

**TOWN OF WILLINGTON,  
CONNECTICUT**



**COMPREHENSIVE ANNUAL FINANCIAL REPORT**

**YEAR ENDED JUNE 30, 2021**

TOWN OF WILLINGTON, CONNECTICUT

Comprehensive Annual Financial Report

Year Ended June 30, 2021

Prepared by:  
Finance Department  
Laurie Mazich Semprebon, Treasurer  
Donna Latincsics, Business Manager

**TOWN OF WILLINGTON, CONNECTICUT**  
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# Introductory Section

# Town of Willington

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Board of Selectmen • 40 Old Farms Road • Willington, Connecticut 06279 • (860) 487-3100 • Fax (860) 487-3103

December 28, 2021

To the Members of the Board of Selectmen,  
Board of Finance, and the Citizens of the  
Town of Willington, Connecticut:

The Comprehensive Annual Financial Report (“Annual Report”) of the Town of Willington, Connecticut (the “Town”), for the fiscal year ended June 30, 2021 is hereby submitted.

This report was prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) for governmental units as promulgated by the Governmental Accounting Standards Board. Responsibility for the accuracy of the data and the completeness of the presentation, including all disclosures, rests with the management of the Town of Willington.

We believe the information presented is accurate in all material respects; that it is presented in a manner designed to fairly exhibit the financial position and results of operations of the Town, and that all disclosures necessary to enable the reader to gain maximum understanding of the Town’s financial activity have been included.

Pursuant to Connecticut Law, the Town is required to undergo an annual examination by an independent certified public accountant. The audit must be conducted under the guidelines issued by the State of Connecticut, Office of Policy and Management and a copy of the report must be filed with such Office within six months of the end of the fiscal year. The examination was conducted by the firm of Mahoney Sabol & Company, LLP, independent certified public accountants of Glastonbury, Connecticut. The independent auditor’s report is presented as the first component of the financial section of this report.

The independent audit of the basic financial statements of the Town was part of a broader, federal and state mandated “Single Audits” designed to meet the special needs of the federal and state grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the Town’s internal controls and compliance with certain provisions of laws, regulations, contracts and grants applicable to federal and state single audit major programs. The Federal and State Single Audit Reports are available in the Town’s separately issued Federal and State Single Audit reporting package.

GAAP requires 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 Town’s MD&A can be found immediately following the report of the independent auditors.

## **Profile of the Town of Willington**

The Town of Willington, located in Tolland County, is approximately 25 miles northeast of Hartford and two miles from the main campus of the University of Connecticut at Storrs. The Town is bounded on the north by the Towns of Stafford and Union, on the east by the Town of Ashford, on the west by the Towns of Ellington and Tolland and on the south by the Town of Mansfield. The Town of Willington was incorporated in 1727 and covers an area of 34.8 square miles. It is traversed by Interstate 84 and state routes No. 32, 44, 74, and 320. Passenger service is provided on a limited basis by the buses of the Windham Regional Transit District. Freight service is provided by Central Vermont Railway and numerous motor common carriers.

The Town of Willington has a Board of Selectmen, Town Meeting, and Board of Finance form of government. The Board of Selectmen, elected to two-year terms, consists of three members and functions as the executive authority of the Town in accordance with the provisions of the General Statutes of the State of Connecticut.

The First Selectman, a member of the Board of Selectmen, is the full-time Chief Executive and Administrative Officer of the Town and oversees the execution of all laws and ordinances governing the Town. She presides over the Board of Selectmen and has full voting privileges on the Board. The First Selectman, with the approval of the Board of Selectmen, appoints members to various commissions and boards and serves as the Town's Purchasing Agent. Additional duties include the authority over and the responsibility for the revenue collector's and assessor's operations.

The six-member Board of Finance, elected for six-year staggered terms, is responsible for proposing annual budgets and special appropriations at Town Meetings and works closely with the First Selectman, Treasurer, and Business Manager to establish and enforce fiscal policy as well as internal control policies and procedures. The Board of Finance reviews requests for funding from the Board of Selectmen, Board of Education, and other agencies and officials. The budget process is as follows: 1) a budget hearing is held in April, at which time taxpayer comments are obtained; 2) the annual Town meeting is held in early May for a discussion of the budget; 3) the annual Town meeting is followed by a referendum, at which time the proposed operating budget for the fiscal year commencing July 1 is voted upon for approval (in accordance with the provisions of local ordinance, all Town meeting votes on proposed budgets are adjourned to referendum vote on voting machines); 4) the operating budget includes proposed expenditures and the means of financing them and must be legally enacted prior to July 1. The Town's fiscal year 20-21 budget process was modified to follow executive orders by Governor Lamont in consideration of the COVID 19 pandemic, with all Board of Finance meetings held virtually, and the budget hearing in April and the annual town meeting in May held as hybrid meetings, with townspeople able to attend in person or virtually. Because of uncertainty about how the newly-legislated American Rescue Plan funds could be used, the referendum was postponed to June 8, 2021.

Formal budgetary integration is employed as a management control device during the year. The legal level of control (the level at which expenditures may not legally exceed appropriations) is at the department level.

Generally, all unexpended and unencumbered appropriations lapse at year-end, except those for the capital projects funds and a non-lapsing BOE account. Appropriations for capital projects are continued until completion of applicable projects, even when projects extend more than one fiscal year. A Non-lapsing Account for the Willington Board of Education (as permitted by Connecticut General Statute 10-248a, up to 2.0% of the current fiscal year's budget) is to be used for future BOE non-recurring or unanticipated funding needs (including emergency capital or maintenance needs and unanticipated outside student placements and associated costs). Encumbered appropriations in the General Fund are not re-appropriated in the ensuing year's budget but are carried forward.

## **Profile of the Town of Willington (*Continued*)**

Upon approval of the budget, the Board of Finance establishes the tax rate, notifies the Revenue Collector, and files an official copy of the approved budget with the Town Clerk within five days of approval.

A seven-member Board of Education, elected for four-year staggered terms, is responsible for the operation of the Town's grades K-8 school system. Willington also elects four members to the Region 19 Board of Education. The Regional Board is responsible for Willington students' high school education and the operation of E.O. Smith Regional High School. Elections are held biennially in November in every odd-numbered year.

The Town's professional staff includes a Business Manager, Treasurer, a Revenue Collector and an Assessor. The Treasurer is responsible for the treasury management functions of the Town. The Business Manager is responsible for the activities of the accounting staff for the Town and Board of Education. In addition, they are both responsible for assisting the Board of Finance in the preparation of the annual budget; the maintenance of the general ledgers of the Town; financial planning and cost accounting; data processing; financial report preparation; and supervision of the annual independent audit. The Treasurer is also responsible for the investment of all Town funds. The Revenue Collector is responsible for the collection and reconciliation of all property tax obligations due to the Town. The Assessor values all buildings, land, motor vehicles and personal property to assess the amount of taxes owed by the taxpayers. The Assessor also oversees the town-wide physical revaluation. The Town must implement revaluation every five years and a revaluation by physical inspection must be done no later than ten years from the preceding physical inspections. Assessment information is sent to the Revenue Collector so she may send tax notifications to the taxpayers.

The Town's accounting system considers the adequacy of internal control to ensure that the assets of the Town are protected from loss, theft or misuse, and to ensure that adequate accounting data is compiled to allow for the preparation of reliable financial statements in conformity with accounting principles generally accepted in the United States of America. The internal control is designed to provide reasonable, but not absolute, assurance that these objectives are met.

The concept of reasonable assurance recognizes that:

- (1) The cost of a control should not exceed the benefits likely to be derived; and
- (2) The valuation of costs and benefits requires estimates and judgments by management.

All internal control evaluations take into consideration the concepts listed above. Management believes the Town's internal control adequately safeguards assets and provides reasonable assurance of the proper recording of financial transactions.

The Town of Willington provides a range of services, including ambulance and fire protection, recreational activities and cultural events. The Town participates in the Mid-Northeast Recycling Operating Committee ("Mid-NEROC") for collection of recyclable materials and household hazardous wastes. It is a member of the ten-town Eastern Highlands Health District for the purpose of providing environmental health-related services including septic design reviews, restaurant inspections and health education. Also, the Board of Selectmen appoints members to the Willington Housing Authority, a related organization.

## **Local Economy**

Property tax collections over the past 10 years have averaged over 99 percent. The commercial/industrial operations in the Town have consistently provided a significant portion of property taxes.

## **Local Economy of the Town of Willington (*Continued*)**

The largest concentration of economic development in the Town is located on State Route 320 by the Exit 71 interchange of Interstate 84. Five hundred nineteen acres of land on the east side of Route 320 is zoned “Designed Industrial”. In 1997, Roadway Package Systems, now FedEx, completed a \$22 million New England regional distribution facility on 109 acres of the industrial property. Since then, they have completed more than \$15 million dollars in expansions and improvements to their facility to include adding another 5 acres of land, building two office buildings and a storage building, expanding their maintenance building, parking areas, fuel island and loading docks, upgrading the gatehouse, conveyor belt and sorting systems, re-aligning the parking areas to maximize the flow, and upgrading their outside lighting (keeping within Dark Sky guidelines).

Travel Centers of America is located off the Exit 71 interchange and consists of a truck stop, several commercial services and a motel; FedEx also has a distribution facility in this location. Other existing commercial facilities are principally located in West Willington center with sporadic commercial development occurring along River Road (Route 32) and a few commercial businesses located on Tolland Turnpike (Route 74). These facilities include a small shopping plaza, restaurants, small retail establishments, a kennel, research facilities, and other small service establishments. Dollar General was the newest business addition in the fiscal year 18-19, located adjacent to Phelps Crossing.

Other industrial development in Town is limited to the mining and quarrying of earth products near the center of Town, a water bottling company, a bulk spring water supply and several small-scale industrial operations in South Willington. Love’s Travel Stop & Country Stores was issued a building permit through the zoning and building process on June 28, 2021, expecting to open in 2022.

An Economic Development Commission is charged with promoting and developing the economic resources of the Town and work closely with businesses looking to open or expand their business within the Town.

## **Long-Range Financial Planning**

The Town’s capital improvement plan (CIP) continues to be used as the primary planning and implementation document for capital purchases and fund identification. This plan is a five-year rolling plan and is updated annually. The CIP committee’s long-term objective is to have a five-year bonding cycle for major purchases and an adequate reserve for all other capital purchases.

The completed projects for fiscal year 2021 included: installing lighting at the River Road Athletic Complex, painting the senior center, replacing the bus for the senior center, security upgrade at both schools, improved ventilation at both schools, replacing boiler valves and pumps for the Hall Memorial School boiler, and replacement of the Town Office Building boiler. Replacement of the Public Works diesel tank and purchase and implementation of new accounting software for the finance department were completed. Reserve Funds and school construction grant funds were appropriated for a roof replacement project at both Center and Hall Memorial Schools, but the approved grant funds were rescinded because the District is considering several options for the schools.

The Town has the opportunity to purchase a 16+/- acre forested parcel on Mason Road from the estate of Daniel Talmadge.

## **Financial Policies and Practices of the Town of Willington**

Sections 7-400 and 7-402 of the Connecticut General Statutes govern the investments the Town is permitted to acquire. Generally, the Town may invest in certificates of deposit, municipal notes and bonds, money market mutual funds, and obligations of the United States of America, including joint and several obligations of the Federal Home Loan Mortgage Association, the Federal Savings and Loan Insurance Corporation, the United States Postal Service, all the Federal Home Loan Banks, all Federal Land Banks, the Tennessee Valley Authority, or any other agency of the United States government.

The Town of Willington's operating and working capital funds are invested under the responsibility and authority of the Town Treasurer. Currently, the Town's short-term investments are invested in the State of Connecticut Short Term Investment Fund ("STIF"), which is an investment pool managed by the State Treasurer's Office. The fair value of the Town's position in this pool is the same as the value of the pool shares. Some funds are also kept in a savings account with our bank, People's United, depending on which account has higher interest yields.

### **Town-Defined Benefit Plan**

The Town maintains the Town of Willington Pension Plan ("Plan"), a single-employer, contributory, defined benefit pension plan covering three employees. The Town also provides a SIMPLE IRA plan for all other Town employees, except Board of Education employees. The Plan provides retirement, disability and death benefits to Plan members and beneficiaries. Benefit provisions are established and can be amended by the Board of Selectmen. This Plan is part of the Town's financial reporting entity and is included as a pension trust fund of the Town. Separate, stand-alone financial statements for the Plan are not prepared.

### **Awards and Acknowledgement**

The Town of Willington's comprehensive annual financial report for the year ended June 30, 2020 has been awarded the Certificate of Achievement for Excellence in Financial Reporting by Government Finance Officers Association of the United States and Canada (GFOA). This was the twentieth consecutive year that the government has achieved this prestigious award. The Certificate of Achievement is the highest form of recognition for excellence in state and local government financial reporting. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

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

The preparation of this report would not have been possible without the efficient and dedicated services of the Business Manager, Donna Latincsics, and her department. Credit must also be given to the Board of Selectmen and the Board of Finance for their unfailing support for maintaining the highest standards of professionalism in the management of the Town's finances.

Respectfully Submitted,

*Laurie Mazich Semperebon*

Laurie Mazich Semperebon  
Treasurer, Town of Willington, CT



Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**Town of Willington  
Connecticut**

For its Comprehensive Annual  
Financial Report  
For the Fiscal Year Ended

June 30, 2020

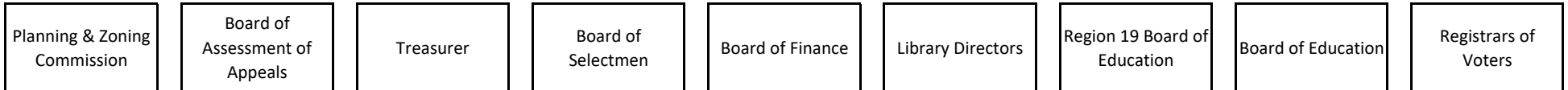
*Christopher P. Morrell*

Executive Director/CEO

**TOWN OF WILLINGTON, CONNECTICUT**  
ORGANIZATIONAL CHART  
AS OF JUNE 30, 2021

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VOTERS ELECT



BOARD OF SELECTMEN APPOINTS



**TOWN OF WILLINGTON, CONNECTICUT  
PRINCIPAL OFFICIALS  
JUNE 30, 2021**

**TOWN MEETING - BOARD OF SELECTMEN FORM OF GOVERNMENT**

**BOARD OF SELECTMEN**

Erika G. Wiczenski, First Selectwomen  
Aliza Boritz , Selectman  
John Blessington, Selectman

First Selectman.....	Erika G. Wiczenski
Chairman, Board of Finance.....	Michael Makuch
Town Treasurer.....	Laurie Semprebbon
Business Manager.....	Donna Latincsics
Director of Public Works.....	Troy Sposato
Town Clerk.....	Robin Campbell
Acting Municipal Collector.....	Janice Clauson
Superintendent of Schools.....	Philip Stevens

**BOARD OF EDUCATION**

Tracey Anderson  
Herbert C. Arico, Chairman  
Donna V. Cook  
Michelle Doucette Cunningham, Secretary  
Ann Grosjean  
Laura Rodriquez  
Elena Testa, Vice Chairman

**BOARD OF FINANCE**

George Matthew Clark  
Christina Mailhos  
Michael Makuch, Chairman  
Brenda Abrams, Alternate  
Geoffrey Prusak, Vice Chairman  
Stephanie Summers  
Peter Tanaka  
Elisabeth Woolf, Alternate

## Financial Section

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## INDEPENDENT AUDITOR'S REPORT

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## INDEPENDENT AUDITOR'S REPORT

To the Board of Finance  
Town of Willington, Connecticut

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

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Willington, Connecticut (the "Town"), as of and for the year ended June 30, 2021, 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.

### ***Auditor's 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 auditor's 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.

### ***Opinions***

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Willington, Connecticut, as of June 30, 2021, 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 on pages 3 through 12 and the information on pages 60 through 69 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### ***Other Information***


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

The combining and individual fund financial statements and schedules on pages 70 through 85 are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory section on pages i through viii and the statistical section on pages 86 through 102 have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

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

In accordance with *Government Auditing Standards*, we have also issued our report dated December 28, 2021, 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 solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on 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.



Certified Public Accountants  
Glastonbury, Connecticut  
December 28, 2021

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## MANAGEMENT'S DISCUSSION AND ANALYSIS

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**TOWN OF WILLINGTON, CONNECTICUT**  
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2021

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Management of the Town of Willington, Connecticut (the "Town"), offers the readers of the Town's financial statements this narrative overview and analysis of the financial activities of the Town for the fiscal year ended June 30, 2021. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages i - v of this Comprehensive Annual Financial Report ("Report").

**FINANCIAL HIGHLIGHTS**

- The assets and deferred outflows of resources of the Town exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$17,204,996 (net position). Of this amount, \$4,795,802 represents the Town's unrestricted net position. The Town's total overall net position increased by \$571,603 during the current fiscal year.
- As of the close of the current fiscal year, the Town's governmental funds reported a combined ending fund balance of \$6,938,247, an increase of \$469,257 in comparison with the prior year combined ending fund balance.
- At the close of the current fiscal year, unassigned fund balance of the General Fund was \$2,266,327, or 12.2% of the Town's fiscal year 2022 General Fund budgetary expenditure appropriations of \$18,507,969. Expressed another way, unassigned fund balance of the General Fund was sufficient to cover 1.5 months of General Fund operating expenditures.
- The Town's total long-term debt, consisting of general obligation bonds and capital lease obligations, decreased by \$353,188 during the fiscal year from \$1,645,608 as of June 30, 2020 to \$1,292,420 as of June 30, 2021.

