

**TOWN OF WILLINGTON,
CONNECTICUT**

State Single Audit Reports

**For The Year Ended
June 30, 2006**

**TOWN OF WILLINGTON, CONNECTICUT
STATE SINGLE AUDIT REPORTS
FOR THE YEAR ENDED JUNE 30, 2006
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***State Internal
Control and
Compliance
Reports***

**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 of the
Town of Willington, Connecticut

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Town of Willington, Connecticut (the "Town") as of and for the year ended June 30, 2006, which collectively comprise the Town's basic financial statements, and have issued our report thereon dated December 22, 2006. 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's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the basic financial statements and not to provide an opinion on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the basic financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

COMPLIANCE AND OTHER MATTERS

As part of obtaining reasonable assurance about whether the Town's basic 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 have reported to the management of the Town in a separate letter dated December 22, 2006.

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

Carlin, Charon & Rosen, LLP

Glastonbury, Connecticut
December 22, 2006

**REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH
MAJOR PROGRAM, 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 of the
Town of Willington, Connecticut

COMPLIANCE

We have audited the compliance of the Town of Willington, Connecticut (the "Town") with the types of compliance requirements described in the Office of Policy and Management *Compliance Supplement to the State Single Audit Act* that are applicable to each of its major state programs for the year ended June 30, 2006. The major state programs are identified in the summary of audit results section of the accompanying schedule of state 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's management. Our responsibility is to express an opinion on 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'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's compliance with those requirements.

In our opinion, the Town complied, in all material respects, with the requirements referred to above that are applicable to each of its major state programs for the year ended June 30, 2006.

INTERNAL CONTROL OVER COMPLIANCE

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

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants caused by error or fraud that would be material in relation to a major state program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

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 as of and for the year ended June 30, 2006, and have issued our report thereon dated December 22, 2006. Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise that Town'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 and management of the Town, the Office of Policy and Management, and state awarding agencies and is not intended to be and should not be used by anyone other than these specified parties.

Caulin, Chamon & Rosen, LLP

Glastonbury, Connecticut
December 22, 2006

*Schedule of
Expenditures of
State Financial
Assistance*

**TOWN OF WILLINGTON, CONNECTICUT
SCHEDULE OF EXPENDITURES OF
STATE FINANCIAL ASSISTANCE
FOR THE YEAR ENDED JUNE 30, 2006**

| STATE GRANTOR/PASS-THROUGH GRANTOR/ PROGRAM TITLE | State Grant Program Core - CT Number | Expenditures |
|---|---|---------------------|
| NONEXEMPT PROGRAMS | | |
| DEPARTMENT OF EDUCATION | | |
| Direct: | | |
| Youth Services Bureau | 11000-SDE64000-17052 | \$ 14,000 |
| School Lunch Match | 11000-SDE64000-16072 | 2,635 |
| Total Department of Education | | 16,635 |
| OFFICE OF POLICY AND MANAGEMENT | | |
| Direct: | | |
| State Owned Real Property (PILOT) | 11000-OSC15910-17004 | 48,247 |
| Property Tax Relief for Manufacturing Machinery and Equipment | 11000-OPM20600-17031 | 14,425 |
| Property Tax Relief for Elderly and Disabled Homeowners | 11000-OPM20600-17018 | 21,636 |
| Property Tax Relief for Veterans | 11000-OPM20600-17024 | 1,006 |
| Property Tax Relief for Totally Disabled | 11000-OPM20600-17011 | 663 |
| Local Capital Improvement Program | 12050-OPM20600-40254 | 48,098 |
| Total Office of Policy and Management | | 134,075 |
| OFFICE OF THE STATE COMPTROLLER | | |
| Direct: | | |
| Boat Grant | 12027-OSC15910-40211 | 462 |
| Mashantucket Pequot | 12009-OSC15910-170005 | 47,724 |
| Total Office of the State Comptroller | | 48,186 |
| DEPARTMENT OF TRANSPORTATION | | |
| Direct: | | |
| Local Bridge Program | 21010-DOT57141-42313 | 7,356 |
| Town Aid Improved Road | 12001-DOT57000-17036 | 113,148 |
| Total Department of Transportation | | 120,504 |

The accompanying note is an integral part of this schedule.

