
Frederick County, Maryland

**Schedule of Expenditures of Federal
Awards and Reports of Independent
Certified Public Accountants**

June 30, 2009

LSWG
Linton Shafer Warfield & Garrett, P.A.
CERTIFIED PUBLIC ACCOUNTANTS

FREDERICK COUNTY, MARYLAND

Schedule of Expenditures of Federal
Awards and Reports of Independent
Certified Public Accountants

June 30, 2009

LINTON SHAFER WARFIELD & GARRETT, P.A.

Certified Public Accountants

Frederick, Maryland

FREDERICK COUNTY, MARYLAND

Schedule of Expenditures of Federal Awards and Reports of Independent Certified Public Accountants

June 30, 2009

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Linton Shafer Warfield & Garrett, P.A.
Certified Public Accountants & Business Consultants

Exhibit I-A

**Report of Independent Certified 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***

Board of County Commissioners
Frederick County, Maryland

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 Frederick County, Maryland, as of and for the year ended June 30, 2009, which collectively comprise Frederick County, Maryland's basic financial statements and have issued our report thereon dated December 7, 2009. 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.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Frederick County, Maryland's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Frederick County, Maryland's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of Frederick County, Maryland's internal control over financial reporting.

A control deficiency 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 misstatements on a timely basis. A significant deficiency is a control deficiency, or a combination of control deficiencies, that adversely affects Frederick County, Maryland's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of Frederick County, Maryland's financial statements that is more than inconsequential will not be prevented or detected by Frederick County, Maryland's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by Frederick County, Maryland's internal control.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Frederick County, Maryland'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 that are required to be reported under *Government Auditing Standards*.

We noted certain other matters that we have reported to management of Frederick, County, Maryland, in a separate letter dated November 16, 2009.

This report is intended solely for the information and use of the audit committee, management, the Board of County Commissioners and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Linton Shafer Warfield & Garrett, P.A.

December 7, 2009

March 24, 2010



Linton Shafer Warfield & Garrett, P.A.
Certified Public Accountants & Business Consultants

Exhibit I-B

Report of Independent Certified Public Accountants on Compliance with Requirements Applicable to Each Major Program and on Internal Control over Compliance in Accordance with OMB Circular A-133

Board of County Commissioners
Frederick County, Maryland

Compliance

We have audited the compliance of Frederick County, Maryland with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2009. Frederick County, Maryland's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the County's management. Our responsibility is to express an opinion on the County's compliance based on our audit.

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 Frederick County, Maryland'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. Our audit does not provide a legal determination on Frederick County, Maryland's compliance with those requirements.

In our opinion, Frederick County, Maryland complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2009.

Internal Control over Compliance

The management of Frederick County, Maryland is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered Frederick County, Maryland's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, 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 Frederick County, Maryland's internal control over compliance.

A *control deficiency* in an entity's internal control over compliance 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 noncompliance with a type of compliance requirement of a federal program on a timely basis. A *significant deficiency* is a control deficiency, or a combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control.

A *material weakness* is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

Schedule of Expenditures of Federal Awards

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 Frederick County, Maryland, as of and for the year ended June 30, 2009, and have issued our report thereon dated December 7, 2009. Our audit was performed for the purpose of forming our opinions on the financial statements that collectively comprise Frederick County, Maryland's basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects in relation to the basic financial statements taken as a whole.

This report is intended solely for the information and use of the audit committee, management, the Board of County Commissioners, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Linton Shafer Warfield & Garrett, P.A.

December 7, 2009

March 24, 2010

Frederick County, Maryland
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2009

Federal Grantor/Pass-through Grantor/ Program or Cluster Title	Federal CFDA Number	Federal Expenditures
U.S. Department of Agriculture		
Direct Programs:		
Farm and Ranch Lands Protection Program	10.913	\$ 966,500
Pass-through programs from:		
State Department of Education:		
Child Care Food Program	10.558	\$ 129,386
State Department of Human Resources:		
Temporary Food Assistance	10.568	4,931
Total U.S. Department of Agriculture		\$ 1,100,817
U.S. Department of Housing and Urban Development		
Pass-through programs from:		
State Department of Housing and Community Development:		
Community Development Block Grants	14.228	\$ 336
Emergency Shelter Program	14.231	37,066
Special Loan Program/Star	14.239	21,435
Mod-Rehab Program	14.856	133,895
Voucher Program	14.871	4,471,585
Total U.S. Department of Housing and Urban Development		\$ 4,664,317
U.S. Department of the Interior - National Park Service		
Pass-through programs from:		
Maryland Historical Trust:		
Certified Local Government	15.904	\$ 875
Pass-through programs from:		
Maryland Department of Natural Resources:		
Land and Water Conservation Fund	15.916	\$ 937,500
Total U.S. Department of the Interior - National Park Service		\$ 938,375