**OVERVIEW OF THE 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 the 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, liabilities, and deferred outflows and inflows of resources, with the difference between these elements reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Town is improving or deteriorating.

**TOWN OF WILLINGTON, CONNECTICUT**  
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2021

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**OVERVIEW OF THE FINANCIAL STATEMENTS *(Continued)***

**Government-wide Financial Statements *(Continued)***

The statement of activities presents information showing how the Town's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will result in cash flows in future fiscal periods.

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

The government-wide financial statements can be found on pages 13 and 14 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 uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Town can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

**Governmental Funds**

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating 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 with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the Town's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The Town maintains several individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, the Capital Projects Funds, and the American Rescue Plan Fund, which are all considered to be major funds. Data from the remaining governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these 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 pages 15 through 18 of this report.

**TOWN OF WILLINGTON, CONNECTICUT**  
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2021

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**OVERVIEW OF THE FINANCIAL STATEMENTS *(Continued)***

**Fund Financial Statements *(Continued)***

**Proprietary Funds**

The Town maintains one type of proprietary fund. Enterprise funds are used to account for the same functions reported as business-type activities in the government-wide financial statements. The Town uses enterprise funds to account for its Water Utility Fund.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail.

The basic proprietary fund financial statements can be found on pages 19 through 21 of this report.

**Fiduciary Funds**

Fiduciary funds are used to account for resources held for the benefit of parties outside the Town government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to 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 pages 22 and 23 of this report.

**Notes to the Financial Statements**

The notes to the financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 24 through 59 of this report.

**Other Information**

In addition to the basic financial statements and accompanying notes, this report also contains required supplementary information other than this management's discussion and analysis that can be found on pages 60 through 69 of this report. Combining and individual fund statements and schedules can be found on pages 70 through 85 of this report and statistical information can be found starting on page 86.

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

**Net Position**

Over time, net position may serve as one measure of a government's financial position. The Town's net position as of June 30, 2020 has been restated for the implementation of GASB Statement No. 84, *Fiduciary Activities*. The effect of implementing GASB Statement No. 84 resulted in an increase to the Town's net position of \$41,081 as of June 30, 2020. Net position of the Town totaled \$17,204,996 as of June 30, 2021 and \$16,633,393 as of June 30, 2020, as restated, and are summarized as follows:

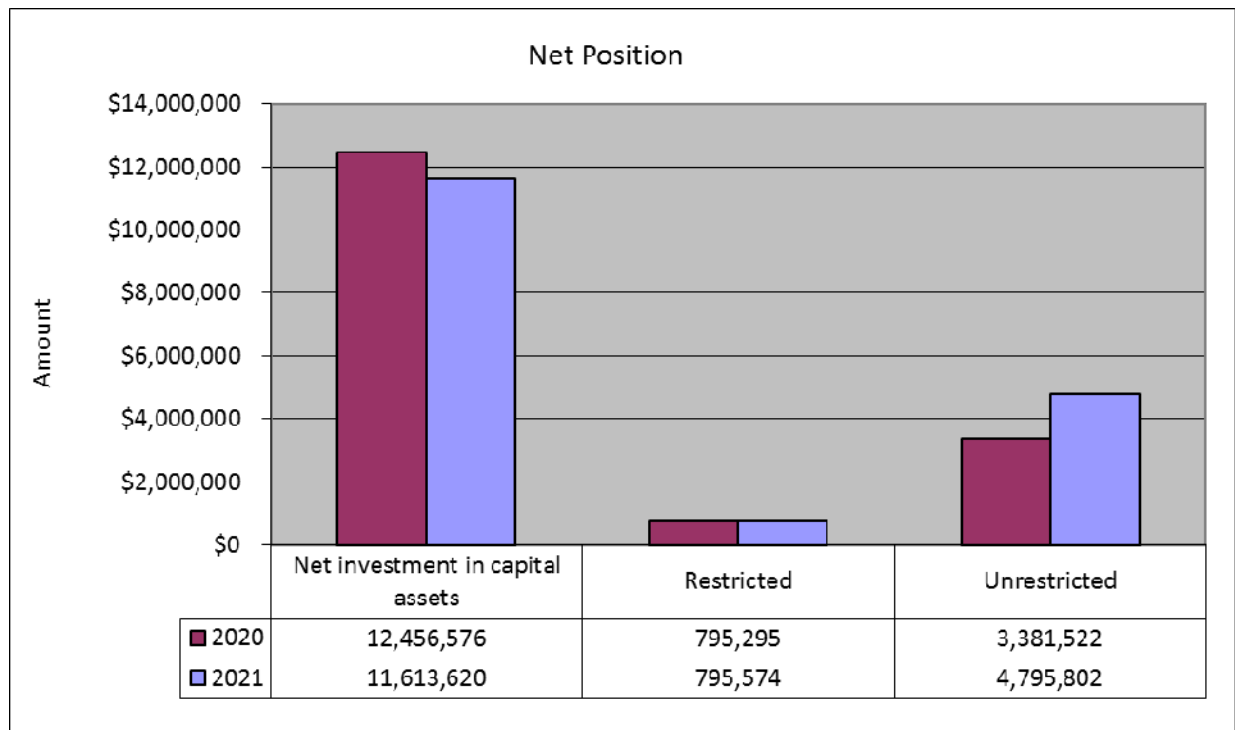
**TOWN OF WILLINGTON, CONNECTICUT**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) (Continued)**  
**AS OF AND FOR THE YEAR ENDED JUNE 30, 2021**

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

**Net Position (Continued)**

The Town's government-wide statement of net position is summarized as follows.

	June 30, 2021			June 30, 2020 (As Restated)		
	Governmental Activities	Business-Type Activities	Total	Governmental Activities	Business-Type Activities	Total
Current and other assets	\$ 9,451,664	\$ 85,041	\$ 9,536,705	\$ 7,803,964	\$ 84,914	\$ 7,888,878
Capital assets	12,024,981	883,003	12,907,984	12,309,642	930,709	13,240,351
Total assets	21,476,645	968,044	22,444,689	20,113,606	1,015,623	21,129,229
Deferred outflows of resources	822,650	-	822,650	932,113	-	932,113
Other liabilities	2,158,993	(63,022)	2,095,971	1,170,979	(33,369)	1,137,610
Long-term liabilities	3,853,374	-	3,853,374	4,205,860	-	4,205,860
Total liabilities	6,012,367	(63,022)	5,949,345	5,376,839	(33,369)	5,343,470
Deferred inflows of resources	112,998	-	112,998	84,479	-	84,479
Net position:						
Net investment in capital assets	10,730,617	883,003	11,613,620	11,525,867	930,709	12,456,576
Restricted	795,574	-	795,574	795,295	-	795,295
Unrestricted	4,647,739	148,063	4,795,802	3,263,239	118,283	3,381,522
Total net position	\$ 16,173,930	\$ 1,031,066	\$ 17,204,996	\$ 15,584,401	\$ 1,048,992	\$ 16,633,393



**TOWN OF WILLINGTON, CONNECTICUT**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) (Continued)**  
**AS OF AND FOR THE YEAR ENDED JUNE 30, 2021**

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

**Net Position (Continued)**

As of June 30, 2021 and 2020, approximately 67.5% and 74.9% of the Town's net position, respectively, reflect the Town's investment in capital assets, 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.

As of June 30, 2021 and 2020, approximately 4.6% and 4.8% of the Town's net position, respectively, are restricted for the purpose of the Town's Small Cities Grant Housing program.

The remainder of the Town's net position is considered unrestricted.

**Changes in Net Position**

The change in net position for the year ended June 30, 2020 has also been restated for the implementing GASB Statement No. 84, *Fiduciary Activities*. The effect of implementing GASB Statement No. 84 resulted in a decrease of \$4,185 to the Town's change in net position for the year ended June 30, 2020. Changes in net position for the years ended June 30, 2021 and 2020, as restated, are as follows.

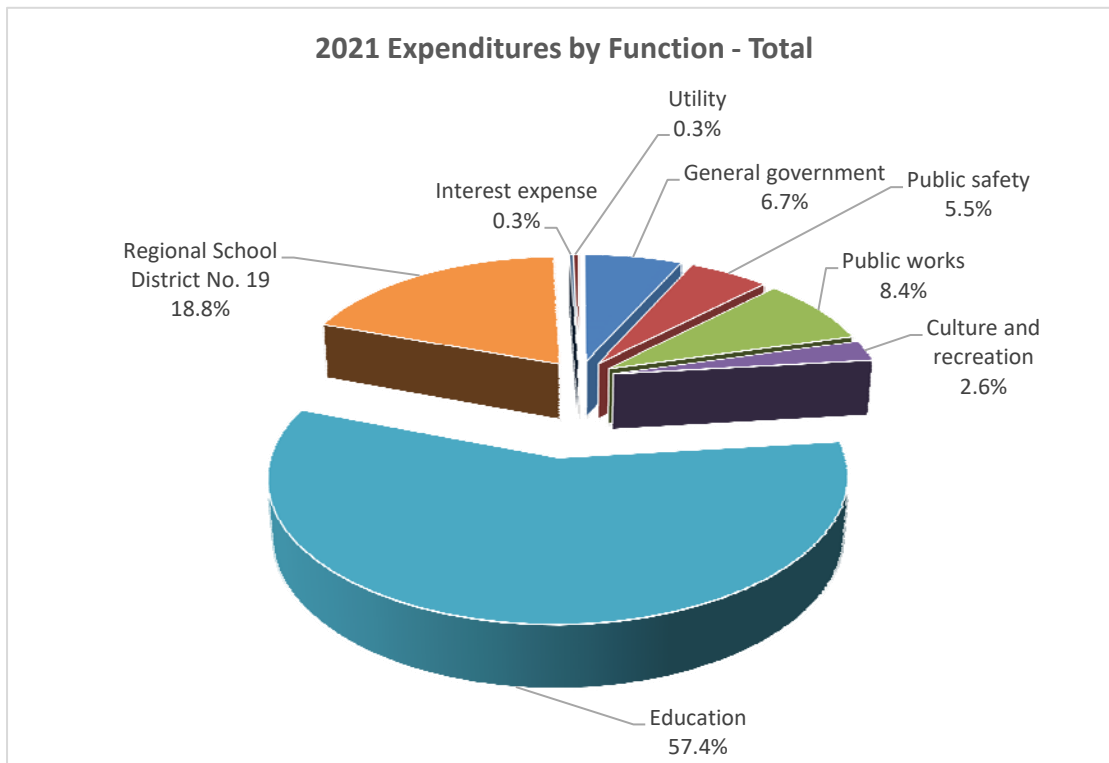
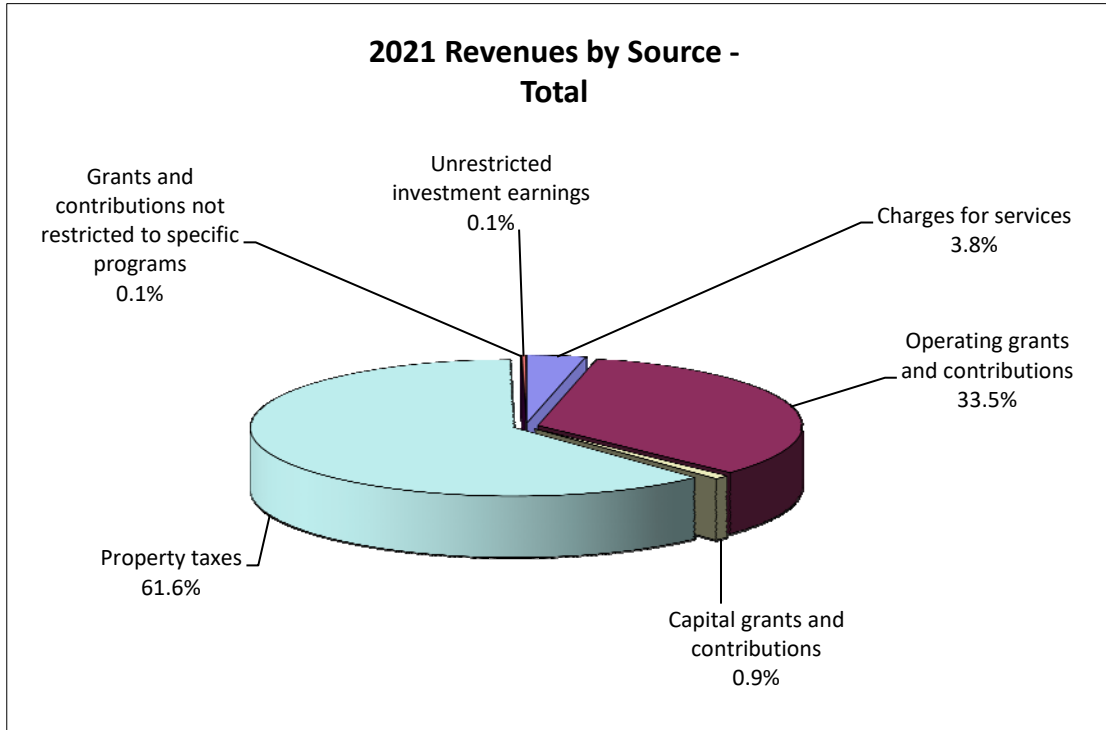
	June 30, 2021			June 30, 2020 (As Restated)		
	Governmental Activities	Business-Type Activities	Total	Governmental Activities	Business-Type Activities	Total
<b>Revenues</b>						
Program revenues:						
Charges for services	\$ 786,220	\$ 51,805	\$ 838,025	\$ 650,677	\$ 45,753	\$ 696,430
Operating grants and contributions	7,326,424	-	7,326,424	6,036,500	-	6,036,500
Capital grants and contributions	198,561	-	198,561	63,694	-	63,694
General revenues:						
Property taxes, levied for general purposes	13,498,096	-	13,498,096	13,498,100	-	13,498,100
Grants and contributions not restricted to specific programs	43,787	-	43,787	48,152	-	48,152
Unrestricted investment earnings	11,432	127	11,559	116,417	127	116,544
Total revenues	21,864,520	51,932	21,916,452	20,413,540	45,880	20,459,420
<b>Expenses</b>						
General government	1,421,407	-	1,421,407	1,487,717	-	1,487,717
Public safety	1,177,701	-	1,177,701	1,237,537	-	1,237,537
Public works	1,785,849	-	1,785,849	1,782,969	-	1,782,969
Culture and recreation	559,697	-	559,697	617,299	-	617,299
Education	12,259,527	-	12,259,527	10,752,958	-	10,752,958
Regional School District No. 19	4,020,967	-	4,020,967	4,196,986	-	4,196,986
Interest expense	49,843	-	49,843	58,554	-	58,554
Utility	-	69,858	69,858	-	69,664	69,664
Total expenses	21,274,991	69,858	21,344,849	20,134,020	69,664	20,203,684
Change in net position	589,529	(17,926)	571,603	\$ 279,520	\$ (23,784)	\$ 255,736
Net position - beginning, as originally reported	15,543,320	1,048,992	16,592,312			
Cumulative effect of implementing new accounting standard	41,081	-	41,081			
Net position - beginning, as adjusted	15,584,401	1,048,992	16,633,393			
Net position - ending	\$ 16,173,930	\$ 1,031,066	\$ 17,204,996			

**TOWN OF WILLINGTON, CONNECTICUT**  
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) (Continued)  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2021

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**GOVERNMENT-WIDE FINANCIAL ANALYSIS (Continued)**

**Changes in Net Position (Continued)**



**TOWN OF WILLINGTON, CONNECTICUT**  
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2021

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**GOVERNMENT-WIDE FINANCIAL ANALYSIS *(Continued)***

**Changes in Net Position *(Continued)***

Governmental activities increased the Town's net position by \$589,529 in the current year. Business-type activities decreased the Town's net position by \$17,926 in the current year. Total revenues for the Town's governmental activities increased by \$1,450,980 or 7.1% over the prior year and total expenses for the Town's governmental activities increased by \$1,140,971 or 5.7%. The increase in revenues and expenses was driven by an increase in on-behalf pension and OPEB contributions and expenses in the amount of \$1,440,580 relating to the Town's participation in the Connecticut State Teachers' Retirement System. Total revenues for the Town's business-type activities increased by \$6,052 or 13.2% over the prior year and total expenses for the Town's business-type activities increased \$194 or 0.3%. There were no significant changes in operations of the Town's business-type activities.

**FINANCIAL ANALYSIS OF THE TOWN'S FUNDS**

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

**Governmental Funds**

The focus of 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. As of the close of the current fiscal year, the Town's governmental funds reported a combined ending fund balance of \$6,938,247, an increase of \$469,257 in comparison with prior year. Of this amount, \$2,266,327 constitutes unassigned fund balance, which is available for spending at the Town's discretion. The remainder of the fund balance is either nonspendable, restricted, committed or assigned to indicate that it is not available for new spending because it has already been earmarked for specific purposes.

**General Fund**

The General Fund is the chief operating fund of the Town. At the end of the current fiscal year, unassigned fund balance of the General Fund was \$2,266,327, while total fund balance was \$4,427,558. As a measure of the General Fund's liquidity, it may be useful to compare unassigned fund balance to total fund expenditures. At the close of the current fiscal year, unassigned fund balance represented 12.2% of the Town's fiscal year 2022 General Fund budgetary expenditure appropriations of \$18,507,969. Expressed another way, unassigned fund balance of the General Fund was sufficient to cover 1.5 months of General Fund operating expenditures. The fund balance of the Town's General Fund increased by \$240,188. This increase was primarily due to favorable collections on property taxes, building permits and conveyance taxes combined with expenditure savings across all departments.

**Capital Projects Fund**

At the end of the current fiscal year, the Town's Capital Projects Fund had a fund balance of \$238,196, an increase of \$22,010 over the prior year. The increase is primarily attributed to budgeted transfers in from the General Fund to fund future purchases.

