

METROPOLITAN AREA PLANNING COUNCIL

***REPORT ON EXAMINATION OF
BASIC FINANCIAL STATEMENTS
AND SUPPLEMENTARY INFORMATION***

YEAR ENDED JUNE 30, 2014

METROPOLITAN AREA PLANNING COUNCIL

REPORT ON EXAMINATION OF BASIC FINANCIAL
STATEMENTS AND SUPPLEMENTARY INFORMATION

YEAR ENDED JUNE 30, 2014

TABLE OF CONTENTS

	PAGE
FINANCIAL SECTION	
Independent Auditor's Report	2
Management's Discussion and Analysis	5
BASIC FINANCIAL STATEMENTS	
Combining statement of net position	9
Combining statement of revenues, expenses and changes in net position	10
Combining statement of cash flows	11
Notes to basic financial statements	12
SUPPLEMENTARY INFORMATION	
Combining schedule of indirect costs	24
Combining schedule of revenues and expenses – MAPC	25
Combining schedule of revenues and expenses – CTPS	35

Financial Section

Includes the following Funds:

Metropolitan Area Planning Council (MAPC) Direct Fund

Central Transportation Planning Staff (CTPS) Fund

MetroWest Growth Management Committee (MetroWest) Fund

MetroFuture, Inc. Fund



100 Quannapowitt Parkway
Suite 101
Wakefield, MA 01880
T. 781-914-1700
F. 781-914-1701
www.powersandsullivan.com

Independent Auditor's Report

To the Executive Committee
Metropolitan Area Planning Council

Report on the Financial Statements

We have audited the accompanying financial statements of the business-type activities and each major fund of the Metropolitan Area Planning Council (MAPC), as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise MAPC's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the business-type activities and each major fund of MAPC, as of June 30, 2014, and the respective changes in financial position and cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the MAPC's basic financial statements. The combining schedules, as listed in the table of contents, are presented for the purposes of additional analysis and are not a required part of the basic financial statements.

The combining schedules, as listed in the table of contents, are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United State of America. In our opinion, the combining schedules are fairly stated, in all material respects, in relation to the financial statements taken as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated February 24, 2015 on our consideration of MAPC's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the MAPC's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "Powers + Juliani, LLC". The signature is written in a cursive, flowing style.

February 24, 2015

Management's Discussion and Analysis

Management's Discussion and Analysis

As the management of the Metropolitan Area Planning Council (the MAPC or Council), we offer our readers of these financial statements this narrative overview and analysis of the financial activities for the year ended June 30, 2014. We encourage readers to consider the information presented in this report. All amounts, unless otherwise indicated, are expressed in whole dollars.

The MAPC is a body corporate and politic established pursuant to Chapter 40B of the Massachusetts General Laws (MGL). The MAPC is a regional planning and economic development district, consisting of 101 member communities in the metropolitan Boston area, whose purpose is to develop comprehensive plans and recommendations in areas of population and employment, transportation, economic development, regional growth and the environment. The MAPC also provides technical assistance and advocacy to its member communities.

Overview of the Financial Statements

The financial statements are presented using the accrual basis of accounting where revenues are recognized when earned and expenses when incurred. The financial statements, which are presented as combining statements for MAPC Direct, CTPS, MetroWest, and MetroFuture, Inc., consist of the following:

The *combining statement of net position* presents information on all assets and deferred outflows and liabilities and deferred inflows, with the difference between the two reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position is improving or deteriorating.

The *combining statement of revenues, expenses, and changes in net position* presents information showing how the Council's net position changed during the year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of the related cash flows. Thus, revenues and expenses reported in this statement for some items will result in cash flows in future periods.

The *combining statement of cash flows* presents information showing how the Council's cash and cash equivalents changed during the current reporting period.

The *notes to the basic financial statements* provide additional information that is essential to the full understanding of the data provided in the financial statements.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents the following combining schedules as supplementary information:

The *Combining Schedule of Indirect Costs* reports indirect costs for the MAPC Direct Fund and the CTPS Fund.

The *MAPC Direct Fund Combining Schedule of Revenues and Expenses* reports activity in the MAPC Direct Fund by project.

The *CTPS Fund Combining Schedule of Revenues and Expenses* reports activity in the CTPS Fund by project.

Financial Highlights

As noted earlier, net position may serve over time as a useful indicator of an entity's financial position. The Council's assets exceeded liabilities by \$2.0 million at the close of the most recent year. Key components of the Council's activities are presented on the following page.

	<u>2014</u>	<u>2013</u>
Assets:		
Current assets.....	\$ 7,448,253	\$ 9,773,000
Capital assets, net of accumulated depreciation.....	<u>477,126</u>	<u>540,422</u>
Total assets.....	<u>7,925,379</u>	<u>10,313,422</u>
Liabilities:		
Current liabilities (excluding debt).....	5,740,797	8,345,891
Noncurrent liabilities (excluding debt).....	78,802	64,408
Current debt.....	56,892	59,248
Noncurrent debt.....	<u>76,450</u>	<u>138,392</u>
Total liabilities.....	<u>5,952,941</u>	<u>8,607,939</u>
Net Position:		
Net investment in capital asset.....	343,784	342,782
Unassigned.....	<u>1,628,654</u>	<u>1,362,701</u>
Total net position.....	<u>\$ 1,972,438</u>	<u>\$ 1,705,483</u>

Net position of \$344,000 (17%) reflects the investment in capital assets, less any related debt used to acquire those assets that is still outstanding. The remaining balance of unrestricted net position of \$1.6 million (83%) may be used to meet the MAPC's ongoing obligations to cities and towns and other creditors.

	<u>2014</u>	<u>2013</u>
Operating Revenues:		
Intergovernmental grants and contracts..... \$	20,542,694	\$ 30,143,733
Private grants and contracts.....	1,640,586	1,076,884
Charges for services.....	449,047	293,576
Contributions.....	627	18
Member assessments.....	1,093,095	1,058,154
Total operating revenues.....	<u>23,726,049</u>	<u>32,572,365</u>
Operating Expenses:		
Direct:		
Salaries and benefits.....	5,614,672	5,364,017
Professional services.....	4,649,394	7,186,956
Equipment.....	12,061	17,685
Homeland Security capital outlay.....	7,146,177	14,332,214
Supplies.....	14,811	14,375
Communications.....	7,201	7,935
Travel.....	103,754	87,335
Meetings and conferences.....	44,005	49,563
Other.....	100,078	38,996
Total direct expenses.....	<u>17,692,153</u>	<u>27,099,076</u>
Indirect:		
General overhead.....	5,495,508	5,103,232
CTPS administrative services.....	272,000	272,000
Total indirect expenses.....	<u>5,767,508</u>	<u>5,375,232</u>
Total operating expenses.....	<u>23,459,661</u>	<u>32,474,308</u>
Operating income.....	266,388	98,057
Nonoperating Revenues (Expenses):		
Investment income.....	<u>567</u>	<u>761</u>
Change in net position.....	266,955	98,818
Net position - beginning.....	<u>1,705,483</u>	<u>1,606,665</u>
Net position - ending..... \$	<u><u>1,972,438</u></u>	<u><u>1,705,483</u></u>

Total operating revenue decreased \$8.8 million and operating expenses decreased \$9.0 million from the prior year. The significant decreases are the result of decreases relating to the activities of the federal Homeland Security grants.

Requests for Information

This financial report is designed to provide a general overview of the MAPC's finances for all those with an interest in the Council's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Controller at Metropolitan Area Planning Council, 60 Temple Place, Boston, Massachusetts 02111.

