

Town of Plainville Connecticut



Comprehensive Annual Financial Report

Fiscal Year Ended June 30, 2017

Comprehensive Annual Financial Report

of the

Town of Plainville Connecticut

Fiscal Year Ended June 30, 2017

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

**TOWN OF PLAINVILLE, CONNECTICUT
COMPREHENSIVE ANNUAL FINANCIAL REPORT
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Introductory Section

TOWN OF PLAINVILLE, CONNECTICUT

PRINCIPAL TOWN OFFICIALS

AS OF JUNE 30, 2017

TOWN COUNCIL

Katherine Pugliese, Chairperson
Scott Saunders, Vice-Chairman
Danny Carrier
Robert Ciotto
Rosemary Morante
Deborah Tompkins
Christopher Wazorko

ADMINISTRATION

Robert E. Lee, Town Manager

Assistant Town Manager

Town Attorney

Town Clerk

Director of Finance

Assessor

Collector of Revenue

Treasurer

Chief of Police

Police Lieutenant

Police Lieutenant

Fire Chief

Fire Marshal

Director of Health

Building Inspector

Director of Technical Services

Superintendent of Water Pollution Control

Superintendent of Buildings & Grounds

Superintendent of Roadways

Recreation Director

Town Planner

Senior Citizens Director

Youth Services Coordinator

Librarian

Shirley Osle

Michael Mastrianni

Carol Skultety

Robert Buden

Jane Dickman-Buden

Ana LeGassey

Duncan May

Matthew Catania

Eric Peterson

Nicolas Mullins

Kevin Toner

Larry Sutherland

Stephen Zebrowski

Foster Zucchi

John Bossi

Joseph Alosso

Dave Emery

Dominick Moschini

Colin Regan

Mark DeVoe

Shawn Cohen

Roberta Brown

Douglas Lord

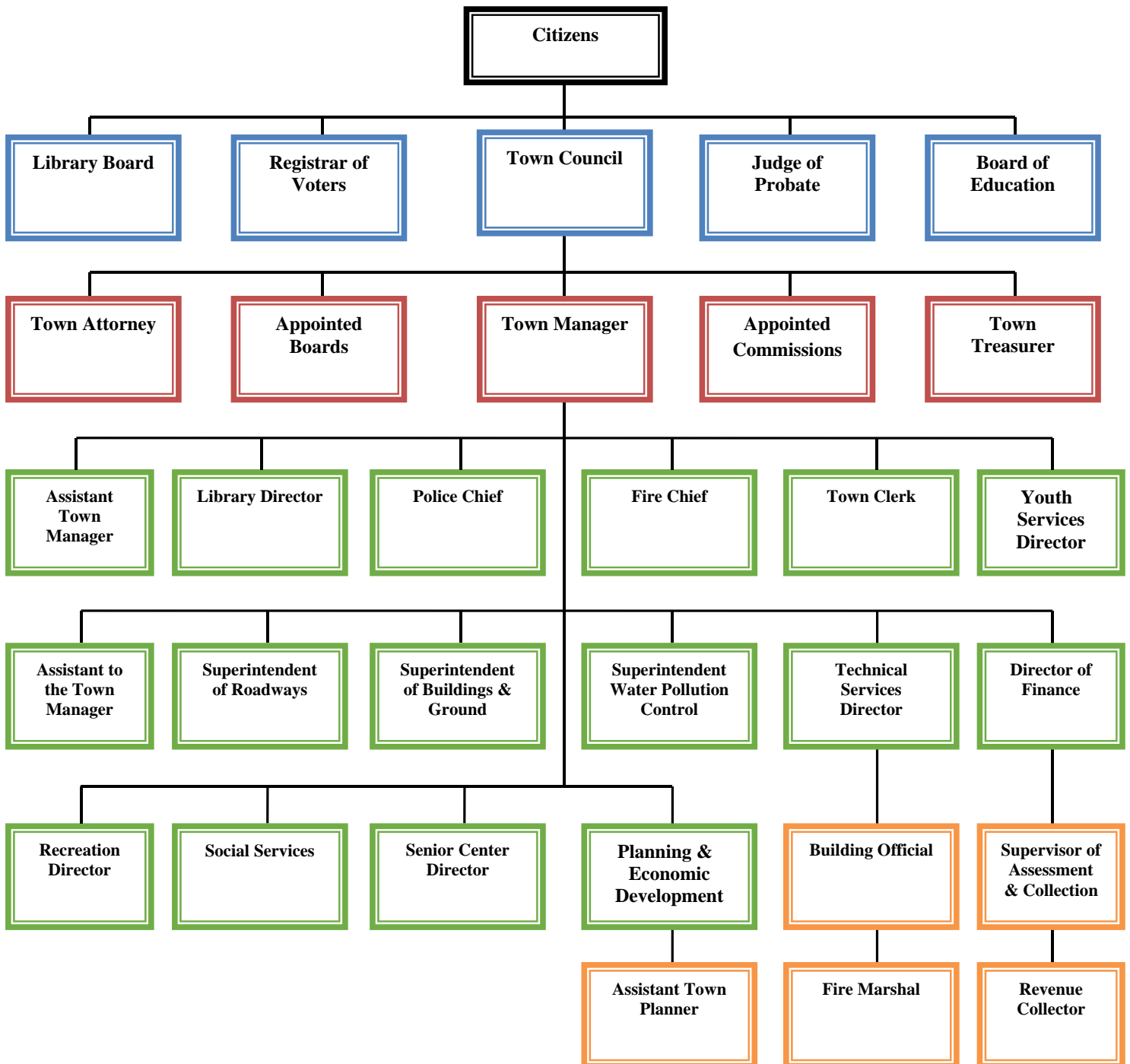
BOARD OF EDUCATION

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

Superintendent of Schools
Director of Business and Operations

Maureen Brummett
Samuel Adlerstein

TOWN OF PLAINVILLE ORGANIZATIONAL CHART





Town of Plainville, CT
Finance Department
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Plainville, CT 06062-1955
Phone: 860-793-0221 x 233
Fax: 860-793-2285
Rob Buden – Director of Finance
rbuden@plainville-ct.gov
www.plainvillect.com

January 25, 2018

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, 2017.

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, 2017. 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 17,791. 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 2017. The unemployment rate in Plainville decreased to 5.0% in June 2017 from 5.4% for June 2016 while the Hartford region went from 6.5% to 5.2% 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 10/01/2015 grand list or FY 2017. 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 2017, 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 addition 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. U-Haul recently moved into the former GE space, completely renovating and occupying 183,711 square feet. The company rents vehicles and storage spaces.

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 2017. 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 \$120,000.00 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 (16.65% 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. Funds have been transferred into this fund to smooth future debt offerings. The balance in the fund as of June 30, 2017 is \$383,869.

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 \$232,818 in conveyance tax, higher than FY 2016 due to favorable market rates and higher sales volume.

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, 2016. This was the twenty-ninth 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, 2017, or Fiscal Year 2018. This was the seventeenth 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 'R. Buden', with a stylized, flowing script.

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, 2016

Christopher P. Morill

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, 2017, 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 from material misstatement.

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund and the aggregate remaining fund information of the Town of Plainville, Connecticut, as of June 30, 2017 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.

Changes in Accounting Principle

As discussed in Note 10 to the financial statements, during the fiscal year ended June 30, 2017, the Town adopted new accounting guidance, GASB Statement No. 77, *Tax Abatement Disclosures*. 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 58 through 62 and the pension schedules on pages 63 through 69 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 statement of the Town of Plainville, Connecticut, as of and for the year ended June 30, 2016 (not presented herein), and have issued our report thereon dated February 14, 2017, which contained unmodified opinions on the respective financial statements of the governmental activities, each major fund and the aggregate remaining fund information. The accompanying General Fund balance sheet as of June 30, 2016 is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and related directly to the underlying accounting and other records used to prepare the 2016 financial statements. The accompanying General Fund balance sheet has been subjected to the auditing procedures applied in the audit of the 2016 basic financial statements and certain additional procedures including comparing and reconciling such information directly to the underlying accounting and other records used to prepare those financial statements or to those financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the General Fund balance sheet is fairly stated in all material respects in relation to the basic financial statements as a whole for the year ended June 30, 2016.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated January 25, 2018 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 solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Town of Plainville, Connecticut's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Town of Plainville, Connecticut's internal control over financial reporting and compliance.

Blum, Shapiro & Company, P.C.

West Hartford, Connecticut
January 25, 2018

TOWN OF PLAINVILLE, CONNECTICUT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2017

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, 2017. 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 decreased by almost \$2.4 million, or 2.44% (Table 1).
- During the year, the Town had expenses that were \$2.4 million more than the \$76.7 million generated in tax and other revenues for governmental programs, up from \$75.8 million last year (Table 2).
- Total cost of all of the Town's programs was \$79.1 million, up from \$73.9 million last year (Table 2).
- The General Fund reported a fund balance this year of \$10.80 million, down from \$10.91 million last year (Exhibit III).
- The resources actually available for appropriation were \$21 thousand more than budgeted for the General Fund (RSI-1), essentially flat and on budget. Expenditures were kept within spending limits and came in under budget by \$752 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 decreased by 2.44% from a year ago decreasing from \$97.5 million to \$95.2 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

	Governmental Activities	
	2017	2016
Current assets	\$ 27,133,858	\$ 29,530,651
Capital assets, net of accumulated depreciation	132,659,322	136,403,309
Total assets	<u>159,793,180</u>	<u>165,933,960</u>
Deferred outflow of resources	<u>2,094,954</u>	<u>3,223,326</u>
Long-term liabilities outstanding	60,978,714	65,457,920
Other liabilities	5,463,563	5,830,347
Total liabilities	<u>66,442,277</u>	<u>71,288,267</u>
Deferred inflow of resources	<u>273,042</u>	<u>319,294</u>
Net Position:		
Net investment in capital assets	90,253,367	90,129,040
Restricted	1,329,788	1,266,567
Unrestricted	<u>3,589,660</u>	<u>6,154,118</u>
Total Net Position	<u>\$ 95,172,815</u>	<u>\$ 97,549,725</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 \$2.6 million from \$6.15 million at June 30, 2016 to \$3.59 million at June 30, 2017.

TABLE 2
CHANGE IN NET POSITION

	Governmental Activities	
	2017	2016
Revenues:		
Program revenues:		
Charges for services	\$ 4,961,871	\$ 5,093,881
Operating grants and contributions	23,990,017	22,575,898
Capital grants and contributions	1,877,830	2,014,461
General revenues:		
Property taxes	45,028,301	44,368,707
Grants and contributions not restricted to specific programs	481,879	502,072
Unrestricted investment earnings	112,402	84,889
Other general revenues	235,843	1,143,034
Total revenues	<u>76,688,143</u>	<u>75,782,942</u>
Expenses:		
General government	3,647,567	3,823,545
Public safety	7,759,760	7,761,957
Public works	9,307,244	9,357,385
Human services	1,889,365	1,950,941
Culture and recreation	970,255	1,402,746
Education	54,352,855	48,021,884
Interest on long-term debt	1,138,007	1,585,823
Total expenses	<u>79,065,053</u>	<u>73,904,281</u>
Change in Net Position	(2,376,910)	1,878,661
Beginning Net Position	<u>97,549,725</u>	<u>95,671,064</u>
Ending Net Position	<u>\$ 95,172,815</u>	<u>\$ 97,549,725</u>

The Town's total revenues for 2017 were \$76.7 million. The total cost of all programs and services was \$79.1 million. Our analysis below separately considers the operations of governmental activities.

Governmental Activities

Revenues increased, from the prior year with increases in operating grants and property taxes. This increase is a reflection of receiving operating grants in 2017 that we did not have in 2016. Current year and back tax collections came in higher than anticipated due to tax sales and aggressive collection efforts.

Education expenses increased \$6.3 million while all other expenses decreased \$1.1 million netting the overall expense increase to \$5.2 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

	Total Cost of Services		Net Cost of Services	
	2017	2016	2017	2016
Education	\$ 54,352,855	\$ 48,021,884	\$ 30,776,469	\$ 27,520,437
Public works	9,307,244	9,357,385	4,801,521	4,226,075
Public safety	7,759,760	7,761,957	7,400,391	7,242,266
General government	3,647,567	3,823,545	1,549,920	689,932
Interest on long-term debt	1,138,007	1,585,823	1,138,007	1,585,823
All others	2,859,620	3,353,687	2,569,027	2,955,508
Total	<u>\$ 79,065,053</u>	<u>\$ 73,904,281</u>	<u>\$ 48,235,335</u>	<u>\$ 44,220,041</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 \$17.4 million, which is a decrease from last year's total of \$18.6 million. The primary reason for the decrease is the Town's additional appropriations and capital projects expenditures used to reconstruct several roads and bridges in Town. Significant changes by fund type are listed below.

General Fund:

1. For the 2017 budget, \$470,059 was budgeted as a revenue source from the fund balance but not used.
2. \$658,255 of additional appropriations were approved during FY 2017. This comes directly out of fund balance and is the primary reason for the General Fund loss in FY 2017.
3. Building permits revenue came in lower than budgeted, all property tax line items continue to come in higher than budgeted through aggressive collection efforts, State of CT revenue came in lower than budgeted due to State of CT cutbacks, and conveyance taxes came in higher than budgeted due to more sales of properties.
4. Expenditures are kept close to budget with some savings seen in the Police, Buildings & Grounds, and Solid Waste Departments. We also continue to lower our Municipal Building maintenance costs through conservation measures, better bidding, and energy reducing technologies.

Sewer Operating Fund:

1. The Sewer Operating fund showed a gain of \$251 thousand as budgeted during FY 2017. This was primarily due to 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 \$1.9 million. This was due primarily to the Town road bond project, various park improvement projects, the demolition of an old elementary school, and the beginning of the phosphorus removal project.

Proprietary Funds

The internal service funds unrestricted net position decreased to (\$746,621) due to higher than expected claims and lower operating revenue. The Town Council has already begun to appropriate funds to increase the net position of the internal service funds. Changes in health care funding is also beginning.

General Fund Expenditure Budget Highlights

General Government - there was an overall positive variance of \$52,168 after year-end transfers.

Public Safety - there was an overall positive variance of \$124,860 after year-end transfers.

Public Works - there was a positive variance of \$305,864 primarily due to lower fuel costs, and better utility cost budgeting as a whole.

Human Services - there was a positive variance of \$80,148 all due to a reduction in solid waste disposal costs.

Education - finished the year returning \$100,000 of their budget to the General Fund.

The Town's General Fund balance of \$10.8 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 \$566 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, 2017, the Town had \$132.7 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 \$3.7 million, or 2.74%, less than last year.

TABLE 4
CAPITAL ASSETS (Net of Depreciation)

	Governmental Activities	
	2017	2016
Land	\$ 7,074,014	\$ 6,187,769
Buildings	105,340,530	110,772,365
Improvements other than buildings	9,871	10,470
Furniture and equipment	3,229,370	3,611,423
Infrastructure	16,552,397	14,482,941
Construction in progress	453,140	1,338,341
Total	<u>\$ 132,659,322</u>	<u>\$ 136,403,309</u>

This year's major additions included:

The Town is three years into a five-year road improvement project. This project will resurface/reconstruct numerous roads throughout the Town, dramatically improving our infrastructure. The Town has also started the phosphorus removal project at the Water Pollution Control Facility. This project will ensure the Town is in compliance with a Federal EPA mandate to remove higher levels of phosphorus from wastewater. Plainville is one of thirteen towns in the State of CT that was hit with this mandate.

