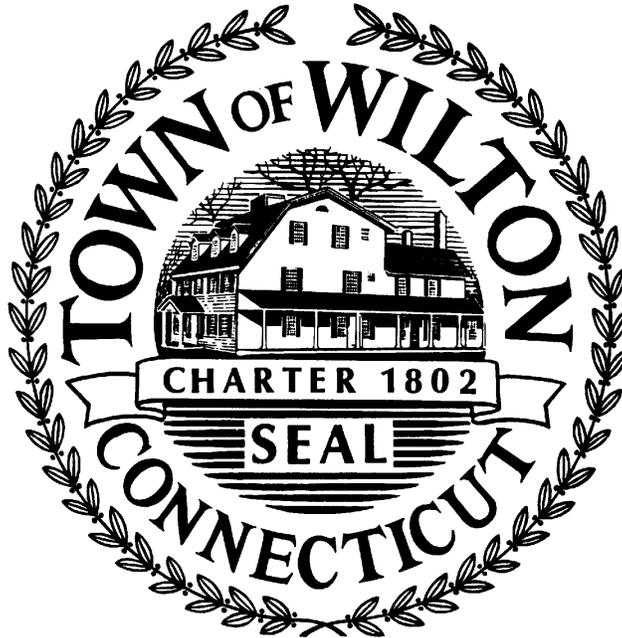


# TOWN OF WILTON, CONNECTICUT



COMPREHENSIVE  
ANNUAL FINANCIAL REPORT  
FOR THE FISCAL YEAR ENDED  
JUNE 30, 2015

# TOWN OF WILTON, CONNECTICUT

COMPREHENSIVE  
ANNUAL FINANCIAL REPORT  
FOR THE FISCAL YEAR ENDED  
JUNE 30, 2015

Department of Finance

Sandra L. Dennies  
Chief Financial Officer

**TOWN OF WILTON, CONNECTICUT  
 COMPREHENSIVE ANNUAL FINANCIAL REPORT  
 TABLE OF CONTENTS  
 JUNE 30, 2015**

<b>Introductory Section</b>		<b>Page</b>
	Letter of Transmittal	i-vi
	Organization Chart	vii
	Principal Officials	viii
	Certificate of Achievement for Excellence in Financial Reporting	ix
	The Seal of the Town of Wilton, Connecticut	x
<b>Financial Section</b>		
	Independent Auditors' Report	1-3
	Management's Discussion and Analysis	4-15
<b>Basic Financial Statements</b>		
<b>Exhibit</b>	<b>Government-Wide Financial Statements:</b>	
I	Statement of Net Position	16
II	Statement of Activities	17
	<b>Fund Financial Statements:</b>	
III	Balance Sheet - Governmental Funds	18-19
IV	Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	20-21
V	Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Budgetary Basis - General Fund	22
VI	Statement of Net Position - Proprietary Funds	23
VII	Statement of Revenues, Expenses and Changes in Net Position - Proprietary Funds	24
VIII	Statement of Cash Flows - Proprietary Funds	25
IX	Statement of Fiduciary Net Position - Fiduciary Funds	26
X	Statement of Changes in Net Position - Fiduciary Funds	27
	Notes to the Financial Statements	28-62
<b>Required Supplementary Information</b>		
RSI-1	Schedule of Changes in Net Pension Liability and Related Ratios - Pension Plan	63
RSI-2	Schedule of Employer Contributions - Pension Plan	64
RSI-3	Schedule of Investment Returns - Pension Plan	65
RSI-4	Schedule of the Town's Proportionate Share of Net Pension Liability - Teachers Retirement Plan	66

<u>Exhibit</u>		<u>Page</u>
	Supplemental, Combining and Individual Fund Statements and Schedules	
	Major Governmental Funds:	
	General Fund:	
A-1	Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Budgetary Basis	67-70
	Capital Projects Fund:	
B-1	Combining Balance Sheet	71
B-2	Combining Schedule of Revenues, Expenditures and Changes in Fund Balances	72
	Nonmajor Governmental Funds:	
C-1	Combining Balance Sheet	73
C-2	Combining Statement of Revenues, Expenditures and Changes in Fund Balances	77
	Internal Service Funds:	
D-1	Combining Statement of Net Position	75
D-2	Combining Statement of Revenues, Expenses and Changes in Net Position	76
D-3	Combining Statement of Cash Flows	77
	Agency Fund:	
E-1	Statement of Changes in Assets and Liabilities	78
	Supplemental Schedules:	
F-1	Schedule of Property Taxes Levied, Collected and Outstanding	79
F-2	Schedule of Special Assessments and Sewer Usage Charges Levied, Collected and Outstanding	80
F-3	Schedule of Water Assessments Levied, Collected and Outstanding	81

---

### Statistical Section

---

<u>Table</u>		<u>Page</u>
	Financial Trends:	
1	Net Position by Component	82
2	Changes in Net Position	83
3	Fund Balances of Governmental Funds	84
4	Revenues, Expenditures and Changes in Fund Balance - Governmental Funds	85
	Revenue Capacity:	
5	Assessed Value and Estimated Actual Value of Taxable Property	86
6	Principal Property Taxpayers	87
7	Property Tax Levies and Collections	88
	Debt Capacity:	
8	Ratios of Outstanding Debt by Type	89
9	Direct Governmental Activities Debt	90
10	Schedule of Debt Limitation	91
11	Legal Debt Margin Information	92
	Demographic and Economic Statistics:	
12	Demographic and Economic Statistics	93
13	Principal Employers	94
	Operating Information:	
14	Full-Time Government Employees by Function/Program	95
15	Operating Indicators by Function/Program	96
16	Capital Asset Statistics by Function/Program	97

# **INTRODUCTORY SECTION**

FINANCE DEPARTMENT  
Tel (203) 563-0114  
Fax (203) 563-0299



TOWN HALL  
238 Danbury Road  
Wilton, Connecticut 06897

February 10, 2016

To: First Selectman Lynne Vanderslice  
Board of Finance  
Board of Selectmen  
Citizens of Wilton, Connecticut

This audited financial statement of the Town of Wilton, Connecticut is being published for the fiscal year ending June 30, 2015, in compliance with Connecticut State law, which requires every general-purpose local government to publish a complete set of audited financial statements within six months of the close of each fiscal year.

Town management assumes full responsibility for the completeness and reliability of the information contained in this report, which is based upon a comprehensive framework of internal controls that it has established. 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 material misstatements.

Blum Shapiro & Co., P.C., Certified Public Accountants, have issued an unmodified opinion on the Town of Wilton, Connecticut's financial statement for the year ended June 30, 2015. The independent auditor's report is located at the front of the financial section of this report.

The independent audit of the financial statements of the Town of Wilton, Connecticut, was part of a broader state and federally mandated "Single Audit" designated to meet special needs of federal and state grantor agencies. The standards governing the Federal and State Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal and state awards. These reports are available in the Town's separately issued Federal and State Financial and Compliance Reports.

Management's discussion and analysis (MD&A) immediately follows the independent auditor's 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.

The financial reporting entity (the government) includes all the funds of the primary government (i.e., the Town of Wilton as legally defined), as well as all of its component units. Component units are legally separate entities for which the primary government is financially accountable.

## THE TOWN OF WILTON

The Town of Wilton operates under a Charter first granted in 1802 and most recently revised in 2009. The Town of Wilton has all of the powers and privileges conferred upon the Town by the Constitution of the State of Connecticut, or by the General Statutes or applicable special acts including the Connecticut Home Rule Act of 1957. The legislative body of the Town is the Town Meeting with respect to specific matters provided for in the Town Charter. For all other matters, the Board of Selectmen is deemed the legislative body of the Town. The Town is administered by a First Selectman who serves as the chief executive officer and chief administrative officer. The First Selectman chairs a five-member elected Board of Selectmen. A six-member elected Board of Finance has all of the powers, duties, authorities and responsibilities conferred upon it by the Connecticut General Statutes and the Town Charter. It has access to the books of account and relevant records in the custody of the Board of Selectmen, Board of Education and any other organization receiving grants or subsidies from the Town, provided such access is in the agreement between the organization and the Town.

The Town of Wilton provides a full range of services including education, police and fire protection, planning and zoning, health, environmental protection, construction and maintenance of highways, streets, storm and sanitary sewers and infrastructure, social services, parks and recreational activities, and cultural events. Approximately 741 full time employees (as of June 30, 2015 there were 145 Town and 596 educational employees) serving Wilton, its residents and visitors. The community is approximately 27 square miles and according to the 2010 U.S. Census has a total of 18,062 residents. In September 2015, Wilton's Labor Force totaled 8540 of which 8218 were employed.

The Town is located north of the City of Norwalk, south of the Town of Ridgefield, west of the Town of Weston, and east of the Town of New Canaan in Fairfield County, Connecticut. Wilton is 55 miles from mid-town Manhattan and is within easy driving distance from Westchester County, New York. U.S. Route 7, and State Highways 33, 53, 106 and 107 traverse the town. Rail service is provided by Metro North at two branch line stations.

The principal taxpayers in Wilton are Connecticut Light and Power; Wilton 40, 50, 60 LLC; TIAA-CREF; Kimco Realty et al; Avalon Properties; ASML US Inc.; Wilton Meadows & Retirement Properties; Bridgewater Association, LP.; the Second Taxing District of Norwalk and M C L Ventures.

Commercial development in Wilton is approximately 2.0% of the land area and it accounts for approximately 14.0% of the Total Net Taxable Grand List as of October 1, 2014. Top employers in Wilton are ASML, Bridgewater Associates, Wilton Meadows, DL Ryan Partnership, Melissa and Doug LLC, Louis Dreyfuss Commodities LLC, AIG Global Asset Management, The Sun Products Corporation, Tracy Locke. The composition of the remaining employers is primarily in retail trade and offices are located in two main shopping areas and along a vibrant retail shopping corridor on Route 7 from the Norwalk line to one mile north of the center of Wilton.

The crime rate in Wilton has remained low for several years, which is primarily due to a highly visible police presence and patrol vehicles. Traffic control is closely monitored. In addition, the Department's Investigative Services Division is tenacious in its efforts to solve crimes. Wilton's Police Department is staffed by well educated, highly trained and devoted personnel that are committed to the protection of life and safety and who have been instrumental in keeping our community safe. The Department has also added a Police Canine Unit to the Department, which assists searches and drug detection in patrol and during investigations. An additional School Resource Officer has been added to the Wilton schools to provide a safe school climate for all students and faculty. The Wilton Police Department has expanded regional efforts to provide quality service to the community. For example, Wilton Police have regionalized the Accident Reconstruction Team and the Emergency Response Team. They have also added a license plate reader to detect stolen cars, unregistered and suspended vehicle registrations and individuals suspected or wanted for criminal activity. Orders have also been placed for body cameras for Wilton Police Officers.

Wilton's Fire Department is a full time career fire department providing services to the citizens of Wilton including fire suppression, rescue, Emergency Medical Services, water and dive rescue, fire prevention, public fire safety education, inspection and code enforcement, and fire investigation. Two stations are staffed 24/7 to serve the community. Calls average 1,800 per year. The Fire Department has been actively involved in local and regional mutual aid. The Department also participates in the Fairfield County Hazardous Materials Response Team as well as Dive Rescue Team. The primary mission of the Department is "prevention" and educational programs are delivered in the interest of reducing fires, injuries and property damage. This year has been especially busy. Three promotional exams were provided and four new Firefighter/EMT's were hired. Standard operating procedures were revised and a new pre-emergency planning program was initiated. A completed GIS mapping project was completed and the computerized emergency response and dispatch system up-graded. Lastly, a permanent new Fire Chief was recently hired to take command of our Fire Department.

Wilton's natural resources support a diverse ecology, protect public health, and contribute to the community's character. Residents and Town officials actively support the protection of Wilton's natural resources. The Town of Wilton has over 17 parks with over 631 acres of open space and 8 additional areas of open space that includes the only National Park in the State of Connecticut. In addition, Wilton citizens voted to acquire a conservation easement on an additional 39.5 acres of prime land, preserving it from development for generations to come! Wilton is also an active member of the five Towns that are working to build the Norwalk River Valley Trail stretching 27 miles from Danbury to Norwalk. This year citizens and businesses have contributed to support the construction of just over a half mile of a new multi-use trail bringing the entire eastern loop of the trail to 1.6 miles in length. The ongoing effort is highlighting Wilton's citizens' purposeful investment in preserving open space.

In addition, Wilton has approximately 219 acres of developed recreational facilities. The Parks and Recreation Department maintains 8 school sites with playgrounds and athletic activities, which account for 165 acres. The Town's Parks System has 44 acres of developed land including those for swimming, fishing, picnic facilities, playgrounds and athletic fields for basketball, softball and baseball, as well as soccer fields, tennis courts, horseshoe pits and an all-weather track. A state of the art modern stadium supports football, lacrosse, soccer and track events for all levels of Wilton athletes. The Comstock Community Center, home to many of these programs, has been fully renovated to accommodate improved utility and safety systems, and to give the facility another 20 years of life for all to enjoy.

Wilton is also fortunate to have an outstanding public school system, which is guided by a six member elected board. In the past ten years, the elementary student population (preK-5) has decreased by 10.9%, the middle school (grades 6-8) has increased by 1.7%, and the high school has increased by 11.1%. The enrollment for school year as of October 1, 2014 totaled 4,280 pupils pre-K through grade 12. Projections for 2016 through 2019 estimate the elementary school population will decrease by 10.3%, the middle school population will decrease by 4.5%, and the high school population will decrease by 3.5%. In June, Dr. Kevin Smith, Superintendent of Schools, completed his first year of service during which he successfully led the District in achieving critical goals.

The Town has recently replaced the boilers at Cider Mill Elementary School and Middlebrook Middle School and converted them to natural gas. Renovation of the Miller Driscoll School providing necessary space for the preschool program and renovations to the remaining facility totals \$50,022,000. This major capital improvement program was approved at the September 23, 2014 Special Town Meeting and remains on budget and on schedule.

A five year road improvement program has been initiated to renovate many of the Town's aging roads, some of which had not been repaved in over twenty years. The program consists of paving approximately ten miles of Town roads each year over a period of five years. This will substantially improve the condition of the Town's network of 127 miles of town roads. The Town recently approved the third and fourth year of the program and as of November of 2015, approximately 40 miles of Town roadways have been successfully repaved.

In addition, the Department of Public Works is responsible for general road maintenance, tree removal, snowplowing operations, as well as emergency natural disaster operations and the operation of the Town's Mather Street Transfer Station to process the Town's solid waste and recyclables. The Department also does maintenance and repairs to Town facilities and several town owned residential properties. The department maintains 9.5 miles of sanitary sewer systems throughout Wilton, including the new sewer line on Wolfpit Road from River Road to Miller Driscoll School. Under a state "Main Street" grant, the Town is currently installing brick pavers along the sidewalks downtown, as well as new curb cuts and crosswalks to facilitate safe pedestrian travel.

## **LOCAL ECONOMIC CONDITIONS AND OUTLOOK**

The Town of Wilton continues to be conservative in its approach to its operating budget and in its spending practices, which have earned an Aaa rating for the community by Moody's Investors Service.

The Town has a low debt burden and prudent capital planning practices. The Town's debt also provides for a rapid amortization rate (80% within 10 years). The overall debt burden is low at 1% of the Equalized Net Grand List. All of the Town's outstanding debt is fixed rate and the Town is not party to any derivative agreements.

In March 2015, the Town of Wilton issued \$22,750,000 bonds to support a number of authorized capital projects: Miller Driscoll School Renovation at \$8,039,000 of the \$50,022,000 authorized, \$9,902,000 of the renovation to the Comstock Community Center, \$595,000 to acquire an Engine Tanker Fire Truck, \$3,464,000 to support Road Restoration, \$500,000 for School Security and Emergency Management Upgrades, and \$250,000 to support Ambler Farm Improvements to the White House. The bond sale fortunately produced a remarkably low TIC rate of 2.776% in a competitive bidding platform.

In April 2015, the Town of Wilton refunded \$8,190,000 bonds with Raymond James & Associates, Inc. of New York resulting in a net present value savings of 3.745% or \$323,194.

### Business & Industry/Labor Market

Wilton residents are employed in a range of industries with 22.8% of all residents employed within the "Professional, Scientific, Management, Administrative and Waste Management" classification according to the 2010 Census. "Finance, insurance, real estate, rental and leasing" employ 21.5% of the labor market and "Education, health and social services" employ 16.7%. Wilton's proximity to other active employment centers, such as Manhattan, Stamford, and Norwalk has allowed Wilton residents to obtain employment in primarily white collar industries that generate an affluent median family income of \$188,958 (U.S. Bureau of Census, 2010).

As reported by the Connecticut Department of Labor for September 2015, Wilton's Labor Force totaled 8540 of which 8218 were employed. Therefore, unemployment in Wilton was 3.8%. In the Bridgeport/Stamford Labor Market Area unemployment was 5.0% and overall the State of Connecticut was 5.1% in that same reporting period.

### Retail Development

The Town of Wilton formed an Economic Development Commission (EDC) to promote and foster a pro-business environment, which encourages a growing, sustainable and diverse tax base. The EDC has identified five objectives: encourage and assist current businesses owners to continue to operate and expand in Wilton, increase present and future occupancy of available commercial space in Wilton, expand the commercial sector of the local Grand List, and promote a "business friendly" climate that eliminates unreasonable, unnecessary and unintended obstacles to growth and development in town. As a part of that mission, EDC has identified steps to take to accomplish each objective. The Economic Development Commission has prepared a planning document, Strategic Recommendations, and has launched an informational website to help attract new businesses to Wilton.

Although the Fairfield County office market experienced a decrease in leasing velocity in the third quarter of 2015, Wilton has fared well with decreases in vacancies. Mimicking the local residential market, price per square foot has remained stable. According to JLL (Jones Lang and LaSalle), the overall outlook for the rest of 2015 is positive based on the number of tenants actively looking for office space in this market. From the perspective of retail spaces in Wilton, along with another 174 Gap Stores, the Wilton location has closed. Other than that loss, Wilton has about 20% vacancy rate in retail which is within the normal range. However, Wilton's vacancy rate of class A office space continues to be very low at approximately 6.9%. As with other towns across America, retailers are adjusting to the changes in the public's shopping patterns resulting in an increase in personal service businesses and restaurants. Among the new establishments in town are restaurants Café Ruche and Cielo. New businesses include Bobaloo, JoyRide Spin Studio, Happy Hands Pottery, Illusions Hair Salon, Greenmaid Organic, Prime Tutoring, Westwood Flooring, the Goddard School, and the reopening of Cactus Rose. Additionally Wilton has added several nail salons and a new delicatessen.

The Town has supported the retail community through road repaving, the installation of additional new brick enhanced sidewalks and installed park benches to complement attractive and functional municipal lampposts that line River Road, the main street running through the center of town. A variety of decorative programs including flower baskets and banners on lampposts, plus last year's fall scare crow competition by an active Chamber of Commerce have kept our downtown an important local shopping and dining destination. A major strategic initiative involved the expansion of natural gas distribution into the Town Center and to all our schools and community center. Final construction of the Yankee Gas line has been completed providing central Wilton businesses and residents with a cheaper and cleaner alternative energy source.

### Housing Development

Wilton has experienced another year of controlled growth from YTD 2014 to 2015 with the median sale price in 2014 at \$780,000 and 2015 at \$865,000. Percentage off asking remained stable with 2014 at -3.6% and 2015 at -3.7% recording 109 units sold in 2014 and 98 sold in 2015. In our current market the absorption rate stands at 11 months.

The development of 23 additional units of affordable senior housing at Wilton Commons is progressing on schedule with another 30 unit apartment building, on an adjacent property, in the early construction stages. The Town of Wilton is a committed partner in Wilton Commons, providing the site for Wilton Commons on a long-term lease for \$1 per annum, which represents a commitment valued at over \$2.5 million.

Toll Brothers constructed 20 single family properties in the town center with 19 sold and occupied and the single remaining property available at \$1,199,000.

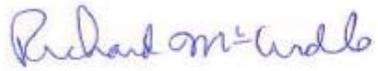
Recent trends indicate a sustainable trajectory, as buyers and sellers reach an understanding of the "new normal." With our proximity to Stamford and NYC and stable interest rates we are confident about Wilton's future. Given conservative fiscal policies, a highly educated and affluent population and improving local economic conditions, Wilton anticipates that the local economy will continue to gradually grow and flourish.

### **ACKNOWLEDGEMENTS**

The preparation of this report could not have been accomplished without the focused attention of Cheryl Harper, Senior Accountant, with the able assistance of Peter Lucia and the Finance Department Staff. A note of thanks goes to Kenneth J. Post, Director of Financial Planning and Operations of the Wilton Public Schools for his cooperation in the process.

I also wish to acknowledge the assistance of the audit team from Blum Shapiro & Co. P.C., for their professional approach to the audit, their information sharing and their provision of helpful recommendations to the Town of Wilton.

Respectfully submitted,

A handwritten signature in blue ink that reads "Richard McArdle". The signature is written in a cursive style with a large initial 'R'.

Richard McArdle  
Controller



**TOWN OF WILTON, CONNECTICUT**

**PRINCIPAL OFFICIALS**

**AS OF JUNE 30, 2015**

**FIRST SELECTMAN**

WILLIAM F. BRENNAN

**MAJOR DEPARTMENT DIRECTORS**

Chief Financial Officer  
Interim Chief of Police  
Interim Fire Chief  
Planning and Zoning  
Social Services  
Parks and Recreation  
Human Resources, Labor Relations and Administration  
Department of Public Works

Sandra L. Dennies  
Robert Crosby  
Ronald Kanterman  
Robert J. Nerney  
Catherine M. Pierce  
Stephen M. Pierce  
Sarah L. Taffel  
Thomas W. Thurkettle

**BOARD OF SELECTMEN**

Second Selectman  
Member  
Member  
Member

James A. Saxe  
Richard J. Dubow  
Michael Kaelin  
Deborah McFadden

**BOARD OF FINANCE**

Chairman  
Vice Chair  
Clerk  
Member  
Member  
Member

Warren L. Serenbetz, Jr.  
Lynne A. Vanderslice  
Richard Creeth  
Al M. Alper  
Jeffrey Rutishauser  
John Kalamirdes

**BOARD OF EDUCATION**

Chairman  
Vice Chairman  
Secretary  
Member  
Member  
Member

Bruce M. Likely  
Christine Finkelstein  
Laura Schwemm  
Glenn Hammerly  
Larry Rothstein  
Chris Stroup

**FINANCE DEPARTMENT**

Controller

Richard K. McArdle



Government Finance Officers Association

**Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting**

Presented to

**Town of Wilton  
Connecticut**

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

**June 30, 2014**

Executive Director/CEO



The Seal features a circular design, bordered by a laurel enclosing the words Town of Wilton Connecticut. The center is occupied by an image of the Lambert House, built by David Lambert I in 1726 as Wilton's most elegant home of its day and currently one of the oldest buildings in town. The seal is completed with the word Seal and the year of Wilton's Charter.

# **FINANCIAL SECTION**

# BlumShapiro

Accounting | Tax | Business Consulting

## Independent Auditors' Report

To the Board of Finance  
Town of Wilton, Connecticut

### Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Town of Wilton, Connecticut, as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the Town of Wilton, 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 of 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, the business-type activities, each major fund and the aggregate remaining fund information of the Town of Wilton, Connecticut, as of June 30, 2015 and the respective changes in financial position and, where applicable, cash flows thereof, and the respective budgetary comparison for the General Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## **Change in Accounting Principle**

As discussed in Note 7 to the financial statements, during the fiscal year ended June 30, 2015, the Town adopted new accounting guidance, GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*. The net position of the Town has been restated to recognize the net pension liability required in implementing GASB Statement No. 68. Our opinion is not modified with respect to this matter.

## **Other Matters**

### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 4 through 15 and the pension schedules on pages 63 through 66 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, which 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 Wilton, 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.

**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated February 10, 2016 on our consideration of the Town of Wilton, 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 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 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 Wilton, Connecticut's internal control over financial reporting and compliance.

*Blum, Shapiro & Company, P.C.*

West Hartford, Connecticut  
February 10, 2016

**Town of Wilton, Connecticut**  
**Management's Discussion and Analysis**  
**June 30, 2015**

---

As management of the Town of Wilton, Connecticut (the Town), we offer readers of the Town's financial statements this narrative overview and analysis of the financial activities of the Town for the fiscal year ended June 30, 2015. We encourage readers to consider the information presented here in conjunction with the letter of transmittal and the Town's financial statements that follow this section.

**Financial Highlights**

In fiscal 2015, the Town's net assets increased by \$2,124,318 or 1.8% to \$124,124,230. On the government-wide basis, including all governmental activities and business-type activities, the Town's net assets exceeded its liabilities on June 30, 2015 by \$124,124,230. Of this amount, \$28,701,992 (unrestricted net assets) may be used to meet the Town's ongoing obligations. Overall, the continuing high level of net assets contributes to the Town's financial strength.

The Town's governmental funds, which are reported on a current financial resource basis, had a combined ending fund balance of \$41,838,458 an increase of \$14,875,952 from the prior fiscal year-end period primarily due to an increase of \$14,092,595 in the capital project funds,

**Overview of the Financial Statements**

This discussion and analysis is intended to provide an introduction to the Town's basic financial statements. The basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements and 3) notes to the financial statements. This report also contains supplementary information and a statistical section. The statistical section provides comparisons of selected information for the past several years.

Government-Wide Financial Statements

The government-wide financial statements are designed to provide readers with a general understanding of the Town's finances. All of the resources the Town has at its disposal are reported, including major capital assets such as buildings and infrastructure. In addition, a thorough accounting of the costs of government operations as well as its revenue sources is provided.