**GENERAL FUND BUDGETARY HIGHLIGHTS**

The Town's original budget planned for the use of fund balance in the amount of \$673,000 to balance revenues and expenditures. No additional appropriations were authorized during the year. The actual change in the fund balance was an increase of \$3,665, resulting in an overall favorable budgetary variance of \$676,665.

**TOWN OF WILLINGTON, CONNECTICUT**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) (Continued)**  
**AS OF AND FOR THE YEAR ENDED JUNE 30, 2021**

**GENERAL FUND BUDGETARY HIGHLIGHTS (Continued)**

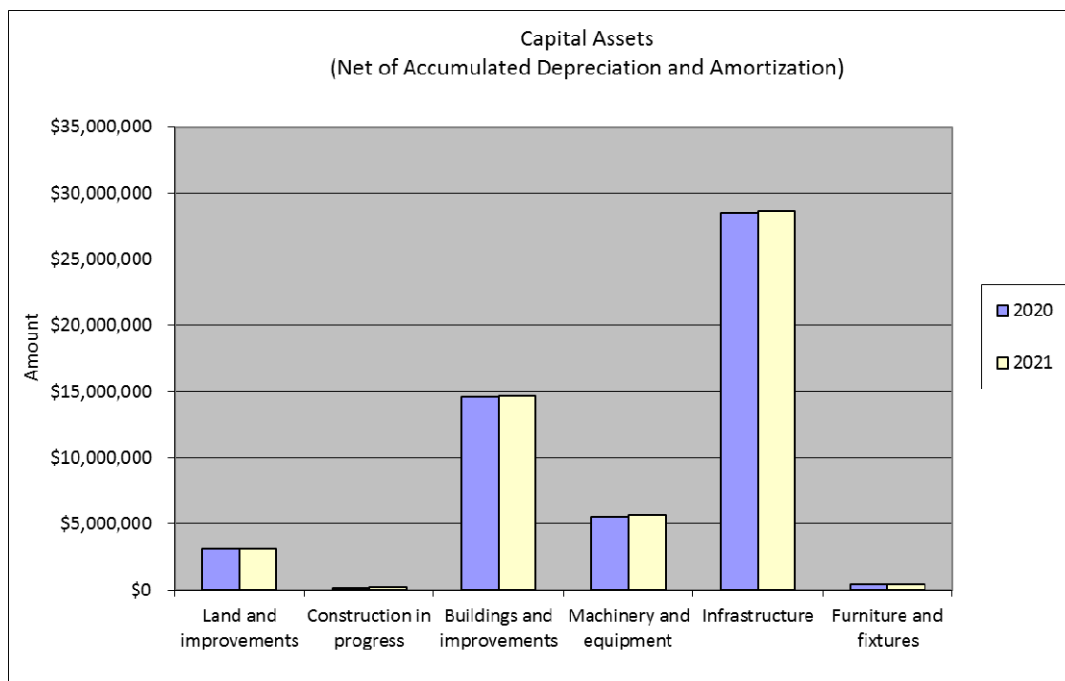
Actual revenues were \$439,403 more than budgeted and actual expenditures were \$237,262 less than budgeted. The revenue surplus was driven by better than expected collections on property taxes, building permits, conveyance taxes, and education cost sharing funds provided by the State of Connecticut. Expenditures were under budget across all departments. Subsequent to year end, the Board of Finance authorized a transfer of a portion of the current year education surplus in the amount of \$64,488 to the Board of Education Nonlapsing Fund.

**CAPITAL ASSET AND DEBT ADMINISTRATION**

**Capital Assets**

The Town's investment in capital assets as of June 30, 2021 and 2020 totaled \$12,907,984 and \$13,240,351 respectively (net of accumulated depreciation and amortization). This investment in capital assets includes land, construction in progress, land improvements, buildings and improvements, machinery and equipment, infrastructure, vehicles, furniture and fixtures. The total decrease in the Town's investment in capital assets for the current fiscal year was \$332,367. Major capital asset events during the current fiscal year consisted of depreciation and amortization expense of \$775,812, offset by net capital additions of \$443,445. The following table is a two-year comparison of the investment in capital assets:

	Governmental Activities	Business-Type Activities	Total		\$ Variance	% Variance
	2021	2021	2021	2020		
Land and improvements	\$ 3,111,967	\$ -	\$ 3,111,967	\$ 3,111,967	\$ -	0.0%
Construction in progress	192,128	-	192,128	148,306	43,822	29.5%
Buildings and improvements	14,631,086	-	14,631,086	14,604,787	26,299	0.2%
Machinery and equipment	5,686,546	-	5,686,546	5,501,536	185,010	3.4%
Infrastructure	27,102,740	1,528,583	28,631,323	28,453,009	178,314	0.6%
Furniture and fixtures	406,408	-	406,408	406,408	-	0.0%
Accumulated depreciation	(39,105,894)	(645,580)	(39,751,474)	(38,985,662)	(765,812)	2.0%
Totals	\$ 12,024,981	\$ 883,003	\$ 12,907,984	\$ 13,240,351	\$ (332,367)	-2.5%



**TOWN OF WILLINGTON, CONNECTICUT**  
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2021

**CAPITAL ASSET AND DEBT ADMINISTRATION *(Continued)***

**Capital Assets *(Continued)***

Additional information on the Town's capital assets can be found in Note 4 starting on page 34 of this report.

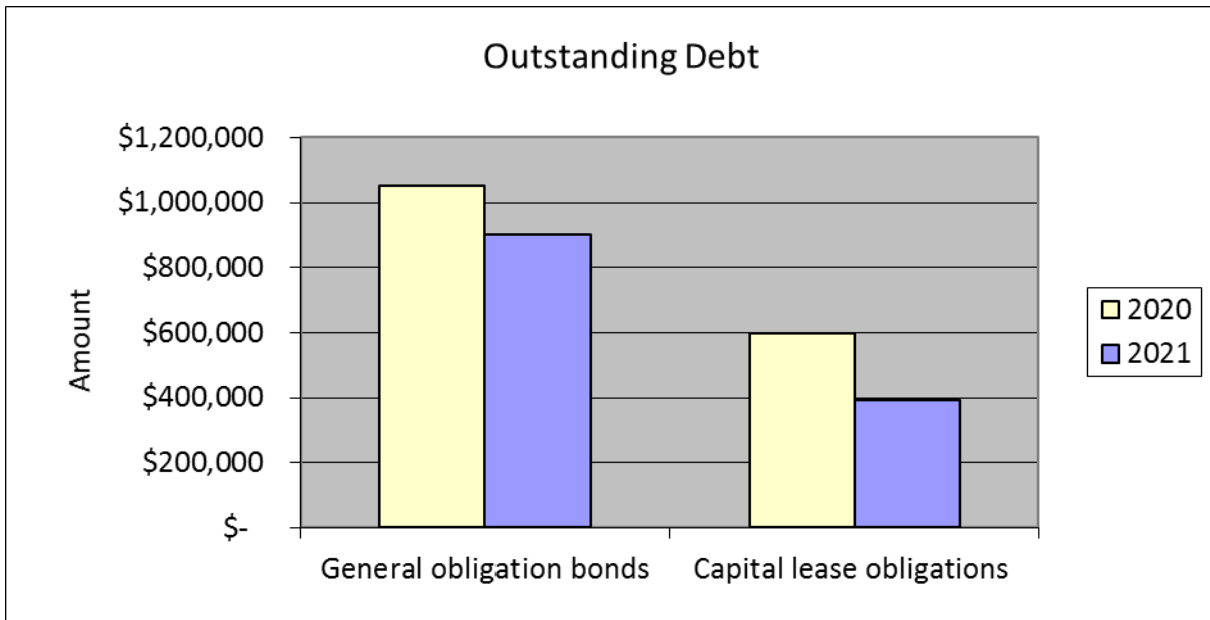
**Long-term Debt**

At the end of the current fiscal year, the Town had total bonded debt outstanding of \$900,000. This entire amount is comprised of debt backed by the full faith and credit of the Town. The Town's total bonded debt decreased by \$150,000 during the current fiscal year due to scheduled principal repayments. The Town maintains an Aa3 rating from Moody's Investor Service for general obligation debt. In addition, the Town had total capital lease obligations outstanding as of June 30, 2021 of \$392,420.

State statutes limit the amount of general obligation debt the Town may issue to seven times its annual receipts from taxation, as defined by the statutes. The current debt limitation for the Town is significantly in excess of the Town's outstanding general obligation debt.

The following table is a two year comparison of long-term bonded debt:

	<b>Governmental Activities</b>		<b>\$ Variance</b>	<b>% Variance</b>
	<b>2021</b>	<b>2020</b>		
General obligation bonds	\$ 900,000	\$ 1,050,000	\$ (150,000)	-14.3%
Capital lease obligations	392,420	595,608	(203,188)	-34.1%
Totals	<u>\$ 1,292,420</u>	<u>\$ 1,645,608</u>	<u>\$ (353,188)</u>	-21.5%



Additional information on the Town's long-term debt can be found in Note 7 starting on page 36 of this report.

**TOWN OF WILLINGTON, CONNECTICUT**  
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2021

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**ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES**

A summary of key economic factors affecting the Town are as follows:

- Inflationary trends in the region approximate national indices.
- For purposes of calculating property tax revenues, the assessor's grand list is used along with an estimated tax rate and an estimated rate of collection, with deductions for payment in lieu of taxes to be paid by the State on-behalf of certain taxpayers.
- The Town receives a significant amount of municipal aid from the State of Connecticut. Potential cuts in funding could negatively impact the Town's mill rate and/or the types and quality of services provided to its citizens.
- In early March 2020, there was a global outbreak of COVID-19 that was declared a Public Health Emergency of International Concern by the World Health Organization and was subsequently declared a state of emergency by the Governor of Connecticut and a national emergency by the President of the United States. The extent to which COVID-19 will impact the Town's tax base, operations and its financial condition will ultimately depend on future developments that are uncertain and cannot be fully predicted with confidence at this time.

The Town utilizes a five year capital improvement plan that projects peaks and valleys of fund balance levels for each year and also determines the amount of expenditures that are affordable for the upcoming year's budget. The Town, in essence, backs into the expenditure increase percentage that is affordable for the upcoming budget using an analysis that allows the Town to review revenues, operating expenditures, debt service expenditures and capital outlays for five years into the future. For peak years of expenditures, the Town determines that revenues plus available surplus are adequate to meet these obligations without the need for spikes in the tax rates.

The Town's fiscal year 2022 budget authorizes expenditure appropriations of \$18,507,969. The approved budget contemplates the use of fund balance in the amount of \$1,055,230 to reduce the overall impact on the Town's mill rate.

**REQUESTS FOR INFORMATION**

This financial report is designed to provide a general overview of the Town's finances for all those with an interest in the Town's finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the Town of Willington, Financial Division, 40 Old Farms Road, Willington, CT 06279.

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## **BASIC FINANCIAL STATEMENTS**

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**TOWN OF WILLINGTON, CONNECTICUT**  
**STATEMENT OF NET POSITION**  
**AS OF JUNE 30, 2021**

	<b>Primary Government</b>		
	<b>Governmental</b>	<b>Business-Type</b>	
	<b>Activities</b>	<b>Activities</b>	<b>Total</b>
<b>ASSETS</b>			
Cash and cash equivalents	\$ 8,016,433	\$ 85,041	\$ 8,101,474
Investments	20,008	-	20,008
Receivables:			
Property taxes and interest	346,614	-	346,614
Grants and contracts	423,221	-	423,221
Other	15,076	-	15,076
Inventories	3,010	-	3,010
Rehabilitation loans receivable	627,302	-	627,302
Capital assets:			
Non-depreciable	2,676,327	-	2,676,327
Depreciable, net	9,348,654	883,003	10,231,657
Total assets	<u>21,476,645</u>	<u>968,044</u>	<u>22,444,689</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Pension related	31,957	-	31,957
OPEB related	790,693	-	790,693
Total deferred outflows of resources	<u>822,650</u>	<u>-</u>	<u>822,650</u>
<b>LIABILITIES</b>			
Accounts payable	168,864	384	169,248
Accrued liabilities	706,179	-	706,179
Internal balances	63,406	(63,406)	-
Unearned revenue	1,220,544	-	1,220,544
Noncurrent liabilities:			
Due within one year	396,109	-	396,109
Due in more than one year	3,457,265	-	3,457,265
Total liabilities	<u>6,012,367</u>	<u>(63,022)</u>	<u>5,949,345</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Pension related	69,366	-	69,366
OPEB related	32,821	-	32,821
Advanced property tax collections	10,811	-	10,811
Total deferred inflows of resources	<u>112,998</u>	<u>-</u>	<u>112,998</u>
<b>NET POSITION</b>			
Net investment in capital assets	10,730,617	883,003	11,613,620
Restricted for rehabilitation loan program	795,574	-	795,574
Unrestricted	4,647,739	148,063	4,795,802
Total net position	<u>\$ 16,173,930</u>	<u>\$ 1,031,066</u>	<u>\$ 17,204,996</u>

*The accompanying notes are an integral part of these financial statements.*

**TOWN OF WILLINGTON, CONNECTICUT**  
**STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED JUNE 30, 2021**

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position-		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Primary Government							
Governmental activities:							
General government	\$ 1,421,407	\$ 181,981	\$ 14,669	\$ -	\$ (1,224,757)	\$ -	\$ (1,224,757)
Public safety	1,177,701	258,263	54,516	-	(864,922)	-	(864,922)
Public works	1,785,849	266,524	279,536	134,867	(1,104,922)	-	(1,104,922)
Culture and recreation	559,697	61,181	59,689	-	(438,827)	-	(438,827)
Education	12,259,527	18,271	6,918,014	63,694	(5,259,548)	-	(5,259,548)
Regional School District No. 19	4,020,967	-	-	-	(4,020,967)	-	(4,020,967)
Interest expense	49,843	-	-	-	(49,843)	-	(49,843)
Total governmental activities	<u>21,274,991</u>	<u>786,220</u>	<u>7,326,424</u>	<u>198,561</u>	<u>(12,963,786)</u>	<u>-</u>	<u>(12,963,786)</u>
Business- type activities:							
Utility - water	<u>69,858</u>	<u>51,805</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(18,053)</u>	<u>(18,053)</u>
	<u>\$ 21,344,849</u>	<u>\$ 838,025</u>	<u>\$ 7,326,424</u>	<u>\$ 198,561</u>	<u>(12,963,786)</u>	<u>(18,053)</u>	<u>(12,981,839)</u>
General revenues:							
Property taxes, levied for general purposes					13,498,096	-	13,498,096
Grants and contributions not restricted to specific programs					43,787	-	43,787
Unrestricted investment earnings					11,432	127	11,559
Total general revenues					<u>13,553,315</u>	<u>127</u>	<u>13,553,442</u>
Change in net position					589,529	(17,926)	571,603
Net position - beginning, as originally reported					15,543,320	1,048,992	16,592,312
Cumulative effect of implementing new accounting standard (see Note 1)					41,081	-	41,081
Net position - beginning, as adjusted					<u>15,584,401</u>	<u>1,048,992</u>	<u>16,633,393</u>
Net position - ending					<u>\$ 16,173,930</u>	<u>\$ 1,031,066</u>	<u>\$ 17,204,996</u>

*The accompanying notes are an integral part of these financial statements.*

**TOWN OF WILLINGTON, CONNECTICUT**

BALANCE SHEET -  
GOVERNMENTAL FUNDS  
AS OF JUNE 30, 2021

	<b>General Fund</b>	<b>Capital Projects Fund</b>	<b>American Rescue Plan Fund</b>	<b>Nonmajor Governmental Funds</b>	<b>Total Governmental Funds</b>
<b>ASSETS</b>					
Cash and cash equivalents	\$ 5,435,816	\$ 445,015	\$ 867,741	\$ 1,267,861	\$ 8,016,433
Investments	20,008	-	-	-	20,008
Receivables:					
Property taxes	299,841	-	-	-	299,841
Interest on property taxes	46,773	-	-	-	46,773
Grants and contracts	11,181	34,867	-	377,173	423,221
Rehabilitation loans	-	-	-	627,302	627,302
Other	8,709	-	-	6,367	15,076
Due from other funds	261,293	140,147	-	375,958	777,398
Inventories	-	-	-	3,010	3,010
Total assets	<u>\$ 6,083,621</u>	<u>\$ 620,029</u>	<u>\$ 867,741</u>	<u>\$ 2,657,671</u>	<u>\$10,229,062</u>
<b>LIABILITIES</b>					
Accounts payable	\$ 29,331	\$ -	\$ -	\$ 22,333	\$ 51,664
Accrued liabilities	646,968	-	-	56,211	703,179
Due to other funds	500,125	34,867	-	305,812	840,804
Deposits payable	117,199	-	-	-	117,199
Unearned revenue	5,015	346,966	867,727	836	1,220,544
Total liabilities	<u>1,298,638</u>	<u>381,833</u>	<u>867,727</u>	<u>385,192</u>	<u>2,933,390</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>					
Unavailable revenue - property taxes and interest	346,614	-	-	-	346,614
Advanced property tax collections	10,811	-	-	-	10,811
Total deferred inflows of resources	<u>357,425</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>357,425</u>
<b>FUND BALANCES</b>					
Nonspendable - inventories	-	-	-	3,010	3,010
Restricted for rehabilitation loan program	-	-	-	795,574	795,574
Committed for:					
Capital purposes	-	238,196	-	809,633	1,047,829
Other purposes	823,677	-	14	664,262	1,487,953
Assigned	1,337,554	-	-	-	1,337,554
Unassigned	2,266,327	-	-	-	2,266,327
Total fund balances	<u>4,427,558</u>	<u>238,196</u>	<u>14</u>	<u>2,272,479</u>	<u>6,938,247</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 6,083,621</u>	<u>\$ 620,029</u>	<u>\$ 867,741</u>	<u>\$ 2,657,671</u>	<u>\$10,229,062</u>