Basic Financial Statements

**PROPRIETARY FUNDS
COMBINING STATEMENT OF NET POSITION**

JUNE 30, 2014

	<i>Business-Type Activities</i>				Total
	MAPC Direct	CTPS	MetroWest	MetroFuture, Inc.	
ASSETS					
CURRENT:					
Cash and cash equivalents.....	\$ 1,216,646	\$ 581,834	\$ -	\$ 269,004	\$ 2,067,484
Accounts receivable, net of allowance for uncollectibles:					
Billed.....	3,682,631	1,329,239	9,728	-	5,021,598
Unbilled.....	326,229	-	-	-	326,229
Due from other funds.....	32,942	-	-	-	32,942
Total current assets.....	<u>5,258,448</u>	<u>1,911,073</u>	<u>9,728</u>	<u>269,004</u>	<u>7,448,253</u>
NONCURRENT:					
Capital assets, net of accumulated depreciation.....	452,822	24,304	-	-	477,126
TOTAL ASSETS	<u>5,711,270</u>	<u>1,935,377</u>	<u>9,728</u>	<u>269,004</u>	<u>7,925,379</u>
LIABILITIES					
CURRENT:					
Accounts payable.....	2,663,496	56,442	1,219	-	2,721,157
Accrued payroll and expenses.....	183,394	207,898	-	-	391,292
Due to other funds.....	-	-	32,942	-	32,942
Grant advances.....	1,400,117	580,809	25,582	-	2,006,508
Due to granting agencies.....	-	5,458	-	-	5,458
Rent credits.....	4,422	-	-	-	4,422
Capital lease obligations.....	44,740	12,152	-	-	56,892
Compensated absences.....	237,676	338,135	3,207	-	579,018
Total current liabilities.....	<u>4,533,845</u>	<u>1,200,894</u>	<u>62,950</u>	<u>-</u>	<u>5,797,689</u>
NONCURRENT:					
Capital lease obligations.....	64,298	12,152	-	-	76,450
Rent credits.....	78,802	-	-	-	78,802
Total noncurrent liabilities.....	<u>143,100</u>	<u>12,152</u>	<u>-</u>	<u>-</u>	<u>155,252</u>
TOTAL LIABILITIES	<u>4,676,945</u>	<u>1,213,046</u>	<u>62,950</u>	<u>-</u>	<u>5,952,941</u>
NET POSITION					
Net investment in capital assets.....	343,784	-	-	-	343,784
Unassigned.....	690,541	722,331	(53,222)	269,004	1,628,654
TOTAL NET POSITION	<u>\$ 1,034,325</u>	<u>\$ 722,331</u>	<u>\$ (53,222)</u>	<u>\$ 269,004</u>	<u>\$ 1,972,438</u>

See notes to basic financial statements.

PROPRIETARY FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION

YEAR ENDED JUNE 30, 2014

	<i>Business-Type Activities</i>				Total
	MAPC Direct	CTPS	MetroWest	MetroFuture, Inc.	
OPERATING REVENUES:					
Intergovernmental grants and contracts.....	\$ 14,668,565	\$ 5,855,227	\$ 18,902	\$ -	\$ 20,542,694
Private grants and contracts.....	1,622,822	-	17,764	-	1,640,586
Contributions.....	-	-	-	627	627
Charges for services.....	449,047	-	-	-	449,047
Member assessments.....	1,017,921	-	75,174	-	1,093,095
TOTAL OPERATING REVENUES.....	17,758,355	5,855,227	111,840	627	23,726,049
OPERATING EXPENSES:					
Direct expenses:					
Salaries and benefits.....	2,624,804	2,906,293	83,575	-	5,614,672
Professional services.....	4,474,818	-	17,764	156,812	4,649,394
Equipment.....	1,350	9,934	777	-	12,061
Homeland Security capital outlay.....	7,146,177	-	-	-	7,146,177
Supplies.....	12,932	-	1,879	-	14,811
Communications.....	5,250	-	1,951	-	7,201
Travel.....	76,610	22,221	4,923	-	103,754
Meetings and conferences.....	44,005	-	-	-	44,005
Other.....	2,207	93,400	1,865	2,606	100,078
Sub-total.....	14,388,153	3,031,848	112,734	159,418	17,692,153
Indirect expenses:					
General overhead.....	3,085,605	2,408,703	1,200	-	5,495,508
CTPS administration services.....	272,000	-	-	-	272,000
Sub-total.....	3,357,605	2,408,703	1,200	-	5,767,508
TOTAL OPERATING EXPENSES.....	17,745,758	5,440,551	113,934	159,418	23,459,661
OPERATING INCOME (LOSS).....	12,597	414,676	(2,094)	(158,791)	266,388
NONOPERATING REVENUES (EXPENSES):					
Investment income.....	321	246	-	-	567
INCREASE (DECREASE) BEFORE TRANSFERS.....	12,918	414,922	(2,094)	(158,791)	266,955
TRANSFERS IN (OUT):					
Indirect costs transfers in (out) - CTPS.....	272,000	(272,000)	-	-	-
INCREASE (DECREASE) IN NET POSITION.....	284,918	142,922	(2,094)	(158,791)	266,955
NET POSITION AT BEGINNING OF YEAR.....	749,407	579,409	(51,128)	427,795	1,705,483
NET POSITION AT END OF YEAR.....	\$ 1,034,325	\$ 722,331	\$ (53,222)	\$ 269,004	\$ 1,972,438

See notes to basic financial statements.

**PROPRIETARY FUNDS
COMBINING STATEMENT OF CASH FLOWS**

YEAR ENDED JUNE 30, 2014

	<i>Business-Type Activities</i>				
	MAPC Direct	CTPS	MetroWest	MetroFuture, Inc.	Total
CASH FLOWS FROM OPERATING ACTIVITIES:					
Receipts from customers and users.....	\$ 21,812,670	\$ 5,669,222	\$ 92,044	\$ 627	\$ 27,574,563
Payments to vendors.....	(16,623,071)	(1,190,450)	(45,031)	(159,418)	(18,017,970)
Payments to employees.....	(4,552,189)	(4,296,437)	(105,537)	-	(8,954,163)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES.....	637,410	182,335	(58,524)	(158,791)	602,430
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:					
Advances from/(to) other funds.....	(32,942)	-	32,942	-	-
Indirect costs transfers in (out) - CTPS.....	272,000	(272,000)	-	-	-
NET CASH PROVIDED (USED) BY NONCAPITAL FINANCING ACTIVITIES.....	239,058	(272,000)	32,942	-	-
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:					
Acquisition of capital assets.....	(124,253)	-	-	-	(124,253)
Principal redemption of capital lease obligations.....	(52,146)	(12,152)	-	-	(64,298)
NET CASH PROVIDED (USED) BY CAPITAL AND RELATED FINANCING ACTIVITIES.....	(176,399)	(12,152)	-	-	(188,551)
CASH FLOWS FROM INVESTING ACTIVITIES					
Investment income.....	321	246	-	-	567
NET CHANGE IN CASH AND CASH EQUIVALENTS.....	700,390	(101,571)	(25,582)	(158,791)	414,446
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR.....	516,256	683,405	25,582	427,795	1,653,038
CASH AND CASH EQUIVALENTS AT END OF YEAR.....	\$ 1,216,646	\$ 581,834	\$ -	\$ 269,004	\$ 2,067,484
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:					
Operating income (loss).....	\$ 12,597	\$ 414,676	\$ (2,094)	\$ (158,791)	\$ 266,388
Adjustments to reconcile operating income (loss) to net cash from operating activities:					
Depreciation and amortization.....	175,397	12,152	-	-	187,549
Changes in assets and liabilities:					
Accounts receivable, billed and unbilled.....	3,328,182	(554,015)	(2,032)	-	2,772,135
Accounts payable.....	(3,584,639)	(2,837)	(14,672)	-	(3,602,148)
Accrued payroll.....	15,191	37,825	(169)	-	52,847
Grant advances.....	726,133	368,010	(17,764)	-	1,076,379
Due to granting agencies.....	-	(105,108)	-	-	(105,108)
Rent credits.....	212	-	-	-	212
Compensated absences.....	(663)	11,632	3,207	-	14,176
Workers compensation.....	(35,000)	-	(25,000)	-	(60,000)
Total adjustments.....	624,813	(232,341)	(56,430)	-	336,042
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES.....	\$ 637,410	\$ 182,335	\$ (58,524)	\$ (158,791)	\$ 602,430

See notes to basic financial statements.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying basic financial statements of the Metropolitan Area Planning Council (MAPC) have been prepared in accordance with accounting principles generally accepted in the United States of America (GAAP). The Governmental Accounting Standards Board (GASB) is the recognized standard-setting body for establishing governmental accounting and financial reporting principles. The significant MAPC accounting policies are described herein.

A. Reporting Entity

The MAPC is a body corporate and politic established pursuant to Chapter 40B of the Massachusetts General Laws (MGL). The MAPC is a regional planning and economic development district, consisting of 101 member communities in the metropolitan Boston area, whose purpose is to develop comprehensive plans and recommendations in areas of population and employment, transportation, economic development, regional growth and the environment. The MAPC also provides technical assistance and advocacy to its member communities.

One representative from each member community resides on the MAPC, as well as 21 persons appointed by the Governor of Massachusetts and 13 ex-officio members from various agencies of the Commonwealth of Massachusetts (Commonwealth) and the City of Boston. The MAPC elects a 25-member Executive Committee (Committee), which appoints an Executive Director (Director) to supervise and direct the administration of the MAPC.

For financial reporting purposes, the MAPC has included all funds, organizations, agencies, boards and commissions. The MAPC has also considered all potential Component Units for which it is financially accountable as well as other organizations for which the nature and significance of their relationship with the MAPC are such that exclusion would cause the MAPC's basic financial statements to be misleading or incomplete. One entity has been included as a component unit in the reporting entity, because of the significance of its operational and/or financial relationship.

