

TOWN OF TRUMBULL, CONNECTICUT

FEDERAL AND STATE FINANCIAL
AND COMPLIANCE REPORTS
Fiscal Year Ended June 30, 2011

TOWN OF TRUMBULL, CONNECTICUT

FEDERAL AND STATE FINANCIAL AND COMPLIANCE REPORTS

TABLE OF CONTENTS

**REPORTS REQUIRED BY THE FEDERAL SINGLE AUDIT ACT AND
OMB CIRCULAR A-133**

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	1-2
Schedule of Expenditures of Federal Awards	3-4
Notes to Schedule of Expenditures of Federal Awards	5
Schedule of Findings and Questioned Costs	6-7
Summary of Prior Year Audit Findings.....	8

REPORT REQUIRED BY GOVERNMENT AUDITING STANDARDS

Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with "Government Auditing Standards"	9-10
--	------

REPORTS REQUIRED BY THE STATE SINGLE AUDIT ACT C.G.S.

SECTIONS 4-230 TO 4-236

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	11-12
Schedule of Expenditures of State Financial Assistance.....	13-14
Note to Schedule of Expenditures of State Financial Assistance	15
Schedule of Findings and Questioned Costs.....	16-17

**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 Honorable First Selectman and
Members of the Finance Committee
Town of Trumbull, Connecticut

Compliance: We have audited the Town of Trumbull, 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 Trumbull, Connecticut's major federal programs for the year ended June 30, 2011. The Town of Trumbull, Connecticut's major federal programs are identified in the summary of independent 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 Trumbull, Connecticut's management. Our responsibility is to express an opinion on the Town of Trumbull, 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, *Audits of States, Local Governments, and Non-Profit Organizations*. 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 Trumbull, 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 Trumbull, Connecticut's compliance with those requirements.

In our opinion, the Town of Trumbull, Connecticut complied, in all material respects, with the 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, 2011.

Internal Control Over Compliance: Management of the Town of Trumbull, 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 Trumbull, Connecticut's internal control over compliance with the requirements that could have a direct and material effect on a major federal 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 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 Trumbull, 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 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 Federal Awards: We have audited the financial statements of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the Town of Trumbull, Connecticut as of and for the year ended June 30, 2011, and have issued our report thereon dated January 3, 2012. Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise the Town of Trumbull, 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 management, the Finance Committee of the Town of Trumbull, 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 these specified parties.

McGladrey & Pullen, LLP

New Haven, Connecticut
January 3, 2012

TOWN OF TRUMBULL, CONNECTICUT

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2011

Federal Grantor/Pass-Through Grantor/Program Title	Catalog of Federal Domestic Assistance Number	Pass-Through Entity's Identifying Number	Federal Expenditures
U.S. Department of Agriculture/ Passed through the State of Connecticut			
Department of Education:			
Child Nutrition Cluster:			
National School Lunch Program	10.555	12060-SDE64370-20560	\$ 231,804
School Breakfast	10.553	12060-SDE64370-20508	1,193
Commodities - Non-Cash	10.555	N/A	<u>53,186</u>
Total Child Nutrition Cluster			<u>286,183</u>
Child Food Care Program	10.558	12060-SDE64370-20518	27,468
Cash-in-Lieu/Commodities	10.558	12060-SDE64370-20544	<u>1,208</u>
			<u>28,676</u>
Total U.S. Department of Agriculture			<u>314,859</u>
U.S. Department of Transportation/ Passed through the Connecticut Department of Transportation:			
Alcohol Open Container	20.603	12062-DOT57533-22091	67,617
ARRA Whitney Avenue Pavement Rehabilitation	20.205	12062-DOT57161-29015	<u>813,831</u>
Total Department of Transportation			<u>881,448</u>
U.S. Department of Education/ Passed through the State of Connecticut			
Department of Education:			
Title I	84.010A	12060-SDE64370-20679-2010	66,920
Title I	84.010A	12060-SDE64370-20679-2011	<u>94,494</u>
			<u>161,414</u>
Special Education Cluster:			
IDEA, Part B, 611	84.027A	12060-SDE64370-20977-2010	251,297
IDEA, Part B, 611	84.027A	12060-SDE64370-20977-2011	1,077,141
Preschool Incentive Grant, 619	84.173A	12060-SDE64370-20983-2010	16,503
Preschool Incentive Grant, 619	84.173A	12060-SDE64370-20983-2011	19,913
ARRA - IDEA	84.391A	12060-SDE64370-29011-2009	810,231
ARRA - Preschool	84.392A	12060-SDE64370-29012-2009	<u>37,478</u>
Total Special Education Cluster			<u>2,212,563</u>
Vocational Education - Perkins Act	84.048A	12060-SDE64370-20742-2011	<u>39,342</u>

See Notes to Schedule

(Continued)