*The accompanying notes are an integral part of these financial statements.*

**TOWN OF WILLINGTON, CONNECTICUT**  
**RECONCILIATION OF THE BALANCE SHEET OF**  
**GOVERNMENTAL FUNDS TO THE STATEMENT OF NET POSITION**  
**AS OF JUNE 30, 2021**

Total fund balances for governmental funds		\$ 6,938,247
Total net position reported for governmental activities in the statement of net position is different because:		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds.		12,024,981
Some of the Town's taxes and interest will be collected after year end, but are not available soon enough to pay for the current period's expenditures and, therefore, are reported as unavailable revenues in the governmental funds.		346,614
Long-term liabilities applicable to the Town's governmental activities are not due and payable in the current period and, accordingly, are not reported as governmental fund liabilities. All liabilities - both current and long-term - are reported in the statement of net position. Those liabilities consist of:		
Long-term debt:		
Bonds payable, net	\$ (901,944)	
Capital lease obligations	(392,420)	
Accrued interest payable	(3,000)	
Other long-term liabilities:		
Compensated absences	(303,416)	
Landfill post-closure care liability	(15,100)	
Net pension liability	(29,384)	
Total OPEB liability	(2,211,111)	
Total long-term liabilities		(3,856,375)
Deferred outflows of resources resulting from changes in the components of the net pension liability and total OPEB liability are reported in the statement of net position.		720,463
Net position of governmental activities		<u>\$ 16,173,930</u>

*The accompanying notes are an integral part of these financial statements.*

**TOWN OF WILLINGTON, CONNECTICUT**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2021**

	<b>General Fund</b>	<b>Capital Projects Fund</b>	<b>American Rescue Plan Fund</b>	<b>Nonmajor Governmental Funds</b>	<b>Total Governmental Funds</b>
<b>REVENUES</b>					
Property taxes	\$13,302,481	\$ -	\$ -	\$ -	\$13,302,481
Intergovernmental	5,016,439	134,891	-	998,614	6,149,944
Charges for services	379,915	-	-	281,412	661,327
Investment income	8,340	448	14	2,631	11,433
Other	45,916	5,800	-	51,424	103,140
Total revenues	<u>18,753,091</u>	<u>141,139</u>	<u>14</u>	<u>1,334,081</u>	<u>20,228,325</u>
<b>EXPENDITURES</b>					
Current:					
General government	1,365,460	-	-	9,380	1,374,840
Public safety	179,584	-	-	923,216	1,102,800
Public works	1,539,036	-	-	3,021	1,542,057
Culture and recreation	227,975	-	-	152,652	380,627
Education	9,688,939	-	-	936,890	10,625,829
Regional School District No. 19	4,020,967	-	-	-	4,020,967
Debt service:					
Principal payments	253,516	-	-	99,378	352,894
Interest and fiscal charges	46,022	-	-	4,969	50,991
Capital outlays	42,554	162,111	-	103,398	308,063
Total expenditures	<u>17,364,053</u>	<u>162,111</u>	<u>-</u>	<u>2,232,904</u>	<u>19,759,068</u>
Excess (deficiency) of revenues over expenditures	1,389,038	(20,972)	14	(898,823)	469,257
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers in	-	42,982	-	1,115,868	1,158,850
Transfers out	(1,148,850)	-	-	(10,000)	(1,158,850)
Total other financing sources (uses)	<u>(1,148,850)</u>	<u>42,982</u>	<u>-</u>	<u>1,105,868</u>	<u>-</u>
Net changes in fund balances	240,188	22,010	14	207,045	469,257
Fund balances - beginning, as adjusted <i>(see Note 1)</i>	<u>4,187,370</u>	<u>216,186</u>	<u>-</u>	<u>2,065,434</u>	<u>6,468,990</u>
Fund balances - ending	<u>\$ 4,427,558</u>	<u>\$ 238,196</u>	<u>\$ 14</u>	<u>\$ 2,272,479</u>	<u>\$ 6,938,247</u>

*The accompanying notes are an integral part of these financial statements.*

**TOWN OF WILLINGTON, CONNECTICUT**  
**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED JUNE 30, 2021**

Net change in fund balances for governmental funds	\$ 469,257
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Total change in net position reported for governmental activities in the statement of activities is different because:

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 and amortization expense. The amount by which capital additions were offset by depreciation and amortization in the current period is as follows:

Expenditures for capital assets	\$ 443,445	
Depreciation and amortization expense	(728,106)	
Net adjustment		(284,661)

The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of principal on long-term debt consumes the current financial resources of governmental funds. However, neither transaction has any effect on net position. The net effect of these differences in the treatment of long-term debt and related items is as follows:

Principal repayments:		
Bonds	150,000	
Obligations under capital lease	203,189	
Net adjustment		353,189

Under the modified accrual basis of accounting used in the governmental funds, expenditures are not recognized for transactions that are not normally paid with expendable available financial resources. However, in the statement of activities, which is presented on the accrual basis, expenses and liabilities are reported regardless of when financial resources are available. In addition, interest on long-term debt is not recognized under the modified accrual basis of accounting until due, rather than as it accrues. The net effect of such items is as follows:

Compensated absences	(25,154)	
Accrued interest	500	
Net pension liability	81,919	
Total OPEB liability	(68,222)	
Amortization of bond premiums	353	
Landfill post-closure costs	10,400	
		(204)

Certain revenues reported in the statement of activities do not provide current financial resources and, therefore, are reported as unavailable revenues in the governmental funds. This amount represents the change in unavailable revenue.	195,616
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Deferred outflows and inflows of resources resulting from changes in the components of the net pension liability and total OPEB liability are amortized as a component of pension and OPEB expense in the statement of activities.	(143,668)
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Change in net position of governmental activities	\$ 589,529
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*The accompanying notes are an integral part of these financial statements.*

**TOWN OF WILLINGTON, CONNECTICUT****STATEMENT OF NET POSITION -****PROPRIETARY FUNDS****AS OF JUNE 30, 2021**

	<b>Business-Type Activities</b>
	<b>Utility Fund</b>
<b>ASSETS</b>	
Current assets:	
Cash and cash equivalents	\$ 85,041
Due from other funds	63,406
Total current assets	<u>148,447</u>
Noncurrent assets:	
Capital assets:	
Depreciable, net	883,003
Total assets	<u>1,031,450</u>
<b>LIABILITIES</b>	
Current liabilities:	
Accounts payable	384
Total liabilities	<u>384</u>
<b>NET POSITION</b>	
Investment in capital assets	883,003
Unrestricted	148,063
Total net position	<u>\$ 1,031,066</u>

*The accompanying notes are an integral part of these financial statements.*

**TOWN OF WILLINGTON, CONNECTICUT**  
**STATEMENT OF REVENUES, EXPENSES AND CHANGE IN NET POSITION -**  
**PROPRIETARY FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2021**

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	<b>Business-Type Activities</b>
	<b>Utility Fund</b>
<b>OPERATING REVENUES</b>	
Charges for services	\$ 51,805
Total operating revenues	<u>51,805</u>
<b>OPERATING EXPENSES</b>	
Depreciation expense	47,706
Monitoring pump station	22,152
Total operating expenses	<u>69,858</u>
Operating loss	(18,053)
<b>NONOPERATING REVENUES</b>	
Interest income	<u>127</u>
Change in net position	(17,926)
Net position - beginning	<u>1,048,992</u>
Net position - ending	<u><u>\$ 1,031,066</u></u>

*The accompanying notes are an integral part of these financial statements.*

**TOWN OF WILLINGTON, CONNECTICUT**  
**STATEMENT OF CASH FLOWS -**  
**PROPRIETARY FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2021**

	<b>Business-Type Activities</b>
	<b>Utility Fund</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	
Receipts from customers	\$ 51,805
Payments for operating expenses	(51,805)
Net cash provided by operating activities	<u>-</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>	
Interest income	<u>127</u>
Net increase in cash and cash equivalents	127
Cash and cash equivalents - beginning	<u>84,914</u>
Cash and cash equivalents - ending	<u><u>\$ 85,041</u></u>
Reconciliation of operating loss to net cash provided by operating activities:	
Operating loss	\$ (18,053)
Adjustments to reconcile operating loss to net cash provided by operating activities:	
Depreciation expense	47,706
Change in assets and liabilities:	
Accounts payable	177
Due to/from other funds	<u>(29,830)</u>
Net cash provided by operating activities	<u><u>\$ -</u></u>

*The accompanying notes are an integral part of these financial statements.*

**TOWN OF WILLINGTON, CONNECTICUT**  
**STATEMENT OF FIDUCIARY NET POSITION**  
**FIDUCIARY FUNDS -**  
**AS OF JUNE 30, 2021**

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	<b>Pension Trust Fund</b>
<b>ASSETS</b>	
Investments:	
Insurance contracts	\$ 520,677
Other	28,222
Total assets	<u>548,899</u>
<b>LIABILITIES</b>	
Benefits payable	<u>-</u>
<b>NET POSITION</b>	
Restricted for pension benefits	<u><u>\$ 548,899</u></u>

*The accompanying notes are an integral part of these financial statements.*

**TOWN OF WILLINGTON, CONNECTICUT**  
**STATEMENT OF CHANGES IN FIDUCIARY NET POSITION -**  
**FIDUCIARY FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2021**

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	<b>Pension Trust Fund</b>
<b>ADDITIONS</b>	
Contributions:	
Employer	\$ 20,600
Employee	3,604
Total contributions	<u>24,204</u>
Investment earnings:	
Net increase in the fair value of investments	<u>106,749</u>
Total investment earnings	<u>106,749</u>
Total additions	<u>130,953</u>
<b>DEDUCTIONS</b>	
Benefit payments	<u>-</u>
Total deductions	<u>-</u>
Change in net position	130,953
<b>NET POSITION</b>	
Restricted for pension benefits - beginning	<u>417,946</u>
Restricted for pension benefits - ending	<u><u>\$ 548,899</u></u>

*The accompanying notes are an integral part of these financial statements.*

**TOWN OF WILLINGTON, CONNECTICUT**  
**NOTES TO FINANCIAL STATEMENTS**  
**AS OF AND FOR THE YEAR ENDED JUNE 30, 2021**

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The accounting policies of the Town of Willington, Connecticut (the "Town"), conform to accounting principles generally accepted in the United States of America, as applicable to governmental organizations. The following is a summary of significant accounting policies:

**Financial Reporting Entity**

**History and Organization**

The Town of Willington, Connecticut operates under the provisions of the general statutes of the State of Connecticut. The Board of Selectmen functions as the executive authority of the Town. The First Selectman, who is the chief executive officer, oversees the operations of the Town. The legislative power of the Town is vested in a Town Meeting. The Board of Finance is responsible for presenting a fiscal operating budget to the Town Meeting for approval. The Board of Education is responsible for the operation of the school system.

The Town has considered all agencies, departments, commissions, boards, authorities, and funds to determine the "financial reporting entity" of the Town. The basic financial statements of the Town include only the funds of the Town as no component units exist based on operational or financial relationships with the Town.

**Jointly Governed and Related Organizations**

The Town is a member of Regional School District No. 19 (the "District"), which is located in the Mansfield, Connecticut. The District provides educational services for the grade 9 through 12 populations within its member towns. The activities of the District are primarily supported by assessments made to member towns. Assessments for the Town totaled \$4,020,967 for the year ended June 30, 2021, which represented approximately 22.11% of total member assessments. In addition to annual member assessments, the Town is contingently liable for its pro-rata share of the District's outstanding bonds (*see Note 7*). The District is governed by an elected Board of Education and issues publicly available financial reports.

The Town is a member of the Mid-Northeast Recycling Operating Committee (the "Committee"). The Committee was established to provide regional household chemical waste recycling services to member towns. Each member town appoints a representative to serve on the Committee. The activities of the Committee are included as an Custodial Fund in the basic financial statements of the Town of Mansfield, Connecticut.

The Town is a member of the Eastern Highlands Health District (the "District"). The District is a governmental entity established under Connecticut statutes for the purpose of providing local public health services. Each member town appoints a representative to serve on the Board of Directors of the District. The District issues publicly available financial reports.

The Town is responsible for appointing members to the Board of the Willington Housing Authority. The Town's accountability for this organization does not extend beyond making the appointments.

**TOWN OF WILLINGTON, CONNECTICUT**  
NOTES TO FINANCIAL STATEMENTS *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2021

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(Continued)***

**Government-wide and Fund Financial Statements**

**Government-wide Financial Statements**

The statement of net position and the statement of activities display information about the Town and include the financial activities of the overall government, except for fiduciary activities. Eliminations have been made to minimize the double-counting of internal activities. The statements are intended to distinguish between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties.

The statement of activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. 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 and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported as general revenues.

**Fund Financial Statements**

The fund financial statements provide information about the Town's funds, including its fiduciary funds. Separate statements for each fund category – governmental, proprietary and fiduciary - are presented. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. All remaining governmental funds are aggregated and reported as other governmental funds.

The Town reports the following major governmental funds:

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

**Capital Projects Fund** - This fund is used to account for revenues and expenditures associated with the construction of Town facilities and infrastructure.

**American Rescue Plan Fund** - This fund is used to account for revenues and expenditures associated with the American Rescue Plan Act funds awarded to the Town.

The Town reports the following proprietary fund:

**Utility Fund** - This enterprise fund is used to account for the operations of the Town's water facility similar to those often found in the private sector. These funds are accounted for on the accrual basis of accounting.

In addition, the Town reports the following fiduciary fund types:

**Pension Trust Fund** - This fund is used to account for resources held in trust for the members and beneficiaries of the Town's defined benefit pension plan.

**TOWN OF WILLINGTON, CONNECTICUT**  
NOTES TO FINANCIAL STATEMENTS *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2021

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(Continued)***

**Measurement Focus and Basis of Accounting**

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as current financial resources or economic resources. The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

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

The 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 government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, and claims and judgments, are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under capital lease are reported as other financing sources.

Property taxes and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues in the current fiscal period. Entitlements are recorded as revenues when all eligibility requirements are met, including any time requirements, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year end). Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements have been met, and the amount has been received during the period or is available to be received by the Town within the availability period for this revenue source (within 60 days of year end). All other revenue items are considered to be measurable and available only when the cash is received.

The proprietary and pension trust funds are reported using the economic resources measurement focus and the accrual basis of accounting.

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 Utility Fund are charges to customers for services. Operating expenses for proprietary funds include the cost of monitoring pump stations and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

**TOWN OF WILLINGTON, CONNECTICUT**  
NOTES TO FINANCIAL STATEMENTS *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2021

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(Continued)***

**Implementation of New Accounting Standards**

Effective July 1, 2020, the Town implemented the provisions of GASB Statement No. 84, *Fiduciary Activities* ("Statement No. 84"). The objective of this statement is to improve guidance regarding the identification of fiduciary activities for accounting and financial reporting purposes and how those activities should be reported. Based on the application of Statement No. 84, the Town has recharacterized certain activities previously reported as fiduciary activities. The Town has reported cumulative effect of applying Statement No. 84 as a restatement of its beginning net position and fund balances as follows:

	<b>Governmental Activities</b>	<b>Governmental Funds</b>
Net Position/Fund balance - beginning, as originally reported	\$ 15,543,320	\$ 6,427,909
Recharacterization of certain activities previously reported as fiduciary activities	<u>41,081</u>	<u>41,081</u>
Net position/fund balances - beginning, as adjusted	<u><u>\$ 15,584,401</u></u>	<u><u>\$ 6,468,990</u></u>

**Assets, Liabilities, Deferred Outflows and Inflows of Resources and Net Position/Fund Equity**

**Cash and Cash Equivalents**

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

**Investments**

Investments are measured by the Town at fair value (generally based on quoted market prices), except for investments in certain external investment pools and guaranteed investment contracts as described below.

Investments in certain external investment pools consist of money market mutual funds and the Short-Term Investment Fund (STIF), which is managed by the State of Connecticut Treasurer's Office. Investments in these types of funds, which are permitted to measure their investment holdings at amortized costs, are measured by the Town at the net asset value per share as determined by the pool.

Investments in pooled separate accounts consist of insurance contracts. Investments in these types of contracts are measured by the Town at contract value.

**Property Taxes**

Property taxes are assessed as of October 1 and are levied on the following July 1. Real estate and personal property taxes are due in two installments, July 1 and the following January 1. Motor vehicle taxes are payable on July 1 and supplemental motor vehicle taxes are payable on January 1. Taxes become delinquent thirty days after the installment is due and liens are filed on delinquent real estate taxes within one year.

**TOWN OF WILLINGTON, CONNECTICUT**  
NOTES TO FINANCIAL STATEMENTS *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2021

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(Continued)***

**Assets, Liabilities, Deferred Outflows and Inflows of Resources and Net Position/Fund Equity *(Continued)***

**Inventories**

Inventories are reported at cost using the first-in first-out (FIFO) method, except for USDA donated commodities, which are recorded at market value. Inventories are recorded as expenditures when consumed rather than when purchased.

**Capital Assets**

Capital assets, which include property, equipment, and infrastructure assets (e.g. roads, bridges, sidewalks, and similar items), 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 \$5,000 for infrastructure assets, more than \$500 for technology equipment and more than \$1,000 for all other assets and an estimated useful life of at least 10 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 a capital asset or materially extend capital asset lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed.

