

**Federal Single Audit
and
State Single Audit
of the
Town of Clinton, Connecticut
For the Year Ended June 30, 2020**

**Town of Clinton, Connecticut
For the Year Ended June 30, 2020**

Table of Contents

	<u>Page</u>
Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	1-2
<u>Federal Single Audit</u>	
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	3-5
Schedule of Expenditures of Federal Awards	6-8
Notes to Schedule of Expenditures of Federal Awards	9
Schedule of Findings and Questioned Costs	10
<u>State Single Audit</u>	
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	11-13
Schedule of Expenditures of State Financial Assistance	14-15
Notes to Schedule of Expenditures of State Financial Assistance	16
Schedule of Findings and Questioned Costs	17



**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 Auditors' Report

**Town Council
Town of Clinton, 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, each major fund and the aggregate remaining fund information of the Town of Clinton, Connecticut ("Town"), as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the Town's basic financial statements, and have issued our report thereon dated January 6, 2021.

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") 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'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 combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the Town'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.

**Town Council
Town of Clinton, Connecticut**

Page 2

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 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 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 Town's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

PKF O'Connor Davies, LLP

Wethersfield, Connecticut
January 6, 2021

**Federal
Single
Audit**



**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**

Independent Auditors' Report

**Town Council
Town of Clinton, Connecticut**

Report on Compliance for Each Major Federal Program

We have audited the Town of Clinton, Connecticut's ("Town") 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's major federal programs for the year ended June 30, 2020. The Town's 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's 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'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 federal program. However, our audit does not provide a legal determination of the Town's compliance.

**Town Council
Town of Clinton, Connecticut**

Page 2

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 each of its major federal programs for the year ended June 30, 2020.

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 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'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. *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.

**Town Council
Town of Clinton, Connecticut**

Page 3

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

We have audited the financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Town of Clinton, Connecticut, as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the Town's basic financial statements. We issued our report thereon dated January 6, 2021, 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 expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

PKF O'Connor Davies, LLP

Wethersfield, Connecticut
January 6, 2021

Town of Clinton, Connecticut

Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2020

Federal Grantor/Pass Through Grantor/Program or Cluster Title	Federal CFDA Number	Pass Through Entity Identifying Number	Passed Through to Subrecipients	Total Expenditures
<u>U.S. Department of Agriculture</u>				
Passed through State Department of Education:				
Child Nutrition Cluster:				
School Breakfast Program	10.553	12060-SDE64370-20508	\$ -	\$ 43,811
CARES Act School Breakfast	10.553	12060-SDE64370-29576	-	31,242
National School Lunch Program - Cash	10.555	12060-SDE64370-20560	-	150,750
CARES Act School Lunch	10.555	12060-SDE64370-29572	-	48,135
National School Lunch Program - Commodities	10.555	N/A	-	<u>39,912</u>
Total Child Nutrition Cluster				<u>313,850</u>
Direct program:				
Emergency Watershed Protection Program	10.923	N/A	-	<u>44,438</u>
Total U.S. Department of Agriculture				<u>358,288</u>
<u>U.S. Department of Labor</u>				
Passed through State Department of Labor:				
CARES Act DOL Unemployment Grant	17.	N/A	-	<u>23,538</u>
<u>U.S. Department of Transportation</u>				
Passed through State Department of Transportation:				
Highway Planning and Construction Cluster:				
Highway Planning and Construction		12062-DOT57124-22108	-	31
Highway Planning and Construction		12062-DOT57191-22108-55050	-	15,876
Highway Planning and Construction		12062-DOT57191-22108-51210	-	<u>184,513</u>
Total Highway Planning and Construction Cluster	20.205			200,420
Alcohol Open Container Requirement	20.607	12062-DOT57513-22091	-	<u>6,090</u>
Total U.S. Department of Transportation				<u>206,510</u>
<u>U.S. Department of Treasury</u>				
Passed through State Office of Policy and Management:				
Coronavirus Relief Act	21.019	N/A	-	<u>24,554</u>

(Continued)

See Notes to Schedule of Expenditures of Federal Awards.

