

**ALLEGANY COUNTY, MARYLAND
SINGLE AUDIT REPORT
JUNE 30, 2022**

TURNBULL, HOOVER & KAHL, P.A.
Certified Public Accountants

**ALLEGANY COUNTY, MARYLAND
SINGLE AUDIT REPORT
TABLE OF CONTENTS**

Independent Auditors' Report On Internal Control Over Financial Reporting And On Compliance And Other Matters Based On An Audit Of Financial Statements Performed In Accordance With <i>Government Auditing Standards</i>	1 - 2
Independent Auditors' Report On Compliance For Each Major Federal Program, Internal Control over Compliance, and Schedule of Expenditures of Federal Awards Required By The Uniform Guidance	3 - 6
Schedule of Expenditures of Federal Awards	7
Notes to Schedule of Expenditures of Federal Awards	8 - 9
Schedule of Findings and Questioned Costs	10 - 12

David W. Turnbull, CPA
Richard J. Hoover, CPA
Bernard B. Kahl, CPA



217 Glenn Street, Suite 200
Cumberland, Maryland 21502
Phone: 301.759.3270
www.thkcpas.com

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*

To the Board of Allegany County Commissioners
Cumberland, 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 discretely presented component units, each major fund, and the aggregate remaining fund information of Allegany County, Maryland as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise Allegany County, Maryland's basic financial statements, and have issued our report thereon dated February 17, 2023. Our report includes a reference to other auditors who audited the financial statements of Allegany County Board of Education, Allegany County Library System, and Allegany College of Maryland, as described in our report on Allegany County, Maryland's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered Allegany County, Maryland'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 Allegany County, Maryland's internal control. Accordingly, we do not express an opinion on the effectiveness of Allegany County, Maryland'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. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Allegany County, Maryland'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*.

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.

A handwritten signature in black ink, appearing to read "Tammie Harrel; Kahl, P.C." The signature is fluid and cursive, with "Tammie" and "Kahl" being more distinct and "Harrel" and "P.C." being more stylized.

Cumberland, Maryland
February 17, 2023

David W. Turnbull, CPA
Richard J. Hoover, CPA
Bernard B. Kahl, CPA



217 Glenn Street, Suite 200
Cumberland, Maryland 21502
Phone: 301.759.3270
www.thkcpas.com

**Independent Auditors' Report on Compliance for
Each Major Federal Program, Internal Control over
Compliance, and Schedule of Expenditures of Federal
Awards Required by the Uniform Guidance**

To the Board of Allegany County Commissioners
Cumberland, Maryland

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Allegany County, Maryland's compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on each of Allegany County, Maryland's major federal programs for the year ended June 30, 2022. Allegany County, Maryland's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Allegany County, Maryland's basic financial statements include the operations of the Allegany County Board of Education and Allegany College of Maryland, which expended \$22,622,889 and \$14,257,912 in federal awards, respectively, which is not included in Allegany County, Maryland's schedule of expenditures of federal awards during the year ended June 30, 2022. Our audit, described below, did not include the operations of the Allegany County Board of Education and Allegany College of Maryland, because these component units engaged other auditors to perform an audit in accordance with the Uniform Guidance.

In our opinion, Allegany County, Maryland complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2022.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance).

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 Allegany County, Maryland 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 Allegany County, Maryland's compliance with the compliance requirements referred to above.

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 Allegany County, Maryland'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 Allegany County, Maryland'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 generally accepted auditing standards, *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 Allegany County, Maryland's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *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 Allegany County, Maryland'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 Allegany County, Maryland'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 Allegany County, Maryland'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 an instance of noncompliance, which is required to be reported in accordance with the Uniform Guidance and which is described in the accompanying schedule of findings and questioned costs as item 2022-001. 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 Allegany County, Maryland's response to the noncompliance finding identified in our audit described in the accompanying schedule of findings and questioned costs. Allegany County, Maryland'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 a certain deficiency in internal control over compliance that we consider to be a significant deficiency.

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 did not identify any deficiencies in internal control over compliance that we consider 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 deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as item 2022-001 to be a significant deficiency.

