

TOWN OF WETHERSFIELD CONNECTICUT



COMPREHENSIVE ANNUAL FINANCIAL REPORT

FISCAL YEAR ENDED JUNE 30, 2019

COMPREHENSIVE ANNUAL FINANCIAL REPORT
OF THE
TOWN OF WETHERSFIELD, CONNECTICUT

FOR THE FISCAL YEAR ENDED

June 30, 2019



Prepared by the Finance Department

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TOWN OF WETHERSFIELD, CONNECTICUT
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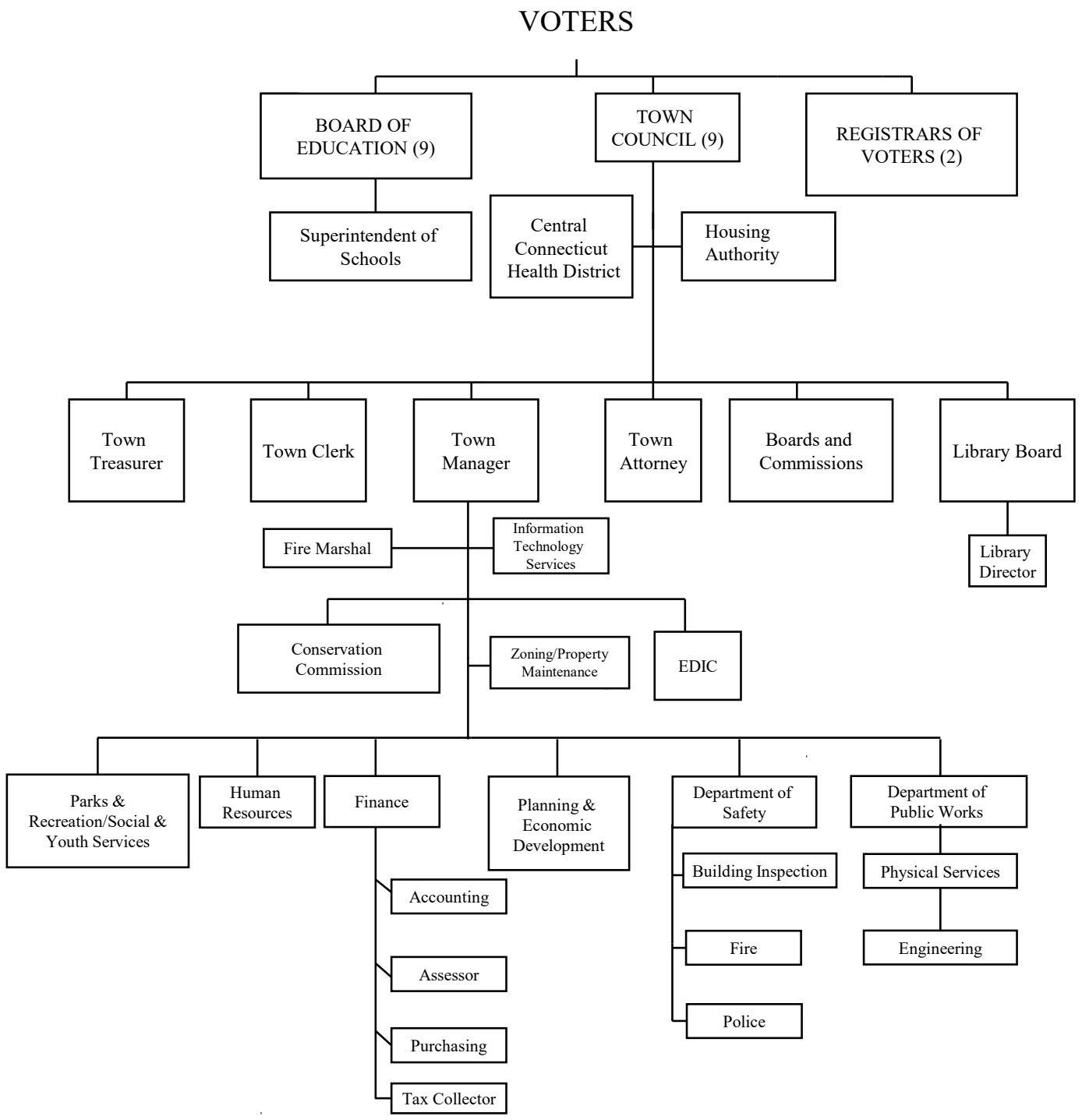
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Introductory Section

TOWN OF WETHERSFIELD, CONNECTICUT

ORGANIZATION CHART





October 24, 2019

Honorable Members of Town Council, Mayor, and Town Manager
Town of Wethersfield
Wethersfield, Connecticut 06109

State law requires that all local governments publish within six months of the close of each fiscal year a complete set of financial statements presented in conformity with generally accepted accounting principles ("GAAP") and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to that requirement, I hereby submit the Comprehensive Annual Financial Report ("CAFR") of the Town of Wethersfield, Connecticut (the "Town"), for the fiscal year ended June 30, 2019.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

Blum Shapiro & Company, P.C., a firm of licensed certified public accountants, has issued an unmodified (i.e., "clean") opinion on the Town's financial statements for the year ended June 30, 2019. The independent auditors' report is located at the front of the financial section of this report.

Management's discussion and analysis ("MD&A") immediately follows the independent auditors' report and provides a narrative introduction, overview, and analysis of the basic financial statements. The MD&A complements this letter of transmittal and should be read in conjunction with it.

Profile of the Government

The Town of Wethersfield, settled in 1634 and incorporated in 1822, is one of the oldest communities in Connecticut. Known as "Ye Most Ancient Towne" in Connecticut, Wethersfield is a suburban, residential town blending a modern community with strong ties to a deeply rooted colonial heritage dating back to its founding. Covering an area of 13.0 square miles and serving a population of 26,082, the Town is located in the central region of the State, immediately south of the City of Hartford. The Town is empowered to levy a property tax on real property, personal property and motor vehicles located within its boundaries.

The Town has operated under the Council-Manager form of government since 1953. Policy-making and legislative authority are vested in the Town Council, consisting of a Mayor and eight other members, all of whom are elected at large. All members serve two-year terms. The Town Manager is the chief executive of the administrative branch of the Town government and is appointed by and responsible to the Town Council for the administration of all affairs relating to the Town.

The Town provides a full range of municipal services including police and fire protection, maintenance and sanitation, health, human services, library, education, cultural and recreational activities, public improvements, planning and zoning, and general administrative services. The relatively high median age indicates a demand for services to the elderly, which the Town provides with numerous programs and services.

The Council is required to adopt an initial budget for the fiscal year no later than May 15, preceding the beginning of the fiscal year on July 1. This annual budget serves as the foundation for the Town's financial planning and control. The budget is prepared by fund and department. Transfers between departments require the approval of the Town Council. Beginning in 2013, the Council established a separate tax levy to fund road repairs and reconstruction. These funds are accounted for in the Road Improvement Fund.

Local Economy

Wethersfield is an ideal community for business with its strategic location within the Greater Hartford region. Centrally situated on the western bank of the Connecticut River just four miles south of downtown Hartford, Wethersfield is conveniently located on one of New England's key interstate highways, I-91, and within minutes of Interstate 84. The Town has created a business-friendly environment and is focused upon creating business opportunities in the Town's three commercial areas: along the Silas Deane Highway, the Berlin Turnpike, and in Historic Old Wethersfield.

The Town's tax base is diversified and is not reliant on any one employer or major taxpayer. The list of top employers and top taxpayers includes a diversity of business types which include several State offices, apartment complexes, office buildings, retailers and utility companies.

The Town is actively working to maintain the diversity in its economic base through the implementation of the strategies contained within the Town's Economic Development Strategic Plan. The strategic plan is consistent with the Town's current Plan of Conservation and Development and responsive to the challenges and issues facing the Town. The plan's mission is to attract and retain business growth and development for the purpose of expanding and developing the tax base, creating jobs, and improving the quality of life in Wethersfield. The primary goal is to grow the commercial and industrial portion of the grand list to support a diverse and sustainable local economy at a rate that supports a balanced tax base. Other goals are broken down into the categories of marketing and recruitment, business assistance, retention and expansion, business corridors and aesthetics, sites, development services, and administrative concerns.

The net taxable grand list of October 1, 2017 at \$2.251 billion was a slight increase over the 2016 Grand List. State statutes mandate communities perform a property revaluation every 5 years. The October 1, 2013 grand list was the last revaluation year for the Town. Accordingly, the next required property revaluation took place for the October 1, 2018 Grand List, which will affect the 2019-2020 fiscal year.

Median household incomes within the Town are appreciably higher than for the state as a whole. According to the most recent US Census Bureau American Community's Survey, the Town's median household income was \$81,452, while the state's was \$73,781. The Town's population has dropped slightly over recent years but has remained stable at 26,082.

The Town's unemployment rate is equal to both state and national levels. The Town's unemployment rate as of August 2019 was 3.5% compared to state and national levels of 3.6% and 3.5% respectively. The Town's rate was significantly improved from 2010 when it was 8.9%.

The Town maintains credit ratings of Aa2 from Moody's (May 2019) and AA+ from Standard & Poor's (June 2017).

Long-term Financial Planning: A five-year capital improvement plan is prepared as part of the annual budget process. This plan attempts to identify and provide a responsible funding/execution plan for public betterments to ensure a stable community infrastructure. The plan is designed to budget adequate reserves for replacement of obsolete equipment and vehicles and provide for the betterment of town-wide roads. The Town ranks projects based on safety issues and the needs of the departments and uses funding methods that best utilize financial resources.

The five-year program projects capital improvement program needs, as reviewed by the Town Capital Improvements Advisory Committee, in eight major categories: Community/Economic Development, Drainage, Fire Safety, Sidewalk Construction, Pavement Maintenance, Parks and Recreation, School Buildings and Town Buildings.

Capital Projects: Major recent capital projects include the \$84 million renovation to the Wethersfield High School, which was approved at referendum on April 24, 2012. The construction portion of the multi-phase project began in September 2013 and concluded in August 2017. The Town is dedicated to the planned long-term maintenance of roads. Beginning in 2012, the Town has adopted a separate mill levy for road infrastructure improvements. This levy will be supplemented by available State grants to provide approximately \$1.8 million annually for road improvements. Other projects of note taking place during the year were \$387,000 for Town Building repairs and improvements including \$160,000 for Solomon Welles House Repairs and \$80,000 for the Physical Services Salt Shed. In additional \$233,000 was budgeted for various Parks & Recreations projects including \$100,000 for the basketball court reconstruction at Charles Wright School and \$75,000 for playground equipment replacement at Farms Village (Cedar St).

Other Postemployment Benefit (OPEB) Liabilities: The Town has developed a health benefit strategic plan to manage health insurance costs. In 2012, an OPEB Trust Fund was established and a funding policy was adopted. The Town spends approximately \$2.9 million annually on current retiree benefits. The Town will continue to pay for these benefits through the annual budget process. In 2013, approximately \$6.2 million was transferred from past retirement reserves to establish the OPEB Trust. An additional \$2.8 million was transferred from medical self-insurance reserves to the Trust Fund in FY15. The net OPEB liability associated with current and future retirees as of June 30, 2019 was \$27.2 million; the current required annual contribution, as calculated by the Town's actuary was \$2.6 million while the actual contributions were \$3.4 million. The Town has eliminated eligibility for post-retirement medical benefits for all new employees, except sworn members of the Police Department.

Relevant Financial Policies

The Town has adopted a comprehensive set of financial policies. The most significant of these are summarized as follows:

General Fund Reserves General Fund fund balance is to be maintained at a level of 7% to 10% of the annual General Fund revenue budget.

Medical Self-Insurance Reserves Reserves in the Hospital Medical Insurance Fund (a self-insurance internal service fund) are to be maintained at 10% of the previous year's annual claims.

Other Post-Employment Benefits (OPEB) Trust Funding Upon establishment of the Trust Fund in 2013, \$6.2 million was deposited into the Trust, and the Town has committed to increase its annual funding (in addition to pay-as-you-go benefits) from \$200,000 in 2014 to \$1.6 million in 2021.

Awards and Acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Town of Wethersfield for its comprehensive annual financial report for the fiscal year ended June 30, 2018. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. Management believes the current comprehensive annual financial report continues to meet the Certificate of Achievement Program requirements and will submit to the GFOA to determine its eligibility for another certificate.

The preparation of this report would not have been possible without the skill, effort, and dedication of the entire staff of the Finance Department. We wish to thank the Town Manager and all departments for their assistance in providing the data necessary to prepare this report. Credit also is due to the Town Council for their unfailing support for maintaining the highest standards of professionalism in the management of the Town's finances.

Respectfully submitted,

A handwritten signature in black ink, appearing to read "Michael J. O'Neil". The signature is stylized and cursive.

Michael J. O'Neil, C.P.A.
Director of Finance



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Town of Wethersfield
Connecticut**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2018

Christopher P. Morrill

Executive Director/CEO

TOWN OF WETHERSFIELD, CONNECTICUT

LIST OF PRINCIPAL OFFICIALS
JUNE 30, 2019

TOWN COUNCIL

Mayor Amy Morrin Bello (D)
Deputy Mayor Tony Martino (D)
Mary Breton (D)
Matthew Forrest (D)
Michael J. Hurley (R)
Jodi Latina (R)
Kenneth Lesser (D)
Michael L. Rell (R)
Anthony Spinella (D)

TOWN TREASURER

Harry L. Lichtenbaum (D)
S. Bradley Milvae (Deputy) (R)

TOWN DEPARTMENTS

Gary A. Evans, Town Manager
Michael J. O'Neil, C.P.A., Director of Finance
Stephanie R. Askeland, Human Resources Manager
Fauna Eller, Tax Assessor
Marlene Desjardins, Tax Collector
Derrick D. Gregor, P.E., Town Engineer
Sally A. Katz, Director of Physical Services
Peter Gillespie, Director of Planning & Economic Development
Dolores Sassano, Town Clerk
James L. Cetran, Chief of Police
Richard Bailey, Fire Chief
Anthony Dignoti, Fire Marshal
Steven Lattarulo, Chief Building Official
Kathy Bagley, Director of Parks & Recreation and Director of Social & Youth Services
Brook Berry, Library Director

BOARD OF EDUCATION

Michael T. Emmett, Superintendent of Schools
Matthew Kozaka, Business Manager

AUDITORS

Blum, Shapiro & Company, P.C.



**Financial
Section**

Independent Auditors' Report

To the Members of the Town Council
Town of Wethersfield, Connecticut

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Town of Wethersfield, Connecticut, as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the Town of Wethersfield, Connecticut's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditors consider internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund and the aggregate remaining fund information of the Town of Wethersfield, Connecticut, as of June 30, 2019 and the respective changes in financial position and, where applicable, cash flows thereof, for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, the budgetary comparison information and the pension and OPEB schedules, as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of Wethersfield, Connecticut's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and schedules are fairly stated in all material respects in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and, accordingly, we do not express an opinion or provide any assurance on them.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statements of the Town of Wethersfield, Connecticut, as of and for the year ended June 30, 2018 (not presented herein), and have issued our report thereon dated December 13, 2018, which contained unmodified opinions on the respective financial statements of the governmental activities, each major fund and the aggregate remaining fund information. The accompanying General Fund balance sheet as of June 30, 2018 is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and related directly to the underlying accounting and other records used to prepare the 2018 financial statements. The accompanying General Fund balance sheet has been subjected to the auditing procedures applied in the audit of the 2018 basic financial statements and certain additional procedures including comparing and reconciling such information directly to the underlying accounting and other records used to prepare those financial statements or to those financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the General Fund balance sheet is fairly stated in all material respects in relation to the basic financial statements as a whole for the year ended June 30, 2018.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated October 24, 2019 on our consideration of the Town of Wethersfield, Connecticut's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Town of Wethersfield, Connecticut's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Town of Wethersfield, Connecticut's internal control over financial reporting and compliance.

Blum, Shapiro & Company, P.C.

West Hartford, Connecticut
October 24, 2019



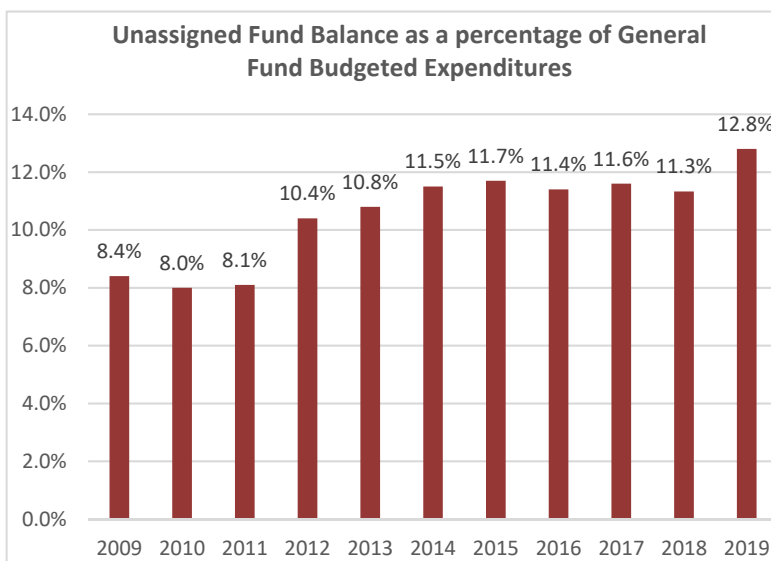
TOWN OF WETHERSFIELD, CONNECTICUT
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2019

This discussion and analysis ("MD&A") of the Town of Wethersfield, Connecticut's (the Town) financial performance was prepared by management to provide an overview of the Town's financial activities for the fiscal year ended June 30, 2019. Please read this MD&A in conjunction with the Town's financial statements presented in Exhibits I through IX.

Financial Highlights

- The Town's total net position at the close of the fiscal year was \$86.69 million, a small increase over the \$85.21 million the previous fiscal year.
- At the end of the current fiscal year, the total fund balance for the General Fund was \$14.01 million, which is an increase of \$1.6 million from the prior fiscal year.

- As of June 30, 2019, the General Fund *unassigned* fund balance of \$13.1 million represents approximately 12.8% of budgeted General Fund expenditures (\$102.37 million) as compared to 11.3% in the prior year. The Town maintains a General Fund unassigned fund balance at a level that meets the guidelines established by rating agencies and as prescribed by the Town's adopted financial policies (currently 7%-10%). Rating agencies evaluate municipalities to determine the financial condition of the community and assign a bond rating that influences the rate of interest paid on debt issues. Accordingly, a strong fund balance demonstrates the Town's commitment to fiscal responsibility, reduces bonding costs, and indicates an ability to meet unforeseen emergencies.



- The Town of Wethersfield's combined governmental funds include the General Fund, Capital Projects Fund, and other non-major funds. The governmental funds reported combined ending fund balances of \$25.2 million, which is a decrease of \$984,000 from the prior fiscal year.

Overview of the Financial Statements

This MD&A is intended to serve as an introduction to the Town of Wethersfield's basic financial statements. This annual report consists of four parts: 1) management's discussion and analysis, 2) the basic financial statements, 3) required supplementary information, and 4) an additional section that presents combining statements for non-major governmental funds and internal service funds. The basic financial statements include two kinds of statements that present different views of the Town:

- The first two statements are *government-wide financial statements* that provide both long-term and short-term information about the Town's overall financial status (Exhibits I and II, respectively).
- The remaining statements are *fund financial statements* that focus on individual parts of the Town government, reporting the Town's operations in more detail than the government-wide statements (Exhibits III to IX).
 - The *governmental funds statements* tell how general government services such as police, fire and parks were financed in the short-term as well as what remains for future spending.
 - *Proprietary funds statements* offer short and long-term financial information about the activities the government operates like business, that is, the Town's Medical and Heart & Hypertension internal service funds.
 - *Fiduciary funds statements* provide information about the financial relationships in which the Town acts solely as a trustee or agent for the benefit of those outside of the government.

The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data. The statements are followed by required supplementary information that further explains and supports the information in the financial statements.

Major Features of the Basic Financial Statements - Figure A-1

		<u>Fund Financial Statements</u>		
<u>Type of Statements</u>	<u>Government-wide Financial Statements</u>	<u>Governmental Funds</u>	<u>Proprietary Funds</u>	<u>Fiduciary Funds</u>
<i>Scope</i>	Entire Town government (except fiduciary activities).	Activities primarily supported by taxes, grants, and similar revenue sources.	Activities the Town operates similar which have significant support from fees and charges.	Instances in which the Town administers resources as trustee on behalf of someone else such as pension trust funds.
<i>Required financial statements</i>	<ul style="list-style-type: none"> ➤ Statement of net position. ➤ Statement of activities. 	<ul style="list-style-type: none"> ➤ Balance sheet ➤ Statement of revenues, expenditures and changes in fund balances. 	<ul style="list-style-type: none"> ➤ Statement of net position ➤ Statement of revenues, expenses and changes in net position. ➤ Statement of cash flows. 	<ul style="list-style-type: none"> ➤ Statement of fiduciary net position. ➤ Statement of changes in fiduciary net position.
<i>Accounting basis and measurement focus</i>	Accrual accounting and economic resources focus.	Modified accrual accounting and current financial resources focus.	Accrual accounting and economic resources focus.	Accrual accounting and economic resources focus.
<i>Type of inflow/outflow information</i>	All revenues and expenses during year, regardless of when cash is received or paid.	Revenues for which cash are received during or soon after the end of the year; expenditures when goods or services have been received and the related liability is due and payable.	All revenues and expenses during year, regardless of when cash is received or paid.	All additions and deductions during the year regardless of when cash is received or paid.

Figure A-1 summarizes the major features of the Town’s financial statements, including that portion of Town government they encompass and the type of information that they contain. The remainder of this overview section of the management’s discussion and analysis explains the structure and contents of each of the statements.

Government-wide financial statements (Exhibits I and II) One of the most important questions asked about the Town's finances is: "Is the Town as a whole better off or worse off as a result of the year's activities?" The *statement of net position* and *statement of activities* report information about the Town as a whole and about its activities in a way that should answer this question. These statements include *all* assets and liabilities using the *accrual basis of accounting*, which is similar to the accounting used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when the cash is received or paid.

The *Statement of Net Position* presents information on all the Town's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in the Town's net position can be an indicator of whether its financial health is improving or deteriorating. Readers also need to consider non-financial indicators such as changes in the Town's property tax base, growth in school enrollment and the condition of the Town's roads, to assess the overall health of the Town.

The *Statement of Activities* presents information that demonstrates how the Town's net position changed during the fiscal year. All changes in net position are reported as soon as the underlying event occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g. uncollected taxes and earned but unused vacation leave.)

The government-wide financial statements present the functions of the Town that are principally supported by taxes and intergovernmental revenues (*governmental activities*). *The governmental activities* represent most of the Town's basic services such as fire and police protection, public works, social and human services, parks and recreation, education and general administration.

The government-wide financial statements (statement of net position and statement of activities) can be found in Exhibits I and II of this report.

Fund Financial Statements The fund financial statements begin with Exhibit III and provide detailed information about the Town's funds, focusing on its most significant or "major" funds and not the Town as a whole. Some funds are required to be established by state law or by bond covenants. However, the Town establishes many other funds to help it maintain control and manage funds that have been segregated for specific activities or objectives. Funds are also established to ensure and demonstrate compliance with finance-related legal requirements for using certain grants. The Town of Wethersfield has three types of funds:

Governmental Funds (Exhibits III and IV). Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a Town's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the Town's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The Town maintains 37 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the General Fund, and the capital projects funds, which are considered to be major funds. Data from the other 28 governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements in Exhibits B-1 and B-2 in this report.

The Town adopts an annual budget for its General Fund. Budgetary comparison statements (RSI-1 and RSI-2) have been provided for the General Fund to demonstrate compliance with this budget.

Proprietary Funds (Exhibits V, VI and VII). Proprietary funds are generally used for reporting charges for services for which the Town charges a fee. They are reported in the same way as the government-wide statements. The Town has one type of proprietary fund which is the internal service fund.

Internal Service Funds are used to report activities that provide self-insured medical services and heart and hypertension payments which are funded by other Town programs or activities.

Fiduciary Funds (Exhibits VIII and IX). The Town is the trustee, or fiduciary, for its employees' pension plan and other postemployment benefits (OPEB) plan. It is also responsible for other assets that, because of trust agreements, can be used only for the trust beneficiaries. All of the Town's fiduciary activities are reported in separate Statements of Fiduciary Net Position and Changes in Fiduciary Net Position. We exclude these activities from the Town's other financial statements because the Town cannot use these assets to finance its operations. The Town is responsible for ensuring that the assets reported in these funds are used for their intended purposes. The accounting used for fiduciary funds is much like that used for proprietary funds.

Notes to the Financial Statements The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found immediately following Exhibit IX of this report.

Other Information In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Town's progress in funding its obligation to provide pension benefits to its employees.

Government-Wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a Town's financial position. The Town's combined net position of governmental activities increased slightly from \$85.2 million compared to \$86.7 million.

TABLE 1 - NET POSITION (In Thousands)

	Governmental Activities	
	2019	2018
Current and other assets	\$ 38,328	\$ 41,092
Capital assets, net of accumulated depreciation	173,925	174,175
Total assets	<u>212,253</u>	<u>215,267</u>
Deferred outflows of resources	<u>7,919</u>	<u>6,681</u>
Current liabilities	6,143	5,996
Long-term liabilities outstanding	115,764	114,517
Total liabilities	<u>121,907</u>	<u>120,513</u>
Deferred inflows of resources	<u>11,577</u>	<u>16,228</u>
Net Position:		
Net investment in capital assets	116,761	112,503
Restricted		
Unrestricted	<u>(30,073)</u>	<u>(27,296)</u>
Total Net Position	<u>\$ 86,688</u>	<u>\$ 85,207</u>

By far the largest portion of the Town's net position reflects its investment in capital assets (i.e., land, buildings, vehicles, machinery and equipment and infrastructure), less any related debt used to acquire those assets that is still outstanding. The Town uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Town of Wethersfield's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since capital assets themselves may not be used to liquidate these liabilities.

The unrestricted net position deficit increased from a deficit of \$27.30 million at June 30, 2018 to \$30.07 million at June 30, 2019, for a total increase of \$2.78 million.

Governmental Activities

Governmental activities increased the Town's net position by \$1.48 million. Key elements of this increase are as follows:

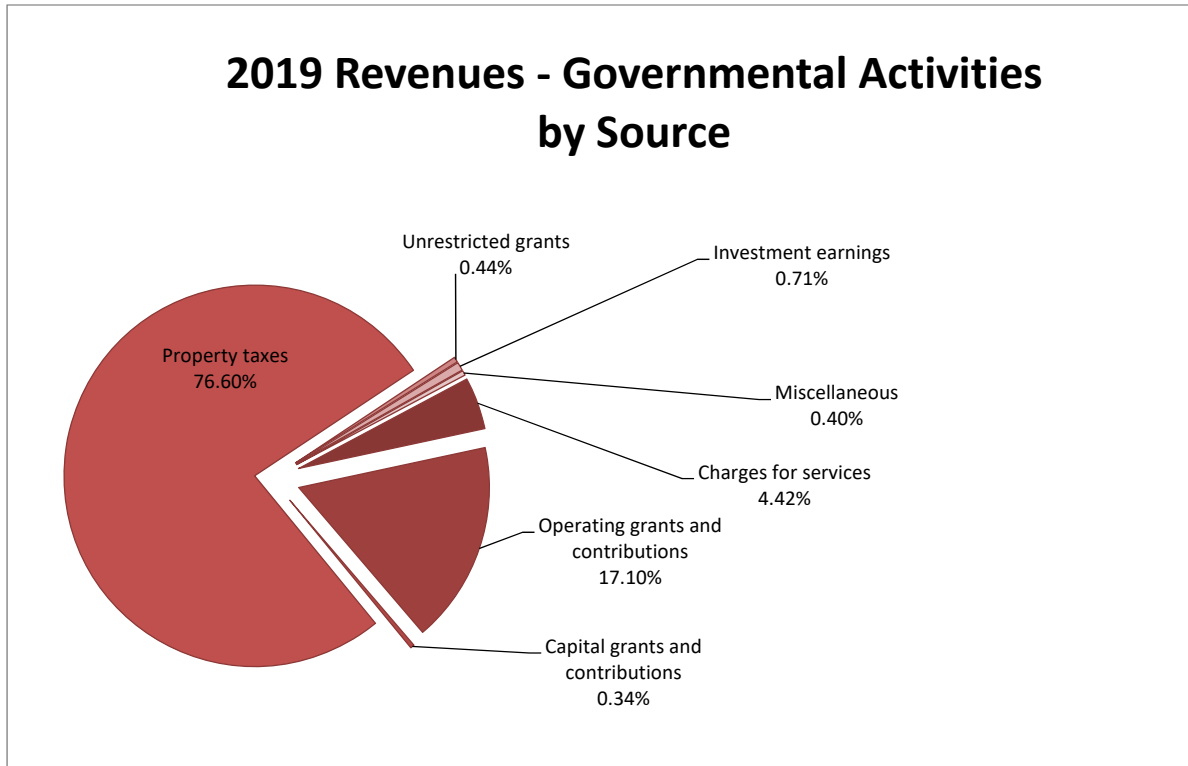
TABLE 2 - CHANGES IN NET POSITION (In Thousands)

	Governmental Activities	
	2019	2018
Revenues:		
Program revenues:		
Charges for services	\$ 5,271	\$ 5,303
Operating grants and contributions	20,409	25,457
Capital grants and contributions	400	398
General revenues:		
Property taxes	91,437	88,973
Unrestricted grants	527	545
Unrestricted investment earnings	845	343
Miscellaneous	482	266
Total revenues	<u>119,371</u>	<u>121,285</u>
Expenses:		
Public safety	12,752	11,902
Public works	10,475	9,819
Recreation and parks	3,088	2,958
Social services	1,020	951
Library	1,912	1,677
General government	16,262	11,874
Education	70,546	79,693
Interest on long-term debt	1,836	2,104
Total expenses	<u>117,891</u>	<u>120,978</u>
Change in Net Position	1,480	307
Net Position at Beginning of Year	<u>85,208</u>	<u>84,901</u>
Net Position at End of Year	<u>\$ 86,688</u>	<u>\$ 85,208</u>

The Town's total revenue was \$119.4 million, a decrease of \$1.9 million from the prior year due primarily due to the receipt of grant proceeds related to the renovation of Wethersfield High School in FY18. The total cost of all programs and services was \$117.9 million, which is a decrease of \$3.09 million from the prior year. The analysis below separately considers the operations of governmental activities.