Town of Clinton, Connecticut

**Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2020**

Federal Grantor/Pass Through Grantor/Program or Cluster Title	Federal CFDA Number	Pass Through Entity Identifying Number	Passed Through to Subrecipients	Total Expenditures
<u>U.S. Department of Education</u>				
Passed through State Department of Education:				
Title I Grants to Local Educational Agencies		12060-SDE64370-20679-2019	\$ -	\$ 19,565
Title I Grants to Local Educational Agencies		12060-SDE64370-20679-2020	-	<u>173,594</u>
Total Title I Grants to Local Educational Agencies	84.010			<u>193,159</u>
Career and Technical Education - Basic Grants to States		12060-SDE64370-20742-2019	-	12,317
Career and Technical Education - Basic Grants to States - Supplemental		12060-SDE64370-20742-2019	-	<u>3,581</u>
Total Career and Technical Education - Basic Grants to States	84.048			<u>15,898</u>
Special Education Cluster (IDEA):				
Special Education - Grants to States (IDEA, Part B)		12060-SDE64370-20977-2019	-	10,274
Special Education - Grants to States (IDEA, Part B)		12060-SDE64370-20977-2020	-	<u>411,236</u>
Total Special Education - Grants to States (IDEA, Part B)	84.027			<u>421,510</u>
Special Education - Preschool Grants (IDEA)	84.173	12060-SDE64370- 20983-2020	-	<u>15,265</u>
Total Special Education Cluster (IDEA)				<u>436,775</u>
English Language Acquisition State Grants (Title III, Part A)		12060-SDE64370-20868-2019	-	217
English Language Acquisition State Grants (Title III, Part A)		12060-SDE64370-20868-2020	-	<u>8,040</u>
Total English Language Acquisition State Grants (Title III, Part A)	84.365			8,257
Supporting Effective Instruction State Grant		12060-SDE64370-20858-2019	-	10,305
Supporting Effective Instruction State Grant		12060-SDE64370-20858-2020	-	<u>35,137</u>
Total Supporting Effective Instruction State Grant	84.367			<u>45,442</u>
Student Support and Academic Enrichment Program (Title IV)		12060-SDE64370-22854-2019	-	6,690
Student Support and Academic Enrichment Program (Title IV)		12060-SDE64370-22854-2020	-	<u>1,538</u>
Total Student Support and Academic Enrichment Program (Title IV)	84.424			<u>8,228</u>
Total U.S. Department of Education				<u>707,759</u>

(Continued)

See Notes to Schedule of Expenditures of Federal Awards.

Town of Clinton, Connecticut

**Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2020**

Federal Grantor/Pass Through Grantor/Program or Cluster Title	Federal CFDA Number	Pass Through Entity Identifying Number	Passed Through to Subrecipients	Total Expenditures
<u>U.S. Department of Health and Human Services</u>				
Direct Program:				
Substance Abuse and Mental Health Services Projects of Regional and National Significance	93.243	N/A	\$ -	\$ 107,550
Passed through State Department of Mental Health and Addiction Services:				
Block Grants for Prevention and Treatment of Substance Abuse	93.959	12060-MHA53282-21782	-	<u>96,207</u>
Total U.S. Department of Health and Human Services				<u>203,757</u>
<u>U.S. Department of Homeland Security</u>				
Passed through State Department of Emergency Services and Homeland Security:				
Disaster Grants - Public Assistance (Presidentially Declared Disasters)		12060-DPS32990-21891-DR4087	-	281,662
Disaster Grants - Public Assistance (Presidentially Declared Disasters)		12060-DPS32990-22520-DR4410	-	18,384
Disaster Grants - Public Assistance (Presidentially Declared Disasters)		12060-DPS32990-22520-DR4500	-	<u>39,468</u>
Total Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036			<u>339,514</u>
Total U.S. Department of Homeland Security				<u>339,514</u>
Total Federal Awards			<u>\$ -</u>	<u>\$ 1,863,920</u>

(Concluded)

N/A – Not available or applicable.

See Notes to Schedule of Expenditures of Federal Awards.

