

METROPOLITAN AREA PLANNING COUNCIL

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

YEAR ENDED JUNE 30, 2021

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Financial Section

Includes the following Funds:

Metropolitan Area Planning Council (MAPC) Direct Fund

Central Transportation Planning Staff (CTPS) Fund

MetroFuture, Inc. Fund

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 or Council), as of and for the year ended June 30, 2021, 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, 2021, 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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and the required supplementary information, as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

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 States 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 March 28, 2022 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.



March 28, 2022

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, 2021. 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, 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 \$2.3 million at the close of the most recent year. Key components of the Council's activities are presented below.

	<u>2021</u>	<u>2020</u>
Assets:		
Current assets.....	\$ 14,905,808	\$ 12,269,630
Capital assets, net of accumulated depreciation.....	232,105	202,128
Total assets.....	<u>15,137,913</u>	<u>12,471,758</u>
Liabilities:		
Current liabilities (excluding debt).....	12,727,018	9,929,418
Current debt.....	25,783	31,407
Noncurrent debt.....	63,044	5,904
Total liabilities.....	<u>12,815,845</u>	<u>9,966,729</u>
Net Position:		
Net investment in capital assets.....	143,278	164,817
Unassigned.....	2,178,790	2,340,212
Total net position.....	<u>\$ 2,322,068</u>	<u>\$ 2,505,029</u>

Net position of \$143,000 (6%) 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 \$2.2 million (94%) may be used to meet the MAPC's ongoing obligations to cities and towns and other creditors.

Current liabilities increased \$2.8 million in 2021 mainly due to a \$1.5 million increase in grant advances and \$950,000 in accounts payable. This is caused by the timing of grant revenues and associated costs.

	<u>2021</u>	<u>2020</u>
Operating Revenues:		
Intergovernmental grants and contracts.....	\$ 21,484,225	\$ 15,655,483
Intergovernmental - Commonwealth pension support...	4,653,603	4,307,621
Private grants and contracts.....	3,300,868	3,053,716
Charges for services.....	2,097,230	2,174,495
Contributions.....	25,000	82,100
Member assessments.....	1,447,834	1,697,850
Total operating revenues.....	<u>33,008,760</u>	<u>26,971,265</u>
Operating Expenses:		
Direct:		
Salaries and benefits.....	6,907,324	6,902,235
Commonwealth pension support.....	4,653,603	4,307,621
Professional services.....	7,309,388	4,198,474
Equipment.....	2,751,144	1,172,097
Homeland Security capital outlay.....	3,289,632	2,409,967
Supplies.....	5,478	9,583
Communications.....	50,052	15,428
Travel.....	6,575	51,534
Meetings and conferences.....	8,966	66,664
Other.....	30,262	18,383
Total direct expenses.....	<u>25,012,424</u>	<u>19,151,986</u>
Indirect:		
General overhead.....	7,888,609	7,554,382
CTPS administrative services.....	299,136	273,812
Total indirect expenses.....	<u>8,187,745</u>	<u>7,828,194</u>
Total operating expenses.....	<u>33,200,169</u>	<u>26,980,180</u>
Operating income (loss).....	(191,409)	(8,915)
Nonoperating Revenues (Expenses):		
Investment income.....	<u>8,448</u>	<u>41,771</u>
Change in net position.....	(182,961)	32,856
Net position - beginning.....	<u>2,505,029</u>	<u>2,472,173</u>
Net position - ending.....	<u>\$ 2,322,068</u>	<u>\$ 2,505,029</u>

Total operating revenues increased \$6.0 million and direct operating expenses increased \$5.9 million from the prior year. Approximately \$346,000 of the increases in revenues and expenses relate to the Commonwealth's pension support recorded as on-behalf payments for the Organization. Revenues also increased in 2021 by \$5.8 million for Intergovernmental grants and contracts, and \$247,000 in private gifts and grants. MetroFuture, Inc. also received \$25,000 of contributions in 2021 compared to contributions of \$82,000 in 2020. Direct expenses, other than the Commonwealth pension support, increased by \$3.1 million for professional services, \$1.6 for equipment, and \$880,000 for Homeland Security capital outlay. General overhead expense also increased by \$334,000 in 2021.

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 Director of Finance at Metropolitan Area Planning Council, 60 Temple Place, Boston, Massachusetts 02111.

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Basic Financial Statements

PROPRIETARY FUNDS
COMBINING STATEMENT OF NET POSITION

JUNE 30, 2021

	Business-type Activities			
	MAPC Direct	CTPS	MetroFuture, Inc.	Total
ASSETS				
CURRENT:				
Cash and cash equivalents.....	\$ 10,047,777	\$ 511,621	\$ 110,012	\$ 10,669,410
Receivables, net of allowance for uncollectibles:				
Departmental and other.....	2,863,213	1,358,771	-	4,221,984
Prepaid expenses.....	14,414	-	-	14,414
Total current assets.....	<u>12,925,404</u>	<u>1,870,392</u>	<u>110,012</u>	<u>14,905,808</u>
NONCURRENT:				
Capital assets, net of accumulated depreciation.....	232,105	-	-	232,105
TOTAL ASSETS.....	<u>13,157,509</u>	<u>1,870,392</u>	<u>110,012</u>	<u>15,137,913</u>
LIABILITIES				
CURRENT:				
Accounts payable.....	1,719,556	64,414	-	1,783,970
Accrued payroll and expenses.....	322,964	145,489	-	468,453
Grant advances.....	9,005,774	362,928	-	9,368,702
Due to granting agencies.....	-	92,901	-	92,901
Capital lease obligations.....	25,783	-	-	25,783
Compensated absences.....	603,987	409,005	-	1,012,992
Total current liabilities.....	<u>11,678,064</u>	<u>1,074,737</u>	<u>-</u>	<u>12,752,801</u>
NONCURRENT:				
Capital lease obligations.....	63,044	-	-	63,044
TOTAL LIABILITIES.....	<u>11,741,108</u>	<u>1,074,737</u>	<u>-</u>	<u>12,815,845</u>
NET POSITION				
Net investment in capital assets.....	143,278	-	-	143,278
Unrestricted.....	1,273,123	795,655	110,012	2,178,790
TOTAL NET POSITION.....	<u>\$ 1,416,401</u>	<u>\$ 795,655</u>	<u>\$ 110,012</u>	<u>\$ 2,322,068</u>

See notes to basic financial statements.

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

YEAR ENDED JUNE 30, 2021

	Business-type Activities - Enterprise Funds			
	MAPC	CTPS	MetroFuture,	Total
	Direct		Inc.	
OPERATING REVENUES:				
Intergovernmental grants and contracts.....	\$ 15,922,909	\$ 5,561,316	\$ -	\$ 21,484,225
Intergovernmental - Commonwealth pension support.....	4,653,603	-	-	4,653,603
Private grants and contracts.....	3,300,868	-	-	3,300,868
Charges for services.....	1,876,429	220,801	-	2,097,230
Contributions and donations.....	-	-	25,000	25,000
Member assessments.....	1,447,834	-	-	1,447,834
TOTAL OPERATING REVENUES	27,201,643	5,782,117	25,000	33,008,760
OPERATING EXPENSES:				
Direct expenses:				
Salaries and benefits.....	4,172,005	2,735,319	-	6,907,324
Commonwealth pension support.....	4,653,603	-	-	4,653,603
Professional services.....	7,104,326	99,402	105,660	7,309,388
Program equipment.....	2,710,671	40,473	-	2,751,144
Homeland Security capital outlay.....	3,289,632	-	-	3,289,632
Supplies.....	5,478	-	-	5,478
Communications.....	50,052	-	-	50,052
Travel.....	3,766	2,809	-	6,575
Meetings and conferences.....	8,966	-	-	8,966
Other operating expenses.....	-	27,544	2,718	30,262
Subtotal	21,998,499	2,905,547	108,378	25,012,424
Indirect expenses:				
General overhead.....	5,171,592	2,717,017	-	7,888,609
CTPS administration services.....	299,136	-	-	299,136
Subtotal	5,470,728	2,717,017	-	8,187,745
TOTAL OPERATING EXPENSES	27,469,227	5,622,564	108,378	33,200,169
OPERATING INCOME (LOSS)	(267,584)	159,553	(83,378)	(191,409)
NONOPERATING REVENUES (EXPENSES):				
Investment income.....	7,572	785	91	8,448
INCOME (LOSS) BEFORE TRANSFERS	(260,012)	160,338	(83,287)	(182,961)
TRANSFERS IN (OUT):				
Indirect costs transfers in (out) - CTPS.....	299,136	(299,136)	-	-
CHANGE IN NET POSITION	39,124	(138,798)	(83,287)	(182,961)
NET POSITION AT BEGINNING OF YEAR	1,377,277	934,453	193,299	2,505,029
NET POSITION AT END OF YEAR	\$ 1,416,401	\$ 795,655	\$ 110,012	\$ 2,322,068

See notes to basic financial statements.

