



**Powers &  
Sullivan, LLC**  
CPAs AND ADVISORS

***CITY OF LOWELL, MASSACHUSETTS***

***REPORTS ON FEDERAL AWARD PROGRAMS***

***FOR THE YEAR ENDED JUNE 30, 2022***

**CITY OF LOWELL, MASSACHUSETTS**  
**REPORTS ON FEDERAL AWARD PROGRAMS**  
**FOR THE YEAR ENDED JUNE 30, 2022**

**TABLE OF CONTENTS**

	<b>PAGE</b>
Report on internal control over financial reporting and on compliance and other matters based on an audit of financial statements performed in accordance with <i>Government Auditing Standards</i> .....	1
Report on compliance for each major federal program and report on internal control over compliance required by Uniform Guidance.....	3
Report on schedule of expenditures of federal awards required by Uniform Guidance.....	6
Schedule of expenditures of federal awards.....	7
Notes to schedule of expenditures of federal awards.....	11
Schedule of findings and questioned costs.....	12

**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 Honorable Mayor and City Council  
City of Lowell, 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 business-type activities, each major fund, and the aggregate remaining fund information of the City of Lowell, Massachusetts, as of and for the year ended June 30, 2022, (except for the Lowell Contributory Retirement System which is as of and for the year ended December 31, 2021), and the related notes to the financial statements, which collectively comprise the City of Lowell, Massachusetts' basic financial statements, and have issued our report thereon dated March 29, 2023.

**Report on Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the City of Lowell, Massachusetts' 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 of Lowell, Massachusetts' internal control. Accordingly, we do not express an opinion on the effectiveness of the City of Lowell, Massachusetts' 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 City'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 have not been identified. 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.

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

As part of obtaining reasonable assurance about whether the City of Lowell, Massachusetts' 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 determination of financial statement 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 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.

*Powers + Sullivan, LLC*

March 29, 2023

## **REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE**

### **Independent Auditor's Report**

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

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

#### **Opinion on Each Major Federal Program**

We have audited the City of Lowell, Massachusetts' 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 of Lowell, Massachusetts' major federal programs for the year ended June 30, 2022. The City of Lowell, Massachusetts' major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the City of Lowell, Massachusetts 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, 2022.

#### **Basis for Opinion on Each Major Federal Program**

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). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the City of Lowell, Massachusetts 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 opinion on compliance for each major federal program. Our audit does not provide a legal determination of the City of Lowell, Massachusetts' compliance with the compliance requirements referred to above.

#### **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 of Lowell, Massachusetts' federal programs.

## **Auditor's Responsibility 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 of Lowell, Massachusetts' 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 generally accepted auditing standards, *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 of Lowell, Massachusetts' compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *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 of Lowell, Massachusetts' 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 of Lowell, Massachusetts' 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 of Lowell, Massachusetts' 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.

## **Report on 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 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. *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 Auditor's 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. Given these limitations, during our audit we did not identify any deficiencies in internal control

over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

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.

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.

*Powers + Sullivan, LLC*

April 20, 2023

**REPORT ON SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS REQUIRED BY THE UNIFORM GUIDANCE**

**Independent Auditor's Report**

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

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of City of Lowell, Massachusetts' as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the City of Lowell, Massachusetts' basic financial statements. We issued our report thereon dated March 29, 2023, 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 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.