Revenues:

Approximately 77% of revenues were derived from property taxes, 18% from operating, capital and unrestricted grants; the remaining 5% of revenues were generated from program and other miscellaneous revenues.



Major revenue factors include:

- Property taxes increased due to growth in expenditures and some reductions in state aid.
- The Town’s collection rate on the current adjusted levy was 99.16% which is a slight increase from the prior year’s rate of 99.13%. The Statement of Activities includes accruals for interest receivable and recognizes all taxes due as revenue less an allowance for uncollectible taxes and interest.
- Total operating grant support decreased approximately \$5.04 million overall, with education grants accounting for 96.6% of all intergovernmental revenue the Town receives.
- Unrestricted investment earnings increased by \$502,000.

Expenses:

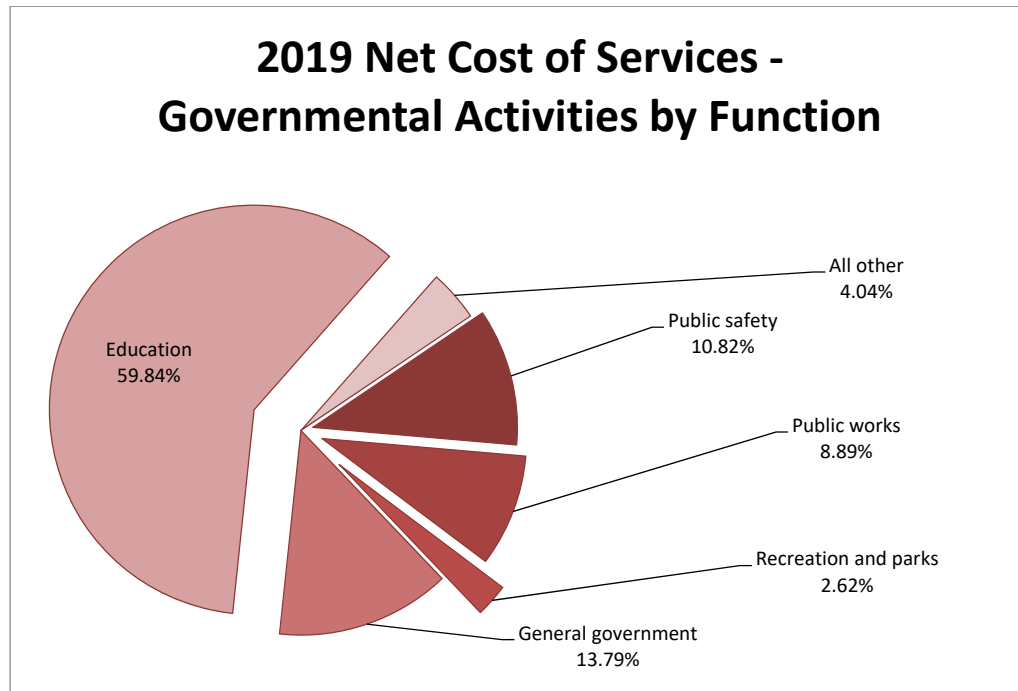
Governmental Activities: The Town’s net cost of services by function was allocated as follows: Education 60%; Public Safety 11%, Public Works 9%, General Government 14%, and Recreation & Parks 3%. All other total 3% and includes the Library, Social Services and Interest on Long-Term Debt. It is important to remember that these expenses include items not normally seen on a budgetary basis, such as depreciation of capital assets, the disposal of capital assets, the change in compensated absence accruals for vacation and sick pay and net pension and other post employment benefit (“OPEB”) costs.

The total cost of all programs and services was \$117.9 million, which is a decrease of \$3.1 million from the prior year. Under GASB 34, the net pension liability and OPEB obligation are required to be expensed to the various departments.

Table 3 and the chart which follows it present the total cost of services for the Town's major functions: Education, Public Works, Public Safety, General Government, Recreation & Parks, and all other costs. Each function's net cost (i.e., total cost less revenues from non-tax sources, directly related to the individual function) is also detailed as a measure of the fiscal burden on taxpayers by function.

TABLE 3 - GROSS AND NET COST OF SERVICES (In Thousands)

	<u>Total Cost of Services</u>		<u>Net Cost of Services</u>	
	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>
Public safety	\$ 12,752	\$ 11,902	\$ 11,534	\$ 10,668
Public works	10,475	9,819	9,454	9,401
Recreation and parks	3,088	2,958	1,931	1,816
General government	16,262	11,874	14,243	9,748
Education	70,546	79,693	50,128	53,665
All other	<u>4,768</u>	<u>4,732</u>	<u>4,521</u>	<u>4,522</u>
Total	\$ <u>117,891</u>	\$ <u>120,978</u>	\$ <u>91,811</u>	\$ <u>89,820</u>



Financial Analysis of the Town's Fund Financial Statements

Governmental funds The focus of the Town of Wethersfield's governmental funds is to provide information on near-term inflows, outflows and balances of spendable resources. This information is useful in assessing the Town's financial requirements. In particular, the unassigned fund balance may serve as a useful measure of the Town's net resources available for spending at the end of the fiscal year.

As the Town completed the year, its governmental funds (as presented in the balance sheet - Exhibit III) reported combined fund balances of \$25.2 million, a decrease of \$984,000 from June 30, 2018. The results of operations includes accounting entries for encumbrances, compensated absences and accrued payroll, as required by GAAP, which also have an impact on the fund balance.

Restricted fund balances of \$839,000 include reserves restricted for specific uses from contributors and legal restrictions due to grant requirements. *Committed* fund balances of \$10.8 million include \$483,000 authorized for payments to retirees for accumulated vacation and sick pay, \$5.9 million authorized for specific capital projects, and \$4.4 million authorized for other specific purposes. The *assigned* fund balance of \$512,000 includes \$400,000 appropriated for the 2019-20 operating budget and \$112,000 for encumbrances outstanding at fiscal year-end. *Unassigned* fund balance of \$13.1 million represents the Town's cash balance available for any other purpose.

The General Fund is the chief operating fund for the Town. At the end of the current fiscal year, *unassigned* fund balance of the General Fund was \$13.1 million. A measure of the General Fund's liquidity is the ratio of unassigned fund balance to total fund expenditures. The *unassigned* fund balance of \$13.1 million represents approximately 12.8% of budgeted General Fund expenditures (\$102.37 million) as compared to 11.3% in the prior year.

Capital Projects Fund This fund accounts for the financial revenues including resources from borrowing to be used for major capital asset construction and/or purchases and items, which are reserved for special purposes. There are 123 separate projects tracked and maintained in a combination of funds. The capital projects fund's expenditures exceeded revenues by \$2.8 million. This deficit is attributable to payments for the high school renovation project that will be funded in the future by state grant reimbursements and bond proceeds once the State completes its audit of the project.

Proprietary Funds The Town's proprietary funds (shown in Exhibits V, VI, VII and Exhibits C-1, C-2, C-3) are two internal service funds: The Medical Fund and the Heart & Hypertension Fund.

Unrestricted net position of the Internal Service Funds at the end of the fiscal year totaled \$3.3 million. The decrease in net position in the internal service funds of \$929,000 was due to unfavorable medical claims experience.

Fiduciary Funds The Town's fiduciary funds (shown in Exhibits VIII and IX and RSI-3 and RSI-7) are the Pension Trust Fund and the OPEB Trust Fund. The Town of Wethersfield Pension plan net position held in trust for pension benefits at June 30, 2019 was \$98.4 million. Net pension assets are defined as the fair market value of investments less amounts due for administrative fees and other payables.

The Plan fiduciary net position as a percentage of the total pension liability is 78.67%. The Town has historically funded 100% of its annual required contributions.

General Fund Budgetary Highlights

The final adopted budget for FY19 appropriated \$102.37 million. After year end, transfers totaling \$674,019 were approved as discussed further below. During the year, revenues were greater than the adopted budget by \$1,499,526 before the use of appropriated fund balance (\$400,000). Expenditures were below budgeted appropriations by \$32,090.

The Town's net increase in fund balance of \$1.6 million reported on Exhibit IV differs from the General Fund's budgetary operating surplus of \$1.53 million reported in the budgetary comparison in the required supplementary information. This difference is primarily the result of the liquidation of encumbrances. Under budgetary accounting open purchase orders at the end of the fiscal year are expensed in the budget. Under GAAP, those expenses are removed from the departmental expenses until the goods are physically received and paid.

Major budget to actual highlights are as follows:

- After year end transfers, General fund revenues exceeded expenditures by \$1,531,616.
- Town's property tax revenue exceeded budgetary estimates by \$766,221 due to better than expected collections on current and delinquent balances.
- Grants and other intergovernmental revenues were more than budgeted by \$149,750 due to changes in formula grants.
- None of the \$400,000 appropriation of fund balance was utilized.
- The Board of Education made a contribution of \$22,210 to the BOE Capital Reserve Fund.
- Transfers totaling \$674,019 were approved for compensated absences, capital projects, the radio reserve fund, the information technology reserve account, and to reconcile negative variances in several departments.

TABLE 4 - TOWN OF WETHERSFIELD GENERAL FUND BUDGETARY BASIS

	<u>2019</u>	<u>2018</u>	<u>Increase (Decrease)</u>
Revenues:			
Property taxes, interest and lien fees	\$ 90,686,860	\$ 88,070,347	\$ 2,616,513
Intergovernmental revenues	10,300,014	9,083,520	1,216,494
Charges for services	1,140,989	1,099,402	41,587
Licenses, fees and permits	821,909	524,970	296,939
Fines and penalties	37,402	58,061	(20,659)
Interest on investments	550,771	223,877	326,894
Other revenues	134,084	112,487	21,597
Transfers in from other funds	200,000	200,000	-
Total revenues	<u>103,872,029</u>	<u>99,372,664</u>	<u>4,499,365</u>
Expenditures:			
General government	3,996,603	4,040,421	(43,818)
Public safety	10,896,642	10,322,242	574,400
Public works	8,885,010	8,591,039	293,971
Social services	858,904	818,234	40,670
Library	1,914,135	1,805,710	108,425
Recreation and parks	1,776,914	1,643,794	133,120
Insurance	617,742	618,899	(1,157)
Metropolitan District Commission	3,883,568	3,533,754	349,814
Debt service	5,610,933	5,616,873	(5,940)
Education	58,728,469	57,035,883	1,692,586
Transfers out to other funds	2,437,142	2,732,749	(295,607)
Total expenditures	<u>99,606,062</u>	<u>96,759,598</u>	<u>2,846,464</u>
 Net Change in Fund Balance	 <u>\$ 4,265,967</u>	 <u>\$ 2,613,066</u>	 <u>\$ 1,652,901</u>

The major 2018 to 2019 variances are as follows:

- Property taxes increased by approximately \$2.6 million due to a tax rate increase of 1.01 mills, from 39.77 to 40.78, for fiscal year ending June 30, 2019. The tax collection rate was 99.16% compared to 99.13% for the preceding year.
- Intergovernmental revenues increased by \$1.2 million, due to increases in state aid.
- General wage increases effective during the fiscal year: Police (1.85%), Public Works employees (2.25%), Library Supervisors and Non-supervisors (2.00%), Professional and Technical employees (2.00%), Clerical and Police Dispatch employees (2.00%), and Administrators (2.00%). These increases impacted the various functions of government.

Capital Asset and Debt Administration

Capital Assets The Town of Wethersfield's investment in capital assets for its governmental type activities, as of June 30, 2019, is \$173.9 million (net of accumulated depreciation). The investment in capital assets includes land, buildings, other improvements, rolling equipment, furniture and fixtures and infrastructure (See Table 5). Infrastructure includes roads, bridges, sidewalks and system storm drains. The Town's investment in capital assets for the current fiscal year decreased slightly from \$174.2 million the previous year.

Major capital asset activity including major additions to assets being depreciated during the current fiscal year included the following:

Furniture and fixtures	\$	1,261,958
Infrastructure Improvements		1,288,503
Rolling equipment		616,432
Buildings		<u>1,926,968</u>
	\$	<u>5,093,861</u>

TABLE 5 - CAPITAL ASSETS (NET OF ACCUMULATED DEPRECIATION)
(In Thousands)

	Governmental Activities	
	2019	2018
Land	\$ 7,697	\$ 7,697
Property rights	200	200
Buildings	125,055	127,772
Improvements other than buildings	4,185	4,504
Rolling equipment	3,400	3,328
Furniture and fixtures	5,762	5,540
Infrastructure	24,955	24,579
Construction in progress	<u>2,671</u>	<u>555</u>
Total	<u>\$ 173,925</u>	<u>\$ 174,175</u>

More detailed information about the Town's capital assets is presented in Notes 1 and 5 to the financial statements.

Long-Term Debt

At year-end the Town had \$46.26 million outstanding in general obligation bonds compared to \$50.47 million in FY18; this is a decrease of 8.34% as shown in Table 6. All bonded debt is backed by the full faith and credit of the Town. The remainder of the Town's debt consists of \$7.2 million in capital leases for rolling stock, radio equipment, Cottone Field turf replacement; unamortized bond premium of \$4.40 million; and private placement notes of \$260,000.

TABLE 6 - LONG-TERM OBLIGATIONS

	Governmental Activities	
	2019	2018
General obligation bonds	\$ 46,255,000	\$ 50,465,000
Capital lease obligations	7,254,715	7,212,112
Notes payable	260,000	345,000
Bond premium	4,399,937	4,821,001
Total	<u>\$ 58,169,652</u>	<u>\$ 62,843,113</u>

The Town's general obligation bond rating continues to carry Aa2 rating from Moody's (2018) and AA+ from Standard and Poor's (2016). The State limits the amount of general obligation debt that municipalities may issue based upon a statutory formula differentiated by the type of debt and a multiplier of tax collections. The overall debt limit for the Town of Wethersfield is equal to seven times annual receipts from taxation or \$621.0 million.

Other obligations include retiree medical costs, accrued vacation pay and sick leave and risk management. More detailed information about the Town's long-term liabilities is presented in Notes 7 and 8 to the financial statements.


Economic Factors and Next Year's Budgets and Rates

The Town is well positioned to withstand adverse economic conditions. State aid comprises less than 10% of General Fund revenues, and as such the Town is more insulated from the impact of State revenue shortfalls than many other cities and towns in Connecticut. Even with an overwhelming reliance on property taxes and other revenues affected by current economic conditions, the Town has been able to adjust expenditures accordingly while maintaining services.

The Town did not add any major new programs or initiatives to the 2018-2019 budget. There will be increased focus on the core services for the Town in future budget plans in order to ease the stress of limited resources of taxpayers and current economic conditions. The Town has appropriated \$400,000 of fund balance in the fiscal year 2019-2020 budget as a provision for revenue contingencies.

Requests for Information

This financial report is designed to provide a general overview of the Town of Wethersfield's finances for all those with an interest in the government's finances. Questions concerning any of the information should be addressed in writing to the Director of Finance, Town of Wethersfield, 505 Silas Deane Highway, Wethersfield, Connecticut 06109.



Basic Financial Statements

TOWN OF WETHERSFIELD, CONNECTICUT
STATEMENT OF NET POSITION
JUNE 30, 2019

	Governmental Activities
Assets:	
Cash and cash equivalents	\$ 31,860,277
Investments	2,089,566
Receivables, net	4,363,797
Inventory	14,804
Capital assets not being depreciated	10,568,005
Capital assets being depreciated, net	163,356,607
Total assets	<u>212,253,056</u>
Deferred Outflows of Resources:	
Deferred outflows related to pension	6,913,364
Deferred charge on refunding	1,005,689
Total deferred outflows of resources	<u>7,919,053</u>
Liabilities:	
Accounts payable and accrued items	5,238,895
Unearned revenue	904,203
Noncurrent liabilities:	
Due within one year	7,768,004
Due in more than one year	107,996,484
Total liabilities	<u>121,907,586</u>
Deferred Inflows of Resources:	
Advance property tax collections	37,437
Deferred inflows related to pension	394,499
Deferred inflows related to OPEB	11,144,594
Total deferred inflows of resources	<u>11,576,530</u>
Net Position:	
Net investment in capital assets	116,760,649
Unrestricted	<u>(30,072,656)</u>
Total Net Position	<u>\$ 86,687,993</u>

The accompanying notes are an integral part of the financial statements

**TOWN OF WETHERSFIELD, CONNECTICUT
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2019**

Functions/Programs	Expenses	Program Revenues			Net (Expense)
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Revenue and Changes in Net Position
					Governmental Activities
Governmental Activities:					
Public safety	\$ 12,752,178	\$ 760,113	\$ 458,246	\$	\$ (11,533,819)
Public works	10,474,591	410,529	610,384		(9,453,678)
Recreation and parks	3,087,717	1,109,194	47,915		(1,930,608)
Social services	1,020,472	59,517	169,280		(791,675)
Library	1,912,089	18,362			(1,893,727)
General government	16,261,918	1,115,984	503,003	400,067	(14,242,864)
Education	70,545,666	1,797,467	18,619,941		(50,128,258)
Interest on long-term debt	1,835,521				(1,835,521)
Total	\$ 117,890,152	\$ 5,271,166	\$ 20,408,769	\$ 400,067	(91,810,150)
General Revenues:					
					91,436,733
					526,845
					844,677
					482,409
					<u>93,290,664</u>
					1,480,514
					<u>85,207,479</u>
					<u>\$ 86,687,993</u>

The accompanying notes are an integral part of the financial statements

**TOWN OF WETHERSFIELD, CONNECTICUT
BALANCE SHEET - GOVERNMENTAL FUNDS
JUNE 30, 2019**

	<u>General</u>	<u>Capital Projects</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
ASSETS				
Cash and cash equivalents	\$ 12,460,024	\$ 8,760,003	\$ 5,813,111	\$ 27,033,138
Investments		2,053,459	36,107	2,089,566
Receivables, net	1,799,783	268,587	986,370	3,054,740
Due from other funds	3,631,257			3,631,257
Other assets			14,804	14,804
Total Assets	<u>\$ 17,891,064</u>	<u>\$ 11,082,049</u>	<u>\$ 6,850,392</u>	<u>\$ 35,823,505</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
Liabilities:				
Accounts payable and accrued items	\$ 2,340,510	\$ 1,902,709	\$ 166,622	\$ 4,409,841
Due to other funds		3,104,798	204,997	3,309,795
Due to other governments	1,925			1,925
Unearned revenue	11,934	178,402	713,867	904,203
Total liabilities	<u>2,354,369</u>	<u>5,185,909</u>	<u>1,085,486</u>	<u>8,625,764</u>
Deferred inflows of resources:				
Unavailable revenue - property taxes	1,431,978	12,559		1,444,537
Unavailable revenue - loans receivable			469,091	469,091
Advance property tax collections	36,934	503		37,437
Total deferred inflows of resources	<u>1,468,912</u>	<u>13,062</u>	<u>469,091</u>	<u>1,951,065</u>
Fund balances:				
Nonspendable			14,804	14,804
Restricted			838,844	838,844
Committed	482,836	7,714,667	4,442,167	12,639,670
Assigned	512,123			512,123
Unassigned	13,072,824	(1,831,589)		11,241,235
Total fund balances	<u>14,067,783</u>	<u>5,883,078</u>	<u>5,295,815</u>	<u>25,246,676</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 17,891,064</u>	<u>\$ 11,082,049</u>	<u>\$ 6,850,392</u>	<u>\$ 35,823,505</u>

The accompanying notes are an integral part of the financial statements

TOWN OF WETHERSFIELD, CONNECTICUT
BALANCE SHEET - GOVERNMENTAL FUNDS (CONTINUED)
JUNE 30, 2019

Reconciliation of the Balance Sheet - Governmental Funds to the Statement of Net Position:

Amounts reported for governmental activities in the statement of net position (Exhibit I) are different because of the following:

Fund balances - total governmental funds	\$	25,246,676
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds:		
Governmental capital assets	\$	267,952,903
Less accumulated depreciation		<u>(94,028,291)</u>
Net capital assets		173,924,612
Other long-term assets are not available to pay for current-period expenditures and, therefore, are not recorded in the funds:		
Property tax receivables greater than 60 days		1,444,537
Loan receivables greater than 60 days		469,091
Interest receivable on property taxes, less allowance for uncollectibles		1,214,162
Deferred outflows of resources related to pension		6,913,364
Deferred charge on refunding		1,005,689
Internal service funds are used by management to charge the costs of risk management to individual funds. The assets and liabilities of the internal service funds are reported with governmental activities in the statement of net position.		
		3,333,997
Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the funds:		
Bonds and notes payable		(46,515,000)
Premium on issuance of bonds		(4,399,937)
Interest payable on bonds and notes		(628,894)
Compensated absences		(2,646,613)
Net OPEB liability		(27,216,361)
Net pension liability		(26,663,522)
Deferred inflows related to pension		(394,499)
Deferred inflows related to OPEB		(11,144,594)
Capital leases		<u>(7,254,715)</u>
Net Position of Governmental Activities (Exhibit I)	\$	<u><u>86,687,993</u></u>

The accompanying notes are an integral part of the financial statements

TOWN OF WETHERSFIELD, CONNECTICUT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2019

	<u>General</u>	<u>Capital Projects</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
Revenues:				
Property taxes, interest and lien fees	\$ 90,686,860	\$ 1,197,662	\$	\$ 91,884,522
Intergovernmental revenues	16,431,692	988,666	3,704,595	21,124,953
Licenses, fees and permits	859,311		164,777	1,024,088
Charges for services	1,444,249	8,189	2,714,101	4,166,539
Investment gain	557,779	164,828	37,996	760,603
Donations		21,785	180,690	202,475
Other local revenues	173,255	303,106	145,840	622,201
Total revenues	<u>110,153,146</u>	<u>2,684,236</u>	<u>6,947,999</u>	<u>119,785,381</u>
Expenditures:				
Current:				
Public safety	10,883,230	8,671	571,197	11,463,098
Public works	8,629,434			8,629,434
Recreation and parks	1,772,779		923,619	2,696,398
Social services	858,907		161,565	1,020,472
Library	1,916,795			1,916,795
General government	11,104,409	137,003	481,093	11,722,505
Education	65,191,599		3,946,985	69,138,584
Capital outlay		7,455,032	422,328	7,877,360
Debt service	5,927,955	1,887,222		7,815,177
Total expenditures	<u>106,285,108</u>	<u>9,487,928</u>	<u>6,506,787</u>	<u>122,279,823</u>
Excess (Deficiency) of Revenues over Expenditures	<u>3,868,038</u>	<u>(6,803,692)</u>	<u>441,212</u>	<u>(2,494,442)</u>
Other Financing Sources (Uses):				
Issuance of capital lease		1,510,236		1,510,236
Transfers in	200,000	2,545,252	4,100	2,749,352
Transfers out	(2,459,352)	(90,000)	(200,000)	(2,749,352)
Total other financing sources (uses)	<u>(2,259,352)</u>	<u>3,965,488</u>	<u>(195,900)</u>	<u>1,510,236</u>
Net Change in Fund Balances	1,608,686	(2,838,204)	245,312	(984,206)
Fund Balances at Beginning of Year	<u>12,459,097</u>	<u>8,721,282</u>	<u>5,050,503</u>	<u>26,230,882</u>
Fund Balances at End of Year	<u>\$ 14,067,783</u>	<u>\$ 5,883,078</u>	<u>\$ 5,295,815</u>	<u>\$ 25,246,676</u>

The accompanying notes are an integral part of the financial statements

TOWN OF WETHERSFIELD, CONNECTICUT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - GOVERNMENTAL FUNDS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2019

Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds to the Statement of Activities:

Amounts reported for governmental activities in the statement of activities (Exhibit II) are different because:

Net change in fund balances - total governmental funds (Exhibit IV)	\$ (984,206)
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Governmental funds report capital outlays as expenditures. In the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense:

Capital outlay	7,209,815
Depreciation expense	(7,460,667)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds, and revenues recognized in the funds are not reported in the statement of activities:

Property tax receivable - accrual basis change	(243,302)
Property tax interest and lien revenue - accrual basis change	(255,487)
Change in deferred outflows related to pension	1,402,251

The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction has any effect on net position. Also, governmental funds report the effect of premiums, discounts and similar items when debt is first issued, whereas these amounts are amortized and deferred in the statement of activities. The details of these differences in the treatment of long-term debt and related items are as follows:

Notes principal payments	85,000
Bond principal payments	4,210,000
Change in net pension liability	(6,555,259)
Change in net OPEB liability	936,627
Changes in deferred inflows of resources related to pension	1,769,710
Changes in deferred inflows of resources related to OPEB	2,399,928
Capital lease issuance	(1,510,236)
Capital lease payments	1,467,633

Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.

Compensated absences	(279,257)
Accrued interest on bonds	(41,247)
Accrued interest on notes	1,791
Amortization of deferred charge on refunding	(164,588)
Amortization of bond premiums	421,064

Internal service funds are used by management to charge costs to individual funds. The net revenue of certain activities of internal services funds is reported with governmental activities.

(929,056)

Change in Net Position of Governmental Activities (Exhibit II)	\$ <u><u>1,480,514</u></u>
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The accompanying notes are an integral part of the financial statements

TOWN OF WETHERSFIELD, CONNECTICUT
STATEMENT OF NET POSITION - PROPRIETARY FUNDS
JUNE 30, 2019

	Governmental Activities
	Internal Service Funds
Assets:	
Current:	
Cash and cash equivalents	\$ 4,827,139
Accounts receivable	94,895
Total assets	<u>4,922,034</u>
Liabilities:	
Current:	
Accounts payable and accrued liabilities	198,235
Due to other funds	321,462
Claims incurred but not reported	748,340
Noncurrent:	
Claims incurred but not reported	320,000
Total liabilities	<u>1,588,037</u>
Net Position:	
Unrestricted	<u>\$ 3,333,997</u>

The accompanying notes are an integral part of the financial statements

**TOWN OF WETHERSFIELD, CONNECTICUT
STATEMENT OF REVENUES, EXPENSES AND CHANGES
IN NET POSITION - PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2019**

	Governmental Activities
	Internal
	Service Funds
Operating Revenues:	
Contributions	\$ 9,001,180
Other revenue	221,293
Total operating revenues	<u>9,222,473</u>
Operating Expenses:	
Employee benefits	9,874,495
Other expenses	361,109
Total operating expenses	<u>10,235,604</u>
Operating Loss	(1,013,131)
Nonoperating Revenue:	
Income on investments	<u>84,075</u>
Change in Net Position	(929,056)
Net Position at Beginning of Year	<u>4,263,053</u>
Net Position at End of Year	<u>\$ 3,333,997</u>

The accompanying notes are an integral part of the financial statements

**TOWN OF WETHERSFIELD, CONNECTICUT
STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2019**

	Governmental Activities
	Internal
	Service Funds
Cash Flows from Operating Activities:	
Contributions	\$ 9,618,039
Other revenues	221,293
Payments to vendors	(361,109)
Payments for employee benefits	(9,665,815)
Net cash provided by (used in) operating activities	<u>(187,592)</u>
Cash Flows from Investing Activities:	
Interest on investments	<u>84,075</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(103,517)
Cash and Cash Equivalents at Beginning of Year	<u>4,930,656</u>
Cash and Cash Equivalents at End of Year	<u>\$ 4,827,139</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used in) Operating Activities:	
Operating income (loss)	\$ <u>(1,013,131)</u>
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:	
(Increase) decrease in accounts receivable	616,859
Increase (decrease) in accounts payable and accrued expenses	<u>208,680</u>
Total adjustments	<u>825,539</u>
Net Cash Provided By (Used in) Operating Activities	<u>\$ (187,592)</u>

The accompanying notes are an integral part of the financial statements

TOWN OF WETHERSFIELD, CONNECTICUT
STATEMENT OF FIDUCIARY NET POSITION - FIDUCIARY FUNDS
JUNE 30, 2019

	Pension and OPEB Trust Funds	Private Purpose Trust Funds	Agency Funds
	<u> </u>	<u> </u>	<u> </u>
Assets:			
Cash and cash equivalents	\$ 570,539	\$ 401,201	\$ 464,191
Investments:			
Mutual funds	<u>117,051,456</u>	<u>2,005,360</u>	<u> </u>
Total assets	<u>117,621,995</u>	<u>2,406,561</u>	<u>\$ 464,191</u>
Liabilities:			
Accounts payable	29,816	5,215	\$ 34,227
Claims incurred but not reported	205,616		
Due to student groups and others			<u>429,964</u>
Total liabilities	<u>235,432</u>	<u>5,215</u>	<u>\$ 464,191</u>
Net Position:			
Restricted for Pension Benefits and Other Purposes	<u>\$ 117,386,563</u>	<u>\$ 2,401,346</u>	

The accompanying notes are an integral part of the financial statements

TOWN OF WETHERSFIELD, CONNECTICUT
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION - FIDUCIARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2019

	Pension and OPEB Trust Funds	Private Purpose Trust Funds
Additions:		
Contributions:		
Employer	\$ 6,153,735	\$ 35,000
Plan members	1,641,920	
Other	58,208	29,671
Intergovernmental		14,464
Other		6,971
Total	<u>7,853,863</u>	<u>86,106</u>
Investment income:		
Net change in fair value of investments	158,075	103,269
Interest and dividends	5,332,561	35,235
Total investment gain	<u>5,490,636</u>	<u>138,504</u>
Less investment expenses:		
Investment management fees	<u>286,977</u>	
Net investment income	<u>5,203,659</u>	<u>138,504</u>
Total additions	<u>13,057,522</u>	<u>224,610</u>
Deductions:		
Benefits	9,195,992	
Administration expense	254,622	
Other		142,832
Total deductions	<u>9,450,614</u>	<u>142,832</u>
Change in Net Position	3,606,908	81,778
Net Position at Beginning of Year	<u>113,779,655</u>	<u>2,319,568</u>
Net Position at End of Year	<u>\$ 117,386,563</u>	<u>\$ 2,401,346</u>

The accompanying notes are an integral part of the financial statements

**TOWN OF WETHERSFIELD, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Town of Wethersfield, Connecticut (the Town) have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The more significant policies of the Town are described below.