Frederick County, Maryland
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2009

Federal Grantor/Pass-through Grantor/ Program or Cluster Title	Federal CFDA Number	Federal Expenditures
U.S. Department of Justice		
Direct Programs:		
Alien Assistance Program	16.606	\$ (8,919)
Bullet Proof Vest Grant	16.607	<u>257</u>
		<u><u>\$ (8,662)</u></u>
Pass-through programs from:		
Governor's Office of Crime Control and Prevention:		
Byrne Justice Assistance Grant	16.738	\$ 12,496
Pass-through programs from:		
State Department of Human Resources:		
Crime Victim Assistance	16.575	<u>99,986</u>
Total U.S. Department of Justice		<u><u>\$ 103,820</u></u>
U.S. Department of Labor		
Pass-through programs from:		
Department of Labor, Licensing and Regulation:		
Trade Adjustment Assistance	17.245	\$ 9,902
WIA Adult Program	17.258	122,083
WIA Adult Program (ARRA)	17.258	8,246
WIA Youth Activities	17.259	131,924
WIA Youth Activities (ARRA)	17.259	7,226
WIA Dislocated Workers	17.260	447,754
WIA Dislocated Workers (ARRA)	17.260	<u>3,793</u>
Total U.S. Department of Labor		<u><u>\$ 730,928</u></u>

Frederick County, Maryland
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2009

Federal Grantor/Pass-through Grantor/ Program or Cluster Title	Federal CFDA Number	Federal Expenditures
U.S. Department of Transportation		
Pass-through programs from:		
State Department of Transportation:		
Bridge Projects	20.205	\$ 1,428,956
Mass Transit Cluster:		
Mass Transit/Capital Outlay	20.507	1,746,053
Rural Public Transportation	20.509	231,728
State Planning & Research Program	20.515	<u>22,204</u>
		<u><u>\$ 3,428,941</u></u>
Pass-through programs from:		
State Highway Department:		
Bridge Projects (ARRA)	20.205	<u>987</u>
Pass-through programs from:		
Maryland Emergency Management Agency:		
Hazardous Material Emergency Preparedness	20.703	<u>11,065</u>
Total U.S. Department of Transportation		<u><u>\$ 3,440,993</u></u>
National Foundation of the Arts and Humanities		
Pass-through programs from:		
Maryland Department of Education:		
Staff Development/Language Collection	45.310	<u>35,546</u>
Total National Foundation of the Arts and Humanities		<u><u>\$ 35,546</u></u>
U.S. Environmental Protection Agency		
Pass-through programs from:		
Maryland Department of the Environment:		
Lower Monocacy	66.460	<u>92,166</u>
Total U.S. Environmental Protection Agency		<u><u>\$ 92,166</u></u>
U.S. Department of Education		
Pass-through programs from:		
Maryland State Department of Education		
Special Education-Grants to States	84.027	\$ 41,950
Special Education-Preschool Grants	84.173	7,000
Special Education-Grants for Infants and Families	84.181	<u>262,996</u>
Total U.S. Department of Education		<u><u>\$ 311,946</u></u>

Frederick County, Maryland
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2009

Federal Grantor/Pass-through Grantor/ Program or Cluster Title	Federal CFDA Number	Federal Expenditures
U.S. Department of Health and Human Services		
Direct Programs:		
Head Start	93.600	\$ 1,906,989
Head Start (ARRA)	93.600	<u>573</u>
		<u><u>\$ 1,907,562</u></u>
Pass-through programs from:		
Maryland Office of Aging:		
Ombudsman Services for Older Individuals	93.042	\$ 29,667
Aging Title IIIB	93.044	108,302
Aging Title IIIC	93.045	190,109
Special Programs for the Aging Title IV & II Discretionary Projects	93.048	8,767
National Family Caregiver Support	93.052	43,007
Nutrition Services Incentive Program	93.053	35,776
Aging Congregate Nutrition Services for States-Recovery (ARRA)	93.707	241
Medicaid Waiver Program	93.778	37,034
Senior Health Insurance Program	93.779	<u>23,716</u>
		<u><u>\$ 476,619</u></u>
Pass-through programs from:		
Maryland Department of Education:		
Healthy Families	93.558	\$ 310,740
Child Care & Development Block Grant	93.575	<u>19,553</u>
		<u><u>\$ 330,293</u></u>
Pass-through programs from:		
Maryland Department of Human Resources:		
Promoting Safe and Stable Families	93.556	\$ 133,811
Family Preservation	93.558	484,082
Child Support Enforcement	93.563	1,013,280
Family Support Center	93.590	<u>18,130</u>
		<u><u>\$ 1,649,303</u></u>
Total U.S. Department of Health and Human Services		<u><u>\$ 4,363,777</u></u>

