

# **Town of Plainville Connecticut**



## **Comprehensive Annual Financial Report**

Fiscal Year Ended June 30, 2016

# **Comprehensive Annual Financial Report**

of the

## **Town of Plainville Connecticut**

Fiscal Year Ended June 30, 2016

Prepared by:  
Finance Department  
Robert W. Buden  
Director of Finance

**TOWN OF PLAINVILLE, CONNECTICUT  
COMPREHENSIVE ANNUAL FINANCIAL REPORT  
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JUNE 30, 2016**

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## **Introductory Section**

# TOWN OF PLAINVILLE, CONNECTICUT

## PRINCIPAL TOWN OFFICIALS

AS OF JUNE 30, 2016

### TOWN COUNCIL

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Katherine Pugliese, Chairperson  
Scott Saunders, Vice-Chairman  
Danny Carrier  
Quinn Christopher  
Patrick Kilby  
Deborah Tompkins  
Christopher Wazorko

### ADMINISTRATION

---

Robert E. Lee, Town Manager

Assistant Town Manager	Shirley Osle
Town Attorney	Michael Mastrianni
Town Clerk	Carol Skultety
Director of Finance	Robert Buden
Assessor	Jane Dickman-Buden
Collector of Revenue	Ana LeGassey
Treasurer	Duncan May
Chief of Police	Matthew Catania
Police Captain	Vacant
Police Lieutenant	Eric Peterson
Fire Chief	Kevin Toner
Fire Marshal	Larry Sutherland
Director of Health	Stephen Zebrowski
Building Inspector	Foster Zucchi
Director of Technical Services	John Bossi
Superintendent of Water Pollution Control	Joseph Alosso
Superintendent of Buildings & Grounds	Dave Emery
Superintendent of Roadways	Dominick Moschini
Director of Physical Services	Carmen Matteo
Recreation Director	Colin Regan
Town Planner	Mark DeVoe
Senior Citizens Director	Shawn Cohen
Youth Services Coordinator	Roberta Brown
Librarian	Douglas Lord

## **BOARD OF EDUCATION**

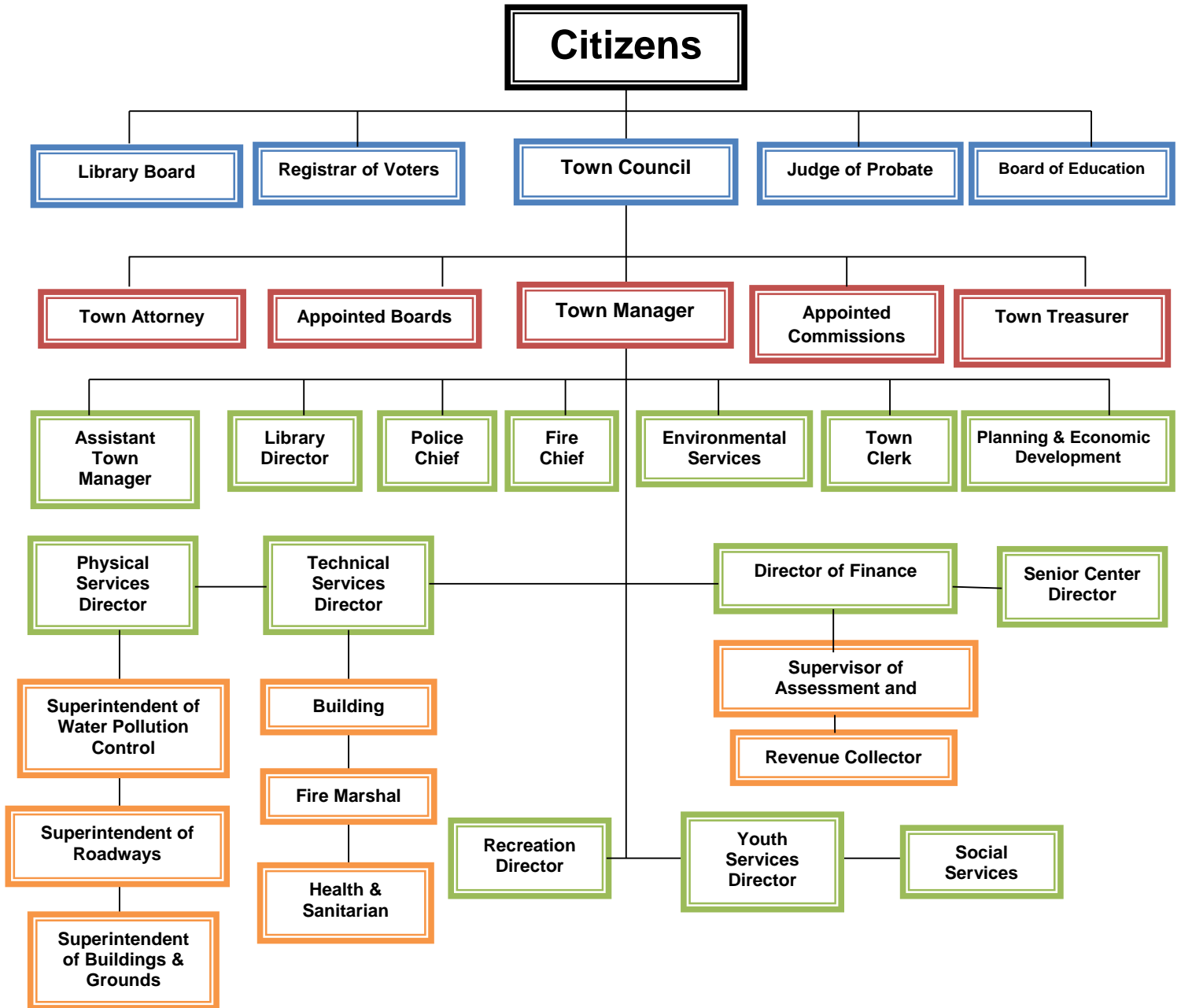
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Andrea Saunders, Chairperson  
Deborah Hardy, Vice Chairperson  
Brent Davenport  
Michael Giuliano  
Laurie Peterson  
Cheryl Provost  
Becky Tyrell  
Foster White  
Crystal St. Lawrence

Superintendent of Schools  
Director of Business and Operations

Maureen Brummett  
Steven Michaud

# TOWN OF PLAINVILLE ORGANIZATIONAL CHART







**Town of Plainville, CT**  
**Finance Department**  
**One Central Square**  
**Plainville, CT 06062-1955**  
**Phone: 860-793-0221 x 233**  
**Fax: 860-793-2285**  
**Rob Buden – Director of Finance**  
[rbuden@plainville-ct.gov](mailto:rbuden@plainville-ct.gov)  
[www.plainvillect.com](http://www.plainvillect.com)

February 14, 2017

To the Members of the Town Council,  
Town Manager and Citizens of the Town of Plainville:

State law requires that every general-purpose local government publish within six months of the close of each fiscal year a complete set of audited financial statements. This report is published to fulfill that requirement for the fiscal year ended June 30, 2016.

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

Blum, Shapiro & Company, P.C., have issued an unmodified (clean) opinion on the Town of Plainville's financial statements for the year ended June 30, 2016. The independent auditor's report is located at the front of the financial section of this report.

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 letter complement this letter of transmittal and should be read in conjunction with it.

#### *Profile of the Government*

The Town of Plainville, incorporated in 1869, is located 14 miles southwest of Hartford, the state's capital, and is on a major interstate Highway I-84. The Town also has a privately owned airport within its boundaries that can service small planes. The Town has a land area of 9.6 square miles and a population of 17,820. The Town is empowered to levy a property tax on both real and personal property located within its boundaries. This includes motor vehicles that are garaged or registered as being in the Town.

The Town has operated under the Council-Manager form of government since 1959. Policymaking and legislative authority are vested in the seven-member Town Council. The Council is elected biennially to serve a two-year term. The Council is responsible, among other things, for passing ordinances, proposing a budget to the annual Town Meeting, appointing committees, appointing the Town's attorney and treasurer, and hiring the Town's manager. The Town Manager as Chief Executive Official of the Town is responsible for carrying out the policies and ordinances of the Council, for overseeing the day-to-day operations of the Town, and for appointing the heads of the Town's departments. For the seven council positions, each political party may nominate five nominees, which assures no more than five members of the Council are from the same political party.

The Town provides a full range of services, which include: general government services such as finance, personnel, town clerk, revenue collection, and assessment. Public safety includes fire and police protection; physical services for the management, care, and maintenance of all public buildings, public roadways, Town vehicles, and various construction activities. Environmental services includes the collection of solid waste and recyclable by a contract vendor; water pollution control for the collection and treatment of wastewater. Education, which is under the control of the elected Board of Education, and operates a high school, middle school and three (3) elementary schools.

The Council is required to fix the tax rate in mills within thirty (30) days after the annual budget meeting. The annual budget serves as the foundation for the Town of Plainville's financial planning and control. The budget is prepared by fund, function (e.g., public safety), and department (e.g., police). Department heads may transfer resources within their own department, with the Town Manager's approval, throughout the fiscal year. Transfers between departments, however, need special approval from the Town Council during the fourth quarter only.

### *Local Economy*

Major industries located within the government's boundaries or in close proximity include manufacturers of electrical components and equipment, electrical controls, spring manufacturing aerospace parts and supply, and a number of medium and large sized construction firms. In addition, a substantial commercial economic presence includes a number of national retail facilities.

The Town's geographical location and access to major highways and railroads has helped with its growth. The Town's purchase of Robertson Airport, a general aviation facility that serves private, corporate, and charter aircraft, has resulted in the certainty that the airport will continue to serve the needs of the local aviation community indefinitely. The Town entered into an agreement with a Fixed-Based Operator, Interstate Aviation, for day-to-day management of the facility. A Federal FAA grant has allowed for a recent reconstruction and modernization of the runway. Other Federal FAA grants have included an obstruction survey and pavement study. The hope is that these studies and grants will attract additional airplane operators to call Robertson Airport their home. Pan Am Railways continues to provide freight rail service to the community.

Employment data for Plainville reflects a labor force of 10,454 as of June 2016. The unemployment rate in Plainville increased to 5.4% in June 2016 from 4.9% for June 2015 while the Hartford region went from 6.5% to 6.1% for the same period. Given the nature of the national and State economy, unemployment is expected to fluctuate in the near term however; the Town's commercial and industrial tax base, while not growing at a fast pace, remains solid.

The Town enjoys a diverse economic base, which includes small, mid-size, and large manufacturers consisting of General Electric, Carlingswitch (an electrical component maker), Gems Sensors and Controls, Mott Corporation, an industrial air filter manufacturer, Forestville Tool, Roma Tool, Cad Cam, LDM Manufacturing, ELKA Precision and many others. Plainville is home to a number of medium and large sized construction firms including Manafort Brothers, Walker Rigging, Tilcon CT, Inc. and Aiudi & Sons, LLC.

Efforts to revitalize the downtown business district received a boost as streetscape improvements have revitalized certain sections of the district, and those benefits will now be realized along the route 372 corridor as it transects the downtown area.

BRE DDR Connecticut Commons LLC, the largest taxpayer in the community, had an assessment of \$46,947,210 on the 10/01/2014 grand list or FY 2016. The managers of this retail facility have been rallying to fill all of the empty space within the plaza, which had a vacancy rate approaching 10% earlier in 2013. At the close of 2016, the plaza is at 100% occupancy. Recent development in the immediate area of Connecticut Commons includes a retail bakery, banking, and other miscellaneous retail space. Over 22 acres are available for development directly across from Connecticut Commons. This land is now undergoing environmental remediation to remove contaminants, clearing of buildings, and grading in an effort to improve marketability. In addition, an approved pad site with a 20,000-square-foot retail facility is awaiting a tenant. Lowes Theaters recently became an AMC Theater and renovated the interior of all theaters. Successful area restaurants such as J. Timothy's Tavern, Applebee's, The First and Last Tavern and others continue to add a dimension of entertainment to the area. The renovated Fairfield Inn (a Marriott product) is flourishing, adding an Irish theme pub, Waxy O'Connors.

Perhaps most exciting is the ongoing construction of a 145,000 square-foot medical office building and cancer center on the Plainville–New Britain town line (Plainville will house the medical office complex). This project represents a major step forward for cancer treatment in Central Connecticut. It is worth noting that besides the 145,000 square feet mentioned above, the developer has retained ample land to construct as much as 40,000 additional square feet of support facilities for the cancer center. Thirty-eight additional acres of Technology Park-zoned land remains available and, with recent tax credits enacted by the General Assembly for bioscience development within this area, the potential for future development is high. Ancillary economic benefits are sure to be realized once the project is completed and the site occupied. The Center opened in the spring of 2015.

Limestone Business Park continues to grow with its latest approval for 14,700 square feet still under construction. Connecticut Tool and Manufacturing on Corporate Avenue recently purchased adjacent property and constructed a 16,000-square-foot addition to its manufacturing facility.

Approval was granted and construction was completed for a 19,000 addition at Walker Crane and Rigging Farmington Valley Drive. The plan includes a 4,000-square-foot operation building and while not large in the scheme of things, it does indicate the viability of this industrial area to support a variety of uses. GEMS Sensors and Controls on Cowles Road put the finishing touches on a 20,000-square-foot expansion it received approval for in 2012. General Electric-Industrial Solutions remains one of the Town's largest employers. Recently, GE has begun developing relationships with local manufacturers, such as LDM Manufacturing, LLC to assist in GE's R&D efforts. Synergistic relationships like this not only improve the bottom line for the companies involved, they encourage a community approach to manufacturing that benefits the local economy. Ducci Electric moved into a new 25,000 square foot facility on Unionville Avenue.

Plainville understands the linkage between these efforts and the overall health of the local economy. The past upward trends in job growth in the manufacturing sector were a welcome surprise that the Town has attempted to capitalize upon by improving governmental development services. While growth has slowed, there have been no major layoffs so employment numbers in this sector have held steady through June 2016. Principal employers located in Town can be viewed on Table 13.

The Town of Plainville approved an Enterprise Zone in February 1999 that consists of 200 acres. The Enterprise Zone allows for special tax incentives for manufacturing businesses within its boundaries. All but approximately 50 acres have been developed. In the Enterprise Zone, recent construction includes Allstate Fire Protection, Inc., Network Interiors, LLC, and Roma Tool, LLC. A recent vacancy created by a failed business has been sold and there remain no vacancies in this entire area.

Plainville's Economic Development Director continues to market vacant properties. The Department of Planning and Economic Development, in conjunction with the Town Managers' Office, continues to work with the development community as well as realtors, environmental professionals, and the legal profession to advance interest in existing underutilized properties.

The Town has been very active in providing tax abatements to business that locate within the community or want to expand their operations. This program has been very helpful in attracting new industry and keeping existing businesses. In addition, the Economic Development Agency administers a Small Business Loan Program that has provided nearly \$160,000.00 in secured loans to our business community over the past year. Loans are used for a variety of approved activities including facilities improvements, equipment purchases, marketing, and implementation of new business plans resulting in new hires.

Residential activity still remains slow this year. Plainville's reputation as a desirable location to live leaves few existing homes on the market. The result has been a slow, but steady rate of sales for new residential units. The 116 units under construction at Samuel's Crossing continue to sell at a reasonable pace. Single-family homes built on speculation by local developers continue to sell before completion. While little new development of rental multi-family has occurred (zero units approved), Plainville maintains close to 38% of its housing stock as multi-family and condominium. Demand continues to increase for rental housing as the current economy is not as favorable to homeownership opportunities and foreclosure rates continue to fluctuate at higher levels.

### *Long-Term Financial Planning*

Unassigned fund balance in the General Fund (16.43% of total general fund revenues) is above the policy guidelines set by the Council for budgetary and planning purposes (i.e., a minimum level must be no less than 5% general fund revenues). Following a review of the Town of Plainville's Capital Improvement Program, the Council has established a Debt Management Fund, which will be funded through budget appropriations or operational surpluses. It may be used to reduce the amount that will be borrowed for future construction or to supplement debt retirement payments. This fund was rolled back into the General Fund during the preparation of the 2011 CAFR due to Governmental Accounting Standards Boards (GASB) Statement No. 54 and has had little activity other than investment earnings since 2010.

### *Relevant Financial Policies*

The State budget for FY 2011 extended the conveyance tax rate on real estate sales paid to municipalities. After much debate, the rate of \$2.50 per \$1,000 of the real estate sales was made permanent and there was an expansion of the current optional conveyance tax to all municipalities bringing the total municipal rate from 0.11% to 0.5%. During the current year, the Town received \$157,892 in conveyance tax.

### *Major Initiatives*

In October 2011, the Town paid down \$4.975 million on a \$6 million BAN for the Toffolon School project and rolled over \$1.025 million at an interest rate of 0.96%. Then in December 2011, the Town paid off the BAN by permanently financing \$500,000, paying down \$525,000, and refunded \$12.060 million in older debt at a lower interest rate without extending the life of the debt. These transactions will reduce future debt service payments over the next twelve years by approximately \$787,355 and represents an economic gain of \$714,844 (difference between present values of the debt service payments on the old and new debt). The Town's debt portfolio has been rated Aa3 by Moody's Investor Services. This rate was affirmed in December 2011. The Town also received a rating increase from Standard & Poor's in July 2014 from A+ to AA+. This significant three-step increase will have a significant impact on the Town's future borrowing costs. This became evident in September 2015 when the Town refunded \$5.025 million of general obligation bonds at much lower interest rates without extending the life of the debt. The refunding will result in \$348,283 in budgetary savings through 2027 and represents an economic gain of \$325,127. The present value savings as a percentage of bonds refunded was 6.50% (GFOA benchmark is 2.00%), and the interest rate on the refunded bonds is 2.02% versus the old rate of 4.14%.

Effective July 1, 2012, the Town and Board of Education combined financial operations. This consolidation resulted in physical relocation of all staff members to the same area for purposes of streamlining operations. The consolidation plan has multiple steps designed in it but has begun with results already being seen in areas of cross-training, back-up, and economies of scale. Greater buying power has allowed the Town to purchase cooperatively saving much needed tax dollars.

### *Awards and Acknowledgements*

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Town of Plainville for its Comprehensive Annual Financial Report (CAFR) for the fiscal year ended June 30, 2015. This was the twenty-eighth consecutive year that the government has received this prestigious award. In order to be awarded a Certificate of Achievement, the government had to publish an easily readable and efficiently organized CAFR that satisfied both accounting principles generally accepted in the United States of America and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current CAFR continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

In addition, the government also received the GFOA's Distinguished Budget Presentation Award for its annual budget document dated July 1, 2015, or Fiscal Year 2016. This was the fifteenth consecutive year that the government has received this prestigious award. In order to qualify for the Distinguished Budget Presentation Award, the government's budget document had to be judged proficient as a policy document, a financial plan, an operations guide, and a communication device.

The preparation of this report would not have been possible without the efficient and dedicated service of the entire staff of the finance department. We wish to express our appreciation to all members of the department who assisted and contributed to the preparation of this report. Credit also must be given to the Town Manager and especially to the Town Council for their unfailing support for maintaining the highest standards of professionalism in the management of the Town of Plainville's finances.

Respectfully submitted,

A handwritten signature in black ink, appearing to read 'RB', is positioned above the printed name of the signatory.

Robert W. Buden  
Director of Finance



Government Finance Officers Association

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

Presented to

**Town of Plainville  
Connecticut**

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

**June 30, 2015**

Executive Director/CEO

## **Financial Section**





Accounting | Tax | Business Consulting

## **Independent Auditors' Report**

To the Town Council  
Town of Plainville, Connecticut

### **Report on the Financial Statements**

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Town of Plainville, Connecticut, as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise the Town of Plainville, 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, each major fund and the aggregate remaining fund information of the Town of Plainville, Connecticut, as of June 30, 2016 and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## **Change in Accounting Principle**

As discussed in Note 3 to the financial statements, during the fiscal year ended June 30, 2016, the Town adopted new accounting guidance, GASB Statement No. 72, *Fair Value Measurement and Application*. 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 11, the budgetary comparison information on pages 57 through 61, and the pension schedules on pages 62 through 68 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 Plainville, Connecticut's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

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

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statements of the Town of Plainville, Connecticut, as of and for the year ended June 30, 2015 (not presented herein), and have issued our report thereon dated December 28, 2015, which contained unmodified opinions on the respective financial statements of the governmental activities, each major fund and the aggregate remaining fund information. The accompanying balance sheet for the General Fund and statements of net position; revenues, expenses and changes in net position; and cash flows for the Internal Service Funds as of and for the year ended June 30, 2015 are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and related directly to the underlying accounting and other records used to prepare the 2015 financial statements. The accompanying balance sheet for the General Fund and statements of net position; revenues, expenses and changes in net position; and cash flows for the Internal Service Funds have been subjected to the auditing procedures applied in the audit of the 2015 basic financial statements and certain additional procedures including comparing and reconciling such information directly to the underlying accounting and other records used to prepare those financial statements or to those financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the balance sheet for the General Fund and statements of net position; revenues, expenses and changes in net position; and cash flows for the Internal Service Funds are fairly stated in all material respects in relation to the basic financial statements as a whole for the year ended June 30, 2015.

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

In accordance with *Government Auditing Standards*, we have also issued our report dated February 14, 2017 on our consideration of the Town of Plainville, 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 Plainville, Connecticut's internal control over financial reporting and compliance.

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

West Hartford, Connecticut  
February 14, 2017

**TOWN OF PLAINVILLE, CONNECTICUT**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**FOR THE YEAR ENDED JUNE 30, 2016**

This discussion and analysis of the Town of Plainville, Connecticut's (the Town) financial performance is provided by management to provide an overview of the Town's financial activities for the fiscal year ended June 30, 2016. Please read this MD&A in conjunction with the transmittal letter and the Town's financial statements, Exhibits I to IX.

**Financial Highlights**

- Net position of our governmental activities increased by almost \$1.9 million, or 1.96% (Table 1).
- During the year, the Town had expenses that were \$1.9 million less than the \$75.8 million generated in tax and other revenues for governmental programs, up from \$69.2 million last year (Table 2).
- Total cost of all of the Town's programs was \$73.9 million, up from \$70.8 million last year (Table 2).
- The General Fund reported a fund balance this year of \$10.91 million, down from \$11.06 million last year (Exhibit III).
- The resources actually available for appropriation were \$1.2 million more than budgeted for the General Fund (RSI-1), primarily due to better than expected back tax collections and unbudgeted miscellaneous revenue coming in during the year. Expenditures were kept within spending limits and came in under budget by \$141 thousand (RSI-2).

**Overview of the Financial Statements**

This annual report consists of a series of financial statements. The statement of net position and the statement of activities (Exhibits I and II, respectively) provide information about the activities of the Town as a whole and present a longer-term view of the Town's finances. Fund financial statements are presented in Exhibits III to IX. For governmental activities, these statements tell how these services were financed in the short term as well as what remains for future spending. Fund financial statements also report the Town's operations in more detail than the government-wide statements by providing information about the Town's most significant funds. The remaining statements provide financial information about activities for which the Town acts solely as a trustee or agent for the benefit of those outside of the government.

**Government-Wide Financial Statements**

The analysis of the Town as a whole begins on Exhibits I and II. The statement of net position and the statement of activities report information about the Town as a whole and about its activities for the current period. These statements include all assets and liabilities using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the Town's net position and changes in them. The Town's net position, the difference between assets and liabilities, is one way to measure the Town's financial health, or financial position. Over time, increases or decreases in the Town's net position are one indicator of whether its financial health is improving or deteriorating. The reader needs to consider other nonfinancial factors, however, such as 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.

In the statement of net position and the statement of activities, the Town reports its activities as follows:

- *Governmental Activities* - The Town's basic services are reported here, including education, public safety, public works, human services, culture and recreation, and general administration. Property taxes, charges for services, and state and federal grants finance most of these activities.