The statement of net position presents information on all of the Town's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the Town is improving or deteriorating. However, other non-financial factors need to be considered as well, including changes in the Town's property tax base and the condition of the Town's capital assets, to assess the overall health of the Town.

The statement of activities presents information showing how the Town's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change 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. Uncollected taxes and earned but unused vacation leave are examples of these types of items.

The government-wide financial statements distinguish functions of the Town that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities).

Governmental activities of the Town encompass most of the Town's basic services, including education, public safety, general government, public works, public health and welfare and recreation and parks. Property taxes, intergovernmental grants and charges for services finance the majority of the activities.

Business-type activities of the Town include the Water Pollution Control Authority and the Transfer Station. They are reported as business-type activities because the Town charges fees to service users to cover all or most of the costs of operations.

The government-wide financial statements (Statement of Net Position and Statement of Activities) can be found on pages 16 and 17 of this report.

### Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control and accountability over resources that have been segregated for specific activities or objectives. The Town, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The Town has three kinds of funds, as follows:

**Governmental Funds** Governmental fund financial statements consist of a balance sheet and statement of revenues, expenditures, and changes in fund balances. They are prepared on an accounting basis that is significantly different from that used to prepare the government-wide financial statements.

In general, these financial statements have a short-term emphasis and, for the most part, measure and account for cash and other assets that can easily be converted to cash. For example, amounts reported on the balance sheet include items such as cash and receivables collectible within a year, but do not include capital assets such as land and buildings and improvements. The difference between a fund's total assets and total liabilities is labeled as the fund balance, and generally indicates the amount that can be used to finance the next fiscal year's activities. Likewise, the operating statement for governmental funds reports only those revenues and expenditures that were collected in cash or paid with cash, respectively, during the current period or very shortly after the end of the year.

For the most part, the balances and activities accounted for in governmental funds are also reported in the governmental activities columns of the government-wide financial statements. However, because different accounting bases are used to prepare fund financial statements and government-wide financial statements, there are often significant differences between the totals presented in these financial statements. For this reason, there is an analysis on page 19 that reconciles the total fund balance to the amount of net assets presented in the governmental activities column on the statement of net position. In addition, there is an analysis on page 21 that reconciles the total change in fund balances for all governmental funds to the change in net assets as reported in the governmental activities column in the statement of activities.

The Town adopts an annual budget for its General Fund. A budgetary comparison statement is provided for the General Fund to demonstrate compliance with the authorized budget. The Statement of Revenues, Expenditures and Changes in Fund Balance on a Budgetary Basis is presented on page 22.

The basic governmental fund financial statements (Balance Sheet and Statement of Revenues, Expenditures and Changes in Fund Balances) can be found on pages 18 and 22 of this report.

**Proprietary Funds** Proprietary Fund financial statements consist of a statement of net position, statement of revenues, expenses, and changes in net position and statement of cash flows. These are prepared on an accounting basis that is similar to the basis used to prepare the government wide financial statements. For financial reporting purposes, proprietary funds are grouped into Enterprise Funds and Internal Service Funds.

The Town maintains two different types of proprietary funds. Enterprise Funds are used to report the same functions presented as business-type activities in the government-wide financial statement. The Town uses Enterprise Funds to account for its Water Pollution Control Authority and the Transfer Station. The Town uses its Internal Service Funds to account for employee health benefits costs and workers' compensation costs for both the Town and Board of Education ("BOE") employees. Because the Internal Service Funds predominantly benefit governmental rather than business-type functions, they are included within governmental activities in the government-wide financial statements.

Proprietary Funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Water Pollution Control Authority which is considered to be a major proprietary fund and the Transfer Station which is considered to be a non-major proprietary fund. In addition, individual fund data for the Internal Service Funds are provided in separate columns in the Proprietary Fund financial statements.

The propriety fund financial statements can be found on pages 23 through 25 of this report.

**Fiduciary Funds** Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to provide services to the Town's constituency. The Town's fiduciary funds include the Pension Trust Fund, Other Post Employment Benefits Trust Fund and the Student Activity Funds. The basic fiduciary fund financial statements can be found on pages 26 and 27 of this report.

### Notes to the Financial Statements

The notes to the financial statements 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 on pages 28 through 62 of this report.

#### **Town of Wilton, Connecticut Net Positions (\$000's Omitted)**

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	<u>2015</u>	<u>2014</u>	<u>2015</u>	<u>2014</u>	<u>2015</u>	<u>2014</u>
Current assets	\$ 61,112	\$ 48,420	\$ 7,316	\$ 5,956	\$ 68,428	\$ 54,376
Capital assets, net of accumulated depreciation	151,530	148,551	4,395	4,496	155,925	153,047
Total assets	<u>212,642</u>	<u>196,971</u>	<u>11,711</u>	<u>10,452</u>	<u>224,353</u>	<u>207,423</u>
Deferred outflows of resources	<u>9,428</u>	<u>990</u>			<u>9,428</u>	<u>990</u>
Current liabilities	18,595	13,620	143	124	18,738	13,744
Long-term liabilities outstanding	86,079	61,166		11	86,079	61,177
Total liabilities	<u>104,674</u>	<u>74,786</u>	<u>143</u>	<u>135</u>	<u>104,816</u>	<u>74,921</u>
Deferred inflows of resources	<u>4,665</u>	<u>5,681</u>	<u>175</u>	<u>8</u>	<u>4,840</u>	<u>5,689</u>
Net Position:						
Net investments in capital assets	90,873	88,927	4,395	4,496	95,268	93,423
Restricted	115	108	40		155	108
Unrestricted	<u>21,744</u>	<u>28,459</u>	<u>6,958</u>	<u>5,813</u>	<u>28,702</u>	<u>34,272</u>
Total Net Position	<u>\$ 112,732</u>	<u>\$ 117,494</u>	<u>\$ 11,393</u>	<u>\$ 10,309</u>	<u>\$ 124,124</u>	<u>\$ 127,803</u>

By far the largest portion of the Town's net assets (77%) is its investment in capital assets (e.g., land, buildings and improvements, machinery and equipment and infrastructure); net of accumulated depreciation and 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'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 the capital assets themselves cannot be used to liquidate these liabilities.

Net assets increased by \$2,124,318 from June 30, 2015 as shown in the following table.

**Town of Wilton, Connecticut  
Changes in Net Position (\$000's Omitted)**

	Governmental Activities		Business-Type Activities		Total	
	2015	2014	2015	2014	2015	2014
Revenues:						
Program revenues:						
Charges for services	\$ 6,407	\$ 5,616	\$ 2,274	\$ 1,162	\$ 8,681	\$ 6,778
Operating grants and contributions	12,346	13,855			12,346	13,855
Capital grants and contributions	671	477			671	477
General revenues:						
Property taxes	113,133	109,816			113,133	109,816
Grants not restricted to specific programs	249	243			249	243
Unrestricted investment earnings	226		73	67	300	67
Miscellaneous revenue	78	219			78	219
Total revenues	<u>133,110</u>	<u>130,226</u>	<u>2,347</u>	<u>1,229</u>	<u>135,457</u>	<u>131,455</u>
Expenses:						
General government	2,622	10,037			2,622	10,037
Public safety	14,412	14,268			14,412	14,268
Public works	6,621	8,947			6,621	8,947
Public health and welfare	2,032	1,918			2,032	1,918
Recreation and parks commission	9,146	3,655			9,146	3,655
Education	94,323	91,247			94,323	91,247
Interest	2,727	1,892			2,727	1,892
WPCA			789	1,004	789	1,004
Transfer station			662	654	662	654
Total expenses	<u>131,882</u>	<u>131,964</u>	<u>1,451</u>	<u>1,658</u>	<u>133,333</u>	<u>133,622</u>
Change in net position before transfers	1,228	(1,738)	896	(428)	2,124	(2,167)
Transfers	(187)	(126)	187	126	-	-
Change in net position	<u>1,041</u>	<u>(1,864)</u>	<u>1,084</u>	<u>(302)</u>	<u>2,124</u>	<u>(2,167)</u>
Net Position at Beginning of Year, as Restated	<u>111,691</u>	<u>119,358</u>	<u>10,309</u>	<u>10,611</u>	<u>122,000</u>	<u>129,969</u>
Net Position at End of Year	<u>\$ 112,732</u>	<u>\$ 117,494</u>	<u>\$ 11,393</u>	<u>\$ 10,309</u>	<u>\$ 124,124</u>	<u>\$ 127,802</u>

## Government-Wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position and an important determinant of its ability to finance services in the future. As shown in the Statement of Changes in Net Assets above, the revenues of governmental activities exceeded expenses by \$1.04 million. There are two classes of governmental activities revenue: program revenue and general revenue. As the classifications imply, program specific revenue is directly associated with and/or generated by specific programs. General revenue, such as property taxes and interest on investments, is not. Key elements of this increase are as follows:

Almost eighty-four percent (84.9%) of the governmental activities revenue was derived from property taxes, followed by eleven (9.3%) from grants and contributions. Fees accounted for about five percent (4.8%) and interest and other miscellaneous revenues accounted for less than one percent.

Major revenue factors included:

- ◆ Property tax revenue increased 3.0%. The current year mill rate was 26.51 compared to 25.99 for the prior fiscal year. The Grand List increased 0.65%.
- ◆ Interest income in the general fund of \$214,098 was greater than budgeted by \$9,098. During the course of the year, the Town invested in secure mortgage backed securities with an average life of up to 4 years offering higher returns than interest bearing bank accounts. The Town also invested in certificates of deposit with maturities laddered from one to three years.

An unrealized gain of \$5,086 was recorded on the mortgage backed securities and certificates of deposit to record the market value as of June 30, 2015.

Charges for Services were greater than budgeted by \$189,000. Major drivers were Environmental Affairs permits, \$62,494 Conveyance Taxes \$52,860, Health Department Fees \$31,122 Alarm Registration Fees \$27,522 and Swimming Fees \$23,373 offset by lower Building Department Permits of \$21,483. Miscellaneous Revenue was \$1,183,673 which included bond premiums of \$955,371, final receipt of FEMA funds related to Storm Sandy of \$141,281 and the sale of a Fire Truck for \$74,000..

Major expense factors included:

- ◆ Board of Selectmen's operating budget was under-expended by \$1,123,570. These savings were achieved despite an austere budget. General Government savings amounted to \$635,333 including a savings in Human Resources due to lower legal costs for personnel related issues. The First Selectman's and Information Systems costs were lower than budgeted due to budgeted but unfilled positions. Public Safety costs were favorable to budget due to Police Department \$185,817, Fire Department \$49,875 and Paramedic Services of \$39,827. The Capital Outlay budget was under expended by \$455,395. The Town did not use any of the Additional Appropriation funds budgeted resulting in savings of \$1,174,707.

## **Business-Type Activities**

Business-type activities consist of the Water Pollution Control Authority (WPCA) and the Transfer Station. These activities increased the Town's net assets by \$1,083,645.

The WPCA operates the Town's liquid waste system, which consists of collection infrastructure but no treatment facilities. Sewage treatment is provided by the City of Norwalk, Connecticut ("City") under a contract with the Town's WPCA. Capital assessments, user charges and interest comprise the WPCA's revenues. Capital assessments are levied by the WPCA on properties that benefit from sewer construction. The assessments may be paid over twenty years with interest. By general statute, income from assessment payments may be used only for debt service on sewer-related bonds and for capital improvements to the system. The Town has no sewer debt outstanding as of June 30, 2015. User charges are established annually to pay for operating expenses, including the non-debt service component of the City fee. For fiscal 2015, the WPCA's operations resulted in an increase of \$1,058,606 in net assets of business-type activities due to new sewer lines and assessments.

The Town's Transfer Station accepts and then transfers solid waste of the Town from both commercial haulers and citizens. This includes trash and recyclables. As of January 1, 2014 the Town entered into an agreement with City Carting and Recycling, Inc. for the disposing of municipal solid waste. The agreement runs through June 30, 2019. There is no minimum or maximum tonnage that the Town is required to deliver to City Carting and Recycling. As of January 1, 2014 the Town entered into agreement with City Carting and Recycling for recyclables. The agreement runs through June 30, 2019. The Town receives \$20 for each ton of recyclables delivered to City Carting. Transfer Station operations resulted in an increase in net assets of \$25,039.

## **Financial Analysis of the Government's Funds**

As noted earlier, the Town uses fund accounting to ensure and demonstrate compliance with generally accepted accounting principles and emphasize accountability, segregating specific activities in accordance with laws, regulations or special restrictions.

**Governmental Funds** The focus of the Town's governmental funds accounting and disclosures is to provide information on near-term inflows, outflows, and types and amounts of available resources. Such information is useful in assessing the Town's cash needs, financing requirements and available resources. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

The Town's governmental funds reported combined ending fund balances of \$41,838,458. For the General Fund, the unassigned balance was \$15,326,862 or 12.0% of revenues and other financing sources. This is a decrease of \$2,375,203 from June 30, 2014. All other governmental funds reported ending fund balances of \$19,057,439 due to an increase in capital project funds as a result of receipt of bond funds of \$22,750,000.

The following table shows the fund types comprising governmental funds and compares their fund balances for fiscal years 2015 and 2014.

**TOWN OF WILTON, CONNECTICUT**  
**GOVERNMENTAL FUNDS - SUMMARY OF REVENUES, EXPENDITURES (000'S OMITTED)**  
**AND FUND BALANCES**  
**YEARS ENDED JUNE 30, 2015 AND 2014**

Fund Types	General		Other Governmental Funds		Totals	
	2015	2014	2015	2014	2015	2014
Revenues and other financing sources	\$ 136,886	\$ 126,110	\$ 28,837	\$ 10,057	\$ 165,723	\$ 136,167
Expenditures and other financing uses	136,241	124,623	14,605	12,819	150,846	137,442
Net change	645	1,487	14,232	(2,762)	14,877	(1,275)
Beginning fund balance	22,136	20,649	4,826	7,588	26,962	28,237
Ending Fund Balance	<u>\$ 22,781</u>	<u>\$ 22,136</u>	<u>\$ 19,058</u>	<u>\$ 4,826</u>	<u>\$ 41,839</u>	<u>\$ 26,962</u>
Components of fund balance:						
Nonspendable:						
Prepaid expenditures	\$ 93	\$ 55	\$ 21	\$	\$ 114	\$ 55
Inventories			35	16	35	16
Restricted:						
Capital projects			17,341	3,450	17,341	3,450
Permanent Funds			110	109	110	109
Committed to:						
Public Works			311	309	311	309
Public Safety			15	15	15	15
Education			1,091	948	1,091	948
Culture & Recreation programs			126	190	126	190
Designation for assessment appeals	917	426			917	426
Designation for Heart and Hypertension	85	111			85	111
Equipment Replacement		224			-	224
Assigned:						
Purchases on order:						
General government		16			-	16
Parks & Recreation	18				18	-
Public safety	53	12			53	12
Capital projects	95	11			95	11
Debt Service	951				951	-
Education	413	335			413	335
Designation for subsequent year	4,829	3,244			4,829	3,244
Unassigned	15,327	17,702	8	(211)	15,335	17,491
Total Fund Balance	<u>\$ 22,781</u>	<u>\$ 22,136</u>	<u>\$ 19,058</u>	<u>\$ 4,826</u>	<u>\$ 41,839</u>	<u>\$ 26,962</u>

**General Fund** At June 30, 2015 the total General Fund balance was \$22,781,019 of which \$15,326,862 was unassigned. This is 12.0% of expenditures and other financing uses and 11.9% of revenues and other financing sources. The total fund balance increased by \$644,763.

Actual revenues reflected positive variances aggregating \$1,971,777 as compared to the final budget. Collections on property taxes and interest and lien fees resulted in \$609,670 in revenue in excess of budget. Total charges for services resulted in \$189,000 in revenues in excess of budget. Expenditures posted a favorable variance compared to the final budget of \$2,298,277.

The fund balance in the General Fund also increased due in part to better than anticipated delinquent tax collections of \$505,244. Also, as a result of these collections, interest and lien fees exceeded the final budget by \$395,244.

**General Fund Budgetary Highlights (000's Omitted)**

The difference between the original and final budget was \$464,305 consisted of unobligated capital appropriations continued from fiscal 2014. The following table summarizes the budget operating results:

	Fiscal 2015			Fiscal 2014		
	Final Budget	Budget Basis Actual	Positive (Negative) Variance	Final Budget	Budget Basis Actual	Positive (Negative) Variance
Revenues and other financing sources	\$ 117,219	\$ 119,191	\$ 1,972	\$ 113,755	116,319	\$ 2,564
Expenditures and other financing uses	121,151	118,750	2,401	118,390	114,724	3,666
Subtotal	\$ (3,932)	\$ 441	\$ 4,373	\$ (4,635)	\$ 1,595	\$ 6,230

The detail of budget variances is shown on pages 67 through 70 of this report. The revenue variances for the year are shown in the following table (000's omitted):

	Fiscal 2015			Fiscal 2014		
	Final Budget	Budget Basis Actual	Positive (Negative) Variance	Final Budget	Budget Basis Actual	Positive (Negative) Variance
Property taxes, interest and lien fees	\$ 112,388	\$ 112,998	\$ 610	\$ 109,210	\$ 110,433	\$ 1,223
Intergovernmental	2,703	2,695	(8)	2,633	3,350	717
Charges for services	1,586	1,776	190	1,460	1,884	424
Use of money and property	205	214	9	140	208	68
Other	337	1,508	1,171	312	444	132
Total	\$ 117,219	\$ 119,191	\$ 1,972	\$ 113,755	\$ 116,319	\$ 2,564

Of the property tax variance, \$70,244 is due to collection of delinquent tax revenue, \$217,173 is due to supplemental motor vehicle taxes and \$105,987 is due to interest and lien fees. Once again, the Town achieved very strong results in all areas of tax collections. The combined current levy collection rate was 99.2%. This favorable result was enabled by a continued strong and diverse tax base. The positive variance in Other Revenue was largely due to an unbudgeted receipt of funds for reimbursement of funds for the Bus Barn fuel tanks.

The expenditure variances for the year are shown in the following table:

**General Fund Expenditures Fiscal Years 2015 and 2014 (000's Omitted)**

	Fiscal 2015			Fiscal 2014		
	Final Budget	Actual	Positive (Negative) Variance	Final Budget	Actual	Positive (Negative) Variance
General government	\$ 6,268	\$ 5,633	\$ 635	\$ 6,276	\$ 5,656	\$ 620
Public Safety	13,321	12,994	327	13,291	12,902	389
Public Works	3,247	3,401	(154)	2,999	3,100	(101)
Public Health & Welfare	1,985	1,963	22	1,943	1,946	(3)
Other	3,610	3,871	(261)	3,779	3,608	171
Recreation and Park Commission	1,879	1,864	15	1,812	1,839	(27)
Board of Education	78,401	78,336	65	76,140	75,441	699
Capital Outlay	1,649	1,193	456	1,553	986	567
Debt service	9,102	9,084	18	9,150	9,120	30
Additional appropriations	1,175	-	1,175	1,162	-	1,162
<b>Total</b>	<b>\$ 120,637</b>	<b>\$ 118,339</b>	<b>\$ 2,298</b>	<b>\$ 118,105</b>	<b>\$ 114,598</b>	<b>\$ 3,507</b>

The Town did not use any of the Additional Appropriations budgeted of \$1,174,707.

The BOE ended fiscal 2015 with a final positive variance to budget of \$65,000.

The Medical Health Insurance Internal Service Fund ended the year with an increase in net assets of \$342,317 and a resulting fund balance of \$4,845,327.

**Capital Asset and Debt Administration**

**Capital Asset Balance at Year End (\$000's Omitted)  
(Net of Accumulated Depreciation)**

	Governmental Activities		Business-Type Activities		Total	
	2015	2014	2015	2014	2015	2014
Land	\$ 22,416	\$ 22,416	\$ 129	\$ 82	\$ 22,545	\$ 22,498
Buildings and improvements	90,847	94,246	3	10	90,850	94,256
Machinery and equipment	4,375	4,007	118	150	4,493	4,157
Infrastructure	25,009	25,518	4,145	4,254	29,154	29,772
Construction in progress	8,883	2,364			8,883	2,364
<b>Total</b>	<b>\$ 151,530</b>	<b>\$ 148,551</b>	<b>\$ 4,395</b>	<b>\$ 4,496</b>	<b>\$ 155,925</b>	<b>\$ 153,047</b>

**Capital Assets** The Town's investment in capital assets as of June 30, 2015, is \$155,924,985 (net of accumulated depreciation). This investment includes land, buildings and improvements, machinery and equipment and infrastructure.

Major capital asset events during the current fiscal year included sewer mains, athletic fields, vehicles, rolling stock, fire apparatus and school improvements.

Additional information on the Town's capital assets can be found on pages 39 and 40 (Note 3 Section C) of this report.

**Long-term Debt** At the end of the fiscal year, the Town had total bonded debt outstanding of \$74,075,000 all of which is backed by the full faith and credit of the government. Although all of the Town’s bonded debt is secured by the Town’s full taxing power, \$149,254 will be paid from water capital assessments.

**General Obligation Bonds Outstanding at June 30 (\$000’s Omitted)**

	Governmental Activities		Business-Type Activities		Total	
	2015	2014	2015	2014	2015	2014
General obligation bonds	\$ 74,075	\$ 58,735	\$ -	\$ -	\$ 74,075	\$ 58,735

The Town maintains an “Aaa” rating from Moody’s Investors Service.

State statutes limit the amount of general obligation debt a governmental entity may issue to seven times its annual tax collections. At June 30, 2015, the Town’s statutory debt limitation was \$791,344,351.

Additional information on the Town’s long-term debt can be found on pages 43 through 45 of this report.

**Pension and Other Post Employment Benefits**

The Town maintains a defined benefit, contributory pension plan for eligible employees of the Town, the Board of Education and the Wilton Library Association. According to an actuarial valuation dated July 1, 2014 the plan’s funded ratio is 92%. The Board of Finance adopted the following policy of making additional contributions, depending upon the Plan’s funded ratio.

Funded Ratio	Employer’s Contribution
Less than 85%	120% of actuary’s recommendation
85% to 89.9%	115% of actuary’s recommendation
90% to 99.9%	110% of actuary’s recommendation
>99%	100% of actuary’s recommendation

The actuary’s recommended contribution for the Pension Trust Fund for fiscal 2015 was \$3,005,290. In accordance with the policy above, the actual contribution was \$3,456,084.

The summarized operating results of The Retirement Trust are (000’s omitted):

Revenues:		
Employer’s Contribution	\$	3,456
Employee Contribution		1,300
Net Change in Fair Value of Investments		3
Interest and Dividends		2,061
		<hr/>
Total Additions		6,820
Expenses:		
Pension Benefits		3,333
Administrative Expenses		226
		<hr/>
Total Deductions		3,559
Change in Net Position		3,261
Balance Beginning of Year		<hr/> 96,835
Balance End of Year	\$	<hr/> <hr/> 100,096

In order to comply with GASB Statement No. 45, the Town created an Other Post-Employment Benefits Trust on July 1, 2007. The purpose of the trust is to account for the financing of post-employment health insurance for eligible employees of the Town and the BOE. Based on a July, 2014 actuarial valuation, applicable for fiscal years 2015 and 2016 and (using a 7.25 discount rate) the Actuarial Accrued Liability (AAL) was \$7,665,302 and the Unfunded Actuarial Accrued Liability (UAAL) was \$3,226,883. The Annual Required Contribution (ARC) for fiscal 2015 was \$710,251 which the Town made in July 2014.

The summarized operating results of the OPEB Trust's Plan are (000's omitted):

Revenues:	
Employer's Contribution	\$ 710
Employee/retiree Contributions	385
Net Change in Fair Value of Investments	(2)
Interest and dividends	118
	<hr/>
	1,211
Expenses	
Insurance Premiums, Benefits and Administration	686
	<hr/>
Change in Net Position	525
Balance Beginning of Year	4,284
	<hr/>
Balance End of Year	\$ <u>4,809</u>

The components of the employer's contribution consisted of \$280,600 contributed by the Town and \$429,651 contributed by the Board of Education.

### **Economic Factors and Next Year's Budgets and Rates**

- ◆ Wilton's economy was strong during fiscal year 2015
- ◆ Housing values continue to exceed State and national medians with a median reported sales price of in 2014 of and in 2015 of \$865,000.. Residential sales declined slightly to 98 in 2015 from 109 in 2014. Wilton has a diverse commercial and retail business mix. Commercial leasing in Fairfield County is anticipated to continue improve with Wilton capturing a significant portion of the market. Wilton has a highly educated and affluent population and improving local economic conditions. Based on these factors Wilton anticipates the economy will continue to flourish.
- ◆ According to the 2010 Census, the Town's median family income was \$188,958.
- ◆ As of September 2015, the Town's unemployment rate was 3.8%, comparing favorably to the State's average unemployment rate of 5.1% and the Bridgeport/Stamford Labor Market of and 5.0% for The State of Connecticut. (Source: Connecticut Department of Labor).
- ◆ The Net Taxable Grand List of October 1, 2015 on which the fiscal 2016 mill rate was based totaled \$4,296,191,050.
- ◆ For Fiscal 2015, the collection rate (for revenue recognition purposes) of current property taxes was 99.2% of the adjusted taxes to be collected.

These factors, as well as the provision of essential public services and the quality of life in Wilton, were considered in preparing the Town's Fiscal Year 2015 General Fund budget. Equally important was the need to maintain a General Fund balance at a level consistent with a Moody's Aaa credit rating. The fiscal 2015 budget, as recommended by the Board of Finance and adopted by the Annual Town Meeting, calls for revenues of \$120,526,056 and appropriations of \$124,234,645. The budget was balanced by the use of \$3,708,587 of the June 30, 2015 unassigned ending fund balance. The mill rate is 26.8302.

