

REPORT

Hon. Mark D. Boughton
Common Council Members

July 20, 2006

Mike Calandrino, Chairman, called the meeting to order at 10:00 a.m.

In attendance were Council member Mary Saracino, Dena Diorio, Finance Director, and Scott Bassett from the auditing firm of McGladrey & Pullen. The purpose of meeting is to discuss the upcoming audit – any issues or questions the committee may have.

Scott Bassett then outlined the purpose of the meeting. This meeting is called prior to the beginning any substantial fieldwork in any audit with the audit committee. As you know, audit committees are someone we look to in case a problem occurs or something that we need to bring to your attention during the course of the audit. This year's audit is pretty standard.

Discussion followed on a few issues brought up by Mike Calandrino. (1) Board of Education "nickel & dime" monies from bake sales, etc.; (2) is there enough money in the water and sewer areas? (3) litigation; and (4) bond issues.

Scott asked "Do you know of any fraud or irregularities that took place within the City that would be material to the financial statements?" No one knew of anything.

Mary Saracino made a Motion to continue. 2nd by Mike Calandrino. Motion passed.

Respectfully submitted,

Michael Calandrino, Chairman

Mary Saracino

John Esposito