

**CITY OF BOSTON, MASSACHUSETTS**  
**SINGLE AUDIT REPORT**  
**YEAR ENDED JUNE 30, 2025**



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**CITY OF BOSTON, MASSACHUSETTS  
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**INDEPENDENT AUDITORS' 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***

To the Honorable Mayor and City Council  
City of Boston, Massachusetts

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 governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Boston, Massachusetts (the City), as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated January 21, 2026. Our report includes a reference to other auditors who audited the financial statements of certain activities, funds, and component units of the City, which represent the indicated percentages of total assets and total revenues as described in our report on the City's financial statements as follows:

- *Governmental Activities*

Dudley Square Realty Corporation, Ferdinand Development Corporation, and the Permanent Funds, which are non-major governmental funds that collectively represent 3.0% and 0.5%, respectively, of the total assets and revenues of the governmental activities as of June 30, 2025 and for the year then ended.

- *Aggregate Remaining Fund Information*

Boston Retirement System, the OPEB Trust Fund, the Private-Purpose Trust Funds, Dudley Square Realty Corporation, Ferdinand Development Corporation, and the Permanent Funds that collectively represent 99.3% and 86.3%, respectively, of total assets and revenues of the aggregate remaining fund information as of June 30, 2025 and for the year then ended.

- *Aggregate Discretely Presented Component Units*

Boston Planning & Development Agency, Trustees of the Public Library of the City of Boston, and the Economic Development and Industrial Corporation of Boston that collectively represent 90.2% and 37.6%, respectively, of total assets and revenues of the aggregate discretely presented component units as of June 30, 2025 and for the year then ended.

This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those other auditors.

### **Report on Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the City's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City'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 a 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 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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses.

We identified a certain deficiency in internal control, described in the accompanying schedule of findings and responses as item 2025-001 that we consider to be a significant deficiency.

### **Report on Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the City's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. 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*.

### **City's Response to Findings**

*Government Auditing Standards* requires the auditor to perform limited procedures on the City's response to the findings identified in our audit and described in the accompanying schedule of findings and responses. The City's response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

Honorable Mayor and City Council  
City of Boston, Massachusetts

***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 City's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*CliftonLarsonAllen LLP*

**CliftonLarsonAllen LLP**

Boston, Massachusetts  
January 21, 2026



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

Honorable Mayor and City Council  
City of Boston, Massachusetts  
Boston, Massachusetts

**Report on Compliance for Each Major Federal Program**

***Qualified and Unmodified Opinions***

We have audited the City of Boston, Massachusetts’ (the City) compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of the City’s major federal programs for the year ended June 30, 2025. The City’s major federal programs are identified in the summary of auditors’ results section of the accompanying schedule of findings and questioned costs.

*Summary of Opinions*

<b>Major Federal Program/Cluster</b>	<b>Assistance Listing</b>	<b>Type of Opinion</b>
Economic Development Cluster	11.307	Qualified
Housing Opportunities for Persons with AIDS	14.241	Qualified
English Language Acquisition State Grants	84.365	Qualified
Student Support and Academic Enrichment Program	84.424	Unmodified
Home Investment Partnerships Program	14.239	Unmodified
Coronavirus State and Local Fiscal Recovery Fund	21.027	Unmodified
Aging Cluster	93.044, 93.045, 93.053	Unmodified
Homeland Security Grant Program	97.067	Unmodified

*Qualified Opinion on Certain Major Federal Programs Identified in the Preceding Table*

In our opinion, except for the noncompliance described in the Basis for Qualified and Unmodified Opinions section of our report, the City complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of the major federal programs for the year ended June 30, 2025.

*Unmodified Opinion on Each of the Other Major Federal Programs Identified in the Preceding Table*

In our opinion, the City 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 other major federal programs identified in the summary of auditors’ results section of the accompanying schedule of findings and questioned costs for the year ended June 30, 2025.

**Basis for Qualified and Unmodified Opinions**

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); 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). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditors’ Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified and unmodified opinions on compliance for each major federal program. Our audit does not provide a legal determination of the City’s compliance with the compliance requirements referred to above.

**Matter(s) Giving Rise to Qualified Opinion on Certain Major Federal Programs**

As described in the accompanying schedule of findings and questioned costs, the City did not comply with requirements regarding the following:

<b>Program</b>	<b>Assistance Listing</b>	<b>Noncompliance</b>	<b>Finding Number</b>
Economic Development Cluster	11.307	Reporting – FFATA	2025-002
Housing Opportunities for Persons with Aids	14.241	Special Tests and Provisions – Housing Quality Standards	2025-003
English Language Acquisition State Grants	84.365	Allowable Costs / Cost Principles - Time and Effort Reporting	2025-004

Compliance with such requirements is necessary, in our opinion, for the City to comply with the requirements applicable to those major federal programs.

**Other Matter - Federal Expenditures Not Included in the Compliance Audit**

The City's basic financial statements include the operations of the Boston Planning and Development Agency, the Economic Development and Industrial Corporation of Boston, and the Trustees of the Public Library of the City of Boston; which expended federal awards which are not included in the City's schedule of expenditures of federal awards during the year ended June 30, 2025. Our compliance audit, described in the Summary of Opinions, does not include the operations of these entities because they engaged other auditors to perform an audit of compliance.

The City's basic financial statements also include the operations of the Boston Public Health Commission; which expended \$48,716,619 of federal awards which are not included in the City's schedule of expenditures of federal awards during the year ended June 30, 2025. Our compliance audit, described in the Summary of Opinions, does not include the operations of this entity because we were engaged to perform a separate audit of compliance.

**Responsibilities of Management for Compliance**

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to the City's federal programs.

**Auditors' Responsibilities for the Audit of Compliance**

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the City's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the City's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the City's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the City's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances 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 the City's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

**Other Matters**

The results of our auditing procedures disclosed other instances of noncompliance which are required to be reported in accordance with the Uniform Guidance and which are described in the accompanying schedule of findings and questioned costs as items 2025-005 and 2025-008. Our opinion on each major federal program is not modified with respect to these matters.

*Government Auditing Standards* require the auditor to perform limited procedures on the City's response to the noncompliance findings identified in our compliance audit described in the accompanying schedule of findings and questioned costs. The City's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

### **Report on Internal Control Over Compliance**

Our consideration of internal control over compliance was for the limited purpose described in the Auditors' Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as discussed below, we did identify certain deficiencies in internal control over compliance that we consider to be material weaknesses and significant deficiencies.

*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 a 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. We consider the deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs as items 2025-002, 2025-003, 2025-004, 2025-005, and 2025-007 to be material weaknesses.

*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. We consider the deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs as items 2025-006 and 2025-008 to be significant deficiencies.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

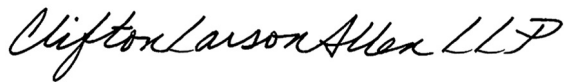
*Government Auditing Standards* requires the auditor to perform limited procedures on the City's response to internal control over compliance findings identified in our audit described in the accompanying schedule of findings and questioned costs. The City's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

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.

Honorable Mayor and City Council  
City of Boston, Massachusetts

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

We have audited the financial statements of the governmental activities, business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the City's basic financial statements. We have issued our report thereon dated January 21, 2026, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for 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 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 schedule of expenditures of federal awards is fairly stated, in all material respects, in relation to the basic financial statements as a whole.



