

**Comprehensive
Annual Financial Report**

of the

Town of Farmington, Connecticut



**For the Year Ended
June 30, 2019**

**Joseph Swetcky, Jr.
Director of Finance**

Town of Farmington, Connecticut
Comprehensive Annual Financial Report
For the Year Ended June 30, 2019

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Introductory Section



December 26, 2019

To Members of the Town Council and the Citizens of the Town of Farmington:

Connecticut State Statutes require that all municipal entities publish within six months of the close of each fiscal year a complete set of financial statements presented in conformity with accounting principles generally accepted in the United States of America (“GAAP”) and audited in accordance with auditing standards generally accepted in the United States of America by a firm of licensed certified public accountants. Pursuant to that requirement, we hereby issue the comprehensive annual financial report for the Town of Farmington, Connecticut (“Town”), for the fiscal year ended June 30, 2019.

This report consists of management’s representations concerning the finances of the Town. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To have a reasonable basis for making these representations, management of the Town has established a comprehensive internal control framework that is designed to both protect the Town’s assets from loss, theft or misuse and to compile sufficient reliable information for the preparation of the Town’s financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the Town’s comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The Town’ financial statements have been audited by the firm of PKF O’Connor Davies, LLP, a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the Town of Farmington for the fiscal year ended June 30, 2019 are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditors concluded based on the audit, that there was a reasonable basis for rendering an unmodified opinion that the Town of Farmington’s financial statements for the year ended June 30, 2019 are fairly presented in conformance with GAAP. The independent auditors’ report is presented as the first component of the financial section of this report.

The Town is required to undergo annual single audits in conformity with the provisions of Connecticut State Statutes and Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Costs Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Information related to these single audits, such as the schedules of state financial assistance and federal awards, findings and recommendations, and auditors’ reports on the internal control structure and compliance with applicable laws and regulations are included in separately issued single audit report.

GAAP require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management’s Discussion and Analysis (“MD&A”). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The MD&A can be found immediately following the report of the independent auditors.

Government Profile

The Town of Farmington was incorporated in 1645 from what was known as Tunxis Plantation, one of the largest single land grants in the Colonies. Known as the "Mother Town," Farmington subsequently was partitioned into the towns of Avon, Bristol, Plainville, New Britain, Berlin, Southington and Burlington. Today the Town comprises 28.7 square miles along the Farmington River, lying ten miles west of Hartford and equidistant from the cities of Bristol and New Britain. The Town is bordered on the north by Avon, on the east by West Hartford, New Britain and Newington, on the south by Plainville, and on the west by Bristol and Burlington.

The Town operates under the Council-Manager form of government. The Town Charter, which is the primary organizational document, was first adopted in 1947 and last revised in May of 2003. The seven-member Town Council is elected biennially for a term of two years and serves without compensation. Minority party representation of at least two council members is guaranteed. A Town Manager is appointed by the Council and serves as a full-time chief executive.

The Town provides a full range of services to its residents. These services include police and fire protection; a K-12 public education system; sanitation services; the construction and maintenance of highways, streets, and infrastructure; recreational activities and cultural events. The Farmington Housing Authority, The Farmington Village Green & Library Association and The Farmington Woods Tax District have not met the established criteria for inclusion in the reporting entity and, accordingly, are excluded from this report.

The annual budget is adopted through a town meeting/referendum process. Not later than 45 days before the Annual Town Meeting the Town Manager presents budget estimates to the Town Council. Not later than 14 days before the Annual Town Meeting the Town Council holds a public hearing on its proposed budget and then prepares its recommended budget. The recommended budget is then presented to the Annual Town Meeting. On the tenth day after the Annual Town Meeting, a referendum is held on the recommended budget as amended (if any) at the Annual Town Meeting. The budget becomes effective unless it is rejected by a majority of those voting at the referendum and if at least 15% of the registered voters have participated in the referendum. The annual budget is prepared in the format of fund, function and department. By Town Charter, the Town Manager may make transfers within a department, but the Town Council must approve all transfers between departments.

Local Economy

Farmington lies at the hub of major Interstate 84 interchanges, giving it a strong location advantage as a site for businesses in central Connecticut. The Town is the site of numerous financial and insurance institutions as well as a major regional shopping center. In addition to its attractiveness to businesses, the Town is also home to the University of Connecticut Health Center and John Dempsey Hospital.

The Health Center is the Town's largest employer with over 5,000 employees. The Center is composed of the School of Medicine, the School of Dental Medicine, John Dempsey Hospital, the UConn Medical Group, UConn Health Partners and University Dentists. The Health Center offers degree programs in medicine, dental medicine and bio-medical science. It also offers master's degree programs in public health and dental science, postdoctoral fellowships and residency programs.

The unemployment rate for the Town during June 2019 was 3.1%. This was below the 3.7% average for the State of Connecticut. The unemployment rate is expected to stabilize in the range between 3.0% to 4.0% both in Farmington and the State of Connecticut, as the state recovers from the last recession. The Town continues to experience construction initiatives throughout town and especially in the area around the University of Connecticut Health Center. These projects have resulted in modest growth in the grand list.

Long-Term Financial Planning

The Town has made a commitment to maintain and improve its land, buildings and equipment by adopting a seven-year capital improvement plan that uses funding from annual appropriations, grants and debt issuance for road improvements, open space acquisition, fire fighting apparatus replacement and waste water infrastructure improvements. The Plan requires the Town to commit 2.5% of the operating budget to capital projects.

Major Initiatives

The Town undertook several major initiatives during the year. These included:

- Adopted a budget totaling \$111.3 million and set a tax rate of 27.97 mills for the fiscal year beginning July 1, 2019;
- Issued \$4,400,000 in new general obligation bonds to finance open space acquisition, road improvements, a fire engine pumper and various school improvements;
- Applied for and was awarded a \$900,000 Community Development Block Grant to be used to continue the improvements to the New Horizon Village complex;
- Established a Farmington High School Building Committee to explore options for renovating or building a new high school.

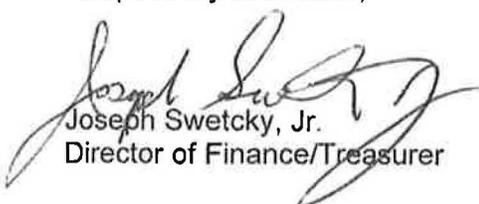
Relevant Financial Policies

The Town's financial policies have been applied consistently with the prior year and had no notable current year effect on the financial statements. There were no developments at the State level that impacted the current year financial statements.

Acknowledgements

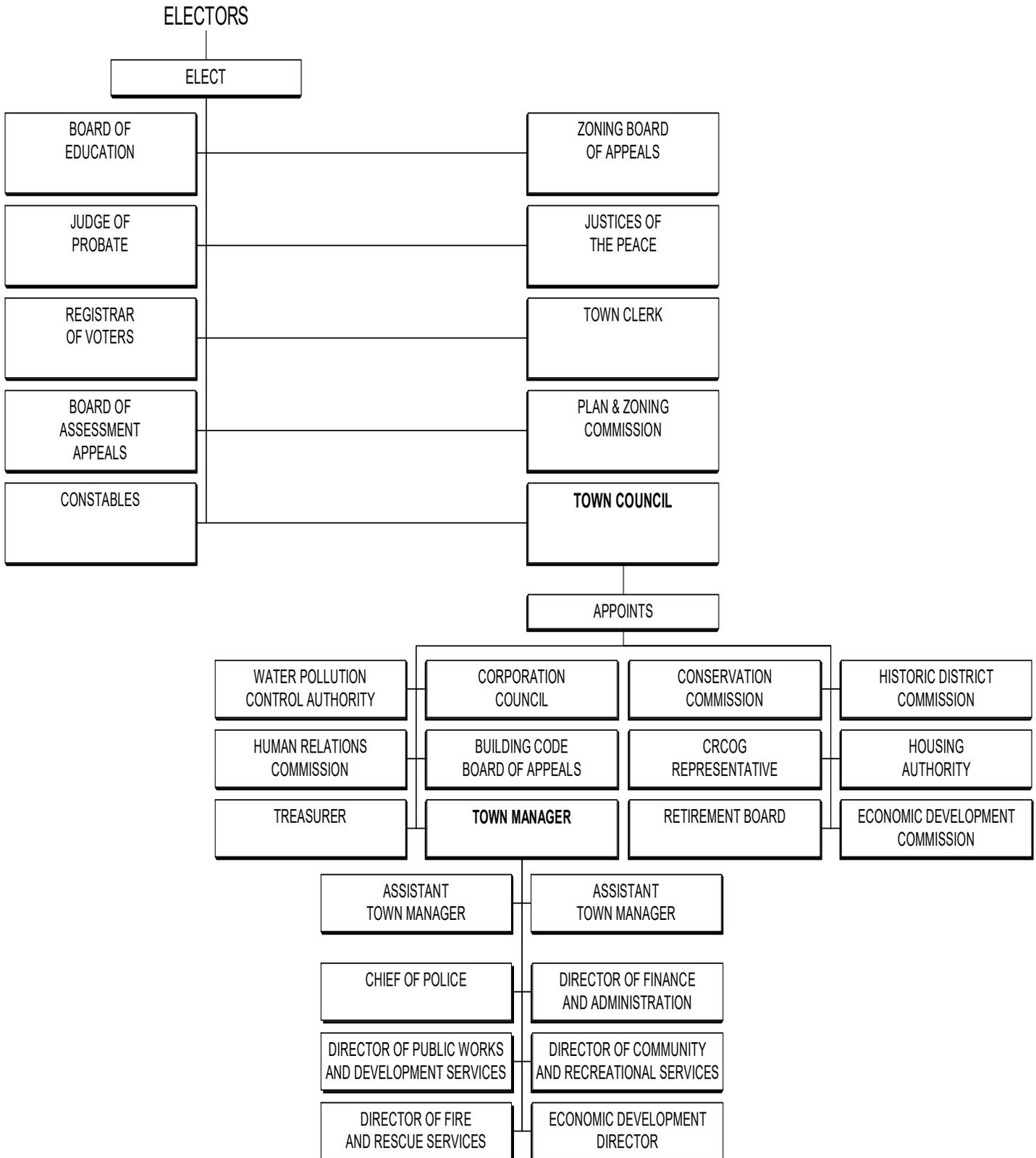
The preparation of this report on a timely basis could not have been accomplished without the efficient and dedicated services of management and staff of the Department of Finance and members of other departments who assisted in its compilation, to which I hereby express my appreciation. I also extend this appreciation to the Town Council for their interest and support in planning and conducting the financial operations of the Town in a responsible and progressive manner.

Respectfully submitted,



Joseph Swetcky, Jr.
Director of Finance/Treasurer

TOWN OF FARMINGTON ORGANIZATION CHART



Town of Farmington, Connecticut

Principal Officials June 30, 2019

Town Council

Nancy W. Nickerson, Chairperson
Patti Boye-Williams
Bruce Charette
Paul Cianci
Edward Giannaros
Beth Kintner
C. J. Thomas

Board of Education

Christopher Fagan, Chairperson
Christine Arnold, Vice Chair
William Beckert
Mark Blore
Kristi Brouker
Elizabeth Fitzsimmons
Mecheal Hamilton
Ellen Siuta
Andrea Sobinski

Appointed Officials

Kathleen A. Eagen, Town Manager
Kathleen C. Greider, Superintendent of Schools
Halloran & Sage, LLP, Town Attorney
Joseph Swetcky, Jr., Director of Finance/Treasurer
Vincent LaFontan, School Business Administrator

Financial Section

Independent Auditors' Report

**Town Council
Town of Farmington, Connecticut**

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the Town of Farmington, Connecticut ("Town"), as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the Town'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 auditor considers 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.

**Town Council
Town of Farmington, Connecticut**

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Opinions

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

Other Matters

Required Supplementary Information

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

Supplementary and Other Information

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

The supplemental 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 supplemental 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.

**Town Council
Town of Farmington, Connecticut**

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Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 26, 2019, on our consideration of the Town's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Town'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's internal control over financial reporting and compliance.

PKF O'Connor Davies, LLP

Wethersfield, Connecticut
December 26, 2019



Management's Discussion and Analysis For the Year Ended June 30, 2019

As management of the Town of Farmington, Connecticut, we offer readers of the financial statements this narrative overview and analysis of the financial activities of the Town for the fiscal year ended June 30, 2019.

Financial Highlights

- On a government-wide basis, the assets and deferred outflows of resources of the Town exceeded its liabilities and deferred inflows of resources by \$84,681,756. Net position for the governmental activities was \$82,820,118 and net position for business-type activities was \$1,861,638.
- On a government-wide basis, total net position increased by \$1,124,933. Of the total increase, \$940,483 was for governmental activities and \$184,450 was for business-type activities. The increase for governmental activities is substantially due to the positive operations of the General Fund of \$1,151,756, offset by the net effect of the basis of accounting difference for capital asset and debt activity of \$9,441,129 and pension and OPEB expense of \$7,566,961 (Exhibit E). The increase in the business-type activities is substantially due to the operation of the Westwood Fund, which had an increase in net position of \$132,977.
- The Town's governmental funds reported combined ending fund balances of \$21,046,201, a decrease of \$3,427,949 in comparison with the prior year. The decrease is substantially due to a decrease in the Capital Projects Fund fund balance of \$4,645,132 as a result of project expenditure activity to be financed in subsequent years.
- At the end of the current fiscal year, the unassigned fund balance in the general fund was \$15,227,357 or 14.37% of total general fund budgetary expenditures and transfers out.
- The Town's total debt increased by \$7,927,503 as the result of the issuance of \$4,400,000 of general obligation bonds and \$10,143,293 of clean water fund interim funding obligations net of scheduled principal payments of \$6,615,790.
- The Town's total net capital assets increased by \$7,414,278 during the current fiscal year. The increase is attributable to capital replacement in excess of depreciation expense.

Overview of the Basic Financial Statements

This discussion and analysis is intended to serve as an introduction to the Town's basic financial statements. The Town's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements and 3) notes to financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-Wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the Town's finances, in a manner similar to a private-sector business.

The *statement of net position* presents information on all of the Town's assets, deferred outflows of resources, liabilities and deferred inflows of resources, with the difference being reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of the Town's financial health. Other non-financial events such as the impact of changes in the Town's tax base or infrastructure should also be considered when evaluating the Town's financial health.

The *statement of activities* presents information showing how the Town's net position changed during the year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of when the cash is actually received or paid. Therefore, revenues and expenses are reported in this statement for some items whose cash flow may occur in a future fiscal period. Taxes uncollected but levied or vacation leave unused but earned are examples of this.

Both of the government-wide financial statements distinguish functions of the Town that are principally supported by taxes and intergovernmental revenue (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the Town include general government, public safety, public works, culture and recreation, and education. The business-type activities of the Town include the golf course and waste collection.

The government-wide financial statements can be found on Exhibits A and B of this report.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Town, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The funds of the Town can be divided into the following three categories: governmental funds, proprietary funds and fiduciary funds.

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

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

For governmental funds, the Town presents separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the General Fund and Capital Projects Fund, both of which are considered to be major funds. The remaining governmental funds are combined into a single, aggregated presentation. Individual fund data for each of the nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

The basic governmental fund financial statements can be found on Exhibits C, D and E.

Proprietary Funds - The Town uses two different types of proprietary funds. Enterprise funds are used to report the functions presented as business-type activities in the government-wide financial statements. The Town uses enterprise funds to report the activities of the Westwoods Fund and the Waste Collection Fund. Internal service funds are an accounting device used to accumulate and allocate costs internally among the Town's various functions.

The Town uses internal service funds to account for its employees and retirees' self-insured medical benefits. Because these services predominately benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Westwoods Fund and the Waste Collection Fund. The basic proprietary fund financial statements can be found on Exhibits F, G, and H.

Fiduciary Funds - Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the Town's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The basic fiduciary fund financial statements can be found on Exhibits I and J.

Notes to Financial Statements

The notes to financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to financial statements can be found on Exhibit K of this report.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information immediately following the notes to financial statements as follows:

- The Town adopts an annual budget for its general fund. A budgetary comparison statement has been provided to demonstrate compliance with the budget (RSI-1).
- The Town's progress in funding its obligation to provide pension and other post-employment benefits to employees.

The combining statements referred to earlier in connection with nonmajor governmental funds are presented immediately following the required supplementary information.

Government-Wide Financial Analysis

As noted earlier, net position may, over time, serve as a useful indicator of a government's financial position. In the case of the Town, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$84,681,756 at the close of the current fiscal year.

Management's Discussion and Analysis (continued)

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

An additional portion of the Town's net position represents resources that are subject to restrictions on how they may be used. Restrictions include grantor restrictions, restrictions by State Statutes (enabling legislation) and restrictions for capital replacement. The remaining balance of unrestricted net position is a deficit of \$42,869,212.

Summary Statement of Net Position

	Governmental Activities		Business-Type Activities		Totals	
	2019	2018	2019	2018	2019	2018
Current and other assets	\$ 44,281,309	\$ 38,648,063	\$ 734,129	\$ 1,452,946	\$ 45,015,438	\$ 40,101,009
Capital assets (net)	203,021,107	195,539,398	1,398,617	1,466,048	204,419,724	197,005,446
Total assets	247,302,416	234,187,461	2,132,746	2,918,994	249,435,162	237,106,455
Deferred outflows of resources	6,864,539	5,150,234	-	-	6,864,539	5,150,234
Long-term liabilities outstanding	142,371,557	145,002,461	47,238	82,232	142,418,795	145,084,693
Other liabilities	27,116,610	10,292,326	223,870	1,071,943	27,340,480	11,364,269
Total liabilities	169,488,167	155,294,787	271,108	1,154,175	169,759,275	156,448,962
Deferred inflows of resources	1,858,670	2,163,273	-	87,631	1,858,670	2,250,904
Net investment in capital assets	121,415,136	122,047,945	1,333,560	1,383,816	122,748,696	123,431,761
Restricted	4,802,272	4,427,964	-	-	4,802,272	4,427,964
Unrestricted	(43,397,290)	(44,596,274)	528,078	293,372	(42,869,212)	(44,302,902)
Total net position	\$ 82,820,118	\$ 81,879,635	\$ 1,861,638	\$ 1,677,188	\$ 84,681,756	\$ 83,556,823

Management's Discussion and Analysis (continued)

As detailed below, the Town's total net position increased by \$1,124,933 during the current fiscal year:

**Statement of Changes in Net Position
For the Years Ended June 30**

	Governmental Activities		Business-Type Activities		Totals	
	2019	2018	2019	2018	2019	2018
Revenues:						
Program revenues:						
Charges for services	\$ 15,304,008	\$ 12,597,239	\$ 2,220,190	\$ 2,282,643	\$ 17,524,198	\$ 14,879,882
Operating grants and contributions	16,351,216	19,959,887	-	-	16,351,216	19,959,887
Capital grants and contributions	3,205,177	7,493,522	-	-	3,205,177	7,493,522
General revenues:						
Property taxes	99,937,421	96,352,196	-	-	99,937,421	96,352,196
Grants and contributions not restricted to specific programs	2,901,131	2,609,788	77,058	-	2,978,189	2,609,788
Income from investments	883,414	705,279	3,521	3,027	886,935	708,306
Other	-	649,179	24,202	75,390	24,202	724,569
Total revenues	<u>138,582,367</u>	<u>140,367,090</u>	<u>2,324,971</u>	<u>2,361,060</u>	<u>140,907,338</u>	<u>142,728,150</u>
Expenses:						
General government	8,626,182	8,972,107	-	-	8,626,182	8,972,107
Public safety	16,584,625	15,738,780	-	-	16,584,625	15,738,780
Public works	15,833,315	15,529,821	-	-	15,833,315	15,529,821
Culture and recreation	2,072,555	2,164,897	-	-	2,072,555	2,164,897
Education	93,004,390	89,535,416	-	-	93,004,390	89,535,416
Interest	1,680,817	1,390,527	-	-	1,680,817	1,390,527
Waste collection	-	-	1,671,034	1,549,787	1,671,034	1,549,787
Golf course	-	-	309,487	259,584	309,487	259,584
Total expenses	<u>137,801,884</u>	<u>133,331,548</u>	<u>1,980,521</u>	<u>1,809,371</u>	<u>139,782,405</u>	<u>135,140,919</u>
Capital contributions	-	-	-	34,463	-	34,463
Transfers in	160,000	325,000	(160,000)	(325,000)	-	-
Change in net position	940,483	7,360,542	184,450	261,152	1,124,933	7,621,694
Net position - July 1 (as restated)	81,879,635	74,753,916	1,677,188	1,416,036	83,556,823	76,169,952
Restatements (Note VI)	-	(234,823)	-	-	-	(234,823)
Net position - June 30	<u>\$ 82,820,118</u>	<u>\$ 81,879,635</u>	<u>\$ 1,861,638</u>	<u>\$ 1,677,188</u>	<u>\$ 84,681,756</u>	<u>\$ 83,556,823</u>

Of the total increase, \$940,483 was for governmental activities and \$184,450 was for business-type activities. The increase for governmental activities is substantially due to an increase in property taxes and intergovernmental revenues of governmental fund activity, offset by the net effect of the basis of accounting difference for capital asset and debt activity of \$9,441,129 and pension and OPEB expense of \$7,566,961. The increase in the business-type activities is substantially due to the operation of the Westwoods golf course, which had an increase in net position of \$132,977.

The increase in net position was primarily due to the following:

Governmental Activities

Governmental activities resulted in an increase of the Town's net position by \$940,483.

Revenues - Governmental activities revenues totaled \$138,582,367. This represents a decrease of \$1,784,723 from the prior year. Property taxes are the largest revenue source for the Town and 72.11% of revenues. Operating grants and contributions are the second largest revenue source for the Town and represent 11.80% of revenues and include grants for education, general government, public safety, public works and culture and recreation. Capital grants and contributions, which include grants for school security, WPCF plant upgrade construction and other public works, account for 2.31%. Charges for services accounted for 11.05% of revenue.

The most significant fluctuations from the prior year were as follows:

- Property taxes increased by \$3,585,225 due to the increase in budgeted expenditures and decreased funding from the State.
- Charges for services increased by \$2,712,545 due to increased charges for open choice program and the Farmington Valley Transition Academy and increased police extra duty services.
- Capital grants and contributions decreased by \$4,288,345 due to decreased in expenditures on certain grant funded projects the largest of which is the WPCF Plant upgrade resulting in a decrease of \$1,922,595.

Expenses - Governmental activity expenses totaled \$137,801,884 for the fiscal year, an increase of \$4,470,336. Of the total expenses, \$93,004,390 or 67.49% is related to education. General government expenses were \$8,626,182 or 6.26%, public safety expenses were \$16,584,625 or 12.04%, public works expenses were \$15,833,315 or 11.49% and culture and recreation expenses were \$2,072,555 or 1.22%.

The most significant fluctuations from the prior year were as follows:

- Public safety expenses increased by \$845,845 primarily due to an increase in the police budget from budgeted transfers of \$331,590 and an increase in police extra duty payroll.
- Education expenses increased by \$3,468,974 primarily due to the increase in the annual budget appropriation mostly driven by contractual increases for employee payroll and benefits.

Business-Type Activities

Business-type activities resulted in an increase in the Town's net position by \$184,450. General revenues do not support the Town's business-type activities; thus, the only source of operating revenues is from charges for services:

- Waste collection operations resulted in an increase in net position of \$51,473 from total revenues of \$1,719,394.
- Westwoods golf course operations resulted in an increase in net position of \$132,977 due to the the transfer to the general being less than budgeted.

Financial Analysis of the Town's Funds

As stated earlier, the Town uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds

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

At year end, the Town's governmental funds reported combined ending fund balances of \$21,046,201 a decrease of \$3,427,195 in comparison with the prior year. Of this total amount, \$192,848 was nonspendable, \$4,609,424 represents restricted fund balance, \$2,985,550 constitutes committed fund balance, and \$800,000 was assigned. The remainder, unassigned fund balance, stands at \$12,458,379.

General Fund - The general fund is the chief operating fund of the Town. At the end of the current fiscal year, unassigned fund balance was \$15,227,357. As a measure of the general fund's liquidity, it may be useful to compare unassigned fund balance to total general fund expenditures. Unassigned fund balance represents 14.37% of total general fund budgetary expenditures and transfers out. The Town Council's current policy requires 10% to 15% in unassigned fund balance of the following year's budget.

The Town's total fund balance in the general fund increased by \$1,151,756 during the current fiscal year. This was primarily due to revenues and transfers in exceeding expectations by \$1,255,862 and expenditures and transfers out coming in \$342,505 less than anticipated. A more detailed discussion is included under budgetary highlights.

Capital Projects Fund - This fund accounts for financial resources to be used for capital projects of the Town. The capital projects fund's expenditures and other financing uses exceeded revenues and other financing sources by \$4,645,132 for the fiscal year due to expenditures for projects planned to be financed in subsequent years.

Proprietary Funds

The Town's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. The Town has two proprietary funds: Westwoods Fund and the Waste Collection Fund.

Westwoods Fund - There was an increase in net position of \$132,977 in the Westwoods Fund due to the transfer to the general fund being less than anticipated. There was a slight increase in operating costs and a decrease in operating revenues. Unrestricted net position of the Westwood Fund was a deficit balance of \$737,617 at year end.

Waste Collection Fund - There was an increase in net position of \$51,473. Operations were comparable to prior year with an increase in operating costs and a slight decrease in operating revenues. Unrestricted net position of the Waste Collection Fund was \$1,265,695 at year end.

Internal Service Funds - The internal service funds are used to account for medical benefits. The internal service funds had a decrease in net position of \$873,892. This was due to higher than expected claims. The internal service funds had an unrestricted net position of \$2,772,619 at year end.

General Fund Budgetary Highlights

Significant budget transfers included:

- \$362,700 from general governmental personnel services various other departments to cover the cost of contractual wage increases for all employees which were determined after the start of the fiscal year.
- \$331,590 to the police department to cover contractual wage increases for all employees, and to cover overspending in the overtime accounts.

Revenues and other financing sources exceeded expenditures and other financing uses by \$1,598,367 resulting in an increase in fund balance. Overall revenues and transfers in came in \$1,255,862 more than anticipated. In addition, \$342,505 less than anticipated was expended.

The most significant budget variances were as follows:

- Intergovernmental revenues were \$927,591 in excess of the amount budgeted due to higher than expected receipts of education grants for \$292,763, PILOT – State owned property for \$372,536 and Town aid roads for \$186,888.
- Income from investments was higher than budget by \$425,152 due to the increase in interest rates.
- Debt Service was underspent by \$226,028 due to a savings in issuance costs, interest charges and Clean Water Fund Loan repayments. The interest cost savings were due to a delay in issuing bonds from the fall of 2018 to the spring of 2019. The savings in the Clean Water Fund Loan repayment was due to a reduction in the size of the first permanent financing obligation.

Capital Asset and Debt Administration

Capital Assets - The Town's investment in capital assets (net of accumulated depreciation) for its governmental and business-type activities amounted to \$203,021,107 and \$1,398,617, respectively. This investment in capital assets includes land, construction in progress, buildings, improvements, machinery and equipment and infrastructure. The total increase in the Town's investment in capital assets for the current fiscal year was \$7,414,278. This is mainly attributable to capital replacement in excess of depreciation expense.

Major capital asset events during the current fiscal year include the following:

- Governmental activities had construction in process additions of \$12,299,261 mainly relating to WPCF upgrade construction, infrastructure, and school buildings
- Governmental activities had construction in process placed in service totaling \$7,991,612 relating to school buildings and improvements projects, infrastructure, and the Farmington Canal Heritage Trail.
- Governmental activities had purchases of machinery and equipment totaling \$1,071,044. Significant purchases were made related to public safety and public works vehicles and equipment.

