Maryland
OFFICE OF THE INSPECTOR GENERAL FOR HEALTH
Wes Moore, Governor · Aruna Miller, Lt. Governor · Shelly Marie Martin, Inspector General


**TO:** Michael Lee, General Accounting Manager
Montgomery County Department of Transportation

**FROM:** Shelly Marie Martin – *Shelly Marie Martin-OIGH*
Inspector General

**DATE:** March 25, 2026

**RE:** Audit Report – Montgomery County Department of Transportation

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<u>Background</u>

Consistent with State laws and regulations, the Maryland Office of the Inspector General for Health (OIGH) periodically conducts audits of health care providers to ensure that State funds have been expended in accordance with Maryland Department of Health (MDH) guidelines.

The Montgomery County Department of Transportation (MCDOT) located in Rockville, Maryland, is a branch of the Montgomery County Government. One of its goal is to provide county residents with transportation to and from medical appointments. During the audit period (July 1, 2021 to June 30, 2024), Montgomery County Department of Transportation received $11,638,158 from MDH in support of its mission.

<u>Results of Review</u>

As a result of procedures performed, in accordance with the examination, the OIGH determined that no money was due to either party.

We wish to acknowledge the cooperation of Montgomery County Department of Transportation's staff during this audit.

CC: Meg Sullivan, MD, Deputy Secretary for Public Health Services, MDH

# Office of the Inspector General for Health

## Audit Report

March 25, 2026

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## Montgomery County Department of Transportation

July 1, 2021 through June 30, 2024

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Maryland

OFFICE OF THE INSPECTOR GENERAL FOR HEALTH

# Office of the Inspector General for Health

**<u>Audit Report: Montgomery County Department of Transportation</u>**

The Office of the Inspector General for Health's (OIGH) External Audit Division performed an audit of the accounts and records of Montgomery County Department of Transportation (MCDOT) relative to its contracts with the Maryland Department of Health (MDH)'s Office of Health Services, (SC Schedule) for the period July 1, 2021 through June 30, 2024.

**Objectives of the Examination**

The OIGH conducted the audit to:

- Determine the amount of program revenue received and allowable expenditures incurred by the programs.
- Determine any amounts due to the State or to the provider resulting from the operation of the programs during the audit period.
- Determine compliance with the State of Maryland, local county, and MDH policies and regulations.
- Provide recommendations for improving internal control, ensuring fiscal compliance, or increasing efficiency.
- Determine the status of any recommendations contained in our prior audit report.

**Audit Scope and Methodology**

To accomplish our audit objectives, our audit procedures included inquiries of appropriate personnel, inspections of documents and records, and tests of transactions. Generally, transactions were selected for testing based on auditor judgment, which primarily considers risk, the timing or dollar amount of the transaction, or the significance of the transaction to the area of operation reviewed. Unless otherwise specifically indicated, neither statistical nor non-statistical audit sampling was used to select the transactions tested. Therefore, the results of the tests cannot be used to project those results to the entire population from which the test items were selected.

Except as noted in the subsequent paragraph, this performance audit was conducted in accordance with generally accepted government auditing standards. Those standards require that we plan and perform the audit to obtain sufficient and appropriate evidence to provide a reasonable basis for our findings and conclusions, in alignment with our audit objectives. Based on the evidence obtained, we believe our findings and conclusions, as presented in this report, are well supported.

In accordance with GAGAS, a Peer Review is required to be conducted at least once every three years by an independent external firm. Peer Reviews serve as periodic evaluations of the quality and effectiveness of an organization's audit work and internal quality control systems. The Office of the Inspector General for Health (OIGH) External Audit Division has not undergone a Peer Review to date. However, the division has expressed its intention to comply with GAGAS Peer Review standards and has tentatively arranged for a peer review to take place in May 2027. Until a Peer Review is conducted, the OIGH External Audit Division remains non-compliant with the GAGAS Peer Review requirements.

**Presentation of Audit Schedule**

- Schedule of Contracts Audited

**Internal Control**

MCDOT's management is responsible for establishing and maintaining effective internal control. Internal control is a process designed to provide reasonable assurance that objectives pertaining to the reliability of financial records, effectiveness, and efficiency of operations, including the safeguarding of assets and compliance with applicable laws, rules, and regulations are achieved. Our study and evaluation performed of the internal control systems to achieve the objectives of the examination would not necessarily disclose all material weaknesses. Also, because of inherent limitations in internal control, errors or fraud may nevertheless occur and not be detected. Projections of any evaluation of internal control to future periods are subject to the risk that conditions may change or compliance with policies and procedures may deteriorate. Accordingly, we cannot express an opinion on the system of internal control taken as a whole.

Our assessment of internal controls was based on provider procedures and controls in place at the time of our fieldwork. Our tests on transactions and other auditing procedures were generally focused on the transactions occurring during our audit period but may include transactions before or after this period as we considered necessary to achieve our audit objectives.

Our reports are designed to assist MDH in exercising its oversight functions and to provide constructive recommendations for improving State operations. As a result, our reports generally do not address activities we reviewed that are functioning properly. As a result of tests that were performed, our examination disclosed some weaknesses.

**Prior Audit Report**

Our audit also included a review to determine the status of the two recommendations contained in our preceding audit report of MCDOT dated November 7, 2022. Our review determined that the recommendations have been corrected.

**Conclusion**

As a result of procedures performed, in accordance with the examination objectives set forth above, the OIGH determined that no money was due to either party.

**Appeal Rights – Appeals to the Division of Cost Accounting and Reimbursement**

If you wish to appeal the audit findings, you must notify Nedina Broy Stevenson, Division of Cost Accounting and Reimbursement at Nedinabroy.stevenson@maryland.gov by April 20, 2026.

# Table of Contents

| Schedule SC | | | | | |
|---|---|---|---|---|---|
| Montgomery County Department of Transportation<br>Schedule of Contract Audited<br>Fiscal Year 2022 through 2024 | | | | | |
| **Contract Number** | **PCA Number** | **Program** | **2022** | **2023** | **2024** |
| | | **OHS** | | | |
| MA366GTS | T3267,T326G | Medicaid Transportation Services | $ 3,879,386 | $ 3,879,386 | $ 3,879,386 |
| | | **Total Dollars by Fiscal Year** | **$ 3,879,386** | **$ 3,879,386** | **$ 3,879,386** |
| | | | | | |
| | **Total Number of Contracts Audited** | | **3** | | |
| | | | | | |
| | **Total Contract Dollars Audited** | | **$ 11,638,158** | | |

# Audit Team

**Chau Nguyen, CPA**
Chief Auditor

**Yvette Gorham-Dickens**
Audit Supervisor

**Assiongbon Folly**
Auditor Trainee

**Audit Job Number: 343**