**CliftonLarsonAllen LLP**

Boston, Massachusetts  
March 25, 2026

**CITY OF BOSTON, MASSACHUSETTS  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
YEAR ENDED JUNE 30, 2025**

Federal Grantor/Pass-Through Grantor/Program	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Passed Through to Subrecipients	Total Federal Expenditures
<b>U.S. DEPARTMENT OF AGRICULTURE</b>				
Direct Program:				
Gus Schumacher Nutrition Incentive Grant Program	10.331		\$ -	\$ 215,055
Farm to School Program	10.575		-	31,694
Inflation Reduction Act Urban and Community Forestry Program	10.727		-	201,700
Passed-Through MA Department of Elementary and Secondary Education:				
Child Nutrition Cluster (Note 2):				
National School Lunch Program	10.555	13-035	-	30,827,429
Summer Food Service Program for Children	10.559	13-035-SF-150	-	452,361
Fresh Fruit and Vegetable Program	10.582	13-035	-	819,483
Total Child Nutrition Cluster			-	32,099,273
Child and Adult Care Food Program (Note 2)	10.558	13-035-CF-150	-	1,674,013
School Nutrition Equipment Assistance	10.579	2024-02-PLANTS	-	34,070
Direct Program:				
Urban Food Production Planning Grant	10.935		-	78
<b>Total U.S. Department of Agriculture</b>			-	<b>34,255,883</b>
<b>U.S. DEPARTMENT OF COMMERCE</b>				
Direct Programs:				
Economic Development Cluster:				
COVID-19 Economic Adjustment Assistance	11.307		6,217,180	6,524,847
Total Economic Development Cluster:			6,217,180	6,524,847
Coastal Resilience Jobs Alliance Program	11.417		-	35,077
<b>Total U.S. Department of Commerce</b>			<b>6,217,180</b>	<b>6,559,924</b>
<b>U.S. DEPARTMENT OF DEFENSE</b>				
Direct Programs:				
Promoting K-12 Student Achievement at Military-Connected Schools				
	12.556		-	851,231
<b>Total U.S. Department of Defense</b>			-	<b>851,231</b>
<b>U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</b>				
Direct Programs:				
CDBG - Entitlement/Special Purpose Grants Cluster:				
Community Development Block Grants – Entitlement Grant	14.218		4,478,401	19,276,002
COVID-19 Community Development Block Grants – Entitlement Grant	14.218		-	2,776,051
Total Community Development Block Grants - Entitlement Grants			4,478,401	22,052,053
Total CDBG - Entitlement/Special Purpose Grants Cluster:				
			4,478,401	22,052,053
Emergency Solutions Grants Program	14.231		1,401,096	1,538,690
COVID-19 Home Investment Partnerships Program	14.239		1,119,798	1,238,709
Home Investment Partnerships Program	14.239		-	158,206,600
Total Home Investment Partnerships Program (Note 3)			1,119,798	159,445,309
Housing Opportunities for Persons with AIDS	14.241		3,260,761	3,383,192
Dudley Executive Plaza Project	14.246		-	8,333
Empower Zone/Repayment Sec 108	14.248		-	124,254
Continuum of Care Program	14.267		39,098,923	41,490,825
Fair Housing Assistance Program - State and Local	14.401		-	325,658
Lead Hazard Reduction Demonstration Grant Program	14.905		-	686,910
<b>Total U.S. Department of Housing and Urban Development</b>			<b>49,358,979</b>	<b>229,055,224</b>
<b>U.S. DEPARTMENT OF THE INTERIOR</b>				
Passed-Through MA Historical Commission				
Historic Preservation Fund Grants-In-Aid	15.904	CTSCSEC480025298002000	-	33,100
<b>Total U.S. Department of the Interior</b>			-	<b>33,100</b>
<b>U.S. DEPARTMENT OF JUSTICE</b>				
Direct Programs:				
Public Safety Partnership and Community Policing Grants	16.710		-	161,020
Edward Byrne Memorial Justice Assistance Grant	16.738		-	423,617

See accompanying Notes to Schedule of Expenditures of Federal Awards.

**CITY OF BOSTON, MASSACHUSETTS  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)  
YEAR ENDED JUNE 30, 2025**

Federal Grantor/Pass-Through Grantor/Program	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Passed Through to Subrecipients	Total Federal Expenditures
<b>U.S. DEPARTMENT OF JUSTICE (continued)</b>				
DNA Backlog Reduction Program	16.741		\$ -	\$ 426,907
Criminal and Juvenile Justice and Mental Health Collaboration Program	16.745		66,401	273,319
National Sexual Assault Kit Initiative	16.833		87,148	598,768
Comprehensive Opioid, Stimulant, and Other Substances Use Program	16.838		-	309,554
Passed-Through MA Executive Office of Public Safety: Violence Against Women Formula Grants	16.588	SCEPSSFY23VAWABOST22 SCEPSSFY24VAWABOST23 SCEPSSFY25VAWABOST24	-	119,401
Edward Byrne Memorial Competitive Grant Program	16.751	CTSORFY25AVPBOSTONPD00000	-	72,654
Passed Through Massachusetts Department of State Police: Paul Coverdell Forensic Sciences Improvement Grant	16.742	CT-SCPOL614523BPD977400 CT-SCPOL614526BPD977600 CT-SCPOL614526BFD977600	-	24,206
<b>Total U.S. Department of Justice</b>			<b>153,549</b>	<b>2,409,446</b>
<b>U.S. DEPARTMENT OF LABOR</b>				
Direct Programs:				
Registered Apprenticeship	17.285		-	1,074
Community Project Funding/Congressionally Directed Spending	17.289		-	436
Passed-Through MassHire Department of Career Services:				
Employment Services Cluster/Wagner-Peyser Funded Activities	17.207	CT EOL 25CCBOSTWP	546,655	556,506
Unemployment Insurance	17.225	CT EOL 25CCBOSTNEGREA	327,933	327,933
WIOA Cluster:				
WIOA Adult Program	17.258	CT EOL 25CCBOSTWIA	629,301	709,637
WIOA Youth Activities	17.259	CT EOL 25CCBOSTWIA	374,242	635,881
WIOA Dislocated Worker Formula Grants	17.278	CT EOL 25CCBOSTWIA	427,868	461,799
Total WIOA Cluster:			<u>1,431,411</u>	<u>1,807,317</u>
<b>Total U.S. Department of Labor</b>			<b>2,305,999</b>	<b>2,693,266</b>
<b>U.S. DEPARTMENT OF TRANSPORTATION</b>				
Direct Programs:				
Reconnecting Communities Pilot (RCP) Discretionary Grant Program	20.940		-	414,539
Strengthening Mobility and Revolutionizing Transportation (SMART) Grants Program	20.941		-	172,810
Passed-Through MA Executive Office of Public Safety/Administration:				
Highway Safety Cluster:				
State and Community Highway Safety	20.600	BD-24-1044-EPS11-1044O-103769	-	44,765
Total Highway Safety Cluster			<u>-</u>	<u>44,765</u>
<b>Total U.S. Department of Transportation</b>			<b>-</b>	<b>632,114</b>
<b>U.S. DEPARTMENT OF TREASURY</b>				
Direct Program:				
Volunteer Income Tax Assistance (VITA) Matching Grant Program	21.009		-	41,073
COVID-19 Emergency Rental Assistance Program	21.023		488,251	575,529
COVID-19- Coronavirus State and Local Fiscal Recovery Funds	21.027		18,595,742	105,474,729
Pass-Through:				
Economic Development and Industrial Corporation of Boston		23699	-	740
MA Department of Elementary and Secondary Education		209-000623-2024-0035	-	762,828
MA Exec. Office of Housing and Livable Communities		SCOD51002468086ARPA	-	127,828
Massachusetts Technology Collaborative		22388	-	2,308,849
MA Executive Office of Aging and Independence		FY24ARPA TIPENAGESTR	-	138,648
MA Exec Office of Economic Development		25FRWRDERMKOLDNAZZRO	-	229,122
MA Department of Conservation and Recreation		4CTDCR8900BOSTARPA20	-	804,521
Total COVID-19- Coronavirus State and Local Fiscal Recovery Funds			<u>18,595,742</u>	<u>109,847,265</u>
<b>Total U.S. Department of Treasury</b>			<b>19,083,993</b>	<b>110,463,867</b>

See accompanying Notes to Schedule of Expenditures of Federal Awards.