### **Fund Financial Statements**

The fund financial statements begin with Exhibit III and provide detailed information about the most significant funds - not the Town as a whole. Some funds are required to be established by Charter. However, the Town Council establishes many other funds to help control and manage financial activities for particular purposes or to show that it is meeting legal responsibilities for using grants and other money (like grants received from the State Department of Education and the Federal Housing and Urban Development Departments). The Town's funds are divided into three categories: governmental, proprietary and fiduciary.

- *Governmental Funds (Exhibits III and IV)* - Most of the Town's basic services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the Town's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the Town's programs. The relationship (or differences) between governmental activities (reported in the statement of net position and the statement of activities) and governmental funds is described in a reconciliation included with the fund financial statements.
- *Proprietary Funds (Exhibits V, VI and VII)* - When the Town charges customers for the services it provides, whether to outside customers or to other units of the Town, these services are generally reported in proprietary funds. Proprietary funds are reported in the same way that all activities are reported in the statement of net position and the statement of activities. Internal service funds (the component of proprietary funds) are used to report activities that provide supplies and service for the Town's other programs and activities - such as the Town's Health Insurance and Self Insurance Reserve Internal Service Funds.
- *Fiduciary Funds (Exhibits VIII and IX)* - The Town is the trustee, or fiduciary, for its employees' pension plans. It is also responsible for other assets that, because of a trust arrangement, can be used only for the trust beneficiaries. All of the Town's fiduciary activities are reported in separate statements of fiduciary net position and changes in fiduciary net position. These activities are excluded from the Town's other financial statements because the Town cannot use these assets to finance its operations. The Town is responsible for ensuring that the assets reported in these funds are used for their intended purposes.

## Government-Wide Financial Analysis

The Town's governmental net position were increased by 1.96% from a year ago increasing from \$95.7 million to \$97.5 million. The analysis below focuses on the net position (Table 1) and changes in net position (Table 2) of the Town's governmental activities.

**TABLE 1**  
**NET POSITION**

	<b>Governmental Activities</b>	
	<b>2016</b>	<b>2015</b>
Current assets	\$ 29,530,651	\$ 27,905,449
Capital assets, net of accumulated depreciation	136,403,309	136,668,352
Total assets	<u>165,933,960</u>	<u>164,573,801</u>
Deferred outflow of resources	<u>3,223,326</u>	<u>1,851,989</u>
Long-term liabilities outstanding	65,457,920	67,362,107
Other liabilities	5,830,347	3,080,112
Total liabilities	<u>71,288,267</u>	<u>70,442,219</u>
Deferred inflow of resources	<u>319,294</u>	<u>312,507</u>
Net Position:		
Net investment in capital assets	90,129,040	87,665,294
Restricted	1,266,567	1,291,311
Unrestricted	<u>6,154,118</u>	<u>6,714,459</u>
Total Net Position	<u>\$ 97,549,725</u>	<u>\$ 95,671,064</u>

Unrestricted net position - the part of net position that can be used to finance day-to-day operations without constraints established by debt covenants, enabling legislation, or other legal requirements - decreased by \$560 thousand from \$6.71 million at June 30, 2015 to \$6.15 million at June 30, 2016.

**TABLE 2**  
**CHANGE IN NET POSITION**

	<b>Governmental Activities</b>	
	<b>2016</b>	<b>2015</b>
Revenues:		
Program revenues:		
Charges for services	\$ 5,093,881	\$ 5,260,855
Operating grants and contributions	22,575,898	19,517,816
Capital grants and contributions	2,014,461	
General revenues:		
Property taxes	44,368,707	43,311,991
Grants and contributions not restricted to specific programs	502,072	553,660
Unrestricted investment earnings	84,889	58,634
Other general revenues	1,143,034	452,634
Total revenues	<u>75,782,942</u>	<u>69,155,590</u>
Expenses:		
General government	3,823,545	3,280,622
Public safety	7,761,957	7,262,484
Public works	9,357,385	8,559,743
Human services	1,950,941	1,919,435
Culture and recreation	1,402,746	1,388,081
Education	48,021,884	46,898,961
Interest on long-term debt	1,585,823	1,545,996
Total expenses	<u>73,904,281</u>	<u>70,855,322</u>
Change in Net Position	1,878,661	(1,699,732)
Beginning Net Position	<u>95,671,064</u>	<u>97,370,796</u>
Ending Net Position	<u>\$ 97,549,725</u>	<u>\$ 95,671,064</u>

The Town's total revenues for 2016 were \$75.8 million. The total cost of all programs and services was \$73.9 million. Our analysis below separately considers the operations of governmental activities.

### **Governmental Activities**

Revenues increased, from the prior year with increases in operating grants, capital grant and contributions, property taxes and other general revenues. This increase is a reflection of receiving capital grants in 2016 that we did not have in 2015. Back tax collections came in higher than anticipated due to tax sales and aggressive collection efforts, while other revenues increased due to one-time revenues coming from BRRFOC and Eversource.

Education expenses increased \$1.1 million, Public Safety expenses increased \$499 thousand, General Government expenses increased \$543 thousand, but offsets in other categories netted the overall expense increase to \$3.1 million. Table 3 presents the cost of each of the Town's six largest programs - education, public works, public safety, general government, interest on long-term debt, and a generic all others - as well as each program's net cost (total cost less revenues generated by the activities). The net cost shows the financial burden that was placed on the Town's taxpayers by each of these functions.

**TABLE 3**  
**GOVERNMENTAL ACTIVITIES**

	<b>Total Cost of Services</b>		<b>Net Cost of Services</b>	
	<b>2016</b>	<b>2015</b>	<b>2016</b>	<b>2015</b>
Education	\$ 48,021,884	\$ 46,898,961	\$ 27,520,437	\$ 28,271,393
Public works	9,357,385	8,559,743	4,226,075	4,698,288
Public safety	7,761,957	7,262,484	7,242,266	6,746,946
General government	3,823,545	3,280,622	689,932	2,139,604
Interest on long-term debt	1,585,823	1,545,996	1,585,823	1,545,996
All others	3,353,687	3,307,516	2,955,508	2,674,424
Total	<u>\$ 73,904,281</u>	<u>\$ 70,855,322</u>	<u>\$ 44,220,041</u>	<u>\$ 46,076,651</u>

### **Town Funds Financial Analysis**

#### **Governmental Funds**

As the Town completed the year, its governmental funds (as presented in the balance sheet - Exhibit III) reported a combined fund balance of \$18.6 million, which is a decrease from last year's total of \$18.8 million; essentially breakeven. The primary reason for the decrease is the Town's additional appropriations and subsequent transfers out to fund one-time capital improvement projects, using those funds to reconstruct several roads and bridges in Town. Significant changes by fund type are listed below.

#### **General Fund:**

1. For the 2016 budget, \$200,000 was budgeted as a revenue source from the fund balance but not used.
2. \$2,248,186 of additional appropriations was approved during FY 2016. This comes directly out of fund balance and is the primary reason for the General Fund loss in FY 2016.
3. Building permits revenue came in higher than budgeted, back tax interest and lien fees continue to come in higher through aggressive collection efforts, State of CT revenue came in as budgeted, and miscellaneous revenues came in higher than budgeted.
4. Expenditures are kept close to budget with some savings seen in the Fire, Buildings & Grounds, and Solid Waste Departments. We also continue to lower our Municipal Building maintenance costs through conservation measures.

#### **Sewer Operating Fund:**

1. The Sewer Operating fund showed a gain of \$371 thousand as budgeted during FY 2016. This was primarily due to a cash settlement received from a previous contractor along with rate increases put in place to offset and/or minimize operating losses and known future expense increases. Rates will continue to increase slightly each year with the hopes of increasing fund balance to help with known future expense increases for phosphorus removal.

#### **Capital Projects Fund:**

1. The Capital Projects fund showed a loss of \$686 thousand. This was due primarily to the Town road bond projects. The Town took out a \$2 million bond anticipation note, which is shown as a liability versus revenue while the projects showed \$1.5 million in expenditures.



### **Proprietary Funds**

The internal service funds unrestricted net position decreased by 70.0% to \$319,586 due to higher than expected claims and lower operating revenue. It is anticipated the Town Council will appropriate funds to increase the net position of the internal service funds within the next fiscal year or two.

### **General Fund Expenditure Budget Highlights**

General Government - there was an overall positive variance of \$17,486 after year-end transfers.

Public Safety - there was an overall positive variance of \$20,998 after year-end transfers.

Public Works - there was a positive variance of \$73,859 primarily due to better overtime management, lower fuel costs, and better utility cost budgeting as a whole.

Human Services - there was a positive variance of \$10,448 all due to a reduction in solid waste disposal costs.

Education - finished the year returning \$6,530 of their budget to the General Fund.

The Town's General Fund balance of \$10.9 million reported on Exhibit III differs from the General Fund's budgetary fund balance reported in the budgetary comparison in the required supplementary information. This is principally because budgetary fund balance includes \$974 thousand of outstanding encumbrances at year-end, which are reported as expenditures for budgetary purposes.

### **Capital Asset and Debt Administration**

#### **Capital Assets**

At June 30, 2016, the Town had \$136.4 million invested in a broad range of capital assets, including land, buildings, park facilities, vehicles and equipment, roads, bridges, and water and sewer lines – Table 4. This amount represents a net decrease (including additions and deductions) of \$265 thousand, or 0.19%, less than last year.

**TABLE 4**  
**CAPITAL ASSETS (Net of Depreciation)**

	<b>Governmental Activities</b>	
	<b>2016</b>	<b>2015</b>
Land	\$ 6,187,769	\$ 5,446,275
Buildings	110,772,365	114,351,799
Improvements other than buildings	10,470	26,973
Furniture and equipment	3,611,423	3,391,943
Infrastructure	14,482,941	13,330,358
Construction in progress	1,338,341	121,004
Total	<u>\$ 136,403,309</u>	<u>\$ 136,668,352</u>

This year's major additions included:

The Town completed the PHS Turf Field project and are two years into a five-year road improvement project. This project will resurface/reconstruct numerous roads throughout the Town, dramatically improving our infrastructure. Depreciation on fixed assets, primarily buildings, led to the overall decrease in capital assets.

The Town's fiscal year 2016 - 2017 capital budget calls for it to spend \$1.84 million for public safety and public works equipment, educational technology and school improvements. Included in this amount is a parks improvement project partially fully funded by a State of CT grant for \$592 thousand.

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

**Long-Term Debt**

At June 30, 2016, the Town had \$27.975 million in bonds and notes outstanding versus \$31.5 million last year - a decrease of 11.19% - as shown in Table 5.

**TABLE 5  
OUTSTANDING DEBT, AT YEAR-END**

	<b>Governmental Activities</b>	
	<b>2016</b>	<b>2015</b>
General Obligation Bonds (Backed by the Town)	\$ <u>27,975,000</u>	\$ <u>31,500,000</u>

The Town's general obligation bond rating carries the Aa3 rating by Moody's Investment Service. This rate was reaffirmed in December 2011. The Town has been rated by Moody's since 1972. The Town also received a rating increase from Standard & Poor's in July 2014 from A+ to AA+. This significant three-step increase will have a significant financial impact on the Town's future borrowing costs. The Town took advantage of this rating increase in September 2015 by refunding \$5.5M of general obligation bonds at much lower interest rates. The State limits the amount of general obligation debt that cities can issue based on formula determined under State Statutes based on type of debt and tax base. The Town's outstanding general obligation debt is significantly below this \$308.8 million state-imposed limit.

Other obligations include accrued vacation pay and sick leave. More detailed information about the Town's long-term liabilities is presented in Note 7 to the financial statements.

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

The Towns elected and appointed officials considered many factors when setting the fiscal year 2017 budget and tax rate. One of those factors is the economy and the community's ability to pay for municipal services. The Town's labor force stood at 10,454 for June 2016. Unemployment increased to 5.4% compared to 4.9% for June 2015. However, these rates continue to decrease significantly from the June 2013 numbers of 7.7% for Plainville. Unemployment is expected to fluctuate in the near term however; the Town's commercial and industrial tax based remains solid.

The consumer price index for June 2016 was 1.0% compared to 0.1% for June 2015 and 2.1% for June 2014. The Town has been active in dealing with a downtown improvement program, tax abatement program, an Enterprise Zone program, and a loan/grant program. These programs have helped bring new business into the community and retained existing businesses.

These are just some of the indicators taken into account when adopting the current General Fund Budget for 2016 - 2017. Amounts available for appropriations in the General Fund are \$57,642,463, an increase of 2.01% over the adopted 2016 budget of \$56,504,681. These increases will be used to maintain current levels of services, keep the existing labor force intact, and provide for needed capital improvements. Budgeted expenditures equal budgeted revenues in order to have a balanced budget. The Town did budget a nominal amount of fund balance of \$200,000 use for the 2016 - 2017 budget. The use of fund balance in combination with the large general fund gain for FY 2014 has put the General Fund unassigned fund balance at a 16.43% level. The Town is committed to increasing and maintaining a healthy fund balance level. This will only help the Town maintain and improve its services to residents.

### **Contacting the Town's Financial Management**

This financial report is designed to provide citizens, taxpayers, customers, investors and creditors with a general overview of the Town's finances and to show the Town's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Finance Department, Town of Plainville, One Central Square, Plainville, Connecticut 06062-1955.

## **Basic Financial Statements**

**TOWN OF PLAINVILLE, CONNECTICUT**  
**STATEMENT OF NET POSITION**  
**JUNE 30, 2016**

	<b>Governmental Activities</b>
Assets:	
Cash and cash equivalents	\$ 15,158,767
Investments	4,774,459
Receivables, net	9,443,655
Inventory	17,771
Prepaid items	135,999
Capital assets:	
Assets not being depreciated	7,526,110
Assets being depreciated, net	128,877,199
Total assets	<u>165,933,960</u>
Deferred Outflows of Resources:	
Deferred charge on refunding	655,155
Deferred outflows related to changes in assumptions	296,890
Deferred outflows related to changes in projected investment earnings	2,271,281
Total deferred outflows of resources	<u>3,223,326</u>
Liabilities:	
Accounts and other payables	3,457,502
Unearned revenue	372,845
Bond anticipation notes payable	2,000,000
Noncurrent liabilities:	
Due within one year	5,739,219
Due in more than one year	59,718,701
Total liabilities	<u>71,288,267</u>
Deferred Inflows of Resources:	
Deferred inflows related to pension actuarial experience	298,636
Deferred inflows related to changes in assumptions	20,658
Total deferred inflows of resources	<u>319,294</u>
Net Position:	
Net investment in capital assets	90,129,040
Restricted for:	
Trust purposes:	
Expendable	1,266,567
Unrestricted	<u>6,154,118</u>
Total Net Position	<u>\$ 97,549,725</u>

The accompanying notes are an integral part of the financial statements

**TOWN OF PLAINVILLE, CONNECTICUT**  
**STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED JUNE 30, 2016**

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	<u>Net (Expense) Revenue and Changes in Net Position</u>
					<u>Governmental Activities</u>
Governmental Activities:					
General government	\$ 3,823,545	\$ 636,908	\$ 2,284,564	\$ 212,141	\$ (689,932)
Public safety	7,761,957	464,689	55,002		(7,242,266)
Public works	9,357,385	3,327,343	853,967	950,000	(4,226,075)
Human services	1,950,941	42,633	64,355		(1,843,953)
Culture and recreation	1,402,746	144,709	41,482	105,000	(1,111,555)
Education	48,021,884	477,599	19,276,528	747,320	(27,520,437)
Debt service	1,585,823				(1,585,823)
Total	<u>\$ 73,904,281</u>	<u>\$ 5,093,881</u>	<u>\$ 22,575,898</u>	<u>\$ 2,014,461</u>	<u>(44,220,041)</u>
General revenues:					
Property taxes					44,368,707
Grants and contributions not restricted to specific programs					502,072
Unrestricted investment earnings					84,889
Miscellaneous					1,143,034
Total general revenues					<u>46,098,702</u>
Change in net position					1,878,661
Net Position, Beginning of Year					<u>95,671,064</u>
Net Position, End of Year					<u>\$ 97,549,725</u>

The accompanying notes are an integral part of the financial statements

**TOWN OF PLAINVILLE, CONNECTICUT**  
**BALANCE SHEET - GOVERNMENTAL FUNDS**  
**JUNE 30, 2016**

	<u>General</u>	<u>Sewer Operating</u>	<u>Housing Rehabilitation</u>	<u>Airport Operations</u>	<u>Capital Projects</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>ASSETS</b>							
Assets:							
Cash and cash equivalents	\$ 10,530,461	\$ 115,475	\$ 17,705	\$	\$ 234,109	\$ 1,870,538	\$ 12,768,288
Investments	2,539,014	1,623,301				612,144	4,774,459
Receivables, net	4,256,099	1,145,114	1,730,266	212,141	1,603,152	496,883	9,443,655
Due from other funds	1,807,369	33,381		170,179	3,347,736	766,382	6,125,047
Inventories						17,771	17,771
Prepaid items	48,562	2,652			51,776	33,009	135,999
Total assets	<u>\$ 19,181,505</u>	<u>\$ 2,919,923</u>	<u>\$ 1,747,971</u>	<u>\$ 382,320</u>	<u>\$ 5,236,773</u>	<u>\$ 3,796,727</u>	<u>\$ 33,265,219</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>							
Liabilities:							
Accounts payable and accrued liabilities	\$ 706,505	\$ 66,705	\$ 52,990	\$ 24,604	\$ 1,290,255	\$ 303,909	\$ 2,444,968
Due to other governments	48,257						48,257
Due to other funds	4,317,678					312,033	4,629,711
Unearned revenue					281,322	91,523	372,845
Bond anticipation notes payable					2,000,000		2,000,000
Total liabilities	<u>5,072,440</u>	<u>66,705</u>	<u>52,990</u>	<u>24,604</u>	<u>3,571,577</u>	<u>707,465</u>	<u>9,495,781</u>
Deferred inflows of resources:							
Unavailable revenue - property taxes	3,200,434						3,200,434
Unavailable revenue - special assessments		285,516					285,516
Unavailable revenue - loans receivables			1,677,276				1,677,276
Total deferred inflows of resources	<u>3,200,434</u>	<u>285,516</u>	<u>1,677,276</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,163,226</u>
Fund balances:							
Nonspendable	48,562	2,652			51,776	50,780	153,770
Restricted			17,705		545,769	2,470,235	3,033,709
Committed	198,387	2,565,050		357,716	2,531,062	568,247	6,220,462
Assigned	1,173,970						1,173,970
Unassigned	9,487,712				(1,463,411)		8,024,301
Total fund balances	<u>10,908,631</u>	<u>2,567,702</u>	<u>17,705</u>	<u>357,716</u>	<u>1,665,196</u>	<u>3,089,262</u>	<u>18,606,212</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 19,181,505</u>	<u>\$ 2,919,923</u>	<u>\$ 1,747,971</u>	<u>\$ 382,320</u>	<u>\$ 5,236,773</u>	<u>\$ 3,796,727</u>	<u>\$ 33,265,219</u>

(Continued on next page)

**TOWN OF PLAINVILLE, CONNECTICUT**  
**BALANCE SHEET - GOVERNMENTAL FUNDS (CONTINUED)**  
**JUNE 30, 2016**

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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)	\$ 18,606,212
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Capital assets used in governmental activities are not financial  
resources and, therefore, are not reported in the funds:

Governmental capital assets	\$ 280,502,308	
Less accumulated depreciation	<u>(144,098,999)</u>	
Net capital assets		136,403,309

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

Property tax receivables greater than 60 days	1,958,790
Interest receivable on property taxes	1,241,644
Assessments receivable	285,516
Housing loans	1,677,276
Deferred outflows related to changes in assumptions	296,890
Deferred outflows related to changes in projected investments earnings	2,271,281

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.	319,586
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Long-term liabilities, including bonds payable and deferred inflows of resources,  
are not due and payable in the current period and, therefore,  
are not reported in the funds:

Bonds and notes payable	(43,014,131)
Interest payable on bonds and notes	(388,720)
Bond premium	(1,266,090)
Compensated absences	(2,974,317)
Capital lease	(649,203)
Net OPEB obligation	(10,827,403)
Deferred charges on refunding	655,155
Deferred inflows related to pension actuarial experience	(298,636)
Deferred inflows related to pension assumption changes	(20,658)
Net pension liability	<u>(6,726,776)</u>

Net Position of Governmental Activities (Exhibit I)	<u>\$ 97,549,725</u>
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The accompanying notes are an integral part of the financial statements



**TOWN OF PLAINVILLE, CONNECTICUT**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2016**

	<u>General</u>	<u>Sewer Operating</u>	<u>Housing Rehabilitation</u>	<u>Airport Operations</u>	<u>Capital Projects</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
Revenues:							
Property taxes	\$ 44,113,227	\$	\$	\$	\$	\$	\$ 44,113,227
Assessments including interest and liens		276,308					276,308
Charges for services	1,562,958	3,228,802		195,189	10,021	628,431	5,625,401
Intergovernmental	16,214,440	8,913	102,917	212,141	3,276,932	4,119,057	23,934,400
Income on investments	59,355	19,643			339	4,937	84,274
Miscellaneous	45,061	142,360	16,483		1,007,760	561,275	1,772,939
Total revenues	<u>61,995,041</u>	<u>3,676,026</u>	<u>119,400</u>	<u>407,330</u>	<u>4,295,052</u>	<u>5,313,700</u>	<u>75,806,549</u>
Expenditures:							
Current:							
General government	2,190,220			311,538			2,501,758
Public safety	4,575,293					70,112	4,645,405
Public works	4,321,676	1,349,762				281,729	5,953,167
Human services	1,712,035					100,135	1,812,170
Culture and recreation	147,672					1,007,144	1,154,816
Education	38,395,769					4,406,182	42,801,951
Other expenditures	3,459,339		122,693			12,445	3,594,477
Capital outlay					7,559,855		7,559,855
Debt service	4,626,826	1,415,941					6,042,767
Total expenditures	<u>59,428,830</u>	<u>2,765,703</u>	<u>122,693</u>	<u>311,538</u>	<u>7,559,855</u>	<u>5,877,747</u>	<u>76,066,366</u>
Excess (Deficiency) of Revenues over Expenditures	<u>2,566,211</u>	<u>910,323</u>	<u>(3,293)</u>	<u>95,792</u>	<u>(3,264,803)</u>	<u>(564,047)</u>	<u>(259,817)</u>
Other Financing Sources (Uses):							
Transfers in	320,221				2,588,420	789,345	3,697,986
Transfers out	(3,143,704)	(538,901)			(10,000)	(5,381)	(3,697,986)
Refunding bonds issued	5,025,000						5,025,000
Payment to refunding bond escrow agent	(5,361,417)						(5,361,417)
Premium on refunding bonds	445,977						445,977
Total other financing sources (uses)	<u>(2,713,923)</u>	<u>(538,901)</u>	<u>-</u>	<u>-</u>	<u>2,578,420</u>	<u>783,964</u>	<u>109,560</u>
Net Change in Fund Balances	(147,712)	371,422	(3,293)	95,792	(686,383)	219,917	(150,257)
Fund Balances, Beginning of Year	<u>11,056,343</u>	<u>2,196,280</u>	<u>20,998</u>	<u>261,924</u>	<u>2,351,579</u>	<u>2,869,345</u>	<u>18,756,469</u>
Fund Balances, End of Year	<u>\$ 10,908,631</u>	<u>\$ 2,567,702</u>	<u>\$ 17,705</u>	<u>\$ 357,716</u>	<u>\$ 1,665,196</u>	<u>\$ 3,089,262</u>	<u>\$ 18,606,212</u>

(Continued on next page)

**TOWN OF PLAINVILLE, CONNECTICUT**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCES - GOVERNMENTAL FUNDS (CONTINUED)**  
**FOR THE YEAR ENDED JUNE 30, 2016**

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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:

Net change in fund balances - total governmental funds (Exhibit IV)	\$ (150,257)
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Governmental funds report capital outlays as expenditures. In the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense:

