

**TOWN OF STONINGTON,
CONNECTICUT**

FEDERAL AND STATE FINANCIAL
AND COMPLIANCE REPORTS
Year Ended June 30, 2010

TOWN OF STONINGTON, CONNECTICUT

FEDERAL AND STATE FINANCIAL AND COMPLIANCE REPORTS

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SECTION 4-230 TO 4-236

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**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS
THAT COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR
PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE
WITH OMB CIRCULAR A-133 AND ON THE SCHEDULE OF EXPENDITURES OF
FEDERAL AWARDS**

To the Board of Finance
Town of Stonington, Connecticut

Compliance: We have audited the Town of Stonington, Connecticut's compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the Town of Stonington, Connecticut's major federal programs for the year ended June 30, 2010. The Town of Stonington, Connecticut's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the Town of Stonington, Connecticut's management. Our responsibility is to express an opinion on the Town of Stonington, Connecticut's compliance based on our audit.

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 OMB Circular A-133. Those standards and OMB Circular A-133 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 Stonington, Connecticut's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the Town of Stonington, Connecticut's compliance with those requirements.

In our opinion, the Town of Stonington, Connecticut complied, in all material respects, with the 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, 2010.

Internal Control Over Compliance: Management of the Town of Stonington, Connecticut is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the Town of Stonington, Connecticut's internal control over compliance with the requirements that could have a direct and material effect on a major federal program to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, 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 Stonington, Connecticut's internal control over compliance.

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

Our consideration of the 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 that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be *material weaknesses*, as defined above.

Schedule of Expenditures of Federal Awards: We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Town of Stonington, Connecticut as of and for the year ended June 30, 2010, and have issued our report thereon dated December 14, 2010. Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise the Town of Stonington, Connecticut's basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

This report is intended solely for the information and use of the management and the Board of Finance of the Town of Stonington, Connecticut and federal and state awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than those specified parties.

McGladrey & Pullen, LLP

New Haven, Connecticut
December 14, 2010

TOWN OF STONINGTON, CONNECTICUT

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2010

Federal Grantor/ Pass-Through Grantor Program or Cluster Title	Catalog of Federal Domestic Assistance Number	Pass-Through Grantor's Number	Federal Expenditures
U.S. Department of Agriculture/ Passed through the State of Connecticut Department of Education:			
Food Donation	10.550	N/A	\$ 47,250
Child Nutrition Cluster:			
Summer Food Service Program for Children	10.559	12060-SDE64370-20540	13,724
Summer Food Sponsor Admin.	10.559	12060-SDE64370-20548	5,989
National School Breakfast Program	10.553	12060-SDE64370-20508	41,617
National School Lunch Program	10.555	12060-SDE64370-20560	187,467
Special School Milk Program	10.556	12060-SDE64370-20500	1,718
Total Nutrition Cluster			<u>250,515</u>
Total U.S. Department of Agriculture			<u>297,765</u>
U.S. Department of Transportation/ Passed through the State of Connecticut Department of Transportation			
Highway Cluster:			
Highway Planning/Construction - ARRA	20.205	12062-DOT57151-29017	712,759
Highway Planning/Construction	20.205	12062-DOT57151-22108	889,650
Total Highway Cluster			<u>1,602,409</u>
Alcohol Open Container	20.207	12062-DOT57343-22091	27,076
Occupant Protection	20.602	12062-DOT57343-22093	11,067
			<u>38,143</u>
Total U.S. Department of Transportation			<u>1,640,552</u>
U. S. Department of Emergency and Homeland Security/Passed through the State of Connecticut Emergency and Homeland Security			
Emergency Management Performance Grants	97.042	12060-EHS99660-21881	8,435
U.S. Department of Education/ Passed through the State of Connecticut Department of Education:			
Special Education Cluster:			
IDEA-Part B, Section 611	84.027	12060-SDE64370-20977	501,450
IDEA-Part B, Section 611 - ARRA	84.391	12060-SDE64370-20977	304,253
IDEA-Part B, Section 619	84.173	12060-SDE64370-20983	12,642
IDEA-Part B, Section 619 - ARRA	84.392	12060-SDE64370-20983	11,659
Total Special Education Cluster			<u>830,004</u>

(Continued)

TOWN OF STONINGTON, CONNECTICUT

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS, Continued
For the Year Ended June 30, 2010