**CITY OF BOSTON, MASSACHUSETTS  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)  
YEAR ENDED JUNE 30, 2025**

Federal Grantor/Pass-Through Grantor/Program	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Passed Through to Subrecipients	Total Federal Expenditures
<b>NATIONAL SCIENCE FOUNDATION</b>				
Passed Through Northeastern University				
Computer and Information Science and Engineering	47.070	512138-78051	\$ -	\$ 86,303
<b>Total National Science Foundation</b>			-	<b>86,303</b>
<b>U.S. ENVIRONMENTAL PROTECTION AGENCY</b>				
Direct Programs:				
Electric Stove Replacement Program	66.312		-	360
Reducing Lead in Drinking Water	66.443		-	998,355
Brownfields Cleanup Cooperative Agreement	66.818		-	69,403
<b>Total U.S. Environmental Protection Agency</b>			-	<b>1,068,118</b>
<b>U.S. DEPARTMENT OF ENERGY</b>				
Direct Programs:				
The Energy Efficiency and Conservation Block Grant	81.128		-	210,370
<b>Total U.S. Department of Energy</b>			-	<b>210,370</b>
<b>U.S. DEPARTMENT OF EDUCATION</b>				
Direct Programs:				
School Safety National Activities	84.184		-	1,176,689
Teacher Quality Partnership Grants	84.336		-	829,765
Passed Through MA Department of Elementary and Secondary Education:				
Adult Education – Basic Grants to States	84.002	359B-000616-2024-0035 359B-000616-2025-0035	-	170,470
Title I – Grants to Local Educational Agencies	84.010	305-401199-2021-0035 305-532937-2022-0035 305-719222-2023-0035 305-000549-2024-0035 305-000549-2025-0035 325-786899-2024-0035 325-000832-2025-0035 320-000649-2024-0035-G 320-000649-2025-0035 220-782200-2024-0035 253-797354-2024-0035 325-000792-2025-0035 539-000729-2025-0035 593-000794-2025-0035 322-000918-2025-0035	-	64,982,094
Special Education (IDEA) Cluster:				
Special Education – Grants to States	84.027	240-304419-2020-0035 240-714716-2023-0035 240-000558-2024-0035 274-00662-2024-0035-G 240-000558-2025-0035	-	17,739,456
Special Education – Preschool Grants	84.173	262-719209-2023-0035 262-000559-2024-0035 262-000559-2025-0035	-	649,843
<b>Total Special Education (IDEA) Cluster</b>			-	<b>18,389,299</b>
Career and Technical Education - Basic Grants to States	84.048	400-700441-2023-0035 400-000552-2024-0035-G 400-000552-2025-0035	-	1,553,354
Education for Homeless Children and Youth	84.196	310-781944-2024-0035 310-000734-2025-0035	-	108,194
Twenty-First Century Community Learning Centers	84.287	646-000627-2024-0035-G 644-804494-2024-0035 645-790564-2024-0035 645-000817-2025-0035 645-000884-2025-0035 647-000745-2025-0035	-	897,660

See accompanying Notes to Schedule of Expenditures of Federal Awards.

**CITY OF BOSTON, MASSACHUSETTS  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)  
YEAR ENDED JUNE 30, 2025**

Federal Grantor/Pass-Through Grantor/Program	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Passed Through to Subrecipients	Total Federal Expenditures
<b>U.S. DEPARTMENT OF EDUCATION (continued)</b>				
Passed Through MA Department of Elementary and Secondary Education (continued):				
English Language Acquisition State Grants	84.365	180-719236-2023-0035 180-000547-2024-0035 180-000547-2025-0035	\$ -	\$ 3,481,367
Supporting Effective Instruction State Grants	84.367	140-719215-2023-0035 140-000546-2024-0035-G 140-000546-2025-0035	-	3,262,388
Student Support and Academic Enrichment Program	84.424	309-719226-2023-0035 309-000548-2024-0035 309-000548-2025-0035	-	2,609,388
COVID-19 Elementary and Secondary School Emergency Relief (ESSER) Fund	84.425D	115-511413-2022-0035 434-511562-2022-0035	-	255,469
COVID-19 American Rescue Plan - Elementary and Secondary School Emergency Relief (ARP ESSER)	84.425U	119-532940-2022-0035 160-710610-2023-0035 160-793072-2024-0035 202-802782-2024-0035 332-793108-2024-0035 339-000652-2024-0035 349-798718-2024-0035 599-782492-2024-0035 653-785493-2024-0035 729-784162-2024-0035 160-805975-2025-0035 202-000767-2025-0035	1,780,299	64,546,671
COVID-19 American Rescue Plan - Elementary and Secondary School Emergency Relief - Homeless Child and Youth	84.425W	302-615711-2022-0035	-	202,192
Total COVID-19 - Education Specialization Fund			<u>1,780,299</u>	<u>65,004,332</u>
Passed Through National Board for Professional Teaching Standards:				
Supporting Effective Educator Development Grant Programs	84.423	S423A220022-23C	-	166,885
<b>Total U.S. Department of Education</b>			<u><b>1,780,299</b></u>	<u><b>162,631,885</b></u>
<b>U.S. CONSUMER PRODUCT SAFETY COMMISSION</b>				
Direct Programs:				
Nicholas and Zachary Burt Memorial Carbon Monoxide Poisoning Prevention Grant Program	87.003		-	98,280
<b>Total U.S. Consumer Product Safety Commission</b>			<u>-</u>	<u><b>98,280</b></u>
<b>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</b>				
Direct Programs:				
Cooperative Agreements to Promote Adolescent Health through School-Based Surveillance and Risk Behavior Reduction	93.079		-	376,485
Congressional Directives	93.493		-	319,928
Passed Through MA Executive Office of Aging and Independence:				
Special Programs for the Aging, Title VII, Chapter 2, Long Term Care Ombudsman Services for Older Individuals	93.042	CT-ELD-TITLE3FEDYR24BOSTCOM CT-ELD-TITLE3FEDYR25BOSTCOM	178,267	178,267
COVID-19 - Special Programs for the Aging, Title VII, Chapter 2, Long Term Care Ombudsman Services for Older Individuals		CT-ELD-0366-AMERICANRESCUEBOSTON	101,643	101,643
Total Special Programs for the Aging, Title VII, Chapter 2, Long Term Care Ombudsman Services for Older Individuals			<u>279,910</u>	<u>279,910</u>
Special Programs for the Aging, Title III, Part D, Disease Prevention and Health Promotion Services	93.043	CT-ELD-TITLE3FEDYR23BOSTCOM CT-ELD-TITLE3FEDYR24BOSTCOM CT-ELD-TITLE3FEDYR25BOSTCOM	46,866	572,601
COVID-19 - Special Programs for the Aging, Title III, Part D, Disease Prevention and Health Promotion Services	93.043	CT-ELD-0366-AMERICANRESCUEBOSTON	87,565	131,753
Total Special Programs for the Aging, Title III, Part D, Disease Prevention and Health Promotion Services			<u>134,431</u>	<u>704,354</u>

See accompanying Notes to Schedule of Expenditures of Federal Awards.