This financial report is designed to provide a general overview of the Town's finances for all those with an interest in the government's finances. The reader is strongly urged to read the entire report, especially the notes which contain important explanatory information. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Finance Department, Attn. Anne Kelly-Lenz, C.F.O., Town of Wilton, 238 Danbury Rd., Wilton, CT 06897. The email address is [anne.kelly-lenz@wiltonct.org](mailto:anne.kelly-lenz@wiltonct.org)

**BASIC  
FINANCIAL  
STATEMENTS**

**TOWN OF WILTON, CONNECTICUT**  
**STATEMENT OF NET POSITION**  
**JUNE 30, 2015**

	<u>Governmental</u> <u>Activities</u>	<u>Business-Type</u> <u>Activities</u>	<u>Total</u>
Assets:			
Cash and cash equivalents	\$ 48,459,588	\$ 2,126,528	\$ 50,586,116
Investments	8,842,162	3,429,524	12,271,686
Receivables, net:			
Property taxes	1,208,414		1,208,414
Accounts	807,808	21,839	829,647
Intergovernmental	1,377,456		1,377,456
Special assessments		1,901,756	1,901,756
Due from fiduciary fund		102,497	102,497
Internal balances	267,951	(267,951)	-
Prepaid expenses	113,732		113,732
Other		1,925	1,925
Inventories	34,832		34,832
Capital assets, nondepreciable	31,299,721	128,955	31,428,676
Capital assets, net of accumulated depreciation	<u>120,230,668</u>	<u>4,265,641</u>	<u>124,496,309</u>
Total assets	<u>212,642,332</u>	<u>11,710,714</u>	<u>224,353,046</u>
Deferred Outflows of Resources:			
Deferred charge on refunding	1,379,249		1,379,249
Changes related to projected investment earnings	4,185,792		4,185,792
Changes related to pension assumptions	<u>3,862,897</u>		<u>3,862,897</u>
Total deferred outflows of resources	<u>9,427,938</u>	<u>-</u>	<u>9,427,938</u>
Liabilities:			
Accounts payable and accrued items	7,665,558	142,674	7,808,232
Unearned revenue	1,093,068		1,093,068
Noncurrent liabilities:			
Due within one year	9,836,483		9,836,483
Due in more than one year	<u>86,078,647</u>		<u>86,078,647</u>
Total liabilities	<u>104,673,756</u>	<u>142,674</u>	<u>104,816,430</u>
Deferred Inflows of Resources:			
Advance property tax collections	3,839,533		3,839,533
Advance fee collections		175,487	175,487
Changes related to pension actuarial experience	<u>825,304</u>		<u>825,304</u>
Total deferred inflows of resources	<u>4,664,837</u>	<u>175,487</u>	<u>4,840,324</u>
Net Position:			
Net investment in capital assets	90,873,037	4,394,596	95,267,633
Restricted for trust purposes	114,605	40,000	154,605
Unrestricted	<u>21,744,035</u>	<u>6,957,957</u>	<u>28,701,992</u>
Total Net Position	<u>\$ 112,731,677</u>	<u>\$ 11,392,553</u>	<u>\$ 124,124,230</u>

The accompanying notes are an integral part of the financial statements

**TOWN OF WILTON, CONNECTICUT  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2015**

Function/Program Activities	Program Revenues				Net Revenue (Expense) and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Governmental activities:							
General government	\$ 2,621,540	\$ 2,844,334	\$ 705,690	\$	\$ 928,484	\$	\$ 928,484
Public safety	14,411,975	62,578	60,394		(14,289,003)		(14,289,003)
Public works	6,621,159		315,902	500,375	(5,804,882)		(5,804,882)
Public health and welfare	2,031,746	56,700	21,371		(1,953,675)		(1,953,675)
Recreation and parks commission	9,145,688	645,513	12,833		(8,487,342)		(8,487,342)
Education	94,322,668	2,798,171	11,209,232	170,555	(80,144,710)		(80,144,710)
Interest	2,727,291		20,898		(2,706,393)		(2,706,393)
Total governmental activities	<u>131,882,067</u>	<u>6,407,296</u>	<u>12,346,320</u>	<u>670,930</u>	<u>(112,457,521)</u>	<u>-</u>	<u>(112,457,521)</u>
Business-type activities:							
Water Pollution Control Authority	788,617	1,774,051				985,434	985,434
Transfer station	662,060	499,692				(162,368)	(162,368)
Total business-type activities	<u>1,450,677</u>	<u>2,273,743</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>823,066</u>	<u>823,066</u>
Total	<u>\$ 133,332,744</u>	<u>\$ 8,681,039</u>	<u>\$ 12,346,320</u>	<u>\$ 670,930</u>	<u>(112,457,521)</u>	<u>823,066</u>	<u>(111,634,455)</u>
General revenues:							
Property taxes					113,132,540		113,132,540
Grants and contributions not restricted to specific programs					248,682		248,682
Unrestricted investment earnings					226,412	73,338	299,750
Miscellaneous					77,801		77,801
Transfers					(187,241)	187,241	-
Total general revenues and transfers					<u>113,498,194</u>	<u>260,579</u>	<u>113,758,773</u>
Change in net position					1,040,673	1,083,645	2,124,318
Net Position at Beginning of Year, as Restated					<u>111,691,004</u>	<u>10,308,908</u>	<u>121,999,912</u>
Net Position at End of Year					<u>\$ 112,731,677</u>	<u>\$ 11,392,553</u>	<u>\$ 124,124,230</u>

The accompanying notes are an integral part of the financial statements

**TOWN OF WILTON, CONNECTICUT  
BALANCE SHEET - GOVERNMENTAL FUNDS  
JUNE 30, 2015**

	<u>General</u>	<u>Capital Projects</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>ASSETS</b>				
Cash and cash equivalents	\$ 20,271,399	\$ 20,206,501	\$ 2,728,848	\$ 43,206,748
Investments	8,842,162			8,842,162
Property taxes receivable, net	1,208,414			1,208,414
Due from other governments	414,834		962,622	1,377,456
Other receivables, net	534,206		14,848	549,054
Due from other funds	938,563	112,762		1,051,325
Prepaid expenditures	92,488		21,244	113,732
Inventories			34,832	34,832
	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
Total Assets	<u>\$ 32,302,066</u>	<u>\$ 20,319,263</u>	<u>\$ 3,762,394</u>	<u>\$ 56,383,723</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>				
Liabilities:				
Accounts payable and accrued items	\$ 3,263,876	\$ 2,978,571	\$ 329,481	\$ 6,571,928
Due to other funds	501,221		773,109	1,274,330
Due to other governments	8,141			8,141
Unearned revenue	150,011		943,057	1,093,068
Total liabilities	<u>3,923,249</u>	<u>2,978,571</u>	<u>2,045,647</u>	<u>8,947,467</u>
Deferred inflows of resources:				
Unavailable revenue - property taxes	1,456,193			1,456,193
Unavailable revenue - school construction grant receivable	302,072			302,072
Advance property tax collections	3,839,533			3,839,533
Total deferred inflows of resources	<u>5,597,798</u>	<u>-</u>	<u>-</u>	<u>5,597,798</u>
Fund balances:				
Nonspendable	92,488		56,076	148,564
Restricted		17,340,692	109,605	17,450,297
Committed	1,002,447		1,543,519	2,545,966
Assigned	6,359,222			6,359,222
Unassigned	15,326,862		7,547	15,334,409
Total fund balances	<u>22,781,019</u>	<u>17,340,692</u>	<u>1,716,747</u>	<u>41,838,458</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 32,302,066</u>	<u>\$ 20,319,263</u>	<u>\$ 3,762,394</u>	<u>\$ 56,383,723</u>

(Continued on next page)

**TOWN OF WILTON, CONNECTICUT**  
**BALANCE SHEET - GOVERNMENTAL FUNDS (CONTINUED)**  
**JUNE 30, 2015**

---

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 (Exhibit III)	\$ 41,838,458
--	---------------

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds:

Governmental capital assets	\$ 235,373,585	
Less accumulated depreciation	<u>(83,843,196)</u>	
Net capital assets		151,530,389

Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds:

Property tax receivables greater than 30 days	1,416,970
Interest receivable on property taxes	39,223
Receivable from the state for school construction projects	302,072
Deferred outflows related to actuarial assumptions	3,862,897
Deferred outflows related to projected investment earnings	4,185,792

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.

4,714,453

Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds:

Bonds payable	(74,075,000)
Heart and hypertension claims	(1,092,253)
Teamsters pension plan withdrawal liability	(2,845,212)
Deferred charge on refunding	1,379,249
Premium on bonds	(3,092,791)
Interest payable on bonds	(1,085,490)
Net pension liability	(9,281,312)
Deferred inflows related to actuarial experience	(825,304)
Capital lease	(430,725)
Compensated absences	<u>(3,809,739)</u>

Net Position of Governmental Activities (Exhibit I)	<u>\$ 112,731,677</u>
---	-----------------------

The accompanying notes are an integral part of the financial statements

**TOWN OF WILTON, CONNECTICUT  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCES - GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED JUNE 30, 2015**

	<u>General</u>	<u>Capital Projects</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
Revenues:				
Property taxes, interest and lien fees	\$ 112,997,545	\$	\$	\$ 112,997,545
Intergovernmental revenues	11,115,023	97,034	1,999,838	13,211,895
Charges for services	1,775,855		3,331,178	5,107,033
Use of money and property	214,098		706	214,804
Other local revenues	659,154		72,602	731,756
Total revenues	<u>126,761,675</u>	<u>97,034</u>	<u>5,404,324</u>	<u>132,263,033</u>
Expenditures:				
Current:				
General government	5,649,253		105,614	5,754,867
Public safety	12,993,063		49,975	13,043,038
Public works	3,401,405			3,401,405
Public health and welfare	1,963,333		3,149	1,966,482
Other	3,831,582			3,831,582
Recreation and parks commission	1,846,229		640,149	2,486,378
Education	86,677,283		3,925,078	90,602,361
Debt service:				
Principal retirement	6,970,000			6,970,000
Interest and other charges	2,113,680			2,113,680
Capital outlay	1,229,964	9,339,573	541,765	11,111,302
Total expenditures	<u>126,675,792</u>	<u>9,339,573</u>	<u>5,265,730</u>	<u>141,281,095</u>
Excess (Deficiency) of Revenues over Expenditures	<u>85,883</u>	<u>(9,242,539)</u>	<u>138,594</u>	<u>(9,018,062)</u>
Other Financing Sources (Uses):				
General obligation bonds issued		22,750,000		22,750,000
Refunding bonds issued	8,190,000			8,190,000
Premium on bonds issued	1,934,034			1,934,034
Capital lease issued		361,399		361,399
Payment to refunded bond escrow agent	(9,154,178)			(9,154,178)
Transfers in from other funds		223,735		223,735
Transfers out to other funds	(410,976)			(410,976)
Total other financing sources	<u>558,880</u>	<u>23,335,134</u>	<u>-</u>	<u>23,894,014</u>
Net Change in Fund Balances	644,763	14,092,595	138,594	14,875,952
Fund Balances at Beginning of Year	<u>22,136,256</u>	<u>3,248,097</u>	<u>1,578,153</u>	<u>26,962,506</u>
Fund Balances at End of Year	<u>\$ 22,781,019</u>	<u>\$ 17,340,692</u>	<u>\$ 1,716,747</u>	<u>\$ 41,838,458</u>

(Continued on next page)

**TOWN OF WILTON, CONNECTICUT  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCES - GOVERNMENTAL FUNDS (CONTINUED)  
FOR THE YEAR ENDED JUNE 30, 2015**

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

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

Net change in fund balances - total governmental funds (Exhibit IV)	\$ 14,875,952
---	---------------

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.

Capital outlay	8,041,010
Depreciation expense	(5,009,405)
Loss on disposition of capital assets	(52,081)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.

Property taxes collected after 30 days	123,985
Interest income on property taxes	11,010
Sewer assessments	(897)
Intergovernmental revenue on school bonds	(147,317)
Change in deferred outflows related to actuarial assumptions	3,862,897
Change in deferred outflows related to projected investment earnings	4,185,792

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, however, has any effect on net position. Also, governmental funds report the effect of issuance costs, premiums, discounts and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.

General obligation bond proceeds	(22,750,000)
Refunding bond proceeds	(8,190,000)
Payment to escrow agent	9,154,178
Principal payments on bonds	6,970,000
Principal payments on leases	437,000
Premiums on bonds	(1,934,034)
Capital lease proceeds	(361,399)
Teamsters pension plan withdrawal liability	149,748

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 governmental funds.

Amortization of deferred charge on refunding	(135,020)
Amortization of premiums	214,353
Accrued interest	(160,090)
Change in heart and hypertension claims	(10,253)
Change in long-term compensated absences	140,108
Change in net pension liability	(7,754,053)
Deferred inflows related to actuarial experience	(825,304)

The net expense of the internal service funds is reported with governmental activities.	<u>204,493</u>
---	----------------

Change in Net Position of Governmental Activities (Exhibit II)	<u>\$ 1,040,673</u>
--	---------------------

The accompanying notes are an integral part of the financial statements

**TOWN OF WILTON, CONNECTICUT  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL - BUDGETARY BASIS - GENERAL FUND  
FOR THE YEAR ENDED JUNE 30, 2015**

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
Revenues:				
Property taxes, interest and lien fees	\$ 112,387,875	\$ 112,387,875	\$ 112,997,545	\$ 609,670
Intergovernmental revenues	2,702,682	2,702,682	2,695,503	(7,179)
Charges for services	1,586,855	1,586,855	1,775,855	189,000
Use of money and property	205,000	205,000	214,098	9,098
Other local revenues	<u>336,726</u>	<u>336,726</u>	<u>1,507,914</u>	<u>1,171,188</u>
Total revenues	<u>117,219,138</u>	<u>117,219,138</u>	<u>119,190,915</u>	<u>1,971,777</u>
Expenditures:				
Current:				
General government	6,391,290	6,268,413	5,633,080	635,333
Public safety	13,072,273	13,321,401	12,993,578	327,823
Public works	3,218,570	3,246,538	3,401,405	(154,867)
Public health and welfare	1,976,889	1,985,401	1,963,333	22,068
Other	3,759,830	3,609,830	3,871,402	(261,572)
Recreation and parks commission	1,873,608	1,878,876	1,863,779	15,097
Education	78,401,125	78,401,125	78,335,916	65,209
Debt service	9,102,764	9,102,764	9,083,680	19,084
Capital outlay	1,184,307	1,648,613	1,193,218	455,395
Additional appropriations	<u>1,192,707</u>	<u>1,174,707</u>		<u>1,174,707</u>
Total expenditures	<u>120,173,363</u>	<u>120,637,668</u>	<u>118,339,391</u>	<u>2,298,277</u>
Excess (Deficiency) of Revenues over Expenditures	(2,954,225)	(3,418,530)	851,524	4,270,054
Other Financing Uses:				
Transfers out	<u>(290,000)</u>	<u>(513,735)</u>	<u>(410,976)</u>	<u>102,759</u>
Excess (Deficiency) of Revenues over Expenditures and Other Financing Uses	<u>\$ (3,244,225)</u>	<u>\$ (3,932,265)</u>	440,548	<u>\$ 4,372,813</u>
Fund Balance at Beginning of Year			<u>21,761,423</u>	
Fund Balance at End of Year			<u>\$ 22,201,971</u>	

The accompanying notes are an integral part of the financial statements

**TOWN OF WILTON, CONNECTICUT**  
**STATEMENT OF NET POSITION - PROPRIETARY FUNDS**  
**JUNE 30, 2015**

	<b>Business-Type Activities - Enterprise Funds</b>			<b>Governmental Activities</b>
	<b>Major Fund</b>			<b>Internal Service Funds</b>
	<b>Water Pollution Control Authority</b>	<b>Transfer Station</b>	<b>Total</b>	
<b>Assets:</b>				
Current assets:				
Cash and cash equivalents	\$ 2,011,304	\$ 115,224	\$ 2,126,528	\$ 5,252,840
Investments	3,429,524		3,429,524	
Accounts receivable, net	3,602	18,237	21,839	258,754
Due from other funds			-	490,956
Other		1,925	1,925	
Total current assets	<u>5,444,430</u>	<u>135,386</u>	<u>5,579,816</u>	<u>6,002,550</u>
Noncurrent assets:				
Receivables - special assessments and connection charges, net	1,901,756		1,901,756	
Capital assets, nondepreciable		128,955	128,955	
Capital assets, net of accumulated depreciation	4,184,320	81,321	4,265,641	
Total noncurrent assets	<u>6,086,076</u>	<u>210,276</u>	<u>6,296,352</u>	<u>-</u>
Total assets	<u>11,530,506</u>	<u>345,662</u>	<u>11,876,168</u>	<u>6,002,550</u>
<b>Liabilities:</b>				
Current liabilities:				
Accounts payable and accrued items	94,559	48,115	142,674	
Due to other funds	1,984	163,470	165,454	
Current portion of claims payable			-	897,565
Total current liabilities	<u>96,543</u>	<u>211,585</u>	<u>308,128</u>	<u>897,565</u>
Noncurrent liabilities:				
Claims payable			-	390,532
Total liabilities	<u>96,543</u>	<u>211,585</u>	<u>308,128</u>	<u>1,288,097</u>
Deferred Inflows of Resources:				
Advance fee collections	<u>175,266</u>	<u>221</u>	<u>175,487</u>	
Net Position:				
Net investment in capital assets	4,184,320	210,276	4,394,596	
Restricted	40,000		40,000	
Unrestricted	<u>7,034,377</u>	<u>(76,420)</u>	<u>6,957,957</u>	<u>4,714,453</u>
Total Net Position	<u>\$ 11,258,697</u>	<u>\$ 133,856</u>	<u>\$ 11,392,553</u>	<u>\$ 4,714,453</u>

The accompanying notes are an integral part of the financial statements

**TOWN OF WILTON, CONNECTICUT  
STATEMENT OF REVENUES, EXPENSES AND CHANGES  
IN NET POSITION - PROPRIETARY FUNDS  
FOR THE YEAR ENDED JUNE 30, 2015**

	<u>Business-Type Activities - Enterprise Funds</u>			<u>Governmental</u>
	<u>Major Fund</u>			<u>Activities</u>
	<u>Water Pollution</u>			<u>Internal</u>
	<u>Control</u>	<u>Transfer</u>	<u>Total</u>	<u>Service Funds</u>
	<u>Authority</u>	<u>Station</u>		
Operating Revenues:				
Charges for services	\$ 1,774,051	\$ 453,027	\$ 2,227,078	\$ 14,776,292
Miscellaneous		46,665	46,665	
Total operating revenues	<u>1,774,051</u>	<u>499,692</u>	<u>2,273,743</u>	<u>14,776,292</u>
Operating Expenses:				
Salaries	51,875	145,803	197,678	
Employee benefits	38,253	87,020	125,273	13,881,906
Operations and supplies	583,191	396,663	979,854	
Insurance			-	323,920
Judgments and claims			-	377,581
Depreciation expense	<u>115,298</u>	<u>32,574</u>	<u>147,872</u>	
Total operating expenses	<u>788,617</u>	<u>662,060</u>	<u>1,450,677</u>	<u>14,583,407</u>
Operating Income (Loss)	985,434	(162,368)	823,066	192,885
Nonoperating Revenues:				
Income on investments	<u>73,172</u>	<u>166</u>	<u>73,338</u>	<u>11,608</u>
Income (Loss) Before Transfers	1,058,606	(162,202)	896,404	204,493
Transfers In		<u>187,241</u>	<u>187,241</u>	
Change in Net Position	1,058,606	25,039	1,083,645	204,493
Net Position at Beginning of Year	<u>10,200,091</u>	<u>108,817</u>	<u>10,308,908</u>	<u>4,509,960</u>
Net Position at End of Year	<u>\$ 11,258,697</u>	<u>\$ 133,856</u>	<u>\$ 11,392,553</u>	<u>\$ 4,714,453</u>

The accompanying notes are an integral part of the financial statements

**TOWN OF WILTON, CONNECTICUT**  
**STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

	<b>Business-Type Activities - Enterprise Funds</b>			<b>Governmental</b>
	<b>Major Fund</b>			<b>Activities</b>
	<b>Water Pollution Control Authority</b>	<b>Transfer Station</b>	<b>Total</b>	<b>Internal Service Funds</b>
<b>Cash Flows from Operating Activities:</b>				
Receipts from customers and users	\$ 889,237	\$ 499,814	\$ 1,389,051	\$ 14,517,538
Payments to suppliers	(540,947)	(432,424)	(973,371)	
Payments for benefits, employees and claims	(90,128)	(232,823)	(322,951)	(14,496,104)
Net cash provided by (used in) operating activities	<u>258,162</u>	<u>(165,433)</u>	<u>92,729</u>	<u>21,434</u>
<b>Cash Flows from Noncapital Financing Activities:</b>				
Transfers in from (out to) other funds	248,601	187,084	435,685	(203,733)
Net cash provided by (used in) noncapital financing activities	<u>248,601</u>	<u>187,084</u>	<u>435,685</u>	<u>(203,733)</u>
<b>Cash Flows from Capital and Related Financing Activities:</b>				
Additions to property, plant and equipment		(46,665)	(46,665)	
Net cash used in capital and related financing activities	<u>-</u>	<u>(46,665)</u>	<u>(46,665)</u>	<u>-</u>
<b>Cash Flows from Investing Activities:</b>				
Purchases of investments	(173,536)		(173,536)	
Interest on investments	73,172	166	73,338	11,608
Net cash provided by (used in) investing activities	<u>(100,364)</u>	<u>166</u>	<u>(100,198)</u>	<u>11,608</u>
Net Increase (Decrease) in Cash and Cash Equivalents	406,399	(24,848)	381,551	(170,691)
Cash and Cash Equivalents at Beginning of Year	<u>1,604,905</u>	<u>140,072</u>	<u>1,744,977</u>	<u>5,423,531</u>
Cash and Cash Equivalents at End of Year	<u>\$ 2,011,304</u>	<u>\$ 115,224</u>	<u>\$ 2,126,528</u>	<u>\$ 5,252,840</u>
<b>Reconciliation of Operating Income (Loss) to Net Cash</b>				
<b>Provided by (Used in) Operating Activities:</b>				
Operating income (loss)	\$ 985,434	\$ (162,368)	\$ 823,066	\$ 192,885
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:				
Depreciation	115,298	32,574	147,872	
Change in assets and liabilities:				
(Increase) decrease in accounts receivable	76	(99)	(23)	(258,754)
(Increase) decrease in special assessments	(1,052,024)		(1,052,024)	
(Increase) decrease in other assets		(1,925)	(1,925)	
Increase (decrease) in advance fee collections	167,134	221	167,355	
Increase (decrease) in accounts payable	42,244	(33,836)	8,408	(1,511)
Increase (decrease) in claims payable				88,814
Total adjustments	<u>(727,272)</u>	<u>(3,065)</u>	<u>(730,337)</u>	<u>(171,451)</u>
Net Cash Provided by (Used in) Operating Activities	<u>\$ 258,162</u>	<u>\$ (165,433)</u>	<u>\$ 92,729</u>	<u>\$ 21,434</u>

The accompanying notes are an integral part of the financial statements

**TOWN OF WILTON, CONNECTICUT  
STATEMENT OF NET POSITION - FIDUCIARY FUNDS  
JUNE 30, 2015**

	<b>Pension and Other Employee Benefit Trust Funds</b>	<b>Agency Fund Student Activity Funds</b>
Assets:		
Cash and cash equivalents	\$ 209,098	\$ 512,269
Investments, at fair value:		
Mutual funds	104,868,240	
Accounts receivable	3,237	
	<u>105,080,575</u>	<u>512,269</u>
Total assets		
Liabilities:		
Accounts payable	\$ 71,497	\$
Due to other funds	102,497	
Fiduciary deposits		512,269
	<u>173,994</u>	<u>512,269</u>
Total liabilities		
Net Position:		
Held in Trust for Pension Benefits and Other Purposes	\$ <u>104,906,581</u>	

The accompanying notes are an integral part of the financial statements

**TOWN OF WILTON, CONNECTICUT  
STATEMENT OF CHANGES IN NET POSITION - FIDUCIARY FUNDS  
FOR THE YEAR ENDED JUNE 30, 2015**

	<b>Pension and Other Employee Benefit Trust Funds</b>
Additions:	
Contributions:	
Employer	\$ 4,166,335
Plan members	<u>1,685,843</u>
Total contributions	<u>5,852,178</u>
Investment earnings:	
Net increase in fair value of investments	907
Interest and dividends	<u>2,180,012</u>
Total investment gain	2,180,919
Less investment expenses:	
Investment management fees	<u>225,573</u>
Net investment gain	<u>1,955,346</u>
Total additions	<u>7,807,524</u>
Deductions:	
Benefits	4,003,193
Administration	<u>16,789</u>
Total deductions	<u>4,019,982</u>
Change in Net Position	3,787,542
Net Position at Beginning of Year	<u>101,119,039</u>
Net Position at End of Year	<u>\$ 104,906,581</u>

The accompanying notes are an integral part of the financial statements

## **1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

### **A. Reporting Entity**

The Town of Wilton, Connecticut (the Town) was incorporated as a Town in 1802. The Town operates under a Board of Selectmen, Board of Finance and Town Meeting form of government and provides a full range of services including public safety, roads, sanitation, health, social services, culture and recreation, education, planning, zoning and general administrative services to its residents.

Accounting principles generally accepted in the United States of America (GAAP) require that the reporting entity include 1) the primary government, 2) organizations for which the primary government is financially accountable, and 3) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. These criteria have been considered, and there are no agencies or entities that should be presented with the Town.

### **B. Basis of Presentation**

The accompanying financial statements conform to GAAP as applicable to governments. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the Town's accounting policies are described below.