*Powers + Sullivan, LLC*

March 29, 2023

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

FOR THE YEAR ENDED JUNE 30, 2022

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
<b>CHILD NUTRITION CLUSTER:</b>				
U.S. DEPARTMENT OF AGRICULTURE:				
<u>Passed through Massachusetts Department of Elementary and Secondary Education:</u>				
Cash Assistance:				
School Breakfast Program.....	10.553	09-160	\$ -	\$ 2,897,896
Non-Cash Assistance (Commodities):				
National School Lunch Program.....	10.555	09-160	-	621,587
Cash Assistance:				
National School Lunch Program.....	10.555	09-160	-	7,364,693
COVID-19 - National School Lunch.....	10.555	09-160	-	866,221
Total National School Lunch Program.....			-	8,852,501
Summer Food Service Program.....	10.559	09-160	-	439,221
TOTAL CHILD NUTRITION CLUSTER.....			-	12,189,618
<b>SNAP CLUSTER:</b>				
U.S. DEPARTMENT OF LABOR:				
<u>Passed through Executive Office of Labor and Workforce Development:</u>				
Supplemental Nutrition Assistance Program.....	10.561	22CLOWWP0000000000	-	20,609
<b>ECONOMIC DEVELOPMENT CLUSTER:</b>				
U.S. DEPARTMENT OF COMMERCE:				
<u>Direct Program:</u>				
Investments for Public Works and Economic Development Facilities.....	11.300	Not Applicable	-	88,166
<b>CDBG ENTITLEMENT GRANTS CLUSTER:</b>				
U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT:				
<u>Direct Program:</u>				
Community Development Block Grants/Entitlement Grants.....	14.218	Not Applicable	2,132,834	2,425,073
<b>EMPLOYMENT SERVICE CLUSTER:</b>				
U.S. DEPARTMENT OF LABOR:				
<u>Passed through Executive Office of Labor and Workforce Development:</u>				
Employment Service/Wagner-Peyser Funded Activities.....	17.207	22CLOWWP	-	153,725
Jobs for Veterans State Grants.....	17.801	22CLOWVETSUI	-	12,435
TOTAL EMPLOYMENT SERVICE CLUSTER.....			-	166,160
<b>WORKFORCE INNOVATION AND OPPORTUNITY ACT (WIOA) CLUSTER:</b>				
U.S. DEPARTMENT OF LABOR:				
<u>Passed through Executive Office of Labor and Workforce Development:</u>				
WIOA Adult Program.....	17.258	22CLOWWIA	-	307,700
WIOA Adult Program.....	17.258	21CLOWWIA	-	134,073
Total WIOA Adult Program.....			-	441,773
WIOA Youth Activities.....	17.259	22CLOWWIA	238,398	424,718
WIOA Youth Activities.....	17.259	21CLOWWIA	-	45,201
Total WIOA Youth Activities.....			238,398	469,919
WIOA Dislocated Worker Formula Grant.....	17.278	22CLOWWIA	-	410,011
WIOA Dislocated Worker Formula Grant.....	17.278	21CLOWWIA	-	77,273
Total WIOA Dislocated Workers Formula Grant.....			-	487,284
TOTAL WIOA CLUSTER.....			238,398	1,398,976
<b>HIGHWAY SAFETY CLUSTER:</b>				
U.S. DEPARTMENT OF TRANSPORTATION:				
<u>Passed through the Massachusetts Executive Office of Public Safety and Security:</u>				
State and Community Highway Safety.....	20.600	2022MRSFLOWELL	-	38,026
National Priority Safety Programs.....	20.616	2021MRSFLOWELL	-	8,000
TOTAL HIGHWAY SAFETY CLUSTER.....			-	46,026

(Continued)