Capital assets of the Town are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Land improvements	20-50
Buildings and improvements	20-50
Machinery and equipment	10
Vehicles	10
Infrastructure	12-50
Furniture and fixtures	10

**Unearned Revenue**

Unearned revenue represents a liability for resources that have been received but not yet earned.

**Compensated Absences**

Eligible employees can accumulate vacation and sick leave hours for subsequent use or for payment upon termination, death or retirement pursuant to the terms of the applicable union contract. Sick leave and vacation leave expenditures are recognized in the governmental fund financial statements in the current year to the extent they have matured; that is, only the amounts of reimbursable unused vacation leave or sick leave payable to employees who had terminated their employment as of the end of the fiscal year are recognized. Amounts are typically liquidated by the General Fund.

Vacation and sick leave benefits to be paid in future periods are accrued when earned by employees in the government-wide financial statements.

**TOWN OF WILLINGTON, CONNECTICUT**  
NOTES TO FINANCIAL STATEMENTS *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2021

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(Continued)***

**Assets, Liabilities, Deferred Outflow and Inflows of Resources and Net Position/Fund Equity *(Continued)***

**Deferred Outflows and Inflows of Resources**

Deferred outflows and inflows of resources represents a consumption or acquisition of net position that applies to a future period(s) and so will not be recognized as an outflow or inflow of resources until that time.

Deferred outflows and inflows of resources consists of deferred charges on pension and OPEB expenses reported in the government-wide statement of net position. Deferred charges on pension and OPEB expenses are amortized as a component of pension expense on a systematic and rational basis.

Deferred inflows of resources consist of revenue that is considered unavailable under the modified accrual basis of accounting and deferred charges on pension and OPEB expenses. Unavailable revenue is reported in the governmental funds balance sheet and is recognized as inflows of resources in the period that the amounts become available.

**Long-term Obligations**

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net assets. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are expensed when incurred.

In the fund financial statements, governmental funds 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.

**Net Position/Fund Balance**

The government-wide statement of net position presents the Town's non-fiduciary assets and liabilities, with the difference reported as net position. Net position is reported in three categories:

***Net investment in capital assets*** - This category consists of capital assets, net of accumulated depreciation and amortization and reduced by outstanding balances for bonds, notes and other debt that are attributed to the acquisition, construction or improvement of capital assets.

***Restricted net position*** - This category consists of the portion of the net position whose use is restricted either through external restrictions imposed by creditors, grantors, contributors, and the like, or through restrictions imposed by law through constitutional provisions or enabling legislation.

***Unrestricted net assets*** - This category consists of the portion of the net position, which does not meet the definition of the two preceding categories.

**TOWN OF WILLINGTON, CONNECTICUT**  
NOTES TO FINANCIAL STATEMENTS *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2021

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(Continued)***

**Assets, Liabilities, Deferred Outflows and Inflows of Resources and Net Position/Fund Equity *(Continued)***

The Town's governmental funds report the following fund balance categories:

***Nonspendable*** - Amounts that cannot be spent because they are not in spendable form or they are legally or contractually required to be maintained intact.

***Restricted*** - Constraints are placed on the use of resources that are either externally imposed by creditors, grantors, contributors or laws and regulations of other governments or imposed by law through enabling legislation.

***Committed*** - Amounts can only be used for specific purposes pursuant to constraints adopted by a formal resolution by Town Meeting (the highest level of decision making authority of the Town) and cannot be used for any other purpose unless the Town removes or changes the specified use by taking the same formal action. The formal action required to be taken by Town Meeting to commit fund balance includes formal voting procedures.

***Assigned*** - Amounts are constrained by the government's intent to be used for specific purposes, but are not restricted or committed. The Town Treasurer has been authorized by the Board of Finance to assign Fund Balance as needed to meet the obligations of the Town, with the exception of those amounts assigned by the Board of Finance during the Town's annual budgeting process.

***Unassigned*** - Residual classification for the General Fund or amounts necessary in other governmental funds to eliminate otherwise negative fund balance amounts in the other four categories.

The Town does not have a formal policy over the use of net position and fund balance. In accordance with the applicable accounting guidance, the Town uses restricted resources first, then unrestricted resources as needed. Unrestricted resources are used in the following order: committed; assigned; then unassigned.

**Interfund Receivables and Payables**

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e. the current portion of interfund loans) or "advances to/from other funds" (i.e. the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds".

**Interfund Services Provided and Used**

Sales and purchases of goods and services between funds for a price approximating their external exchange value are reported as revenues and expenditures, or expenses, in the applicable funds.

**Interfund Transfers**

Interfund transfers represent flows of assets without equivalent flows of assets in return and without a requirement for repayment. In governmental funds, transfers are reported as other financing uses in the funds making transfers and other financing sources in the funds receiving transfers.

**TOWN OF WILLINGTON, CONNECTICUT**  
NOTES TO FINANCIAL STATEMENTS *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2021

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(Continued)***

**Assets, Liabilities, Deferred Outflows and Inflows of Resources and Net Position/Fund Equity *(Continued)***

**Interfund Reimbursements**

Interfund reimbursements represent repayments from the funds responsible for particular expenditures, or expenses, to the funds that initially paid for them.

**Use of Estimates**

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts and disclosures in the financial statements. Actual results could differ from those estimates.

**NOTE 2 - CASH DEPOSITS AND INVESTMENTS**

**Cash Deposits**

**Custodial Credit Risk**

Custodial credit risk is the risk that, in the event of a bank failure, the Town will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The Town does not have a deposit policy for custodial credit risk. As of June 30, 2021, \$6,737,615 of the Town's bank balance of \$7,455,970 was exposed to custodial credit risk as follows:

Uninsured and uncollateralized	\$ 6,063,854
Uninsured and collateralized with securities held by the pledging bank's trust department or agent but not in the Town's name	<u>673,762</u>
	<u><u>\$ 6,737,615</u></u>

All of the Town's deposits are in qualified public institutions as defined by Connecticut state statute. Under this statute, any bank holding public deposits must at all times maintain, segregated from its other assets, eligible collateral in an amount equal to a certain percentage of its public deposits. The applicable percentage is determined based on the bank's risk-based capital ratio. The amount of public deposits is determined based on either the public deposits reported on the most recent quarterly call report, or the average of the public deposits reported on the four most recent quarterly call reports, whichever is greater. The collateral is kept in the custody of the trust department of either the pledging bank or another bank in the name of the pledging bank.

A reconciliation of the Town's cash deposits as of June 30, 2021 is as follows:

Government-wide statement of net position:	
Cash and cash equivalents	\$ 8,101,474
Add: certificates of deposit classified as investments	20,008
Less: investments classified as cash equivalents	<u>(1,287,469)</u>
Total cash deposits	<u><u>\$ 6,834,013</u></u>

**TOWN OF WILLINGTON, CONNECTICUT**  
NOTES TO FINANCIAL STATEMENTS *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2021

**NOTE 2 - CASH DEPOSITS AND INVESTMENTS *(Continued)***

**Investments**

A reconciliation of the Town's investments as of June 30, 2021 is as follows:

Government-wide statement of net position:	
Investments	\$ 20,008
Statement of fiduciary net position:	
Investments	520,677
Less: certificates of deposit classified as investments	(20,008)
Add: investments classified as cash equivalents	1,287,469
	<u>\$ 1,808,146</u>

As of June 30, 2021, the Town's investments consisted of the following:

<u>Investment Type</u>	<u>Valuation Basis</u>	<u>Credit Rating</u>	<u>Value</u>	<u>Investment Maturities (In Years) Less Than 1</u>
Debt Securities:				
<i>Government-wide statement of net position:</i>				
Short-term Investment Fund (STIF)	Net asset value	AAA	\$ 1,287,469	<u>\$ 1,287,469</u>
Other Investments:				
<i>Statement of fiduciary net position:</i>				
Pooled separate accounts	Contract value		520,677	
			<u>\$ 1,808,146</u>	

Because investments in the Short-term Investment Fund have a weighted average maturity of less than 90 days, it has been presented as an investment with a maturity of less than one year.

**Interest Rate Risk**

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

**TOWN OF WILLINGTON, CONNECTICUT**  
NOTES TO FINANCIAL STATEMENTS *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2021

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**NOTE 2 - CASH DEPOSITS AND INVESTMENTS *(Continued)***

**Investments *(Continued)***

**Credit Risk**

The Town has no investment policy that would further limit its investment choices beyond those limited by Connecticut state statutes. Connecticut state statutes permit the Town to invest in (1) obligations of the United States, including its instrumentalities and agencies; (2) in obligations of any state or of any political subdivision, authority or agency thereof, provided such obligations are rated within one of the top two rating categories of any recognized rating service; (3) in shares or other interests in custodial arrangements or pools maintaining constant net asset values and in highly rated no-load open end money market and mutual funds (with constant or fluctuating net asset values) whose portfolios are limited to obligations of the United States and its agencies, and repurchase agreements fully collateralized by such obligations; (4) or in obligations of the State of Connecticut or of any political subdivision thereof, provided such obligations are rated within one of the top three rating categories of any recognized rating service. Other provisions of the statutes cover specific municipal funds with particular investment authority. The provisions of the statutes regarding the investment of municipal pension funds does not specify permitted investments. Therefore, the investment of such funds is generally controlled by the laws applicable to fiduciaries and the provisions of the applicable plan.

**Custodial Credit Risk**

For an investment, custodial credit risk is the risk that, in the event of the failure of a counterparty, the Town will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Town does not have a policy for custodial credit risk. The Town's investments in external investment pools and insurance contracts are not evidenced by securities and are therefore not exposed to custodial credit risk.

**Concentrations of Credit Risk**

The Town places no limit on the amount of investment in any one issuer. As of June 30, 2021, all of the Town's investments within the government-wide statement of net position were invested in the Short-term Investment Fund, which is managed by the State of Connecticut Treasurer's Office. As of June 30, 2021, more than 5.0% of the Town's investments within the fiduciary statement of net position were invested in the following:

<b>Issuer</b>	<b>Investment</b>	<b>Value</b>	<b>% of Fiduciary Investments</b>
Voya Retirement Insurance and Annuity Company	GAC - JP Morgan U.S. Equity Fund - R2	\$ 217,669	41.8%
Voya Retirement Insurance and Annuity Company	GAC - American Funds Fundamental Investors - R3	174,493	33.5%
Voya Retirement Insurance and Annuity Company	GAC - Fixed Account	128,515	24.7%

**TOWN OF WILLINGTON, CONNECTICUT**  
NOTES TO FINANCIAL STATEMENTS *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2021

**NOTE 3 - REHABILITATION LOANS**

The Town administers a Residential Rehabilitation Loan Program for low to moderate income families. The loans bear an interest rate of 0%. Repayment of the loans is deferred, but the loans become due and payable upon sale or transfer of the property, the owner's demise, or when the subject property is no longer the applicant's principal place of residence. The notes may be paid in full or in part by the borrower at any time without penalty. As of June 30, 2021, loans receivable totaled \$627,302 under this program.

**NOTE 4 - CAPITAL ASSETS**

Capital asset activity for the Town's governmental activities for the year ended June 30, 2021 consisted of the following:

<b>Governmental Activities</b>	<b>Beginning Balance</b>	<b>Increases</b>	<b>Decreases</b>	<b>Ending Balance</b>
Capital assets, not being depreciated:				
Land	\$ 2,484,199	\$ -	\$ -	\$ 2,484,199
Construction in progress	148,306	222,136	(178,314)	192,128
Total capital assets, not being depreciated	2,632,505	222,136	(178,314)	2,676,327
Capital assets, being depreciated:				
Land improvements	627,768	-	-	627,768
Buildings and improvements	14,604,787	26,299	-	14,631,086
Vehicles, machinery and equipment	5,501,536	195,010	(10,000)	5,686,546
Infrastructure	26,924,426	-	178,314	27,102,740
Furniture and fixtures	406,408	-	-	406,408
Total capital assets, being depreciated	48,064,925	221,309	168,314	48,454,548
Less accumulated depreciation:				
Land improvements	377,537	31,388	-	408,925
Buildings and improvements	10,523,775	216,012	-	10,739,787
Vehicles, machinery and equipment	3,522,539	326,361	(10,000)	3,838,900
Infrastructure	23,563,028	153,386	-	23,716,414
Furniture and fixtures	400,909	959	-	401,868
Total accumulated depreciation	38,387,788	728,106	(10,000)	39,105,894
Total capital assets, being depreciated, net	9,677,137	(506,797)	178,314	9,348,654
Governmental activities capital assets, net	\$ 12,309,642	\$ (284,661)	\$ -	\$ 12,024,981

Capital asset activity for the Town's business-type activities for the year ended June 30, 2021 consisted of the following:

<b>Business-type Activities</b>	<b>Ending Balance</b>	<b>Increases</b>	<b>Decreases</b>	<b>Ending Balance</b>
Capital assets, being depreciated:				
Infrastructure	\$ 1,528,583	\$ -	\$ -	\$ 1,528,583
Total capital assets, being depreciated	1,528,583	-	-	1,528,583
Less accumulated depreciation:				
Infrastructure	597,874	47,706	-	645,580
Total accumulated depreciation	597,874	47,706	-	645,580
Total capital assets, being depreciated, net	930,709	(47,706)	-	883,003
Business-type activities capital assets, net	\$ 976,271	\$ (47,706)	\$ -	\$ 883,003

**TOWN OF WILLINGTON, CONNECTICUT**  
NOTES TO FINANCIAL STATEMENTS *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2021

**NOTE 4 - CAPITAL ASSETS *(Continued)***

Depreciation and amortization expense was charged to functions of the Town as follows:

Governmental Activities:	
General government	\$ 65,091
Public safety	116,087
Public works	278,154
Culture and recreation	137,488
Education	<u>131,286</u>
Total depreciation and amortization expense - governmental activities	<u><u>\$ 728,106</u></u>
Business-type Activities:	
Utility - water	<u>\$ 47,706</u>
Total depreciation and amortization expense - business-type activities	<u><u>\$ 47,706</u></u>

**NOTE 5 - INTERFUND RECEIVABLES AND PAYABLES**

Interfund receivable and payable balances at June 30, 2021 are as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
<b>Governmental Funds</b>		
General Fund	Nonmajor Governmental Funds	<u>\$ 261,293</u>
Capital Projects Fund	General Fund	<u>140,147</u>
Nonmajor Governmental Funds	General Fund	331,439
	Nonmajor Governmental Funds	<u>44,519</u>
		<u>375,958</u>
<b>Proprietary Funds</b>		
Utility Fund	General Fund	<u>63,406</u>
Total due from/to other funds		<u><u>\$ 840,804</u></u>

The above balances resulted from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

**TOWN OF WILLINGTON, CONNECTICUT**  
NOTES TO FINANCIAL STATEMENTS *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2021

**NOTE 6 - INTERFUND TRANSFERS**

The following is a summary of interfund transfers for the year ended June 30, 2021:

<u>Transfers In</u>	<u>Transfers Out</u>	<u>Amount</u>
<b>Governmental Funds</b>		
Capital Projects Fund	General Fund	\$ 42,982
Nonmajor Governmental Funds	General Fund	1,105,868
	Nonmajor Governmental Funds	10,000
		<u>1,115,868</u>
Total transfers		<u>\$ 1,158,850</u>

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, and (2) account for unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

**NOTE 7 - LONG-TERM DEBT**

The applicable accounting standards define debt as a liability that arises from a contractual obligation to pay cash, or other assets that may be used in lieu of cash, in one or more payments to settle an amount that is fixed at the date the contractual obligation is established. For disclosure purposes, debt does not include accounts payable or leases, except for contracts reported as financed purchase of the underlying asset.

The following is a summary of changes in long-term debt for the year ended June 30, 2021:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
<b>Governmental Activities</b>					
Direct Placements:					
General obligation bonds	\$ 1,050,000	\$ -	\$ (150,000)	\$ 900,000	\$ 150,000
Unamortized bond premium	2,297	-	(353)	1,944	-
Total bonds payable	1,052,297	-	(150,353)	901,944	150,000
Capital leases from direct borrowings	595,609	-	(203,189)	392,420	163,009
	<u>\$ 1,647,906</u>	<u>\$ -</u>	<u>\$ (353,542)</u>	<u>\$ 1,294,364</u>	<u>\$ 313,009</u>

Long-term debt typically has been liquidated in the General and Other Governmental Funds.

**Direct Placements - General Obligation Bonds**

A summary of general obligation bonds outstanding at June 30, 2021 is as follows:

<u>Bond Issue</u>	<u>Final Maturity Dates</u>	<u>Interest Rates</u>	<u>Amount Outstanding</u>
<b>Governmental Activities</b>			
2006 General obligation bonds	2027	3.625 - 5.5%	<u>\$ 900,000</u>

**TOWN OF WILLINGTON, CONNECTICUT**  
NOTES TO FINANCIAL STATEMENTS *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2021

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**NOTE 7 - LONG-TERM DEBT *(Continued)***

**General Obligation Bonds *(Continued)***

Annual debt service requirements to maturity on general obligation bonds are as follows as of June 30, 2021:

Year ending June 30:	<b>Governmental Activities</b>	
	<b>General Obligation Bonds</b>	
	<b>Principal</b>	<b>Interest</b>
2022	\$ 150,000	\$ 33,000
2023	150,000	33,000
2024	150,000	27,000
2025	150,000	21,000
2026	150,000	15,000
2027	150,000	9,000
	<u>\$ 900,000</u>	<u>\$ 138,000</u>

**Shared Debt**

The Town is contingently liable for its pro-rata share of Regional School District No. 19's (the "District") outstanding bonds. As of June 30, 2021, the District's outstanding bonds totaled \$775,000, with 22.99%, or \$178,172 representing the Town's share. Regional School District No. 19 also has authorized, unissued bonds totaling \$6,850,000 as of June 30, 2021.