The Town's fiscal year 2017 - 2018 capital budget calls for it to spend \$1.82 million for public safety and public works equipment, educational technology and school improvements. Included in this amount is a pavement restoration project on Northwest Drive funded by a State of CT grant for \$1 million.

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, 2017, the Town had \$24.295 million in bonds and notes outstanding versus \$27.975 million last year - a decrease of 13.15% - as shown in Table 5.

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

	Governmental Activities	
	2017	2016
General Obligation Bonds (Backed by the Town)	\$ <u>24,295,000</u>	\$ <u>27,975,000</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 August 2016 by refunding \$5.965M 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 \$312.9 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 2018 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 10,716 for June 2017. Unemployment decreased to 5.0% compared to 5.4% for June 2016. 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 2017 was 1.6% compared to 1.0% for June 2016 and 0.1% for June 2015. 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 2017 - 2018. Amounts available for appropriations in the General Fund are \$58,525,194, an increase of 1.53% over the adopted 2017 budget of \$57,642,463. 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 2017 - 2018 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 16.65% 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, 2017

	Governmental Activities
Assets:	
Cash and cash equivalents	\$ 11,234,711
Investments	4,836,856
Receivables, net	10,804,029
Inventory	16,543
Prepaid items	241,719
Capital assets:	
Assets not being depreciated	7,527,154
Assets being depreciated, net	125,132,168
Total assets	<u>159,793,180</u>
Deferred Outflows of Resources:	
Deferred charge on refunding	1,114,024
Deferred outflows related to pensions	980,930
Total deferred outflows of resources	<u>2,094,954</u>
Liabilities:	
Accounts and other payables	2,183,639
Unearned revenue	279,924
Bond anticipation notes payable	3,000,000
Noncurrent liabilities:	
Due within one year	5,799,794
Due in more than one year	55,178,920
Total liabilities	<u>66,442,277</u>
Deferred Inflows of Resources:	
Deferred inflows related to pensions	<u>273,042</u>
Net Position:	
Net investment in capital assets	90,253,367
Restricted for:	
Trust purposes:	
Expendable	1,329,788
Unrestricted	<u>3,589,660</u>
Total Net Position	<u><u>\$ 95,172,815</u></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, 2017

Functions/Programs	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Net (Expense) Revenue and Changes in Net Position
					Governmental Activities
Governmental Activities:					
General government	\$ 3,647,567	\$ 614,499	\$ 1,084,556	\$ 398,592	\$ (1,549,920)
Public safety	7,759,760	328,794	30,575		(7,400,391)
Public works	9,307,244	3,348,573	1,157,150		(4,801,521)
Human services	1,889,365	38,469	64,664		(1,786,232)
Culture and recreation	970,255	147,428	40,032		(782,795)
Education	54,352,855	484,108	21,613,040	1,479,238	(30,776,469)
Debt service	1,138,007				(1,138,007)
Total	<u>\$ 79,065,053</u>	<u>\$ 4,961,871</u>	<u>\$ 23,990,017</u>	<u>\$ 1,877,830</u>	<u>(48,235,335)</u>
General revenues:					
Property taxes					45,028,301
Grants and contributions not restricted to specific programs					481,879
Unrestricted investment earnings					112,402
Miscellaneous					235,843
Total general revenues					<u>45,858,425</u>
Change in net position					(2,376,910)
Net Position, Beginning of Year					<u>97,549,725</u>
Net Position, End of Year					<u>\$ 95,172,815</u>

The accompanying notes are an integral part of the financial statements

TOWN OF PLAINVILLE, CONNECTICUT
BALANCE SHEET - GOVERNMENTAL FUNDS
JUNE 30, 2017

	<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>
ASSETS							
Assets:							
Cash and cash equivalents	\$ 7,487,221	\$ 118,628	\$ 65,655	\$	\$ 67,733	\$ 1,871,946	\$ 9,611,183
Investments	2,221,250	1,962,567				653,039	4,836,856
Receivables, net	3,886,022	1,010,065	1,676,818	35,416	2,775,992	919,637	10,303,950
Due from other funds	3,620,180	35,127		426,669	170,268	938,751	5,190,995
Inventories						16,543	16,543
Prepaid items	46,586	2,576			156,929	35,628	241,719
Total Assets	<u>\$ 17,261,259</u>	<u>\$ 3,128,963</u>	<u>\$ 1,742,473</u>	<u>\$ 462,085</u>	<u>\$ 3,170,922</u>	<u>\$ 4,435,544</u>	<u>\$ 30,201,246</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES							
Liabilities:							
Accounts payable and accrued liabilities	\$ 951,942	\$ 68,070	\$ 11,155	\$ 145	\$ 203,294	\$ 144,263	\$ 1,378,869
Due to other governments	25,247						25,247
Due to other funds	2,156,890					729,553	2,886,443
Unearned revenue					189,053	90,871	279,924
Bond anticipation notes payable					3,000,000		3,000,000
Total liabilities	<u>3,134,079</u>	<u>68,070</u>	<u>11,155</u>	<u>145</u>	<u>3,392,347</u>	<u>964,687</u>	<u>7,570,483</u>
Deferred inflows of resources:							
Unavailable revenue - property taxes	3,326,349						3,326,349
Unavailable revenue - special assessments		242,247					242,247
Unavailable revenue - loans receivables			1,665,663				1,665,663
Total deferred inflows of resources	<u>3,326,349</u>	<u>242,247</u>	<u>1,665,663</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,234,259</u>
Fund balances:							
Nonspendable	46,586	2,576			156,929	52,171	258,262
Restricted			65,655			2,805,460	2,871,115
Committed	383,869	2,816,070		461,940	1,659,567	613,226	5,934,672
Assigned	766,080						766,080
Unassigned	9,604,296				(2,037,921)		7,566,375
Total fund balances	<u>10,800,831</u>	<u>2,818,646</u>	<u>65,655</u>	<u>461,940</u>	<u>(221,425)</u>	<u>3,470,857</u>	<u>17,396,504</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 17,261,259</u>	<u>\$ 3,128,963</u>	<u>\$ 1,742,473</u>	<u>\$ 462,085</u>	<u>\$ 3,170,922</u>	<u>\$ 4,435,544</u>	<u>\$ 30,201,246</u>

(Continued on next page)

TOWN OF PLAINVILLE, CONNECTICUT
BALANCE SHEET - GOVERNMENTAL FUNDS (CONTINUED)
JUNE 30, 2017

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)	\$ 17,396,504
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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	\$ 283,899,237	
Less accumulated depreciation	<u>(151,239,915)</u>	
Net capital assets		132,659,322

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	1,983,454
Interest receivable on property taxes	1,342,895
Assessments receivable	242,247
Housing loans	1,665,663
Deferred outflows related to pensions	980,930

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.

(746,621)

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	(38,313,229)
Interest payable on bonds and notes	(213,847)
Bond premium	(1,803,067)
Compensated absences	(2,889,805)
Capital lease	(403,683)
Net OPEB obligation	(11,937,941)
Deferred charges on refunding	1,114,024
Deferred inflows related to pensions	(273,042)
Net pension liability	<u>(5,630,989)</u>

Net Position of Governmental Activities (Exhibit I)	<u>\$ 95,172,815</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, 2017

	<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	\$ 44,698,272	\$	\$	\$	\$	\$	\$ 44,698,272
Assessments including interest and liens		204,114					204,114
Charges for services	893,781	3,361,568		186,941	10,004	635,099	5,087,393
Intergovernmental	19,147,005	5,958	147,298	35,416	2,228,597	4,437,365	26,001,639
Income on investments	27,590	9,760			463	73,735	111,548
Miscellaneous	30,281	4,482	86,098		92,269	300,234	513,364
Total revenues	<u>64,796,929</u>	<u>3,585,882</u>	<u>233,396</u>	<u>222,357</u>	<u>2,331,333</u>	<u>5,446,433</u>	<u>76,616,330</u>
Expenditures:							
Current:							
General government	2,300,324			118,133			2,418,457
Public safety	4,697,054					29,921	4,726,975
Public works	3,907,566	1,344,742				734,500	5,986,808
Human services	1,671,821					95,910	1,767,731
Culture and recreation	146,900					990,614	1,137,514
Education	42,596,035					4,231,634	46,827,669
Other expenditures	3,271,255		185,446			4,800	3,461,501
Capital outlay					5,563,709		5,563,709
Debt service	<u>4,628,644</u>	<u>1,408,486</u>					<u>6,037,130</u>
Total expenditures	<u>63,219,599</u>	<u>2,753,228</u>	<u>185,446</u>	<u>118,133</u>	<u>5,563,709</u>	<u>6,087,379</u>	<u>77,927,494</u>
Excess (Deficiency) of Revenues over Expenditures	<u>1,577,330</u>	<u>832,654</u>	<u>47,950</u>	<u>104,224</u>	<u>(3,232,376)</u>	<u>(640,946)</u>	<u>(1,311,164)</u>
Other Financing Sources (Uses):							
Transfers in	329,388				1,593,255	1,029,219	2,951,862
Transfers out	(2,115,974)	(581,710)			(247,500)	(6,678)	(2,951,862)
Refunding bonds issued	5,965,000						5,965,000
Payment to refunding bond escrow agent	(6,690,265)						(6,690,265)
Premium on refunding bonds	826,721						826,721
Total other financing sources (uses)	<u>(1,685,130)</u>	<u>(581,710)</u>	<u>-</u>	<u>-</u>	<u>1,345,755</u>	<u>1,022,541</u>	<u>101,456</u>
Net Change in Fund Balances	(107,800)	250,944	47,950	104,224	(1,886,621)	381,595	(1,209,708)
Fund Balances, Beginning 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>
Fund Balances, End of Year	<u>\$ 10,800,831</u>	<u>\$ 2,818,646</u>	<u>\$ 65,655</u>	<u>\$ 461,940</u>	<u>\$ (221,425)</u>	<u>\$ 3,470,857</u>	<u>\$ 17,396,504</u>

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TOWN OF PLAINVILLE, CONNECTICUT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - GOVERNMENTAL FUNDS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2017

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)	\$ (1,209,708)
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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	3,427,208
Depreciation expense	(7,171,195)

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	24,664
Property tax interest and lien revenue - accrual basis change	101,251
Sewer assessment receivable - accrual basis change	(43,269)
Housing loans receivable - accrual basis change	(11,613)
Change in deferred outflows related to pensions	(1,587,241)
Change in deferred inflows related to pensions	46,252

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	(5,965,000)
Bond and notes principal payments	4,665,902
Payments to bond refunding agent	6,690,265
Premium on bonds issued	(826,721)
Capital lease payments	245,520

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	(231,396)
Amortization of premium	289,744
Compensated absences	84,512
Accrued interest	174,873
Net OPEB expense	(1,110,538)
Change in net pension liability	1,095,787

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.

(1,066,207)

Change in Net Position of Governmental Activities (Exhibit II)	<u>\$ (2,376,910)</u>
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The accompanying notes are an integral part of the financial statements

TOWN OF PLAINVILLE, CONNECTICUT
PROPRIETARY FUNDS
STATEMENT OF NET POSITION
JUNE 30, 2017

	Governmental Activities Internal Service Funds
Current Assets:	
Cash and cash equivalents	\$ 1,623,528
Receivables	500,079
Due from other funds	<u>586,075</u>
Total current assets	<u>2,709,682</u>
Current Liabilities:	
Accounts and other payables	565,676
Due to other funds	<u>2,890,627</u>
Total current liabilities	<u>3,456,303</u>
Net Position	
Unrestricted	\$ <u><u>(746,621)</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, 2017

	Governmental Activities
	Internal Service Funds
Operating Revenues:	
Licenses, fees and charges for goods and services	\$ 6,365,480
Operating Expenses:	
Insurance claims, premiums and fees	7,296,910
Administration	135,557
Total operating expenses	<u>7,432,467</u>
Operating Loss	(1,066,987)
Nonoperating Revenues:	
Revenues from use of money	<u>780</u>
Change in Net Position	(1,066,207)
Total Net Position, Beginning of Year	<u>319,586</u>
Total Net Position, End of Year	<u><u>\$ (746,621)</u></u>

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, 2017

	Governmental Activities
	Internal Service Funds
Cash Flows from Operating Activities:	
Cash received from charges for services and contributions	\$ 6,365,480
Cash paid for claims, premiums and fees	(7,942,427)
Cash received from interfund services provided	809,216
Net cash provided by (used in) operating activities	<u>(767,731)</u>
Cash Flows from Investing Activities:	
Income on investments	<u>780</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(766,951)
Cash and Cash Equivalents, Beginning of Year	<u>2,390,479</u>
Cash and Cash Equivalents, End of Year	\$ <u><u>1,623,528</u></u>
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used in) Operating Activities:	
Operating income (loss)	\$ <u>(1,066,987)</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	(390,673)
Increase (decrease) in accounts payable	(9,881)
Increase (decrease) in due to other funds	<u>1,199,889</u>
Total adjustments	<u>299,256</u>
Net Cash Provided by (Used in) Operating Activities	\$ <u><u>(767,731)</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, 2017

	Pension Trust Funds	Agency Funds
	<hr/>	<hr/>
Assets:		
Cash and cash equivalents	\$	\$ 337,352
Investments at fair value:		
Certificates of deposit		222,516
Open-end mutual funds	<u>27,634,213</u>	<hr/>
Total assets	<u>27,634,213</u>	\$ <u><u>559,868</u></u>
Liabilities:		
Due to employees and others		\$ 542,584
Surety bond payable	<hr/>	<u>17,284</u>
Total liabilities	<hr/> -	\$ <u><u>559,868</u></u>
Net Position:		
Restricted for pension plan benefits	<u>\$ 27,634,213</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, 2017

		Pension Trust Funds
<hr/>		
Additions:		
Contributions:		
Employer		\$ 892,005
Employee		249,915
Total contributions		<u>1,141,920</u>
Investment income:		
Net change in fair value of investments	\$ 2,640,957	
Interest and dividends	<u>538,963</u>	
Net investment income		<u>3,179,920</u>
Total additions		4,321,840
Deductions:		
Benefits	2,107,286	
Administration	<u>91,909</u>	
Total deductions		<u>2,199,195</u>
Change in Net Position		2,122,645
Net Position, Beginning of Year		<u>25,511,568</u>
Net Position, End of Year		<u><u>\$ 27,634,213</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, 2017

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, 2017

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, 2017

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, donated works of art and similar items, and capital assets received in a service concession agreement are reported at acquisition 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:

Assets	Years
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, 2017

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, 2017

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.

P. Subsequent Events Evaluation by Management

Management has evaluated subsequent events for disclosure and/or recognition in the financial statements through the date that the financial statements were available to be issued, which date is January 25, 2018.

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.

TOWN OF PLAINVILLE, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

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 \$658,255 were made during the year from available unassigned fund balance.

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.
- Refunding bonds issued, premium and issuance costs are recorded for GAAP purposes only.
- 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, 2017, expenditures exceeded appropriations in the Motor Vehicle and Equipment Pool by \$10,852.

C. Deficit Fund Balance/Net Position

At June 30, 2017, the Town reported deficit fund balance/net position for the following funds:

Capital Project Fund	\$ 221,425
Internal Service Fund:	
Health Insurance Fund	\$ 1,312,020

TOWN OF PLAINVILLE, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

The deficit in the Capital Projects Fund will be covered by future bond proceeds and transfers from the General Fund. The deficit in the Health Insurance Fund will be covered by future charges to mainly the General Fund and other funds.