Town of Clinton, Connecticut

**Notes to Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2020**

1. Basis of presentation

The accompanying schedule of expenditures of federal awards ("Schedule") includes the federal award activity of the Town of Clinton, Connecticut ("Town") under programs of the federal government. The information in this Schedule is presented in accordance with the 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").

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 net position, changes in fund balance, or cash flows of the Town.

2. Summary of significant accounting policies

A. Expenditures reported on the Schedule are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance wherein certain types of expenditures are not allowable or are limited as to reimbursement.

B. The Town has elected not to use the 10% *de minimis* indirect cost rate as allowed under the Uniform Guidance.

3. Noncash federal awards

The Town received and expended \$39,912 of USDA donated commodities under the National School Lunch Program.

4. Prior year findings and questioned costs

There were no prior year audit findings or questioned costs.

Town of Clinton, Connecticut

Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2020

I - Summary of Auditors' Results

Financial Statements

Type of auditors' report issued: Unmodified opinion

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 auditors' report issued on compliance
for major programs:

Unmodified opinion

Any audit findings disclosed that are required
to be reported in accordance with
2 CFR Section 200.516(a)?

 yes x no

Identification of major programs:

 CFDA Number Name of Federal Program or Cluster

84.027 / 84.173 Special Education Cluster (IDEA)

Dollar threshold used to distinguish
between type A and type B programs: \$ 750,000

Auditee qualified as low-risk auditee? x yes no

II - Findings - Financial Statement Audit

None

III - Findings and Questioned Costs - Major Federal Award Programs Audit

None

**State
Single
Audit**

**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 Auditors' Report

**Town Council
Town of Clinton, Connecticut**

Report on Compliance for Each Major State Program

We have audited the Town of Clinton, Connecticut's ("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, 2020. 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 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.

**Town Council
Town of Clinton, Connecticut**

Page 2

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, 2020.

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.

**Town Council
Town of Clinton, Connecticut**

Page 3

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

We have audited the financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Town of Clinton, Connecticut, as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the Town's basic financial statements. We have issued our report thereon dated January 6, 2021, 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.

PKF O'Connor Davies, LLP

Wethersfield, Connecticut
January 6, 2021

Town of Clinton, Connecticut
Schedule of Expenditures of State Financial Assistance
For the Year Ended June 30, 2020

<u>State Grantor/Pass through Grantor/Program Title</u>	<u>State Grant Program Core-CT Number</u>	<u>Passed Through to Subrecipients</u>	<u>Total Expenditures</u>
<u>Department of Education:</u>			
Talent Development	11000-SDE64370-12552	\$ -	\$ 2,700
Child Nutrition State Matching Grant	11000-SDE64370-16211	-	4,853
Healthy Foods Initiative	11000-SDE64370-16212	-	9,245
Adult Education	11000-SDE64370-17030	-	30,789
Bilingual Education	11000-SDE64000-17042	-	567
School Breakfast	11000-SDE64370-17046	-	8,601
Stipend for Assisting Districts with Improving Outcomes for Students with Significant Cognitive Disabilities	12060-SDE64215-20977	-	6,000
<u>Department of Children and Families:</u>			
Youth Services Bureau	11000-DCF91141-17052	-	14,000
Youth Services Bureau Enhancement	11000-DCF91141-17107	-	9,047
<u>Department of Transportation:</u>			
Town Aid Road Grants Transportation Fund	12052-DOT57131-43455	-	133,627
Town Aid Road Grants Transportation Fund - STO	13033-DOT57131-43459	-	133,627
Local Bridge Program Transportation Fund	21010-DOT57000-42310	-	148,970
<u>Department of Energy and Environmental Protection:</u>			
Small Town Economic Assistance Program (STEAP)	12052-DEP43153-40531	-	64,546
Clean Water Fund	21014-DEP43720-40001	-	25,234
<u>Department of Economic and Community Development:</u>			
Transit Oriented Development	17161-ECD46260-43550	-	26,459
<u>Department of Emergency Services and Public Protection:</u>			
Asset Forfeiture	12060-DPS32155-35142	-	6,391
Telcommunications Fund	12060-DPS32741-35190	-	1,360

(Continued)

See Notes to Schedule of Expenditures of State Financial Assistance.