#### **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 as a whole. For the most part, the effect of interfund activity has been removed from these statements, except for interfund services provided and used. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is 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 and major individual enterprise funds are reported as separate columns in the fund financial statements.

#### **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 proprietary fund and fiduciary 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. Agency funds use the accrual basis of accounting but have no measurement focus since they report only assets and liabilities.

**TOWN OF WILTON, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015**

---

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.

Property taxes and interest associated with the current fiscal period are all considered to be susceptible to accrual and have been recognized as revenues of the current fiscal period. In determining when to recognize intergovernmental revenues (grants and entitlements), the legal and contractual requirements of the individual programs are used as guidance. Revenues are recognized when the eligibility requirements have been met. All other revenue items are considered to be measurable and available only when cash is received by the Town.

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.

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. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenue includes all 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. The enterprise fund also recognizes as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the system. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

The Town reports the following major governmental funds:

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

The *Capital Projects Fund* accounts for and reports financial resources that are restricted or committed to expenditure for capital outlays including the acquisition or construction of capital facilities and other capital assets, other than those financed by proprietary funds.

The Town reports the following major proprietary funds:

The *Water Pollution Control Authority Fund* accounts for activities of the government's water operations.

Additionally, the Town reports the following fund types:

The *Internal Service Funds* account for risk management services including claims for medical and workers' compensation provided to other departments of the government on a cost-reimbursement basis.

**TOWN OF WILTON, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015**

---

The *Pension and Other Employee Benefit Trust Funds* are used to account for the activities the Town's defined benefit pension plan for qualified employees and for the activities for both Town and Board of Education for other postemployment benefits (e.g. health insurance) that accumulate resources for other postemployment benefit payments to qualified employees.

The *Agency Funds* account for monies held on behalf of students.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the proprietary funds and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

When both restricted and unrestricted resources are available for use, it is the government'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.

**C. Cash and Cash Equivalents**

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.

**D. Investments**

Investments are recorded at fair value based on quoted market prices.

**E. Inventories and Prepaid Items**

All inventories are valued at cost using the first-in/first-out (FIFO) method. Inventories of donated commodities are stated at fair market value. Inventories of governmental funds are recorded as expenditures when consumed rather than when purchased.

**F. 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."

**G. 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 activity column in the government-wide financial statements and enterprise fund financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of five years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated 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 the life of an asset are not capitalized.

**TOWN OF WILTON, CONNECTICUT  
 NOTES TO FINANCIAL STATEMENTS  
 JUNE 30, 2015**

---

In the case of the initial capitalization of general infrastructure assets (i.e., those reported by governmental activities), the Town chose to include all such items regardless of their acquisition date or amount. The Town was able to estimate the historical cost for the initial reporting of these assets through back trending (i.e., estimating the current replacement cost of the infrastructure to be capitalized and then using an appropriate price-level index to deflate the cost to the acquisition year or estimated acquisition year).

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred, net of interest earned on specific project related debt, during the construction phase of capital assets of enterprise funds is included as part of the capitalized value of the assets constructed.

Land and construction-in-progress are not depreciated. Property, plant and equipment and infrastructure of the Town are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings and improvements	40-50
Infrastructure	20-75
Machinery and equipment	50-100

The costs associated with the acquisition or construction of capital assets are shown as capital outlay expenditures on the governmental fund financial statements. Capital assets are not shown on the governmental fund balance sheet.

**H. 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 advance property tax collections and advance fee collections in the government-wide statement of net position and in the governmental funds balance sheet and proprietary funds statement of net position. Both advance property tax collections and advance fee collections represent taxes and fees inherently associated with a future period. This amount is recognized during the period in which the revenue is associated. The Town also reports deferred inflows of resources related to pensions in the government-wide statement of net position. A deferred inflow of resources related to pension results

**TOWN OF WILTON, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015**

---

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). 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 school construction grants receivable. These amounts are deferred and recognized as an inflow of resources (revenue) in the period in which the amounts become available.

**I. Compensated Absences**

Town employees accumulate vacation and sick leave hours for subsequent use or payment upon termination or retirement. In accordance with GASB Statement No. 16, Accounting for Compensated Absences, the Town accrues compensated absences as they are earned by employees if the leave is attributable to past service and it is probable that the employer will compensate the employee by cash payments at termination or retirement. The amount of this estimated obligation at June 30, 2015 is recorded in the government-wide financial statements since the benefits are to be funded from future financial resources and will be paid from the General Fund, Water Pollution Control Authority Fund or Transfer Station Fund, as may be appropriate. A liability for these amounts is reported in the governmental funds only if the liability has matured through employee resignation or retirement.

**J. 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.

**K. 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 the 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.

**L. Other Post Employment Benefit (OPEB) Asset/Liability**

The net OPEB asset/liability represents the cumulative difference between annual OPEB cost and the Town's contributions to the plan. It is calculated on an actuarial basis consistent with the requirements of GASB Statement No. 45 for OPEB. Expenditures are recognized when they are paid or are expected to be paid with current available resources. There is no net OPEB asset or liability because the Town has funded the actuarial required amount consistently since the implementation of the Standard. In prior years, the General Fund has been used to liquidate the net OPEB obligation.

**M. Encumbrances**

Encumbrances represent commitments related to unperformed contracts for goods or services. Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of resources are recorded to reserve that portion of the applicable appropriation, is utilized in the governmental funds. Encumbrances outstanding at year-end are reported as committed or assigned fund balance, depending on the nature of the restriction, for GAAP purposes, as they do not constitute expenditures or liabilities, and reported as expenditures for budgetary purposes as they do not constitute expenditures or liabilities.

The Town charter stipulates that every appropriation shall lapse at the end of the fiscal year if such appropriation is not expended or encumbered, except for continuing appropriations for capital and nonrecurring expenditures. Continuing appropriations are reflected in the accompanying financial statements as assigned fund balance.

**N. Fund Equity and Net Position**

In the government-wide financial statements and proprietary fund financial statements, net position is classified in the following categories:

**Net Investment in Capital Assets**

This category includes all capital assets, including infrastructure, less accumulated depreciation and the outstanding balances of debt that are attributable to the acquisition, construction or improvement of these assets.

**Restricted Net Position**

This category includes net position with restrictions 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.

**Unrestricted Net Position**

This category represents the net position of the Town that is not restricted for any project or other purpose by third parties.

In the fund financial statements, fund balances of governmental funds are classified in the following categories:

**Nonspendable Fund Balance**

This balance represents amounts that cannot be spent due to form (e.g., inventories, prepaid amounts and amounts required to be retained in perpetuity).

**TOWN OF WILTON, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015**

---

**Restricted Fund Balance**

This balance 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 balance represents amounts constrained for a specific purpose by a government using its highest level of decision-making authority. The Board of Selectmen and the Board of Finance are the highest level of decision making authority for the Town that can, by adoption of a resolution prior to the end of the fiscal year, commit fund balance. Once adopted, these funds may only be used for the purpose specified unless the Board of Selectmen and the Board of Finance removes or changes the purpose by taking the same action that was used to establish the commitment.

**Assigned Fund Balance**

This balance represents amounts constrained for the intent to be used for a specific purpose by the Chief Financial Officer who has been delegated authority to assign amounts by the Town Charter.

**Unassigned Fund Balance**

This balance 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.

When both restricted and unrestricted amounts of fund balance are available for use for expenditures incurred, 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.

**O. Property Taxes**

Property taxes are assessed as of October 1, levied on the following July 1, and billed and due in two installments, July 1 and January 1. Motor vehicle taxes are due in one installment on July 1, and supplemental motor vehicles taxes are due in full January 1. Taxes become delinquent thirty days after the installment is due. Liens are filed by June 1st following the due date.

**P. Accounting Estimates**

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues, expenses and expenditures during the reporting period. Actual results could differ from those estimates.

## **2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY**

### **A. Budgetary Information**

The Town uses the following procedures in establishing the budgetary data included in the financial statements. The Town adopts a formal budget for the General Fund only.

The Board of Selectmen and the Board of Finance have established legal control of the budget at the Selectman's Operating and Capital budget bottom line. The Selectmen have the responsibility to present a budget request with supporting documentation depicting the department's proposed expenditures, and the Board of Finance has the authority to reduce a recommendation made by the Board of Selectmen. The Board of Selectmen can override the Board of Finance by redirecting the reduction to other areas of the budget but they cannot exceed the maximum budget provided by the Board of Finance. The Board of Selectman and Board of Finance have no charter provision provided to it to authorize a budget transfer between departments. The Board of Selectmen have the authority to pass an appropriation of up to  $\frac{1}{4}$  of 1% of the total annual budget of the Town as provided for in the contingency known as the Charter Authority with provision of notice to the Board of Finance within two weeks. The Board of Finance has the authority to approve a supplemental appropriation up to 1% of the total annual budget for the Town for the then-current fiscal year, and the total amount of any and all Supplemental Appropriations authorized by the Board of Finance cannot exceed 2% of the annual Town budget. For the year ended June 30, 2015, the Town had \$688,040 of appropriations continued in force.

Any portion of an annual capital and nonrecurring appropriation, for any uncompleted projects remaining unexpended and unencumbered at the close of the fiscal year is continued in force for five succeeding fiscal years. There were no such appropriations continued in force as of June 30, 2015.

The Town's budgeting system requires accounting for certain transactions to be on a basis other than GAAP. The major differences between the budget and GAAP bases are as follows:

- Encumbrances are recognized as a valid and proper charge against a budget appropriation in the year in which the purchase order is issued, and, accordingly, encumbrances outstanding at year-end are reflected in budgetary reports as expenditures in the current year, whereas they are shown as a reservation of fund balance under the GAAP basis of accounting.
- State of Connecticut payments on behalf of the Town teachers for the State teacher retirement system are reported for GAAP purposes only.
- The State of Connecticut Excess Cost Grant is netted with expenditures in accordance with the Connecticut General Statutes 10-76g.

**TOWN OF WILTON, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015**

A reconciliation of revenues, expenditures and fund balance of the General Fund between the accounting treatment required by GAAP and budgetary requirements is as follows:

	<u>Revenues and Other Financing Sources</u>	<u>Expenditures and Other Financing Uses</u>	<u>Fund Balance</u>
Balance, budgetary basis	\$ 119,190,915	\$ 118,750,367	\$ 22,201,971
Encumbrances June 30, 2014		374,833	
Encumbrances June 30, 2015		(579,048)	579,048
Bond refunding transactions:			
Bond refunding issue	8,190,000		
Premium on bond refunding	1,085,274		
Payment to escrow agent		9,154,178	
Bond refunding cost		121,096	
State Teachers' Retirement on-behalf payment	7,072,446	7,072,446	
Excess Cost Grant	<u>1,347,074</u>	<u>1,347,074</u>	
Balance, GAAP Basis	<u>\$ 136,885,709</u>	<u>\$ 136,240,946</u>	<u>\$ 22,781,019</u>

**B. Deficit Fund Equity and Expenditures in Excess of Budget**

The following fund had a deficit fund balance at June 30, 2015:

Internal Service Fund:		
Workers' Compensation Fund	\$	130,874

The Workers' Compensation Fund will be funded with future financing.

The following line items/funds in the legally-adopted budget were overspent:

General Fund:		
Town Counsel	\$	84,072
Major Utilities		33,217
Board of Finance		11,545
Public Works		154,867
Employee Benefits and Unemployment Compensation		120,857
Insurance		158,005
Transfer Station		48,500
Debt Service - principal retirement		24,779

**TOWN OF WILTON, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015**

---

**3. DETAILED NOTES ON ALL FUNDS**

**A. 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.

**Deposit Custodial Credit Risk**

Custodial credit risk is the risk that, in the event of a bank failure, the Town’s deposits will not be returned. The Town does not have a deposit policy for custodial credit risk; however, 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.

Based on the criteria described in GASB Statement No. 40, *Deposits and Investment Risk Disclosures*, \$50,630,976 of the Town’s bank balance of \$51,990,808 was exposed to custodial credit risk as follows:

Uninsured and uncollateralized	\$ 45,467,878
Uninsured and collateral held by the pledging bank’s trust department, not in the Town’s name	<u>5,163,098</u>
Total Amount Subject to Custodial Credit Risk	<u>\$ 50,630,976</u>

**Cash Equivalents**

Cash equivalents are short-term, highly liquid investments that are both readily convertible to known amounts of cash and purchased within 90 days of maturity. At June 30, 2015, the Town had no cash equivalents. ’

**TOWN OF WILTON, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015**

**Investments**

As of June 30, 2015, the Town had the following investments:

<u>Investment Type</u>	<u>Credit Rating</u>	<u>Fair Value</u>	<u>Investment Maturities (Years)</u>		
			<u>Less Than 1</u>	<u>1 - 10</u>	<u>More than 10</u>
Interest-bearing investments:					
Mortgage/Asset Backed Securities	N/A	\$ 2,486,069	\$ 994,273	\$ 1,491,796	\$
Mortgage/Asset Backed Securities	AAA to AA+	<u>9,663,110</u>	<u>369,381</u>	<u>3,097,053</u>	<u>6,196,676</u>
Total		12,149,179	<u>\$ 1,363,654</u>	<u>\$ 4,588,849</u>	<u>\$ 6,196,676</u>
Other investments:					
Equity Mutual funds	N/A	<u>104,990,747</u>			
Total Investments		\$ <u>117,139,926</u>			

**Investment Custodial Credit Risk**

Custodial credit risk for an investment is the risk that, in the event of the failure of the counterparty, the Town will not be able to recover the value of its investment or collateral securities that are in the possession of an outside party. The Town does not have a policy for custodial credit risk. At June 30, 2015, the Town did not have any uninsured and unregistered securities held by counterparties, or by their trust department or agents that were not in the Town's name.

**Credit Risk - Investments**

The Town has no investment policy that would limit its investment choices due to credit risk other than State Statutes governing investments in obligations of any State or political subdivision or in obligations of the State of Connecticut or political subdivision.

**Concentration of Credit Risk**

The Town has no policy limiting an investment in any one issuer that is in excess of 5% of the Town's total investments.

**Interest Rate Risk**

The Town does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Deposits and investments for retirement and other postemployment benefit funds are also disclosed in Notes 4 and 5.

**TOWN OF WILTON, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015**

**B. Fund Receivables**

Receivables at June 30, 2015, including the applicable allowances for collection losses, are as follows:

	<u>Property Taxes</u>	<u>Interest and Lien Fees</u>	<u>Special Assessments</u>	<u>Due From State</u>	<u>Other Receivables</u>	<u>Total</u>
Accounts receivable	\$ 1,881,728	\$ 39,223	\$ 1,901,756	\$ 1,377,456	\$ 793,661	\$ 5,993,824
Less allowance for uncollectible accounts	<u>(673,314)</u>					<u>(673,314)</u>
Net Accounts Receivable	<u>\$ 1,208,414</u>	<u>\$ 39,223</u>	<u>\$ 1,901,756</u>	<u>\$ 1,377,456</u>	<u>\$ 793,661</u>	<u>\$ 5,320,510</u>

**C. Capital Assets**

Capital asset activity for the year ended June 30, 2015 was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 22,416,393	\$	\$	\$ 22,416,393
Construction in progress	2,363,936	6,519,392		8,883,328
Total capital assets not being depreciated	<u>24,780,329</u>	<u>6,519,392</u>	<u>-</u>	<u>31,299,721</u>
Capital assets being depreciated:				
Buildings and improvements	152,301,414			152,301,414
Machinery and equipment	13,371,058	1,521,618	1,270,761	13,621,915
Infrastructure	38,150,535			38,150,535
Total capital assets being depreciated	<u>203,823,007</u>	<u>1,521,618</u>	<u>1,270,761</u>	<u>204,073,864</u>
Less accumulated depreciation for:				
Buildings and improvements	58,055,596	3,398,448		61,454,044
Machinery and equipment	9,364,264	1,101,697	1,218,680	9,247,281
Infrastructure	12,632,611	509,260		13,141,871
Total accumulated depreciation	<u>80,052,471</u>	<u>5,009,405</u>	<u>1,218,680</u>	<u>83,843,196</u>
Total capital assets being depreciated, net	<u>123,770,536</u>	<u>(3,487,787)</u>	<u>52,081</u>	<u>120,230,668</u>
Governmental Activities Capital Assets, Net	<u>\$ 148,550,865</u>	<u>\$ 3,031,605</u>	<u>\$ 52,081</u>	<u>\$ 151,530,389</u>

**TOWN OF WILTON, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015**

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Business-type activities:				
Capital assets not being depreciated:				
Land	\$ 82,290	\$ 46,665	\$ -	\$ 128,955
Capital assets being depreciated:				
Buildings and improvements	183,803			183,803
Machinery and equipment	283,328			283,328
Infrastructure	16,998,416			16,998,416
Total capital assets being depreciated	<u>17,465,547</u>	<u>-</u>	<u>-</u>	<u>17,465,547</u>
Less accumulated depreciation for:				
Buildings and improvements	174,213	6,769		180,982
Machinery and equipment	133,082	32,114		165,196
Infrastructure	12,744,739	108,989		12,853,728
Total accumulated depreciation	<u>13,052,034</u>	<u>147,872</u>	<u>-</u>	<u>13,199,906</u>
Total capital assets being depreciated, net	<u>4,413,513</u>	<u>(147,872)</u>	<u>-</u>	<u>4,265,641</u>
Business-Type Activities Capital Assets, Net	<u>\$ 4,495,803</u>	<u>\$ (101,207)</u>	<u>\$ -</u>	<u>\$ 4,394,596</u>

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

Governmental activities:	
General government	\$ 216,257
Public safety	582,366
Public works	856,204
Education	3,066,233
Culture and recreation	<u>288,345</u>
Total Depreciation Expense - Governmental Activities	<u>\$ 5,009,405</u>
Business-type activities:	
Water Pollution Control Authority	\$ 115,298
Transfer Station	<u>32,574</u>
Total Depreciation Expense - Business-Type Activities	<u>\$ 147,872</u>

**TOWN OF WILTON, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015**

---

**Construction Commitments**

The Town has the following construction commitments as of June 30, 2015:

<u>Project</u>	<u>Spent to Date</u>	<u>Remaining Commitment</u>
Comstock	\$ 3,271,486	\$ 6,628,514
Miller Driscoll	1,824,492	48,197,508
Road Improvement	1,790,574	1,673,426
Natural Gas Projects Schools	789,096	611,903
School Security	<u>263,159</u>	<u>236,841</u>
Total	<u>\$ 7,938,807</u>	<u>\$ 57,348,192</u>

The commitments are being financed with permanent financing and general fund appropriations.

**D. Interfund Receivables, Payables and Transfers**

As of June 30, 2015, interfund receivables and payables that resulted from various interfund transactions were as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Nonmajor Governmental Funds	\$ 773,109
	Water Pollution Control Authority	1,984
	Nonmajor Enterprise Funds	<u>163,470</u>
		938,563
Capital Projects	General Fund	112,762
Internal Service Fund	General Fund	388,459
Internal Service Fund	OPEB Trust Fund	<u>102,497</u>
	Total	<u>\$ 1,542,281</u>

The balance of \$938,563 due from other funds to the General Fund represents amounts committed to the General Fund from various special revenue as well as sewer and transfer station operations. The amount of \$388,459 from the Workers' Compensation Fund was for insurance claims. The remaining amounts were due from other funds for various capital projects and post-employment health benefits.

**TOWN OF WILTON, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015**

**Interfund Transfers**

Interfund transfers during the year ended June 30, 2015 were as follows:

	<b>Transfers In</b>		
	<b>Nonmajor Business-Type Funds</b>	<b>Capital Projects</b>	<b>Total</b>
Transfers out:			
General Fund	\$ 187,241	\$ 223,735	\$ 410,976

Transfers are used to account for revenues collected mainly in the General Fund and appropriated to other funds to finance various programs in accordance with budget authorizations. Transfers out to the Transfer Station Fund consisted of budgetary transfers to fund deficit operations and replacement of capital assets.

**E. Fund Balance**

The components of fund balance for the governmental funds at June 30, 2015 are as follows:

	<b>General Fund</b>	<b>Capital Projects Fund</b>	<b>Nonmajor Governmental Funds</b>	<b>Total</b>
Fund balances:				
Nonspendable:				
Inventory	\$	\$	\$ 34,832	\$ 34,832
Prepays	92,488		21,244	113,732
Restricted for:				
Permanent funds			109,605	109,605
Various capital projects		17,340,692		17,340,692
Committed to:				
Public works encumbrances			310,796	310,796
Public safety			15,205	15,205
Education			1,091,251	1,091,251
Culture and recreation programs			126,267	126,267
Heart and hypertension	85,387			85,387
Assessment appeals	917,060			917,060
Assigned to:				
Parks and recreation encumbrances	17,550			17,550
Public safety encumbrances	52,638			52,638
Education encumbrances	413,487			413,487
Capital project related encumbrances	95,373			95,373
Debt service	950,837			950,837
Subsequent year's budget	4,829,337			4,829,337
Unassigned	15,326,862		7,547	15,334,409
Total Fund Balances	\$ 22,781,019	\$ 17,340,692	\$ 1,716,747	\$ 41,838,458

Encumbrances of \$579,048 are contained in the above table in the assigned category of the General Fund.

**TOWN OF WILTON, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015**

**F. Long-Term Debt**

Long-term liability activity for the year ended June 30, 2015 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	\$ 58,735,000	\$ 30,940,000	\$ 15,600,000	\$ 74,075,000	\$ 8,130,000
Premium on bonds	<u>1,373,110</u>	<u>1,934,034</u>	<u>214,353</u>	<u>3,092,791</u>	
Total bonds payable	60,108,110	32,874,034	15,814,353	77,167,791	8,130,000
Capital leases	506,326	361,399	437,000	430,725	278,196
Compensated absences	3,949,847	98,607	238,715	3,809,739	380,974
Teamsters pension plan liability	2,994,960		149,748	2,845,212	149,748
Net pension liability	1,527,259	7,754,053		9,281,312	
Claims payable	<u>2,281,283</u>	<u>14,779,466</u>	<u>14,680,398</u>	<u>2,380,351</u>	<u>897,565</u>
Total Governmental Activities					
Long-Term Liabilities	<u>\$ 71,367,785</u>	<u>\$ 55,867,559</u>	<u>\$ 31,320,214</u>	<u>\$ 95,915,130</u>	<u>\$ 9,836,483</u>

The liability for compensated absences will be funded through the General Fund.

**Bonds**

All bonds are general obligation debt of the Town and are secured by the general revenue raising powers of the Town. General obligation bonds currently outstanding are as follows:

<u>Description</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rate (%)</u>	<u>Balance Outstanding June 30, 2015</u>
General purpose:				
General obligation	1998	2018	4.60-4.70	\$ 4,480,000
General obligation	1999	2019	5.00	3,600,000
General obligation	2000	2020	5.00-5.25	2,675,000
General obligation	2007	2021	3.75-4.00	250,000
General obligation	2009	2025	2.00-4.00	2,385,548
General obligation	2009	2022	5.00	4,144,452
General obligation	2010	2030	2.00-4.00	5,295,000
General obligation	2011	2025	2.00-4.00	8,715,000
General obligation	2012	2033	2.00-2.50	7,110,000
General obligation	2014	2034	2.00-4.00	4,480,000
General obligation	2015	2018	3.00	459,000
General obligation	2015	2030	3.05-5.0	7,731,000
General obligation	2015	2035	2.125-5.00	<u>22,750,000</u>
Total General Purpose				<u>\$ 74,075,000</u>

**TOWN OF WILTON, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015**

---

The Town's general obligation bonds bear interest at rates from 2% to 6.9% and mature as follows:

	<b>Governmental Activities</b>	
	<b>Principal</b>	<b>Interest</b>
2016	\$ 8,130,000	\$ 2,476,652
2017	7,845,000	2,289,711
2018	7,960,000	1,975,343
2019	6,270,000	1,665,605
2020	5,360,000	1,420,993
2021-2025	18,595,000	4,677,544
2026-2030	12,175,000	2,236,968
2031-2034	7,740,000	666,879
	<u>\$ 74,075,000</u>	<u>\$ 17,409,695</u>

The Town's indebtedness does not exceed the legal debt limitations as required by the Connecticut General Statutes, as reflected in the following schedule:

<u>Category</u>	<u>Debt Limit</u>	<u>Indebtedness</u>	<u>Balance</u>
Public improvement	\$ 254,360,684	\$ 35,378,760	\$ 218,981,924
Schools	508,721,369	74,656,057	434,065,312
Sewers	423,934,474		423,934,474
Urban renewal	367,409,877		367,409,877
Pension deficit	339,147,579		339,147,579

The total overall statutory debt limit for the Town is equal to seven times annual receipts from taxation, including coterminous municipalities, or \$791,344,351. All long-term debt obligations are retired through General Fund appropriations.

Indebtedness, in accordance with State statutes, includes long-term debt outstanding in addition to the amount of bonds authorized and unissued against which bonds have been issued to partially finance the project or bond anticipation notes issued and outstanding. Additionally, underlying debt of \$73,950,525 is included in the calculation of indebtedness. There is \$41,983,000 of bonds authorized unissued debt for the Miller-Driscoll School.

**General Obligation Bonds Issue**

On March 10, 2015, the Town issued \$22,750,000 of general obligation bonds with interest rates ranging from 2.125% to 5.00% and a premium of \$848,760.