PROPRIETARY FUNDS
COMBINING STATEMENT OF CASH FLOWS

YEAR ENDED JUNE 30, 2021

	Business-type Activities - Enterprise Funds			
	MAPC Direct	CTPS	MetroFuture Inc.	Total
CASH FLOWS FROM OPERATING ACTIVITIES:				
Receipts from customers and users.....	\$ 23,270,272	\$ 5,436,060	\$ 25,000	\$ 28,731,332
Payments to vendors.....	(13,864,834)	(1,078,552)	(108,378)	(15,051,764)
Payments to employees.....	(7,707,454)	(4,503,783)	-	(12,211,237)
NET CASH FROM OPERATING ACTIVITIES.....	1,697,984	(146,275)	(83,378)	1,468,331
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:				
Indirect costs transfers in (out) - CTPS.....	299,136	(299,136)	-	-
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:				
Principal payments on notes payable.....	(17,967)	-	-	(17,967)
Principal payments on capital lease obligations.....	(22,039)	-	-	(22,039)
NET CASH FROM CAPITAL AND RELATED FINANCING ACTIVITIES.....	(40,006)	-	-	(40,006)
CASH FLOWS FROM INVESTING ACTIVITIES:				
Investment income.....	7,572	785	91	8,448
NET CHANGE IN CASH AND CASH EQUIVALENTS.....	1,964,686	(444,626)	(83,287)	1,436,773
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR.....	8,083,091	956,247	193,299	9,232,637
CASH AND CASH EQUIVALENTS AT END OF YEAR.....	\$ 10,047,777	\$ 511,621	\$ 110,012	\$ 10,669,410
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH				
FROM OPERATING ACTIVITIES:				
Operating income (loss).....	\$ (267,584)	\$ 159,553	\$ (83,378)	\$ (191,409)
Adjustments to reconcile operating income to net cash from operating activities:				
Depreciation and amortization.....	61,545	-	-	61,545
Changes in assets and liabilities:				
Accounts receivable.....	(851,038)	(356,137)	-	(1,207,175)
Prepaid expenses.....	7,770	-	-	7,770
Accounts payable.....	1,007,840	(58,077)	-	949,763
Accrued payroll and expenses.....	21,994	31,618	-	53,612
Due to granting agencies.....	-	19,719	-	19,719
Grant advances.....	1,573,270	(9,639)	-	1,563,631
Compensated absences.....	144,187	66,688	-	210,875
Total adjustments.....	1,965,568	(305,828)	-	1,659,740
NET CASH FROM OPERATING ACTIVITIES.....	\$ 1,697,984	\$ (146,275)	\$ (83,378)	\$ 1,468,331
NONCASH INVESTING, CAPITAL, AND FINANCING ACTIVITIES:				
Capital lease financing.....	\$ 91,522	\$ -	\$ -	\$ 91,522

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 or Council) 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 Director of Finance 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 Metropolitan Area Planning Council serves as the lead Statewide Fiduciary for the Massachusetts Homeland Security Planning Regions under a contract from the Massachusetts Executive Office of Public Safety and Security (EOPSS) for the State Homeland Security Program Grants the Commonwealth receives from the Department of Homeland Security.

In this role, MAPC subcontracts with other regional planning agencies across the state to provide fiduciary, planning, facilitation, administrative support, and procurement and project management services to the Regional Homeland Security Councils. Under the leadership of MAPC as Statewide Homeland Security Fiduciary, the Statewide Homeland Security Team Partners are made up of the following Regional Planning Agencies:

- Central Homeland Security Region: Central Massachusetts Regional Planning Commission (CMRPC)
- Northeast Homeland Security Region: Metropolitan Area Planning Council (MAPC)
- Southeast Homeland Security Region: Southeastern Regional Planning and Economic Development District (SRPEDD)
- Western Homeland Security Region: Franklin Regional Council of Governments (FRCOG)

The Central Region Homeland Security Advisory Council, Northeast Homeland Security Regional Advisory Council, Southeast Regional Homeland Security Advisory Council, and Western Region Homeland Security Advisory Council were created by the Massachusetts Executive Office of Public Safety and Security in 2004 to serve as policy making bodies for homeland security preparedness in their regions. The councils are comprised of volunteers with expertise in all relevant public safety disciplines including law enforcement, fire service, emergency management, public health, emergency medical services, public works, transportation, corrections, healthcare, and local government administration.

Memorandum of Understanding

The MAPC has entered into Memorandum of Understandings with the Greater Boston Police Council, Inc. (GBPC) and with the Fire Chiefs Association of Massachusetts (FCAM), non-profit organizations that provide technical assistance and advice to member municipalities and other police and fire agencies in the Commonwealth of Massachusetts regarding public safety and communication equipment and radio systems utilized by municipal police and fire departments. In an effort to minimize procurement costs, the MAPC administers collective procurements of public safety equipment under the support of the 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 these Agreements. In addition, the MAPC pays a fee to GBPC and to FCAM from 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.

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

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. Fair Value Measurements

The MAPC reports required types of financial instruments in accordance with the fair value standards. These standards require an entity to maximize the use of observable inputs (such as quoted prices in active markets) and minimize the use of unobservable inputs (such as appraisals or valuation techniques) to determine fair value. Fair value standards also require the government to classify these financial instruments into a three-level hierarchy, based on the priority of inputs to the valuation technique or in accordance with net asset value practical expedient rules, which allow for either Level 2 or Level 3 depending on lock up and notice periods associated with the underlying funds.

Instruments measured and reported at fair value are classified and disclosed in one of the following categories:

Level 1 – Quoted prices are available in active markets for identical instruments as of the reporting date. Instruments, which are generally included in this category, include actively traded equity and debt securities, U.S. government obligations, and mutual funds with quoted market prices in active markets.

Level 2 – Pricing inputs are other than quoted in active markets, which are either directly or indirectly observable as of the reporting date, and fair value is determined through the use of models or other valuation methodologies. Certain fixed income securities, primarily corporate bonds, are classified as Level 2 because fair values are estimated using pricing models, matrix pricing, or discounted cash flows.

Level 3 – Pricing inputs are unobservable for the instrument and include situations where there is little, if any, market activity for the instrument. The inputs into the determination of fair value require significant management judgment or estimation.

In some instances the inputs used to measure fair value may fall into different levels of the fair value hierarchy and is based on the lowest level of input that is significant to the fair value measurement.

Market price is affected by a number of factors, including the type of instrument and the characteristics specific to the instrument. Instruments with readily available active quoted prices generally will have a higher degree of market price observability and a lesser degree of judgment used in measuring fair value. It is reasonably possible that change in values of these instruments will occur in the near term and that such changes could materially affect amounts reported in these financial statements.

E. 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.

F. Allowance for Uncollectible Amounts

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

G. 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.

H. Capital Assets

MAPC Direct and CTPS

The fixed assets of MAPC Direct and CTPS 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:

<u>Capital Asset Type</u>	<u>Estimated Useful Life (in years)</u>
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 capitalizes 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.

I. 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 elements 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 elements that qualify for reporting in this category.

J. 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.

K. 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.

L. 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.

M. 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.

N. Member Community Assessments

MAPC Direct Fund

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

O. 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 124% is a blended rate of each contract and grant within the MAPC Direct Fund.

P. Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Massachusetts State Employee Retirement System ("System") and additions to/deductions from the System's fiduciary net position have been determined on the same basis as they are reported by the System. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Q. 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.

R. 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.

S. 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.

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 \$10,669,410 and the bank balance totaled \$11,691,127. Of the bank balance, \$250,000 was covered by Federal Depository Insurance (FDIC), and the balance of \$11,441,127 was exposed to custodial credit risk because it was uninsured and uncollateralized.

At June 30, 2021, 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, 2021 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.....	\$ 1,903,370	\$ 91,522	\$ -	\$ 1,994,892
Software and licenses.....	680,055	-	-	680,055
Leasehold improvements.....	305,503	-	-	305,503
Total capital assets being depreciated.....	<u>2,888,928</u>	<u>91,522</u>	<u>-</u>	<u>2,980,450</u>
<u>Less: accumulated depreciation for:</u>				
Office equipment.....	(1,846,494)	(33,024)	-	(1,879,518)
Software and licenses.....	(534,803)	(28,521)	-	(563,324)
Leasehold improvements.....	(305,503)	-	-	(305,503)
Total accumulated depreciation.....	<u>(2,686,800)</u>	<u>(61,545)</u>	<u>-</u>	<u>(2,748,345)</u>
Total capital assets, net.....	\$ <u>202,128</u>	\$ <u>29,977</u>	\$ <u>-</u>	\$ <u>232,105</u>

Depreciation expense amounted to \$61,545 for the year ended June 30, 2021.

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. In February of 2015 the MAPC again renegotiated its main office lease to take even more space in the building. The revised MAPC lease agreement was re-negotiated in February of 2015 and will run through August 31, 2024.

The CTPS lease agreement expired on June 30, 2015 and they are currently a tenant-at-will.

