TOWN OF OXFORD, CONNECTICUT
FEDERAL SINGLE AUDIT
YEAR ENDED JUNE 30, 2015
with
INDEPENDENT AUDITORS' REPORTS

Sandra E. Welwood, LLC
Certified Public Accountants
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**JUNE 30, 2015**

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To the Board of Finance
Town of Oxford, Connecticut

Report on Compliance for Each Major Federal Program

We have audited the Town of Oxford, Connecticut's ("Town") 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 the Town's major federal programs for the year ended June 30, 2015. 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 the requirements of laws, regulations, contracts and grants applicable to its federal programs.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for 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 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'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.
Opinion on Major Federal Programs

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 programs as identified in the summary of auditors’ results section of the accompanying Schedule of Findings and Questioned Costs for the year ended June 30, 2015.

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 programs to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for the major federal programs, 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'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 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.

Purpose of this Report

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 OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.
We have audited the financial statements of the governmental activities of each major fund, and the aggregate remaining fund information of the Town as of and for the year ended June 30, 2015, and have issued our report thereon dated December 1, 2015, which contained an unmodified opinion on those financial statements. Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. 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 is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 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 financial statements or to the 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.

Danbury, Connecticut
December 1, 2015
TOWN OF OXFORD, CONNECTICUT

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2015

<table>
<thead>
<tr>
<th>Federal Grantor / Pass Through Grantor / Program Title</th>
<th>Federal CFDA Number</th>
<th>Pass-Through Entity Identifying Number</th>
<th>Federal Expenditures</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Department of Education</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Passed through the Connecticut Department of Education:</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Title I Grants to Local Educational Agencies - 2015</td>
<td>84.010</td>
<td>12060-SDE64370-20679</td>
<td>142,285</td>
</tr>
<tr>
<td>IDEA Individuals with Disabilities - 2014</td>
<td>84.027</td>
<td>12060-SDE64370-20977</td>
<td>53,718</td>
</tr>
<tr>
<td>IDEA Individuals with Disabilities - 2015</td>
<td>84.027</td>
<td>12060-SDE64370-20977</td>
<td>268,521</td>
</tr>
<tr>
<td>Special Education - Preschool Grants</td>
<td>84.173</td>
<td>12060-SDE64370-20983</td>
<td>10,347</td>
</tr>
<tr>
<td>Improving Teacher Quality State Grants - 2015</td>
<td>84.367</td>
<td>12060-SDE64370-20858</td>
<td>19,851</td>
</tr>
<tr>
<td><strong>Total department of education</strong></td>
<td></td>
<td></td>
<td><strong>494,722</strong></td>
</tr>
<tr>
<td><strong>Department of Agriculture</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Passed through the Connecticut Department of Education:</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>National School Lunch Program - 2014</td>
<td>10.555</td>
<td>12060-SDE64370-20560</td>
<td>25,079</td>
</tr>
<tr>
<td>National School Lunch Program - 2015</td>
<td>10.555</td>
<td>12060-SDE64370-20560</td>
<td>61,063</td>
</tr>
<tr>
<td>Special Milk Program - 2014</td>
<td>10.556</td>
<td>12060-SDE64370-20500</td>
<td>447</td>
</tr>
<tr>
<td>Special Milk Program - 2015</td>
<td>10.556</td>
<td>12060-SDE64370-20500</td>
<td>1,147</td>
</tr>
<tr>
<td><strong>Total department of agriculture</strong></td>
<td></td>
<td></td>
<td><strong>103,200</strong></td>
</tr>
<tr>
<td><strong>Department of Housing and Urban Development</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Passed through the Connecticut Department of Housing:</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Small Cities Program</td>
<td>14.218</td>
<td>12060-DOH46920-20730</td>
<td><strong>14,512</strong></td>
</tr>
<tr>
<td><strong>Department of Homeland Security</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Passed through the Connecticut Department of Emergency Services and Public Protection:</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Emergency Management Performance Grants</td>
<td>97.042</td>
<td>12060-DPS32160-21881</td>
<td><strong>793</strong></td>
</tr>
<tr>
<td><strong>Total federal financial assistance expenditures</strong></td>
<td></td>
<td></td>
<td><strong>$ 613,227</strong></td>
</tr>
</tbody>
</table>

See notes to schedule.
NOTE 1 – BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards (the “Schedule”) includes the federal grant activity of the Town of Oxford, Connecticut, under programs of the federal government for the year ended June 30, 2015. The information in the Schedule is presented in accordance with the requirements of the Office of Management and Budget (OMB) Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations.

Because the Schedule presents only a selected portion of the operations of the Town of Oxford, Connecticut, it is not intended to, and does not, present the financial position, changes in fund balance, changes in net assets or cash flows of the Town of Oxford, Connecticut.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported using the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in OMB Circular A-87, Cost Principles for State, Local, and Indian Tribal Governments, wherein certain types of expenditures are not allowable or are limited to reimbursement.
Independent Auditors' Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards

To the Board of Finance
Town of Oxford, 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 Oxford, Connecticut (the "Town") as of and for the year ended June 30, 2015, 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 1, 2015.

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 opinion 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 the 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 consolidated 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 result 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.

Danbury, Connecticut
December 1, 2015

Sandra C. Welwood, LLC
I. Summary of Auditors’ Results

Financial Statements

Type of auditors’ report issued: unmodified

Internal control over financial reporting:
- Material weakness(es) identified? yes yes no
- Significant deficiency(ies) identified? yes yes none reported
Noncompliance material to financial statements noted? yes yes no

Federal Awards

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

Type of auditors’ report issued on compliance for major programs: unmodified

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

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

<table>
<thead>
<tr>
<th>Name of Federal Program</th>
<th>CFDA Number</th>
</tr>
</thead>
<tbody>
<tr>
<td>Special Education Cluster</td>
<td>84.027/84.173</td>
</tr>
</tbody>
</table>

- Dollar threshold used to distinguish between type A and B programs $300,000

- Auditee qualified as low-risk? yes yes no
II. Financial Statements Findings

• No findings are reported.

III. Federal Award Findings and Questioned Costs

• No findings or questioned costs are reported.