Capital outlay	6,510,328
Depreciation expense	(6,633,348)
Loss on disposal of capital asset	(142,023)

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

Property tax receivable - accrual basis change	(115,721)
Property tax interest and lien revenue - accrual basis change	94,893
Sewer assessment receivable - accrual basis change	(72,630)
Housing loans receivable - accrual basis change	69,282
Change in deferred outflows related to changes in projected investments earnings	1,343,948
Change in deferred outflows related to changes in assumptions	(156,864)

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

Refunding bonds issued	(5,025,000)
Bond and notes principal payments	4,189,284
Payments to bond refunding agent	5,361,417
Premium on bonds issued	(445,977)
Capital lease payments	240,318

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

Amortization of deferred charges in refunding	184,253
Amortization of premium	224,494
Compensated absences	106,225
Accrued interest	(141,088)
Net OPEB expense	(1,019,401)
Change in deferred inflows related to pension actuarial experience	(47,710)
Change in deferred inflows related to changes in assumptions	(20,658)
Change in net pension liability	(1,727,173)

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

(747,931)

Change in Net Position of Governmental Activities (Exhibit II)	<u>\$ 1,878,661</u>
----------------------------------------------------------------	---------------------

The accompanying notes are an integral part of the financial statements

**TOWN OF PLAINVILLE, CONNECTICUT**  
**PROPRIETARY FUNDS**  
**STATEMENT OF NET POSITION**  
**JUNE 30, 2016**

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	<b>Governmental Activities Internal Service Funds</b>
Current Assets:	
Cash and cash equivalents	\$ <u>2,390,479</u>
Current Liabilities:	
Accounts and other payables	575,557
Due to other funds	<u>1,495,336</u>
Total current liabilities	<u>2,070,893</u>
Net Position	
Unrestricted	\$ <u><u>319,586</u></u>

The accompanying notes are an integral part of the financial statements

**TOWN OF PLAINVILLE, CONNECTICUT**  
**PROPRIETARY FUNDS**  
**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION**  
**FOR THE YEAR ENDED JUNE 30, 2016**

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	<b>Governmental Activities</b>
	<b>Internal Service Funds</b>
Operating Revenues:	
Licenses, fees and charges for goods and services	\$ 5,993,255
Operating Expenses:	
Insurance claims, premiums and fees	6,606,201
Administration	135,557
Total operating expenses	6,741,758
Operating Loss	(748,503)
Nonoperating Revenues:	
Revenues from use of money	572
Change in Net Position	(747,931)
Total Net Position, Beginning of Year	1,067,517
Total Net Position, End of Year	\$ 319,586

The accompanying notes are an integral part of the financial statements

**TOWN OF PLAINVILLE, CONNECTICUT**  
**PROPRIETARY FUNDS**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED JUNE 30, 2016**

	<b>Governmental Activities</b>
	<b>Internal Service Funds</b>
Cash Flows from Operating Activities:	
Cash received from charges for services and contributions	\$ 5,993,255
Cash paid for claims, premiums and fees	(6,565,283)
Cash received from interfund services provided	1,171,871
Net cash provided by (used in) operating activities	<u>599,843</u>
Cash Flows from Investing Activities:	
Income on investments	<u>572</u>
Net Increase (Decrease) in Cash and Cash Equivalents	600,415
Cash and Cash Equivalents, Beginning of Year	<u>1,790,064</u>
Cash and Cash Equivalents, End of Year	<u><u>\$ 2,390,479</u></u>
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used in) Operating Activities:	
Operating income (loss)	\$ <u>(748,503)</u>
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:	
Change in assets and liabilities:	
(Increase) decrease in due from other funds	107,920
Increase (decrease) in accounts payable	176,475
Increase (decrease) in due to other funds	1,063,951
Total adjustments	<u>1,348,346</u>
Net Cash Provided by (Used in) Operating Activities	<u><u>\$ 599,843</u></u>

The accompanying notes are an integral part of the financial statements

**TOWN OF PLAINVILLE, CONNECTICUT**  
**FIDUCIARY FUNDS**  
**STATEMENT OF NET POSITION**  
**JUNE 30, 2016**

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	<b>Pension Trust Funds</b>	<b>Agency Funds</b>
	<hr/>	<hr/>
Assets:		
Cash and cash equivalents	\$	\$ 490,703
Investments at fair value:		
Certificates of deposit		340,917
Open-end mutual funds	<u>25,511,568</u>	<hr/>
Total assets	<u>25,511,568</u>	\$ <u><u>831,620</u></u>
Liabilities:		
Due to employees and others		\$ 814,374
Surety bond payable	<hr/>	<u>17,246</u>
Total liabilities	<hr/> -	\$ <u><u>831,620</u></u>
Net Position:		
Restricted for pension plan benefits	<u>\$ 25,511,568</u>	

The accompanying notes are an integral part of the financial statements

**TOWN OF PLAINVILLE, CONNECTICUT**  
**FIDUCIARY FUNDS**  
**STATEMENT OF CHANGES IN NET POSITION**  
**PENSION TRUST FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2016**

		<b>Pension Trust Funds</b>
<hr/>		
Additions:		
Contributions:		
Employer		\$ 874,736
Employee		253,839
Total contributions		<u>1,128,575</u>
Investment income:		
Net change in fair value of investments	\$ (487,125)	
Interest and dividends	<u>533,685</u>	
Net investment income		<u>46,560</u>
Total additions		1,175,135
Deductions:		
Benefits	2,091,459	
Administration	<u>120,086</u>	
Total deductions		<u>2,211,545</u>
Change in Net Position		(1,036,410)
Net Position, Beginning of Year		<u>26,547,978</u>
Net Position, End of Year		<u><u>\$ 25,511,568</u></u>

The accompanying notes are an integral part of the financial statements

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

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

### **A. Reporting Entity**

The Town operates in accordance with the provisions of its Charter, which was originally adopted in 1959 under Connecticut's Home Rule Act. The Charter has been amended over the years with the most recent changes approved in 2012.

Plainville has a Council - Manager form of government. The Town Council is comprised of seven members and is elected biennially. The Town Manager is the Chief Executive Officer and is appointed by the Town Council. Services provided by the Town include police and fire protection, recreation programs, senior citizen programs, street repairs, health inspections, building inspections, sewage disposal, general administrative services and education. Refuse collection is contracted out by the Town to a private hauler.

The Town Council is the legislative body and is responsible for preparing the annual budget and setting the tax rate. The budget process involves specific provisions for public hearings and requires Town Meeting approval. There is a Treasurer, appointed by the Council, who is responsible for the receiving and safekeeping of municipal funds. Additionally, there is a Department of Finance consisting of the Director of Finance, Revenue (Tax) Collector and Assessor. It is the responsibility of the Department of Finance to maintain and operate the accounting system for the Town. An elected Board of Education is responsible for the operation of the public school system.

The Town has the power to incur indebtedness by issuing bonds or notes as provided by the Connecticut General Statutes. No ordinance or resolution authorizing the issuance of bonds in excess of 1% of the annual budget or making a special appropriation in excess of 1% of the annual budget can become effective until approved by referendum.

### **B. Government-Wide and Fund Financial Statements**

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the Town. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, 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 are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.



**TOWN OF PLAINVILLE, CONNECTICUT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2016**

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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.

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

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

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

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

The Town reports the following major governmental funds:

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

The Sewer Operating Fund is used to account for the activity of the Sewer Treatment Plant and other pollution control activities. The major sources of revenue for this fund are initial sewer assessment and user fees.

The Housing Rehabilitation Fund is used to account for the activity of the Housing grant and rehabilitation loans to property owners. The major sources of revenue for this fund federal grants.

The Airport Operations Fund is used to fund general operations of Robertson Airport. The major sources of revenue for this fund federal grants and fees.

The Capital Projects Fund is used to account for the acquisition or construction of major capital facilities, improvements and/or equipment. Capital projects of greater than one year's duration have been accounted for in the Capital Projects Fund. Most of the capital outlays are financed by the issuance of general obligation bonds. Other sources include capital grants, current tax revenues and low-interest state loans.

**TOWN OF PLAINVILLE, CONNECTICUT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2016**

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Additionally, the Town reports the following fund types:

The Internal Service Fund accounts for the self-insurance activities related to health benefits and deductibles on commercial insurance policies.

The Pension Trust Fund accounts for the activities of the Town's pension plans, which accumulate resources for pension benefit payments to qualified Town employees.

The Agency Funds account for assets held by the Town in an agent capacity for individuals, private organizations or other governments. The funds are custodial in nature (assets equal liabilities) and do not involve measurement of result of operations. These Agency Funds include Student Activity, Senior Citizen, Deposit Fund and Central CT Regional Planning Agency.

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

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

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

#### **D. Deposits and Investments**

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

Investments for the Town are reported at fair value.

#### **E. Receivables and Payables**

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

Property taxes are assessed as of October 1. They are levied and due the following July 1. The lien date is July 1. Assessments for real and personal property, including motor vehicles, are computed at 70% of the market value. Taxes not paid within 30 days of the due date are subject to an interest charge of 1½% per month.

**TOWN OF PLAINVILLE, CONNECTICUT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2016**

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In the fund financial statements, property taxes are recorded as receivable on the due date and are recognized as revenues to the extent collected during the fiscal year or collected soon enough thereafter (within 60 days) to be used to pay liabilities of the current period. Property taxes receivable not expected to be collected during the available period are reflected as deferred revenue.

Assessments are made against properties for sewer and water connections. These amounts are shown as receivable and deferred revenue in the governmental fund financial statements.

**F. Inventories and Prepaid Items**

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

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements. Prepayments of governmental funds are recorded as expenditures when consumed rather than when purchased.

**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 activities columns in the government-wide 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 one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed.

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

<b>Assets</b>	<b>Years</b>
Buildings and improvements	25
Furniture	5-20
Vehicles	10-20
Equipment	7-20

**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

**TOWN OF PLAINVILLE, CONNECTICUT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2016**

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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. In the government-wide statement of net position, the Town reports deferred inflows of resources related to pensions. A deferred inflow 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). Also, 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, special assessments and long-term loans. These amounts are deferred and recognized as an inflow of resources (revenue) in the period in which the amounts become available.

## **I. Compensated Absences**

### **Municipal**

Vacation earned can be accumulated up to 25 days by individual employees; upon request and approval by the Town Manager individual employees can accumulate vacation above the 25 days. In addition, municipal employees, other than police, may accumulate 150 days of sick leave until termination of their employment.

Upon termination, employees are compensated for their accumulated sick time at the rate of one day for every three days earned.

Police officers may accumulate up to 230 days of sick time and are compensated for a portion of this sick time only at retirement, disability retirement or death. Officers hired prior to July 1, 1978 are compensated up to a maximum of 120 sick days and all other officers are compensated at the rate of one day for every three days earned up to a maximum of 60 days.

### **Board of Education**

Vacation cannot be accumulated. It is lost if it is not used. Sick time may be accumulated to the following maximums:

Secretaries and Custodians	150 days
Paraprofessionals	120 days
Nurses	150 days
Teachers	187 days
Administrators	225 days

**TOWN OF PLAINVILLE, CONNECTICUT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2016**

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Teachers and administrators are compensated at the rate of 33% of accumulated sick time only upon retirement, disability retirement or death. Secretaries are compensated up to a maximum of 125 accumulated sick days. Custodians hired before July 1, 1987 are compensated up to a maximum of 120 accumulated sick days while all others are compensated up to a maximum of 75 accumulated sick days. Nurses are compensated 33% of up to 120 accumulated sick days. Paraprofessionals are compensated 50% of accumulated sick time up to a maximum of 50 days.

The Town values all compensated absences at salary rates in effect at balance sheet date.

**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. Net OPEB Obligation**

The net OPEB obligation represents the cumulative difference between the annual OPEB cost and the Town's contributions to the plan. The amount is calculated on an actuarial basis and is recorded as a noncurrent liability in the government-wide financial statements.

**L. 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, business-type 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.

**M. Fund Equity**

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

**Net Investment in Capital Assets**

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

**Restricted Net Position**

Restrictions are externally imposed by creditors (such as through debt covenants), grantors, contributors or laws or regulations of other governments or imposed by law through constitutional provisions or enabling legislation.

**Unrestricted Net Position**

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

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

**Nonspendable Fund Balance**

This represents amounts that cannot be spent due to form (e.g., inventories and prepaid amounts).

**Restricted Fund Balance**

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

**Committed Fund Balance**

This represents amounts constrained for a specific purpose by a government using its highest level of decision-making authority (Town Council). Amounts remain committed until action is taken by the Town Council (resolution) to remove or revise the limitations.

**Assigned Fund Balance**

This represents amounts constrained for the intent to be used for a specific purpose by Town Council which has been delegated authority to assign amounts by the Town Charter.

**Unassigned Fund Balance**

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

**N. Fund Balance Flow Assumptions**

Sometimes the government will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned and unassigned fund balance in the governmental fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the government'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. Accounting Estimates**

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets, deferred outflows of resources, liabilities and deferred inflows of resources and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

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

### **A. Budgetary Information**

The Town adopts an annual operating budget for the General Fund only. The following details the procedures relating to the General Fund budgetary data reflected in the financial statements.

Not later than the 15th day of February, each department, office, board, commission and agency of the Town, including the Board of Education, submits their estimates of revenues and expenditures to the Town Manager. Each such unit is entitled to a hearing by the Town Manager. The Board of Education furnishes the Town Manager with a budget for the operation of the schools containing a detailed estimate of expenditures.

No later than the second Monday in March, the Town Manager presents a budget to the Town Council consisting of (a) a budget message outlining the financial policy of the Town, (b) estimates of revenues for the General Fund, (c) estimates of expenditures for each department, office, commission, board, agency and activity for the General Fund, (d) a program previously acted upon by the Town Planning and Zoning Commission concerning municipal improvement for the ensuing fiscal year and for the next three fiscal years. This last segment contains cost estimates and the methods of financing. The Chairman of the Board of Education does the same for the Board of Education budget.

The Town Council holds one or more public hearings not later than 30 days before the annual budget meeting. Following receipt of the proposals from the Town Manager and the Chairman of the Board of Education and the public hearings, the Town Council prepares a budget to present to the annual budget meeting of the Town.

The annual budget meeting for the General Fund is held on the third Tuesday in April. The General Fund budget is adopted by majority vote of those voting. If the budget is not adopted, the meeting is adjourned to the first Tuesday in May and hence to the third Tuesday in May thereafter until final approval is given. The budget, if rejected shall be reconsidered by the Council in conjunction with the Town Manager. If the budget remains unaccepted after the third meeting and in no case later than 30 days after the first Tuesday in May, the budget presented at the third meeting shall be deemed adopted.

Budget control is established at the department, office, commission, board, agency or activity level. Transfers of unencumbered appropriations between these units (except the Board of Education) may be done by the Council in the last three months of the fiscal year provided that the total level of appropriations remains the same. Management may make changes in line items within a department without approval of the Town Council. Additional appropriations of \$2,248,186 were made during the year from available unassigned fund balance.

**TOWN OF PLAINVILLE, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2016**

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Unencumbered appropriations lapse at the end of the fiscal year except for capital project appropriations. Capital project appropriations lapse when the budgeted item is acquired or construction completed or if no expenditure or encumbrance has been made for three consecutive fiscal years.

Budgetary accounting uses encumbrance accounting. Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary integration in all budgeted governmental type funds. Encumbrances outstanding at year end are reported in the GAAP financial statements as either restricted, committed or assigned fund balance since they do not constitute expenditures or liabilities.

The differences between the budgetary and GAAP basis of accounting are as follows:

- Encumbrances are recognized as valid and proper charges against budget appropriations 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 but are shown as assignments of fund balance on a GAAP basis.
- In accordance with GASB Statement No. 24, *Accounting and Financial Reporting for Certain Grants and Other Financial Assistance*, the Town reports on-behalf contributions made by the State of Connecticut Teachers' Retirement System as revenue and expenditures for GAAP purposes only.
- State Excess Cost - Student Based grant is credited against the Board of Education's operating budget.
- Activities of Debt Management Fund are not budgeted with General Fund, but reported on a GAAP basis with General Fund in accordance with GASB Statement No. 54.

**B. Excess of Expenditures over Appropriations**

For the year ended June 30, 2016, expenditures exceeded appropriations in the following categories:

General administration services	\$	96
Transfers to other funds		3,977

**C. Deficit Fund Balance/Net Position**

For the year ended June 30, 2016, the Health Insurance Fund, an internal service fund, had a deficit of \$285,849. This deficit will be covered by future charges to other funds mainly general fund.

**3. CASH, CASH EQUIVALENTS AND INVESTMENTS**

The deposit of public funds is controlled by the Connecticut General Statutes (Section 7-402). Deposits may be made in a "qualified public depository" as defined by the Statutes 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."



**TOWN OF PLAINVILLE, CONNECTICUT**  
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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.

**A. Deposits**

**Deposit Custodial Credit Risk**

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

Based on the criteria described in GASB Statement No. 40, *Deposits and Investment Risk Disclosures*, \$16,260,198 of the Town's bank balance of \$22,098,078 was exposed to custodial credit risk as follows:

Uninsured and uncollateralized	\$ 14,534,178
Uninsured and collateral held by the pledging bank's trust department, not in the Town's name	<u>1,726,020</u>
Total Amount Subject to Custodial Credit Risk	<u>\$ 16,260,198</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, 2016, the Town's cash equivalents amounted to \$81,584. The following table provides a summary of the Town's cash equivalents (excluding U.S. government guaranteed obligations) as rated by nationally recognized statistical rating organizations.

	<u>Standard &amp; Poor's</u>
Pershing (YHB Investment Advisors)	A
Bank of America N.A. Cash Management Assets	A

**TOWN OF PLAINVILLE, CONNECTICUT**  
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**B. Investments**

Investments as of June 30, 2016 in all funds are as follows:

Investment Type	Credit Rating	Fair Value	Investment Maturities (Years)		
			Less Than 1	1 - 10	More Than 10
Interest-bearing investments:					
Corporate bonds	AA	\$ 31,739	\$ 10,332	\$ 21,407	\$
Corporate bonds	BBB	10,871		10,871	
Corporate bonds	N/A	62,235		62,235	
Certificates of deposit	*	<u>4,503,233</u>	<u>4,503,233</u>		
Total		\$ 4,608,078	\$ 4,513,565	\$ 94,513	\$ -

\* Subject to coverage by federal depository insurance and collateralization

**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.

**Credit Risk - Investments**

As indicated above, State Statutes limit the investment options of cities and towns. The Town has an investment policy that allows the same type of investments as State Statutes.

**Concentration of Credit Risk**

The Town does not have a formal investment policy that limits investments in any one issuer that is in excess of 5% of the Town's total investments.

**Custodial Credit Risk**

Custodial credit risk for an investment is the risk that, in the event of the failure of the counterparty (the institution that pledges collateral or repurchase agreement securities to the Town or that sells investments to or buys them for the Town), the Town will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Town does not have a policy for custodial credit risk. At June 30, 2016, the Town did not have any uninsured and unregistered securities held by the counterparty or by its trust department or agent that were not in the Town's name.

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The Town adopted new accounting guidance, GASB Statement No. 72, *Fair Value Measurement and Application*. The new disclosure is presented below:

The Town categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements); followed by quoted prices in inactive markets or for similar assets or with observable inputs (Level 2 measurements); and the lowest priority to unobservable inputs (Level 3 measurements). The Town has the following recurring fair value measurements as of June 30, 2016:

<u>Investments</u>	<u>Fair Value</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
Corporate bonds	\$ 104,845	\$	\$ 104,845	\$
Mutual funds	<u>26,018,866</u>	<u>26,018,866</u>		
Total	26,123,711	<u>\$ 26,018,866</u>	<u>\$ 104,845</u>	<u>\$ -</u>
Investments not included above:				
Certificates of deposit	<u>4,503,233</u>			
Total Investments	<u>\$ 30,626,944</u>			

Debt and equity securities classified in Level 1 of the fair value hierarchy are valued using prices quoted in active markets for those securities. Debt securities classified as level 2 of the fair value hierarchy are valued using a matrix pricing techniques. Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted prices.

**TOWN OF PLAINVILLE, CONNECTICUT**  
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**4. RECEIVABLES**

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

	<u>General</u>	<u>Sewer Operating</u>	<u>Housing Rehabilitation</u>	<u>Airport Operations</u>	<u>Capital Projects</u>	<u>Nonmajor and Other Funds</u>	<u>Total</u>
Receivables:							
Interest	\$ 1,241,644	\$	\$	\$	\$	\$	\$ 1,241,644
Taxes	2,335,026						2,335,026
Accounts	594,207	1,145,114				119,260	1,858,581
Loans receivable			1,719,766				1,719,766
Intergovernmental	160,222		10,500	212,141	1,603,152	377,623	2,363,638
Gross receivables	<u>4,331,099</u>	<u>1,145,114</u>	<u>1,730,266</u>	<u>212,141</u>	<u>1,603,152</u>	<u>496,883</u>	<u>9,518,655</u>
Less allowance for uncollectibles	<u>(75,000)</u>						<u>(75,000)</u>
Net Total Receivables	<u>\$ 4,256,099</u>	<u>\$ 1,145,114</u>	<u>\$ 1,730,266</u>	<u>\$ 212,141</u>	<u>\$ 1,603,152</u>	<u>\$ 496,883</u>	<u>\$ 9,443,655</u>

**5. CAPITAL ASSETS**

Capital asset activity for the year ended June 30, 2016 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	\$ 5,446,275	\$ 741,494	\$	\$ 6,187,769
Construction in progress	121,004	3,111,015	(1,893,678)	1,338,341
Total capital assets not being depreciated	<u>5,567,279</u>	<u>3,852,509</u>	<u>(1,893,678)</u>	<u>7,526,110</u>
Capital assets being depreciated:				
Buildings and improvements	173,188,901	2,130,442	(1,404,599)	173,914,744
Improvements other than buildings	237,619			237,619
Furniture, vehicles and equipment	11,754,013	805,257	(97,155)	12,462,115
Infrastructure	84,745,922	1,615,798		86,361,720
Total capital assets being depreciated	<u>269,926,455</u>	<u>4,551,497</u>	<u>(1,501,754)</u>	<u>272,976,198</u>
Less accumulated depreciation for:				
Buildings and improvements	(58,837,102)	(5,569,416)	1,264,139	(63,142,379)
Improvements other than buildings	(210,646)	(16,503)		(227,149)
Furniture, vehicles and equipment	(8,362,070)	(584,214)	95,592	(8,850,692)
Infrastructure	(71,415,564)	(463,215)		(71,878,779)
Total accumulated depreciation	<u>(138,825,382)</u>	<u>(6,633,348)</u>	<u>1,359,731</u>	<u>(144,098,999)</u>
Total capital assets being depreciated, net	<u>131,101,073</u>	<u>(2,081,851)</u>	<u>(142,023)</u>	<u>128,877,199</u>
Governmental Activities Capital Assets, Net	<u>\$ 136,668,352</u>	<u>\$ 1,770,658</u>	<u>\$ (2,035,701)</u>	<u>\$ 136,403,309</u>

**TOWN OF PLAINVILLE, CONNECTICUT**  
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Depreciation expense was charged to functions/programs as follows:

Governmental activities:	
General government	\$ 109,332
Public safety	346,662
Public works	1,972,509
Human services	5,223
Culture and recreation	199,373
Education	<u>4,000,249</u>
 Total Depreciation Expense - Governmental Activities	 \$ <u><u>6,633,348</u></u>

**Construction Commitments**

The Town has several active construction projects as of June 30, 2016. The following is a summary of capital projects as of June 30, 2016.