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

FOR THE YEAR ENDED JUNE 30, 2022

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
<b>SPECIAL EDUCATION CLUSTER:</b>				
U.S. DEPARTMENT OF EDUCATION:				
<u>Passed through Massachusetts Department of Elementary and Secondary Education:</u>				
Special Education-Grants to States (IDEA, Part B).....	84.027	240-534140-2022-0160	-	3,637,113
Special Education-Grants to States (IDEA, Part B).....	84.027	240-432969-2021-0160	-	1,256,030
Special Education-Grants to States (IDEA, Part B).....	84.027	240-342155-2020-0160	-	2,861
Special Education-Grants to States (IDEA, Part B).....	84.027	244-558803-2022-0160	-	139,358
COVID - 19 - Special Education-Grants to States (IDEA, Part B).....	84.027	252-615049-2022-0160	-	1,007,620
Special Education-Grants to States (IDEA, Part B).....	84.027	274-485306-2021-0160	-	67,403
Total Special Education-Grants to States (IDEA, Part B).....			-	6,110,385
Special Education Preschool Grants (IDEA, Preschool).....	84.173	262-534145-2022-0160	-	81,544
Special Education Preschool Grants (IDEA, Preschool).....	84.173	262-432970-2021-0160	-	5,718
COVID - 19 - Special Education Preschool Grants (IDEA, Preschool).....	84.173	264-615762-2022-0160	-	81,590
Special Education Preschool Grants (IDEA, Preschool).....	84.173	298-484690-2021-0160	-	3,606
Total Special Education Preschool Grants (IDEA, Preschool).....			-	172,458
TOTAL SPECIAL EDUCATION CLUSTER.....			-	6,282,843
<b>DIRECT AND PASS THROUGH PROGRAMS:</b>				
U.S. DEPARTMENT OF JUSTICE:				
<u>Direct Programs:</u>				
Edward Byrne Memorial Justice Assistance Grant Program.....	16.738	Not Applicable	-	183,296
<u>Passed through the Massachusetts Executive Office of Public Safety and Security:</u>				
Edward Byrne Memorial Justice Assistance Grant Program.....	16.738	SCEPSSFY21BJAGLOWELL	-	10,394
TOTAL DEPARTMENT OF JUSTICE.....			-	193,690
<b>DIRECT PROGRAMS:</b>				
U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT:				
<u>Direct Programs:</u>				
Emergency Shelter Grants Program.....	14.231	Not Applicable	-	35,000
COVID-19 - Emergency Shelter Grants Program.....	14.231	Not Applicable	-	1,410,338
Total Emergency Shelter Grants Program.....			-	1,445,338
HOME Investment Partnerships Program.....	14.239	Not Applicable	-	430,876
Job-Plus Pilot Initiative.....	14.895	Not Applicable	-	53,863
Lead-Based Paint Hazard Control in Privately-Owned Housing.....	14.900	Not Applicable	-	4,122
TOTAL HOUSING AND URBAN DEVELOPMENT.....			-	1,934,199
U.S. DEPARTMENT OF THE INTERIOR - NATIONAL PARKS SERVICE:				
<u>Direct Program:</u>				
Cultural Resources Management.....	15.946	Not Applicable	-	229,005
U.S. DEPARTMENT OF JUSTICE:				
<u>Direct Programs:</u>				
Grants to Encourage Arrest Policies and Enforcement of Protection Orders Program.....	16.590	Not Applicable	-	96,030
Criminal and Juvenile Justice and Mental Health Collaboration Program.....	16.745	Not Applicable	-	257,810
Comprehensive Opioid, Stimulant, and Substance Abuse Program.....	16.838	Not Applicable	-	295,725
Equitable Sharing Program.....	16.922	Not Applicable	-	245,777
TOTAL DEPARTMENT OF JUSTICE.....			-	895,342
U.S. DEPARTMENT OF TREASURY:				
<u>Direct Program:</u>				
COVID-19 - Coronavirus State and Local Fiscal Recovery Funds.....	21.027	Not Applicable	-	585,247
U.S. ENVIRONMENTAL PROTECTION AGENCY:				
<u>Direct Program:</u>				
Brownfields Assessment and Cleanup Cooperative Grants.....	66.818	Not Applicable	-	2,778
U.S. DEPARTMENT OF ENERGY:				
<u>Direct Program:</u>				
Energy Efficiency and Conservation Block Grant Program (EECBG).....	81.128	Not Applicable	-	2,180
<b>PASS-THROUGH PROGRAMS:</b>				
U.S. DEPARTMENT OF AGRICULTURE:				
<u>Passed through Massachusetts Department of Elementary and Secondary Education:</u>				
Child and Adult Care Food Program.....	10.558	09-160	-	361,032
USDA Fresh Fruit and Vegetable Program.....	10.582	09-160	-	20,414
COVID-19 - SNAP State and Local EBT Program.....	10.649	SCHOOL EBT ADMIN REIMB	-	19,027
TOTAL DEPARTMENT OF AGRICULTURE.....			-	400,473
U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT:				
<u>Passed through Executive Office of Labor and Workforce Development:</u>				
Moving to Work Demonstration Program.....	14.881	20CAREERNAVLOWELL	-	56,546
U.S. DEPARTMENT OF JUSTICE:				
<u>Passed through the Massachusetts Executive Office of Public Safety and Security:</u>				
Promoting Evidence Integration in Sex Offender Management Discretionary Grant Program.....	16.203	FY22AVPLOWELLPD00000	-	19,294

(Continued)