TOWN OF TRUMBULL, CONNECTICUT

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS, Continued
For the Year Ended June 30, 2011

Federal Grantor/Pass-Through Grantor/Program Title	Catalog of Federal Domestic Assistance Number	Pass-Through Entity's Identifying Number	Federal Expenditures
U.S. Department of Education/ Passed through the State of Connecticut			
Department of Education, Continued:			
Title IV - Safe and Drug Free Schools Act	84.186A	12060-SDE64370-20873-2010	<u>12,647</u>
ARRA - Educational Technology	84.386	12060-SDE64370-29063-2009	<u>1,908</u>
State Fiscal Stabilization Fund Cluster:			
ARRA - Stabilization - Ed Grants	84.394	12060-SDE64370-29054-2009	<u>432,559</u>
Total State Fiscal Stabilization Fund Cluster			<u>432,559</u>
Title II - Part A - Teachers	84.367A	12060-SDE64370-20858-2011	35,992
Title II - Part A - Teachers	84.367A	12060-SDE64370-20858-2010	<u>79,724</u>
			<u>115,716</u>
Title III - Part A - English Language	84.365A	12060-SDE64370-20868-2010	15,436
Title III - Part A - English Language	84.365A	12060-SDE64370-20868-2011	<u>2,064</u>
			<u>17,500</u>
Total U.S. Department of Education			<u>2,993,649</u>
U.S. Federal Emergency Management Agency/ Passed through the Connecticut Office of Emergency Management:			
Emergency Management	97.042	12060-EHS99690-21881	<u>10,529</u>
U.S. Department of Public Safety/ Passed through the State of Connecticut: Department of Public Safety:			
ARRA - Drug Task Force	16.xxx	12060-DPS32523-29078-2010	<u>18,000</u>
U.S. Department of Justice/ Passed through the Connecticut Dept. of Environmental Protection (DEP):			
FY2008 Pre-Disaster Mitigation Grant	97.017	N/A	<u>18,692</u>
Total Expenditures of Federal Awards			<u>\$ 4,237,177</u>

See Notes to Schedule.

TOWN OF TRUMBULL, CONNECTICUT

**NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2011**

Note 1. Basis of Presentation

The accompanying schedule of expenditures of federal awards includes the federal grant activity of the Town of Trumbull, Connecticut and is presented on the modified 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

The United States Department of Agriculture makes available commodities for donations to schools. The amount of \$53,186 represents the market value of such commodities used during the period.

TOWN OF TRUMBULL, CONNECTICUT

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2011

I. SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of auditor's report issued: unqualified

Internal Control Over Financial Reporting:

- Material weakness(es) identified? Yes X No
- Significant deficiency(ies) identified? X Yes 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 major programs: unqualified

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

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

CFDA Numbers	Name of Federal Program or Cluster
84.027A/84.173A/84.391A/84.392A	Special Education Cluster
84.394A	State Fiscal Stabilization Fund Cluster
20.205	ARRA Whitney Avenue Rehabilitation

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 TRUMBULL, CONNECTICUT

SCHEDULE OF FINDINGS AND QUESTIONED COSTS, Continued
For the Year Ended June 30, 2011

II. FINANCIAL STATEMENT FINDINGS

A. Significant Deficiencies in Internal Control

IC11-1. **Criteria:**

Trial balances must be reviewed to ensure proper recording under generally accepted accounting principles ("GAAP") reporting at year-end.

Condition:

There were adjustments made to the final trial balance.

As the Town maintains their financials on a budget basis, accounts payable and encumbrance entries are made to report on a GAAP basis.

Recording of general obligation debt at year-end for the enterprise funds.

Context:

The Town did not properly record GAAP entries to their general ledger system at year-end.

Cause:

Systemic in nature

Effect:

The financial statements that were initially presented were not in accordance with generally accepted accounting principles.

Recommendation:

We recommend that the Town review its year-end closing procedures, to ensure trial balances are presented in accordance with GAAP and all long-term debt is recorded correctly.

Response From the Town of Trumbull:

The Town will implement procedures to record such amounts in accordance with generally accepted accounting principles at year end.

III. FEDERAL AWARDS FINDINGS AND QUESTIONED COSTS

No matters were reported.

**TOWN OF TRUMBULL, CONNECTICUT
SUMMARY OF PRIOR YEAR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2011**

Finding IC10-1.

Condition:

There were adjustments made to the final trial balance such as:

As the Town maintains their financials on a budget basis, accounts payable and encumbrance entries are made to report on a GAAP basis for the sewer fund.

Recording of general obligation debt at year-end for the enterprise funds.

Corrective Action Taken:

This finding is reported in the current year.