**Refunding Bonds Issue**

On April 8, 2015, the Town issued \$8,190,000 of general obligation refunding bonds with interest rates ranging from 3.0%-5.0%. The bonds were issued to fully refund outstanding principal amounts of the 2006 and partially refund the 2007 2009 and 2010 general obligation bonds. The net proceeds of \$9,154,178 (after an original issue premium of \$1,085,274 and payment of \$121,096 in underwriter's fees and other issuance costs) were deposited in an irrevocable trust fund under an escrow agreement between the Escrow Agent and the Town. The Escrow Agent will use such proceeds to purchase a portfolio of the United States Treasury State and Local Government Securities. All investment income

**TOWN OF WILTON, CONNECTICUT  
 NOTES TO FINANCIAL STATEMENTS  
 JUNE 30, 2015**

---

on and the maturing principal of the escrow securities held in the escrow deposit fund will be irrevocably deposited by the Town for payment of the refunded bonds. The Town refunded the above bonds to reduce total debt service payments over the next 15 years by \$340,834 and to obtain an economic gain (difference between the present value of the debt service payments on the old and new debt) of \$323,195. As of June 30, 2015, the amount of defeased debt outstanding from this refunding was \$8,630,000 and the escrow balance was \$8,842,668. This amount is removed from the governmental activities column of the statement of net position.

**Prior Year Defeasance of Debt**

In prior years, the Town defeased general obligation 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. At June 30, 2015, \$1,135,000 of the prior refunded bonds remains outstanding and the amount in escrow is \$1,397,698.

**Capital Leases**

The Town has entered into three lease agreements as lessee for financing the acquisition of copier equipment at the Board Education. The leases 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 future minimum lease obligation and the net present value of the minimum lease payments as of June 30, 2015 were as follows:

	<b>Governmental Activities</b>	
	<u>Principal</u>	<u>Interest</u>
2016	\$ 278,196	\$ 6,685
2017	121,750	1,913
2018	<u>30,779</u>	<u>138</u>
	<u>\$ 430,725</u>	<u>\$ 8,736</u>

**Teamsters Pension Plan Liability**

The Town was required to contribute to the Teamsters Union Local No. 145, New England Teamsters and Trucking Industry Pension Fund, a multiple-employer defined contribution plan, on behalf of full-time employees in the Public Works Department.

Effective October 17, 2013, the Town withdrew from the Pension Fund and agreed to a withdrawal liability of \$2,994,960 consisting of 240 monthly payments of \$12,479 to be made over a 20-year period commencing on July 13, 2014 and ending on July 13, 2034. The balance of the settlement at June 30, 2015 was \$2,845,212.

**TOWN OF WILTON, CONNECTICUT  
 NOTES TO FINANCIAL STATEMENTS  
 JUNE 30, 2015**

---

**4. EMPLOYEE RETIREMENT PLAN**

**A. Pension Trust Fund**

The Town is the administrator of a single-employer defined benefit pension plan (the Plan) that covers substantially all full-time employees of the Town, other than members of the Teamsters Union, certified teachers and other Board of Education personnel, who participate in a contributory retirement plan administered by the State Teachers' Retirement Board.

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. Stand-alone financial statements are not issued for the Plan.

The Trustees of the Retirement Plan for Employees of the Town of Wilton, Connecticut, include the five members of the Board of Selectmen and one member each from the Board of Finance and Board of Education and also the CFO of the Town.

**Plan Description and Benefits Provided**

*Eligibility*

All full-time employees, customarily employed for more than 20 hours per week and more than five months per year, and not covered by any other nongovernmental retirement plan contributed to by State funds. Employees become active participants upon their date of employment.

Employees hired or rehired after the date indicated below are not eligible to participate in the Plan:

Non-Union	July 1, 2007
AFSCME	July 1, 2007
Library Association	June 1, 2009
BOE Custodians	July 1, 2010
BOE Discretionary and WAESCA	July 1, 2011

*Vesting*

Police and firefighters are 100% vested upon ten (10) years of credited service. Other employees are 100% vested upon ten (10) years of continuous service.

**Membership**

At July 1, 2014, plan membership consisted of the following:

Retirees and beneficiaries currently receiving benefits	172
Active plan members	316
Terminated plan members entitled to, but not yet receiving benefits	<u>60</u>
Total Participants	<u><u>548</u></u>

## **Summary of Significant Accounting Policies**

### **Basis of Accounting**

Financial statements are prepared using the accrual basis of accounting for the three defined benefit pension plans. Plan member contributions are recognized in the period in which the contributions are due. Employer contributions are recognized when due and a formal commitment to provide the contributions has been made. Benefits and refunds are recognized when due and payable in accordance with the terms of the plans.

### **Method Used to Value Investments**

Investments are reported at fair value. Securities traded on a national exchange are valued at the last reported sales price. Investment income is recognized as earned.

## **Funding Policy**

### **Police**

Police employees fund the Plan at a rate of 7.75% of annual base compensation.

### **Firefighters**

Fire employees fund the Plan at a rate of 9.25% of annual base compensation (effective July 1, 2011).

### **Other Town Employees**

All other Town employees fund the Plan at a rate of 3.5% of annual base compensation (6.0% for Town and Library members effective July 1, 2002, Board of Education Discretionary and WAESCA effective July 1, 2006, and for Board of Education custodians effective July 1, 2012).

The Town funds periodic contributions at an actuarially determined rate.

Administrative costs of the Plan are financed through investment earnings.

## **Benefits**

### **Police**

2.50% of average annual salary for each year of credited service (for highest consecutive three year average compensation within the last 10 years preceding retirement date). Maximum benefits are 73% of average annual salary or maximum 29.2 years of credited service.

### **Firefighters**

2.00% of average annual salary for each year of service through September 30, 1979 plus 2.5% of average annual salary for each year of credited service thereafter (average of the highest consecutive three years (effective July 1, 2003) average base contributable compensation, which effective July 1, 2002 includes holiday pay and effective July 1, 2003 includes longevity pay and effective July 1, 2008 includes EMT stipend, within the last 10 years preceding retirement). Maximum benefit is 71.25% of average annual salary.

### **Other Town Employees**

2.00% of average annual salary (average of the highest consecutive four years compensation within the last ten years preceding the earlier of retirement or the cessation of contributions upon completion of 30 years of credited service) 2.25% for Town and Library members effective July 1, 2002, for Board of Education discretionary and WAESCA effective July 1, 2006, and for Board of Education custodians effective July 1, 2013. Maximum benefit is 60% (67.5% for Town and Library members

**TOWN OF WILTON, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015**

---

effective July 1, 2002, for Board of Education discretionary and WAESCA, effective July 1, 2006, and for Board of Education custodians effective July 1, 2013) of average annual salary or maximum 30 years of credited service.

**Investments**

**Investment Policy**

The pension plan's policy in regard to the allocation of invested assets is established and may be amended by the Trustees of the Plan by a majority vote of its members. It is the policy of the Trustees pursue an investment strategy that achieves the stated actuarial target of the Plan, maintains sufficient liquidity to meet the obligations of the Plan, diversifies the assets of the Plan in order to reduce risk, and achieves investment results of the long-term that compare favorably with those of other pension plans, professionally managed portfolios and appropriate market indices. The following was the Board's asset allocation as of June 30, 2015:

<u>Asset Class</u>	<u>Target Allocation</u>
Metropolitan West Total Return	10.00%
Vanguard Total Bond	5.00%
Prudential Total Return Bond	5.00%
Blackrock Strategic Income	2.50%
Eaton Vance Floating Rate	2.50%
Templeton Global Bond	5.00%
Vanguard Institutional Index	20.00%
Diamond Hill Small/Mid Cap	5.00%
Eaton Vance Atlantic Small/Mid Cap	5.00%
Euro Pacific	6.25%
T Rowe Price Overseas Stock	6.25%
Templeton Foreign Smaller Companies	5.00%
Aberdeen Emerging Markets	2.50%
Cornerstone Patriot (Real Estate)	5.00%
Vanguard ST Inflation Protected	1.67%
Van Eck Global Commodity Return	1.67%
Credit Suisse Commodity Return	1.66%
Blac Rock Global Asset Allocation	<u>10.00%</u>
Total	<u><u>100%</u></u>

**Rate of Return**

For the year ended June 30, 2015, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 1.86%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

**TOWN OF WILTON, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015**

---

**Net Pension Liability**

The Town's net pension liability was measured as of June 30, 2015, 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, 2015 were as follows:

Total pension liability	\$	109,378,752
Plan fiduciary net position		<u>100,097,440</u>
Total Net Pension Liability	\$	<u><u>9,281,312</u></u>
Plan fiduciary net position as a percentage of the total pension liability		91.51%

**Actuarial Assumptions**

The total pension liability was determined by an actuarial valuation as of July 1, 2014, using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.0%
Salary increases	2.5%
Investment rate of return	7.125%, net of pension plan investment expense, including inflation

Mortality rates were based on the RP-2000 Mortality Table with separate male and female rates, with no collar adjustment, separate tables for non-annuitants and annuitants, projected to the valuation date with Scale BB.

The actuarial assumptions used in the July 1, 2014 valuation were based on the results of an actuarial experience study for the period July 1, 2006 - June 30, 2011.

**TOWN OF WILTON, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015**

---

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. Best estimates of the real rates of return for each major asset class are included in the pension plan's target asset allocation. The information below is based on geometric means and does not reflect additional returns through investment selection, asset allocation and rebalancing. The results support a rate between 6.85% and 7.35%. An expected rate of return of 7.25% was used.

<u>Asset Class</u>	<u>Long-Term Expected Rate of Return</u>
Metropolitan West Total Return	1.45%
Vanguard Total Bond	1.45%
Prudential Total Return Bond	1.45%
Black rock Strategic Income	1.45%
Eaton Vance Floating Rate	1.45%
Templeton Global Bond	1.75%
Vanguard Institutional Index	4.80%
Diamond Hill Small/Mid Cap	5.10%
Eaton Vance Atlantic Smaill/Mid Cap	5.10%
Euro Pacific	5.10%
T Rowe Price Overseas Stock	5.10%
Templeton Foreign Smaller Companies	5.10%
Aberdeen Emerging Markets	5.10%
Cornerstone Patriot (Real Estate)	3.35%
Vanguard ST Inflation Protected	1.75%
Van Eck Global Commodity Return	1.75%
Credit Suisse Comodity Return	1.75%
Black Rock Global Asset Allocation	3.50%

**TOWN OF WILTON, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015**

**Discount Rate**

The discount rate used to measure the total pension liability was 7.13%. 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.

**Changes in the Net Pension Liability**

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a)-(b)
Balances as of June 30, 2014	\$ 98,362,611	\$ 96,835,352	\$ 1,527,259
Changes for the year:			-
Service cost	2,835,172		2,835,172
Interest on total pension liability	7,218,115		7,218,115
Differences between expected and actual experience	(939,929)		(939,929)
Changes in benefit terms	836,836		836,836
Changes in assumptions	4,399,410		4,399,410
Employer contributions		3,456,084	(3,456,084)
Member contributions		1,300,460	(1,300,460)
Net investment income		1,839,007	(1,839,007)
Benefit payments, including refund to employee contributions	(3,333,463)	(3,333,463)	-
Administrative expenses			-
Other changes			-
Net changes	<u>11,016,141</u>	<u>3,262,088</u>	<u>7,754,053</u>
Balances as of June 30, 2015	\$ <u>109,378,752</u>	\$ <u>100,097,440</u>	\$ <u>9,281,312</u>

The following plan changes were made to the Police Plan prior to year-end:

- Members employed as a Police Officer on September 17, 2014, including members who have retired through April 8, 2015, shall be credited with an additional two years of Credited Service solely for purposes of determining the amount of his or her monthly Retirement Allowance.
- The Plan is closed to employees hired on or after April 2, 2015.
- Effective April 8, 2015, mandatory retirement age is 65 (previously 62).
- Effective April 7, 2015, the maximum retirement allowance is 76% (previously 73%)

**TOWN OF WILTON, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015**

---

**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 7.13%, 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 (6.13%) or 1 percentage point higher (8.13%) than the current rate:

	<u>1% Decrease (6.13%)</u>	<u>Current Discount Rate (7.13%)</u>	<u>1% Increase (8.13%)</u>
Net Pension Liability (Asset)	\$ 24,614,525	\$ 9,281,312	\$ (3,417,429)

**Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions**

For the year ended June 30, 2015, the Town recognized pension expense of \$3,986,752. At June 30, 2015, the Town reported deferred outflows of resources and deferred inflows of resources related to pension from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$	\$ 825,304
Changes of assumptions	3,862,897	
Net difference between projected and actual earning on pension plan investments	<u>4,185,792</u>	
Total	<u>\$ 8,048,689</u>	<u>\$ 825,304</u>

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

**Year Ending June 30,**

2016	\$ 1,468,336
2017	1,468,336
2018	1,468,336
2019	1,468,336
2020	421,888
Thereafter	928,153

**B. Connecticut State Teachers' Retirement System**

**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](http://www.ct.gov).

**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.

**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 three 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.

**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 is required to contribute 6% of salary for the pension benefit.

**TOWN OF WILTON, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015**

---

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

At June 30, 2015, 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>94,141,261</u>
Total	<u>\$ 94,141,261</u>

The net pension liability was measured as of June 30, 2014, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. At June 30, 2015, the Town has no proportionate share of the net pension liability.

For the year ended June 30, 2015, the Town recognized pension expense and revenue of \$7,072,446 in Exhibit II for on-behalf amounts for the benefits provided by the State.

**Actuarial Assumptions**

The total pension liability was determined by an actuarial valuation as of June 30, 2014, using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.00%
Salary increase	3.75-7.00%, including inflation
Investment rate of return	8.50%, net of pension plan investment expense, including inflation

Mortality rates were based on the RP-2000 Combined Mortality Table projected 19 years using scale AA, with a two-year setback for males and females for the period after service retirement and for dependent beneficiaries.

The actuarial assumptions used in the June 30, 2014 valuation were based on the results of an actuarial experience study for the period July 1, 2005 - June 30, 2010.

Future cost-of-living increases for members who retire on or after September 1, 1992 are assumed to be an annual cost-of-living adjustment of 2%.

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.

**TOWN OF WILTON, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015**

---

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%	7.3%
Developed non-U.S. equities	18.0%	7.5%
Emerging markets (non-U.S.)	9.0%	8.6%
Core fixed income	7.0%	1.7%
Inflation linked bond fund	3.0%	1.3%
Emerging market bond	5.0%	4.8%
High yield bonds	5.0%	3.7%
Real estate	7.0%	5.9%
Private equity	11.0%	10.9%
Alternative investments	8.0%	0.7%
Liquidity fund	6.0%	0.0%
Total	<u>100.0%</u>	

**Discount Rate**

The discount rate used to measure the total pension liability was 8.50%. 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.

**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.

**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.

**C. Defined Contribution Pension Plan**

The Town is the administrator of a single employer, defined contribution pension plan. In a defined contribution pension plan, benefits depend solely on amounts contributed to the plan plus investment earnings. Beginning in fiscal year 2008, the Town provided pension benefits for all full-time Town employees hired after July 1, 2007, except members of the Police Department and Fire Department, through a single-employer, contributory, defined contribution pension plan. The Teamsters became members of this plan as of July 1, 2013. This plan has a five-year vesting. Employees are eligible to participate in the plan upon employment. Any participant who has attained his normal retirement date and required years of credited service is eligible for a normal retirement benefit. The normal retirement date for participating employees is attained at age 65.

**TOWN OF WILTON, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015**

---

The plan requires the Town to contribute an amount equal to 9% of the employee's annual salary. Employees are required to contribute 5% of their annual salary. Benefits vest 100% after five years. Loans are not permitted under the plan. During 2014, the Teamsters withdrew from the Teamster Pension and entered this plan. The Town made a one-time contribution totaling 1.5% for each year of credited service under the Teamsters Pension times the employee's base pay.

Town contributions amounted to \$166,766. Employees contributed \$56,274 to the plan. Contributions made by the Town and its employees represent 9% and 5%, respectively, of covered payroll for the year.

The assets for the plan are held and administered by ICMA Retirement Corporation. The Board of Selectmen has the authority to establish or amend plan provisions and contribution requirements.

**D. Fiduciary Trust Funds**

**Combining Statement of Net Position**

	<u>Pension Trust Fund</u>	<u>OPEB Trust Fund</u>	<u>Total</u>
Assets:			
Cash and cash equivalents	\$	\$ 209,098	\$ 209,098
Investments, at fair value:			
Mutual funds	100,097,440	4,770,800	104,868,240
Accounts receivable		3,237	3,237
	<u>100,097,440</u>	<u>4,983,135</u>	<u>105,080,575</u>
Total assets			
	<u>100,097,440</u>	<u>4,983,135</u>	<u>105,080,575</u>
Liabilities:			
Accounts payable		71,497	71,497
Due to other funds		102,497	102,497
		<u>173,994</u>	<u>173,994</u>
Total liabilities			
	<u>-</u>	<u>173,994</u>	<u>173,994</u>
Net Position:			
Held in Trust for Pension Benefits and Other Purposes	\$ <u>100,097,440</u>	\$ <u>4,809,141</u>	\$ <u>104,906,581</u>

**TOWN OF WILTON, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015**

**Combining Statement of Revenues, Expenses and Changes in Net Position**

	<u>Pension Trust Fund</u>	<u>OPEB Trust Fund</u>	<u>Total</u>
Additions:			
Contributions:			
Employer	\$ 3,456,084	\$ 710,251	\$ 4,166,335
Plan members	<u>1,300,460</u>	<u>385,383</u>	<u>1,685,843</u>
Total contributions	<u>4,756,544</u>	<u>1,095,634</u>	<u>5,852,178</u>
Investment earnings:			
Net increase (decrease) in fair value of investments	3,155	(2,248)	907
Interest and dividends	<u>2,061,425</u>	<u>118,587</u>	<u>2,180,012</u>
Total investment gain	<u>2,064,580</u>	<u>116,339</u>	<u>2,180,919</u>
Less investment expenses:			
Investment management fees	<u>225,573</u>		<u>225,573</u>
Net investment gain	<u>1,839,007</u>	<u>116,339</u>	<u>1,955,346</u>
Total additions	<u>6,595,551</u>	<u>1,211,973</u>	<u>7,807,524</u>
Deductions:			
Benefits	3,333,463	669,730	4,003,193
Administration	<u>16,789</u>	<u>16,789</u>	<u>16,789</u>
Total deductions	<u>3,333,463</u>	<u>686,519</u>	<u>4,019,982</u>
Change in net position	3,262,088	525,454	3,787,542
Net Position at Beginning of Year	<u>96,835,352</u>	<u>4,283,687</u>	<u>101,119,039</u>
Net Position at End of Year	<u>\$ 100,097,440</u>	<u>\$ 4,809,141</u>	<u>\$ 104,906,581</u>

**5. POSTEMPLOYMENT HEALTHCARE PLAN**

**Summary of Significant Accounting Policies**

**Basis of Accounting**

The financial statements of the Town's Other Post Employment Benefits Fund (OPEB) are prepared using the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. Employer contributions are recognized when they are due and the employer has made a formal commitment to provide the contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan. Administrative costs of the plan are paid by the OPEB plan.

The OPEB Trust Fund is reported on the accrual basis of accounting. Employee contributions are recognized in the period in which the contributions are due. Employer contributions to the plan are recognized when they are due and the Town has made a formal commitment to provide the contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of each plan. Administrative costs are financed through investment earnings.

**TOWN OF WILTON, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015**

---

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

**Plan Description**

The OPEB plan is a single-employer defined benefit healthcare plan administered by the Town of Wilton. The plan provides medical benefits to eligible retirees and their spouses as established through negotiations between the Town and the various unions representing the employees. Eligible full-time and part-time employees of the Town may elect to participate in the plan.

The plan is considered to be part of the Town's financial reporting entity and is included in the Town's financial report as the Other Post Employment Benefits Trust Fund. The Plan does not issue a stand-alone financial report.

At July 1, 2014, plan membership consisted of the following:

Retirees and beneficiaries receiving benefits	39
Active plan members	<u>718</u>
	<u><u>757</u></u>

**Funding Policy**

The contribution requirements of plan members and the Town/Board of Education are also negotiated with the various unions representing the employees. Retired plan members and beneficiaries currently receiving benefits are required to contribute specified amounts monthly toward the cost of health insurance premiums as listed below. These are average costs with the actual costs to the retirees based on the employee group they were in when they retired.

**Contributions**

For the year ended June 30, 2015, plan members contributed \$385,383. The Town is required to contribute the balance of the current premium cost and may contribute an additional amount as determined by the Town in order to prefund benefits.

Employer contributions to the plan of \$710,251 were made in accordance with actuarially determined requirements.

**TOWN OF WILTON, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015**

---

**Annual OPEB Cost and Net OPEB Obligations**

The Town's annual other postemployment benefit (OPEB) cost is calculated based on the annual required contribution (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed 30 years. The following table shows the components of the Town's annual OPEB cost for the year, the amount actually contributed to the plan, and changes in the Town's net OPEB obligation (asset):

Annual required contribution (ARC)	\$ 710,251
Interest on net OPEB obligation	
Adjustment to annual required contribution	<u>                    </u>
Annual OPEB cost	710,251
Contributions made	<u>710,251</u>
Change in net OPEB obligation	-
Net OPEB obligation, beginning of year	<u>-</u>
Net OPEB Obligation, End of Year	<u><u>\$ -</u></u>

The Town's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation (asset) for the three fiscal years ended June 30, 2015 is presented below.

<u>Fiscal Year Ended</u>	<u>Annual OPEB Cost (AOC)</u>	<u>Actual Contribution</u>	<u>Percentage of AOC Contributed</u>	<u>Net OPEB Obligation</u>
6/30/2013	\$ 786,617	\$ 786,617	100.0%	\$ -
6/30/2014	691,605	691,605	100.0%	-
6/30/2015	710,251	710,251	100.0%	-

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as accrual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented below, presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Projections for benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

**TOWN OF WILTON, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015**

In the July 1, 2014 actuarial valuation, the projected unit credit actuarial cost method was used. The actuarial assumptions include a 7.125% investment rate of return, which is the rate of the expected long-term investment returns of plan assets calculated based on the funding policy of the plan at the valuation date. The annual healthcare cost trend rate is 10% initially, reduced by decrements to an ultimate rate of 5% for 2019 and later. The general inflation assumption is 2.5% - 3.0%. The actuarial value of assets was determined using the closed group method. The UAAL is being amortized each year as a level dollar amount on an open basis. The amortization period at July 1, 2014 was 20 years.

**Schedule of Funding Progress**

<u>Actuarial Valuation Date</u>	<u>Actuarial Value of Assets</u>	<u>Actuarial Accrued Liability</u>	<u>Unfunded AAL (UAAL)</u>	<u>Funded Ratio</u>	<u>Covered Payroll</u>	<u>UAAL as a Percentage of Covered Payroll</u>
7/1/2006	\$ -	\$ 5,003,000	\$ (5,003,000)	0.00%	\$ 43,477,000	-11.51%
7/1/2008	389,000	5,435,000	(5,046,000)	7.16%	47,744,000	-10.57%
7/1/2010	1,454,122	7,836,743	(6,382,621)	18.56%	51,760,000	-12.33%
7/1/2012	2,584,820	7,426,288	(4,841,468)	34.81%	51,627,000	-9.38%
7/1/2014	4,398,419	7,665,302	(3,266,883)	57.38%	54,092,000	-6.04%

**Schedule of Employer Contributions**

<u>Year Ended</u>	<u>Annual Required Contribution</u>	<u>Actual Contribution</u>	<u>Percentage Contributed</u>
6/30/2011	\$ 566,713	\$ 566,713	100.0%
6/30/2012	760,833	760,833	100.0%
6/30/2013	786,617	786,617	100.0%
6/30/2014	691,605	691,605	100.0%
6/30/2015	710,251	710,251	100.0%

**6. OTHER INFORMATION**

**A. Risk Management**

The Town is exposed to various risks of loss, including torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; employee health and medical; and natural disasters. The Town generally obtains commercial insurance for these risks, but has chosen to retain the risks for workers' compensation and employee health and medical claims. Under the Town's current policy, the Medical Benefits Fund covers all employee claims up to \$225,000 per claim with a stop-loss policy covering amounts exceeding the limit. The Town also purchases aggregate stop-loss coverage for claims in excess of 120% of expected claim level, which approximates \$16 million. The Workers' Compensation Fund covers claims associated with work-related injuries. The Town

**TOWN OF WILTON, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015**

purchases commercial insurance for claims in excess of coverage provided by the Workers' Compensation Fund with an individual claim maximum of \$250,000 and a \$650,000 aggregate maximum per year. Town management has estimated a liability using actuarial methods at June 30, 2015 for claims incurred but not reported as shown below.

Changes in the claims liability were as follows:

<b>Medical Benefits</b>				
	<b>Liability July 1,</b>	<b>Current Year Claims and Changes in Estimates</b>	<b>Claim Payments</b>	<b>Liability June 30,</b>
2014-15	\$ 919,010	\$ 13,646,887	\$ (13,695,897)	\$ 870,000
2013-14	1,358,399	13,632,967	(14,072,356)	919,010

<b>Workers' Compensation</b>				
	<b>Liability July 1,</b>	<b>Current Year Claims and Changes in Estimates</b>	<b>Claim Payments</b>	<b>Liability June 30,</b>
2014-15	\$ 280,273	\$ 839,325	\$ (701,501)	\$ 418,097
2013-14	335,427	356,079	(411,233)	280,273

<b>Heart and Hypertension</b>				
	<b>Liability July 1,</b>	<b>Current Year Claims and Changes in Estimates</b>	<b>Claim Payments</b>	<b>Liability June 30,</b>
2014-15	\$ 1,082,000	\$ 293,254	\$ (283,000)	\$ 1,092,254
2013-14	834,000	354,000	(106,000)	1,082,000

The Town purchases commercial insurance for all other risks of loss, including blanket and umbrella policies. Settled claims have not exceeded commercial coverage in any of the past three fiscal years.

