

**TOWN OF MASHPEE, MASSACHUSETTS
GAO AND UNIFORM GUIDANCE REPORTS
YEAR ENDED JUNE 30, 2021**



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TOWN OF MASHPEE, MASSACHUSETTS
GAO AND UNIFORM GUIDANCE REPORTS
YEAR ENDED JUNE 30, 2021

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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**

Honorable Board of Selectmen
Town of Mashpee, Massachusetts
Mashpee, 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 activities, each major fund, and the aggregate remaining fund information of Town of Mashpee, Massachusetts, as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise Town of Mashpee, Massachusetts basic financial statements, and have issued our report thereon dated June 16, 2022.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Town of Mashpee, 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 Town of Mashpee, Massachusetts' internal control. Accordingly, we do not express an opinion on the effectiveness of the Town of Mashpee, 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 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. 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.

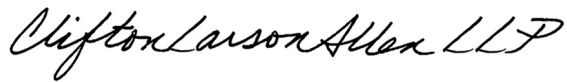
Honorable Board of Selectmen
Town of Mashpee, Massachusetts

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Town of Mashpee, 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 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*.

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

A handwritten signature in black ink that reads "CliftonLarsonAllen LLP". The signature is written in a cursive, flowing style.

CliftonLarsonAllen LLP

Boston, Massachusetts
June 16, 2022



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

Honorable Board of Selectmen
Town of Mashpee, Massachusetts
Mashpee, Massachusetts

Report on Compliance for Each Major Federal Program

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

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditors' Responsibility

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

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the Town of Mashpee, Massachusetts' compliance.

Opinion on Each Major Federal Program

In our opinion, the Town of Mashpee, 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 fiscal year ended June 30, 2021.

Report on Internal Control Over Compliance

Management of the Town of Mashpee, Massachusetts is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the Town of Mashpee, Massachusetts' internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Town of Mashpee, Massachusetts' 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 first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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

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

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Mashpee, Massachusetts, as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the basic financial statements of the Town of Mashpee, Massachusetts. We issued our report thereon dated June 16, 2022, which contained unmodified opinions on those financial statements.

Honorable Board of Selectmen
Town of Mashpee, Massachusetts

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.

A handwritten signature in black ink that reads "CliftonLarsonAllen LLP". The signature is written in a cursive, flowing style.

CliftonLarsonAllen LLP

Boston, Massachusetts

August 26, 2022, except for the Schedule of Expenditures of Federal Awards,
which is dated June 16, 2022

**TOWN OF MASHPEE, MASSACHUSETTS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2021**

Federal Grantor/ Pass-Through Grantor/ Program	Federal Assistance Listing Number	Pass-through Identifying Number	Federal Expenditures	Passed Through to Subrecipients
U.S. Department of Agriculture				
<u>Direct Programs:</u>				
Conservation Reserve Program	10.069	Not Applicable	\$ 724	\$ -
<u>Passed through the State Department of Elementary & Secondary Education:</u>				
<u>Child Nutrition Cluster</u>				
School Breakfast Program - Cash Assistance	10.553	01-172	30,444	-
National School Lunch Program - Cash Assistance	10.555	01-172	220,625	-
COVID-19 National School Lunch Program - CARES Assistance	10.555	01-172	12,431	-
National School Lunch Program - Non-Cash Assistance (Commodities)	10.555	01-172	24,850	-
Sub-Total 10.555			257,906	-
Sub-Total Child Nutrition Cluster			288,350	-
Total U.S. Department of Agriculture			289,074	-
U.S. Department of the Interior				
<u>Passed through the Massachusetts Division of Marine Fisheries:</u>				
Clean Vessel Act	15.616	CT FWE 042707-3622	1,804	-
U.S. Department of Justice				
<u>Direct Programs:</u>				
Equitable Sharing Program	16.922	Not Applicable	40	-
<u>Passed through the State Executive Office of Public Safety:</u>				
Violence Against Women Formula Grants (fiscal year 2020)	16.588	SCEPS3001VAWA20MASHP	26,694	-
Violence Against Women Formula Grants (fiscal year 2021)	16.588	SCEPS3001VAWA21MASHP	26,349	-
Sub-Total 16.588			53,043	-
AGO COPS Grant	16.710	21COPSOFMASHPEEPD000	11,251	-
Municipal Road Safety Grant	20.616	2021MRSPMASHPEEXXXX	11,683	-
Total U.S. Department of Justice			76,017	-
U.S. Department of the Treasury				
<u>Passed through the Massachusetts Office of the Treasurer</u>				
COVID-19 Coronavirus Aid, Relief, and Economic Security Act	21.019	Not Available	1,388,194	-
COVID-19 CRRF School Reopening	21.019	102-400900-2021-0172	339,310	-
<u>Passed through the Massachusetts Department of Elementary and Secondary Education:</u>				
COVID-19 Coronavirus Relief Fund School Lunch	21.019	01-172	4,181	-
Total U.S. Department of the Treasury			1,731,685	-
U.S. Department of Education				
<u>Direct Programs:</u>				
Title IV 92-138 Indian Education (fiscal year 2020)	84.006	Not Applicable	4,978	-
Title IV 92-138 Indian Education (fiscal year 2021)	84.006	Not Applicable	60,121	-
Sub-Total 84.006			65,099	-
<u>Passed through the State Department of Elementary & Secondary Education:</u>				
Title I Distribution (fiscal year 2020)	84.010	305-298571-2020-0172	29,114	-
Title I Distribution (fiscal year 2021)	84.010	305-400908-2021-0172	185,805	-
Sub-Total 84.010			214,919	-
<u>Special Education Cluster</u>				
SPED 94-142 Allocation (fiscal year 2019)	84.027	240-212584-2019-0172	8,508	-
SPED 94-142 Allocation (fiscal year 2020)	84.027	240-292258-2020-0172	84,400	-
SPED 94-142 Allocation (fiscal year 2021)	84.027	240-396437-2021-0172	283,844	-
SPED Program Improvement (fiscal year 2021)	84.027	274-482612-2021-0172	5,340	-
Sub-Total 84.027			382,092	-