A. Reporting Entity

The Town was incorporated in 1822. It operates under a charter as revised on November 2, 2004. The Town operates under a Town Council-Town Manager form of government. The financial statements include all of the funds of the Town that meet the criteria for inclusion as set forth in Statement of Governmental Accounting Standards No. 14 issued by the Governmental Accounting Standards Board.

The Wethersfield Housing Authority (the WHA), although governed by a commission that is appointed by the Town Council, is considered to be a separate governmental body because the Town has no budgetary authority over the WHA and has no authority over the funds of the WHA. Financial data for the WHA are not included in the financial statements of the Town.

The Central Connecticut Health District (the CCHD), a tri-town health district, was created pursuant to State statute. CCHD is overseen by a twelve-member board of which three members are appointed by the Town. Funding for CCHD is partially obtained through an assessment levied on the participating towns. The Town has no governing or budgeting authority over CCHD. CCHD is considered a separate governmental body and is, therefore, not included in the Town's financial statements.

B. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the Town. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities are normally supported by taxes and intergovernmental revenues.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

C. Measurement Focus, Basis of Accounting and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the pension trust fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Town considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, charges for services, certain intergovernmental revenues, licenses and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received.

The Town reports the following major governmental funds:

The *General Fund* is the Town's primary operating fund. It accounts for all financial resources of the Town, except those required to be accounted for in another fund.

The *Capital Projects Fund* accounts for construction and acquisition of major capital assets.

Additionally, the Town reports the following fund types:

The *Internal Service Fund* is used to account for the Town's heart and hypertension, self-insurance program for accident and health insurance coverage of the Town and Board of Education employees.

The *Pension and Other Post Employment Benefit Trust Fund* is used to account for the activities of the Town's defined benefit plan, which accumulates resources for pension benefit payments to qualified employees, and the activities for both the Town and Board of Education that accumulate resources for other post employment benefit payments to qualified employees.

The *Private Purpose Trust Funds* are used to account for the Town's resources legally held in trust for the benefit of the library, animal control operations, public park beautification and firefighters.

The *Agency Funds* account for monies held on behalf of outside groups such as student activity funds and various community committees.

**TOWN OF WETHERSFIELD, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019**

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments in lieu of taxes and other charges between certain Town's functions because the elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include property taxes.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the proprietary funds are charges to customers for services. Operating expenses for internal service funds include the benefits and services and administrative expenses. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the Town's policy to use restricted resources first, then unrestricted resources as they are needed. Unrestricted resources are used in the following order: committed, assigned then unassigned.

D. Deposits and Investments

The Town's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of acquisition.

State statutes authorize the Town to invest in obligations of the U.S. Treasury, commercial paper, corporate bonds, repurchase agreements and certain other investments as described in Note 3.

Investments for the Town are reported at fair value.

E. Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the noncurrent portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds." Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances." All trade and property tax receivables are shown net of an allowance for uncollectibles. Allowances for uncollectibles are computed based on historical data.

F. Property Taxes

The Town's property tax is levied on July 1 on the assessed value listed on the prior October 1 Grand List for all taxable property located in the Town. Real and personal property tax bills in excess of \$200 and \$500, respectively, are due and payable in two installments, on July 1 following the date of the Grand List and on January 1 of the subsequent year. Motor vehicle taxes are payable in one installment on July 1.

**TOWN OF WETHERSFIELD, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019**

Additional property taxes are assessed for motor vehicles registered subsequent to the Grand List date through July 31 and are payable in one installment due January 1.

Property assessments are made at 70% of appraised market value, based on the assessed value of the property at the prior October 1.

It is the policy of the Town to record deferred inflows of resources for property taxes receivable at June 30 that have not been collected prior to September 1. Property taxes collected prior to June 30 that are applicable to the subsequent years' assessment are reflected as advance tax collections.

The Town files liens against property if taxes that are due July 1 remain unpaid on the following June 30.

Property tax revenues are recognized when they become available. Available means due or past due and receivable within the current period or expected to be collected soon enough thereafter to be used to pay liabilities of the current period. The Town defines the current period to mean within 60 days after year end. Taxes collected during the 60-day period have been recorded as revenue. Property taxes receivable not expected to be collected during the available period are reflected in deferred inflows of resources in the fund financial statements. The entire receivable is recorded as revenue in the government-wide financial statements.

G. Inventories and Prepaid Items

All materials and supplies are recorded as expenditures in the year purchased, except for food and supplies inventory of the Cafeteria Special Revenue Fund. Purchased inventories of the Cafeteria Fund are stated at cost on a first-in, first-out basis. Inventories of donated commodities are stated at fair market value.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

H. Capital Assets

Capital assets, which include property, plant, equipment and infrastructure assets (e.g., roads, bridges, sidewalks and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Depreciable capital assets are defined by the government as equipment in excess of \$5,000 or buildings and infrastructure improvements in excess of \$25,000 with an estimated useful life of more than one fiscal year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value rather than fair value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

TOWN OF WETHERSFIELD, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019

Property, plant and equipment of the Town is depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings	50
Building improvements	25-50
Infrastructure and public domain improvements	20-70
Office and school equipment	10-20
Kitchen appliances	15
Machinery, tools and equipment	10-15
Motor vehicles	7
Computer equipment and accessories	5

I. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position or fund balance that applies to a future period or periods and so will not be recognized as an outflow of resources (expense/expenditure) until then. The Town reports a deferred charge on refunding and deferred outflows related to pension in the government-wide statement of net position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. A deferred outflow of resources related to pension results from differences between expected and actual experience, changes in assumptions or other inputs. These amounts are deferred and included in pension expense in a systematic and rational manner over a period equal to the average of the expected remaining service lives of all employees that are provided with benefits through the pension plan (active employees and inactive employees).

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position or fund balance that applies to a future period or periods and so will not be recognized as an inflow of resources (revenue) until that time. The Town reports a deferred inflow of resources for advance property tax collections and deferred inflows of resources related to pensions and OPEB in the government-wide statement of net position and in the governmental funds. A deferred inflow of resources related to pension and OPEB results from differences between expected and actual experience, changes in assumptions or other inputs. These amounts are deferred and included in pension and OPEB expense in a systematic and rational manner over a period equal to the average of the expected remaining service lives of all employees that are provided with benefits through the pension and OPEB plan (active employees and inactive employees). Advance property tax collections represent taxes inherently associated with a future period. The amount recognized during the period in which the revenue is associated. For governmental funds, the Town reports unavailable revenue, which arises only under the modified accrual basis of accounting. The governmental funds report unavailable revenues from several sources: property taxes and long-term loans. These amounts are deferred and recognized as an inflow of resources (revenue) in the period in which the amounts become available.

J. Compensated Absences

Employees are paid by prescribed formula for absence due to vacation or sickness which varies by bargaining unit as well as hire date. The entire liability is recognized in the government-wide financial statements. Compensated absences are reported in governmental funds only if they have matured (i.e., unused reimbursable leave still outstanding following an employees' resignation or retirement).

K. Net Pension Liability

The net pension liability is measured as the portion of the actuarial present value of projected benefits that is attributed to past periods of employee service (total pension liability), net of the pension plan's fiduciary net position. The pension plan's fiduciary net position is determined using the same valuation methods that are used by the pension plan for purposes of preparing its statement of fiduciary net position. The net pension liability is measured as of a date (measurement date) no earlier than the end of the employer's prior fiscal year, consistently applied from period to period.

L. Net OPEB Liability

The net OPEB liability is measured as the portion of the present value of projected benefit payments to be provided to current active and inactive employees that is attributed to those employees' past periods of service (total OPEB liability), less the amount of the OPEB plan's fiduciary net position. The OPEB plan's fiduciary net position is determined using the same valuation methods that are used by the OPEB plan for purposes of preparing its statement of fiduciary net position. The net OPEB liability is measured as of a date (measurement date) no earlier than the end of the employer's prior fiscal year, consistently applied from period to period.

M. Long-Term Obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities or proprietary fund type statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of any significant applicable bond premium or discount. Bond issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

N. Fund Equity

Equity in the *government-wide financial statements* is defined as "net position" and is classified in the following categories:

Net Investment in Capital Assets

This component of net position consists of capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, notes or other borrowings that are attributable to the acquisition, construction or improvement of those assets.

**TOWN OF WETHERSFIELD, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019**

Restricted Net Position

Restrictions are externally imposed by creditors (such as through debt covenants), grantors, contributors or laws or regulations of other governments or imposed by law through constitutional provisions or enabling legislation. The Town currently has no assets under restriction.

Unrestricted Net Position

This component consists of net position that does not meet the definition of “restricted” or “net investment in capital assets.”

It is the Town’s policy to consider restricted net position to have been depleted before unrestricted net position is applied.

The equity of the *fund financial statements* is defined as “fund balance” and is classified in the following categories:

Nonspendable Fund Balance

This represents amounts that cannot be spent due to form (e.g., inventories and prepaid amounts), or legally or contractually are required to be maintained intact (such as corpus of an endowment fund).

Restricted Fund Balance

This represents amounts constrained for a specific purpose by external parties, such as grantors, creditors, contributors or laws and regulations of their governments.

Committed Fund Balance

This represents amounts constrained for a specific purpose by the Town itself, using its highest level of decision-making authority. Only the Wethersfield Town Council by adoption of an ordinance or the Electors of the Town by referendum can commit or rescind committed fund balance.

Assigned Fund Balance

This balance represents amounts constrained for the intent to be used for a specific purpose by the Town Council or the Director of Finance. Intent can be expressed by the Town or by an official or body to which the Town delegated authority and can include appropriations of existing fund balance for future budgets and encumbrances.

Unassigned Fund Balance

This represents fund balance in the General Fund in excess of nonspendable, restricted, committed and assigned fund balance. If another governmental fund has a fund balance deficit, it is reported as a negative amount in unassigned fund balance.

It is the Town’s policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

The Town shall propose budgets that provide for an unrestricted General Fund balance of not less than 7% or more than 10% of the total operating General Fund expenditures.

O. Estimates

The preparation of the financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities including disclosures of contingent assets and liabilities and reported revenues and expenditures during the fiscal year.

2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Budgetary Information

The General Fund is the only fund for which a legal budget is adopted. Budgets for the Capital Nonrecurring Fund and Animal Control Fund are authorized annually by the Town Council. Annual budgets are not adopted for any major special revenue funds and, accordingly, are not included in the basic financial statements as permitted by accounting principles generally accepted in the United States of America.

In accordance with the Town Charter, Section 708, the Town uses the following procedures in establishing the budgetary data included in the basic financial statements:

Prior to the second Monday in April, the Town Manager submits to the Town Council a proposed operating budget for the General Fund for the fiscal year commencing July 1. The operating budget includes proposed expenditures and the means of financing them. On the third Monday in April, a public hearing is conducted to obtain taxpayers' comments. Prior to the 15th of May, the budget is legally adopted and a rate of taxation is set.

No department or board may involve the Town in any obligation to spend money for any purpose in excess of the amount appropriated. However, upon approval of the Director of Finance and the Town Manager, transfers from one budgetary line item to another may be made within a department or major division. The Board of Education has a similar budgetary control system with approval of such transfers by the Board of Education Business Manager. In addition, under Section 709 of the Town Charter, the Town Council may, by resolution, transfer monies from the contingency account to other line items at any time during the fiscal year and may transfer from any account during the last three months of the fiscal year. Expenditures may not legally exceed budgeted appropriations at the activity level. All unencumbered appropriation balances lapse at the end of the fiscal year for which they were made, except that an appropriation made for a capital outlay does not lapse until the project for which the appropriation was made has been accomplished or no expenditure from or encumbrance of the appropriation has been made for three consecutive fiscal years.

Special revenue funds are administered in the same manner as the General Fund, except that the level of control for these funds is extended to encompass budget variations for expenditures insofar as projected revenues fluctuate within a fiscal period.

The Town's budgeting system requires accounting for certain transactions to be on a basis other than GAAP. The major difference between the budgetary and GAAP basis fund balance is that encumbrances are recognized as a charge against a budget appropriation in the year in which the purchase order is issued and, accordingly, encumbrances outstanding at year end are recorded in budgetary reports as expenditures of the current year, whereas, on a GAAP basis, encumbrances are included in assigned fund balance.

**TOWN OF WETHERSFIELD, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019**

For the year ended June 30, 2019, no supplemental budgetary appropriations were approved by the Town Council.

3. CASH, CASH EQUIVALENTS AND INVESTMENTS

The deposit of public funds is controlled by the Connecticut General Statutes (Section 7-402). Deposits may be made in a “qualified public depository” as defined by Statute or in amounts not exceeding the Federal Deposit Insurance Corporation insurance limit, in an “out of state bank” as defined by the Statutes, which is not a “qualified public depository.”

The Connecticut General Statutes (Section 7-400) permit municipalities to invest in: 1) obligations of the United States and its agencies, 2) highly rated obligations of any state of the United States or of any political subdivision, authority or agency thereof, and 3) shares or other interests in custodial arrangements or pools maintaining constant net asset values and in highly rated no-load open end money market and mutual funds (with constant or fluctuating net asset values) whose portfolios are limited to obligations of the United States and its agencies, and repurchase agreements fully collateralized by such obligations.

Other provisions of the Statutes cover specific municipal funds with particular investment authority. The provisions of the Statutes regarding the investment of municipal pension funds do not specify permitted investments. Therefore, investment of such funds is generally controlled by the laws applicable to fiduciaries and the provisions of the applicable plan.

The Statutes (Sections 3-24f and 3-27f) also provide for investment in shares of the State Short-Term Investment Fund (STIF) and the State Tax Exempt Proceeds Fund (TEPF). These investment pools are under the control of the State Treasurer, with oversight provided by the Treasurer’s Cash Management Advisory Board, and are regulated under the State Statutes and subject to annual audit by the Auditors of Public Accounts. Investment yields are accounted for on an amortized-cost basis with an investment portfolio that is designed to attain a market-average rate of return throughout budgetary and economic cycles. Investors accrue interest daily based on actual earnings, less expenses and transfers to the designated surplus reserve, and the fair value of the position in the pool is the same as the value of the pool shares.

Deposits

Deposit Custodial Credit Risk

Custodial credit risk is the risk that, in the event of a bank failure, the Town’s deposit will not be returned. The Town does not have a deposit policy for custodial credit risk. The deposit of public funds is controlled by the Connecticut General Statutes. Deposits may be placed with any qualified public depository that has its main place of business in the State of Connecticut. Connecticut General Statutes require that each depository maintain segregated collateral (not required to be based on a security agreement between the depository and the municipality and, therefore, not perfected in accordance with federal law) in an amount equal to a defined percentage of its public deposits based upon the depository’s risk-based capital ratio.

**TOWN OF WETHERSFIELD, CONNECTICUT
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Based on the criteria described in GASB Statement No. 40, *Deposits and Investment Risk Disclosures*, \$22,769,839 of the Town's bank balance of \$24,022,330 was exposed to custodial credit risk as follows:

Uninsured and uncollateralized	\$ 20,367,606
Uninsured and collateral held by the pledging trust department, not in the Town's name	<u>2,402,233</u>
Total Amount Subject to Custodial Credit Risk	<u>\$ 22,769,839</u>

Cash Equivalents

At June 30, 2019, the Town's cash equivalents amounted to \$10,216,750. The following table provides a summary of the Town's cash equivalents (excluding U.S. government guaranteed obligations) as rated by nationally recognized statistical rating organizations. The pools all have maturities of less than one year.

	<u>Standard & Poor's</u>
State Short-Term Investment Fund (STIF)	AAAm

Investments

As of June 30, 2019, the Town had the following investments:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Investment Maturities (Years)</u>		
		<u>Less Than 1</u>	<u>1-10</u>	<u>More than 10</u>
Certificates of deposit	\$ 36,107	\$	\$ 36,107	\$
Mutual Funds - U.S. Government Securities	10,336,532	10,336,532		
Mutual Funds - U.S. Government Agencies	979,741	979,741		
Mutual Funds - Fixed Income	11,639,528	11,639,528		
Mutual Funds - Corporate Bonds	<u>12,145,794</u>	<u>12,145,794</u>		
Total	35,137,702	<u>\$ 35,101,595</u>	<u>\$ 36,107</u>	<u>\$ -</u>
Other investments:				
Mutual funds	<u>86,008,680</u>			
Total Investments	<u>\$ 121,146,382</u>			

**TOWN OF WETHERSFIELD, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019**

Average Rating	Corporate Bonds	U.S. Government Securities	U.S. Government Agencies	Certificates of Deposit
Aaa	\$ 141,935	\$ 4,053,846	\$ 979,167	\$ 8,341,285
Aa2	846,555		574	828,127
A2	3,818,697			445,749
Baa2	4,565,376			947,356
Ba2	1,608,484			378,051
B2	846,916			313,266
Below B	122,549			27,364
Unrated	195,282	6,282,686		358,330
	<u>\$ 12,145,794</u>	<u>\$ 10,336,532</u>	<u>\$ 979,741</u>	<u>\$ 11,639,528</u>

Interest Rate Risk

The Town's investment policy states that the Town's portfolio be structured so that securities mature to meet the Town's cash requirements, thereby avoiding the need to sell securities on the open market prior to their maturity. The Town invests primarily in shorter-term securities unless it is anticipated that long-term securities can be held to maturity without jeopardizing liquidity requirements.

The Town also has, for the Pension Trust Funds, an investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk - Investments

As indicated above, State Statutes limit the investment options of cities and towns. The Investment Policy (described in the preceding paragraph) further limits its investment choices. The Town's interest-bearing investments consist of U.S. Government guaranteed obligations that are not subject to rating.

The Pension Committee's investment benchmark for large capitalization companies is the S&P 500 Index and Russell 1000, and for small capitalization companies the benchmark is the Russell 2000. The benchmark for international equities is the Morgan Stanley EAFE Index and for fixed income is the Barclays Aggregate Index.

Concentration of Credit Risk

The Town's Investment Policy states investments are limited to low-risk securities in anticipation of earning a fair return relative to the risk being assumed, and sets forth that no more than 40% of the total may be invested with one institution.

The Pension Investment Policy Statement sets forth the following asset allocation targets: Domestic Equities 30% - 70%; International Equities 10% - 35%; Fixed Income 15% - 40%; and Short-Term Fixed Income 0% - 10%.

**TOWN OF WETHERSFIELD, CONNECTICUT
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JUNE 30, 2019**

Custodial Credit Risk

Custodial credit risk for an investment is the risk that, in the event of the failure of the counterparty (the institution that pledges collateral or repurchase agreement securities to the Town or that sells investments to or buys them for the Town), the Town will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. At June 30, 2019, the Town had no uninsured and unregistered securities held by the counterparty, or by its trust department or agent that were not in the Town's name.

Fair Value Measurements

The Town categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements); followed by quoted prices in inactive markets or for similar assets or with observable inputs (Level 2 measurements); and the lowest priority to unobservable inputs (Level 3 measurements). The Town has the following recurring fair value measurements as of June 30, 2019:

	<u>June 30, 2019</u>	<u>Fair Value Measurements Using</u>		
		<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
Investments by fair value level:				
Mutual funds	\$ <u>121,110,275</u>	\$ <u>121,110,275</u>	\$ _____	\$ _____
Investments by fair value level	121,110,275	\$ <u><u>121,110,275</u></u>	\$ <u><u>-</u></u>	\$ <u><u>-</u></u>
Certificates of deposit	<u>36,107</u>			
Total Investments	\$ <u><u>121,146,382</u></u>			

Debt and equity securities classified in Level 1 of the fair value hierarchy are valued using prices quoted in active markets for those securities.

**TOWN OF WETHERSFIELD, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019**

4. RECEIVABLES

Receivables as of year end for the Town’s individual major funds and nonmajor, internal service and fiduciary funds in the aggregate, including the applicable allowances for uncollectible accounts, are as follows:

	<u>General</u>	<u>Capital Projects</u>	<u>Nonmajor and Other Funds</u>	<u>Total</u>
Receivables:				
Taxes	\$ 1,906,323	\$ 15,087	\$	\$ 1,921,410
Accounts and other*	146,460	1,500	700,540	848,500
Intergovernmental		<u>252,000</u>	<u>380,725</u>	<u>632,725</u>
Gross receivables	<u>2,052,783</u>	<u>268,587</u>	<u>1,081,265</u>	<u>3,402,635</u>
Less allowance for uncollectibles	<u>(253,000)</u>			<u>(253,000)</u>
Net Total Receivables	<u>\$ 1,799,783</u>	<u>\$ 268,587</u>	<u>\$ 1,081,265</u>	<u>\$ 3,149,635</u>

*Does not include accrued interest on property taxes of \$1,214,162.

**TOWN OF WETHERSFIELD, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019**

5. CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2019 was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Adjustments</u>	<u>Ending Balance</u>
Governmental activities:					
Capital assets not being depreciated:					
Land	\$ 7,697,283	\$	\$	\$	\$ 7,697,283
Property rights	200,000				200,000
Construction in progress	<u>554,768</u>	<u>7,209,814</u>	<u>(5,093,860)</u>		<u>2,670,722</u>
Total capital assets not being depreciated	<u>8,452,051</u>	<u>7,209,814</u>	<u>(5,093,860)</u>	<u>-</u>	<u>10,568,005</u>
Capital assets being depreciated:					
Buildings	170,927,915	1,926,968			172,854,883
Improvements other than buildings	7,266,111				7,266,111
Rolling equipment	11,657,242	616,432	(293,604)		11,980,070
Furniture and equipment	16,587,561	1,261,958	(115,062)		17,734,457
Infrastructure	<u>46,260,874</u>	<u>1,288,503</u>			<u>47,549,377</u>
Total capital assets being depreciated	<u>252,699,703</u>	<u>5,093,861</u>	<u>(408,666)</u>	<u>-</u>	<u>257,384,898</u>
Less accumulated depreciation for:					
Buildings	43,155,577	4,644,542			47,800,119
Improvements other than buildings	2,761,627	319,471			3,081,098
Rolling equipment	8,329,243	544,625	(293,604)		8,580,264
Furniture and equipment	11,048,031	1,039,138	(115,062)		11,972,107
Infrastructure	<u>21,681,812</u>	<u>912,891</u>			<u>22,594,703</u>
Total accumulated depreciation	<u>86,976,290</u>	<u>7,460,667</u>	<u>(408,666)</u>	<u>-</u>	<u>94,028,291</u>
Total capital assets being depreciated, net	<u>165,723,413</u>	<u>(2,366,806)</u>	<u>-</u>	<u>-</u>	<u>163,356,607</u>
Governmental Activities Capital Assets, Net	<u>\$ 174,175,464</u>	<u>\$ 4,843,008</u>	<u>\$ (5,093,860)</u>	<u>\$ -</u>	<u>\$ 173,924,612</u>

Depreciation expense was charged to functions/programs of the Town as follows:

Governmental activities:	
Public Safety	\$ 1,178,528
Public Works	1,100,999
Recreation and Parks	386,013
General Government	4,381,672
Education	<u>413,455</u>
Total Depreciation Expense - Governmental Activities	<u>\$ 7,460,667</u>

**TOWN OF WETHERSFIELD, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019**

Construction Commitments

The Town has active construction projects as of June 30, 2019. At year end, the Town’s commitments are as follows:

<u>Project</u>	<u>Spent-to-Date</u>	<u>Remaining Commitment</u>
Silas Deane Highway Redevelopment	\$ 54,175	\$ 1,500
Cove Boat Ramp Replacement	588,599	9,452
Underground Tank Removals	17,786	1,114
Highway Salt Storage Shed	303,663	299,996
Preserve America Wayfinding Signs	62,808	38,775
Solomon Wells House Repairs	285,815	10,206
Standish House Repairs	148,015	3,439
Middletown Ave. Guiderails	55,399	27,801
Parking Lot Repairs	14,650	15,350
Chas. Wright School Basketball Courts		95,005
Milwoods Park Improvements	93,502	3,037
Silas Deane Middle-School Roof Repair	134,525	30,185
Wethersfield High School Renovations	85,921,379	87,390
CNEF Road Levy Fund	<u>8,300,878</u>	<u>69,958</u>
 Total	 <u>\$ 95,981,194</u>	 <u>\$ 693,208</u>

The commitments are being financed with General Fund and Capital Projects Fund appropriations and state and federal grants.

6. INTERFUND RECEIVABLE AND PAYABLE BALANCES

The composition of interfund balances, which represent temporary activity and budgetary policies, as of June 30, 2019 is as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Capital Projects	\$ 3,104,798
	Nonmajor Governmental Funds	204,997
	Internal Service Funds	<u>321,462</u>
		 <u>\$ 3,631,257</u>

The amounts payable to the General Fund relate to working capital loans made to the Wethersfield High School Renovation and EDIC Loan Repayment funds.

**TOWN OF WETHERSFIELD, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019**

The composition of interfund transfers for the year ended June 30, 2019 is as follows:

	<u>General Fund</u>	<u>Capital Projects Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Transfers Out</u>
Transfers out:				
General Fund	\$	\$ 2,455,252	\$ 4,100	\$ 2,459,352
Capital Projects Fund		90,000		90,000
Nonmajor Governmental Funds	<u>200,000</u>			<u>200,000</u>
Total Transfers In	<u>\$ 200,000</u>	<u>\$ 2,545,252</u>	<u>\$ 4,100</u>	<u>\$ 2,749,352</u>

Interfund transfers are a result of the funding of capital projects through the budgetary process and nonrecurring supplemental appropriations of revenue to other funds.

7. LEASES

Capital Leases

The Town has entered into lease agreements as lessee for financing the acquisition of rolling equipment, fire apparatus and police communications equipment. These lease agreements qualify as capital leases for accounting purposes and, therefore, have been recorded at the present value of their future minimum lease payments as of the inception date.

The gross amounts of assets acquired under capital leases, by major asset class, are shown below:

Construction in progress	\$ 2,755,946
Infrastructure	1,117,292
Vehicles	2,244,958
Furniture and equipment	4,497,092
Less accumulated depreciation	<u>(1,581,907)</u>
Total	<u>\$ 9,033,381</u>

**TOWN OF WETHERSFIELD, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019**

The future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2019 are as follows:

Year Ending June 30

2020	\$ 1,715,260
2021	1,652,851
2022	1,287,404
2023	1,095,695
2024	893,918
2025-2029	<u>1,224,704</u>
Total minimum lease payments	7,869,832
Less amount representing interest	<u>(615,117)</u>
Present Value of Minimum Lease Payments	<u>\$ 7,254,715</u>

8. LONG-TERM DEBT

Changes in Long-Term Liabilities

Long-term liability activity for the year ended June 30, 2019 was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Governmental Activities:					
Bonds payable:					
General obligation bonds	\$ 50,465,000	\$ -	\$ 4,210,000	\$ 46,255,000	\$ 4,210,000
Premium on general obligation bonds	4,821,001		421,064	4,399,937	
Total bonds payable	<u>55,286,001</u>	-	<u>4,631,064</u>	<u>50,654,937</u>	<u>4,210,000</u>
Capital leases	7,212,112	1,510,236	1,467,633	7,254,715	1,553,878
Notes payable	345,000		85,000	260,000	85,000
Net pension liability	20,108,263	6,555,259		26,663,522	
Net OPEB liability	28,152,988		936,627	27,216,361	
Compensated absences	2,367,356	520,919	241,662	2,646,613	1,170,786
Risk management liability	<u>1,045,142</u>	<u>23,198</u>		<u>1,068,340</u>	<u>748,340</u>
Governmental Activities					
Long-Term Liabilities	<u>\$ 114,516,862</u>	<u>\$ 8,609,612</u>	<u>\$ 7,361,986</u>	<u>\$ 115,764,488</u>	<u>\$ 7,768,004</u>

For the governmental activities, the Pension liability, OPEB liability and compensated absences are generally liquidated by the General Fund.