**Legal Debt Limit**

Connecticut General Statutes Section 7-374(b) provides that authorized debt of the Town shall not exceed seven times base receipts, as defined in the Statute. Further, the Statute limits the amount of debt that may be authorized by the Town for general purposes, schools, sewers, urban renewal and pension deficit. The Town did not exceed any of the statutory debt limitations at June 30, 2021.

**Capital Leases from Direct Borrowings**

Capital leases from direct borrowings include non-appropriation clauses and provide the obligor with a security interest in the underlying equipment in the event of default.

A summary of assets acquired through capital leases outstanding is as follows as of June 30, 2021:

	<b>Governmental Activities</b>
Machinery and equipment	\$ 908,599
Vehicles	695,275
	<u>1,603,874</u>
Less: accumulated amortization	<u>1,585,072</u>
	<u>\$ 18,803</u>

Amortization expense relative to leased property under capital leases totaled \$215,701 for the year ended June 30, 2021 and is included in depreciation and amortization expense disclosed in Note 4.

**TOWN OF WILLINGTON, CONNECTICUT**  
NOTES TO FINANCIAL STATEMENTS *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2021

**NOTE 7 - LONG-TERM DEBT *(Continued)***

**Capital Leases from Direct Borrowings *(Continued)***

Future minimum lease obligations and the net present value of the minimum lease payments as of June 30, 2021 are as follows:

Year ending June 30:	<b>Governmental Activities</b>	
	<b>Capital Leases</b>	
	<b>Principal</b>	<b>Interest</b>
2022	\$ 163,009	\$ 8,573
2023	135,676	4,845
2024	49,571	2,129
2025	17,329	1,020
2026	8,831	343
2027-2028	18,004	346
	<u>\$ 392,420</u>	<u>\$ 17,256</u>

**NOTE 8 - OTHER LONG-TERM LIABILITIES**

Changes in other long-term liabilities for the year ended June 30, 2021 are as follows:

	<b>Beginning Balance</b>	<b>Increases</b>	<b>Decreases</b>	<b>Ending Balance</b>	<b>Due Within One Year</b>
<b>Governmental Activities</b>					
Other liabilities:					
Compensated absences	\$ 278,262	\$ 54,770	\$ (29,616)	\$ 303,416	\$ 124,000
Landfill post-closure care liability	25,500	-	(10,400)	15,100	5,100
Net pension liability <i>(see Note 9)</i>	111,303	-	(81,919)	29,384	-
Total OPEB liability <i>(see Note 10)</i>	<u>2,142,889</u>	<u>68,222</u>	<u>-</u>	<u>2,211,111</u>	<u>-</u>
	<u>\$ 2,557,954</u>	<u>\$ 122,992</u>	<u>\$ (121,935)</u>	<u>\$ 2,559,011</u>	<u>\$ 129,100</u>

Long-term liabilities typically have been liquidated in the General Fund.

**Landfill Post-Closure Care Liability**

The Town landfill has been closed. State and federal laws and regulations require continued monitoring of closed landfills. Estimated monitoring costs of \$5,033 per year for the next 3 years total \$15,100 at June 30, 2021. These amounts are based on estimates, which are subject to change due to inflation, technology or changes in applicable laws and regulations.

**TOWN OF WILLINGTON, CONNECTICUT**  
NOTES TO FINANCIAL STATEMENTS *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2021

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**NOTE 9 - PENSION PLANS**

**Defined Benefit Plan**

**Plan Description**

*Plan administration* - The Town administers a single-employer defined benefit pension plan that provides pensions for all employees of the Town who have attained age 18, excluding Board of Education employees and appointed or elected officials. The Plan is considered to be part of the Town's financial reporting entity. The Plan does not issue a publicly available financial report.

*Plan Membership* - At June 30, 2021, pension plan membership consisted of 2 active members.

*Benefits provided* - The Town provides retirement and death benefits. Retirement benefits for plan members are calculated as 1.667% of the member's highest 5-year average salary, excluding compensation earned in the last 5 years prior to retirement, times the member's years of service. Plan members are eligible to retire at age 65. Death benefits equal up to 100 times the participant's anticipated monthly pension and are provided by insurance policies purchased by the Plan.

*Contributions* - The Town establishes contribution rates based on an actuarially determined rate recommended by an independent actuary. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by plan members during the year, with an additional amount to finance any unfunded accrued liability. The Town is required to contribute the difference between the actuarially determined rate and the contribution rate of plan members. For the year ended June 30, 2021, the actuarially determined contribution was \$10,920 and the actual contribution was \$20,600.

**Summary of Significant Accounting Policies**

*Investment policy* - The Plan's policy in regard to the allocation of invested assets is established and may be amended by the Town. It is the policy of the Town to pursue an investment strategy that reduces risk through the prudent diversification of the portfolio across a broad selection of distinct asset classes. The Plan's investment policy discourages the use of cash equivalents, except for liquidity purposes, and aims to refrain from dramatically shifting asset class allocations over short time spans. The following was the target asset allocation as of June 30, 2021:

<u>Asset Class</u>	<u>Target Allocation</u>
Domestic Equity	60.0%
Fixed Income	30.0%
Insurance Contracts	10.0%

**TOWN OF WILLINGTON, CONNECTICUT**  
NOTES TO FINANCIAL STATEMENTS *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2021

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**NOTE 9 - PENSION PLANS *(Continued)***

**Defined Benefit Plan *(Continued)***

**Plan Description *(Continued)***

*Concentrations* - As of June 30, 2021, more than 5% of the Town's investments within the Pension Trust Fund were invested in the following:

<u>Issuer</u>	<u>Investment</u>	<u>Value</u>	<u>% of Fiduciary Investments</u>
Voya Retirement Insurance and Annuity Company	GAC - JP Morgan U.S. Equity Fund - R2	\$ 217,669	41.8%
Voya Retirement Insurance and Annuity Company	GAC - American Funds Fundamental Investors - R3	174,493	33.5%
Voya Retirement Insurance and Annuity Company	GAC - Fixed Account	128,515	24.7%

*Rate of return* - For the year ended June 30, 2021 the annual money-weighted rate of return on pension plan investments, net of pension plan investment expenses, was 24.82%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

**Net Pension Liability**

The components of the net pension liability of the Town Plan as June 30, 2021 were as follows:

Total pension liability	\$ 578,283
Plan fiduciary net position	(548,899)
Town's net pension liability - Town Plan	<u>\$ 29,384</u>
Plan fiduciary net position as a percentage of the total pension liability	94.92%

**TOWN OF WILLINGTON, CONNECTICUT**  
NOTES TO FINANCIAL STATEMENTS *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2021

**NOTE 9 - PENSION PLANS *(Continued)***

**Defined Benefit Plan *(Continued)***

**Net Pension Liability *(Continued)***

The components of the change in the net pension liability of the Town Plan for the year ended June 30, 2021 were as follows:

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balance as of June 30, 2020	\$ 529,249	\$ 417,946	\$ 111,303
Changes for the year:			
Service cost	10,825	-	10,825
Interest	37,805	-	37,805
Actuarial (gains) losses	404	-	404
Contributions - employer	-	20,600	(20,600)
Contributions - employee	-	3,604	(3,604)
Net investment income	-	106,749	(106,749)
Benefit payments, including refunds	-	-	-
Administrative expense	-	-	-
Net changes	49,034	130,953	(81,919)
Balance as of June 30, 2021	\$ 578,283	\$ 548,899	\$ 29,384

*Actuarial assumptions* - The total pension liability was determined by an actuarial valuation as of June 30, 2021, using the following actuarial assumptions, applied to all periods in the measurement.

Inflation	2.0%
Salary increases	4.0%, average, including inflation
Investment rate of return	7.0%, net of pension plan investment expense, including inflation

Mortality rates were based on the 2021 Combined Unisex Applicable Mortality Table from Notice 2019-26. Based on RP-20000 Mortality Table Projected to 2021 by Scale AA.

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.

**TOWN OF WILLINGTON, CONNECTICUT**  
NOTES TO FINANCIAL STATEMENTS *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2021

**NOTE 9 - PENSION PLANS *(Continued)***

**Defined Benefit Plan *(Continued)***

**Net Pension Liability *(Continued)***

Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of June 30, 2021 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-term Expected Real Rate of Return</u>
Domestic Equity	60.0%	8.0%
Fixed Income	30.0%	4.0%
Insurance Contracts	10.0%	1.0%

*Discount rate* - The discount rate used to measure the total pension liability was 7.0%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that Town contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

*Sensitivity of the net pension liability to changes in the discount rate* - The following presents the net pension liability of the Town, calculated using the discount rate of 7.0%, as well as what the Town's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.0%) or 1-percentage-point higher (8.0%) than the current rate:

	<u>1% Decrease</u>	<u>Current Discount</u>	<u>1% Increase</u>
Net pension liability	\$ (9,039)	\$ 29,384	\$ 68,435

**Pension Expense and Deferred Outflows and Inflows of Resources**

The Town recognized pension expense of \$5,827 for the year ended June 30, 2021.

At June 30, 2021, the Town reported deferred outflows and inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>	<u>Net Deferrals</u>
Differences between expected and actual experience	\$ 21,264	\$ (25,691)	\$ (4,427)
Changes of assumptions	10,693	-	10,693
Net difference between projected and actual earnings on pension plan investments	-	(43,675)	(43,675)
Total	<u>\$ 31,957</u>	<u>\$ (69,366)</u>	<u>\$ (37,409)</u>

**TOWN OF WILLINGTON, CONNECTICUT**  
NOTES TO FINANCIAL STATEMENTS *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2021

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**NOTE 9 - PENSION PLANS *(Continued)***

**Defined Benefit Plan *(Continued)***

**Pension Expense and Deferred Outflows and Inflows of Resources *(Continued)***

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

Year ended June 30,	
2022	\$ (6,280)
2023	(5,223)
2024	(12,695)
2025	(14,141)
2026	930
	<u>\$ (37,409)</u>

**Payable to the Pension Plan**

At June 30, 2021, there was no outstanding Town contributions to the pension plan required for the year ended June 30, 2021.

**Connecticut Teachers' Retirement System**

**Plan Description**

The Connecticut Teachers' Retirement System ("TRS" or the "Plan") is the public pension plan offered by the State of Connecticut (the "State") to provide retirement, disability, survivorship and health insurance benefits for Connecticut public school teachers and their beneficiaries. The Plan is governed by Connecticut Statute Title 10, Chapter 167a of the Connecticut General Statutes. TRS is a multiemployer pension plan administered by the Connecticut State Teachers' Retirement Board ("TRB"). The State Treasurer is responsible for investing TRS funds for the exclusive benefit of TRS members.

Teachers, principals, superintendents or supervisors engaged in the service of public schools are provided with pensions through the Connecticut Teachers' Retirement System - a cost sharing multi-employer defined benefit pension plan administered by the 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](http://www.ct.gov).

**Benefit Provisions**

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

*Normal Retirement:* Retirement benefits for the employees are calculated as 2.0% of the average annual salary times the years of credited service (maximum benefit is 75.0% of average annual salary during the 3 years of highest salary). In addition, amounts derived from the accumulation of the 6.0% contributions made prior to July 1, 1989 and voluntary contributions are payable.

**TOWN OF WILLINGTON, CONNECTICUT**  
NOTES TO FINANCIAL STATEMENTS *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2021

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**NOTE 9 - PENSION PLANS *(Continued)***

**Connecticut Teachers' Retirement System *(Continued)***

**Benefit Provisions *(Continued)***

*Early Retirement:* Employees are eligible after 25 years of credited service with a minimum of 20 years of Connecticut service, or age 55 with 20 years of credited service with a minimum of 15 years of Connecticut service. Benefit amounts are reduced by 6.0% per year for the first 5 years preceding normal retirement age and 4.0% per year for the next 5 years preceding 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.

*Minimum Benefit:* Effective January 1, 1999, Public Act 98-251 provides a minimum monthly benefit of \$1,200 to teachers who retire under the normal retirement provisions and who have completed at least 25 years of full time Connecticut service at retirement.

*Disability Retirement:* Employees are eligible for service-related disability benefits regardless of length of service. Five years of credited service is required to be eligible for non-service related disability. Disability benefits are calculated as 2.0% per year of service times the average of the highest three years of pensionable salary, but not less than 15.0%, nor more than 50.0%. 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 75.0% of average annual salary. A plan member who leaves service and has attained 10 years of service will be entitled to 100.0% of the accrued benefit as of the date of termination of covered employment. Benefits are payable at age 60, and early retirement reductions are based on the number of years of service the member would have had if they had continued work until age 60.

*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.

**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 are amended and certified by the TRB 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 amounts to finance any unfunded accrued liability.

*Employers* - School District employers are not required to make contributions to the Plan, as contributions are required only from employees and the State.

*Employees* - Effective July 1, 1992, each teacher was required to contribute 6.0% of pensionable salary for the pension benefit. Effective January 1, 2018, the required contribution increased to 7.0% of pensionable salary.

**Administrative Expenses**

Administrative costs of the plan are to be paid by the General Assembly per Section 10-183r of the Connecticut General Statutes.

**TOWN OF WILLINGTON, CONNECTICUT**  
NOTES TO FINANCIAL STATEMENTS *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2021

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**NOTE 9 - PENSION PLANS *(Continued)***

**Connecticut Teachers' Retirement System *(Continued)***

**Basis of Presentation**

The components associated with pension expense and deferred outflows and inflows of resources have been determined based on fiduciary net position as audited by the State of Connecticut Auditors of Public Accounts as part of the State of Connecticut Comprehensive Annual Financial Report as of and for the year ended June 30, 2020. The net pension liability at June 30, 2020 has been calculated using the audited amounts. TRS is included in the State of Connecticut audit as a pension trust fund. The State of Connecticut's Comprehensive Annual Financial Report can be obtained at [www.ct.gov](http://www.ct.gov).

The accounting standards require participating employers to recognize their proportional share of the collective net pension liability, deferred outflows and inflows of resources and pension expense. Contributions remitted by the State are recognized when legally due, based upon statutory requirements.

**Allocation Methodology**

The allocations for participating employers are based on the 2020 expected contribution effort for each participating employer. The employer allocations were then applied to the net pension liability and pension expense to determine the amount applicable to each employer. Based upon the employee contributions made by the employees of each employer, as compared to the total employee contributions, an employer allocation percentage is calculated to six decimal places and is used to allocate the elements noted above. The employer allocation applied to Town totaled 0.091% as of the most recent measurement date.

**Collective Net Pension Liability**

The following summarizes the collective net pension liability of the State for the TRS as of June 30, 2020, the measurement date, in addition to the Town's and State's proportionate shares of the collective net pension liability that is attributed to the Town:

Collective Net Pension Liability of the State for the TRS		<u>\$ 18,846,090,000</u>
	<u>Proportion</u>	<u>Proportionate Share</u>
Town's proportionate share of the Collective Net Pension Liability	0.000%	<u>\$ -</u>
State's proportionate share of the Collective Net Pension Liability attributed to the Town	0.091%	<u>\$ 17,059,000</u>

**TOWN OF WILLINGTON, CONNECTICUT**  
NOTES TO FINANCIAL STATEMENTS *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2021

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**NOTE 9 - PENSION PLANS *(Continued)***

**Connecticut Teachers' Retirement System *(Continued)***

**Collective Pension Expense**

The Town's expected contribution effort for allocation purposes totaled \$1,094,208 or 0.091% of the total expected contribution effort. The Town has recognized this amount as an on-behalf payment into the TRS as intergovernmental revenues and related education expenditures in the General Fund for the year ended June 30, 2021.

The collective pension expense includes certain current period changes in the collective net pension liability, projected earnings on pension plan investments and the amortization of deferred outflows of resources and deferred inflows of resources for the current period. The portion of the collective pension expense attributed to the Town totaled \$2,443,663 or 0.091% of the total collective pension expense and has been recognized as an operating contribution and related education expenses in the statement of activities for the year ended June 30, 2021.

**Actuarial Assumptions**

The total pension liability was determined by an actuarial valuation as of June 30, 2020 using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.50%
Salary increases	3.25% - 6.50%, including inflation
Investment rate of return	6.90%, net of pension plan investment expense, including inflation
Administrative expenses	\$0 assumption as expenses are paid for by the General Assembly

Mortality rates were based on the PubT-2010 Healthy Retiree Table, adjusted 105% for males and 103% for females at ages 82 and above, projected generationally with MP-2019 for the period after service retirement.

Future cost-of-living increases for teachers who retired prior to September 1, 1992, are made in accordance with increases in the Consumer Price Index, with a minimum of 3% and a maximum of 5.0% 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 6.0% 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 5.0% per annum. If the return on assets in the previous year was less than 11.5%, the maximum increase is 3.0%, and if the return on the assets in the previous year was less than 8.5%, the maximum increase is 1.0%.

**TOWN OF WILLINGTON, CONNECTICUT**  
NOTES TO FINANCIAL STATEMENTS *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2021

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**NOTE 9 - PENSION PLANS *(Continued)***

**Connecticut Teachers' Retirement System *(Continued)***

**Long-Term Rate of Return**

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 current capital market assumptions and the target asset allocation as provided by the Treasurer's Office are summarized in the following table:

<b>Asset Class</b>	<b>Target Allocation</b>	<b>Long-Term Expected Real Rate of Return</b>
Domestic Equity Fund	20.0%	5.6%
Developed Market Intl. Stock Fund	11.0%	6.0%
Emerging Market Intl. Stock Fund	9.0%	7.9%
Core Fixed Income Fund	16.0%	2.1%
Inflation Linked Bond Fund	5.0%	1.1%
Emerging Market Debt Fund	5.0%	2.7%
High Yield Bond Fund	6.0%	4.0%
Real Estate Fund	10.0%	4.5%
Private Equity	10.0%	7.3%
Alternative Investments	7.0%	2.9%
Liquidity Fund	1.0%	0.4%
	<u>100%</u>	

The geometric rates of expected return shown in the table above are nominal returns net of investment expenses.