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."

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*, \$12,223,639 of the Town's bank balance of \$17,960,639 was exposed to custodial credit risk as follows:

Uninsured and uncollateralized	\$ 10,845,957
Uninsured and collateral held by the pledging bank's trust department, not in the Town's name	<u>1,377,682</u>
Total Amount Subject to Custodial Credit Risk	<u><u>\$ 12,223,639</u></u>

TOWN OF PLAINVILLE, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

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, 2017, the Town's cash equivalents amounted to \$75,346. 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.

	Standard & Poor's
Pershing (YHB Investment Advisors)	A
Wells Fargo	A

B. Investments

Investments as of June 30, 2017 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	\$ 30,725	\$ 10,259	\$ 20,466	\$
Corporate bonds	BBB	10,534		10,534	
Corporate bonds	N/A	60,865	30,144	30,721	
Certificates of deposit	*	<u>4,406,333</u>	<u>4,406,333</u>		
Total		4,508,457	<u>\$ 4,446,736</u>	<u>\$ 61,721</u>	<u>\$ -</u>
Other investments:					
Mutual funds		<u>28,185,128</u>			
Total Investments		<u>\$ 32,693,585</u>			

* 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.

TOWN OF PLAINVILLE, CONNECTICUT
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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, 2017, 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.

Fair Value

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, 2017:

<u>Investments</u>	<u>Fair Value</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
Corporate bonds	\$ 102,124	\$	\$ 102,124	\$
Mutual funds	<u>28,185,128</u>	<u>28,185,128</u>		
Total	28,287,252	<u>\$ 28,185,128</u>	<u>\$ 102,124</u>	<u>\$ -</u>
Investments not included above:				
Certificates of deposit	<u>4,406,333</u>			
Total Investments	<u>\$ 32,693,585</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 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	\$ 1,342,895	\$	\$	\$	\$	\$	\$ 1,342,895
Taxes	2,340,529						2,340,529
Accounts	272,133	1,010,065				1,009,307	2,291,505
Loans receivable			1,665,662				1,665,662
Intergovernmental	5,465		11,156	35,416	2,775,992	410,409	3,238,438
Gross receivables	<u>3,961,022</u>	<u>1,010,065</u>	<u>1,676,818</u>	<u>35,416</u>	<u>2,775,992</u>	<u>1,419,716</u>	<u>10,879,029</u>
Less allowance for uncollectibles	<u>(75,000)</u>						<u>(75,000)</u>
Net Total Receivables	<u>\$ 3,886,022</u>	<u>\$ 1,010,065</u>	<u>\$ 1,676,818</u>	<u>\$ 35,416</u>	<u>\$ 2,775,992</u>	<u>\$ 1,419,716</u>	<u>\$ 10,804,029</u>

5. CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2017 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	\$ 6,187,769	\$ 886,245	\$	\$ 7,074,014
Construction in progress	<u>1,338,341</u>	<u>937,567</u>	<u>(1,822,768)</u>	<u>453,140</u>
Total capital assets not being depreciated	<u>7,526,110</u>	<u>1,823,812</u>	<u>(1,822,768)</u>	<u>7,527,154</u>
Capital assets being depreciated:				
Buildings and improvements	173,914,744	249,447		174,164,191
Improvements other than buildings	237,619			237,619
Furniture, vehicles and equipment	12,462,115	523,280	(30,279)	12,955,116
Infrastructure	<u>86,361,720</u>	<u>2,653,437</u>		<u>89,015,157</u>
Total capital assets being depreciated	<u>272,976,198</u>	<u>3,426,164</u>	<u>(30,279)</u>	<u>276,372,083</u>
Less accumulated depreciation for:				
Buildings and improvements	(63,142,379)	(5,681,282)		(68,823,661)
Improvements other than buildings	(227,149)	(599)		(227,748)
Furniture, vehicles and equipment	(8,850,692)	(905,333)	30,279	(9,725,746)
Infrastructure	<u>(71,878,779)</u>	<u>(583,981)</u>		<u>(72,462,760)</u>
Total accumulated depreciation	<u>(144,098,999)</u>	<u>(7,171,195)</u>	<u>30,279</u>	<u>(151,239,915)</u>
Total capital assets being depreciated, net	<u>128,877,199</u>	<u>(3,745,031)</u>	<u>-</u>	<u>125,132,168</u>
Governmental Activities Capital Assets, Net	<u>\$ 136,403,309</u>	<u>\$ (1,921,219)</u>	<u>\$ (1,822,768)</u>	<u>\$ 132,659,322</u>

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

Governmental activities:	
General government	\$ 101,881
Public safety	642,267
Public works	2,085,247
Human services	11,381
Culture and recreation	183,810
Education	<u>4,146,609</u>
 Total Depreciation Expense - Governmental Activities	 \$ <u><u>7,171,195</u></u>

Construction Commitments

The Town has several active construction projects as of June 30, 2017. The following is a summary of capital projects as of June 30, 2017.

	<u>Appropriation</u>	<u>Expenditures and Encumbrances</u>	<u>Unexpended Balance</u>
Capital and nonrecurring expenditures	\$ 6,812,888	\$ 6,147,137	\$ 665,751
Board of Education Capital	1,416,785	1,333,072	83,713
Landfill Expansion	219,189	183,672	35,517
PHS Turf Field Project	2,116,415	1,927,362	189,053
Old Linden Street School Demolition	2,471,921	2,321,691	150,230
Road Bond Project	3,029,090	2,493,292	535,798
FEMA Property Acquisition Project Phase II	1,413,463	1,389,236	24,227
Sewer Capital	1,445,367	1,384,900	60,467
Tomlinson Avenue Bridge	281,549	111,020	170,529
Stillwell Drive Bridge	1,864,964	1,864,964	-
FEMA Property Acquisition Project Phase I	2,986,077	2,986,077	-
Cooke Street Reconstruction	1,368,290	1,242,172	126,118
School Capital Maintenance Project	109,000	97,664	11,336
Senior Center Parking Lot	<u>125,864</u>	<u>145,802</u>	<u>(19,938)</u>
 Total	 \$ <u><u>25,660,862</u></u>	 \$ <u><u>23,628,061</u></u>	 \$ <u><u>2,032,801</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, 2017 is presented below:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Nonmajor Governmental Funds	\$ 729,553
	Internal Service Fund - Health Insurance	<u>2,890,627</u>
		<u>3,620,180</u>
Sewer Operating Fund	General Fund	35,127
Airport Operations Fund	General Fund	426,669
Capital Projects Fund	General Fund	170,268
Nonmajor Governmental Funds	General Fund	938,751
Internal Service Fund - Self Insurance Reserve	General Fund	<u>586,075</u>
		<u>2,156,890</u>
Total		\$ <u><u>5,777,070</u></u>

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

Interfund transfers:

	<u>Transfer In</u>			
	<u>General</u>	<u>Capital Projects</u>	<u>Nonmajor and Other Funds</u>	<u>Total Transfer Out</u>
Transfer out:				
General Fund	\$	\$ 1,334,255	\$ 781,719	\$ 2,115,974
Capital Projects			247,500	247,500
Sewer Operating Fund	322,710	259,000		581,710
Nonmajor	<u>6,678</u>			<u>6,678</u>
Total Transfers In	<u>\$ 329,388</u>	<u>\$ 1,593,255</u>	<u>\$ 1,029,219</u>	<u>\$ 2,951,862</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
NOTES TO FINANCIAL STATEMENTS
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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, 2017.

Changes in Long-Term Liabilities

Long-term liability activity for the year ended June 30, 2017 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	\$ 27,975,000	\$ 5,965,000	\$ 9,645,000	\$ 24,295,000	\$ 3,650,000
Unamortized bond premiums	1,266,090	826,721	289,744	1,803,067	266,681
Total bonds payable	29,241,090	6,791,721	9,934,744	26,098,067	3,916,681
Long-term note payable	15,039,131		1,020,902	14,018,229	1,041,506
Capital leases	649,203		245,520	403,683	250,835
Net OPEB obligation	10,827,403	1,110,538		11,937,941	
Compensated absences	2,974,317	509,813	594,325	2,889,805	590,772
Net pension liability	6,726,776		1,095,787	5,630,989	
Total Governmental Activities					
Long-Term Liabilities	<u>\$ 65,457,920</u>	<u>\$ 8,412,072</u>	<u>\$ 12,891,278</u>	<u>\$ 60,978,714</u>	<u>\$ 5,799,794</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.

TOWN OF PLAINVILLE, CONNECTICUT
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A schedule of bonds at June 30, 2017 is presented below:

Description	Principal Amount
\$6,855,000 - Refunding Bonds issued May 25, 2007 and maturing April 1, 2021; various interest rates from 3.65% to 4%	\$ 2,710,000
\$3,515,000 - Refunding Bonds issued October 28, 2010 and maturing July 15, 2017; various interest rates from 1.5% to 4%	500,000
\$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%	2,400,000
\$12,535,000 - Refunding Bonds issued December 20, 2011 and maturing August 15, 2023; various interest rates from 3.0% to 4.0%	7,695,000
\$5,025,000 - Refunding Bonds issued September 15, 2015 and maturing April 15, 2027; various interest rates from 3.0% to 4.0%	5,025,000
\$5,965,000 - Refunding Bonds issued August 23, 2016 and maturing July 15, 2030; various interest rates from .95% to 2%	<u>5,965,000</u>
Total Bond Indebtedness	<u><u>\$ 24,295,000</u></u>

The following is a schedule of future debt service requirements as of June 30, 2017:

Fiscal Year Ending June 30,	Principal	Interest	Total
2018	\$ 3,650,000	\$ 824,400	\$ 4,474,400
2019	3,180,000	703,100	3,883,100
2020	3,250,000	581,200	3,831,200
2021	2,765,000	450,700	3,215,700
2022	2,390,000	347,825	2,737,825
2023-2027	6,690,000	867,150	7,557,150
2028-2031	<u>2,370,000</u>	<u>99,850</u>	<u>2,469,850</u>
Total	<u><u>\$ 24,295,000</u></u>	<u><u>\$ 3,874,225</u></u>	<u><u>\$ 28,169,225</u></u>

General Obligation Bonds Refunding

On August 23, 2016, the Town issued \$5,965,000 of general obligation refunding bonds with interest rates of .95%-2.0%. The bonds were issued to pay outstanding principal amounts of the 2011A general obligation bonds of the Town. The net proceeds of \$6,690,265 (after an original issue premium of \$826,721 and payment of \$101,456 in underwriter's fees and other issuance costs) were deposited in an irrevocable trust fund under an escrow agreement dated August 31, 2016 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

TOWN OF PLAINVILLE, CONNECTICUT
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service payments over the next 15 years by \$448,738 and to obtain an economic gain (difference between the present value of the debt service payments on the old and new debt) of \$405,590. The refunded bonds are considered defeased. As of June 30, 2017, the amount of defeased debt outstanding but removed from the governmental activities column of the statement of net position is \$6,000,000 and the escrow balance is \$6,591,761.

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>
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	1,128,175	184,183	1,312,358
2023-2027	5,936,456	570,653	6,507,109
2028-2031	<u>2,659,734</u>	<u>60,727</u>	<u>2,720,461</u>
Total	\$ <u>14,018,229</u>	\$ <u>1,771,133</u>	\$ <u>15,789,362</u>

General Obligation Bond Anticipation Notes

On May 17, 2017, The Town issued a bond anticipation note in the amount of \$3,000,000 to fund cash flows for capital expenses. The note matures on February 15, 2018 with an interest rate of 1.22%.

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

<u>Category</u>	<u>Debt Limit</u>	<u>Net Indebtedness</u>	<u>Balance</u>
General purpose	\$ 100,575,612	\$ 4,160,000	\$ 96,415,612
Schools	201,151,224	20,230,000	180,921,224
Sewers	167,626,020	14,873,230	152,752,790
Urban renewal	145,275,884		145,275,884
Pension deficit	134,100,816		134,100,816

The total overall statutory debt limit for the Town is equal to seven times annual receipts from taxation or \$312,901,904.

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, 2017.

TOWN OF PLAINVILLE, CONNECTICUT
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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, \$312,913 was included in depreciation expense and the accumulated depreciation of the leased assets at June 30, 2017 is \$439,889. 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, 2017 were as follows:

<u>Year Ending June 30,</u>	<u>Governmental Activities</u>
2018	\$ 258,745
2019	155,329
Total minimum lease payments	414,074
Less amount representing interest	(10,391)
Present Value of Minimum Lease Payments	\$ <u>403,683</u>

TOWN OF PLAINVILLE, CONNECTICUT
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8. FUND BALANCE

The components of fund balance for the governmental funds at June 30, 2017 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	\$	\$	\$	\$	\$	\$ 16,543	\$ 16,543
Prepays	46,586	2,576			156,929	35,628	241,719
Restricted for:							
Grants			65,655			1,510,570	1,576,225
Senior Citizens Special						171,544	171,544
Library Trust						792,458	792,458
Senior Citizen Transportation						59,665	59,665
Economic Development						271,223	271,223
Committed to:							
Land acquisition						18,837	18,837
Debt management	383,869						383,869
Sewer		2,816,070			920,170		3,736,240
Education capital					175,110	200,515	375,625
School capital maintenance project					11,336		11,336
Landfill expansion					35,517		35,517
Capital and nonrecurring projects					391,316		391,316
Cooke Street Reconstruction					126,118		126,118
Recreation						90,975	90,975
Social Services Emergency						19,241	19,241
Berner pool						149,757	149,757
Water operating						63,399	63,399
Police forfeiture						13,157	13,157
Airport operations				461,940			461,940
Library expansion						57,345	57,345
Assigned to:							
Subsequent year's budget	200,000						200,000
Education encumbrances	434,106						434,106
General government encumbrances	10,788						10,788
Public safety encumbrance	9,596						9,596
Public works encumbrances	61,451						61,451
Human services encumbrances	1,028						1,028
Recreation encumbrances	528						528
Other encumbrances	48,583						48,583
Unassigned	<u>9,604,296</u>				<u>(2,037,921)</u>		<u>7,566,375</u>
Total Fund Balances	<u>\$ 10,800,831</u>	<u>\$ 2,818,646</u>	<u>\$ 65,655</u>	<u>\$ 461,940</u>	<u>\$ (221,425)</u>	<u>\$ 3,470,857</u>	<u>\$ 17,396,504</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:

		Liability	Current Year	Claim	Liability
		July 1,	Claims and	Payments	June 30,
			Changes in Estimates		
2015-2016	\$	399,082	\$ 6,606,201	\$ 6,429,726	\$ 575,557
2016-2017		575,557	7,296,910	7,306,791	565,676

TOWN OF PLAINVILLE, CONNECTICUT
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10. TAX ABATEMENTS

The Town currently has three individual agreements with local businesses that qualify under the implementation of GASB Statement No. 77, *Tax Abatement Disclosures*, for the purpose of providing services to its taxpayers. Details of the agreements are as follows:

Program	GEMS SENSORS INC	ROYAL REALTY LLC	CONNECTICUT TOOL & MANUFACTURING
Purpose	To incent development that the municipality, through its authority, finds desirable.	To incent development that the municipality, through its authority, finds desirable.	To incent development that the municipality, through its authority, finds desirable.
Tax being abated	Property Tax	Property Tax	Property Tax
Authority under which agreements are entered into	Connecticut General Statutes 12-65b.	Connecticut General Statutes 12-65b.	Connecticut General Statutes 12-65b.
Eligibility criteria for tax abatement	Improvements to the facility must exceed \$1,900,000. Owner must retain ownership of the property for 4 years, beginning October 1, 2012.	Improvements to the facility must exceed \$800,000. Owner must retain ownership of the property for 3 years, beginning October 1, 2016.	Improvements to the facility must exceed \$195,000. Owner must retain ownership of the property for 3 years, beginning October 1, 2014.
How recipient's tax are reduced	Portion of the assessment is exempt from taxes	Portion of the assessment is exempt from taxes	Portion of the assessment is exempt from taxes
How the tax abatement is determined	Any business proposing the construction of new facilities is eligible to apply for benefits. The level of benefits is determined on a case by case basis by the Economic Development Agency. All final decisions to grant benefits must be ratified by the Town Council. A policy has been developed to help guide the decision making process.	Any business proposing the construction of new facilities is eligible to apply for benefits. The level of benefits is determined on a case by case basis by the Economic Development Agency. All final decisions to grant benefits must be ratified by the Town Council. A policy has been developed to help guide the decision making process.	Any business proposing the construction of new facilities is eligible to apply for benefits. The level of benefits is determined on a case by case basis by the Economic Development Agency. All final decisions to grant benefits must be ratified by the Town Council. A policy has been developed to help guide the decision making process.
Provisions for recapturing abated taxes, if any	None	None	None
Other commitments made by the government	None	None	None
Gross dollar amount, on an accrual basis, by which the government's tax revenues were reduced as a result of the abatement agreement.	\$ 3,488	\$ 4,990	\$ 8,593

11. EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS

A. Plan Descriptions and Benefits Provided

The Town 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'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.