Blended Component Units – Blended component units are entities that are legally separate from the Council, but are so related that they are, in substance, the same as the Council or entities providing services entirely or almost entirely for the benefit of the Council. The following component unit is blended within the primary government:

- *MetroFuture, Inc.* is a non-profit corporation organized in accordance with Section 501(c) (3) of the Internal Revenue Code. The Corporation is organized to provide education, programs, and leadership in regional and transportation planning, in urban and community preservation, growth, and affordability, and in the use of critical natural resources. The Corporation is governed by a six-member board comprised of the President, Vice-President, Secretary, Treasurer, Immediate Past President, and the Executive Director of MAPC.

Availability of Financial Information for Component Units

The Corporation did not issue a separate audited financial statement. The Corporation issues a publicly available unaudited financial report which may be obtained by contacting the Controller of Metropolitan Area Planning Council, located at 60 Temple Place, Boston, Massachusetts, 02111.

Fiduciary Agent Agreement

The MAPC is the Fiduciary Agent for the Boston Metropolitan Planning Organization (MPO), whose purpose is to provide comprehensive, continuing, and cooperative transportation planning within the regional planning and economic development district. The MPO is not a legal entity and therefore cannot accept and disburse funds or

execute contracts. MPO staff (hereinafter referred to as Central Transportation Planning Staff (CTPS)), are legal employees of the MAPC but receive their overall direction from the MPO.

The MAPC is the fiduciary agent for the MPO, grant recipient and grant administrator for the North Eastern Massachusetts Law Enforcement Council, Inc. (NEMLEC) and its member agencies. The NEMLEC is a non-profit organization whose purpose is to increase and improve the capability to provide protection of life and property in the region (Metropolitan Boston and the counties of Essex and Middlesex). The MAPC's services include the preparation of grant applications, contract and subcontract documents, procurement administration, reporting and centralized recordkeeping. The MAPC charges an administrative fee on a per grant basis to cover all direct and indirect costs.

The MAPC is the fiduciary agent, grant recipient and grant administrator for the Metropolitan Law Enforcement Council, Inc. (METROLEC) and its member agencies. The METROLEC is a non-profit organization whose purpose is to increase and improve the capability to provide protection of life and property in the region (Metropolitan Boston and the counties of Norfolk and Plymouth). The MAPC's services include the preparation of grant applications, contract and subcontract documents, procurement administration, reporting and centralized recordkeeping. The MAPC charges an administrative fee on a per grant basis to cover all direct and indirect costs.

Memorandum of Understanding

The MAPC entered into a Memorandum of Understanding with the MetroWest Growth Management Committee (MetroWest), which consists of the MAPC and the Towns of Ashland, Framingham, Marlborough, Natick, Southborough, Sudbury, Wayland, Wellesley and Weston. MetroWest's purpose is to foster informed and active cooperation in planning for the growth and development of the region and in delivering municipal services. MetroWest is not a legal entity and therefore cannot accept and disburse funds or execute contracts. Grants received and disbursements made by the MAPC on-behalf of MetroWest are based upon decisions of MetroWest's Executive Committee.

The MAPC has entered into a Memorandum of Understanding with the Greater Boston Police Council, Inc. (GBPC), a non-profit organization that provides technical assistance and advice to member municipalities and other police agencies in the Commonwealth of Massachusetts regarding public safety and communication equipment and radio systems utilized by municipal police departments. In an effort to minimize procurement costs, the MAPC administers collective procurements of public safety equipment under the support of the GBPC for GBPC member agencies. The administration of these services includes the preparation of specifications, advertising, bid openings, award recommendations, model contract documents and centralized bookkeeping. The MAPC charges an administrative fee to all vendors who are awarded contracts under this Memorandum of Agreement. In addition, the MAPC pays the GBPC 10% of such fees collected.

The MAPC has entered into a Memorandum of Understanding with MetroFuture, which (as previously discussed) is a blended component unit of the MAPC. The MAPC provides all administrative support, financial management and technical assistance with corporate and tax reporting to remain in compliance with federal and state laws and regulations. The MAPC also provides planning, research and educational services to implement the scopes of services of grant agreements and contracts between MetroFuture and various governmental and charitable organizations. The MAPC charges a 2% general and administrative fee for each grant or contract awarded to MetroFuture.

B. Measure Focus, Basis of Accounting and Financial Statement Presentation

The accompanying basic financial statements are prepared on the accrual basis of accounting. Under this method, revenues are recorded when earned and expenses are recorded at the time the liabilities are incurred.

Revenues are considered earned when billed (billed accounts receivable) and also when expenses have been incurred but not yet billed or reimbursed (unbilled accounts receivable).

The accounts of the MAPC are organized and operated on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related, legal and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements.

The MAPC maintains the following funds:

The *MAPC Direct Fund* is used to account for the activities of the MAPC that are not related to CTPS or MetroWest.

The *CTPS Fund* is used to account for the activities of the MPO.

The *MetroWest Fund* is used to account for the activities of MetroWest.

The *MetroFuture, Inc. Fund* is used to provide education, programs, and leadership in regional and transportation planning, in urban and community preservation, growth, and affordability, and in the use of critical natural resources.

C. Cash and Investments

The MAPC's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with an original maturity of three months or less from the date of acquisition. Investments are carried at fair value.

D. Accounts Receivable

Various state and federal operating and capital grants are applied for and received annually. For non-expenditure driven grants, revenue is recognized as soon as all eligibility requirements imposed by the provider have been met. For expenditure driven grants, revenue is recognized when the qualifying expenditures are incurred and all other grant requirements are met.

E. Allowance for Uncollectible Amounts

The allowance of uncollectible amounts is estimated based on historical trends and specific account analysis for accounts receivable.

F. Inventory

Inventories are recorded as an expense at the time of purchase. Such inventories are not material in total to the basic financial statements and therefore are not reported.

G. Capital Assets

MAPC Direct, CTPS, and MetroWest

The fixed assets of MAPC Direct, CTPS, and MetroWest are valued at historical cost. Depreciation is provided using the straight-line method for financial reporting purposes at rates based on the following estimated useful lives:

Description	Years
Office equipment.....	3 - 7
Software and licenses.....	10
Leasehold improvements.....	3 - 10

The cost of normal maintenance and repairs that do not add to the value of the assets or materially extend asset lives are not capitalized and are treated as expenses when incurred. Improvements are capitalized.

MAPC Direct and MetroWest capitalize all capital acquisitions and improvements in excess of \$2,000 at the date of acquisition or improvement, respectively, with expected useful lives of greater than one year. CTPS capitalizes amounts in excess of \$5,000.

MetroFuture, Inc.

Fixed assets of the MetroFuture, Inc. Fund are not material to the basic financial statements and are not reported.

H. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will *not* be recognized as an outflow of resources (expense/ expenditure) until then. The Council did not have any items that qualify for reporting in this category.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will *not* be recognized as an inflow of resources (revenue) until that time. The Council did not have any items that qualify for reporting in this category.

I. Net Position Flow Assumption

Sometimes the Council will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted – net position and unrestricted – net position, a flow assumption must be made about the order in which the resources are considered to be applied. It is the Council’s policy to consider restricted – net position to have been depleted before unrestricted – net position is applied.

H. Interfund Transfers

During the course of its operations, resources are permanently reallocated between and within funds. These transactions are reported as transfers in and transfers out.

I. Compensated Absences

Employees are granted vacation leave in varying amounts based on state laws and executive policies. Vested or accumulated vacation leave is recorded as a liability.

J. Capital Lease Obligations

Capital lease obligations are recorded in the MAPC Direct Fund and the CTPS Fund. Principal paid on capital leases is recorded as a reduction of the liability. Interest paid on capital leases is recorded as an indirect expense.

K. Member Community Assessments*MAPC Direct Fund*

Member community assessments are based upon a per capita rate applied to the population of each member community.

MetroWest Fund

Member community assessments are based upon a per capita rate applied to the population of each member community, plus a base charge of \$3,734.

L. Indirect Costs

The MAPC charges indirect costs at various rates based on contract and grant agreements. The MAPC Direct Fund charges indirect costs at various rates. The indirect cost rate of 118% is a blended rate of each contract and grant within the MAPC Direct Fund.

M. Insurance

The MAPC is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters for which the MAPC carries commercial insurance.

N. Use of Estimates

The preparation of basic financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure for contingent assets and liabilities at the date of the basic financial statements and the reported amounts of the revenues and expenses during the year. Actual results could vary from estimates that were used.

O. Total Column

The total column used on the Combining Basic Financial Statements is presented only to facilitate financial analysis. Data in this column is the equivalent of consolidated financial information.

NOTE 2 – CASH AND INVESTMENTS

A cash and investment pool is maintained that is available for use by all funds. Each fund type's portion of this pool is displayed on the combined balance sheet as "Cash and cash equivalents".