**Discount Rate**

The discount rate used to measure the total pension liability was 6.90%. 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 State contributions will be made at the actuarially determined rates in future years. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

**TOWN OF WILLINGTON, CONNECTICUT**  
NOTES TO FINANCIAL STATEMENTS *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2021

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**NOTE 10 - OTHER POST-EMPLOYMENT BENEFITS (OPEB)**

**Board of Education Plan**

**Plan Description**

The Town administers an other post-employment benefits program, which is a single-employer defined benefit plan. Teachers covered under the union contract are eligible to receive other post-employment benefits. The Town Board of Education pays 1% per every year of service of the post-retirement costs for teachers hired before September 1, 1989 for five years until the retiree reaches age 65. Actuarial valuations involve estimates of the fair value of reported amounts and assumptions about the probability of occurrence of future events. Assumptions include future employment, mortality, and healthcare and other cost trends.

**Benefits Provided**

The benefits include individual, two person, or family coverage under the Connecticare Health Plan (or equivalent), including hospitalization, surgical, prescriptions, dental and major medical. Eligible teachers, who choose to participate, must pay the same percentage of the premium cost as full time employees covered by this agreement, less the 1% per year of service contribution paid by the Town.

Currently, the State Teachers' Retirement Board will subsidize a portion of the monthly payments for a member or for a member and a spouse. P.A. 08-112 effective July 1, 2008 provides a health insurance subsidy per month for an eligible retired member, spouse, surviving spouse or civil union partner who meets all the eligibility requirements. These subsidies are paid to the Town in quarterly installments.

**Funding Policy**

The Town's strategy currently is to fund through the purchase of premium based coverage, the current claims and administrative costs for post-employment benefits. Although a trust fund may be established to exclusively control the funding and reporting of post-employment benefits, the Town currently funds the post-employment benefits provided to the retirees on a pay-as-you-go basis. The Plan does not issue a publicly available financial report and is not included in the financial statements of another entity.

The Town has not established a trust fund as of June 30, 2021, to irrevocably segregate assets to fund the liability for post-employment benefits.

**TOWN OF WILLINGTON, CONNECTICUT**  
NOTES TO FINANCIAL STATEMENTS *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2021

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**NOTE 10 - OTHER POST-EMPLOYMENT BENEFITS (OPEB) *(Continued)***

**Board of Education Plan *(Continued)***

**Employees Covered by Benefit Terms**

The following is the current census of the Town's post-employment benefit participants as of June 30, 2019 (date of the most recently completed valuation):

Active members	50
Retirees	7
Spouses	3
Beneficiaries	1
Total	<u>61</u>

**Total OPEB Liability**

The Town's OPEB Liability reported as of June 30, 2021 totaled \$2,211,111. The total OPEB liability was measured as of June 30, 2021 using the Entry Age Normal actuarial method.

*Actuarial Assumptions and Other Inputs* - The total OPEB liability measured as of June 30, 2021 was determined using a valuation date of June 30, 2019 and the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Discount rate	2.16%
Medical inflation rate	2.30% - 4.10% over 54 years
Inflation	2.60%

The discount rate was based on the Bond Buyer 20 (GO 20 Index) as of the measurement date, which represents municipal bond trends based on a portfolio of 20 general obligation bonds that mature in 20 years.

**TOWN OF WILLINGTON, CONNECTICUT**  
NOTES TO FINANCIAL STATEMENTS *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2021

**NOTE 10 - OTHER POST-EMPLOYMENT BENEFITS (OPEB) *(Continued)***

**Board of Education Plan *(Continued)***

**Changes in the Total OPEB Liability**

	<b><u>Total OPEB Liability</u></b>
Balance as of June 30, 2020	\$ 2,142,889
Changes for the year:	
Service cost	55,345
Interest	48,024
Changes in benefit terms	-
Differences between expected and actual experience	-
Changes in assumptions	15,566
Benefit payments	<u>(50,713)</u>
Net changes	<u>68,222</u>
Balance as of June 30, 2021	<u><u>\$ 2,211,111</u></u>

Changes of assumptions primarily reflects a change in the discount rate from 2.21% to 2.16%.

*Sensitivity of the Total OPEB Liability to Changes in the Discount Rate* - The following presents the total OPEB liability of the Town, as well as what the Town's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (1.16%) or 1-percentage-point higher (3.16%) than the current discount rate:

	<b><u>1% Decrease</u></b>	<b><u>Current Discount Rate</u></b>	<b><u>1% Increase</u></b>
Total OPEB Liability	\$ 2,558,282	\$ 2,211,111	\$ 1,927,149

*Sensitivity of the Total OPEB liability to Changes in the Healthcare Cost Trend Rates* - The following presents the total OPEB liability of the Town, as well as what the Town's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

	<b><u>1% Decrease in Trend Rates</u></b>	<b><u>Current Trend Rates</u></b>	<b><u>1% Increase in Trend Rates</u></b>
Total OPEB Liability	\$ 1,862,450	\$ 2,211,111	\$ 2,664,825

**TOWN OF WILLINGTON, CONNECTICUT**  
NOTES TO FINANCIAL STATEMENTS *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2021

**NOTE 10 - OTHER POST-EMPLOYMENT BENEFITS (OPEB) *(Continued)***

**Board of Education Plan *(Continued)***

**OPEB Expense and Deferred Outflows and Inflows of Resources**

For the year ended June 30, 2021, the Town recognized OPEB expense of \$195,457. As of June 30, 2021, the Town reported deferred outflows and inflows of resources related to OPEB from the following sources:

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>	<b>Net Deferrals</b>
Differences between expected and actual experience	\$ 443,395	\$ -	\$ 443,395
Changes of assumptions	347,298	(32,821)	314,477
Total	<u>\$ 790,693</u>	<u>\$ (32,821)</u>	<u>\$ 757,872</u>

Amounts reported as deferred outflows of resources related to OPEB will be recognized as a component of OPEB expense as follows:

Year ended June 30,	
2022	\$ 92,088
2023	92,088
2024	92,088
2025	92,088
2026	92,088
Thereafter	297,432
	<u>\$ 757,872</u>

**Connecticut Teachers' Retirement System**

**Plan Description**

The Connecticut Teachers' Retirement System ("TRS" or the "Plan") is the public pension plan offered by the State of Connecticut (the State) to provide retirement, disability, survivorship and health insurance benefits for Connecticut public school teachers and their beneficiaries. The Plan is governed by Connecticut Statute Title 10, Chapter 167a of the Connecticut General Statutes. TRS is a multiemployer pension plan administered by the Connecticut State Teachers' Retirement Board ("TRB"). The State Treasurer is responsible for investing TRS funds for the exclusive benefit of TRS members.

Teachers, principals, superintendents or supervisors engaged in service of public schools are provided with benefits, including retiree health insurance, through the Connecticut Teachers' Retirement System - a cost sharing multi employer defined benefit pension plan administered by the 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](http://www.ct.gov).

**TOWN OF WILLINGTON, CONNECTICUT**  
NOTES TO FINANCIAL STATEMENTS *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2021

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**NOTE 10 - OTHER POST-EMPLOYMENT BENEFITS (OPEB) *(Continued)***

**Connecticut Teachers' Retirement System *(Continued)***

**Benefit Provisions**

The Plan covers retired teachers and administrators of public schools in the State who are receiving benefits from the Plan. The Plan provides healthcare insurance benefits to eligible retirees and their spouses. Any member that is currently receiving a retirement or disability benefit through the Plan is eligible to participate in the healthcare portion of the Plan. Subsidized Local School District Coverage provides a subsidy paid to members still receiving coverage through their former employer and the TRB 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.

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).

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.

**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 TRB and appropriated by the General Assembly. The State pays for one third of plan costs through an annual appropriation in the General Fund.

*Employers* - School District employers are not required to make contributions to the Plan.

*Employees/Retirees* - The cost of providing plan benefits is financed on a pay-as-you-go basis as follows: active teachers' pay for one third of the Plan costs through a contribution of 1.25% of their pensionable salaries, and retired teachers pay for one third of the Plan costs through monthly premiums, which helps reduce the cost of health insurance for eligible retired members and dependents.

**TOWN OF WILLINGTON, CONNECTICUT**  
NOTES TO FINANCIAL STATEMENTS *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2021

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**NOTE 10 - OTHER POST-EMPLOYMENT BENEFITS (OPEB) *(Continued)***

**Connecticut Teachers' Retirement System *(Continued)***

**Administrative Expenses**

Administrative costs of the Plan are to be paid by the General Assembly per Section 10-183r of the Connecticut General Statutes.

**Basis of Presentation**

The components associated with the other postemployment benefits (OPEB) expense and deferred inflows and outflows of resources have been determined using the unrecognized portions of each year's experience and assumption changes as audited by the State of Connecticut Auditors of Public Accounts as part of the State of Connecticut Comprehensive Annual Financial Report as of and for the year ended June 30, 2020. The net OPEB liability at June 30, 2020 has been calculated using the audited amounts. The OPEB trust fund is included in the TRS, and the TRS is included in the State of Connecticut audit as a pension trust fund. The State of Connecticut's Comprehensive Annual Financial Report can be obtained at [www.ct.gov](http://www.ct.gov).

The accounting standards require participating employers to recognize their proportional share of the collective net OPEB liability, deferred outflows and inflows of resources and OPEB expense. Contributions remitted by the State are recognized when legally due, based upon statutory requirements.

**Allocation Methodology**

The allocations for participating employers are based on the 2020 expected contribution effort for each participating employer. The employer allocations were then applied to the net pension liability and pension expense to determine the amount applicable to each employer. Based upon the employee contributions made by the employees of each employer, as compared to the total employee contributions, an employer allocation percentage is calculated to six decimal places and is used to allocate the elements noted above. The employer allocation applied to Town totaled 0.091% as of the most recent measurement date.

**Collective Net OPEB Liability**

The following summarizes the collective net OPEB liability of the State for the TRS as of June 30, 2020, the measurement date, in addition to the Town's and State's proportionate shares of the collective net OPEB liability that is attributed to the Town:

Collective Net OPEB Liability of the State for the TRS		<u>\$ 2,810,895,000</u>
	<u>Proportion</u>	<u>Proportionate Share</u>
Town's proportionate share of the Collective Net OPEB Liability	0.000%	<u>\$ -</u>
State's proportionate share of the Collective Net OPEB Liability attributed to the Town	0.091%	<u>\$ 2,544,000</u>

**TOWN OF WILLINGTON, CONNECTICUT**  
NOTES TO FINANCIAL STATEMENTS *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2021

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**NOTE 10 - OTHER POST-EMPLOYMENT BENEFITS (OPEB) *(Continued)***

**Connecticut Teachers' Retirement System *(Continued)***

**Collective OPEB Expense**

The Town's expected contribution effort for allocation purposes totaled \$26,407 or 0.091% of the total expected contribution effort. The Town has recognized this amount as an on-behalf payment into the TRS as intergovernmental revenues and related education expenditures in the General Fund for the year ended June 30, 2021.

The collective OPEB expense includes certain current period changes in the collective net OPEB liability, projected earnings on OPEB plan investments and the amortization of deferred outflows of resources and deferred inflows of resources for the current period. The portion of the collective OPEB expense attributed to the Town totaled a negative \$117,532 or 0.091% of the total collective OPEB expense and has been recognized as a reduction in operating contributions and related education expenses in the statement of activities for the year ended June 30, 2021.

**Actuarial Assumptions**

The total OPEB liability was determined by an actuarial valuation as of June 30, 2020 using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.50%
Real Wage Growth	0.50%
Wage Inflation	3.00%
Salary increases	3.00% - 6.50%, including inflation
Investment rate of return	3.00%, net of OPEB plan investment expense, including inflation
Healthcare cost trend rates:	
Medicare	5.125% for 2020 decreasing to an ultimate rate of 4.50% by 2023

Mortality rates were based on the PubT-2020 Healthy Retiree Table, adjusted 105% for males and 103% for females as ages 82 and above, projected generationally with MP-2019 for the period after service retirement.

**Long-Term Rate of Return**

The long-term expected rate of return on plan assets is reviewed as part of the actuarial valuation process. Several factors are considered in evaluation the long-term rate of return assumption, including the Plan's current asset allocations and a log-normal distribution analysis using the best-estimate ranges of expected future real rates of return (expected return, net of investment expense and inflation) for each major asset class.

The long-term expected rate of return was determined by weighing the expected future real rates of return by the target asset allocation percentage and then adding expected inflation. The assumption is not expected to change absent a significant change in the asset allocation, a change in the inflation assumption, or a fundamental change in the market that alters expected returns in future years.

**TOWN OF WILLINGTON, CONNECTICUT**  
NOTES TO FINANCIAL STATEMENTS *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2021

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**NOTE 10 - OTHER POST-EMPLOYMENT BENEFITS (OPEB) *(Continued)***

**Connecticut Teachers' Retirement System *(Continued)***

**Long-Term Rate of Return *(Continued)***

The target asset allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

<b>Asset Class</b>	<b>Target Allocation</b>	<b>Expected 10-Year Geometric Real Rate of Return</b>	<b>Standard Deviation</b>
U.S. Treasuries (Cash Equivalents)	100.0%	-0.42%	1.78%

**Discount Rate**

The discount rate used to measure the total OPEB liability was 2.21%. The projection of cash flows used to determine the discount rate was performed in accordance with the applicable standards. The projection's basis was an actuarial valuation performed as of June 30, 2020.

In addition to the actuarial methods and assumptions of the June 30, 2020 actuarial valuation, the following actuarial methods and assumptions were used in the projection of cash flows:

- Total payroll for the initial projection year consists of the payroll of the active membership on the valuation date. In subsequent projection years, total payroll was assumed to increase annual at a rate of 3.00%
- Employee contributions were assumed to be made at the current member contribution rate. Employee contributions for future plan members were used to reduce the estimated amount of total service costs for future plan members.
- Annual State contributions were assumed to be equal to the most recent five-year average of state contributions toward the fund.

Based on those assumptions, the Plan's fiduciary net position was projected to be depleted in 2021 and, as a result, the Municipal Bond Index Rate was used in the determination of the single equivalent rate.

**TOWN OF WILLINGTON, CONNECTICUT**  
NOTES TO FINANCIAL STATEMENTS *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2021

**NOTE 11 - FUND BALANCE**

The Town has committed and assigned fund balance for other purposes as of June 30, 2021 for the following purposes:

	<u>General Fund</u>	<u>American Rescue Plan Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
Committed for:				
Compensated absences	\$ 150,745	\$ -	\$ -	\$ 150,745
Library	400,738	-	-	400,738
Emergency preparedness	3,341	-	-	3,341
Nonlapsing Education Fund	268,853	-	-	268,853
General government	-	14	20,297	20,311
Public safety	-	-	423,551	423,551
Culture and recreation	-	-	80,324	80,324
Public works	-	-	17,556	17,556
Educational purposes	-	-	71,551	71,551
School cafeteria operations	-	-	50,983	50,983
Total committed for other purposes	<u>\$ 823,677</u>	<u>\$ 14</u>	<u>\$ 664,262</u>	<u>\$ 1,487,953</u>
Assigned to:				
Use in subsequent year's budget	\$ 1,055,230	\$ -	\$ -	\$ 1,055,230
Encumbrances	282,324	-	-	282,324
Total assigned	<u>\$ 1,337,554</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,337,554</u>

Encumbrances represent commitments entered into as of June 30, 2021 for goods or services to be provided in the subsequent fiscal year. Encumbrances have been assigned for the following purposes:

General government	\$ 15,417
Public safety	2,152
Public works	25,634
Educational purposes	239,121
	<u>\$ 282,324</u>

**NOTE 12 - COMMITMENTS AND CONTINGENCIES**

There are several lawsuits pending against the Town. The outcome and eventual liability to the Town, if any, in these cases is not known at this time. The Town's management, based upon consultation with legal counsel, estimates that potential claims against the Town, not covered by insurance, resulting from such litigation would not materially affect the financial position of the Town.

The Town has received state and federal grants for specific purposes that are subject to review and audit by the grantor agencies. Such audits could lead to requests for reimbursement to the grantor agency for any expenditure disallowed under terms of the grant. Based on prior experience, Town management believes such disallowances, if any, will not be material.

**TOWN OF WILLINGTON, CONNECTICUT**  
NOTES TO FINANCIAL STATEMENTS *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2021

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**NOTE 13 - RISK MANAGEMENT AND UNCERTAINTIES**

**Risk Management**

The Town is exposed to various risks of loss related to torts, theft of, damage to, or destruction of assets, errors or omissions, injuries to employees, or acts of God. The Town purchases commercial insurance for some risks and participates in various risk pools for other risks as described below. During the year ended June 30, 2021, deductibles paid by the Town were insignificant. Neither the Town nor its insurers have settled any claims which exceeded the Town's insurance coverage in the last three years. There have been no reductions in coverage from those of the prior year.

The Town is a member of the Connecticut Interlocal Risk Management Agency (CIRMA), an unincorporated association of Connecticut local public agencies that was formed in 1980 by the Connecticut Conference of Municipalities for the purpose of establishing and administering an interlocal risk management program pursuant to the provisions of Section 7-479a et seq. of the Connecticut General Statutes.

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 incurred 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 payroll audit at the close of the coverage period. CIRMA's Workers' Compensation Pool retains \$1,000,000 per occurrence.