Capital Assets - Net

	Governmental Activities		Business-Type Activities		Totals	
	2019	2018	2019	2018	2019	2018
Land	\$ 35,971,866	\$ 35,700,811	\$ 1,185,750	\$ 1,185,750	\$ 37,157,616	\$ 36,886,561
Construction in progress	62,200,308	57,892,659	-	-	62,200,308	57,892,659
Buildings and improvements	61,270,630	57,909,360	-	-	61,270,630	57,909,360
Machinery and equipment	7,010,734	7,010,419	212,867	280,298	7,223,601	7,290,717
Infrastructure	36,567,569	37,026,149	-	-	36,567,569	37,026,149
Total	\$ 203,021,107	\$ 195,539,398	\$ 1,398,617	\$ 1,466,048	\$ 204,419,724	\$ 197,005,446

Additional information on the Town's capital assets can be found in Note III.D.

Long-term Debt - At the end of the year, the Town had total long-term debt outstanding of \$80,836,062 backed by the full faith and credit of the Town.

**Outstanding Debt
General Obligation Bonds and Notes**

	Governmental Activities		Business-Type Activities		Totals	
	2019	2018	2019	2018	2019	2018
General obligation bonds	\$ 33,590,000	\$ 34,370,000	\$ -	\$ -	\$ 33,590,000	\$ 34,370,000
Clean water notes	32,644,181	33,679,274	-	-	32,644,181	33,679,274
Equipment financing notes	3,701,059	4,084,581	65,057	82,232	3,766,116	4,166,813
Total	\$ 69,935,240	\$ 72,133,855	\$ 65,057	\$ 82,232	\$ 70,000,297	\$ 72,216,087

The Town's total debt long-term decreased by \$2,215,790 during the current fiscal year. The decrease is the result of the issuance of \$4,400,000 of general obligation bonds net of scheduled principal payments of \$6,615,790 on outstanding debt.

The Town also issued \$10,143,293 of clean water fund interim funding obligations to fund the sewer plant upgrade which is expected to be permanently financed in the next fiscal year.

The Town maintains an Aaa rating from Moody's.

The overall statutory debt limit for the Town is equal to seven times annual receipts from taxation or \$694,372,700. At year end, the Town had \$33,590,000 of total indebtedness subject to the debt limit, which is well below the statutory debt limit.

Additional information on the Town's long-term debt can be found in Notes III.F and G.

Economic Factors and Next Year's Budgets and Rates

The 2019-2020 general fund adopted budget totaled \$111,344,077. The following economic factors currently affect the Town of Farmington and were considered in developing the 2019-2020 fiscal year budget:

- At June 2019, the unemployment rate for the Town was 3.1% as compared to the State's average unemployment rate of 3.7% and a national unemployment rate of 3.7%.
- Employee benefit costs continue to rise.
- State funding continues to be reduced.

Requests for Information

The financial report is designed to provide a general overview of the Town's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report should be addressed to the Director of Finance, Town of Farmington, 1 Monteith Drive, Farmington, Connecticut 06032-1053.

Basic Financial Statements

Town of Farmington, Connecticut

Statement of Net Position
June 30, 2019

<u>Assets</u>	Governmental Activities	Business-type Activities	Total
Current assets:			
Cash	\$ 18,504,023	\$ 1,355,308	\$ 19,859,331
Investments	21,002,871	-	21,002,871
Receivables:			
Property taxes	404,034	-	404,034
Assessments and usage	195,055	31,047	226,102
Intergovernmental	1,661,074	-	1,661,074
Loans	29,839	-	29,839
Other	330,113	-	330,113
Internal balances	652,226	(652,226)	-
Other	133,558	-	133,558
Total current assets	<u>42,912,793</u>	<u>734,129</u>	<u>43,646,922</u>
Noncurrent assets:			
Restricted assets:			
Temporarily restricted:			
Investments	761,242	-	761,242
Receivables (net):			
Property taxes	316,811	-	316,811
Assessments	131,354	-	131,354
Loan	159,109	-	159,109
Total receivables (net)	<u>607,274</u>	<u>-</u>	<u>607,274</u>
Capital assets (net of accumulated depreciation):			
Land	35,971,866	1,185,750	37,157,616
Construction in progress	62,200,308	-	62,200,308
Buildings and improvements	61,270,630	-	61,270,630
Machinery and equipment	7,010,734	212,867	7,223,601
Infrastructure	36,567,569	-	36,567,569
Total capital assets (net of accumulated depreciation)	<u>203,021,107</u>	<u>1,398,617</u>	<u>204,419,724</u>
Total noncurrent assets	<u>204,389,623</u>	<u>1,398,617</u>	<u>205,788,240</u>
Total assets	<u>247,302,416</u>	<u>2,132,746</u>	<u>249,435,162</u>
<u>Deferred Outflows of Resources</u>			
Deferred charge on refunding	878,084	-	878,084
Pension related	3,950,876	-	3,950,876
OPEB related	2,035,579	-	2,035,579
Total deferred outflows of resources	<u>6,864,539</u>	<u>-</u>	<u>6,864,539</u>

(Continued)

The notes to financial statements are an integral part of this statement.

Town of Farmington, Connecticut

Statement of Net Position
June 30, 2019

<u>Liabilities</u>	Governmental Activities	Business-type Activities	Total
Current liabilities:			
Accounts payable	\$ 4,132,093	\$ 131,215	\$ 4,263,308
Accrued liabilities	1,237,425	-	1,237,425
Accrued payroll and related liabilities	612,080	-	612,080
Accrued interest payable	291,740	-	291,740
Unearned revenue	436,591	74,836	511,427
Performance bonds	761,233	-	761,233
Interim funding obligation	10,835,765	-	10,835,765
Bonds and notes payable	7,286,359	17,819	7,304,178
Compensated absences	208,903	-	208,903
Other liabilities	67,214	-	67,214
Claims payable	1,189,981	-	1,189,981
Heart and hypertension	57,226	-	57,226
Total current liabilities	<u>27,116,610</u>	<u>223,870</u>	<u>27,340,480</u>
Noncurrent liabilities:			
Bonds and notes payable and related liabilities	64,361,931	47,238	64,409,169
Compensated absences	1,880,130	-	1,880,130
Net pension liability	32,980,121	-	32,980,121
OPEB liability	42,634,337	-	42,634,337
Heart and hypertension	515,038	-	515,038
Total noncurrent liabilities	<u>142,371,557</u>	<u>47,238</u>	<u>142,418,795</u>
Total liabilities	<u>169,488,167</u>	<u>271,108</u>	<u>169,759,275</u>
<u>Deferred Inflows of Resources</u>			
Advance property tax collections	146,753	-	146,753
Pension related	393,542	-	393,542
OPEB related	1,318,375	-	1,318,375
Total deferred inflows of resources	<u>1,858,670</u>	<u>-</u>	<u>1,858,670</u>
<u>Net Position</u>			
Net investment in capital assets	121,415,136	1,333,560	122,748,696
Restricted for:			
Housing rehabilitation	364,551	-	364,551
General government	663,810	-	663,810
Public safety	41,478	-	41,478
Culture and recreation	82,560	-	82,560
Education	1,605,133	-	1,605,133
Sewer Operations	2,044,740	-	2,044,740
Unrestricted	<u>(43,397,290)</u>	<u>528,078</u>	<u>(42,869,212)</u>
Total net position	<u>\$ 82,820,118</u>	<u>\$ 1,861,638</u>	<u>\$ 84,681,756</u>

(Concluded)

The notes to financial statements are an integral part of this statement.

Town of Farmington, Connecticut

Statement of Activities
For the Year Ended June 30, 2019

Functions/Programs	Expenses	Program Revenues			Net Revenues (Expenses) and Change in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Governmental activities:							
General government	\$ 8,626,182	\$ 1,146,321	\$ 224,037	\$ 19,202	\$ (7,236,622)	\$ -	\$ (7,236,622)
Public safety	16,584,625	2,003,597	99,033	13,300	(14,468,695)	-	(14,468,695)
Public works	15,833,315	5,220,039	919,600	2,398,564	(7,295,112)	-	(7,295,112)
Culture and recreation	2,072,555	762,513	77,326	469,009	(763,707)	-	(763,707)
Education	93,004,390	6,171,538	15,031,220	305,102	(71,496,530)	-	(71,496,530)
Interest	1,680,817	-	-	-	(1,680,817)	-	(1,680,817)
Total governmental activities	137,801,884	15,304,008	16,351,216	3,205,177	(102,941,483)	-	(102,941,483)
Business-type activities:							
Waste collection	1,671,034	1,695,192	-	-	-	24,158	24,158
Golf course	309,487	524,998	-	-	-	215,511	215,511
Total business-type activities	1,980,521	2,220,190	-	-	-	239,669	239,669
Total	\$ 139,782,405	\$ 17,524,198	\$ 16,351,216	\$ 3,205,177	(102,941,483)	239,669	(102,701,814)
General revenues:							
Property taxes					99,937,421	-	99,937,421
Grants and contributions not restricted to specific programs					2,901,131	77,058	2,978,189
Income from investments					883,414	3,521	886,935
Other					-	24,202	24,202
Total general revenues					103,721,966	104,781	103,826,747
Transfers in (out)					160,000	(160,000)	-
Change in net position					940,483	184,450	1,124,933
Net position - July 1, 2018 (as restated)					81,879,635	1,677,188	83,556,823
Net position - June 30, 2019					\$ 82,820,118	\$ 1,861,638	\$ 84,681,756

The notes to financial statements are an integral part of this statement.

Town of Farmington, Connecticut

Balance Sheet
Governmental Funds
June 30, 2019

	General Fund	Capital Projects Fund	Other Governmental Funds	Total Governmental Funds
<u>Assets</u>				
Cash	\$ 10,857,611	\$ 2,852,276	\$ 1,621,657	\$ 15,331,544
Investments	16,866,999	-	3,504,966	20,371,965
Restricted investments	761,242	-	-	761,242
Receivables:				
Property taxes, net	570,839	-	-	570,839
Intergovernmental	-	1,599,050	62,024	1,661,074
User fees and assessments	-	-	333,109	333,109
Loans	-	-	192,848	192,848
Other	82,243	21,361	223,868	327,472
Due from other funds	1,352,774	7,275,065	3,363,469	11,991,308
Other	-	-	36,358	36,358
Total assets	\$ 30,491,708	\$ 11,747,752	\$ 9,338,299	\$ 51,577,759
<u>Liabilities</u>				
Accounts payable	\$ 1,582,089	\$ 2,176,037	\$ 363,341	\$ 4,121,467
Accrued liabilities	-	1,237,425	-	1,237,425
Accrued payroll	574,415	-	37,665	612,080
Due to other funds	10,761,808	-	647,274	11,409,082
Unearned revenue	-	70,725	365,866	436,591
Interim funding obligation	-	10,835,765	-	10,835,765
Performance bonds	761,233	-	-	761,233
Other liabilities	67,214	-	-	67,214
Total liabilities	13,746,759	14,319,952	1,414,146	29,480,857
<u>Deferred Inflows of Resources</u>				
Unavailable revenue:				
Property taxes	570,839	-	-	570,839
Advance property tax collections	146,753	-	-	146,753
User fees and assessments	-	-	333,109	333,109
Total deferred inflows of resources	717,592	-	333,109	1,050,701
<u>Fund Balances</u>				
Nonspendable	-	-	192,848	192,848
Restricted	-	-	4,609,424	4,609,424
Committed	-	-	1,281,649	1,281,649
Assigned	800,000	-	1,703,901	2,503,901
Unassigned	15,227,357	(2,572,200)	(196,778)	12,458,379
Total fund balances	16,027,357	(2,572,200)	7,591,044	21,046,201
Total liabilities, deferred inflows of resources and fund balances	\$ 30,491,708	\$ 11,747,752	\$ 9,338,299	\$ 51,577,759

(Continued)

The notes to financial statements are an integral part of this statement.

Town of Farmington, Connecticut
Reconciliation of Fund Balance
to Net Position of Governmental Activities
June 30, 2019

Amounts reported for governmental activities in the statement of net position (Exhibit A) are different from the governmental fund balance sheet due to:

Total fund balance (Exhibit C, Page 1 of 2)	\$ 21,046,201
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds:	
Beginning capital assets	195,539,398
Capital assets additions (net of construction in progress)	13,739,990
Depreciation expense	(6,237,248)
Disposal of capital assets	(21,033)
Other long-term assets are not available resources and, therefore, are not reported in the funds:	
Property tax interest and lien accrual	210,006
Allowance for doubtful accounts	(70,600)
Deferred charge on refunding	878,084
Deferred outflows of resources related to pensions	3,950,876
Deferred outflows of resources related to OPEB	2,035,579
Other long-term assets and deferred outflows of resources are not available to pay for current period expenditures and, therefore, are unavailable in the funds:	
Property taxes - accrual basis change	570,839
Sewer assessments receivable and usage fees - accrual basis change	333,109
Internal service funds are used by management to charge the cost of medical insurance premiums to individual departments:	
The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position	2,772,619
Some liabilities and deferred inflows of resources, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the funds:	
Bonds and notes payable	(69,935,240)
Premium	(1,713,050)
Compensated absences	(2,089,033)
Net pension liability	(32,980,121)
OPEB liability	(42,634,337)
Heart and hypertension	(572,264)
Accrued interest payable	(291,740)
Deferred inflows of resources related to pensions	(393,542)
Deferred inflows of resources related to OPEB	(1,318,375)
Net position of governmental activities (Exhibit A)	<u>\$ 82,820,118</u>

(Concluded)

The notes to financial statements are an integral part of this statement.

Town of Farmington, Connecticut

**Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For The Year Ended June 30, 2019**

	<u>General Fund</u>	<u>Capital Projects Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Revenues:				
Property taxes	\$ 99,672,130	\$ -	\$ -	\$ 99,672,130
Intergovernmental	15,415,418	2,870,248	3,660,762	21,946,428
Charges for services	2,089,371	17,502	12,912,415	15,019,288
Income from investments	760,152	2,381	100,319	862,852
Contributions	-	13,300	146,926	160,226
Other	-	304,127	46,743	350,870
	<u>117,937,071</u>	<u>3,207,558</u>	<u>16,867,165</u>	<u>138,011,794</u>
Total revenues				
Expenditures:				
Current:				
General government	6,340,393	-	352,081	6,692,474
Public safety	10,148,148	-	714,148	10,862,296
Public works	4,757,907	-	3,172,826	7,930,733
Culture and recreation	861,269	-	744,690	1,605,959
Employee benefits	7,329,075	-	-	7,329,075
Education	76,597,053	-	10,012,777	86,609,830
Debt service	8,093,545	-	264,411	8,357,956
Capital outlay	-	16,850,615	-	16,850,615
	<u>114,127,390</u>	<u>16,850,615</u>	<u>15,260,933</u>	<u>146,238,938</u>
Total expenditures				
Excess (deficiency) of revenues over expenditures	<u>3,809,681</u>	<u>(13,643,057)</u>	<u>1,606,232</u>	<u>(8,227,144)</u>
Other financing sources (uses):				
Issuance of debt	-	4,400,000	-	4,400,000
Premium	-	-	239,195	239,195
Transfers in	160,000	4,597,925	4,500	4,762,425
Transfers out	<u>(2,817,925)</u>	<u>-</u>	<u>(1,784,500)</u>	<u>(4,602,425)</u>
Net other financing sources (uses)	<u>(2,657,925)</u>	<u>8,997,925</u>	<u>(1,540,805)</u>	<u>4,799,195</u>
Net change in fund balances	1,151,756	(4,645,132)	65,427	(3,427,949)
Fund balances - July 1, 2018 (as restated)	<u>14,875,601</u>	<u>2,072,932</u>	<u>7,525,617</u>	<u>24,474,150</u>
Fund balances - June 30, 2019	<u>\$ 16,027,357</u>	<u>\$ (2,572,200)</u>	<u>\$ 7,591,044</u>	<u>\$ 21,046,201</u>

The notes to financial statements are an integral part of this statement.

Town of Farmington, Connecticut

**Reconciliation of the Statement of Revenues, Expenditures and Changes
in Fund Balances of Governmental Funds to Statement of Activities
For The Year Ended June 30, 2019**

Amounts reported for governmental activities in the statement of activities (Exhibit B) are due to:

Net change in fund balances - total governmental funds (Exhibit D)	<u>\$ (3,427,949)</u>
--	-----------------------

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

Capital outlay	13,739,990
Depreciation expense	<u>(6,237,248)</u>
Total	<u>7,502,742</u>

The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins and donations) is to increase/decrease net position. In the statement of activities, only the *loss* on the sale of capital assets is reported. However, in the governmental funds, the proceeds from the sale increase financial resources. Thus, the change in net position differs from the change in fund balance by the cost of the capital assets sold:

Loss on disposal of assets	<u>(21,033)</u>
----------------------------	-----------------

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 fund financial statements are not recognized in the statement of activities:

Change in property tax receivable - accrual basis change	141,883
Change in sewer assessment - accrual basis change	295,320
Change in property tax interest and lien revenue	183,408
Change in allowance for doubtful accounts	<u>(70,600)</u>
Total	<u>550,011</u>

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

Debt issued or incurred:	
Issuance of bonds	(4,400,000)
Premium	(239,195)
Principal repayments:	
General obligation bonds and notes	<u>6,598,615</u>
Total	<u>1,959,420</u>

(Continued)

The notes to financial statements are an integral part of this statement.

Town of Farmington, Connecticut

Reconciliation of the Statement of Revenues, Expenditures and Changes
in Fund Balances of Governmental Funds to Statement of Activities
For The Year Ended June 30, 2019

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

Amortization of premium	\$ 378,291
Compensated absences	206,622
Heart and hypertension	101,044
Pension expense	(2,801,430)
OPEB expense	(4,765,531)
Amortization of deferred charges	(308,936)
Amortization of deferred outflows of resources	2,023,241
Amortization of deferred inflows of resources	408,714
Accrued interest payable	<u>9,169</u>
Total	<u>(4,748,816)</u>
The net revenue of the activities of the internal service funds is reported with governmental activities	<u>(873,892)</u>
Change in net position of governmental activities (Exhibit B)	<u>\$ 940,483</u>

(Concluded)

The notes to financial statements are an integral part of this statement.

Town of Farmington, Connecticut

Statement of Fund Net Position
Proprietary Funds
June 30, 2019

	Business-type Activities			Governmental Activities
	Enterprise Funds			Internal Service Fund
	Westwoods Fund	Waste Collection Fund	Total Business-type Activities	
<u>Assets</u>				
Current assets:				
Cash	\$ 51,862	\$ 1,303,446	\$ 1,355,308	\$ 3,172,479
Investments	-	-	-	630,906
Accounts receivable	-	31,047	31,047	2,641
Due from other funds	-	53,274	53,274	70,000
Other	-	-	-	97,200
	51,862	1,387,767	1,439,629	3,973,226
Total current assets				
Capital assets (net):				
Land	1,185,750	-	1,185,750	-
Machinery and equipment	212,867	-	212,867	-
	1,398,617	-	1,398,617	-
Total capital assets (net)				
Total assets	1,450,479	1,387,767	2,838,246	3,973,226
<u>Liabilities</u>				
Current liabilities:				
Accounts payable	14,783	116,432	131,215	10,626
Due to other funds	705,500	-	705,500	-
Unearned revenues	69,196	5,640	74,836	-
Claims payable	-	-	-	1,189,981
Notes payable	17,819	-	17,819	-
	807,298	122,072	929,370	1,200,607
Total current liabilities				
Noncurrent liabilities:				
Notes payable	47,238	-	47,238	-
	47,238	-	47,238	-
Total liabilities	854,536	122,072	976,608	1,200,607
<u>Net Position</u>				
Net investment in capital assets	1,333,560	-	1,333,560	-
Unrestricted	(737,617)	1,265,695	528,078	2,772,619
	1,333,560	1,265,695	1,861,638	2,772,619
Total net position	\$ 595,943	\$ 1,265,695	\$ 1,861,638	\$ 2,772,619

The notes to financial statements are an integral part of this statement.

Town of Farmington, Connecticut

Statement of Revenues, Expenses and Changes in Fund Net Position
 Proprietary Funds
 For The Year Ended June 30, 2019

	Business-type Activities			Governmental
	Enterprise Funds			Activities
	Westwoods Fund	Waste Collection Fund	Total Business-type Activities	Internal Service Fund
Operating revenues:				
Charges for services	\$ 524,998	\$ 1,695,192	\$ 2,220,190	\$ 13,560,365
Other	-	24,202	24,202	-
Total operating revenues	<u>524,998</u>	<u>1,719,394</u>	<u>2,244,392</u>	<u>13,560,365</u>
Operating expenses:				
Personnel services	83,443	88,927	172,370	-
Repairs and maintenance	7,969	46,917	54,886	-
Contracted services	98,112	1,462,007	1,560,119	-
Materials and supplies	5,787	21,792	27,579	-
Utilities	17,500	1,391	18,891	-
Claims incurred	-	-	-	13,606,725
Administration	-	-	-	848,094
Other	19,363	-	19,363	-
Depreciation	48,993	50,000	98,993	-
Total operating expenses	<u>281,167</u>	<u>1,671,034</u>	<u>1,952,201</u>	<u>14,454,819</u>
Operating income (loss)	<u>243,831</u>	<u>48,360</u>	<u>292,191</u>	<u>(894,454)</u>
Nonoperating revenues (expenses)				
Income from investments	408	3,113	3,521	20,562
Contributions	77,058	-	77,058	-
Loss on disposal	(28,320)	-	(28,320)	-
Net nonoperating revenues (expenses)	<u>49,146</u>	<u>3,113</u>	<u>52,259</u>	<u>20,562</u>
Income (loss) before transfers	292,977	51,473	344,450	(873,892)
Transfers out	<u>(160,000)</u>	-	<u>(160,000)</u>	-
Change in net position	132,977	51,473	184,450	(873,892)
Total net position - July 1, 2018	<u>462,966</u>	<u>1,214,222</u>	<u>1,677,188</u>	<u>3,646,511</u>
Total net position - June 30, 2019	<u>\$ 595,943</u>	<u>\$ 1,265,695</u>	<u>\$ 1,861,638</u>	<u>\$ 2,772,619</u>

The notes to financial statements are an integral part of this statement.

Town of Farmington, Connecticut

Statement of Cash Flows
Proprietary Funds
For The Year Ended June 30, 2019

	Business-type Activities			Governmental
	Enterprise Funds		Total Business-type Activities	Activities
	Westwoods Fund	Waste Collection Fund		Internal Service Fund
Cash flows from operating activities:				
Receipts from customers and users	\$ 260,853	\$ 1,708,294	\$ 1,969,147	\$ -
Receipts from other revenues	-	24,202	24,202	-
Cash received for premiums	-	-	-	13,460,524
Payments to suppliers	(125,685)	(1,545,260)	(1,670,945)	-
Payments to employees	(83,443)	(88,927)	(172,370)	-
Payments for repairs and maintenance and utilities	(25,469)	(48,308)	(73,777)	-
Payments for claims	-	-	-	(13,481,337)
Payments for administration	-	-	-	(806,203)
Net cash from operating activities	<u>26,256</u>	<u>50,001</u>	<u>76,257</u>	<u>(827,016)</u>
Cash flows from noncapital financing activities:				
Transfers out	<u>(160,000)</u>	<u>-</u>	<u>(160,000)</u>	<u>-</u>
Cash flows from capital and related financing activities:				
Contributions	77,058	-	77,058	-
Purchase of capital assets	(59,882)	-	(59,882)	-
Payment on notes	<u>(17,175)</u>	<u>-</u>	<u>(17,175)</u>	<u>-</u>
Net cash from capital and related financing activities	<u>1</u>	<u>-</u>	<u>1</u>	<u>-</u>
Cash flows from investing activities:				
Income from investments	<u>408</u>	<u>3,113</u>	<u>3,521</u>	<u>20,562</u>
Increase (decrease) in cash	(133,335)	53,114	(80,221)	(806,454)
Cash - July 1, 2018	<u>185,197</u>	<u>1,250,332</u>	<u>1,435,529</u>	<u>4,609,839</u>
Cash - June 30, 2019	<u>\$ 51,862</u>	<u>\$ 1,303,446</u>	<u>\$ 1,355,308</u>	<u>\$ 3,803,385</u>
Reconciliation to Exhibit F - Cash:				
Cash and cash equivalents per above	\$ 51,862	\$ 1,303,446	\$ 1,355,308	\$ 3,803,385
Cash and cash equivalents reported as investments	<u>-</u>	<u>-</u>	<u>-</u>	<u>(630,906)</u>
Cash - Exhibit F	<u>\$ 51,862</u>	<u>\$ 1,303,446</u>	<u>\$ 1,355,308</u>	<u>\$ 3,172,479</u>

(Continued)

The notes to financial statements are an integral part of this statement.

Town of Farmington, Connecticut

Statement of Cash Flows
Proprietary Funds
For The Year Ended June 30, 2019

	Business-type Activities			Governmental
	Enterprise Funds		Total Business-type Activities	Internal Service Fund
	Westwoods Fund	Waste Collection Fund		
Reconciliation of operating income (loss) to net cash from operating activities:				
Operating income (loss)	\$ 243,831	\$ 48,360	\$ 292,191	\$ (894,454)
Adjustments to reconcile operating income (loss) to net cash from operating activities:				
Depreciation	48,993	50,000	98,993	-
(Increase) decrease in:				
Accounts receivable	835	(14,465)	(13,630)	(2,641)
Due from other funds	-	40,154	40,154	35,314
Other assets	-	-	-	(97,200)
Increase (decrease) in:				
Due to other funds	(264,772)	-	(264,772)	-
Accounts payable	(2,423)	(61,461)	(63,884)	6,577
Claims payable	-	-	-	125,388
Unearned revenue	(208)	(12,587)	(12,795)	-
Net cash from operating activities	<u>\$ 26,256</u>	<u>\$ 50,001</u>	<u>\$ 76,257</u>	<u>\$ (827,016)</u>

Non cash

The Town had a loss on disposal during the year of \$28,320.

(Concluded)

The notes to financial statements are an integral part of this statement.

Town of Farmington, Connecticut
Statement of Fiduciary Net Position
Fiduciary Funds
June 30, 2019

	<u>Pension Trust Fund</u>	<u>Custodial Fund</u>
<u>Assets</u>		
Cash	\$ -	\$ 742,314
Investments:		
Certificates of deposit	-	496,003
Mutual funds:		
Equity	55,407,706	-
Bond	29,537,852	-
Money market	656,114	-
Real estate funds	6,165,613	-
Total investments	<u>91,767,285</u>	<u>496,003</u>
Accounts receivable	<u>118,937</u>	<u>-</u>
Total assets	<u>91,886,222</u>	<u>1,238,317</u>
<u>Liabilities</u>		
Accounts payable	<u>16,706</u>	<u>-</u>
<u>Net Position</u>		
Restricted for:		
Pensions - Town	88,167,855	-
Pensions - Library	3,701,661	-
Individuals and organizations	-	1,238,317
Total net position	<u>\$ 91,869,516</u>	<u>\$ 1,238,317</u>

The notes to financial statements are an integral part of this statement.

Town of Farmington, Connecticut

Statement of Changes in Fiduciary Net Position
Fiduciary Funds
For The Year Ended June 30, 2019

	Pension Trust Fund	Custodial Fund
	<u> </u>	<u> </u>
Additions:		
Contributions:		
Employer	\$ 3,457,314	\$ -
Plan members	1,383,480	-
	<u> </u>	<u> </u>
Total contributions	4,840,794	-
	<u> </u>	<u> </u>
Activity fees	-	1,521,149
	<u> </u>	<u> </u>
Investment income (loss):		
Change in fair value of investments	2,333,642	-
Interest and dividends	2,296,033	10,782
	<u> </u>	<u> </u>
Total investment income (loss)	4,629,675	10,782
	<u> </u>	<u> </u>
Less investment expenses	34,364	-
	<u> </u>	<u> </u>
Net investment income (loss)	4,595,311	10,782
	<u> </u>	<u> </u>
Total additions	9,436,105	1,531,931
	<u> </u>	<u> </u>
Deductions:		
Benefits	7,321,701	-
Administration	87,346	-
Activities and events	-	1,453,311
	<u> </u>	<u> </u>
Total deductions	7,409,047	1,453,311
	<u> </u>	<u> </u>
Change in net position	2,027,058	78,620
Net position - July 1, 2018 (as restated)	89,842,458	1,159,697
	<u> </u>	<u> </u>
Net position - June 30, 2019	<u>\$ 91,869,516</u>	<u>\$ 1,238,317</u>

The notes to financial statements are an integral part of this statement.