Statutes authorize the investment in obligations of the U.S. Treasury, agencies, and instrumentalities, certificates of deposit, repurchase agreements, money market accounts, bank deposits and the State Treasurer's Investment Pool (the Pool). The MAPC may also invest trust funds in securities, other than mortgages or collateral loans, which are legal for the investment of funds of savings banks under the laws of the Commonwealth.

The Pool meets the criteria of an external investment pool. The Pool is administered by the Massachusetts Municipal Depository Trust (MMDT), which was established by the Treasurer of the Commonwealth who serves as Trustee. The fair value of the position in the Pool is the same as the value of the Pool shares.

Custodial Credit Risk – Deposits

In the case of deposits, this is the risk that in the event of a bank failure, the MAPC's deposits may not be returned to it. The MAPC does not have a deposit policy for custodial credit risk. At year-end, the carrying amount of deposits totaled \$2,067,484 and the bank balance totaled \$2,232,449. Of the bank balance, \$500,000 was covered by Federal Depository Insurance (FDIC), and the balance of \$1,732,449 was exposed to custodial credit risk because it was uninsured and uncollateralized.

At June 30, 2014, the MAPC had no investments and has not adopted formal policies relating to investment rate risk, credit risk, or for concentrations of credit risk for investments.

NOTE 3 – CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2014 was as follows:

<u>Capital assets being depreciated:</u>	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Office equipment.....	\$ 1,187,063	\$ 124,253	\$ -	\$ 1,311,316
Software and licenses.....	424,370	-	-	424,370
Leasehold improvements.....	205,728	-	-	205,728
Total capital assets being depreciated.....	1,817,161	124,253	-	1,941,414
<u>Less: accumulated depreciation for:</u>				
Office equipment.....	(857,775)	(137,780)	-	(995,555)
Software and licenses.....	(339,197)	(21,022)	-	(360,219)
Leasehold improvements.....	(79,767)	(28,747)	-	(108,514)
Total accumulated depreciation.....	(1,276,739)	(187,549)	-	(1,464,288)
Total capital assets, net.....	\$ 540,422	\$ (63,296)	\$ -	\$ 477,126

Depreciation expense amounted to \$187,549 for the year ended June 30, 2014.

NOTE 4 – LEASES

Operating Leases

The MAPC and CTPS rented office space at several locations under separate lease agreements that were originally scheduled to expire on various dates through June 30, 2012. In July of 2009 the MAPC renegotiated its main office lease to include additional space and certain build-out provisions provided by the landlord. The new MAPC lease agreement is a 10 year agreement beginning on September 1, 2009.

The CTPS lease agreement expired on June 30, 2010 and they have been a tenant-at-will while a new lease was being negotiated. In 2012, CTPS completed the negotiations of its office lease which now runs through June 30, 2015.

The minimum annual lease payments for operating leases with a remaining term of one year or more consist of the following:

Year Ending <u>June 30:</u>	<u>MAPC Direct</u>	<u>CTPS</u>	<u>Total</u>
2015.....	\$ 467,540	\$ 308,296	\$ 775,836
2016.....	475,776	-	475,776
2017.....	483,778	-	483,778
2018.....	491,766	-	491,766
2019.....	499,883	-	499,883
2020.....	<u>83,523</u>	<u>-</u>	<u>83,523</u>
Total.....	<u>\$ 2,502,266</u>	<u>\$ 308,296</u>	<u>\$ 2,810,562</u>

The new MAPC lease agreement provided for a rent-free period at the beginning of the lease and for scheduled increases in monthly rent over the life of the lease. In accordance with GAAP, the MAPC is accounting for this lease on a straight-line basis over the life of the lease and the cumulative differences as of June 30, 2014 have been recorded as "Rent Credits" on the Statement of Net Position

Total Rent expense for the year ended June 30, 2014 totaled approximately \$831,000.

Capital Leases

The MAPC and CTPS have entered into various lease/purchase agreements that are considered capital leases. These agreements are for various terms that expire through February 2018. Equipment originally acquired under these capital leases totaled approximately \$358,000. At June 30, 2014, the future minimum payments under capital leases are as follows:

Year Ending June 30:	MAPC Direct	CTPS
2015.....	\$ 53,779	\$ 15,457
2016.....	35,952	15,456
2017.....	32,180	-
2018.....	13,169	-
Total payments.....	135,080	30,913
Less amounts representing interest.....	(26,042)	(6,609)
Total.....	\$ 109,038	\$ 24,304

NOTE 5 – SHORT-TERM FINANCING

State law permits the MAPC, under the provisions of Chapter 40B, Section 8, to borrow (on a short-term basis) an amount not to exceed the current year assessment to its member communities. Short-term debt may be issued to fund current operating costs prior to the collection of revenues through issuance of revenue anticipation notes.

Short-term loans are general obligations of the MAPC and carry maturity dates that are limited by statute.

There was no short-term financing activity during the year or any balance outstanding as of June 30, 2014.

NOTE 6 – HOMELAND SECURITY PROGRAM GRANT

In accordance with the specific terms of the Homeland Security federal grant programs, the MAPC provides equipment, training, and various other services to participating cities and towns. Federal guidelines require that property acquired with grant funds be tagged and tracked using a computer-based inventory system. Since the equipment provided under the grants vest with the participating cities and towns, no amounts have been capitalized in the accounts of MAPC.

The following expenses of the Homeland Security Programs administered by the MAPC are included in the direct expenses reported in the MAPC Direct fund:

Salaries and benefits.....	\$	534,632
Professional services.....		2,812,212
Homeland Security capital outlay.....		7,146,177
Supplies.....		5,498
Communications.....		135
Travel.....		18,087
Meetings and conferences.....		<u>3,865</u>
Total.....	\$	<u>10,520,606</u>

NOTE 7 – PENSION AND POSTEMPLOYMENT BENEFITS

The MAPC’s employees are members of the Commonwealth’s State Employees’ Retirement System, a multi-employer defined benefit pension plan, to which the MAPC does not contribute. Pension benefits and administrative expenses paid by the State Employees’ Retirement Board are funded by the Commonwealth. These on-behalf payments are not available from the Commonwealth and therefore have not been reported in the basic financial statements.

The MAPC administers a premium-based health care plan through the Commonwealth’s Group Insurance Commission (GIC) which provides health insurance coverage for employees and their beneficiaries, and for retirees and their survivors. Postemployment benefits paid by the GIC are funded by the Commonwealth. These on-behalf payments are not available from the Commonwealth and therefore have not been reported in the basic financial statements.

NOTE 8 – RISK FINANCING

The Council participates in a premium-based workers’ compensation insurance plan for its employees, except for one case prior to plan commencement, and is self-insured for unemployment benefits. The liability for workers compensation and unemployment benefits, at June 30, 2014, was immaterial and is therefore not reported.

NOTE 9 – CONTINGENCIES

The MAPC participates in a number of federal financial assistance programs. Although the MAPC’s grant programs have been audited in accordance with the provisions of the Single Audit Act Amendments of 1996 through June 30, 2014, these programs are still subject to financial and compliance audits. The amount, if any, of expenses which may be disallowed by the granting agencies cannot be determined at this time, although the MAPC expects such amounts, if any, to be immaterial.

NOTE 10 – IMPLEMENTATION OF NEW GASB PRONOUNCEMENTS

During 2014, the following GASB pronouncements were implemented:

- GASB Statement #65, *Items Previously Reported as Assets and Liabilities*. Financial statement changes include deferred outflows and inflows being presented in the Statement of Net Position. Notes to the basic financial statements were changed to provide additional disclosure on deferred outflows of resources and deferred inflows of resources.
- GASB Statement #67, *Financial Reporting for Pension Plans*. The implementation of this pronouncement did not impact the basic financial statements.
- GASB Statement #70, *Accounting and Financial Reporting for Nonexchange Financial Guarantees*. The implementation of this pronouncement did not impact the basic financial statements.

The following GASB pronouncements will be implemented in future years:

- The GASB issued Statement #68, *Accounting and Financial Reporting for Pensions*, which is required to be implemented in 2015.
- The GASB issued Statement #69, *Government Combinations and Disposals of Government Operations*, which is required to be implemented in 2015.
- The GASB issued Statement #71, *Pension Transition for Contributions Made Subsequent to the Measurement Date*, which is required to be implemented simultaneously with GASB Statement #68 in 2015.

Management is currently assessing the impact the implementation of these pronouncements will have on the basic financial statements.

Supplementary Information

This page left intentionally blank.