	<u>Appropriation</u>	<u>Expenditures and Encumbrances</u>	<u>Unexpended Balance</u>
Capital and nonrecurring expenditures	\$ 11,814,040	\$ 11,103,043	\$ 710,997
Downtown Beautification	1,008,337	1,008,337	-
Board of Education Capital	5,216,039	4,776,962	439,077
Landfill Expansion	124,189	152,230	(28,041)
Sewer Capital	1,691,373	971,531	719,842
Tomlinson Avenue Bridge	129,818	110,938	18,880
Stillwell Drive Bridge	1,864,964	1,858,286	6,678
FEMA Property Acquisition Project	4,812,072	3,489,068	1,323,004
Cooke Street Reconstruction	1,368,290	716,807	651,483
Road Bond Project	2,029,090	1,554,370	474,720
Senior Center Parking Lot	<u>125,864</u>	<u>124,321</u>	<u>1,543</u>
 Total	 \$ <u><u>30,184,076</u></u>	 \$ <u><u>25,865,893</u></u>	 \$ <u><u>4,318,183</u></u>

**TOWN OF PLAINVILLE, CONNECTICUT**  
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**6. INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS**

During the course of operations, transactions are processed through a fund on behalf of another fund. Additionally, revenues received in one fund are transferred to another fund. A summary of interfund balances as of June 30, 2016 is presented below:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Nonmajor Governmental Funds	\$ 312,033
	Internal Service Fund	1,495,336
		<u>1,807,369</u>
Sewer Operating Fund	General Fund	33,381
Airport Operations Fund	General Fund	170,179
Capital Projects Fund	General Fund	3,347,736
Nonmajor Governmental Funds	General Fund	766,382
		<u>4,317,678</u>
Total		\$ <u><u>6,125,047</u></u>

Interfund receivables and payables generally represent temporary balances arising from reimbursement type transactions.

Interfund transfers:

	<u>Transfer In</u>			<u>Total Transfer Out</u>
	<u>General</u>	<u>Capital Projects</u>	<u>Nonmajor and Other Funds</u>	
Transfer out:				
General Fund	\$	\$ 2,364,359	\$ 779,345	\$ 3,143,704
Capital Projects			10,000	10,000
Sewer Operating Fund	314,840	224,061		538,901
Nonmajor	<u>5,381</u>			<u>5,381</u>
Total Transfers In	\$ <u><u>320,221</u></u>	\$ <u><u>2,588,420</u></u>	\$ <u><u>789,345</u></u>	\$ <u><u>3,697,986</u></u>

Transfers are used to 1) move unrestricted general fund revenues to finance various programs that the Town must account for in other funds in accordance with budgetary authorizations, including amounts provided as subsidies or matching funds for various grant programs and 2) move revenues from the Sewer Fund to General Fund and Sewer Capital Project Fund and other operational transfers between the funds.

**TOWN OF PLAINVILLE, CONNECTICUT**  
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**7. LONG-TERM DEBT**

**General Obligation Bonds**

All general long-term bonds are secured by the general revenue raising powers of the Town, and payment is provided by General Fund and Sewer Fund revenues. No sinking funds have been established as of June 30, 2016.

**Changes in Long-Term Liabilities**

Long-term liability activity for the year ended June 30, 2016 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	\$ 31,500,000	\$ 5,025,000	\$ 8,550,000	\$ 27,975,000	\$ 3,645,000
Unamortized bond premiums	1,044,607	445,977	224,494	1,266,090	234,629
Total bonds payable	<u>32,544,607</u>	<u>5,470,977</u>	<u>8,774,494</u>	<u>29,241,090</u>	<u>3,879,629</u>
Long-term note payable	16,039,832		1,000,701	15,039,131	1,020,900
Capital leases	889,521		240,318	649,203	245,520
Net OPEB obligation	9,808,002	1,019,401		10,827,403	
Compensated absences	3,080,542	509,186	615,411	2,974,317	593,170
Net pension liability	<u>4,999,603</u>	<u>1,727,173</u>		<u>6,726,776</u>	
Total Governmental Activities Long-Term Liabilities	<u>\$ 67,362,107</u>	<u>\$ 8,726,737</u>	<u>\$ 10,630,924</u>	<u>\$ 65,457,920</u>	<u>\$ 5,739,219</u>

Compensated absences are generally liquidated by the General Fund. Net OPEB obligation is generally liquidated by the internal service fund. Net pension liability is generally liquidated by the pension trust funds.

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A schedule of bonds at June 30, 2016 is presented below:

<b>Description</b>	<b>Principal Amount</b>
\$6,855,000 - Refunding Bonds issued May 25, 2007 and maturing April 1, 2021; various interest rates from 3.65% to 4%	\$ 3,375,000
\$9,250,000 - High School and WPCA and collection system improvements issued June 1, 2007 and maturing April 15, 2017; various interest rates from 3.75% to 5%	500,000
\$3,515,000 - Refunding Bonds issued October 28, 2010 and maturing July 15, 2017; various interest rates from 1.5% to 4%	1,010,000
\$12,000,000 - Plainville High School and Toffolon Elementary School issued October 28, 2010 and maturing July 15, 2030; various interest rates from 1.5% to 4%	9,000,000
\$12,535,000 - Refunding Bonds issued December 20, 2011 and maturing August 15, 2023; various interest rates from 3.0% to 4.0%	9,065,000
\$5,025,000 - Refunding Bonds issued September 15, 2015 and maturing April 15, 2027; various interest rates from 3.0% to 4.0%	<u>5,025,000</u>
Total Bond Indebtedness	<u>\$ 27,975,000</u>

The following is a schedule of future debt service requirements as of June 30, 2016:

<b>Fiscal Year Ending June 30,</b>	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
2017	\$ 3,645,000	\$ 978,975	\$ 4,623,975
2018	3,650,000	851,275	4,501,275
2019	3,180,000	729,975	3,909,975
2020	3,250,000	608,075	3,858,075
2021	2,765,000	477,575	3,242,575
2022-2026	7,995,000	1,269,388	9,264,388
2027-2031	<u>3,490,000</u>	<u>312,825</u>	<u>3,802,825</u>
Total	<u>\$ 27,975,000</u>	<u>\$ 5,228,088</u>	<u>\$ 33,203,088</u>



**TOWN OF PLAINVILLE, CONNECTICUT**  
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**General Obligation Bonds Refunding**

On September 15, 2015, the Town issued \$5,025,000 of general obligation refunding bonds with interest rates of 2.0-4.0%. The bonds were issued to pay outstanding principal amounts of the 2007A general obligation bonds of the Town. The net proceeds of \$5,361,417 (after an original issue premium of \$445,977 and payment of \$109,560 in underwriter's fees and other issuance costs) were deposited in an irrevocable trust fund under an escrow agreement dated September 15, 2015 between the Escrow Agent and the Town. The Escrow Agent will use such proceeds to purchase a portfolio of United States Treasury State and Local Government Securities. All investment income 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 11 years by \$348,283 and to obtain an economic gain (difference between the present value of the debt service payments on the old and new debt) of \$325,127. The refunded bonds are considered defeased. As of June 30, 2016, the amount of defeased debt outstanding but removed from the governmental activities column of the statement of net position is \$5,000,000 and the escrow balance is \$5,175,755.

**Long-Term Note Payable**

The Town has three State of Connecticut Clean Water serial notes outstanding. These loans were issued to finance improvements of the sewer plant and pump station. The interest rate on the notes is 2% and is payable through October 1, 2030. The principal and interest payments are as follows:

<u>Fiscal Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2017	\$ 1,020,900	\$ 291,458	\$ 1,312,358
2018	1,041,506	270,852	1,312,358
2019	1,062,529	249,830	1,312,359
2020	1,083,975	228,383	1,312,358
2021	1,105,854	206,505	1,312,359
2022-2026	5,862,276	688,577	6,550,853
2027-2031	<u>3,862,091</u>	<u>126,987</u>	<u>3,989,078</u>
Total	<u>\$ 15,039,131</u>	<u>\$ 2,062,592</u>	<u>\$ 17,101,723</u>

**General Obligation Bond Anticipation Notes**

On May 18, 2016, The Town issued a bond anticipation note in the amount of \$2,000,000 to fund cash flows for capital expenses. The note matures on May 17, 2017 with an interest rate of 2.00%.

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

<b>Category</b>	<b>Debt Limit</b>	<b>Net Indebtedness</b>	<b>Balance</b>
General purpose	\$ 99,261,511	\$ 5,335,000	\$ 93,926,511
Schools	198,523,022	22,615,000	175,908,022
Sewers	165,435,851	16,014,130	149,421,721
Urban renewal	143,377,738		143,377,738
Pension deficit	132,348,681		132,348,681

The total overall statutory debt limit for the Town is equal to seven times annual receipts from taxation or \$308,813,589.

The definition of indebtedness above includes bonds and notes outstanding in addition to the amount of bonds authorized and unissued against which debt is issued and outstanding. The Town has \$950,000 of authorized but unissued bonds at June 30, 2016.

**Capital Lease**

During 2013, the Town entered into a lease agreement as lessee for financing the acquisition of equipment for the Fire Department valued at \$764,466. During 2015, the Town entered into a lease agreement as a lessee for financing the acquisition of equipment for the Police Department valued at \$740,348. This year, \$63,701 was included in depreciation expense and the accumulated depreciation of the leased assets at June 30, 2016 is \$126,976. These lease agreements qualify as a capital lease for accounting purpose and, therefore, have been recorded at the present value of future minimum lease payments as of the inception date.

The future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2016 were as follows:

<b><u>Year Ending June 30,</u></b>	<b><u>Governmental Activities</u></b>
2017	\$ 258,746
2018	258,745
2019	155,329
Total minimum lease payments	672,820
Less amount representing interest	(23,617)
Present Value of Minimum Lease Payments	<u>\$ 649,203</u>

**TOWN OF PLAINVILLE, CONNECTICUT**  
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**8. FUND BALANCE**

The components of fund balance for the governmental funds at June 30, 2016 are as follows:

	<u>General Fund</u>	<u>Sewer Operating</u>	<u>Housing Rehabilitation</u>	<u>Airport Operations</u>	<u>Capital Projects Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total</u>
Fund balances:							
Nonspendable:							
Inventory	\$	\$	\$	\$	\$	\$ 17,771	\$ 17,771
Prepays	48,562	2,652			51,776	33,009	135,999
Restricted for:							
Grants			17,705		545,769	1,235,747	1,799,221
Senior Citizens Special						154,596	154,596
Library Trust						756,452	756,452
Senior Citizen Transportation						55,038	55,038
Economic Development						268,402	268,402
Committed to:							
Land acquisition						19,587	19,587
Debt management	198,387						198,387
Sewer		2,565,050			950,362		3,515,412
Education capital					70,464	205,409	275,873
Linden Street School Renovation					214,325		214,325
Capital and nonrecurring projects					644,428		644,428
Cooke Street Reconstruction					651,483		651,483
Recreation						86,181	86,181
Social Services Emergency						18,701	18,701
Berner pool						157,934	157,934
Water operating						63,591	63,591
Police forfeiture						6,842	6,842
Airport operations				357,716			357,716
Library expansion						10,002	10,002
Assigned to:							
Subsequent year's budget	200,000						200,000
Education encumbrances	897,042						897,042
General government encumbrances	2,247						2,247
Public safety encumbrance	72,681						72,681
Other encumbrances	2,000						2,000
Unassigned	<u>9,487,712</u>				<u>(1,463,411)</u>		<u>8,024,301</u>
Total Fund Balances	<u>\$ 10,908,631</u>	<u>\$ 2,567,702</u>	<u>\$ 17,705</u>	<u>\$ 357,716</u>	<u>\$ 1,665,196</u>	<u>\$ 3,089,262</u>	<u>\$ 18,606,212</u>

**9. 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; and natural disasters. The Town generally obtains commercial insurance for these risks, but has chosen to retain the risks for employee health and medical claims. Additionally, the Town retains the risk for deductibles on all other insurance policies and all risk for heart and hypertension claims. There has been no significant reduction in insurance coverage from the prior year for the categories risk insured commercially. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years. Since fiscal year 1993, the Health Insurance and Self Insurance Reserve Internal Service Funds have been utilized to report the self-insurance activity.

**TOWN OF PLAINVILLE, CONNECTICUT**  
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Under the Health Insurance Fund, Anthem Blue Cross/Blue Shield administers the plan, for which the Town pays a fee. The Town, Board of Education and Cafeteria Fund contribute based on Anthem Blue Cross/Blue Shield estimates made using the Town's historical data. The Town covers all claims up to \$250,000 for hospitalization per year with a stop-loss policy covering amounts exceeding this limit. In addition, the Town has an agreement with Anthem Blue Cross/Blue Shield that claims exceeding 110% of the total estimated claims for the plan year will be paid after the plan year in 24 monthly installments with no interest.

The Self Insurance Reserve Fund provides coverage for all deductibles on commercial insurance policies and all heart and hypertension claims. The Town additionally pays all retroactive commercial insurance policy adjustments from this fund. Commercial insurance policy deductibles are set at \$25,000. The Town purchases commercial insurance for claims in excess of coverage provided by the fund and for all other risks of loss.

All funds of the Town participate in the Internal Service Funds and make payments based on actuarial estimates of the amounts needed to pay prior and current year claims and to establish and provide for catastrophe losses. Additionally, the GASB Statement No. 10 requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. Changes in the funds' claims liability were as follows:

	<u>Liability</u> <u>July 1,</u>	<u>Current Year</u> <u>Claims and</u> <u>Changes in Estimates</u>	<u>Claim</u> <u>Payments</u>	<u>Liability</u> <u>June 30,</u>
2014-2015	\$ 391,408	\$ 6,034,575	\$ 6,026,901	\$ 399,082
2015-2016	399,082	6,606,201	6,429,726	575,557

## **10. EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS**

### **A. Plan Descriptions and Benefits Provided**

The Town of Plainville is the administrator of two single-employer Public Employee Retirement Systems (PERS) established and administered by the Town to provide pension benefits for its employees. The PERS are considered to be part of the Town of Plainville's financial reporting entity and are included in the Town's financial reports as Pension Trust Funds. These plans were established by the authority of the Town Council.

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Management of the plans rests with the management team consisting of the Town Manager, the Assistant Town Manager and the Director of Finance. One union member per union is invited to participate and sit in on all meetings.

**Combining Schedule of Net Position**

	<b>Municipal Employees Pension Trust Fund</b>	<b>Police Pension Trust Fund</b>	<b>Total</b>
Assets:			
Investments	\$ 12,016,202	\$ 13,495,366	\$ 25,511,568
Net Position:			
Restricted for Pension Plan Benefits	\$ 12,016,202	\$ 13,495,366	\$ 25,511,568

**Combining Schedule of Changes in Net Position**

	<b>Municipal Employees Pension Trust Fund</b>	<b>Police Pension Trust Fund</b>	<b>Total</b>
Additions:			
Contributions:			
Employer	\$ 388,078	\$ 486,658	\$ 874,736
Employee	95,958	157,881	253,839
Total contributions	484,036	644,539	1,128,575
Investment income:			
Net change in fair value of investments	(230,480)	(256,645)	(487,125)
Interest and dividends	252,509	281,176	533,685
Net investment income	22,029	24,531	46,560
Total additions	506,065	669,070	1,175,135
Deductions:			
Benefit payments	1,065,586	1,025,873	2,091,459
Administration	67,532	52,554	120,086
Total deductions	1,133,118	1,078,427	2,211,545
Change in net position	(627,053)	(409,357)	(1,036,410)
Net Position, Beginning of Year	12,643,255	13,904,723	26,547,978
Net Position, End of Year	\$ 12,016,202	\$ 13,495,366	\$ 25,511,568

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

For the year ended June 30, 2016, the Town recognized pension expense of \$1,483,193. At June 30, 2016, the Town reported deferred outflows of resources and deferred inflows of resources related to pension from the following sources:

<b>Deferred Outflows of Resources</b>			
	<b>Employees' Pension Plan</b>	<b>Police Retirement Plan</b>	<b>Total</b>
Changes of assumptions	\$ 35,264	\$ 261,626	\$ 296,890
Net difference between projected and actual earning on pension plan investments	<u>1,077,214</u>	<u>1,194,067</u>	<u>2,271,281</u>
Total	<u>\$ 1,112,478</u>	<u>\$ 1,455,693</u>	<u>\$ 2,568,171</u>
<b>Deferred Inflows of Resources</b>			
	<b>Employees' Pension Plan</b>	<b>Police Retirement Plan</b>	<b>Total</b>
Differences between expected and actual experience	\$ 26,332	\$ 272,304	\$ 298,636
Changes of assumptions	<u>20,658</u>		<u>20,658</u>
Total	<u>\$ 46,990</u>	<u>\$ 272,304</u>	<u>\$ 319,294</u>
Net Deferred Outflows and Inflows of Resources	<u>\$ 1,065,488</u>	<u>\$ 1,183,389</u>	<u>\$ 2,248,877</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,**

2017	\$ 613,794
2018	625,520
2019	625,521
2020	386,473
2021	<u>(2,431)</u>
Total	<u>\$ 2,248,877</u>

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At July 1, 2015, PERS membership consisted of:

	<u><b>Municipal</b></u>	<u><b>Police</b></u>
Retirees and beneficiaries currently receiving benefits	82	36
Terminated employees entitled to benefits but not yet receiving them	10	
Current employees	<u>27</u>	<u>35</u>
Total	<u><u>117</u></u>	<u><u>71</u></u>

Effective 12/31/1998, the Municipal Employees Pension Plan was closed to new entrants.

The Town of Plainville Municipal Employees Pension System covers all Town employees and noncertified members of the Board of Education. The Town provides all employee retirement benefits through a single employer, contributory defined benefit plan. After December 1998, new employees participate in the Town's defined contribution plan. Under the plan, all employees having six months of service are eligible. Employees are 100% vested after five years of service. For participants in the plan who retired prior to January 1, 1990, the retirement benefit is 3/4% of final average earnings up to the covered compensation level plus 1-1/2% of final average earnings in excess of the covered compensation level, multiplied by years of service.

For participants in the plan who retire after December 31, 1989, the retirement benefit is 1 3/4% of average annual earnings multiplied by years of credited service. Average annual earnings means the highest average of basic annual rate of compensation received on any three consecutive July firsts prior to termination.

The Town of Plainville Police Pension System covers all police employees. The Town provides retirement, death and disability benefits through a single employer, contributory defined benefit plan. Under the plan, all employees having six months of service are eligible to join. Policemen are 25% vested after five years of service, 50% vested after seven years of service and 100% vested after ten years of service. Police employees who retire at normal retirement (the earlier of age 55 or 25 years of service) receive a retirement benefit of 2.25% of final base average earnings times years of service.

### **Summary of Significant Accounting Policies and Plan Asset Matters**

#### **Basis of Accounting**

Both PERS financial statements are prepared using the accrual basis of accounting. Employee and employer contributions are recognized as revenues when due which is the period when employee services are performed. Benefit payments and refunds are payable when due and payable in accordance with the terms of the PERS. The PERS does not issue a separate stand-alone financial statement.

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

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

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**Funding Status and Progress**

Employees covered under the Municipal and Police plans are required to contribute 4.5% and 6.0%, respectively, of their earnings to the PERS. If an employee leaves covered employment or dies before meeting the vesting requirements, accumulated employee contributions and interest thereon are refunded. The Town is required to contribute the remaining amounts necessary to finance the benefits for its employees. Benefits and employee contributions are fixed by contract and may be amended by union negotiation. The Town Council is the authoritative body governing all plans. Administrative costs are financed through investment earnings.

**Investments**

**Investment Policy**

The pension plan's policy in regard to the allocation of invested assets is established and may be amended by the PERS Board by a majority vote of its members. It is the policy of the PERS Board to pursue an investment strategy that reduces risk through the prudent diversification of the portfolio across a broad selection of distinct asset classes. The pension plan's investment policy discourages the use of cash equivalents, except for liquidity purposes, and aims to refrain from dramatically shifting asset class allocations over short time spans. The following was the Board's adopted asset allocation policy as of June 30, 2016:

<b>Asset Class</b>	<b>Municipal Employees Target Allocation</b>	<b>Police Target Allocation</b>
Large Cap Domestic Equity	30%	30%
Mid Cap Domestic Equity	6%	6%
Small Cap Domestic Equity	9%	9%
International Equity	12%	12%
Core Fixed Income	43%	43%
<b>Total Allocation</b>	<b>100%</b>	<b>100%</b>

The plans did not have any concentrations that warranted disclosure.

**Rate of Return**

For the year ended June 30, 2016, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was as follows:

	<b><u>Rate of Return</u></b>
Municipal Employees	0.18%
Police	0.18%

The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.



**TOWN OF PLAINVILLE, CONNECTICUT**  
**NOTES TO FINANCIAL STATEMENTS**  
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**Net Pension Liability of the Town**

The components of the net pension liability of the Town at June 30, 2016 were as follows:

	<b>Municipal Employees</b>	<b>Police</b>	<b>Total</b>
Total pension liability	\$ 15,443,963	\$ 16,794,381	\$ 32,238,344
Plan fiduciary net position	<u>12,016,202</u>	<u>13,495,366</u>	<u>25,511,568</u>
Net Pension Liability	<u>\$ 3,427,761</u>	<u>\$ 3,299,015</u>	<u>\$ 6,726,776</u>
Plan fiduciary net position as a percentage of the total pension liability	77.81%	80.36%	79.13%

**Actuarial Assumptions**

The total pension liability for Administrative Employees and Police were determined by an actuarial valuation as of July 1, 2015 and measurement date of June 30, 2016, using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.5%
Salary increases	4.0%, average, including inflation
Investment rate of return	7.75%, net of pension plan investment management fees

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

The plans have not had a formal actuarial experience study performed.

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 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 as of June 30, 2016 (see the discussion of the pension plan's investment policy) are summarized in the following table:

<b>Asset Class</b>	<b>Municipal Employees Long-Term Expected Real Rate of Return</b>	<b>Police Long-Term Expected Real Rate of Return</b>
Large Cap Domestic Equity	6.00 %	6.00 %
Mid Cap Domestic Equity	6.50	6.50
Small Cap Domestic Equity	6.75	6.75
International Equity	5.75	5.75
Core Fixed Income	2.30	2.30

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**Discount Rate**

The discount rate used to measure the total pension liability was 7.75%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that Town contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

<b>Municipal Employees' Pension Plan</b>			
	<b>Increase (Decrease)</b>		
	<b>Total Pension Liability</b>	<b>Plan Fiduciary Net Position</b>	<b>Net Pension Liability</b>
	<b>(a)</b>	<b>(b)</b>	<b>(a)-(b)</b>
Balances as of June 30, 2015	\$ 15,459,291	\$ 12,643,255	\$ 2,816,036
Changes for the year:			
Service cost	108,578		108,578
Interest on total pension liability	1,165,989		1,165,989
Differences between expected and actual experience	(100,363)		(100,363)
Changes in assumptions	(123,946)		(123,946)
Employer contributions		388,078	(388,078)
Member contributions		95,958	(95,958)
Net investment income		22,029	(22,029)
Benefit payments, including refund to employee contributions	(1,065,586)	(1,065,586)	-
Administrative expenses		(67,532)	67,532
Net changes	(15,328)	(627,053)	611,725
Balances as of June 30, 2016	\$ 15,443,963	\$ 12,016,202	\$ 3,427,761

<b>Police Pension Plan</b>			
	<b>Increase (Decrease)</b>		
	<b>Total Pension Liability</b>	<b>Plan Fiduciary Net Position</b>	<b>Net Pension Liability</b>
	<b>(a)</b>	<b>(b)</b>	<b>(a)-(b)</b>
Balances as of June 30, 2015	\$ 16,088,290	\$ 13,904,723	\$ 2,183,567
Changes for the year:			
Service cost	396,619		396,619
Interest on total pension liability	1,238,569		1,238,569
Differences between expected and actual experience	(125,924)		(125,924)
Changes of benefit terms	220,737		220,737
Change in assumptions	1,963		1,963
Employer contributions		486,658	(486,658)
Member contributions		157,881	(157,881)
Net investment income		24,531	(24,531)
Benefit payments, including refund to employee contributions	(1,025,873)	(1,025,873)	-
Administrative expenses		(52,554)	52,554
Net changes	706,091	(409,357)	1,115,448
Balances as of June 30, 2016	\$ 16,794,381	\$ 13,495,366	\$ 3,299,015

**TOWN OF PLAINVILLE, CONNECTICUT**  
**NOTES TO FINANCIAL STATEMENTS**  
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**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 7.75% for Municipal Employees and Police, 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 (6.75%) or 1 percentage point higher (8.75%) than the current rate:

	<b>1% Decrease 6.75%</b>	<b>Current Discount Rate 7.75%</b>	<b>1% Increase 8.75%</b>
Municipal Employees Net Pension Liability	\$ 4,788,713	\$ 3,427,761	\$ 2,233,572
Police's Net Pension Liability	5,238,964	3,299,015	1,677,382

**B. Defined Contribution Plan**

By local ordinance, the Town authorized a defined contribution plan for all employees other than Police. In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings. As of June 30, 2016, there were 93 members in the plan. All employees other than Police must join the defined contribution plan after six months of employment.

