

Town of Colchester, Connecticut

Federal and State Compliance Reports
Fiscal Year Ended June 30, 2017

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**Report on Compliance for the Major Federal Program; Report on
Internal Control Over Compliance; and Report on Schedule of Expenditures of
Federal Awards Required by the Uniform Guidance**

Independent Auditor's Report

To the Members of the Board of Finance
Town of Colchester, Connecticut

Report on Compliance for Each Major Federal Program

We have audited the Town of Colchester, Connecticut's (the Town) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on the Town's major federal program for the year ended June 30, 2017. The Town's major federal program is identified in the summary of auditor's 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.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for the Town's major federal program 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'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 on compliance for the major federal program. However, our audit does not provide a legal determination of the Town's compliance.

Opinion on Each Major Federal Program

In our opinion, the Town complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major federal program for the year ended June 30, 2017.

Report on Internal Control Over Compliance

Management of the Town 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's internal control over compliance with the types of requirements that could have a direct and material effect on the major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for the 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'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 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. 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 results 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 as of and for the year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise the Town's basic financial statements. We issued our report thereon dated December 29, 2017, 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 expenditure of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

RSM US LLP

New Haven, Connecticut
December 29, 2017

Town of Colchester, Connecticut

**Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2017**

Federal Grantor/Pass-Through Grantor Program or Cluster Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures
U.S. Department of Agriculture			
Passed through the State of Connecticut			
Child Nutrition Cluster:			
National School Breakfast Program	10.553	12060-SDE64370-20508	\$ 34,328
National School Lunch Program	10.555	12060-SDE64370-20560	218,382
Total Child Nutrition Cluster			<u>252,710</u>
Summer EBT Children Demo Program	10.580	12060-SDE64351-26130	<u>808</u>
Total U.S. Department of Agriculture			<u>253,518</u>
U.S. Department of Transportation			
Passed through the State of Connecticut			
Department of Transportation:			
Alcohol Open Container Requirements	20.607	12062-DOT57533-22091	7,619
Highway Safety - Click-It or Ticket Enforcement	20.600	0197-0702-AC	4,366
Capital Assistance Program for Elderly and Disabled Persons	20.513	12060-DOT57513-21361	<u>51,643</u>
Total U.S. Department of Transportation			<u>63,628</u>
U.S. Department of Education			
Passed through the State of Connecticut			
Department of Education:			
Title I - Grants to Local Educational Agencies	84.010A	12060-SDE64370-20679	<u>177,876</u>
Special Education Cluster:			
IDEA-Part B, Section 611, Special Education	84.027A	12060-SDE64370-20977	501,068
IDEA-Part B, Section 619	84.173A	12060-SDE64370-20983	21,948
Total Special Education Cluster			<u>523,016</u>
Carl D. Perkins Act Vocational & Technical Education	84.048A	12060-SDE64370-20742	<u>22,387</u>
Title II - Part A - Teacher and Principal Training	84.367A	12060-SDE64370-20858	<u>45,759</u>
Passed through Eastconn:			
Title III - Part A - English Language Acquisition	84.365	12060-SDE20868-82075	<u>3,086</u>
Total U.S. Department of Education			<u>772,124</u>

(Continued)

Town of Colchester, Connecticut

**Schedule of Expenditures of Federal Awards (Continued)
For the Year Ended June 30, 2017**

Federal Grantor/Pass-Through Grantor Program or Cluster Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures
U.S. Department of Health and Human Services			
Passed through the Eastern Connecticut Area Agency on Aging Title III -Part B, Grants for Supportive Services and Senior Centers	93.044	N/A	<u>10,936</u>
U.S. Department of Housing and Urban Development			
Passed through the State of Connecticut Department of Housing: Title I - Small Cities Community Development Block Grant Program	14.228	12060-DOH46920-20730	<u>180,640</u>
U.S. Department of Homeland Security			
Passed through the State of Connecticut Department of Emergency Services and Public Protection: Emergency Management Performance Grant	97.042	12060-DPS32160-21881	<u>2,625</u>
Total expenditures of federal awards			<u><u>\$ 1,283,471</u></u>

N/A - Not available

See Notes to Schedule of Federal Awards

Town of Colchester, Connecticut

**Notes to Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2017**

Note 1. Basis of Presentation

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal grant activity of the Town of Colchester, Connecticut (the Town) under programs of the federal government for the year ended June 30, 2017. The information in this schedule is presented in accordance with the requirements of the 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 Town, it is not intended to, and does not, present the financial position, changes in fund balances, and changes in net position or cash flows of the Town.

Note 2. Summary of Significant Accounting Principles

Expenditures reported on the Schedule are reported on the modified accrual basis of accounting for grants which are accounted for in the governmental funds and on the accrual basis of accounting for grants which are accounted for in the proprietary fund types. Such expenditures are recognized following the cost principles contained in the Uniform Guidance.