**TOWN OF WETHERSFIELD, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019**

General Obligation Bonds

General obligation bonds are direct obligations of the Town for which full faith and credit are pledged and are payable from taxes levied on all taxable properties located within the Town. General obligation bonds currently outstanding are as follows:

Description	Date of Issue	Original Issue	Interest Rate (%)	Date of Maturity	Annual Principal	Outstanding July 1, 2018	Issued	Retired	Refunded	Balance Outstanding June 30, 2019
General obligation bonds	06/15/09	\$ 6,855,000	2.5-4.5%	8/15/2028	\$ 275,000-405,000	\$ 800,000	\$	\$ 400,000	\$	\$ 400,000
General obligation bonds	06/15/10	12,010,000	3.0-5.0%	7/15/2022	125,000-790,000	2,675,000		1,515,000		1,160,000
General obligation bonds	08/01/12	6,170,000	2.0-3.0%	8/15/2024	25,000-1,005,000	5,710,000		205,000		5,505,000
General obligation bonds	12/03/14	22,000,000	3.0-5.0%	9/1/2034	1,100,000	18,700,000		1,100,000		17,600,000
General obligation bonds	03/16/16	11,000,000	2.25-4.0%	3/1/2036	550,000	9,900,000		550,000		9,350,000
General obligation bonds	12/20/16	8,800,000	3.0-5.0%	3/1/2037	440,000	8,360,000		440,000		7,920,000
General obligation bonds	07/13/17	4,380,000	3.0-5.0%	7/15/2028	60,000-1,435,000	4,320,000				4,320,000
Total Outstanding						\$ 50,465,000	\$ -	\$ 4,210,000	\$ -	\$ 46,255,000

Annual debt service requirements to maturity for general obligation bonds are as follows:

Year Ending June 30	Principal	Interest	Total
2020	\$ 4,210,000	\$ 1,751,538	\$ 5,961,538
2021	4,205,000	1,567,663	5,772,663
2022	4,200,000	1,382,788	5,582,788
2023	3,460,000	1,218,313	4,678,313
2024	3,235,000	1,079,613	4,314,613
2025-2029	12,975,000	3,646,838	16,621,838
2030-2034	10,450,000	1,579,875	12,029,875
2035-2037	3,520,000	177,788	3,697,788
Total	\$ 46,255,000	\$ 12,404,416	\$ 58,659,416

General Obligation Serial Notes

On September 1, 2011, the Town issued a General Obligation Serial Note in the amount of \$795,000 to cover the costs of school construction. The note bears interest at 2.67% and matures on September 1, 2021.

Annual debt service requirements to maturity for general obligation serial notes are as follows:

Year Ending June 30	Principal	Interest	Total
2020	\$ 85,000	\$ 5,807	\$ 90,807
2021	85,000	3,538	88,538
2022	90,000	1,202	91,202
Total	\$ 260,000	\$ 10,547	\$ 270,547

**TOWN OF WETHERSFIELD, CONNECTICUT
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2019**

Authorized But Unissued

The total of authorized but unissued bonds at June 30, 2019 is \$17,609,000. In most cases, interim financing is obtained through bond anticipation notes or other short-term borrowings until the issuance of long-term debt.

Prior Year Defeasance of Debt

In prior years, the government defeased general obligation public improvement bonds by placing the proceeds of the new bonds in an irrevocable trust account to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the government’s financial statements. The balance in escrow was \$6,221,145 at June 30, 2019. The outstanding balance of the defeased bonds at June 30, 2019 is \$4,167,745.

Debt Limitation

The Town’s indebtedness does not exceed the legal debt limitations as required by the Connecticut General Statutes as reflected in the following schedule (in thousands):

<u>Category</u>	<u>Debt Limit</u>	<u>Net Indebtedness</u>	<u>Balance</u>
General purpose	\$ 199,613	\$ 11,820	\$ 187,793
Schools	399,227	52,304	346,923
Sewers	332,689	76,176	256,513
Urban renewal	288,330		288,330
Pension deficit	266,151		266,151

Sewer indebtedness includes overlapping debt of the Metropolitan District. As a member of the Metropolitan District (a quasi-municipal corporation that provides water supply and sewerage collection and disposal facilities for members), the Town is contingently liable for \$76.2 million or 8.26% of the District debt.

The total overall statutory debt limit for the Town is equal to seven times annual receipts from taxation \$621 million.

**TOWN OF WETHERSFIELD, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019**

9. FUND BALANCE

The components of fund balance for the governmental funds at June 30, 2019 are as follows:

	<u>General Fund</u>	<u>Capital Projects Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total</u>
Fund balances:				
Nonspendable:				
Inventory	\$	\$	\$ 14,804	\$ 14,804
Restricted for:				
General government			27,990	27,990
Public safety grants			276,173	276,173
Education			252,496	252,496
Social and youth services			137,360	137,360
Housing rehabilitation			144,825	144,825
Committed to:				
Capital reserve account		327,092		327,092
CNEF reserve account		829,866		829,866
Radio reserve account		600,628		600,628
Technology reserve account		141,058		141,058
Infrastructure improvements		3,507,860		3,507,860
Road improvements		1,200,741		1,200,741
Park improvements		297,755		297,755
Drainage		329,174		329,174
Public safety - vehicles		285,141		285,141
Fire safety equipment		88,795		88,795
Property revaluation		14,497		14,497
Technology upgrades		51,932		51,932
Other equipment		40,128		40,128
Operation of school lunch program			1,004,624	1,004,624
Community development			16,726	16,726
Maintenance and improvement of Town parks			126,343	126,343
Operation and maintenance of Town facilities			247,648	247,648
Land preservation			614,413	614,413
Economic and business development			4,811	4,811
Parks and recreations programs			1,082,581	1,082,581
Police traffic duty			299,073	299,073
Compensated absences	482,836			482,836
Education			1,045,948	1,045,948
Assigned to:				
General government purchases on order	13,985			13,985
Public safety purchases on order	56,067			56,067
Public works purchases on order	41,775			41,775
Parks and recreations programs	296			296
Future budgets	400,000			400,000
Unassigned	<u>13,072,824</u>	<u>(1,831,589)</u>		<u>11,241,235</u>
Total Fund Balances	<u>\$ 14,067,783</u>	<u>\$ 5,883,078</u>	<u>\$ 5,295,815</u>	<u>\$ 25,246,676</u>

Significant encumbrances were \$112,123 at June 30, 2019 and are contained in the above table in the assigned category of the General Fund.

The unassigned balances in the Capital Projects Fund are related to the Wethersfield High School renovation, which will be funded by state grant reimbursements upon completion of the final project audit, and the Kycia Farm land acquisition, which will be funded by bond proceeds.

**TOWN OF WETHERSFIELD, CONNECTICUT
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2019**

10. TAX ABATEMENTS

As of June 30, 2019, the Town provides tax abatements through multiple programs:

- Tax Abatement for Low or Moderate Income Persons
- Tax Assessment (Stabilization) Agreements

Program:	Tax Abatement for Housing for Low or Moderate Income Persons	Tax Abatement for Housing for Low or Moderate Income Persons	Tax Assessment (Stabilization) Agreements	Tax Abatement for Housing for Low or Moderate Income Persons
Purpose of program:	To encourage the development of reduced rent housing solely for the elderly and handicapped.	To encourage the development of reduced rent housing solely for the elderly and handicapped.	To encourage the investment in building improvements and/or new construction by owners of multi-family housing or commercial real estate.	To encourage the development of reduced rent housing solely for the elderly and handicapped.
Tax being abated:	Real Property Tax	Real Property Tax	Real Property Tax	Real Property Tax
Authority under which abatement agreement is entered into:	State of CT Statute Sec 8-215, 8-216	State of CT Statute Sec 8-215, 8-216	Town resolution	State of CT Statute Sec 8-71
Criteria to be eligible to receive abatement:	Abatements are subject to the property being new to the grand list as a direct result of the expansion or renovation. Eligible for 68 years after the certificate of occupancy was issued.	Abatements are subject to the property being new to the grand list as a direct result of the expansion or renovation. Eligible for 40 years after the certificate of occupancy was issued.	Abatements are subject to the property being used for low or moderate-income persons or families. Eligible for 40 years.	Abatements are subject to the property being used for low or moderate-income persons or families.
How recipients' taxes are reduced:	Through the fixing of the taxes prior to the improvement.	Through a reduction of the property's assessed value.	Through the fixing of the taxes prior to the improvement.	Formula
How amount of abatement is determined:	Fixed property tax of \$6,150/year.	Through a 50% reduction of the property's assessed value.	Fixed property tax of \$1/year.	5.5% of net shelter rent per year

**TOWN OF WETHERSFIELD, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019**

Provisions for recapturing abated taxes:	Breach of agreement	Breach of agreement	Breach of agreement	Title not held
Types of commitments made by the Town other than to reduce taxes:	None	None	None	Furnish municipal services and facilities for the property of the same character as those furnished for other dwellings and citizens of the municipality
Gross dollar amount by which the Town's taxes were reduced as a result of the abatement agreement/program:	\$99,700	\$36,448	\$18,039	\$574,578

11. RISK MANAGEMENT

The Town is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. These risks are covered by commercial insurance purchased from independent third parties, except as disclosed below. Settled claims from these risks did not exceed commercial insurance coverage during the years ended June 30, 2019, 2018 or 2017.

Heart and Hypertension

The Town is exposed to risk of loss for claims from police officers, hired before 1995, who incur hypertension or heart problems as a result of work conditions. The Town accounts for this activity through use of an internal service fund, which is funded by transfers from the General Fund. An analysis of the claims liability is as follows:

	<u>Accrued Liability Beginning of Fiscal Year</u>		<u>Current Year Claims Paid and Changes in Estimates</u>		<u>Accrued Liability Claim Payments</u>		<u>Accrued Liability End of Fiscal Year</u>
2018-19	\$ 400,000	\$	3,845	\$	(3,845)	\$	400,000
2017-18	400,000		124,586		(124,586)		400,000

**TOWN OF WETHERSFIELD, CONNECTICUT
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2019**

Medical Self-Insurance

The Town's self-insurance program is used to account for health insurance coverage for Town and Board of Education employees on a cost-reimbursement basis. Under the program, the Town is obligated for claim payments. A stop loss insurance contract executed with an insurance captive covers claims in excess of 125% of expected claim payments in the aggregate and over \$125,000 per individual, per year.

The Fund establishes claims liabilities based on estimates of claims that have been incurred but not reported; accordingly, the Fund recorded an additional liability at June 30, 2019 of \$668,340.

Premium payments are reported as interfund services provided and used for the General Fund, and, accordingly, they are treated as operating revenues of the Self-Insurance Fund and operating expenditures of the General Fund.

A schedule of changes in the claims liability for the years ended June 30, 2019 and 2018 is presented below:

		Accrued Liability Beginning of Fiscal Year		Current Year Claims Paid and Changes in Estimates		Accrued Liability Claim Payments		Accrued Liability End of Fiscal Year
2018-19	\$	645,142	\$	9,870,650	\$	(9,847,452)	\$	668,340
2017-18		535,916		10,002,775		(9,893,549)		645,142

Interlocal Risk Pool

The Town is a member of the Connecticut Interlocal Risk Management Agency (CIRMA), a not-for-profit association of Connecticut local public agencies that was formed in 1980 by the Connecticut Conference of Municipalities for the purpose of establishing and administering an interlocal risk management program pursuant to the provisions of Section 7-479a et. seq. of the Connecticut General Statutes.

Workers Compensation Program

The Town participates in CIRMA's Workers' Compensation Pool, a risk-sharing pool, which was begun on July 1, 1980. The Workers' Compensation Pool provides statutory benefits pursuant to the provisions of the Connecticut Workers' Compensation Act. CIRMA currently has approximately 220 members in the Workers' Compensation Pool. Wethersfield's coverage, which has no deductible per occurrence, is based on payroll by employee classification and calculated after reviewing Wethersfield's multi-year claim history. The deposit contribution (premium) paid in 2018-2019 was \$755,381. The contribution (premium) is subject to payroll audit at the close of the coverage period. CIRMA's Workers' Compensation Pool retains up to \$1,000,000 per occurrence. Claims over \$1,000,000 are reinsured by Safety National Casualty Corporation by CIRMA.

**TOWN OF WETHERSFIELD, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019**

Liability-Auto-Property Program

The Town participates in CIRMA's Liability-Auto-Property (LAP) pool, a risk-sharing pool, backed by A or better rated reinsurers. Begun in the early 1990's through a partnership with St. Paul Insurance Company, CIRMA transitioned over the past two decades to form its own package style policy. The LAP policy contains broad coverage in the areas of general liability, auto, property, equipment breakdown, public officials' liability, law enforcement and excess liability. CIRMA has also purchased group policies in the area of pollution, cybersecurity, and international travel accident, at no cost to its members. The premium paid in 2018-2019 was \$621,421. For coverages and services falling outside of CIRMA's scope, the Town utilizes the products and services of its Insurance Agent of Record.

Individual Stop Loss Medical Program

The Town is a member of CT Prime, Inc., an association-sponsored, nonprofit, nonstock specialty insurance company fully regulated by the Connecticut Department of Insurance. CT Prime, Inc., is an insurance captive providing individual stop loss medical insurance to self-insured municipalities. The Town joined CT Prime, Inc., upon its founding in July 2016. There are 13 members in the pool. The premium paid in 2018-2019 was \$592,854.

12. CONTINGENT LIABILITIES

There are various suits and claims pending against the Town, none of which, individually or in the aggregate, is believed by Town management and counsel to result in a judgment or judgments that would have a material adverse effect on the Town's financial position.

13. EMPLOYEE RETIREMENT PLANS

Town Pension Plan

A. Plan Description

The Town is the administrator of a single-employer pension plan (the Plan) established and administered by the Town to provide pension benefits to substantially all full-time employees, except certified personnel of the Board of Education who are covered under the State Teachers' Retirement System. Employee and employer obligations to contribute to the Plan are established and may be amended by the Town. The Plan is considered to be part of the Town's financial reporting entity and is included in the Town's financial reports as a Pension Trust Fund. A stand-alone financial report is not prepared for the Plan.

Management of the Plan rests with the Pension Committee, which consists of thirteen members, comprised of one representative from each collective bargaining unit/employee group, and the Mayor, Town Manager and Treasurer, who are ex-officio members.

At July 1, 2018, plan membership consisted of the following:

Retirees, disabled individuals and beneficiaries currently receiving benefits	280
Terminated employees entitled to benefits, but not yet receiving them	60
Current employees	<u>218</u>
Total	<u>558</u>

**TOWN OF WETHERSFIELD, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019**

B. Summary of Significant Accounting Policies

Basis of Accounting

Plan financial statements are prepared using the accrual basis of accounting. Employee and employer contributions are due pursuant to formal commitments as well as statutory or contractual commitments. Benefits and refunds of the postemployment defined benefit plan are recognized when due and payable in accordance with the terms of the plan.

Method Used to Value Investments

Investments are reported at fair value. Investment income is recognized as earned.

C. Pension Contributions

	<u>Contribution as of 7/1/18</u>	<u>Contribution as of 7/1/17</u>	<u>Closed to New Employees*</u>
Police-IBPO Local 391	9.0%	8.5%	n/a
Public Works-AFSCME Local 1303-40	6.5%	6.0%	7/1/10
Town Hall/Dispatchers-AFSCME Local 1303-408	5.5%	5.25%	7/1/11
Town Supervisors-AFSCME Local 818	5.25%	5.0%	7/1/11
Library Supervisors-CILU Local 222 81-4081	5.25% **	5.0%	7/1/12
Library Non-Supervisors-CILU Local 222 81-4082	5.25% **	5.0%	7/1/12
BOE Secretarial/Clerical/Para.-CSEA/SEIU Local 2001, CTW	6.0%	6.0%	7/1/12
BOE Custodian and Maint.-CSEA/SEIU Local 2001, CTW	7.0%	7.0%	8/1/12
School Nurses-AFL-CIO	6.0%	6.0%	7/1/12
BOE Unaffiliated Group	5.0%	5.0%	10/1/12
Town Administrative Group	3.0%	3.0%	7/1/11

* New employees are eligible for a 401(a) Defined Contribution Plan, which was established by the Town in December 2010.

** Rate changed to 5.25% effective January 1, 2019.

The Town is required to contribute the amount necessary to finance the benefits for its employees. For fiscal year ended June 30, 2019, the Town's required contribution was \$2,748,739, which represents 18.32% of covered payroll of \$15,005,306.

Administrative costs of the Plan are financed through investment earnings.

**TOWN OF WETHERSFIELD, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019**

Investments

Investment Policy

The pension plan’s policy in regard to the allocation of invested assets is established and may be amended by the Pension Committee by a majority vote of its members. It is the policy of the Pension Committee to pursue an investment strategy that reduces risk through the prudent diversification of the portfolio across a broad selection of distinct asset classes. The Plan’s investment policy discourages the use of cash equivalents, except for liquidity purposes, and aims to refrain from dramatically shifting asset class allocations over short time spans. The following was the Committee’s adopted asset allocation policy as of June 30, 2019:

<u>Asset Class</u>	<u>Target Allocation</u>
Cash/Short-Term Fixed Income	5.00 %
Core Fixed Income	27.50
Large Cap U.S. Equities	37.50
Small Cap U.S. Equities	5.00
Developed Foreign Equities	20.00
Emerging Market Equities	<u>5.00</u>
 Total	 <u><u>100.00 %</u></u>

Rate of Return

For the year ended June 30, 2019, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 4.10%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

D. Net Pension Liability of the Town

The Town’s net pension liability was measured as of June 30, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

The components of the net pension liability of the Town at June 30, 2019 were as follows:

Total pension liability	\$ 125,015,966
Plan fiduciary net position	<u>98,352,444</u>
 Net Pension Liability	 <u><u>\$ 26,663,522</u></u>
 Plan fiduciary net position as a percentage of total pension liability	 78.67%

**TOWN OF WETHERSFIELD, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019**

Actuarial Assumptions

The total pension liability was determined by an actuarial valuation as of June 30, 2019, using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.75%
Salary increases	Service graded
Investment rate of return	6.75%, net of pension plan investment expense, including inflation

Mortality rates were based on the RP-2000 Mortality for Employees and Healthy Annuitants with generational projection per Scale AA; RP-2000 Mortality for Disabled Annuitants.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of June 30, 2019 (see the discussion of the pension plan's investment policy) are summarized in the following table:

<u>Asset Class</u>	<u>Long-Term Expected Real Rate of Return</u>
Cash/Short-Term Fixed Income	0.36 %
Core Fixed Income	2.40
Large Cap U.S. Equities	4.33
Small Cap U.S. Equities	5.56
Developed Foreign Equities	5.55
Emerging Market Equities	7.88

Discount Rate

The discount rate used to measure the total pension liability was 6.75%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that Town contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability. The interest rate used to determine the actuarially determined contribution was lowered from 7.00% to 6.75% effective July 1, 2018.

**TOWN OF WETHERSFIELD, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019**

E. Changes in the Net Pension Liability

	Employees' Pension Plan		
	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a)-(b)
Balances as of July 1, 2018	\$ 117,331,218	\$ 97,222,955	\$ 20,108,263
Changes for the year:			
Service cost	1,890,775		1,890,775
Interest on total pension liability	8,123,985		8,123,985
Effect of plan changes	(15,386)		(15,386)
Effect of economic/demographic gains or losses	1,147,100		1,147,100
Effect of assumption changes or inputs	2,977,288		2,977,288
Benefit payments	(6,439,014)	(6,439,014)	-
Employer contributions		2,748,739	(2,748,739)
Member contributions		1,014,059	(1,014,059)
Net investment income		3,950,456	(3,950,456)
Administrative expenses		(144,751)	144,751
Net changes	<u>7,684,748</u>	<u>1,129,489</u>	<u>6,555,259</u>
Balances as of June 30, 2019	\$ <u>125,015,966</u>	\$ <u>98,352,444</u>	\$ <u>26,663,522</u>

F. Sensitivity of the Net Pension Liability to Changes in the Discount Rate

The following presents the net pension liability of the Town, calculated using the discount rate of 6.75%, as well as what the Town's net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher than the current rate:

	1% Decrease (5.75%)	Current Discount Rate (6.75%)	1% Increase (7.75%)
Net Pension Liability	\$ 41,176,244	\$ 26,663,522	\$ 14,305,084

**TOWN OF WETHERSFIELD, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019**

G. Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

For the year ended June 30, 2019, the Town recognized pension expense of \$6,132,037. At June 30, 2019, the Town reported deferred outflows of resources and deferred inflows of resources related to pension from the following sources:

	Employees' Pension Plan	
	Deferred Inflows of Resources	Deferred Outflows of Resources
Differences between expected and actual experience	\$ (153,217)	\$ 1,794,762
Changes of assumptions		5,118,602
Net difference between projected and actual earning on pension plan investments	<u>(241,282)</u>	
Total	<u>\$ (394,499)</u>	<u>\$ 6,913,364</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

<u>Year Ending June 30</u>	
2020	\$ 2,881,953
2021	1,096,428
2022	1,700,440
2023	<u>840,044</u>
	<u>\$ 6,518,865</u>

Connecticut Teachers Retirement System - Pension

A. Plan Description

Teachers, principals, superintendents or supervisors engaged in service of public schools are provided with pensions through the Connecticut State Teachers' Retirement System, a cost sharing multiple-employer defined benefit pension plan administered by the Teachers Retirement Board. Chapter 167a of the State Statutes grants authority to establish and amend the benefit terms to the Teachers Retirement Board. The Teachers Retirement Board issues a publicly available financial report that can be obtained at www.ct.gov.

B. Benefit Provisions

The plan provides retirement, disability and death benefits. Employees are eligible to retire at age 60 with 20 years of credited service in Connecticut, or 35 years of credited service including at least 25 years of service in Connecticut.

**TOWN OF WETHERSFIELD, CONNECTICUT
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2019**

Normal Retirement

Retirement benefits for employees are calculated as 2% of the average annual salary times the years of credited service (maximum benefit is 75% of average annual salary during the 3 years of highest salary).

Early Retirement

Employees are eligible after 25 years of credited service including 20 years of Connecticut service, or age 55 with 20 years of credited service including 15 years of Connecticut service with reduced benefit amounts.

Disability Retirement

Employees are eligible for service-related disability benefits regardless of length of service. Five years of credited service is required for nonservice-related disability eligibility. Disability benefits are calculated as 2% of average annual salary times credited service to date of disability, but not less than 15% of average annual salary, nor more than 50% of average annual salary.

C. Contributions

Per Connecticut General Statutes Section 10-183z (which reflects Public Act 79-436 as amended), contribution requirements of active employees and the State of Connecticut are approved, amended and certified by the State Teachers Retirement Board and appropriated by the General Assembly.

Employer (School Districts)

School District employers are not required to make contributions to the plan.

The statutes require the State of Connecticut to contribute 100% of each school districts' required contributions, which are actuarially determined as an amount that, when combined with employee contributions, is expected to finance the costs of the benefits earned by employees during the year, with any additional amount to finance any unfunded accrued liability.

Employees

Effective July 1, 1992, each teacher was required to contribute 6% of salary for the pension benefit.

Effective January 1, 2018, the required contribution increased to 7% of pensionable salary.

D. Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At June 30, 2019, the Town reports no amounts for its proportionate share of the net pension liability, and related deferred outflows and inflows, due to the statutory requirement that the State pay 100% of the required contribution. The amount recognized by the Town as its proportionate share of the net pension liability, the related state support and the total portion of the net pension liability that was associated with the Town were as follows:

Town's proportionate share of the net pension liability	\$ -
State's proportionate share of the net pension liability associated with the Town	<u>86,506,620</u>
Total	<u>\$ 86,506,620</u>

**TOWN OF WETHERSFIELD, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019**

The net pension liability was measured as of June 30, 2018, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2018. At June 30, 2019, the Town has no proportionate share of the net pension liability.

For the year ended June 30, 2019, the Town recognized pension expense and revenue of \$9,708,839 in Exhibit II.

E. Actuarial Assumptions

The total pension liability was determined by an actuarial valuation as of June 30, 2018, using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.75%
Salary increase	3.25-6.5%, including inflation
Investment rate of return	8.00%, net of pension plan investment expense, including inflation

Mortality rates were based on the RPH-2014 White Collar table with employee and annuitant rates blended from ages 50 to 80, projected to the year 2020 using the BB improvement scale, and further adjusted to grade in increased rates (5% for females and 8% for males) over age 80 for the period after service retirement and for dependent beneficiaries as well as for active members. The RPH-2014 Disabled Mortality Table projected to 2017 with Scale BB is used for the period after disability retirement.

The actuarial assumptions used in the June 30, 2018 valuation were based on the results of an actuarial experience study for the period July 1, 2010 - June 30, 2015.

For teachers who retired prior to September 1, 1992, pension benefit adjustments are made in accordance with increases in the Consumer Price Index, with a minimum of 3% and a maximum of 5% per annum.

For teachers who were members of the Teachers' Retirement System before July 1, 2007 and retire on or after September 1, 1992, pension benefit adjustments are made that are consistent with those provided for Social Security benefits on January 1 of the year granted, with a maximum of 6% per annum. If the return on assets in the previous year was less than 8.5%, the maximum increase is 1.5%.

For teachers who were members of the Teachers' Retirement System after July 1, 2007, pension benefit adjustments are made that are consistent with those provided for Social Security benefits on January 1 of the year granted, with a maximum of 5% per annum. If the return on assets in the previous year was less than 11.5%, the maximum increase is 3%, and if the return on the assets in the previous year was less than 8.5%, the maximum increase is 1.0%.

**TOWN OF WETHERSFIELD, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
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The long-term expected rate of return on pension plan investments was determined using a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target asset allocation and best estimates of arithmetic real rates of return for each major class are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Large Cap U.S. equities	21.0%	5.8%
Developed non-U.S. equities	18.0%	6.6%
Emerging markets (non-U.S.)	9.0%	8.3%
Core fixed income	7.0%	1.3%
Inflation linked bond fund	3.0%	1.0%
Emerging market bond	5.0%	3.7%
High yield bonds	5.0%	3.9%
Real estate	7.0%	5.1%
Private equity	11.0%	7.6%
Alternative investments	8.0%	4.1%
Liquidity fund	6.0%	0.4%
Total	<u>100.0%</u>	

F. Discount Rate

The discount rate used to measure the total pension liability was 8.00%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that State contributions will be made at the actuarially determined contribution rates in the future years. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

G. Sensitivity of the Net Pension Liability to Changes in the Discount Rate

The Town's proportionate share of the net pension liability is \$-0- and, therefore, the change in the discount rate would only impact the amount recorded by the State of Connecticut.

H. Pension Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in the separately issued financial statements available at www.ct.gov.

I. Other Information

Additional information is included in the required supplementary information section of the financial statements. A schedule of contributions is not presented as the Town has no obligation to contribute to the plan.

14. OTHER POSTEMPLOYMENT BENEFITS

OPEB Trust Fund

A. Plan Description

The Town and Board of Education provide postretirement benefits, in accordance with various labor and personnel contracts, to employees meeting specific service and age requirements. The plan is a single employer defined benefit plan. The Town does not issue stand-alone financial statements for this program.

Management of the post employment benefits plan is vested with the Town Manager and Director of Finance. Policy oversight is provided by the Trustees of the OPEB Trust. The enacting ordinance specifies five trustees and provides for appointment of others by Town Council as deemed necessary. The ex-officio trustees are the Mayor, the Superintendent of Schools, the Chairman of the Budget and Finance Committee, the Town Manager and the Director of Finance. There are currently also two other members that have been appointed by the Town Council.

At July 1, 2017, plan membership consisted of the following:

	Town Plan	Board of Education Plan
	<hr/>	<hr/>
Active plan members	133	391
Retired members	108	266
Beneficiaries	17	
Spouses of retired members	63	19
	<hr/>	<hr/>
Total Participants	<u>321</u>	<u>676</u>

B. Funding Policy

The contribution requirements of plan members and the Town are negotiated with the various unions representing the employees.

Police employees are required to contribute 1.5% of monthly earnings. AFSCME Local 1303-40 are required to contribute 2.0%, but those employees hired after July 1, 2010 are not eligible. Employees of AFSCME Local 1303-408 are required to contribute 2%. AFSCME Local 818 is required to contribute 2%, but those hired after July 1, 2008 are not eligible. Employees of CILU Local 222 81-4081 Library Supervisors and Local 222 81-4082 Library Non-Supervisors are required to contribute 2.5%. Employees of the Town Administrative Group are required to contribute 2%.

**TOWN OF WETHERSFIELD, CONNECTICUT
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2019**

C. Investments

Investment Policy

The OPEB Trust Investment Policy statement was adopted in conjunction with the creation of the Trust, and may be amended as deemed necessary by the Trustees. The stated investment objective of the Trust is to invest Trust assets in accordance with sound investment practices that emphasize long-term investment fundamentals in accordance with the following goals:

- To achieve the targeted financial results;
- To maintain sufficient liquidity to meet the obligations of the Trust;
- To diversify the assets of the Trust in order to reduce the risk of wide swings in market values from year to year, or of incurring large losses that could occur from concentrated positions; and
- To achieve investment results over the long term that compare favorably with those of other municipal investment pools, professionally managed portfolios and appropriate market indices.

Rate of Return

For the year ended June 30, 2019, the annual money-weighted rate of return on investments, net of investment expense, was 7.31%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

D. Net OPEB Liability of the Town

The Town’s net OPEB liability was measured as of June 30, 2019. The components of the net OPEB liability of the Town at June 30, 2019 were as follows:

Total OPEB liability	\$	46,250,480
Plan fiduciary net position		19,034,119
 Net OPEB Liability	 \$	 <u><u>27,216,361</u></u>
 Plan fiduciary net position as a percentage of the total OPEB liability		 41.15%

Actuarial Assumptions

The total OPEB liability was determined by an actuarial valuation as of July 1, 2017, using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.70%
Salary increases	Graded by service, including inflation
Investment rate of return	7.00%, net of OPEB plan investment expense, including inflation
Healthcare cost trend rates	6.53%-4.50% over 70 years

Mortality rates were based on the RP-2000 Healthy and Disabled Annuitant Mortality Table for Males or Females, as appropriate, with adjustments for mortality improvements based on Scale AA.