Frederick County, Maryland
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2009

Federal Grantor/Pass-through Grantor/ Program or Cluster Title	Federal CFDA Number	Federal Expenditures
U.S. Department of Homeland Security		
Pass-through programs from:		
Maryland Emergency Management Agency:		
Hazard Mitigation Grant	97.039	\$ 59,214
Emergency Management Performance	97.042	159,506
Homeland Security Grant Program	97.067	364,649
Total U.S. Federal Emergency Management Agency		\$ 583,369
Total Expenditures of Federal Awards		<u>\$ 16,366,054</u>

FREDERICK COUNTY, MARYLAND
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the year ended June 30, 2009

(1) SCOPE OF AUDIT PURSUANT TO OMB CIRCULAR A-133

All federal award programs operated by the County are included in the scope of the OMB Circular A-133 (revised), "Audits of States, Local Governments, and Non-Profit Organizations". The single audit was conducted in accordance with the provision of The Single Audit Act of 1984, as amended by the Single Audit Act Amendment of 1996, OMB Circular A-133 (revised) and OMB Circular A-133 Compliance Supplement (March 2008 revision), as well as in accordance with generally accepted auditing standards. Compliance testing of all general requirements, as described in the Compliance Supplement, was performed. Compliance testing of specific requirements was performed for the following major federal award programs. These programs represent 65.9 percent of total expenditures of federal awards, which satisfies the criteria for Frederick County, which was determined to be a "low risk" auditee.

MAJOR PROGRAMS

CFDA#	Grant Description	Fiscal Year 2009 Federal Expenditures
10.913	Farm & Ranch Land Protection Program	\$ 966,500
14.239	Special Loan Program/Star	\$ 21,435
14.871	Section 8 Housing Choice Voucher Program	\$ 4,471,585
15.916	Land & Water Conservation Fund	\$ 937,500
17.258, 17.259, 17.260	WIA Cluster	\$ 721,026
20.205	Bridge Projects	\$ 1,429,943
93.600	Head Start	\$ 1,907,562
93.044, 93.045, 93.053, 93.707	Aging Cluster	\$ 334,428
	Total Expenditures	\$10,789,979

The Department of Health and Human Services has been designated as the County's oversight agency for the OMB Circular A-133 audit.

FREDERICK COUNTY, MARYLAND
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the year ended June 30, 2009

(2) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Frederick County Board of Education and Frederick Community College, as legally separate component units of Frederick County Government, are excluded from the scope of this single audit. Independent single audits are conducted for each of these component units. In addition, the Frederick County Health Department is also excluded from the scope of this single audit as it is covered under the State of Maryland's Single Audit.

The Frederick County Accounting Department maintains the primary accounting records for grant monies. The transactions of these grants and entitlements are reported in governmental funds of the County and are, therefore, accounted for on the modified accrual basis of accounting.

The County reports the status of direct federal funds received to the respective federal agencies using the standardized Financial Status Report (FSR) for all nonconstruction projects or programs. OMB Circular No. A-102 (Amended August 1997) provides that even though the Federal grantor agency requires accrual information, if the grantee's (Frederick County) accounting records are not normally kept on the accrual basis, the grantee is not required to convert its accounting system, but may develop the additional accrual information through analyzing documentation on hand. This is the procedure followed by Frederick County Government to prepare FSR's.

There is no standardized reporting procedure for the federal funds passed through by the State of Maryland. Reporting requirements vary depending upon the requirements of the State agency providing the funds.

BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards has been presented to inform County officials, grantor agencies and other users of grant information of the sources and uses of federal grant funds for the period ended June 30, 2009. This schedule has been prepared in accordance with accounting principles generally accepted in the United States of America. This schedule contains relevant financial information as would be presented on an FSR or other financial report for the respective period. Because these financial statements are presented on the basis of accounting as described above, certain amounts will not agree with those reported in the governmental funds of the County in its basic financial statements.

FREDERICK COUNTY, MARYLAND
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the year ended June 30, 2009

(3) DESCRIPTION OF MAJOR AWARDS

The funding received by the County is in the form of grants or loans. A grant is a contribution or gift of cash or other assets from another government to be used or expended for a specified purpose, activity, or facility. A loan from another government must be repaid over a specified period of time usually at a reduced rate of interest. The proceeds from a loan must also be expended for a specified purpose.

The following is a description of the major grants/loans received by Frederick County from the federal government and included in the Single Audit.

FARM AND RANCH LANDS PROTECTION PROGRAM (10.913)

The objective of the Farm and Ranch Lands Protection Program is to provide funding to eligible entities to purchase conservation easements to limit conversion to non-agricultural uses of farm and ranch lands that contain prime, unique, or important soils; that contain historical and archaeological resources; or that support the policy of a state or local farmland protection program.

SPECIAL LOAN PROGRAM/STAR (14.239)

The objective of the Home Investment Partnership Program is to expand the supply of affordable housing, particularly rental housing, for low and very low income Americans; to strengthen the abilities of State and local governments to design and implement strategies for achieving adequate supplies of decent, affordable housing; to provide both financial and technical assistance to participating jurisdictions, including the development of model programs for developing affordable low income housing; and to extend and strengthen partnerships among all levels of government and the private sector, including for-profit and nonprofit organizations, in the production and operation of affordable housing.

SECTION 8 HOUSING CHOICE VOUCHER PROGRAM (14.871)

On October 1, 1988, the State of Maryland, acting by and through the Community Development Administration (“CDA”), an agency in the Division of Housing Finance of the Department of Housing and Community Development, and the Board of County Commissioners of Frederick County as Contractor, entered into a contract relating to the administration of the United States Department of Housing and Urban Development’s (“HUD”) Section 8 Housing Choice Voucher Program.

FREDERICK COUNTY, MARYLAND
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the year ended June 30, 2009

SECTION 8 HOUSING CHOICE VOUCHER PROGRAM (14.871) continued

The objective of the Section 8 Housing Choice Voucher Program is to provide rental assistance to help very low-income families afford decent, safe and sanitary rental housing. The grant provides rental assistance payments to participating owners on behalf of eligible tenants. The rental assistance payments are used to supplement the difference between the approved rent due the owner for the dwelling unit and the occupant family's required rental contribution, based on income.

LAND AND WATER CONSERVATION FUND GRANTS (15.916)

Providing financial assistance for the preparation of Statewide Comprehensive Outdoor Recreation Plans and acquisition and development of outdoor recreation areas and facilities for the general public, to meet current and future needs is the objective of the Land and Water Conservation Fund Grants.

Acquisition and development grants may be used for a wide range of outdoor recreation projects, such as picnic areas, inner city parks, campgrounds, tennis courts, boat launching ramps, bike trails, outdoor swimming pools, and support facilities such as roads, water supply, etc.

WORKFORCE INVESTMENT ACT CLUSTER (17.258, 17.259, 17.260)

The Workforce Investment Act (WIA) Cluster is comprised of the Adult, Youth and Dislocated Worker Programs. These programs are authorized by the Workforce Investment Act of 1998; these are administered by the Federal Department of Labor.

The objectives of the Workforce Investment Act Cluster programs are to improve the quality of the workforce, reduce welfare dependency, and enhance the productivity and competitiveness of the nation's economy.

The programs are intended to be customer-focused, to help Americans access the tools they need to manage their careers through information and high quality services, and to help U.S. companies find skilled workers. Programs for adults and dislocated workers seek to improve employment, retention, and earnings of WIA participants and increase their educational and occupational skill attainment, thereby improving the quality of the workforce, reducing welfare dependency, and enhancing national productivity and competitiveness. Programs for youth activities seek to increase attainment of basic skills, work readiness or occupational skills, and secondary diplomas or other credentials.

FREDERICK COUNTY, MARYLAND
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the year ended June 30, 2009

BRIDGE PROJECTS (20.205)

The Bridge Projects grant is a federal-aid highway program categorized in the Catalog of Domestic Federal Assistance as Highway Planning and Construction. These programs are administered by the Federal Highway Administration, Department of Transportation.