**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL
REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT
OF THE FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH
GOVERNMENT AUDITING STANDARDS**

To the Honorable First Selectman and
Members of the Finance Committee
Town of Trumbull, Connecticut

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 of Trumbull, Connecticut, as of and for the year ended June 30, 2011, which collectively comprise the Town of Trumbull, Connecticut's basic financial statements, and have issued our report thereon dated January 3, 2012. Our report includes a modification related to the adoption of a new accounting standard. 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: Management of the Town of Trumbull, Connecticut is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing our audit, we considered the Town of Trumbull, 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 Trumbull, Connecticut's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Town of Trumbull, 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 a combination of deficiencies, in the internal control such that there is a reasonable possibility that a material misstatement of the entity's 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 over financial reporting that might be 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. However, we identified a certain deficiency in internal control over financial reporting, described in the accompanying schedule of findings and questioned costs, that we consider to be a significant deficiency in internal control over financial reporting as Item IC11-1. 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.

Compliance and Other Matters: As part of obtaining reasonable assurance about whether the Town of Trumbull, Connecticut'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 that are required to be reported under "Government Auditing Standards."

We noted certain matters that we reported to management of the Town of Trumbull, Connecticut in a separate letter dated January 3, 2012.

The Town of Trumbull, Connecticut's response to the finding identified in our audit is described in the accompanying schedule of findings and questioned costs. We did not audit the Town of Trumbull, Connecticut's response and accordingly, we express no opinion on the response.

This report is intended solely for the information and use of management and the Finance Committee of the Town of Trumbull, 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 these specified parties.

McGladrey & Pullen, LLP

New Haven, Connecticut
January 3, 2012

**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 Honorable First Selectman and
Members of the Finance Committee
Town of Trumbull, Connecticut

Compliance: We have audited the Town of Trumbull, Connecticut's 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 of Trumbull, Connecticut's major state programs for the year ended June 30, 2011. The Town of Trumbull, Connecticut's 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 Trumbull, Connecticut's management. Our responsibility is to express an opinion on the Town of Trumbull, 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 Trumbull, 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 Trumbull, Connecticut's compliance with those requirements.

In our opinion, the Town of Trumbull, 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, 2011.

Internal Control Over Compliance: Management of the Town of Trumbull, 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 Trumbull, 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 Trumbull, 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 Awards/Expenditures of State Financial Assistance: 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 of Trumbull, Connecticut as of and for the year ended June 30, 2011, and have issued our report thereon dated January 3, 2012. Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise the Town of Trumbull, 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 management and the Finance Committee of the Town of Trumbull, 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
January 3, 2012

TOWN OF TRUMBULL, CONNECTICUT

SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
For the Year Ended June 30, 2011

State Grantor/Pass-Through Grantor/Program Title	State Grant Program CORE-CT Number	Expenditures
State Department of Education:		
Adult Education	11000-SDE64370-17030	\$ 15,799
Non-Public Health Services	11000-SDE64370-17034	74,638
Youth Services Bureaus	11000-SDE64000-17052	25,435
Youth Service Bureau Enhancement	11000-SDE64370-16203	7,550
VOAG Equipment Grant	N/A	1,910
Magnet Schools	11000-SDE64370-17057	94,900
Open Choice	11000-SDE64370-17053	134,578
Child Nutrition State Match	11000-SDE64370-16211	19,162
Vocational Agriculture	11000-SDE64370-17017	277,588
Total State Department of Education		<u>651,560</u>
State Office of Policy and Management:		
Property Tax Relief for Elderly Homeowners - Freeze Program	11000-OPM20600-17021	2,000
Property Tax Relief for Elderly Homeowners	11000-OPM20600-17018	258,792
Property Tax Relief for Veterans	11000-OPM20600-17024	29,164
PILOT Manufacturing Machinery and Equipment	11000-OPM20600-17031	163,740
Reimbursement Property Tax Disability Exemption	11000-OPM20600-17011	2,822
LOCIP	12060-OPM20600-40254	28,462
Total State Office of Policy and Management		<u>484,980</u>
State Department of Revenue Services:		
Bingo	34003-DSR18309-42350	<u>100</u>
State Department of Transportation:		
Drug Enforcement Program	12062-DOT57343-22093	<u>33,784</u>
Office of the State Comptroller:		
Payment in Lieu of Taxes (PILOT) - State Owned Property	11000-OSC15910-17004	<u>89,274</u>
Connecticard Payments	11000-CSL66051-17010	17,559
Historic Documents Preservation	12060-CSL66904-35150	6,000
Total State Library		<u>23,559</u>
State Department of Environmental Protection:		
Boating Account	12052-DEP44434-35403	20,258
Clean Water Fund # 638-PG	21014-DEP43720-40001	143,008
STEAP - Beach and Indian Ledge Parks	12052-DEP43153-40531	31,332
STEAP - Great Oak Park Trail	12052-DEP44420-64004	18,862
Total Department of Environmental Protection:		<u>213,460</u>
State Department of Social Services:		
STEAP - Teen Center Renovations	12052-DSS60000-40533	<u>21,500</u>