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

<u>Fiscal Year:</u>	<u>MAPC Direct</u>
2022.....	\$ 679,798
2023.....	689,674
2024.....	699,550
2025.....	<u>116,866</u>
 Total.....	 \$ <u>2,185,888</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.

Rent expense for the year ended June 30, 2021, was \$795,000 for MAPC and \$315,000 for CTPS, which totaled just under \$1,110,000.

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 January 2022. Equipment originally acquired under these capital leases totaled approximately \$144,000. At June 30, 2021, the future minimum payments under capital leases are as follows:

<u>Year Ending June 30:</u>	<u>MAPC Direct</u>
2022.....	\$ 26,557
2023.....	20,176
2024.....	16,891
2025.....	15,940
2026.....	<u>10,627</u>
 Total payments.....	 90,191
 Less amounts representing interest.....	 <u>(1,364)</u>
 Total.....	 \$ <u>88,827</u>

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, 2021.

NOTE 6 – LONG-TERM FINANCING

During fiscal year 2016, MAPC signed a promissory note with a local bank to help finance a portion of the cost of its new computer system along with the financing of certain leasehold improvements. The note had its final principal and interest payment during 2021.

There was no other long-term financing activity during the year or any balance outstanding as of June 30, 2021.

NOTE 7 – 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:

	2021 MAPC Direct
	<u> </u>
Salaries and benefits.....	\$ 197,337
Professional services.....	1,098,631
Homeland Security capital outlay.....	3,289,632
Communications.....	138
Travel.....	1,801
Meetings and conferences.....	<u>695</u>
Total.....	<u>\$ 4,588,234</u>

NOTE 8 – PENSION AND POSTEMPLOYMENT BENEFITSPension*Plan Descriptions*

MAPC is a member of the Massachusetts State Employees' Retirement System (MSERS) that is a public employee retirement system that administers a cost-sharing multi-employer defined benefit plan, covering substantially all employees of the Commonwealth and certain employees of the independent authorities and agencies. The MSERS is part of the Commonwealth's reporting entity, and the audited financial report may be obtained by visiting <http://www.mass.gov/osc/publications-and-reports/financial-reports/>.

MAPC enabling legislation established that their employees are members of MSERS. However, the legislation does not provide an employer funding mechanism for MAPC. Consequently, the Commonwealth is considered the nonemployer contributor and is considered legally responsible to make all actuarially determined employer contributions on behalf of MAPC. Therefore, the Commonwealth's share of the collective net pension liability is in a 100% special funding situation as defined by GASB.

Special Funding Situations

The Commonwealth is a nonemployer contributor and is required by statute to make 100% of all actuarially determined employer contributions on behalf of MAPC to the MSERS. Since MAPC does not contribute directly to MSERS, there is no net pension liability to recognize. The total of the Commonwealth provided contributions have been allocated based on each employer's covered payroll to the total covered payroll of employers in MSERS as of the measurement date of June 30, 2020. MAPC's portion of the collective pension expense, contributed by the Commonwealth, of \$4,653,603 is reported as intergovernmental revenue and pension expense in the current year. The portion of the Commonwealth's collective net pension liability associated with MAPC is \$31,172,815 as of the measurement date.

Benefits Provided

The System provides retirement, disability, survivor and death benefits to plan members and beneficiaries. Massachusetts State Employee Retirement System benefits are, with certain minor exceptions, uniform from system to system. The System provides for retirement allowance benefits up to a maximum of 80% of a member's highest three-year average annual rate of regular compensation. For persons who became members on or after April 2, 2012, average salary is the average annual rate of regular compensation received during the five consecutive years that produce the highest average, or, if greater, during the last five years (whether or not consecutive) preceding retirement. Benefit payments are based upon a member's age, length of creditable service, level of compensation, and group classification. Members become vested after ten years of creditable service.

Employees who resign from service and who are not eligible to receive a retirement allowance or are under the age of 55 are entitled to request a refund of their accumulated total deductions. Survivor benefits are extended to eligible beneficiaries of members whose death occurs prior to or following retirement.

Cost-of-living adjustments granted between 1981 and 1997 and any increase in other benefits imposed by the Commonwealth's state law during those years are borne by the Commonwealth and are deposited into the pension fund. Cost-of-living adjustments granted after 1997 must be approved by the Board and are borne by the System.

Postemployment Benefits

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 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 these basic financial statements.

NOTE 9 – RISK FINANCING

The Council participates in a premium-based workers' compensation insurance plan for its employees, and is self-insured for unemployment benefits. The liability for workers compensation and unemployment benefits, at June 30, 2021, was immaterial and is therefore not reported.

NOTE 10 – CONTINGENCIES

The MAPC participates in a number of federal award programs. Although the grant programs have been audited in accordance with the provisions of the Title 2 *U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, these programs are still subject to financial and compliance audits. The amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time, although it is expected such amounts, if any, to be immaterial.

Various legal actions and claims are pending. Litigation is subject to many uncertainties, and the outcome of individual litigated matters is not always predictable. Although the amount of liability, if any, at June 30, 2021, cannot be ascertained, management believes any resulting liability should not materially affect the financial statements at June 30, 2021.

NOTE 11 – COVID-19

On March 10, 2020, the Massachusetts Governor declared a state of emergency in response to the coronavirus outbreak. The World Health Organization officially declared the novel Coronavirus (COVID-19) a pandemic the following day. In an attempt to slow the spread of COVID-19, governments issued various stay at home orders that caused global economic shutdowns and substantial financial market impact. Starting in March 2020, the Governor continued to issue orders allowing governments to operate and carry out essential functions safely. These included modifying the state's Open Meeting Law, issuing a stay-at-home order, and introducing a phased approach to reopening State businesses.

MAPC is providing resources to and facilitating conversations among municipal leaders from across the state. MAPC is sharing best practices, resources, templates, and information on how to keep residents safe, healthy, and informed while keeping city and town governments running. MAPC has served as a conduit of information and communication channel between state and local officials in Greater Boston. They have hosted weekly calls between mayors and managers and Lieutenant Governor Karyn Polito. They have run webinars on topics such as homelessness, food security, and small business preservation. MAPC hosts a weekly call with scientists, physicians, and epidemiologists so local officials can learn more about the science behind the pandemic and key trendlines that will affect local decision-making.

The Department of Public Health asked MAPC to serve as a Local Affiliate Organization for the distribution of approximately \$800,000 in emergency funding to local health departments. Specifically, MAPC was asked to provide this funding for cities and towns in the Region 3 Health and Medical Coordinating Coalition, a representative body for which MAPC serves as the sponsoring organization. Region 3 covers 45 communities in Northeastern Massachusetts, including the North Shore, Cape Ann, and the Merrimack Valley.

To distribute the funding in a timely and strategic manner, MAPC formed a cross-departmental team including staff members from MAPC's municipal collaboration, public health, finance, operations, legal, and IT teams. First, the team conducted a survey-based needs assessment to determine funding requests and the types of additional support communities needed. Among the uses communities were looking to support included: additional nursing staff for case tracking, reporting and monitoring; cleaning supplies and services for municipal buildings; and coverage for overtime and backfill for staff working extra hours during the crisis.

During 2021, MAPC has worked with many federal, state and local organizations to provide resources to help the those impacted by the COVID-19 pandemic. In the summer of 2020, MAPC and the Mystic River Watershed Associated launched a "COVID-safe Cooling Strategies" program with emergency funding provided by the Barr Foundation. The program provides funding and technical assistance to mitigate extreme heat impacts in seven communities most impacted by both COVID-19 and extreme heat: Boston, Brockton, Chelsea, Everett, Lawrence, Lynn, and Revere. In 2020 and 2021, the program provided over \$1 million total to municipal departments and organizations in these communities. COVID-Safe Cooling grants fund direct cooling relief, support efforts to build equitable, resilient community support systems, and help communities invest in strategies that will protect residents from extreme temperatures in the long-term.

Additionally in 2021, MAPC's Arts & Culture and Public Health teams partnered with local artists and designers to produce creative, culturally resonant communications about COVID-19 and vaccinations.

The full extent of the financial impact cannot be determined as of the date of the financial statements.

NOTE 12 – SUBSEQUENT EVENTS

Management has evaluated subsequent events through March 28, 2022, which is the date the financial statements were available to be issued.

NOTE 13 – IMPLEMENTATION OF NEW GASB PRONOUNCEMENTS

During 2021, the following GASB pronouncements were implemented:

- GASB Statement #84, *Fiduciary Activities*. This pronouncement did not impact the basic financial statements.
- GASB Statement #90, *Majority Equity Interests – an amendment of GASB Statements #14 and #61*. This pronouncement did not impact the basic financial statements.
- GASB Statement #98, *The Annual Comprehensive Financial Report*. This pronouncement did not impact the basic financial statements.

The following GASB pronouncements will be implemented in the future:

- The GASB issued Statement #87, *Leases*, which is required to be implemented in 2022.