Town of Farmington, Connecticut

Notes to Financial Statements
As of and for the Year Ended June 30, 2019**History and organization**

The Town of Farmington, Connecticut (“Town”) was settled in 1640 and incorporated in 1645. The Town operates under a Council-Manager form of government established by a charter and adopted by a referendum of voters in 1947 and amended in 2003. The Town offers a full range of services authorized by the charter, including public safety, public works, culture and recreation, education, and general administrative services to its residents.

Accounting principles generally accepted in the United States of America require that the reporting entity include (1) the primary government; (2) organizations for which the primary government is financially accountable; and (3) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity’s financial statements to be misleading or incomplete. The Town does not report any component units.

The Farmington Housing Authority (“Authority”) is defined as a related organization of the Town, as the governing body of the Authority is appointed by the Town. The Authority is not included in this report, since the Authority does not meet criteria for inclusion as described above.

I. Summary of significant accounting policies**A. 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. *Governmental activities* are normally supported by taxes and intergovernmental revenues and are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support.

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

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

B. Measurement focus, basis of accounting and financial statement presentation

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

Town of Farmington, Connecticut

Notes to Financial Statements
As of and for the Year Ended June 30, 2019**B. Measurement focus, basis of accounting and financial statement presentation (continued)**

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 tax revenues to be available if they are collected by the end of the current fiscal period. In addition, the Town considers reimbursement grants to be available if they are collected within one year 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. General capital asset acquisitions are reported as expenditures in the governmental funds.

Expenditure reimbursement type grants, certain intergovernmental revenues, user fees 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 by the Town.

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 general government, except those required to be accounted for in another fund.

The *Capital Projects Fund* accounts for financial resources to be used for capital expenditures or for the acquisition or construction of 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 state loans.

The Town reports the following major proprietary funds:

The *Westwoods Fund* is a proprietary (enterprise) fund used to account for the operation and maintenance of the Westwoods Golf Course, which is owned by the Town and is primarily supported through charges to customers.

The *Waste Collection Fund* is a proprietary (enterprise) fund used to account for the operation and maintenance of waste collection, recycling and landfill operations within the Town and is primarily supported through charges to customers.

Additionally, the Town reports the following fund types:

Special Revenue Funds are used to account for and report the proceeds of specific revenue resources that are restricted or committed to expenditures for specified purposes other than debt.

The *Debt Service Fund* is used to account for and report resources and expenditures that are assigned for the repayment of debt.

Town of Farmington, Connecticut

Notes to Financial Statements
As of and for the Year Ended June 30, 2019**B. Measurement focus, basis of accounting and financial statement presentation (continued)**

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

The *Pension Trust Fund* is used to account for the activities of the Town's defined benefit plan, which accumulates resources for pension benefit payments to qualified employees.

Custodial Funds account for monies held on behalf of student groups.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions are charges between certain Town functions because 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 all 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 enterprise funds and of the Town's internal service fund are charges to customers for sales and services.

For purposes of measuring the net pension and OPEB liability, deferred outflows of resources and deferred inflows of resources related to pensions and OPEB, and pension and OPEB expense, information about the fiduciary net position and additions to/deductions from fiduciary net position of the Town pension plan, the Connecticut State Teachers' Retirement System ("TRS"), and the Connecticut State Retiree Health Insurance Plan ("RHIP") have been determined on the same basis as they are reported by the Town's pension plan, TRS, and RHIP. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with benefit terms.

C. Assets, liabilities, deferred outflows/inflows of resources and equity**1. Cash and investments****a. Cash**

The Town considers cash as cash on hand and demand deposits,

For cash flow purposes the Town considers cash equivalents money market accounts and short-term investments with original maturities of three months or less from the date of acquisition.

Town of Farmington, Connecticut

Notes to Financial Statements
As of and for the Year Ended June 30, 2019

C. Assets, liabilities, deferred outflows/inflows of resources and equity (continued)**b. Investments**

In general, State of Connecticut Statutes allow the Town to invest in obligations of the United States of America or United States government sponsored corporations, in shares or other interests in any custodial arrangement, pool or no-load, open-end management type investment company or investment trust (as defined), in obligations of any State or political subdivision rated within the top two rating categories of any nationally recognized rating service, or in obligations of the State of Connecticut or political subdivision rated within the top three rating categories of any nationally recognized rating service. Investment income is recorded in the fund in which it was earned.

State Treasurers Investment Fund is an investment pool managed by the State of Connecticut Office of the State Treasurer. Investments must be made in instruments authorized by Connecticut General Statutes 3-27c - 3-27e. Investment guidelines are adopted by the State Treasurer. The fair value of the position in the pool is the same as the value of the pool shares.

The Town's Noah Wallace fund has adopted a formal investment policy that sets asset allocation guidelines as follows: 0%-20% cash, 20%-50% bonds, and 40%-75% equities.

The Town's pension trust fund has adopted a formal investment policy that defines allowable investments, prohibited investments, prohibited transactions, asset allocation guidelines, diversification guidelines and fixed income and cash guidelines.

The Pension trust fund allows for investments in separately managed accounts and/or mutual funds/co-mingled funds, including marketable and non-marketable alternatives and exchange traded funds.

The investment guidelines are as follows:

<u>Asset Class</u>	<u>Target Allocation</u>
Domestic equity	30.00%
International developed equity	22.00%
Fixed income	31.00%
High yield bonds	5.00%
Real estate investment trusts	5.00%
Global multi-asset	7.00%
Cash	0.00%
Total	<u>100.00%</u>

c. Method used to value investments

Investments for the Town are reported at fair value except as described below. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates.

Town of Farmington, Connecticut

Notes to Financial Statements
As of and for the Year Ended June 30, 2019**C. Assets, liabilities, deferred outflows/inflows of resources and equity (continued)**

Certain pension investments are valued using the most recent valuation available from the external fund manager and is based on net asset value. These estimated values do not necessarily represent the amounts that will ultimately be realized upon the disposition of those assets, which may be materially higher or lower than values determined if a readily available market for the securities existed.

Fair value of investments

The Town measures and records its investments using fair value measurement guidelines established by accounting principles generally accepted in the United States of America (GAAP). These guidelines recognize a three-tiered fair value hierarchy, as follows:

- Level 1:* Quoted prices for identical investments in active markets;
- Level 2:* Quoted prices for identical investments in markets that are not active; and
- Level 3:* Unobservable inputs.

d. Risk policies

Interest rate risk – Interest rate risk is the risk that the government will incur losses in fair value caused by changing interest rates. 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 – Credit risk is the risk that an issuer or other counterparty will not fulfill its specific obligation even without the entity's complete failure. The Town has no investment policy that would limit its investment choices due to credit risk other than State Statutes governing investments in obligations of any State or political subdivision or in obligations of the State of Connecticut or political subdivision.

Concentration of credit risk – Concentration of credit risk is the risk attributed to the magnitude of an entity's investments in a single issuer. The Town follows the limitations specified in the Connecticut General Statutes. Generally, the Town's deposits cannot be 75% or more of the total capital in any one depository.

Custodial credit risk - Custodial credit risk is the risk that, in the event of the failure of the counterparty, the Town will not be able to recover the value of its investment or collateral securities that are in the possession of an outside party. The Town does not have a formal policy with respect to custodial credit risk.

Foreign currency risk - Foreign currency risk is the risk that the value of the investment may be affected by changes in the rate of exchange. The Town does not have a formal policy with respect to the foreign currency risk.

Town of Farmington, Connecticut

Notes to Financial Statements
As of and for the Year Ended June 30, 2019**C. Assets, liabilities, deferred outflows/inflows of resources and equity (continued)****2. Receivables and payables****a. Interfunds**

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 non-current portion of interfund loans). Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances".

b. Property taxes and other receivables

In the fund financial and government-wide financial statements, all trade and property tax receivables are shown net of an allowance for uncollectibles. Allowance percentages range from 2% to 29% of outstanding receivable balances and are calculated based upon prior collections.

Property taxes are assessed on property as of October 1. Taxes are billed in the following July and are due in two installments, July 1 and January 1. Personal property and motor vehicle taxes are billed in July and are due in one installment, on July 1, and supplemental motor vehicle taxes are due in full January 1. Liens are effective on the assessment date and are continued by filing before the end of the year following the due date.

Loan receivables consist of Community Development Block Grant loans. The Town provides the low interest loans for residential rehabilitation as well as loans to local businesses for facility improvements.

3. Restricted assets

The restricted assets for the Town are restricted for performance bonds. Performance bonds are restricted until the monies are returned to the vendor after satisfactory completion of the contract or the Town calls the bond for nonperformance.

4. Capital assets

Capital assets, which include property, plant, equipment, and infrastructure assets are reported in the government-wide financial statements. Capital assets are defined by the Town as assets with an initial, individual cost of more than \$25,000 and an estimated useful life in excess of five years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at 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 the asset lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed.

Town of Farmington, Connecticut

**Notes to Financial Statements
As of and for the Year Ended June 30, 2019**

C. Assets, liabilities, deferred outflows/inflows of resources and equity (continued)

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

<u>Class</u>	<u>Useful Life</u>
Buildings	25-40
Improvements	20-30
Machinery and equipment	5-15
Infrastructure	40-50

5. 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 that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then.

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 that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

The Town reports deferred outflows and inflows of resources related to pensions and OPEB in the government-wide statements for differences between expected and actual experience, changes in assumptions and net difference between projected and actual earnings on plan investments. The deferred outflow or inflow related to differences between expected and actual experience and changes in assumptions will be amortized over the average remaining service life of all plan members. The deferred outflow or inflow related to the net difference between projected and actual earnings on plan investments will be amortized over a five-year period.

Deferred outflows of resources also include deferred outflows relating to advance refunding of debt. These amounts are deferred and are amortized over the life of the debt.

Advance tax collections represent taxes associated with a future period. This amount is recognized during the period in which the revenue is associated.

For governmental funds, the Town reports unavailable revenue, which arises only under the modified accrual basis of accounting. Accordingly, unavailable revenue is reported only in the governmental funds' balance sheet. The governmental funds report unavailable revenues from several sources: property taxes (including advance collections, if any), and sewer assessment and use charges. These amounts are recognized as an inflow of resources in the period that the amounts become available.

Town of Farmington, Connecticut

Notes to Financial Statements
As of and for the Year Ended June 30, 2019**C. Assets, liabilities, deferred outflows/inflows of resources and equity (continued)****6. Compensated absences**

Under the terms of various union contracts, Town and Board of Education employees are granted vacation in varying amounts based on length of service. Town employees accumulate vacation and sick leave hours for subsequent use or for payment upon termination or retirement. Sick leave and vacation leave expenditures are recognized in the governmental funds in the current year to the extent they are paid during the year or the vested amount is expected to be paid with available resources. A liability for these amounts has been recorded in the government-wide financial statements.

7. Long-term obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the governmental activities' 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. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenses.

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.

8. Net position and fund balances

In the government-wide financial statements, net position is classified into the following categories:

Net Investment in Capital Assets

This category presents the net position that reflects capital assets net of only the debt applicable to the acquisition or construction of these assets. Debt issued for non-capital purposes, and unspent bond proceeds, are excluded.

Restricted Net Position

This category presents the net position restricted by external parties (creditors, grantors, contributors or laws and regulations).

Unrestricted Net Position

This category presents the net position of the Town which is not restricted.

Sometimes the Town will fund outlays for a particular purpose from both restricted (e.g. restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted net position and unrestricted net position in the government-wide financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the Town's policy to consider restricted net position to have been depleted before unrestricted net position is applied.

Town of Farmington, Connecticut

Notes to Financial Statements
As of and for the Year Ended June 30, 2019**C. Assets, liabilities, deferred outflows/inflows of resources and equity (continued)**

In the fund financial statements, fund balances are classified into the following categories:

Nonspendable

This category presents amounts that cannot be spent either because they are in nonspendable form or because they are legally or contractually required to be maintained intact.

Restricted

This category presents amounts that can be spent only for specific purposes because of enabling legislation or because of constraints that are externally imposed by creditors, grantors, contributors or the laws or regulations of other governments.

Committed

This category presents amounts that can be used only for specific purposes determined by a formal action at the highest level of decision-making authority for the Town. Commitments may be established, modified or rescinded only through ordinances or resolutions approved by the Town Council.

Assigned

This category presents amounts that do not meet the criteria to be classified as restricted or committed but that are intended to be used for specific purposes. Under the Town's fund balance policy, the Town Council has by resolution authorized the Finance Director to assign fund balance. Intent is also expressed by a properly approved purchase order (encumbrance).

Unassigned

This category presents amounts that do not meet the criteria above and are available for any purpose. This category is only reported in the general fund for positive amounts and in any other fund that has a fund balance deficit.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the Town considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned or unassigned fund balances are available, the Town considers amounts to have been spent first out of committed funds, then assigned funds and finally unassigned funds, as needed, unless Town Council has provided otherwise in its commitment or assignment actions.

Town of Farmington, Connecticut

Notes to Financial Statements
As of and for the Year Ended June 30, 2019**C. Assets, liabilities, deferred outflows/inflows of resources and equity (continued)****Minimum Fund Balance Policy**General Fund

The Town Council has adopted a minimum fund balance policy for the General Fund. The policy establishes the intent to maintain a level of unassigned fund balance of at least 10% to 15% of the ensuing fiscal year's operating revenue. Further, any anticipated unassigned fund balance in excess of the targeted 15% maximum may be budgeted to reduce the ensuing year's property tax levy or fund one-time capital projects.

Water Pollution Control Authority Fund

The Water Pollution Control Authority (WPCA) Fund will maintain reserves to meet three primary objectives. First, an operating reserve will be funded to ensure sufficient funding for operations. This reserve will be maintained at a level sufficient to fund 90 days of budgeted operating expenditures. Second, an adequate reserve will be maintained to ensure repairs to and replacement of infrastructure. Finally, a working capital reserve will be funded to provide sufficient cash for sewer capital improvements and to avoid large fluctuations in rate changes.

9. Use of Estimates

The preparation of the 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 and liabilities deferred outflows and inflows of resources including disclosures of contingent assets and liabilities and reported revenues, expenses and expenditures during the fiscal year. Accordingly, actual results could differ from those estimates.

10. Reclassifications

Certain amounts presented in the prior year data have been reclassified in order to be consistent with the current year's presentation.

II. Stewardship, compliance and accountability**A. Basis of budgeting**

Only the General Fund has a legally adopted annual budget.

The Town uses the budgetary basis of accounting under which purchase orders for contracts or other commitments are recorded in order to reserve that portion of the applicable appropriation. Encumbrances are recognized as a valid and proper charge against a budget appropriation in the year in which the purchase order, contract or other commitment is issued and, accordingly, encumbrances outstanding at year end are reported in the budgetary statements included as required supplementary information.

Appropriations for capital projects are continued until completion of applicable projects, even when projects extend more than one fiscal year.

Town of Farmington, Connecticut

Notes to Financial Statements
As of and for the Year Ended June 30, 2019**B. Capital projects authorizations**

The following is a summary of certain capital projects:

Project	Project Authorization	Cumulative Expenditures	Balance
WPCF plant upgrade construction	\$ 67,102,837	\$ 58,769,699	\$ 8,333,138
2014 Open Space Acquisition	3,500,000	1,254,856	2,245,144
IAR School Roof	1,303,953	39,339	1,264,614
Union School Roof	482,047	16,696	465,351
Farmington High School Roof	226,025	145,035	80,990
School infrastructure improvements	1,935,000	-	1,935,000
Fire pumper engine acquisition	650,000	-	650,000
Totals	\$ 75,199,862	\$ 60,225,625	\$ 14,974,237

III. Detailed notes**A. Cash and investments****1. Deposits - Custodial credit risk**

At year end, the Town's bank balance was \$34,955,785 and was exposed to custodial credit risk as follows:

Uninsured and uncollateralized	\$ 24,472,692
Uninsured and collateral held by the pledging bank's trust department, not in the Town's name	<u>8,738,947</u>
Total amount subject to custodial credit risk	<u>\$ 33,211,639</u>

Financial instruments that potentially subject the Town to significant concentrations of credit risk consist primarily of cash. From time to time, the Town's cash account balances exceeded the Federal Deposit Insurance Corporation limit. The Town reduces its credit risk by maintaining its cash deposits with major financial institutions and monitoring their credit ratings.

Town of Farmington, Connecticut

Notes to Financial Statements
As of and for the Year Ended June 30, 2019

A. Cash and investments (continued)

2. Investments

- a. The Town's investments consisted of the following types and maturities. Specific identification was used to determine maturities:

Type of Investment	Fair Value	Investment Maturities (In Years)			
		N/A	Less Than 1	1-5 Years	5-10 Years
Certificates of deposit	\$ 13,331,717	\$ -	\$ 13,331,717	\$ -	\$ -
Pooled fixed income	7,617,319	-	7,617,319	-	-
Mutual Funds					
Money market	691,021	-	691,021	-	-
Equity	56,576,654	56,576,654	-	-	-
Bond	29,537,852	-	4,419,245	2,206,473	22,912,134
Real estate funds	6,165,613	6,165,613	-	-	-
Common stock	3,225	3,225	-	-	-
Corporate bonds	104,000	-	25,810	78,190	-
Total	<u>\$114,027,401</u>	<u>\$62,745,492</u>	<u>\$ 26,085,112</u>	<u>\$ 2,284,663</u>	<u>\$22,912,134</u>

- b. The Town had the following recurring fair value measurements:

Investments by Fair Value Level	Amount	Quoted Market Prices in Active Markets	Significant Observable Inputs
		Level 1	Level 2
Mutual Funds			
Money market	\$ 691,021	\$ 691,021	\$ -
Equity	56,576,654	56,576,654	-
Bond	29,537,852	29,537,852	-
Common stock	3,225	3,225	-
Corporate bonds	104,000	-	104,000
Total Investments by Fair Value Level	<u>86,912,752</u>	<u>\$ 86,808,752</u>	<u>\$ 104,000</u>
Investments Measured at the Net Asset Value (NAV)			
Real estate funds	<u>6,165,613</u>		
Other Investments			
Certificates of deposit	13,331,717		
Pooled fixed income	<u>7,617,319</u>		
Total Other Investments	<u>20,949,036</u>		
Total Investments	<u>\$114,027,401</u>		

Town of Farmington, Connecticut

Notes to Financial Statements
As of and for the Year Ended June 30, 2019

A. Cash and investments (continued)

Level 1: Quoted prices for identical investments in active markets;

Level 2: Observable inputs: quoted prices for identical securities in markets that are not active.

The fair value was determined based on quoted prices in less active, dealer or broker markets. Fair values are primarily obtained from third party pricing services for identical or comparable assets.

c. Investments measured at the net asset value (NAV)

Investments valued using the net asset value (NAV) per share (or its equivalent) are considered “alternative investments” and, unlike more traditional investments, generally do not have readily obtainable market values and take the form of limited partnerships. The Town values these investments based on the partnerships’ audited financial statements. If June 30 statements are available, those values are used preferentially.

However, some partnerships have fiscal years ending at other than June 30. If June 30 valuations are not available, the value is estimated from the most recently available valuation taking into account subsequent calls and distributions. The following table represents the unfunded commitments, redemption frequency (if currently eligible), and the redemption notice period for the Town’s alternative investments measured at the NAV:

Investment Description	Fair Value	Redemption Frequency (If Currently Eligible)	Redemption Notice Period
Real estate funds	\$ 6,165,613	Quarterly	60 days

Real estate funds - This type includes one real estate fund that invests primarily in U.S. commercial real estate. The fund permits redemptions quarterly with 90 days notice. Distributions from the fund will be received as the underlying investments of the funds are liquidated. The fair values of the investments in this type have been determined using the NAV per share (or its equivalent) of the Plan’s ownership interest in partners’ capital.

d. The Town's investments subject to credit risk had average ratings by Standard & Poor's as follows:

Type of Investment	Ratings					Total
	AAA	AA	BBB	BB	B	
Pooled fixed income Mutual Funds	\$ 7,617,319	\$ -	\$ -	\$ -	\$ -	\$ 7,617,319
Money market	691,021	-	-	-	-	691,021
Bond	-	6,311,668	14,408,406	6,611,305	2,206,473	29,537,852
Corporate bonds	-	53,671	-	50,329	-	104,000
Total	\$ 8,308,340	\$ 6,365,339	\$ 14,408,406	\$ 6,661,634	\$ 2,206,473	\$ 37,950,192

Town of Farmington, Connecticut

Notes to Financial Statements
As of and for the Year Ended June 30, 2019

A. Cash and investments (continued)

- e. Certain investments are covered by the Securities Investor Protection Corporation ("SIPC") up to \$500,000, including \$250,000 of cash from sale or for purchase of investments, but not cash held solely for the purpose of earning interest. SIPC protects securities such as notes, stocks, debentures, certificates of deposit and money funds.

The following Town investments are held by the counterparty's trust department or agent but not in the Town's name and, therefore, are subject to custodial credit risk.

	<u>Total</u>	<u>Less Insured Amounts</u>	<u>Amount Subject to Custodial Credit Risk</u>
Corporate bonds	\$ 104,000	\$ 104,000	\$ -
Common stock	<u>3,225</u>	<u>3,225</u>	<u>-</u>
Total	<u>\$ 107,225</u>	<u>\$ 107,225</u>	<u>\$ -</u>

B. Receivables

Receivable balances have been disaggregated by type and presented separately in the financial statements. Only receivables with allowances for uncollectible accounts, including the applicable allowances for uncollectible accounts, are presented below.

	<u>Property Taxes</u>			
	<u>Taxes</u>	<u>Interest and lien fees</u>	<u>Total</u>	
Current portion	<u>\$ 329,034</u>	<u>\$ 75,000</u>	<u>\$ 404,034</u>	
Long-term portion	\$ 326,805	\$ 135,006	\$ 461,811	
Less allowance for uncollectibles	<u>(85,000)</u>	<u>(60,000)</u>	<u>(145,000)</u>	
Net Long-term portion	<u>\$ 241,805</u>	<u>\$ 75,006</u>	<u>\$ 316,811</u>	
	<u>Sewer Use</u>			
	<u>Use</u>	<u>Interest and lien fees</u>	<u>Total</u>	
Current portion	<u>\$ 191,948</u>	<u>\$ 3,107</u>	<u>\$ 195,055</u>	<u>\$ 29,839</u>
Long-term portion	\$ 118,648	\$ 19,406	\$ 138,054	\$ 163,009
Less allowance for uncollectibles	<u>(6,200)</u>	<u>(500)</u>	<u>(6,700)</u>	<u>(3,900)</u>
Net Long-term portion	<u>\$ 112,448</u>	<u>\$ 18,906</u>	<u>\$ 131,354</u>	<u>\$ 159,109</u>

Town of Farmington, Connecticut

Notes to Financial Statements
As of and for the Year Ended June 30, 2019

C. Interfund accounts

1. Interfund payables and receivables

A summary of interfund balances is as follows:

	Corresponding Fund	Due From	Due To
General Fund			
Municipal grants fund	N/A	\$ -	\$ 563,379
Open space rental fund	N/A	-	7,769
Recreation fund	N/A	80,510	-
Donation fund	N/A	-	88,625
Noah Wallace fund	N/A	40,442	-
Small cities fund	N/A	682	-
Special projects education fund	N/A	132,407	-
Adult education fund	N/A	20,327	-
School aged child care fund	N/A	291,803	-
Farmington Valley Transition Academy fund	N/A	81,103	-
Waste collection fund	N/A	-	53,274
Westwoods fund	N/A	705,500	-
Employee's self insurance fund	N/A	-	70,000
Debt service fund	N/A	-	1,707,659
Capital projects fund	N/A	-	7,275,065
Water Pollution Control Authority fund	N/A	-	996,037
Total General Fund		<u>1,352,774</u>	<u>10,761,808</u>
Capital Projects Fund			
General Fund	N/A	<u>7,275,065</u>	<u>-</u>
Other Governmental Funds			
Special Revenue Funds			
Open space rental fund	General Fund	7,769	-
Water Pollution Control Authority fund	General Fund	996,037	-
Special projects education fund	General Fund	-	132,407
Municipal grants fund	General Fund	563,379	-
Recreation fund	General Fund	-	80,510
Noah Wallace fund	General Fund	-	40,442
Small cities fund	General Fund	-	682
Adult education fund	General Fund	-	20,327
School aged child care fund	General Fund	-	291,803
Farmington Valley Transition Academy fund	General Fund	-	81,103
Donation fund	General Fund	88,625	-
Debt service fund	General Fund	<u>1,707,659</u>	<u>-</u>
Total Other Governmental Funds		<u>3,363,469</u>	<u>647,274</u>

Town of Farmington, Connecticut

Notes to Financial Statements
As of and for the Year Ended June 30, 2019

C. Interfund accounts (continued)

	Corresponding Fund	Due From	Due To
Enterprise Funds			
Waste collection fund	General Fund	\$ 53,274	\$ -
Westwoods fund	General Fund	-	705,500
Total Enterprise Funds		<u>53,274</u>	<u>705,500</u>
Internal Service Funds			
Employee's self insurance fund	General Fund	70,000	-
Total		<u>\$ 12,114,582</u>	<u>\$ 12,114,582</u>

All interfund balances resulted from the time lag between the dates payments occurred between funds for interfund goods, payroll and services provided or in instances where certain funds do not have a cash account.

2. Interfund transfers

A summary of interfund transfers for the fiscal year is as follows:

	Corresponding Fund	Transfers In	Transfers Out
General Fund			
Westwoods fund	N/A	\$ 160,000	\$ -
Capital Projects funds	N/A	-	2,817,925
Total General Fund		<u>160,000</u>	<u>2,817,925</u>
Capital Projects Fund			
General fund	N/A	2,817,925	-
Water Pollution Control Authority fund	N/A	1,780,000	-
Total Capital Projects		<u>4,597,925</u>	<u>-</u>
Other Governmental Funds			
Special Revenue funds			
Donation fund	Municipal grants fund	-	4,500
Municipal grants fund	Donation fund	4,500	-
Water Pollution Control Authority fund	Capital Projects Fund	-	1,780,000
Total Other Governmental Funds		<u>4,500</u>	<u>1,784,500</u>
Enterprise Funds			
Westwoods fund	General Fund	-	160,000
Total		<u>\$ 4,762,425</u>	<u>\$ 4,762,425</u>

Transfers are used to move budgeted appropriations from the general fund for funding of the capital projects fund, WPCA operating funds to capital project funds and the golf course contribution to the general fund and various programs and activities in other funds.