**CITY OF BOSTON, MASSACHUSETTS  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)  
YEAR ENDED JUNE 30, 2025**

Federal Grantor/Pass-Through Grantor/Program	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Passed Through to Subrecipients	Total Federal Expenditures
<b>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES (continued)</b>				
Passed Through MA Executive Office of Aging and Independence (continued):				
National Family Caregiver Support, Title III, Part E	93.052	CT-ELD-TITLE3FEDYR21BOSTCOM CT-ELD-TITLE3FEDYR22BOSTCOM CT-ELD-TITLE3FEDYR23BOSTCOM CT-ELD-TITLE3FEDYR24BOSTCOM	\$ 364,405	\$ 473,333
COVID-19 National Family Caregiver Support, Title III, Part E		CT-ELD-0366-AMERICANRESCUEBOSTON	231,593	231,593
Total National Family Caregiver Support, Title III, Part E			595,998	704,926
<i>Aging Cluster:</i>				
Title III, Part B: Supportive Services Supportive Services and Senior Centers Title III, Part B	93.044	TITLE3FEDYR23BOSTCOM TITLE3FEDYR24BOSTCOM TITLE3FEDYR25BOSTCOM	897,089	1,187,626
COVID-19 - Title III, Part B: Supportive Services Supportive Services and Senior Centers Title III, Part B		AMERICANRESCUEBOSTON	584,294	622,567
Total Title III, Part B: Supportive Services Supportive Services and Senior Centers Title III, Part B			1,481,383	1,810,193
Special Programs for the Aging, Title III, Part C, Nutrition Services	93.045	TITLE3FEDYR23BOSTCOM TITLE3FEDYR24BOSTCOM TITLE3FEDYR25BOSTCOM	3,218,726	3,218,726
COVID-19 - Special Programs for the Aging, Title III, Part C, Nutrition Services		AMERICANRESCUEBOSTON	12,136	12,136
Total Special Programs for the Aging, Title III, Part C, Nutrition Services			3,230,862	3,230,862
Nutritional Services Incentive Program	93.053	NSIPPROGRAM2023BOSTN NSIPPROGRAM2024BOSTN NSIPPROGRAM2025BOSTN	976,973	1,987,193
Total Aging Cluster			5,689,218	7,028,248
Passed Through MA Department of Elementary and Secondary Education:				
Every Student Succeeds Act/Preschool Development Grants	93.434	25662	\$ -	\$ 672,566
Refugee and Entrant Assistance State/ Replacement Designee Administered Programs	93.566	652-800342-2024-0035 652-806925-2025-0035	-	35,856
<b>Total U.S. Department of Health and Human Services</b>			<b>6,699,557</b>	<b>10,122,273</b>
<b>U.S. CORPORATION FOR NATIONAL AND COMMUNITY SERVICES</b>				
Direct Programs:				
Retired and Senior Volunteer Program	94.002		-	152,713
<i>Foster Grandparent/Senior Companion Cluster:</i>				
Senior Companions Programs	94.016		-	304,278
Total Foster Grandparent/Senior Companion Cluster			-	304,278
<b>Total Corporation for National and Community Services</b>			<b>-</b>	<b>456,991</b>
<b>U.S. DEPARTMENT OF HOMELAND SECURITY</b>				
Direct Programs:				
Port Security Grant Program	97.056		-	57,616
Securing the Cities Program	97.106		2,607	1,583,898
Assistance to Firefighters Grant	97.044		-	1,667,552
Staffing for Adequate Fire and Emergency Response	97.083		-	4,591,510

See accompanying Notes to Schedule of Expenditures of Federal Awards.

**CITY OF BOSTON, MASSACHUSETTS  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)  
YEAR ENDED JUNE 30, 2025**

Federal Grantor/Pass-Through Grantor/Program	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Passed Through to Subrecipients	Total Federal Expenditures
<b>U.S. DEPARTMENT OF HOMELAND SECURITY (continued):</b>				
Passed Through Massachusetts Emergency Management Agency:				
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	025-07000-00	\$ -	\$ 545,842
Emergency Management Performance Grants	97.042	FY23EMPG2200000BOSTO FY24EMPG2200000BOSTO FY25EMPG2200000BOSTO	-	99,754
Building Resilient Infrastructure and Communities	97.047	LPDM22003BOSTON00000	-	158,915
Passed Through MA Executive Office of Public Safety:				
Homeland Security Grant Program	97.067	BOSTONFFY20UASI BOSTONFFY21UASI BOSTONFFY2022UASI BOSTONFFY23UASI BOSTONFFY24UASI	5,832,828	15,550,479
Regional Catastrophic Preparedness Grant Program	97.111	EMB-2022-CA-00007	110,041	450,574
Passed-Through the MA Executive Office of Housing and Livable Communities				
Shelter and Services Program	97.141	EMW-2023-SP-05014 CT-EHS-25EHS102CITYOFBOSTKA	440,854	643,732
<b>Total U.S. Department of Homeland Security</b>			<b>6,386,330</b>	<b>25,349,872</b>
<b>Total Expenditures of Federal Awards</b>			<b>\$ 91,985,886</b>	<b>\$ 586,978,147</b>

See accompanying Notes to Schedule of Expenditures of Federal Awards.

**CITY OF BOSTON, MASSACHUSETTS  
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
JUNE 30, 2025**

**NOTE 1 REPORTING ENTITY**

The basic financial statements of the City of Boston, Massachusetts (the City) include various component units that have separate single audits conducted in accordance with the Uniform Guidance. The accompanying schedule of expenditures of federal awards presents the activity of federal financial assistance programs of the City, exclusive of component units.

All federal awards received directly from federal agencies, as well as federal awards passed through other governmental agencies, are included on the schedule of expenditures of federal awards.

**NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The accounting and reporting policies of the City are set forth below:

**Basis of Presentation**

The accompanying schedule of expenditures of federal awards is presented using the accrual basis of accounting.

**School Breakfast/Lunch Programs**

The City accounts for local, state, and federal expenditures of the National School Lunch and School Breakfast programs in a combined fund.

**Food Nutrition Service Programs (ALN No. 10.555/10.558/10.559/10.582)**

Program expenditures in the accompanying schedule of expenditures of federal awards represent total federal reimbursements for meals provided during fiscal 2025.

**National School Lunch (ALN No. 10.555)**

Noncash contributions of commodities under the National School Lunch Program are received under a state distribution formula and are valued at federally published wholesale prices for purposes of the schedule of federal awards. During fiscal 2025, the City received \$1,609,848 of noncash contributions of commodities passed through the Commonwealth of Massachusetts. These commodities are not recorded in the financial records, although memorandum records are maintained.

**NOTE 3 HOME INVESTMENT PARTNERSHIPS PROGRAM LOANS (ALN NO. 14.239)**

Total expenditures in the accompanying schedule of expenditures of federal awards for the HOME Investment Partnerships (HOME) program include the total amount of new loans made during fiscal year 2025, as well as the unpaid principal balance from loans originated in previous years that are subject to continuing compliance requirements, as defined by the Uniform Guidance. As of June 30, 2025, the HOME program had year-end loan balances subject to continuing compliance requirements of \$153,806,551.

**CITY OF BOSTON, MASSACHUSETTS  
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
JUNE 30, 2025**

**NOTE 4   INDIRECT COST RATE**

The City has elected to not use the de minimus indirect cost rate as discussed in Section 200.514 of the Uniform Guidance.