- The GASB issued Statement #89, *Accounting for Interest Cost Incurred before the End of a Construction Period*, which is required to be implemented in 2022.
- The GASB issued Statement #91, *Conduit Debt Obligations*, which is required to be implemented in 2023.
- The GASB issued Statement #92, *Omnibus 2020*, which is required to be implemented in 2022.
- The GASB issued Statement #93, *Replacement of Interbank Offered Rates*, which is required to be implemented in 2022.
- The GASB issued Statement #94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*, which is required to be implemented in 2023.
- The GASB issued Statement #96, *Subscription-Based Information Technology Arrangements*, which is required to be implemented in 2023.
- The GASB issued Statement #97, *Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans – an amendment of GASB Statements No. 14 and No. 84, and a supersession of GASB Statement No. 32*, which is required to be implemented in 2022.

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

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Required Supplementary Information

Pension Plan Schedule

The Schedule of the Special Funding Amounts of the Net Pension Liability for the Massachusetts State Employees Retirement System presents multi-year trend information on the liability and expense assumed by the Commonwealth of Massachusetts on behalf of MAPC along with related ratios.

This schedule is intended to present information for ten years. Until a ten-year trend is compiled, information is presented for those years for which information is available.

**SCHEDULE OF THE SPECIAL FUNDING AMOUNTS
OF THE NET PENSION LIABILITY
MASSACHUSETTS STATE EMPLOYEES' RETIREMENT SYSTEM**

The Commonwealth of Massachusetts is a nonemployer contributor and is required by statute to make all actuarially determined employer contributions on behalf of the member employers which creates a special funding situation. Therefore, there is no net pension liability to recognize. This schedule discloses the Commonwealth's 100% share of the associated collective net pension liability; the portion of the collective pension expense as both a revenue and pension expense recognized; and the Plan's fiduciary net position as a percentage of the total liability.

Year	Commonwealth's 100% Share of the Associated Net Pension Liability	Expense and Revenue Recognized for the Commonwealth's Support	Plan Fiduciary Net Position as a Percentage of the Total Liability
2021.....	\$ 31,172,815	\$ 4,653,603	62.48%
2020.....	25,931,569	4,307,621	66.28%
2019.....	22,820,169	3,006,397	67.91%
2018.....	20,832,215	2,695,542	67.21%
2017.....	21,608,834	3,000,995	63.48%
2016.....	18,502,978	2,069,538	67.87%
2015.....	11,463,064	816,566	72.32%

Note: this schedule is intended to present information for 10 years. Until a 10-year trend is compiled, information is presented for those years for which information is available.

See notes to required supplementary information.

NOTE A – PENSION PLAN

Pension Plan Schedules – MAPC

Schedule of the Special Funding Amounts of the Net Pension Liabilities

The Commonwealth of Massachusetts is a nonemployer contributor and is required by statute to make all actuarially determined employer contributions on behalf of MAPC which creates a special funding situation. The MSERS schedule discloses the Commonwealth's 100% share of the collective net pension liability that is associated with MAPC; the portion of the collective pension expense as both revenue and pension expense recognized by MAPC; and the Plan's fiduciary net position as a percentage of the total liability.

Other Supplementary Information

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COMBINING SCHEDULE OF INDIRECT COSTS

YEAR ENDED JUNE 30, 2021

	MAPC Direct	CTPS	Total
Salaries and wages.....	\$ 3,701,630	\$ 1,866,770	\$ 5,568,400
Employee benefits.....	284,220	223,773	507,993
Supplies.....	38,058	13,725	51,783
Office equipment and related maintenance.....	124,688	231,749	356,437
Depreciation and amortization.....	61,545	-	61,545
Premises.....	794,951	315,059	1,110,010
Communications.....	77,752	36,286	114,038
Accounting and auditing.....	37,000	-	37,000
Legal.....	1,395	9,925	11,320
Data processing.....	11,894	-	11,894
Other professional services.....	32,590	6,114	38,704
Meetings and conferences.....	11,062	49	11,111
Professional fees.....	204,979	5,245	210,224
Printing and copying.....	-	8,322	8,322
Travel.....	6,981	-	6,981
Interest.....	2,089	-	2,089
Miscellaneous.....	79,894	-	79,894
TOTAL INDIRECT COSTS.....	5,470,728	2,717,017	8,187,745
ALLOCATION OF MAPC DIRECT ADMINISTRATION SERVICES.....	(299,136)	299,136	-
TOTAL ALLOCATED INDIRECT COSTS.....	\$ 5,171,592	\$ 3,016,153	\$ 8,187,745
DIRECT SALARIES AND BENEFITS.....	\$ 4,172,005	\$ 2,735,319	\$ 6,907,324
INDIRECT COST RATE.....	123.96%	110.27%	118.54%

MAPC DIRECT FUND

COMBINING SCHEDULE OF REVENUES AND EXPENSES

YEAR ENDED JUNE 30, 2021

	Federal Grants					
	M0151	M0152	M0819	M0829	M0839	M0849
	FFY20 5303 Highway Transportation Planning Grant	FFY21 5303 Highway Transportation Planning Grant	Homeland Security FY18 NERAC	Homeland Security FY18 Western Region	Homeland Security FY18 Southeast Region	Homeland Security FY18 Central Region
OPERATING REVENUES:						
Intergovernmental grants and contracts.....	\$ 229,048	\$ 769,316	\$ 458,296	\$ 554,077	\$ 857,680	\$ 480,759
Intergovernmental - Commonwealth pension support.....	-	-	-	-	-	-
Private grants and contracts.....	-	-	-	-	-	-
Charges for services.....	-	-	-	-	-	-
Member assessments.....	-	-	-	-	-	-
TOTAL OPERATING REVENUES.....	229,048	769,316	458,296	554,077	857,680	480,759
OPERATING EXPENSES:						
Direct Expenses:						
Salaries and benefits.....	102,712	344,609	51,999	-	-	-
Commonwealth pension support.....	-	-	-	-	-	-
Professional services.....	-	-	22,523	246,420	168,783	53,257
Equipment.....	-	-	319,817	307,336	688,897	427,502
Supplies.....	-	-	-	-	-	-
Communications.....	-	649	-	-	-	-
Travel.....	-	191	-	321	-	-
Meetings and conferences.....	-	-	-	-	-	-
Sub-total.....	102,712	345,449	394,339	554,077	857,680	480,759
Indirect Expenses:						
Overhead allocation.....	127,322	427,176	64,457	-	-	-
CTPS administration services.....	-	-	-	-	-	-
Sub-total.....	127,322	427,176	64,457	-	-	-
TOTAL OPERATING EXPENSES.....	230,034	772,625	458,796	554,077	857,680	480,759
OPERATING INCOME (LOSS).....	(986)	(3,309)	(500)	-	-	-
NONOPERATING REVENUES (EXPENSES):						
Investment income.....	-	-	-	-	-	-
INCREASE (DECREASE) BEFORE TRANSFERS.....	(986)	(3,309)	(500)	-	-	-
TRANSFERS IN (OUT):						
Indirect costs transfers in - CTPS.....	-	-	-	-	-	-
INCREASE (DECREASE) IN NET POSITION.....	(986)	(3,309)	(500)	-	-	-

(Continued)

MAPC DIRECT FUND

COMBINING SCHEDULE OF REVENUES AND EXPENSES

YEAR ENDED JUNE 30, 2021

	Federal Grants					
	M1280	M1324	M1370	M1501	M1528	M1535
	Homeland Security FY17 State Wide M&A/ Planning	New England Aquarium CPR	Homeland Security FY18 State Wide M&A/ Planning	DPH - FY20 Region 3 HMCC Contract	HEET - Verify Gas Pipeline Repair Success	UCONN - Research to Action
OPERATING REVENUES:						
Intergovernmental grants and contracts.....	\$ 2,006	\$ 24,472	\$ 206,249	\$ 335,051	\$ 10,163	\$ 20,543
Intergovernmental - Commonwealth pension support.....	-	-	-	-	-	-
Private grants and contracts.....	-	-	-	-	-	-
Charges for services.....	-	-	-	-	-	-
Member assessments.....	-	-	-	-	-	-
TOTAL OPERATING REVENUES.....	2,006	24,472	206,249	335,051	10,163	20,543
OPERATING EXPENSES:						
Direct Expenses:						
Salaries and benefits.....	900	10,977	63,587	2,863	4,551	9,212
Commonwealth pension support.....	-	-	-	-	-	-
Professional services.....	-	-	62,632	328,664	-	-
Equipment.....	-	-	-	-	-	-
Supplies.....	-	-	-	-	-	-
Communications.....	-	-	138	-	-	-
Travel.....	-	-	1,480	-	-	-
Meetings and conferences.....	-	-	200	-	-	-
Sub-total.....	900	10,977	128,037	331,527	4,551	9,212
Indirect Expenses:						
Overhead allocation.....	1,115	13,609	78,822	3,551	5,641	11,419
CTPS administration services.....	-	-	-	-	-	-
Sub-total.....	1,115	13,609	78,822	3,551	5,641	11,419
TOTAL OPERATING EXPENSES.....	2,015	24,586	206,859	335,078	10,192	20,631
OPERATING INCOME (LOSS).....	(9)	(114)	(610)	(27)	(29)	(88)
NONOPERATING REVENUES (EXPENSES):						
Investment income.....	-	-	-	-	-	-
INCREASE (DECREASE) BEFORE TRANSFERS.....	(9)	(114)	(610)	(27)	(29)	(88)
TRANSFERS IN (OUT):						
Indirect costs transfers in - CTPS.....	-	-	-	-	-	-
INCREASE (DECREASE) IN NET POSITION.....	(9)	(114)	(610)	(27)	(29)	(88)