Town of Farmington, Connecticut

Notes to Financial Statements
As of and for the Year Ended June 30, 2019**D. Capital assets**

Capital asset activity for the fiscal year was as follows:

Governmental activities:

	Balance July 1, 2018	Increases	Decreases	Balance June 30, 2019
Capital assets, not being depreciated:				
Land	\$ 35,700,811	\$ 271,055	\$ -	\$ 35,971,866
Construction in progress	57,892,659	12,299,261	7,991,612	62,200,308
Total capital assets, not being depreciated	<u>93,593,470</u>	<u>12,570,316</u>	<u>7,991,612</u>	<u>98,172,174</u>
Capital assets, being depreciated:				
Buildings	115,303,291	2,080,656	-	117,383,947
Improvements	11,273,502	4,512,555	-	15,786,057
Machinery and equipment	19,384,552	1,071,044	413,733	20,041,863
Infrastructure	99,886,025	1,497,031	-	101,383,056
Total capital assets, being depreciated	<u>245,847,370</u>	<u>9,161,286</u>	<u>413,733</u>	<u>254,594,923</u>
Total capital assets	<u>339,440,840</u>	<u>21,731,602</u>	<u>8,405,345</u>	<u>352,767,097</u>
Less accumulated depreciation for:				
Buildings	63,986,518	2,440,503	-	66,427,021
Improvements	4,680,915	791,438	-	5,472,353
Machinery and equipment	12,374,133	1,049,696	392,700	13,031,129
Infrastructure	62,859,876	1,955,611	-	64,815,487
Total accumulated depreciation	<u>143,901,442</u>	<u>6,237,248</u>	<u>392,700</u>	<u>149,745,990</u>
Total capital assets, being depreciated, net	<u>101,945,928</u>	<u>2,924,038</u>	<u>21,033</u>	<u>104,848,933</u>
Governmental activities capital assets, net	<u>\$ 195,539,398</u>	<u>\$ 15,494,354</u>	<u>\$ 8,012,645</u>	<u>\$ 203,021,107</u>

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

General government	\$ 767,564
Education	2,169,549
Public safety	990,844
Public works	2,213,410
Parks and recreation	<u>95,881</u>
Total depreciation expense - governmental activities	<u>\$ 6,237,248</u>

Town of Farmington, Connecticut

Notes to Financial Statements
As of and for the Year Ended June 30, 2019

D. Capital assets (continued)

Business-type activities:

	Balance July 1, 2018	Increases	Decreases	Balance June 30, 2019
Capital assets, not being depreciated:				
Land	\$ 1,185,750	\$ -	\$ -	\$ 1,185,750
Capital assets, being depreciated:				
Improvements	253,829	-	-	253,829
Machinery and equipment	844,003	59,883	35,400	868,486
Total capital assets, being depreciated	1,097,832	59,883	35,400	1,122,315
Total capital assets	2,283,582	59,883	35,400	2,308,065
Less accumulated depreciation for:				
Improvements	253,829	-	-	253,829
Machinery and equipment	563,707	98,993	7,081	655,619
Total accumulated depreciation	817,536	98,993	7,081	909,448
Total capital assets, being depreciated, net	280,296	(39,110)	28,319	212,867
Business-type capital assets, net	<u>\$ 1,466,046</u>	<u>\$ (39,110)</u>	<u>\$ 28,319</u>	<u>\$ 1,398,617</u>

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

Westwoods Golf	\$ 48,993
Waste Collection	50,000
Total depreciation expense - business-type activities	<u>\$ 98,993</u>

Town of Farmington, Connecticut

Notes to Financial Statements
As of and for the Year Ended June 30, 2019

E. Construction commitments

The Town has the following construction commitments:

High school roof replacement	\$ 60,600
Union school facade	219,560
West district office relocation	433,813
Wastewater treatment plant upgrade	<u>1,030,593</u>
Total commitments	<u>\$ 1,744,566</u>

F. Short-term obligations - Interim Funding Obligations

The Town uses interim funding obligations during the construction period of the Wastewater Treatment plant upgrade project prior to the issuance of the bonds at the completion of the project.

Short-term obligation activity for the fiscal year was as follows:

<u>Description</u>	<u>Date of Maturity</u>	<u>Interest Rate</u>	<u>Balance July 1, 2018</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance June 30, 2019</u>
CWF 620-DC	7/31/2020	2.00%	<u>\$ 692,472</u>	<u>\$ 10,143,293</u>	<u>\$ -</u>	<u>\$ 10,835,765</u>

Town of Farmington, Connecticut

Notes to Financial Statements
As of and for the Year Ended June 30, 2019

G. Changes in long-term obligations

1. Summary of changes

Governmental activities:

Description	Original Amount	Date of Issue	Date of Maturity	Interest Rate	Balance July 1, 2018 (as restated)	Additions	Deductions	Balance June 30, 2019	Current Portion	Long-Term Portion
Bonds:										
General purpose:										
Refunding bond	\$ 2,927,200	05/01/09	09/15/21	2.25-5.00%	\$ 1,277,300	\$ -	\$ 321,500	\$ 955,800	\$ 320,400	\$ 635,400
General obligation/refunding	7,401,400	06/23/11	04/01/26	2.00-4.00%	3,741,400	-	625,800	3,115,600	625,800	2,489,800
Refunding bond	3,654,100	05/24/12	07/01/25	2.00-4.00%	3,241,500	-	417,600	2,823,900	417,700	2,406,200
General obligation/refunding	4,220,000	01/31/13	01/15/28	2.00-3.00%	2,340,000	-	115,000	2,225,000	120,000	2,105,000
General obligation bond	2,275,000	04/21/15	04/15/30	2.00-4.00%	1,810,000	-	155,000	1,655,000	155,000	1,500,000
Refunding bond	5,334,000	06/17/15	09/15/20	2.00-5.00%	2,215,000	-	828,000	1,387,000	832,000	555,000
General obligation bond	1,875,000	11/18/15	11/15/30	2.00-4.00%	1,625,000	-	125,000	1,500,000	125,000	1,375,000
General obligation bond	3,600,000	10/03/16	10/01/31	2.00-4.00%	3,350,000	-	245,000	3,105,000	245,000	2,860,000
General obligation bond	2,700,000	12/07/17	12/01/32	2.00-5.00%	2,700,000	-	180,000	2,520,000	180,000	2,340,000
General obligation bond	1,849,075	05/16/19	05/15/34	2.00-5.00%	-	1,849,075	-	1,849,075	127,075	1,722,000
Total general purpose					22,300,200	1,849,075	3,012,900	21,136,375	3,147,975	17,988,400
School bonds:										
Refunding bond	10,547,800	05/01/09	09/15/21	2.25-5.00%	4,602,700	-	1,158,500	3,444,200	1,154,600	2,289,600
General obligation bond	2,930,200	06/23/11	04/01/26	2.00-4.00%	1,427,900	-	289,900	1,138,000	289,900	848,100
Refunding bond	825,900	05/24/12	07/01/25	2.00-4.00%	820,700	-	5,100	815,600	5,100	810,500
General obligation bond	1,800,000	04/21/15	04/15/30	2.00-4.00%	1,440,000	-	120,000	1,320,000	120,000	1,200,000
Refunding bond	2,106,000	06/17/15	09/15/20	2.00-5.00%	860,000	-	327,000	533,000	328,000	205,000
General obligation bond	225,000	11/18/15	11/15/30	2.00-4.00%	195,000	-	15,000	180,000	15,000	165,000
General obligation bond	1,900,000	10/03/16	10/01/31	2.00-4.00%	1,770,000	-	130,000	1,640,000	130,000	1,510,000
General obligation bond	2,550,925	05/16/19	05/15/34	2.00-5.00%	-	2,550,925	-	2,550,925	167,925	2,383,000
Total school bonds					11,116,300	2,550,925	2,045,500	11,621,725	2,210,525	9,411,200
Sewer bonds										
General obligation bond	1,218,400	06/23/11	04/01/26	2.00-4.00%	595,700	-	119,300	476,400	119,300	357,100
Refunding bond	360,000	05/24/12	07/01/25	2.00-4.00%	357,800	-	2,300	355,500	2,200	353,300
Total sewer bonds					953,500	-	121,600	831,900	121,500	710,400
Total bonds					34,370,000	4,400,000	5,180,000	33,590,000	5,480,000	28,110,000
Notes payable:										
Clean Water:										
CWF 620-DC	33,679,274	05/04/18	09/30/38	2.00%	33,679,274	-	1,035,093	32,644,181	1,404,478	31,239,703
Equipment financing notes:										
Energy Conservation	3,705,081	04/26/12	04/26/29	2.97%	3,042,755	-	193,430	2,849,325	207,819	2,641,506
Vacuum Truck	319,371	08/01/14	07/10/19	3.00%	109,027	-	53,805	55,222	55,222	-
Streetlights	1,000,000	10/13/17	10/13/24	1.86%	932,799	-	136,287	796,512	138,840	657,672
Total notes payable					37,763,855	-	1,418,615	36,345,240	1,806,359	34,538,881
Total bonds and notes payable					72,133,855	4,400,000	6,598,615	69,935,240	7,286,359	62,648,881
Premium					1,852,146	239,195	378,291	1,713,050	-	1,713,050
Total bonds, notes and related liabilities					73,986,001	4,639,195	6,976,906	71,648,290	7,286,359	64,361,931
Compensated absences					2,295,655	259,581	466,203	2,089,033	208,903	1,880,130
Net pension liability					30,178,691	11,862,460	9,061,030	32,980,121	-	32,980,121
OPEB liability					37,868,806	5,884,032	1,118,501	42,634,337	-	42,634,337
Heart and hypertension					673,308	-	101,044	572,264	57,226	515,038
Total long-term obligations					\$ 145,002,461	\$ 22,645,268	\$ 17,723,684	\$ 149,924,045	\$ 7,552,488	\$ 142,371,557

All long-term liabilities are generally liquidated by the general fund, water pollution control authority fund or the debt service fund.

Town of Farmington, Connecticut

Notes to Financial Statements
As of and for the Year Ended June 30, 2019

G. Changes in long-term obligations (continued)

Business-type activities:

Description	Original Amount	Date of Issue	Date of Maturity	Interest Rate	Balance	Additions	Deductions	Balance	Current Portion	Long-term Portion
					July 1, 2018			June 30, 2019		
<u>Notes payable:</u>										
<u>Equipment financing notes:</u>										
Golf Carts	\$123,967	04/01/16	10/01/20	3.69%	\$ 82,232	\$ -	\$ 17,175	\$ 65,057	\$17,819	\$ 47,238

The following is a summary of principal and interest amounts of bond and note maturities:

Year Ended June 30,	Governmental Activities			Business-Type Activities	
	Bonds Principal	Note Principal	Total Interest	Note Principal	Note Interest
2020	\$ 5,480,000	\$ 1,806,359	\$ 1,785,396	\$ 17,819	\$ 2,100
2021	4,955,000	1,797,164	1,521,805	47,238	523
2022	4,165,000	1,844,530	1,295,191	-	-
2023	2,645,000	1,893,275	1,116,965	-	-
2024	2,690,000	1,943,446	980,769	-	-
2025	2,665,000	1,918,563	862,785	-	-
2026	2,640,000	1,893,048	750,117	-	-
2027	1,660,000	1,944,859	655,228	-	-
2028	1,655,000	1,998,227	573,595	-	-
2029	1,250,000	2,053,203	492,294	-	-
2030	1,235,000	1,715,148	421,130	-	-
2031	965,000	1,749,767	355,214	-	-
2032	825,000	1,785,085	297,643	-	-
2033	470,000	1,821,116	243,518	-	-
2034	290,000	1,857,874	195,360	-	-
2035	-	1,895,374	149,140	-	-
2036	-	1,933,631	110,903	-	-
2037	-	1,972,660	71,874	-	-
2038	-	2,012,477	32,057	-	-
2039	-	509,434	1,719	-	-
	<u>\$ 33,590,000</u>	<u>\$ 36,345,240</u>	<u>\$ 11,912,703</u>	<u>\$ 65,057</u>	<u>\$ 2,623</u>

Town of Farmington, Connecticut

Notes to Financial Statements
As of and for the Year Ended June 30, 2019

G. Changes in long-term obligations (continued)

2. Statutory debt limitations

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

<u>Category</u>	<u>Debit Limit</u>	<u>Net Indebtedness</u>	<u>Balance</u>
General purpose	\$223,191,225	\$ 21,136,375	\$202,054,850
Schools	446,382,450	11,621,725	434,760,725
Sewer	371,985,375	831,900	371,153,475
Urban renewal	322,387,325	-	322,387,325
Pension deficit	297,588,300	-	297,588,300

The total overall statutory debt limit for the Town is equal to seven times annual receipts from prior year taxation, \$694,372,700.

The indebtedness reflected above includes bonds outstanding in addition to the amount of bonds authorized and unissued against which bond anticipation notes are issued and outstanding.

3. Authorized/unissued bonds

The amount of authorized, unissued bonds are as follows:

2014 Open Space acquisition	\$ 2,191,575
2018 Road and Drainage Repairs and Reconstruction	2,000,000
2019 Ladder Truck Acquisition	1,500,000
2018 School Roofs	775,000
2018 School Security and Infrastructure Improvement	604,075
2019 School Security and Infrastructure Improvement	1,990,000
Waste Water Plant Upgrade	107,743
Total	<u>\$ 9,168,393</u>

Town of Farmington, Connecticut

Notes to Financial Statements
As of and for the Year Ended June 30, 2019

H. Fund balances and net position

Fund balances are composed of the following:

Fund Balance Component	General Fund	Capital Projects Fund	Other Governmental Funds	Total
<u>Nonspendable:</u>				
Not in spendable form				
Housing rehabilitation	\$ -	\$ -	\$ 192,848	\$ 192,848
<u>Restricted:</u>				
General government	-	-	663,810	663,810
Housing rehabilitation	-	-	171,703	171,703
Public safety	-	-	41,478	41,478
Culture and recreation	-	-	82,560	82,560
Sewer operations	-	-	2,044,740	2,044,740
Education	-	-	1,605,133	1,605,133
Total restricted	-	-	4,609,424	4,609,424
<u>Committed:</u>				
General government	-	-	43,464	43,464
Culture and recreation	-	-	449,468	449,468
Education	-	-	788,717	788,717
Total committed	-	-	1,281,649	1,281,649
<u>Assigned:</u>				
Debt service	-	-	1,703,901	1,703,901
Subsequent year's budget	800,000	-	-	800,000
Total assigned	800,000	-	1,703,901	2,503,901
<u>Unassigned</u>	<u>15,227,357</u>	<u>(2,572,200)</u>	<u>(196,778)</u>	<u>12,458,379</u>
Total	<u>\$ 16,027,357</u>	<u>\$ (2,572,200)</u>	<u>\$ 7,591,044</u>	<u>\$ 21,046,201</u>

The amount of restricted net position, which was restricted by enabling legislation, totaled \$2,255,403.

I. Deficit fund balances

The Town had deficit fund balances in the following funds:

Fund	Amount	Deficit will be eliminated by
Special Projects Education Fund	\$ 196,778	Future grant revenues and charges for services

Town of Farmington, Connecticut

Notes to Financial Statements
As of and for the Year Ended June 30, 2019

IV. Other information

A. Risk management

The Town is exposed to various risks of loss including torts, theft of, damage to and destruction of assets; errors or omissions; injuries to employees and natural disasters. Generally, the Town obtains commercial insurance for these risks, but has chosen to retain limited risks for employee medical and prescriptions claims and heart and hypertension claims. The Town contracts with outside organizations to pay claims and provide administrative services. A stop loss insurance contract executed with an insurance carrier covers claims in excess of 120% of expected claim payments in the aggregate for the Town and 125% of expected claim payments in the aggregate for the Board of Education. In addition, the policies on an individual basis cover claims in excess of \$125,000 (Town) and \$175,000 (Board of Education). Settled claims have not exceeded commercial coverage in any of the past three years, and there has not been any significant reductions in insurance coverage from amounts held in prior years.

The Town is a member in Connecticut Interlocal Risk Management Association ("CIRMA"). CIRMA is a public entity risk pool established under the provisions of the Connecticut General Statutes Section 7-479a et. seq. The Town is liable only for contributions to the pool. Members do not retain the risk of loss, as they have transferred the risk by purchasing pool coverage with no deductible retention. A separate agreement limits the member's obligation to pay indemnification obligations and expenses should CIRMA be unable to do so.

The Town is a member of CIRMA's Workers' Compensation Pool, a risk sharing pool. The Workers' Compensation Pool provides statutory benefits pursuant to the provisions of the Connecticut Workers' Compensation Act. The coverage is subject to an insured loss retrospective rating plan and losses incurred in the coverage period will be evaluated at 18, 30 and 42 months after the effective date of coverage. The premium is subject to a payroll audit at the close of the coverage period. CIRMA's Workers' Compensation Pool retains \$1,000,000 per occurrence and purchases reinsurance above that amount to the limit of liability of \$10,000,000 per occurrence.

The Town records all claim expenditures and liabilities when it is probable that a loss has occurred and the amount of that loss can be reasonably estimated in the government-wide statements. The claims liability reported is based upon accounting principles which require that a liability for estimated claims incurred but not reported be accrued. The amount of claim accrual is based on the ultimate costs of settling the claim, which include past experience data, inflation and other future economic and social factors and incremental claim adjustment expenses, net of estimated subrogation recoveries. The claim accrual does not include other allocated or unallocated claims adjustment expenses.

	Claims Payable July 1	Current year Claims and Changes in Estimates	Claims Paid	Claims Payable June 30
<u>Medical Insurance</u>				
2017-2018	\$ 1,025,146	\$ 12,853,539	\$ 12,814,092	\$ 1,064,593
2018-2019	1,064,593	11,455,463	11,330,075	1,189,981

Town of Farmington, Connecticut

Notes to Financial Statements
As of and for the Year Ended June 30, 2019**B. Commitments and litigation**

Amounts received or receivable from Federal and State grantor agencies are subject to audit and adjustment by grantor agencies. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time, although the Town expects such amounts, if any, to be immaterial.

The Town is a defendant in various lawsuits and the outcome of these lawsuits is not presently determinable. In the opinion of the Town attorney, the resolution of these matters will not have a material adverse effect on the financial condition of the Town.

V. Pensions and other post-employment benefit plans**A. Town pension plans****1. Plan description****a. Plan administration**

The Town is the administrator of a single-employer defined-benefit pension plan, the Public Employee Retirement System ("PERS"), established and administered by the Town to provide pension benefits to substantially all full-time employees, except certified personnel of the Board of Education who are covered under the State Teachers' Retirement System. The PERS is considered to be part of the Town's financial reporting entity and is included in the Town's financial reports as a pension trust fund. The Plan does not issue a separate stand-alone financial report.

The pension trust fund also includes assets for the benefit of the library employees.

Management of the plan rests with a Retirement Board ("Board"), which consists of eleven members appointed by the Town Council. At least one member of the Board must also be a member of the Town Council and at least five members of the Retirement Board must be Town employees. The Board has all the powers necessary for the proper administration of the Plan. These powers include prescribing procedures to be followed in filing applications for benefits; having periodic actuarial valuations of the Plan undertaken by an actuary; and directing and monitoring investment of Plan assets.

b. Plan membership

As of July 1, 2018, pension plan membership is comprised of the following:

Active members	319
Terminated employees entitled to benefits	116
Retirees, disabled employees, and beneficiaries receiving benefits	<u>244</u>
Total	<u><u>679</u></u>

Town of Farmington, Connecticut

Notes to Financial Statements
As of and for the Year Ended June 30, 2019

A. Town pension plans (continued)

2. Benefit provisions

Normal retirement	<p>Police: With at least ten years of Credited Service, the earlier of age 48 or 26 years of Credited Service, but not beyond age 65.</p> <p>Firefighters: If hired prior to July 15, 2012, the earlier of age 58 with 10 years of Credited Service, or age 65. If hired after July 15, 2012, the earlier of age 58 with 15 years of Credited Service, or age 65.</p> <p>Municipal, Board of Education: The earlier of attainment of age 62, or the date on which the sum of age plus Credited Service is equal to 80.</p>
Benefit calculation	<p>Police: 2.5% of final average compensation per year of service to a maximum of 65% (70% for supervisors). Police who retire after January 12, 2012 are subject to a maximum benefit equal to 105% of the Police employee's base salary at time of retirement. Police who are hired after June 12, 2012 are subject to a maximum benefit equal to 85% of their base salary at time of retirement.</p> <p>Firefighters: 2.50% of Final Average Earnings multiplied by years of Credited Service, not greater than 26 years. The maximum benefit payable for a Fire employee who is hired prior to July 15, 2012 is 65% of Final Average Earnings. The maximum benefit payable for a Fire employee who is hired after July 15, 2012 is 68% of Base Pay.</p> <p>Municipal, Board of Education: 2.00% of Final Average Earnings times years of Credited Service. The maximum benefit payable is 65% of Final Average Earnings.</p>
Final average compensation	<p>Police: Highest average earnings during any 4 consecutive years.</p> <p>Firefighters, Municipal, Board of Education: Average earnings during the 36 months immediately preceding retirement.</p>
Early retirement age	55
Early retirement service requirement	10 years for police and firefighters, 5 years for municipal and Board of Education employees
Early retirement amount	Benefit is based on Credited Service and Final Average Earnings to actual retirement date reduced actuarially for the number of months that the Early Retirement Date precedes the Normal Retirement Date. If the participant has earned more than 35 years of Credited Service, one additional year is added for each 5 years of Credited Service in excess of 30 when determining this early retirement adjustment.
Service connected disability amount	<p>Police: Greater of 50% of base salary or 2% of base salary multiplied by years of Credited Service, less workers' compensation.</p> <p>Firefighters: Greater of 50% of base salary or 2.50% of base salary multiplied by years of Credited Service, less workers' compensation.</p> <p>Municipal, Board of Education: Greater of the non-service related disability benefit or 25% of compensation, less workers' compensation.</p>

Town of Farmington, Connecticut

Notes to Financial Statements
As of and for the Year Ended June 30, 2019

A. Town pension plans (continued)

Non-service connected disability service amount	Benefit as of date of disability.
Non-service connected disability service requirement	10 years
Vesting - Age	None
Vesting - Service	10 years for police, 5 years all others
Vesting - Amount	100%
Pre-retirement death benefit amount	Non-service related spouse benefit: 50% of benefit as of date of death.
Pre-retirement death benefit amount	Service related spouse benefit: Greater of 50% of Benefit as of date of death or 25% of compensation.
Pre-retirement death benefit amount	Children benefit: 50% of benefit as of date of death.
Post-retirement death benefit amount	N/A
Cost of living increases	None
Plan closure	N/A

3. Contributions

Employee contributions to the plan are as follows:

Town employees	6.00%, for a maximum of 32.5 years
Police officers	7.00%, for a maximum of 30 years
Fire department employees	7.75% if hired prior to July 15, 2012, 8.00% if hired after July 15, 2012, for a maximum of 30 years

Town of Farmington, Connecticut

Notes to Financial Statements
As of and for the Year Ended June 30, 2019

A. Town pension plans (continued)**4. Investments****a. Investment policy**

The pension plan's policy in regard to the allocation of invested assets is established and may be amended by the Retirement Board by a majority vote of its members. It is the policy of the Town's Retirement Board to pursue an investment strategy that reduces risk through the prudent diversification of the portfolio across a broad selection of distinct asset classes.

The following is the Board's adopted asset allocation policy for the Plan:

<u>Asset Class</u>	<u>Target Allocation</u>
U.S. core fixed income	32.75%
U.S. equity market	30.75%
Global multi-asset	7.00%
Non U.S. equity	22.50%
U.S. REIT's	<u>7.00%</u>
Total	<u>100.0%</u>

b. Concentrations

Real estate funds represented 6.71% of the pension plan's net position.

c. Rate of return

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

Town of Farmington, Connecticut

Notes to Financial Statements
As of and for the Year Ended June 30, 2019

A. Town pension plans (continued)

Asset Class	Long-Term Expected Real Rate of Return
U.S. core fixed income	2.40%
U.S. equity market	4.61%
Global equity	4.98%
Non U.S. equity	5.81%
U.S. REIT's	5.07%
Inflation rate	2.75%
Long-term expected rate of return	7.00%

d. Annual money-weighted rate of return

The annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 5.08%.

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

5. Net pension liability

The components of the net pension liability were as follows:

Total pension liability	\$121,147,976
Plan fiduciary net position	<u>88,167,855</u>
Net pension liability	<u>\$ 32,980,121</u>
Plan fiduciary net position as a percentage of the total pension liability	<u>72.78%</u>

6. Actuarial methods and significant assumptions

Valuation date	July, 1 2018
Actuarial cost method	Entry age normal
Asset valuation method	Fair value
Investment rate of return	7.00%
Inflation	2.75%
Salary increases	Graded from 6.50% to 3.50%
Cost of living adjustments	None
Mortality rates	RP-2000 Mortality Tables for Employees, Healthy Annuitants, and disabled Annuitants with generational projection of future mortality improvement per Scale AA.

Town of Farmington, Connecticut

Notes to Financial Statements
As of and for the Year Ended June 30, 2019**A. Town pension plans (continued)****7. Changes from prior year****a. Changes in assumptions**

There were no changes in assumptions.

b. Changes in benefit terms

There were no changes in benefit terms.

8. Discount rate

The discount rate used to measure the total pension liability was 7.00%.

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 the 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 projected fiduciary net position will be sufficient to cover projected benefit payments and administrative expenses indefinitely. Therefore, the long-term expected rate of return on pension plan investments was used to discount plan liabilities.

9. Changes in the net pension liability

The Town's net pension liability was measured at June 30, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2018. The changes in net pension liability were as follows:

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
	(a)	(b)	(a) - (b)
Balance at July 1, 2018 (as restated)	\$ 116,305,228	\$ 86,126,537	\$ 30,178,691
Service cost	2,643,357	-	2,643,357
Interest	8,087,777	-	8,087,777
Differences between expected and actual experience	1,046,725	-	1,046,725
Contributions - employer	-	3,314,450	(3,314,450)
Contributions - member	-	1,337,937	(1,337,937)
Net investment income	-	4,408,643	(4,408,643)
Benefit payments, including refunds of member contributions	(6,935,111)	(6,935,111)	-
Administration	-	(84,601)	84,601
	4,842,748	2,041,318	2,801,430
Net change	4,842,748	2,041,318	2,801,430
Balance at June 30, 2019	\$ 121,147,976	\$ 88,167,855	\$ 32,980,121

Town of Farmington, Connecticut

Notes to Financial Statements
As of and for the Year Ended June 30, 2019

A. Town pension plans (continued)

10. Sensitivity of the net pension liability to changes in the discount rate

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

	1% Decrease (6.00%)	Current Discount (7.00)%	1% Increase (8.00%)
Net pension liability	<u>\$ 46,818,953</u>	<u>\$ 32,980,121</u>	<u>\$ 21,691,530</u>

11. Pension expense and deferred outflows and inflows of resources

The Town recognized pension expense of \$5,906,687 for the Plan.

The Town reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Description of Outflows/Inflows	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 2,647,440	\$ (393,542)
Changes in assumptions	520,420	-
Net difference between projected and actual earnings on pension plan investments	<u>783,016</u>	<u>-</u>
Total	<u>\$ 3,950,876</u>	<u>\$ (393,542)</u>
Net amount of deferred inflows and outflows		<u>\$ 3,557,334</u>

Town of Farmington, Connecticut

Notes to Financial Statements
As of and for the Year Ended June 30, 2019

A. Town pension plans (continued)

Actual investment earnings below (or above) projected earnings are amortized over 5 years. Changes of assumptions and experience losses (gains) are amortized over the average remaining service period of actives and inactive employees, which was 6.2 years.

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

Year Ending June 30,	Town
2020	\$ 1,618,153
2021	242,225
2022	787,318
2023	832,103
2024	<u>77,535</u>
Total	<u>\$ 3,557,334</u>

B. Defined contribution retirement savings plan

Town employees are eligible to participate in a defined contribution retirement savings plan administered by the Town. The benefits and contribution requirements are established by approval of the Town Council. In a defined contribution plan, benefits depend solely on amounts contributed to the Plan plus investment earnings. Employer contributions are based on union contracts. Employees may make additional contributions subject to IRS regulations. The Plan is not reported as a fiduciary fund by the Town as it does not meet the reporting criterion.

The Plan requires the Town to contribute an amount equal to 6% of the employee's annual salary. The Town contributions for each employee (and interest allocated to the employee's account) are 100% vested after five years of service. Employees are required to contribute 6%.

Upon termination of employment, for any reason other than death or retirement, an employee shall be entitled to a deferred vested benefit based upon the number of years of credit service completed. Payment of benefits is deferred until the later of the employee's normal retirement date, the seventh anniversary of the Plan year in which participation commenced or the date of termination. The unvested accrued benefit of the employee is forfeited and allocated to each participant.

