP requires internal controls over both (1) recording, processing, and summarizing accounting data (i.e., maintaining internal books and records), and (2) reporting government-wide and fund financial statements, including the related footnotes (i.e., external financial reporting.)

Cause

The delay in reporting is a result of the limited resources, personnel issues, and vacancies in key positions.

Effect

Significant delays were experienced in obtaining the financial statements for the period under audit. The results were delays in producing closing entries, trial balances, schedules, reconciliations, account analyses, and other financial reports needed by management and the auditors.

Recommendation

We recommend that management review current staffing to determine the sufficiency of resources to adequately close the books at year-end and prepare the financial statements in a timely manner in accordance with State requirements.

Managements Response:

We concur with the observation regarding staffing. During fiscal year 2022 there was one vacant position in the Financial Reporting Team within the Office of Finance. A temporary person was brought in late to the process and assisted with year-end closing and preparation of financial statements. Additionally, several programmatic agencies and County component units that provide critical inputs to financial schedules and audited financial statements, experienced their own staffing challenges (key vacancies and/or inexperienced staff unfamiliar with the process) which hindered the execution of a timely closeout and financial statements preparation. These County-wide resource issues, along with the implementation of new GASB standards, impacted the compilation and issuance of statements. The preparation and review of the financial statements were in accordance with GAAP.

**PRINCE GEORGE'S COUNTY, MARYLAND
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2022**

Section III – Federal Award Findings and Questioned Costs

Reference Number: 2022-002

Prior Year Finding: No

Federal Agency: U.S. Department of Housing and Urban Development

Federal Program: Community Development Block Grants/Entitlement Grants

Assistance Listing Number: 14.218

Award Number and Year: B-19-UC-24-0002 (7/31/2019 – 9/1/2027), B-20-UC-24-0002 (8/17/2020 – 9/1/2028), B-21-UC-24-0002 (10/27/2021 – 9/1/2029)

Compliance Requirement: Reporting – Federal Funding Accountability and Transparency Act (FFATA)

Type of Finding Material Weakness in Internal Control Over Compliance, Material Noncompliance

Criteria or specific requirement:

Compliance: Per the Federal Funding Accountability and Transparency Act (FFATA), prime (direct) recipients of grants or cooperative agreements are required to report first-tier subawards of \$30,000 or more to the Federal Funding Accountability and Transparency Act Subaward Reporting System (FSRS). Reports must be filed in FSRS by the end of the month following the month in which the prime recipient awards any sub-grant greater than or equal to \$30,000. If the initial award is below \$30,000 but subsequent grant modifications result in a total award equal to or over \$30,000, the award will be subject to the reporting requirements as of the date the award exceeds \$30,000. If the initial award equals or exceeds \$30,000 but funding is subsequently de-obligated such that the total award amount falls below \$30,000, the award continues to be subject to FFATA reporting requirements.

The following key data elements must be reported: Subawardee Name and Data Universal Numbering System (DUNS) number; Amount of Subaward (inclusive of modifications); Subaward Obligation/Action Date; Date of Report Submission; Subaward Number; Project Description; and Names and Compensation of Highly Compensated Officers. (Names and Compensation of Highly Compensated Officers must only be reported when the entity in the preceding fiscal year received 80 percent or more of its annual gross revenues in Federal awards; and \$30,000,000 or more in annual gross revenues from Federal awards; and the public does not have access to this information about the compensation of the senior executives of the entity through periodic reports filed under section 13(a) or 15(d) of the Securities Exchange Act of 1934 (15 U.S.C. §§ 78m(a), 78o(d)) or section 6104 of the Internal Revenue Code of 1986.)

Control: Per 2 CFR section 200.303(a), a non-Federal entity must: Establish and maintain effective internal control over the Federal award that provides reasonable assurance that the non-Federal entity is managing the Federal award in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award. These internal controls should comply with guidance in “Standards for Internal Control in the Federal Government” issued by the Comptroller General of the United States or the “Internal Control Integrated Framework”, issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO).

**PRINCE GEORGE'S COUNTY, MARYLAND
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2022**

Section III – Federal Award Findings and Questioned Costs (Continued)

Condition:

Prince George's County (County) did not report required subaward information to FSRS for first-tier subawards of \$30,000 or more.

Context:

Zero of seven subawards selected for testing were reported to FSRS. Total subawards tested were \$3,867,912, and \$0 was reported as required by FFATA requirements.

