

**BOARD OF FINANCE
REGULAR MEETING – May 10, 2022
COMSTOCK COMMUNITY CENTER RM 31 & VIA ZOOM**

PRESENT: Michael Kaelin, Stewart Koenigsberg, Chris Stroup, Sandra Arkell, Matthew Raimondi

ABSENT: Richard Santosky

Others Present: Leslie Zoll-CliftonLarsenAllen LLP Audit Firm (CLA, LLP), CFO Dawn Norton

Call to Order

Chairman Michael Kaelin called the meeting to order at 7:04 pm.

Approval of Minutes of Regular Meeting Minutes of April 12, 2022 and Special Meeting Minutes of April 25, 2022

Mr. Stroup made a motion to approve the Regular Meeting Minutes of April 12, 2022. Motion seconded by Ms. Arkell and carried 4-0-1 with Mr. Koenigsberg abstaining.

Mr. Kaelin made a motion to approve the BOF Special Meeting Minutes of April 25, 2022. Motion seconded by Mr. Raimondi and carried 3-0-2 with Mr. Stroup and Ms. Arkell abstaining as they were not present for the meeting.

Review of Audit Report

CFO Dawn Norton introduced Leslie Zoll of CLA, LLP who reviewed the attached presentation on the Audit Report with the BOF. After review, question and answer session with the board on audit findings.

Discussion and Possible Action on Forming a Subcommittee to Propose and RFP/RFQ for FY2022-2023 Audit

Mr. Kaelin began the Discussion and Possible Action on Forming a Subcommittee to Propose and RFP/RFQ for FY2022-2023 Audit. Chris Stroup & Sandra Arkell to review with CFO Dawn Norton and report back to the BOF.

Committee Reports

BOE Operations Committee: Matt Raimondi noted that Committee met two weeks ago and discussed for next year continuing collaboration on budget and starting the process a little earlier. BOE offered opportunity to sit in on a teachers' coach training session.

No other Committee Reports

Mr. Stroup noted would like to add, as an agenda item at a BOF meeting, pro/cons of formal audit committee for the town.

Mr. Koenigsberg would like to add a date on BOF calendar to discuss process and expectations for the budget.

Mr. Kaelin suggests skipping the June BOF meeting and set meeting for sometime in July. Dates to be proposed for July or August for the next BOF meeting.

Mr. Raimondi suggests a topic for the BOF to discuss potential town wide survey on the budget and other topics.

**Minutes have not been reviewed by this Board and may be subject to revision in future minutes.*

Public Comment

None.

Having no further business, the board voted to adjourn meeting at 7:53 pm.

Respectfully submitted,
Jacqueline Rochester
(from video recording)



2020 Audit Presentation
January 12, 2021

Town of Wilton, Connecticut

2021 Audit Presentation

WEALTH ADVISORY | OUTSOURCING | AUDIT, TAX, AND CONSULTING

Investment advisory services are offered through CliftonLarsonAllen Wealth Advisors, LLC, an SEC-registered investment advisor

Agenda

- Terms of Engagement
- Executive Summary
- Financial Highlights
- State Single Audit
- Federal Single Audit (not yet issued)
- Governance Communication
- Upcoming GASB Pronouncements



Terms of Engagement

- Express opinions on whether the basic financial statements are presented in accordance with GAAP
- Express an “in relation” to opinion on the schedule of expenditures of federal awards and schedule of expenditures of state financial assistance.
- Express an opinion on compliance related to major federal and state award programs



Terms of Engagement

- Provide a report on internal control over financial reporting and compliance with laws, regulations, contracts and grants
- Provide a report on internal control over compliance related to major federal and state award programs



Executive Summary

- Financial Statements
 - Unmodified opinion issued on the financial statements
 - One finding in report on internal control and compliance for material entries posted to the Other Grants Fund
 - Revenue recognition
 - Expenditure accruals



Executive Summary

- State Single Audit
 - Unmodified opinion on major state program (municipal grants in aid)
 - No compliance findings or significant deficiencies in internal control over compliance reported



Financial Highlights

- Governmental activities (ACFR page 7)