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 Allegany County, Maryland's response to the internal control over compliance finding identified in our audit described in the accompanying schedule of findings and questioned costs. Allegany County, Maryland'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 discretely presented component units, each major fund, and the aggregate remaining fund information of Allegany County, Maryland, as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise Allegany County, Maryland's basic financial statements. We issued our report thereon dated February 17, 2023, which contained unmodified opinions on those financial statements. Our audit was performed 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 the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

A handwritten signature in black ink, appearing to read "Turnbull, Howard; Kable, P.C." The signature is cursive and somewhat stylized.

Cumberland, Maryland
February 17, 2023

ALLEGANY COUNTY, MARYLAND
PRIMARY GOVERNMENT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Federal Assistance Listing	Federal Grant Number	Pass-Through Grantor's Number	Program Award Date	Program Award Amount	Federal Expenditures	Pass Through to Subrecipients
U.S. Department Of Agriculture							
Direct:							
Rural Development:							
North Branch Sewage Pumping Station Upgrade	10.854	USDA Loan			343,500	343,500	-
Water and Waste Disposal Grant	10.770	USDA Grant			150,000	118,131	-
Total U.S. Department Of Agriculture					\$ 459,631	\$ -	
U.S. Department of Housing and Urban Development							
Indirect:							
Passed-Through MD Dept of Housing and Community Development							
CDBG - Locust Grove	14.228	CDBG Grant	MD-19-CD-31	1/1/2019	2,675,000	1,066,413	-
CDBG - Garden City Mobile Home Park Partial Acquisition	14.228	CDBG Grant	MD-20-CD-7	1/16/2020	700,000	281,279	-
Emergency Solutions Grant SFY-2020/FFY-2019	14.231	N/A			236,600	103,373	-
COVID-19-1 Emergency Solutions Grant SFY-2020/FFY-2019-CV-1	14.231		E20DW240001		179,000	157,534	157,534
COVID-19-2 Emergency Solutions Grant CV-2	14.231				207,519	21,319	21,319
Section 8 Voucher - Part of Housing Voucher Cluster	14.671					883,571	883,571
Total U.S. Department of HUD					\$ 2,543,459	\$ 1,165,797	
Office of National Drug Control Policy							
Indirect:							
Passed-Through Washington/Baltimore High Intensity Drug Trafficking Area							
2020 High Intensity Drug Trafficking Areas Program	95,001		G20WB0004A			1,421	-
2021 High Intensity Drug Trafficking Areas Program	95,001		G21WB0004A			12,040	-
2022 High Intensity Drug Trafficking Areas Program	95,001		G22WB0004A			2,341	-
Total Office of National Drug Control Policy					\$ 15,802	\$ -	
U.S. Department of Justice							
Indirect:							
Passed-Through MD Governor's Office of Crime Control Prevention							
COVID-19 - BJAG Grant-Coronavirus Grant	16,034		CESF-2020-0005	12/9/2020	163,811	93,456	-
BJAG Assistance Grant - Sheriff's Office Technology Improvements	16,738		BJAG-2017-0036	10/14/2020	47,614	9,348	-
BJAG Assistance Grant - Tactical Training Conference & Expo 2021	16,738		BJNT-2017-0002		4,980	3,415	-
Total U.S. Department of Justice					\$ 106,219	\$ -	
U.S. Department of the Treasury							
Direct:							