The local ordinance requires the employee to contribute 4.5% to 6.5% of earnings and the Town to contribute 7% to 9%. For the fiscal year ended June 30, 2016, the contributions were \$210,439 and \$549,601, respectively. Earnings do not include any overtime wages. For new employees, the Town's contributions along with the related earnings are fully vested after five years of continuous service. Town contributions for, and interest forfeited by, employees who leave employment before five years of service are used to reduce the Town's current period contribution requirements.

Pursuant to the administrative service agreement and the plan and trust adoption agreement, the ICMA Retirement Corporation administers the plan.

**C. Teachers' Retirement**

**Plan Description**

All Town of Plainville Board of Education certified employees participate in the State of Connecticut Teachers' Retirement System under Section 10.183 of the General Statutes of the State of Connecticut. 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 3 years of highest salary).

### **Early Retirement**

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

### **Disability Retirement**

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

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

At June 30, 2016, 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>49,164,659</u>
Total	\$ <u>49,164,659</u>

The 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 June 30, 2014. At June 30, 2016, the Town has no proportionate share of the net pension liability.

For the year ended June 30, 2016, the Town recognized pension expense and revenue of \$3,939,328 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%.

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

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

#### **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.

## **11. OTHER POSTEMPLOYMENT BENEFITS**

### **A. Plan Description**

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

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

	<b>Healthcare Plan</b>
Active plan members	482
Retired members	45
Total Participants	<u>527</u>

### **B. Funding Policy**

The Town's funding and payment of postemployment benefits for the year ended June 30, 2016 are accounted for in the Internal Service Fund on a pay-as-you go basis. As of June 30, 2016, the Town has not established a trust fund to irrevocably segregate assets to fund the liability associated with the post employment benefits, which would require the reporting of a trust fund in accordance with GASB guidelines. The contribution requirements of plan members and the Town are also negotiated with the various unions representing the employees.

**TOWN OF PLAINVILLE, CONNECTICUT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2016**

**C. Annual OPEB Cost and Net OPEB Obligations**

The Town of Plainville'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 thirty 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:

	<b>Retiree Healthcare Plan</b>
Annual required contribution (ARC)	\$ 1,277,963
Interest on net OPEB obligation	392,320
Adjustment to annual required contribution	<u>(545,495)</u>
Annual OPEB cost	1,124,788
Contributions made	<u>(105,387)</u>
Change in net OPEB obligation	1,019,401
Net OPEB obligation, beginning of year	<u>9,808,002</u>
Net OPEB Obligation, End of Year	<u><u>\$ 10,827,403</u></u>

The Town's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation is presented below:

<b>Fiscal Year Ended</b>	<b>Annual OPEB Cost (AOC)</b>	<b>Actual Contribution</b>	<b>Percentage of AOC Contributed</b>	<b>Net OPEB Obligation</b>
6/30/2014	\$ 1,426,602	\$ 295,153	21%	\$ 8,447,034
6/30/2015	1,435,392	74,424	5	9,808,002
6/30/2016	1,124,788	105,387	9	10,827,403

**Schedule of Funding Progress**

<b>Actuarial Valuation Date</b>	<b>Actuarial Value of Assets (a)</b>	<b>Actuarial Accrued Liability (AAL) (b)</b>	<b>(Unfunded) AAL (UAAL) (a-b)</b>	<b>Percentage Funded (a/b)</b>	<b>Covered Payroll (c)</b>	<b>UAAL as a % of Covered Payroll ((a-b)/c)</b>
7/01/10	\$ -	\$ 16,375,827	\$ (16,375,827)	0.0%	\$ 28,220,359	(58)%
7/01/12	-	15,503,060	(15,503,060)	0.0	24,578,387	(63)
7/01/14	-	12,117,589	(12,117,589)	0.0	27,804,558	(44)



**TOWN OF PLAINVILLE, CONNECTICUT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2016**

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**Schedule of Employer Contributions**

<b>Year Ended June 30,</b>	<b>Annual Required Contribution</b>	<b>Percentage Contributed</b>
2011	\$ 1,776,562	3.05%
2012	1,812,240	11.51
2013	1,849,525	18.22
2014	1,540,852	19.16
2015	1,567,313	4.75
2016	1,277,963	8.25

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.

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.

In the July 1, 2014 actuarial valuation, the projected unit credit actuarial cost method was used. The annual required contribution (ARC) reflects a 30-year, level dollar amortization, open of the unfunded actuarial accrued liability (AAL). The actuarial assumptions include a 4.0% interest rate and a 3% inflation rate. The annual healthcare cost trend rate is 9% for 2014, reducing 1% per year with an ultimate rate of 5% for 2022 and later.

## **12. CONTINGENT LIABILITIES**

The Town of Plainville is a defendant in a number of lawsuits. It is the opinion of management that such pending litigation will not be finally determined so as to result in a judgment or judgments against the Town, which would materially affect its financial position.

## **13. SUBSEQUENT EVENT**

On August 23, 2016, the Town issued \$5,965,000 of general obligation refunding bonds. The refunding bonds were issued with interest rates of 2-4% and call for principal and interest payments through June 30, 2030.

**Required Supplementary  
Information**

**TOWN OF PLAINVILLE, CONNECTICUT**  
**GENERAL FUND**  
**SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**FOR THE YEAR ENDED JUNE 30, 2016**

	<u>Original</u>	<u>Amended</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Property taxes:				
Revenues from property taxes	\$ 42,762,948	\$ 42,762,948	\$ 42,896,288	\$ 133,340
Prior years' levy	500,000	500,000	752,334	252,334
Interest and liens fees	280,500	280,500	464,605	184,105
Total property taxes	<u>43,543,448</u>	<u>43,543,448</u>	<u>44,113,227</u>	<u>569,779</u>
Licenses, fees and charges for goods and services:				
Licenses and permits:				
Building	200,200	200,200	363,725	163,525
Police	5,000	5,000	16,845	11,845
Town Clerk	1,400	1,400	1,943	543
Total licenses and permits	<u>206,600</u>	<u>206,600</u>	<u>382,513</u>	<u>175,913</u>
Fines and fees:				
Building	1,200	1,200	710	(490)
Police service charge	32,000	32,000	74,985	42,985
Police fines and impoundment fees	5,500	5,500	3,158	(2,342)
Town Clerk	95,000	95,000	106,166	11,166
Planning and Zoning fees	5,000	5,000	10,475	5,475
Zoning Board of Appeals	3,000	3,000	1,704	(1,296)
Tipping and solid waste license	7,750	7,750	16,107	8,357
Senior Center	20,000	20,000	18,751	(1,249)
Conveyance tax	135,000	135,000	157,892	22,892
Condominium trash	47,500	47,500	51,295	3,795
Miscellaneous	184,000	184,000	739,202	555,202
Total fines and fees	<u>535,950</u>	<u>535,950</u>	<u>1,180,445</u>	<u>644,495</u>
Total licenses, fees and charges for goods and services	<u>742,550</u>	<u>742,550</u>	<u>1,562,958</u>	<u>820,408</u>
Intergovernmental revenues:				
State of Connecticut:				
Elderly tax relief:				
Freeze	2,500	2,500	2,000	(500)
Circuit breaker	150,000	150,000	158,090	8,090
Tax relief - disability	3,600	3,600	3,764	164
Tax relief - veterans	22,000	22,000	23,331	1,331
Property tax relief	541,936	541,936	541,936	-

(Continued on next page)

**TOWN OF PLAINVILLE, CONNECTICUT**  
**GENERAL FUND**  
**SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS) (CONTINUED)**  
**FOR THE YEAR ENDED JUNE 30, 2016**

	<u>Original</u>	<u>Amended</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Intergovernmental revenues: (continued)				
State-owned property	\$ 16,382	\$ 16,382	\$	\$ (16,382)
Youth services	30,000	30,000	29,037	(963)
Tax share telephone access line	55,000	55,000	44,231	(10,769)
Local capital improvement program	124,459	124,459	124,459	-
Education:				
Education equalization	10,405,528	10,405,528	10,443,685	38,157
Special Education				-
School transportation	164,937	164,937	147,764	(17,173)
Plane registration	8,200	8,200	8,020	(180)
Mashantucket Pequot Grant	89,305	89,305	80,726	(8,579)
Miscellaneous grants	30,000	30,000	28,414	(1,586)
Total intergovernmental revenues	<u>11,643,847</u>	<u>11,643,847</u>	<u>11,635,457</u>	<u>(8,390)</u>
Miscellaneous revenues:				
Housing Authority	34,496	34,496	41,792	7,296
Revenues from use of money	25,500	25,500	59,320	33,820
Sale of property			2,345	2,345
Other:				
General Government			924	924
Cancelled Prior Year Encumbrances			3,750	3,750
Total miscellaneous revenues	<u>59,996</u>	<u>59,996</u>	<u>108,131</u>	<u>48,135</u>
Other financing sources:				
Use of fund balance	200,000	200,000		(200,000)
Transfers in	<u>314,840</u>	<u>314,840</u>	<u>320,221</u>	<u>5,381</u>
Total other financing sources	<u>514,840</u>	<u>514,840</u>	<u>320,221</u>	<u>(194,619)</u>
Total Revenues and Other Financing Sources	\$ <u>56,504,681</u>	\$ <u>56,504,681</u>	57,739,994	\$ <u>1,235,313</u>
Budgetary revenues are different than GAAP revenues because:				
State of Connecticut on-behalf contributions to the Connecticut State Teachers' Retirement System for Town teachers are not budgeted			3,939,328	
Cancellation of prior year encumbrances are recognized as budgetary revenue			(3,750)	
State Excess Cost - Student Based grant			639,655	
Issuance of refunding bonds			5,025,000	
Premium on refunding bonds			445,977	
Debt Management Fund revenues			<u>35</u>	
Total Revenues and Other Financing Sources as Reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds - Exhibit IV			\$ <u>67,786,239</u>	

**TOWN OF PLAINVILLE, CONNECTICUT**  
**GENERAL FUND**  
**SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**FOR THE YEAR ENDED JUNE 30, 2016**

	<u>Original</u>	<u>Amended</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
General government:				
Town Council	\$ 72,881	\$ 72,881	\$ 71,378	\$ 1,503
Planning and Zoning	3,600	3,600	2,831	769
Zoning Board of Appeals	3,300	3,300	3,263	37
Inland Wetlands Commission	1,900	1,900	1,113	787
Board of Tax Review	2,066	2,066	2,036	30
Conservation Commission	2,700	2,700	2,464	236
Veterans Council	4,950	4,950	4,947	3
Probate Court	7,810	7,810	7,810	-
Town Manager	212,075	214,575	213,898	677
Human Resources	89,295	89,295	86,211	3,084
Elections	62,040	63,040	62,499	541
Town Counsel	129,825	129,825	128,907	918
Town Treasurer	5,575	5,575	5,574	1
Finance	183,220	183,220	180,889	2,331
Assessments	200,739	203,739	202,391	1,348
Revenue collection	125,635	115,635	113,115	2,520
Town Clerk	191,181	192,181	190,976	1,205
Data processing	197,204	172,204	171,392	812
Insurance	592,768	612,768	612,268	500
General administration services	80,783	66,283	66,379	(96)
Town Historian	2,000			-
Economic Development Agency	46,000	46,000	45,774	226
Recycling Committee	750	750	696	54
Total	<u>2,218,297</u>	<u>2,194,297</u>	<u>2,176,811</u>	<u>17,486</u>
Public safety:				
Police	3,834,119	4,079,119	4,072,459	6,660
Fire and Civil Preparedness	373,290	333,290	319,636	13,654
Fire Marshal	68,680	69,180	68,738	442
Animal Control	80,648	104,648	104,406	242
Ambulance service	14,152	14,152	14,152	-
Total	<u>4,370,889</u>	<u>4,600,389</u>	<u>4,579,391</u>	<u>20,998</u>

(Continued on next page)

**TOWN OF PLAINVILLE, CONNECTICUT**  
**GENERAL FUND**  
**SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS) (CONTINUED)**  
**FOR THE YEAR ENDED JUNE 30, 2016**

	<u>Original</u>	<u>Amended</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Public works:				
Physical and technical services administration	\$ 264,440	\$ 280,440	\$ 279,263	\$ 1,177
Roadways	857,759	859,259	834,363	24,896
Buildings and grounds	978,130	938,130	927,779	10,351
Municipal Building maintenance	1,561,380	1,944,707	1,911,365	33,342
Planning	60,625	59,125	58,357	768
Building inspections	82,420	82,420	81,710	710
Engineering	74,200	74,200	73,004	1,196
Motor vehicle and equipment pool	135,260	135,260	134,897	363
Transfer station	70,435	61,435	60,379	1,056
Total	<u>4,084,649</u>	<u>4,434,976</u>	<u>4,361,117</u>	<u>73,859</u>
Human services:				
Health and sanitation	120,285	120,285	120,285	-
Senior citizens service	280,553	280,553	276,576	3,977
Social services	26,290	27,090	26,562	528
Solid waste management	1,154,425	1,127,525	1,122,889	4,636
Youth services	114,130	114,130	113,654	476
Other health and welfare	52,900	52,900	52,069	831
Total	<u>1,748,583</u>	<u>1,722,483</u>	<u>1,712,035</u>	<u>10,448</u>
Culture and recreation:				
Recreation	<u>149,080</u>	<u>149,080</u>	<u>147,672</u>	<u>1,408</u>
Education:				
School budget*	<u>34,332,736</u>	<u>34,332,736</u> *	<u>34,326,206</u>	<u>6,530</u>
Other:				
Employee benefits	3,148,785	3,436,885	3,433,557	3,328
Unclassified	30,000	30,000	18,786	11,214
Total	<u>3,178,785</u>	<u>3,466,885</u>	<u>3,452,343</u>	<u>14,542</u>
Debt service:				
Interest	1,111,044	1,111,044	1,125,821	(14,777)
Principal	3,601,250	3,406,222	3,391,445	14,777
Total	<u>4,712,294</u>	<u>4,517,266</u>	<u>4,517,266</u>	<u>-</u>

(Continued on next page)

**TOWN OF PLAINVILLE, CONNECTICUT**  
**GENERAL FUND**  
**SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS) (CONTINUED)**  
**FOR THE YEAR ENDED JUNE 30, 2016**

	<u>Original</u>	<u>Amended</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Other financing uses:				
Transfers out:				
Library Trust Fund	\$ 659,050	\$ 659,050	\$ 659,050	\$ -
Education Fund*	34,000	34,000	* 34,000	-
Recreation Fund	88,156	283,184	283,184	-
Capital and Nonrecurring Expenditures Fund	900,000	2,221,359	2,221,359	-
Senior Citizens Transportation Fund	27,662	27,662	27,662	-
Other funds	500	109,500	113,477	(3,977)
Total	<u>1,709,368</u>	<u>3,334,755</u>	<u>3,338,732</u>	<u>(3,977)</u>
Total Expenditures and Other Financing Uses	<u>\$ 56,504,681</u>	<u>\$ 58,752,867</u>	58,611,573	<u>\$ 141,294</u>
Budgetary expenditures are different than GAAP expenditures because:				
State of Connecticut on-behalf payments to the Connecticut State Teachers' Retirement System for Town teachers are not budgeted			3,939,328	
Encumbrances for purchases and commitments ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year the order is received for financial reporting purposes			(532,554)	
State Excess Cost - Student Based grant			639,655	
Bond refunding issue cost			109,560	
Payment to bond escrow agent			5,361,417	
Debt Management Fund transfers out			<u>(195,028)</u>	
Total Expenditures and Other Financing Uses as Reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds - Exhibit IV			<u>\$ 67,933,951</u>	

\* Board of Education budget encompasses both items

**TOWN OF PLAINVILLE, CONNECTICUT**  
**SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS**  
**MUNICIPAL EMPLOYEES**  
**LAST THREE FISCAL YEARS\***

	<u>2016</u>	<u>2015</u>	<u>2014</u>
Total pension liability:			
Service cost	\$ 108,578	\$ 132,077	\$ 127,611
Interest	1,165,989	1,169,346	1,141,910
Differences between expected and actual experience	(100,363)	(57,635)	
Changes of assumptions	(123,946)	211,582	
Benefit payments, including refunds of member contributions	<u>(1,065,586)</u>	<u>(943,501)</u>	<u>(919,047)</u>
Net change in total pension liability	<u>(15,328)</u>	<u>511,869</u>	<u>350,474</u>
Total pension liability - beginning	<u>15,459,291</u>	<u>14,947,422</u>	<u>14,596,948</u>
Total pension liability - ending	<u>15,443,963</u>	<u>15,459,291</u>	<u>14,947,422</u>
Plan fiduciary net position:			
Contributions - employer	388,078	414,054	461,309
Contributions - member	95,958	115,312	115,181
Net investment income	22,029	444,282	1,750,644
Benefit payments, including refunds of member contributions	(1,065,586)	(943,501)	(919,047)
Administrative expense	<u>(67,532)</u>	<u>(64,958)</u>	<u>(52,303)</u>
Net change in plan fiduciary net position	<u>(627,053)</u>	<u>(34,811)</u>	<u>1,355,784</u>
Plan fiduciary net position - beginning	<u>12,643,255</u>	<u>12,678,066</u>	<u>11,322,282</u>
Plan fiduciary net position - ending	<u>12,016,202</u>	<u>12,643,255</u>	<u>12,678,066</u>
Net Pension Liability - Ending	<u>\$ 3,427,761</u>	<u>\$ 2,816,036</u>	<u>\$ 2,269,356</u>
Plan fiduciary net position as a percentage of the total pension liability	77.81%	81.78%	84.82%
Covered-employee payroll	\$ 1,546,978	\$ 1,302,116	\$ 1,364,785
Net pension liability as a percentage of covered-employee payroll	221.58%	216.27%	166.28%

\* Schedule is intended to show information for 10 years - additional years will be displayed as they become available

**Notes to Schedule**

*Changes of assumptions:* In 2016, amounts reported as changes of assumptions resulted primarily from adjustments to assumed life expectancies as a result of adopting the PR-2000 Mortality Table with separate male and female rates, with no collar adjustment, combined, table for non-annuitants and annuitants, projected to the valuation date with Scale AA.



**TOWN OF PLAINVILLE, CONNECTICUT**  
**SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS**  
**POLICE**  
**LAST THREE FISCAL YEARS\***

	<u>2016</u>	<u>2015</u>	<u>2014</u>
Total pension liability:			
Service cost	\$ 396,619	\$ 307,211	\$ 295,395
Interest	1,238,569	1,218,103	1,176,313
Changes of benefit terms	220,737		
Differences between expected and actual experience	(125,924)	(263,541)	
Changes of assumptions	1,963	400,614	
Benefit payments, including refunds of member contributions	(1,025,873)	(967,721)	(954,825)
Net change in total pension liability	706,091	694,666	516,883
Total pension liability - beginning	16,088,290	15,393,624	14,876,741
Total pension liability - ending	16,794,381	16,088,290	15,393,624
Plan fiduciary net position:			
Contributions - employer	486,658	511,310	511,310
Contributions - member	157,881	145,519	140,430
Net investment income	24,531	480,502	1,872,199
Benefit payments, including refunds of member contributions	(1,025,873)	(967,721)	(954,825)
Administrative expense	(52,554)	(46,226)	(43,313)
Net change in plan fiduciary net position	(409,357)	123,384	1,525,801
Plan fiduciary net position - beginning	13,904,723	13,781,339	12,255,538
Plan fiduciary net position - ending	13,495,366	13,904,723	13,781,339
Net Pension Liability - Ending	\$ <u>3,299,015</u>	\$ <u>2,183,567</u>	\$ <u>1,612,285</u>
Plan fiduciary net position as a percentage of the total pension liability	80.36%	86.43%	89.53%
Covered-employee payroll	\$ 2,328,738	\$ 2,134,699	\$ 1,667,990
Net pension liability as a percentage of covered-employee payroll	141.67%	102.29%	96.66%

\* Schedule is intended to show information for 10 years - additional years will be displayed as they become available

**Notes to Schedule**

*Changes of assumptions:* In 2016, amounts reported as changes of assumptions resulted primarily from adjustments to assumed life expectancies as a result of adopting the PR-2000 Mortality Table with separate male and female rates, with no collar adjustment, combined, table for non-annuitants and annuitants, projected to the valuation date with Scale AA.