During the year, the employer contributions were \$218,355 and employee contributions totaled \$214,178.

Town of Farmington, Connecticut

Notes to Financial Statements
As of and for the Year Ended June 30, 2019**C. Connecticut State Teachers' Retirement System****1. Plan description**

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

2. 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. Benefit amounts are reduced by 6% per year for the first 5 years preceding normal retirement age and 4% per year for the next 5 years preceding the normal retirement age. Effective July 1, 1999, the reduction for individuals with 30 or more years of service is 3% per year by which retirement precedes normal retirement date.

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. In addition, disability benefits under this plan (without regard to cost-of-living adjustments) plus any initial award of social security benefits and workers' compensation cannot exceed 75% of annual average salary.

Pre-Retirement Death Benefit: The Plan also offers a lump-sum return of contributions with interest or surviving spouse benefit depending on length of service.

3. Contributions**State of Connecticut**

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 amended and certified by the State Teachers' Retirement Board and appropriated by the General Assembly. The contributions are actuarially determined as an amount that, when combined with employee contributions and investment earnings, 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.

Town of Farmington, Connecticut

Notes to Financial Statements
As of and for the Year Ended June 30, 2019**C. Connecticut State Teachers' Retirement System (continued)****Employer (School Districts)**

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

Employees

Effective January 1, 2018, each teacher is required to contribute 7% of their salary for the pension benefit.

4. Pension liabilities, pension expense, and deferred outflows of resources and deferred inflows of resources related to pensions

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 amounts 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>106,208,867</u>
Total	<u>\$ 106,208,867</u>

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

During the year the Town recognized pension expense and revenue of \$10,264,851 for on-behalf amounts for the contribution to the plan by the State.

5. Actuarial assumptions

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

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

Mortality rates were based on the RP-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.

Town of Farmington, Connecticut

Notes to Financial Statements
As of and for the Year Ended June 30, 2019

C. Connecticut State Teachers' Retirement System (continued)

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

Future cost-of-living increases - 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%
Real estate	7.0%	5.1%
Private equity	11.0%	7.6%
Alternative investments	8.0%	4.1%
Core fixed income	7.0%	1.3%
High yield bonds	5.0%	3.9%
Emerging market bond	5.0%	3.7%
Inflation linked bond fund	3.0%	1.0%
Cash	6.0%	0.4%
Total	100.0%	

Town of Farmington, Connecticut

Notes to Financial Statements
As of and for the Year Ended June 30, 2019**C. Connecticut State Teachers' Retirement System (continued)****6. 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 employer 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.

7. 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.

8. Plan fiduciary net position

Detailed information about the Connecticut State Teachers' Retirement Plan fiduciary net position is available in the separately issued State of Connecticut Comprehensive Annual Financial Report as of and for the year ended June 30, 2018.

D. Other Post-Employment Benefit Plan**1. Plan description****a. Plan administration**

The Town administers a single-employer defined benefit plan that is used to provide postemployment benefits other than pensions ("OPEB") for certain full-time employees. Management of the plan is vested in the Board of Finance. The Town funding and payment of postemployment benefits are accounted for in the Internal Service Fund on a pay-as-you-go basis. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75. The Town is currently developing a funding strategy to provide for normal cost and the amortization of the accrued liability. Although a trust fund may be established in the future to exclusively control the funding and reporting of postemployment benefits, the Town anticipates a commitment to fund normal cost and a long-term approach to the amortization of the actuarial accrued liability. The goal is to absorb, within the budgetary process, the actual cost of benefits in the determination of the costs of providing services to taxpayers.

b. Plan membership

As of July 1, 2017, the plan's membership consisted of:

Active members	755
Retirees and beneficiaries receiving benefits	237
Total	992

Town of Farmington, Connecticut

Notes to Financial Statements
As of and for the Year Ended June 30, 2019

D. Other Post-Employment Benefit Plan (continued)

2. Benefit provisions

The Town plan provides for medical and dental benefits for all eligible Town and Board of Education retirees and their spouses. Benefits and contributions are established by contract and may be amended by union negotiations.

3. Contributions

The Town is currently funding benefits on a pay as you go basis. Active police employees are required to contribute 0.25% of base pay towards the Town’s portion of retiree medical insurance. No other active employees are required to contribute. Retired program members and beneficiaries currently receiving benefits are required to contribute active employee premiums as follows:

Medical benefits:	
Police	25% of the retirees' premium, 50% for the spouse
All other Town	50% of the retirees' premium, 100% for the spouse
Education - Certified	100% of the premium, less the \$1,320 annual CT Teachers Retirement Board subsidy for certified employees. The BOE contributes \$1,300 per year for retiree and spouse who are enrolled in the HSA.
Education - Non-Certified	50% of the retirees' premium, 100% for the spouse. The BOE contributes \$1,300 per year for retiree and spouse who are enrolled in the HSA.

4. OPEB liability

The Town’s OPEB liability of \$42,634,337 was measured as of June 30, 2019, and was determined by an actuarial valuation as July 1, 2017.

Town of Farmington, Connecticut

Notes to Financial Statements
As of and for the Year Ended June 30, 2019

D. Other Post-Employment Benefit Plan (continued)

5. Actuarial methods and significant assumptions:

Valuation date	July 1, 2017
Actuarial cost method	Entry age normal
Discount rate	3.50%
Salary increases	Graded by age and service
Healthcare cost trend rates:	
Inflation	2.70%
Initial medical trend rate	6.70%
Ultimate medical trend rate	4.50%
Mortality rates	
Board of Education - Teachers and Administrators	RP-2000 projected forward 19 years using Scale AA, with a two-year age setback.
All Others	RP-2000 Mortality Table for Employees and Healthy Annuitants with separate tables for males and females, with generational projection per Scale AA.

6. Changes from prior year

a. Changes in assumptions

The Town's plan had the following changes in assumptions:

- The discount rate decreased from 3.87% to 3.50%.

b. Changes in benefit terms

There were no changes in benefit terms.

7. Discount rate

The discount rate used to measure the total OPEB liability was 3.50%. The discount rate was based on the Bond Buyer General Obligation 20 Bound Municipal Index.

Town of Farmington, Connecticut

Notes to Financial Statements
As of and for the Year Ended June 30, 2019

D. Other Post-Employment Benefit Plan (continued)

11. OPEB expense and deferred outflows of resources related to OPEB

For the fiscal year, the Town recognized OPEB expense of \$3,662,766. The Town reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

Description of Outflows/Inflows	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in assumptions	<u>\$ 2,035,579</u>	<u>\$ (1,318,375)</u>
Net amount of deferred outflows due to changes in assumptions		<u>\$ 717,204</u>

Changes in assumptions and experience losses (gains) are amortized over the average remaining service period of active and inactive employees, which was 9.1 years.

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

<u>Year Ended June 30,</u>	
2020	\$ 93,159
2021	93,159
2022	93,159
2023	93,159
2024	93,159
Thereafter	<u>251,409</u>
Total	<u>\$ 717,204</u>

Town of Farmington, Connecticut

Notes to Financial Statements
As of and for the Year Ended June 30, 2019

E. Connecticut State Teachers' Retirement Board Retiree Health Insurance Plan

1. Plan description

Teachers, principals, superintendents, supervisors and professional employees at State schools of higher education if they choose to be covered that are currently receiving a retirement or disability benefit are eligible to participate in the Connecticut State Teachers' Retirement System Retiree Health Insurance Plan ("TRS-RHIP") - a cost sharing multiple-employer defined benefit other post-employment benefit plan administered by the Teachers' Retirement Board ("TRB"). Chapter 167a Section 10-183t of the State Statutes grants authority to establish and amend the benefit terms to the TRB. TRS-RHIP issues a publicly available financial report that can be obtained at www.ct.gov/trb.

2. Benefit provisions

The Plan provides for retiree health insurance benefits. Eligibility is as follows:

- **Normal Retirement:** Eligibility - Age 60 with 20 years of Credited Service in Connecticut, or 35 years of Credited Service including at least 25 years of service in Connecticut.
- **Early Retirement:** Eligibility - 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.
- **Proratable Retirement:** Eligibility - Age 60 with 10 years of Credited Service.
- **Disability Retirement:** Eligibility - 5 years of Credited Service in Connecticut if not incurred in the performance of duty and no service requirement if incurred in the performance of duty.
- **Termination of Employment:** Eligibility - 10 or more years of Credited Service.

Retiree health care coverage

Any member that is currently receiving a retirement or disability benefit is eligible to participate in the Plan. There are two types of the health care benefits offered through the system. Subsidized Local School District Coverage provides a subsidy paid to members still receiving coverage through their former employer and the CTRB Sponsored Medicare Supplemental Plans provide coverage for those participating in Medicare, but not receiving Subsidized Local School District Coverage.

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

Town of Farmington, Connecticut

Notes to Financial Statements
As of and for the Year Ended June 30, 2019**E. Connecticut State Teachers' Retirement Board Retiree Health Insurance Plan (continued)**

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

If a member participating in Medicare Parts A & B so elects, they may enroll in one of the CTRB Sponsored Medicare Supplemental Plans. Active members, retirees, and the State pay equally toward the cost of the basic coverage (medical and prescription drug benefits).

Those participants electing vision, hearing, and/or dental are required by the System's funding policy to pay the full cost of coverage for these benefits, and no liability is assumed by the Plan for these benefits.

Survivor health care coverage

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

3. Contributions**State of Connecticut**

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

Employer (School Districts)

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

Employees

Each member is required to contribute 1.25% of their annual salary.

Town of Farmington, Connecticut

Notes to Financial Statements
As of and for the Year Ended June 30, 2019

E. Connecticut State Teachers' Retirement Board Retiree Health Insurance Plan (continued)

4. OPEB liabilities, OPEB expense, deferred outflows of resources and deferred inflows of resources related to OPEB

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

Town's proportionate share of the net OPEB liability	\$ -
State's proportionate share of the net OPEB liability associated with the Town	<u>21,231,853</u>
Total	<u><u>\$ 21,231,853</u></u>

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

The Town recognized OPEB expense and revenue of \$284,796 for on-behalf amounts for the contributions to the plan by the State.

5. Actuarial assumptions

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

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

Mortality rates were based on the RP-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.

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

Town of Farmington, Connecticut

Notes to Financial Statements
As of and for the Year Ended June 30, 2019**E. Connecticut State Teachers' Retirement Board Retiree Health Insurance Plan (continued)****Changes in assumptions and inputs**

As a result of the experience study for the five-year period ending June 30, 2015:

- The payroll growth rate assumption was decreased from 3.75% to 3.25% to reflect the decrease in the rate of inflation and the decrease in the rate of real wage increase.
- The demographic assumptions of salary growth, payroll growth, the rates of withdrawal, the rates of retirement, the rates of mortality, and the rates of disability incidence were adjusted based upon the experience study's findings and their adoption by the Board.
- The discount rate has been increased from 3.56% to 3.87% based upon the increase in the municipal bond index.

Additionally, the assumed initial per capita health care costs, the assumed rates of healthcare inflation used to project the per capita costs, and the participation assumptions have been revised.

Long-term expected rate of return

The long-term expected rate of return on OPEB 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 OPEB 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 weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

All the plan assets are assumed to be invested in cash equivalents due to the need for liquidity. The expected rate of return is 3.00%.

Affordable Care Act (ACA)

The impact of the Affordable Care Act (ACA) was addressed in this valuation. Review of the information currently available did not identify any specific provisions of the ACA that are anticipated to significantly impact results. While the impact of certain provisions such as the excise tax on high-value health insurance plans beginning in 2020 (if applicable), mandated benefits and participation changes due to the individual mandate should be recognized in the determination of liabilities, overall future plan costs and the resulting liabilities are driven by amounts employers and retirees can afford (i.e., trend). The trend assumption forecasts the anticipated increase to initial per capita costs, taking into account health care cost inflation, increases in benefit utilization, plan changes, government-mandated benefits, and technological advances.

Given the uncertainty regarding the ACA's implementation (e.g., the impact of excise tax on high-value health insurance plans, changes in participation resulting from the implementation of state-based health insurance exchanges), continued monitoring of the ACA's impact on the Plan's liability will be required.

6. Discount rate

The discount rate used to measure the total OPEB liability was 3.87%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate.

Town of Farmington, Connecticut

Notes to Financial Statements
As of and for the Year Ended June 30, 2019**E. Connecticut State Teachers' Retirement Board Retiree Health Insurance Plan (continued)****7. Sensitivity of the OPEB liability to changes in the discount rate and the health care cost trend rate**

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

8. Plan fiduciary net position

Detailed information about the Connecticut State Teachers' OPEB Plan fiduciary net position is available in the separately issued State of Connecticut Comprehensive Annual Financial Report as of and for the year ended June 30, 2018.

VI. Prior period adjustment and fund reclassification

Beginning equity balances were restated as follows:

	Governmental Activities	Capital Projects Fund	Other Governmental Funds	Custodial Funds
Net position as previously reported at June 30, 2018	\$ 82,114,458	\$ 3,027,375	\$ 7,303,069	\$ -
To present custodial funds in accordance with new reporting standard (GASB 84)	-	-	-	1,159,697
To reclassify unavailable revenues relating to loans receivable	-	-	222,548	-
To record retainage at June 30, 2018 for WPCF upgrade project	(954,443)	(954,443)	-	-
To record heart and hypertension liability	(673,308)	-	-	-
To remove library employees from pension liability balance	1,392,928	-	-	-
Net position as restated at July 1, 2018	<u>\$ 81,879,635</u>	<u>\$ 2,072,932</u>	<u>\$ 7,525,617</u>	<u>\$ 1,159,697</u>

**Required
Supplementary
Information**

Town of Farmington, Connecticut
Required Supplementary Information
General Fund
Schedule of Revenues and Other Financing Sources
Budget and Actual
For the Year Ended June 30, 2019

	Original Budget	Additional Appropriations and Transfers	Final Budget	Actual	Variance With Final Budget
Property taxes:					
Current taxes	\$ 98,265,147	\$ -	\$ 98,265,147	\$ 98,303,434	\$ 38,287
Arrears taxes	210,000	-	210,000	193,507	(16,493)
Interest and liens	205,000	-	205,000	211,709	6,709
Supplemental auto tax- current	850,000	-	850,000	851,509	1,509
Telephone access line	100,915	-	100,915	111,971	11,056
Total property taxes	99,631,062	-	99,631,062	99,672,130	41,068
Intergovernmental:					
Education grants	650,839	-	650,839	943,602	292,763
Tax relief - disabled homeowner	945	-	945	903	(42)
Revenue sharing-projects	545,804	-	545,804	545,804	-
PILOT - State owned property	1,696,525	-	1,696,525	2,069,061	372,536
PILOT- colleges and hospitals	12,193	-	12,193	23,644	11,451
Social service grants	2,000	-	2,000	5,152	3,152
Police grants	75,000	-	75,000	74,211	(789)
Town aid roads	186,908	-	186,908	373,796	186,888
Fire safer grant	-	-	-	22,075	22,075
Tax relief- veterans	5,465	-	5,465	5,062	(403)
Municipal stabilization	762,501	-	762,501	802,461	39,960
Total intergovernmental grants	3,938,180	-	3,938,180	4,865,771	927,591
Charges for services:					
Real estate conveyance tax	550,000	-	550,000	572,054	22,054
Busing fees	5,800	-	5,800	2,890	(2,910)
Rentals	7,400	-	7,400	9,600	2,200
Tower space rental	175,000	-	175,000	143,955	(31,045)
Housing	50,590	-	50,590	51,251	661
Police services	235,000	-	235,000	229,807	(5,193)
Town clerk fees	250,000	-	250,000	243,140	(6,860)
Sewer inspection fee	5,000	-	5,000	16,835	11,835
Zoning hearings	22,500	-	22,500	22,918	418
Alarm fines and connections	12,500	-	12,500	9,750	(2,750)
Dog licenses	7,000	-	7,000	6,004	(996)
Building permits	625,000	-	625,000	683,539	58,539
Miscellaneous	16,000	-	16,000	9,060	(6,940)
Court fines	37,000	-	37,000	12,650	(24,350)
Dog fines and charges	2,000	-	2,000	1,120	(880)
Other assessments	1,500	-	1,500	752	(748)
Other revenues	50,000	-	50,000	74,046	24,046
Total charges for services	2,052,290	-	2,052,290	2,089,371	37,081
Investment income	335,000	-	335,000	760,152	425,152
Total revenues	105,956,532	-	105,956,532	107,387,424	1,430,892
Other financing sources					
Transfers in					
Westwoods fund	335,030	-	335,030	160,000	(175,030)
Total revenues and other financing sources	\$ 106,291,562	\$ -	\$ 106,291,562	\$ 107,547,424	\$ 1,255,862

Reconciliation of Revenues to Exhibit D

Budgetary Basis	\$ 107,387,424
State Teachers' pension on behalf amount	10,264,851
State Teachers' OPEB on behalf amount	284,796
GAAP Basis - Exhibit D	\$ 117,937,071

Town of Farmington, Connecticut

Required Supplementary Information

General Fund
Schedule of Expenditures and Other Financing Uses
Budget and Actual
For the Year Ended June 30, 2019

	Original Budget	Additional Appropriations and Transfers	Final Budget	Actual	Variance With Final Budget
General government:					
Town manager	\$ 517,602	\$ 39,895	\$ 557,497	\$ 557,494	\$ 3
Finance	1,215,893	(18,930)	1,196,963	1,188,758	8,205
Probate	15,000	-	15,000	14,787	213
Registrars of voters	131,893	12,025	143,918	143,915	3
Town council	57,500	10,000	67,500	57,240	10,260
Personnel services	443,968	(362,700)	81,268	81,201	67
Legal	185,000	(7,194)	177,806	164,352	13,454
Town clerk	341,126	4,480	345,606	345,600	6
Economic development	135,676	4,860	140,536	140,533	3
Outside agencies	2,807,276	-	2,807,276	2,806,820	456
Planning and zoning	313,522	-	313,522	307,515	6,007
Public buildings	195,597	3,755	199,352	199,347	5
Insurance	317,350	15,485	332,835	332,831	4
Total general government	6,677,403	(298,324)	6,379,079	6,340,393	38,686
Public safety:					
Fire marshal	1,101,083	3,070	1,104,153	1,104,152	1
Fire department	1,573,069	-	1,573,069	1,530,321	42,748
Police	5,911,017	331,590	6,242,607	6,242,605	2
Communications center	1,031,167	14,688	1,045,855	1,045,851	4
EMS services	22,847	1	22,848	22,847	1
Building inspector	195,613	6,760	202,373	202,372	1
Total public safety	9,834,796	356,109	10,190,905	10,148,148	42,757
Public works:					
Public works admin	105,884	6,120	112,004	111,998	6
Highway and grounds	4,146,805	(34,600)	4,112,205	4,112,119	86
Engineering	505,440	28,355	533,795	533,790	5
Total public works	4,758,129	(125)	4,758,004	4,757,907	97
Community and recreational services:					
Community and recreational services	814,574	21,690	836,264	836,262	2
Housing	24,365	650	25,015	25,007	8
Total community and recreational services	838,939	22,340	861,279	861,269	10
Employee benefits:					
Benefits	7,429,387	(70,000)	7,359,387	7,329,075	30,312
Other	10,000	(10,000)	-	-	-
Total	7,439,387	(80,000)	7,359,387	7,329,075	30,312
Total Town budget	29,548,654	-	29,548,654	29,436,792	111,862

(Continued)

Town of Farmington, Connecticut
Required Supplementary Information
General Fund
Schedule of Expenditures and Other Financing Uses
Budget and Actual
For the Year Ended June 30, 2019

	<u>Original Budget</u>	<u>Additional Appropriations and Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Debt service	\$ 8,319,573	\$ -	\$ 8,319,573	\$ 8,093,545	\$226,028
Education	65,605,410	-	65,605,410	65,600,795	4,615
Total expenditures	103,473,637	-	103,473,637	103,131,132	342,505
Other financing uses:					
Transfers out	2,817,925	-	2,817,925	2,817,925	-
Total expenditures and other financing uses	<u>\$ 106,291,562</u>	<u>\$ -</u>	<u>\$ 106,291,562</u>	<u>\$ 105,949,057</u>	<u>\$342,505</u>

Reconciliation of Expenditures to Exhibit D

Budgetary Basis	\$ 103,131,132
Prior year encumbrances liquidated in the current year	446,611
State Teachers' pension on behalf amount	10,264,851
State Teachers' OPEB on behalf amount	<u>284,796</u>
GAAP Basis - Exhibit D	<u>\$ 114,127,390</u>

(Concluded)

Town of Farmington, Connecticut**Notes to Required Supplementary Information****Budgets and Budgetary Accounting****June 30, 2019**

The Town adheres to the following procedures in establishing the budgetary data included in the general fund financial statements. The operating budget, which is prepared by function and department, includes proposed expenditures and the means of financing them.

This budget is adopted on a basis consistent with Generally Accepted Accounting Principles (modified accrual basis) with the following exceptions:

1. The Town does not budget for as revenue or expenditures payments made for the State Teachers' pension and OPEB by the State of Connecticut on the Town's behalf.
2. Encumbrances are reported as expenditures for the budgetary basis of accounting.

The Town uses the following procedures in establishing the budgetary data included in the financial statements. No later than 45 days before the annual town meeting, the Town Manager submits a proposed budget for the General Fund to the Town Council. On the third Monday in April, the budget is presented to the annual town meeting; 10 days thereafter, the budget is voted on at a Town-wide referendum. Town management may transfer amounts between line items within a department but, as required by Charter C3-6, only the Town Council is authorized to transfer the legally budgeted amounts between departmental accounts.

The legal level of control (the level at which expenditures may not legally exceed appropriations) is at the department level.

Formal legally adopted annual budgets are employed as a management control device in the General Fund.

All unencumbered appropriations lapse at year-end.

The Board of Education is authorized under state law to make any transfers required within their budget at their discretion. Any additional appropriations must have Town Council approval.

Town of Farmington, Connecticut

Required Supplementary Information

Town Pension Plan
Last Six Years (1)

	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Schedule of Changes in Net Pension Liability and Related Ratios						
Total pension liability						
Service cost	\$ 2,643,357	\$ 2,741,005	\$ 2,767,051	\$ 2,685,011	\$ 2,617,259	\$ 2,423,489
Interest	8,087,777	8,025,376	7,746,331	7,488,073	7,136,946	6,781,290
Differences between expected and actual experience	1,046,725	2,176,960	(404,246)	1,032,773	1,716,934	2,633,994
Benefit payments, including refunds of member contributions	<u>(6,935,111)</u>	<u>(6,758,662)</u>	<u>(6,251,836)</u>	<u>(6,074,150)</u>	<u>(5,583,029)</u>	<u>(5,106,731)</u>
Net change in total pension liability	4,842,748	6,184,679	3,857,300	5,131,707	5,888,110	6,732,042
Total pension liability - July 1 (as restated)	(2) <u>116,305,228</u>	<u>115,229,398</u>	<u>111,372,098</u>	<u>106,240,391</u>	<u>100,352,281</u>	<u>93,620,239</u>
Total pension liability - June 30 (a)	<u>\$ 121,147,976</u>	<u>\$ 121,414,077</u>	<u>\$ 115,229,398</u>	<u>\$ 111,372,098</u>	<u>\$ 106,240,391</u>	<u>\$ 100,352,281</u>
Plan fiduciary net position						
Contributions - employer	\$ 3,314,450	\$ 3,281,473	\$ 3,118,029	\$ 3,110,676	\$ 2,751,795	\$ 2,270,080
Contributions - member	1,337,937	1,463,603	1,525,212	1,325,776	1,363,022	1,365,672
Net investment income (loss)	4,408,643	6,125,595	9,183,296	(197,722)	1,630,361	9,995,112
Benefit payments, including refunds of member contributions	(6,935,111)	(6,758,662)	(6,251,836)	(6,074,150)	(5,583,029)	(5,106,731)
Administration	(84,601)	(61,796)	(59,440)	(59,260)	(58,021)	(99,291)
Other	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>34,041</u>
Net change in plan fiduciary net position	2,041,318	4,050,213	7,515,261	(1,894,680)	104,128	8,458,883
Plan fiduciary net position - July 1	(2) <u>86,126,537</u>	<u>85,792,245</u>	<u>78,276,984</u>	<u>80,171,664</u>	<u>80,067,536</u>	<u>71,608,653</u>
Plan fiduciary net position - June 30 (b) (as restated)	<u>\$ 88,167,855</u>	<u>\$ 89,842,458</u>	<u>\$ 85,792,245</u>	<u>\$ 78,276,984</u>	<u>\$ 80,171,664</u>	<u>\$ 80,067,536</u>
Net pension liability - June 30 (a)-(b)	<u>\$ 32,980,121</u>	<u>\$ 31,571,619</u>	<u>\$ 29,437,153</u>	<u>\$ 33,095,114</u>	<u>\$ 26,068,727</u>	<u>\$ 20,284,745</u>
Plan fiduciary net position as a percentage of the total pension liability	<u>72.78%</u>	<u>74.00%</u>	<u>74.45%</u>	<u>70.28%</u>	<u>75.46%</u>	<u>79.79%</u>
Covered payroll	<u>\$ 20,668,122</u>	<u>\$ 21,941,418</u>	<u>\$ 21,564,107</u>	<u>\$ 20,903,455</u>	<u>\$ 20,141,456</u>	<u>\$ 20,652,300</u>
Net pension liability as a percentage of covered payroll	<u>159.57%</u>	<u>143.89%</u>	<u>136.51%</u>	<u>158.32%</u>	<u>129.43%</u>	<u>98.22%</u>
Schedule of Investment Returns						
Annual money weighted rate of return, net of investment expense	<u>5.08%</u>	<u>7.11%</u>	<u>11.64%</u>	<u>(0.25%)</u>	<u>2.03%</u>	<u>13.88%</u>

(1) These schedules are intended to present information for 10 years. Additional years will be presented as they become available.

(2) The pension liability and plan fiduciary net position were restated to remove library employees from the pension liability calculation.

Town of Farmington, Connecticut
Required Supplementary Information

Town Pension Plan
Schedule of Contributions
Last Ten Years

	<u>2019 (1)</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
Actuarially determined contributions	\$ 3,314,450	\$ 3,281,473	\$ 3,118,029	\$ 3,040,676	\$ 2,751,795	\$ 2,267,150	\$ 2,108,977	\$ 1,971,693	\$ 2,013,158	\$ 1,951,127
Contributions in relation to the actuarially determined contribution	<u>3,314,450</u>	<u>3,281,473</u>	<u>3,118,029</u>	<u>3,110,676</u>	<u>2,751,795</u>	<u>2,270,080</u>	<u>2,109,000</u>	<u>2,055,490</u>	<u>1,950,000</u>	<u>1,291,590</u>
Contribution excess (deficiency)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 70,000</u>	<u>\$ -</u>	<u>\$ 2,930</u>	<u>\$ 23</u>	<u>\$ 83,797</u>	<u>\$ (63,158)</u>	<u>\$ (659,537)</u>
Covered payroll	<u>\$ 20,668,122</u>	<u>\$ 21,941,418</u>	<u>\$ 21,564,107</u>	<u>\$ 20,903,445</u>	<u>\$ 20,141,456</u>	<u>\$ 20,652,300</u>	<u>\$ 20,652,300</u>	<u>\$ 21,334,076</u>	<u>\$ 19,627,086</u>	<u>\$ 19,085,815</u>
Contributions as a percentage of covered payroll	<u>16.04%</u>	<u>14.96%</u>	<u>14.46%</u>	<u>14.88%</u>	<u>13.66%</u>	<u>10.99%</u>	<u>10.21%</u>	<u>9.63%</u>	<u>9.94%</u>	<u>6.77%</u>

(1) Contributions for the Library included in Pension Fund.