COVID-19 - Coronavirus State and Fiscal Recovery Funds	21,027				13,677,483	2,489,101	-
Indirect:							
Passed-Through Maryland Department of Transportation							
COVID-19 - Coronavirus Relief Fund	21,019		AL20CARES2020	5/28/2020	1,638,770	1,646,278	-
Passed-Through Maryland Department of Housing and Community Development							
COVID-19 - Emergency Rental Assistance Program	21,023	ERA0386		1/25/2021	3,389,068	3,128,662	3,128,662
COVID-19 - Homeowners Assistance Fund Grant	21,028					331	-
Total U.S. Department of the Treasury					\$ 7,264,372	\$ 3,128,662	
U.S. Department of Transportation							
Indirect:							
Urban Mass Trans Admin:							
Passed-Through Maryland Department of Transportation							
Operating Preventive Maint-Part of Federal Transit Cluster	20,507/20,509	AL205307Q2022/ AL205311C2022	AL205307C2022		528,837	286,312	-
Capital-Part of Federal Transit Cluster	20,507	AL205307C2022			300,000	1,029,155	-
Federal Transit Cluster Total						1,315,467	-
Highway Administration:							
Passed-Through Maryland Department of Transportation							
Transportation Enhancement Program - Part of Highway Planning and Construction Cluster	20,205					603,861	603,861
Unified Planning Work Program	20,505	N/A			131,101	64,159	-
Total U.S. Department of Transportation					\$ 2,073,487	\$ 603,861	
U.S. Department of the Interior							
Indirect:							
Passed-Through Maryland Department of Natural Resources							
Land and Water Conservation Fund	15,916			7/1/2020	355,625	5,489	-
Total U.S. Department of the Interior					\$ 5,489	\$ -	
Appalachian Region Commission							
Indirect:							
Passed-Through U.S. Department of Agriculture:							
ARC Grant - North Branch Sewage Pumping Station Upgrade	23,002				700,000	700,000	-
Passed-Through MD Dept of Housing and Community Development							
ARC Grant - Locust Grove Sewage Improvements	23,002		MD-ARC-6		800,000	800,000	-
Total Appalachian Region Commission					\$ 1,500,000	\$ -	
U.S. Department of Health and Human Services							
Indirect:							
Administration for Children and Families:							
Passed-Through Maryland Department of Human Services							
Master's Program SFY2021	93,563	N/A		7/1/2020	71,400	8,103	-
Master's Program SFY2022-2024	93,563		S22CRA0125I		143,428	31,024	-
Child Support Enforcement 2021	93,564		CSA/CRA/21-054	12/15/2020	208,467	29,301	-
Child Support Enforcement 2022	93,564		CSA/CRA/22-054		127,011	95,181	-
COVID-19 - Low Income Household Water Assistance Program	93,499					68,378	-
Substance Abuse and Mental Health Services Administration:							
Passed-Through MD Dept of Health Behavioral Health Administration and Allegany County Health Department:							
State Opioid Response NCE	93,788		BH224SUP	6/16/2021	102,492	171,917	-
Total U.S. Department of Health and Human Services					\$ 303,904	\$ -	
U.S. Department of Homeland Security							
Indirect:							
Federal Emergency Management Agency:							
Passed-Through Maryland Emergency Management Agency							
SAFER Grant	97,083	EMW-2017-FH-00187		8/24/2018	1,833,265	464,416	-
Civil Defense FY21	97,042	EMP-2021-EP-00003-S01	21EMPG636	10/7/2021	82,819	51,761	-
State Domestic Preparedness	97,067		19SHSP836			17,607	-
Total U.S. Department of Homeland Security					\$ 523,814	\$ -	
Grand Total				7	\$ 14,886,207	\$ 4,988,320	

