OFFERED BY COUNCILOR JULIA MEJIA



CITY OF BOSTON IN CITY COUNCIL

IN THE YEAR TWO THOUSAND TWENTY-FOUR

ORDER FOR A HEARING TO AUDIT THE DISTRIBUTION OF LOCAL, STATE, AND FEDERAL GRANTS TO SMALL BUSINESSES

WHEREAS, As of 2016, there were more than 40,000 small businesses in the City of Boston,

and of these small businesses, "micro" businesses—those with fewer than ten employees and less than \$500,000 in revenue per year—accounted for about

85%; and

WHEREAS, Small businesses are a critical component of Boston's economy, as they provide

jobs, promote innovation, and contribute to the unique character of our

neighborhoods; and

WHEREAS, The Committee on Small Businesses and Professional Licensure held a hearing

on July 11, 2024, where numerous small business owners along Blue Hill Avenue and across the city expressed a lack of transparency about and access to grants

and requested local, state, and federal financial relief; and

WHEREAS, An audit of the processes and procedures for distributing these grants will

provide insights into the efficiency, fairness, and impact of these programs, and

will identify areas for improvement; and

WHEREAS, Transparency and accountability in grant management processes, which are

conducted by the Auditing Department, are both essential to guaranteeing that funds are allocated and dispersed responsibility and in a timely manner, prioritizing businesses with the highest needs to sustain their operations and

growth; and

WHEREAS, Grants such as but not limited to the Boston Contracting Opportunity Fund,

Biz-M-Power Crowdfunding Program, and Small Business Relief Fund offer

financial assistance; and

WHEREAS, Ensuring the equitable distribution of local, state, and federal grants is crucial to

supporting Boston's diverse small business community, particularly those owned by women, minorities, immigrants, and other historically marginalized groups;

and

WHEREAS.

It is the role of the Boston City Council to: examine municipal finances; evaluate the efficiency, effectiveness, and accessibility of the City budget; review the administrative processes of departments, agencies, and programs; establish goals and objectives; collect and analyze data; and ensure funds are managed responsibly and effectively; **NOW THEREFORE BE IT**

ORDERED: That the appropriate committee of the Boston City Council hold a hearing to audit the City of Boston's accountability, transparency, and accessibility regarding the processes of distribution of local, state, and federal grants. Representatives from the Boston City Departments of Finance, Auditing, all other related departments, and members of the public are encouraged to attend.

Filed in Council: August 7, 2024