Town of Farmington, Connecticut

Notes to Required Supplementary Information

Town Pension Plan
Schedule of Contributions
Last Six Years (1)

	2019	2018	2017	2016	2015	2014
Changes of Benefit Terms	None	None	None	None	None	None
The actuarially determined contribution rates are calculated as of	July 1, 2017	July 1, 2016	July 1, 2015	July 1, 2014	July 1, 2013	July 1, 2012
Actuarial methods and assumptions used to determine contribution rates:						
Actuarial Cost Method	Entry age	Entry age	Entry age	Entry age	Entry age	Entry age
Amortization Method	Level percentage, closed	Level percentage, closed	Level percentage, closed	Level percentage, closed	Level percentage, closed	Level percentage, closed
Asset Valuation Method	5-year smoothing	5-year smoothing	5-year smoothing	5-year smoothing	5-year smoothing	5-year smoothing
Inflation	2.75%	2.75%	2.75%	2.75%	2.75%	3.50%
Salary Increases	Graded from 6.5% to 3.5%	Graded from 6.5% to 3.5%	Graded from 6.5% to 3.5%	Graded from 6.5% to 3.5%	Graded from 6.5% to 3.5%	4.75
Investment Rate of Return	7.00%	7.00%	7.00%	7.00%	7.25%	8.50%
Mortality Rate	RP-2000 Mortality for Employees, Health Annuitants, and Disabled Annuitants, with generational projection per Scale AA	Rp-2000 Mortality for Employees, Health Annuitants, and Disabled Annuitants, with generational projection per Scale AA	RP-2000 Mortality for Employees, Health Annuitants, and Disabled Annuitants, with generational projection per Scale AA	RP-2000 Mortality for Employees, Health Annuitants, and Disabled Annuitants with generational projection per Scale AA	RP-2000 Mortality for Employees, Health Annuitants, and Disabled Annuitants with generational projection per Scale AA	RP-2000 Mortality for Employees, Health Annuitants, and Disabled Annuitants with generational projection per Scale AA

(1) These schedules are intended to present information for 10 years. Additional years will be presented as they become available.

Town of Farmington, Connecticut
Required Supplementary Information
Connecticut State Teachers' Retirement System
Last Five Years (3)

	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
<u>Schedule of Proportionate Share of the Net Pension Liability</u>					
Town's proportion of the net pension liability	<u>0.00%</u>	<u>0.00%</u>	<u>0.00%</u>	<u>0.00%</u>	<u>0.00%</u>
Town's proportionate share of the net pension liability	\$ -	\$ -	\$ -	\$ -	\$ -
State of Connecticut's proportionate share of the net pension liability associated with the Town	<u>106,208,867</u>	<u>106,476,441</u>	<u>112,333,460</u>	<u>85,294,583</u>	<u>78,837,748</u>
Total	<u>\$ 106,208,867</u>	<u>\$ 106,476,441</u>	<u>\$ 112,333,460</u>	<u>\$ 85,294,583</u>	<u>\$ 78,837,748</u>
Town's covered payroll	(2) <u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>
Town's proportionate share of the net pension liability as a percentage of its covered payroll	<u>0.00%</u>	<u>0.00%</u>	<u>0.00%</u>	<u>0.00%</u>	<u>0.00%</u>
Plan fiduciary net position as a percentage of the total pension liability	<u>57.69%</u>	<u>55.93%</u>	<u>52.26%</u>	<u>59.50%</u>	<u>61.51%</u>

Schedule of Contributions

Contractually required contribution	(1) \$ -	\$ -	\$ -	\$ -	\$ -
Contributions in relation to the contractually required contribution	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Town's covered payroll	(2) <u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>
Contributions as a percentage of covered payroll	<u>0.00%</u>	<u>0.00%</u>	<u>0.00%</u>	<u>0.00%</u>	<u>0.00%</u>

(1) Local employers are not required to contribute to the plan.

(2) Not applicable since 0% proportional share of the net pension liability

(3) These schedules are intended to present information for 10 years. Additional years will be presented as they become available.

Town of Farmington, Connecticut
Notes to Required Supplementary Information
Connecticut State Teachers' Retirement System
Schedule of Contributions
Last Five Years (1)

	2019	2018	2017	2016	2015
Changes of Benefit Terms	Beginning January 1, 2018, member contributions increased from 6% to 7% of salary	None	None	None	None
The actuarially determined contribution rates are calculated as of	July 1, 2018	July 1, 2016	July 1, 2016	July 1, 2014	July 1, 2014
Actuarial methods and assumptions used to determine contribution rates:					
Actuarial Cost Method	Entry age	Entry age	Entry age	Entry age	Entry age
Amortization Method	Level percent of salary, closed	Level percent of salary, closed	Level percent of salary, closed	Level percent of salary, closed	Level percent of salary, closed
Remaining Amortization Period	17.6 years	20.4 years	20.4 years	21.4 years	22.4 years
Asset Valuation Method	4 year smoothed market	4 year smoothed market	4 year smoothed market	4 year smoothed market	4 year smoothed market
Inflation	2.75%	2.75%	2.75%	3.00%	3.00%
Salary Increases	3.25%-6.50%, average, including inflation	3.25%-6.50%, average, including inflation	3.25%-6.50%, average, including inflation	3.75%-7.00%, average, including inflation	3.75%-7.00%, average, including inflation
Investment Rate of Return	8.00%	8.00%	8.00%	8.00%	8.00%
Mortality	RP-2014 White Collar table with employee and annuitant rates blended from ages 50 to 80, projected to the year 2020 using the BB improvement scale and further adjusted to grade in increases (5% for females and 8% for males) to rates over age 80. For disabled retirees, the RPH-2014 Disabled Mortality table projected to 2017 using the BB improvement scale.	RP-2014 White Collar table with employee and annuitant rates blended from ages 50 to 80, projected to the year 2020 using the BB improvement scale and further adjusted to grade in increases (5% for females and 8% for males) to rates over age 80. For disabled retirees, the RPH-2014 Disabled Mortality table projected to 2017 using the BB improvement scale.	RP-2014 White Collar table with employee and annuitant rates blended from ages 50 to 80, projected to the year 2020 using the BB improvement scale and further adjusted to grade in increases (5% for females and 8% for males) to rates over age 80. For disabled retirees, the RPH-2014 Disabled Mortality table projected to 2017 using the BB improvement scale.	RP-2000 Combined Mortality Table projected 19 years using scale AA, with a two year setback for males and females for the period after service retirement and for dependent beneficiaries.	RP-2000 Combined Mortality Table projected 19 years using scale AA, with a two year setback for males and females for the period after service retirement and for dependent beneficiaries.

(1) This schedule is intended to present information for 10 years. Additional years will be presented as they become available.

Town of Farmington, Connecticut
Required Supplementary Information
Other Post-Employment Benefit (OPEB) Plan
Last Two Years (1)

Schedule of Changes in OPEB Liability

	<u>2019</u>	<u>2018</u>
OPEB liability		
Service cost	\$ 2,046,329	\$ 2,128,094
Interest	1,523,278	1,386,576
Changes of benefit terms	-	(1,689,749)
Changes in assumptions	2,314,425	-
Benefit payments, including refunds of member contributions	<u>(1,118,501)</u>	<u>(1,108,626)</u>
Net Change in total OPEB liability	4,765,531	716,295
OPEB liability - July 1	<u>37,868,806</u>	<u>37,152,511</u>
OPEB liability - June 30 (a)*	<u>\$ 42,634,337</u>	<u>\$ 37,868,806</u>
Covered payroll	<u>\$ 55,406,597</u>	<u>\$ 55,406,597</u>
Total OPEB liability as a percentage of covered payroll	<u>76.95%</u>	<u>68.35%</u>

* There are no assets that are being accumulated in a trust that meets the criteria in GASB 75 to pay benefits.

(1) This schedule is intended to present information for 10 years. Additional years will be presented as they become available.

Town of Farmington, Connecticut

Required Supplementary Information

Connecticut State Teachers' Retirement Board Retiree Health Insurance Plan
Last Two Years (3)

		<u>2019</u>	<u>2018</u>
<u>Schedule of Proportionate Share of the Net OPEB Liability</u>			
Town's proportion of the net OPEB liability		0.00%	0.00%
Town's proportionate share of the collective net OPEB liability		\$ -	\$ -
State of Connecticut's proportionate share of the net OPEB liability associated with the Town		21,231,853	27,405,833
Total		<u>\$ 21,231,853</u>	<u>\$ 27,405,833</u>
Town's covered payroll	(2)	<u>N/A</u>	<u>N/A</u>
Town's proportionate share of the net OPEB liability as a percentage of its covered payroll		0.00%	0.00%
Plan fiduciary net position as a percentage of the total OPEB liability		1.49%	1.79%

Schedule of Contributions

Contractually required contribution	(1)	\$ -	\$ -
Contributions in relation to the contractually required contribution		-	-
Contribution deficiency (excess)		<u>\$ -</u>	<u>\$ -</u>
Town's covered payroll	(2)	<u>N/A</u>	<u>N/A</u>
Contributions as a percentage of covered payroll		0.00%	0.00%

(1) Local employers are not required to contribute to the plan

(2) Not applicable since 0% proportional share of the net OPEB liability

(3) These schedules are intended to present information for 10 years. Additional years will be presented as they become available.

Town of Farmington, Connecticut

Notes to Required Supplementary Information

Connecticut State Teachers' Retirement Board Retiree Health Insurance Plan
 Schedule of Contributions
 Last Two Years (1)

	2019	2018
Changes of Benefit Terms	None	None
The actuarially determined contribution rates are calculated as of	July 1, 2018	July 1, 2016
Actuarial methods and assumptions used to determine contribution rates:		
Actuarial Cost Method	Entry age	Entry age
Amortization Method	Level percentage, open	Level percentage, open
Amortization Period	30 years	30 years
Asset Valuation Method	Fair Value	Fair Value
Inflation	2.75%	2.75%
Healthcare Inflation Rate	Initial 7.25% decreasing to 5.00% (ultimate) by 2022	Initial 7.25% decreasing to 5.00% (ultimate) by 2022
Salary Increases	3.25% to 6.50%, including inflation	3.25% to 6.50%, including inflation
Investment Rate of Return	3.00%	4.25%
Mortality Rate	RP-2014 White Collar table with employee and annuitant rates blended from ages 50 to 80, projected to the year 2020 using the BB improvement scale and further adjusted to grade in increases (5% for females and 8% for males) to rates over age 80. For disabled retirees, the RPH-2014 Disabled Mortality table projected to 2017 using the BB improvement scale.	RP-2014 White Collar table with employee and annuitant rates blended from ages 50 to 80, projected to the year 2020 using the BB improvement scale and further adjusted to grade in increases (5% for females and 8% for males) to rates over age 80. For disabled retirees, the RPH-2014 Disabled Mortality table projected to 2017 using the BB improvement scale.

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(1) These schedules are intended to present information for 10 years. Additional years will be presented as they become available.

Supplemental Schedules

General Fund

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

Town of Farmington, Connecticut

Report of Tax Collector
For the Year Ended June 30, 2019

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Grand List Year	Uncollected Taxes July 1, 2018 (as restated)	Current Year Levy	Lawful Corrections			Adjusted Amount Collectible	Collections			Uncollected Taxes June 30, 2019
			Additions	Deductions	Transfers to Suspense		Net Taxes Collected	Interest Liens & Other Fees	Total	
2002	\$ 471	\$ -	\$ -	\$ 471	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2003	672	-	-	-	-	672	16	58	74	656
2004	700	-	-	-	-	700	-	-	-	700
2005	728	-	-	-	-	728	-	-	-	728
2006	749	-	-	-	-	749	-	-	-	749
2007	899	-	-	-	-	899	-	-	-	899
2008	912	-	-	-	-	912	-	-	-	912
2009	946	-	-	-	-	946	-	-	-	946
2010	4,316	-	-	-	-	4,316	3,335	4,770	8,105	981
2011	18,351	-	-	-	-	18,351	2,845	4,253	7,098	15,506
2012	27,267	-	-	36	384	26,847	5,106	1,876	6,982	21,741
2013	26,239	-	107	37	1,389	24,920	1,884	1,798	3,682	23,036
2014	62,052	-	130	495	12,912	48,775	13,738	6,936	20,674	35,037
2015	103,734	-	628	1,831	7,247	95,284	27,683	19,633	47,316	67,601
2016	<u>274,333</u>	<u>-</u>	<u>6,726</u>	<u>18,657</u>	<u>2,775</u>	<u>259,627</u>	<u>120,583</u>	<u>36,276</u>	<u>156,859</u>	<u>139,044</u>
Total Prior Years	522,369	-	7,591	21,527	24,707	483,726	175,190	75,600	250,790	308,536
2017	<u>-</u>	<u>99,834,852</u>	<u>146,183</u>	<u>347,025</u>	<u>1,205</u>	<u>99,632,805</u>	<u>99,285,502</u>	<u>153,566</u>	<u>99,439,068</u>	<u>347,303</u>
Total All Years	<u>\$ 522,369</u>	<u>\$ 99,834,852</u>	<u>\$ 153,774</u>	<u>\$ 368,552</u>	<u>\$ 25,912</u>	<u>\$ 100,116,531</u>	<u>\$ 99,460,692</u>	<u>\$ 229,166</u>	<u>\$ 99,689,858</u>	<u>\$ 655,839</u>
								Allowance for doubtful accounts		<u>(85,000)</u>
								Net taxes receivables		<u>\$ 570,839</u>

Capital Projects Fund

Capital projects funds are used to account for financial resources used for the acquisition or construction of major capital facilities and equipment.

Detailed Schedule of Revenues, Expenditures and Changes in Project Fund Balance by project.

Town of Farmington, Connecticut
Capital Projects Fund
Combining Statement of Revenues, Expenditures and Changes in Project/Fund Balances
For the Year Ended June 30, 2019

	Housing Land Bank	Farmington Valley Greenways	Farmington Canal Heritage Greenway	High School Turf Field	Bridge Repair	Sidewalk Replacement	Sidewalk Construction	Unionville Sidewalk Replacement
Revenues								
Intergovernmental	\$ -	\$ -	\$ 425,009	\$ -	\$ -	\$ -	\$ -	\$ -
Other	-	-	-	-	-	-	-	-
Total revenues	-	-	425,009	-	-	-	-	-
Expenditures								
Capital outlay	-	-	414,872	-	-	-	14,728	-
Excess (deficiency) of revenues over expenditures	-	-	10,137	-	-	-	(14,728)	-
Other financing sources (uses)								
Bond proceeds	-	-	-	-	-	-	-	-
Transfers in								
General fund	-	-	-	-	-	-	-	-
Capital projects fund	-	-	-	-	-	-	-	-
Special revenue funds	-	-	-	-	-	-	-	-
Transfers out								
Capital projects fund	-	-	-	-	-	-	-	-
Net other financing sources (uses)	-	-	-	-	-	-	-	-
Net change in fund balances	-	-	10,137	-	-	-	(14,728)	-
Fund balances - July 1, 2018 (as restated)	7,637	63,643	390,322	34,611	65,936	33,498	32,690	(16,568)
Fund balances - June 30, 2019	<u>\$ 7,637</u>	<u>\$ 63,643</u>	<u>\$ 400,459</u>	<u>\$ 34,611</u>	<u>\$ 65,936</u>	<u>\$ 33,498</u>	<u>\$ 17,962</u>	<u>\$ (16,568)</u>

(Continued)

Town of Farmington, Connecticut
Capital Projects Fund
Combining Statement of Revenues, Expenditures and Changes in Project/Fund Balances
For the Year Ended June 30, 2019

	School Code and Safety	School Security	Districtwide Mechanical Equipment	Mechanical Control Upgrades	District Structural/ Architectural	Capital Facilities Report	Telephone System Replace	High School Renovation
Revenues								
Intergovernmental	\$ -	\$ 305,102	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other	-	-	-	-	-	-	-	-
Total revenues	-	305,102	-	-	-	-	-	-
Expenditures								
Capital outlay	49,557	163,516	87,532	65,643	8,131	-	-	-
Excess (deficiency) of revenues over expenditures	(49,557)	141,586	(87,532)	(65,643)	(8,131)	-	-	-
Other financing sources (uses)								
Bond proceeds	-	-	-	115,000	-	-	-	-
Transfers in								
General fund	75,000	75,000	136,000	-	78,000	-	-	-
Capital projects fund	-	-	-	-	-	-	-	-
Special revenue funds	-	-	-	-	-	-	-	-
Transfers out								
Capital projects fund	-	-	-	-	-	(872)	(796)	-
Net other financing sources (uses)	75,000	75,000	136,000	115,000	78,000	(872)	(796)	-
Net change in fund balances	25,443	216,586	48,468	49,357	69,869	(872)	(796)	-
Fund balances - July 1, 2018 (as restated)	23,608	59,719	31,833	-	-	872	27,530	(186,746)
Fund balances - June 30, 2019	<u>\$ 49,051</u>	<u>\$ 276,305</u>	<u>\$ 80,301</u>	<u>\$ 49,357</u>	<u>\$ 69,869</u>	<u>\$ -</u>	<u>\$ 26,734</u>	<u>\$ (186,746)</u>

(Continued)

Town of Farmington, Connecticut
Capital Projects Fund
Combining Statement of Revenues, Expenditures and Changes in Project/Fund Balances
For the Year Ended June 30, 2019

	FHS Schematic Design	High School Roof Replacement	School Wide Technology Improvements	Cafeteria Equipment	IAR Generator	IAR Heating System	IAR Library Renovation	IAR Roof Replacement
Revenues								
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other	-	-	-	-	-	-	-	-
Total revenues	-	-	-	-	-	-	-	-
Expenditures								
Capital outlay	17,675	145,035	510,214	-	-	62,936	-	32,339
Excess (deficiency) of revenues over expenditures	(17,675)	(145,035)	(510,214)	-	-	(62,936)	-	(32,339)
Other financing sources (uses)								
Bond proceeds	-	51,518	-	-	-	-	-	847,569
Transfers in								
General fund	-	55,000	475,000	-	-	-	-	-
Capital projects fund	-	2,025	-	-	-	-	-	-
Special revenue funds	-	-	-	-	-	-	-	-
Transfers out								
Capital projects fund	-	-	-	(32)	-	-	(325)	-
Net other financing sources (uses)	-	108,543	475,000	(32)	-	-	(325)	847,569
Net change in fund balances	(17,675)	(36,492)	(35,214)	(32)	-	(62,936)	(325)	815,230
Fund balances - July 1, 2018 (as restated)	268,676	(5,526)	104,667	32	37,519	113,219	2,350	-
Fund balances - June 30, 2019	<u>\$ 251,001</u>	<u>\$ (42,018)</u>	<u>\$ 69,453</u>	<u>\$ -</u>	<u>\$ 37,519</u>	<u>\$ 50,283</u>	<u>\$ 2,025</u>	<u>\$ 815,230</u>

(Continued)

Town of Farmington, Connecticut
Capital Projects Fund
Combining Statement of Revenues, Expenditures and Changes in Project/Fund Balances
For the Year Ended June 30, 2019

	IAR Security Vestibule	Union School Façade	Union School Roof Replacement	Union School Security Vestible	West District Heat Loop	West District Office Relocate	Westwoods Chiller	Westwoods Security Vestibule
Revenues								
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other	-	-	-	-	-	-	-	-
Total revenues	-	-	-	-	-	-	-	-
Expenditures								
Capital outlay	21,808	96,461	16,696	13,635	51,256	65,571	208,608	12,229
Excess (deficiency) of revenues over expenditures	(21,808)	(96,461)	(16,696)	(13,635)	(51,256)	(65,571)	(208,608)	(12,229)
Other financing sources (uses)								
Bond proceeds	75,000	270,472	320,913	55,000	51,256	273,786	208,608	75,000
Transfers in								
General fund	-	-	-	-	-	-	-	-
Capital projects fund	-	-	-	-	-	-	-	-
Special revenue funds	-	-	-	-	-	-	-	-
Transfers out								
Capital projects fund	-	-	-	-	-	-	-	-
Net other financing sources (uses)	75,000	270,472	320,913	55,000	51,256	273,786	208,608	75,000
Net change in fund balances	53,192	174,011	304,217	41,365	-	208,215	-	62,771
Fund balances - July 1, 2018 (as restated)	-	-	-	-	-	-	-	-
Fund balances - June 30, 2019	<u>\$ 53,192</u>	<u>\$ 174,011</u>	<u>\$ 304,217</u>	<u>\$ 41,365</u>	<u>\$ -</u>	<u>\$ 208,215</u>	<u>\$ -</u>	<u>\$ 62,771</u>

(Continued)

Town of Farmington, Connecticut

Capital Projects Fund
Combining Statement of Revenues, Expenditures and Changes in Project/Fund Balances
For the Year Ended June 30, 2019

	NW Office Relocation	East Farms Office Relocation	2004 Open Space Acquisition	2014 Open Space Acquisition	Road Reconstruction	New Britain Avenue Design	South Road Reconstruction	Brickyard Road Rehabilitation	Street Lights Purchase
Revenues									
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 6,191	\$ 33,042	\$ -	\$ -
Other	-	-	-	-	40,919	-	-	300	156,010
Total revenues	-	-	-	-	40,919	6,191	33,042	300	156,010
Expenditures									
Capital outlay	205,373	12,660	4,645	46,017	1,263,429	10,193	33,042	2,937	674,749
Total expenditures	205,373	12,660	4,645	46,017	1,263,429	10,193	33,042	2,937	674,749
Excess (deficiency) of revenues over expenditures	(205,373)	(12,660)	(4,645)	(46,017)	(1,222,510)	(4,002)	-	(2,637)	(518,739)
Other financing sources (uses)									
Bond proceeds	206,803	-	-	450,000	749,075	-	-	-	-
Transfers in									
General fund	-	-	-	-	-	200,000	-	-	-
Capital projects fund	-	-	-	-	-	-	-	-	-
Special revenue funds	-	-	-	-	-	-	-	-	-
Transfers out									
Capital projects fund	-	-	-	-	-	-	-	-	-
Net other financing sources (uses)	206,803	-	-	450,000	749,075	200,000	-	-	-
Net change in fund balances	1,430	(12,660)	(4,645)	403,983	(473,435)	195,998	-	(2,637)	(518,739)
Fund balances - July 1, 2018 (as restated)	-	-	9,121	(347,414)	481,643	(108,069)	245	-	491,452
Fund balances - June 30, 2019	\$ 1,430	\$ (12,660)	\$ 4,476	\$ 56,569	\$ 8,208	\$ 87,929	\$ 245	\$ (2,637)	\$ (27,287)

(Continued)

Town of Farmington, Connecticut

Capital Projects Fund
Combining Statement of Revenues, Expenditures and Changes in Project/Fund Balances
For the Year Ended June 30, 2019

	Town Hall Improvements	Building Equipment Improvements	Stone House Renovations	WWGC Maintenance Building Improvements	Energy Performance Projects	Exterior Facility Lighting	Town Technology Improvements	New Computer System	Land Record Reindexing
Revenues									
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other	700	1,000	-	-	-	-	-	17,502	-
Total revenues	700	1,000	-	-	-	-	-	17,502	-
Expenditures									
Capital outlay	111,420	32,562	13,410	-	270,057	54,686	123,020	34,852	-
Total expenditures	111,420	32,562	13,410	-	270,057	54,686	123,020	34,852	-
Excess (deficiency) of revenues over expenditures	(110,720)	(31,562)	(13,410)	-	(270,057)	(54,686)	(123,020)	(17,350)	-
Other financing sources (uses)									
Bond proceeds	-	-	-	-	-	-	-	-	-
Transfers in									
General fund	-	-	-	-	273,925	-	160,000	-	-
Capital projects fund	-	-	-	-	-	-	-	-	-
Special revenue funds	-	-	-	-	-	-	-	-	-
Transfers out									
Capital projects fund	-	-	-	-	-	-	-	-	-
Net other financing sources (uses)	-	-	-	-	273,925	-	160,000	-	-
Net change in fund balances	(110,720)	(31,562)	(13,410)	-	3,868	(54,686)	36,980	(17,350)	-
Fund balances - July 1, 2018 (as restated)	620,828	101,227	24,844	4,251	157,943	-	93,385	28,606	351
Fund balances - June 30, 2019	\$ 510,108	\$ 69,665	\$ 11,434	\$ 4,251	\$ 161,811	\$ (54,686)	\$ 130,365	\$ 11,256	\$ 351

(Continued)

Town of Farmington, Connecticut

Capital Projects Fund
Combining Statement of Revenues, Expenditures and Changes in Project/Fund Balances
For the Year Ended June 30, 2019

	Police Technology Improvements	Automated Fingerprint Machines	Radio Infrastructure Improvements	Communications Improvements	Firearms Simulator	Police Building Improvements	Speed Sign Trailers	Environmental Code Compliance
Revenues								
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other	-	-	-	-	-	-	-	-
Total revenues	-	-	-	-	-	-	-	-
Expenditures								
Capital outlay	60,110	-	-	-	-	-	-	25,843
Total expenditures	60,110	-	-	-	-	-	-	25,843
Excess (deficiency) of revenues over expenditures	(60,110)	-	-	-	-	-	-	(25,843)
Other financing sources (uses)								
Bond proceeds	-	-	-	-	-	-	-	-
Transfers in								
General fund	50,000	-	445,000	-	-	-	-	50,000
Capital projects fund	-	-	-	-	-	-	-	-
Special revenue funds	-	-	-	-	-	-	-	-
Transfers out								
Capital projects fund	-	-	-	-	-	-	-	-
Net other financing sources (uses)	50,000	-	445,000	-	-	-	-	50,000
Net change in fund balances	(10,110)	-	445,000	-	-	-	-	24,157
Fund balances - July 1, 2018 (as restated)	114,861	34,772	-	28,500	7	42,264	3,429	50,587
Fund balances - June 30, 2019	\$ 104,751	\$ 34,772	\$ 445,000	\$ 28,500	\$ 7	\$ 42,264	\$ 3,429	\$ 74,744

(Continued)

Town of Farmington, Connecticut

Capital Projects Fund
Combining Statement of Revenues, Expenditures and Changes in Project/Fund Balances
For the Year Ended June 30, 2019

	Hydrologic Watershed Study	Open Space Management Plan	Shade Trees	Farmington Center Improvements	Dump Truck Highway	Dump Truck Small	Backhoe	Road Side Mower
Revenues								
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other	-	-	-	-	-	-	-	-
Total revenues	-	-	-	-	-	-	-	-
Expenditures								
Capital outlay	-	1,000	-	54,760	199,244	57,299	111,295	116,745
Total expenditures	-	1,000	-	54,760	199,244	57,299	111,295	116,745
Excess (deficiency) of revenues over expenditures	-	(1,000)	-	(54,760)	(199,244)	(57,299)	(111,295)	(116,745)
Other financing sources (uses)								
Bond proceeds	-	-	-	-	-	-	-	-
Transfers in								
General fund	-	-	-	-	210,000	15,000	130,000	-
Capital projects fund	-	-	-	-	-	-	-	-
Special revenue funds	-	-	-	-	-	-	-	-
Transfers out								
Capital projects fund	-	-	-	-	-	-	-	-
Net other financing sources (uses)	-	-	-	-	210,000	15,000	130,000	-
Net change in fund balances	-	(1,000)	-	(54,760)	10,756	(42,299)	18,705	(116,745)
Fund balances - July 1, 2018 (as restated)	26,125	13,320	25,000	325,000	-	54,646	-	120,184
Fund balances - June 30, 2019	\$ 26,125	\$ 12,320	\$ 25,000	\$ 270,240	\$ 10,756	\$ 12,347	\$ 18,705	\$ 3,439

(Continued)

Town of Farmington, Connecticut

Capital Projects Fund
Combining Statement of Revenues, Expenditures and Changes in Project/Fund Balances
For the Year Ended June 30, 2019