**CITY OF BOSTON, MASSACHUSETTS  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
YEAR ENDED JUNE 30, 2025**

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***Section I – Summary of Auditors’ Results***

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***Financial Statements***

1. Type of auditors’ report issued: Unmodified
2. Internal control over financial reporting:
- Material weakness(es) identified? \_\_\_\_\_ yes        x   no
  - Significant deficiency(ies) identified?   x   yes      \_\_\_\_\_ none reported
3. Noncompliance material to financial statements noted? \_\_\_\_\_ yes        x   no

***Federal Awards***

1. Internal control over major federal programs:
- Material weakness(es) identified?   x   yes      \_\_\_\_\_ no
  - Significant deficiency(ies) identified?   x   yes      \_\_\_\_\_ none reported
2. Type of auditors’ report issued on compliance for major federal programs: See table below
3. Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?   x   yes      \_\_\_\_\_ no

Dollar threshold used to distinguish between Type A and Type B programs:

\$   3,000,000  

Auditee qualified as low-risk auditee?

\_\_\_\_\_ yes        x   no

**CITY OF BOSTON, MASSACHUSETTS  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)  
YEAR ENDED JUNE 30, 2025**

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***Section I – Summary of Auditors’ Results (Continued)***

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***Identification of Major Federal Programs***

Major Program	Assistance Listing	Opinion
Economic Development Cluster	11.307	Qualified
Home Investment Partnerships Program	14.239	Unmodified
Housing Opportunities for Persons with AIDS	14.241	Qualified
Coronavirus State and Local Fiscal Recovery Fund	21.027	Unmodified
English Language Acquisition State Grants	84.365	Qualified
Student Support and Academic Enrichment Program	84.424	Unmodified
Aging Cluster	93.044, 93.045, 93.053	Unmodified
Homeland Security Grant Program	97.067	Unmodified

CITY OF BOSTON, MASSACHUSETTS  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)  
YEAR ENDED JUNE 30, 2025

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***Section II – Financial Statement Findings***

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**2025 – 001: Accounts Receivable (Intergovernmental)**

Type of Finding:

- Significant Deficiency in Internal Control Over Financing Reporting

**Condition:** During our testing of intergovernmental accounts receivable, we identified certain reported amounts that were overstated and lacked supporting documentation.

**Criteria or specific requirement:** Management is responsible for 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.

**Effect:** Overstatement of intergovernmental accounts receivable totaling approximately \$4,900,000, which resulted in a passed audit adjustment.

**Cause:** Inadequate internal control policies and procedures surrounding the recognition and reconciliation of intergovernmental accounts receivable.

**Repeat finding:** No

**Recommendation:** We recommend the City strengthen the internal controls surrounding the review of year-end intergovernmental accounts receivable balances within the City's accounting system. The City should ensure timely and accurate recognition of balances throughout the year and at year-end.

**Views of responsible officials and planned corrective actions:** The City will review and update their procedures and controls surrounding receivables to ensure all receivable balances have appropriate supporting documentation.

**CITY OF BOSTON, MASSACHUSETTS  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)  
YEAR ENDED JUNE 30, 2025**

**Section III – Findings and Questioned Costs – Major Federal Programs**

**Matrix of Findings by Federal Agency and Federal Program**

Major Federal Program	Federal Agency (Prefix)	Assistance Listing	Finding Number	Internal Control		Compliance		Compliance Requirement
				Material Weakness	Significant Deficiency	Material Noncompliance	Other Matter	
Economic Development Cluster	U.S. DOC (11)	11.307	2025-002	X		X		Reporting - FFATA
Housing Opportunities for Persons with Aids	HUD (14)	14.241	2025-003	X		X		Special Tests and Provisions – Housing Quality Standards
English Language Acquisition State Grants	U.S. DOE (84)	84.365	2025-004	X		X		Allowable Costs / Cost Principles - Time and Effort Reporting
English Language Acquisition State Grants	U.S. DOE (84)	84.365	2025-005	X			X	Period of Performance Allowable Costs / Cost Principles
English Language Acquisition State Grants	U.S. DOE (84)	84.365	2025-006		X			Special Tests and Provisions – Participation of Private School Children
Student Support and Academic Enrichment	U.S. DOE (84)	84.424	2025-007	X				Special Tests and Provisions – Participation of Private School Children
Homeland Security Grant Program (HSGP)	U.S. DHS (97)	97.067	2025-008		X		X	Subrecipient Monitoring

**CITY OF BOSTON, MASSACHUSETTS  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)  
YEAR ENDED JUNE 30, 2025**

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***Section III – Findings and Questioned Costs – Major Federal Programs (Continued)***

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**Reference Number:** 2025-002  
**Prior Year Finding:** No  
**Federal Agency:** U.S. Department Commerce  
**Federal Program:** Economic Development Cluster  
**City Department:** Mayor’s Office of Workforce Development (OWD)  
**Assistance Listing Number:** 11.307  
**Federal Award Number and Year:** ED22HDQ3070112 (9/1/2022 – 9/1/2026)  
ED22HDQ3070112 (7/2/2024 – 9/1/2026)  
**Compliance Requirement:** Reporting – Federal Funding Accountability and Transparency Act (FFATA)  
**Type of Finding:** Material Weakness in Internal Control Over Compliance, Material Noncompliance

**Criteria or specific requirement:**

*Compliance:* Per the Federal Funding Accountability and Transparency Act (FFATA), prime (direct) recipients of grants or cooperative agreements are required to report first-tier subawards of \$30,000 or more to the Federal Funding Accountability and Transparency Act Subaward Reporting System (FSRS). Reports must be filed in FSRS by the end of the month following the month in which the prime recipient awards any sub-grant greater than or equal to \$30,000. If the initial award is below \$30,000 but subsequent grant modifications result in a total award equal to or over \$30,000, the award will be subject to the reporting requirements as of the date the award exceeds \$30,000. If the initial award equals or exceeds \$30,000 but funding is subsequently de-obligated such that the total award amount falls below \$30,000, the award continues to be subject to FFATA reporting requirements. On March 8, 2025, FSRS.gov was retired, and all subaward reporting data and functionality transitioned to SAM.gov after that date.

The following key data elements must be reported: Subawardee Name and Data Universal Numbering System (DUNS) number; Amount of Subaward (inclusive of modifications); Subaward Obligation/Action Date; Date of Report Submission; Subaward Number; Project Description; and Names and Compensation of Highly Compensated Officers. (Names and Compensation of Highly Compensated Officers must only be reported when the entity in the preceding fiscal year received 80 percent or more of its annual gross revenues in Federal awards; and \$30,000,000 or more in annual gross revenues from Federal awards; and the public does not have access to this information about the compensation of the senior executives of the entity through periodic reports filed under section 13(a) or 15(d) of the Securities Exchange Act of 1934 (15 U.S.C. §§ 78m(a), 78o(d)) or section 6104 of the Internal Revenue Code of 1986.)

*Control:* Per 2 CFR section 200.303(a), a non-Federal entity must: Establish and maintain effective internal control over the Federal award that provides reasonable assurance that the non-Federal entity is managing the Federal award in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award. These internal controls should comply with guidance in “Standards for Internal Control in the Federal Government” issued by the Comptroller General of the United States or the “Internal Control Integrated Framework”, issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO).

**CITY OF BOSTON, MASSACHUSETTS  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)  
YEAR ENDED JUNE 30, 2025**

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***Section III – Findings and Questioned Costs – Major Federal Programs (Continued)***

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**Condition:**

The OWD did not report subaward information in accordance with FFATA requirements.