Federal Grantor/ Pass-Through Grantor Program or Cluster Title	Catalog of Federal Domestic Assistance Number	Pass-Through Grantor's Number	Federal Expenditures
U.S. Department of Education/ Passed through the State of Connecticut Department of Education:			
Carl D. Perkins Act Vocational & Technical Education Act	84.048	12060-SDE64370-20742	26,699
Title I Cluster:			
Title I - Grants to Local Education Agencies	84.010	12060-SDE64370-20679	155,664
Title I - ARRA	84.389	12060-SDE64370-20679	113,114
Total Title I Cluster			268,778
Title II - Part A - Teacher and Principal Training	84.367	12060-SDE64370-20858	69,453
Education Technology State Grants Cluster:			
Title II - ARRA	84.318	12060-SDE64370-20826	97
Title II - ARRA	84.386	12060-SDE64370-20826	2,356
Total Education Technology State Grant Cluster			2,453
Title IV - Safe & Drug Free Schools	84.186	12060-SDE64370-20873	4,934
State Fiscal Stabilization Fund Cluster			
ARRA Stabilization - Education	84.394	12060-SDE64370-29054	189,552
ARRA Stabilization - Government Services	84.397	12060-SDE64370-29053	104,510
Total State Fiscal Stabilization Fund Cluster			294,062
Total U.S. Department of Education			1,496,383
U.S. Department of Justice Passed through the State of Connecticut Department of Transportation			
Edward Byrne Memorial Justice Assistance - ARRA	16.803	N/A	30,000
U.S. Department of Housing and Urban Development/ Passed through the State Department of Economic and Community Development			
Community Development Block Grants - Small Cities Program	14.228	12060-ECD46350-20730	178,501
Economic Development Initiative Program	14.251	N/A	329,512
Total U.S. Department of Housing and Urban Development			508,013
Total Expenditures of Federal Awards			\$ 3,981,148

See Notes to Schedule.

TOWN OF STONINGTON, CONNECTICUT

**NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2010**

Note 1. Basis of Presentation

The accompanying schedule of expenditures of federal awards includes the federal grant activity of the Town of Stonington, Connecticut and is presented on the modified accrual/accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, "Audits of States, Local Governments, and Non-Profit Organizations." Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

Note 2. Contributions

U.S.D.A. Contributions:

Donated commodities in the amount of \$47,250 are included in the Department of Agriculture's Food Distribution Program (CFDA #10.550). The amount represents the market value of the commodities used during the period.

TOWN OF STONINGTON, CONNECTICUT

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2010

I. SUMMARY OF INDEPENDENT AUDITOR'S RESULTS

Financial Statements

Type of auditor's report issued: unqualified

- Material weakness(es) identified? Yes X No
- Significant deficiency(ies) identified? Yes X None Reported
- Noncompliance material to financial statements? Yes X No

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? Yes X No
- Significant deficiency(ies) identified? Yes X None Reported

Type of auditor's report issued on compliance for major programs: unqualified

- Any audit findings disclosed that are required to be reported in accordance with Section 510(a) of OMB Circular A-133? Yes X No

Identification of Major Programs

CFDA Numbers	Name of Federal Program or Cluster
84.027, 84.173, 84.391 and 84.392	Special Education Cluster
20.205, 20.219 and 23.003	Highway Cluster
14.251	Economic Development Initiative

Dollar threshold used to distinguish between type A and type B programs

 \$300,000

Auditee qualified as low-risk auditee?

 X Yes No

**TOWN OF STONINGTON, CONNECTICUT
SUMMARY OF PRIOR YEAR AUDIT FINDINGS
For the Year Ended June 30, 2010**

There were no findings related to the prior year federal single audit.



**INDEPENDENT AUDITOR'S 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 Board of Finance
Town of Stonington, Connecticut

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Town of Stonington, Connecticut as of and for the year ended June 30, 2010, which collectively comprise the Town of Stonington, Connecticut's basic financial statements, and have issued our report thereon dated December 14, 2010. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in "Government Auditing Standards," issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting: In planning and performing our audit, we considered the Town of Stonington, Connecticut's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the basic financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Town of Stonington, Connecticut's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Town of Stonington, Connecticut's internal control over financial reporting.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting 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 deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters: As part of obtaining reasonable assurance about whether the Town of Stonington, Connecticut's financial statements are free of 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."

We noted certain matters that we reported to management of the Town of Stonington, Connecticut in a separate letter dated December 14, 2010.

This report is intended solely for the information and use of the management and the Board of Finance of the Town of Stonington, Connecticut, federal and state awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than those specified parties.