	Golf Course Mower	Rolling Stock	Dial-A-Ride Bus	Turnout Gear	SCBA System	Hose Replacement	Thermal Imaging Cameras	Engine Pumpers	Brush Truck
Revenues									
Intergovernmental	\$ -	\$ -	\$ 44,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other	-	104,296	-	-	-	-	13,300	-	-
Total revenues	-	104,296	44,000	-	-	-	13,300	-	-
Expenditures									
Capital outlay	59,883	60,551	56,626	37,922	170,343	29,703	13,300	224	43,233
Excess (deficiency) of revenues over expenditures	(59,883)	43,745	(12,626)	(37,922)	(170,343)	(29,703)	-	(224)	(43,233)
Other financing sources (uses)									
Bond proceeds	-	-	-	-	-	-	-	650,000	-
Transfers in									
General fund	65,000	25,000	-	25,000	160,000	25,000	-	-	-
Capital projects fund	-	-	-	-	-	-	-	-	-
Special revenue funds	-	-	-	-	-	-	-	-	-
Transfers out									
Capital projects fund	-	-	-	-	-	-	-	-	-
Net other financing sources (uses)	65,000	25,000	-	25,000	160,000	25,000	-	650,000	-
Net change in fund balances	5,117	68,745	(12,626)	(12,922)	(10,343)	(4,703)	-	649,776	(43,233)
Fund balances - July 1, 2018 (as restated)	-	62,054	7,000	14,988	10,865	6,093	-	214	94,584
Fund balances - June 30, 2019	\$ 5,117	\$ 130,799	\$ (5,626)	\$ 2,066	\$ 522	\$ 1,390	\$ -	\$ 649,990	\$ 51,351

(Continued)

Town of Farmington, Connecticut

Capital Projects Fund
Combining Statement of Revenues, Expenditures and Changes in Project/Fund Balances
For the Year Ended June 30, 2019

	Medic Truck	Live Burn Facility	Fire Station Study	Fire Technology Improvements	Plant Equipment Replacements	Plant Odor Abatement	Plant Upgrade Design	Plant Upgrade Construction
Revenues								
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,056,904
Other	-	-	-	-	-	-	-	3,283
Total revenues	-	-	-	-	-	-	-	2,060,187
Expenditures								
Capital outlay	79,447	-	22,841	8,365	43,461	-	8,387	9,580,816
Excess (deficiency) of revenues over expenditures	(79,447)	-	(22,841)	(8,365)	(43,461)	-	(8,387)	(7,520,629)
Other financing sources (uses)								
Bond proceeds	-	-	-	-	-	-	-	-
Transfers in								
General fund	90,000	-	-	-	-	-	-	-
Capital projects fund	-	-	-	-	-	-	-	-
Special revenue funds	-	-	-	-	25,000	-	-	600,000
Transfers out								
Capital projects fund	-	-	-	-	-	-	-	-
Net other financing sources (uses)	90,000	-	-	-	25,000	-	-	600,000
Net change in fund balances	10,553	-	(22,841)	(8,365)	(18,461)	-	(8,387)	(6,920,629)
Fund balances - July 1, 2018 (as restated)	-	286	32,684	14,410	144,902	48,582	384,244	(2,555,814)
Fund balances - June 30, 2019	\$ 10,553	\$ 286	\$ 9,843	\$ 6,045	\$ 126,441	\$ 48,582	\$ 375,857	\$ (9,476,443)

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(Continued)

Town of Farmington, Connecticut

Capital Projects Fund
Combining Statement of Revenues, Expenditures and Changes in Project/Fund Balances
For the Year Ended June 30, 2019

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	Upgrade Sewer Lines	Route 4 Sewer Line Replacements	Batterson Park Pump Station	Pump Station Improvements	Phosphorus Reduction	WPCA Rolling Stock	Loss Reserve	Elimination Entries	Total Capital Projects
Revenues									
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,870,248
Other	-	-	-	-	-	-	-	-	337,310
Total revenues	-	-	-	-	-	-	-	-	3,207,558
Expenditures									
Capital outlay	728,009	-	-	81,843	-	247,871	-	-	16,850,615
Excess (deficiency) of revenues over expenditures	(728,009)	-	-	(81,843)	-	(247,871)	-	-	(13,643,057)
Other financing sources (uses)									
Bond proceeds	-	-	-	-	-	-	-	-	4,400,000
Transfers in									
General fund	-	-	-	-	-	-	-	-	2,817,925
Capital projects fund	-	-	520,000	-	-	71,731	-	(593,756)	-
Special revenue funds	125,000	-	780,000	175,000	-	75,000	-	-	1,780,000
Transfers out									
Capital projects fund	-	-	-	(520,000)	(71,731)	-	-	593,756	-
Net other financing sources (uses)	125,000	-	1,300,000	(345,000)	(71,731)	146,731	-	-	8,997,925
Net change in fund balances	(603,009)	-	1,300,000	(426,843)	(71,731)	(101,140)	-	-	(4,645,132)
Fund balances - July 1, 2018 (as restated)	564,286	(32,242)	-	703,461	71,731	165,037	(1,151,063)	-	2,072,932
Fund balances - June 30, 2019	\$ (38,723)	\$ (32,242)	\$ 1,300,000	\$ 276,618	\$ -	\$ 63,897	\$ (1,151,063)	\$ -	\$ (2,572,200)

(Concluded)

Other Governmental Funds

Special Revenue Funds

Special revenue funds are used to account for specific revenues that are legally restricted, committed or assigned to expenditure for particular purposes.

Cafeteria – To account for food service operations of the public school system.

Special Projects Education – To account for federal and state education grants and other special projects.

Farmington Festival – To account for donations and expenditures related to the annual Farmington Festival.

Open Space Rental – To account for revenues and expenditures related to Town land designated as open space.

Adult Education – To account for education programs for adults of the Town.

Farmington Valley Transition Academy – To account for special education programs for children of the Town.

Veterans' Memorial – To account for the donations received for the building and maintenance of veterans' memorial.

Drug Enforcement – To account for drug enforcement forfeiture monies received from the federal and state governments.

School Aged Child Care – To account for childcare program operated by the Board of Education.

Community Development – To account for receipts and expenditures related to a residential housing improvement program.

Recreation – To account for various recreational, cultural and social programs.

Noah Wallace – To account for a bequest made to the Town by a former resident of Farmington.

Fliis Scholarship – To account for a scholarship fund in honor of a former Town manager.

Donation – To account for the receipt and use of donations received by the Department of Community and Recreational Services.

Other Governmental Funds (Continued)

Municipal Grants – To account for the receipt and use of grants received from the federal and state governments.

Small Cities – To account for grants used to offer low interest loans to eligible homeowners to make improvements to their homes.

Water Pollution Control Authority – To account for sewer assessments, user charges and sewer plan operations. The fund's major source of revenue comes from assessments and user charges.

Debt Service Fund

The Debt Service Fund is used to account for and report financial resources that are restricted, committed, or assigned to pay principal and interest.

Town of Farmington, Connecticut

Combining Balance Sheet
Other Governmental Funds
June 30, 2019

Special Revenue Funds

	Cafeteria Fund	Special Projects Education Fund	Farmington Festival Fund	Open Space Rental Fund	Adult Education Fund	Farmington Valley Transition Academy Fund	Veterans' Memorial Fund
<u>Assets</u>							
Cash	\$ 184,156	\$ -	\$ 36,202	\$ -	\$ 284,678	\$ 116,927	\$ 43,464
Investments	-	-	-	227,022	-	-	-
Receivables:							
Intergovernmental	58,115	3,909	-	-	-	-	-
User fees and assessments	-	-	-	-	-	-	-
Loans	-	-	-	-	-	-	-
Other	4,811	-	-	-	3,354	22,715	-
Due from other funds	-	-	-	7,769	-	-	-
Other	21,268	-	-	-	15,090	-	-
Total assets	\$ 268,350	\$ 3,909	\$ 36,202	\$ 234,791	\$ 303,122	\$ 139,642	\$ 43,464
<u>Liabilities</u>							
Accounts payable	\$ -	\$ 48,235	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued payroll	-	7,753	-	-	2,744	-	-
Due to other funds	-	132,407	-	-	20,327	81,103	-
Unearned revenue	57,687	12,292	-	-	208,643	-	-
Total liabilities	57,687	200,687	-	-	231,714	81,103	-
<u>Deferred Inflows of Resources</u>							
Unavailable revenue:							
User fees and assessments	-	-	-	-	-	-	-
<u>Fund Balances</u>							
Nonspendable	-	-	-	-	-	-	-
Restricted	210,663	-	-	-	-	-	-
Committed	-	-	36,202	234,791	71,408	58,539	43,464
Assigned	-	-	-	-	-	-	-
Unassigned	-	(196,778)	-	-	-	-	-
Total fund balances	210,663	(196,778)	36,202	234,791	71,408	58,539	43,464
Total liabilities, deferred inflows of resources and fund balances	\$ 268,350	\$ 3,909	\$ 36,202	\$ 234,791	\$ 303,122	\$ 139,642	\$ 43,464

(Continued)

Town of Farmington, Connecticut

Combining Balance Sheet
Other Governmental Funds
June 30, 2019

	Special Revenue Funds					
	Drug Enforcement Fund	School Aged Child Care Fund	Community Development Fund	Recreation Fund	Noah Wallace Fund	Flis Scholarship Fund
<u>Assets</u>						
Cash	\$ 47,258	\$ 587,959	\$ -	\$ 317,720	\$ -	\$ 3,293
Investments	-	400,000	132,265	-	1,431,839	-
Receivables:						
Intergovernmental	-	-	-	-	-	-
User fees and assessments	-	-	-	-	-	-
Loans	-	-	58,645	-	-	-
Other	-	63,056	-	-	-	-
Due from other funds	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total assets	<u>\$ 47,258</u>	<u>\$ 1,051,015</u>	<u>\$ 190,910</u>	<u>\$ 317,720</u>	<u>\$ 1,431,839</u>	<u>\$ 3,293</u>
<u>Liabilities</u>						
Accounts payable	\$ -	\$ -	\$ -	\$ 58,735	\$ 220	\$ -
Accrued payroll	-	27,168	-	-	-	-
Due to other funds	-	291,803	-	80,510	40,442	-
Unearned revenue	5,780	73,274	-	-	-	-
Total liabilities	<u>5,780</u>	<u>392,245</u>	<u>-</u>	<u>139,245</u>	<u>40,662</u>	<u>-</u>
<u>Deferred Inflows of Resources</u>						
Unavailable revenue:						
Sewer assessments	-	-	-	-	-	-
<u>Fund Balances</u>						
Nonspendable	-	-	58,645	-	-	-
Restricted	41,478	-	132,265	-	1,391,177	3,293
Committed	-	658,770	-	178,475	-	-
Assigned	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-
Total fund balances	<u>41,478</u>	<u>658,770</u>	<u>190,910</u>	<u>178,475</u>	<u>1,391,177</u>	<u>3,293</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 47,258</u>	<u>\$ 1,051,015</u>	<u>\$ 190,910</u>	<u>\$ 317,720</u>	<u>\$ 1,431,839</u>	<u>\$ 3,293</u>

(Continued)

Town of Farmington, Connecticut

Combining Balance Sheet
Other Governmental Funds
June 30, 2019

	Special Revenue Funds						Total Other Governmental Funds
	Donation Fund	Municipal Grants Fund	Small Cities Fund	Water Pollution Control Authority Fund	Total Special Revenue Funds	Debt Service Fund	
<u>Assets</u>							
Cash	\$ -	\$ -	\$ -	\$ -	\$ 1,621,657	\$ -	\$ 1,621,657
Investments	-	-	40,120	1,273,720	3,504,966	-	3,504,966
Receivables:							
Intergovernmental	-	-	-	-	62,024	-	62,024
User fees and assessments	-	-	-	333,109	333,109	-	333,109
Loans	-	-	134,203	-	192,848	-	192,848
Other	-	129,932	-	-	223,868	-	223,868
Due from other funds	88,625	563,379	-	996,037	1,655,810	1,707,659	3,363,469
Other	-	-	-	-	36,358	-	36,358
Total assets	\$ 88,625	\$ 693,311	\$ 174,323	\$ 2,602,866	\$ 7,630,640	\$ 1,707,659	\$ 9,338,299
<u>Liabilities</u>							
Accounts payable	\$ 6,065	\$ 29,501	\$ -	\$ 216,827	\$ 359,583	\$ 3,758	\$ 363,341
Accrued payroll	-	-	-	-	37,665	-	37,665
Due to other funds	-	-	682	-	647,274	-	647,274
Unearned revenue	-	-	-	8,190	365,866	-	365,866
Total liabilities	6,065	29,501	682	225,017	1,410,388	3,758	1,414,146
<u>Deferred Inflows of Resources</u>							
Unavailable revenue:							
Sewer assessments	-	-	-	333,109	333,109	-	333,109
<u>Fund Balances</u>							
Nonspendable	-	-	134,203	-	192,848	-	192,848
Restricted	82,560	663,810	39,438	2,044,740	4,609,424	-	4,609,424
Committed	-	-	-	-	1,281,649	-	1,281,649
Assigned	-	-	-	-	-	1,703,901	1,703,901
Unassigned	-	-	-	-	(196,778)	-	(196,778)
Total fund balances	82,560	663,810	173,641	2,044,740	5,887,143	1,703,901	7,591,044
Total liabilities, deferred inflows of resources and fund balances	\$ 88,625	\$ 693,311	\$ 174,323	\$ 2,602,866	\$ 7,630,640	\$ 1,707,659	\$ 9,338,299

(Concluded)

Town of Farmington, Connecticut

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Other Governmental Funds
For the Year Ended June 30, 2019

Special Revenue Funds

	Cafeteria Fund	Special Projects Education Fund	Farmington Festival Fund	Open Space Rental Fund	Adult Education Fund	Farmington Valley Transition Academy Fund	Veterans' Memorial Fund
Revenues:							
Intergovernmental	\$ 441,050	\$ 3,031,755	\$ -	\$ -	\$ 3,899	\$ -	\$ -
Charges for services	1,126,320	1,476,899	-	37,754	691,342	755,680	-
Income from investment	-	-	90	4,803	-	-	108
Contributions	-	56,238	-	-	-	-	-
Other	-	-	-	-	-	5,029	-
Total revenues	<u>1,567,370</u>	<u>4,564,892</u>	<u>90</u>	<u>42,557</u>	<u>695,241</u>	<u>760,709</u>	<u>108</u>
Expenditures:							
Current:							
General government	-	-	-	33,632	-	-	-
Public safety	-	-	-	-	-	-	-
Public works	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Education	1,519,041	4,515,236	-	-	728,114	702,170	-
Debt service	-	-	-	-	-	-	-
Total expenditures	<u>1,519,041</u>	<u>4,515,236</u>	<u>-</u>	<u>33,632</u>	<u>728,114</u>	<u>702,170</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>48,329</u>	<u>49,656</u>	<u>90</u>	<u>8,925</u>	<u>(32,873)</u>	<u>58,539</u>	<u>108</u>
Other financing sources (uses):							
Premium	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Net other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	48,329	49,656	90	8,925	(32,873)	58,539	108
Fund balances - July 1, 2018 (as restated)	<u>162,334</u>	<u>(246,434)</u>	<u>36,112</u>	<u>225,866</u>	<u>104,281</u>	<u>-</u>	<u>43,356</u>
Fund balances - June 30, 2019	<u>\$ 210,663</u>	<u>\$ (196,778)</u>	<u>\$ 36,202</u>	<u>\$ 234,791</u>	<u>\$ 71,408</u>	<u>\$ 58,539</u>	<u>\$ 43,464</u>

(Continued)

Town of Farmington, Connecticut

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Other Governmental Funds
For the Year Ended June 30, 2019

Special Revenue Funds

	Drug Enforcement Fund	School Aged Child Care Fund	Community Development Fund	Recreation Fund	Noah Wallace Fund	Flis Scholarship Fund
Revenues:						
Intergovernmental	\$ 2,747	\$ -	\$ -	\$ -	\$ -	\$ -
Charges for services	-	2,121,297	-	715,162	-	-
Income from investments	123	5,776	3,285	775	78,963	9
Contributions	-	-	-	-	-	-
Other	-	-	139	35	-	-
Total revenues	<u>2,870</u>	<u>2,127,073</u>	<u>3,424</u>	<u>715,972</u>	<u>78,963</u>	<u>9</u>
Expenditures:						
Current:						
General government	-	-	-	-	-	-
Public safety	2,747	-	-	-	-	-
Public works	-	-	-	-	-	-
Culture and recreation	-	-	-	680,933	-	-
Education	-	2,506,366	-	-	41,350	500
Debt service	-	-	-	-	-	-
Total expenditures	<u>2,747</u>	<u>2,506,366</u>	<u>-</u>	<u>680,933</u>	<u>41,350</u>	<u>500</u>
Excess (deficiency) of revenues over expenditures	<u>123</u>	<u>(379,293)</u>	<u>3,424</u>	<u>35,039</u>	<u>37,613</u>	<u>(491)</u>
Other financing sources (uses):						
Premium	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Net other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	123	(379,293)	3,424	35,039	37,613	(491)
Fund balances - July 1, 2018 (as restated)	<u>41,355</u>	<u>1,038,063</u>	<u>187,486</u>	<u>143,436</u>	<u>1,353,564</u>	<u>3,784</u>
Fund balances - June 30, 2019	<u>\$ 41,478</u>	<u>\$ 658,770</u>	<u>\$ 190,910</u>	<u>\$ 178,475</u>	<u>\$ 1,391,177</u>	<u>\$ 3,293</u>

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Town of Farmington, Connecticut

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Other Governmental Funds
For the Year Ended June 30, 2019

Special Revenue Funds

	Donation Fund	Municipal Grants Fund	Small Cities Fund	Water Pollution Control Authority Fund	Total Special Revenue Funds	Debt Service Fund	Total Other Governmental Funds
Revenues:							
Intergovernmental	\$ -	\$ 181,311	\$ -	\$ -	\$ 3,660,762	\$ -	\$ 3,660,762
Charges for services	-	1,073,377	-	4,914,584	12,912,415	-	12,912,415
Income from investments	-	-	39	6,348	100,319	-	100,319
Contributions	72,000	18,688	-	-	146,926	-	146,926
Other	-	-	-	-	5,203	41,540	46,743
Total revenues	<u>72,000</u>	<u>1,273,376</u>	<u>39</u>	<u>4,920,932</u>	<u>16,825,625</u>	<u>41,540</u>	<u>16,867,165</u>
Expenditures:							
Current:							
General government	-	317,767	682	-	352,081	-	352,081
Public safety	-	711,401	-	-	714,148	-	714,148
Public works	-	-	-	3,172,826	3,172,826	-	3,172,826
Culture and recreation	63,757	-	-	-	744,690	-	744,690
Education	-	-	-	-	10,012,777	-	10,012,777
Debt service	-	-	-	154,286	154,286	110,125	264,411
Total expenditures	<u>63,757</u>	<u>1,029,168</u>	<u>682</u>	<u>3,327,112</u>	<u>15,150,808</u>	<u>110,125</u>	<u>15,260,933</u>
Excess (deficiency) of revenues over expenditures	<u>8,243</u>	<u>244,208</u>	<u>(643)</u>	<u>1,593,820</u>	<u>1,674,817</u>	<u>(68,585)</u>	<u>1,606,232</u>
Other financing sources (uses):							
Premium	-	-	-	-	-	239,195	239,195
Transfers in	-	4,500	-	-	4,500	-	4,500
Transfers out	(4,500)	-	-	(1,780,000)	(1,784,500)	-	(1,784,500)
Net other financing sources (uses)	<u>(4,500)</u>	<u>4,500</u>	<u>-</u>	<u>(1,780,000)</u>	<u>(1,780,000)</u>	<u>239,195</u>	<u>(1,540,805)</u>
Net change in fund balances	3,743	248,708	(643)	(186,180)	(105,183)	170,610	65,427
Fund balances - July 1, 2018 (as restated)	78,817	415,102	174,284	2,230,920	5,992,326	1,533,291	7,525,617
Fund balances - June 30, 2019	<u>\$ 82,560</u>	<u>\$ 663,810</u>	<u>\$ 173,641</u>	<u>\$ 2,044,740</u>	<u>\$ 5,887,143</u>	<u>\$ 1,703,901</u>	<u>\$ 7,591,044</u>

(Concluded)

Statistical Section

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

CONTENTS

FINANCIAL TRENDS (TABLES 1 - 4)

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

REVENUE CAPACITY (TABLES 5 - 8)

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

DEBT CAPACITY (TABLES 9 - 12)

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

DEMOGRAPHIC AND ECONOMIC INFORMATION (TABLES 13 - 15)

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

OPERATING INFORMATION (TABLES 16 - 17)

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

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

Town of Farmington, Connecticut

**Net Position by Component
Last Ten Years
(Unaudited)**

June 30

	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
Governmental activities:										
Net investment in capital assets	\$ 121,415,136	\$ 122,047,945	\$ 125,419,345	\$ 100,438,073	\$ 92,204,158	\$ 87,902,192	\$ 82,048,851	\$ 74,181,528	\$ 70,918,707	\$ 70,786,142
Restricted	4,802,272	4,427,964	-	-	-	-	-	-	-	-
Unrestricted	(43,397,290)	(44,361,451)	(26,410,811)	(15,558,559)	(8,471,264)	12,699,697	15,398,607	17,958,223	17,509,749	13,980,396
Total governmental activities net position	<u>82,820,118</u>	<u>82,114,458</u>	<u>99,008,534</u>	<u>84,879,514</u>	<u>83,732,894</u>	<u>100,601,889</u>	<u>97,447,458</u>	<u>92,139,751</u>	<u>88,428,456</u>	<u>84,766,538</u>
Business-type activities:										
Net investment in capital assets	1,333,560	1,383,816	1,429,378	1,504,606	1,397,477	1,372,108	1,325,594	1,323,369	1,217,095	1,219,346
Unrestricted	528,078	293,372	(13,342)	(240,002)	(359,078)	(363,930)	(509,680)	(536,591)	(495,592)	(369,886)
Total business-type activities net position	<u>1,861,638</u>	<u>1,677,188</u>	<u>1,416,036</u>	<u>1,264,604</u>	<u>1,038,399</u>	<u>1,008,178</u>	<u>815,914</u>	<u>786,778</u>	<u>721,503</u>	<u>849,460</u>
Net position:										
Net investment in capital assets	122,748,696	123,431,761	126,848,723	101,942,679	93,601,635	89,274,300	83,374,445	75,504,897	72,135,802	72,005,488
Restricted	4,802,272	4,427,964	-	-	-	-	-	-	-	-
Unrestricted	(42,869,212)	(44,068,079)	(26,424,153)	(15,798,561)	(8,830,342)	12,335,767	14,888,927	17,421,632	17,014,157	13,610,510
Total net position	<u>\$ 84,681,756</u>	<u>\$ 83,791,646</u>	<u>\$ 100,424,570</u>	<u>\$ 86,144,118</u>	<u>\$ 84,771,293</u>	<u>\$ 101,610,067</u>	<u>\$ 98,263,372</u>	<u>\$ 92,926,529</u>	<u>\$ 89,149,959</u>	<u>\$ 85,615,998</u>

Town of Farmington, Connecticut

Changes in Net Position
Last Ten Years
(Unaudited)

Year Ended June 30

	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
Expenses:										
Governmental activities:										
General government	\$ 8,626,182	\$ 9,343,286	\$ 11,103,166	\$ 10,542,768	\$ 9,778,229	\$ 9,415,184	\$ 7,888,970	\$ 7,858,753	\$ 6,887,454	\$ 7,604,911
Public safety	16,584,625	16,422,081	15,437,878	15,555,472	14,877,800	13,319,434	11,862,365	12,514,185	11,260,073	11,700,832
Public works	15,833,315	16,097,236	13,582,320	14,857,564	13,286,645	8,044,343	11,319,944	13,139,316	12,322,922	11,268,201
Culture and recreation	2,072,555	2,291,896	2,011,630	2,217,159	2,163,703	5,854,058	1,783,833	2,127,313	2,123,408	2,732,501
Education	93,004,390	87,786,522	84,917,315	78,152,327	73,623,379	73,274,762	70,418,332	68,814,931	64,652,411	63,021,971
Interest	1,680,817	1,390,527	2,243,688	1,129,993	843,848	1,906,930	1,747,126	1,967,106	2,143,185	2,435,367
Other	-	-	-	-	-	-	-	21,298	24,935	20,764
Total governmental activities	137,801,884	133,331,548	129,295,997	122,455,283	114,573,604	111,814,711	105,020,570	106,442,902	99,414,388	98,784,547
Business-type activities:										
Waste collection	1,671,034	259,584	273,387	639,196	687,521	644,009	664,729	700,108	1,490,559	1,411,865
Golf course	309,487	1,549,787	1,517,430	1,516,563	1,577,806	1,512,107	1,555,485	1,537,224	741,680	767,564
Total business-type activities	1,980,521	1,809,371	1,790,817	2,155,759	2,265,327	2,156,116	2,220,214	2,237,332	2,232,239	2,179,429
Total expenses	139,782,405	135,140,919	131,086,814	124,611,042	116,838,931	113,970,827	107,240,784	108,680,234	101,646,627	100,963,976
Program revenues:										
Governmental activities:										
Charges for services										
General government	1,146,321	1,241,268	1,344,307	1,245,463	1,386,491	1,460,916	1,355,047	1,248,221	1,191,887	1,321,507
Public safety	2,003,597	1,671,799	1,719,203	1,595,096	1,705,228	1,849,660	1,327,935	1,010,762	933,015	942,987
Public works	5,220,039	5,008,902	5,030,654	4,894,941	4,607,389	4,463,189	4,160,129	3,954,709	3,886,906	4,079,313
Culture and recreation	762,513	746,492	691,111	635,081	626,807	587,071	553,716	571,879	532,258	530,320
Education	6,171,538	3,928,778	3,795,110	3,712,275	3,508,176	3,328,115	3,291,208	3,262,316	3,272,594	3,191,193
Operating grants and contributions	16,351,216	19,959,887	18,360,778	14,194,691	13,139,053	13,887,649	12,224,690	13,599,923	10,747,054	9,743,514
Capital grants and contributions	3,205,177	7,493,522	13,679,009	3,943,121	2,273,299	1,635,327	806,419	3,145,481	2,309,334	3,588,534
Total governmental activities program revenues	34,860,401	40,050,648	44,620,172	30,220,668	27,246,443	27,211,927	23,719,144	26,793,291	22,873,048	23,397,368
Business-type activities:										
Charges for services	2,220,190	2,282,643	2,235,367	2,265,758	2,239,838	2,261,629	2,238,626	2,253,550	2,076,083	2,122,877
Capital grants and contributions	-	34,463	13,400	67,257	2,282,643	-	-	2,239,838	2,265,327	687,521
Total business-type activities program revenues	2,220,190	2,317,106	2,248,767	2,333,015	4,522,481	2,261,629	2,238,626	4,493,388	4,341,410	2,810,398
Total program revenues	37,080,591	42,367,754	46,868,939	32,553,683	31,768,924	29,473,556	25,957,770	31,286,679	27,214,458	26,207,766
Net (expense) revenue:										
Governmental activities	(102,941,483)	(93,280,900)	(84,675,825)	(92,234,615)	(87,327,161)	(84,602,784)	(81,301,426)	(79,649,611)	(76,541,340)	(75,387,179)
Business-type activities	239,669	507,735	457,950	177,256	2,257,154	105,513	18,412	2,256,056	2,109,171	630,969
Total net (expense) revenue	(102,701,814)	(92,773,165)	(84,217,875)	(92,057,359)	(85,070,007)	(84,497,271)	(81,283,014)	(77,393,555)	(74,432,169)	(74,756,210)

(Continued)

Town of Farmington, Connecticut

Changes in Net Position
Last Ten Years
(Unaudited)