Transactions Tested	Subaward not reported	Report not timely	Subaward amount incorrect	Subaward missing key elements
7	7	0	0	0
Dollar Amount of Tested Transactions	Subaward not reported	Report not timely	Subaward amount incorrect	Subaward missing key elements
\$3,867,912	\$3,867,912	\$0	\$0	\$0

Cause:

The County's policies and procedures were not sufficient to ensure that required subaward information was reported to FSRS. Internal controls did not prevent or detect the errors.

Effect:

Subawards were not reported to FSRS in accordance with FFATA requirements.

Questioned costs:

None noted.

Recommendation:

We recommend that the County develop internal controls and procedures to ensure that FFATA reporting requirements are met. We further recommend the County develop controls and procedures to ensure that all required subawards are reported accurately and timely to FSRS.

Views of responsible officials:

DHCD established Policies and Procedures governing all entitlement programs, including the Community Development Block Grant Program. DHCD will provide the Office of Management of Budget (OMB) with all subawards of \$30,000 or more monthly to upload into the FSRS system.

**PRINCE GEORGE'S COUNTY, MARYLAND
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2022**

Section III – Federal Award Findings and Questioned Costs (Continued)

Reference Number: 2022-003
Prior Year Finding: No
Federal Agency: U.S. Department of Housing and Urban Development
Federal Program: Community Development Block Grants/Entitlement Grants
Assistance Listing Number: 14.218
Award Number and Year: B-19-UC-24-0002 (7/31/2019 – 9/1/2027), B-20-UC-24-0002 (8/17/2020 – 9/1/2028), B-21-UC-24-0002 (10/27/2021 – 9/1/2029)
Compliance Requirement: Reporting – Performance Reporting
Type of Finding Material Weakness in Internal Control Over Compliance, Material Noncompliance

Criteria or specific requirement:

Compliance: Per 24 CFR Part 75, beginning in July 2021, grantees shall enter Section 3 activities on the closeout screens in the Integrated Disbursement and Information System (IDIS) as well as within their annual reporting in the Consolidated Annual Performance and Evaluation Report (CAPER). Section 3 projects are housing rehabilitation, housing construction, and other public construction projects assisted under HUD programs that provide housing and community development financial assistance when the total amount of assistance to the project exceeds a threshold of \$200,000.

Control: Per 2 CFR section 200.303(a), a non-Federal entity must: Establish and maintain effective internal control over the Federal award that provides reasonable assurance that the non-Federal entity is managing the Federal award in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award. These internal controls should comply with guidance in “Standards for Internal Control in the Federal Government” issued by the Comptroller General of the United States or the “Internal Control Integrated Framework”, issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO).

Condition:

Prince George's County (County) did not submit a report of Section 3 activities in IDIS as required.

Context:

Zero of one project subject to Section 3 reporting requirements was submitted in IDIS. The County prepared the report for this project, but it did not submit it in IDIS as required.

Cause:

The County's policies and procedures were not sufficient to ensure that Section 3 reports were completed and submitted in IDIS as required by program regulations. Internal controls did not prevent or detect the error.

Effect:

The County was not in compliance with Section 3 reporting requirements.

**PRINCE GEORGE'S COUNTY, MARYLAND
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2022**

Section III – Federal Award Findings and Questioned Costs (Continued)

Questioned costs:

None noted.

Recommendation:

We recommend that the County develop internal controls and procedures to ensure that Section 3 reports are completed and submitted timely in IDIS as required by 24 CFR Part 75.

Views of responsible officials:

DHCD established Policies and Procedures governing all entitlement programs, including the Community Development Block Grant Program. All projects subject to Section 3 must have a preconstruction conference where Section 3 is discussed, among other required regulations. They must also submit Section 3 documentation before the project is closed- out and reimbursement is processed.

**PRINCE GEORGE'S COUNTY, MARYLAND
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2022**

Section III – Federal Award Findings and Questioned Costs (Continued)

Reference Number: 2022-004
Prior Year Finding: No
Federal Agency: U.S. Department of Housing and Urban Development
Federal Program: Community Development Block Grants/Entitlement Grants
Assistance Listing Number: 14.218
Award Number and Year: B-19-UC-24-0002 (7/31/2019 – 9/1/2027), B-20-UC-24-0002 (8/17/2020 – 9/1/2028), B-21-UC-24-0002 (10/27/2021 – 9/1/2029)
Compliance Requirement: Special Tests and Provisions – Wage Rate Requirements
Type of Finding Significant Deficiency in Internal Control Over Compliance, Other Matters

Criteria or specific requirement:

Compliance: All laborers and mechanics employed by contractors or subcontractors to work on construction contracts in excess of \$2,000 financed by federal assistance funds must be paid wages not less than those established for the locality of the project (prevailing wage rates) by the Department of Labor (DOL). Nonfederal entities shall include in their construction contracts subject to the Wage Rate Requirements a provision that the contractor or subcontractor comply with those requirements and DOL regulations (29 CFR Part 5, Labor Standards Provisions Applicable to Contracts Governing Federally Financed and Assisted Construction). This includes a requirement for the contractor or subcontractor to submit to the nonfederal entity weekly, for each week in which any contract work is performed, a copy of the payroll and a statement of compliance.