(Continued)

MAPC DIRECT FUND

COMBINING SCHEDULE OF REVENUES AND EXPENSES

YEAR ENDED JUNE 30, 2021

	Federal Grants					
	M1561	M1578	M1585	M1607	M1649	M1678
	Brownfields to Brightfields	Region 3 HMCC Emergency FY21 Contract	EDA FY21	EDA CARES Act Supplement Grant	ASTHA Improving DSOH GFF	MIT/NSF Civic Grant Enhancing Transit
OPERATING REVENUES:						
Intergovernmental grants and contracts.....	\$ 14,077	\$ 1,291,628	\$ 70,000	\$ 186,223	\$ 19,155	\$ 10,000
Intergovernmental - Commonwealth pension support.....	-	-	-	-	-	-
Private grants and contracts.....	-	-	-	-	-	-
Charges for services.....	-	-	-	-	-	-
Member assessments.....	-	-	-	-	-	-
TOTAL OPERATING REVENUES.....	14,077	1,291,628	70,000	186,223	19,155	10,000
OPERATING EXPENSES:						
Direct Expenses:						
Salaries and benefits.....	6,313	173,159	46,584	79,082	4,666	4,485
Commonwealth pension support.....	-	-	-	-	-	-
Professional services.....	-	905,548	-	8,280	8,750	-
Equipment.....	-	-	-	-	-	-
Supplies.....	-	-	-	765	-	-
Communications.....	-	-	-	-	-	-
Travel.....	-	-	-	-	-	-
Meetings and conferences.....	-	-	1,120	825	-	-
Sub-total.....	6,313	1,078,707	47,704	88,952	13,416	4,485
Indirect Expenses:						
Overhead allocation.....	7,825	214,647	57,744	98,031	5,784	5,559
CTPS administration services.....	-	-	-	-	-	-
Sub-total.....	7,825	214,647	57,744	98,031	5,784	5,559
TOTAL OPERATING EXPENSES.....	14,138	1,293,354	105,448	186,983	19,200	10,044
OPERATING INCOME (LOSS).....	(61)	(1,726)	(35,448)	(760)	(45)	(44)
NONOPERATING REVENUES (EXPENSES):						
Investment income.....	-	-	-	-	-	-
INCREASE (DECREASE) BEFORE TRANSFERS.....	(61)	(1,726)	(35,448)	(760)	(45)	(44)
TRANSFERS IN (OUT):						
Indirect costs transfers in - CTPS.....	-	-	-	-	-	-
INCREASE (DECREASE) IN NET POSITION.....	(61)	(1,726)	(35,448)	(760)	(45)	(44)

(Continued)

MAPC DIRECT FUND
COMBINING SCHEDULE OF REVENUES AND EXPENSES
YEAR ENDED JUNE 30, 2021

	Federal Grants					
	M8019	M8020	M8119	M8120	M8219	M8220
	HS19 State Wide M&A/Planning H/S	HS20 State Wide M&A/Planning H/S	Homeland Security FFY19 NERAC Region	Homeland Security FFY20 NERAC Region	Homeland Security FFY19 Western Region	Homeland Security FFY20 Western Region
OPERATING REVENUES:						
Intergovernmental grants and contracts.....	\$ 126,534	\$ 139	\$ 886,424	\$ 98,146	\$ 421,383	\$ 2,560
Intergovernmental - Commonwealth pension support.....	-	-	-	-	-	-
Private grants and contracts.....	-	-	-	-	-	-
Charges for services.....	-	-	-	-	-	-
Member assessments.....	-	-	-	-	-	-
TOTAL OPERATING REVENUES.....	126,534	139	886,424	98,146	421,383	2,560
OPERATING EXPENSES:						
Direct Expenses:						
Salaries and benefits.....	55,518	-	25,333	-	-	-
Commonwealth pension support.....	-	-	-	-	-	-
Professional services.....	2,311	139	33,350	-	219,277	-
Equipment.....	-	-	796,790	98,146	202,106	2,560
Supplies.....	-	-	-	-	-	-
Communications.....	-	-	-	-	-	-
Travel.....	-	-	-	-	-	-
Meetings and conferences.....	495	-	-	-	-	-
Sub-total.....	58,324	139	855,473	98,146	421,383	2,560
Indirect Expenses:						
Overhead allocation.....	68,819	-	31,404	-	-	-
CTPS administration services.....	-	-	-	-	-	-
Sub-total.....	68,819	-	31,404	-	-	-
TOTAL OPERATING EXPENSES.....	127,143	139	886,877	98,146	421,383	2,560
OPERATING INCOME (LOSS).....	(609)	-	(453)	-	-	-
NONOPERATING REVENUES (EXPENSES):						
Investment income.....	-	-	-	-	-	-
INCREASE (DECREASE) BEFORE TRANSFERS.....	(609)	-	(453)	-	-	-
TRANSFERS IN (OUT):						
Indirect costs transfers in - CTPS.....	-	-	-	-	-	-
INCREASE (DECREASE) IN NET POSITION.....	(609)	-	(453)	-	-	-

(Continued)

MAPC DIRECT FUND

COMBINING SCHEDULE OF REVENUES AND EXPENSES

YEAR ENDED JUNE 30, 2021

	Federal Grants			State Grants		
	M8319	M8419	Sub-total	M1244	M1441	M1479
	Homeland Security FFY19 Southeast Region	Homeland Security FFY19 Central Region		DDER - LED Streetlight Rapid Retrofit	EEA - Planning Assistance Grant: Net Zero	EEA - MA Land Use Allocation Modeling
OPERATING REVENUES:						
Intergovernmental grants and contracts.....	\$ 519,427	\$ 216,990	\$ 7,810,346	\$ 2,767,627	\$ 34,957	\$ 56,989
Intergovernmental - Commonwealth pension support.....	-	-	-	-	-	-
Private grants and contracts.....	-	-	-	-	-	-
Charges for services.....	-	-	-	-	-	-
Member assessments.....	-	-	-	-	-	-
TOTAL OPERATING REVENUES.....	519,427	216,990	7,810,346	2,767,627	34,957	56,989
OPERATING EXPENSES:						
Direct Expenses:						
Salaries and benefits.....	-	-	986,550	25,489	15,676	-
Commonwealth pension support.....	-	-	-	-	-	-
Professional services.....	156,082	133,857	2,349,873	-	-	57,000
Equipment.....	363,345	83,133	3,289,632	2,710,671	-	-
Supplies.....	-	-	765	-	-	-
Communications.....	-	-	787	117	-	-
Travel.....	-	-	1,992	-	-	-
Meetings and conferences.....	-	-	2,640	-	-	-
Sub-total.....	519,427	216,990	6,632,239	2,736,277	15,676	57,000
Indirect Expenses:						
Overhead allocation.....	-	-	1,222,925	31,597	19,432	-
CTPS administration services.....	-	-	-	-	-	-
Sub-total.....	-	-	1,222,925	31,597	19,432	-
TOTAL OPERATING EXPENSES.....	519,427	216,990	7,855,164	2,767,874	35,108	57,000
OPERATING INCOME (LOSS).....	-	-	(44,818)	(247)	(151)	(11)
NONOPERATING REVENUES (EXPENSES):						
Investment income.....	-	-	-	-	-	-
INCREASE (DECREASE) BEFORE TRANSFERS.....	-	-	(44,818)	(247)	(151)	(11)
TRANSFERS IN (OUT):						
Indirect costs transfers in - CTPS.....	-	-	-	-	-	-
INCREASE (DECREASE) IN NET POSITION.....	\$ -	\$ -	\$ (44,818)	\$ (247)	\$ (151)	\$ (11)

(Continued)