The plan has not had an actuarial experience study performed.

TOWN OF WETHERSFIELD, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019

The long-term expected rate of return on OPEB plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset as of June 30, 2019 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
U.S. Core Fixed Income	30.00 %	2.40 %
U.S. Inflation Indexed Bonds	5.00	1.42
U.S. Equity Market	40.00	4.61
Foreign Equity	15.00	5.55
Emerging Markets Equity	5.00	7.88
U.S. REITs	<u>5.00</u>	5.07
Total	<u><u>100 %</u></u>	

Discount Rate

The discount rate used to measure the total OPEB liability was 7.00%. The projection of cash flows used to determine the discount rate assumed that Town contributions will be made at rates equal to the actuarially determined contribution rates. Based on those assumptions, the OPEB plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

Changes in the Net OPEB Liability

	<u>Increase (Decrease)</u>		
	<u>Total OPEB Liability</u> <u>(a)</u>	<u>Plan Fiduciary Net Position</u> <u>(b)</u>	<u>Net OPEB Liability</u> <u>(a)-(b)</u>
Balances as of July 1, 2018	\$ 44,709,688	\$ 16,556,700	\$ 28,152,988
Changes for the year:			
Service cost	920,950		920,950
Interest on total OPEB liability	3,108,515		3,108,515
Benefit payments	(2,488,673)	(2,488,673)	-
Employer contributions		3,404,996	(3,404,996)
Member contributions		357,660	(357,660)
Net investment income		1,286,309	(1,286,309)
Administrative expenses		(82,873)	82,873
Net changes	<u>1,540,792</u>	<u>2,477,419</u>	<u>(936,627)</u>
Balances as of June 30, 2019	<u>\$ 46,250,480</u>	<u>\$ 19,034,119</u>	<u>\$ 27,216,361</u>

**TOWN OF WETHERSFIELD, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019**

E. Sensitivity of the Net OPEB Liability to Changes in the Discount Rate

The following presents the net OPEB liability of the Town, as well as what the Town's net OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher than the current discount rate:

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Net OPEB Liability	\$ 33,287,249	\$ 27,216,361	\$ 22,212,905

F. Sensitivity of the Net OPEB liability to Changes in the Healthcare Cost Trend Rates

The following presents the net OPEB liability of the Town, as well as what the Town's net OPEB liability would be if it were calculated using healthcare cost trend rates that are 1 percentage point lower or 1 percentage point higher than the current healthcare cost trend rates:

	1% Decrease (5.53% - 3.5% over 70 years)	Healthcare Cost Trend Rates (6.53% - 4.5% over 70 years)	1% Increase (7.53% - 5.5% over 70 years)
Net OPEB Liability	\$ 21,174,142	\$ 27,216,361	\$ 34,723,126

G. OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended June 30, 2019, the Town recognized OPEB expense of \$66,640. At June 30, 2019, the Town reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Inflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ (10,068,162)	\$
Changes of assumptions	(943,023)	
Net difference between projected and actual earning on pension plan investments	(133,409)	
Total	<u>\$ (11,144,594)</u>	<u>\$ -</u>

**TOWN OF WETHERSFIELD, CONNECTICUT
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2019**

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ending June 30

2020	\$ (2,485,682)
2021	(2,485,682)
2022	(2,485,682)
2023	(2,464,079)
2024	(1,223,469)
Thereafter	-
	\$ (11,144,594)

Teachers Retirement Plan

A. Plan Description

Teachers, principals, superintendents or supervisors engaged in service of public schools plus professional employees at State Schools of higher education are eligible to participate in the Connecticut State Teachers' Retirement System Retiree Health Insurance Plan (TRS-RHIP), a cost sharing multiple-employer defined benefit other post employment benefit plan administered by the Teachers' Retirement Board (TRB), if they choose to be covered.

Chapter 167a of the State Statutes grants authority to establish and amend the benefit terms to the TRB. TRS-RHIP issues a publicly available financial report that can be obtained at www.ct.gov/trb.

B. Benefit Provisions

There are two types of the health care benefits offered through the system. Subsidized Local School District Coverage provides a subsidy paid to members still receiving coverage through their former employer and the CTRB Sponsored Medicare Supplemental Plans provide coverage for those participating in Medicare but not receiving Subsidized Local School District Coverage.

Any member who is not currently participating in Medicare Parts A & B is eligible to continue health care coverage with their former employer. A subsidy of up to \$110 per month for a retired member plus an additional \$110 per month for a spouse enrolled in a local school district plan is provided to the school district to first offset the retiree's share of the cost of coverage, and any remaining portion is used to offset the district's cost. The subsidy amount is set by statute and has not increased since July 1996. A subsidy amount of \$220 per month may be paid for a retired member, spouse or the surviving spouse of a member who has attained the normal retirement age to participate in Medicare, is not eligible for Part A of Medicare without cost and contributes at least \$220 per month towards coverage under a local school district plan.

Any member who is currently participating in Medicare Parts A & B is eligible to either continue health care coverage with their former employer, if offered, or enroll in the plan sponsored by the System. If they elect to remain in the plan with their former employer, the same subsidies as above will be paid to offset the cost of coverage.

**TOWN OF WETHERSFIELD, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019**

If a member participating in Medicare Parts A & B so elects, they may enroll in one of the CTRB Sponsored Medicare Supplemental Plans. Effective July 1, 2018, the System added a Medicare Advantage Plan option. Active members, retirees and the State pay equally toward the cost of the basic coverage (medical and prescription drug benefits) under the Medicare Advantage Plan. Retired members who choose to enroll in the Medicare Supplement Plan are responsible for the full difference in the premium cost between the two plans. Additionally, effective July 1, 2018, retired members who cancel their health care coverage or elect to not enroll in a CTRB sponsored health care coverage option, must wait two years to re-enroll.

Survivor Health Care Coverage

Survivors of former employees or retirees remain eligible to participate in the plan and continue to be eligible to receive either the \$110 monthly subsidy or participate in the TRB-Sponsored Medicare Supplemental Plans, as long as they do not remarry.

C. Eligibility

Any member who is currently receiving a retirement or disability benefit is eligible to participate in the plan.

Credited Service

One month for each month of service as a teacher in Connecticut public schools, maximum 10 months for each school year. Ten months of credited service constitutes one year of Credited Service. Certain other types of teaching services, State employment or wartime military service may be purchased prior to retirement if the member pays one-half the cost.

Normal Retirement

Age 60 with 20 years of Credited Service in Connecticut, or 35 years of Credited Service including at least 25 years of service in Connecticut.

Early Retirement

Age 55 with 20 years of Credited Service including 15 years of Connecticut service, or 25 years of Credited Service including 20 years of Connecticut service.

Proratable Retirement

Age 60 with 10 years of Credited Service.

Disability Retirement

No service requirement if incurred in the performance of duty, and 5 years of Credited Service in Connecticut if not incurred in the performance of duty.

Termination of Employment

Ten or more years of Credited Service.

**TOWN OF WETHERSFIELD, CONNECTICUT
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2019**

D. Contributions

State of Connecticut

Per Connecticut General Statutes Section 10-183z, contribution requirements of active employees and the State of Connecticut are approved, amended and certified by the State Teachers' Retirement Board and appropriated by the General Assembly. The State contributions are not currently actuarially funded. The State appropriates from the General Fund one third of the annual costs of the Plan. Administrative costs of the Plan are financed by the State. Based upon Chapter 167a, Subsection D of Section 10-183t of the Connecticut statutes, it is assumed the State will pay for any long-term shortfall arising from insufficient active member contributions.

Employer (School Districts)

School District employers are not required to make contributions to the plan.

Employees

Each member is required to contribute 1.25% of their annual salary up to \$500,000. Contributions in excess of \$500,000 will be credited to the Retiree Health Insurance Plan.

E. OPEB Liabilities, OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

At June 30, 2019, the Town reports no amounts for its proportionate share of the net OPEB liability, and related deferred outflows and inflows, due to the statutory requirement that the State pay 100% of the required contribution. The amount recognized by the Town as its proportionate share of the net OPEB liability, the related State support and the total portion of the net OPEB liability that was associated with the Town was as follows:

Town's proportionate share of the net OPEB liability	\$ -
State's proportionate share of the net OPEB liability associated with the Town	<u>17,293,245</u>
Total	<u>\$ 17,293,245</u>

The net OPEB liability was measured as of June 30, 2018, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as June 30, 2018. At June 30, 2019, the Town has no proportionate share of the net OPEB liability.

For the year ended June 30, 2019, the Town recognized OPEB expense and revenue of (\$5,744,806) in Exhibit II.

**TOWN OF WETHERSFIELD, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019**

F. Actuarial Assumptions

The total OPEB liability was determined by an actuarial valuation as of June 30, 2018, using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.75%
Health care costs trend rate	
Pre-Medicare	5.95% decreasing to 4.75% by 2025
Medicare	5.00% decreasing to 4.75% by 2028
Salary increases	3.25-6.50%, including inflation
Investment rate of return	3.00%, net of OPEB plan investment expense, including inflation
Year fund net position will be depleted	2019

Mortality rates were based on the RPH-2014 White Collar table with employee and annuitant rates blended from ages 50 to 80, projected to the year 2020 using the BB improvement scale, and further adjusted to grade in increases (5% for females and 8% for males) over age 80. For disabled retirees, mortality rates were based on the RPH-2014 Disabled Mortality Table projected to 2020 using the BB improvement scale.

The actuarial assumptions used in the June 30, 2018 valuation were based on the results of an actuarial experience study for the period July 1, 2010 - June 30, 2015.

The long-term expected rate of return on plan assets is reviewed as part of the GASB 75 valuation process. Several factors are considered in evaluating the long-term rate of return assumption, including the plan's current asset allocations and a log-normal distribution analysis using the best-estimate ranges of expected future real rates of return (expected return, net investment expense and inflation) for each major asset class. The long-term expected rate of return was determined by weighting the expected future real rates of return by the target asset allocation percentage and then adding expected inflation. The assumption is not expected to change absent a significant change in the asset allocation, a change in the inflation assumption, or a fundamental change in the market that alters expected returns in future years. The plan is 100% invested in U.S. Treasuries (Cash Equivalents) for which the expected 10-Year Geometric Real Rate of Return is (0.27%).

G. Discount Rate

The discount rate used to measure the total OPEB liability was 3.87%. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current member contribution rate and that contributions for future plan members were used to reduce the estimated amount of total service costs for future plan members. No future State contributions were assumed to be made. Based on those assumptions, the OPEB plan's fiduciary net position was projected to be depleted in 2019 and, as a result, the Municipal Bond Index Rate was used in the determination.

H. Sensitivity of the Net OPEB Liability to Changes in the Health Care Cost Trend Rate and the Discount Rate

The Town's proportionate share of the net OPEB liability is \$-0- and, therefore, the change in the health care cost trend rate or the discount rate would only impact the amount recorded by the State of Connecticut.

**TOWN OF WETHERSFIELD, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019**

I. Other Information

Additional information is included in the required supplementary information section of the financial statements. A schedule of contributions is not presented as the Town has no obligation to contribute to the plan. Detailed information about the Connecticut State Teachers OPEB Plan fiduciary net position is available in the separately issued State of Connecticut Comprehensive Annual Financial Report at www.ct.gov.

15. PENSION AND OPEB COMBINING SCHEDULES


Pension and OPEB Combining Statement of Net Position

	Pension Trust Fund	OPEB Trust Fund	Total
	<hr/>	<hr/>	<hr/>
Assets:			
Cash and cash equivalents	\$	\$ 570,539	\$ 570,539
Investments:			
Mutual funds	98,352,444	18,699,012	117,051,456
Total assets	<hr/> 98,352,444	<hr/> 19,269,551	<hr/> 117,621,995
Liabilities:			
Current:			
Accounts payable		29,816	29,816
Claims incurred but not reported		205,616	205,616
Total current liabilities	<hr/> -	<hr/> 235,432	<hr/> 235,432
Net Position	<hr/> \$ 98,352,444	<hr/> \$ 19,034,119	<hr/> \$ 117,386,563

**TOWN OF WETHERSFIELD, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019**

Pension and OPEB Combining Statement of Changes in Net Position

	Pension Trust Fund	OPEB Trust Fund	Total
Additions:			
Contributions			
Employer	\$ 2,748,739	\$ 3,404,996	\$ 6,153,735
Employee	1,014,059	627,861	1,641,920
Other		58,208	58,208
Total contributions	<u>3,762,798</u>	<u>4,091,065</u>	<u>7,853,863</u>
Investment income:			
Net change in fair value of investments	(459,179)	617,254	158,075
Interest and dividends	4,696,612	635,949	5,332,561
Total investment gain	<u>4,237,433</u>	<u>1,253,203</u>	<u>5,490,636</u>
Less investment expenses:			
Investment management fees	286,977		286,977
Net investment income	<u>3,950,456</u>	<u>1,253,203</u>	<u>5,203,659</u>
Total additions	<u>7,713,254</u>	<u>5,344,268</u>	<u>13,057,522</u>
Deductions:			
Benefits	6,439,014	2,756,978	9,195,992
Administrative expenses	144,751	109,871	254,622
Total operating expenses	<u>6,583,765</u>	<u>2,866,849</u>	<u>9,450,614</u>
Change in Net Position	1,129,489	2,477,419	3,606,908
Net Position at Beginning of Year	<u>97,222,955</u>	<u>16,556,700</u>	<u>113,779,655</u>
Net Position at End of Year	<u>\$ 98,352,444</u>	<u>\$ 19,034,119</u>	<u>\$ 117,386,563</u>



**Required
Supplementary
Information**

TOWN OF WETHERSFIELD, CONNECTICUT
GENERAL FUND
SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED JUNE 30, 2019

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
Property taxes, interest and lien fees	\$ 89,920,639	\$ 89,920,639	\$ 90,686,860	\$ 766,221
Intergovernmental revenues:				
State of Connecticut - General Government	542,688	542,688	566,893	24,205
State of Connecticut - Board of Education	9,607,576	9,607,576	9,733,121	125,545
Total intergovernmental revenues	<u>10,150,264</u>	<u>10,150,264</u>	<u>10,300,014</u>	<u>149,750</u>
Licenses, fees and permits:				
Engineering	10,000	10,000	19,045	9,045
Town Clerk	4,000	4,000	3,345	(655)
Transfer station	32,000	32,000	57,116	25,116
Police	16,000	16,000	11,326	(4,674)
Building inspections	370,000	370,000	731,077	361,077
Total licenses, fees and permits	<u>432,000</u>	<u>432,000</u>	<u>821,909</u>	<u>389,909</u>
Charges for services:				
Town Clerk	473,700	473,700	465,114	(8,586)
Police	3,300	3,300	3,614	314
Recreation and parks	199,500	199,500	229,117	29,617
Rents	13,000	13,000	8,101	(4,899)
Library	19,000	19,000	18,362	(638)
Community Center	43,100	43,100	43,304	204
Refuse disposal	38,400	38,400	39,706	1,306
White goods pickup	6,000	6,000	9,643	3,643
False alarms	20,000	20,000	19,590	(410)
Dial-A-Ride membership	18,700	18,700	17,859	(841)
Computer services			750	750
Cell tower rental fees	250,000	250,000	258,502	8,502
Returned check fee	1,000	1,000	810	(190)
Tree services	12,000	12,000	26,517	14,517
Total charges for services	<u>1,097,700</u>	<u>1,097,700</u>	<u>1,140,989</u>	<u>43,289</u>

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TOWN OF WETHERSFIELD, CONNECTICUT
SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS) (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2019

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
Fines and penalties	\$ 23,900	\$ 23,900	\$ 37,402	\$ 13,502
Interest on investments	115,000	115,000	550,771	435,771
Other revenues	33,000	33,000	134,084	101,084
Transfers in	200,000	200,000	200,000	-
Appropriation of Fund Balance	400,000	400,000		(400,000)
Total	\$ <u>102,372,503</u>	\$ <u>102,372,503</u>	103,872,029	\$ <u>1,499,526</u>

Budgetary revenues are different than GAAP revenues because:

State of Connecticut pension expense related to the Connecticut State Teachers' Retirement System for Town teachers pension is not budgeted

9,708,839

State of Connecticut OPEB income related to the Connecticut State Teachers' Retirement System for Town teachers OPEB is not budgeted

(5,744,806)

Compensated absences fund not budgeted for (combined for GASB 54)

7,008

State of Connecticut grants for Special Education Excess Costs are netted for budgetary purposes

2,167,645

Net tuition amounts for the Board of Education

353,662

Encumbrances outstanding at June 30, 2018, cancelled during the year ended June 30, 2019

(11,231)

Total Revenues and Other Financing Sources as Reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds Exhibit IV

\$ 110,353,146

TOWN OF WETHERSFIELD, CONNECTICUT
GENERAL FUND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED JUNE 30, 2019

	Budgeted Amounts		Actual	Variance Favorable (Unfavorable)
	Original	Final		
General Government:				
Town Council	\$ 89,766	\$ 77,043	\$ 77,043	\$ -
Town Manager	489,644	462,422	462,422	-
Town Attorney	100,000	150,761	150,761	-
Town Clerk	285,932	275,805	275,805	-
Town Treasurer	3,049	3,049	3,049	-
Finance/Accounting	661,660	644,850	644,850	-
Data Services	561,302	540,328	539,675	653
Tax Collector	257,480	253,770	253,770	-
Tax Assessor	370,350	385,933	385,933	-
Central Office Services	231,689	219,609	218,933	676
Probate Court	34,000	24,992	24,992	-
Planning & Development	358,964	309,867	309,867	-
Building Inspection & ZBA	544,330	539,479	539,479	-
Elections	137,700	110,024	110,024	-
Total general government	<u>4,125,866</u>	<u>3,997,932</u>	<u>3,996,603</u>	<u>1,329</u>
Public Safety:				
Police	9,704,142	9,603,237	9,603,237	-
Fire Suppression	741,634	776,441	775,617	824
Fire Marshal	201,062	200,442	200,442	-
Town-wide Radio System	319,948	308,734	308,734	-
Emergency Medical Services	18,301	8,612	8,612	-
Total public safety	<u>10,985,087</u>	<u>10,897,466</u>	<u>10,896,642</u>	<u>824</u>
Public Works:				
Engineering	703,678	689,433	675,831	13,602
Physical Services	8,108,142	8,210,514	8,209,179	1,335
Total public works	<u>8,811,820</u>	<u>8,899,947</u>	<u>8,885,010</u>	<u>14,937</u>
Social Services:				
Central CT Health District	157,170	157,170	157,170	-
Social and Youth Services	702,108	701,734	701,734	-
Total social services	<u>859,278</u>	<u>858,904</u>	<u>858,904</u>	<u>-</u>
Library	<u>2,009,135</u>	<u>1,914,135</u>	<u>1,914,135</u>	<u>-</u>
Recreation and Parks	<u>1,827,941</u>	<u>1,776,914</u>	<u>1,776,914</u>	<u>-</u>
Contingency	<u>340,000</u>	<u>15,000</u>		<u>15,000</u>
Insurance	<u>686,900</u>	<u>617,742</u>	<u>617,742</u>	<u>-</u>

(Continued on next page)

**TOWN OF WETHERSFIELD, CONNECTICUT
GENERAL FUND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS) (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2019**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Metropolitan District Commission	\$ 3,889,600	\$ 3,883,568	\$ 3,883,568	\$ -
Debt Service:				
Principal Retirement	5,610,933	4,473,402	4,473,402	-
Interest		1,137,531	1,137,531	-
Total debt service	<u>5,610,933</u>	<u>5,610,933</u>	<u>5,610,933</u>	<u>-</u>
Board of Education:				
General Expenditures	<u>58,728,469</u>	<u>58,728,469</u>	<u>58,728,469</u>	<u>-</u>
Total expenditures	97,875,029	97,201,010	97,168,920	32,090
Other Financing Uses:				
Transfers out - Capital	1,763,123	2,437,142	2,437,142	-
Transfers out - Retiree Medical/OPEB	<u>2,734,351</u>	<u>2,734,351</u>	<u>2,734,351</u>	<u>-</u>
Total	\$ <u>102,372,503</u>	\$ <u>102,372,503</u>	102,340,413	\$ <u>32,090</u>
Budgetary expenditures are different than GAAP expenditures because:				
State of Connecticut pension expense related to the Connecticut State Teachers' Retirement System for Town teachers pension is not budgeted			9,708,839	
State of Connecticut OPEB income related to the Connecticut State Teachers' Retirement System for Town teachers OPEB is not budgeted			(5,744,806)	
State of Connecticut grants for Special Education Excess Costs are netted for budgetary purposes			2,167,645	
Compensated absences fund not budgeted for (combined for GASB 54)			(107,685)	
Net tuition amounts for the Board of Education			353,662	
Accrued payroll for GAAP			(74,973)	
Encumbrances outstanding at June 30, 2018, liquidated during the year ended June 30, 2019			206,887	
Encumbrances outstanding at June 30, 2019			<u>(105,522)</u>	
Total Expenditures and Other Financing Uses as Reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds - Exhibit IV			\$ <u>108,744,460</u>	

TOWN OF WETHERSFIELD, CONNECTICUT
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
TOWN PENSION PLAN
LAST SIX FISCAL YEARS*

	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Total pension liability:						
Service cost	\$ 1,890,775	\$ 1,842,781	\$ 2,016,804	\$ 1,978,581	\$ 1,958,474	\$ 1,902,067
Interest	8,123,985	7,949,903	7,599,905	7,328,638	7,062,768	6,770,841
Effect of plan changes	(15,386)	132,787		(20,526)	(10,070)	
Effect of economic/demographic gains	1,147,100	(262,657)	1,468,099	393,044	731,921	53,656
Effect of assumption changes or inputs	2,977,288	3,069,915		2,177,231	1,799,188	
Benefit payments, including refunds of member contributions	(6,439,014)	(6,314,647)	(5,859,750)	(5,612,521)	(5,290,502)	(4,773,442)
Net change in total pension liability	7,684,748	6,418,082	5,225,058	6,244,447	6,251,779	3,953,122
Total pension liability - beginning	117,331,218	110,913,136	105,688,078	99,443,631	93,191,852	89,238,730
Total pension liability - ending	<u>125,015,966</u>	<u>117,331,218</u>	<u>110,913,136</u>	<u>105,688,078</u>	<u>99,443,631</u>	<u>93,191,852</u>
Plan fiduciary net position:						
Contributions - employer	2,748,739	2,641,665	2,445,097	2,393,435	2,407,468	2,091,887
Contributions - member	1,014,059	995,692	1,024,254	1,063,188	955,840	1,008,558
Net investment income (loss)	3,950,456	8,144,775	12,808,106	(988,902)	2,075,709	12,776,568
Benefit payments, including refunds of member contributions	(6,439,014)	(6,314,647)	(5,859,750)	(5,612,521)	(5,290,502)	(4,773,442)
Administrative expense	(144,751)	(122,118)	(133,352)	(134,213)	(126,354)	(101,329)
Net change in plan fiduciary net position	1,129,489	5,345,367	10,284,355	(3,279,013)	22,161	11,002,242
Plan fiduciary net position - beginning	97,222,955	91,877,588	81,593,233	84,872,246	84,850,085	73,847,843
Plan fiduciary net position - ending	<u>98,352,444</u>	<u>97,222,955</u>	<u>91,877,588</u>	<u>81,593,233</u>	<u>84,872,246</u>	<u>84,850,085</u>
Net Pension Liability - Ending	<u>\$ 26,663,522</u>	<u>\$ 20,108,263</u>	<u>\$ 19,035,548</u>	<u>\$ 24,094,845</u>	<u>\$ 14,571,385</u>	<u>\$ 8,341,767</u>
Plan fiduciary net position as a percentage of the total pension liability	78.67%	82.86%	82.84%	77.20%	85.35%	91.05%
Covered payroll	\$ 15,005,306	\$ 16,430,455	\$ 16,453,806	\$ 17,344,941	\$ 17,725,333	\$ 18,036,168
Net pension liability as a percentage of employee payroll	177.69%	122.38%	115.69%	138.92%	82.21%	46.25%

*Note: This schedule is intended to show information for ten years. Additional years' information will be displayed as it becomes available.

**TOWN OF WETHERSFIELD, CONNECTICUT
SCHEDULE OF EMPLOYER CONTRIBUTIONS
TOWN PENSION PLAN
LAST TEN FISCAL YEARS**

	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
Actuarially determined contribution	\$ 2,748,739	\$ 2,641,665	\$ 2,445,097	\$ 2,393,435	\$ 2,406,123	\$ 2,091,860	\$ 1,821,991	\$ 1,579,090	\$ 1,494,228	\$ 1,204,694
Contributions in relation to the actuarially determined contribution	<u>2,748,739</u>	<u>2,641,665</u>	<u>2,445,097</u>	<u>2,393,435</u>	<u>2,407,468</u>	<u>2,091,887</u>	<u>1,821,991</u>	<u>1,579,090</u>	<u>1,494,228</u>	<u>1,204,694</u>
Contribution Deficiency (Excess)	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>(1,345)</u>	\$ <u>(27)</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>
Covered payroll	\$ 15,005,306	\$ 16,430,455	\$ 16,453,806	\$ 17,344,941	\$ 17,725,333	\$ 18,036,168	\$ 18,055,698	\$ 17,616,312	\$ 17,170,206	\$ 16,559,221
Contributions as a percentage of covered payroll	18.32%	16.08%	14.86%	13.80%	13.58%	11.60%	10.09%	8.96%	8.70%	7.28%

Notes to Schedule

Valuation date: July 1, 2018
 Measurement date: June 30, 2019
 Actuarially determined contribution rates are calculated as of June 30, two years prior to the end of the fiscal year in which contributions are reported

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry age normal
Amortization method	Level percentage of payroll, closed
Remaining amortization period	21 years for Town and BOE, 16 years for Police
Asset valuation method	5-year non-asymptotic
Inflation	2.75%
Salary increases	Service Graded
Investment rate of return	6.75%, net of pension plan investment expense, including inflation
Retirement age	Varies by age and service
Mortality	RP-2000 Mortality for Employees and Healthy Annuitants with generational projection per Scale AA; RP-2000 Mortality for Disabled Annuitants

**TOWN OF WETHERSFIELD, CONNECTICUT
SCHEDULE OF INVESTMENT RETURNS
TOWN PENSION PLAN
LAST SIX FISCAL YEARS***

	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Annual money-weighted rate of return, net of investment expense	4.10%	8.97%	15.82%	(1.18%)	2.46%	17.44%

*Note: This schedule is intended to show information for ten years. Additional years' information will be displayed as it becomes available.

TOWN OF WETHERSFIELD, CONNECTICUT
SCHEDULE OF THE TOWN'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
TEACHERS RETIREMENT PLAN
LAST FIVE FISCAL YEARS*

	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Town's proportion of the net pension liability	0.00%	0.00%	0.00%	0.00%	0.00%
Town's proportionate share of the net pension liability	\$ -	\$ -	\$ -	\$ -	\$ -
State's proportionate share of the net pension liability associated with the Town	<u>86,506,620</u>	<u>87,812,722</u>	<u>92,643,094</u>	<u>71,469,813</u>	<u>66,059,519</u>
Total	\$ <u>86,506,620</u>	\$ <u>87,812,722</u>	\$ <u>92,643,094</u>	\$ <u>71,469,813</u>	\$ <u>66,059,519</u>
Town's covered payroll	\$ 29,439,789	\$ 26,776,700	\$ 26,456,955	\$ 25,887,133	\$ 22,731,349
Town's proportionate share of the net pension liability as a percentage of its covered payroll	0.00%	0.00%	0.00%	0.00%	0.00%
Plan fiduciary net position as a percentage of the total pension liability	57.69%	55.93%	52.26%	59.50%	61.51%

Notes to Schedule

Changes in benefit terms Beginning January 1, 2018, member contributions increased from 6% to 7% of salary.
Changes of assumptions During 2016, rates of withdrawal, disability, retirement, mortality and assumed rates of salary increase were adjusted to more closely reflect actual and anticipated experience. These assumptions were recommended as part of the Experience Study for the System for the five-year period ended June 30, 2015.

Actuarial cost method Entry age
Amortization method Level percent of salary, closed
Remaining amortization period 20.4 years
Asset valuation method 4-year smoothed market
Investment rate of return 8.50%, net of investment related expense

*Note: This schedule is intended to show information for ten years. Additional years' information will be displayed as it becomes available.