	Governmental Activities		Business-Type Activities		Total	
	2021	2020	2021	2020	2021	2020
Current assets	\$ 73,577	\$ 47,863	\$ 10,398	\$ 9,817	\$ 83,975	\$ 57,680
Capital assets, net of accumulated depreciation	179,073	182,859	3,624	3,739	182,697	186,598
Total assets	<u>252,650</u>	<u>230,722</u>	<u>14,022</u>	<u>13,556</u>	<u>266,672</u>	<u>244,278</u>
Deferred outflows of resources	1,830	6,538			1,830	6,538
Current liabilities	17,826	14,357	728	44	18,554	14,401
Long-term liabilities outstanding	76,864	86,106			76,864	86,106
Total liabilities	<u>94,690</u>	<u>100,463</u>	<u>728</u>	<u>44</u>	<u>95,418</u>	<u>100,507</u>
Deferred inflows of resources	20,643	3,814			20,643	3,814
Net Position:						
Net investments in capital assets	102,329	101,844	3,624	3,739	105,953	105,583
Restricted	12,524	539			12,524	539
Unrestricted	24,294	30,600	9,670	9,773	33,964	40,373
Total Net Position	<u>\$ 139,147</u>	<u>\$ 132,983</u>	<u>\$ 13,294</u>	<u>\$ 13,512</u>	<u>\$ 152,441</u>	<u>\$ 146,495</u>



Financial Highlights

- Governmental Funds
(ACFR page 17)

EXHIBIT III					
TOWN OF WILTON, CONNECTICUT					
BALANCE SHEET - GOVERNMENTAL FUNDS					
JUNE 30, 2021					
	General	Capital Projects	Other Grants Fund	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS					
Cash and cash equivalents	\$ 23,159,691	\$ 8,785,954	\$ 2,628,208	\$ 4,742,985	\$ 39,316,838
Investments	2,957,319				2,957,319
Property taxes receivable, net	1,700,316				1,700,316
Due from other governments		113,974	755,098	60,979	930,051
Other receivables, net	709,883			61,099	770,982
Due from other funds	1,404,645	738,230		395,817	2,538,692
Prepaid expenditures	53,183			200	53,383
Inventories				15,248	15,248
Total Assets	\$ 29,985,037	\$ 9,638,158	\$ 3,383,306	\$ 5,276,328	\$ 48,282,829
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES					
Liabilities:					
Accounts payable and accrued items	\$ 3,320,489	\$ 373,441	\$ 395,384	\$ 142,261	\$ 4,231,575
Due to other funds	1,247,264		97,823	1,324,651	2,669,738
Due to other governments	7,132			6,219	13,351
Unearned revenue	320,096		2,889,603	609,924	3,819,623
Total liabilities	4,894,981	373,441	3,382,810	2,083,055	10,734,287
Deferred inflows of resources:					
Unavailable revenue - property taxes	2,184,112				2,184,112
Unavailable revenue - grant receivable			435,737		435,737
Total deferred inflows of resources	2,184,112	-	435,737	-	2,619,849
Fund balances:					
Nonspendable	53,183			15,448	68,631
Restricted		9,264,717		798,033	10,062,750
Committed				3,283,046	3,283,046
Assigned	7,958,625				7,958,625
Unassigned	14,894,136		(435,241)	(903,254)	13,555,641
Total fund balances	22,905,944	9,264,717	(435,241)	3,193,273	34,928,693
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 29,985,037	\$ 9,638,158	\$ 3,383,306	\$ 5,276,328	\$ 48,282,829



Financial Highlights

- Proprietary Funds
(ACFR page 21)