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

	Municipal Employees Pension Trust Fund	Police Pension Trust Fund	Total
	<u> </u>	<u> </u>	<u> </u>
Assets:			
Investments	\$ <u>12,901,321</u>	\$ <u>14,732,892</u>	\$ <u>27,634,213</u>
Net Position:			
Restricted for Pension Plan Benefits	\$ <u>12,901,321</u>	\$ <u>14,732,892</u>	\$ <u>27,634,213</u>

TOWN OF PLAINVILLE, CONNECTICUT
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Combining Schedule of Changes in Net Position

	Municipal Employees Pension Trust Fund	Police Pension Trust Fund	Total
Additions:			
Contributions:			
Employer	\$ 394,585	\$ 497,420	\$ 892,005
Employee	92,803	157,112	249,915
Total contributions	<u>487,388</u>	<u>654,532</u>	<u>1,141,920</u>
Investment income:			
Net change in fair value of investments	1,239,379	1,401,578	2,640,957
Interest and dividends	252,931	286,032	538,963
Net investment income	<u>1,492,310</u>	<u>1,687,610</u>	<u>3,179,920</u>
Total additions	<u>1,979,698</u>	<u>2,342,142</u>	<u>4,321,840</u>
Deductions:			
Benefit payments	1,046,289	1,060,997	2,107,286
Administration	48,290	43,619	91,909
Total deductions	<u>1,094,579</u>	<u>1,104,616</u>	<u>2,199,195</u>
Change in net position	885,119	1,237,526	2,122,645
Net Position, Beginning of Year	<u>12,016,202</u>	<u>13,495,366</u>	<u>25,511,568</u>
Net Position, End of Year	<u>\$ 12,901,321</u>	<u>\$ 14,732,892</u>	<u>\$ 27,634,213</u>

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

At June 30, 2017, the Town reported deferred outflows of resources and deferred inflows of resources related to pension from the following sources:

Deferred Outflows of Resources

	Employees' Pension Plan	Police Retirement Plan	Total
Changes of assumptions	\$	\$ 329,810	\$ 329,810
Net difference between projected and actual earning on pension plan investments	<u>313,038</u>	<u>338,082</u>	<u>651,120</u>
Total	<u>\$ 313,038</u>	<u>\$ 667,892</u>	<u>\$ 980,930</u>

TOWN OF PLAINVILLE, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

Deferred Inflows of Resources			
	Employees' Pension Plan	Police Retirement Plan	Total
Differences between expected and actual experience	\$ _____	\$ 273,042	\$ 273,042
Total	\$ <u> - </u>	\$ <u>273,042</u>	\$ <u>273,042</u>
Net Deferred Outflows and Inflows of Resources	\$ <u>313,038</u>	\$ <u>394,850</u>	\$ <u>707,888</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,

2018	\$ 398,597
2019	398,598
2020	159,550
2021	<u>(248,857)</u>
Total	\$ <u>707,888</u>

For the year ended June 30, 2017, the Town recognized pension expense as follows:

	Pension Expense
Employees' Pension Plan	\$ 517,650
Police Retirement Plan	<u>819,557</u>
Total	\$ <u>1,337,207</u>

At July 1, 2016, PERS membership consisted of:

	Municipal	Police
Retirees and beneficiaries currently receiving benefits	83	39
Terminated employees entitled to benefits but not yet receiving them	9	
Current employees	<u>24</u>	<u>29</u>
Total	<u>116</u>	<u>68</u>

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

TOWN OF PLAINVILLE, CONNECTICUT
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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 5 years of service, 50% vested after 7 years of service and 100% vested after 10 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.

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

TOWN OF PLAINVILLE, CONNECTICUT
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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, 2017:

Asset Class	Municipal Employees Target Allocation	Police Target Allocation
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%
Total Allocation	100%	100%

The plans did not have any concentrations that warranted disclosure.

Rate of Return

For the year ended June 30, 2017, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was as follows:

	<u>Rate of Return</u>
Municipal Employees	12.73%
Police	12.74%

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

Net Pension Liability of the Town

The components of the net pension liability of the Town at June 30, 2017 were as follows:

	<u>Municipal Employees</u>	<u>Police</u>	<u>Total</u>
Total pension liability	\$ 15,699,697	\$ 17,565,505	\$ 33,265,202
Plan fiduciary net position	<u>12,901,321</u>	<u>14,732,892</u>	<u>27,634,213</u>
Net Pension Liability	<u>\$ 2,798,376</u>	<u>\$ 2,832,613</u>	<u>\$ 5,630,989</u>
Plan fiduciary net position as a percentage of the total pension liability	82.18%	83.87%	83.07%

TOWN OF PLAINVILLE, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

Actuarial Assumptions

The total pension liability for Administrative Employees and Police were determined by an actuarial valuation as of July 1, 2016 and measurement date of June 30, 2017, using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.75% (prior: 3%)
Salary increases	4.0%, average, including inflation
Investment rate of return	7.65% (prior: 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, 2017 (see the discussion of the pension plan's investment policy) are summarized in the following table:

Asset Class	Municipal Employees Long-Term Expected Real Rate of Return	Police Long-Term Expected Real Rate of Return
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

Discount Rate

The discount rate used to measure the total pension liability was 7.65%. 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.

TOWN OF PLAINVILLE, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

Municipal Employees' Pension Plan			
	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
	(a)	(b)	(a)-(b)
Balances as of June 30, 2016	\$ 15,443,963	\$ 12,016,202	\$ 3,427,761
Changes for the year:			
Service cost	146,937		146,937
Interest on total pension liability	1,168,508		1,168,508
Differences between expected and actual experience	(140,013)		(140,013)
Changes in assumptions	126,591		126,591
Employer contributions		394,585	(394,585)
Member contributions		92,803	(92,803)
Net investment income		1,492,310	(1,492,310)
Benefit payments, including refund to employee contributions	(1,046,289)	(1,046,289)	-
Administrative expenses		(48,290)	48,290
Net changes	255,734	885,119	(629,385)
Balances as of June 30, 2017	\$ 15,699,697	\$ 12,901,321	\$ 2,798,376

Police Pension Plan			
	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
	(a)	(b)	(a)-(b)
Balances as of June 30, 2016	\$ 16,794,381	\$ 13,495,366	\$ 3,299,015
Changes for the year:			
Service cost	447,371		447,371
Interest on total pension liability	1,295,889		1,295,889
Differences between expected and actual experience	(94,782)		(94,782)
Change in assumptions	183,643		183,643
Employer contributions		497,420	(497,420)
Member contributions		157,112	(157,112)
Net investment income		1,687,610	(1,687,610)
Benefit payments, including refund to employee contributions	(1,060,997)	(1,060,997)	-
Administrative expenses		(43,619)	43,619
Net changes	771,124	1,237,526	(466,402)
Balances as of June 30, 2017	\$ 17,565,505	\$ 14,732,892	\$ 2,832,613

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 7.65% 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 (6.65%) or 1 percentage point higher (8.65%) than the current rate:

	1% Decrease (6.65%)	Current Discount Rate (7.65%)	1% Increase (8.65%)
Municipal Employees Net Pension Liability	\$ 4,160,754	\$ 2,798,376	\$ 1,601,932
Police's Net Pension Liability	\$ 4,865,833	\$ 2,832,613	\$ 1,133,781

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, 2017, there were 95 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, 2017, the contributions were \$212,706 and \$300,177, 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.

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.

TOWN OF PLAINVILLE, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

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.

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

At June 30, 2017, 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>61,395,946</u>
Total	\$	<u><u>61,395,946</u></u>

The net pension liability was measured as of June 30, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2016. At June 30, 2017, the Town has no proportionate share of the net pension liability.

For the year ended June 30, 2017, the Town recognized pension expense and revenue of \$6,695,448 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, 2016, using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.75%
Salary increase	3.25-6.50%, including inflation
Investment rate of return	8.00%, net of pension plan investment expense, including inflation

TOWN OF PLAINVILLE, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

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

The actuarial assumptions used in the June 30, 2016 valuation were based on the results of an actuarial experience study for the period July 1, 2010 - June 30, 2015.

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

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

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

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:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
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%
Cash	6.0%	0.4%
Total	100.0%	

Discount Rate

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

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.

12. 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, 2016, plan membership consisted of the following:

	Healthcare Plan
Active plan members	475
Retired members	41
Total Participants	<u>516</u>

B. Funding Policy

The Town's funding and payment of postemployment benefits for the year ended June 30, 2017 are accounted for in the Internal Service Fund on a pay-as-you go basis. As of June 30, 2017, 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, 2017

C. Annual OPEB Cost and Net OPEB Obligations

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

	Retiree Healthcare Plan
Annual required contribution (ARC)	\$ 1,301,590
Interest on net OPEB obligation	433,096
Adjustment to annual required contribution	<u>(602,191)</u>
Annual OPEB cost	1,132,495
Contributions made	<u>(21,957)</u>
Change in net OPEB obligation	1,110,538
Net OPEB obligation, Beginning of Year	<u>10,827,403</u>
Net OPEB Obligation, End of Year	<u><u>\$ 11,937,941</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:

Fiscal Year Ended	Annual OPEB Cost (AOC)	Actual Contribution	Percentage of AOC Contributed	Net OPEB Obligation
6/30/2015	\$ 1,435,392	\$ 74,424	5%	\$ 9,808,002
6/30/2016	1,124,788	105,387	9%	10,827,403
6/30/2017	1,132,495	21,957	2%	11,937,941

Schedule of Funding Progress

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Funded (Unfunded) AAL (UAAL) (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a % of Covered Payroll (a-b)/c)
7/1/2012	\$ -	\$ 15,503,060	\$ (15,503,060)	0.0%	\$ 24,578,387	-63.1%
7/1/2014	-	12,117,589	(12,117,589)	0.0%	27,804,558	-43.6%
7/1/2016	-	11,844,271	(11,844,271)	0.0%	28,807,742	-41.1%

Schedule of Employer Contributions

<u>Year Ended</u>	<u>Annual Required Contribution</u>	<u>Percentage Contributed</u>
6/30/2012	\$ 1,812,240	11.51 %
6/30/2013	1,849,525	18.22
6/30/2014	1,540,852	19.16
6/30/2015	1,567,313	4.75
6/30/2016	1,277,963	8.25
6/30/2017	1,301,590	1.69

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, 2016 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 3.58% (prior: 4.0%) interest rate and a 2.75% (Prior: 3%) inflation rate. The annual healthcare cost trend rate is 7.75% for 2016, reducing .5% per year with an ultimate rate of 4.75% for 2022 and later (prior: 9% for 2014, reducing .1% per year with an ultimate rate of 5% for 2022 and later).

13. CONTINGENT LIABILITIES

The Town 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.

**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, 2017

	<u>Original</u>	<u>Amended</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Property taxes:				
Revenues from property taxes	\$ 43,372,914	\$ 43,372,914	\$ 43,600,006	\$ 227,092
Prior years' levy	500,000	500,000	665,197	165,197
Interest and liens fees	280,500	280,500	433,069	152,569
Total property taxes	<u>44,153,414</u>	<u>44,153,414</u>	<u>44,698,272</u>	<u>544,858</u>
Licenses, fees and charges for goods and services:				
Licenses and permits:				
Building	275,200	275,200	245,048	(30,152)
Police	5,500	5,500	10,900	5,400
Town Clerk	1,400	1,400	1,924	524
Total licenses and permits	<u>282,100</u>	<u>282,100</u>	<u>257,872</u>	<u>(24,228)</u>
Fines and fees:				
Building	1,200	1,200	540	(660)
Police service charge	50,000	50,000	63,388	13,388
Police fines and impoundment fees	5,500	5,500	1,955	(3,545)
Town Clerk	95,000	95,000	107,944	12,944
Planning and Zoning fees	5,000	5,000	6,091	1,091
Zoning Board of Appeals	3,000	3,000	2,430	(570)
Tipping and solid waste license	10,000	10,000	15,166	5,166
Senior Center	18,000	18,000	18,155	155
Conveyance tax	135,000	135,000	232,818	97,818
Condominium trash	50,000	50,000	45,878	(4,122)
Miscellaneous	199,000	199,000	141,544	(57,456)
Total fines and fees	<u>571,700</u>	<u>571,700</u>	<u>635,909</u>	<u>64,209</u>
Total licenses, fees and charges for goods and services	<u>853,800</u>	<u>853,800</u>	<u>893,781</u>	<u>39,981</u>
Intergovernmental revenues:				
State of Connecticut:				
Elderly tax relief:				
Freeze	2,500	2,500	2,000	(500)
Circuit breaker	150,000	150,000	152,329	2,329
Tax relief - disability	3,600	3,600	3,472	(128)
Tax relief - veterans	22,000	22,000	23,891	1,891
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, 2017

	<u>Original</u>	<u>Amended</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Intergovernmental revenues: (continued)				
State-owned property	\$ 388	\$ 388	\$ 388	\$ -
MRSA sales tax sharing	363,176	363,176	363,176	-
Youth services	30,000	30,000	27,949	(2,051)
Tax share telephone access line	50,000	50,000	45,236	(4,764)
Local capital improvement program	124,497	124,497	124,497	-
Education:				
Education equalization	10,368,696	10,368,696	10,297,782	(70,914)
Plane registration	8,200	8,200	7,580	(620)
Mashantucket Pequot Grant	72,491	72,491	72,491	-
Miscellaneous grants	30,000	30,000	22,046	(7,954)
Total intergovernmental revenues	<u>11,767,484</u>	<u>11,767,484</u>	<u>11,684,773</u>	<u>(82,711)</u>
Miscellaneous revenues:				
Housing Authority	34,496	34,496	29,901	(4,595)
Revenues from use of money	40,500	40,500	27,213	(13,287)
Sale of property			210	210
Other:				
General Government			170	170
Total miscellaneous revenues	<u>74,996</u>	<u>74,996</u>	<u>57,494</u>	<u>(17,502)</u>
Other financing sources:				
Use of fund balance	200,000	200,000		(200,000)
Expenditure reduction due to State	270,059	270,059		(270,059)
Transfers in	<u>322,710</u>	<u>322,710</u>	<u>329,388</u>	<u>6,678</u>
Total other financing sources	<u>792,769</u>	<u>792,769</u>	<u>329,388</u>	<u>(463,381)</u>
Total Revenues and Other Financing Sources	\$ <u>57,642,463</u>	\$ <u>57,642,463</u>	57,663,708	\$ <u>21,245</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			6,695,448	
Cancellation of prior year encumbrances are recognized as budgetary revenue				
State Excess Cost - Student Based grant			766,784	
Issuance of refunding bonds			5,965,000	
Premium on refunding bonds			826,721	
Debt Management Fund revenues			<u>377</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>71,918,038</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, 2017

