



LAWRENCE J. HOGAN, Jr.  
GOVERNOR  
COMMANDER-IN-CHIEF

STATE OF MARYLAND  
MILITARY DEPARTMENT  
FIFTH REGIMENT ARMORY  
BALTIMORE, MARYLAND 21201-2288

LINDA L. SINGH  
MAJOR GENERAL  
THE ADJUTANT GENERAL

September 11, 2015

The Honorable Edward J. Kasemeyer, Chairman  
Senate Budget and Taxation Committee  
3 West Miller Senate Building  
Annapolis, MD 21401

The Honorable Norman H. Conway, Chairman  
House Appropriations Committee  
Room 121, House Office Building  
Annapolis, MD 21401

Re: Annual Report of Loans & Grants Issued from VCAF

Dear Chairman Kasemeyer and Chairman Conway:

Section 8-206 of the Public Safety Article, Annotated Code of Maryland requires the Maryland Military Department (MMD) to review the annual documentation submitted by the Maryland State Firemen's Association (MSFA). The purpose of this review is to determine if each grant or loan was spent in accordance with both the Volunteer Company Assistance Fund (VCAF) statute and the request approved by the Board of Public Works (BPW).

In addition Section 8-206 requires MMD to report its findings to the Senate Budget and Taxation Committee and the House Appropriations Committee on an annual basis. This letter serves as a report on the status of FY2015 grants and loans.

In FY 2015, MMD settled six loans and four grants, totaling \$1,931,997 from the VCAF fund. The attached schedule reports the status of the required documentation that MMD received.

MMD continues to work with the MSFA to improve the VCAF loan process to ensure that adequate controls are in place as we jointly support the State's volunteer fire, rescue and ambulance community.

Sincerely,

A handwritten signature in black ink, appearing to read "L. Singh", written over a circular stamp.

LINDA L. SINGH  
Major General (MD), MDARNG  
The Adjutant General

Attachment

SUMMARY OF THE MSFA 2015 ANNUAL REPORT OF THE VOLUNTEER COMPANY ASSISTANCE FUND BOARD  
VCAF LOANS & GRANTS SETTLED FROM 7/01/2014 THROUGH 6/30/2015

Department	County	Type	Origination Date	Amount	Loan Term (Years)	Rate	Pmt Frequency	Pmt Amt	# of Pmts Made	Balance	Loan Status	Purpose	Expenditure Documentation?	Financial Information Provided
Anileam VFC	Washington	Grant	11/24/2014	\$162,130.00	NA	NA	NA	NA	NA	NA	NA	Facilities	Yes	IRS 990 for FY2012 & FY2013
Deal Island VFC	Somerset	Grant	6/2/2015	\$138,318.00	NA	NA	NA	NA	NA	NA	NA	Pumper	Yes	IRS 990 for FY2012 & FY2013
Deep Creek VFC	Garnett	Loan	3/8/2015	\$401,550.00	20	2%	2	\$12,229.45	0	\$401,550.00	Open	Facilities	Yes	IRS 990 for FY2012 & FY2013
Eastern Garnett VF&RS	Garnett	Loan	9/23/2014	\$74,115.00	5	2%	2	\$7,825.22	1	\$67,035.05	Open	Breathing Apparatus	Yes	IRS 990 for FY2012 & FY2013
Hancock RS	Washington	Grant	3/28/2015	\$22,971.00	NA	NA	NA	NA	NA	NA	NA	Generator	Yes	CPA Compilation Report for FY2012 & FY2013, IRS 990 for FY2012 & FY2013
Havre de Grace AS	Hartford	Loan	4/22/2015	\$84,925.00	5	1%	2	\$8,727.78	8	\$84,925.00	Open	Ambulance	Yes	Unaudited Financial Statements for FY2012 & FY2013, IRS 990 for FY2013 & FY2014
Orleans VFC	Allegany	Loan	7/1/2014	\$48,884.08	7	2%	1	\$7,258.59	1	\$40,677.14	Open	Used Pumper	Yes	IRS 990 for FY2012 & FY2013
Sharpsburg VFC	Washington	Loan	3/9/2015	\$374,135.00	15	2%	2	\$14,497.83		\$277,194.65	Open	Facilities	Yes	IRS 990 for FY2012 & FY2013
Sharpsburg VFC	Washington	Grant	3/9/2015	\$228,865.00	NA	NA	NA	NA	NA	NA	NA	Facilities	Yes	IRS 990 for FY2012 & FY2013
St. Michael's FC	Talbot	Loan	4/9/2015	\$400,000.00	5	1%	4	\$20,529.15	1	\$380,461.98	Open	Ladder Truck	Yes	Unaudited Financial Statements from FY2011 through FY2014, IRS 990 for FY2012 & FY2013
Loans	6			\$1,931,997.90										
Grants	4													
Total	10													

Legend  
VFD - Volunteer Fire Department  
VFC - Volunteer Fire Company  
FC - Fire Company  
RS - Rescue Squad  
AS - Ambulance Service