TOWN OF WETHERSFIELD, CONNECTICUT
SCHEDULE OF CHANGES IN NET OPEB LIABILITY AND RELATED RATIOS
OTHER POST EMPLOYMENT BENEFITS
LAST THREE FISCAL YEARS*

	<u>2019</u>	<u>2018</u>	<u>2017</u>
Total OPEB liability:			
Service cost	\$ 920,950	\$ 923,870	\$ 1,136,926
Interest	3,108,515	4,182,057	3,975,084
Changes of benefit terms		30,007	
Differences between expected and actual experience		(14,542,900)	
Changes of assumptions		(1,362,143)	
Benefit payments	<u>(2,488,673)</u>	<u>(2,517,683)</u>	<u>(1,586,917)</u>
Net change in total OPEB liability	1,540,792	(13,286,792)	3,525,093
Total OPEB liability - beginning	<u>44,709,688</u>	<u>57,996,480</u>	<u>54,471,387</u>
Total OPEB liability - ending	<u>46,250,480</u>	<u>44,709,688</u>	<u>57,996,480</u>
Plan fiduciary net position:			
Contributions - employer	3,404,996	2,996,358	2,503,997
Contributions - member	357,660	313,008	315,431
Net investment income	1,286,309	1,195,616	1,499,615
Benefit payments	(2,490,474)	(2,517,683)	(1,586,917)
Administrative expense	<u>(81,072)</u>	<u>(58,234)</u>	<u>(52,961)</u>
Net change in plan fiduciary net position	2,477,419	1,929,065	2,679,165
Plan fiduciary net position - beginning	<u>16,556,700</u>	<u>14,627,635</u>	<u>11,948,470</u>
Plan fiduciary net position - ending	<u>19,034,119</u>	<u>16,556,700</u>	<u>14,627,635</u>
Net OPEB Liability - Ending	<u>\$ 27,216,361</u>	<u>\$ 28,152,988</u>	<u>\$ 43,368,845</u>
Plan fiduciary net position as a percentage of the total OPEB liability	41.15%	37.03%	25.22%
Covered payroll	\$ 43,485,089	\$ 36,442,017	\$ 36,442,017
Net OPEB liability as a percentage of covered payroll	62.59%	77.25%	119.01%

*Note: This schedule is intended to show information for ten years. Additional years' information will be displayed as it becomes available

**TOWN OF WETHERSFIELD, CONNECTICUT
SCHEDULE OF EMPLOYER CONTRIBUTIONS
OTHER POST EMPLOYMENT BENEFITS
LAST TEN FISCAL YEARS**

	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
Actuarially determined contribution (1)	\$ 2,642,180	\$ 3,819,851	\$ 3,559,181	\$ 5,002,811	\$ 4,761,488	\$ 6,029,000	\$ 5,609,000	\$ 6,226,000	\$ 5,763,000	\$ 6,187,000
Contributions in relation to the actuarially determined contribution	<u>3,404,996</u>	<u>2,996,358</u>	<u>2,503,997</u>	<u>3,115,268</u>	<u>5,760,796</u>	<u>2,511,928</u>	<u>8,919,886</u>	<u>2,565,648</u>	<u>2,958,000</u>	<u>3,777,000</u>
Contribution Deficiency (Excess)	\$ <u>(762,816)</u>	\$ <u>823,493</u>	\$ <u>1,055,184</u>	\$ <u>1,887,543</u>	\$ <u>(999,308)</u>	\$ <u>3,517,072</u>	\$ <u>(3,310,886)</u>	\$ <u>3,660,352</u>	\$ <u>2,805,000</u>	\$ <u>2,410,000</u>
Covered payroll	\$ 43,485,089	\$ 36,442,017	\$ 36,442,017	\$ 36,696,257	\$ 36,696,257	\$ 37,651,000	\$ 37,651,000	\$ n/a	\$ n/a	\$ n/a
Contributions as a percentage of covered payroll	7.83%	8.22%	6.87%	8.49%	15.70%	6.67%	23.69%	n/a	n/a	n/a

(1) Actuarially Determined Contributions prior to fiscal year ending June 30, 2017 is based on the Annual Required Contribution (ARC) calculated in accordance with GASB No. 45

Notes to Schedule

Valuation date: July 1, 2017

Measurement date: June 30, 2019

Actuarially determined contribution rates are calculated as of June 30, two years prior to the end of the fiscal year in which contributions are reported

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry Age Normal
Amortization method	Level percentage of payroll, closed
Amortization period	20 years
Asset valuation method	5-year non-asymptotic
Inflation	2.70%
Healthcare cost trend rates	6.53% - 4.50% over 70 years
Salary increases	Graded by service, including inflation
Investment rate of return	7.00%, net of pension plan investment expense, including inflation
Retirement age	In the 2017 actuarial valuation, expected retirement ages of general employees were graded based upon age and eligibility for retirement benefits. Separate rates apply to Police versus Town and Board of Education employees.
Mortality	RP-2000 Combined Healthy and Disabled Mortality, Male and Female, with generational projection per Scale AA.

**TOWN OF WETHERSFIELD, CONNECTICUT
SCHEDULE OF INVESTMENT RETURNS
OTHER POST EMPLOYMENT BENEFITS
LAST THREE FISCAL YEARS***

	<u>2019</u>	<u>2018</u>	<u>2017</u>
Annual money-weighted rate of return, net of investment expense	7.31%	7.64%	12.67%

*Note: This schedule is intended to show information for ten years. Additional years' information will be displayed as it becomes available.


TOWN OF WETHERSFIELD, CONNECTICUT
SCHEDULE OF THE TOWN'S PROPORTIONATE SHARE OF THE NET OPEB LIABILITY
TEACHERS RETIREMENT PLAN
LAST TWO FISCAL YEARS*

	<u>2019</u>	<u>2018</u>
Town's proportion of the net OPEB liability	0.00%	0.00%
Town's proportionate share of the net OPEB liability	\$ -	\$ -
State's proportionate share of the net OPEB liability associated with the Town	<u>17,293,245</u>	<u>22,602,004</u>
Total	<u>\$ 17,293,245</u>	<u>\$ 22,602,004</u>
Town's covered payroll	\$ 29,439,789	\$ 26,776,700
Town's proportionate share of the net OPEB liability as a percentage of its covered payroll	0.00%	0.00%
Plan fiduciary net position as a percentage of the total OPEB liability	1.49%	1.79%

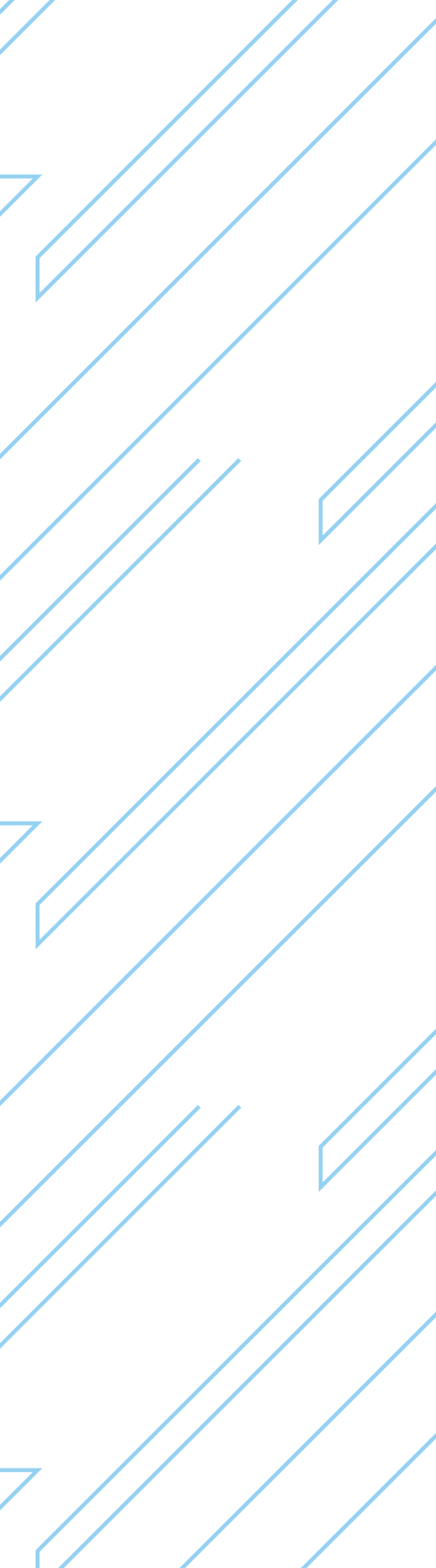
Notes to Schedule

Changes in benefit terms	The Plan was amended by the Board, effective July 1, 2018, during the January 11, 2018 meeting. The Board action added the Anthem Medicare Advantage Plan to the available options under the Plan, changed the "base plan" to the Medicare Advantage Plan for the purposes of determining retiree subsidies and/or cost sharing amount(s), and introduced a two year waiting period for re-enrollment in a System sponsored health care plan for those who cancel their coverage or choose not to enroll in a health care coverage option on or after the effective date. These changes were communicated to retired members during the months leading up to a special open enrollment period that preceded the July 1, 2018 implementation date.
Changes of assumptions	<p>The expected rate of return on assets was changed from 2.75% to 3.00% to better reflect the anticipated returns on cash and other high quality short-term fixed income investments.</p> <p>Based on the procedure described in GASB 75, the discount rate used to measure Plan obligations for financial accounting purposes as of June 30, 2018 was updated to equal the Municipal Bond Index Rate as of June 30, 2018. The System selected the 3.87% discount rate used to measure the TOL as of the June 30, 2018 measurement date.</p> <p>Expected annual per capita claims costs were updated to better reflect anticipated medical and prescription drug claim experience both before and after the plan change that became effective on July 1, 2018.</p> <p>The assumed age related annual percentage increases in expected annual per capita health care claim costs were updated to better reflect the expected differences between the Medicare Supplement and Medicare Advantage Plan amounts as part of the plan change that became effective on July 1, 2018.</p> <p>Long-term health care cost trend rates were updated to better reflect the anticipated impact of changes in medical inflation, utilization, leverage in the plan design, improvements in technology, and fees and charges on expected claims and retiree contributions in future periods.</p> <p>The percentage of retired members who are not currently participating in the Plan, but are expected to elect coverage for themselves and their spouses under a System-sponsored health care plan option in the future, was updated to better reflect anticipated plan experience.</p> <p>The percentages of participating retirees who are expected to enroll in the Medicare Supplement Plan and the Medicare Advantage Plan options, as well as the portion who are expected to migrate to the Medicare Advantage Plan over the next several years, were updated to better reflect anticipated plan experience after the plan change that became effective on July 1, 2018.</p> <p>The post-disablement mortality table was updated to extend the period of projected mortality improvements from 2017 to 2020. This change was made to better reflect anticipated post-disablement plan experience.</p> <p>The percentages of deferred vested members who will become ineligible for future health care benefits because they are expected to withdraw their contributions from the System was updated to better reflect anticipated plan experience.</p>
Actuarial cost method	Entry age
Amortization method	Level percent of payroll
Remaining amortization period	30 years, open
Asset valuation method	Market value of assets
Investment rate of return	4.25%, net of investment-related expense including price inflation

* This schedule is intended to show information for ten years. Additional years' information will be displayed as it becomes available.



**Combining and
Individual Fund
Statements and
Schedules**



General Fund

The General Fund is the principal fund of the Town and is used to account for all activities of the Town, except those required to be accounted for in another fund. The General Fund accounts for the normal recurring activities of the Town (i.e., general government, public safety, public works, health, social services, recreation, education, etc.). These activities are funded principally by property taxes, user fees and grants from other governmental units.

There are also funds that do not meet the definition of a special revenue fund in accordance with GASB 54, which are combined with the General Fund.

Compensated Absence Fund - To account for a reserve for the purpose of paying out amounts owed to employees for accumulated vacation and sick time accruals paid out at the time of retirement.

**TOWN OF WETHERSFIELD, CONNECTICUT
GENERAL FUND
COMPARATIVE BALANCE SHEET
JUNE 30, 2019 AND 2018**

	<u>2019</u>	<u>2018</u>
ASSETS		
Cash and cash equivalents	\$ 12,460,024	\$ 14,323,981
Property taxes receivable, net of allowance \$253,000 in 2019 and \$222,000 in 2018	1,653,323	1,854,184
Other receivables	146,460	293,798
Due from other funds	<u>3,631,257</u>	<u>994,362</u>
Total Assets	<u>\$ 17,891,064</u>	<u>\$ 17,466,325</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE		
Liabilities:		
Accounts payable and accrued items	\$ 2,340,510	\$ 2,850,229
Due to other governments	1,925	4,889
Deferred revenues	<u>11,934</u>	<u>13,066</u>
Total liabilities	<u>2,354,369</u>	<u>2,868,184</u>
Deferred inflows of resources:		
Unavailable revenue - property taxes	1,431,978	1,626,938
Advance property tax collections	<u>36,934</u>	<u>512,106</u>
Total deferred inflows of resources	<u>1,468,912</u>	<u>2,139,044</u>
Fund balance:		
Committed	482,836	368,143
Assigned	512,123	624,718
Unassigned	<u>13,072,824</u>	<u>11,466,236</u>
Total fund balance	<u>14,067,783</u>	<u>12,459,097</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balance	<u>\$ 17,891,064</u>	<u>\$ 17,466,325</u>

**TOWN OF WETHERSFIELD, CONNECTICUT
GENERAL FUND
COMBINING BALANCE SHEET SCHEDULE
JUNE 30, 2019**

	<u>General Fund</u>	<u>Compensated Absence Fund</u>	<u>Combined</u>
ASSETS			
Cash and cash equivalents	\$ 11,977,188	\$ 482,836	\$ 12,460,024
Property taxes receivable, net	1,653,323		1,653,323
Other receivables	146,460		146,460
Due from other funds	3,631,257		3,631,257
	<u>17,408,228</u>		<u>17,891,064</u>
Total Assets	\$ <u>17,408,228</u>	\$ <u>482,836</u>	\$ <u>17,891,064</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE			
Liabilities:			
Accounts payable and accrued items	\$ 2,340,510	\$	\$ 2,340,510
Due to other governments	1,925		1,925
Deferred revenues	11,934		11,934
Total liabilities	<u>2,354,369</u>	<u>-</u>	<u>2,354,369</u>
Deferred inflows of resources:			
Unavailable revenue - property taxes	1,431,978		1,431,978
Advance property tax collections	36,934		36,934
Total deferred inflows of resources	<u>1,468,912</u>	<u>-</u>	<u>1,468,912</u>
Fund balance:			
Committed		482,836	482,836
Assigned	512,123		512,123
Unassigned	13,072,824		13,072,824
Total fund balance	<u>13,584,947</u>	<u>482,836</u>	<u>14,067,783</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balance	\$ <u>17,408,228</u>	\$ <u>482,836</u>	\$ <u>17,891,064</u>

TOWN OF WETHERSFIELD, CONNECTICUT
GENERAL FUND
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
JUNE 30, 2019

	<u>General</u>	<u>Compensated Absence Fund</u>	<u>Eliminating Entries</u>	<u>Total General Fund</u>
Revenues:				
Property taxes, interest and lien fees	\$ 90,686,860	\$	\$	\$ 90,686,860
Intergovernmental revenues	16,431,692			16,431,692
Licenses, fees and permits	859,311			859,311
Charges for services	1,444,249			1,444,249
Interest and dividends	550,771	7,008		557,779
Other local revenues	173,255			173,255
Total revenues	<u>110,146,138</u>	<u>7,008</u>	<u>-</u>	<u>110,153,146</u>
Expenditures:				
Current:				
Public safety	10,883,230			10,883,230
Public works	8,629,434			8,629,434
Recreation and parks	1,772,779			1,772,779
Social services	858,907			858,907
Library	1,916,795			1,916,795
General government	11,104,409			11,104,409
Education	65,191,599			65,191,599
Debt service	5,927,955			5,927,955
Total expenditures	<u>106,285,108</u>	<u>-</u>	<u>-</u>	<u>106,285,108</u>
Excess of Revenues over Expenditures	<u>3,861,030</u>	<u>7,008</u>	<u>-</u>	<u>3,868,038</u>
Other Financing Sources (Uses):				
Transfers in	200,000	107,685	(107,685)	200,000
Transfers out	<u>(2,567,037)</u>		<u>107,685</u>	<u>(2,459,352)</u>
Total other financing sources (uses)	<u>(2,367,037)</u>	<u>107,685</u>	<u>-</u>	<u>(2,259,352)</u>
Net Change in Fund Balances	1,493,993	114,693	-	1,608,686
Fund Balances at Beginning of Year	<u>12,090,954</u>	<u>368,143</u>	<u>-</u>	<u>12,459,097</u>
Fund Balances at End of Year	<u>\$ 13,584,947</u>	<u>\$ 482,836</u>	<u>\$ -</u>	<u>\$ 14,067,783</u>

TOWN OF WETHERSFIELD, CONNECTICUT
 GENERAL FUND
 REPORT OF TAX COLLECTOR
 FOR THE YEAR ENDED JUNE 30, 2019

Grand List	Uncollected Taxes		Lawful Corrections		Transfers To Suspense	Adjusted Tax Levy	Collections					Uncollected Taxes June 30, 2019
	July 1, 2018 and Current Levy	Current Year Levy	Additions	Deletions			Taxes	Paid Suspense	Interest and Liens	Refunds	Total	
2002	\$ 35,714	\$	\$	\$ 35,714	\$	\$	\$	\$	\$	\$	\$	\$ -
2003	35,197			367	10,081	24,749		176		176		24,749
2004	76,281				26,656	49,625						49,625
2005	79,482				30,300	49,182	511		1,114		1,625	48,671
2006	62,313			261	13,529	48,523	185		385		570	48,338
2007	84,570			229	16,619	67,722	442		901	41	1,302	67,239
2008	72,693			181	20,375	52,137			588	301	287	51,836
2009	100,048		1	492	38,576	60,981	5,361		902	26	6,237	55,594
2010	101,126			118	20,124	80,884	996		564	21	1,539	79,867
2011	79,927			219	7,627	72,081	2,739		3,030		5,769	69,342
2012	97,068			215	5,795	91,058	6,449		4,788	11	11,226	84,598
2013	113,176		165	498	4,045	108,798	13,464		10,447	7	23,904	95,327
2014	151,637		172	697	5,488	145,624	26,398		15,919	2,067	40,250	117,159
2015	231,006		31,601	10,305	8,514	243,788	143,446		38,708	197	181,957	100,145
2016	767,292		37,091	29,664	8,309	766,410	440,771		102,746	69,119	474,398	256,520
Total prior years	2,087,530		69,030	78,960	216,038	1,861,562	640,762		180,268	71,790	749,240	1,149,010
2017		91,669,901	108,438	254,467	12,362	91,511,510	90,728,065	11,045	245,992		90,985,102	772,400
Total	\$ 2,087,530	\$ 91,669,901	\$ 177,468	\$ 333,427	\$ 228,400	\$ 93,373,072	\$ 91,368,827	\$ 11,045	\$ 426,260	\$ 71,790	\$ 91,734,342	\$ 1,921,410



**Nonmajor
Governmental
Funds**

Special Revenue Funds

Special revenue funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditures for specific purposes other than debt and capital projects.

Animal Control Fund - To account for the operation of animal control. Financing is provided by license fees and donations to the animal control facility.

Small Cities Housing Rehabilitation - To account for federal grant revenues from the U.S. Department of Housing and Urban Development and subsequent loans to entities.

School Cafeteria - To account for the operation of the public school lunch program. Financing is provided by the sale of food and by State grants.

Municipal Grant Fund - To account for the operations of various programs funded by State and Federal grants.

Education Grant Fund - To account for the operations of various educational programs funded by State and Federal grants.

Police Grant Fund - To account for various law enforcement programs funded by State and Federal grants.

Cove Preservation Fund - To account for receipt of income from boaters and moorings at the Wethersfield Cove and for the expenditures of these funds for the purpose of maintenance, staffing and improving Wethersfield Cove Park.

Land Acquisition Fund - To account for monies being accumulated to purchase and preserve open space throughout the Town. Financing is provided through the sale of surplus Town real property and Town appropriations.

EDIC Loan Repayment Program - To account for Façade Loan Program. Loans are given to businesses for façade improvements and forgiven after 10 years. If the business closes or relocates, the loan must be repaid.

Nature Center - To account for the operations of the Town's Nature Center (Eleanor Buck Wolf Nature Center) program. Financing is provided through fees charged for programs, donations, private contributions and Town appropriations.

Police Private Duty - To account for charges for services related to police traffic duty. Police private duty payroll is charged to this fund and then billed out to the vendors with an added fringe benefit factor. This fund reimburses fringe benefits and administrative costs of the General Fund through a transfer.

NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)

Special Revenue Funds (Continued)

Agricultural Land Preservation Fund - To account for funds received in accordance with Section 7-131 of the Connecticut General Statutes for agricultural land preservation.

Recreation Fund - Handles all the self-sustaining programs of the Parks & Recreation Department. The fees collected and costs for all programs are deposited in the account.

Community Development Fund - Accounts for various projects such as Town Guide advertising, Silas Deane Highway tree donations, the Wethersfield Farmers Market and Energy Funds.

Park Programs Fund - Accounts for various park programs such as the dog park, the skate park and reserves from the 375th anniversary.

Social and Youth Services Fund - Accounts for various health and welfare programs and youth service programs including the Senior Center operations, the Computer Learning Center, the Youth Services Crossroads Program, Special Needs and Camping programs.

BOE District Activities - Accounts for various education activities including athletics and facilities usage.

Solomon Welles House - The Recreation Department oversees the rental of the Solomon Welles House. Income to the fund pays for the personnel on duty to provide security and maintaining the home. After expenses, funds are transferred to the Town General Fund to meet the revenue projections for the Parks & Recreation Department.

Pitkin Community Center - This fund receives money from the rental of rooms to groups and residents. The income pays for a custodian to work beyond their normal shift for the setup, cleanup and security for the rental. After these expenses, the funds are transferred to the Town General Fund to meet the revenue projections for the Community Center.

Mill Woods Fund - The fields and facilities in the park are rented out and the proceeds are used to improve park facilities.

**TOWN OF WETHERSFIELD, CONNECTICUT
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2019**

	Special Revenue Funds						
	Animal Control	Small Cities Housing Rehabilitation	School Cafeteria	State and Federal Grants			Cove Preservation
				Municipal	Education	Police	
ASSETS							
Cash and cash equivalents	\$ 54,763	\$ 144,825	\$ 872,363	\$ 36,987	\$ 219,158	\$ 830,162	\$ 229,295
Investments							
Accounts receivables, net		469,091	188,156		89,714	2,580	
Inventory			14,804				
Total Assets	\$ 54,763	\$ 613,916	\$ 1,075,323	\$ 36,987	\$ 308,872	\$ 832,742	\$ 229,295
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES							
Liabilities:							
Accounts payable and accrued items	\$ 182		\$ 55,895	\$ 8,997	\$ 46,827	\$ 1,657	\$ 20
Unearned revenue					9,549	554,912	
Due to other funds							
Total liabilities	182	-	55,895	8,997	56,376	556,569	20
Deferred Inflows of Resources:							
Unearned revenue - loans receivable		469,091					
Fund Balances:							
Nonspendable			14,804				
Restricted		144,825		27,990	252,496	276,173	
Committed	54,581		1,004,624				229,275
Total fund balances	54,581	144,825	1,019,428	27,990	252,496	276,173	229,275
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 54,763	\$ 613,916	\$ 1,075,323	\$ 36,987	\$ 308,872	\$ 832,742	\$ 229,295

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**TOWN OF WETHERSFIELD, CONNECTICUT
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)
 JUNE 30, 2019**

	Special Revenue Funds						
	<u>Land Acquisition</u>	<u>EDIC Loan Repayment</u>	<u>Nature Center</u>	<u>Police Private Duty</u>	<u>Agricultural Land Preservation</u>	<u>Recreation Fund</u>	<u>Community Development Fund</u>
ASSETS							
Cash and cash equivalents	\$ 8,872		\$ 308,069	\$ 174,585	\$ 376,266	\$ 601,034	\$ 16,726
Investments							
Accounts receivables, net		102,855		133,814			
Inventory							
Total Assets	<u>\$ 8,872</u>	<u>\$ 102,855</u>	<u>\$ 308,069</u>	<u>\$ 308,399</u>	<u>\$ 376,266</u>	<u>\$ 601,034</u>	<u>\$ 16,726</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES							
Liabilities:							
Accounts payable and accrued items			\$ 9,158	\$ 9,326		\$ 25,277	
Unearned revenue			149,406				
Due to other funds		98,044					
Total liabilities	<u>-</u>	<u>98,044</u>	<u>158,564</u>	<u>9,326</u>	<u>-</u>	<u>25,277</u>	<u>-</u>
Deferred Inflows of Resources:							
Unearned revenue - loans receivable							
Fund Balances:							
Nonspendable							
Restricted							
Committed	8,872	4,811	149,505	299,073	376,266	575,757	16,726
Total fund balances	<u>8,872</u>	<u>4,811</u>	<u>149,505</u>	<u>299,073</u>	<u>376,266</u>	<u>575,757</u>	<u>16,726</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 8,872</u>	<u>\$ 102,855</u>	<u>\$ 308,069</u>	<u>\$ 308,399</u>	<u>\$ 376,266</u>	<u>\$ 601,034</u>	<u>\$ 16,726</u>

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**TOWN OF WETHERSFIELD, CONNECTICUT
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)
 JUNE 30, 2019**

	Special Revenue Funds						Total Nonmajor Governmental Funds
	Park Programs	Social and Youth Services	BOE District Activities	Solomon Welles House	Pitkin Community Center	Mill Woods Fund	
ASSETS							
Cash and cash equivalents	\$ 9,184	\$ 643,826	\$ 1,117,091	\$ 644	\$ 42,918	\$ 126,343	\$ 5,813,111
Investments			36,107				36,107
Accounts receivables, net		160					986,370
Inventory							14,804
Total Assets	\$ 9,184	\$ 643,986	\$ 1,153,198	\$ 644	\$ 42,918	\$ 126,343	\$ 6,850,392
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES							
Liabilities:							
Accounts payable and accrued items	\$ 2,328	\$ 6,658	\$ 297	\$	\$	\$	\$ 166,622
Unearned revenue							713,867
Due to other funds			106,953				204,997
Total liabilities	2,328	6,658	107,250	-	-	-	1,085,486
Deferred Inflows of Resources:							
Unearned revenue - loans receivable							469,091
Fund Balances:							
Nonspendable							14,804
Restricted		137,360					838,844
Committed	6,856	499,968	1,045,948	644	42,918	126,343	4,442,167
Total fund balances	6,856	637,328	1,045,948	644	42,918	126,343	5,295,815
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 9,184	\$ 643,986	\$ 1,153,198	\$ 644	\$ 42,918	\$ 126,343	\$ 6,850,392

**TOWN OF WETHERSFIELD, CONNECTICUT
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2019**

	Special Revenue Funds						
	Animal Control	Small Cities Housing Rehabilitation	School Cafeteria	State and Federal Grants			Cove Preservation
				Municipal	Education	Police	
Revenues:							
Intergovernmental revenues	\$	\$ 373,812	\$ 893,766	\$ 107,683	\$ 1,861,216	\$ 457,171	\$
Licenses, fees and permits	14,199						
Charges for services			954,606				19,350
Investment gain		26				16,289	4,630
Donations	570					1,075	
Other revenue		51,000		8,253			
Total revenues	<u>14,769</u>	<u>424,838</u>	<u>1,848,372</u>	<u>115,936</u>	<u>1,861,216</u>	<u>474,535</u>	<u>23,980</u>
Expenditures:							
Current:							
Public safety	11,009					33,954	
Recreation and parks							1,182
Social services							
Library							
General government		373,812		106,007			
Education			1,624,706		1,908,511		
Capital outlay				2,369		419,959	
Total expenditures	<u>11,009</u>	<u>373,812</u>	<u>1,624,706</u>	<u>108,376</u>	<u>1,908,511</u>	<u>453,913</u>	<u>1,182</u>
Excess (Deficiency) of Revenues over Expenditures	<u>3,760</u>	<u>51,026</u>	<u>223,666</u>	<u>7,560</u>	<u>(47,295)</u>	<u>20,622</u>	<u>22,798</u>
Other Financing Sources (Uses):							
Issuance of bonds and notes							
Lease proceeds							
Transfers in					9,114		
Transfers out				(9,114)			
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>(9,114)</u>	<u>9,114</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	3,760	51,026	223,666	(1,554)	(38,181)	20,622	22,798
Fund Balances at Beginning of Year	<u>50,821</u>	<u>93,799</u>	<u>795,762</u>	<u>29,544</u>	<u>290,677</u>	<u>255,551</u>	<u>206,477</u>
Fund Balances at End of Year	<u>\$ 54,581</u>	<u>\$ 144,825</u>	<u>\$ 1,019,428</u>	<u>\$ 27,990</u>	<u>\$ 252,496</u>	<u>\$ 276,173</u>	<u>\$ 229,275</u>

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TOWN OF WETHERSFIELD, CONNECTICUT
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2019

	Special Revenue Funds						
	Land Acquisition	EDIC Loan Repayment	Nature Center	Police Private Duty	Agricultural Land Preservation	Recreation Fund	Community Development Fund
Revenues:							
Intergovernmental revenues	\$	\$	\$	\$	\$	\$	\$
Licenses, fees and permits							
Charges for services			183,425	673,982		476,078	
Investment gain	170				7,186		
Donations			3,731			6,342	1,200
Other revenue		500					
Total revenues	<u>170</u>	<u>500</u>	<u>187,156</u>	<u>673,982</u>	<u>7,186</u>	<u>482,420</u>	<u>1,200</u>
Expenditures:							
Current:							
Public safety				526,234			
Recreation and parks			173,873			561,590	
Social services							
Library							
General government							1,274
Education							
Capital outlay							
Total expenditures	<u>-</u>	<u>-</u>	<u>173,873</u>	<u>526,234</u>	<u>-</u>	<u>561,590</u>	<u>1,274</u>
Excess (Deficiency) of Revenues over Expenditures	<u>170</u>	<u>500</u>	<u>13,283</u>	<u>147,748</u>	<u>7,186</u>	<u>(79,170)</u>	<u>(74)</u>
Other Financing Sources (Uses):							
Issuance of bonds and notes							
Lease proceeds							
Transfers in			4,100				
Transfers out				(200,000)			
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>4,100</u>	<u>(200,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	170	500	17,383	(52,252)	7,186	(79,170)	(74)
Fund Balances at Beginning of Year	<u>8,702</u>	<u>4,311</u>	<u>132,122</u>	<u>351,325</u>	<u>369,080</u>	<u>654,927</u>	<u>16,800</u>
Fund Balances at End of Year	<u>\$ 8,872</u>	<u>\$ 4,811</u>	<u>\$ 149,505</u>	<u>\$ 299,073</u>	<u>\$ 376,266</u>	<u>\$ 575,757</u>	<u>\$ 16,726</u>

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TOWN OF WETHERSFIELD, CONNECTICUT
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2019

	Special Revenue Funds						Eliminating Entries	Total Nonmajor Governmental Funds
	Park Programs	Social and Youth Services	BOE District Activities	Solomon Welles House	Pitkin Community Center	Mill Woods Fund		
Revenues:								
Intergovernmental revenues	\$	\$ 10,947	\$	\$	\$	\$	\$	\$ 3,704,595
Licenses, fees and permits			150,578					164,777
Charges for services	53,315	41,658	207,082	13,408	72,092	19,105		2,714,101
Investment gain		9,050	645					37,996
Donations	37,272	130,340	160					180,690
Other revenue			86,087					145,840
Total revenues	<u>90,587</u>	<u>191,995</u>	<u>444,552</u>	<u>13,408</u>	<u>72,092</u>	<u>19,105</u>	<u>-</u>	<u>6,947,999</u>
Expenditures:								
Current:								
Public safety								571,197
Recreation and parks	99,366			12,208	63,339	12,061		923,619
Social services		161,565						161,565
Library								-
General government								481,093
Education			413,768					3,946,985
Capital outlay								422,328
Total expenditures	<u>99,366</u>	<u>161,565</u>	<u>413,768</u>	<u>12,208</u>	<u>63,339</u>	<u>12,061</u>	<u>-</u>	<u>6,506,787</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(8,779)</u>	<u>30,430</u>	<u>30,784</u>	<u>1,200</u>	<u>8,753</u>	<u>7,044</u>		<u>441,212</u>
Other Financing Sources (Uses):								
Issuance of bonds and notes								-
Lease proceeds								-
Transfers in							(9,114)	4,100
Transfers out							9,114	(200,000)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(195,900)</u>
Net Change in Fund Balances	(8,779)	30,430	30,784	1,200	8,753	7,044		245,312
Fund Balances at Beginning of Year	<u>15,635</u>	<u>606,898</u>	<u>1,015,164</u>	<u>(556)</u>	<u>34,165</u>	<u>119,299</u>		<u>5,050,503</u>
Fund Balances at End of Year	<u>\$ 6,856</u>	<u>\$ 637,328</u>	<u>\$ 1,045,948</u>	<u>\$ 644</u>	<u>\$ 42,918</u>	<u>\$ 126,343</u>	<u>\$ -</u>	<u>\$ 5,295,815</u>



Internal Service Funds

Internal Service Funds are used to account for any activity that provides goods or services to other funds, departments or agencies of the primary government on a cost-reimbursement basis.

