



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

August 30, 2016

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

The Honorable Maggie McIntosh, Chair  
House Appropriations Committee  
Room 121, House Office Building  
Annapolis, MD 21401

Re: Annual Report of Loans & Grants Issued from VCAF

Dear Chairman Kasemeyer and Chairwoman McIntosh:

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 FY2016 grants and loans.

In FY 2016, MMD settled twenty loans and two grants, totaling \$8,799,962 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 faint circular stamp.

LINDA L. SINGH  
Major General, MDARNG  
The Adjutant General

Attachment

**SUMMARY OF THE MSFA 2016 ANNUAL REPORT OF THE VOLUNTEER COMPANY ASSISTANCE FUND BOARD**

**VCAF LOANS & GRAMTS SETTLED FROM 7/01/2015 THROUGH 6/30/2016**

| Department                  | County          | Type      | Origination Date | Amount                | Loan Term (Years) | Rate | Pmt Frequency | Pmt Amt     | # of Pmts Made | Balance      | Loan Status | Purpose   | Proof of Expenditure? | Financial Information Provided? |
|-----------------------------|-----------------|-----------|------------------|-----------------------|-------------------|------|---------------|-------------|----------------|--------------|-------------|-----------|-----------------------|---------------------------------|
| Aberdeen VFD                | Harford         | Loan      | 7/24/2015        | \$750,000.00          | 10                | 1%   | 4             | \$19,727.00 | 3              | \$696,353.00 | Open        | Equipment | Yes                   | Yes                             |
| Arundel VFC                 | Anne Arundel    | Loan      | 4/20/2016        | \$413,511.00          | 15                | 1%   | 1             | \$29,824.00 | 0              | \$413,511.00 | Open        | Equipment | Yes                   | Yes                             |
| Bedford Road VFD            | Allegany        | Loan      | 3/9/2016         | \$357,060.00          | 10                | 1%   | 12            | \$3,128.00  | 3              | \$348,561.00 | Open        | Equipment | Yes                   | Yes                             |
| Branchville VFC & RS        | Prince George's | Loan      | 12/18/2016       | \$418,435.00          | 15                | 1%   | 1             | \$30,180.00 | 1              | \$382,504.00 | Open        | Equipment | Yes                   | Yes                             |
| Darlington                  | Harford         | Loan      | 11/13/2015       | \$375,000.00          | 5                 | 1%   | 1             | \$77,265.00 | 0              | \$375,000.00 | Open        | Equipment | Yes                   | Yes                             |
| Elkridge VFD                | Howard          | Loan      | 3/30/2016        | \$364,102.00          | 10                | 1%   | 4             | \$9,577.00  | 0              | \$364,102.00 | Open        | Equipment | Yes                   | Yes                             |
| Fallston VF&AC              | Harford         | Loan      | 3/15/2016        | \$392,743.00          | 15                | 1%   | 1             | \$28,326.00 | 0              | \$392,743.00 | Open        | Equipment | Yes                   | Yes                             |
| Hurlock VFC                 | Dorchester      | Loan      | 6/21/2016        | \$718,444.00          | 20                | 1%   | 12            | \$3,305.00  | 0              | \$718,444.00 | Open        | Equipment | Yes                   | Yes                             |
| Kentland VFD                | Prince George's | Grant     | 5/11/2016        | \$264,776.00          | NA                | NA   | NA            | NA          | NA             | NA           | NA          | Equipment | Yes                   | Yes                             |
| Kentland VFD                | Prince George's | Loan      | 5/11/2016        | \$91,175.00           | 5                 | 1%   | 1             | \$18,786.00 | 0              | \$91,175.00  | Open        | Equipment | Yes                   | Yes                             |
| Laurel VFC #1               | Prince George's | Loan      | 12/11/2015       | \$555,000.00          | 15                | 1%   | 4             | \$9,973.00  | 2              | \$537,808.00 | Open        | Equipment | Yes                   | Yes                             |
| Leitersburg VFC             | Washington      | Grant     | 4/13/2016        | \$179,000.00          | NA                | NA   | NA            | NA          | NA             | NA           | NA          | Facility  | Yes                   | Yes                             |
| Leitersburg VFC             | Washington      | Loan      | 4/13/2016        | \$486,471.00          | 30                | 1%   | 1             | \$18,850.00 | 0              | \$486,471.00 | Open        | Facility  | Yes                   | Yes                             |
| Mardela Springs VFC         | Wicomico        | Loan      | 2/24/2016        | \$137,507.00          | 7                 | 1%   | 2             | \$10,194.00 | 0              | \$137,507.00 | Open        | Equipment | Yes                   | Yes                             |
| Mt. Savage Fire Co.         | Allegany        | Loan      | 6/14/2016        | \$322,500.00          | 15                | 1%   | 1             | \$23,260.00 | 0              | \$322,500.00 | Open        | Equipment | Yes                   | Yes                             |
| Norrisville VFC             | Harford         | Loan      | 12/11/2015       | \$705,238.00          | 30                | 1%   | 4             | \$6,810.00  | 2              | \$695,132.00 | Open        | Facility  | Yes                   | Yes                             |
| Odenton VFC                 | Anne Arundel    | Loan      | 6/27/2016        | \$250,000.00          | 15                | 1%   | 1             | \$27,010.00 | 0              | \$250,000.00 | Open        | Facility  | Yes                   | Yes                             |
| Singerly                    | Cecil           | Loan      | 10/8/2015        | \$300,000.00          | 10                | 1%   | 1             | \$31,675.00 | 0              | \$300,000.00 | Open        | Equipment | Yes                   | Yes                             |
| Smithsburg VFC              | Washington      | Loan      | 12/4/2015        | \$60,000.00           | 5                 | 1%   | 1             | \$12,362.00 | 0              | \$60,000.00  | Open        | Equipment | Yes                   | Yes                             |
| Sykesville FD               | Carroll         | Loan      | 5/4/2016         | \$675,000.00          | 20                | 1%   | 12            | \$3,105.00  | 1              | \$672,457.00 | Open        | Equipment | Yes                   | Yes                             |
| Wheaton VRS                 | Montgomery      | Loan      | 6/14/2016        | \$600,000.00          | 20                | 1%   | 1             | \$33,249.00 | 0              | \$600,000.00 | Open        | Equipment | Yes                   | Yes                             |
| Williamsport VFC & EMS, Inc | Washington      | Loan      | 10/29/2015       | \$384,000.00          | 12                | 1%   | 1             | \$34,118.00 | 0              | \$384,000.00 | Open        | Equipment | Yes                   | Yes                             |
| <b>Totals</b>               |                 | <b>22</b> |                  | <b>\$8,799,962.00</b> |                   |      |               |             |                |              |             |           |                       |                                 |

|               |           |
|---------------|-----------|
| <b>Loans</b>  | <b>20</b> |
| <b>Grants</b> | <b>2</b>  |
| <b>Total</b>  | <b>22</b> |

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| <b>Legend</b><br>VFD - Volunteer Fire Department<br>VFC - Volunteer Fire Company<br>FC - Fire Company<br>RS - Rescue Squad<br>AS - Ambulance Service |
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