Note 3. Non-Cash Awards

Donated commodities in the amount of \$39,187 from the Department of Agriculture are included in the National School Lunch Cluster, CFDA No. 10.555. The amount represents the market value of such commodities used during the period.

Note 4. Indirect Cost Recovery

The Town did not recover its indirect cost using the 10% de minimus indirect cost rate provided under Section 200.414 of the Uniform Guidance.

Note 5. Subrecipients

The Town did not provide any federal funds to subrecipients for the year ended June 30, 2017.

Town of Colchester, Connecticut

**Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2017**

I. Summary of Auditor's Results

Financial Statements

Type of auditor's report issued on whether the financial statements audited were in accordance with GAAP:

Unmodified

Internal control over financial reporting:

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

Noncompliance material to financial statements noted? _____

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 federal major programs: unmodified

- Any audit findings disclosed that are required to be reported in accordance with Section 2 CFR 200.516(a)? _____ Yes X No

Identification of Major Federal Programs

CFDA Numbers

Federal Program Name or Cluster

84.027A / 84.173A

Special Education Cluster

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

\$750,000

Auditee qualified as low-risk auditee?

 X Yes _____ No

II. Financial Statement Findings

No matters were reported.

III. Federal Award Findings and Questioned Costs

No matters were reported.

Town of Colchester, Connecticut

**Summary of Prior Year Audit Findings
For the Year Ended June 30, 2017**

There were no findings noted in the year ended June 30, 2016.

**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 Members of the Board of Finance
Town of Colchester, Connecticut

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 Town of Colchester, Connecticut (the Town) as of and for the year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise the Town's basic financial statements, and have issued our report thereon dated December 29, 2017.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Town's internal control over financial reporting (internal control) to determine the 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's internal control. Accordingly, we do not express an opinion on the effectiveness of the Town's 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.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Town's 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 Town'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.

RSM VS LLP

New Haven, Connecticut
December 29, 2017

**Report on Compliance for Each Major State Program;
Report on Internal Control over Compliance; and Report on the Schedule of
Expenditures of State Financial Assistance Required by the State Single Audit Act**

Independent Auditor's Report

To the Members of the Board of Finance
Town of Colchester, Connecticut

Report on Compliance for Each Major State Program

We have audited the Town of Colchester, Connecticut's (the Town) compliance with the types of compliance requirements described in the Office of Policy and Management's *Compliance Supplement* that could have a direct and material effect on each of the Town's major state programs for the year ended June 30, 2017. The Town's major state 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 the requirements of laws, regulations, contracts and grants applicable to its state programs.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of the Town's major state 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 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 on compliance for each major state program. However, our audit does not provide a legal determination of the Town's compliance.

Opinion on Each Major State Program

In our opinion, the Town 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 state programs for the year ended June 30, 2017.

Report on Internal Control over Compliance

Management of the Town 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's internal control over compliance with the types of requirements that could have a direct and material effect on each major state program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing our opinion on compliance for each major state program 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'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. A significant deficiency in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance with a type of compliance requirement of a state 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. 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 results of that testing based on the requirements of the State Single Audit Act. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of State Financial Assistance Required by the State Single Audit Act

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 as of and for the year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise the Town's basic financial statements. We have issued our report thereon dated December 29, 2017, 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 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 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 state financial assistance is fairly stated in all material respects in relation to the basic financial statements as a whole.

RSM VS LLP

New Haven, Connecticut
December 29, 2017

Town of Colchester, Connecticut

**Schedule of Expenditures of State Financial Assistance
For the Year Ended June 30, 2017**

State Grantor/Pass Through Grantor/Program Title	State Grant Program CORE-CT Number	Expenditures
Department of Education		
Child Nutrition Program - School Lunch State Match	11000-SDE64370-16211	\$ 7,137
Adult Education	11000-SDE64370-17030	28,277
Youth Service Bureaus	11000-SDE64370-17052	17,608
Youth Service Bureau - Enhancement	11000-SDE64370-16201	5,000
Healthy Foods Initiative	11000-SDE64370-16212	14,468
School Breakfast Program	11000-SDE64000-17046	11,542
Magnet School Transportation	11000-SDE64370-17057	885
Passed through Eastconn		
TEAM Mentor Program	09SDE015AA	5,000
Passed through Three Rivers Community College		
College Career Pathways	N/A	212
Total State Department of Education		<u>90,129</u>
Office of Early Childhood		
School Readiness - Quality Enhancement	11000-OEC64840-17097	3,881
Community Plans for Early Childhood - Community Partnerships	11000-OEC64840-12495	16,228
School Readiness - Severe Need Schools	11000-OEC64840-16274-83014	150,599
		<u>170,708</u>
Office of Policy and Management		
Property Tax Reimbursement - Disability Exemption	11000-OPM20600-17011	1,723
Property Tax Relief for Elderly and Totally Disabled Homeowners	11000-OPM20600-17018	41,718
Property Tax Relief for Veterans	11000-OPM20600-17024	6,050
Total Office of Policy and Management		<u>49,491</u>
Connecticut State Library		
Fiber to the Library Communications Grant Program	12052-CSL66011-43649	19,550
Historic Documents Preservation Grant	12060-CSL66094-35150	4,000
Total Connecticut State Library		<u>23,550</u>
Department of Energy and Environmental Protection		
Small Town Economic Assistance Program	12052-DEP43740-40531	290,079
Connecticut Recreational Trails Grant Program	12052-DEP44321-43314	15,000
Total Department of Energy and Environmental Protection		<u>305,079</u>
Judicial Branch		
Parking Fines	34001-JUD95162-40001	5,550
Department of Transportation		
Town Aid Road Grant - Transportation Fund	13033-DOT57131-43459	302,645
Bus Operations - Matching Grant	12001-DOT57931-12175	33,320
Total Department of Transportation		<u>335,965</u>