Town of Clinton, Connecticut

**Schedule of Expenditures of State Financial Assistance
For the Year Ended June 30, 2020**

<u>State Grantor/Pass through Grantor/Program Title</u>	<u>State Grant Program Core-CT Number</u>	<u>Passed Through to Subrecipients</u>	<u>Total Expenditures</u>
<u>Department of Social Services:</u>			
Medicaid	11000-DSS60000-16020	\$ -	\$ 52,102
<u>Office of Policy and Management:</u>			
Payment in Lieu of Taxes (PILOT) on State-Owned Property	11000-OPM20600-17004	-	16,949
Property Tax Relief on Property of Totally Disabled Persons	11000-OPM20600-17011	-	1,021
Property Tax Relief for Elderly Homeowners - Freeze Program	11000-OPM20600-17021	-	2,000
Property Tax Relief for Veterans	11000-OPM20600-17024	-	22,750
Local Capital Improvement Program	12050-OPM20600-40254	-	84,049
Municipal Grants-In Aid	12052-OPM20600-43587	-	191,674
<u>Connecticut State Library:</u>			
Historical Document Preservation Grant	12060-CSL66094-35156	-	5,500
<u>Office of Early Childhood:</u>			
Smart Start	11000-OEC64845-16279	-	<u>150,000</u>
Total State Financial Assistance before Exempt Programs			<u>1,152,061</u>
<u>Exempt Programs:</u>			
<u>Department of Education:</u>			
Education Cost Sharing (ECS)	11000-SDE64370-17041	-	5,467,959
Excess Costs Student Based and Equity	11000-SDE64370-17047	-	368,071
<u>Department of Administrative Services:</u>			
School Construction Progress Payments	13010-DAS27635-43744	-	344,934
<u>Office of Policy and Management:</u>			
Municipal Stabilization Grant	11000-OPM20600-17104	-	<u>288,473</u>
Total Exempt Programs		<u>-</u>	<u>6,469,437</u>
Total State Financial Assistance		<u>\$ -</u>	<u>\$ 7,621,498</u>

(Concluded)

See Notes to Schedule of Expenditures of State Financial Assistance.

Town of Clinton, Connecticut

Notes to Schedule of Expenditures of State Financial Assistance For the Year Ended June 30, 2020

1. Basis of presentation

The accompanying schedule of expenditures of state financial assistance ("Schedule") includes state grant activity of the Town of Clinton, Connecticut ("Town"), under programs of the State of Connecticut. Various departments and agencies of the State of Connecticut have provided financial assistance through grants and other authorizations in accordance with the General Statutes of the State of Connecticut. These financial assistance programs fund several programs including general government, public safety, public works, health and welfare, culture and recreation and education.

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 balance, changes in net position, or cash flows of the Town.

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 promulgated by the Governmental Accounting Standards Board. 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.

3. Prior year findings and questioned costs

There were no prior year audit findings or questioned costs.

Town of Clinton, Connecticut
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2020

I. Summary of Auditors' Results

Financial Statements

Type of auditors' opinion issued: Unmodified opinion

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

State Financial Assistance

Internal control over major programs:
 Material weakness(es) identified? yes x no
 Significant deficiency(ies) identified? yes x none reported

Type of auditors' opinion issued on compliance for major programs: Unmodified opinion

Any audit findings disclosed that are required to be reported in accordance with Section 4-236-24 of the Regulations of the State Single Audit Act? yes x no

<u>State Grantor and Program</u>	<u>State Core-CT Number</u>	<u>Expenditures</u>
Department of Transportation:		
Town Aid Road Grants Transportation Fund	12052-DOT57131-43455	\$ 133,627
Town Aid Road Grants Transportation Fund - STO	13033-DOT57131-43459	133,627
Office of Policy and Management:		
Municipal Grants-In Aid	12052-OPM20600-43587	191,674
Office of Early Childhood:		
Smart Start	11000-OEC64845-16279	150,000
Dollar threshold used to distinguish between type A and type B programs:		<u>\$200,000</u>

II. Financial Statement Findings

None

III. State Financial Assistance Findings and Questioned Costs

None