**TOWN OF PLAINVILLE, CONNECTICUT**  
**SCHEDULE OF EMPLOYER CONTRIBUTIONS**  
**MUNICIPAL EMPLOYEES**  
**LAST TEN FISCAL YEARS**

	FISCAL YEAR									
	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Actuarially determined contribution	\$ 388,078	\$ 379,054	\$ 421,309	\$ 527,722	\$ 488,088	\$ 424,803	\$ 404,120	\$ 316,014	\$ 294,177	\$ 210,583
Contributions in relation to the actuarially determined contribution	388,078	414,054	461,309	527,722	488,088	424,803	404,120	316,014	294,177	210,583
Contribution Deficiency (Excess)	\$ -	\$ (35,000)	\$ (40,000)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered-employee payroll	\$ 1,546,978	\$ 1,302,116	\$ 1,364,785	\$ 1,699,817	\$ 1,842,379	\$ 1,826,777	\$ 2,099,669	\$ 2,185,349	\$ 2,196,507	\$ 2,235,401
Contributions as a percentage of covered-employee payroll	25.09%	31.80%	33.80%	31.05%	26.49%	23.25%	19.25%	14.46%	13.39%	9.42%

**Notes to Schedule**

Valuation date: July 1, 2015

Measurement date: June 30, 2016

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 percentage of payroll, closed
Remaining amortization period	30 years
Asset valuation method	4-year smoothed market
Inflation	3.0%
Salary increases	3.5%, average, including inflation
Investment rate of return	7.75%, net of pension plan investment expense, including inflation
Mortality	Current: PR-2000 Mortality Table with separate male and female rates, with no collar adjustment, combined, table for non-annuitants and annuitants, projected to the valuation date with Scale AA Prior: RP2000 Combined Mortality projected using Scale AA to the valuation date

Other information:

Previous to the 2014 valuation an 8% investment rate of return and 4% salary increase was utilized

Mortality Improvement Fiscal Year 2016: Projected to date of decrement using Scale AA (generational mortality)

Prior: Projected using Scale AA for 10 years beyond the valuation date

**TOWN OF PLAINVILLE, CONNECTICUT**  
**SCHEDULE OF EMPLOYER CONTRIBUTIONS**  
**POLICE**  
**LAST TEN FISCAL YEARS**

	FISCAL YEAR									
	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Actuarially determined contribution	\$ 486,658	\$ 451,397	\$ 438,012	\$ 464,826	\$ 432,284	\$ 374,226	\$ 374,262	\$ 259,160	\$ 274,317	\$ 236,905
Contributions in relation to the actuarially determined contribution	486,658	511,310	511,310	464,826	432,284	374,226	374,262	259,160	274,317	236,905
Contribution Deficiency (Excess)	\$ -	\$ (59,913)	\$ (73,298)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered-employee payroll	\$ 2,328,738	\$ 2,134,699	\$ 1,667,990	\$ 1,617,441	\$ 1,686,555	\$ 1,647,271	\$ 1,711,289	\$ 1,419,204	\$ 1,496,398	\$ 1,511,468
Contributions as a percentage of covered-employee payroll	20.90%	23.95%	30.65%	28.74%	25.63%	22.72%	21.87%	18.26%	18.33%	15.67%

**Notes to Schedule**

Valuation date: July 1, 2015

Measurement date: June 30, 2016

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 percentage of payroll, closed
Remaining amortization period	30 years
Asset valuation method	4-year smoothed market
Inflation	3.0%
Salary increases	4.0%, average, including inflation
Investment rate of return	7.75%, net of pension plan investment expense, including inflation
Retirement age	Age 55 or completion of 25 years of service, if earlier
Mortality	Current: PR-2000 Mortality Table with separate male and female rates, with no collar adjustment, combined, table for non-annuitants and annuitants, projected to the valuation date with Scale AA Prior: RP2000 Combined Mortality projected using Scale AA to the valuation date

Other information:

Previous to the 2014 valuation an 8% investment rate of return

Mortality Improvement Fiscal Year 2016: Projected to date of decrement using Scale AA (generational mortality)  
Prior: Projected using Scale AA for 10 years beyond the valuation date

**TOWN OF PLAINVILLE, CONNECTICUT  
SCHEDULE OF INVESTMENT RETURNS  
MUNICIPAL EMPLOYEES  
LAST THREE FISCAL YEARS\***

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	<b>2016</b>	<b>2015</b>	<b>2014</b>
Annual money-weighted rate of return, net of investment expense	0.18%	3.57%	15.75%

\* Schedule is intended to show information for 10 years - additional years will be displayed as they become available

**TOWN OF PLAINVILLE, CONNECTICUT  
SCHEDULE OF INVESTMENT RETURNS  
POLICE  
LAST THREE FISCAL YEARS'**

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	<b>2016</b>	<b>2015</b>	<b>2014</b>
Annual money-weighted rate of return, net of investment expense	0.18%	3.54%	15.54%

\* Schedule is intended to show information for 10 years - additional years will be displayed as they become available

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

	<u>2016</u>	<u>2015</u>
Town's proportion of the net pension liability	0.00%	0.00%
Town's proportionate share of the net pension liability	\$ -	\$ -
State's proportionate share of the net pension liability associated with the Town	<u>49,164,659</u>	<u>45,442,874</u>
Total	<u>\$ 49,164,659</u>	<u>\$ 45,442,874</u>
Town's covered-employee payroll	\$ 17,793,753	\$ 16,977,886
Town's proportionate share of the net pension liability as a percentage of its covered-employee payroll	59.50%	61.51%

\* Schedule is intended to show information for 10 years - additional years will be displayed as they become available

**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

## **Combining and Individual Fund Statements and Schedules**

**General Fund**



## **GENERAL FUND**

The General Fund is the principal fund of the Town and is used to account for all activities of the Town not included in other specified funds. The General Fund accounts for the normal recurring activities of the Town (i.e., education, police, recreation, public works, general government, etc.). These activities are funded principally by property taxes on individuals and businesses and grants from other governmental units.

**TOWN OF PLAINVILLE, CONNECTICUT**  
**GENERAL FUND**  
**COMPARATIVE BALANCE SHEET**  
**JUNE 30, 2016 AND 2015**

	<u>2016</u>	<u>2015</u>
<b>ASSETS</b>		
Cash and cash equivalents	\$ 10,530,461	\$ 11,621,258
Investments	2,539,014	2,717,495
Accounts receivable, net:		
Property taxes receivable, net of allowance for uncollectible of \$75,000 in 2016 and 2015	2,260,026	2,264,088
Interest receivable	1,241,644	1,146,751
Accounts receivable	594,207	307,567
Due from other governments	160,222	313,732
Due from other funds	1,807,369	988,606
Prepaid items	<u>48,562</u>	<u>20,394</u>
Total Assets	\$ <u>19,181,505</u>	\$ <u>19,379,891</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE</b>		
Liabilities:		
Accounts payable and accrued liabilities	\$ 706,505	\$ 1,493,154
Due to other governments	48,257	40,844
Due to other funds	<u>4,317,678</u>	<u>3,506,707</u>
Total liabilities	<u>5,072,440</u>	<u>5,040,705</u>
Deferred inflows of resources:		
Unavailable revenue - property taxes	3,200,434	3,221,262
Advance property tax collections	<u>-</u>	<u>61,581</u>
Total deferred inflows of resources	<u>3,200,434</u>	<u>3,282,843</u>
Fund balance:		
Nonspendable	48,562	20,394
Committed	198,387	147,710
Assigned:		
Assigned for subsequent years budget	200,000	200,000
Board of Education Encumbrances	897,042	387,622
Town Encumbrances	76,928	57,544
Unassigned	<u>9,487,712</u>	<u>10,243,073</u>
Total fund balance	<u>10,908,631</u>	<u>11,056,343</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balance	\$ <u>19,181,505</u>	\$ <u>19,379,891</u>

**TOWN OF PLAINVILLE, CONNECTICUT  
GENERAL FUND  
REPORT OF TAX COLLECTOR  
FOR THE YEAR ENDED JUNE 30, 2016**

Grand List	Uncollected Taxes July 1, 2015	Lawful Corrections		Transfers To Suspense	Adjustments	Net Amount Collectible	Collections				Uncollected Taxes June 30, 2016
		Additions	Deductions				Taxes	Interest	Lien Fees	Total	
2014	\$ 43,640,525 *	\$ 167,048	\$ 136,204	\$ 1,927	\$	\$ 43,669,442	\$ 42,766,974	\$ 149,509	\$ 21,388	\$ 42,937,871	\$ 902,468
2013	976,951	5,257	10,698	402		971,108	487,864	116,549	7,104	611,517	483,244
2012	516,394	148	3,002	94,184		419,356	127,886	58,146	1,771	187,803	291,470
2011	282,174	6	1,894	21,058		259,228	53,850	37,238	519	91,607	205,378
2010	220,936		123	14,277		206,536	45,142	18,785	312	64,239	161,394
2009	127,829			13,704		114,125	20,690	16,099	192	36,981	93,435
2008	83,862			15		83,847	10,700	9,435	144	20,279	73,147
2007	46,179			14		46,165	1,302	1,230	5	2,537	44,863
2006	25,078			14		25,064	29	42	5	76	25,035
2005	11,476					11,476	43	72	5	120	11,433
2004	7,347					7,347				-	7,347
2003	9,192			222		8,970	331	1,012	34	1,377	8,639
2002	18,290					18,290	4,497	5,974		10,471	13,793
2001	4,343					4,343				-	4,343
2000	9,037					9,037				-	9,037
Total	\$ 45,979,613	\$ 172,459	\$ 151,921	\$ 145,817	\$ -	\$ 45,854,334	43,519,308	414,091	31,479	43,964,878	\$ 2,335,026
Suspense collections							17,655	17,629	1,406	36,690	
Total Collections							\$ 43,536,963	\$ 431,720	\$ 32,885	44,001,568	
Property taxes receivable - considered available:											
June 30, 2015										(189,577)	
June 30, 2016										301,236	
Total Property Tax Revenue										\$ 44,113,227	

\* Includes motor vehicle supplement in the amount of \$545,011

**TOWN OF PLAINVILLE, CONNECTICUT  
BOARD OF EDUCATION SCHEDULE OF EXPENDITURES  
AND ENCUMBRANCES COMPARED WITH APPROPRIATIONS  
FOR THE YEAR ENDED JUNE 30, 2016**

	<u>Original Appropriation</u>	<u>Final Appropriation</u>	<u>Expenditures and Encumbrances</u>	<u>Unexpended Balance</u>
Salaries	\$ 22,735,909	\$ 22,735,909	\$ 23,260,616	\$ (524,707)
Employee benefits	5,437,092	5,437,092	5,440,288	(3,196)
Instructional program services and curriculum improvement	55,450	64,435	44,313	20,122
Professional operating service	129,800	116,166	167,617	(51,451)
Technical services and data processing	260,360	253,115	248,450	4,665
Utilities	42,600	42,600	66,535	(23,935)
Refuse collection	65,600	65,200	65,539	(339)
Repairs	350,944	361,549	380,659	(19,110)
Rental/lease	39,000	37,773	55,423	(17,650)
Construction and other property services	84,699	81,804	78,919	2,885
Transportation	1,700,177	1,702,677	1,709,566	(6,889)
Insurance	158,523	158,523	150,383	8,140
Telephone	27,500	27,500	35,360	(7,860)
Postage	26,824	26,824	29,611	(2,787)
Advertising	1,000	1,000	500	500
Printing and binding	26,835	25,822	21,143	4,679
Tuition	1,025,948	1,665,603	1,233,323	432,280
Conferences and travel	57,550	57,550	50,563	6,987
Other purchased services	57,500	57,500	59,016	(1,516)
Supplies	802,826	824,463	822,017	2,446
Energy	934,485	934,485	720,666	213,819
Books and periodicals	169,683	175,303	135,079	40,224
Capital outlay	117,927	94,994	153,707	(58,713)
Dues and fees	58,504	58,504	70,568	(12,064)
Total	<u>34,366,736</u>	<u>35,006,391</u>	<u>34,999,861</u>	<u>6,530</u>
Less excess cost student based included above		<u>(639,655)</u>	<u>(639,655)</u>	<u>-</u>
Total Reported in RSI-2	<u>\$ 34,366,736</u>	<u>\$ 34,366,736</u>	<u>\$ 34,360,206</u>	<u>\$ 6,530</u>

**Nonmajor  
Governmental Funds**

## NONMAJOR GOVERNMENTAL FUNDS

### Special Revenue Funds

Special Revenue Funds are used to account for the proceeds of specific revenue sources that are designated or legally restricted to expenditures for specific purposes. The nature and purpose of each Special Revenue Fund is as follows:

<b>Fund</b>	<b>Funding Source</b>	<b>Function</b>
Special Education	State and federal grant	School related programs
School Cafeteria	Sale of food and grants	School lunch programs
Police Welfare	State funds	Aid injured police officers
Town Aid Road	State grant	Construction improvement or maintenance of roads
Recreation	User fees	Recreation programs
Social Services Emergency	Donations	Employee assistance
Berner Pool	Estate proceeds	Pool construction and maintenance
Water Operating	User fees	Water supplied by out-of-town water companies and the collections from users of the water
Police Forfeiture	Assets seized by the police in drug enforcement activities	Police enforcement
Recreation Concert	Donations	Used to pay for concerts in the park
Drug Abuse Grant	Grant proceeds	Prevention of youthful drug and alcohol use
Miscellaneous Grants	Grant proceeds and donations	Miscellaneous Town activities
Turf Field Maintenance	Charges for services and donations	Maintenance of Turf Field
Land Acquisition	Grants and transfers	Land acquisition
Senior Citizens Special	Donations	Transportation of senior citizens
Library Trust	Grants, donations and transfers	Benefit the library
Senior Citizens Transportation	Donations and grants	Transportation for senior citizens
Economic Development	Donations	To support economic development of Town
BOE Private Grants and School Rental	Private grant, donations and user fees	Miscellaneous Education programs and rental of school buildings

**TOWN OF PLAINVILLE, CONNECTICUT**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**COMBINING BALANCE SHEET**  
**JUNE 30, 2016**

	Special Revenue										
	<u>Special Education</u>	<u>School Cafeteria</u>	<u>Police Welfare</u>	<u>Town Aid Road</u>	<u>Recreation</u>	<u>Social Services Emergency</u>	<u>Berner Pool</u>	<u>Water Operating</u>	<u>Police Forfeiture</u>	<u>Recreation Concert</u>	<u>Drug Abuse Grant</u>
<b>ASSETS</b>											
Cash and cash equivalents	\$ 167,507	\$ 152,030	\$ 14,711	\$ 158,781	\$ 80,816	\$ 18,701	\$ 157,934	\$ 58,369	\$ 6,842	\$	\$
Investments											
Accounts and other receivable					2			5,698			
Due from other governments	270,106	53,379									
Due from other funds				452,271	6,183					5,319	16,826
Inventory		17,771									
Prepaid items					200					730	
Total Assets	<u>\$ 437,613</u>	<u>\$ 223,180</u>	<u>\$ 14,711</u>	<u>\$ 611,052</u>	<u>\$ 87,201</u>	<u>\$ 18,701</u>	<u>\$ 157,934</u>	<u>\$ 64,067</u>	<u>\$ 6,842</u>	<u>\$ 6,049</u>	<u>\$ 16,826</u>
<b>LIABILITIES AND FUND BALANCES</b>											
Liabilities:											
Accounts payable and accrued liabilities	\$ 161,384	\$	\$	\$ 108	\$ 820	\$	\$	\$ 476	\$	\$	\$
Due to other funds	270,106										
Unearned revenue	6,123										
Total liabilities	<u>437,613</u>	<u>-</u>	<u>-</u>	<u>108</u>	<u>820</u>	<u>-</u>	<u>-</u>	<u>476</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance:											
Nonspendable		17,771			200					730	
Restricted			14,711	610,944						5,319	16,826
Committed		205,409			86,181	18,701	157,934	63,591	6,842		
Total fund balance	<u>-</u>	<u>223,180</u>	<u>14,711</u>	<u>610,944</u>	<u>86,381</u>	<u>18,701</u>	<u>157,934</u>	<u>63,591</u>	<u>6,842</u>	<u>6,049</u>	<u>16,826</u>
Total Liabilities and Fund Balances	<u>\$ 437,613</u>	<u>\$ 223,180</u>	<u>\$ 14,711</u>	<u>\$ 611,052</u>	<u>\$ 87,201</u>	<u>\$ 18,701</u>	<u>\$ 157,934</u>	<u>\$ 64,067</u>	<u>\$ 6,842</u>	<u>\$ 6,049</u>	<u>\$ 16,826</u>

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**TOWN OF PLAINVILLE, CONNECTICUT**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**COMBINING BALANCE SHEET (CONTINUED)**  
**JUNE 30, 2016**

	Special Revenue								
	Miscellaneous Grants	Turf Field Maintenance	Land Acquisition	Senior Citizens Special	Library Trust	Senior Citizens Transportation	Economic Development	BOE Private Grants and School Rental	Total Nonmajor Governmental Funds
<b>ASSETS</b>									
Cash and cash equivalents	\$	\$ 10,002	\$ 26,129	\$ 156,163	\$ 261,947	\$ 55,310	\$ 163,523	\$ 381,773	\$ 1,870,538
Investments					612,144				612,144
Accounts and other receivable	815				7,866		104,879		119,260
Due from other governments	54,138								377,623
Due from other funds	280,436				1,370	3,977			766,382
Inventory									17,771
Prepaid items					32,079				33,009
Total Assets	<u>\$ 335,389</u>	<u>\$ 10,002</u>	<u>\$ 26,129</u>	<u>\$ 156,163</u>	<u>\$ 915,406</u>	<u>\$ 59,287</u>	<u>\$ 268,402</u>	<u>\$ 381,773</u>	<u>\$ 3,796,727</u>
<b>LIABILITIES AND FUND BALANCES</b>									
Liabilities:									
Accounts payable and accrued liabilities	\$ 1,888	\$	\$ 6,542	\$ 1,567	\$ 126,875	\$ 4,249	\$	\$	\$ 303,909
Due to other funds	41,927								312,033
Unearned revenue	85,400								91,523
Total liabilities	<u>129,215</u>	<u>-</u>	<u>6,542</u>	<u>1,567</u>	<u>126,875</u>	<u>4,249</u>	<u>-</u>	<u>-</u>	<u>707,465</u>
Fund Balance:									
Nonspendable					32,079				50,780
Restricted	206,174			154,596	756,452	55,038	268,402	381,773	2,470,235
Committed		10,002	19,587						568,247
Total fund balance	<u>206,174</u>	<u>10,002</u>	<u>19,587</u>	<u>154,596</u>	<u>788,531</u>	<u>55,038</u>	<u>268,402</u>	<u>381,773</u>	<u>3,089,262</u>
Total Liabilities and Fund Balances	<u>\$ 335,389</u>	<u>\$ 10,002</u>	<u>\$ 26,129</u>	<u>\$ 156,163</u>	<u>\$ 915,406</u>	<u>\$ 59,287</u>	<u>\$ 268,402</u>	<u>\$ 381,773</u>	<u>\$ 3,796,727</u>



**TOWN OF PLAINVILLE, CONNECTICUT**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**FOR THE YEAR ENDED JUNE 30, 2016**

	Special Revenue										
	Special Education	School Cafeteria	Police Welfare	Town Aid Road	Recreation	Social Services Emergency	Berner Pool	Water Operating	Police Forfeiture	Recreation Concert	Drug Abuse Grant
Revenues:											
Licenses, fees and charges for goods and services	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Intergovernmental revenue	3,254,956	367,621	429,891	307,431	131,991			2,483	6,813		
Revenues from use of money		344	21	221	119	26	223	82	5		
Other revenues					507			197	14,967	3,850	2,069
Net depreciation in the fair market value of investments											
Total revenues	3,254,956	797,856	21	307,652	132,617	26	223	2,762	21,785	3,850	2,069
Expenditures:											
Current:											
Public safety									18,524		2,870
Public works				224,409				2,482			
Human service						375					
Culture and recreation					218,249		1,291			1,725	
Education	3,254,956	790,669									
Other expenditures											
Total expenditures	3,254,956	790,669	-	224,409	218,249	375	1,291	2,482	18,524	1,725	2,870
Excess (Deficiency) of Revenues over Expenditures	-	7,187	21	83,243	(85,632)	(349)	(1,068)	280	3,261	2,125	(801)
Other Financing Sources:											
Transfers in					88,156	500					
Transfers out											
Total other financing sources (uses)	-	-	-	-	88,156	500	-	-	-	-	-
Net Change in Fund Balances	-	7,187	21	83,243	2,524	151	(1,068)	280	3,261	2,125	(801)
Fund Balance, Beginning of Year	-	215,993	14,690	527,701	83,857	18,550	159,002	63,311	3,581	3,924	17,627
Fund Balance, End of Year	\$ -	\$ 223,180	\$ 14,711	\$ 610,944	\$ 86,381	\$ 18,701	\$ 157,934	\$ 63,591	\$ 6,842	\$ 6,049	\$ 16,826

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**TOWN OF PLAINVILLE, CONNECTICUT**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (CONTINUED)**  
**FOR THE YEAR ENDED JUNE 30, 2016**

	Special Revenue							BOE	Total
	Miscellaneous	Turf	Land	Senior	Library	Senior	Economic	Private Grants	Nonmajor
	Grants	Field	Acquisition	Citizens	Trust	Citizens	Development	and School	Governmental
		Maintenance		Special		Transportation		Rental	Funds
Revenues:									
Licenses, fees and charges for goods and services	\$	\$	\$	\$	\$ 12,782	\$ 3,576	\$	\$ 109,978	\$ 628,431
Intergovernmental revenue	91,881				9,704	18,381			4,119,057
Revenues from use of money		2	43	193	24,336	70	232		25,917
Other revenues	32,197			40,574	30,552	12,400	2,713	421,249	561,275
Net depreciation in the fair market value of investments					(20,980)				(20,980)
Total revenues	<u>124,078</u>	<u>2</u>	<u>43</u>	<u>40,767</u>	<u>56,394</u>	<u>34,427</u>	<u>2,945</u>	<u>531,227</u>	<u>5,313,700</u>
Expenditures:									
Current:									
Public safety	48,718								70,112
Public works	54,838								281,729
Human service	19,406			22,121		58,233			100,135
Culture and recreation	16,267				769,612				1,007,144
Education								360,557	4,406,182
Other expenditures	12,445								12,445
Total expenditures	<u>151,674</u>	<u>-</u>	<u>-</u>	<u>22,121</u>	<u>769,612</u>	<u>58,233</u>	<u>-</u>	<u>360,557</u>	<u>5,877,747</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(27,596)</u>	<u>2</u>	<u>43</u>	<u>18,646</u>	<u>(713,218)</u>	<u>(23,806)</u>	<u>2,945</u>	<u>170,670</u>	<u>(564,047)</u>
Other Financing Sources:									
Transfers in		10,000			659,050	31,639			789,345
Transfers out	(5,381)								(5,381)
Total other financing sources (uses)	<u>(5,381)</u>	<u>10,000</u>	<u>-</u>	<u>-</u>	<u>659,050</u>	<u>31,639</u>	<u>-</u>	<u>-</u>	<u>783,964</u>
Net Change in Fund Balances	(32,977)	10,002	43	18,646	(54,168)	7,833	2,945	170,670	219,917
Fund Balance, Beginning of Year	<u>239,151</u>	<u>-</u>	<u>19,544</u>	<u>135,950</u>	<u>842,699</u>	<u>47,205</u>	<u>265,457</u>	<u>211,103</u>	<u>2,869,345</u>
Fund Balance, End of Year	<u>\$ 206,174</u>	<u>\$ 10,002</u>	<u>\$ 19,587</u>	<u>\$ 154,596</u>	<u>\$ 788,531</u>	<u>\$ 55,038</u>	<u>\$ 268,402</u>	<u>\$ 381,773</u>	<u>\$ 3,089,262</u>

**Capital  
Projects Fund**

## **CAPITAL PROJECTS FUND**

The Capital Projects Fund is used to account for financial resources to be used for acquisition or construction of major capital facilities.