EXHIBIT V				
TOWN OF WILTON, CONNECTICUT				
STATEMENT OF NET POSITION - PROPRIETARY FUNDS				
JUNE 30, 2021				
	Business-Type Activities - Enterprise Funds			Governmental
	Major Fund			Activities
	Water Pollution	Transfer		Internal
	Control	Station	Total	Service Funds
	Authority			
Assets:				
Current assets:				
Cash and cash equivalents	\$ 7,443,571	\$ 16,596	\$ 7,460,167	\$ 5,807,827
Investments	424,954		424,954	
Accounts receivable, net	2,895	11,404	14,299	
Total current assets	<u>7,871,420</u>	<u>28,000</u>	<u>7,899,420</u>	<u>5,807,827</u>
Noncurrent assets:				
Receivables - special assessments and connection charges, net	2,528,142		2,528,142	
Capital assets, nondepreciable		128,956	128,956	
Capital assets, net of accumulated depreciation	3,495,159		3,495,159	
Total noncurrent assets	<u>6,023,301</u>	<u>128,956</u>	<u>6,152,257</u>	<u>-</u>
Total assets	<u>13,894,721</u>	<u>156,956</u>	<u>14,051,677</u>	<u>5,807,827</u>
Liabilities:				
Current liabilities:				
Accounts payable and accrued items	689,579	38,553	728,132	143,964
Due to other funds	12,574	16,956	29,530	50,464
Current portion of claims payable			-	1,014,692
Total current liabilities	<u>702,153</u>	<u>55,509</u>	<u>757,662</u>	<u>1,209,120</u>
Noncurrent liabilities:				
Claims payable			-	527,660
Total liabilities	<u>702,153</u>	<u>55,509</u>	<u>757,662</u>	<u>1,736,780</u>
Net Position:				
Investment in capital assets	3,495,159	128,956	3,624,115	
Unrestricted	9,697,409	(27,509)	9,669,900	4,071,047
Total Net Position	<u>\$ 13,192,568</u>	<u>\$ 101,447</u>	<u>\$ 13,294,015</u>	<u>\$ 4,071,047</u>



Financial Highlights

- Fiduciary Funds
(ACFR page 24)

		EXHIBIT VIII
TOWN OF WILTON, CONNECTICUT		
STATEMENT OF NET POSITION - FIDUCIARY FUNDS		
JUNE 30, 2021		
		Pension and Other Employee Benefit Trust Funds
Assets:		
Cash and cash equivalents	\$	876,633
Investments, at fair value:		
Mutual funds		151,634,018
Alternative Investments		9,873,138
Accounts receivable		3
Due from other funds		211,040
		162,594,832
Total assets		162,594,832
Liabilities:		
Accounts payable		27,875
		27,875
Total liabilities		27,875
Net Position:		
Restricted for pension benefits		151,736,564
Restricted for OPEB benefits		10,830,393
Total Net Position	\$	162,566,957



Financial Highlights

- Property Tax Collections
 - 99.45% compared to 99.28% in the prior year
- General Fund Unassigned Fund Balance
 - \$14,894,136 which is 11% of revenue and other financing sources
- Net Pension Assets- \$17,686,361
 - 113.19% funded
- OPEB Asset - \$4,309,173
 - 166.08% funded



State Single Audit

- Total state awards expended - \$3.0M
- Major program –Municipal Grants In Aid
- Unmodified opinion on major program compliance
- No compliance or internal control finding



Auditors' Communication

- New standards adopted – GASB 84 *Fiduciary Activities*
 - Restatement found on page 67 Footnote #6
- Significant Estimates
 - Capital Assets – Useful lives
 - Net Pension Liability
 - Net OPEB Liability
 - Heart and Hypertension Liability and Loss Contingencies



Auditors' Communication

- No disagreements with management
- Management did not consult with other accountants
- No difficulties encountered in performing the audit
- No uncorrected misstatements
- No independence issues



GASB Standards

- Implementation Year 2022
 - Statement 87 – Leases
 - Statement 89 – Accounting for Interest Cost before the End of a Construction Period
 - Statement 92 – Omnibus 2020 (various)
 - Statement 93 – Replacement of Interbank Offered Rates
 - Statement 97 – Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans



GASB Standards

- Implementation Year 2023
 - Statement 91 – Conduit Debt Obligations
 - Statement 94 – Public-Private and Public-Public Partnerships and Availability Payment Arrangements
 - Statement 96 – Subscription-Based Information Technology Arrangements



Contact Information

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Questions?



[CLAconnect.com](https://www.CLAconnect.com)



WEALTH ADVISORY | OUTSOURCING | AUDIT, TAX, AND CONSULTING

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