	<u>Original</u>	<u>Amended</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
General government:				
Town Council	\$ 71,616	\$ 71,616	\$ 69,792	\$ 1,824
Planning and Zoning	3,600	3,600	2,517	1,083
Zoning Board of Appeals	3,300	3,300	2,504	796
Inland Wetlands Commission	1,900	1,900	936	964
Board of Tax Review	2,666	2,666	2,579	87
Conservation Commission	2,700	2,700	2,628	72
Veterans Council	5,075	5,075	5,071	4
Probate Court	8,672	8,672	8,670	2
Town Manager	218,675	218,675	217,187	1,488
Human Resources	91,055	91,055	89,911	1,144
Elections	65,765	65,765	58,019	7,746
Town Counsel	133,035	135,535	135,333	202
Town Treasurer	5,715	5,715	5,713	2
Finance	187,385	187,385	183,583	3,802
Assessments	210,129	210,129	207,645	2,484
Revenue collection	140,285	140,285	127,857	12,428
Town Clerk	195,172	195,172	192,032	3,140
Data processing	200,460	200,460	193,074	7,386
Insurance	629,040	665,040	664,499	541
General administration services	80,730	80,730	74,935	5,795
Economic Development Agency	47,110	65,110	63,978	1,132
Recycling Committee	950	950	904	46
Total	<u>2,305,035</u>	<u>2,361,535</u>	<u>2,309,367</u>	<u>52,168</u>
Public safety:				
Police	4,058,730	4,283,730	4,190,471	93,259
Fire and Civil Preparedness	372,390	372,390	348,884	23,506
Fire Marshal	70,575	70,575	67,550	3,025
Animal Control	77,766	83,766	78,697	5,069
Ambulance service	14,744	14,744	14,743	1
Total	<u>4,594,205</u>	<u>4,825,205</u>	<u>4,700,345</u>	<u>124,860</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, 2017

	<u>Original</u>	<u>Amended</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Public works:				
Physical and technical services administration	\$ 271,785	\$ 276,285	\$ 239,016	\$ 37,269
Roadways	898,271	987,271	923,938	63,333
Buildings and grounds	1,012,650	1,031,150	985,186	45,964
Municipal Building maintenance	1,531,318	1,531,318	1,416,036	115,282
Planning	62,032	80,032	74,244	5,788
Building inspections	84,290	84,290	81,917	2,373
Engineering	75,975	75,975	51,359	24,616
Motor vehicle and equipment pool	135,260	135,260	146,112	(10,852)
Transfer station	73,300	73,300	51,209	22,091
Total	<u>4,144,881</u>	<u>4,274,881</u>	<u>3,969,017</u>	<u>305,864</u>
Human services:				
Health and sanitation	120,157	120,157	120,157	-
Senior citizens service	292,460	287,953	287,953	-
Social services	27,655	29,055	28,435	620
Solid waste management	1,141,822	1,141,822	1,067,518	74,304
Youth services	116,700	116,700	116,210	490
Other health and welfare	53,310	57,310	52,576	4,734
Total	<u>1,752,104</u>	<u>1,752,997</u>	<u>1,672,849</u>	<u>80,148</u>
Culture and recreation:				
Recreation	<u>152,310</u>	<u>152,310</u>	<u>147,428</u>	<u>4,882</u>
Education:				
School budget*	<u>34,770,867</u>	<u>34,770,867</u> *	<u>34,670,867</u>	<u>100,000</u>
Other:				
Employee benefits	3,230,055	3,230,055	3,228,266	1,789
Unclassified	50,000	50,000	22,694	27,306
Total	<u>3,280,055</u>	<u>3,280,055</u>	<u>3,250,960</u>	<u>29,095</u>
Debt service:				
Interest	957,994	948,886	948,886	-
Principal	3,754,300	3,578,303	3,578,302	1
Total	<u>4,712,294</u>	<u>4,527,189</u>	<u>4,527,188</u>	<u>1</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, 2017

	<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*	53,500	53,500	* 53,500	-
Debt Service Fund		185,105	185,105	-
Recreation Fund	90,000	90,000	90,000	-
Capital and Nonrecurring Expenditures				
Fund	1,100,000	1,168,819	1,114,219	54,600
Senior Citizens Transportation Fund	27,662	32,169	32,169	-
Other funds	500	167,036	167,036	-
Total	<u>1,930,712</u>	<u>2,355,679</u>	<u>2,301,079</u>	<u>54,600</u>
Total Expenditures and Other Financing Uses	\$ <u>57,642,463</u>	\$ <u>58,300,718</u>	57,549,100	\$ <u>751,618</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			6,695,448	
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			407,890	
State Excess Cost - Student Based grant			766,784	
Bond refunding issue cost			101,456	
Payment to bond escrow agent			6,690,265	
Debt Management Fund transfers out			<u>(185,105)</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>72,025,838</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 FOUR FISCAL YEARS*

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Total pension liability:				
Service cost	\$ 146,937	\$ 108,578	\$ 132,077	\$ 127,611
Interest	1,168,508	1,165,989	1,169,346	1,141,910
Differences between expected and actual experience	(140,013)	(100,363)	(57,635)	
Changes of assumptions	126,591	(123,946)	211,582	
Benefit payments, including refunds of member contributions	(1,046,289)	(1,065,586)	(943,501)	(919,047)
Net change in total pension liability	255,734	(15,328)	511,869	350,474
Total pension liability - beginning	15,443,963	15,459,291	14,947,422	14,596,948
Total pension liability - ending	15,699,697	15,443,963	15,459,291	14,947,422
Plan fiduciary net position:				
Contributions - employer	394,585	388,078	414,054	461,309
Contributions - member	92,803	95,958	115,312	115,181
Net investment income	1,492,310	22,029	444,282	1,750,644
Benefit payments, including refunds of member contributions	(1,046,289)	(1,065,586)	(943,501)	(919,047)
Administrative expense	(48,290)	(67,532)	(64,958)	(52,303)
Net change in plan fiduciary net position	885,119	(627,053)	(34,811)	1,355,784
Plan fiduciary net position - beginning	12,016,202	12,643,255	12,678,066	11,322,282
Plan fiduciary net position - ending	12,901,321	12,016,202	12,643,255	12,678,066
Net Pension Liability - Ending	<u>\$ 2,798,376</u>	<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	82.18%	77.81%	81.78%	84.82%
Covered-employee payroll	\$ 1,418,186	\$ 1,546,978	\$ 1,302,116	\$ 1,364,785
Net pension liability as a percentage of covered-employee payroll	197.32%	221.58%	216.27%	166.28%

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

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

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Total pension liability:				
Service cost	\$ 447,371	\$ 396,619	\$ 307,211	\$ 295,395
Interest	1,295,889	1,238,569	1,218,103	1,176,313
Changes of benefit terms		220,737		
Differences between expected and actual experience	(94,782)	(125,924)	(263,541)	
Changes of assumptions	183,643	1,963	400,614	
Benefit payments, including refunds of member contributions	(1,060,997)	(1,025,873)	(967,721)	(954,825)
Net change in total pension liability	771,124	706,091	694,666	516,883
Total pension liability - beginning	16,794,381	16,088,290	15,393,624	14,876,741
Total pension liability - ending	<u>17,565,505</u>	<u>16,794,381</u>	<u>16,088,290</u>	<u>15,393,624</u>
Plan fiduciary net position:				
Contributions - employer	497,420	486,658	511,310	511,310
Contributions - member	157,112	157,881	145,519	140,430
Net investment income	1,687,610	24,531	480,502	1,872,199
Benefit payments, including refunds of member contributions	(1,060,997)	(1,025,873)	(967,721)	(954,825)
Administrative expense	(43,619)	(52,554)	(46,226)	(43,313)
Net change in plan fiduciary net position	1,237,526	(409,357)	123,384	1,525,801
Plan fiduciary net position - beginning	13,495,366	13,904,723	13,781,339	12,255,538
Plan fiduciary net position - ending	<u>14,732,892</u>	<u>13,495,366</u>	<u>13,904,723</u>	<u>13,781,339</u>
Net Pension Liability - Ending	<u>\$ 2,832,613</u>	<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	83.87%	80.36%	86.43%	89.53%
Covered-employee payroll	\$ 2,320,061	\$ 2,328,738	\$ 2,134,699	\$ 1,667,990
Net pension liability as a percentage of covered-employee payroll	122.09%	141.67%	102.29%	96.66%

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

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

	FISCAL YEAR									
	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Actuarially determined contribution	\$ 394,585	\$ 388,078	\$ 379,054	\$ 421,309	\$ 527,722	\$ 488,088	\$ 424,803	\$ 404,120	\$ 316,014	\$ 294,177
Contributions in relation to the actuarially determined contribution	394,585	388,078	414,054	461,309	527,722	488,088	424,803	404,120	316,014	294,177
Contribution Deficiency (Excess)	\$ -	\$ -	\$ (35,000)	\$ (40,000)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered-employee payroll	\$ 1,418,186	\$ 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
Contributions as a percentage of covered-employee payroll	27.82%	25.09%	31.80%	33.80%	31.05%	26.49%	23.25%	19.25%	14.46%	13.39%

Notes to Schedule

Valuation date: July 1, 2016

Measurement date: June 30, 2017

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	23 years (Prior: 30 years)
Asset valuation method	4-year smoothed market
Inflation	2.75% (Prior: 3%)
Salary increases	4.0%, average, including inflation
Investment rate of return	7.65% (Prior: 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 nonannuitants and annuitants, projected to the valuation date with Scale AA

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									
	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Actuarially determined contribution	\$ 497,420	\$ 486,658	\$ 451,397	\$ 438,012	\$ 464,826	\$ 432,284	\$ 374,226	\$ 374,262	\$ 259,160	\$ 274,317
Contributions in relation to the actuarially determined contribution	497,420	486,658	511,310	511,310	464,826	432,284	374,226	374,262	259,160	274,317
Contribution Deficiency (Excess)	\$ -	\$ -	\$ (59,913)	\$ (73,298)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered-employee payroll	\$ 2,320,061	\$ 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
Contributions as a percentage of covered-employee payroll	21.44%	20.90%	23.95%	30.65%	28.74%	25.63%	22.72%	21.87%	18.26%	18.33%

Notes to Schedule

Valuation date: July 1, 2016

Measurement date: June 30, 2017

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	23 years (Prior: 30 years)
Asset valuation method	4-year smoothed market
Inflation	2.75% (Prior: 3%)
Salary increases	4.0%, average, including inflation
Investment rate of return	7.65% (Prior: 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 nonannuitants and annuitants, projected to the valuation date with Scale AA

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 FOUR FISCAL YEARS***

	2017	2016	2015	2014
Annual money-weighted rate of return, net of investment expense	12.73%	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 FOUR FISCAL YEARS***

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Annual money-weighted rate of return, net of investment expense	12.74%	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 THREE FISCAL YEARS*

	<u>2017</u>	<u>2016</u>	<u>2015</u>
Town's proportion of the net pension liability	0.00%	0.00%	0.00%
Town's proportionate share of the net pension liability	\$ -	\$ -	\$ -
State's proportionate share of the net pension liability associated with the Town	<u>61,395,946</u>	<u>49,164,659</u>	<u>45,442,874</u>
Total	<u>\$ 61,395,946</u>	<u>\$ 49,164,659</u>	<u>\$ 45,442,874</u>
Town's covered-employee payroll	\$ 18,156,327	\$ 17,793,753	\$ 16,977,886
Town's proportionate share of the net pension liability as a percentage of its covered-employee payroll	52.26%	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 2016, rates of withdrawal, disability, retirement, mortality and assumed rates of salary increase were adjusted to more closely reflect actual and anticipated experience. These assumptions were recommended as part of the Experience Study for the System for the five-year period ended June 30, 2015.
	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	20.4 years
Asset valuation method	4-year smoothed market
Investment rate of return	8.50%, net of investment related expense

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, 2017 AND 2016

	<u>2017</u>	<u>2016</u>
ASSETS		
Cash and cash equivalents	\$ 7,487,221	\$ 10,530,461
Investments	2,221,250	2,539,014
Accounts receivable, net:		
Property taxes receivable, net of allowance for uncollectible of \$75,000 in 2017 and 2016	2,265,529	2,260,026
Interest receivable	1,342,895	1,241,644
Accounts receivable	272,133	594,207
Due from other governments	5,465	160,222
Due from other funds	3,620,180	1,807,369
Prepaid items	<u>46,586</u>	<u>48,562</u>
Total Assets	<u>\$ 17,261,259</u>	<u>\$ 19,181,505</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE		
Liabilities:		
Accounts payable and accrued liabilities	\$ 951,942	\$ 706,505
Due to other governments	25,247	48,257
Due to other funds	<u>2,156,890</u>	<u>4,317,678</u>
Total liabilities	<u>3,134,079</u>	<u>5,072,440</u>
Deferred inflows of resources:		
Unavailable revenue - property taxes	<u>3,326,349</u>	<u>3,200,434</u>
Fund balance:		
Nonspendable	46,586	48,562
Committed	383,869	198,387
Assigned:		
Assigned for subsequent years budget	200,000	200,000
Board of Education Encumbrances	434,106	897,042
Town Encumbrances	131,974	76,928
Unassigned	<u>9,604,296</u>	<u>9,487,712</u>
Total fund balance	<u>10,800,831</u>	<u>10,908,631</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balance	<u>\$ 17,261,259</u>	<u>\$ 19,181,505</u>