**TOWN OF WILLINGTON, CONNECTICUT
SCHEDULE OF EXPENDITURES OF
STATE FINANCIAL ASSISTANCE (*Concluded*)
FOR THE YEAR ENDED JUNE 30, 2006**

| STATE GRANTOR/PASS-THROUGH GRANTOR/ PROGRAM TITLE | State Program Identification Number | Expenditures |
|--|--|---------------------|
| CONNECTICUT STATE LIBRARY | | |
| Direct: | | |
| State Public Library Construction Grant | 12052-CSL66051-99999 | \$ 250,000 |
| Historical Preservation Grant | 12060-CSL66094-35150 | 7,000 |
| State Grants to Public Libraries | 11000-CSL66051-17003 | 1,385 |
| Connecticard Payments | 11000-CSL66051-17010 | 39 |
| Total Connecticut State Library | | 258,424 |
| BOARD OF EDUCATION AND SERVICES FOR THE BLIND | | |
| Direct: | | |
| Tuition and Services - Public School Children | 11000-ESB65020-12060 | 9,600 |
| DEPARTMENT OF ENVIRONMENTAL PROTECTION | | |
| Direct: | | |
| Open Space and Watershed Land Acquisition Grant | 11000-DEP44420-12099 | 73,125 |
| DEPARTMENT OF MENTAL HEALTH AND ADDICTION SERVICES | | |
| Passed Through Northeast CT Against Substance Abuse: | | |
| Substance Abuse Service Grant | 11000-MHA53000-16003 | 2,285 |
| Total State Financial Assistance Before Exempt Programs | | 662,834 |
| EXEMPT PROGRAMS | | |
| DEPARTMENT OF EDUCATION | | |
| Direct: | | |
| Education Cost Sharing | 11000-SDE64370-17041 | 3,247,247 |
| School Building Grant - Principal | 13010-SDE64370-40901 | 83,479 |
| School Building Grant - Interest | 13009-SDE64370-40896 | 18,703 |
| | | 102,182 |
| Transportation of School Children | 11000-SDE64370-17027 | 99,422 |
| Total Exempt Programs | | 3,448,851 |
| TOTAL STATE FINANCIAL ASSISTANCE | | \$ 4,111,685 |

The accompanying note is an integral part of this schedule .

**TOWN OF WILLINGTON, CONNECTICUT
NOTE TO SCHEDULE OF EXPENDITURES
OF STATE FINANCIAL ASSISTANCE
FOR THE YEAR ENDED JUNE 30, 2006**

Various departments and agencies of the State of Connecticut have provided financial assistance to the Town through grants and other authorizations in accordance with the General Statutes of the State of Connecticut. These financial assistance programs fund several programs of the Town.

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

BASIS OF ACCOUNTING

The accompanying schedule of expenditures of state financial assistance has been prepared on the accrual basis consistent with the preparation of the basic financial statements. Information included in the schedule of expenditures of state financial assistance is presented in accordance with regulations established by the State of Connecticut, Office of Policy and Management.

For cost reimbursement awards, revenues are recognized to the extent of expenditures. Expenditures have been recognized to the extent the related obligation was incurred within the applicable grant period and liquidated within 90 days after the end of the grant period.

For performance based awards, revenues are recognized to the extent of performance achieved during the grant period.

In accordance with regulations established by the State of Connecticut, Office of Policy and Management (Section 4-236-22), certain financial assistance is not dependent on expenditure activity or the achievement of performance goals, and accordingly, are considered expended in the fiscal year of receipt. These financial assistance program receipts are reflected in the expenditures column of the schedule of expenditures of state financial assistance.

*Schedule of
State Findings
and Questioned
Costs*

TOWN OF WILLINGTON, CONNECTICUT

SCHEDULE OF STATE FINDINGS AND QUESTIONED COSTS

FOR THE YEAR ENDED JUNE 30, 2006

I. SUMMARY OF AUDIT RESULTS

FINANCIAL STATEMENTS

Type of auditors' report issued: Unqualified

Internal control over financial reporting:

☐ Material weakness(es) identified? _____ Yes ☒ No

☐ Reportable condition(s) identified not considered to be _____ 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

☐ Reportable condition(s) identified that are not considered to be _____ Yes ☒ None reported

Type of auditors' 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/Program | State Grant Program Core-CT Number | Expenditures |
|---|---------------------------------------|--------------|
| Connecticut State Library: | | |
| State Public Library Construction Grant | 12052-CSL66051-99999 | \$ 250,000 |
| Department of Transportation: | | |
| Town Aid Improved Road | 12001-DOT57000-17036 | \$ 113,148 |

II. SUMMARY OF FINDINGS RELATED TO FINANCIAL STATEMENTS REQUIRED UNDER GENERALLY ACCEPTED GOVERNMENT AUDITING STANDARDS

- ☐ We issued a report dated December 22, 2006 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*.
- ☐ Our report indicated no reportable instances of noncompliance or other matters.
- ☐ Our report indicated no reportable conditions in internal control over financial reporting.

III. FINDINGS AND QUESTIONED COSTS RELATING TO STATE FINANCIAL ASSISTANCE

- ☐ No findings or questioned costs are reported relating to state financial assistance programs.