COMBINING SCHEDULE OF INDIRECT COSTS

YEAR ENDED JUNE 30, 2014

	MAPC Direct	CTPS	Total
Salaries and wages.....	\$ 1,906,913	\$ 1,439,601	\$ 3,346,514
Employee benefits.....	257,945	311,052	568,997
Supplies.....	88,494	34,975	123,469
Office equipment and related maintenance.....	33,721	181,403	215,124
Depreciation and amortization.....	175,397	12,152	187,549
Premises.....	509,676	321,479	831,155
Communications.....	52,864	56,890	109,754
Accounting and auditing.....	38,500	-	38,500
Legal.....	25,916	1,660	27,576
Data processing.....	5,885	-	5,885
Temporary help.....	3,720	3,294	7,014
Other professional services.....	45,508	-	45,508
Meetings and conferences.....	73,537	1,745	75,282
Professional fees.....	50,346	4,165	54,511
Printing and copying.....	29,737	33,725	63,462
Travel.....	21,482	713	22,195
Interest.....	3,411	3,934	7,345
Miscellaneous.....	34,553	1,915	36,468
TOTAL INDIRECT COSTS.....	3,357,605	2,408,703	5,766,308
ALLOCATION OF MAPC DIRECT ADMINISTRATION SERVICES.....	(272,000)	272,000	-
TOTAL ALLOCATED INDIRECT COSTS.....	\$ 3,085,605	\$ 2,680,703	\$ 5,766,308
DIRECT SALARIES AND BENEFITS.....	\$ 2,624,804	\$ 2,906,293	\$ 5,531,097
INDIRECT COST RATE.....	117.56%	92.24%	104.25%

MAPC DIRECT FUND

COMBINING SCHEDULE OF REVENUES AND EXPENSES

YEAR ENDED JUNE 30, 2014

	Federal Grants				
	M0144	M0145	M0264	M0265	M0793
	3C/PL MAPC FY 13	3C/PL MAPC FY 14	MassDOT - 5303 FY13 MAPC	MassDOT - 5303 FY13 MAPC	Brownfields Peabody Salem
OPERATING REVENUES:					
Intergovernmental grants and contracts.....	\$ 125,285	\$ 479,386	\$ 73,396	\$ 175,451	\$ 90,995
Private grants and contracts.....	-	-	-	-	-
Charges for services.....	-	-	-	-	-
Member assessments.....	-	-	18,000	41,000	2,500
TOTAL OPERATING REVENUES.....	125,285	479,386	91,396	216,451	93,495
OPERATING EXPENSES:					
Direct Expenses:					
Salaries and benefits.....	57,722	217,488	42,201	99,773	4,128
Professional services.....	-	-	-	-	84,981
Equipment.....	-	-	-	-	-
Supplies.....	-	-	-	-	-
Communications.....	-	-	-	-	-
Travel.....	580	2,495	162	497	20
Meetings and conferences.....	450	2,040	-	1,000	-
Other.....	-	146	-	-	-
Sub-total.....	58,752	222,169	42,363	101,270	89,129
Indirect Expenses:					
Overhead allocation.....	67,857	255,678	49,611	117,293	4,852
CTPS administration services.....	-	-	-	-	-
Sub-total.....	67,857	255,678	49,611	117,293	4,852
TOTAL OPERATING EXPENSES.....	126,609	477,847	91,974	218,563	93,981
OPERATING INCOME (LOSS).....	(1,324)	1,539	(578)	(2,112)	(486)
NONOPERATING REVENUES (EXPENSES):					
Investment income.....	-	-	-	-	-
INCREASE (DECREASE) BEFORE TRANSFERS.....	(1,324)	1,539	(578)	(2,112)	(486)
TRANSFERS IN (OUT):					
Indirect costs transfers in - CTPS.....	-	-	-	-	-
INCREASE (DECREASE) IN NET POSITION.....	\$ (1,324)	\$ 1,539	\$ (578)	\$ (2,112)	\$ (486)

MAPC DIRECT FUND

COMBINING SCHEDULE OF REVENUES AND EXPENSES

YEAR ENDED JUNE 30, 2014

Federal Grants							
M0806	M0812	M0813	M0814	M0822	M0823	M0824	M0832
EOT South Coast Rail	Homeland Security FY10 NERAC	Homeland Security FY11 NERAC	Homeland Security FY12 NERAC	Homeland Security FY10 Western Region	Homeland Security FY11 Western Region	Homeland Security FY12 Western Region	Homeland Security FY10 Southeast Region
\$ 39,879	\$ 453,931	\$ 857,528	\$ 24,609	\$ 127,806	\$ 674,552	\$ 433,861	\$ 705,801
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
39,879	453,931	857,528	24,609	127,806	674,552	433,861	705,801
19,662	-	948	1,291	-	-	-	-
-	66,091	232,207	21,795	7,044	358,392	324,286	-
-	387,840	623,322	-	120,906	316,016	108,732	704,611
-	-	-	-	-	-	843	-
-	-	-	-	-	-	-	-
995	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
20,657	453,931	856,477	23,086	127,950	674,408	433,861	704,611
23,114	-	1,114	1,517	-	-	-	-
-	-	-	-	-	-	-	-
23,114	-	1,114	1,517	-	-	-	-
43,771	453,931	857,591	24,603	127,950	674,408	433,861	704,611
(3,892)	-	(63)	6	(144)	144	-	1,190
-	-	-	-	-	-	-	-
(3,892)	-	(63)	6	(144)	144	-	1,190
-	-	-	-	-	-	-	-
\$ (3,892)	\$ -	\$ (63)	\$ 6	\$ (144)	\$ 144	\$ -	\$ 1,190

(Continued)

MAPC DIRECT FUND

COMBINING SCHEDULE OF REVENUES AND EXPENSES

YEAR ENDED JUNE 30, 2014

	Federal Grants				
	M0833	M0834	M0842	M0843	M0844
	Homeland Security FY11 Southeast Region	Homeland Security FY12 Southeast Region	Homeland Security FY10 Central Region	Homeland Security FY11 Central Region	Homeland Security FY12 Central Region
OPERATING REVENUES:					
Intergovernmental grants and contracts.....	\$ 924,389	\$ 284,113	\$ 485,501	\$ 374,339	\$ 100,924
Private grants and contracts.....	-	-	-	-	-
Charges for services.....	-	-	-	-	-
Member assessments.....	-	-	-	-	-
TOTAL OPERATING REVENUES.....	924,389	284,113	485,501	374,339	100,924
OPERATING EXPENSES:					
Direct Expenses:					
Salaries and benefits.....	-	-	-	-	-
Professional services.....	249,336	124,850	50,979	112,689	100,924
Equipment.....	675,053	159,263	434,580	305,485	-
Supplies.....	-	-	-	-	-
Communications.....	-	-	-	-	-
Travel.....	-	-	-	-	-
Meetings and conferences.....	-	-	-	-	-
Other.....	-	-	-	-	-
Sub-total.....	924,389	284,113	485,559	418,174	100,924
Indirect Expenses:					
Overhead allocation.....	-	-	-	-	-
CTPS administration services.....	-	-	-	-	-
Sub-total.....	-	-	-	-	-
TOTAL OPERATING EXPENSES.....	924,389	284,113	485,559	418,174	100,924
OPERATING INCOME (LOSS).....	-	-	(58)	(43,835)	-
NONOPERATING REVENUES (EXPENSES):					
Investment income.....	-	-	-	-	-
INCREASE (DECREASE) BEFORE TRANSFERS.....	-	-	(58)	(43,835)	-
TRANSFERS IN (OUT):					
Indirect costs transfers in - CTPS.....	-	-	-	-	-
INCREASE (DECREASE) IN NET POSITION.....	\$ -	\$ -	\$ (58)	\$ (43,835)	\$ -

MAPC DIRECT FUND
COMBINING SCHEDULE OF REVENUES AND EXPENSES
YEAR ENDED JUNE 30, 2014

Federal Grants							
M0880	M0913	M0925	M0927	M0930	M0931	M0934	M0964
Sustainable Communities	Homeland Security State FY10 Planning	Homeland Security State FY11 Planning	NERAC 08 Equipment Dst Towns	Placematters Capacity	MassDOT128 Bus Council	Somerville Bike Share	MHP Community Transf FY13
\$ 1,211,704	\$ 93,177	\$ 594,147	\$ 18,050	\$ 17,568	\$ 30,257	\$ 48,874	\$ 335,754
-	-	-	-	-	-	-	-
10,000	-	-	-	-	-	-	-
<u>1,221,704</u>	<u>93,177</u>	<u>594,147</u>	<u>18,050</u>	<u>17,568</u>	<u>30,257</u>	<u>48,874</u>	<u>335,754</u>
399,313	14,176	108,906	-	5,897	-	-	51,605
333,853	58,468	286,481	-	-	29,983	48,874	218,687
-	3,571	57,875	18,050	-	-	-	-
23	-	3,507	-	-	-	-	2,050
-	-	135	-	-	274	-	-
6,034	229	9,260	-	2,125	-	-	2,025
14,838	-	1,100	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>754,061</u>	<u>76,444</u>	<u>467,264</u>	<u>18,050</u>	<u>8,022</u>	<u>30,257</u>	<u>48,874</u>	<u>274,367</u>
469,431	16,666	128,030	-	6,933	-	-	60,666
-	-	-	-	-	-	-	-
<u>469,431</u>	<u>16,666</u>	<u>128,030</u>	<u>-</u>	<u>6,933</u>	<u>-</u>	<u>-</u>	<u>60,666</u>
1,223,492	93,110	595,294	18,050	14,955	30,257	48,874	335,033
(1,788)	67	(1,147)	-	2,613	-	-	721
-	-	-	-	-	-	-	-
<u>(1,788)</u>	<u>67</u>	<u>(1,147)</u>	<u>-</u>	<u>2,613</u>	<u>-</u>	<u>-</u>	<u>721</u>
-	-	-	-	-	-	-	-
<u>\$ (1,788)</u>	<u>\$ 67</u>	<u>\$ (1,147)</u>	<u>\$ -</u>	<u>\$ 2,613</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 721</u>