**TOWN OF PLAINVILLE, CONNECTICUT
GENERAL FUND
REPORT OF TAX COLLECTOR
FOR THE YEAR ENDED JUNE 30, 2017**

Grand List	Uncollected Taxes July 1, 2016	Lawful Corrections		Transfers To Suspense	Net Amount Collectible	Collections				Uncollected Taxes June 30, 2017
		Additions	Deductions			Taxes	Interest	Lien Fees	Total	
2015	\$ 44,479,437 *	\$ 127,613	\$ 165,113	\$ 5,199	\$ 44,436,738	\$ 43,590,849	\$ 135,538	\$ 22,456	\$ 43,748,843	\$ 845,889
2014	902,468	3,278	57,213	4,205	844,328	351,551	78,671	5,511	435,733	492,777
2013	483,244	448	1,903	67,028	414,761	135,530	56,096	1,279	192,905	279,231
2012	291,470	148	372	1,072	290,174	81,421	41,046	360	122,827	208,753
2011	205,378		93	337	204,948	54,433	44,394	288	99,115	150,515
2010	161,394		87		161,307	35,616	19,754	96	55,466	125,691
2009	93,435				93,435	5,807	3,831	24	9,662	87,628
2008	73,147			9,287	63,860	576	1,417	24	2,017	63,284
2007	44,863			13,772	31,091	47	403	48	498	31,044
2006	25,035			14,657	10,378				-	10,378
2005	11,433				11,433				-	11,433
2004	7,347				7,347				-	7,347
2003	8,639				8,639	216	628		844	8,423
2002	13,793				13,793				-	13,793
2001	4,343				4,343				-	4,343
Total	\$ <u>46,805,426</u>	\$ <u>131,487</u>	\$ <u>224,781</u>	\$ <u>115,557</u>	\$ <u>46,596,575</u>	44,256,046	381,778	30,086	44,667,910	\$ <u>2,340,529</u>
Suspense collections						<u>28,318</u>	<u>19,691</u>	<u>1,514</u>	<u>49,523</u>	
Total Collections						\$ <u>44,284,364</u>	\$ <u>401,469</u>	\$ <u>31,600</u>	44,717,433	
Property taxes receivable - considered available:										
June 30, 2016									(301,236)	
June 30, 2017									<u>282,075</u>	
Total Property Tax Revenue									\$ <u>44,698,272</u>	

* Includes motor vehicle supplement in the amount of \$630,029

**TOWN OF PLAINVILLE, CONNECTICUT
BOARD OF EDUCATION SCHEDULE OF EXPENDITURES
AND ENCUMBRANCES COMPARED WITH APPROPRIATIONS
FOR THE YEAR ENDED JUNE 30, 2017**

	<u>Original Appropriation</u>	<u>Final Appropriation</u>	<u>Expenditures and Encumbrances</u>	<u>Unexpended (Overexpended) Balance</u>
Salaries	\$ 23,086,051	\$ 23,080,087	\$ 23,640,440	\$ (560,353)
Employee benefits	5,567,501	5,567,501	5,336,707	230,794
Instructional program services and curriculum improvement	141,541	115,498	103,923	11,575
Professional operating service	121,500	142,584	102,852	39,732
Technical services and data processing	375,529	255,187	199,497	55,690
Utilities	40,000	49,370	54,357	(4,987)
Refuse collection	65,600	65,600	64,181	1,419
Repairs	367,325	291,163	273,468	17,695
Rental/lease	48,500	42,555	38,501	4,054
Construction and other property services	94,737	94,961	89,258	5,703
Transportation	1,763,149	1,788,056	1,812,884	(24,828)
Insurance	176,595	176,595	165,444	11,151
Telephone	32,000	32,000	41,752	(9,752)
Postage	26,625	24,125	12,182	11,943
Advertising	1,000	1,000		1,000
Printing and binding	25,800	25,309	15,493	9,816
Tuition	871,000	871,000	1,078,766	(207,766)
Conferences and travel	65,500	63,141	36,747	26,394
Other purchased services	52,400	55,583	47,998	7,585
Supplies	711,937	893,995	638,661	255,334
Energy	885,500	885,500	717,762	167,738
Books and periodicals	139,259	128,319	90,191	38,128
Capital outlay	106,815	114,822	107,733	7,089
Dues and fees	58,503	60,416	55,570	4,846
Total Reported in RSI-2	\$ <u>34,824,367</u>	\$ <u>34,824,367</u>	\$ <u>34,724,367</u>	\$ <u>100,000</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:

Fund	Funding Source	Function
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, 2017**

	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
ASSETS											
Cash and cash equivalents	\$ 200,601	\$ 144,240	\$ 14,743	\$	\$ 87,202	\$ 19,241	\$ 149,757	\$ 60,139	\$ 13,157	\$	
Investments											
Accounts and other receivable								3,404			
Due from other governments	344,723	56,275									
Due from other funds				571,313	5,878					4,894	19,750
Inventory		16,543									
Prepaid items										730	
Total Assets	<u>\$ 545,324</u>	<u>\$ 217,058</u>	<u>\$ 14,743</u>	<u>\$ 571,313</u>	<u>\$ 93,080</u>	<u>\$ 19,241</u>	<u>\$ 149,757</u>	<u>\$ 63,543</u>	<u>\$ 13,157</u>	<u>\$ 5,624</u>	<u>\$ 19,750</u>
LIABILITIES AND FUND BALANCES											
Liabilities:											
Accounts payable and accrued liabilities	\$	\$	\$	\$ 562	\$ 2,105	\$	\$	\$ 144	\$	\$	
Due to other funds	535,324										
Unearned revenue	10,000										
Total liabilities	<u>545,324</u>	<u>-</u>	<u>-</u>	<u>562</u>	<u>2,105</u>	<u>-</u>	<u>-</u>	<u>144</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances:											
Nonspendable		16,543								730	
Restricted			14,743	570,751						4,894	19,750
Committed		200,515			90,975	19,241	149,757	63,399	13,157		
Total fund balances	<u>-</u>	<u>217,058</u>	<u>14,743</u>	<u>570,751</u>	<u>90,975</u>	<u>19,241</u>	<u>149,757</u>	<u>63,399</u>	<u>13,157</u>	<u>5,624</u>	<u>19,750</u>
Total Liabilities and Fund Balances	<u>\$ 545,324</u>	<u>\$ 217,058</u>	<u>\$ 14,743</u>	<u>\$ 571,313</u>	<u>\$ 93,080</u>	<u>\$ 19,241</u>	<u>\$ 149,757</u>	<u>\$ 63,543</u>	<u>\$ 13,157</u>	<u>\$ 5,624</u>	<u>\$ 19,750</u>

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**TOWN OF PLAINVILLE, CONNECTICUT
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET (CONTINUED)
JUNE 30, 2017**

	Special Revenue							Total Nonmajor Governmental Funds
	Miscellaneous Grants	Turf Field Maintenance	Land Acquisition	Senior Citizens Special	Library Trust	Senior Citizens Transportation	Economic Development	BOE Private Grants and School Rental
ASSETS								
Cash and cash equivalents	\$	\$ 60,105	\$	\$ 172,949	\$ 244,722	\$ 59,565	\$ 156,199	\$ 489,326
Investments					653,039			
Accounts and other receivable	387,722				3,779		114,323	
Due from other governments	9,411							
Due from other funds	290,734		40,457		517	4,507	701	
Inventory								
Prepaid items					34,898			
Total Assets	<u>\$ 687,867</u>	<u>\$ 60,105</u>	<u>\$ 40,457</u>	<u>\$ 172,949</u>	<u>\$ 936,955</u>	<u>\$ 64,072</u>	<u>\$ 271,223</u>	<u>\$ 489,326</u>
LIABILITIES AND FUND BALANCES								
Liabilities:								
Accounts payable and accrued liabilities	\$ 1,661	\$ 2,760	\$ 21,620	\$ 1,405	\$ 109,599	\$ 4,407	\$	\$
Due to other funds	194,229							
Unearned revenue	80,871							
Total liabilities	<u>276,761</u>	<u>2,760</u>	<u>21,620</u>	<u>1,405</u>	<u>109,599</u>	<u>4,407</u>	<u>-</u>	<u>-</u>
Fund Balances:								
Nonspendable					34,898			
Restricted	411,106			171,544	792,458	59,665	271,223	489,326
Committed		57,345	18,837					
Total fund balances	<u>411,106</u>	<u>57,345</u>	<u>18,837</u>	<u>171,544</u>	<u>827,356</u>	<u>59,665</u>	<u>271,223</u>	<u>489,326</u>
Total Liabilities and Fund Balances	<u>\$ 687,867</u>	<u>\$ 60,105</u>	<u>\$ 40,457</u>	<u>\$ 172,949</u>	<u>\$ 936,955</u>	<u>\$ 64,072</u>	<u>\$ 271,223</u>	<u>\$ 489,326</u>

TOWN OF PLAINVILLE, CONNECTICUT
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2017

	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	\$	\$ 353,949	\$	\$	\$ 137,938	\$	\$	\$ 622	\$	\$	\$
Intergovernmental revenue	3,246,516	435,712		307,260					6,298		
Revenues from use of money		361	32	302	176	40	339	127	16		
Other revenues					370				4,229	1,450	4,340
Net depreciation in the fair market value of investments											
Total revenues	<u>3,246,516</u>	<u>790,022</u>	<u>32</u>	<u>307,562</u>	<u>138,484</u>	<u>40</u>	<u>339</u>	<u>749</u>	<u>10,543</u>	<u>1,450</u>	<u>4,340</u>
Expenditures:											
Current:											
Public safety									4,228		1,416
Public works				347,755				941			
Human service											
Culture and recreation					223,890		8,516			1,875	
Education	3,246,516	796,144									
Other expenditures											
Total expenditures	<u>3,246,516</u>	<u>796,144</u>	<u>-</u>	<u>347,755</u>	<u>223,890</u>	<u>-</u>	<u>8,516</u>	<u>941</u>	<u>4,228</u>	<u>1,875</u>	<u>1,416</u>
Excess (Deficiency) of Revenues over Expenditures	<u>-</u>	<u>(6,122)</u>	<u>32</u>	<u>(40,193)</u>	<u>(85,406)</u>	<u>40</u>	<u>(8,177)</u>	<u>(192)</u>	<u>6,315</u>	<u>(425)</u>	<u>2,924</u>
Other Financing Sources:											
Transfers in					90,000	500					
Transfers out											
Total other financing sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>90,000</u>	<u>500</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	-	(6,122)	32	(40,193)	4,594	540	(8,177)	(192)	6,315	(425)	2,924
Fund Balance, Beginning of Year	<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>
Fund Balance, End of Year	<u>\$ -</u>	<u>\$ 217,058</u>	<u>\$ 14,743</u>	<u>\$ 570,751</u>	<u>\$ 90,975</u>	<u>\$ 19,241</u>	<u>\$ 149,757</u>	<u>\$ 63,399</u>	<u>\$ 13,157</u>	<u>\$ 5,624</u>	<u>\$ 19,750</u>

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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, 2017

	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	\$	\$	\$	\$	\$ 13,920	\$ 2,941	\$	\$ 125,729	\$ 635,099
Intergovernmental revenue	414,414				8,784	18,381			4,437,365
Revenues from use of money		34	50	341	22,054	120	351		24,343
Other revenues	49,256	69		28,000	28,752	10,500	2,470	170,798	300,234
Net depreciation in the fair market value of investments					49,392				49,392
Total revenues	<u>463,670</u>	<u>103</u>	<u>50</u>	<u>28,341</u>	<u>122,902</u>	<u>31,942</u>	<u>2,821</u>	<u>296,527</u>	<u>5,446,433</u>
Expenditures:									
Current:									
Public safety	24,277								29,921
Public works	385,804								734,500
Human service	25,033			11,393		59,484			95,910
Culture and recreation	10,446	2,760			743,127				990,614
Education								188,974	4,231,634
Other expenditures	4,000		800						4,800
Total expenditures	<u>449,560</u>	<u>2,760</u>	<u>800</u>	<u>11,393</u>	<u>743,127</u>	<u>59,484</u>	<u>-</u>	<u>188,974</u>	<u>6,087,379</u>
Excess (Deficiency) of Revenues over Expenditures	<u>14,110</u>	<u>(2,657)</u>	<u>(750)</u>	<u>16,948</u>	<u>(620,225)</u>	<u>(27,542)</u>	<u>2,821</u>	<u>107,553</u>	<u>(640,946)</u>
Other Financing Sources:									
Transfers in	197,500	50,000			659,050	32,169			1,029,219
Transfers out	(6,678)								(6,678)
Total other financing sources	<u>190,822</u>	<u>50,000</u>	<u>-</u>	<u>-</u>	<u>659,050</u>	<u>32,169</u>	<u>-</u>	<u>-</u>	<u>1,022,541</u>
Net Change in Fund Balances	204,932	47,343	(750)	16,948	38,825	4,627	2,821	107,553	381,595
Fund Balance, Beginning 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>
Fund Balance, End of Year	<u>\$ 411,106</u>	<u>\$ 57,345</u>	<u>\$ 18,837</u>	<u>\$ 171,544</u>	<u>\$ 827,356</u>	<u>\$ 59,665</u>	<u>\$ 271,223</u>	<u>\$ 489,326</u>	<u>\$ 3,470,857</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, 2017

Year	Project	Appropriations			Expenditures and Encumbrances	Unexpended Balance June 30, 2017
		Balance July 1, 2016	Changes	Total		
2000-01	Assessors Revaluation	\$ 648,706	\$ 150,000	\$ 798,706	\$ 800,008	\$ (1,302)
2000-01	Data Processing Computer Upgrades	515,000	25,000	540,000	390,944	149,056
2001-02	Buildings & Grounds Municipal Center Improv	232,489		232,489	227,346	5,143
2001-02	Police Communication System	585,026		585,026	579,043	5,983
2001-02	Technical Services Sidewalk Replacement	315,000		315,000	323,038	(8,038)
2001-02	Roadways Storm Drain and Street Repair	324,999		324,999	258,087	66,912
2002-03	Technical Services Environmental Compliance	123,816		123,816	122,491	1,325
2006-07	Fire Portable Radios	182,596		182,596	178,841	3,755
2006-07	Police Vehicles	495,500	61,000	556,500	556,241	259
2007-08	Police Equipment	120,500		120,500	114,749	5,751
2008-09	Senior Center Dial A Ride Grant Match	123,400		123,400	118,527	4,873
2009-10	Town Clerk Improvements	85,188		85,188	33,327	51,861
2009-10	Fire Replace Engine #2	85,000	(2,767)	82,233	82,233	-
2009-10	Buildings & Grounds Boiler Replacements	5,000		5,000	3,867	1,133
2010-11	Tax/Assessor Software	202,634		202,634	192,636	9,998
2011-12	Police Computer Replacement	84,000		84,000	79,534	4,466
2012-13	Police Bullet Proof Vests	42,000		42,000	36,435	5,565
2012-13	Fire Replace Rescue Apparatus	410,254	103,418	513,672	513,672	-
2012-13	Recreation Paderewski Park Improvements	15,000		15,000	1,698	13,302
2013-14	Police Communication Dispatch Equipment	412,302	155,328	567,630	470,606	97,024
2013-14	Police Windows 7/Office 2010	15,205		15,205	13,368	1,837
2013-14	Police NEXGEN Software	92,500		92,500	92,456	44
2013-14	Police Cruiser Outfitting	61,000	20,500	81,500	77,490	4,010
2013-14	Fire Thermal Imaging Cameras	37,404		37,404	31,554	5,850
2013-14	Fire SCBA Bottle Replacements	30,000	10,000	40,000	35,354	4,646
2013-14	Fire Personal Protective Equipment	60,000	10,000	70,000	70,000	-
2013-14	Fire Hurst Tool (Jaws of Life)	30,000		30,000	30,095	(95)
2013-14	Roadways Loader Tires	17,000		17,000	14,496	2,504
2013-14	Buildings & Grounds Municipal Center Façade	10,000		10,000	3,690	6,310
2013-14	Buildings & Grounds Linden School Needs	24,389		24,389	25,627	(1,238)
2014-15	Police Ammo	12,500		12,500	12,447	53
2014-15	Police Cruiser Defibrillators	9,600	6,400	16,000	8,005	7,995
2014-15	Fire Communication Dispatch Equipment	52,871	27,924	80,795	80,848	(53)
2014-15	Senior Center Temperature Control System	65,730		65,730	65,730	-
2014-15	Library Clock Tower & Eaves	46,000		46,000	28,718	17,282
2014-15	Unclassified	1,459	2,767	4,226		4,226
2015-16	Roadways 1 Ton Hydrostatic Roller	25,000		25,000	25,000	-
2015-16	Roadways 5 Ton Dump Truck with Plow	62,500	62,500	125,000	125,465	(465)
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	Technical Services Roadway Sign Replacement	10,000	10,000	20,000	13,653	6,347
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	5,560	2,440
2015-16	Library Repairs	13,500		13,500	12,654	846