**TOWN OF PLAINVILLE, CONNECTICUT**  
**CAPITAL PROJECTS FUND**  
**SCHEDULE OF EXPENDITURES AND ENCUMBRANCES COMPARED WITH APPROPRIATIONS**  
**FOR THE YEAR ENDED JUNE 30, 2016**

Year	Project	Appropriations			Expenditures and Encumbrances	Unexpended Balance June 30, 2016
		Balance July 1, 2015	Changes	Total		
1999-00	Roadways Sand/Salt Storage Building	\$ 136,000	\$	\$ 136,000	\$ 136,000	\$ -
2000-01	Assessors Revaluation	598,706	50,000	648,706	601,567	47,139
2000-01	Data Processing Computer Upgrades	415,000	100,000	515,000	379,734	135,266
2001-02	Buildings & Grounds Municipal Center Improv	232,489		232,489	224,956	7,533
2001-02	Police Communication System	570,026	15,000	585,026	579,043	5,983
2001-02	Technical Services Sidewalk Replacement	315,000		315,000	273,964	41,036
2001-02	Roadways Storm Drain and Street Repair	314,759	10,240	324,999	257,535	67,464
2002-03	Technical Services Environmental Compliance	123,816		123,816	122,304	1,512
2003-04	Roadways Street Paving	2,405,151	(10,240)	2,394,911	2,394,911	-
2004-05	Recreation Norton Park Improvements	131,859		131,859	131,859	-
2005-06	Buildings & Grounds AC Replacements	22,124		22,124	22,124	-
2006-07	Fire Portable Radios	177,596	5,000	182,596	172,596	10,000
2006-07	Police Vehicles	434,500	61,000	495,500	493,064	2,436
2007-08	Police Equipment	120,500		120,500	114,749	5,751
2008-09	Senior Center Dial A Ride Grant Match	68,000	55,400	123,400	118,527	4,873
2009-10	Town Clerk Improvements	71,816	13,372	85,188	32,792	52,396
2009-10	Fire Regional Training Facility	3,229		3,229	3,229	-
2009-10	Fire Replace Engine #2	85,000		85,000	82,233	2,767
2009-10	Buildings & Grounds Firehouse Tank Replac	4,450		4,450	4,450	-
2009-10	Buildings & Grounds Boiler Replacements	5,000		5,000	3,467	1,533
2010-11	Tax/Assessor Software	190,634	12,000	202,634	188,936	13,698
2011-12	Police Computer Replacement	66,000	18,000	84,000	82,748	1,252
2012-13	Police Bullet Proof Vests	42,000		42,000	31,475	10,525
2012-13	Fire Replace Rescue Apparatus	306,836	103,418	410,254	410,254	-
2012-13	Roadways Ten Wheel Dump Truck	177,527		177,527	177,527	-
2012-13	Buildings & Grounds Radio Equipment	27,294		27,294	27,294	-
2012-13	Buildings & Grounds 1 Ton, 4WD Truck	65,000		65,000	65,000	-
2012-13	Recreation Paderewski Park Improvements	15,000		15,000	1,373	13,627
2013-14	Police Communication Dispatch Equipment	256,974	155,328	412,302	305,768	106,534
2013-14	Police Windows 7/Office 2010	15,205		15,205	13,368	1,837
2013-14	Police NEXGEN Software	92,500		92,500	81,850	10,650
2013-14	Police Cruiser Outfitting	40,500	20,500	61,000	58,624	2,376
2013-14	Fire Thermal Imaging Cameras	24,404	13,000	37,404	31,554	5,850
2013-14	Fire SCBA Bottle Replacements	20,000	10,000	30,000	30,903	(903)
2013-14	Fire Personal Protective Equipment	40,000	20,000	60,000	48,768	11,232
2013-14	Fire Hurst Tool (Jaws of Life)	20,000	10,000	30,000	19,903	10,097
2013-14	Roadways Leaf Boxes	3,692		3,692	3,692	-
2013-14	Roadways Loader Tires	17,000		17,000		17,000
2013-14	Roadways Ten Wheel Dump Truck (grant)	179,026		179,026	179,026	-
2013-14	Buildings & Grounds Municipal Center Façade	10,000		10,000	3,690	6,310
2013-14	Buildings & Grounds Norton Park Garage Roof	10,000		10,000	10,000	-
2013-14	Buildings & Grounds Linden School Needs	24,389		24,389	25,627	(1,238)
2014-15	Police Cruiser Cameras	16,000		16,000	16,000	-
2014-15	Police Ammo	12,500		12,500	11,340	1,160
2014-15	Police Cruiser Defibrillators	9,600		9,600	7,543	2,057
2014-15	Fire Communication Dispatch Equipment	25,000	27,871	52,871	52,924	(53)
2014-15	Roadways Pickup Trucks	59,981		59,981	59,981	-
2014-15	Buildings & Grounds Firehouse Door/Window	6,801		6,801	6,801	-
2014-15	Buildings & Grounds 4 WD Diesel Tractor	42,000		42,000	42,000	-
2014-15	Buildings & Grounds 2 WD 1/2 Ton Pickup	36,000		36,000	36,000	-

(Continued on next page)

## TOWN OF PLAINVILLE, CONNECTICUT

## CAPITAL PROJECTS FUND

## SCHEDULE OF EXPENDITURES AND ENCUMBRANCES COMPARED WITH APPROPRIATIONS (CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2016

Year	Project	Appropriations			Expenditures and Encumbrances	Unexpended Balance June 30, 2016
		Balance July 1, 2015	Additions	Total		
2014-15	Technical Services Large Format Copier/Scanner	\$ 10,617	\$	\$ 10,617	\$ 10,617	\$ -
2014-15	Technical Services Cooke Street Reconstruction	1,500,000	(131,710)	1,368,290	1,368,290	-
2014-15	Senior Center Temperature Control System	24,982	40,748	65,730		65,730
2014-15	Recreation Trumbull Park Improvements	27,968		27,968	27,968	-
2014-15	Library Clock Tower & Eaves	46,000		46,000	28,718	17,282
2014-15	Unclassified	8,959	(7,500)	1,459		1,459
2015-16	Roadways 1 Ton Hydrostatic Roller		25,000	25,000	18,146	6,854
2015-16	Roadways 5 Ton Dump Truck with Plow		62,500	62,500	125,465	(62,965)
2015-16	Buildings & Grounds Vehicle Replacement		33,100	33,100	33,100	-
2015-16	Buildings & Grounds OSHA GHS Update		5,000	5,000	5,000	-
2015-16	Buildings & Grounds Norton Park Act Build Roof		15,000	15,000	13,664	1,336
2015-16	Buildings & Grounds 4WD Compact Pickup		25,500	25,500	25,439	61
2015-16	Buildings & Grounds Probate Court Relocation		31,250	31,250		31,250
2015-16	Buildings & Grounds Trumbull Park Septic		7,500	7,500	7,500	-
2015-16	Buildings & Grounds Old Linden School Demo		1,092,853	1,092,853	1,092,853	-
2015-16	Technical Services Roadway Sign Replacement		10,000	10,000	13,710	(3,710)
2015-16	Technical Services Northwest Drive Bridge		140,000	140,000	140,000	-
2015-16	Recreation Norton Park Lights Field #4		48,000	48,000		48,000
2015-16	Recreation Norton Park Fence Field #4		8,000	8,000		8,000
2015-16	Library Repairs		13,500	13,500	13,500	-
	Total capital and nonrecurring expenditures	9,705,410	2,108,630	11,814,040	11,103,043	710,997
2012-13	Downtown Beautification	1,008,337		1,008,337	1,008,337	-
2010-11	Board of Education District Wide EMS Upgrade	20,600	(4,043)	16,557	16,557	-
2012-13	Board of Education School Security	238,562		238,562	238,562	-
2012-13	Board of Education Technology Improvements	950,446	119,389	1,069,835	1,079,949	(10,114)
2013-14	Board of Education School Construction	87,600	2,350	89,950	86,950	3,000
2013-14	Board of Education District Grounds & Improvements	35,467		35,467	35,467	-
2013-14	Board of Education Service Vehicle	26,168		26,168	26,168	-
2014-15	Board of Education PHS Retro Commissioning	92,013		92,013	92,013	-
2015-16	Board of Education New Service Van		12,599	12,599	12,599	-
2015-16	Board of Education MSP Auditorium Seats		81,620	81,620	81,620	-
2015-16	Board of Education PHS Kitchen Floor				91,200	(91,200)
2015-16	Board of Education PHS Turf Field Project		225,000	225,000	225,000	-
2015-16	Board of Education PHS Turf Field Maintenance		10,000	10,000	10,000	-
	Landfill Expansion	92,565	31,624	124,189	152,230	(28,041)
2015-16	PHS Turf Field Project		2,116,415	2,116,415	1,835,093	281,322
2015-16	Old Linden Street School Demolition		1,092,853	1,092,853	878,527	214,326
2015-16	Road Bond Project		2,029,090	2,029,090	1,554,370	474,720
2015-16	FEMA Property Acquisition Phase II		1,838,144	1,838,144	502,991	1,335,153
2006-07	WPCF RDT/Phosphorus Removal	640,836	(597,854)	42,982	42,982	-
2006-07	WPCF Plant & Collection System Improvements	238,335	125,000	363,335	266,718	96,617
2009-10	WPCF Cronk Road	243,649		243,649	243,649	-
2009-10	WPCF Vehicles	20,863		20,863	20,863	-
2010-11	WPCF Middle School Pump Station	57,325		57,325	57,325	-
2010-11	WPCF Decant System	140,187		140,187	140,187	-
2013-14	WPCF Primary Tank Upgrade	101,117		101,117	101,117	-
2013-14	WPCF I & I Manhole Rehabilitation	25,000	10,000	35,000	3,319	31,681
2015-16	WPCF Influent Valve Replacements		39,061	39,061		39,061
2015-16	WPCF Treatment Plant Roof Repair		50,000	50,000		50,000
2015-16	WPCF RDT/Phosphorus Removal		597,854	597,854	95,371	502,483
	Tomlinson Avenue Bridge	116,378	13,440	129,818	110,938	18,880
	Stillwell Drive Bridge	1,836,086	28,878	1,864,964	1,858,286	6,678
2012-13	FEMA Property Acquisition Phase I	2,755,907	218,021	2,973,928	2,986,077	(12,149)
2015-16	Cooke Street Reconstruction		1,368,290	1,368,290	716,807	651,483
2015-16	School Capital Maintenance Project		109,000	109,000	67,257	41,743
2015-16	Senior Center Parking Lot		125,864	125,864	124,321	1,543
Total		\$ 18,432,851	\$ 11,751,225	\$ 30,184,076	\$ 25,865,893	\$ 4,318,183

## **Internal Service Funds**

## **INTERNAL SERVICE FUNDS**

Internal Service Funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the government and to other government units, on a cost reimbursement basis.

- **HEALTH INSURANCE FUND** - A fund used to pay health insurance claims and to purchase administrative services and stop loss insurance for the health care plans. Both the Town and the Board of Education pay this fund for health insurance.
- **SELF INSURANCE RESERVE FUND** - The Self Insurance Reserve Fund provides coverage for all deductibles on commercial insurance policies and all heart and hypertension claims.



**TOWN OF PLAINVILLE, CONNECTICUT**  
**INTERNAL SERVICE FUNDS**  
**COMBINING STATEMENT OF NET POSITION**  
**JUNE 30, 2016 WITH COMPARATIVE TOTALS FOR 2015**

	<b>Health Insurance Fund</b>	<b>Self Insurance Reserve Fund</b>	<b>Totals</b>	
			<b>2016</b>	<b>2015</b>
<b>ASSETS</b>				
Cash and cash equivalents	\$ 1,980,446	\$ 410,033	\$ 2,390,479	\$ 1,790,064
Due from other funds		195,402	195,402	303,322
Total Assets	<u>\$ 1,980,446</u>	<u>\$ 605,435</u>	<u>\$ 2,585,881</u>	<u>\$ 2,093,386</u>
<b>LIABILITIES AND NET POSITION</b>				
Liabilities:				
Accounts payable and accrued liabilities	\$ 575,557	\$	\$ 575,557	\$ 399,082
Due to other funds	<u>1,690,738</u>		<u>1,690,738</u>	<u>626,787</u>
Total liabilities	2,266,295	-	2,266,295	1,025,869
Net position:				
Unrestricted	<u>(285,849)</u>	<u>605,435</u>	<u>319,586</u>	<u>1,067,517</u>
Total Liabilities and Net Position	<u>\$ 1,980,446</u>	<u>\$ 605,435</u>	<u>\$ 2,585,881</u>	<u>\$ 2,093,386</u>

**TOWN OF PLAINVILLE, CONNECTICUT**  
**INTERNAL SERVICE FUNDS**  
**COMBINING STATEMENT OF REVENUES, EXPENSES**  
**AND CHANGES IN NET POSITION**  
**FOR THE YEAR ENDED JUNE 30, 2016**  
**WITH COMPARATIVE TOTALS FOR 2015**

	<b>Health Insurance Fund</b>	<b>Self Insurance Reserve Fund</b>	<b>Totals</b>	
			<b>2016</b>	<b>2015</b>
Operating revenues:				
Licenses, fees and charges for goods and services	\$ 5,966,102	\$ 27,153	\$ 5,993,255	\$ 5,857,604
Operating expenses:				
Insurance claims, premiums and fees	6,472,210	133,991	6,606,201	6,034,575
Administration	135,557		135,557	135,557
Total operating expenses	6,607,767	133,991	6,741,758	6,170,132
Operating income (loss)	(641,665)	(106,838)	(748,503)	(312,528)
Nonoperating revenues:				
Revenues from use of money		572	572	764
Income (loss)	(641,665)	(106,266)	(747,931)	(311,764)
Transfers in			-	500,000
Change in Net Position	(641,665)	(106,266)	(747,931)	188,236
Net Position, Beginning of Year	355,816	711,701	1,067,517	879,281
Net Position, End of Year	\$ (285,849)	\$ 605,435	\$ 319,586	\$ 1,067,517

**TOWN OF PLAINVILLE, CONNECTICUT**  
**INTERNAL SERVICE FUNDS**  
**COMBINING STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED JUNE 30, 2016**  
**WITH COMPARATIVE TOTALS FOR 2015**

	<b>Health Insurance Fund</b>	<b>Self Insurance Reserve Fund</b>	<b>Totals</b>	
			<b>2016</b>	<b>2015</b>
Cash flows from operating activities:				
Cash received from charges for services and contributions	\$ 5,966,102	\$ 27,153	\$ 5,993,255	\$ 5,857,604
Cash paid for claims, premiums and fees	(6,430,210)	(135,073)	(6,565,283)	(6,163,132)
Cash received (paid) for interfund services provided (used)	1,063,951	107,920	1,171,871	915,904
Net cash provided by (used in) operating activities	<u>599,843</u>	<u>-</u>	<u>599,843</u>	<u>610,376</u>
Cash flows from noncapital financing activities:				
Transfers from other funds			-	500,000
Cash flows from investing activities:				
Income on investments		572	572	764
Net increase (decrease) in cash and cash equivalents	599,843	572	600,415	1,111,140
Cash and cash equivalents, beginning of year	<u>1,380,603</u>	<u>409,461</u>	<u>1,790,064</u>	<u>678,924</u>
Cash and Cash Equivalents, End of Year	<u>\$ 1,980,446</u>	<u>\$ 410,033</u>	<u>\$ 2,390,479</u>	<u>\$ 1,790,064</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used in) Operating Activities:				
Operating income (loss)	\$ (641,665)	\$ (106,838)	\$ (748,503)	\$ (312,528)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:				
(Increase) decrease in assets:				
Due from other funds		107,920	107,920	287,443
Accounts receivable			-	1,000
Increase (decrease) in liabilities:				
Accounts payable	177,557	(1,082)	176,475	7,674
Due to other funds	1,063,951		1,063,951	626,787
Total adjustments	<u>1,241,508</u>	<u>106,838</u>	<u>1,348,346</u>	<u>922,904</u>
Net Cash Provided by (Used in) Operating Activities	<u>\$ 599,843</u>	<u>\$ -</u>	<u>\$ 599,843</u>	<u>\$ 610,376</u>

**Fiduciary Funds**

## **FIDUCIARY FUNDS**

### **AGENCY FUNDS**

- **STUDENT ACTIVITY FUND** - A fund that accounts for the collections and payments for educational extra-curricular activities.
- **SENIOR CITIZEN FUND** - A fund that accounts for the collection of money from fund raising activities and the reduction of those funds for activities of the senior citizens.
- **DEPOSIT FUND** - A fund that accounts for various types of security or surety deposits placed with the Town which will be returned when the need for the deposit ceases.
- **CCRPA FUND** - A fund that accounts for the former standalone entity Central Connecticut Regional Planning Agency. Plainville being a member town, took over the accounting functions as the Agency distributes remaining funds to member Towns.

**TOWN OF PLAINVILLE, CONNECTICUT**  
**AGENCY FUNDS**  
**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**FOR THE YEAR ENDED JUNE 30, 2016**

	<u>Balance</u> <u>July 1, 2015</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2016</u>
<b>Student Activity Fund</b>				
Assets:				
Cash	\$ 350,969	\$ 501,125	\$ 516,222	\$ 335,872
Investments	<u>361,052</u>	<u>865</u>	<u>21,000</u>	<u>340,917</u>
Total Assets	<u>\$ 712,021</u>	<u>\$ 501,990</u>	<u>\$ 537,222</u>	<u>\$ 676,789</u>
Liabilities:				
Due to employees and others	<u>\$ 712,021</u>	<u>\$ 501,990</u>	<u>\$ 537,222</u>	<u>\$ 676,789</u>
<b>Senior Citizen Fund</b>				
Assets:				
Cash	<u>\$ 119,791</u>	<u>\$ 171,066</u>	<u>\$ 205,044</u>	<u>\$ 85,813</u>
Liabilities:				
Due to employees and others	<u>\$ 119,791</u>	<u>\$ 171,066</u>	<u>\$ 205,044</u>	<u>\$ 85,813</u>
<b>Deposit Fund</b>				
Assets:				
Cash	<u>\$ 17,223</u>	<u>\$ 23</u>	<u>\$ -</u>	<u>\$ 17,246</u>
Liabilities:				
Surety bonds payable	<u>\$ 17,223</u>	<u>\$ 23</u>	<u>\$ -</u>	<u>\$ 17,246</u>
<b>Central CT Regional Planning Agency</b>				
Assets:				
Cash	\$ 51,667	\$ 657	\$ 552	\$ 51,772
Other assets	<u>112</u>	<u>540</u>	<u>652</u>	<u>-</u>
Total Assets	<u>51,779</u>	<u>1,197</u>	<u>1,204</u>	<u>51,772</u>
Liabilities:				
Due to members	<u>\$ 51,779</u>	<u>\$ 1,197</u>	<u>\$ 1,204</u>	<u>\$ 51,772</u>

(Continued on next page)

**TOWN OF PLAINVILLE, CONNECTICUT**  
**AGENCY FUNDS**  
**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES (CONTINUED)**  
**FOR THE YEAR ENDED JUNE 30, 2016**

	<u>Balance</u> <u>July 1, 2015</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2016</u>
<b>Total All Funds</b>				
Assets:				
Cash and cash equivalents	\$ 539,650	\$ 672,871	\$ 721,818	\$ 490,703
Investments	361,052	865	21,000	340,917
Other assets	<u>112</u>	<u>540</u>	<u>652</u>	<u>-</u>
Total Assets	<u>\$ 900,814</u>	<u>\$ 674,276</u>	<u>\$ 743,470</u>	<u>\$ 831,620</u>
Liabilities:				
Due to employees and others	\$ 883,591	\$ 674,253	\$ 743,470	\$ 814,374
Surety bond payable	<u>17,223</u>	<u>23</u>	<u></u>	<u>17,246</u>
Total Liabilities	<u>\$ 900,814</u>	<u>\$ 674,276</u>	<u>\$ 743,470</u>	<u>\$ 831,620</u>

## **Statistical Section**



## 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.

TABLE 1

**TOWN OF PLAINVILLE, CONNECTICUT**  
**NET POSITION BY COMPONENT**  
**LAST TEN FISCAL YEARS**  
(In Thousands)

	FISCAL YEAR									
	2016	2015	2014 (2)	2013	2012	2011	2010	2009	2008	2007
Governmental activities:										
Net investment in capital assets	\$ 90,129	\$ 87,666	87,686	\$ 83,664	\$ 79,132	\$ 72,322	\$ 72,079	\$ 74,689	\$ 62,446	\$ 32,787
Restricted	1,267	1,291	1,210	1,085	1,028	1,060	928	949	1,120	1,180
Unrestricted	<u>6,154</u>	<u>6,714</u>	<u>8,474</u>	<u>11,676</u>	<u>11,840</u>	<u>15,967</u>	<u>14,317</u>	<u>14,723</u>	<u>15,145</u>	<u>20,456</u>
Total Governmental Activities Net Position	<u>\$ 97,550</u>	<u>\$ 95,671</u>	<u>97,370</u>	<u>\$ 96,425</u>	<u>\$ 92,000</u>	<u>\$ 89,349</u>	<u>\$ 87,324</u>	<u>\$ 90,361</u>	<u>\$ 78,711</u>	<u>\$ 54,423</u>

- Notes:
- (1) Schedule prepared on the accrual basis of accounting.
- (2) The fiscal year 2014 governmental activities net position was restated as a result of implementing GASB No. 68 *Accounting and Financial Reporting for Pensions*

TABLE 2

**TOWN OF PLAINVILLE, CONNECTICUT**  
**CHANGES IN NET POSITION**  
**LAST TEN FISCAL YEARS**  
(In Thousands)

	FISCAL YEAR									
	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Expenses:										
Governmental activities:										
General government	\$ 3,824	\$ 3,281	\$ 2,744	\$ 5,002	\$ 3,070	\$ 3,285	\$ 10,745	\$ 3,023	\$ 2,831	\$ 2,964
Public safety	7,762	7,262	6,271	6,579	6,029	6,485	7,111	6,160	6,975	5,602
Public works	9,357	8,560	8,933	6,438	8,445	10,250	8,034	7,907	7,402	7,999
Human services	1,951	1,919	1,929	1,973	1,863	788	1,044	1,714	752	667
Culture and recreation	1,403	1,388	1,364	1,289	1,281	1,481	1,454	1,549	1,101	1,201
Education	48,021	46,899	45,153	42,567	43,706	41,512	40,767	40,729	47,209	35,383
Debt service	1,586	1,546	1,691	1,884	1,909	2,005	2,000	1,683	1,814	1,942
Total governmental activities expenses	<u>73,904</u>	<u>70,855</u>	<u>68,085</u>	<u>65,732</u>	<u>66,303</u>	<u>65,806</u>	<u>71,155</u>	<u>62,765</u>	<u>68,084</u>	<u>55,758</u>
Program revenues:										
Governmental activities:										
Charges for services:										
Public works	3,327	3,539	2,922	2,939	2,910	2,982	2,903	2,918	2,881	2,745
Education	478	446	480	730	473	542	664	756	690	697
Other activities	1,289	1,276	1,224	1,094	1,051	1,055	1,049	771	827	908
Operating grants and contributions	22,576	19,518	23,154	18,925	20,264	17,526	16,791	17,601	25,255	14,537
Capital grants and contributions	2,014		2,084	3,084	1,708	4,955	8,090	13,686	24,607	3,017
Total governmental activities program revenues	<u>29,684</u>	<u>24,779</u>	<u>29,864</u>	<u>26,772</u>	<u>26,406</u>	<u>27,060</u>	<u>29,497</u>	<u>35,732</u>	<u>54,260</u>	<u>21,904</u>
Net expense:										
Governmental activities	<u>(44,220)</u>	<u>(46,076)</u>	<u>(38,221)</u>	<u>(38,960)</u>	<u>(39,897)</u>	<u>(38,746)</u>	<u>(41,658)</u>	<u>(27,033)</u>	<u>(13,824)</u>	<u>(33,854)</u>
General revenues and other changes in net assets:										
Governmental activities:										
Property taxes	44,369	43,312	42,130	42,011	41,022	39,458	37,011	36,925	35,458	35,508
Grants and contributions not restricted to specific purposes	502	554	571	619	1,290	1,021	1,136	1,423	1,177	1,438
Unrestricted investment earnings	85	59	126	111	60	155	130	112	1,129	1,632
Miscellaneous	1,143	451	335	644	176	137	343	223	348	211
Total governmental activities	<u>46,099</u>	<u>44,376</u>	<u>43,162</u>	<u>43,385</u>	<u>42,548</u>	<u>40,771</u>	<u>38,620</u>	<u>38,683</u>	<u>38,112</u>	<u>38,789</u>
Changes in Net Position:										
Governmental activities	<u>\$ 1,879</u>	<u>\$ (1,700)</u>	<u>\$ 4,941</u>	<u>\$ 4,425</u>	<u>\$ 2,651</u>	<u>\$ 2,025</u>	<u>\$ (3,038)</u>	<u>\$ 11,650</u>	<u>\$ 24,288</u>	<u>\$ 4,935</u>

## Notes:

(1) Schedule prepared on the accrual basis of accounting.

TABLE 3

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

(In Thousands)

	FISCAL YEAR									
	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
General Fund:										
Reserved	\$	\$	\$	\$	\$	\$	\$ 1,584	\$ 1,758	\$ 1,865	\$ 1,652
Unreserved							1,482	2,978	4,300	5,267
Nonspendable	49	20	14	6	131	10				
Committed	198	148	148	172	171	171				
Assigned	1,174	445	707	757	829	1,018				
Unassigned	9,488	10,442	11,166	5,863	2,970	2,398				
Total General Fund	\$ <u>10,909</u>	\$ <u>11,055</u>	\$ <u>12,035</u>	\$ <u>6,798</u>	\$ <u>4,101</u>	\$ <u>3,597</u>	\$ <u>3,066</u>	\$ <u>4,736</u>	\$ <u>6,165</u>	\$ <u>6,919</u>
All other governmental funds:										
Reserved	\$	\$	\$	\$	\$	\$	\$ 395	\$ 3,493	\$ 22,474	\$ 44,582
Unreserved, reported in:										
Special revenue funds							5,581	7,000	7,292	6,269
Capital projects funds							(11,462)	(29,941)	(37,636)	(40,725)
Nonspendable	105	78	21	24	20	21				
Restricted	3,034	2,225	2,456	2,666	2,505	2,154				
Committed	6,022	5,399	5,350	8,483	9,465	9,571				
Unassigned	(1,464)	(2)			(82)	(994)				
Total All Other Governmental Funds	\$ <u>7,697</u>	\$ <u>7,700</u>	\$ <u>7,827</u>	\$ <u>11,173</u>	\$ <u>11,908</u>	\$ <u>10,752</u>	\$ <u>(5,486)</u>	\$ <u>(19,448)</u>	\$ <u>(7,870)</u>	\$ <u>10,126</u>

Notes:

- (1) Schedule prepared on the modified accrual basis of accounting.  
(2) The Town began to report new fund categories when it implemented GASB Statement No. 54 in fiscal year 2011.