**B. Contingencies**

The Town is currently involved in several litigation matters. In the estimation of the Town's management and legal counsel, the final settlement of these matters will not materially affect the financial condition of the Town.

**TOWN OF WILTON, CONNECTICUT  
 NOTES TO FINANCIAL STATEMENTS  
 JUNE 30, 2015**

---

**7. RESTATEMENT**

The following restatements were recorded to the beginning of net position of the governmental activities as a result of implementation of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions* - an amendment of GASB Statement No. 27:

		<u>Adjustments</u>		
	<u>Balance</u>	<u>Eliminate Net</u>	<u>Record</u>	<u>Balance</u>
	<u>6/30/2014</u>	<u>Pension Asset</u>	<u>Net Pension</u>	<u>Restated</u>
		<u>as Reported</u>	<u>Liability</u>	<u>7/1/2014</u>
		<u>per GASB 27</u>	<u>per GASB 68</u>	
Net Position Restatement:				
Governmental Activities	\$ 117,494,081	\$ (4,275,818)	\$ (1,527,259)	\$ 111,691,004

**Required  
Supplementary  
Information**

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

	<u>2014</u>	<u>2015</u>
Total pension liability:		
Service cost	\$ 2,506,840	\$ 2,835,172
Interest	6,757,679	7,218,115
Changes of benefit terms		836,836
Differences between expected and actual experience		(939,929)
Changes of assumptions		4,399,410
Benefit payments, including refunds of member contributions	<u>(3,153,692)</u>	<u>(3,333,463)</u>
Net change in total pension liability	6,110,827	11,016,141
Total pension liability - beginning	<u>92,251,784</u>	<u>98,362,611</u>
Total pension liability - ending	<u>98,362,611</u>	<u>109,378,752</u>
Plan fiduciary net position:		
Contributions - employer	3,515,258	3,456,084
Contributions - member	1,151,292	1,300,460
Net investment income	12,013,343	1,839,007
Benefit payments, including refunds of member contributions	<u>(3,153,692)</u>	<u>(3,333,463)</u>
Net change in plan fiduciary net position	13,526,201	3,262,088
Plan fiduciary net position - beginning	<u>83,309,151</u>	<u>96,835,352</u>
Plan fiduciary net position - ending	<u>96,835,352</u>	<u>100,097,440</u>
Net Pension Liability - Ending	<u>\$ 1,527,259</u>	<u>\$ 9,281,312</u>
Plan fiduciary net position as a percentage of the total pension liability	98.45%	91.51%
Covered-employee payroll	\$ 18,413,453	\$ 17,959,515
Net pension liability as a percentage of covered-employee payroll	8.29%	51.68%

Notes to Schedule:

*Benefit changes:* Members employed as a Police Officer on September 17, 2014, including members who have retired through April 8, 2015, shall be credited with an additional two years of Credited Service solely for purposes of determining the amount of his or her monthly retirement allowance.

The Plan is closed to employees hired on or after April 2, 2015.

Effective April 8, 2015, mandatory retirement age is 65 (previously 62) and maximum retirement allowance is 76% (previously 73%).

*Assumption Changes:* RP-2000 Mortality Table with separate male and female rates, with no collar adjustment, separate tables for non-annuitants and annuitants, projected to the valuation date with Scale BB was used as opposed to Scale AA from previous year, which increase liabilities by about 3.75%. Interest rates changed from 7.125% from 7.25%, which increased the liabilities by about 1.5%.

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

	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
Actuarially determined contribution	\$ 1,907,433	\$ 2,168,031	\$ 2,811,382	\$ 3,008,708	\$ 2,755,081	\$ 3,130,679	\$ 3,383,205	\$ 3,675,413	\$ 3,056,746	\$ 3,005,290
Contributions in relation to the actuarially determined contribution	1,907,433	2,168,031	3,373,682	3,610,800	3,668,343	3,600,281	4,058,322	4,410,496	3,515,258	3,456,084
Contribution Deficiency (Excess)	\$ -	\$ -	\$ (562,300)	\$ (602,092)	\$ (913,262)	\$ (469,602)	\$ (675,117)	\$ (735,083)	\$ (158,512)	\$ (450,794)
Covered-employee payroll	\$ 16,745,475	\$ 17,677,903	\$ 17,677,903	\$ 17,785,135	\$ 18,868,063	\$ 19,074,084	\$ 19,012,434	\$ 18,996,097	\$ 18,413,453	\$ 17,959,515
Contributions as a percentage of covered-employee payroll	11.39%	12.26%	19.08%	20.30%	19.44%	18.88%	21.35%	23.22%	19.09%	19.24%

**Notes to Schedule**

Valuation date: July 1, 2014

Measurement date: June 30, 2015

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
Amortization method	Level dollar amounts, open
Remaining amortization period	20 years
Asset valuation method	5-year smoothed market
Inflation	2.5%
Salary increases	2.50%
Investment rate of return	7.125%, net of pension plan investment expense, including inflation

Retirement age: Age 62 with 30 years of service

Mortality: RP-2000 combined annuitant and nonannuitant Mortality Table (no collar adjustment) with separate male and female rates, projected to the valuation date using Scale BB

**TOWN OF WILTON, CONNECTICUT  
SCHEDULE OF INVESTMENT RETURNS  
PENSION PLAN  
LAST TWO FISCAL YEARS**

---

	<u>2014</u>	<u>2015</u>
Annual money-weighted rate of return, net of investment expense	14.02%	1.86%

**TOWN OF WILTON, CONNECTICUT  
SCHEDULE OF THE TOWN'S PROPORTIONATE SHARE OF NET PENSION LIABILITY  
TEACHERS RETIREMENT PLAN  
LAST FISCAL YEAR**

---

	<u>2015</u>
Town's proportion of the net pension liability	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>94,141,261</u>
Total	<u>\$ 94,141,261</u>
Town's covered-employee payroll	\$ 37,117,500
Town's proportionate share of the net pension liability as a percentage of its covered-employee payroll	0.00%
Plan fiduciary net position as a percentage of the total pension liability	61.51%

**Notes to Schedule**

Changes in benefit terms	None
Changes of assumptions	During 2011, rates of withdrawal, retirement and assumed rates of salary increases were adjusted to 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, 2010.
Actuarial cost method	Entry age
Amortization method	Level percent of salary, closed
Remaining amortization period	22.4 years
Asset valuation method	4-year smoothed market

# **MAJOR GOVERNMENTAL FUNDS**

## **GENERAL FUND**

The General Fund is the general operating fund of the Town and is used to account for and report all financial resources not accounted for and reported in another fund. All general tax revenues and miscellaneous receipts, not allocated by law or contractual agreement to some other fund, are accounted for in this fund. General operating expenditures, including Board of Education expenditures, are paid from this fund.

## **CAPITAL PROJECTS FUND**

Debt Issuance 2008 and 2013 Funds - The Debt issuance 2008 and 2013 funds were established to account for the receipt of bond proceeds and the expenditures for Town and Board of Education Capital Projects.

**TOWN OF WILTON, CONNECTICUT  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL - BUDGETARY BASIS - GENERAL FUND  
FOR THE YEAR ENDED JUNE 30, 2015**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Property taxes, interest and lien fees	\$ 112,387,875	\$ 112,387,875	\$ 112,997,545	\$ 609,670
Intergovernmental revenues:				
Federal and State Board of Education Grants	1,730,129	1,730,129	1,821,771	91,642
Town:				
State property refund	102,374	102,374	96,400	(5,974)
Tax relief for elderly	55,000	55,000	59,526	4,526
Town aid road	313,130	313,130	315,846	2,716
Telephone line tax	75,000	75,000	76,577	1,577
Veteran's exemption	3,500	3,500	4,914	1,414
Pequot PILOT	7,778	7,778	11,265	3,487
Youth Service Bureau	14,000	14,000	14,000	-
Local capital improvements	112,983	112,983		(112,983)
Municipal revenue sharing	288,788	288,788	295,204	6,416
Total intergovernmental revenues	2,702,682	2,702,682	2,695,503	(7,179)
Charges for services:				
Fees, permits and other:				
Town Clerk	748,400	748,400	788,481	40,081
Building	558,800	558,800	538,563	(20,237)
Planning and Zoning	9,350	9,350	12,818	3,468
Police reports	1,200	1,200	1,446	246
Finance Department	30,000	30,000	60,868	30,868
Police permits	6,000	6,000	4,566	(1,434)
DPW permits	3,000	3,000	2,000	(1,000)
Other police revenue	13,905	13,905	15,507	1,602
Registrar of voters	75	75	35	(40)
Assessor	2,500	2,500	2,167	(333)
Animal Control	5,025	5,025	4,611	(414)
Fire Department	21,000	21,000	22,364	1,364
Environmental Affairs	28,600	28,600	91,094	62,494
Swimming fees	40,000	40,000	63,373	23,373
Dial-A-Ride	5,500	5,500	7,357	1,857
Senior center	17,500	17,500	21,993	4,493
Environmental health	38,000	38,000	69,122	31,122
Paramedic Services	50,000	50,000	55,000	5,000
Athletic fees - Board of Education	8,000	8,000	14,305	6,305
Self Sustaining Recreation Programs			185	185
Total charges for services	1,586,855	1,586,855	1,775,855	189,000
Interest and dividends	205,000	205,000	214,098	9,098

(Continued on next page)

**TOWN OF WILTON, CONNECTICUT  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL - BUDGETARY BASIS - GENERAL FUND (CONTINUED)  
FOR THE YEAR ENDED JUNE 30, 2015**

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
Other:				
Rental:				
Town Property	\$ 95,640	\$ 95,640	\$ 99,490	\$ 3,850
Town Green	96,386	96,386	73,417	(22,969)
Comstock School	7,500	7,500	22,467	14,967
Radio Tower	100,000	100,000	91,667	(8,333)
Marvin Tavern	37,200	37,200	37,200	-
Miscellaneous			1,183,673	1,183,673
Total other	336,726	336,726	1,507,914	1,171,188
Total revenues	117,219,138	117,219,138	119,190,915	1,971,777
Expenditures:				
General government:				
Board of Selectmen	627,147	630,982	414,483	216,499
Finance Office	882,130	894,955	888,648	6,307
Human Resources	645,340	461,736	240,901	220,835
Town Counsel	183,500	183,500	267,572	(84,072)
Town Hall and Annex	292,696	292,696	209,352	83,344
Major Utilities	229,335	229,335	262,552	(33,217)
Other Town Properties	138,380	138,380	129,420	8,960
Dial-A-Ride	163,859	163,859	157,747	6,112
Town Clerk	430,666	440,774	389,099	51,675
Planning and Zoning	554,649	557,978	527,667	30,311
Board of Finance	70,246	88,246	99,791	(11,545)
Assessor	361,553	364,460	349,357	15,103
Tax Collector	242,173	244,363	235,012	9,351
Probate Court	35,000	35,000	18,158	16,842
Registrar of Voters	201,121	203,205	172,426	30,779
Code Enforcement - Building	359,900	362,160	349,852	12,308
Comstock Community Center	301,014	301,014	251,870	49,144
Information Systems	672,581	675,770	669,173	6,597
Total general government	6,391,290	6,268,413	5,633,080	635,333
Expenditures:				
Public safety:				
Police	7,223,487	7,377,087	7,191,270	185,817
Community Emergency Response Team	9,500	9,500	9,500	-
Paramedic Services	412,274	412,274	372,447	39,827
Fire and Emergency Service	4,729,518	4,825,046	4,775,171	49,875
Central Dispatch	336,782	336,782	305,041	31,741
Georgetown Fire District	336,712	336,712	328,404	8,308
Wilton Energy Commission	24,000	24,000	11,745	12,255
Total public safety	13,072,273	13,321,401	12,993,578	327,823

(Continued on next page)

**TOWN OF WILTON, CONNECTICUT  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL - BUDGETARY BASIS - GENERAL FUND (CONTINUED)  
FOR THE YEAR ENDED JUNE 30, 2015**

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
Public works:				
Public Works Department	\$ 3,218,570	\$ 3,246,538	\$ 3,401,405	\$ (154,867)
Health and welfare:				
Health and Sanitation	411,031	413,802	412,530	1,272
Public Health Nursing	945,765	945,765	943,904	1,861
Welfare and Social Services	620,093	625,834	606,899	18,935
Total health and welfare	1,976,889	1,985,401	1,963,333	22,068
Other:				
Employee Benefits and Unemployment Compensation	419,754	269,754	390,611	(120,857)
Insurance	408,827	408,827	566,832	(158,005)
Library Association	2,597,856	2,597,856	2,597,856	-
Route 7 Bus	5,000	5,000	5,000	-
Teen Center	143,963	143,963	143,963	-
Ambler Farm	34,910	34,910	34,910	-
Animal Control	149,520	149,520	132,230	17,290
Total other	3,759,830	3,609,830	3,871,402	(261,572)
Culture and recreation:				
Park and Recreation Department	1,470,972	1,473,786	1,460,380	13,406
Conservation and Inland-Wetlands	402,636	405,090	403,399	1,691
Total culture and recreation	1,873,608	1,878,876	1,863,779	15,097
Education:				
Board of Education	78,401,125	78,401,125	78,335,916	65,209
Capital outlay:				
General Government	257,198	541,811	203,270	338,541
Public Safety	372,339	419,751	387,899	31,852
Public Works	357,270	392,270	360,726	31,544
Parks, Recreation and Conservation	197,500	197,500	175,040	22,460
Education		97,281	17,783	79,498
Transfer Station			48,500	(48,500)
Total capital outlay	1,184,307	1,648,613	1,193,218	455,395
Debt service:				
Principal retirement	6,945,221	6,945,221	6,970,000	(24,779)
Interest	2,042,543	2,042,543	2,017,764	24,779
Issuance Costs	115,000	115,000	95,916	19,084
Total debt service	9,102,764	9,102,764	9,083,680	19,084

(Continued on next page)

**TOWN OF WILTON, CONNECTICUT  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL - BUDGETARY BASIS - GENERAL FUND (CONTINUED)  
FOR THE YEAR ENDED JUNE 30, 2015**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Additional Appropriation	\$ <u>1,192,707</u>	\$ <u>1,174,707</u>	\$ _____	\$ <u>1,174,707</u>
Total expenditures	<u>120,173,363</u>	<u>120,637,668</u>	<u>118,339,391</u>	<u>2,298,277</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(2,954,225)</u>	<u>(3,418,530)</u>	<u>851,524</u>	<u>4,270,054</u>
Other Financing Uses:				
Transfers out	<u>(290,000)</u>	<u>(513,735)</u>	<u>(410,976)</u>	<u>102,759</u>
Excess (Deficiency) of Revenues over Expenditures and Other Financing Uses	\$ <u><u>(3,244,225)</u></u>	\$ <u><u>(3,932,265)</u></u>	440,548	\$ <u><u>4,372,813</u></u>
Fund Balance at Beginning of Year			<u>21,761,423</u>	
Fund Balance at End of Year			\$ <u><u>22,201,971</u></u>	

**TOWN OF WILTON, CONNECTICUT  
 COMBINING BALANCE SHEET - CAPITAL PROJECTS FUND  
 JUNE 30, 2015**

	<u>Debt Issuance 2008</u>	<u>Debt Issuance 2013</u>	<u>Debt Issuance 2014</u>	<u>Debt Issuance 2015</u>	<u>Reserve for Capital Expenditures</u>	<u>Total Capital Projects Fund</u>
<b>ASSETS</b>						
Cash and cash equivalents	\$ 95,387	\$ 124,148	\$ 1,771,235	\$ 18,060,654	\$ 155,077	\$ 20,206,501
Due from other funds		<u>112,762</u>				<u>112,762</u>
Total Assets	<u>\$ 95,387</u>	<u>\$ 236,910</u>	<u>\$ 1,771,235</u>	<u>\$ 18,060,654</u>	<u>\$ 155,077</u>	<u>\$ 20,319,263</u>
<b>LIABILITIES AND FUND BALANCES</b>						
Liabilities:						
Accounts payable and accrued items	\$	<u>1,493</u>	<u>478,339</u>	<u>2,498,739</u>	\$	<u>2,978,571</u>
Total liabilities	<u>-</u>	<u>1,493</u>	<u>478,339</u>	<u>2,498,739</u>	<u>-</u>	<u>2,978,571</u>
Fund balances:						
Restricted	<u>95,387</u>	<u>235,417</u>	<u>1,292,896</u>	<u>15,561,915</u>	<u>155,077</u>	<u>17,340,692</u>
Total fund balances	<u>95,387</u>	<u>235,417</u>	<u>1,292,896</u>	<u>15,561,915</u>	<u>155,077</u>	<u>17,340,692</u>
Total Liabilities and Fund Balances	<u>\$ 95,387</u>	<u>\$ 236,910</u>	<u>\$ 1,771,235</u>	<u>\$ 18,060,654</u>	<u>\$ 155,077</u>	<u>\$ 20,319,263</u>

**TOWN OF WILTON, CONNECTICUT  
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES  
 IN FUND BALANCES - CAPITAL PROJECTS FUND  
 FOR THE YEAR ENDED JUNE 30, 2015**

	<u>Debt Issuance 2008</u>	<u>Debt Issuance 2013</u>	<u>Debt Issuance 2014</u>	<u>Debt Issuance 2015</u>	<u>Reserve for Capital Expenditures</u>	<u>Total Capital Projects Fund</u>
Revenues:						
Intergovernmental revenues	\$	\$	\$	\$	\$ 97,034	\$ 97,034
Expenditures:						
Current:						
Capital outlay		746,526	1,081,938	7,149,710	361,399	9,339,573
Deficiency of Revenues over Expenditures	-	(746,526)	(1,081,938)	(7,149,710)	(264,365)	(9,242,539)
Other Financing Sources:						
Bonds issued			2,000	22,748,000		22,750,000
Capital lease issued					361,399	361,399
Transfers in from other funds					223,735	223,735
Total other financing sources	-	-	2,000	22,748,000	585,134	23,335,134
Net Change in Fund Balances	-	(746,526)	(1,079,938)	15,598,290	320,769	14,092,595
Fund Balances at Beginning of Year	95,387	981,943	2,372,834	(36,375)	(165,692)	3,248,097
Fund Balances at End of Year	\$ 95,387	\$ 235,417	\$ 1,292,896	\$ 15,561,915	\$ 155,077	\$ 17,340,692

# NONMAJOR GOVERNMENTAL FUNDS

## **SPECIAL REVENUE FUNDS**

Special revenue funds are used to account for proceeds of special revenue sources (except for major capital projects and trust funds) that are legally restricted to expenditure for specific purposes. The Town's special revenue funds are:

**Education Entitlement Grants Fund** - To account for the expenditure of State and Federal Grants received for a variety of school programs.

**School Lunch Fund** - To account for the revenues and expenditures for the school lunch program.

**Summer School Fund** - To account for the revenues and expenditures for the summer school programs.

**Continuing Education Fund** - To account for revenues and expenditures for the Adult Continuing Education programs.

**Forfeited Property Fund** - To account for the revenues and expenditures related to the State and Federal forfeiture of assets used in the commission of crimes.

**Other Grants Programs Fund** - To account for funds related to grant programs not accounted for in another fund.

**Recreation Fund** - To account for the revenues and expenditures of the Town's Park and Recreation Department's self-sustaining programs.

**Gift Fund** - To account for gifts to the Town for a variety of uses.

## **DEBT SERVICE FUND**

**Debt Service Fund** - To account for and report the financial resources that are restricted or committed to expenditure for principal and interest and for financial resources that are being accumulated for principal and interest maturing in future years.

**TOWN OF WILTON, CONNECTICUT  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
JUNE 30, 2015**

**Special Revenue Funds**

	<b>Education Entitlement Grants Fund</b>	<b>School Lunch Fund</b>	<b>Summer School Fund</b>	<b>Continuing Education Fund</b>	<b>Forfeited Property Fund</b>	<b>Other Grants Programs Fund</b>	<b>Recreation Fund</b>	<b>Gift Fund</b>	<b>Debt Service Fund</b>	<b>Total</b>
<b>ASSETS</b>										
Cash and cash equivalents	\$ 57,291	\$ 155,358	\$ 263,333	\$ 800,112	\$ 21,021	\$ 713,750	\$ 283,416	\$ 123,771	\$ 310,796	\$ 2,728,848
Accounts receivable, net		7,372				7,416	60			14,848
Due from State	271,285	16,009				675,328				962,622
Prepaid expenditures							16,244	5,000		21,244
Inventory		34,832								34,832
<b>Total Assets</b>	<b>\$ 328,576</b>	<b>\$ 213,571</b>	<b>\$ 263,333</b>	<b>\$ 800,112</b>	<b>\$ 21,021</b>	<b>\$ 1,396,494</b>	<b>\$ 299,720</b>	<b>\$ 128,771</b>	<b>\$ 310,796</b>	<b>\$ 3,762,394</b>
<b>LIABILITIES AND FUND BALANCES</b>										
Liabilities:										
Accounts payable and accrued items	\$ 19,782	\$ 78,799	\$	\$ 243	\$	\$ 175,304	\$ 47,932	\$ 7,421	\$	\$ 329,481
Unearned revenue	219,349	71,891			5,816	530,079	109,277	6,645		943,057
Due to other funds	89,445					683,564		100		773,109
<b>Total liabilities</b>	<b>328,576</b>	<b>150,690</b>	<b>-</b>	<b>243</b>	<b>5,816</b>	<b>1,388,947</b>	<b>157,209</b>	<b>14,166</b>	<b>-</b>	<b>2,045,647</b>
Fund Balances:										
Nonspendable		34,832					16,244	5,000		56,076
Restricted								109,605		109,605
Committed		28,049	263,333	799,869	15,205		126,267		310,796	1,543,519
Unassigned						7,547				7,547
<b>Total fund balances</b>	<b>-</b>	<b>62,881</b>	<b>263,333</b>	<b>799,869</b>	<b>15,205</b>	<b>7,547</b>	<b>142,511</b>	<b>114,605</b>	<b>310,796</b>	<b>1,716,747</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 328,576</b>	<b>\$ 213,571</b>	<b>\$ 263,333</b>	<b>\$ 800,112</b>	<b>\$ 21,021</b>	<b>\$ 1,396,494</b>	<b>\$ 299,720</b>	<b>\$ 128,771</b>	<b>\$ 310,796</b>	<b>\$ 3,762,394</b>

**TOWN OF WILTON, CONNECTICUT  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
 NONMAJOR GOVERNMENTAL FUNDS  
 FOR THE YEAR ENDED JUNE 30, 2015**

	Special Revenue Funds									
	Education Entitlement Grants Fund	School Lunch Fund	Summer School Fund	Continuing Education Fund	Forfeited Property Fund	Other Grants Programs Fund	Recreation Fund	Gift Fund	Debt Service Fund	Total
Revenues:										
Intergovernmental revenues	\$ 1,238,213	\$ 64,592	\$	\$	\$	\$ 697,033	\$	\$	\$ 1,999,838	
Charges for services			321,565	1,047,210			546,359	953	1,916,087	
School lunch sales		1,415,091							1,415,091	
Use of money and property					21			131	706	
Contributions							72,602	554	72,602	
Total revenues	<u>1,238,213</u>	<u>1,479,683</u>	<u>321,565</u>	<u>1,047,210</u>	<u>21</u>	<u>697,033</u>	<u>546,359</u>	<u>72,733</u>	<u>1,507</u>	<u>5,404,324</u>
Expenditures:										
General government						94,617		10,997	105,614	
Public safety						21,810		28,165	49,975	
Health and welfare								3,149	3,149	
Culture and recreation						22,097	593,831	24,221	640,149	
Education	1,238,213	1,472,349	269,051	945,465					3,925,078	
Capital outlay						541,765			541,765	
Total expenditures	<u>1,238,213</u>	<u>1,472,349</u>	<u>269,051</u>	<u>945,465</u>	<u>-</u>	<u>680,289</u>	<u>593,831</u>	<u>66,532</u>	<u>-</u>	<u>5,265,730</u>
Net Changes in Fund Balances	-	7,334	52,514	101,745	21	16,744	(47,472)	6,201	1,507	138,594
Fund Balances at Beginning of Year	-	55,547	210,819	698,124	15,184	(9,197)	189,983	108,404	309,289	1,578,153
Fund Balances at End of Year	<u>\$ -</u>	<u>\$ 62,881</u>	<u>\$ 263,333</u>	<u>\$ 799,869</u>	<u>\$ 15,205</u>	<u>\$ 7,547</u>	<u>\$ 142,511</u>	<u>\$ 114,605</u>	<u>\$ 310,796</u>	<u>\$ 1,716,747</u>

# INTERNAL SERVICE FUNDS

## **INTERNAL SERVICE FUNDS**

Internal service funds account for operations that provide services to other departments or agencies of the government, or to other governments on a cost-reimbursement basis. The internal service funds of the Town are as follows:

**Medical Fund** - To account for the health insurance program for the Town and Board of Education and retirees.

**Workers' Compensation Fund** - To account for the activities of the Town and Board of Education workers' compensation program.