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TOWN OF PLAINVILLE, CONNECTICUT

CAPITAL PROJECTS FUND

SCHEDULE OF EXPENDITURES AND ENCUMBRANCES COMPARED WITH APPROPRIATIONS (CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2017

Year	Project	Appropriations			Expenditures and Encumbrances	Unexpended Balance June 30, 2017
		Balance July 1, 2016	Additions	Total		
2016-17	Data Processing Municipal Fiber Network	\$	\$ 75,000	\$ 75,000	\$	\$ 75,000
2016-17	Police Video Cameras in Cruisers		14,000	14,000		14,000
2016-17	Fire Diesel Powered Lighting/Generator		8,500	8,500	7,500	1,000
2016-17	Roadways Mack Computer Diagnostic Analyzer		5,000	5,000		5,000
2016-17	Buildings & Grounds 4WD 1 Ton Pickup with Plow		33,000	33,000	32,985	15
2016-17	Buildings & Grounds Library Window Trim		10,000	10,000		10,000
2016-17	Buildings & Grounds Police AC Design		5,000	5,000	4,525	475
2016-17	Technical Services Paderewski Park Study		10,000	10,000	9,991	9
2016-17	Recreation Park Improvements		197,500	197,500	197,500	-
	Total capital and nonrecurring expenditures	5,812,818	1,000,070	6,812,888	6,147,137	665,751
2012-13	Board of Education Technology Improvements	1,069,835		1,069,835	1,079,926	(10,091)
2013-14	Board of Education School Construction	89,950		89,950	86,950	3,000
2015-16	Board of Education PHS Kitchen Floor		87,000	87,000	91,200	(4,200)
2015-16	Board of Education PHS Turf Field Maintenance	10,000	50,000	60,000	60,000	-
2016-17	Board of Education PHS ADA Upgrade		25,000	25,000		25,000
2016-17	Board of Education District Wide Cleaning Equipment		15,000	15,000	14,996	4
2016-17	Board of Education District Wide Phone System		70,000	70,000		70,000
	Landfill Expansion	124,189	95,000	219,189	183,672	35,517
2015-16	PHS Turf Field Project	2,116,415		2,116,415	1,927,362	189,053
2015-16	Old Linden Street School Demolition	2,471,921		2,471,921	2,321,691	150,230
2015-16	Road Bond Project	2,029,090	1,000,000	3,029,090	2,493,292	535,798
2015-16	FEMA Property Acquisition Phase II	497,993	915,470	1,413,463	1,389,236	24,227
2006-07	WPCF Plant & Collection System Improvements	363,335	125,000	488,335	368,518	119,817
2013-14	WPCF Primary Tank Upgrade	101,117		101,117	98,855	2,262
2013-14	WPCF I & I Manhole Rehabilitation	35,000	10,000	45,000	7,003	37,997
2015-16	WPCF Influent Valve Replacements	39,061	25,000	64,061	54,128	9,933
2015-16	WPCF Treatment Plant Roof Repair	50,000	87,000	137,000	121,514	15,486
2016-17	WPCF Small Utility Vehicle		12,000	12,000	8,212	3,788
2015-16	WPCF RDT/Phosphorus Removal	597,854		597,854	726,670	(128,816)
	Tomlinson Avenue Bridge	281,467	82	281,549	111,020	170,529
	Stillwell Drive Bridge	1,864,964		1,864,964	1,864,964	-
2012-13	FEMA Property Acquisition Phase I	2,973,928	12,149	2,986,077	2,986,077	-
2015-16	Cooke Street Reconstruction	1,368,290		1,368,290	1,242,172	126,118
2015-16	School Capital Maintenance Project	109,000		109,000	97,664	11,336
2015-16	Senior Center Parking Lot	125,864		125,864	145,802	(19,938)
	Total	\$ 22,132,091	\$ 3,528,771	\$ 25,660,862	\$ 23,628,061	\$ 2,032,801

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, 2017 WITH COMPARATIVE TOTALS FOR 2016

	Health Insurance Fund	Self Insurance Reserve Fund	Totals	
			2017	2016
ASSETS				
Cash and cash equivalents	\$ 1,623,528	\$	\$ 1,623,528	\$ 2,390,479
Accounts and other receivable	500,079		500,079	-
Due from other funds		586,075	586,075	195,402
Total Assets	<u>\$ 2,123,607</u>	<u>\$ 586,075</u>	<u>\$ 2,709,682</u>	<u>\$ 2,585,881</u>
LIABILITIES AND NET POSITION				
Liabilities:				
Accounts payable and accrued liabilities	\$ 545,000	\$ 20,676	\$ 565,676	\$ 575,557
Due to other funds	<u>2,890,627</u>		<u>2,890,627</u>	<u>1,690,738</u>
Total liabilities	3,435,627	20,676	3,456,303	2,266,295
Net position:				
Unrestricted	<u>(1,312,020)</u>	<u>565,399</u>	<u>(746,621)</u>	<u>319,586</u>
Total Liabilities and Net Position	<u>\$ 2,123,607</u>	<u>\$ 586,075</u>	<u>\$ 2,709,682</u>	<u>\$ 2,585,881</u>

TOWN OF PLAINVILLE, CONNECTICUT
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
FOR THE YEAR ENDED JUNE 30, 2017
WITH COMPARATIVE TOTALS FOR 2016

	Health Insurance Fund	Self Insurance Reserve Fund	Totals	
			2017	2016
Operating revenues:				
Licenses, fees and charges for goods and services	\$ 6,329,347	\$ 36,133	\$ 6,365,480	\$ 5,993,255
Operating expenses:				
Insurance claims, premiums and fees	7,219,961	76,949	7,296,910	6,606,201
Administration	135,557		135,557	135,557
Total operating expenses	<u>7,355,518</u>	<u>76,949</u>	<u>7,432,467</u>	<u>6,741,758</u>
Operating income (loss)	(1,026,171)	(40,816)	(1,066,987)	(748,503)
Nonoperating revenues:				
Revenues from use of money		780	780	572
Change in Net Position	(1,026,171)	(40,036)	(1,066,207)	(747,931)
Net Position, Beginning of Year	<u>(285,849)</u>	<u>605,435</u>	<u>319,586</u>	<u>1,067,517</u>
Net Position, End of Year	<u>\$ (1,312,020)</u>	<u>\$ 565,399</u>	<u>\$ (746,621)</u>	<u>\$ 319,586</u>

TOWN OF PLAINVILLE, CONNECTICUT
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2017
WITH COMPARATIVE TOTALS FOR 2016

	Health Insurance Fund	Self Insurance Reserve Fund	Totals	
			2017	2016
Cash Flows from Operating Activities:				
Cash received from charges for services and contributions	\$ 6,329,347	\$ 36,133	\$ 6,365,480	\$ 5,993,255
Cash paid for claims, premiums and fees	(7,886,154)	(56,273)	(7,942,427)	(6,565,283)
Cash received (paid) for interfund services provided (used)	1,199,889	(390,673)	809,216	1,171,871
Net cash provided by (used in) operating activities	<u>(356,918)</u>	<u>(410,813)</u>	<u>(767,731)</u>	<u>599,843</u>
Cash Flows from Investing Activities:				
Income on investments		780	780	572
Net Increase (Decrease) in Cash and Cash Equivalents	(356,918)	(410,033)	(766,951)	600,415
Cash and Cash Equivalents, Beginning of Year	1,980,446	410,033	2,390,479	1,790,064
Cash and Cash Equivalents, End of Year	<u>\$ 1,623,528</u>	<u>\$ -</u>	<u>\$ 1,623,528</u>	<u>\$ 2,390,479</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used in) Operating Activities:				
Operating income (loss)	\$ (1,026,171)	\$ (40,816)	\$ (1,066,987)	\$ (748,503)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:				
(Increase) decrease in assets:				
Due from other funds		(390,673)	(390,673)	107,920
Accounts receivable	(500,079)		(500,079)	-
Increase (decrease) in liabilities:				
Accounts payable	(30,557)	20,676	(9,881)	176,475
Due to other funds	1,199,889		1,199,889	1,063,951
Total adjustments	<u>669,253</u>	<u>(369,997)</u>	<u>299,256</u>	<u>1,348,346</u>
Net Cash Provided by (Used in) Operating Activities	<u>\$ (356,918)</u>	<u>\$ (410,813)</u>	<u>\$ (767,731)</u>	<u>\$ 599,843</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, 2017

	<u>Balance</u> <u>July 1, 2016</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2017</u>
Student Activity Fund				
Assets:				
Cash	\$ 335,872	\$ 565,427	\$ 680,442	\$ 220,857
Investments	<u>340,917</u>	<u>1,099</u>	<u>119,500</u>	<u>222,516</u>
Total Assets	<u>\$ 676,789</u>	<u>\$ 566,526</u>	<u>\$ 799,942</u>	<u>\$ 443,373</u>
Liabilities:				
Due to employees and others	<u>\$ 676,789</u>	<u>\$ 566,526</u>	<u>\$ 799,942</u>	<u>\$ 443,373</u>
Senior Citizen Fund				
Assets:				
Cash	\$ <u>85,813</u>	\$ <u>190,141</u>	\$ <u>176,743</u>	\$ <u>99,211</u>
Liabilities:				
Due to employees and others	<u>\$ 85,813</u>	<u>\$ 190,141</u>	<u>\$ 176,743</u>	<u>\$ 99,211</u>
Deposit Fund				
Assets:				
Cash	\$ <u>17,246</u>	\$ <u>38</u>	\$ <u></u>	\$ <u>17,284</u>
Liabilities:				
Surety bonds payable	<u>\$ 17,246</u>	<u>\$ 38</u>	<u>\$ -</u>	<u>\$ 17,284</u>
Central CT Regional Planning Agency				
Assets:				
Cash	\$ <u>51,772</u>	\$ <u>-</u>	\$ <u>51,772</u>	\$ <u>-</u>
Liabilities:				
Due to members	<u>\$ 51,772</u>	<u>\$ -</u>	<u>\$ 51,772</u>	<u>\$ -</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, 2017

	<u>Balance</u> <u>July 1, 2016</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2017</u>
Total All Funds				
Assets:				
Cash and cash equivalents	\$ 490,703	\$ 755,606	\$ 908,957	\$ 337,352
Investments	<u>340,917</u>	<u>1,099</u>	<u>119,500</u>	<u>222,516</u>
Total Assets	<u>\$ 831,620</u>	<u>\$ 756,705</u>	<u>\$ 1,028,457</u>	<u>\$ 559,868</u>
Liabilities:				
Due to employees and others	\$ 814,374	\$ 756,667	\$ 1,028,457	\$ 542,584
Surety bond payable	<u>17,246</u>	<u>38</u>		<u>17,284</u>
Total Liabilities	<u>\$ 831,620</u>	<u>\$ 756,705</u>	<u>\$ 1,028,457</u>	<u>\$ 559,868</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									
	2017	2016	2015	2014 (2)	2013	2012	2011	2010	2009	2008
Governmental activities:										
Net investment in capital assets	\$ 90,253	\$ 90,129	\$ 87,666	\$ 87,686	\$ 83,664	\$ 79,132	\$ 72,322	\$ 72,079	\$ 74,689	\$ 62,446
Restricted	1,330	1,267	1,291	1,210	1,085	1,028	1,060	928	949	1,120
Unrestricted	<u>3,590</u>	<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>
Total Governmental Activities Net Position	<u>\$ 95,173</u>	<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>

- 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*.

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

	FISCAL YEAR									
	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Expenses:										
Governmental activities:										
General government	\$ 3,648	\$ 3,824	\$ 3,281	\$ 2,744	\$ 5,002	\$ 3,070	\$ 3,285	\$ 10,745	\$ 3,023	\$ 2,831
Public safety	7,760	7,762	7,262	6,271	6,579	6,029	6,485	7,111	6,160	6,975
Public works	9,307	9,357	8,560	8,933	6,438	8,445	10,250	8,034	7,907	7,402
Human services	1,889	1,951	1,919	1,929	1,973	1,863	788	1,044	1,714	752
Culture and recreation	970	1,403	1,388	1,364	1,289	1,281	1,481	1,454	1,549	1,101
Education	54,353	48,021	46,899	45,153	42,567	43,706	41,512	40,767	40,729	47,209
Debt service	1,138	1,586	1,546	1,691	1,884	1,909	2,005	2,000	1,683	1,814
Total governmental activities expenses	79,065	73,904	70,855	68,085	65,732	66,303	65,806	71,155	62,765	68,084
Program revenues:										
Governmental activities:										
Charges for services:										
Public works	3,349	3,327	3,539	2,922	2,939	2,910	2,982	2,903	2,918	2,881
Education	484	478	446	480	730	473	542	664	756	690
Other activities	1,129	1,289	1,276	1,224	1,094	1,051	1,055	1,049	771	827
Operating grants and contributions	23,990	22,576	19,518	23,154	18,925	20,264	17,526	16,791	17,601	25,255
Capital grants and contributions	1,878	2,014		2,084	3,084	1,708	4,955	8,090	13,686	24,607
Total governmental activities program revenues	30,830	29,684	24,779	29,864	26,772	26,406	27,060	29,497	35,732	54,260
Net expense:										
Governmental activities	(48,235)	(44,220)	(46,076)	(38,221)	(38,960)	(39,897)	(38,746)	(41,658)	(27,033)	(13,824)
General revenues and other changes in net position:										
Governmental activities:										
Property taxes	45,028	44,369	43,312	42,130	42,011	41,022	39,458	37,011	36,925	35,458
Grants and contributions not restricted to specific purposes	482	502	554	571	619	1,290	1,021	1,136	1,423	1,177
Unrestricted investment earnings	112	85	59	126	111	60	155	130	112	1,129
Miscellaneous	236	1,143	451	335	644	176	137	343	223	348
Total governmental activities	45,858	46,099	44,376	43,162	43,385	42,548	40,771	38,620	38,683	38,112
Changes in Net Position:										
Governmental activities	\$ (2,377)	\$ 1,879	\$ (1,700)	\$ 4,941	\$ 4,425	\$ 2,651	\$ 2,025	\$ (3,038)	\$ 11,650	\$ 24,288

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									
	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
General Fund:										
Reserved	\$	\$	\$	\$	\$	\$	\$	\$ 1,584	\$ 1,758	\$ 1,865
Unreserved								1,482	2,978	4,300
Nonspendable	47	49	20	14	6	131	10			
Committed	384	198	148	148	172	171	171			
Assigned	766	1,174	445	707	757	829	1,018			
Unassigned	<u>9,604</u>	<u>9,488</u>	<u>10,442</u>	<u>11,166</u>	<u>5,863</u>	<u>2,970</u>	<u>2,398</u>			
Total General Fund	<u>\$ 10,801</u>	<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>
All other governmental funds:										
Reserved	\$	\$	\$	\$	\$	\$	\$	\$ 395	\$ 3,493	\$ 22,474
Unreserved, reported in:										
Special revenue funds								5,581	7,000	7,292
Capital projects funds								(11,462)	(29,941)	(37,636)
Nonspendable	212	105	78	21	24	20	21			
Restricted	2,871	3,034	2,225	2,456	2,666	2,505	2,154			
Committed	5,551	6,022	5,399	5,350	8,483	9,465	9,571			
Unassigned	<u>(2,038)</u>	<u>(1,464)</u>	<u>(2)</u>			<u>(82)</u>	<u>(994)</u>			
Total All Other Governmental Funds	<u>\$ 6,596</u>	<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>