Wage Rate Requirements apply to the rehabilitation of residential property only if such property contains eight or more units. However, the requirements do not apply to volunteer work where the volunteer does not receive compensation, or is paid expenses, reasonable benefits or a nominal fee for such services, and is not otherwise employed at any time in construction work.

Control: Per 2 CFR section 200.303(a), a non-Federal entity must: Establish and maintain effective internal control over the Federal award that provides reasonable assurance that the non-Federal entity is managing the Federal award in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award. These internal controls should comply with guidance in “Standards for Internal Control in the Federal Government” issued by the Comptroller General of the United States or the “Internal Control Integrated Framework”, issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO).

Condition:

Prince George's County (County) did not ensure a construction project complied with wage rate requirements.

Context:

One of five construction projects selected for testing was not in compliance with wage rate requirements. The contract did not include the required wage rate provisions, nor did wage rate reporting occur for this project.

**PRINCE GEORGE'S COUNTY, MARYLAND
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2022**

Section III – Federal Award Findings and Questioned Costs (Continued)

Cause:

The County's policies and procedures were not sufficient to ensure that all contracts complied with wage rate requirements. Internal controls did not prevent or detect the error.

Effect:

The County was unable to ensure that the contractor's employees were paid wages not less than those established for the locality of the project (prevailing wage rates) by DOL.

Questioned costs:

None noted.

Recommendation:

We recommend that the County develop internal controls and procedures to ensure that all construction contracts subject to wage rate requirements include the relevant provisions and that it establishes weekly reporting procedures with the contractor to ensure compliance.

Views of responsible officials:

DHCD established Policies and Procedures governing all entitlement programs, including the Community Development Block Grant Program. All projects subject to the Davis Bacon Wage Rate requirement must have a preconstruction conference where wage rates and submission of certified payrolls are discussed. They must also submit certified payroll before a reimbursement is processed. This particular subrecipient became unresponsive and extensive technical assistance was provided for over a year.

**PRINCE GEORGE'S COUNTY, MARYLAND
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2022**

Section III – Federal Award Findings and Questioned Costs (Continued)

Reference Number: 2022-005
Prior Year Finding: No
Federal Agency: U.S. Department of Health and Human Services
Pass-Through Entity: Maryland Department of Health
Federal Program: COVID-19 – Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)
Assistance Listing Number: 93.323
Award Number and Year: ELC08CHW (3/1/2021 – 2/28/2022)
Compliance Requirement: Reporting
Type of Finding Significant Deficiency in Internal Control Over Compliance, Other Matters

Criteria or specific requirement:

Compliance: Per Maryland Department of Health, subgrantees are required to submit Monthly Status Reports by the 10th of the month they are reporting on.

Control: Per 2 CFR section 200.303(a), a non-Federal entity must: Establish and maintain effective internal control over the Federal award that provides reasonable assurance that the non-Federal entity is managing the Federal award in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award. These internal controls should comply with guidance in “Standards for Internal Control in the Federal Government” issued by the Comptroller General of the United States or the “Internal Control Integrated Framework”, issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO).

Condition:

Prince George's County (County) did not file Monthly Status Reports in a timely manner.

Context:

Five Monthly Status Reports were selected for testing. The County did not file three of those five Monthly Status Reports in a timely manner.

Questioned costs:

None noted.

Cause:

The County's procedures and controls were not sufficient to ensure that Monthly Status Reports were filed timely.

Effect:

The County was not in compliance with the program's reporting requirements.

Recommendation:

The County should review and enhance internal controls and procedures to ensure that Monthly Status Reports are filed timely.

**PRINCE GEORGE'S COUNTY, MARYLAND
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2022**

Section III – Federal Award Findings and Questioned Costs (Continued)

Views of responsible officials:

The Health Department will review and enhance internal controls and procedures to ensure that Monthly Status Reports are filed timely. Specifically, the Health Department will update the routing reporting deliverables matrix that documents all grant reporting requirements and frequency to ensure we are in compliance with the reporting requirements. In addition, we will update our internal grant guidance document to include all control requirements per 2 CFR section 200.303, by adding language to establish and maintain effective internal controls over the Federal award. We will hold a meeting with the fiscal team once the internal grant guidance document is updated to ensure compliance with guidance in standards for internal control in the Federal Government.