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

FOR THE YEAR ENDED JUNE 30, 2022

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
<b>U.S. DEPARTMENT OF LABOR:</b>				
<u>Passed through Executive Office of Labor and Workforce Development:</u>				
Unemployment Insurance.....	17.225	22CLOWNEGREA	-	37,030
Trade Adjustment Assistance.....	17.245	22CLOWTRADE	-	35,770
Trade Adjustment Assistance.....	17.245	21CLOWTRADE	-	51,113
Total Trade Adjustment Assistance.....			-	86,883
WIOA National Emergency Grants.....	17.277	21CLOWNEGREA	-	229,636
TOTAL DEPARTMENT OF LABOR.....			-	353,549
<b>U.S. DEPARTMENT OF TREASURY:</b>				
<u>Passed through Executive Office of Administration and Finance:</u>				
COVID-19 - Coronavirus Relief Fund.....	21.019	21COVIDRELIEFFUND002	-	1,422,948
<u>Passed through Massachusetts Department of Elementary and Secondary Education:</u>				
COVID-19 - Coronavirus Relief Fund.....	21.019	102-397266-2021-0160	-	97,821
COVID-19 - Coronavirus Relief Fund.....	21.019	118-400788-2021-0160	-	970,492
Total Coronavirus Relief Fund.....			-	2,491,261
<b>INSTITUTE OF MUSEUM AND LIBRARY SERVICES:</b>				
<u>Passed through Massachusetts Board of Library Commissioners:</u>				
COVID-19 - Library Services Technology Act.....	45.310	22LOWELLIBRARYCHHBC	-	13,015
<b>U.S. DEPARTMENT OF EDUCATION:</b>				
<u>Passed through Massachusetts Department of Elementary and Secondary Education:</u>				
Adult Education - Basic Grants to States.....	84.002	340-510258-2022-0160	-	1,126,449
Adult Education - Basic Grants to States.....	84.002	340-378731-2021-0160	-	102,059
Adult Education - Basic Grants to States.....	84.002	340-137839-2018-0160	-	26,546
Adult Education - Basic Grants to States.....	84.002	359-510257-2022-0160	-	251,708
Adult Education - Basic Grants to States.....	84.002	359-378732-2021-0160	-	70,337
Total Adult Education - Basic Grants to States.....			-	1,577,099
Title I Grants to Local Education Agencies.....	84.010	305-534138-2022-0160	-	5,038,405
Title I Grants to Local Education Agencies.....	84.010	305-403831-2021-0160	-	1,764,360
Title I Grants to Local Education Agencies.....	84.010	305-304317-2020-0160	-	89,677
Title I Grants to Local Education Agencies.....	84.010	305-217643-2019-0160	-	38,468
Title I Grants to Local Education Agencies.....	84.010	320-615047-2022-0160	-	54,383
Title I Grants to Local Education Agencies.....	84.010	320-420171-2021-0160	-	997
Title I Grants to Local Education Agencies.....	84.010	325-588380-2022-0160	-	109,911
Title I Grants to Local Education Agencies.....	84.010	325-456716-2021-0160	-	38,900
Title I Grants to Local Education Agencies.....	84.010	539-539221-2022-0160	-	145,491
Title I Grants to Local Education Agencies.....	84.010	539-420529-2021-0160	-	61,061
Total Title I Grants to Local Education Agencies.....			-	7,341,653
Career and Technical Education - Basic Grants to States.....	84.048	400-582069-2022-0160	-	98,043
Career and Technical Education - Basic Grants to States.....	84.048	400-433005-2021-0160	-	14,444
Total Career and Technical Education - Basic Grants to States.....			-	112,487
Education for Homeless Children and Youth.....	84.196	310-668658-2022-0160	-	51,101
Education for Homeless Children and Youth.....	84.196	310-385850-2021-0160	-	48,940
Total Education for Homeless Children and Youth.....			-	100,041
Fund for the Improvement of Education.....	84.215	S21-5E-150-154	-	51,890
Twenty-First Century Community Learning Centers.....	84.287	645-558134-2022-0160	-	1,016,447
Twenty-First Century Community Learning Centers.....	84.287	645-403721-2021-0160	-	435,185
Twenty-First Century Community Learning Centers.....	84.287	646-554665-2022-0160	-	539,945
Twenty-First Century Community Learning Centers.....	84.287	646-413216-2021-0160	-	145,871
Twenty-First Century Community Learning Centers.....	84.287	647-510899-2022-0160	-	336,070
Total Twenty-First Century Community Learning Centers.....			-	2,473,518
English Language Acquisition Grants.....	84.365	180-534137-2022-0160	-	384,603
English Language Acquisition Grants.....	84.365	180-403835-2021-0160	-	395,566
English Language Acquisition Grants.....	84.365	180-304319-2020-0160	-	29,145
English Language Acquisition Grants.....	84.365	186-670848-2022-0160	-	8,141
Total English Language Acquisition Grants.....			-	817,455
Supporting Effective Instruction State Grants.....	84.367	140-534075-2022-0160	-	254,364
Supporting Effective Instruction State Grants.....	84.367	140-403833-2021-0160	-	270,091
Supporting Effective Instruction State Grants.....	84.367	140-304318-2020-0160	-	130,045
Total Supporting Effective Instruction State Grants.....			-	654,500
Striving Readers.....	84.371	508-586579-2022-0160	-	10,262