**Context:**

The OWD informed auditors that no subawards were reported. Therefore, a sample was unavailable for testing.

**Cause:**

The OWD does not have procedures or controls regarding subaward reporting in accordance with FFATA requirements.

**Effect:**

Subawards were not reported in accordance with FFATA requirements.

**Questioned costs:**

None noted.

**Recommendation:**

We recommend the OWD develop procedures and internal controls to ensure that all required subawards are reported timely and accurately to SAM.gov no later than the end of the month following the month of issuance of each subaward.

**Views of responsible officials:** Management agrees with the finding.

**CITY OF BOSTON, MASSACHUSETTS  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)  
YEAR ENDED JUNE 30, 2025**

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***Section III – Findings and Questioned Costs – Major Federal Programs (continued)***

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**Reference Number:** 2025-003  
**Prior Year Finding:** No  
**Federal Agency:** Department of Housing and Urban Development  
**Federal Program:** Housing Opportunities for Persons with Aids  
**City Department:** Mayor’s Office of Housing (MOH)  
**Assistance Listing Number:** 14.241  
**Federal Award Number and Year:** MAH21-F001 (8/6/2021-8/6/2024)  
MAH22-F001 (8/22/2022-8/22/2025)  
MAH23-F001 (7/13/2023-7/13/2026)  
MAH24-F001 (9/9/2024-9/9/2027)  
**Compliance Requirement:** Special Tests and Provisions – Housing Quality Standards  
**Type of Finding:** Material Weakness in Internal Control Over Compliance,  
Material Noncompliance

**Criteria or specific requirement:**

*Compliance:* Per 24 CFR sections 574.310(b)(1)-(2), the following standards apply for all housing for which HOPWA funds are used under § 574.300(b)(3), (4), (5), and (8).

- 1) State and local requirements. Each recipient of assistance under this part must provide safe and sanitary housing that is in compliance with all applicable State and local housing codes, licensing requirements, and any other requirements in the jurisdiction in which the housing is located regarding the condition of the structure and the operation of the housing.
- 2) HUD housing standards. Except for such variations as are proposed by the grantee and approved by HUD, the housing must meet the standards for HUD housing in 24 CFR 5.703, except that:
  - i. As applied to HOPWA, “HUD housing” in 24 CFR 5.703 means the units eligible persons occupy or will occupy, systems equipment that directly services those units, items and components within the primary and secondary means of egress from those units’ doors to the public way, and common features related to the residential use of the building (e.g., the laundry room, community room, mail room).
  - ii. Housing that continues to meet the HOPWA housing quality standards that applied when the eligible person(s) moved into that housing shall not be required to meet new or different standards under 24 CFR 5.703.

*Control:* Per 2 CFR section 200.303(a), a non-Federal entity must: Establish and maintain effective internal control over the Federal award that provides reasonable assurance that the non-Federal entity is managing the Federal award in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award. These internal controls should comply with guidance in “Standards for Internal Control in the Federal Government” issued by the Comptroller General of the United States or the “Internal Control Integrated Framework”, issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO).

**Condition:**

MOH did not perform required housing quality inspections.

**Context:**

For seven of nine housing units selected for testing, MOH did not perform the required housing quality inspections.

**CITY OF BOSTON, MASSACHUSETTS  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)  
YEAR ENDED JUNE 30, 2025**

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***Section III – Findings and Questioned Costs – Major Federal Programs (continued)***

---

**Cause:**

MOH's procedures and internal controls were not sufficient to ensure that all required housing quality inspections were performed.

**Effect:**

Not performing the required housing quality inspections may result in the City providing support for housing units that do not meet housing quality standards.

**Questioned costs:**

Undetermined.

**Recommendation:**

We recommend MOH review and enhance internal controls and procedures to ensure that required inspections are performed timely.

**Views of responsible officials:** Management agrees with the finding.

**CITY OF BOSTON, MASSACHUSETTS  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)  
YEAR ENDED JUNE 30, 2025**

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***Section III – Findings and Questioned Costs – Major Federal Programs (continued)***

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**Reference Number:** 2025-004  
**Prior Year Finding:** No  
**Federal Agency:** Department of Education  
**Federal Program:** English Language Acquisition State Grants  
**City Department:** Boston Public Schools (BPS)  
**Assistance Listing Number:** 84.365  
**Federal Award Number and Year:** S365A220021 (7/1/2022)  
S365A230021 (7/1/2023)  
S365A240021 (7/1/2024)  
**Pass-through Agency:** Massachusetts Department of Elementary and Secondary Education  
**Pass-through Identifying Number and Year:** 180-719236-2023-0035 (10/4/2022-9/30/2024)  
180-000547-2024-0035 (9/12/2023-9/30/2025)  
180-000547-2025-0035 (9/13/2024-9/30/2026)  
**Compliance Requirement:** Allowable Costs/Cost Principles – Time and Effort Reporting  
**Type of Finding:** Material Weakness in Internal Control Over Compliance,  
Material Noncompliance

**Criteria or specific requirement:**

*Compliance:* 2 CFR Section 200.430 (8)(i) Standards for Documentation of Personnel Expenses states that: Charges to Federal awards for salaries and wages must be based on records that accurately reflect the work performed. These records must:

- i. Be supported by a system of internal control which provides reasonable assurance that the charges are accurate, allowable, and properly allocated;
- ii. Be incorporated into the official records of the non-Federal entity;
- iii. Reasonably reflect the total activity for which the employee is compensated by the non-Federal entity, not exceeding 100% of compensated activities;
- iv. Encompass both federally assisted, and all other activities compensated by the non-Federal entity on an integrated basis, but may include the use of subsidiary records as defined in the non-Federal entity's written policy;
- v. Comply with the established accounting policies and practices of the non-Federal entity;
- vi. Support the distribution of the employee's salary or wages among specific activities or cost objectives if the employee works on more than one Federal award; a Federal award and non-Federal award; an indirect cost activity and a direct cost activity; two or more indirect activities which are allocated using different allocation bases; or an unallowable activity and a direct or indirect cost activity.

*Control:* Per 2 CFR section 200.303(a), a non-Federal entity must: Establish and maintain effective internal control over the Federal award that provides reasonable assurance that the non-Federal entity is managing the Federal award in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award. These internal controls should comply with guidance in “Standards for Internal Control in the Federal Government” issued by the Comptroller General of the United States or the “Internal Control Integrated Framework”, issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO).

**CITY OF BOSTON, MASSACHUSETTS  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)  
YEAR ENDED JUNE 30, 2025**

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***Section III – Findings and Questioned Costs – Major Federal Programs (continued)***

---

**Condition:**

BPS did not have evidence of time and effort certifications.

**Context:**

For eight of forty transactions tested, no documentation related to time and effort certifications was maintained by BPS.

**Cause:**

BPS controls were not sufficient to ensure that time and effort reporting was performed and documented, in accordance with federal requirements.

**Effect:**

There is an increased risk of charging unallowed costs to the program.

**Questioned costs:**

\$21,174

**Recommendation:**

We recommend BPS should enhance procedures, implement proper controls, and perform additional training over time and effort reporting. BPS should not seek federal reimbursement unless it can substantiate that the time and effort was dedicated to the federal program. Documentation should be readily available for audit.