Heart and Hypertension Fund - To account for monies accumulated to pay claims for police officers, hired before 1995, who incur hypertension or heart problems as a result of work conditions.

Hospital and Medical Insurance Fund - To account for the operation of a medical liability fund for Town and Board of Education employee claims. Financing is provided by General Fund contributions, employee contributions and investment earnings.

**TOWN OF WETHERSFIELD, CONNECTICUT
COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
JUNE 30, 2019**

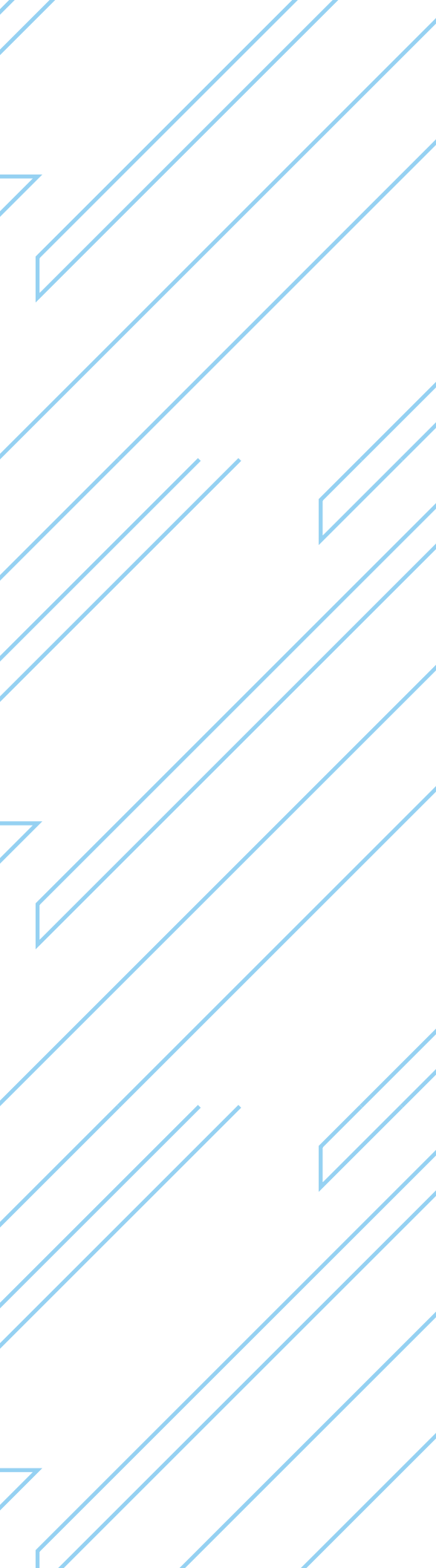
	<u>Heart and Hypertension</u>	<u>Hospital and Medical Insurance</u>	<u>Total</u>
Assets:			
Cash and cash equivalents	\$ 853,488	\$ 3,973,651	\$ 4,827,139
Accounts receivable		94,895	94,895
Total assets	<u>853,488</u>	<u>4,068,546</u>	<u>4,922,034</u>
Liabilities:			
Current:			
Accounts payable and accrued liabilities	640	197,595	198,235
Due to other funds		321,462	321,462
Claims incurred but not reported	<u>80,000</u>	<u>668,340</u>	<u>748,340</u>
Total current liabilities	80,640	1,187,397	1,268,037
Noncurrent:			
Claims incurred but not reported	<u>320,000</u>		<u>320,000</u>
Total liabilities	<u>400,640</u>	<u>1,187,397</u>	<u>1,588,037</u>
Net Position	<u>\$ 452,848</u>	<u>\$ 2,881,149</u>	<u>\$ 3,333,997</u>

**TOWN OF WETHERSFIELD, CONNECTICUT
 COMBINING STATEMENT OF REVENUES, EXPENSES
 AND CHANGES IN NET POSITION
 INTERNAL SERVICE FUNDS
 FOR THE YEAR ENDED JUNE 30, 2019**

	<u>Heart and Hypertension</u>	<u>Hospital and Medical Insurance</u>	<u>Total</u>
Operating Revenues:			
Contributions	\$ 30,000	\$ 8,971,180	\$ 9,001,180
Other revenue		221,293	221,293
	<u>30,000</u>	<u>9,192,473</u>	<u>9,222,473</u>
Operating Expenses:			
Employee benefits	3,845	9,870,650	9,874,495
Other expenses		361,109	361,109
Total operating expenses	<u>3,845</u>	<u>10,231,759</u>	<u>10,235,604</u>
Operating Loss	26,155	(1,039,286)	(1,013,131)
Nonoperating Revenue:			
Income on investments	<u>17,171</u>	<u>66,904</u>	<u>84,075</u>
Change in Net Position	43,326	(972,382)	(929,056)
Net Position at Beginning of Year	<u>409,522</u>	<u>3,853,531</u>	<u>4,263,053</u>
Net Position at End of Year	<u>\$ 452,848</u>	<u>\$ 2,881,149</u>	<u>\$ 3,333,997</u>

**TOWN OF WETHERSFIELD, CONNECTICUT
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2019**

	<u>Heart and Hypertension</u>	<u>Hospital and Medical Insurance</u>	<u>Total</u>
Cash Flows from Operating Activities:			
Contributions	\$ 30,000	\$ 9,588,039	\$ 9,618,039
Other revenues		221,293	221,293
Payments to vendors		(361,109)	(361,109)
Payments for employee benefits	<u>(123,766)</u>	<u>(9,542,049)</u>	<u>(9,665,815)</u>
Net cash provided by (used in) operating activities	<u>(93,766)</u>	<u>(93,826)</u>	<u>(187,592)</u>
Cash Flows from Investing Activities:			
Income on investments	<u>17,171</u>	<u>66,904</u>	<u>84,075</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(76,595)	(26,922)	(103,517)
Cash and Cash Equivalents at Beginning of Year	<u>930,083</u>	<u>4,000,573</u>	<u>4,930,656</u>
Cash and Cash Equivalents at End of Year	<u>\$ 853,488</u>	<u>\$ 3,973,651</u>	<u>\$ 4,827,139</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used In) Operating Activities:			
Operating income (loss)	\$ <u>26,155</u>	\$ <u>(1,039,286)</u>	\$ <u>(1,013,131)</u>
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:			
(Increase) decrease in accounts receivable		616,859	616,859
Increase (decrease) in accrued expenses	<u>(119,921)</u>	<u>328,601</u>	<u>208,680</u>
Total adjustments	<u>(119,921)</u>	<u>945,460</u>	<u>825,539</u>
Net Cash Provided by (Used in) Operating Activities	<u>\$ (93,766)</u>	<u>\$ (93,826)</u>	<u>\$ (187,592)</u>



Fiduciary Funds

Fiduciary funds are used to account for assets held by the Town in a trustee capacity for individuals, private organizations or other governments.

Private-Purpose Trust Funds

A fiduciary trust fund type used to report all trust arrangements, other than those properly reported in a pension trust fund or investment trust fund, under which principal and income benefit individuals, private organizations or other governments.

Mayor Volunteer Recognition Fund - Former Mayor Betty Rosania created the fund and the current mayor has control over how these funds are spent.

Public Library Trust Fund - To account for monies provided by private donors for the acquisition of books, materials or other related library services.

Jane Sjoman Library Trust Fund - To account for a private permanent endowment from Jane Sjoman to the Wethersfield Library. Only the income may be used for books or other items for the adult collection.

Katherine E. Smith Trust Fund - To account for funds bequeathed to the Town for the care upkeep, development and preservation of the public park known as the "Broad Street Green." Authority over these funds is reserved for the Parks and Recreation Board.

Frank Weston Trust Fund - This account receives money from a trust fund. The monies are used to maintain a rose garden and flower beds around the Town Hall in accordance with the will of Mr. Frank Weston and the subsequent trust agreement.

Terlecki Trust Fund - To account for funds bequeathed to the Town for use by the animal control operation to neuter dogs; for alcohol abuse counseling in the Police division; and for any purpose by the Volunteer Ambulance Association.

Fire Fighters Trust Fund - To account for benefits to be paid to firefighters upon retirement from the Wethersfield Volunteer Fire Department.

FIDUCIARY FUNDS (CONTINUED)

Agency Funds

Agency funds are used to report resources held by the reporting government in a purely custodial capacity (assets equal liabilities).

BOE Student Activities

The Student Activities Fund holds resources in a purely custodial capacity for collections and payments related to education extracurricular activities at the schools. Financing is provided by individual fundraising projects.

Town Escrow

The Town Escrow Fund holds resources in a purely custodial capacity for the following activities:

Wethersfield Ski/Snowboard Club - This fund accounts for the income and expenditures for ski trips for members of the club.

Handicapped - This account is used by the Wethersfield Advisory Committee for People with Disabilities (WACPD). Donations received on behalf of WACPD are recorded here and various program expenses are paid from this account.

Wethersfield Fuel Bank - This is a 100% donor fund into which individuals and businesses contribute. All funds are used to assist residents with winter heating needs when they have exhausted CRT and Operation Fuel grants. Annual appeals are made for donations from area businesses. This account is used to record the disbursement of the funds.

Youth Advisory Board - This is the account into which contributions and fund raising efforts for the Advisory Board are deposited. No Town funds are contributed. Funds are used to support Board activities.

Jefferson House - This account is used for donations from the Jefferson House - Good Samaritan Fund. The Jefferson House Board of Directors donates money to area towns in support of basic needs and medical needs for seniors. Donations from the Jefferson House are used primarily to assist seniors with medical needs that are not covered by insurance, Medicare or Medicaid.

Police Canine Account - Fundraisers are held to pay for food and veterinarian expenses for police canines.

Engineering Securities - To account for cash performance bonds associated with capital projects.

Wethersfield Teen Theater - To account for the income and expenses for the programs and performances produced by Wethersfield Teen Theater Company

Wethersfield Men's Softball - To account for the income and expenses to conduct the men's softball league in Town.

**TOWN OF WETHERSFIELD, CONNECTICUT
 COMBINING STATEMENT OF NET POSITION
 PRIVATE PURPOSE TRUST FUNDS
 JUNE 30, 2019**

	<u>Mayor Volunteer Recognition</u>	<u>Public Library Trust</u>	<u>Jane Sjoman Library Trust</u>	<u>Katherine E. Smith Trust</u>	<u>Frank Weston Trust</u>	<u>Terlecki Trust</u>	<u>Fire Fighters Trust</u>	<u>Total</u>
Assets:								
Cash and cash equivalents	\$ 2,926	\$ 91,244	\$ 2,434	\$ 16,533	\$ 271,374	\$ 16,690	\$	\$ 401,201
Investments:								
Mutual funds		149,015	313,330				1,543,015	2,005,360
Total assets	<u>2,926</u>	<u>240,259</u>	<u>315,764</u>	<u>16,533</u>	<u>271,374</u>	<u>16,690</u>	<u>1,543,015</u>	<u>2,406,561</u>
Liabilities:								
Current:								
Accounts payable		5,215						5,215
Net Position, Restricted for Trust Purposes	<u>\$ 2,926</u>	<u>\$ 235,044</u>	<u>\$ 315,764</u>	<u>\$ 16,533</u>	<u>\$ 271,374</u>	<u>\$ 16,690</u>	<u>\$ 1,543,015</u>	<u>\$ 2,401,346</u>

**TOWN OF WETHERSFIELD, CONNECTICUT
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
PRIVATE PURPOSE TRUST FUNDS
FOR THE YEAR ENDED JUNE 30, 2019**

	<u>Mayor Volunteer Recognition</u>	<u>Public Library Trust</u>	<u>Jane Sjoman Library Trust</u>	<u>Katherine E. Smith Trust</u>	<u>Frank Weston Trust</u>	<u>Terlecki Trust</u>	<u>Fire Fighters Trust</u>	<u>Eliminations</u>	<u>Total</u>
Additions:									
Contributions:									
Employer	\$	\$	\$	\$	\$	\$	\$ 35,000	\$	\$ 35,000
Other		29,671							29,671
Intergovernmental		14,464							14,464
Other		6,971							6,971
Total	<u>-</u>	<u>51,106</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>35,000</u>	<u>-</u>	<u>86,106</u>
Investment income:									
Net appreciation in fair value of investments		4,159	18,726				80,384		103,269
Interest and dividends	55	3,074	52	308	16,973	311	14,462		35,235
Net investment income	<u>55</u>	<u>7,233</u>	<u>18,778</u>	<u>308</u>	<u>16,973</u>	<u>311</u>	<u>94,846</u>	<u>-</u>	<u>138,504</u>
Total additions	55	58,339	18,778	308	16,973	311	129,846	-	224,610
Deductions:									
Other expenses		33,271	3,036		40		106,485		142,832
Income Before Transfers	<u>55</u>	<u>25,068</u>	<u>15,742</u>	<u>308</u>	<u>16,933</u>	<u>311</u>	<u>23,361</u>	<u>-</u>	<u>81,778</u>
Transfers in		5,700						(5,700)	-
Transfers out		(5,700)						5,700	-
	<u>-</u>	<u>5,700</u>	<u>(5,700)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Change in Net Position	55	30,768	10,042	308	16,933	311	23,361	-	81,778
Net Position at Beginning of Year	<u>2,871</u>	<u>204,276</u>	<u>305,722</u>	<u>16,225</u>	<u>254,441</u>	<u>16,379</u>	<u>1,519,654</u>	<u>-</u>	<u>2,319,568</u>
Net Position at End of Year	<u>\$ 2,926</u>	<u>\$ 235,044</u>	<u>\$ 315,764</u>	<u>\$ 16,533</u>	<u>\$ 271,374</u>	<u>\$ 16,690</u>	<u>\$ 1,543,015</u>	<u>\$ -</u>	<u>\$ 2,401,346</u>

**TOWN OF WETHERSFIELD, CONNECTICUT
AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
FOR THE YEAR ENDED JUNE 30, 2019**

	<u>Balance July 1, 2018</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance June 30, 2019</u>
BOE Student Activities				
Assets:				
Cash and cash equivalents	\$ 187,302	\$ 356,234	\$ 340,238	\$ 203,298
Total Assets	<u>\$ 187,302</u>	<u>\$ 356,234</u>	<u>\$ 340,238</u>	<u>\$ 203,298</u>
Liabilities:				
Fiduciary deposits	\$ 168,110	\$ 324,925	\$ 321,046	\$ 171,989
Accounts payable	19,037	31,309	19,037	31,309
Due to General Fund	<u>155</u>	<u></u>	<u>155</u>	<u>-</u>
Total Liabilities	<u>\$ 187,302</u>	<u>\$ 356,234</u>	<u>\$ 340,238</u>	<u>\$ 203,298</u>
Town Escrow				
Assets:				
Cash and cash equivalents	\$ 241,956	\$ 75,853	\$ 56,916	\$ 260,893
Total Assets	<u>\$ 241,956</u>	<u>\$ 75,853</u>	<u>\$ 56,916</u>	<u>\$ 260,893</u>
Liabilities:				
Accounts payable	\$ 271	\$ 2,918	\$ 271	\$ 2,918
Fiduciary deposits	<u>241,685</u>	<u>72,935</u>	<u>56,645</u>	<u>257,975</u>
Total Liabilities	<u>\$ 241,956</u>	<u>\$ 75,853</u>	<u>\$ 56,916</u>	<u>\$ 260,893</u>
Total All Funds				
Assets:				
Cash and cash equivalents	\$ 429,258	\$ 432,087	\$ 397,154	\$ 464,191
Total Assets	<u>\$ 429,258</u>	<u>\$ 432,087</u>	<u>\$ 397,154</u>	<u>\$ 464,191</u>
Liabilities:				
Fiduciary deposits				
Accounts payable	\$ 19,308	\$ 34,227	\$ 19,308	\$ 34,227
Due to General Fund	155		155	-
Due to student groups and other	<u>409,795</u>	<u>397,860</u>	<u>377,691</u>	<u>429,964</u>
Total Liabilities	<u>\$ 429,258</u>	<u>\$ 432,087</u>	<u>\$ 397,154</u>	<u>\$ 464,191</u>



Statistical Section

This part of the Town's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the Town's overall financial health.

CONTENTS

FINANCIAL TRENDS (TABLES 1 - 4)

These schedules contain trend information to help the reader understand how the Town's financial performance and well-being have changed over time.

REVENUE CAPACITY (TABLES 5 - 7)

These schedules contain information to help the reader assess the Town's most significant local revenue source, the property tax.

DEBT CAPACITY (TABLES 8 - 11)

These schedules present information to help the reader assess the affordability of the Town's current levels of outstanding debt and the Town's ability to issue additional debt in the future.

DEMOGRAPHIC AND ECONOMIC INFORMATION (TABLES 12 -13)

These schedules offer demographic and economic indicators to help the reader understand the environment within which the Town's financial activities take place.

OPERATING INFORMATION (TABLES 14 -17)

These schedules contain service and infrastructure data to help the reader understand how the information in the Town's financial report relates to the services the Town provides and the activities it performs.

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

**TOWN OF WETHERSFIELD, CONNECTICUT
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS**

	Fiscal Year									
	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
Governmental Activities:										
Net investment in capital assets	\$ 116,760,649	\$ 112,502,628	\$ 111,446,865	\$ 106,816,918	\$ 93,738,035	\$ 77,282,542	\$ 64,698,440	\$ 60,790,134	\$ 60,078,337	\$ 57,341,997
Restricted										652,299
Unrestricted	<u>(30,072,656)</u>	<u>(27,295,149)</u>	<u>(26,546,032)</u> **	<u>(2,203,031)</u>	<u>1,467,707</u> *	<u>(3,269,764)</u>	<u>13,382,945</u>	<u>14,390,884</u>	<u>13,639,470</u>	<u>14,698,406</u>
Total Governmental Activities Net Position	<u>\$ 86,687,993</u>	<u>\$ 85,207,479</u>	<u>\$ 84,900,833</u>	<u>\$ 104,613,887</u>	<u>\$ 95,205,742</u>	<u>\$ 74,012,778</u>	<u>\$ 78,081,385</u>	<u>\$ 75,181,018</u>	<u>\$ 73,717,807</u>	<u>\$ 72,692,702</u>

* As restated for GASB 68.

** As restated for GASB 75.

**TOWN OF WETHERSFIELD, CONNECTICUT
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS**

	Fiscal Year									
	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
Expenses:										
Governmental activities:										
Public works	\$ 10,474,591	\$ 9,819,276	\$ 9,342,659	\$ 8,726,111	\$ 9,474,335	\$ 9,040,742	\$ 9,052,561	\$ 8,062,107	\$ 8,264,705	\$ 7,906,892
Public safety services	12,752,178	11,901,837	11,600,953	11,621,439	10,694,498	10,871,506	9,469,067	11,684,463	10,001,180	8,924,932
Parks and recreation	3,087,717	2,958,306	2,941,305	2,721,942	2,699,321	2,575,688	2,504,890	2,431,634	2,557,789	2,027,167
Social services	1,020,472	951,409	955,955	906,463	841,902	872,960	916,118	899,022	974,754	897,535
Public libraries	1,912,089	1,676,678	1,835,997	1,918,665	1,838,617	1,797,565	1,849,613	1,182,315	2,210,801	1,706,977
General government	16,261,918	11,874,286	12,064,810	11,408,249	10,167,558	10,667,975	8,795,849	10,115,110	7,506,123	10,061,910
Board of Education	70,545,666	79,692,878	75,959,892	71,283,156	67,162,907	66,169,559	62,031,714	60,270,152	59,500,075	57,504,015
Interest expense	1,835,521	2,103,966	1,253,374	1,296,955	1,322,693	885,554	1,090,685	1,119,552	1,096,038	1,184,845
Total governmental activities expenses	<u>117,890,152</u>	<u>120,978,636</u>	<u>115,954,945</u>	<u>109,882,980</u>	<u>104,201,831</u>	<u>102,881,549</u>	<u>95,710,497</u>	<u>95,764,355</u>	<u>92,111,465</u>	<u>90,214,273</u>
Program Revenues:										
Governmental activities:										
Charges for services:										
Public works	410,529	363,766	362,877	305,091	318,950	339,842	342,583	338,366	339,131	323,128
Public safety services	760,113	836,372	845,257	919,646	551,260	624,719	721,490	588,432	548,475	490,034
Parks and recreation	1,109,194	1,102,722	1,071,472	964,251	913,360	1,006,475	1,013,214	936,690	838,130	666,199
Social services	59,517	61,642	68,768	71,521	65,830	38,644	82,476	47,920	47,006	23,819
Public libraries	18,362	20,452	20,582	20,954	20,661	19,499	20,505	22,402	19,424	18,396
General government	1,115,984	809,967	893,683	834,371	845,290	863,980	797,320	527,098	681,801	1,595,291
Board of Education	1,797,467	2,108,137	1,712,458	1,971,752	1,142,670	1,148,488	1,138,070	856,109	794,386	810,386
Operating grants and contributions:										
Public works	610,384	54,179								
Public safety services	458,246	397,420	462,738	197,447	407,232	142,368				
Parks and recreation	47,915	39,611	26,282	7,260	14,283	6,740	1,308	15,490	20,519	18,639
Social services	169,280	128,209	116,678	126,433	158,378	95,039	83,941	137,657	99,266	47,333
Public libraries										11,209
General government	503,003	917,536	765,532	367,372	195,700	93,590	271,789	1,662,546	156,033	14,015
Board of Education	18,619,941	23,919,832	23,822,547	19,308,066	17,332,676	18,252,183	16,477,735	16,345,046	15,272,209	15,046,293
Interest expense										
Capital grants and contributions:										
Public works										
Public safety services						28,148	28,318	16,785	16,293	76,885
Parks and recreation								22,750		
General government	400,067	398,318	580,888	1,316,439	992,706	1,740,674	3,027,652	587,273	1,314,635	1,361,513
Board of Education			7,650,425	6,578,132	19,772,979	2,339,117				
Interest expense					722	2,308	4,588	8,793	19,223	19,223
Total governmental activities program revenues	<u>26,080,002</u>	<u>31,158,163</u>	<u>38,400,187</u>	<u>32,988,735</u>	<u>42,732,697</u>	<u>26,741,814</u>	<u>24,010,989</u>	<u>22,113,357</u>	<u>20,166,531</u>	<u>20,522,363</u>
Net Expense:										
Governmental activities	<u>(91,810,150)</u>	<u>(89,820,473)</u>	<u>(77,554,758)</u>	<u>(76,894,245)</u>	<u>(61,469,134)</u>	<u>(76,139,735)</u>	<u>(71,699,508)</u>	<u>(73,650,998)</u>	<u>(71,944,934)</u>	<u>(69,691,910)</u>
General Revenues and Other Changes in Net Position:										
Governmental activities:										
Property taxes	91,436,733	88,972,881	85,041,576	85,148,981	81,433,650	78,817,531	76,401,591	73,231,383	71,360,300	70,954,096
Unrestricted grants and contributions	526,845	545,185	807,499	860,690	1,001,332	1,049,249	1,403,997	1,191,315	1,049,168	1,045,983
Investment income	844,677	342,961	245,936	125,630	114,539	221,453	71,300	91,636	170,101	411,104
Miscellaneous	482,409	266,092	321,193	167,089	112,577	427,468	270,760	599,875	574,468	828,851
Total governmental activities	<u>93,290,664</u>	<u>90,127,119</u>	<u>86,416,204</u>	<u>86,302,390</u>	<u>82,662,098</u>	<u>80,515,701</u>	<u>78,147,648</u>	<u>75,114,209</u>	<u>73,154,037</u>	<u>73,240,034</u>
Change in Net Position:										
Governmental activities	<u>\$ 1,480,514</u>	<u>\$ 306,646</u>	<u>\$ 8,861,446</u>	<u>\$ 9,408,145</u>	<u>\$ 21,192,964</u>	<u>\$ 4,375,966</u>	<u>\$ 6,448,140</u>	<u>\$ 1,463,211</u>	<u>\$ 1,209,103</u>	<u>\$ 3,548,124</u>

**TOWN OF WETHERSFIELD, CONNECTICUT
FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS**

	Fiscal Year									
	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
General Fund:										
Reserved	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$ 813,143
Unreserved										8,046,059
Committed	482,836	368,143	291,386	441,233	388,603	414,179	373,793	405,817	1,823,247	
Assigned	512,123	624,718	524,665	481,480	517,910	1,126,833	796,624	829,460	858,617	
Unassigned	13,072,824	11,466,236	11,298,466	10,910,168	10,725,165	10,247,688	9,311,165	8,910,168	7,112,866	
Total General Fund	\$ <u>14,067,783</u>	\$ <u>12,459,097</u>	\$ <u>12,114,517</u>	\$ <u>11,832,881</u>	\$ <u>11,631,678</u>	\$ <u>11,788,700</u>	\$ <u>10,481,582</u>	\$ <u>10,145,445</u>	\$ <u>9,794,730</u>	\$ <u>8,859,202</u>
All other governmental funds:										
Reserved	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$ 55,498
Unreserved, reported in:										
Special Revenue Funds										6,112,519
Capital Projects Funds										1,077,424
Permanent Funds										46,879
Nonspendable	14,804	12,682	9,684	36,506		21,433	19,625	12,704	18,371	
Restricted	838,844	806,931	1,259,870	1,254,389	36,506	1,694,997	876,818	779,457	1,027,496	
Committed	12,156,834	12,952,728	12,084,692	9,967,799	1,219,264	7,321,917	6,204,621	3,538,659	3,143,625	
Assigned					8,003,570			289,868		
Unassigned	(1,831,589)	(556)		(6,286,746)	(3,273,018)	(10,399,004)	(2,154,154)	(297)		
Total All Other Governmental Funds	\$ <u>11,178,893</u>	\$ <u>13,771,785</u>	\$ <u>13,354,246</u>	\$ <u>4,971,948</u>	\$ <u>5,986,322</u>	\$ <u>(1,360,657)</u>	\$ <u>4,946,910</u>	\$ <u>4,620,391</u>	\$ <u>4,189,492</u>	\$ <u>7,292,320</u>

Note: The government applied GASB 54 in Fiscal 2011 which accounts for the change to fund balance categories.