(Continued)

N/A - Not Available
See Note to Schedule

TOWN OF TRUMBULL, CONNECTICUT

SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE, Continued
 For the Year Ended June 30, 2011

State Grantor/Pass-Through Grantor/Program Title	State Grant Program CORE-CT Number	Expenditures
State Department of Public Safety:		
Drug Asset Forfeiture	12060-DPS32155-35142	1,050
Enhanced 911 Fund	12060-DPS32741-35190	8,712
Total State Department of Public Safety		<u>9,762</u>
State Department of Economic and Community Development:		
Trumbull Center Streetscape	N/A	17,124
Small Town Economic Assistance	12052-ECD46555-42411	55,849
Total State Department of Economic and Community Development		<u>72,973</u>
State Department of Mental Health and Addiction:		
CT Partnership for Success	12060-MHA53282-22362	75,001
TOTAL STATE FINANCIAL ASSISTANCE BEFORE EXEMPT PROGRAMS		<u>1,675,953</u>
EXEMPT PROGRAMS		
Office of the State Comptroller:		
Mashantucket Pequot/Mohegan Fund	12009-OSC15910-17005	44,681
Department of Education:		
Education Cost Sharing	11000-SDE64370-17041	2,607,997
Transportation of School Children (Public)	11000-SDE64370-17027	82,854
Transportation of School Children (Non-Public)	11000-SDE64370-17049	24,907
Excess Cost - Student Based	11000-SDE64370-17047	824,622
School Construction Projects - Principal	13010-SDE64370-40901	663,360
School Construction Projects - Interest	13010-SDE64370-40896	125,222
School Construction Progress Payments	13010-SDE64370-40901	1,921,639
Total Department of Education		<u>6,250,601</u>
Total Exempt Programs		<u>6,295,282</u>
Total State Financial Assistance		<u>\$ 7,971,235</u>

N/A - Not Available
 See Note to Schedule

TOWN OF TRUMBULL, CONNECTICUT

NOTE TO SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE For the Year Ended June 30, 2011

Various departments and agencies of the State of Connecticut have provided financial assistance to the Town of Trumbull, 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, library, social services, environmental protection, property tax relief, public safety and economic and community development.

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the Town of Trumbull, 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 Trumbull, Connecticut's basic financial statements are prepared on the modified accrual basis. The financial statements for the business-type activities are presented on the accrual basis of accounting. The following is a summary of such basis.

- Revenues are recognized in the accounting period in which they become available and measurable. Those revenues which are susceptible to accrual are property taxes, intergovernmental revenue and interest revenue. Certain special revenue fund grants are measurable at the time all eligibility requirements are met.
- Expenditures are recorded when the related liability is incurred except for the following items, which are recorded when payments are made, interest on general long-term debt, vacation pay and sick pay.

The Schedules of Expenditures of State Financial Assistance, contained in this report, is also prepared 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 as awards in the expenditures column of the Schedule of Expenditures of State Financial Assistance.

TOWN OF TRUMBULL, CONNECTICUT

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2011**

I. SUMMARY OF INDEPENDENT AUDITOR'S AUDIT RESULTS

Financial Statements

Type of auditor's report issued: unqualified.

Internal control over financial reporting:

- Material weakness(es) identified? _____ Yes X No
- Significant deficiency(ies) identified? _____ X Yes _____ 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)? _____ 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 4-236-24 of the Regulations to the State Single Audit Act? _____ Yes X No

The following schedule reflects the major programs included in the State Single Audit:

State Grantor and Program	State Core-CT Number	Expenditures
State Office of Policy and Management		
Property Tax Relief for Elderly Homeowners	11000-OPM20600-17018	\$ 286,884
PILOT Manufacturing Machinery and Equipment	11000-OPM20600-17031	163,740
Department Environmental Protection		
Clean Water Fund	21014-DEP43720-40001	143,008
Department of Education		
Open Choice	11000-SDE64370-17053	134,578
Vocational Agriculture	11000-SDE64370-17017	277,588

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

\$ 200,000

TOWN OF TRUMBULL, CONNECTICUT

SCHEDULE OF FINDINGS AND QUESTIONED COSTS, Continued
For the Year Ended June 30, 2011

II. FINANCIAL STATEMENT FINDINGS

- We issued reports, dated January 3, 2012, on internal control over financial reporting and compliance and other matters based on an audit of the basic financial statements performed in accordance with the standards applicable to financial audits contained in "Government Auditing Standards."
- Our report on compliance indicated no reportable instances of noncompliance.
- Our report on internal control over financial reporting disclosed one matter that we consider to be a significant deficiency.

III. STATE FINANCIAL ASSISTANCE FINDINGS AND QUESTIONED COSTS

No matters were reported.