MAPC DIRECT FUND
COMBINING SCHEDULE OF REVENUES AND EXPENSES
YEAR ENDED JUNE 30, 2021

	State Grants					
	M1510	M1515	M1541	M1542	M1556	M1568
	REPA Grant FY20 - FY21	MassDOT - Land Use Allocation Modeling	District Local Tech Assistance 20	2020 Shannon Grant	DPH - COVID-19 Emergency Funding for Region 3	MDFA - Taxi Transportation Partnership Grant
OPERATING REVENUES:						
Intergovernmental grants and contracts.....	\$ 67,278	\$ 76,248	\$ 444,296	\$ 585,180	\$ 575,158	\$ 2,275,663
Intergovernmental - Commonwealth pension support.....	-	-	-	-	-	-
Private grants and contracts.....	-	-	-	-	-	-
Charges for services.....	-	-	-	-	-	-
Member assessments.....	-	-	-	-	-	-
TOTAL OPERATING REVENUES.....	67,278	76,248	444,296	585,180	575,158	2,275,663
OPERATING EXPENSES:						
Direct Expenses:						
Salaries and benefits.....	25,376	-	217,706	46,743	26,921	61,224
Commonwealth pension support.....	-	-	-	-	-	-
Professional services.....	10,688	76,248	1,144	482,487	515,071	2,139,134
Equipment.....	-	-	-	-	-	-
Supplies.....	-	-	401	2,725	-	-
Communications.....	-	-	586	-	-	-
Travel.....	-	-	181	-	-	-
Meetings and conferences.....	-	-	-	-	-	-
Sub-total.....	36,064	76,248	220,018	531,955	541,992	2,200,358
Indirect Expenses:						
Overhead allocation.....	31,457	-	269,867	57,942	33,370	75,893
CTPS administration services.....	-	-	-	-	-	-
Sub-total.....	31,457	-	269,867	57,942	33,370	75,893
TOTAL OPERATING EXPENSES.....	67,521	76,248	489,885	589,897	575,362	2,276,251
OPERATING INCOME (LOSS).....	(243)	-	(45,589)	(4,717)	(204)	(588)
NONOPERATING REVENUES (EXPENSES):						
Investment income.....	-	-	-	-	-	-
INCREASE (DECREASE) BEFORE TRANSFERS.....	(243)	-	(45,589)	(4,717)	(204)	(588)
TRANSFERS IN (OUT):						
Indirect costs transfers in - CTPS.....	-	-	-	-	-	-
INCREASE (DECREASE) IN NET POSITION.....	(243)	-	(45,589)	(4,717)	(204)	(588)

(Continued)

MAPC DIRECT FUND

COMBINING SCHEDULE OF REVENUES AND EXPENSES

YEAR ENDED JUNE 30, 2021

	State Grants					
	M1578	M1610	M1641	M1642	M1643	M1644
	Region 3 HMCC Emergency FY21 Contract	North Suffolk SAPHE Grant	EEA Grant Beverly ADU	EEA Grant Coastal Climate Zoning	EEA Grant Carbon Accounting	EEA Grant MLP Net Zero Plans
OPERATING REVENUES:						
Intergovernmental grants and contracts.....	\$ 87,794	\$ 36,385	\$ 11,028	\$ 21,996	\$ 20,837	\$ 42,600
Intergovernmental - Commonwealth pension support.....	-	-	-	-	-	-
Private grants and contracts.....	-	-	-	-	-	-
Charges for services.....	-	-	-	-	-	-
Member assessments.....	-	-	-	-	-	-
TOTAL OPERATING REVENUES.....	87,794	36,385	11,028	21,996	20,837	42,600
OPERATING EXPENSES:						
Direct Expenses:						
Salaries and benefits.....	-	4,606	4,946	9,864	9,344	19,103
Commonwealth pension support.....	-	-	-	-	-	-
Professional services.....	87,794	26,385	-	-	-	-
Equipment.....	-	-	-	-	-	-
Supplies.....	-	-	-	-	-	-
Communications.....	-	-	-	-	-	-
Travel.....	-	-	-	-	-	-
Meetings and conferences.....	-	-	-	-	-	-
Sub-total.....	87,794	30,991	4,946	9,864	9,344	19,103
Indirect Expenses:						
Overhead allocation.....	-	5,709	6,130	12,227	11,583	23,681
CTPS administration services.....	-	-	-	-	-	-
Sub-total.....	-	5,709	6,130	12,227	11,583	23,681
TOTAL OPERATING EXPENSES.....	87,794	36,700	11,076	22,091	20,927	42,784
OPERATING INCOME (LOSS).....	-	(315)	(48)	(95)	(90)	(184)
NONOPERATING REVENUES (EXPENSES):						
Investment income.....	-	-	-	-	-	-
INCREASE (DECREASE) BEFORE TRANSFERS.....	-	(315)	(48)	(95)	(90)	(184)
TRANSFERS IN (OUT):						
Indirect costs transfers in - CTPS.....	-	-	-	-	-	-
INCREASE (DECREASE) IN NET POSITION.....	\$ -	\$ (315)	\$ (48)	\$ (95)	\$ (90)	\$ (184)

(Continued)

MAPC DIRECT FUND
COMBINING SCHEDULE OF REVENUES AND EXPENSES
YEAR ENDED JUNE 30, 2021

	State Grants						Total
	M1648	M1654	M1659	Other State Projects	Subtotal	FY21 Assessments and Other Projects	
	DLTA 2021	Local Rapid Recover Program (LRRP-PF)	FY21 Earmarked COVID Funds Reg3/Winthrop				
OPERATING REVENUES:							
Intergovernmental grants and contracts.....	\$ 59,310	\$ 126,803	\$ 315,294	\$ 507,119	\$ 8,112,563	\$ -	\$ 15,922,909
Intergovernmental - Commonwealth pension support.....	-	-	-	-	-	4,653,603	4,653,603
Private grants and contracts.....	-	-	-	-	-	3,300,868	3,300,868
Charges for services.....	-	-	-	-	-	1,876,429	1,876,429
Member assessments.....	-	-	-	-	-	1,447,834	1,447,834
TOTAL OPERATING REVENUES.....	59,310	126,803	315,294	507,119	8,112,563	11,278,734	27,201,643
OPERATING EXPENSES:							
Direct Expenses:							
Salaries and benefits.....	29,005	51,000	-	183,390	730,393	2,455,062	4,172,005
Commonwealth pension support.....	-	-	-	-	-	4,653,603	4,653,603
Professional services.....	-	12,612	315,294	95,661	3,819,518	934,935	7,104,326
Equipment.....	-	-	-	-	2,710,671	-	6,000,303
Supplies.....	-	-	-	-	3,126	1,587	5,478
Communications.....	-	-	-	-	703	48,562	50,052
Travel.....	-	461	-	-	642	1,132	3,766
Meetings and conferences.....	655	-	-	475	1,130	5,196	8,966
Sub-total.....	29,660	64,073	315,294	279,526	7,266,183	8,100,077	21,998,499
Indirect Expenses:							
Overhead allocation.....	35,955	63,220	-	227,329	905,392	3,043,275	5,171,592
CTPS administration services.....	-	-	-	-	-	299,136	299,136
Sub-total.....	35,955	63,220	-	227,329	905,392	3,342,411	5,470,728
TOTAL OPERATING EXPENSES.....	65,615	127,293	315,294	506,855	8,171,575	11,442,488	27,469,227
OPERATING INCOME (LOSS).....	(6,305)	(490)	-	264	(59,012)	(163,754)	(267,584)
NONOPERATING REVENUES (EXPENSES):							
Investment income.....	-	-	-	-	-	7,572	7,572
INCREASE (DECREASE) BEFORE TRANSFERS.....	(6,305)	(490)	-	264	(59,012)	(156,182)	(260,012)
TRANSFERS IN (OUT):							
Indirect costs transfers in - CTPS.....	-	-	-	-	-	299,136	299,136
INCREASE (DECREASE) IN NET POSITION.....	\$(6,305)	\$(490)	-\$	264	\$(59,012)	142,954	\$ 39,124

(Concluded)

CTPS FUND

COMBINING SCHEDULE OF REVENUES AND EXPENSES

YEAR ENDED JUNE 30, 2021

	Federal Grants				Sub-total
	C1218	C1619	C2020	C2021	
	MassDOT 5303 2017-2018	MassDOT MPO 3C 5303 FFY19 #106374	MassDOT MPOCombined PL and 5303 #108217	MassDOT MPOCombined PL and 5303 #112310	
OPERATING REVENUES:					
Intergovernmental grants and contracts..... \$	11,472	\$ 99,402	\$ 1,127,862	\$ 2,945,438	\$ 4,184,174
Charges for services.....	-	-	-	-	-
TOTAL OPERATING REVENUES.....	11,472	99,402	1,127,862	2,945,438	4,184,174
OPERATING EXPENSES:					
Direct Expenses:					
Salaries and benefits.....	5,579	-	550,662	1,402,911	1,959,152
Professional services.....	-	99,402	-	-	99,402
Equipment.....	-	-	12,073	28,400	40,473
Travel.....	-	-	(787)	2,999	2,212
Other.....	-	-	3,600	23,944	27,544
Sub-total.....	5,579	99,402	565,548	1,458,254	2,128,783
Indirect Expenses:					
General overhead.....	6,151	-	607,199	1,546,945	2,160,295
TOTAL OPERATING EXPENSES.....	11,730	99,402	1,172,747	3,005,199	4,289,078
OPERATING INCOME (LOSS).....	(258)	-	(44,885)	(59,761)	(104,904)
NONOPERATING REVENUES:					
Investment income.....	-	-	-	-	-
INCREASE (DECREASE) BEFORE TRANSFERS.....	(258)	-	(44,885)	(59,761)	(104,904)
TRANSFERS IN (OUT):					
Indirect costs transfers out - MAPC Direct.....	(610)	-	(60,221)	(153,423)	(214,254)
INCREASE (DECREASE) IN NET POSITION..... \$	(868)	-	(105,106)	(213,184)	(319,158)