(Continued)

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

FOR THE YEAR ENDED JUNE 30, 2022

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
Student Support and Academic Enrichment.....	84.424	309-534139-2022-0160	-	79,871
Student Support and Academic Enrichment.....	84.424	309-403836-2021-0160	-	275,540
Total Student Support and Academic Enrichment.....			-	355,411
COVID-19 - Education Stabilization Fund.....	84.425D	113-379670-2021-0160	-	136,928
COVID-19 - Education Stabilization Fund.....	84.425D	115-510168-2022-0160	-	6,466,443
COVID-19 - Education Stabilization Fund.....	84.425U	119-534091-2022-0160	-	3,276,782
COVID-19 - Education Stabilization Fund.....	84.425	120-510576-2022-0160	-	56,786
COVID-19 - Education Stabilization Fund.....	84.425D	121-510677-2022-0160	-	307,215
COVID-19 - Education Stabilization Fund.....	84.425	301-510699-2022-0160	-	25,744
COVID-19 - Education Stabilization Fund.....	84.425D	432-498049-2021-0160	-	5,760
COVID-19 - Education Stabilization Fund.....	84.425D	435-662715-2022-1542	-	50,031
COVID-19 - Education Stabilization Fund.....	84.425C	526-527641-2022-0160	-	483,980
Total Education Stabilization Fund.....			-	10,809,669
TOTAL DEPARTMENT OF EDUCATION.....			-	24,303,985
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES:				
<u>Passed through the Massachusetts Department of Public Health:</u>				
COVID-19 - Immunization and Vaccines for Children.....	93.268	INTF1208P01W21143090	-	23,128
COVID-19 - Epidemiology and Laboratory Capacity for Infectious Diseases.....	93.323	12704522	-	97,590
Preventative Health and Health Services Block Grant.....	93.991	INTF4200P01502925085	-	30,000
TOTAL DEPARTMENT OF HEALTH AND HUMAN SERVICES.....			-	150,718
U.S. DEPARTMENT OF HOMELAND SECURITY:				
<u>Passed through the Massachusetts Executive Office of Public Safety:</u>				
Emergency Management Performance Grants.....	97.042	FY21EMPG2000000LOWEL	-	14,313
TOTAL.....			\$ 2,371,232	\$ 54,263,066

See notes to schedule of expenditures of federal awards.

(Concluded)

**Note 1 – Basis of Presentation**

The accompanying Schedule of Expenditures of Federal Awards (Schedule) includes the federal award activity of the City of Lowell, Massachusetts (City) under programs of the federal government for the year ended June 30, 2022. 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 of the City, it is not intended to and does not present the financial position, changes in net position, or cash flows of the City.

**Note 2 – Summary of Significant Accounting Policies**

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

- a) **Basis of Accounting** – The accompanying Schedule of Expenditures of Federal Awards is presented on the modified accrual basis of accounting. Accordingly, expenditures are recognized when the liability is 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) **Cash Assistance – School Breakfast and Lunch Program** – Program expenditures represent federal reimbursement for meals provided during the year.
- c) **Non-Cash Assistance (Commodities) – School Lunch Program** – Program expenditures represent the value of donated foods received during the year.
- d) **Disaster grants** have been recorded the year the grant was approved.
- e) The City does not use the 10-percent de minimis indirect cost rate as allowed under the Uniform Guidance.

**A. Summary of Auditor’s Results**

1. The auditor’s report expresses an unmodified opinion on the financial statements of the City.
2. No material weaknesses or significant deficiencies relating to the audit of the basic 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 City, was 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 Program; Report on Internal Control over Compliance; and Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance.
5. The auditor’s report on compliance for the major federal award programs for the City, expresses an unmodified opinion on all major federal award programs.
6. There were no audit findings relative to the major federal award programs for the City.
7. The programs tested as major grants are as follows:

	<u>ALN #</u>
• Child Nutrition Cluster	10.553, 10.555, 10.559
• 21 <sup>st</sup> Century Community Learning Centers	84.287
• Education Stabilization Fund	84.425

8. The threshold for distinguishing Types A and B programs was \$1,627,892.
9. The City of Lowell, Massachusetts was determined to be a low-risk auditee.

**B. Findings – Financial Statements Audit**

None.

**C. Findings and Questioned Costs – Major Federal Award Programs Audit**

None.

**D. Summary Schedule of Prior Audit Findings and Questioned Costs**

None.