(Continued)

MAPC DIRECT FUND

COMBINING SCHEDULE OF REVENUES AND EXPENSES

YEAR ENDED JUNE 30, 2014

	Federal Grants				
	M0970	M0983	M0991	M1003	M1010
	Homeland Security StateW M&A Planning	Homeland Security FY09-2 Southeast Region	EDA FY14 Grant	MPH Community Transformation Grant FY14	Homeland Security FY10-2 Planning
OPERATING REVENUES:					
Intergovernmental grants and contracts.....	\$ 118,456	\$ 51,834	\$ 60,000	\$ 287,246	\$ 660,432
Private grants and contracts.....	-	-	-	-	-
Charges for services.....	-	-	-	-	-
Member assessments.....	-	-	40,000	-	-
TOTAL OPERATING REVENUES.....	118,456	51,834	100,000	287,246	660,432
OPERATING EXPENSES:					
Direct Expenses:					
Salaries and benefits.....	4,187	-	44,116	96,181	112,528
Professional services.....	65,163	-	3,600	85,001	166,393
Equipment.....	47,936	53,214	-	-	240,031
Supplies.....	-	-	-	-	1,148
Communications.....	-	-	-	345	-
Travel.....	1,570	-	434	1,632	6,980
Meetings and conferences.....	-	-	1,306	-	-
Other.....	-	-	102	-	400
Sub-total.....	118,856	53,214	49,558	183,159	527,480
Indirect Expenses:					
Overhead allocation.....	4,922	-	51,862	113,070	132,288
CTPS administration services.....	-	-	-	-	-
Sub-total.....	4,922	-	51,862	113,070	132,288
TOTAL OPERATING EXPENSES.....	123,778	53,214	101,420	296,229	659,768
OPERATING INCOME (LOSS).....	(5,322)	(1,380)	(1,420)	(8,983)	664
NONOPERATING REVENUES (EXPENSES):					
Investment income.....	-	-	-	-	-
INCREASE (DECREASE) BEFORE TRANSFERS.....	(5,322)	(1,380)	(1,420)	(8,983)	664
TRANSFERS IN (OUT):					
Indirect costs transfers in - CTPS.....	-	-	-	-	-
INCREASE (DECREASE) IN NET POSITION.....	(5,322)	(1,380)	(1,420)	(8,983)	664

MAPC DIRECT FUND

COMBINING SCHEDULE OF REVENUES AND EXPENSES

YEAR ENDED JUNE 30, 2014

Federal Grants							
M1011	M1012	M1013	M1014	M1016	M1027	M1039	M1049
Homeland Security FY10-2 NERAC	Homeland Security FY10-2 Western Region	Homeland Security FY10-2 Southeast Region	Homeland Security FY10-2 Central Region	Homeland Security FY10-2 Western Region	Placematters Capacity	Homeland Security FY11 NERAC IRAA Imp	Framingham Downtown Trans
\$ 1,888,172	\$ 109,210	\$ 554,759	\$ 897,497	\$ 21,865	\$ 21,026	\$ 8,890	\$ 2,081
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>1,888,172</u>	<u>109,210</u>	<u>554,759</u>	<u>897,497</u>	<u>21,865</u>	<u>21,026</u>	<u>8,890</u>	<u>2,081</u>
-	-	-	-	-	9,405	3,704	778
284,988	4,625	228,550	36,695	32,257	-	-	300
1,600,258	104,585	324,109	860,740	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	387
2,365	-	-	-	-	1,483	47	-
-	-	-	-	-	-	-	-
<u>1,887,611</u>	<u>109,210</u>	<u>552,659</u>	<u>897,435</u>	<u>32,257</u>	<u>10,888</u>	<u>3,751</u>	<u>1,465</u>
-	-	-	-	-	11,056	4,355	913
-	-	-	-	-	-	-	-
-	-	-	-	-	<u>11,056</u>	<u>4,355</u>	<u>913</u>
<u>1,887,611</u>	<u>109,210</u>	<u>552,659</u>	<u>897,435</u>	<u>32,257</u>	<u>21,944</u>	<u>8,106</u>	<u>2,378</u>
<u>561</u>	<u>-</u>	<u>2,100</u>	<u>62</u>	<u>(10,392)</u>	<u>(918)</u>	<u>784</u>	<u>(297)</u>
-	-	-	-	-	-	-	-
<u>561</u>	<u>-</u>	<u>2,100</u>	<u>62</u>	<u>(10,392)</u>	<u>(918)</u>	<u>784</u>	<u>(297)</u>
-	-	-	-	-	-	-	-
<u>\$ 561</u>	<u>\$ -</u>	<u>\$ 2,100</u>	<u>\$ 62</u>	<u>\$ (10,392)</u>	<u>\$ (918)</u>	<u>\$ 784</u>	<u>\$ (297)</u>

(Continued)

MAPC DIRECT FUND
COMBINING SCHEDULE OF REVENUES AND EXPENSES
YEAR ENDED JUNE 30, 2014

	Federal Grants	State Grants			
		M0893	M0967	M0974	M0979
	Sub-total	PDM Phase II Grant 2	District Local Tech As 13	MetroMayors Shannon Grant 13	Mass 911 Subcontract
OPERATING REVENUES:					
Intergovernmental grants and contracts.....	\$ 13,462,745	\$ 5,038	\$ 184,986	\$ 292,295	\$ 75,000
Private grants and contracts.....	-	-	-	-	-
Charges for services.....	-	-	-	-	-
Member assessments.....	111,500	11,000	27,000	-	-
TOTAL OPERATING REVENUES.....	13,574,245	16,038	211,986	292,295	75,000
OPERATING EXPENSES:					
Direct Expenses:					
Salaries and benefits.....	1,294,009	7,529	82,788	7,106	-
Professional services.....	3,617,492	-	29,241	275,181	75,000
Equipment.....	7,146,177	-	-	-	-
Supplies.....	7,571	-	-	1,088	-
Communications.....	1,141	-	209	-	-
Travel.....	36,568	27	2,408	338	-
Meetings and conferences.....	23,099	-	130	-	-
Other.....	648	-	-	-	-
Sub-total.....	12,126,705	7,556	114,776	283,713	75,000
Indirect Expenses:					
Overhead allocation.....	1,521,228	8,851	97,326	8,354	-
CTPS administration services.....	-	-	-	-	-
Sub-total.....	1,521,228	8,851	97,326	8,354	-
TOTAL OPERATING EXPENSES.....	13,647,933	16,407	212,102	292,067	75,000
OPERATING INCOME (LOSS).....	(73,688)	(369)	(116)	228	-
NONOPERATING REVENUES (EXPENSES):					
Investment income.....	-	-	-	-	-
INCREASE (DECREASE) BEFORE TRANSFERS.....	(73,688)	(369)	(116)	228	-
TRANSFERS IN (OUT):					
Indirect costs transfers in - CTPS.....	-	-	-	-	-
INCREASE (DECREASE) IN NET POSITION.....	(73,688)	(369)	(116)	228	-