(Continued)

CTPS FUND

COMBINING SCHEDULE OF REVENUES AND EXPENSES

YEAR ENDED JUNE 30, 2021

	State Grants					
	C0730	C0732	C0733	C1321.1	C1321.2	C0918.1
	MassDOT HD On-call Modeling Support II	MassDOT Silver Line Extension Alternative	MassDOT Wellington Circle Study	MassDOT SPR/Rwdy Inv SFY21 #111377	MassDOT SPR/Rwdy Inv FFY21 #112660	MBTA Rider Oversight Comm Support III
OPERATING REVENUES:						
Intergovernmental grants and contracts.....	\$ 285,777	\$ 49,106	\$ 25,082	\$ 340,715	\$ 200,710	\$ 4,067
Charges for services.....	-	-	-	-	-	-
TOTAL OPERATING REVENUES.....	285,777	49,106	25,082	340,715	200,710	4,067
OPERATING EXPENSES:						
Direct Expenses:						
Salaries and benefits.....	138,957	23,840	12,176	165,389	97,434	1,974
Professional services.....	-	-	-	-	-	-
Equipment.....	-	-	-	-	-	-
Travel.....	-	-	-	-	-	-
Other.....	-	-	-	-	-	-
Sub-total.....	138,957	23,840	12,176	165,389	97,434	1,974
Indirect Expenses:						
General overhead.....	153,225	26,286	13,426	182,370	107,437	2,177
TOTAL OPERATING EXPENSES.....	292,182	50,126	25,602	347,759	204,871	4,151
OPERATING INCOME (LOSS).....	(6,405)	(1,020)	(520)	(7,044)	(4,161)	(84)
NONOPERATING REVENUES:						
Investment income.....	-	-	-	-	-	-
INCREASE (DECREASE) BEFORE TRANSFERS.....	(6,405)	(1,020)	(520)	(7,044)	(4,161)	(84)
TRANSFERS IN (OUT):						
Indirect costs transfers out - MAPC Direct.....	(15,197)	(2,607)	(1,332)	(18,087)	(10,655)	(216)
INCREASE (DECREASE) IN NET POSITION.....	(21,602)	(3,627)	(1,852)	(25,131)	(14,816)	(300)

(Continued)

CTPS FUND

COMBINING SCHEDULE OF REVENUES AND EXPENSES

YEAR ENDED JUNE 30, 2021

	State Grants					
	C0922	C0924	C0925.1	C0929	C0930.1	C0931.1
	MBTA 2018 & 2019 Title VI Monitoring	MBTA Mapping Support	MBTA Service Equity Analysis (Year 2)	MBTA FY20 National Transit Database (NTD)	MBTA Transit Service Data Collection	MBTA FY20 Triennial Title VI Report
OPERATING REVENUES:						
Intergovernmental grants and contracts.....	\$ 23,848	\$ 3,311	\$ 1,485	\$ 21,172	\$ 135,123	\$ 35,535
Charges for services.....	-	-	-	-	-	-
TOTAL OPERATING REVENUES.....	23,848	3,311	1,485	21,172	135,123	35,535
OPERATING EXPENSES:						
Direct Expenses:						
Salaries and benefits.....	11,575	1,610	725	10,332	65,594	17,013
Professional services.....	-	-	-	-	-	-
Equipment.....	-	-	-	-	-	-
Travel.....	43	-	-	-	-	483
Other.....	-	-	-	-	-	-
Sub-total.....	11,618	1,610	725	10,332	65,594	17,496
Indirect Expenses:						
General overhead.....	12,763	1,775	799	11,393	72,329	18,760
TOTAL OPERATING EXPENSES.....	24,381	3,385	1,524	21,725	137,923	36,256
OPERATING INCOME (LOSS).....	(533)	(74)	(39)	(553)	(2,800)	(721)
NONOPERATING REVENUES:						
Investment income.....	-	-	-	-	-	-
INCREASE (DECREASE) BEFORE TRANSFERS.....	(533)	(74)	(39)	(553)	(2,800)	(721)
TRANSFERS IN (OUT):						
Indirect costs transfers out - MAPC Direct.....	(1,266)	(176)	(79)	(1,130)	(7,173)	(1,861)
INCREASE (DECREASE) IN NET POSITION.....	(1,799)	(250)	(118)	(1,683)	(9,973)	(2,582)

(Continued)

CTPS FUND

COMBINING SCHEDULE OF REVENUES AND EXPENSES

YEAR ENDED JUNE 30, 2021

	State Grants					
	C0932	C0933	C0934	C0935	C0936	C0937
	Haymarket Station Redevelopment Analysis	MBTA Bus Shelter Maps	MBTA Prioritization of Dedicated Bus Lane	MBTA FY21 Natal Transit Database (NTD)	Service Equity Analysis for FY22 MBTA	Service Equity Analysis for GLX
OPERATING REVENUES:						
Intergovernmental grants and contracts.....	\$ 9,587	\$ 2,674	\$ 66,928	\$ 64,967	\$ 42,836	\$ 34,100
Charges for services.....	-	-	-	-	-	-
TOTAL OPERATING REVENUES.....	9,587	2,674	66,928	64,967	42,836	34,100
OPERATING EXPENSES:						
Direct Expenses:						
Salaries and benefits.....	4,743	1,323	32,661	31,500	20,794	16,554
Professional services.....	-	-	-	-	-	-
Equipment.....	-	-	-	-	-	-
Travel.....	-	-	-	71	-	-
Other.....	-	-	-	-	-	-
Sub-total.....	4,743	1,323	32,661	31,571	20,794	16,554
Indirect Expenses:						
General overhead.....	5,231	1,459	36,014	34,735	22,930	18,253
TOTAL OPERATING EXPENSES.....	9,974	2,782	68,675	66,306	43,724	34,807
OPERATING INCOME (LOSS).....	(387)	(108)	(1,747)	(1,339)	(888)	(707)
NONOPERATING REVENUES:						
Investment income.....	-	-	-	-	-	-
INCREASE (DECREASE) BEFORE TRANSFERS.....	(387)	(108)	(1,747)	(1,339)	(888)	(707)
TRANSFERS IN (OUT):						
Indirect costs transfers out - MAPC Direct.....	(519)	(145)	(3,572)	(3,445)	(2,274)	(1,810)
INCREASE (DECREASE) IN NET POSITION.....	(906)	(253)	(5,319)	(4,784)	(3,162)	(2,517)

(Continued)

CTPS FUND

COMBINING SCHEDULE OF REVENUES AND EXPENSES

YEAR ENDED JUNE 30, 2021

	State Grants		Sub-total	FY21 Other Projects	Total
	C0938	C0939			
	MBTA AFC 2.0 Equity Analysis	MBTA Review of Fare Structure for FY22			
OPERATING REVENUES:					
Intergovernmental grants and contracts.....	\$ 17,527	\$ 12,592	\$ 1,377,142	\$ -	\$ 5,561,316
Charges for services.....	-	-	-	220,801	220,801
TOTAL OPERATING REVENUES.....	17,527	12,592	1,377,142	220,801	5,782,117
OPERATING EXPENSES:					
Direct Expenses:					
Salaries and benefits.....	8,508	6,114	668,816	107,351	2,735,319
Professional services.....	-	-	-	-	99,402
Equipment.....	-	-	-	-	40,473
Travel.....	-	-	597	-	2,809
Other.....	-	-	-	-	27,544
Sub-total.....	8,508	6,114	669,413	107,351	2,905,547
Indirect Expenses:					
General overhead.....	9,381	6,742	737,485	(180,763)	2,717,017
TOTAL OPERATING EXPENSES.....	17,889	12,856	1,406,898	(73,412)	5,622,564
OPERATING INCOME (LOSS).....	(362)	(264)	(29,756)	294,213	159,553
NONOPERATING REVENUES:					
Investment income.....	-	-	-	785	785
INCREASE (DECREASE) BEFORE TRANSFERS.....	(362)	(264)	(29,756)	294,998	160,338
TRANSFERS IN (OUT):					
Indirect costs transfers out - MAPC Direct.....	(930)	(669)	(73,143)	(11,739)	(299,136)
INCREASE (DECREASE) IN NET POSITION.....	(1,292)	(933)	(102,899)	283,259	(138,798)

(Concluded)

METROPOLITAN AREA PLANNING COUNCIL

REPORTS ON FEDERAL AWARD PROGRAMS

YEAR ENDED JUNE 30, 2021

METROPOLITAN AREA PLANNING COUNCIL
REPORTS ON FEDERAL AWARD PROGRAMS
YEAR ENDED JUNE 30, 2021

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**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND
ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH
GOVERNMENT AUDITING STANDARDS**

Independent Auditor's Report

To the Executive Committee
Metropolitan Area Planning Council

We have audited, in accordance with the 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, the financial statements of the business-type activities and each major fund of the Metropolitan Area Planning Council, as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the Metropolitan Area Planning Council's basic financial statements, and have issued our report thereon dated March 28, 2022.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Metropolitan Area Planning Council's (MAPC) internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing an opinion on the effectiveness of the MAPC's internal control. Accordingly, we do not express an opinion on the effectiveness of the MAPC's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of the internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the MAPC's financial statements are free of material misstatement, we performed test of its compliance with certain provisions of laws, regulations, contracts, and grants agreements, noncompliance with which could have a direct and material effect on the determination of financial statements amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of the audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in cursive script that reads "Pomeroy & Sullivan, LLC".

