

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

September 27, 2021

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 FY2021 grants and loans.

In FY 2021, MMD settled seven loans and zero grants, totaling \$2,605,867.00 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,

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Digitally signed by GOWEN.TIMOTHY.EDWARD.103 9259415 Date: 2021.10.26 11:34:35 -04'00'

TIMOTHY E. GOWEN
Major General, MDARNG
The Adjutant General

Attachment



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

September 27, 2021

The Honorable Maggie McIntosh Chairwoman House Appropriations Committee 121 Taylor House Office Building 6 Bladen St. Annapolis, MD 21401

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TIMOTHY E. GOWEN Major General, MDARNG The Adjutant General

Attachment

VCAF LOANS & GRANTS SETTLED FROM 7/01/2020 THROUGH 6/30/2021

Department	County	Туре	Origination Date	Amount	Loan Term (Years)	Rate	Pmt Frequency	Pmt Amt	Total Principal Paid to Date	Balance	Loan Status	Purpose	Proof of Expenditure?	Financial Information Provided?
FRIENDSVILLE #4	Garrett	L	2/23/2021	\$283,835.00	10	1%	4	\$7,466.00	\$29,610.52	\$254,224.48	Open	Equipment	Yes	Yes
GLEN BURNIE VFC #2	Anne Arundel	L	1/7/2021	\$427,517.00	20	1%	1	\$23,707.00	\$0.00	\$427,517.00	Open	Equipment	Yes	Yes
JARRETTSVILLE	Harford	L	2/23/2021	\$400,000.00	10	1%	1	\$42,233.00	\$0.00	\$400,000.00	Open	Equipment	Yes	Yes
MADISON VFC	Dorchester	L	7/29/2020	\$242,112.00	20	1%	1	\$13,424.00	\$11,002.88	\$231,109.12	Open	Equipment	Yes	Yes
NEW MIDWAY VFC	Frederick	L	10/20/2020	\$288,153.00	20	1%	12	\$1,326.00	\$25,997.54	\$262,155.46	Open	Equipment	Yes	Yes
ORLEANS VFC	Allegany	L	7/29/2020	\$41,250.00	5	1%	1	\$8,500.00	\$8,331.72	\$32,918.28	Open	Equipment	Yes	Yes
WESTMINSTER FIRE #4	Carroll	L	1/7/2021	\$923,000.00	15	1%	2	\$33,230.00	\$61,126.75	\$861,873.25	Open	Equipment	Yes	Yes

Total Settlements 7 \$2,605,867.00 \$136,069.41 \$2,469,797.59

Loans 7

Grants 0