MAPC DIRECT FUND

COMBINING SCHEDULE OF REVENUES AND EXPENSES

YEAR ENDED JUNE 30, 2014

State Grants							
M0997	M0999	M1001	M1025	M1028	M1029	M1030	M1032
Mass CEC Energy Strat Pil	CIC MA Housing Data Portal	Milford Casino Study	Dist Local Tech Asst 14	DPH Capacity Building HIA	Ipswich Watershed Plan	PDM Phase 2 Grant 3	Metro North PDA
\$ 7,042	\$ 50,000	\$ 130,921	\$ 160,511	\$ 52,364	\$ 16,724	\$ 5,500	\$ 45,477
-	-	-	-	-	-	-	-
-	-	55,219	-	-	-	-	-
-	-	-	17,500	-	-	-	-
<u>7,042</u>	<u>50,000</u>	<u>186,140</u>	<u>178,011</u>	<u>52,364</u>	<u>16,724</u>	<u>5,500</u>	<u>45,477</u>
2,996	27,006	39,397	79,981	23,404	4,342	2,838	20,744
-	-	99,855	388	-	6,000	-	-
-	-	-	-	-	-	-	-
269	85	-	18	-	-	-	-
-	-	-	200	-	-	-	-
25	-	478	2,987	364	258	227	251
-	53	-	393	15	-	-	5
-	-	-	30	-	-	-	-
<u>3,290</u>	<u>27,144</u>	<u>139,730</u>	<u>83,997</u>	<u>23,783</u>	<u>10,600</u>	<u>3,065</u>	<u>21,000</u>
3,522	31,748	46,316	94,025	27,513	5,104	3,336	24,386
-	-	-	-	-	-	-	-
<u>3,522</u>	<u>31,748</u>	<u>46,316</u>	<u>94,025</u>	<u>27,513</u>	<u>5,104</u>	<u>3,336</u>	<u>24,386</u>
6,812	58,892	186,046	178,022	51,296	15,704	6,401	45,386
230	(8,892)	94	(11)	1,068	1,020	(901)	91
-	-	-	-	-	-	-	-
<u>230</u>	<u>(8,892)</u>	<u>94</u>	<u>(11)</u>	<u>1,068</u>	<u>1,020</u>	<u>(901)</u>	<u>91</u>
-	-	-	-	-	-	-	-
<u>\$ 230</u>	<u>\$ (8,892)</u>	<u>\$ 94</u>	<u>\$ (11)</u>	<u>\$ 1,068</u>	<u>\$ 1,020</u>	<u>\$ (901)</u>	<u>\$ 91</u>

(Continued)

MAPC DIRECT FUND

COMBINING SCHEDULE OF REVENUES AND EXPENSES

YEAR ENDED JUNE 30, 2014

	State Grants				
	M1033	M1036	M1038	M1042	M1044
	Metro Mayors Shannon Grant 14	Everett Housing PDF	MA Food Plan Project	SWMI-SuAsCo Watershed	CIC-Neponset Stormwater
OPERATING REVENUES:					
Intergovernmental grants and contracts.....	\$ 28,745	\$ 4,917	\$ 42,312	\$ 13,196	\$ 21,869
Private grants and contracts.....	-	-	-	-	-
Charges for services.....	-	-	-	-	-
Member assessments.....	-	-	22,700	-	-
TOTAL OPERATING REVENUES.....	28,745	4,917	65,012	13,196	21,869
OPERATING EXPENSES:					
Direct Expenses:					
Salaries and benefits.....	4,976	2,107	16,455	5,919	1,963
Professional services.....	17,898	273	26,215	-	17,499
Equipment.....	-	-	-	-	-
Supplies.....	-	-	1,011	-	-
Communications.....	-	-	-	-	-
Travel.....	-	51	941	106	100
Meetings and conferences.....	-	-	1,045	-	-
Other.....	-	-	-	-	-
Sub-total.....	22,874	2,431	45,667	6,025	19,562
Indirect Expenses:					
Overhead allocation.....	5,850	2,477	19,345	6,958	2,307
CTPS administration services.....	-	-	-	-	-
Sub-total.....	5,850	2,477	19,345	6,958	2,307
TOTAL OPERATING EXPENSES.....	28,724	4,908	65,012	12,983	21,869
OPERATING INCOME (LOSS).....	21	9	-	213	-
NONOPERATING REVENUES (EXPENSES):					
Investment income.....	-	-	-	-	-
INCREASE (DECREASE) BEFORE TRANSFERS.....	21	9	-	213	-
TRANSFERS IN (OUT):					
Indirect costs transfers in (out) - CTPS.....	-	-	-	-	-
INCREASE (DECREASE) IN NET POSITION.....	\$ 21	\$ 9	\$ -	\$ 213	\$ -

MAPC DIRECT FUND

COMBINING SCHEDULE OF REVENUES AND EXPENSES

YEAR ENDED JUNE 30, 2014

State Grants					
M1045	M1047	M1048		FY14	
CIC-LED Streetlights	Bike Ped Safety Project	CIC-Commonwealth Connect	Subtotal	Assessments and Other Projects	Total
\$ 9,392	\$ 14,743	\$ 4,753	\$ 1,165,785	\$ 40,035	\$ 14,668,565
-	-	-	-	1,622,822	1,622,822
-	-	-	110,438	338,609	449,047
-	-	-	78,200	828,221	1,017,921
<u>9,392</u>	<u>14,743</u>	<u>4,753</u>	<u>1,354,423</u>	<u>2,829,687</u>	<u>17,758,355</u>
4,308	1,177	1,994	337,030	993,765	2,624,804
-	4,951	-	552,501	304,825	4,474,818
-	-	-	-	1,350	7,147,527
-	-	-	2,471	2,890	12,932
-	-	370	779	3,330	5,250
-	-	37	8,598	31,444	76,610
-	-	-	1,641	19,265	44,005
-	-	-	30	1,529	2,207
<u>4,308</u>	<u>6,128</u>	<u>2,401</u>	<u>903,050</u>	<u>1,358,398</u>	<u>14,388,153</u>
5,064	1,384	2,344	396,210	1,168,167	3,085,605
-	-	-	-	272,000	272,000
<u>5,064</u>	<u>1,384</u>	<u>2,344</u>	<u>396,210</u>	<u>1,440,167</u>	<u>3,357,605</u>
<u>9,372</u>	<u>7,512</u>	<u>4,745</u>	<u>1,299,260</u>	<u>2,798,565</u>	<u>17,745,758</u>
<u>20</u>	<u>7,231</u>	<u>8</u>	<u>55,163</u>	<u>31,122</u>	<u>12,597</u>
-	-	-	-	321	321
<u>20</u>	<u>7,231</u>	<u>8</u>	<u>55,163</u>	<u>31,443</u>	<u>12,918</u>
-	-	-	-	272,000	272,000
<u>\$ 20</u>	<u>\$ 7,231</u>	<u>\$ 8</u>	<u>\$ 55,163</u>	<u>\$ 303,443</u>	<u>\$ 284,918</u>

(Concluded)

CTPS FUND

COMBINING SCHEDULE OF REVENUES AND EXPENSES

YEAR ENDED JUNE 30, 2014

	Federal Grants				
	C0591	C0593	C0596	C0598	C0684
	Mass DOT SPR Modeling Contract	Mass DOT SPR Modeling Contract FY14	3C Highway Planning Grant FY13	3C Highway Planning Grant FY14	MPO Transit 5303 Grant FY13
OPERATING REVENUES:					
Intergovernmental grants and contracts.....\$	392,191	\$ 84,405	\$ 614,465	\$ 2,019,748	\$ 392,528
OPERATING EXPENSES:					
Direct Expenses:					
Salaries and benefits.....	178,148	42,033	298,711	1,014,582	187,406
Equipment.....	2,000	-	-	2,000	-
Travel.....	3,905	1,423	241	14,759	410
Other.....	36,000	-	27,000	-	23,700
Sub-total.....	220,053	43,456	325,952	1,031,341	211,516
Indirect Expenses:					
General overhead.....	148,408	35,369	248,846	853,735	156,122
TOTAL OPERATING EXPENSES.....	368,461	78,825	574,798	1,885,076	367,638
OPERATING INCOME (LOSS).....	23,730	5,580	39,667	134,672	24,890
NONOPERATING REVENUES:					
Investment income.....	-	-	-	-	-
INCREASE (DECREASE) BEFORE TRANSFERS.....	23,730	5,580	39,667	134,672	24,890
TRANSFERS IN (OUT):					
Indirect costs transfers out - MAPC Direct.....	(16,673)	(3,934)	(27,956)	(94,955)	(17,539)
INCREASE (DECREASE) IN NET POSITION.....\$	7,057	\$ 1,646	\$ 11,711	\$ 39,717	\$ 7,351

CTPS FUND

COMBINING SCHEDULE OF REVENUES AND EXPENSES

YEAR ENDED JUNE 30, 2014

Federal Grants							
C0685	C0686	C0687	C0705	C0706	C0707	C0709	C0711
MassDOT Transit 5303	MPO Transit 5303 Grant FY14	MassDOT Transit 5303 FY14	South Coast Rail EOT	MassDOT Title VI Program	Mitigation for SIP Green Line Extension	Accelerated Bridge Program	South Station Expansion Project Support
\$ 112,692	\$ 809,506	\$ 17,441	\$ 4,432	\$ 39,658	\$ 24,565	\$ 12,893	\$ 173,851
55,698	408,834	8,834	2,278	20,797	12,882	6,648	89,093
-	2,000	-	-	-	-	-	-
-	353	-	-	-	-	-	-
3,200	-	-	-	-	-	-	500
58,898	411,187	8,834	2,278	20,797	12,882	6,648	89,593
46,400	344,018	7,434	1,852	16,100	9,972	5,405	72,430
105,298	755,205	16,268	4,130	36,897	22,854	12,053	162,023
7,394	54,301	1,173	302	2,761	1,711	840	11,828
-	-	-	-	-	-	-	-
7,394	54,301	1,173	302	2,761	1,711	840	11,828
(5,213)	(38,263)	(827)	(213)	(1,946)	(1,206)	(622)	(8,338)
\$ 2,181	\$ 16,038	\$ 346	\$ 89	\$ 815	\$ 505	\$ 218	\$ 3,490