**TOWN OF WILTON, CONNECTICUT  
 COMBINING STATEMENT OF NET POSITION  
 INTERNAL SERVICE FUNDS  
 JUNE 30, 2015**

	<u>Medical Fund</u>	<u>Workers' Compensation Fund</u>	<u>Total</u>
Assets:			
Cash and cash equivalents	\$ 5,252,840	\$	\$ 5,252,840
Accounts receivable, net	258,754		258,754
Due from other funds	<u>203,733</u>	<u>287,223</u>	<u>490,956</u>
Total assets	5,715,327	287,223	6,002,550
Liabilities:			
Current liabilities:			
Current portion of claims payable	870,000	27,565	897,565
Noncurrent liabilities:			
Claims payable, noncurrent portion	<u></u>	<u>390,532</u>	<u>390,532</u>
Net Position:			
Unrestricted	<u>\$ 4,845,327</u>	<u>\$ (130,874)</u>	<u>\$ 4,714,453</u>

**TOWN OF WILTON, CONNECTICUT  
 COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES  
 IN NET POSITION - INTERNAL SERVICE FUNDS  
 FOR THE YEAR ENDED JUNE 30, 2015**

	<u>Medical Fund</u>	<u>Workers' Compensation Fund</u>	<u>Total</u>
Operating Revenues:			
Charges for services	\$ 14,212,615	\$ 563,677	\$ 14,776,292
Operating Expenses:			
Employee benefits	13,881,906		13,881,906
Insurance		323,920	323,920
Judgments and claims		377,581	377,581
Total operating expenses	<u>13,881,906</u>	<u>701,501</u>	<u>14,583,407</u>
Operating Income (Loss)	330,709	(137,824)	192,885
Nonoperating Revenues:			
Income on investments	<u>11,608</u>		<u>11,608</u>
Change in Net Position	342,317	(137,824)	204,493
Net Position at Beginning of Year	<u>4,503,010</u>	<u>6,950</u>	<u>4,509,960</u>
Net Position at End of Year	<u>\$ 4,845,327</u>	<u>\$ (130,874)</u>	<u>\$ 4,714,453</u>

**TOWN OF WILTON, CONNECTICUT  
COMBINING STATEMENT OF CASH FLOWS  
INTERNAL SERVICE FUNDS  
FOR THE YEAR ENDED JUNE 30, 2015**

	<u>Medical Fund</u>	<u>Workers' Compensation Fund</u>	<u>Total</u>
Cash Flows from Operating Activities:			
Receipts from customers and users	\$ 13,953,861	\$ 563,677	\$ 14,517,538
Payments for benefits and claims	<u>(13,932,427)</u>	<u>(563,677)</u>	<u>(14,496,104)</u>
Net cash provided by operating activities	<u>21,434</u>	<u>-</u>	<u>21,434</u>
Cash Flows from Noncapital Financing Activities:			
Transfers in out to other funds	<u>(203,733)</u>	<u>-</u>	<u>(203,733)</u>
Net cash used in noncapital financing activities	<u>(203,733)</u>	<u>-</u>	<u>(203,733)</u>
Cash Flows from Investing Activities:			
Interest on investments	<u>11,608</u>	<u>-</u>	<u>11,608</u>
Net cash provided by investing activities	<u>11,608</u>	<u>-</u>	<u>11,608</u>
Net Decrease in Cash and Cash Equivalents	(170,691)	-	(170,691)
Cash and Cash Equivalents at Beginning of Year	<u>5,423,531</u>	<u>-</u>	<u>5,423,531</u>
Cash and Cash Equivalents at End of Year	<u>\$ 5,252,840</u>	<u>\$ -</u>	<u>\$ 5,252,840</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided by Operating Activities:			
Operating income (loss)	\$ <u>330,709</u>	\$ <u>(137,824)</u>	\$ <u>192,885</u>
Adjustments to reconcile operating income loss to net cash used in operating activities:			
Change in assets and liabilities:			
(Increase) in accounts receivable	(258,754)	-	(258,754)
Increase (decrease) in accounts payable	(1,511)	-	(1,511)
Increase (decrease) in claims payable	<u>(49,010)</u>	<u>137,824</u>	<u>88,814</u>
Total adjustments	<u>(309,275)</u>	<u>137,824</u>	<u>(171,451)</u>
Net Cash Provided by Operating Activities	<u>\$ 21,434</u>	<u>\$ -</u>	<u>\$ 21,434</u>

# FIDUCIARY FUND TYPES

Fiduciary fund types are used to account for assets held by the Town in a trustee capacity or as an agent for individuals, private organizations or others.

## **AGENCY FUNDS:**

**Student Activities** - To account for various student activities such as class events, clubs and various functions held by students at the Town's middle and high schools.

**TOWN OF WILTON, CONNECTICUT  
 AGENCY FUND  
 STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
 FOR THE YEAR ENDED JUNE 30, 2015**

---

	<u>Balance June 30, 2014</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance June 30, 2015</u>
<b>Student Activities Fund</b>				
Assets:				
Cash and cash equivalents	\$ <u>534,380</u>	\$ <u>1,131,297</u>	\$ <u>1,153,408</u>	\$ <u>512,269</u>
Liabilities:				
Fiduciary deposits	\$ <u>534,380</u>	\$ <u>1,131,297</u>	\$ <u>1,153,408</u>	\$ <u>512,269</u>

# **SUPPLEMENTAL SCHEDULES**

**TOWN OF WILTON, CONNECTICUT  
SCHEDULE OF PROPERTY TAXES LEVIED, COLLECTED AND OUTSTANDING  
FOR THE YEAR ENDED JUNE 30, 2015**

Grand List of October 1,	Uncollected Taxes June 30, 2014	Lawful Corrections		Transfers to Suspense	Adjusted Tax Levy	Collections				Uncollected Taxes June 30, 2015
		Additions	Deductions			Taxes	Interest	Liens	Total	
2013	\$ 112,054,635	\$ 1,069,214	\$ 373,940	\$ 119	\$ 112,749,790	\$ 111,945,079	\$ 200,359	\$ 480	\$ 112,145,918	\$ 804,711
2012	614,938	15,775	43,637	787	586,289	277,509	49,245	576	327,330	308,780
2011	295,640	25,207	13,514	646	306,687	88,051	38,620	192	126,863	218,636
2010	268,593	677	8,811	4,065	256,394	100,273	28,779	264	129,316	156,121
2009	162,892	5,683	8,519	9,172	150,884	65,653	32,819	144	98,616	85,231
2008	120,855		1,379	7,625	111,851	44,822	32,922	120	77,864	67,029
2007	89,347			1,661	87,686	27,668	16,078	72	43,818	60,018
2006	56,419	851		867	56,403	15,991	7,167	48	23,206	40,412
2005	46,989	16			47,005	10,499	3,534	24	14,057	36,506
2004	32,502	223			32,725	223	371		594	32,502
2003	26,555	347			26,902	347	643		990	26,555
2002 and prior	45,227	479			45,706	479	978		1,457	45,227
	<u>\$ 113,814,592</u>	<u>\$ 1,118,472</u>	<u>\$ 449,800</u>	<u>\$ 24,942</u>	<u>\$ 114,458,322</u>	<u>\$ 112,576,594</u>	<u>\$ 411,515</u>	<u>\$ 1,920</u>	<u>\$ 112,990,029</u>	<u>\$ 1,881,728</u>

**TOWN OF WILTON, CONNECTICUT  
 SCHEDULE OF SPECIAL ASSESSMENTS AND SEWER USAGE CHARGES LEVIED, COLLECTED AND OUTSTANDING  
 FOR THE YEAR ENDED JUNE 30, 2015**

	Balance Uncollected June 30, 2014	Current Charges and Adjustments	Balance to be Collected	Collections			Balance Uncollected June 30, 2015
				Principal	Interest	Total	
Special Assessments	\$ 849,731	\$ 1,235,623	\$ 2,085,354	\$ 141,528	\$ 42,070	\$ 183,598	\$ 1,901,756
Sewer User Charges	<u>3,678</u>	<u>621,139</u>	<u>624,817</u>	<u>618,815</u>	<u>2,400</u>	<u>621,215</u>	<u>3,602</u>
	<u>\$ 853,409</u>	<u>\$ 1,856,762</u>	<u>\$ 2,710,171</u>	<u>\$ 760,343</u>	<u>\$ 44,470</u>	<u>\$ 804,813</u>	<u>\$ 1,905,358</u>

**TOWN OF WILTON, CONNECTICUT  
SCHEDULE OF WATER ASSESSMENTS LEVIED, COLLECTED AND OUTSTANDING  
FOR THE YEAR ENDED JUNE 30, 2015**

---

	<b>Balance Uncollected June 30, 2014</b>	<b>Delinquent Interest and Current Charges</b>	<b>Balance to be Collected</b>	<b>Assessments, Charges and Adjustments</b>	<b>Collections</b>		<b>Balance Uncollected June 30, 2015</b>
					<b>Interest</b>	<b>Total</b>	
Water Main Assessment	\$ <u>897</u>	\$ <u>-</u>	\$ <u>897</u>	\$ <u>897</u>	\$ <u>56</u>	\$ <u>953</u>	\$ <u>-</u>

# Statistical Section Information

The objectives of statistical section information are to provide financial statement users with additional historical perspective, context and detail to assist in using the information in the financial statements, notes to financial statements and required supplementary information to understand and assess economic condition.

Statistical section information is presented in the following categories:

- *Financial trends information* is intended to assist users in understanding and assessing how financial position has changed over time.
- *Revenue capacity information* is intended to assist users in understanding and assessing the factors affecting the ability to generate *own-source revenues* (property taxes, charges for services, etc.).
- *Debt capacity information* is intended to assist users in understanding and assessing debt burden and the ability to issue additional debt.
- *Demographic and economic information* is intended 1) to assist users in understanding the socioeconomic environment and 2) to provide information that facilitates comparisons of financial statement information over time and among governments.
- *Operating information* is intended to provide contextual information about operations and resources to assist readers in using financial statement information to understand and assess economic condition.

The accompanying tables are presented in the above order. Refer to the Table of Contents for applicable page number locations.

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

**TOWN OF WILTON, CONNECTICUT  
NET POSITION BY COMPONENT  
LAST TEN FISCAL YEARS  
(Accrual Basis of Accounting)**

	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
Governmental Activities:										
Net investment in capital assets	\$ 72,275,690	\$ 71,287,195	\$ 77,342,966	\$ 84,766,832	\$ 86,669,878	\$ 89,574,104	\$ 91,740,835	\$ 93,989,872	\$ 88,926,520	\$ 90,873,037
Restricted						327,134	318,299	305,809	108,404	114,605
Unrestricted	<u>19,344,112</u>	<u>26,073,692</u>	<u>25,698,560</u>	<u>24,842,202</u>	<u>23,814,311</u>	<u>25,290,344</u>	<u>26,105,722</u>	<u>25,770,908</u>	<u>28,459,157</u>	<u>21,744,035</u>
Total Governmental Activities Net Position	<u>\$ 91,619,802</u>	<u>\$ 97,360,887</u>	<u>\$ 103,041,526</u>	<u>\$ 109,609,034</u>	<u>\$ 110,484,189</u>	<u>\$ 115,191,582</u>	<u>\$ 118,164,856</u>	<u>\$ 120,066,589</u>	<u>\$ 117,494,081</u>	<u>\$ 112,731,677</u>
Business-Type Activities:										
Net investment in capital assets	\$ 2,059,091	\$ 2,739,103	\$ 2,754,934	\$ 2,560,971	\$ 2,353,059	\$ 2,145,148	\$ 2,213,573	\$ 4,713,263	\$ 4,495,803	\$ 4,394,596
Restricted										40,000
Unrestricted	<u>7,400,865</u>	<u>7,089,221</u>	<u>9,099,100</u>	<u>9,189,858</u>	<u>8,471,158</u>	<u>8,220,411</u>	<u>8,184,091</u>	<u>6,017,747</u>	<u>5,813,105</u>	<u>6,957,957</u>
Total Business-Type Activities Net Position	<u>\$ 9,459,956</u>	<u>\$ 9,828,324</u>	<u>\$ 11,854,034</u>	<u>\$ 11,750,829</u>	<u>\$ 10,824,217</u>	<u>\$ 10,365,559</u>	<u>\$ 10,397,664</u>	<u>\$ 10,731,010</u>	<u>\$ 10,308,908</u>	<u>\$ 11,392,553</u>
Primary Government:										
Net investment in capital assets	\$ 74,334,781	\$ 74,026,298	\$ 80,097,900	\$ 87,327,803	\$ 89,022,937	\$ 91,719,252	\$ 93,954,408	\$ 98,703,135	\$ 93,422,323	\$ 95,267,633
Restricted						327,134	318,299	305,809	108,404	154,605
Unrestricted	<u>26,744,977</u>	<u>33,162,913</u>	<u>34,797,660</u>	<u>34,032,060</u>	<u>32,285,469</u>	<u>33,510,755</u>	<u>34,289,813</u>	<u>31,788,655</u>	<u>34,272,262</u>	<u>28,701,992</u>
Total Primary Government Net Position	<u>\$ 101,079,758</u>	<u>\$ 107,189,211</u>	<u>\$ 114,895,560</u>	<u>\$ 121,359,863</u>	<u>\$ 121,308,406</u>	<u>\$ 125,557,141</u>	<u>\$ 128,562,520</u>	<u>\$ 130,797,599</u>	<u>\$ 127,802,989</u>	<u>\$ 124,124,230</u>

**TOWN OF WILTON, CONNECTICUT  
CHANGES IN NET POSITION  
LAST TEN FISCAL YEARS  
(Accrual Basis of Accounting)**

	FISCAL YEAR									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
<b>Expenses:</b>										
<b>Governmental activities:</b>										
General government	\$ 4,551,507	\$ 6,492,495	\$ 4,492,477	\$ 4,640,679	\$ 4,697,147	\$ 5,998,278	\$ 5,763,957	\$ 5,489,089	\$ 10,036,847	\$ 2,621,540
Public safety	10,666,976	11,582,747	11,974,326	12,962,451	13,147,907	12,895,413	14,473,198	13,316,204	14,267,615	14,411,975
Public works	3,500,305	4,195,931	4,092,329	3,906,453	3,866,827	2,950,471	3,708,958	5,387,343	8,947,096	6,621,159
Public health and welfare	1,272,542	1,384,490	1,559,421	1,490,086	1,550,758	1,899,789	2,697,278	2,052,583	1,917,525	2,031,746
Other	2,362,821	2,530,341	2,929,256	3,107,073	2,968,889	3,413,076	3,547,698	3,988,176		
Recreation and parks commission	2,480,717	2,000,775	2,217,751	2,194,170	2,314,326	2,998,260	3,102,330	3,057,101	3,654,542	9,145,688
Education	64,945,455	68,354,884	74,176,651	75,387,144	81,540,999	80,150,532	86,527,626	88,438,429	91,247,495	94,322,668
Interest	3,032,907	2,777,892	3,011,513	2,040,669	2,368,455	2,768,861	2,388,537	2,200,801	1,892,476	2,727,291
Total governmental activities expenses	92,813,230	99,319,555	104,453,724	105,728,725	112,455,308	113,074,680	122,209,582	123,929,726	131,963,596	131,882,067
<b>Business-type activities:</b>										
Water Pollution Control Authority	853,060	860,983	736,011	653,870	1,465,526	793,472	784,292	770,405	1,003,555	788,617
Transfer Station	1,085,211	1,108,309	1,039,997	1,080,591	780,674	819,034	753,925	737,092	653,709	662,060
Total business-type activities expenses	1,938,271	1,969,292	1,776,008	1,734,461	2,246,200	1,612,506	1,538,217	1,507,497	1,657,264	1,450,677
<b>Total Primary Government Expenses</b>	<b>\$ 94,751,501</b>	<b>\$ 101,288,847</b>	<b>\$ 106,229,732</b>	<b>\$ 107,463,186</b>	<b>\$ 114,701,508</b>	<b>\$ 114,687,186</b>	<b>\$ 123,747,799</b>	<b>\$ 125,437,223</b>	<b>\$ 133,620,860</b>	<b>\$ 133,332,744</b>
<b>Program Revenues:</b>										
<b>Governmental activities:</b>										
<b>Charges for services:</b>										
General government	\$ 3,128,928	\$ 2,482,505	\$ 1,698,099	\$ 1,274,710	\$ 1,125,515	\$ 1,353,823	\$ 1,779,478	\$ 1,696,633	\$ 2,104,754	\$ 2,844,334
Public safety	384,794	363,266	393,572	431,650	448,610	38,690	34,086	49,135	61,331	62,578
Public works	43,820	54,820	54,285	2,250	10,778	5,500	2,000	3,000		
Public health and welfare	64,590	67,110	70,763	90,406	85,155	372,059	206,758		4,225	56,700
Recreation and park commission	69,901	64,022	751,847	801,132	881,197	929,571	1,011,800	982,676	732,555	645,513
Education	2,284,196	2,379,822	2,602,682	2,544,950	2,484,148	2,267,726	2,399,657	2,433,595	2,713,242	2,798,171
Operating grants and contributions	7,985,498	4,371,568	8,586,764	9,217,521	8,603,592	9,965,432	13,091,331	12,402,424	13,854,956	12,346,320
Capital grants and contributions	506,155	488,654	359,209	346,803	591,454	789,724	502,003	473,063	476,798	670,930
Total governmental activities program revenues	14,467,882	10,271,767	14,517,221	14,709,422	14,230,449	15,722,525	19,027,113	18,040,526	19,947,861	19,424,546
<b>Business-type activities:</b>										
Charges for services	1,667,526	1,684,224	3,385,887	1,410,505	996,408	931,107	1,190,829	1,663,568	688,157	1,774,051
Operating grants and contributions						9,585			473,817	499,692
Total business-type activities program revenues	1,667,526	1,684,224	3,385,887	1,410,505	996,408	940,692	1,190,829	1,663,568	1,161,974	2,273,743
<b>Total Primary Government Program Revenues</b>	<b>\$ 16,135,408</b>	<b>\$ 11,955,991</b>	<b>\$ 17,903,108</b>	<b>\$ 16,119,927</b>	<b>\$ 15,226,857</b>	<b>\$ 16,663,217</b>	<b>\$ 20,217,942</b>	<b>\$ 19,704,094</b>	<b>\$ 21,109,835</b>	<b>\$ 21,698,289</b>
<b>Net revenues (expenses):</b>	<b>\$ (78,345,348)</b>	<b>\$ (89,047,788)</b>	<b>\$ (89,936,503)</b>	<b>\$ (91,019,303)</b>	<b>\$ (98,224,859)</b>	<b>\$ (97,352,155)</b>	<b>\$ (103,182,469)</b>	<b>\$ (105,889,200)</b>	<b>\$ (112,015,735)</b>	<b>\$ (112,457,521)</b>
Governmental activities	(78,345,348)	(89,047,788)	(89,936,503)	(91,019,303)	(98,224,859)	(97,352,155)	(103,182,469)	(105,889,200)	(112,015,735)	(112,457,521)
Business-type activities	(270,745)	(285,068)	1,609,879	(323,956)	(1,249,792)	(671,814)	(347,388)	156,071	(495,290)	823,066
<b>Total Primary Government Net Expense</b>	<b>\$ (78,616,093)</b>	<b>\$ (89,332,856)</b>	<b>\$ (88,326,624)</b>	<b>\$ (91,343,259)</b>	<b>\$ (99,474,651)</b>	<b>\$ (98,023,969)</b>	<b>\$ (103,529,857)</b>	<b>\$ (105,733,129)</b>	<b>\$ (112,511,025)</b>	<b>\$ (111,634,455)</b>
<b>General Revenues and Other</b>										
<b>Changes in Net Position:</b>										
<b>Governmental activities:</b>										
Property taxes	\$ 84,027,472	\$ 88,341,823	\$ 92,760,472	\$ 96,111,186	\$ 98,260,024	\$ 101,239,138	\$ 105,838,533	\$ 107,379,598	\$ 109,815,627	\$ 113,132,540
Grants and contributions not restricted to specific programs	2,816,695	4,334,616	795,394	603,648	540,829	516,618	253,435	253,121	243,242	248,682
Unrestricted investment earnings	1,369,580	2,247,434	1,620,804	578,875	120,324	171,873	141,121		218,866	226,412
Sale of real property						57,200				
Miscellaneous			440,474	293,102	310,933	267,875	275,040	307,265		77,801
Transfers		(135,000)			(132,096)	(193,156)	(352,386)	(149,051)	(125,995)	(187,241)
Total governmental activities	88,213,747	94,788,873	95,617,144	97,586,811	99,100,014	102,059,548	106,155,743	107,790,933	110,151,740	113,498,194
<b>Business-type activities:</b>										
Unrestricted investment earnings	306,557	518,436	415,831	220,751	191,084	20,000	27,107	10,876	67,279	73,338
Miscellaneous		135,000						17,348		
Transfers					132,096	193,156	352,386	149,051	125,995	187,241
Total business-type activities	306,557	653,436	415,831	220,751	323,180	213,156	379,493	177,275	193,274	260,579
<b>Total Primary Government</b>	<b>\$ 88,520,304</b>	<b>\$ 95,442,309</b>	<b>\$ 96,032,975</b>	<b>\$ 97,807,562</b>	<b>\$ 99,423,194</b>	<b>\$ 102,272,704</b>	<b>\$ 106,535,236</b>	<b>\$ 107,968,208</b>	<b>\$ 110,345,014</b>	<b>\$ 113,758,773</b>
<b>Change in Net Position:</b>										
Governmental activities	\$ 9,868,399	\$ 5,741,085	\$ 5,680,641	\$ 6,567,508	\$ 875,155	\$ 4,707,393	\$ 2,973,274	\$ 1,901,733	\$ (1,863,995)	\$ 1,040,673
Business-type activities	35,812	368,368	2,025,710	(103,205)	(926,612)	(458,658)	32,105	333,346	(302,016)	1,083,645
<b>Total Primary Government</b>	<b>\$ 9,904,211</b>	<b>\$ 6,109,453</b>	<b>\$ 7,706,351</b>	<b>\$ 6,464,303</b>	<b>\$ (51,457)</b>	<b>\$ 4,248,735</b>	<b>\$ 3,005,379</b>	<b>\$ 2,235,079</b>	<b>\$ (2,166,011)</b>	<b>\$ 2,124,318</b>

**TOWN OF WILTON, CONNECTICUT  
FUND BALANCES OF GOVERNMENTAL FUNDS  
LAST TEN FISCAL YEARS  
(Modified Accrual Basis of Accounting)**

	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
General fund:										
Nonspendable	\$	\$	\$	\$	\$	\$ 2,572	\$ 57,478	\$ 78,983	\$ 55,107	\$ 92,488
Committed								223,735	760,026	1,002,447
Assigned						4,131,983	4,861,264	5,627,533	3,619,058	6,359,222
Unassigned						14,801,942	16,274,248	14,718,189	17,702,065	15,326,862
Reserved	1,211,126	1,382,687	1,773,671	468,996	425,634					
Unassigned	<u>14,269,553</u>	<u>17,786,651</u>	<u>19,304,263</u>	<u>19,039,572</u>	<u>16,515,371</u>					
Total General Fund	<u>\$ 15,480,679</u>	<u>\$ 19,169,338</u>	<u>\$ 21,077,934</u>	<u>\$ 19,508,568</u>	<u>\$ 16,941,005</u>	<u>\$ 18,936,497</u>	<u>\$ 21,192,990</u>	<u>\$ 20,648,440</u>	<u>\$ 22,136,256</u>	<u>\$ 22,781,019</u>
All other governmental funds:										
Nonspendable	\$	\$	\$	\$	\$	\$ 46,627	\$ 45,071	\$ 55,949	\$ 16,377	\$ 56,076
Restricted						1,366,257	474,473	6,356,886	3,558,568	17,450,297
Assigned						2,093,732	1,182,819	1,175,010		
Committed									1,462,568	1,543,519
Unassigned						(44,521)			(211,264)	7,547
Reserved	54,351	38,050	52,475	4,531,747	4,839,656					
Unreserved, reported in:										
Debt service fund	301,572	328,451	325,816	328,561	312,260					
Capital improvements	4,070,241	1,804,989	1,945,091	1,449,101	1,352,611					
Special revenue funds	1,835,961	2,053,189	2,172,554	1,996,987	2,265,892					
Capital projects funds	<u>87,519</u>	<u>87,657</u>	<u>85,048</u>	<u>(4,612,893)</u>	<u>(3,792,827)</u>					
Total All Other Governmental Funds	<u>\$ 6,349,644</u>	<u>\$ 4,312,336</u>	<u>\$ 4,580,984</u>	<u>\$ 3,693,503</u>	<u>\$ 4,977,592</u>	<u>\$ 3,462,095</u>	<u>\$ 1,702,363</u>	<u>\$ 7,587,845</u>	<u>\$ 4,826,249</u>	<u>\$ 19,057,439</u>

**TOWN OF WILTON, CONNECTICUT**  
**REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - GOVERNMENTAL FUNDS**  
**LAST TEN YEARS**  
**(Modified Accrual Basis of Accounting)**