McGladrey & Pullen, LLP

New Haven, Connecticut
December 14, 2010



**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS THAT
COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR PROGRAM AND ON
INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH THE STATE SINGLE
AUDIT ACT AND ON THE SCHEDULE OF EXPENDITURES OF STATE FINANCIAL
ASSISTANCE**

To the Board of Finance
Town of Stonington, Connecticut

Compliance: We have audited the Town of Stonington, Connecticut's compliance with the types of compliance requirements described in the *Office of Policy and Management Compliance Supplement* that could have a direct and material effect on each of the Town of Stonington, Connecticut's major state programs for the year ended June 30, 2010. The major state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major state programs is the responsibility of the Town of Stonington, Connecticut's management. Our responsibility is to express an opinion on the Town of Stonington, Connecticut's compliance based on our audit.

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 State Single Audit Act (C.G.S. Sections 4-230 to 4-236). Those standards and the State Single Audit Act 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 state program occurred. An audit includes examining, on a test basis, evidence about the Town of Stonington, Connecticut's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the Town of Stonington, Connecticut's compliance with those requirements.

In our opinion, the Town of Stonington, Connecticut complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major state programs for the year ended June 30, 2010.

Internal Control Over Compliance: Management of the Town of Stonington, Connecticut is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to state programs. In planning and performing our audit, we considered the Town of Stonington, Connecticut's internal control over compliance with the requirements that could have a direct and material effect on a major state program to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with the State Single Audit Act, 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 Stonington, Connecticut's internal control over compliance.

A *deficiency* in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a state program on a timely basis. A material weakness in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a state program will not be prevented, or detected and corrected, on a timely basis.

Our consideration of the 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 deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

Schedule of Expenditures of State Financial Assistance: We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Town of Stonington, Connecticut as of and for the year ended June 30, 2010, and have issued our report thereon dated December 14, 2010. Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise the Town of Stonington, Connecticut's basic financial statements. The accompanying schedule of expenditures of state financial assistance is presented for purposes of additional analysis as required by the State Single Audit Act and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

This report is intended solely for the information and use of the Board of Finance, management of the Town of Stonington, Connecticut, the Office of Policy and Management, and state awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

McGladrey & Pullen, LLP

New Haven, Connecticut
December 14, 2010

TOWN OF STONINGTON, CONNECTICUT

SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE

For the Year Ended June 30, 2010

State Grantor/Pass Through Grantor/Program Title	State Grant Program Core-CT Number	Expenditures
DEPARTMENT OF EDUCATION		
Healthy Foods	11000-SDE64370-16072	\$ 22,019
Child Nutrition Program - School Lunch State Match	11000-SDE64370-16072	10,119
Adult Education	11000-SDE64370-17030	17,252
Magnet School Transportation	11000-SDE64370-17057	28,600
Youth Service Bureaus	11000-SDE64370-17052	19,281
Your Service Bureau-Enhancement	11000-SDE64370-16201	6,250
Non-Public Health Services	11000-SDE64370-17034	9,352
Total State Department of Education		112,873
OFFICE OF POLICY AND MANAGEMENT		
Property Tax Relief for Elderly and Totally Disabled Homeowners	11000-OPM20600-17018	115,821
Property Tax Relief for Elderly Homeowners - Freeze Program	11000-OPM20600-17021	13,670
Property Tax Relief for Veterans	11000-OPM20600-17024	16,281
Property Tax Relief for Manufacturing Machinery and Equipment	11000-OPM20600-17031	89,725
Property Tax Reimbursement - Disability Exemption	11000-OPM20600-17011	1,616
Local Capital Improvement Program	11000-OPM20600-40254	320,749
Total Office of Policy and Management		557,862
DEPARTMENT OF TRANSPORTATION		
Town Aid Road Grants	12001-DOT57131-17036	82,718
Town Aid Road Grants	12001-DOT57131-43455	39,812
Total Department of Transportation		122,530
DEPARTMENT OF PUBLIC SAFETY		
Telecommunications Fund	12060-DPS32740-35190	53,472
STATE COMPTROLLER		
Boat Grant	12027-OSC15910-40211	43,635
Payment in Lieu of Taxes on State-Owned Property	11000-OSC15910-17004	22,717
Total State Comptroller		66,352
CONNECTICUT STATE LIBRARY		
Historic Documents Preservation Grant	12060-CSL66094-35150	5,000
DEPARTMENT OF ECONOMIC AND COMMUNITY DEVELOPMENT		
Urban Action Bonds	13019-ECD46350-41240	93,146
Small Town Economic Assistance Program	12052-ECD46000-41249	285,638
Total Department of Economic and Community Development		378,784
TOTAL STATE FINANCIAL ASSISTANCE BEFORE EXEMPT PROGRAMS		1,296,873