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									
	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Revenues:										
Property taxes	\$ 44,698	\$ 44,113	\$ 42,677	\$ 42,460	\$ 41,482	\$ 40,213	\$ 39,566	\$ 36,680	\$ 36,525	\$ 35,554
Assessments including interest and lien fees	204	277	173	197	150	112	95	65	92	31
Charges for services	5,087	5,625	4,766	4,527	4,466	4,364	4,382	4,140	4,113	4,156
Intergovernmental	26,002	23,935	19,935	25,511	22,415	22,872	23,557	26,264	32,740	51,542
Income on investments	112	84	58	124	109	59	150	125	89	1,041
Miscellaneous	513	1,773	633	684	1,127	798	544	733	807	824
Total revenues	<u>76,616</u>	<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>
Expenditures:										
General government	2,418	2,502	2,687	2,203	4,122	2,366	2,131	9,780	1,998	2,071
Public safety	4,727	4,645	4,154	4,101	4,095	3,852	3,902	4,741	4,629	4,587
Public works	5,987	5,953	6,191	6,496	6,077	5,811	6,828	5,859	6,316	6,146
Human services	1,768	1,812	1,737	1,766	1,796	1,757	579	845	1,594	610
Culture and recreation	1,137	1,155	1,153	1,194	1,006	1,006	1,158	1,112	1,362	1,154
Education	46,828	42,802	41,984	41,706	39,643	41,794	38,415	37,881	37,485	45,653
Other expenditures	3,462	3,594	3,443	3,407	3,259	2,903	3,150	2,756	2,781	2,477
Capital outlay	5,564	7,560	2,139	4,713	2,549	1,133	2,084	5,507	29,239	44,682
Debt service:										
Principal	10,666	4,551	4,486	4,276	4,077	4,309	3,020	4,259	2,661	2,765
Interest	(4,629)	1,492	1,613	1,751	1,927	2,208	2,792	2,043	1,726	1,754
Total expenditures	<u>77,928</u>	<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>
Excess of revenue over (under) expenditures	<u>(1,312)</u>	<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>

(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									
	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Other financing sources (uses):										
Transfers in	\$ 2,952	\$ 3,698	\$ 2,723	\$ 7,460	\$ 4,165	\$ 1,190	\$ 2,644	\$ 3,154	\$ 2,826	\$ 2,581
Transfers out	(2,952)	(3,698)	(3,223)	(7,460)	(4,165)	(1,190)	(2,644)	(3,154)	(2,926)	(2,581)
Bonds and loans issued						12,535	15,515	19,067	2,429	
Refunding bonds issued	5,965	5,025					649			
Payment to bond escrow	(6,690)	(5,361)				(13,040)	(3,873)			
Premium on sale of debt	827	446				889	242		90	
Capital leases issued			740		764					
Total other financing sources	102	110	240	-	764	384	12,533	19,067	2	-
Net Change in Fund Balances	\$ <u>(1,210)</u>	\$ <u>(149)</u>	\$ <u>(1,105)</u>	\$ <u>1,890</u>	\$ <u>1,962</u>	\$ <u>1,663</u>	\$ <u>16,768</u>	\$ <u>12,291</u>	\$ <u>(13,006)</u>	\$ <u>(18,751)</u>
Debt Service as a Percentage of Noncapital Expenditures	8.1%	8.7%	9.1%	9.0%	9.8%	9.2%	9.1%	7.2%	6.7%	6.8%

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							
2017	\$ 869,460	\$ 193,616	\$ 96,769	\$ 116,254	\$ 141,643	\$ 39,370	\$ 1,378,372	31.99	\$ 1,969,103	70.00%
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%

Source: Town of Plainville Office of Tax Assessor

(1) A revaluation of real estate was performed.

TABLE 6

**TOWN OF PLAINVILLE, CONNECTICUT
PRINCIPAL PROPERTY TAXPAYERS
FISCAL YEARS 2017 AND 2008**

Taxpayer	Grand List Years					
	October 1, 2015			October 1, 2006		
	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	3.41%	\$ 49,276,890	1	3.59%
Tilcon Connecticut	22,499,140	2	1.63%	19,815,970	2	1.44%
Eversource	11,458,990	3	0.83%	5,849,434	7	0.43%
Valley Water Systems	11,222,350	4	0.81%	10,661,550	4	0.78%
North Mountain Land LLC	10,996,410	5	0.80%			
Manafort Brothers	8,919,400	6	0.65%	5,911,950	6	0.43%
General Electric	8,676,050	7	0.63%	19,036,280	3	1.39%
Carling Technologies	7,949,580	8	0.58%	9,709,620	5	0.71%
Mott Metalurgical	7,549,590	9	0.55%	5,623,280	8	0.41%
Gem Sensors	6,592,690	10	0.48%	5,104,950	9	0.37%
Hayes-Kaufman Partnership				4,894,400	10	0.36%
Total	\$ <u>142,811,410</u>		<u>10.37%</u>	\$ <u>135,884,324</u>		<u>9.91%</u>

Source: Town of Plainville, Office of Tax Assessor

Total Town Net Taxable Assessed Value for October 1, 2015: \$ 1,378,372,391

TABLE 7

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

(In Thousands)

Fiscal Year Ended June 30,	Tax Rate in Mills	Taxes Levied for the Fiscal Year	Fiscal of the Levy		Collection in Subsequent Years	Total Collections to Date	
			Amount	Percentage of Levy		Amount	Percentage of Levy
2017	31.99	\$ 44,437	\$ 43,591	98.10%	\$ -	\$ 43,591	98.10%
2016	31.83	43,669	42,767	97.93%	352	43,119	98.74%
2015	31.38	42,585	41,608	97.71%	623	42,231	99.17%
2014	31.38	41,919	41,005	97.82%	574	41,579	99.19%
2013	30.89	41,282	40,284	97.58%	457	40,741	98.69%
2012	28.98	40,515	39,509	97.52%	789	40,298	99.46%
2011	28.01	38,842	37,977	97.77%	693	38,670	99.56%
2010	26.33	36,514	35,532	97.31%	842	36,374	99.62%
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%

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			
2017	\$ 40,116	\$ 404	\$ 40,520	2.94%	\$ 2,278	3.89%
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	57,758	564	58,322	4.35%	3,301	5.37%
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	41,742	280	42,022	3.04%	2,425	N/A
2008	41,990	502	42,492	3.10%	2,391	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

Fiscal Year	(a) Population	Gross Assessed Value	(b) Estimated Actual Value	(c) General Bonded Long- Term Debt	(d) Total Direct Debt	Total Direct Debt Per Capita	Percent of Direct Debt to Estimated Actual Value	(e) (f) Total Net Direct Debt	Total Net Direct Debt Per Capita	Percent of General Bonded Long-Term Debt to Estimated Actual Value	Total Direct Debt to Net Taxable Grand List	Total Overall Net Debt to Net Taxable Grand List
2008	17,768	\$ 1,404,655,790	\$ 2,006,651,129	\$ 41,989,805	\$ 42,491,843	2,391	2.12%	\$ 40,658,011	\$ 2,288	2.09%	3.10%	2.96%
2009	17,436	1,494,150,270	2,134,500,386	41,742,291	42,022,632	2,410	1.97%	40,733,047	2,336	1.96%	2.92%	2.86%
2010	17,436	1,497,764,600	2,139,663,714	56,534,404	56,678,955	3,251	2.65%	56,227,343	3,225	2.64%	4.08%	4.05%
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	3.04%	4.67%	4.66%
2012	17,724	1,437,447,670	2,053,496,671	61,049,535	64,019,535	3,612	3.12%	64,019,535	3,612	2.97%	4.57%	4.57%
2013	17,670	1,375,497,425	1,964,996,321	57,758,071	58,322,537	3,301	2.97%	58,322,537	3,301	2.94%	4.35%	4.35%
2014	17,819	1,377,719,440	1,968,170,629	53,287,490	53,679,798	3,013	2.73%	53,679,798	3,013	2.71%	4.00%	4.00%
2015	17,820	1,392,397,504	1,989,139,291	48,584,439	49,473,960	2,776	2.49%	49,473,960	2,776	2.44%	3.65%	3.65%
2016	17,801	1,400,711,860	2,001,016,943	44,280,221	44,929,424	2,524	2.25%	44,929,424	2,524	2.21%	3.29%	3.29%
2017	17,791	1,417,742,251	2,025,346,073	40,116,296	40,519,979	2,278	2.00%	40,519,979	2,278	1.98%	2.94%	2.94%

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

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

(c) Total general bonded long-term general obligation debt, all repaid with General Government resources. Does not include capital leases.

(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, 2017

Total tax collections (including interest and lien fees) received by Treasurer for year ended June 30, 2017						\$	44,698,272
Reimbursement for revenue loss on:							
Tax relief for elderly - freeze							<u>2,000</u>
BASE						\$	<u>44,700,272</u>
	General Purpose	Schools	Sewers	Urban Renewal	Pension Deficit		
Debt limitation:							
2-1/4 times base	\$ 100,575,612	\$	\$	\$	\$		
4-1/2 times base		201,151,224					
3-3/4 times base			167,626,020				
3-1/4 times base				145,275,884			
3 times base					134,100,816		
Total debt limitation	<u>100,575,612</u>	<u>201,151,224</u>	<u>167,626,020</u>	<u>145,275,884</u>	<u>134,100,816</u>		
Indebtedness:							
Bonds and notes payable	3,210,000	20,230,000	14,873,230				
Bonds authorized - unissued	<u>950,000</u>						
Total indebtedness	<u>4,160,000</u>	<u>20,230,000</u>	<u>14,873,230</u>	<u>-</u>	<u>-</u>		
Debt Limitation in Excess of Outstanding and Authorized Debt	<u>\$ 96,415,612</u>	<u>\$ 180,921,224</u>	<u>\$ 152,752,790</u>	<u>\$ 145,275,884</u>	<u>\$ 134,100,816</u>		
Note: In no case shall total indebtedness exceed seven times annual receipts from taxation:						\$	312,901,904

TABLE 11

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

	FISCAL YEAR									
	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Debt limitation	\$ 312,902	\$ 308,814	\$ 298,750	\$ 297,456	\$ 289,732	\$ 283,032	\$ 277,077	\$ 255,151	\$ 255,676	\$ 249,023
Total net debt applicable to limit	39,263	43,961	48,490	52,976	63,118	67,196	71,175	73,040	85,698	51,397
Legal Debt Margin	\$ <u>273,639</u>	\$ <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>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	<u>12.55%</u>	<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>

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**

Calendar Year	Population(1)	Total Personal Income (2)	Per Capita Income(2)	Median Age(2)	School Enrollment(3)	Unemployment Rate(4)
2017	17,791	*	*	41.0	2,366	5.0%
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%

* 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
2017 AND 2008**

Employer	Nature of Business	2017			2008		
		Employees	Rank	Percentage of Total Town Employment	Employees	Rank	Percentage of Total Town Employment
Wheeler Clinic, Inc.	Psychiatric Center	560	1	5.23%	150	5	1.49%
Town of Plainville	Municipality	518	2	4.83%	549	1	5.44%
Manafort Construction	Construction/Quarry	420	3	3.92%	150	4	1.49%
GEMS Sensors	Electronic sensors	335	4	3.13%	180	3	1.78%
Tilcon Connecticut, Inc	Construction/Quarry	300	5	2.80%			
General Electric	Manufacturer	240	6	2.24%	220	2	2.18%
CWPM	Waste Hauler	200	7	1.87%	100	7	0.99%
Mott Corporation	Manufacturer	180	8	1.68%	145	6	1.44%
Carling Technologies, Inc	Manufacturer	155	9	1.45%	90	10	0.89%
Connecticut Tool & Manuf	Manufacturer	155	10	1.45%			
Plainville Health Care	Convalescent Home				100	8	0.99%
Lowe's Home Centers	Retail				100	9	0.99%
Total		<u>3,063</u>		<u>28.60%</u>	<u>1,784</u>		<u>17.68%</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									
	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
General Government	15.50	15.50	15.50	15.50	15.50	15.50	15.33	15.33	19.00	20.00
Police	48.00	46.00	43.00	43.00	42.00	42.00	43.00	44.00	42.00	42.00
Fire	-	-	-	-	-	-	-	-	1.50	1.50
Water Pollution Control	7.58	7.58	7.58	7.58	7.58	7.58	6.58	7.58	6.00	7.00
Physical and Technical Services	28.92	28.92	28.92	28.92	28.92	28.92	30.42	32.42	28.00	32.50
Recreation	2.50	2.50	2.50	2.50	2.50	2.50	2.50	2.50	3.00	3.00
Library	7.00	7.00	7.00	7.00	7.00	7.00	7.00	7.00	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	<u>424.70</u>	<u>407.00</u>	<u>415.00</u>	<u>427.00</u>	<u>434.00</u>	<u>445.00</u>	<u>445.00</u>	<u>426.00</u>	<u>430.00</u>	<u>428.10</u>
Total	<u>537.70</u>	<u>518.00</u>	<u>523.00</u>	<u>535.00</u>	<u>541.00</u>	<u>552.00</u>	<u>553.33</u>	<u>538.33</u>	<u>544.10</u>	<u>548.70</u>

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									
	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
General government:										
Building permits issued	1,058	1,274	1,173	1,078	990	1,014	866	930	995	1,118
Police:										
Criminal arrests	2,363	1,262	1,181	1,157	1,068	1,231	1,100	1,078	1,023	964
Burglaries	53	112	98	85	72	148	136	125	109	91
Traffic violations	4,236	6,450	6,231	5,893	6,075	2,598	2,672	2,528	2,472	2,370
Fire:										
Emergency responses	501	505	634	623	576	615	522	515	506	496
Fire related injuries	8	6	7	6	4	2	2	3	2	3
Investigations reported to State	501	505	634	623	576	615	522	515	506	496
Refuse collection:										
Residential Refuse collected (tons per day)	14	14	21	21	21	21	20	19	19	19
Residential Recyclable collected (tons per day)	5	5	9	9	9	8	7	6	6	6
Other public works:										
Leaf collections (cubic yards)	14,287	17,000	17,000	17,000	17,000	17,000	16,773	15,987	16,251	15,847
Winter sand/salt mix used (cubic yards)	2,100	2,000	2,000	2,000	2,000	2,000	2,000	1,800	1,936	1,864
Parks and recreation:										
Athletic field permits issued	1,200	962	1,006	997	989	1,003	1,015	1,021	1,013	957
Pool attendance	21,027	24,496	22,321	21,657	21,943	22,879	25,322	25,467	24,561	23,738
Library:										
Volumes in collection	101,750	101,356	98,501	98,000	88,253	87,594	88,693	90,972	93,587	92,120
Total volumes borrowed	148,543	149,461	174,364	172,000	169,385	172,894	173,750	175,979	170,995	169,834
Reference Questions	7,025	6,666	8,500	8,500	8,421	8,415	8,239	7,852	7,105	6,999
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									
	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
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	1,475	1,462	1,462	1,430	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	8	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	8	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