	FISCAL YEAR									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Revenues:										
Property taxes, interest and lien fees	\$ 83,992,590	\$ 88,067,800	\$ 92,617,107	\$ 95,903,410	\$ 98,036,402	\$ 101,459,644	\$ 105,831,966	\$ 107,158,963	\$ 110,433,298	\$ 112,997,545
Intergovernmental revenues	8,135,001	8,444,531	9,742,433	10,339,896	9,878,010	10,885,432	13,468,690	12,775,460	14,588,333	13,211,895
Charges for services	5,593,815	5,434,257	5,596,791	5,145,098	5,035,402	5,224,344	5,274,187	5,315,316	5,237,657	5,107,033
Use of money and property	1,369,584	2,089,872	1,620,804	578,875	120,324	166,780	142,704	(13,555)	208,503	214,804
Other local revenues	1,914,385	927,130	676,977	367,467	436,033	701,592	709,592	728,149	512,609	731,756
Total revenues	<u>101,005,375</u>	<u>104,963,590</u>	<u>110,254,112</u>	<u>112,334,746</u>	<u>113,506,171</u>	<u>118,437,792</u>	<u>125,427,139</u>	<u>125,964,333</u>	<u>130,980,400</u>	<u>132,263,033</u>
Expenditures:										
Current:										
General government	3,420,221	3,561,322	3,839,601	3,945,183	4,003,275	5,424,668	5,521,228	5,100,350	5,697,089	5,754,867
Public safety	9,571,158	10,432,405	11,063,572	11,597,671	11,815,697	12,228,691	13,523,022	12,708,188	12,861,451	13,043,038
Public works	2,189,335	2,088,763	2,553,158	2,443,229	2,202,247	2,749,142	2,455,515	3,513,052	3,101,134	3,401,405
Public health and welfare	1,314,397	1,450,210	1,518,769	1,446,175	1,509,113	1,908,514	2,676,191	2,028,976	1,950,591	1,966,482
Other	1,759,339	2,010,902	2,260,672	2,363,855	5,415,952	3,410,177	3,543,179	3,981,169	3,718,154	3,831,582
Recreation and parks commission	2,350,161	1,855,864	1,979,612	1,938,505	1,984,245	2,763,236	2,790,685	2,771,687	2,604,008	2,486,378
Education	61,366,962	66,694,285	72,335,709	77,407,180	79,060,990	78,244,623	83,906,258	86,279,890	89,199,619	90,602,361
Debit service:										
Principal retirement	5,913,191	5,978,192	5,985,950	6,200,950	6,533,387	6,188,948	6,188,948	6,643,949	6,867,858	6,970,000
Interest	3,297,202	3,144,700	3,074,641	3,076,063	2,541,351	2,922,007	2,502,091	2,369,969	2,252,477	2,113,680
Bond issuance costs							142,398			
Capital outlay	2,997,483	7,767,748	4,786,708	8,111,548	12,242,562	2,215,873	2,022,691	3,451,874	9,062,418	11,111,302
Total expenditures	<u>94,179,449</u>	<u>104,984,391</u>	<u>109,398,392</u>	<u>118,530,359</u>	<u>127,308,819</u>	<u>118,055,879</u>	<u>125,272,206</u>	<u>128,849,104</u>	<u>137,314,799</u>	<u>141,281,095</u>
Excess (Deficiency) of Revenues over Expenditures	<u>6,825,926</u>	<u>(20,801)</u>	<u>855,720</u>	<u>(6,195,613)</u>	<u>(13,802,648)</u>	<u>381,913</u>	<u>154,933</u>	<u>(2,884,771)</u>	<u>(6,334,399)</u>	<u>(9,018,062)</u>
Other Financing Sources (Uses):										
Issuance of bonds and loans	4,130,000	4,055,000	3,740,000	6,000,000	12,250,000			7,910,000	4,720,000	22,750,000
Issuance of refunding bonds							9,845,000			8,190,000
Premium on issuance of debt				1,582,398			720,470			1,934,034
Payment to refunded bond escrow agent							(10,423,072)			(9,154,178)
Sale of real property						57,350				
Capital lease	335,686	333,938	146,406	573,972	401,208	233,888	412,019	464,754	466,615	361,399
Transfers in from other funds			192,622	261,791	160	638,578	861,762	162,500		223,735
Transfers out to other funds		(135,000)	(192,622)	(261,791)	(132,256)	(831,734)	(1,074,351)	(311,551)	(125,995)	(410,976)
Total other financing sources	<u>4,465,686</u>	<u>4,253,938</u>	<u>3,886,406</u>	<u>8,156,370</u>	<u>12,519,112</u>	<u>98,082</u>	<u>341,828</u>	<u>8,225,703</u>	<u>5,060,620</u>	<u>23,894,014</u>
Net Change in Fund Balances	<u>\$ 11,291,612</u>	<u>\$ 4,233,137</u>	<u>\$ 4,742,126</u>	<u>\$ 1,960,757</u>	<u>\$ (1,283,536)</u>	<u>\$ 479,995</u>	<u>\$ 496,761</u>	<u>\$ 5,340,932</u>	<u>\$ (1,273,779)</u>	<u>\$ 14,875,952</u>
Debit Service as a Percentage to Noncapital Expenditures	10.10%	9.38%	8.66%	8.40%	8.28%	7.90%	7.00%	7.10%	6.86%	6.82%

**TOWN OF WILTON, CONNECTICUT**  
**ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY**  
**LAST TEN FISCAL YEARS**  
 (Amounts expressed in thousands, except estimated taxable value)

Fiscal Year	Real Property		Personal Property	Motor Vehicle	Less Exemptions	Total Taxable Assessed Value	Total Direct Tax Rate (Mill Rate)	Estimated Actual Taxable Value	Assessed Value as a Percentage of Actual Value
	Residential	Industrial and Commercial							
2015	\$ 3,263,326	\$ 605,643	\$ 247,344	\$ 197,032	\$ 47,713	\$ 4,265,632	26.51	\$ 113,095,554	4.00 %
2014	3,246,250	602,553	242,392	193,254	46,555	4,237,894	25.98	110,141,170	4.00
2013	4,061,670	680,831	209,491	195,393	34,438	5,112,947	21.06	107,655,655	5.00
2012	4,053,801	661,212	214,801	184,555	32,764	5,081,605	20.85	105,951,464	5.00
2011	4,038,445	658,216	209,667	176,493	24,339	5,058,482	20.16	101,978,997	5.00
2010	4,013,781	647,850	200,250	178,600	19,148	5,021,333	19.58	98,317,671	5.00
2009	3,980,146	629,478	188,420	190,989	17,939	4,971,094	19.31	95,991,821	5.00
2008	3,047,526	448,111	145,237	186,866	13,027	3,814,713	24.23	92,430,509	4.00
2007	3,007,450	445,982	144,501	187,841	16,983	3,768,791	23.39	88,152,021	4.00
2006	2,963,465	443,093	141,391	182,008	26,091	3,703,866	22.55	83,522,175	4.00

Source: Assessor's Office - Town of Wilton

**TOWN OF WILTON, CONNECTICUT  
PRINCIPAL PROPERTY TAXPAYERS  
CURRENT YEAR AND NINE YEARS AGO  
(In Thousands)**

	2015			2006		
	<u>Taxable Assessed Value</u>	<u>Rank</u>	<u>Percentage of Net Taxable Assessed Grand List</u>	<u>Taxable Assessed Value</u>	<u>Rank</u>	<u>Percentage of Net Taxable Assessed Grand List</u>
Connecticut Light & Power	\$ 91,803,420	1	2.14 %	\$ 13,241,730	8	0.35 %
Wilton 40, 50 60 LLC et al	86,849,820	2	2.02	46,419,250	2	1.23
TIAA-CREF	80,778,350	3	1.88			
Kimco Realty	42,965,510	4	1.00			
Avalon Properties	34,313,670	5	0.80	15,600,300	6	0.41
ASML US Inc.	25,595,910	7	0.60	34,097,560	3	0.90
Wilton Meadows Retirement et.al.	23,597,360	6	0.55	15,951,620	5	0.42
Bridgewater Associates	16,379,990	8	0.38			
Norwalk Second Taxing District	16,094,750	9	0.37	13,045,340	9	0.35
MCL Ventures et al	14,663,070	10	0.34			
Ten and Twenty II Westport LLC				94,251,620	1	2.50
CD Station LLC				11,830,420	10	0.31
Wilton Executive Campus				33,960,430	4	0.90
AIG				14,659,660	7	0.39
	<u>\$ 430,791,955</u>		<u>10.08 %</u>	<u>\$ 259,982,100</u>		<u>7.76 %</u>

Source: Assessor's office - Town of Wilton  
Grand List October 1, 2015 and 2006

**TOWN OF WILTON, CONNECTICUT  
PROPERTY TAX LEVIES AND COLLECTIONS  
LAST TEN FISCAL YEARS  
(In Thousands)**

Fiscal Year Ended June 30,	Tax Rate In Mills	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
			Amount	Percentage of Levy		Amount	Percentage of Levy
2015	26.51	\$ 112,749,790	\$ 111,945,079	0.99 %	\$ N/A	\$ 111,945,079	99.20 %
2014	25.99	109,682,703	109,067,765	99.44	N/A	109,067,765	99.44
2013	21.06	106,615,955	105,263,336	98.73	1,056,979	106,320,315	99.72
2012	20.85	104,963,812	103,801,278	98.89	893,941	104,695,219	99.74
2011	20.16	101,237,589	98,272,855	97.07	2,801,842	101,074,697	99.84
2010	19.58	97,619,745	91,616,653	93.85	5,529,251	97,145,904	99.51
2009	19.31	95,441,502	92,774,225	97.21	2,537,062	95,311,287	99.86
2008	24.23	91,973,451	90,068,814	97.93	1,867,935	91,936,749	99.96
2007	23.39	87,676,946	84,604,073	96.50	3,055,692	87,659,765	99.98
2006	22.55	83,015,551	81,496,957	98.17	1,516,396	83,013,353	100.00

N/A - Not Available

Source: Tax Collector's Report; Comprehensive Annual Financial Report

TABLE 8

**TOWN OF WILTON, CONNECTICUT  
RATIOS OF OUTSTANDING DEBT BY TYPE  
LAST TEN FISCAL YEARS  
(In Thousands, Except Ratio of Debt to Assessed Value per Capita)**

Fiscal Year	Governmental Activities			Other Governmental Activities	Business-type Activities	Total Primary Government	Percentage of Personal Income (1)	Per Capita
	General Obligation Bonds	Percentage of Actual Taxable Value of Property	Per Capita	Capital Leases	Transfer Station			
2015	\$ 77,167,791	68.23 %	\$ 4,272.38	\$ 670,764	\$	\$ 77,838,555	5.46 %	\$ 4,309.52
2014	60,108,110	54.57	3,221.75	506,326		60,614,436	4.12	3,248.88
2013	62,465,397	58.02	3,355.29	458,610		62,924,007	4.28	3,379.92
2012	59,638,949	56.29	3,298.80	363,020	6,051	60,008,020	4.21	3,319.21
2011	65,777,897	64.50	3,641.78	301,430	12,103	66,091,430	4.64	3,659.14
2010	71,966,845	73.20	4,049.68	328,971	18,155	72,313,971	N/A	4,069.21
2009	66,831,183	69.62	3,721.11	468,007	24,207	67,323,397	N/A	3,748.52
2008	66,999,740	72.49	3,782.09	327,181	44,208	67,371,129	N/A	3,803.06
2007	69,293,080	78.61	3,873.94	490,296	35,002	69,818,378	N/A	3,903.30
2006	71,216,273	85.27	3,965.27	463,961	113,049	71,793,283	N/A	3,997.40

Notes:

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

N/A - Information not available

(1) - Population and personal income data can be found in the schedule of demographic and economic statistics

**TOWN OF WILTON, CONNECTICUT  
DIRECT GOVERNMENTAL ACTIVITIES DEBT  
JUNE, 30, 2015**

<b><u>Government Unit</u></b>	<b><u>Net Long-Term Debt Outstanding (1)</u></b>	<b><u>Percentage Applicable to Town</u></b>	<b><u>Amount Applicable to Town of Wilton</u></b>
Town of Wilton - Net Direct General Obligation Debt	\$ 74,075,000	100.00%	\$ 74,075,000
Less - School construction grants receivable (principal portion) (2)			<u>302,072</u>
Total Direct Debt			\$ <u><u>73,772,928</u></u>

(1) Excludes business-type activities debt.

(2) School construction grants are receivable in substantially equal installments over the life of outstanding school bonds. Obtained from Office of Policy and Management, State of Connecticut.

Source: Town records

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the Town. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the property taxpayers of the Town.

This process recognizes that, when considering the Town's ability to issue and repay long-term debt, the entire debt burden borne by the property taxpayers should be taken into account. The Town is not subject to the debt of overlapping governments.

**TOWN OF WILTON, CONNECTICUT  
SCHEDULE OF DEBT LIMITATION  
CONNECTICUT GENERAL STATUTES, SECTION 7-374 (b)  
FOR THE YEAR ENDED JUNE 30, 2015  
(UNAUDITED)**

Total tax collections (including interest and lien fees) for current year	\$ 112,990,029
Reimbursement for revenue loss on:	
Tax relief for elderly freeze	<u>59,164</u>
Base for Debt Limitation Computation	<u>\$ 113,049,193</u>

	<u>General Purposes</u>	<u>Schools</u>	<u>Sewers</u>	<u>Urban Renewal</u>	<u>Pension Deficit</u>
Debt Limitation:					
2 1/4 times base	\$ 254,360,684	\$	\$	\$	\$
4 1/2 times base		508,721,369			
3 3/4 times base			423,934,474		
3 1/4 times base				367,409,877	
3 times base					<u>339,147,579</u>
Total debt limitation	<u>254,360,684</u>	<u>508,721,369</u>	<u>423,934,474</u>	<u>367,409,877</u>	<u>339,147,579</u>
Indebtedness:					
Bonds payable	34,975,396	38,975,129			
Overlapping debt	403,364				
Authorized unissued debt		41,983,000			
Construction grants		<u>(6,302,072)</u>			
Total indebtedness	<u>35,378,760</u>	<u>74,656,057</u>	<u>-</u>	<u>-</u>	<u>-</u>
Debt Limitation in Excess of Outstanding and Authorized Debt	<u>\$ 218,981,924</u>	<u>\$ 434,065,312</u>	<u>\$ 423,934,474</u>	<u>\$ 367,409,877</u>	<u>\$ 339,147,579</u>
The total net indebtedness above amounts to:					<u>\$ 1,783,539,166</u>
In no event shall total indebtedness exceed seven times the base for debt limitation computation					<u>\$ 791,344,351</u>

NOTE: Water bonds of \$124,475 are excluded from this calculation in accordance with Connecticut General Statutes

In no event shall total indebtedness exceed seven time the base for debt limitation computation:

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

	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
Debt limit	\$ 791,344,351	\$ 773,098,816	\$ 743,295,462	\$ 735,170,688	\$ 695,368,219	\$ 686,578,571	\$ 672,352,639	\$ 647,550,764	\$ 594,317,185	\$ 573,707,890
Total net debt applicable to limit	<u>110,033,788</u>	<u>58,597,663</u>	<u>60,134,740</u>	<u>58,652,130</u>	<u>64,570,330</u>	<u>70,535,642</u>	<u>79,836,175</u>	<u>66,014,110</u>	<u>70,683,303</u>	<u>72,673,991</u>
Legal debt margin	<u>\$ 681,310,563</u>	<u>\$ 714,501,153</u>	<u>\$ 683,160,722</u>	<u>\$ 676,518,558</u>	<u>\$ 630,797,889</u>	<u>\$ 616,042,929</u>	<u>\$ 592,516,464</u>	<u>\$ 581,536,654</u>	<u>\$ 523,633,882</u>	<u>\$ 501,033,899</u>
Total net debt applicable to the limit as a percentage of debt limit	13.90%	7.58%	8.09%	7.98%	9.29%	10.27%	11.87%	10.19%	11.89%	12.67%

(1) In no case shall total indebtedness exceed seven times annual receipts from taxation.

Source: Comprehensive Annual Financial Report - Statement of Debt Limitation and notes to financial statements

**TOWN OF WILTON, CONNECTICUT  
DEMOGRAPHIC AND ECONOMIC STATISTICS  
LAST TEN CALENDAR YEARS**

<b>Calendar Year</b>	<b>Population<sup>1</sup></b>	<b>Per Capita Income<sup>1</sup></b>	<b>Total Personal Income<sup>4</sup></b>	<b>Median Age<sup>1</sup></b>	<b>School Enrollment<sup>2</sup></b>	<b>Unemployment Rate<sup>3</sup></b>
2014	18,062	78,887	\$ 1,424,856,994	40	4,280	3.8 %
2013	18,657	78,887	1,471,794,759	40	4,222	4.8
2012	18,617	78,887	1,468,639,279	40	4,261	6.0
2011	18,079	78,887	1,426,198,073	40	4,300	6.7
2010	18,062	78,887	1,424,856,994	40	4,321	6.1
2009	17,771	N/A	N/A	43	4,357	5.6
2008	17,960	N/A	N/A	N/A	4,392	4.1
2007	17,715	N/A	N/A	N/A	4,368	3.0
2006	17,887	N/A	N/A	N/A	4,387	2.9
2005	17,960	N/A	N/A	N/A	4,352	3.3

N/A - Information not available.

- <sup>1</sup> Source: Connecticut Department of Public Health  
Estimate based on U.S. Census, 2011  
Calendar year 2010 and prior Population is Estimated. Based upon July 1 each calendar year
- <sup>2</sup> Source: Wilton Board of Education (FYE June Reports)  
(Exclusive of Pre-School Enrollment)
- <sup>3</sup> Source: Connecticut Department of Labor June of each year
- <sup>4</sup> Source: Bureau of Economic Analysis

**TOWN OF WILTON, CONNECTICUT  
PRINCIPAL EMPLOYERS  
CURRENT YEAR AND NINE YEARS AGO**

<b>Employer</b>	<b>Nature of Business</b>	<b>2015</b>			<b>2006</b>		
		<b>Employees</b>	<b>Rank</b>	<b>Percentage of Total Town Employment</b>	<b>Employees</b>	<b>Rank</b>	<b>Percentage of Total Town Employment</b>
ASML Lithography Systems	Printing Machinery & Equipment	858	1	10.4%	670	1	8.8%
Bridgewater Associates Investments	Investment Advisors	543	2	6.6%			
AIG Global Asset Management	Financial Services	311	3	3.8%			
Melissa & Doug LLC	Toy and Puzzle Wholesaler	227	4	2.8%			
Wilton Meadows	Nursing Home	226	5	2.8%			
Cotiviti LLC	Financial Services	225	6	2.7%			
Tracy Locke Partnership	Marketing Communications Services	193	7	2.3%			
The Sun Products Corporation	Household Products Provider	191	8	2.3%			
Louis Dreyfus Commodities LLC	Commodities Brokerage/Property Management	178	9	2.2%	350	3	4.5%
Wilton Reference Housing	Nursing Home	156	10	1.9%			
Deloitte & Touche LLP	Accounting and Consulting				450	2	5.8%
Belersdorf Inc.	Pharmaceutical Preparations				300	4	3.9%
TLP Inc.	Advertising Services				300	5	3.9%
New America Marketing	Advertising Services				250	6	3.2%
Nursing & Homecare	Regional Public Health Nursing Agency				250	7	3.2%
Marketing Drive Worldwide	Marketing & Promotional Strategies				175	8	2.3%
The Common Fund	Investment Services				150	9	1.9%
Pan Am Sat	Broadcasting				100	10	1.3%
<b>Total</b>		<b>3,108</b>		<b>37.8%</b>	<b>2,995</b>		<b>38.8%</b>

Source: Community Development Department and Bond Official Statement Telephone Survey

TABLE 14

**TOWN OF WILTON, CONNECTICUT**  
**FULL-TIME EQUIVALENT GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM**  
 (As of June 30 for each year)  
**LAST TEN FISCAL YEARS**

<b>Function/Program</b>	<b>2015</b>	<b>2014</b>	<b>2013</b>	<b>2012</b>	<b>2011</b>	<b>2010</b>	<b>2009</b>	<b>2008</b>	<b>2007</b>	<b>2006</b>
<b>Full Time</b>										
General Government	42	42	42	42	44	43	43	42	42	41
Police	48	48	47	47	47	47	48	48	48	48
Fire	30	30	30	30	30	30	30	30	30	30
Public Works	22	21	21	21	21	21	21	23	23	24
Recreation and Parks	11	11	11	11	11	11	11	12	12	12
Library	33	32	31	33	31	32	32	31	29	24
Education	597	588	586	585	582	653	612	658	610	602
<b>Total</b>	<b>783</b>	<b>772</b>	<b>768</b>	<b>769</b>	<b>766</b>	<b>837</b>	<b>797</b>	<b>844</b>	<b>794</b>	<b>781</b>
<b>Permanent Part Time</b>										
General Government	13	12	12	12	12	12	11	11	10	7
Police	1	1	3	3	3	3	3	3	3	3
Recreation and Parks	1	1	1	1	1	1	1			
	<b>15</b>	<b>14</b>	<b>16</b>	<b>16</b>	<b>16</b>	<b>16</b>	<b>15</b>	<b>14</b>	<b>13</b>	<b>10</b>

Source: Town and Board of Education Human Resources Departments.  
 N/A - Information not available.

**TOWN OF WILTON, CONNECTICUT  
OPERATING INDICATORS BY FUNCTION/PROGRAM  
LAST TEN FISCAL YEARS**

	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
<b>General Government:</b>										
Building Permits Residential Issued	17	26	11	10	7	7	7	28	23	25
Value	11,702,470	15,347,530	7,909,260	7,960,090	4,825,220	5,792,575	5,607,940	21,509,325	15,423,344	16,346,663
Building Permits Commercial Issued	50	47	67	75	84	53	44	62	48	36
Value	22,704,409	17,230,260	30,109,749	23,430,313	29,805,444	8,001,542	39,159,116	30,132,862	29,831,522	12,977,542
<b>Police:</b>										
Homicide	-	-	-	1	-	-	1	-	-	-
Sexual Assaults	2	3	3	7	2	2	2	2	-	5
Assaults	3	2	2	7	3	6	6	5	5	4
Breach of Peace	27	43	62	66	55	67	36	13	15	20
Robbery	-	-	-	-	1	-	2	3	5	2
Burglary	30	21	26	22	33	22	23	19	12	14
Larceny	112	88	151	119	122	166	104	120	111	139
Motor Vehicle Accidents	728	756	659	692	730	732	721	810	791	894
EMS Assists	1,172	1,117	1,118	1,181	1,205	1,178	1,185	1,072	1,103	1,054
DUI	54	53	67	86	82	71	65	102	110	115
Domestic Disputes	99	105	116	123	145	116	111	60	68	45
<b>Fire:</b>										
Fire Related Incidents	931	840	847	946	1,000	913	818	860	911	944
EMS Incidents	711	743	643	681	758	723	855	786	752	732
Plan Reviews	21	34	39	39	67	74	51	77	79	65
Inspection Visits	419	447	490	438	481	419	571	243	224	403
<b>Refuse Collection:</b>										
Refuse Collected (Tons Per Day)	9.67	11.23	11.60	13.25	14.45	15.15	19.61	21.46	25.13	26.13
Recyclables Collected (Tons Per Day)	2.79	3.04	3.02	3.65	2.87	2.40	2.51	2.85	2.90	3.06
<b>Other Public Works:</b>										
Street Resurfacing (Miles)	11	10	10	4	4	4	4	4	4	4
<b>Recreation and Parks:</b>										
Athletic Field Permits Issued	6,238	6,127	4,360	4,973	4,546	5,094	4,822	3,586	2,815	4,796
Community Center Admissions	782	630	904	914	862	802	766	820	1,261	1,033
Number of Program Registrations	5,680	5,032	5,921	6,237	6,737	5,521	5,493	6,082	5,946	5,645
Program Fees	636,870	533,744	50,993	1,019,068	929,561	852,721	779,991	686,453	659,415	566,113
Merwin Meadows (Swimming Fees)	61,699	50,993		40,615	40,102	28,476	20,751	24,400	29,856	21,675
<b>Social Services:</b>										
Households Served	625	525	515	568	328	120	139	179	228	N/A
Client Contacts:	1,008	860	745							
Elderly	100	360	340	340	540	N/A	N/A	N/A	N/A	N/A
Family	500	400	325	350	340	N/A	N/A	N/A	N/A	N/A
Single	100	100	80	96	100	N/A	N/A	N/A	N/A	N/A
Information and Referral	500	500	300	368	298	N/A	N/A	N/A	N/A	N/A
Food and Pantry Visits	1,378	1,534	1,448	1,251	1,028	N/A	N/A	N/A	N/A	N/A
Senior Center Visits	9,013	8,737	7,905	7,347	6,654	5,128	4,811	5,419	5,829	N/A
<b>Library:</b>										
Volumes in Collection	507,018	152,143	143,902	136,211	133,720	135,796	137,512	144,092	140,941	142,892
Total Volumes Borrowed	312,493	329,923	322,721	335,531	333,561	365,123	362,347	329,873	307,286	262,848

Source: Directors of each Department  
N/A - Information not available

TABLE 16

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

<b>Function/Program</b>	<b>2015</b>	<b>2014</b>	<b>2013</b>	<b>2012</b>	<b>2011</b>	<b>2010</b>	<b>2009</b>	<b>2008</b>	<b>2007</b>	<b>2006</b>
Police Stations	1	1	1	1	1	1	1	1	1	1
Fire Stations	2	2	2	2	2	2	2	2	2	2
Other Public Works - Streets (Miles)	127.10	127.10	127.10	127.10	127.10	127.10	127.18	127.18	127.18	127.18
Land Use (Acres):										
Residential	9,501	9,501	9,501	9,501	9,501	9,501	N/A	N/A	N/A	N/A
Commercial	355	355	355	355	355	355	N/A	N/A	N/A	N/A
Corporate	94	94	94	94	94	94	N/A	N/A	N/A	N/A
Government/Institutional	607	607	607	607	607	607	N/A	N/A	N/A	N/A
Public Parks/Open Space	1,413	1,413	1,413	1,413	1,413	1,413	N/A	N/A	N/A	N/A
Private Open Space/Recreation	634	634	634	634	634	634	N/A	N/A	N/A	N/A
Watershed	1,174	1,174	1,174	1,174	1,174	1,174	N/A	N/A	N/A	N/A
Road and Utilities			972	972	972	972	N/A	N/A	N/A	N/A
Total In Use	13,778	13,778	14,750	14,750	14,750	14,750	-	-	-	-
Vacant Undeveloped			2,740	2,740	2,740	2,740	N/A	N/A	N/A	N/A
Total Area	13,778	13,778	17,490	17,490	17,490	17,490	-	-	-	-
Wastewater:										
Sanitary Sewers (Miles)*	11.2	6.8	6.8	5.87	5.87	5.87	5.87	5.87	5.87	5.22
Pump Stations	1	1	1	1	1	1	1	1	1	1

Source: Various Municipal Department Directors

\* - Does not include service connections.

N/A - Information not available.

This page intentionally left blank.