

LARRY HOGAN GOVERNOR COMMANDER-IN-CHIEF

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

TIMOTHY E. GOWEN MAJOR GENERAL THE ADJUTANT GENERAL

April 7, 2020

The Honorable Guy J. Guzzone, Chairman Senate Budget and Taxation Committee Miller Senate Office Building, 3 West Wing 11 Bladen St. Annapolis, MD 21401

Re: Annual Report of Loans & Grants Issued from VCAF

Dear Chairman Guzzone:

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 FY2019 grants and loans.

In FY 2019, MMD settled ten loans and three grants, totaling \$3,904,562 from the VCAF fund. The attached schedules report 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,

TIMOTHY E. GOWEN
Major General, MDARNG
The Adjutant General

Encl FY 2019 VCAF Annual Report



LARRY HOGAN GOVERNOR COMMANDER-IN-CHIEF

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TIMOTHY E. GOWEN MAJOR GENERAL THE ADJUTANT GENERAL

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

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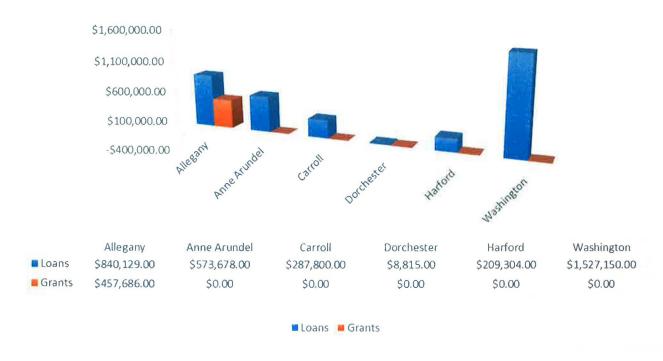
Sincerely

TIMOTHY E. GÓWEN
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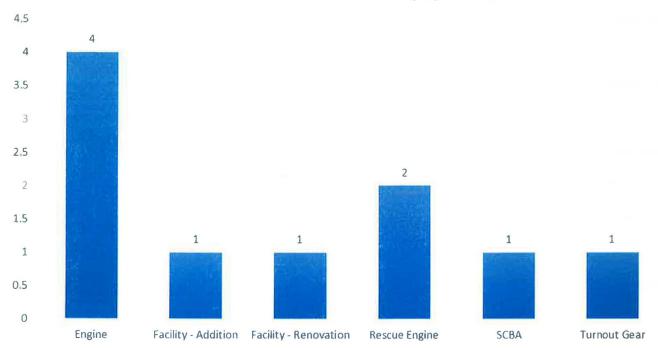
The Volunteer Company Assistance Fund (VCAF) has provided thirteen (13) loan and grant awards in FY 2019. Funds totaling \$3,904,562.00 enabled ten (10) Maryland volunteer Fire, EMS and Rescue companies to purchase, replace, and improve equipment and facilities. The following chart provides a summary of what Maryland counties were made safer through the award of VCAF loans and grants:

FY 2019 VCAF Distribution: Total \$3,904,562.00



The following chart provides what the ten (10) Maryland volunteer Fire, EMS and Rescue companies purchased, replaced, or improved using VCAF loan and grant monies:

FY 2019 VCAF Benefits Provided Equipment/Facilities



The following table provides a summary of all applications settled in FY 2019:

| | | | | | | | | Payments | | Total Purchase | Outstanding |
|---------------------|------------------------|--------------|------------|---------------------|---------------|-------------|------|-----------------|----------------|----------------|----------------|
| <u>Purpose</u> | Company | County | Loan/Grant | Date Settled | Amount | <u>Term</u> | Rate | per Annum | <u>Payment</u> | Price | Balance |
| Engine | Midland VFC | Allegany | Grant | 10/26/2018 | \$257,686.00 | N/A | N/A | N/A | N/A | \$515,371.00 | \$0.00 |
| Engine | Midland VFC | Allegany | Loan | 10/26/2018 | \$193,264.00 | 20 | 1% | 1 | \$10,713.00 | \$515,371.00 | \$257,686.00 |
| Rescue Engine | Baltimore Pike VFC | Allegany | Grant | 4/4/2019 | \$150,000.00 | N/A | N/A | N/A | N/A | \$510,302.00 | \$0.00 |
| Rescue Engine | Baltimore Pike VFC | Allegany | Loan | 4/4/2019 | \$270,226.00 | 20 | 1% | 1 | \$14,986.00 | \$510,302.00 | \$270,226.00 |
| Engine | Borden Shaft VFC | Allegany | Grant | 4/24/2019 | \$50,000.00 | N/A | N/A | N/A | N/A | \$552,186.00 | \$0.00 |
| Engine | Borden Shaft VFC | Allegany | Loan | 4/24/2019 | \$376,639.00 | 20 | 1% | 1 | \$20,876.00 | \$552,186.00 | \$376,639.00 |
| Rescue Engine | Lake Shore VFC | Anne Arundel | Loan | 3/12/2019 | \$308,408.00 | 15 | 1% | 1 | \$22,270.00 | \$568,408.00 | \$308,408.00 |
| Engine | Orchard Beach VFD | Anne Arundel | Loan | 5/2/2019 | \$265,270.00 | 15 | 1% | 1 | \$19,133.00 | \$530,541.87 | \$265,270.00 |
| Engine | Westminster FHC | Carroll | Loan | 1/10/2019 | \$287,800.00 | 10 | 1% | 2 | \$15,167.00 | \$571,983.00 | \$287,800.00 |
| Turnout Gear | Eldorado Brookview VFC | Dorchester | Loan | 3/8/2019 | \$8,815.00 | 5 | 1% | 1 | \$1,817.00 | \$11,752.90 | \$8,815.00 |
| SCBA | Darlington VFC | Harford | Loan | 9/13/2018 | \$209,304.00 | 5 | 1% | 1 | \$43,147.00 | \$279,072.00 | \$209,304.00 |
| Facility | Sharpsburg Area EMS | Washington | Loan | 8/23/2018 | \$638,400.00 | 30 | 1% | 1 | \$24,796.00 | \$913,400.00 | \$638,400.00 |
| Facility | Longmeadow VFC | Washington | Loan | 5/20/2019 | \$888,750.00 | 30 | 1% | 1 | \$34,450.00 | \$1,185,000.00 | \$888,750.00 |