March 28, 2022

**REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM;
REPORT ON INTERNAL CONTROL OVER COMPLIANCE; AND REPORT
ON THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
REQUIRED BY THE UNIFORM GUIDANCE**

Independent Auditor's Report

To the Executive Committee
Metropolitan Area Planning Council

Report on Compliance for Each Major Federal Program

We have audited the Metropolitan Area Planning Council's compliance with the types of compliance requirements described in *OMB Compliance Supplement* that could have a direct and material effect on each of the Metropolitan Area Planning Council's major federal programs for the year ended June 30, 2021. The Metropolitan Area Planning Council's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the Metropolitan Area Planning Council's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Metropolitan Area Planning Council's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the Metropolitan Area Planning Council's compliance.

Opinion on Each Major Federal Program

In our opinion, the Metropolitan Area Planning Council's complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2021.

Report on Internal Control Over Compliance

Management of the Metropolitan Area Planning Council is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the Metropolitan Area Planning Council's internal control over compliance with requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in or the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Metropolitan Area Planning Council's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of the business-type activities and each major fund of the Metropolitan Area Planning Council, as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the Metropolitan Area Planning Council's basic financial statements. We issued our report thereon dated March 28, 2022, which contained an unmodified opinion on those financial statements. Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for the purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the 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 financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.



March 28, 2022

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

FOR THE YEAR ENDED JUNE 30, 2021

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Amount Passed Through to Sub-Recipients	Expenditures
HIGHWAY PLANNING AND CONSTRUCTION CLUSTER:				
U.S. DEPARTMENT OF TRANSPORTATION:				
<u>Passed through State Highway Department:</u>				
Highway Planning and Construction.....	20.205	MA-80-011-00	\$ -	\$ 11,472
Highway Planning and Construction.....	20.205	MA-80-X012	-	99,401
Highway Planning and Construction.....	20.205	UPW-UPW1(902)X	-	1,127,863
Highway Planning and Construction.....	20.205	UPW-UPW-2-002-X00	-	2,945,438
Highway Planning and Construction.....	20.205	UPW-UPW1(903)X	-	229,048
Highway Planning and Construction.....	20.205	UPW-UPW-2-003-X00	-	769,316
TOTAL HIGHWAY PLANNING AND CONSTRUCTION CLUSTER.....			-	5,182,538
OTHER PROGRAMS:				
U.S. DEPARTMENT OF COMMERCE:				
<u>Direct Program:</u>				
Economic Development Support for Planning Organizations.....	11.302	ED19PHI3020055	-	70,000
COVID-19 Economic Adjustment Assistance.....	11.307	ED20PHI3070008	-	186,223
TOTAL U.S. DEPARTMENT OF COMMERCE.....			-	256,223
PASS-THROUGH PROGRAMS:				
U.S. DEPARTMENT OF COMMERCE:				
<u>Passed through New England Aquarium:</u>				
NOAA Mission-Related Education Awards.....	11.008	NA17SEC80001	-	24,472
U.S. DEPARTMENT OF TRANSPORTATION:				
<u>Passed through the Home Energy Efficiency Team:</u>				
Technical Assistance Grants.....	20.710	693JK31940011PTAG	-	10,163
NATIONAL SCIENCE FOUNDATION:				
<u>Passed through Massachusetts Institute of Technology:</u>				
Computer and Information Science and Engineering.....	47.070	CNS-2043385	-	10,000
U.S. ENVIRONMENTAL PROTECTION AGENCY:				
<u>Passed through the Groundworks USA:</u>				
Brownfield Training, Research, and Technical Assistance Grants and Cooperative Agreements.....	66.814	83576701	-	14,077
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES:				
<u>Passed through Association of State and Territorial Health Officials:</u>				
Strengthening Public Health Systems and Services through National Partnerships to Improve and Protect the Nation's Health.....	93.421	00-FE-2060-03	-	19,155
<u>Passed through University of Connecticut:</u>				
Environmental Health.....	93.113	R01 ES026980	-	20,543
<u>Passed through the Massachusetts Department of Public Health:</u>				
Public Health Emergency Preparedness.....	93.069	INTF6208PP1193926242	45,912	49,330
Public Health Emergency Preparedness.....	93.069	INTF6208PP1193926242	427,438	538,300
Total Public Health Emergency Preparedness.....			473,350	587,630
National Bioterrorism Hospital Preparedness Program.....	93.889	INTF6208PP1193926242	-	285,721
National Bioterrorism Hospital Preparedness Program.....	93.889	INTF6208PP1193926242	-	590,875
Total National Bioterrorism Hospital Preparedness Program.....			-	876,596
Immunization Cooperative Agreements.....	93.268	INTF6208PP1193926242	-	162,453
TOTAL U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES....			473,350	1,666,377
U.S. DEPARTMENT OF HOMELAND SECURITY:				
<u>Passed through the Massachusetts Executive Office of Public Safety and Homeland Security:</u>				
Homeland Security Grant Program.....	97.067	DHS-17-GPD-067-00-01	-	2,006
Homeland Security Grant Program.....	97.067	EMW-2018-SS-00029	-	458,296
Homeland Security Grant Program.....	97.067	EMW-2018-SS-00029	-	554,077
Homeland Security Grant Program.....	97.067	EMW-2018-SS-00029	-	480,759
Homeland Security Grant Program.....	97.067	EMW-2018-SS-00029	-	206,249
Homeland Security Grant Program.....	97.067	EMW-2018-SS-00029	-	857,680
Homeland Security Grant Program.....	97.067	DHS-19-GPD-067-00-02	-	126,534
Homeland Security Grant Program.....	97.067	DHS-19-GPD-067-00-02	-	886,423
Homeland Security Grant Program.....	97.067	DHS-19-GPD-067-00-02	-	421,383
Homeland Security Grant Program.....	97.067	DHS-19-GPD-067-00-02	-	519,427
Homeland Security Grant Program.....	97.067	DHS-19-GPD-067-00-02	-	216,991
Homeland Security Grant Program.....	97.067	DHS-20-GPD-067-00-01	-	98,146
Homeland Security Grant Program.....	97.067	DHS-20-GPD-067-00-01	-	139
Homeland Security Grant Program.....	97.067	DHS-20-GPD-067-00-01	-	2,560
TOTAL U.S. DEPARTMENT OF HOMELAND SECURITY.....			-	4,830,670
TOTAL.....			\$ 710,025	\$ 11,994,520

See notes to schedule of expenditures of federal awards.

Note 1 – Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards (Schedule) includes the federal award activity of the Metropolitan Area Planning Council under programs of the federal government for the year ended June 30, 2021. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations, it is not intended to and does not present the financial position, changes in net position, or cash flows of the Metropolitan Area Planning Council.

Note 2 - Significant Accounting Policies

The accounting and reporting policies of the Metropolitan Area Planning Council are set forth below:

- (a) Basis of Accounting - The accompanying Schedule of Expenditures of Federal Awards is presented on the accrual basis of accounting. Accordingly, grant revenues are recognized when earned and expenditures when incurred. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.
- (b) The MAPC has elected not to use the 10-percent de minimis indirect cost rate as allowed under Uniform Guidance.

A. Summary of Auditor’s Results

1. The auditor’s report expresses an unmodified opinion on the financial statements of the Metropolitan Area Planning Council.
2. No material weaknesses or significant deficiencies relating to the audit of the financial statements are reported in the Report on Internal Control over Financial Reporting and on Compliance and Other matters based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*.
3. No instances of noncompliance material to the financial statements of the Metropolitan Area Planning Council were disclosed during the audit.
4. No material weaknesses or significant deficiencies relating to the audit of the major federal award programs are reported in the Report on Compliance for Each Major Federal Program; Report on Internal Control over Compliance; and Report on Schedule of Expenditures of Federal Rewards Required by the Uniform Guidance.
5. The auditor’s report on compliance for the major federal award programs for the Metropolitan Area Planning Council expresses an unmodified opinion.
6. There were no audit findings relative to the major federal award programs for the Metropolitan Area Planning Council.
7. The program tested as a major grant is the Homeland Security Grant Program.
8. The threshold for distinguishing Types A and B programs was \$750,000.
9. The Metropolitan Area Planning Council was determined to be a low-risk auditee.

B. Findings - Financial Statements Audit

None.

C. Findings and Questioned Costs - Major Federal Award Program Audit

None.

D. Prior Year Audit Findings and Questioned Costs

None.