(Continued)

CTPS FUND

COMBINING SCHEDULE OF REVENUES AND EXPENSES

YEAR ENDED JUNE 30, 2014

	Federal Grants				
	C0712	C0713	C0714	C0715	C0716
	Route 79 Expansion Project Support	1-93/1-95 Interchange Improvements	CA/T Project Backcasting	MassDOT Title VI Program FY14	MassDOT Road Inventory Supple Grant
OPERATING REVENUES:					
Intergovernmental grants and contracts.....	\$ 32,736	\$ 38,351	\$ 105,061	\$ 21,558	\$ 132,019
OPERATING EXPENSES:					
Direct Expenses:					
Salaries and benefits.....	16,653	19,509	53,217	10,920	68,427
Equipment.....	-	-	-	-	-
Travel.....	-	-	-	-	-
Other.....	-	-	-	-	-
Sub-total.....	16,653	19,509	53,217	10,920	68,427
Indirect Expenses:					
General overhead.....	13,872	16,252	44,779	9,188	57,004
TOTAL OPERATING EXPENSES.....	30,525	35,761	97,996	20,108	125,431
OPERATING INCOME (LOSS).....	2,211	2,590	7,065	1,450	6,588
NONOPERATING REVENUES:					
Investment income.....	-	-	-	-	-
INCREASE (DECREASE) BEFORE TRANSFERS.....	2,211	2,590	7,065	1,450	6,588
TRANSFERS IN (OUT):					
Indirect costs transfers out - MAPC Direct.....	(1,559)	(1,826)	(4,981)	(1,022)	(6,404)
INCREASE (DECREASE) IN NET POSITION.....	652	764	2,084	428	184

CTPS FUND

COMBINING SCHEDULE OF REVENUES AND EXPENSES

YEAR ENDED JUNE 30, 2014

Federal Grants			State Grants				
C0717	C0718		C0345	C0373	C0380	C0390	C0391
So Boston Waterfront Trans Plan Model	Mass Pike Allston Interchange Traffic Study	Sub-total	Ongoing Tech Support MBTA	MBTA Bus Service Data Collection	Massport Technical Assistance FY 12-14	FTA Formula Grant Funding Review	MBTA 2014 Review of Fare Structure Tariffs
\$ 44,457	\$ 40,871	\$ 5,113,428	\$ 1,614	\$ 7,592	\$ 20,592	\$ 16,523	\$ 107,222
22,519	20,703	2,537,892	878	3,886	10,581	8,405	54,544
-	-	6,000	-	-	-	-	-
-	-	21,091	-	-	-	-	-
-	-	90,400	-	-	-	-	-
22,519	20,703	2,655,383	878	3,886	10,581	8,405	54,544
18,948	17,420	2,123,554	654	3,091	9,017	7,331	47,573
41,467	38,123	4,778,937	1,532	6,977	19,598	15,736	102,117
2,990	2,748	334,491	82	615	994	787	5,105
-	-	-	-	-	-	-	-
2,990	2,748	334,491	82	615	994	787	5,105
(2,108)	(1,938)	(237,523)	(82)	(364)	(990)	(787)	(5,105)
\$ 882	\$ 810	\$ 96,968	\$ -	\$ 251	\$ 4	\$ -	\$ -

(Continued)

CTPS FUND

COMBINING SCHEDULE OF REVENUES AND EXPENSES

YEAR ENDED JUNE 30, 2014

	State Grants				
	C0392	C0393	C0394	C0395	C0396
	Completion of Greenline Extension New Start	MBTA Bus Schedule Maps	MBTA Contribution to Reduction in Greenhouse	MBTA Subway Commuter Rail & Bus Maps	MBTA Rider Oversight Comm Support VII
OPERATING REVENUES:					
Intergovernmental grants and contracts.....	\$ 77,247	\$ 9,920	\$ 7,751	\$ 13,131	\$ 4,693
OPERATING EXPENSES:					
Direct Expenses:					
Salaries and benefits.....	37,769	5,046	3,943	6,680	2,387
Equipment.....	-	-	-	-	-
Travel.....	-	-	-	-	-
Other.....	3,000	-	-	-	-
Sub-total.....	40,769	5,046	3,943	6,680	2,387
Indirect Expenses:					
General overhead.....	32,943	4,402	3,439	5,826	2,083
TOTAL OPERATING EXPENSES.....	73,712	9,448	7,382	12,506	4,470
OPERATING INCOME (LOSS).....	3,535	472	369	625	223
NONOPERATING REVENUES:					
Investment income.....	-	-	-	-	-
INCREASE (DECREASE) BEFORE TRANSFERS.....	3,535	472	369	625	223
TRANSFERS IN (OUT):					
Indirect costs transfers out - MAPC Direct.....	(3,535)	(472)	(369)	(625)	(223)
INCREASE (DECREASE) IN NET POSITION.....	\$ -	\$ -	\$ -	\$ -	\$ -

CTPS FUND

COMBINING SCHEDULE OF REVENUES AND EXPENSES

YEAR ENDED JUNE 30, 2014

State Grants						
C0397	C0398	C0399	C0902	C0903		
MBTA Bus Service Data Collection	MBTA 2014 Triennial Title VI Report	MBTA 2014 Nat'l Transit Database	MBTA 2014 Review of Fare Struc, Tariff and Policy	MBTA System Map Update for Reprinting	Miscellaneous Projects	Sub-total
\$ 128,356	\$ 132,565	\$ 137,260	\$ 13,237	\$ 385	\$ 1,341	\$ 679,429
65,273	67,179	69,808	6,705	195	-	343,279
-	-	-	-	-	-	-
-	614	516	-	-	-	1,130
-	-	-	-	-	-	3,000
65,273	67,793	70,324	6,705	195	-	347,409
56,932	58,594	60,888	5,905	172	-	298,850
122,205	126,387	131,212	12,610	367	-	646,259
6,151	6,178	6,048	627	18	1,341	33,170
-	-	-	-	-	-	-
6,151	6,178	6,048	627	18	1,341	33,170
(6,109)	(6,287)	(6,533)	(627)	(18)	-	(32,126)
\$ 42	\$ (109)	\$ (485)	\$ -	\$ -	\$ 1,341	\$ 1,044

(Continued)

CTPS FUND

COMBINING SCHEDULE OF REVENUES AND EXPENSES

YEAR ENDED JUNE 30, 2014

	Other Grants			Sub-total	FY14 Other Projects	Total
	C0805 Land Use Traffic Impact Study Needham, St Newton	C0806 Data Request for BLNMC Corridor Alternatives	C0901 MAPC-Eval Central Mass Pail FOW Join Bus/Trail			
OPERATING REVENUES:						
Intergovernmental grants and contracts.....	\$ 9,347	\$ 7,989	\$ 28,721	\$ 46,057	\$ 16,313	\$ 5,855,227
OPERATING EXPENSES:						
Direct Expenses:						
Salaries and benefits.....	4,755	4,047	14,610	23,412	1,710	2,906,293
Equipment.....	-	-	-	-	3,934	9,934
Travel.....	-	-	-	-	-	22,221
Other.....	-	-	-	-	-	93,400
Sub-total.....	4,755	4,047	14,610	23,412	5,644	3,031,848
Indirect Expenses:						
General overhead.....	4,147	3,563	12,744	20,454	(34,155)	2,408,703
TOTAL OPERATING EXPENSES.....	8,902	7,610	27,354	43,866	(28,511)	5,440,551
OPERATING INCOME (LOSS).....	445	379	1,367	2,191	44,824	414,676
NONOPERATING REVENUES:						
Investment income.....	-	-	-	-	246	246
INCREASE (DECREASE) BEFORE TRANSFERS.....	445	379	1,367	2,191	45,070	414,922
TRANSFERS IN (OUT):						
Indirect costs transfers out - MAPC Direct.....	(445)	(379)	(1,367)	(2,191)	(160)	(272,000)
INCREASE (DECREASE) IN NET POSITION.....	\$ -	\$ -	\$ -	\$ -	\$ 44,910	\$ 142,922

(Concluded)