

# AUDIT SUMMARY

## Department of Economic and Community Development Annual Report

[www.ctauditors.gov](http://www.ctauditors.gov)

Fiscal Year Ended June 30, 2025

### ABOUT THE AUDIT

Section 32-1m of the General Statutes provides that, no later than February 1st annually, the Commissioner of Economic and Community Development shall submit a report that includes information regarding the activities of the Department of Economic and Community Development (DECD) and business assistance or incentive programs administered by Connecticut Innovations, Incorporated during the preceding state fiscal year.

Section 2-90c of the General Statutes, provides that, as part of each audit the Auditors of Public Accounts performs of DECD, the auditors shall evaluate the annual reports submitted since the last audit and the analyses required under subdivision (2) of subsection (a) of Section 32-1m of the General Statutes. Subdivision (2) pertains to analyses of the economic development portfolio of DECD that are included in the annual report. The auditor's evaluation shall include:



1. A determination of whether evidence is available to support the accuracy of the data presented in such annual report;
2. An evaluation of management practices and operations regarding the ease or difficulty for taxpayers to comply with the requirements of the incentive programs;
3. Recommendations for improving the administrative efficiency or effectiveness of the incentive programs; and
4. An evaluation of whether such annual reports satisfy the reporting requirements under subsection (a) of Section 32-1m.

This evaluation focused on items 1 and 4. We evaluated the remaining requirements in a separate [performance audit](#), Connecticut Innovations' Administration of the Angel Investor Tax Credit Program, which our office released on January 8, 2026.

[Link to full report](#)



Our audit did not identify internal control deficiencies or instances of noncompliance with laws, regulations, or policies.

<p><b>1</b> prior audit  <b>RECOMMENDATION</b> has been resolved</p>	<p>The Department of Economic and Community Development should strengthen internal controls over the preparation of its annual report to ensure amounts are accurate. The department's annual report should include all elements required in Section 32-1m(a) of the General Statutes.</p>	
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