**Views of responsible officials:** Management agrees with the finding.

**CITY OF BOSTON, MASSACHUSETTS  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)  
YEAR ENDED JUNE 30, 2025**

---

***Section III – Findings and Questioned Costs – Major Federal Programs (continued)***

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**Reference Number:** 2025-005  
**Prior Year Finding:** No  
**Federal Agency:** Department of Education  
**Federal Program:** English Language Acquisition State Grants  
**City Department:** Boston Public Schools (BPS)  
**Assistance Listing Number:** 84.365  
**Federal Award Number and Year:** S365A240021 (7/1/2024)  
**Pass-through Agency:** Massachusetts Department of Elementary and Secondary Education  
**Pass-through Identifying Number and Year:** 180-000547-2025-0035 (9/13/2024-9/30/2026)  
**Compliance Requirement:** Period of Performance, Allowable Costs/Cost Principles  
**Type of Finding:** Material Weakness in Internal Control Over Compliance, Other Matters

**Criteria or specific requirement:**

*Compliance:* A non-federal entity may charge only allowable costs incurred during the approved budget period of a federal award's period of performance and any costs incurred before the federal awarding agency or pass-through entity made the federal award that were authorized by the federal awarding agency or pass-through entity (2 CFR sections 200.308 200.309 and 200.403(h)). A period of performance may contain one or more budget periods.

2 CFR Section 200.430 (8)(i) Standards for Documentation of Personnel Expenses states that: Charges to Federal awards for salaries and wages must be based on records that accurately reflect the work performed. These records must:

- i. Be supported by a system of internal control which provides reasonable assurance that the charges are accurate, allowable, and properly allocated;
- ii. Be incorporated into the official records of the non-Federal entity;
- iii. Reasonably reflect the total activity for which the employee is compensated by the non-Federal entity, not exceeding 100% of compensated activities;
- iv. Encompass both federally assisted, and all other activities compensated by the non-Federal entity on an integrated basis, but may include the use of subsidiary records as defined in the non-Federal entity's written policy;
- v. Comply with the established accounting policies and practices of the non-Federal entity;
- vi. Support the distribution of the employee's salary or wages among specific activities or cost objectives if the employee works on more than one Federal award; a Federal award and non-Federal award; an indirect cost activity and a direct cost activity; two or more indirect activities which are allocated using different allocation bases; or an unallowable activity and a direct or indirect cost activity.

*Control:* Per 2 CFR section 200.303(a), a non-Federal entity must: Establish and maintain effective internal control over the Federal award that provides reasonable assurance that the non-Federal entity is managing the Federal award in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award. These internal controls should comply with guidance in "Standards for

**CITY OF BOSTON, MASSACHUSETTS  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)  
YEAR ENDED JUNE 30, 2025**

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***Section III – Findings and Questioned Costs – Major Federal Programs (continued)***

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Internal Control in the Federal Government” issued by the Comptroller General of the United States or the “Internal Control Integrated Framework”, issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO).

**Condition:**

BPS charged costs to the federal grant before the grant’s allowable period of performance. BPS also did not have evidence of timely supervisory review and approval of employee time summary reports.

**Context:**

For five of eight transactions tested during the beginning of the period of performance for the FY 2025 award, costs were incurred prior to the period of performance start date. The period of performance start date was September 13, 2024 and the expenditures were incurred on August 26, 2024.

For eight of eight transactions tested during the beginning of the period of performance for the FY 2025 award, the payroll department time summary report was not signed and approved timely by the Department head. The department time summary reports were signed and approved subsequent to selection by auditors, approximately sixteen months after the end of the pay period.

**Cause:**

BPS’ procedures and internal controls were not operating effectively to ensure that expenditures were charged to the correct grant year. BPS’ controls were not sufficient to ensure that time and effort reporting was performed and documented in a timely manner, in accordance with federal requirements.

**Effect:**

Costs could be deemed unallowable by the awarding agency if funds are expended prior to the allowable period of performance. There is an increased risk of charging unallowed costs to the program.

**Questioned costs:**

Below the reportable threshold.

**Recommendation:**

We recommend BPS review and enhance its procedures and internal controls to ensure it charges expenditures to the program that are incurred within an award’s allowable period of performance. BPS should enhance procedures, implement proper controls, and perform additional training over time and effort reporting. BPS should not seek federal reimbursement unless it can substantiate that the time and effort was dedicated to the federal program. Documentation should be readily available for audit.

**Views of responsible officials:** Management agrees with the finding.

**CITY OF BOSTON, MASSACHUSETTS  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)  
YEAR ENDED JUNE 30, 2025**

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***Section III – Findings and Questioned Costs – Major Federal Programs (continued)***

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**Reference Number:** 2025-006  
**Prior Year Finding:** No  
**Federal Agency:** Department of Education  
**Federal Program:** English Language Acquisition State Grants  
**City Department:** Boston Public Schools (BPS)  
**Assistance Listing Number:** 84.365  
**Federal Award Number and Year:** S365A220021 (7/1/2022)  
S365A230021 (7/1/2023)  
S365A240021 (7/1/2024)  
**Pass-through Agency:** Massachusetts Department of Elementary and Secondary Education  
**Pass-through Identifying Number and Year:** 180-719236-2023-0035 (10/4/2022-9/30/2024)  
180-000547-2024-0035 (9/12/2023-9/30/2025)  
180-000547-2025-0035 (9/13/2024-9/30/2026)  
**Compliance Requirement:** Special Tests and Provisions – Participation of Private School Children  
**Type of Finding:** Significant Deficiency in Internal Control Over Compliance

**Criteria or specific requirement:**

*Compliance:* For programs under Title VIII of the ESEA (Assistance Listing 84.011, 84.365, 84.367, and 84.424), an agency, consortium, or entity receiving financial assistance under an applicable program must provide eligible private school children and their teachers or other education personnel with equitable services or other benefits under the program. Before an agency, consortium, or entity makes any decision that affects the opportunity of eligible private school children, teachers, and other educational personnel to participate, the agency, consortium, or entity must engage in timely and meaningful consultation with private school officials. Expenditures for services and benefits to eligible private school children and their teachers and other education personnel must be equal on a per-pupil basis to the expenditures for participating public school children and their teachers and other educational personnel, taking into account the number and education needs of the children, teachers and other education personnel to be services (Section 8501 of ESEA (20 USC 7881); 34 CFR sections 299.6 through 299.9).

The control of funds used to provide equitable services to eligible private school students, teachers and other educational personnel, and families, and title to materials, equipment, and property purchased with those funds must be in a public agency and the public agency must administer the funds, materials, equipment, and property. The provision of equitable services must be by employees of a public agency or through a contract by the public agency with an individual, association, agency, or organization that is independent of the private school. The contract must be under the control of the public agency (Sections 1117(d), and 8501(d) of ESEA (20 USC 6320(d), and 7881(d); section 18005(b) of the CARES Act; 34 CFR sections 76.661, 200.64(b)(3), 200.67, and 299.9).

*Control:* Per 2 CFR section 200.303(a), a non-Federal entity must: Establish and maintain effective internal control over the Federal award that provides reasonable assurance that the non-Federal entity is managing the Federal award in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award. These internal controls should comply with guidance in “Standards for

**CITY OF BOSTON, MASSACHUSETTS  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)  
YEAR ENDED JUNE 30, 2025**

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***Section III – Findings and Questioned Costs – Major Federal Programs (continued)***

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Internal Control in the Federal Government” issued by the Comptroller General of the United States or the “Internal Control Integrated Framework”, issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO).

**Condition:**

BPS did not retain the correspondence with private schools to support the student counts reported in their enrollment calculation.

**Context:**

For five of five private schools selected for testing, BPS was unable to provide documentation to support the student counts for private school children.

**Cause:**

BPS’ procedures and internal controls were not sufficient to ensure that all supporting documentation relating to compliance with providing equitable services for eligible private school children is maintained.