See accompanying Notes to Schedule of Expenditures of Federal Awards

**TOWN OF MASHPEE, MASSACHUSETTS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2021**

Federal Grantor/ Pass-Through Grantor/ Program	Federal Assistance Listing Number	Pass-through Identifying Number	Federal Expenditures	Passed Through to Subrecipients
<u>Passed through the State Department of Early Education and Care:</u>				
<i>Special Education Cluster (continued)</i>				
SPED Early Childhood Allocation	84.173	262-396438-2021-0172	18,701	-
Early Childhood Targeted Special Education	84.173	298-482613-2021-0172	1,011	-
Subtotal 84.173			19,712	-
Subtotal Special Education Cluster			401,804	-
<u>Passed through the State Department of Elementary & Secondary Education:</u>				
Title IIA - Improving Teacher Quality	84.367	140-400906-2021-0172	38,712	-
Title IV-A (fiscal year 2020)	84.424	305-298571-2020-0172	8,069	-
Title IV-A (fiscal year 2021)	84.424	309-400909-2021-0172	2,650	-
Subtotal 84.424			10,719	-
ESSER I (School Emergency Relief fiscal year 2021)	84.425D	113-377904-2021-0172	22,128	-
ESSER II (School Emergency Relief fiscal year 2021)	84.425D	115-498088-2021-0172	82,962	-
Sub-Total 84.425			105,090	-
Total U.S. Department of Education			836,343	-
U.S. Department of Health and Human Services				
<u>Passed through the Massachusetts Department of Early Education and Care:</u>				
COVID-19 CARES Child Care and Development Block Grant	93.575	Not Available	51,500	-
<u>Passed through the State Executive Office of Health and Human Services:</u>				
<i>Medicaid Cluster</i>				
School-Based Medicaid Reimbursement Program	93.778	Not Available	148,657	-
Subtotal Medicaid Cluster			148,657	-
Total U.S. Department of Health and Human Services			200,157	-
Total Federal Expenditures			\$ 3,135,080	\$ -

See accompanying Notes to Schedule of Expenditures of Federal Awards

TOWN OF MASHPEE, MASSACHUSETTS
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2021

Note 1 – Basis of Presentation and Summary of Significant Accounting Policies

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal award activity of the Town of Mashpee, Massachusetts, under programs of the federal government for the year ended June 30, 2021. The information in this Schedule is presented in accordance with the requirements of 2 CFR 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 Town of Mashpee, Massachusetts, it is not intended to and does not present the financial position, changes in net position, or cash flows of the Town of Mashpee, Massachusetts. Expenditures reported on the Schedule are reported on the modified cash basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance for all awards with the exception of Assistance Listing 21.019, which follows criteria determined by the United States Department of Treasury for allowability of costs. Under these principles, certain types of expenditures are not allowable or are limited as to reimbursement.

Note 2 – Indirect Costs

The Town of Mashpee, Massachusetts did not elect to use the 10% de minimis indirect cost rate identified in §200.414 of the Uniform Guidance.

Note 3 – U.S. Department of Agriculture

The amount reported for the National School Lunch Program – Non-Cash Assistance (Commodities) represents nonmonetary assistance and is reported in the schedule at the fair market value of the commodities received. The amounts reported for the National School Lunch Program – Cash Assistance and School Breakfast Program – Cash Assistance represent cash receipts from federal reimbursements.

Note 4 – U.S. Department of Health and Human Services

The amount reported for the School-Based Medicaid Reimbursement Program represents federal reimbursements for the Administrative Activity Claims.

**TOWN OF MASHPEE, MASSACHUSETTS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2021**

Section I – Summary of Auditors' Results

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? _____ yes x 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? _____ yes x no
 - Significant deficiency(ies) identified? _____ yes x none reported
2. Type of auditors' report issued on compliance for major federal programs: Unmodified
3. Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? _____ yes x no

Identification of Major Federal Programs

Assistance Listing Number(s)

21.019

Name of Federal Program or Cluster

Coronavirus Aid, Relief and Economic Security Act

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

\$ 750,000

Auditee qualified as low-risk auditee?

 x yes _____ no

**TOWN OF MASHPEE, MASSACHUSETTS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2021**

Section II – Financial Statement Findings

Our audit did not disclose any matters required to be reported in accordance with *Government Auditing Standards*.

Section III – Findings and Questioned Costs – Major Federal Programs

Our audit did not disclose any findings or questioned costs related to major federal programs.