(Continued)

Town of Colchester, Connecticut

**Schedule of Expenditures of State Financial Assistance (Continued)
For the Year Ended June 30, 2017**

State Grantor/Pass Through Grantor/Program Title	State Grant Program CORE-CT Number	Expenditures
Department of Labor		
Passed through United Way		
Two Generation Initiative	N/A	<u>2,188</u>
Department of Economic and Community Development		
Remedial Action and Redevelopment Municipal Grant Program	12052-ECD46260-43403	<u>12,935</u>
Total State Financial Assistance Before Exempt Programs		<u>995,595</u>
Exempt Programs		
Department of Administrative Services		
School Construction Grants	13010-SDE64370-40901	<u>4,013,240</u>
Department of Education		
Education Cost Sharing	11000-SDE64370-17041-82010	13,497,726
Excess Cost-Student Based	11000-SDE64370-17047	<u>769,764</u>
Total Department of Education		<u>14,267,490</u>
Office of Policy and Management		
Grants to Towns	12009-OPM20600-17005	65,420
Municipal Revenue Sharing	12052-OPM20600-17102	<u>330,363</u>
Total Office of Policy and Management		<u>395,783</u>
Total exempt programs		<u>18,676,513</u>
Total State Financial Assistance		<u><u>\$ 19,672,108</u></u>

See Notes to the Schedule of Expenditures of State Assistance

Town of Colchester, Connecticut

**Notes to Schedule of Expenditures of State Financial Assistance
For the Year Ended June 30, 2017**

Note 1. Basis of Presentation

The accompanying schedule of expenditures of state financial assistance includes state grant activity of the Town of Colchester, Connecticut (Town) under programs of the State of Connecticut (State) for the fiscal year ended June 30, 2017. Various departments and agencies of the State have provided financial assistance through grants and other authorizations in accordance with the General Statutes of the State. Because the schedule presents only a selected portion of the operations of the Town, it is not intended to, and does not, present the financial position, changes in fund balances, and changes in net position or cash flows of the Town.

Note 2. Summary of Significant Accounting Policies

The accounting policies of the Town conform to accounting principles generally accepted in the United States of America as applicable to governments. The information in the Schedule of Expenditures of State Financial Assistance is presented based upon regulations established by the State of Connecticut, Office of Policy and Management.

Basis of accounting: The expenditures reported on the Schedule of Expenditures of State Financial Assistance are reported on the modified accrual basis of accounting. In accordance with Section 4-236-22 of the Regulations to the State Single Audit Act, 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.

Note 3. Loan Programs

In accordance with Section 4-236-23(a)(4) 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, 2017:

Department of Energy and Environmental Protection:

Clean Water Fund 200702-C

Balance July 1, 2016	Issued	Retired	Balance June 30, 2017
\$ 1,616,756	\$ -	\$ 118,660	\$ 1,498,096

Town of Colchester, Connecticut

**Schedule of State Single Audit Compliance Findings and Questioned Costs
For the Year Ended June 30, 2017**

I. Summary of Independent Auditor's Results

Financial Statements

Type of auditor's report issued: Unmodified

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 state programs: unmodified.

- 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 State Single Audit:

State Grantor and Program	State Grant Program	
	CORE-CT	Expenditures
	Number	
OEC - School Readiness - Severe Need Schools	11000-OEC64840-16274-83014	\$ 150,599
DOT - Town Aid Road Grant - Transportation Fund	13033-DOT57131-43459	302,645
DEEP - Small Town Economic Assistance Program	12052-DEP43720-40531	290,079
• Dollar threshold used to distinguish between Type A and Type B programs		<u>\$100,000</u>

II. Financial Statement Findings

No matters were reported.

III. State Financial Assistance Findings and Questioned Costs

No matters were reported.

Town of Colchester, Connecticut

**Summary of Prior Year Audit Findings
For the Year Ended June 30, 2017**

There were no findings noted for the year ended June 30, 2016.