TABLE 4

**TOWN OF PLAINVILLE, CONNECTICUT**  
**CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**  
(In Thousands)

	FISCAL YEAR									
	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Revenues:										
Property taxes	\$ 44,113	\$ 42,677	\$ 42,460	\$ 41,482	\$ 40,213	\$ 39,566	\$ 36,680	\$ 36,525	\$ 35,554	\$ 35,456
Assessments including interest and lien fees	277	173	197	150	112	95	65	92	31	9
Charges for services	5,625	4,766	4,527	4,466	4,364	4,382	4,140	4,113	4,156	3,988
Intergovernmental	23,935	19,935	25,511	22,415	22,872	23,557	26,264	32,740	51,542	19,432
Income on investments	84	58	124	109	59	150	125	89	1,041	1,504
Miscellaneous	1,773	633	684	1,127	798	544	733	807	824	934
Total revenues	<u>75,807</u>	<u>68,242</u>	<u>73,503</u>	<u>69,749</u>	<u>68,418</u>	<u>68,294</u>	<u>68,007</u>	<u>74,366</u>	<u>93,148</u>	<u>61,323</u>
Expenditures:										
General government	2,502	2,687	2,203	4,122	2,366	2,131	9,780	1,998	2,071	2,023
Public safety	4,645	4,154	4,101	4,095	3,852	3,902	4,741	4,629	4,587	4,208
Public works	5,953	6,191	6,496	6,077	5,811	6,828	5,859	6,316	6,146	5,876
Human services	1,812	1,737	1,766	1,796	1,757	579	845	1,594	610	573
Culture and recreation	1,155	1,153	1,194	1,006	1,006	1,158	1,112	1,362	1,154	1,144
Education	42,802	41,984	41,706	39,643	41,794	38,415	37,881	37,485	45,653	34,392
Other expenditures	3,594	3,443	3,407	3,259	2,903	3,150	2,756	2,781	2,477	2,612
Capital outlay	7,560	2,139	4,713	2,549	1,133	2,084	5,507	29,239	44,682	19,238
Debt service:										
Principal	4,551	4,486	4,276	4,077	4,309	3,020	4,259	2,661	2,765	2,299
Interest	1,492	1,613	1,751	1,927	2,208	2,792	2,043	1,726	1,754	2,018
Total expenditures	<u>76,066</u>	<u>69,587</u>	<u>71,613</u>	<u>68,551</u>	<u>67,139</u>	<u>64,059</u>	<u>74,783</u>	<u>89,791</u>	<u>111,899</u>	<u>74,383</u>
Excess of revenue over (under) expenditures	<u>(259)</u>	<u>(1,345)</u>	<u>1,890</u>	<u>1,198</u>	<u>1,279</u>	<u>4,235</u>	<u>(6,776)</u>	<u>(15,425)</u>	<u>(18,751)</u>	<u>(13,060)</u>

(Continued on next page)

TABLE 4

**TOWN OF PLAINVILLE, CONNECTICUT**  
**CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS (CONTINUED)**  
**LAST TEN FISCAL YEARS**  
(In Thousands)

	FISCAL YEAR									
	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Other financing sources (uses):										
Transfers in	\$ 3,850	\$ 2,723	\$ 7,460	\$ 4,165	\$ 1,190	\$ 2,644	\$ 3,154	\$ 2,826	\$ 2,581	\$ 3,760
Transfers out	(3,850)	(3,223)	(7,460)	(4,165)	(1,190)	(2,644)	(3,154)	(2,926)	(2,581)	(3,768)
Bonds and loans issued					12,535	15,515	19,067	2,429		9,977
Refunding bonds issued	5,025					649				6,855
Payment to bond escrow	(5,361)				(13,040)	(3,873)				(6,991)
Premium on sale of debt	446				889	242		90		247
Capital leases issued		740		764						
Total other financing sources	110	240	-	764	384	12,533	19,067	2	-	10,080
Net Change in Fund Balances	\$ (149)	\$ (1,105)	\$ 1,890	\$ 1,962	\$ 1,663	\$ 16,768	\$ 12,291	\$ (13,006)	\$ (18,751)	\$ (2,980)
Debt Service as a Percentage of Noncapital Expenditures	8.7%	9.1%	9.0%	9.8%	9.2%	9.1%	7.2%	6.7%	6.8%	6.7%

Note 1: Schedule prepared on the modified accrual basis of accounting.

TABLE 5

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

(In Thousands)

Fiscal Year	Real Property			Personal Property	Motor Vehicle	Less Tax-Exempt Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Taxable Assessed Value as a Percentage of Actual Taxable Value
	Residential	Commercial	Industrial							
2016	\$ 863,102	\$ 188,669	\$ 97,897	\$ 110,607	\$ 140,437	\$ 35,356	\$ 1,365,356	31.83	\$ 1,950,509	70.00%
2015	862,320	182,174	99,042	108,488	140,374	36,822	1,355,576	31.38	1,936,537	70.00%
2014	857,668	187,548	96,997	100,415	135,092	36,099	1,341,621	31.38	1,916,601	70.00%
2013(1)	856,115	190,565	96,339	99,534	132,945	35,209	1,340,289	30.89	1,914,699	70.00%
2012	937,289	191,771	82,084	98,588	127,715	36,665	1,400,782	28.98	2,001,117	70.00%
2011	931,902	192,314	81,358	99,904	123,482	38,196	1,390,764	28.01	1,986,806	70.00%
2010	928,328	190,846	77,896	108,208	124,077	41,128	1,388,227	26.33	1,983,181	70.00%
2009	923,292	185,847	76,631	110,127	130,393	41,859	1,384,431	26.24	1,977,759	70.00%
2008(1)	915,137	183,758	74,160	101,180	130,421	32,357	1,372,299	25.50	1,960,427	70.00%
2007	518,967	181,883	65,937	98,284	125,417	32,089	958,399	36.28	1,369,141	70.00%

Source: Town of Plainville Office of Tax Assessor

(1) A revaluation of real estate was performed.

TABLE 6

**TOWN OF PLAINVILLE, CONNECTICUT  
PRINCIPAL PROPERTY TAX PAYERS  
FISCAL YEARS 2016 AND 2007**

Taxpayer	Grand List Years					
	October 1, 2014			October 1, 2005		
	Taxable Assessed Value	Rank	Percentage of Total Town Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Town Taxable Assessed Value
BRE DDR Connecticut Commons LLC	\$ 46,947,210	1	3.44%	\$ 42,557,000	1	4.44%
Tilcon Connecticut	23,227,560	2	1.70%			0.00%
Manafort Brothers	12,314,370	3	0.90%	5,169,000	7	0.54%
Valley Water Systems	12,147,520	4	0.89%	9,928,000	4	1.04%
Eversource	11,226,750	5	0.82%	5,782,000	6	0.60%
General Electric	8,312,350	8	0.61%	20,188,000	2	2.11%
Carling Technologies	7,280,170	7	0.53%	9,588,000	5	1.00%
Mott Metalurgical	7,183,100	6	0.53%	4,959,000	8	0.52%
Gem Sensors	6,243,200	9	0.46%	4,874,000	9	0.51%
North Mountain Land LLC	5,987,410	10	0.44%			0.00%
Toffolon Marcia C Trustee				3,493,000	10	0.36%
Tilcon Minerals, Inc.				16,997,000	3	1.77%
Total	\$ 140,869,640		10.32%	\$ 123,535,000		12.89%

Source: Town of Plainville, Office of Tax Assessor

Total Town Net Taxable Assessed Value for October 1, 2014: \$ 1,365,355,660



TABLE 7

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

(In Thousands)

<b>Fiscal Year Ended June 30,</b>	<b>Tax Rate in Mills</b>	<b>Taxes Levied for the Fiscal Year</b>	<b>Fiscal of the Levy</b>		<b>Collection in Subsequent Years</b>	<b>Total Collections to Date</b>	
			<b>Amount</b>	<b>Percentage of Levy</b>		<b>Amount</b>	<b>Percentage of Levy</b>
2016	31.83	\$ 43,669	\$ 42,767	97.93%	\$ -	\$ 42,767	97.93%
2015	31.38	42,585	41,608	97.71%	487	42,095	98.85%
2014	31.38	41,919	41,005	97.82%	493	41,498	99.00%
2013	30.89	41,282	40,284	97.58%	403	40,687	98.56%
2012	28.98	40,515	39,509	97.52%	753	40,262	99.38%
2011	28.01	38,842	37,977	97.77%	687	38,664	99.54%
2010	26.33	36,514	35,532	97.31%	841	36,373	99.61%
2009	26.24	36,386	35,572	97.76%	720	36,292	99.74%
2008	25.50	34,971	34,173	97.72%	730	34,903	99.81%
2007	36.28	35,055	34,290	97.82%	665	34,955	99.71%

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

TABLE 8

**TOWN OF PLAINVILLE, CONNECTICUT  
RATIOS OF OUTSTANDING DEBT BY TYPE  
LAST TEN FISCAL YEARS**

(In Thousands, except per capita)

Fiscal Year	Governmental Activities			Ratio of Debt to Taxable Assessed Value	Debt Per Capita	(a) Percentage of Personal Income
	General Obligation Bonds and Notes	Capital Leases	Total Primary Government			
2016	\$ 44,280	\$ 649	\$ 44,929	3.29%	\$ 2,524	4.55%
2015	48,584	890	49,474	3.65%	2,776	4.49%
2014	53,287	392	53,679	4.00%	3,012	4.88%
2013	56,946	564	57,510	4.29%	3,255	5.29%
2012	61,049	-	61,049	4.36%	3,444	5.26%
2011	65,017	-	65,017	4.67%	3,670	6.69%
2010	56,534	145	56,679	4.08%	3,251	5.92%
2009	41,601	280	41,881	3.03%	2,417	N/A
2008	41,833	502	42,335	3.08%	2,383	N/A
2007	44,598	713	45,311	4.73%	2,617	N/A

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

(a) Personal income and population data are available only from the US Department of Commerce, Bureau of Census every ten years.

N/A - information not available

**TOWN OF PLAINVILLE, CONNECTICUT**  
**RATIO OF GENERAL BONDED DEBT TO ASSESSED VALUE AND NET BONDED DEBT PER CAPITA**  
**LAST TEN FISCAL YEARS**

<b>Fiscal Year</b>	<b>(a) Population</b>	<b>Gross Assessed Value</b>	<b>(b) Estimated Actual Value</b>	<b>(c) Long- Term Debt</b>	<b>(d) Total Direct Debt</b>	<b>Total Direct Debt Per Capita</b>	<b>Percent of Direct Debt to Estimated Actual Value</b>	<b>(e) (f) Total Net Direct Debt</b>	<b>Total Net Direct Debt Per Capita</b>	<b>Percent of Net Direct Debt to Estimated Actual Value</b>	<b>Total Direct Debt to Net Taxable Grand List</b>	<b>Total Overall Net Debt to Net Taxable Grand List</b>
2007	17,312	\$ 1,071,484,690	\$ 1,530,692,414	\$ 44,598,491	\$ 44,598,491	2,576	2.91%	\$ 42,809,842	\$ 2,473	2.80%	4.66%	4.47%
2008	17,768	1,404,655,790	2,006,651,129	41,833,140	41,833,140	2,354	2.08%	40,658,011	2,288	2.03%	3.05%	2.96%
2009	17,436	1,494,150,270	2,134,500,386	41,601,293	41,601,293	2,386	1.95%	40,733,047	2,336	1.91%	2.92%	2.86%
2010	17,436	1,497,764,600	2,139,663,714	56,534,404	56,534,404	3,242	2.64%	56,082,792	3,216	2.62%	4.07%	4.04%
2011	17,716	1,497,764,600	2,139,663,714	65,017,171	65,017,171	3,670	3.04%	64,872,441	3,662	3.03%	4.67%	4.66%
2012	17,724	1,437,447,670	2,053,496,671	61,049,535	61,049,535	3,444	2.97%	61,049,535	3,444	2.97%	4.36%	4.36%
2013	17,670	1,375,497,425	1,964,996,321	57,510,632	57,510,632	3,255	2.93%	57,510,632	3,255	2.93%	4.29%	4.29%
2014	17,819	1,377,719,440	1,968,170,629	53,679,798	53,679,798	3,013	2.73%	53,679,798	3,013	2.73%	4.00%	4.00%
2015	17,820	1,392,397,504	1,989,139,291	49,473,960	49,473,960	2,776	2.49%	49,473,960	2,776	2.49%	3.65%	3.65%
2016	17,801	1,400,711,860	2,001,016,943	44,929,424	44,929,424	2,524	2.25%	44,929,424	2,524	2.25%	3.29%	3.29%

(a) Based on estimates from the State Department of Health.

(b) Total assessed value based on 70% of estimated actual value.

(c) Total long-term general obligation debt, all repaid with General Government resources.

(d) Total direct long-term indebtedness.

(e) Total direct debt after exclusions for State of Connecticut School Construction Grants.

(f) The Town of Plainville has no overlapping debt.

**TOWN OF PLAINVILLE, CONNECTICUT**  
**COMPUTATION OF LEGAL DEBT MARGIN**  
**JUNE 30, 2016**

Total tax collections (including interest and lien fees) received by Treasurer for year ended June 30, 2016	\$ 44,114,227
Reimbursement for revenue loss on: Tax relief for elderly - freeze	<u>2,000</u>
BASE	<u>\$ 44,116,227</u>

	<u>General Purpose</u>	<u>Schools</u>	<u>Sewers</u>	<u>Urban Renewal</u>	<u>Pension Deficit</u>
Debt limitation:					
2-1/4 times base	\$ 99,261,511	\$	\$	\$	\$
4-1/2 times base		198,523,022			
3-3/4 times base			165,435,851		
3-1/4 times base				143,377,738	
3 times base					132,348,681
Total debt limitation	<u>99,261,511</u>	<u>198,523,022</u>	<u>165,435,851</u>	<u>143,377,738</u>	<u>132,348,681</u>
Indebtedness:					
Bonds and notes payable	4,385,000	22,615,000	16,014,130		
Bonds authorized - unissued	<u>950,000</u>				
Total indebtedness	<u>5,335,000</u>	<u>22,615,000</u>	<u>16,014,130</u>	<u>-</u>	<u>-</u>
Debt Limitation in Excess of Outstanding and Authorized Debt	<u>\$ 93,926,511</u>	<u>\$ 175,908,022</u>	<u>\$ 149,421,721</u>	<u>\$ 143,377,738</u>	<u>\$ 132,348,681</u>

Note: In no case shall total indebtedness exceed seven times annual receipts from taxation: \$ 308,813,589

TABLE 11

**TOWN OF PLAINVILLE, CONNECTICUT**  
**LEGAL DEBT MARGIN INFORMATION**  
**LAST TEN FISCAL YEARS**  
(In Thousands)

	FISCAL YEAR									
	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Debt limitation	\$ 308,814	\$ 298,750	\$ 297,456	\$ 289,732	\$ 283,032	\$ 277,077	\$ 255,151	\$ 255,676	\$ 249,023	\$ 248,461
Total net debt applicable to limit	<u>43,961</u>	<u>48,490</u>	<u>52,976</u>	<u>63,118</u>	<u>67,196</u>	<u>71,175</u>	<u>73,040</u>	<u>85,698</u>	<u>51,397</u>	<u>72,574</u>
Legal Debt Margin	<u>\$ 264,853</u>	<u>\$ 250,260</u>	<u>\$ 244,480</u>	<u>\$ 226,614</u>	<u>\$ 215,836</u>	<u>\$ 205,902</u>	<u>\$ 182,111</u>	<u>\$ 169,978</u>	<u>\$ 197,626</u>	<u>\$ 175,887</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	<u>14.24%</u>	<u>16.23%</u>	<u>17.81%</u>	<u>21.78%</u>	<u>23.74%</u>	<u>25.69%</u>	<u>28.63%</u>	<u>33.52%</u>	<u>20.64%</u>	<u>29.21%</u>

Source: Comprehensive annual financial report - Computation of Legal Debt Margin

Note: See Table 10 for the calculation of current year debt limitation.

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

<b>Calendar Year</b>	<b>Population(1)</b>	<b>Total Personal Income (2)</b>	<b>Per Capita Income(2)</b>	<b>Median Age(2)</b>	<b>School Enrollment(3)</b>	<b>Unemployment Rate(4)</b>
2016	17,801	*	*	42.0	2,312	5.4%
2015	17,820	*	*	43.0	2,380	4.9%
2014	17,819	*	*	43.0	2,271	5.8%
2013	17,670	*	*	43.0	2,353	7.7%
2012	17,724	*	*	41.0	2,401	8.3%
2011	17,716	*	*	39.6	2,418	8.8%
2010	17,436	*	*	42.0	2,524	9.0%
2009	17,436	*	*	42.0	2,522	5.9%
2008	17,768	*	*	41.0	2,505	4.6%
2007	17,312	*	*	39.6	2,686	4.3%

\* Information not available or attainable.

(1) Source: Based on estimates from the State of Connecticut Department of Health

(2) Source: U.S. Department of Commerce, Bureau of Census

(3) Source: Board of Education

(4) Source: U.S. Department of Labor and Employment Security Division, Labor Department,  
State of Connecticut

TABLE 13

**TOWN OF PLAINVILLE, CONNECTICUT  
PRINCIPAL EMPLOYERS  
2016 AND 2007**

Employer	Nature of Business	2016			2007		
		Employees	Rank	Percentage of Total Town Employment	Employees	Rank	Percentage of Total Town Employment
Wheeler Clinic, Inc.	Psychiatric Center	560	1	5.40%	700	1	6.84%
Town of Plainville	Municipality	518	2	4.99%	553	2	5.41%
Manafort Construction	Construction/Quarry	420	3	4.05%			
GEMS Sensors	Electronic sensors	335	4	3.23%	301	4	2.94%
Tilcon Connecticut, Inc	Construction/Quarry	300	5	2.89%	265	5	2.59%
General Electric	Manufacturer	240	6	2.31%	400	3	3.91%
CWPM	Waste Hauler	200	7	1.93%			
Mott Corporation	Manufacturer	180	8	1.74%	163	9	1.59%
Carling Technologies, Inc	Manufacturer	155	9	1.49%	155	10	1.52%
Connecticut Tool & Manuf	Manufacturer	155	10	1.49%			
Plainville Health Care	Convalescent Home				172	7	1.68%
Wheeler YMCA	Athletic/Social Center				205	6	2.00%
Ferguson Electric Comp	Manufacturer				170	8	1.66%
Total		<u>3,063</u>		<u>29.52%</u>	<u>3,084</u>		<u>30.14%</u>

Source: Town of Plainville, Economic Development Department

TABLE 14

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

	FISCAL YEAR									
	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
General Government	15.50	15.50	15.50	15.50	15.50	15.33	15.33	19.00	20.00	20.00
Police	46.00	43.00	43.00	42.00	42.00	43.00	44.00	42.00	42.00	41.00
Fire	-	-	-	-	-	-	-	1.50	1.50	1.50
Water Pollution Control	7.58	7.58	7.58	7.58	7.58	6.58	7.58	6.00	7.00	8.00
Physical and Technical Services	28.92	28.92	28.92	28.92	28.92	30.42	32.42	28.00	32.50	32.50
Recreation	2.50	2.50	2.50	2.50	2.50	2.50	2.50	3.00	3.00	3.00
Library	7.00	7.00	7.00	7.00	7.00	7.00	7.00	11.10	11.10	11.10
Human Services	3.50	3.50	3.50	3.50	3.50	3.50	3.50	3.50	3.50	3.50
Education	407.00	415.00	427.00	434.00	445.00	445.00	426.00	430.00	428.10	440.80
Total	518.00	523.00	535.00	541.00	552.00	553.33	538.33	544.10	548.70	561.40

Source: Town Departments and Board of Education



TABLE 15

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

Function/Program	FISCAL YEAR									
	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
General government:										
Building permits issued	1,274	1,173	1,078	990	1,014	866	930	995	1,118	1,253
Police:										
Criminal arrests	1,262	1,181	1,157	1,068	1,231	1,100	1,078	1,023	964	1,125
Burglaries	112	98	85	72	148	136	125	109	91	81
Traffic violations	6,450	6,231	5,893	6,075	2,598	2,672	2,528	2,472	2,370	2,098
Fire:										
Emergency responses	505	634	623	576	615	522	515	506	496	587
Fire related injuries	6	7	6	4	2	2	3	2	3	1
Investigations reported to State	505	634	623	576	615	522	515	506	496	587
Refuse collection:										
Residential Refuse collected (tons per day)	14	21	21	21	21	20	19	19	19	18
Residential Recyclable collected (tons per day)	5	9	9	9	8	7	6	6	6	5
Other public works:										
Leaf collections (cubic yards)	17,000	17,000	17,000	17,000	17,000	16,773	15,987	16,251	15,847	15,653
Winter sand/salt mix used (cubic yards)	2,000	2,000	2,000	2,000	2,000	2,000	1,800	1,936	1,864	2,297
Parks and recreation:										
Athletic field permits issued	962	1,006	997	989	1,003	1,015	1,021	1,013	957	1,041
Pool attendance	24,496	22,321	21,657	21,943	22,879	25,322	25,467	24,561	23,738	22,633
Library:										
Volumes in collection	101,356	98,501	98,000	88,253	87,594	88,693	90,972	93,587	92,120	90,828
Total volumes borrowed	149,461	174,364	172,000	169,385	172,894	173,750	175,979	170,995	169,834	167,389
Reference Questions	6,666	8,500	8,500	8,421	8,415	8,239	7,852	7,105	6,999	5,836
Wastewater:										
Average daily sewage treatment (thousands of gallons)	2,300	2,300	2,300	2,300	2,300	2,300	2,300	2,300	2,300	2,300
Miles of sanitary sewers	90	90	90	90	90	90	90	90	90	90

Source: Plainville municipal departments

TABLE 16

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

Function/Program	FISCAL YEAR									
	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Police:										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol units	5	5	5	5	5	5	5	5	5	5
Fire stations	1	1	1	1	1	1	1	1	1	1
Other public works:										
Streets (miles)	64.90	64.90	64.90	64.90	64.90	64.90	64.90	64.90	64.90	64.90
Streetlights (Town owned)	1,475	1,475	1,462	1,462	1,430	1,429	1,429	1,429	1,429	1,429
Light poles (Town owned)	150	150	150	150	150	150	150	150	150	150
Traffic signals (Town owned)	3	3	3	3	3	3	3	3	3	3
Parks and recreation:										
Acreage	146	146	146	146	146	146	146	146	146	146
Playstructures	8	8	8	8	8	8	7	7	7	7
Baseball/softball diamonds	14	14	14	14	14	14	14	14	14	14
Wastewater:										
Pump Stations	8	8	8	8	8	8	9	9	9	9
Storm sewers (miles)	47	47	47	47	47	47	47	47	47	47
Treatment capacity (thousands of gallons)	3,700	3,700	3,700	3,700	3,700	3,700	3,700	3,700	3,700	3,700
Transit - mini-buses	2	2	2	2	2	2	2	2	2	2

Source: Plainville municipal departments