	Year Ended June 30									
	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
General revenues and other changes in net position:										
Governmental activities:										
Property taxes	\$ 99,937,421	\$ 96,352,196	\$ 92,630,759	\$ 89,079,774	\$ 85,676,586	\$ 83,659,303	\$ 82,425,145	\$ 79,578,060	\$ 76,149,789	\$ 73,052,220
Grants and contributions not restricted to specific programs	2,901,131	2,609,788	4,320,293	4,003,821	4,359,360	3,722,109	3,824,257	3,620,301	3,667,528	4,073,474
Income from investments	883,414	705,279	461,499	139,833	111,892	272,091	232,993	80,052	259,363	243,739
Other	-	649,179	1,075,294	157,807	270,242	103,712	126,738	82,493	129,466	127,002
Total governmental activities	103,721,966	100,316,442	98,487,845	93,381,235	90,418,080	87,757,215	86,609,133	83,360,906	80,206,146	77,496,435
Business-type activities:										
Grants and contributions not restricted to specific programs	77,058	-	-	-	-	-	-	-	-	-
Investment income	3,521	3,027	1,967	29,845	1,065	946	1,741	600	504	1,477
Other	24,202	75,390	8,515	19,104	31,026	40,360	8,983	48,457	27,695	19,512
Total business-type activities	104,781	78,417	10,482	48,949	32,091	41,306	10,724	49,057	28,199	20,989
Total general revenues	103,826,747	100,394,859	98,498,327	93,430,184	90,450,171	87,798,521	86,630,581	83,409,963	80,234,345	77,517,424
Other changes in net position										
Governmental activities:										
Transfers in (transfers out)	160,000	325,000	317,000	-	-	-	-	-	-	-
Business-type activities:										
Transfers in (transfers out)	(160,000)	(325,000)	(317,000)	-	23,619	45,445	-	-	-	-
Total primary government other changes in net position	-	-	-	-	23,619	45,445	-	-	-	-
Change in net position:										
Governmental activities	940,483	7,360,542	14,129,020	1,146,620	3,090,919	3,154,431	5,307,707	3,711,295	3,664,806	2,109,256
Business-type activities	184,450	261,152	151,432	226,205	2,312,864	192,264	29,136	2,305,113	2,137,370	651,958
Total change in net position	\$ 1,124,933	\$ 7,621,694	\$ 14,280,452	\$ 1,372,825	\$ 5,403,783	\$ 3,346,695	\$ 5,336,843	\$ 6,016,408	\$ 5,802,176	\$ 2,761,214

(Concluded)

Town of Farmington, Connecticut
Fund Balances - Governmental Funds
Last Ten Years
(Modified Accrual Basis of Accounting)
(Unaudited)

June 30

	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
General fund:										
Nonspendable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 16,040	\$ -	\$ -
Assigned	800,000	446,611	595,369	370,383	518,355	122,297	179,726	178,623	748,869	-
Unassigned	15,227,357	14,428,990	12,047,641	10,904,638	10,343,295	9,551,893	8,917,875	8,063,735	7,388,642	-
Reserved	-	-	-	-	-	-	-	-	-	102,654
Unreserved	-	-	-	-	-	-	-	-	-	7,965,752
Total general fund	<u>16,027,357</u>	<u>14,875,601</u>	<u>12,643,010</u>	<u>11,275,021</u>	<u>10,861,650</u>	<u>9,674,190</u>	<u>9,097,601</u>	<u>8,258,398</u>	<u>8,137,511</u>	<u>8,068,406</u>
All other governmental funds:										
Nonspendable	192,848	20,087	24,173	81,343	28,890	31,792	45,508	53,778	34,208	-
Restricted	4,609,424	2,031,844	1,821,468	1,453,668	5,152,463	2,491,794	5,220,574	7,340,054	7,177,624	-
Committed	1,281,649	5,497,572	4,053,841	2,110,821	2,602,308	1,490,088	1,194,370	2,836,861	2,684,708	-
Unassigned	(2,768,978)	2,780,941	(18,007,967)	(826,892)	(44,973)	(64,271)	(71,481)	(215,277)	(11,859)	-
Reserved	-	-	-	-	-	-	-	-	-	31,193
Unreserved, reported in:										
Special Revenue Funds	-	-	-	-	-	-	-	-	-	4,623,104
Capital Project Funds	-	-	-	-	-	-	-	-	-	2,452,336
Total all other governmental funds	<u>5,018,844</u>	<u>10,330,444</u>	<u>(12,108,485)</u>	<u>2,818,940</u>	<u>7,738,688</u>	<u>3,949,403</u>	<u>6,388,971</u>	<u>10,015,416</u>	<u>9,884,681</u>	<u>7,106,633</u>
Grand total	<u>\$ 21,046,201</u>	<u>\$ 25,206,045</u>	<u>\$ 534,525</u>	<u>\$ 14,093,961</u>	<u>\$ 18,600,338</u>	<u>\$ 13,623,593</u>	<u>\$ 15,486,572</u>	<u>\$ 18,273,814</u>	<u>\$ 18,022,192</u>	<u>\$ 15,175,039</u>

Town of Farmington, Connecticut
Changes in Fund Balances - Governmental Funds
Last Ten Years
(Modified Accrual Basis of Accounting)
(Unaudited)

Year Ended June 30

	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
Revenues:										
Property taxes	\$ 99,672,130	\$ 96,298,121	\$ 92,566,548	\$ 89,179,689	\$ 85,678,697	\$ 83,594,831	\$ 82,373,994	\$ 79,556,089	\$ 76,077,290	\$ 73,010,027
Intergovernmental	21,946,428	28,742,752	33,455,687	20,557,492	18,304,576	16,705,458	15,585,163	18,303,375	15,630,669	14,294,441
Charges for services	15,019,288	14,427,447	15,197,589	14,127,796	13,972,446	13,878,281	12,332,282	11,399,434	11,095,152	11,226,656
Investment income	862,852	667,505	438,738	128,377	105,831	266,238	226,868	78,232	256,799	242,257
Contributions	160,226	-	-	-	-	-	-	-	-	-
Other	350,870	-	-	-	-	-	-	-	-	-
Total revenues	138,011,794	140,135,825	141,658,562	123,993,354	118,061,550	114,444,808	110,518,307	109,337,130	103,059,910	98,773,381
Expenditures:										
Current:										
General government	6,692,474	6,977,162	6,888,186	6,958,881	6,458,072	6,391,119	5,940,094	8,036,380	5,904,850	5,794,559
Public safety	10,862,296	9,735,594	9,629,229	9,598,349	9,477,482	9,039,943	8,906,148	8,812,585	8,466,147	8,287,822
Public works	7,930,733	7,827,988	7,728,259	7,514,032	6,870,078	6,835,101	6,711,876	6,696,076	6,539,227	6,554,822
Culture and recreation	1,605,959	1,500,762	1,432,744	1,482,316	1,458,283	1,470,469	1,468,714	1,658,658	1,727,483	1,247,728
Employee benefits	7,329,075	6,929,946	6,604,788	6,407,090	5,976,301	5,637,982	5,726,404	5,392,810	5,081,050	4,859,597
Education	86,609,830	85,713,745	82,277,885	76,035,500	71,760,806	71,319,322	68,674,090	66,634,890	62,860,458	60,603,300
Debt service	8,357,956	6,927,872	7,142,100	6,849,514	6,866,267	7,713,185	8,536,931	8,892,671	9,202,135	9,225,806
Capital outlay	16,850,615	27,640,787	40,397,058	15,807,179	8,959,596	7,900,666	8,101,962	6,772,528	3,882,521	3,507,244
Total Expenditures	146,238,938	153,253,856	162,100,249	130,652,861	117,826,885	116,307,787	114,066,219	112,896,598	103,663,871	100,080,878
Excess (deficiency) of revenues over expenditures	(8,227,144)	(13,118,031)	(20,441,687)	(6,659,507)	234,665	(1,862,979)	(3,547,912)	(3,559,468)	(603,961)	(1,307,497)
Other financing sources (uses):										
Issuance of debt	4,400,000	36,464,551	6,565,231	2,100,000	4,296,823	-	-	-	3,200,000	17,635,000
Issuance of refunding bonds	-	-	-	53,150	7,983,736	-	3,670,017	5,364,576	9,096,600	-
Premium	239,195	-	-	-	-	-	-	-	-	-
Payment to refunded bond escrow agent	-	-	-	-	(7,857,850)	-	(3,608,307)	(5,274,607)	(8,845,486)	(16,237,420)
Issuance of capital lease	-	1,000,000	-	-	319,371	-	715,000	3,705,081	-	-
Transfers in	4,762,425	4,845,936	5,465,591	5,446,612	4,853,273	4,061,763	4,587,891	1,710,000	2,766,309	1,335,937
Transfers out	(4,602,425)	(4,520,936)	(5,148,591)	(5,446,612)	(4,853,273)	(4,061,763)	(4,587,891)	(1,710,000)	(2,766,309)	(1,335,937)
Net other financing sources (uses)	4,799,195	37,789,551	6,882,231	2,153,150	4,742,080	-	776,710	3,795,050	3,451,114	1,397,580
Net change in fund balances	\$ (3,427,949)	\$ 24,671,520	\$ (13,559,456)	\$ (4,506,357)	\$ 4,976,745	\$ (1,862,979)	\$ (2,771,202)	\$ 235,582	\$ 2,847,153	\$ 90,083
Debt service as a percentage of noncapital expenditures	6.31%	5.39%	5.78%	5.85%	5.83%	6.63%	7.48%	7.88%	8.99%	9.33%

Town of Farmington, Connecticut
Assessed and Estimated Actual Value of Taxable Property
Last Ten Years
(Thousands)
(Unaudited)

Year Ended June 30	Real Estate						Totals			
	Residential Property	Commercial Property	All Land	Motor Vehicles	Personal Property	Less: Tax Exempt Property	Total Taxable Assessed Value	Total Estimated Actual Value	Percentage Of Total Assessed Value to Total Estimated Actual Value	Total Direct Tax Rate
2010	\$ 2,502,442	\$ 771,483	\$ 11,003	\$ 217,100	\$ 236,431	\$ 41,541	\$ 3,696,918	\$ 5,677,957	65.11%	19.80
2011	2,519,851	784,785	9,322	218,027	241,339	46,141	3,727,183	5,658,391	65.87%	20.50
2012	2,541,816	786,452	9,293	231,438	230,819	46,022	3,753,796	5,404,257	69.46%	21.30
2013	2,554,665	782,958	9,337	249,236	232,723	53,243	3,775,676	5,575,719	67.72%	21.90
2014	2,222,499	845,688	9,027	250,479	231,545	54,735	3,504,503	5,006,433	70.00%	24.10
2015	2,237,271	835,870	9,523	255,999	230,777	40,180	3,529,260	5,168,806	68.28%	24.40
2016	2,250,232	845,752	9,433	260,151	259,798	62,170	3,563,196	5,126,164	69.51%	25.10
2017	2,264,831	841,582	27,469	265,486	272,671	64,608	3,607,431	5,292,595	68.16%	25.80
2018	2,273,392	838,279	30,606	268,074	287,699	68,668	3,629,382	5,418,606	66.98%	26.70
2019	2,223,258	948,271	22,687	266,058	299,118	73,130	3,686,262	5,266,089	70.00%	27.20

(1) Source: Town of Farmington Assessor's office

(2) Note: Properties in the Town are reassessed once every five years per State statute. The Town assesses all property at approximately 70% of actual value. Estimated actual value is calculated by dividing assessed value by those percentages. Tax rates are per \$1,000 of assessed value.

Town of Farmington, Connecticut

Principal Property Taxpayers
Current and Nine Years Ago
(Thousands)
(Unaudited)

Name	2019			2010		
	Assessed Value	Rank	Percentage Net Taxable Grand List (1)	Assessed Value	Rank	Percentage Net Taxable Grand List (1)
West Farms Associates	\$ 175,460	1	4.76%	\$ 102,436	1	2.77%
Dunn-Sager Affiliates	59,686	2	1.62%	30,469	4	0.82%
United Technologies	45,746	3	1.24%	46,665	2	1.26%
CL&P	40,634	4	1.10%	28,531	5	0.77%
Trumpf, Inc	33,390	5	0.91%	37,623	3	1.02%
Delfino, William & Thomas	28,026	6	0.76%	28,487	6	0.77%
Columbia Prop Htfd LLC	27,783	7	0.75%	-	-	0.00%
The Price Rite, Inc	21,758	8	0.59%	20,195	9	0.55%
Brookedale Living Communities	20,952	9	0.57%	-	-	0.00%
NIC 13 Village Gate	20,023	10	0.54%	-	-	0.00%
Fusco	-	-	0.00%	22,681	7	0.61%
NSHE Columbia Hartford LLC	-	-	0.00%	20,867	8	0.56%
The Gables of Farmington	-	-	0.00%	18,466	10	0.50%
Total	\$ 473,458		12.84%	\$ 356,420		9.63%
(1) - Based on October 1, 2017 and 2008 net taxable grand list of	\$ 3,686,262			\$ 3,696,918		

Source: Town assessor department.

Town of Farmington, Connecticut

Property Tax Rates, Levies and Cash Collections
Last Ten Years
(Thousands)
(Unaudited)

Year Ended June 30	(1) Mill Rate	Total Adjusted Tax Levy	Net Current Levy Tax Collections	Percentage Of Current Taxes Collected	Collections In Subsequent Years	Total Collections	Percent Of Levy Collected	Current Delinquent Balance
2010	19.80	\$ 72,659	\$ 72,460	99.7%	\$ 198	\$ 72,658	100.0%	\$ 1
2011	20.50	75,889	75,568	99.6%	320	75,888	100.0%	1
2012	21.30	79,292	78,958	99.6%	333	79,291	100.0%	1
2013	21.90	82,228	81,929	99.6%	283	82,212	100.0%	16
2014	24.10	83,534	83,232	99.6%	280	83,512	100.0%	22
2015	24.40	85,501	85,190	99.6%	288	85,478	100.0%	23
2016	25.10	88,868	88,653	99.8%	180	88,833	100.0%	35
2017	25.80	92,479	92,206	99.7%	205	92,411	99.9%	68
2018	26.70	96,204	95,930	99.7%	135	96,065	99.9%	139
2019	27.20	99,633	99,286	99.7%	-	99,286	99.7%	347

Source: Town audit reports.

(1) This represents the Town's mill rate per \$1,000 of taxable property.

Table 8

Town of Farmington, Connecticut
Direct and Overlapping Property Tax Rates
Last Ten Years
(Unaudited)

<u>Fiscal Year</u>	<u>Operating</u>	<u>Debt Service</u>	<u>Overlapping Rates</u>		<u>Total</u>
			<u>Total Town</u>	<u>Farmington Woods</u>	
2010	17.6	2.2	19.8	N/A	19.8
2011	18.3	2.2	20.5	10.0	30.5
2012	19.2	2.1	21.3	10.2	31.5
2013	19.9	2.0	21.9	10.2	32.1
2014	22.1	2.0	24.1	10.7	34.8
2015	22.6	1.8	24.4	12.3	36.7
2016	23.3	1.8	25.1	12.9	38.0
2017	24.0	1.8	25.8	13.0	38.8
2018	24.8	1.9	26.7	14.7	41.4
2019	25.0	2.2	27.2	14.7	41.9

Source: Town of Farmington Assessor's office
N/A - Information not available

Town of Farmington, Connecticut

Ratios of Outstanding Debt by Type
Last Ten Years
(Thousands)
(Unaudited)

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Year Ended June 30	Governmental Activities				Business-Type Activities		Grand Total	Percentage of Personal Income	Debt Per Capita
	General Obligation Bonds (1)	Premium	Notes	Total	Equipment Financing Notes				
2010	\$ 58,750	\$ 1,864	\$ 4,364	\$ 64,978	\$ -	\$ 64,978	7.03%	\$ 2.75	
2011	56,375	2,449	3,263	62,087	84	62,171	4.83%	2.46	
2012	50,610	2,753	5,843	59,206	352	59,558	4.64%	2.35	
2013	45,835	2,659	4,693	53,187	275	53,462	4.17%	2.10	
2014	40,565	2,387	3,685	46,637	211	46,848	3.82%	1.84	
2015	39,180	2,459	3,806	45,445	123	45,568	3.29%	1.79	
2016	35,825	2,181	3,602	41,608	115	41,723	3.15%	1.63	
2017	36,700	2,116	3,384	42,200	99	42,299	3.11%	1.65	
2018	34,370	1,852	37,764	73,986	82	74,068	5.26%	2.89	
2019	33,590	1,713	36,345	71,648	65	71,713	5.05%	2.82	

(1) Includes permanently financed bond anticipation notes.

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

Town of Farmington, Connecticut
Ratios of General Bonded Debt Outstanding
Last Ten Years
(Thousands)
(Unaudited)

Year Ended June 30	General Bonded Debt Outstanding			Percentage of Actual Taxable Value of Property	Debt Per Capita
	General Obligation Bonds/BANS	Premium	Total		
2010	\$ 58,750	\$ 1,864	\$ 60,614	1.07%	\$ 2.56
2011	56,375	2,449	58,824	1.04%	2.33
2012	50,610	2,753	53,363	0.99%	2.11
2013	45,835	2,659	48,494	0.87%	1.91
2014	40,565	2,387	42,952	0.86%	1.68
2015	39,180	2,459	41,639	0.81%	1.63
2016	35,825	2,181	38,006	0.74%	1.49
2017	36,700	2,116	38,816	0.73%	1.52
2018	34,370	1,852	36,222	0.67%	1.42
2019	33,590	1,713	35,303	0.67%	1.39

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

Town of Farmington, Connecticut
Schedule of Debt Limitation
Connecticut Statutes, Section 7-374(b)
June 30, 2019
(Unaudited)

Tax base:

Total tax collections (including interest and lien fees) for the prior year	\$ 96,862,007
Total Farmington Woods District prior year tax collections (including interest and lien fees)	<u>2,334,093</u>

Base for debt limitation computation \$ 99,196,100

	General Purpose	Schools	Sewers	Urban Renewal	Pension Deficit
Debt limitation:					
2 1/4 times base	\$ 223,191,225	\$ -	\$ -	\$ -	\$ -
4 1/2 times base	-	446,382,450	-	-	-
3 3/4 times base	-	-	371,985,375	-	-
3 1/4 times base	-	-	-	322,387,325	-
3 times base	-	-	-	-	<u>297,588,300</u>
Total limitations	223,191,225	446,382,450	371,985,375	322,387,325	297,588,300
Indebtedness:					
Bonds	<u>21,136,375</u>	<u>11,621,725</u>	<u>831,900</u>	-	-
Debt limitation in excess of outstanding debt	<u><u>\$ 202,054,850</u></u>	<u><u>\$ 434,760,725</u></u>	<u><u>\$ 371,153,475</u></u>	<u><u>\$ 322,387,325</u></u>	<u><u>\$ 297,588,300</u></u>

The total net indebtedness above amounts to: \$ 33,590,000

In no event shall total indebtedness exceed seven time the base for debt limitation computation: \$ 694,372,700

There is no overlapping debt for the Town of Farmington.

Town of Farmington, Connecticut

**Legal Debt Margin Information
Last Ten Years
(Thousands)
(Unaudited)**

Year Ended June 30	Debt Limit	Net Debt Applicable To Limit	Legal Debt Margin	Total Net Debt Applicable
2010	\$ 511,104	\$ 65,633	\$ 445,471	12.84%
2011	533,281	57,520	475,761	10.79%
2012	557,707	55,748	501,959	10.00%
2013	557,405	48,766	508,639	8.75%
2014	557,405	53,266	504,139	9.56%
2015	600,157	45,015	555,142	7.50%
2016	625,392	110,930	514,462	17.74%
2017	648,741	102,135	546,606	15.74%
2018	674,315	85,983	588,332	12.75%
2019	694,373	33,590	660,783	4.84%

Source: Town audit reports.

Town of Farmington, Connecticut
Demographic and Economic Statistics
Last Ten Years
(Unaudited)

Year Ended June 30	(1) Population	(1) Personal Income (Thousands)	(1) Per Capita Income	(1) Median Age	Education Level of Schooling		(2) School Enrollment	(3) Unemployment Percentage
					High School Graduate or Higher	Bachelor's Degree or Higher		
2010	23,641	\$ 924,576	\$ 39,109	40.4	N/A	N/A	4,068	7.4%
2011	25,224	1,288,440	51,080	42.7	N/A	N/A	4,009	6.8%
2012	25,307	1,282,654	50,684	43.2	82.0%	57.0%	4,014	6.4%
2013	25,450	1,280,775	50,325	43.2	82.0%	57.0%	3,959	6.3%
2014	25,527	1,226,454	48,045	42.8	82.0%	57.0%	3,946	4.9%
2015	25,515	1,384,821	54,275	43.4	82.0%	57.0%	3,976	3.7%
2016	25,563	1,325,042	51,834	43.4	82.0%	57.0%	3,978	4.4%
2017	25,569	1,359,388	53,165	43.5	82.0%	57.0%	4,024	4.1%
2018	25,596	1,407,888	55,004	43.8	81.0%	57.0%	4,005	3.1%
2019	25,422	1,418,980	55,817	44.0	81.0%	57.0%	4,068	3.1%

(1) Source: U.S. Census Bureau, American Community Survey, CERC Town Profile

(2) Farmington Public Schools Enrollment Report as of October 1

(3) Connecticut Department of Labor

N/A - Data not available

Town of Farmington, Connecticut

Principal Employers
Current and Nine Years Ago
(Unaudited)

Employer	2019			2010		
	Employees	Rank	Percentage Of Total Town Employment	Employees	Rank	Percentage of Total Town Employment
UCONN Health Center/Dempsey Hospital	6,355	1	35.29%	5,000	1	37.89%
Otis Elevator Co.	800	2	4.44%	782	4	5.93%
Town of Farmington/Board of Education	723	3	4.01%	966	3	7.32%
Connecticare	700	4	3.89%	505	7	3.83%
United Technologies Corp	550	5	3.05%	-	-	0.00%
Macy's	500	6	2.78%	-	-	0.00%
Trumpf Inc.	500	7	2.78%	410	8	3.11%
Tunis Community College	500	8	2.78%	606	5	4.59%
American Red Cross	388	9	2.15%	383	9	2.90%
Allied World Assurance Co.	350	10	1.94%	-	-	0.00%
Connecticut Spring & Stamp	-	-	0.00%	370	10	2.80%
Westfarms Mall	-	-	0.00%	2,200	2	16.67%
Bank of America	-	-	0.00%	600	6	4.55%
Total	11,366		63.11%	11,822		89.59%

Source: Town of Farmington Economic Development Department

Town of Farmington, Connecticut
Full-Time Equivalent Employees by Function/Program
Last Ten Years
(Unaudited)

June 30

Function/Program	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
General government	31	34	34	33	32	32	33	33	33	33
Police:										
Police officers	47	46	47	46	46	42	45	45	42	44
Civilians	14	15	15	14	14	15	15	15	15	16
Fire:										
Firefighters	11	9	10	9	10	10	9	10	10	10
Highways and streets:										
Engineering	6	6	6	7	7	6	7	7	7	7
Maintenance	35	32	33	33	32	33	32	33	33	32
Treatment plant	13	13	11	14	14	12	14	13	14	14
Recreation	2	2	2	1	2	2	2	2	2	2
Public education:										
Teachers	392	387	383	380	367	360	354	344	345	347
Administrative and other	<u>270</u>	<u>272</u>	<u>257</u>	<u>258</u>	<u>240</u>	<u>196</u>	<u>187</u>	<u>176</u>	<u>171</u>	<u>168</u>
Total	<u>821</u>	<u>816</u>	<u>798</u>	<u>795</u>	<u>764</u>	<u>708</u>	<u>698</u>	<u>678</u>	<u>672</u>	<u>673</u>

Source: Town and Board of Education's payroll departments.

Town of Farmington, Connecticut
Operating Indicators by Function/Program
Last Ten Years
(Unaudited)

Function/Program		Year Ended June 30									
		2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
Police:	(1)										
Homicides		N/A	-	-	-	-	-	-	-	-	-
Robbery		N/A	4	7	10	2	10	10	19	12	7
Assaults		N/A	39	51	32	38	52	68	95	94	51
Burglary		N/A	39	40	36	32	58	45	49	53	40
Larceny		N/A	546	476	606	752	695	688	686	656	476
Auto theft		N/A	23	32	19	22	10	15	16	6	32
Fire:											
Number of calls answered	(5)	4,100	4,215	4,065	4,240	3,437	3,450	3,455	3,888	3,463	3,186
Inspections	(6)	829	664	714	718	623	670	599	636	646	599
Public works and development:											
Building:											
Permits issued		1,976	1,967	1,872	2,072	2,028	2,385	2,593	2,514	1,964	2,109
Highway and grounds:											
Recyclable collected (tons)	(7)	7,077	6,475	7,377	7,173	5,996	5,305	5,629	5,927	6,421	7,302
Treatment:											
Avg daily flow (millions of gallons)		4.25	3.40	2.80	3.60	3.80	3.80	3.50	4.40	3.90	4.00
Yearly avg pollution removal		0.98	0.97	0.97	0.98	0.95	0.97	0.97	0.96	0.98	0.98
Community and recreational services:											
Recreation:											
Registrations	(2)	7,231	7,371	7,520	14,303	15,508	15,593	15,487	17,343	18,970	14,912
Unregistered (community attendance)	(2)	8,000	8,000	N/A							
Public education:											
Per pupil expenditure	(3)	\$ 17,185	\$ 16,572	\$ 16,531	\$ 16,237	\$ 15,813	\$ 15,132	\$ 14,403	\$ 14,103	\$ 13,163	\$ 12,620
Connecticut Mastery Test											
(averaged scores for grades 4, 6, 8)	(4)	N/A	N/A	N/A	N/A	N/A	(8)	88%	90%	88%	88%
(averaged scores for grades 5, 8, 10)	(9)	(10)	(10)	82%	83%	82%	N/A	N/A	N/A	N/A	N/A
Smarter Balanced Assessment											
(averaged scores for grades 4, 6, 8)	(9)	79%	77%	79%	75%	75%	N/A	N/A	N/A	N/A	N/A

Source: All data from the Town of Farmington Annual Report unless otherwise noted

N/A - Information not available

(1) Town Police Department Police Statistics on calendar year basis

(2) Town Recreation Department

(3) Board of Education business office

(4) Town Public Schools website

(5) Town Fire and Rescue Services Department

(6) Town Fire Marshall

(7) Highway and Grounds Dept., Town of Farmington

(8) Farmington students participated in the pilot SBAC testing in Reading, Writing, and Math. No individual student performance data was collected this year.

(9) Superintendent's Office, Board of Education

(10) No CMT/CAPT testing done this year

Town of Farmington, Connecticut
Capital Asset Statistics by Function/Program
Last Ten Years
(Unaudited)

June 30

Function/Program	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
Police:										
Station	1	1	1	1	1	1	1	1	1	1
Vehicles:										
Marked	25	22	22	20	25	18	18	18	18	16
Unmarked	14	12	11	12	9	10	10	10	10	10
Fire:										
Stations	5	5	5	5	5	5	5	5	5	5
Public works and development:										
Highway:										
Streets (miles) (1)	118.58	118.58	118.14	118.14	118.14	117.85	117.85	117.85	117.34	117.34
Street lights	1,737	1,737	1,736	1,727	1,758	1,754	1,754	1,754	1,748	1,748
Sidewalks	49.82	49.29	49.15	48.88	48.88	48.45	48.45	48.45	47.68	47.68
Treatment:										
Sanitary sewers (miles)	142.82	142.82	142.48	142.38	142.38	142.26	142.26	142.26	141.63	140.91
Community and recreational services:										
Parks acreage	246.2	246.2	246.2	246.2	246.2	246.2	246.2	246.2	246.2	246.2
Parks	6	6	6	6	6	6	6	6	6	6
Athletic fields	49	49	49	49	49	49	49	49	49	49
Tennis courts	12	12	12	12	12	12	12	12	12	12
Public education:										
Schools	7	7	7	7	7	7	7	7	7	7

Source: Town annual financial statements except where noted

(1) Department of Transportation annual report