TOWN OF STONINGTON, CONNECTICUT

SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE, Continued

For the Year Ended June 30, 2010

State Grantor/Pass Through Grantor/Program Title	State Grant Program Core-CT Number	Expenditures
EXEMPT PROGRAMS		
DEPARTMENT OF EDUCATION		
School Construction Projects - Interest	13009-SDE64370-40896	3,474
School Construction Projects-Principal	13010-SDE64370-40901	168,423
Transportation for School Children - Public	11000-SDE64370-17027	37,863
Education Equalization	11000-SDE64370-17041	1,628,118
Excess Cost-Student Based	11000-SDE64370-17047	646,937
Non-Public School Transportation	11000-SDE64370-17049	4,230
OFFICE OF POLICY AND MANAGEMENT		
Mashantucket Pequot/Mohegan Fund	12009-OSC15910-17005	35,132
Total exempt programs		<u>2,524,177</u>
TOTAL STATE FINANCIAL ASSISTANCE		<u>\$ 3,821,050</u>

See Notes to Schedule.

**TOWN OF STONINGTON, CONNECTICUT
STATE FINANCIAL ASSISTANCE PROGRAMS**

**NOTES TO SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
For the Year Ended June 30, 2010**

Various departments and agencies of the State of Connecticut have provided financial assistance to the Town of Stonington, Connecticut through grants and other authorizations in accordance with the General Statutes of the State of Connecticut. The financial assistance programs fund several programs including education, public works, social services, property tax relief and public safety.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the Town of Stonington, Connecticut conform to accounting principles generally accepted in the United States of America as applicable to governments. The following is a summary of the more significant policies relating to the aforementioned grant programs.

Basis of Accounting

The financial statements for the governmental fund types contained in the Town of Stonington, Connecticut's basic financial statements are prepared on the modified accrual basis of accounting.

- Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities for the current period.
- Expenditures are generally recorded when a liability is incurred except for debt service expenditures, as well as expenditures related to compensated absences, pension obligations, landfill post-closure monitoring, claims and judgments, and other post-employment benefits which are recorded only when payment is due (matured).

The Schedule of Expenditures of State Financial Assistance, contained in this report, is also prepared on the modified accrual basis of accounting and on regulations established by the State of Connecticut Office of Policy and Management. In accordance with these regulations (Section 4-236-22), certain grants are not dependent on expenditure activity, and accordingly, are considered to be expended in the fiscal year of receipt. These grant program receipts are reflected in the expenditures column of the Schedule of Expenditures of State Financial Assistance.

2. LOAN PROGRAMS

In accordance with Section 4-236-23(a)(4)(F) of the Regulations to the State Single Audit Act, the notes to the Schedule of Expenditures of State Financial Assistance shall include loans and loan activities. The following is a summary of the various loan program activity for the year ended June 30, 2010:

Department of Environmental Protection:

Clean Water Funds 21014-OTT14230-4001:

Project Number	Year of Issue	Interest Rate	Original Amount	Balance June 30, 2009	Retired	Balance June 30, 2010
196C	1991	2.00%	\$ 2,517,660	\$ 251,765	\$ 125,883	\$ 125,882
196C	1998	2.00%	1,563,519	601,235	75,154	526,081
196-CD1	2000	2.00%	1,148,280	588,559	68,575	519,984
Total				\$ 1,441,559	\$ 269,612	\$ 1,171,947

TOWN OF STONINGTON, CONNECTICUT

SCHEDULE OF STATE SINGLE AUDIT COMPLIANCE FINDINGS AND QUESTIONED COSTS For the Year Ended June 30, 2010

I. SUMMARY OF INDEPENDENT AUDITOR'S RESULTS

Financial Statements

Type of auditor's report issued: unqualified

Internal control over financial reporting:

- Material weakness(es) identified? ☐ Yes ☒ No
- Significant deficiency(ies) identified? ☐ Yes ☒ None Reported
- Noncompliance material to financial statements noted? ☐ Yes ☒ No

State Financial Assistance

Internal control over major programs:

- Material weakness(es) identified? ☐ Yes ☒ No
- Significant deficiency(ies) identified? ☐ Yes ☒ None Reported

Type of auditor's report issued on compliance for major programs: unqualified

Any audit findings disclosed that are required to be reported in accordance with Section 4-236-24 of the Regulations to the State Single Audit Act? ☐ Yes ☒ No

The following schedule reflects the major state programs included in the audit:

State Grantor and Program	State Core-CT Number	State Expenditures
OPM - Property Tax Relief for Elderly and Totally Disabled Homeowners	11000-OPM20600-17018	\$ 115,821
OPM - Local Capital Improvement Program	11000-OPM20600-40254	320,749
DOT - Town Aid Road Grants	12001-DOT57131-17036	122,530
ECD - Small Town Economic Assistance Program	12052-ECD46000-41249	285,638

Dollar threshold used to distinguish between type A and type B programs \$200,000