The objectives of the Highway Planning and Construction grants is to assist state transportation agencies in the planning and development of an integrated, interconnected transportation system which is important to interstate commerce and travel by constructing and rehabilitating the National Highway System (NHS), including the Interstate System; and for transportation improvements to all public roads; to replace or rehabilitate deficient or obsolete bridges and to provide for special purposes.

HEAD START PROGRAM (93.600)

The Head Start Program was authorized through the Community Opportunities, Accountability, Training and Educational Services Act of 1998, Title I, Section 101-119, Public Law 105-285. The program is administered by the U.S. Department of Health and Human Services.

The objectives of the program are to promote school readiness by enhancing the social and cognitive development of low-income children, including children on federally recognized reservations and children of migratory farm workers, through the provision of comprehensive health, educational, nutritional, social and other services; and to involve parents in their children's learning and to help parents make progress toward their educational, literacy and employment goals. Head Start also emphasizes the significant involvement of parents in the administration of their local Head Start programs.

FREDERICK COUNTY, MARYLAND
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the year ended June 30, 2009

AGING CLUSTER (93.044, 93.045, 93.053, 93.707)

The Aging Cluster is comprised of Grants for Nutrition services, Supportive Services and Senior Centers. The Aging Cluster programs are authorized by the Older Americans Act of 1965, Title III, Parts A, B and C. The programs are administered by the Department of Health and Human Services.

The objectives of the Aging Cluster Programs are to maximize the informal support provided to older Americans to enable them to remain in their homes and communities. Providing transportation services, in-home services and caregiver support services, this program insures that elders receive the services they need to remain independent. In addition they provide grants to States to support nutrition services including nutritious meals, nutrition education and other appropriate nutrition services for older Americans in order to maintain health, independence and quality of life.

(4) FINDINGS AND RECOMMENDATIONS

Any findings of noncompliance identified in connection with the 2009 Single Audit are disclosed in the Schedule of Findings and Questioned Costs. The Grantee's responses are included in the Schedule of Findings and Questioned Costs.

In addition, the findings reported in the 2008 Single Audit are disclosed in the accompanying Summary Schedule of Prior Year Findings and Questioned Costs.

FREDERICK COUNTY, MARYLAND
Schedule of Findings and Questioned Costs
For the year ended June 30, 2009

A. SUMMARY OF AUDITORS' RESULTS

1. The auditors' report expresses an unqualified opinion on the basic financial statements of Frederick County, Maryland.
2. No significant deficiencies in internal control were noted during the audit of the basic financial statements.
3. No instances of noncompliance material to the basic financial statements of Frederick County, Maryland, were disclosed during the audit.
4. No significant deficiencies in internal control over major federal award programs are reported in the Report on Compliance with Requirements Applicable to Each Major Program and Internal Control over Compliance in Accordance with OMB Circular A-133.
5. The auditors' report on compliance for the major federal award programs for Frederick County, Maryland, expresses an unqualified opinion.
6. Audit findings relative to the major federal award programs for Frederick County, Maryland are reported in this Schedule.
7. The programs tested as major programs included:

Farm and Ranch Lands Protection Program	10.913
Special Loan Program/Star	14.239
Section 8 Housing Choice Voucher Program	14.871
Land and Water Conservation Fund	15.916
WIA Cluster	17.258, 17.259 and 17.260
Bridge Projects	20.205
Head Start	93.600
Aging Cluster	93.044, 93.045, 93.053 and 93.707

8. The threshold for distinguishing Types A and B programs was \$490,339.
9. Frederick County, Maryland, was determined to be a low-risk auditee.

B. FINDINGS – FINANCIAL STATEMENT AUDIT

None

FREDERICK COUNTY, MARYLAND
Schedule of Findings and Questioned Costs
For the year ended June 30, 2009

C. FINDINGS AND QUESTIONED COSTS – MAJOR FEDERAL AWARD PROGRAMS

None

FREDERICK COUNTY, MARYLAND
Summary Schedule of Prior Year Findings and Questioned Costs
For the year ended June 30, 2009

A. FINDINGS – FINANCIAL STATEMENT AUDIT

None

**B. FINDINGS AND QUESTIONED COSTS – MAJOR FEDERAL AWARD
PROGRAMS**

None

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