**TOWN OF WETHERSFIELD, CONNECTICUT
REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS**

	Fiscal Year									
	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
Revenues:										
Property taxes	\$ 91,884,522	\$ 88,833,928	\$ 85,386,478	\$ 84,391,703	\$ 81,635,554	\$ 78,960,972	\$ 75,928,171	\$ 72,867,903	\$ 70,620,970	\$ 71,117,614
Intergovernmental	21,124,953	26,197,780	35,028,425	28,624,029	39,784,639	23,730,476	21,302,950	19,989,038	18,020,883	17,785,072
Charges for services	4,166,539	4,278,115	4,237,830	4,551,209	3,289,521	3,459,316	3,665,373	3,056,033	2,810,990	2,696,380
Licenses and permits	1,024,088	790,978	737,242	536,377	568,500	709,725	441,556	317,830	421,002	491,187
Fines and forfeits										47,203
Investment income	760,603	294,912	224,054	116,108	111,742	216,409	61,731	73,932	155,499	302,433
Donations	202,475	197,312	159,622	106,560	130,263	65,303	91,038	138,732	128,271	9,000
Other revenues	622,201	703,609	343,566	272,596	212,746	375,124	447,740	377,533	516,711	920,585
Total revenues	<u>119,785,381</u>	<u>121,296,634</u>	<u>126,117,217</u>	<u>118,598,582</u>	<u>125,732,965</u>	<u>107,517,325</u>	<u>101,938,559</u>	<u>96,821,001</u>	<u>92,674,326</u>	<u>93,369,474</u>
Expenditures:										
Public safety services	11,463,098	10,928,126	10,686,562	10,514,887	9,891,938	9,750,803	9,094,957	9,023,877	8,517,646	8,178,912
Public works	8,629,434	8,527,994	8,498,959	7,995,062	8,808,425	8,298,582	7,920,378	7,693,359	7,877,295	7,395,776
Parks and recreation	2,696,398	2,498,140	2,570,263	2,415,103	2,419,974	2,291,951	2,140,658	2,131,940	2,196,756	1,817,384
Health and social services	1,020,472	951,409	955,955	906,463	841,902	858,254	916,118	899,022	974,754	897,535
Public libraries	1,916,795	1,818,065	1,833,535	1,921,462	1,833,101	1,799,942	1,732,883	1,736,854	1,659,845	1,664,107
General government	11,722,505	11,219,184	11,214,277	9,619,806	9,045,480	9,227,221	9,205,330	9,809,029	7,742,531	9,250,493
Board of Education	69,138,584	74,312,990	72,815,696	68,238,273	64,687,257	63,751,986	60,833,027	58,320,318	57,470,608	57,104,245
Capital outlay and improvement	7,877,360	6,554,202	14,368,012	24,945,737	41,583,800	16,714,274	5,774,952	1,823,605	2,939,603	6,411,467
Debt service:										
Principal	5,853,037	5,269,973	4,713,875	3,913,323	3,161,015	2,736,085	3,400,233	3,147,266	3,293,116	2,725,000
Interest	1,962,140	2,128,151	1,297,770	1,220,547	1,047,577	911,243	909,019	1,127,624	1,095,508	1,253,207
Bond issuance cost		89,325	42,255	57,359	104,442		62,753	10,000		66,650
Total expenditures	<u>122,279,823</u>	<u>124,297,559</u>	<u>128,997,159</u>	<u>131,748,022</u>	<u>143,424,911</u>	<u>116,340,341</u>	<u>101,990,308</u>	<u>95,722,894</u>	<u>93,767,662</u>	<u>96,764,776</u>
Excess of Revenues Over (Under)										
Expenditures	<u>(2,494,442)</u>	<u>(3,000,925)</u>	<u>(2,879,942)</u>	<u>(13,149,440)</u>	<u>(17,691,946)</u>	<u>(8,823,016)</u>	<u>(51,749)</u>	<u>1,098,107</u>	<u>(1,093,336)</u>	<u>(3,395,302)</u>
Other Financing Sources (Uses):										
Note proceeds								795,000		
Proceeds from capital lease	1,510,236	3,643,994	1,084,625	518,402	906,523	3,822,567	605,964	341,065	336,913	425,593
Bond issuance		4,380,000	8,800,000	11,000,000	22,000,000		6,170,000			12,010,000
Payments to escrow agents		(5,250,407)					(6,610,679)			(13,161,148)
Bond premium		989,457	890,639	817,867	1,975,380		549,120			1,322,220
Transfers in	2,749,352	3,178,265	2,791,886	2,797,239	2,811,597	2,408,514	1,892,525	2,613,627	2,022,213	2,906,538
Transfers out	<u>(2,749,352)</u>	<u>(3,178,265)</u>	<u>(2,791,886)</u>	<u>(2,797,239)</u>	<u>(2,811,597)</u>	<u>(2,408,514)</u>	<u>(1,892,525)</u>	<u>(4,066,185)</u>	<u>(2,022,213)</u>	<u>(2,906,538)</u>
Total other financing sources (uses)	<u>1,510,236</u>	<u>3,763,044</u>	<u>10,775,264</u>	<u>12,336,269</u>	<u>24,881,903</u>	<u>3,822,567</u>	<u>714,405</u>	<u>(316,493)</u>	<u>336,913</u>	<u>596,665</u>
Net Change in Fund Balances	<u>(984,206)</u>	<u>762,119</u>	<u>7,895,322</u>	<u>(813,171)</u>	<u>7,189,957</u>	<u>(5,000,449)</u>	<u>662,656</u>	<u>781,614</u>	<u>(756,423)</u>	<u>(2,798,637)</u>
Fund Balance at Beginning of Year	<u>26,230,882</u>	<u>25,468,763</u>	<u>17,573,441</u> *	<u>17,618,000</u>	<u>10,428,043</u>	<u>15,428,492</u>	<u>14,765,836</u>	<u>13,984,222</u>	<u>14,740,645</u> *	<u>18,950,158</u>
Fund Balance at End of Year	<u>\$ 25,246,676</u>	<u>\$ 26,230,882</u>	<u>\$ 25,468,763</u>	<u>\$ 16,804,829</u>	<u>\$ 17,618,000</u>	<u>\$ 10,428,043</u>	<u>\$ 15,428,492</u>	<u>\$ 14,765,836</u>	<u>\$ 13,984,222</u>	<u>\$ 16,151,521</u>
Debt Service as a Percentage of										
Noncapital Expenditures	6.8%	6.3%	5.2%	4.8%	4.1%	3.7%	4.5%	4.6%	4.8%	4.4%
Total Debt Service	7,815,177	7,398,124	6,011,645	5,133,870	4,208,592	3,647,328	4,309,252	4,274,890	4,388,624	3,978,207
Noncapital Expenditures	114,402,463	117,743,357	114,629,147	106,802,285	101,841,111	99,626,067	96,215,356	93,899,289	90,828,059	90,353,309

* Restated for GASB 67/68 and GASB 74/75

**TOWN OF WETHERSFIELD, CONNECTICUT
 ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
 LAST TEN FISCAL YEARS**

Fiscal Year Ended June 30	Grand List	Real Estate Assessed Value	Motor Vehicle Assessed Value	Personal Property Assessed Value	Total Assessed Value	Total Direct Tax Rate	Estimated Actual Value	Percentage of Total Assessed Value to Total Estimated Value
2019	2017	\$ 1,985,507,288	\$ 186,401,685	\$ 79,540,170	\$ 2,251,449,143	40.78	\$ 3,216,355,920	70.00%
2018	2016	1,980,918,150	183,195,076	78,845,750	2,242,958,976	39.77/39.00	3,204,227,109	70.00%
2017	2015	1,962,574,380	177,566,730	73,717,320	2,213,858,430	38.54/37.00	3,162,654,900	70.00%
2016	2014	1,961,353,130	178,213,540	73,834,070	2,213,400,740	38.19	3,162,001,057	70.00%
2015	2013	** 1,956,380,374	174,963,914	68,039,540	2,199,383,828	36.74	3,141,976,897	70.00%
2014	2012	2,095,236,650	174,448,920	65,255,310	2,334,940,880	33.46	3,335,629,829	70.00%
2013	2011	2,091,227,140	173,905,870	64,462,120	2,329,595,130	32.58	3,327,993,043	70.00%
2012	2010	2,098,982,360	165,099,010	66,153,140	2,330,234,510	31.42	3,328,906,443	70.00%
2011	2009	2,097,874,300	172,868,345	61,091,680	2,331,834,325	30.66	3,331,191,893	70.00%
2010	2008	** 2,091,381,460	154,908,620	60,683,790	2,306,973,870	30.68	3,295,676,957	70.00%

Source: Town Assessor Department.

Assessed values were taken from Board of Tax Appeal corrected abstracts. Motor vehicle includes supplement.

Ratios are predicated on the State of Connecticut Office of Policy and Management Sales/Ratio.

Personal property value is based on a 70% assessment ratio.

Personal property was adjusted to reflect newly-enacted exemption for manufacturing/research equipment starting with 1991 list.

Tax-exempt property not broken out by category.

** Revaluation of the Grand List 10/1/2008 and 10/1/2013.

(1) Motor vehicle tax rate capped at 37.00 by State Statute on Grand List 10/1/2015.

(2) Tax rate reflects combined rate for general levy and road levy instituted on Grand List 10/1/2011.

**TOWN OF WETHERSFIELD, CONNECTICUT
PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS PRIOR**

Taxpayer	2019			2009		
	Taxable Assessed Value	Rank	Percentage of Net Taxable Assessed Grand List	Taxable Assessed Value	Rank	Percentage of Net Taxable Assessed Grand List
Wethersfield Apartments Assoc. LLC	\$ 19,101,600	1	0.86%	\$ 16,075,950	1	0.90%
CT Light & Power	15,109,410	2	0.68%	8,582,800	7	0.48%
Wethersfield Shopping Center LLC et al	13,650,000	3	0.62%	8,498,300	8	0.47%
Executive Square LTD Partnership	13,617,000	4	0.62%	10,053,300	4	0.56%
Cedar- Jordan Lane LLC	13,300,000	5	0.60%	11,999,200	3	0.67%
100 Great Meadow Road	10,850,000	6	0.49%	12,495,700	2	0.70%
CT Natural Gas Corp.	9,802,010	7	0.49%	9,052,500	6	0.50%
Phoenix Medical LLC	6,265,210	8	0.28%	3,045,100	19	0.17%
Goodwin Gardens LLC	6,099,020	9	0.28%	4,670,300	11	0.26%
Toyota Lease Trust	4,861,750	10	0.22%	n/a		n/a
Total	<u>\$ 112,656,000</u>		<u>5.14%</u>	<u>\$ 84,473,150</u>		<u>4.71%</u>

Note: Based on net taxable grand list October 1, 2017 and October 1, 2007

**TOWN OF WETHERSFIELD, CONNECTICUT
PROPERTY TAX RATES, LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS**

Fiscal Year Ended June 30	(1) - (4) Mill Rate	Grand List of October 1,	Total Adjusted Tax Levy	Collected Within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections	Percentage of Levy Collected	Current Delinquent Balance
				Amount	Percentage of Levy				
2019	40.78	2017	\$ 91,511,510	\$ 90,739,110	99.16%	\$ -	\$ 90,739,110	99.16%	\$ 772,400
2018	39.77/39.00	2016	88,497,994	87,730,706	99.13%	510,769	88,241,475	99.71%	256,519
2017	38.54/37.00	2015	85,282,173	84,613,505	99.22%	568,522	85,182,027	99.88%	100,146
2016	38.19	2014	84,329,250	83,571,259	99.10%	640,833	84,212,092	99.86%	117,158
2015	** 36.74	2013	80,862,756	80,159,424	99.13%	608,006	80,767,430	99.88%	95,326
2014	33.46	2012	78,123,892	77,323,986	98.98%	715,308	78,039,293	99.89%	84,599
2013	*** 32.58	2011	75,725,740	74,937,876	98.96%	718,521	75,656,397	99.91%	69,343
2012	31.42	2010	72,558,938	71,782,216	98.93%	696,855	72,479,071	99.89%	79,867
2011	30.66	2009	70,662,766	69,769,872	98.79%	837,300	70,607,172	99.92%	55,594
2010	** 30.68	2008	70,693,007	69,981,793	99.03%	659,378	70,641,171	99.93%	51,836

Source: Town Audit Reports.

** Revaluation of the Grand List 10/1/2008 and 10/1/2013.

*** Includes road levy instituted in fiscal year 2013.

(1) There is no overlapping of tax rates.

(2) Tax levy is per \$1,000 of the assessed value of taxable property.

(3) Motor vehicle tax rate capped at 39.00 by State Statute on Grand List 10/1/2016.

(4) Tax rate reflects combined rate for general levy and road levy instituted on Grand List 10/1/2011.

**TOWN OF WETHERSFIELD, CONNECTICUT
SCHEDULE OF DEBT LIMITATION
COMPARATIVE SCHEDULE BY SOURCE
JUNE 30, 2019**

(In Thousands)

	<u>General Purpose</u>	<u>Schools</u>	<u>Sewers</u>	<u>Urban Renewal</u>	<u>Pension Deficit</u>
Total tax collections, including interest and lien fees, received by Treasurer for year ended June 30, 2018					\$ <u>88,717</u>
Debt limitation:					
2-1/4 times base	\$ 199,613	\$	\$	\$	\$
4-1/2 times base		399,227			
3-3/4 times base			332,689		
3-1/4 times base				288,330	
3 times base					266,151
Total debt limitation	<u>199,613</u>	<u>399,227</u>	<u>332,689</u>	<u>288,330</u>	<u>266,151</u>
Indebtedness:					
Bonds payable	7,515	38,740			
Bonds authorized - unissued	4,305	13,304			
Notes payable		260			
Town share of Metropolitan District debt			76,176		
Total indebtedness	<u>11,820</u>	<u>52,304</u>	<u>76,176</u>	<u>-</u>	<u>-</u>
Debt Limitation in Excess of Outstanding and Authorized Debt	\$ <u>187,793</u>	\$ <u>346,923</u>	\$ <u>256,513</u>	\$ <u>288,330</u>	\$ <u>266,151</u>

Note: In no event shall total debt exceed seven times annual receipts from taxation (\$621 million).

TABLE 9

**TOWN OF WETHERSFIELD, CONNECTICUT
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
LAST TEN FISCAL YEARS**

Fiscal Year	MDC Overlapping Debt	Percentage Applicable to Wethersfield	Town Share of Debt	General Purpose	Unamortized Bond Premiums	Capital Leases	Total Direct	Total Direct and Overlapping Debt
2019	\$ 922,227,080	8.26 %	\$ 76,175,957	\$ 46,515,000	\$ 4,399,937	\$ 7,254,715	\$ 58,169,652	\$ 134,345,609
2018	972,975,816	8.24	80,173,207	50,810,000	4,821,001	7,212,112	62,843,113	143,016,320
2017	959,286,844	8.18	78,469,664	55,260,000	4,245,112	4,537,637	64,042,749	142,512,413
2016	914,104,156	8.24	75,322,182	50,205,000	3,667,260	4,330,886	58,203,146	133,525,328
2015	601,752,572	8.07	48,561,433	42,370,000	3,109,262	4,473,454	49,952,716	98,514,149
2014	650,054,601	7.81	50,769,264	22,690,000	1,363,659	4,315,052	28,368,711	79,137,975
2013	559,040,844	7.92	44,276,035	25,015,000	1,511,128	1,122,658	27,648,786	71,924,821
2012	419,410,857	8.01	33,594,810	27,645,000	649,741	892,453	29,187,194	62,782,004
2011	285,734,264	8.10	23,144,475	29,400,000	1,203,559	1,118,865	31,722,424	54,866,899
2010	206,461,150	8.11	16,743,999	32,080,000	806,069	1,341,746	34,227,815	50,971,814

Note: MDC overlapping debt is calculated by the Metropolitan District Commission based on the percentage of taxes owed by Wethersfield.

**TOWN OF WETHERSFIELD, CONNECTICUT
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING TO
ASSESSED VALUE AND NET GENERAL DEBT OUTSTANDING PER CAPITA
LAST TEN FISCAL YEARS**

Fiscal Year	General Bonded Debt	Other Bonds	Percentage of Actual Taxable Value of Property (a)	Notes Payable	Capital Lease	Total Primary Government	Ratio of Debt to Net Assessed Value	Per Capita
2019	\$ 50,654,937	\$ -	2.2%	\$ 260,000	\$ 7,254,715	\$ 58,169,652	2.6%	\$ 2,230
2018	55,286,001	-	2.5%	345,000	7,212,112	62,843,113	2.8%	2,381
2017	59,080,112	-	2.7%	425,000	4,537,637	64,042,749	2.9%	2,416
2016	53,367,260	-	2.4%	505,000	4,330,886	58,203,146	2.6%	2,190
2015	44,899,262	-	2.0%	580,000	4,473,454	49,952,716	2.3%	1,879
2014	23,398,659	-	1.0%	655,000	4,315,052	28,368,711	1.2%	1,067
2013	24,670,586	-	1.1%	725,000	1,122,658	26,518,244	1.1%	993
2012	27,302,109	-	1.2%	795,000	892,453	28,989,562	1.2%	1,086
2011	29,875,654	-	1.3%	-	1,118,865	30,994,519	1.3%	1,161
2010	32,579,199	-	1.4%	-	1,341,746	33,920,945	1.5%	1,316

Notes: Details regarding the Town's outstanding debt can be found in the notes to the financial statements.

(a) See Table 5 for taxable property value data.

**TOWN OF WETHERSFIELD, CONNECTICUT
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS**

	Fiscal Year									
	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
Debt limit ('000)	\$ 621,019	\$ 598,115	\$ 590,450	\$ 571,893	\$ 551,908	\$ 531,965	\$ 509,572	\$ 494,685	\$ 499,900	\$ 486,500
Total net debt applicable to limit	<u>46,515</u>	<u>50,810</u>	<u>55,260</u>	<u>50,710</u>	<u>42,370</u>	<u>22,690</u>	<u>24,290</u>	<u>26,850</u>	<u>29,400</u>	<u>32,080</u>
Legal Debt Margin	<u>\$ 574,504</u>	<u>\$ 547,305</u>	<u>\$ 535,190</u>	<u>\$ 521,183</u>	<u>\$ 509,538</u>	<u>\$ 509,275</u>	<u>\$ 485,282</u>	<u>\$ 467,835</u>	<u>\$ 470,500</u>	<u>\$ 454,420</u>
Total net debt applicable to the limit as a percentage of debt limit	7.5%	8.5%	9.4%	8.9%	7.7%	4.3%	4.8%	5.4%	5.9%	6.6%

Note: The State of Connecticut General Statutes require that in no event shall the total debt of the Town exceed seven (7) times the annual receipts from taxation. The calculation of the 2019 debt limit can be found in Table 8 and the notes to the financial statements.

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65.949

**TOWN OF WETHERSFIELD, CONNECTICUT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS**

Fiscal Year	Population (1)	Median Household Income (1)	Per Capita Personal Income (1)	Median Age (1)	School Enrollment	Unemployment Rate (2)
2019	26,082	\$ 81,452	\$ 41,404	45	3,588	3.5%
2018	26,396	78,371	39,368	45	3,596	4.4%
2017	26,510	77,195	38,753	45	3,571	4.8%
2016	26,579	78,008	38,685	45	3,633	5.0%
2015	26,590	77,740	39,587	45	3,624	5.8%
2014	26,594	76,196	39,663	45	3,728	6.1%
2013	26,710	77,000	38,912	45	3,735	7.4%
2012	26,690	77,000	38,092	45	3,720	7.1%
2011	26,695	77,000	39,386	45	3,792	8.3%
2010	25,767	77,000	37,329	45	3,810	8.9%

Sources:

- (1) U.S. Census Bureau 2012-2016 American Community Survey's 5-Year Estimates
- (2) State of Connecticut, Department of Labor, Labor Market Information

TABLE 13

**TOWN OF WETHERSFIELD, CONNECTICUT
PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS PRIOR**

Employer	2019			2010		
	Employees	Rank	Percentage of Total Town Employment	Employees	Rank	Percentage of Total Town Employment
State of Connecticut	1,150	1	11.6%	1,263	1	12.7%
Town of Wethersfield	725	2	7.3%	741	2	7.4%
Hartford HealthCare at Home	500	3	5.1%	n/a	n/a	n/a
Homegoods	111	4	1.1%	n/a	n/a	n/a
Patient Care, Inc.	110	5	1.1%	n/a	n/a	n/a
Qualidigm	100	6	1.0%	n/a	n/a	n/a
DSG Yankee Dental Arts	78	7	0.8%	n/a	n/a	n/a
Hooters	78	8	0.8%	n/a	n/a	n/a
Corpus Christi School	69	9	0.7%	n/a	n/a	n/a
Denny's	51	10	0.5%	n/a	n/a	n/a
	<u>2,972</u>		<u>30.03%</u>			
*Total employment per CT Department of Labor	9,895			9,979		

TABLE 14

**TOWN OF WETHERSFIELD, CONNECTICUT
TOWN GOVERNMENT FULL-TIME EQUIVALENT EMPLOYEES BY FUNCTION
LAST TEN FISCAL YEARS**

Function	Fiscal Year									
	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
General Government										
Town Council	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Town Manager	3.5	3.5	3.3	3.3	2.7	2.4	2.2	3.0	3.1	3.5
Data Services	3.0	3.0	3.0	3.0	2.4	2.0	2.4	3.0	3.0	3.0
Town Clerk	3.0	3.0	3.1	2.4	2.7	3.0	3.3	3.2	3.1	2.7
Elections	1.8	1.8	0.6	0.6	0.6	0.8	0.6	0.7	0.8	1.0
Finance	5.5	5.5	4.9	5.4	5.3	4.0	5.2	5.2	3.9	4.3
Assessor	3.0	3.0	3.0	2.9	2.9	3.0	3.0	3.0	3.8	3.0
Tax Collector	2.6	2.6	2.7	2.7	2.6	2.7	2.8	2.7	2.7	2.5
Planning and Economic Development	2.1	2.1	2.1	2.2	2.1	2.1	2.1	2.1	2.1	2.1
Public safety services										
Building Inspection & ZBA	5.4	5.4	5.4	5.6	5.1	4.4	4.0	4.3	4.7	4.7
Police	66.7	66.7	66.2	64.5	62.1	62.5	60.9	63.6	62.1	63.9
Fire Marshal	1.6	1.6	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
Fire Dept.	1.0	1.0	1.6	1.7	1.5	1.1	1.1	0.9	0.9	0.9
Public works										
Engineering	5.5	5.5	5.5	5.4	5.5	6.1	6.0	6.0	6.8	6.0
Physical Services	44.2	44.2	44.2	43.2	40.9	41.2	41.1	41.0	41.5	42.9
Social and Youth Services	4.9	4.9	5.7	5.1	4.3	4.3	5.6	5.5	5.3	6.7
Library	21.3	21.8	20.0	20.5	20.4	20.2	21.2	21.1	21.8	22.4
Parks and Recreation	22.3	22.3	28.2	28.8	22.1	24.5	20.4	25.0	25.8	27.0
Education	527.4	521.8	516.4	520.0	530.4	529.0	528.0	504.0	533.0	535.0
Total	<u>724.8</u>	<u>719.7</u>	<u>716.7</u>	<u>718.1</u>	<u>714.6</u>	<u>714.0</u>	<u>710.9</u>	<u>695.2</u>	<u>725.5</u>	<u>732.3</u>

Source: Town Finance Department

**TOWN OF WETHERSFIELD, CONNECTICUT
OPERATING INDICATORS BY FUNCTION
LAST TEN FISCAL YEARS**

Function	Fiscal Year									
	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
Planning and Community Development:										
Building Inspection Division permits	1,937	1,720	1,740	2,433	2,091	2,134	1,785	1,595	1,462	2,432
Permit value	\$ 43,156,382	\$ 26,626,167	\$ 21,052,776	\$ 21,862,760	\$ 86,228,236	\$ 44,724,371	\$ 17,276,952	\$ 13,020,408	\$ 18,602,784	\$ 24,961,369
Elderly Services:										
Senior center attendance	19,740	19,545	18,547	14,677	9,203	5,801	5,613	5,289	7,826	8,370
Library:										
Loans	317,630	286,202	306,439	328,247	351,282	342,101	358,819	367,693	363,965	363,390
Library visits	157,110	153,878	166,777	173,322	178,411	182,061	184,206	195,422	193,637	185,222
Reference questions	38,708	40,511	37,300	49,563	52,080	57,861	60,406	58,031	54,895	46,191
Registered borrowers	9,834	9,967	10,228	10,515	10,989	11,555	13,120	10,917	10,869	10,413
Programs held	448	521	520	421	502	575	604	650	662	629
Program attendance	11,152	13,105	13,242	11,795	14,107	16,650	17,361	15,023	17,572	16,658
Public internet sessions	44,209	47,364	50,465	50,995	50,536	50,470	44,292	N/A	N/A	N/A
Recreation:										
Youth programs	219	201	188	140	136	126	115	102	101	100
Adult programs	101	98	96	90	84	75	80	77	75	74
Refuse and Recycling:										
Total MSW tonnage	10,185	10,256	9,925	10,109	9,921	10,240	10,338	10,780	10,606	11,829
Tons of recycling	2,619	2,662	2,709	2,774	2,710	2,804	2,785	2,819	2,811	2,074
Public Safety:										
Ambulance medical calls	5,441	3,204	2,853	3,760	4,135	3,862	3,596	3,071	2,261	3,327
Fire calls	54	60	59	61	67	63	57	64	63	68
Fire medical calls	50	54	42	19	6	9	23	19	21	25
Fire non-emergency calls	379	323	337	316	374	293	320	413	394	301
Hazardous materials	143	164	124	126	113	119	155	265	133	112
Total Fire Calls	626	601	562	522	560	484	555	761	607	506
Law Enforcement:										
911 Calls	10,115	10,610	10,167	10,654	11,496	10,145	10,043	10,716	9,618	10,189
Incidents	20,637	20,647	19,869	20,790	21,892	23,012	22,319	23,814	24,523	24,349
Accidents	734	659	763	781	711	553	598	675	745	645
Criminal arrests	770	761	662	761	836	1,024	855	853	752	770
Parking fines	984	1,111	415	829	789	717	489	409	1,021	742
Registrar of Voters:										
Total registered voters	17,873	17,502	16,940	15,639	15,090	17,271	17,272	16,370	16,945	17,340
Education:										
Enrollment:										
Elementary Schools Pre-K-6	1,901	1,848	1,842	1,897	1,880	1,930	1,982	1,964	1,993	2,051
Middle School 7-8	535	557	560	544	556	600	582	618	619	578
High School 9-12	1,152	1,170	1,169	1,192	1,188	1,198	1,171	1,138	1,180	1,181
Total	3,588	3,575	3,571	3,633	3,624	3,728	3,735	3,720	3,792	3,810

N/A - Information is not available.

Source: Town Departments and Board of Education

**TOWN OF WETHERSFIELD, CONNECTICUT
CAPITAL ASSET STATISTICS BY FUNCTION
LAST TEN FISCAL YEARS**

<u>Function</u>	<u>Fiscal Year</u>									
	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
Municipal Buildings	10	10	10	10	10	10	10	10	10	10
Schools	7	7	7	7	7	7	7	7	7	7
Public Safety:										
Police stations	1	1	1	1	1	1	1	1	1	1
Fire stations	3	3	3	3	3	3	3	3	3	3
Ambulance facility	1	1	1	1	1	1	1	1	1	1
Police vehicles	34	34	34	33	33	28	24	24	24	24
Fire trucks	9	9	9	9	9	9	9	9	9	9
Other emergency vehicles	12	12	12	12	12	12	12	12	12	12
Public Works:										
Miles of streets:	106.78	106.78	106.78	106.78	106.78	106.78	106.78	106.78	106.78	105.57
Paved	103.4	103.40	103.40	103.40	103.40	103.40	103.40	103.40	103.40	102.79
Unpaved	3.38	3.38	3.38	3.38	3.38	3.38	3.38	3.38	3.38	3.38
State highways	20	20.00	20.00	20.00	20.00	20.00	20.00	20.00	20.00	20.00
Miles of sidewalks	113.25	131.08	131.08	131.08	131.08	131.08	131.08	131.08	131.08	131.08
Parks and Recreation:										
Acres of park land	610	610	610	610	610	610	610	610	610	610
Hardball baseball diamonds	3	3	3	3	3	3	3	3	3	3
Youth baseball diamonds	4	4	4	4	4	4	4	4	4	4
Basketball courts	11	11	11	11	11	11	11	11	11	11
Soccer fields	4	4	4	4	4	4	4	4	4	4
Nature areas	1	1	1	1	1	1	1	1	1	1
Picnic areas	2	2	2	2	2	2	2	2	2	2
Playgrounds	9	9	9	9	9	9	9	8	8	8
Public beach	1	1	1	1	1	1	1	1	1	1
Public greens	1	1	1	1	1	1	1	1	1	1
Tennis courts	14	14	14	14	14	14	14	14	14	15
Public pools	1	1	1	1	1	1	1	1	1	1

Source: Town Finance Department

**TOWN OF WETHERSFIELD, CONNECTICUT
CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS**

Function	FISCAL YEAR									
	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
Police Stations	1	1	1	1	1	1	1	1	1	1
Volunteer Fire Stations	3	3	3	3	3	3	3	3	3	3
Municipal Buildings	10	10	10	10	10	10	10	10	10	10
Schools:	7	7	7	7	7	7	7	7	7	7
High schools	1	1	1	1	1	1	1	1	1	1
Elementary schools	5	5	5	5	5	5	5	5	5	5
Middle schools	1	1	1	1	1	1	1	1	1	1
Parks and Recreation										
Fields - municipal	4	4	4	4	4	4	4	4	4	4
Fields - schools	7	7	7	7	7	7	7	7	7	7
Streets:	106.78	106.78	106.78	106.78	106.78	106.78	106.78	106.78	106.78	106.17
Paved miles	103.4	103.40	103.40	103.40	103.40	103.40	103.40	103.40	103.40	102.79
Unpaved miles	3.38	3.38	3.38	3.38	3.38	3.38	3.38	3.38	3.38	3.38

Source: Town Finance Department