**Effect:**

BPS is potentially using inaccurate or incomplete data when calculating the amount of funds available for equitable services for eligible private school children.

**Questioned costs:**

Undetermined.

**Recommendation:**

We recommend BPS review and enhance internal controls and procedures to ensure that they retain copies of correspondence with private schools to ensure completeness and accuracy of the calculation.

**Views of responsible officials:** Management agrees with the finding.

**CITY OF BOSTON, MASSACHUSETTS  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)  
YEAR ENDED JUNE 30, 2025**

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***Section III – Findings and Questioned Costs – Major Federal Programs (continued)***

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**Reference Number:** 2025-007  
**Prior Year Finding:** 2024-009  
**Federal Agency:** Department of Education  
**Federal Program:** Student Support and Academic Enrichment  
**City Department:** Boston Public Schools (BPS)  
**Assistance Listing Number:** 84.424  
**Federal Award Number and Year:** S424A220022 (7/1/2022)  
S424A230022 (7/1/2023)  
S424A240022 (7/1/2024)  
**Pass-through Agency:** Massachusetts Department of Elementary and Secondary Education  
**Pass-through Identifying Number and Year:** 309-719226-2023-0035 (10/4/2022-9/30/2024)  
309-000548-2024-0035 (9/12/2023-9/30/2025)  
309-000548-2025-0035 (9/13/2024-9/30/2026)  
**Compliance Requirement:** Special Tests and Provisions – Participation of Private School Children  
**Type of Finding:** Material Weakness in Internal Control Over Compliance

**Criteria or specific requirement:**

*Compliance:* For programs under Title VIII of the ESEA (Assistance Listing 84.011, 84.365, 84.367, and 84.424), an agency, consortium, or entity receiving financial assistance under an applicable program must provide eligible private school children and their teachers or other education personnel with equitable services or other benefits under the program. Before an agency, consortium, or entity makes any decision that affects the opportunity of eligible private school children, teachers, and other educational personnel to participate, the agency, consortium, or entity must engage in timely and meaningful consultation with private school officials. Expenditures for services and benefits to eligible private school children and their teachers and other education personnel must be equal on a per-pupil basis to the expenditures for participating public school children and their teachers and other educational personnel, taking into account the number and education needs of the children, teachers and other education personnel to be services (Section 8501 of ESEA (20 USC 7881); 34 CFR sections 299.6 through 299.9).

The control of funds used to provide equitable services to eligible private school students, teachers and other educational personnel, and families, and title to materials, equipment, and property purchased with those funds must be in a public agency and the public agency must administer the funds, materials, equipment, and property. The provision of equitable services must be by employees of a public agency or through a contract by the public agency with an individual, association, agency, or organization that is independent of the private school. The contract must be under the control of the public agency (Sections 1117(d), and 8501(d) of ESEA (20 USC 6320(d), and 7881(d); section 18005(b) of the CARES Act; 34 CFR sections 76.661, 200.64(b)(3), 200.67, and 299.9).

*Control:* Per 2 CFR section 200.303(a), a non-Federal entity must: Establish and maintain effective internal control over the Federal award that provides reasonable assurance that the non-Federal entity is managing the Federal award in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award. These internal controls should comply with guidance in “Standards for Internal Control in the Federal Government” issued by the Comptroller General of the United States or

**CITY OF BOSTON, MASSACHUSETTS  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)  
YEAR ENDED JUNE 30, 2025**

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***Section III – Findings and Questioned Costs – Major Federal Programs (continued)***

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the “Internal Control Integrated Framework”, issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO).

**Condition:**

BPS did not retain the correspondence with private schools to support the student counts reported in their enrollment calculation.

**Context:**

For seven of seven private schools selected for testing, BPS was unable to provide documentation to support the student counts for private school children.

**Cause:**

BPS’ procedures and internal controls were not sufficient to ensure that all supporting documentation relating to compliance with providing equitable services for eligible private school children is maintained.

**Effect:**

BPS is potentially using inaccurate or incomplete data when calculating the amount of funds available for equitable services for eligible private school children.

**Questioned costs:**

Undetermined.

**Recommendation:**

We recommend BPS review and enhance internal controls and procedures to ensure that they retain copies of correspondence with private schools to ensure completeness and accuracy of the calculation.

**Views of responsible officials:** Management agrees with the finding.

**CITY OF BOSTON, MASSACHUSETTS  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)  
YEAR ENDED JUNE 30, 2025**

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***Section III – Findings and Questioned Costs – Major Federal Programs (continued)***

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**Reference Number:** 2025-008  
**Prior Year Finding:** No  
**Federal Agency:** Department of Homeland Security  
**Federal Program:** Homeland Security Grant Program (HSGP)  
**City Department:** Mayor’s Office of Emergency Management (OEM)  
**Assistance Listing Number:** 97.067  
**Federal Award Number and Year:** UASIFFY21 (2/8/2024-6/30/2025)  
UASIFFY22 (10/26/2022-6/30/2025)  
UASIFFY23 (10/15/2023-6/30/2026)  
**Pass-Through Agency:** Massachusetts Executive Office of Public Safety and Security  
**Pass-Through Identifying Number and Year:** BOSTONFFY21UASI (2/8/2024-6/30/2025)  
BOSTONFFY2022UASI (10/26/2022-6/30/2025)  
BOSTONFFY23UASI (10/24/2023-6/30/2026)  
**Compliance Requirement:** Subrecipient Monitoring  
**Type of Finding:** Significant Deficiency in Internal Control Over Compliance, Other Matters

**Criteria or specific requirement:**

*Compliance:* Per 2 CFR section 200.332(a) - Requirements for Pass-Through Entities states, in part, that all pass-through entities must ensure that every subaward is clearly identified to the subrecipient as a subaward and includes information at the time of the subaward and if any of these data elements change, include the changes in subsequent subaward modification. When some of this information is not available, the pass-through entity must provide the best information available to describe the Federal award and subaward.

*Control:* Per 2 CFR section 200.303(a), a non-Federal entity must: Establish and maintain effective internal control over the Federal award that provides reasonable assurance that the non-Federal entity is managing the Federal award in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award. These internal controls should comply with guidance in “Standards for Internal Control in the Federal Government” issued by the Comptroller General of the United States or the “Internal Control Integrated Framework”, issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO).

**Condition:**

OEM omitted required federal award information from subawards it issued to their subrecipients.

**Context:**

For five of five subawards selected for testing, the subaward agreement did not include the federal award identification number and the federal award date for when the Federal agency awarded the funds to the prime recipient.

**Cause:**

OEM’s procedures and internal controls were not sufficient to ensure that subawards included all required information in accordance with 2 CFR 200.332.

**CITY OF BOSTON, MASSACHUSETTS  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)  
YEAR ENDED JUNE 30, 2025**

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***Section III – Findings and Questioned Costs – Major Federal Programs (continued)***

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**Effect:**

Noncompliance with subrecipient monitoring requirements occurred. Additionally, excluding required federal grant award information at the time of the subaward may cause subrecipients and their auditors to be uninformed about specific program information and other regulations that apply to the funds they receive. There is also the potential for subrecipients to have incomplete Schedules of Expenditures of Federal Awards (SEFA) in their Single Audit reports, and federal funds may not be properly audited at the subrecipient level in accordance with the Uniform Guidance.

**Questioned costs:**

Undetermined.

**Recommendation:**

We recommend OEM review and enhance internal controls and procedures to ensure that required information is included in its subawards.

**Views of responsible officials:** Management agrees with the finding.



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