ALLEGANY COUNTY, MARYLAND
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2022

Note 1.

Basis of Presentation

The accompanying schedule of expenditures of federal awards includes the federal award activity of Allegany County, Maryland under programs of the federal government for the year ended June 30, 2022. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the schedule presents only a selected portion of the operations of Allegany County, Maryland, it is not intended to and does not present the financial position, changes in financial position, or cash flows of Allegany County, Maryland.

The accompanying Schedule of Expenditures of Federal Awards includes all financial activity of Allegany County Primary Government Unit only. The Financial Statements for the Allegany County Reporting Entity include the following component units in accordance with Governmental Accounting Standards Board (“GASB”) Statement 14 who are responsible for administering their own Federal programs and submitting their own Single Audit reports, if necessary.

- Allegany County Board of Education
- Allegany County Library System
- Allegany College of Maryland
- LaVale Sanitary Commission

Note 2.

Summary of Significant Accounting Policies

Expenditures reported on the schedule of expenditures of federal awards are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

Note 3.

Oversight Agency

The United States Department of Treasury has been designated as the oversight audit agency for Allegany County, Maryland.

ALLEGANY COUNTY, MARYLAND
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2022

Note 4. Pass-Through to Subrecipients
Allegany County, Maryland provided federal awards to subrecipients as follows:

<u>Program Title</u>	<u>Federal CFDA Number</u>	<u>Amount Provided</u>
Emergency Solutions Grant	14.231	\$ 282,226
Section 8 Housing Voucher	14.871	883,571
Emergency Rental Assistance Program	21.023	3,128,662
Transportation Enhancement Program	20.205	693,861
	Total	<u>\$ 4,988,320</u>

Note 5. Indirect Cost Rate
Allegany County, Maryland has elected to use the 10% de minimis indirect cost rate as allowed under the Uniform Guidance.

Note 6. Loans/Loan Guarantees
The balance of the loans guaranteed by the United States Department of Agriculture was \$343,500 as of June 30, 2022.

ALLEGANY COUNTY, MARYLAND
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2022

A. SUMMARY OF AUDITORS' RESULTS

Financial Statements

Type of auditors' report issued:	<u>Unmodified</u>		
Internal control over financial reporting:			
Material weakness identified?	<u>Yes</u>	<input checked="" type="checkbox"/> <u>X</u>	<u>No</u>
Significant deficiency identified?	<u>Yes</u>	<input checked="" type="checkbox"/> <u>X</u>	<u>None reported</u>
Noncompliance material to financial statements noted?	<u>Yes</u>	<input checked="" type="checkbox"/> <u>X</u>	<u>No</u>

Federal Awards

Internal control over major programs:			
Material weakness identified?	<u>Yes</u>	<input checked="" type="checkbox"/> <u>X</u>	<u>No</u>
Significant deficiency identified?	<input checked="" type="checkbox"/> <u>X</u>	<u>Yes</u>	<u>None reported</u>
Type of auditors' report issued on compliance for major programs:	<u>Unmodified</u>		
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?	<input checked="" type="checkbox"/> <u>X</u>	<u>Yes</u>	<u>No</u>

Identification of Major Federal Programs:

<u>Federal CFDA Number</u>	<u>Name of Federal Program or Cluster</u>
21.023	Emergency Rental Assistance Program
21.027	Coronavirus State and Local Fiscal Recovery Funds
23.002	Appalachian Area Development

ALLEGANY COUNTY, MARYLAND
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2022

A. SUMMARY OF AUDITORS' RESULTS – CONTINUED

Dollar threshold used to distinguish between Type A and Type B programs: \$ 750,000

Auditee qualified as low-risk auditee? Yes X No

B. FINDINGS - FINANCIAL STATEMENTS AUDIT

None

C. FINDINGS AND QUESTIONED COSTS - MAJOR FEDERAL AWARD PROGRAMS AUDIT

2022-001 Reporting Compliance

Federal Program: United States Department of Treasury; Coronavirus State and Local Fiscal Recovery Funds; CFDA No. 21.027

Criteria: The Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards at 2 CFR 200 (Uniform Guidance) requires all nonfederal entities to submit quarterly financial reports within 30 days after quarter-end.

Condition: The County did not submit the financial report for the second quarter 2022 by the due date required in the Uniform Guidance.

Context: During the course of our single audit testing procedures, we noted the County's quarterly financial reporting that was due on July 31, 2022 for the period of April 1 through June 30, 2022 was submitted on August 2, 2022.

Cause: The second quarter 2022 financial report was filed late due to the finance department being unable to obtain the required information from various departments in a timely manner.

Effect: The County is not in compliance with the reporting requirements as stipulated in the Uniform Guidance.

Identification of a Repeat Finding: This finding was not a finding in FY 21.

ALLEGANY COUNTY, MARYLAND
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2022

**C. FINDINGS AND QUESTIONED COSTS - MAJOR FEDERAL AWARD PROGRAMS
AUDIT**

Auditors' Recommendation: We recommend that the County communicate effectively with all staff to emphasize the importance of promptly submitting financial information to the finance department in a timely manner. This will ensure that the required quarterly financial reports are filed timely as stipulated by the Uniform Guidance.

Views of Responsible Officials and Planned Corrective Actions: We have developed an improved procedure to ensure financial reports are submitted within the due date. Plan includes discussions with department heads in order to better improve and understand the complex reporting process that is required by the funding agency.