The Town is also a member of CIRMA's Liability-Automobile-Property (LAP) Pool, a risk sharing pool. The LAP Pool provides general liability, automobile liability, employee benefit liability, law enforcement liability, public officials and property coverage. The premium is subject to these coverages, and claims and expense payments falling within the deductible amounts are the responsibility of the Town. CIRMA's LAP Pool retains \$1,000,000 per occurrence for each line of liability coverage.

Premiums paid to CIRMA for the year ended June 30, 2021 totaled \$172,484.

**Uncertainties**

In early March 2020, there was a global outbreak of COVID-19 that was declared a Public Health Emergency of International Concern by the World Health Organization and was subsequently declared a state of emergency by the Governor of Connecticut and a national emergency by the President of the United States. The outbreak of the virus has affected travel, commerce and financial markets globally, and is widely expected to affect economic growth worldwide.

The extent to which COVID-19 will impact the Town's tax base, operations and its financial condition will ultimately depend on future developments that are uncertain and cannot be fully predicted with confidence at this time.

**TOWN OF WILLINGTON, CONNECTICUT**  
NOTES TO FINANCIAL STATEMENTS *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2021

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**NOTE 14 - IMPACT OF NEW ACCOUNTING STANDARDS NOT YET EFFECTIVE**

In June 2017, the GASB issued Statement No. 87, *Leases*. The objective of this Statement is to better meet the information needs of financial statement users by improving accounting and financial reporting for leases by governments. This Statement increases the usefulness of governments' financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Under this Statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources, thereby enhancing the relevance and consistency of information about governments' leasing activities. The requirements of this statement are effective for the Town's reporting period beginning July 1, 2021. The Town is currently evaluating the potential impact of adopting this Statement on its financial statements.

In June 2018, the GASB issued Statement No. 89, *Accounting for Interest Cost Incurred before the End of a Construction Period*. The objective of this Statement are (a) to enhance the relevance and comparability of information about capital assets and the cost of borrowing for a reporting period and (b) to simplify accounting for interest cost incurred before the end of a construction period. The requirements of this Statement should be applied prospectively and are effective for the Town's reporting period beginning July 1, 2021. The Town does not expect this statement to have a material effect on its financial statements.

In May 2019, the GASB issued Statement No. 91, *Conduit Debt Obligations*. The objectives of this statement are to provide a single method of reporting conduit debt obligations by issuers and eliminate diversity in practice associated with (1) commitments extended by issuers, (2) arrangements associated with conduit debt obligations, and (3) related note disclosures. The requirements of this statement are effective for the Town's reporting period beginning July 1, 2022. The Town does not expect this statement to have a material effect on its financial statements.

In January 2020, the GASB issued Statement No. 92, *Omnibus 2020*. The objectives of this Statement are to enhance comparability in accounting and financial reporting and to improve the consistency of authoritative literature by addressing practice issues that have been identified during implementation and application of certain GASB Statements. This Statement addresses a variety of topics and the requirements of this statement are effective for the Town's reporting period beginning July 1, 2021. The Town does not expect this statement to have a material effect on its financial statements.

In March 2020, the GASB issued Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*. The primary objective of this Statement is to improve financial reporting by addressing issues related to public-private and public-public partnership arrangements (PPPs). The requirements of this statement are effective for the Town's reporting period beginning July 1, 2022. The Town does not expect this statement to have a material effect on its financial statements.

In May 2020, the GASB issued Statement 96, *Subscription-Based Information Technology Arrangements*. This Statement provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) for government end users (governments). The requirements of this statement are effective for the Town's reporting period beginning July 1, 2022. The Town does not expect this statement to have a material effect on its financial statements.

**TOWN OF WILLINGTON, CONNECTICUT**  
NOTES TO FINANCIAL STATEMENTS *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2021

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**NOTE 14 - IMPACT OF NEW ACCOUNTING STANDARDS NOT YET EFFECTIVE *(Continued)***

In June 2020, the GASB issued Statement 97, Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans - An Amendment of GASB Statement No. 14 and No. 84, and a Supersession of GASB Statement No. 32. The primary objectives of this Statement are to (1) increase consistency and comparability related to the reporting of fiduciary component units in circumstances in which a potential component unit does not have a governing board and the primary government performs the duties that a governing board typically would perform; (2) mitigate costs associated with the reporting of certain defined contribution pension plans, defined contribution other postemployment benefit (OPEB) plans, and employee benefit plans other than pension plans or OPEB plans (other employee benefit plans) as fiduciary component units in fiduciary fund financial statements; and (3) enhance the relevance, consistency, and comparability of the accounting and financial reporting for Internal Revenue Code (IRC) Section 457 deferred compensation plans (Section 457 plans) that meet the definition of a pension plan and for benefits provided through those plans. The requirements of this statement that relate to the accounting and reporting of Section 457 plans are effective for the Town's reporting period beginning July 1, 2021. The Town does not expect this statement to have a material effect on its financial statements.

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## REQUIRED SUPPLEMENTARY INFORMATION

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**TOWN OF WILLINGTON, CONNECTICUT**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET AND ACTUAL - BUDGETARY BASIS - GENERAL FUND (UNAUDITED)**  
**FOR THE YEAR ENDED JUNE 30, 2021**

	<b>Budgeted Amounts</b>			<b>Variance With Final Budget Over (Under)</b>
	<b>Original</b>	<b>Final</b>	<b>Actual</b>	
<b>REVENUES</b>				
Property taxes	\$ 13,242,171	\$ 13,242,171	\$ 13,302,481	\$ 60,310
Intergovernmental	3,613,348	3,613,348	3,810,356	197,008
Licenses, fees and permits	131,000	131,000	376,555	245,555
Investment income	75,000	75,000	7,231	(67,769)
Other	38,000	38,000	42,299	4,299
Total revenues	<u>17,099,519</u>	<u>17,099,519</u>	<u>17,538,922</u>	<u>439,403</u>
<b>EXPENDITURES</b>				
Current:				
General government	1,240,173	1,231,373	1,158,020	(73,353)
Public safety	672,409	672,409	665,610	(6,799)
Public works	1,418,081	1,438,081	1,430,754	(7,327)
Education	8,860,828	8,860,828	8,733,248	(127,580)
Regional School District No. 19	4,020,967	4,020,967	4,020,967	-
Other	505,586	461,386	442,394	(18,992)
Debt service:				
Principal payments	169,411	169,411	169,411	-
Interest and fiscal charges	40,997	40,997	40,997	-
Capital outlays	63,565	45,765	42,554	(3,211)
Total expenditures	<u>16,992,017</u>	<u>16,941,217</u>	<u>16,703,955</u>	<u>(237,262)</u>
Excess of revenues over expenditures	107,502	158,302	834,967	676,665
<b>OTHER FINANCING SOURCES (USES)</b>				
Appropriation of fund balance	673,000	673,000	-	(673,000)
Transfers out	(780,502)	(831,302)	(831,302)	-
Total other financing sources (uses)	<u>(107,502)</u>	<u>(158,302)</u>	<u>(831,302)</u>	<u>(673,000)</u>
Net change in fund balance	<u>\$ -</u>	<u>-</u>	<u>\$ 3,665</u>	<u>\$ 3,665</u>

*See accompanying notes to required supplementary information.*

**TOWN OF WILLINGTON, CONNECTICUT**  
**SCHEDULE OF CHANGES IN THE TOWN'S NET PENSION LIABILITY AND RELATED RATIOS - PENSION (UNAUDITED)**  
**LAST EIGHT FISCAL YEARS\***

	<b>2021</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>	<b>2014</b>
<b>Total pension liability</b>								
Service cost	\$ 10,825	\$ 10,295	\$ 10,585	\$ 11,248	\$ 15,342	\$ 16,786	\$ 16,852	\$ 22,477
Interest	37,805	35,223	44,103	51,331	46,385	44,512	40,954	35,764
Changes in benefit terms	-	-	-	-	-	-	-	-
Differences between expected and actual experience	404	(9,159)	(3,205)	12,780	13,044	(33,094)	(6,910)	20,828
Changes of assumptions	-	-	-	-	-	-	-	28,901
Benefit payments, including refunds	-	-	(356,027)	-	-	-	-	(112,811)
Net change in total pension liability	49,034	36,359	(304,544)	75,359	74,771	28,204	50,896	(4,841)
Total pension liability - beginning	529,249	492,890	797,434	722,075	647,304	619,100	568,204	573,045
Total pension liability - ending	578,283	529,249	492,890	797,434	722,075	647,304	619,100	568,204
<b>Plan fiduciary net position</b>								
Contributions - employer	20,600	18,440	18,814	27,299	28,433	27,905	36,429	16,203
Contributions - members	3,604	3,446	3,594	4,948	4,819	4,546	4,755	4,787
Net investment income	106,749	19,272	23,329	47,939	54,210	5,435	11,548	54,903
Benefit payments, including refunds	-	-	(356,027)	-	-	-	-	(122,811)
Net change in plan fiduciary net position	130,953	41,158	(310,290)	80,186	87,462	37,886	52,732	(46,918)
Plan fiduciary net position - beginning	417,946	376,788	687,078	606,892	519,430	481,544	428,812	475,730
Plan fiduciary net position - ending	548,899	417,946	376,788	687,078	606,892	519,430	481,544	428,812
<b>Town's net pension liability</b>	<b>\$ 29,384</b>	<b>\$ 111,303</b>	<b>\$ 116,102</b>	<b>\$ 110,356</b>	<b>\$ 115,183</b>	<b>\$ 127,874</b>	<b>\$ 137,556</b>	<b>\$ 139,392</b>
Plan fiduciary net position as a percentage of total pension liability	94.92%	78.97%	76.44%	86.16%	84.05%	80.25%	77.78%	75.47%
Covered payroll	\$ 144,170	\$ 137,858	\$ 136,939	\$ 139,405	\$ 192,750	\$ 181,863	\$ 190,195	\$ 188,376
Town's net pension liability as a percentage of covered payroll	20.38%	80.74%	84.78%	79.16%	59.76%	70.31%	72.32%	74.00%

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

*See accompanying notes to required supplementary information.*

**TOWN OF WILLINGTON, CONNECTICUT**  
**SCHEDULE OF TOWN CONTRIBUTIONS AND INVESTMENT RETURNS - PENSION (UNAUDITED)**  
**LAST TEN FISCAL YEARS**

	<b>2021</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>	<b>2014</b>	<b>2013</b>	<b>2012</b>
Actuarially determined contribution	\$ 10,920	\$ 18,831	\$ 17,011	\$ 16,182	\$ 24,667	\$ 25,801	\$ 25,273	\$ 53,197	\$ 48,905	\$ 38,946
Contributions in relation to the actuarially determined contribution	20,600	18,440	18,814	27,299	28,433	27,905	16,203	20,095	20,095	20,095
Contribution (surplus) deficiency	<u>\$ (9,680)</u>	<u>\$ 391</u>	<u>\$ (1,803)</u>	<u>\$ (11,117)</u>	<u>\$ (3,766)</u>	<u>\$ (2,104)</u>	<u>\$ 9,070</u>	<u>\$ 33,102</u>	<u>\$ 28,810</u>	<u>\$ 18,851</u>
Covered payroll	\$ 144,170	\$ 137,858	\$ 136,939	\$ 139,405	\$ 192,750	\$ 181,863	\$ 190,195	\$ 188,376	\$ 232,522	\$ 230,591
Contributions as a percentage of covered payroll	14.29%	13.38%	13.74%	19.58%	14.75%	15.34%	8.52%	10.67%	8.64%	8.71%
Annual money-weighted rate of return, net of investment expense	24.82%	4.97%	4.48%	7.69%	10.33%	1.12%	2.67%	11.38%	11.65%	*

\* Information not available.

*See accompanying notes to required supplementary information.*

**TOWN OF WILLINGTON, CONNECTICUT**  
**SCHEDULE OF THE TOWN'S PROPORTIONATE SHARE OF THE COLLECTIVE NET PENSION LIABILITY -**  
**CONNECTICUT TEACHERS' RETIREMENT SYSTEM (UNAUDITED)**  
**LAST SEVEN FISCAL YEARS\***  
(Rounded to nearest thousand)

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Town's proportion of the collective net pension liability	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Town's proportionate share of the collective net pension liability	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State's proportionate share of the collective net pension liability attributed to the Town	<u>17,059,000</u>	<u>15,559,000</u>	<u>11,997,000</u>	<u>12,222,000</u>	<u>12,894,000</u>	<u>11,175,000</u>	<u>10,329,000</u>
Total	<u>\$17,059,000</u>	<u>\$15,559,000</u>	<u>\$11,997,000</u>	<u>\$12,222,000</u>	<u>\$12,894,000</u>	<u>\$11,175,000</u>	<u>\$10,329,000</u>
Town's covered payroll	\$ 3,940,000	\$ 4,000,000	\$ 3,938,000	\$ 3,895,000	\$ 3,754,000	\$ 4,160,000	\$ 4,010,000
Town's proportionate share of the collective net pension liability as a percentage of its covered payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Plan fiduciary net position as a percentage of the total collective pension liability	49.24%	52.00%	57.69%	55.93%	52.26%	59.50%	61.51%

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

*See accompanying notes to required supplementary information.*

**TOWN OF WILLINGTON, CONNECTICUT**  
**SCHEDULE OF CHANGES IN THE TOWN'S TOTAL OPEB LIABILITY -**  
**OTHER POST-EMPLOYMENT BENEFITS (UNAUDITED)**  
**LAST FOUR FISCAL YEARS\***

	<b>2021</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>
<b>Total OPEB liability</b>				
Service cost	\$ 55,345	\$ 42,136	\$ 23,348	\$ 24,175
Interest	48,024	42,627	43,038	40,470
Changes in benefit terms	-	-	-	-
Differences between expected and actual experience	-	551,539	-	-
Changes of assumptions	15,566	356,765	63,137	(48,833)
Benefit payments	(50,713)	(51,423)	(33,677)	(33,041)
Net change in total OPEB liability	68,222	941,644	95,846	(17,229)
Total OPEB liability - beginning	2,142,889	1,201,245	1,105,399	1,122,628
Total OPEB liability - ending	<u>\$2,211,111</u>	<u>\$2,142,889</u>	<u>\$1,201,245</u>	<u>\$1,105,399</u>
Town's covered employee payroll	\$3,940,000	\$4,000,000	\$3,938,000	\$3,895,000
Town's total OPEB liability				
as a percentage of its covered employee payroll	56.12%	53.57%	30.50%	28.38%

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

*See accompanying notes to required supplementary information.*

**TOWN OF WILLINGTON, CONNECTICUT**  
**SCHEDULE OF THE TOWN'S PROPORTIONATE SHARE OF THE COLLECTIVE NET OPEB LIABILITY -**  
**CONNECTICUT TEACHERS' RETIREMENT SYSTEM (UNAUDITED)**  
**LAST FOUR FISCAL YEARS\***  
**(Rounded to Nearest Thousand)**

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Town's proportion of the collective net OPEB liability	0.00%	0.00%	0.00%	0.00%
Town's proportionate share of the collective net OPEB liability	\$ -	\$ -	\$ -	\$ -
State's proportionate share of the collective net OPEB liability attributed to the Town	<u>2,544,000</u>	<u>2,427,000</u>	<u>2,398,000</u>	<u>3,145,000</u>
Total	<u>\$ 2,544,000</u>	<u>\$ 2,427,000</u>	<u>\$ 2,398,000</u>	<u>\$ 3,145,000</u>
Town's covered payroll	\$ 3,940,000	\$ 4,000,000	\$ 3,938,000	\$ 3,895,000
Town's proportionate share of the collective net OPEB liability as a percentage of its covered payroll	0.00%	0.00%	0.00%	0.00%
Plan fiduciary net position as a percentage of the total collective OPEB liability	2.50%	2.08%	1.49%	1.79%

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

**TOWN OF WILLINGTON, CONNECTICUT**  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION (UNAUDITED)  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2021

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**NOTE 1 - STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - BUDGETARY BASIS - GENERAL FUND**

**BUDGETARY INFORMATION**

The General Fund is the only fund for which an annual budget is legally adopted. The Town adheres to the following procedures in establishing the budgetary data for the General Fund.

- The Board of Finance submits at the annual Town budget meeting, at which taxpayer comments are obtained, a proposed operating budget for the fiscal year commencing July 1. The operating budget includes proposed expenditures and the means of financing them.
- Prior to July 1, the budget is legally enacted.
- The Board of Finance is authorized to transfer budgeted amounts between appropriations and can approve one additional appropriation up to an aggregate of \$20,000 per department per year. Additional appropriations aggregating more than \$20,000 for any one department per year must be approved at a Town Meeting.
- The Board of Education is authorized under State law to make any transfers required within their budget at their discretion. Any additional appropriations must be approved at a Town Meeting if over \$20,000.
- Management is not authorized to transfer budgeted amounts or to approve additional appropriations.
- Formal budgetary integration is employed as a management control device during the year.
- The budget is prepared on the modified accrual basis of accounting. "On-behalf" payments made by the State of Connecticut into the State Teacher's Retirement System are not recorded for budgetary purposes. 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 budgetary reports as expenditures of the current year.
- The legal level of control (the level at which expenditures may not legally exceed appropriations) is at the department level.
- Generally, all unexpended and unencumbered General Fund appropriations lapse at year-end. Encumbered appropriations in the General Fund are not re-appropriated in the ensuing year's budget, but are carried forward.

**TOWN OF WILLINGTON, CONNECTICUT**  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION (UNAUDITED)  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2021

**NOTE 1 - STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - BUDGETARY BASIS - GENERAL FUND**

**BUDGETARY INFORMATION (Continued)**

As described above, accounting principles applied for purposes of developing data on a budgetary basis differ from those used to present financial statements in conformity with accounting principles generally accepted in the United States of America ("GAAP basis"). A reconciliation of General Fund amounts presented on the budgetary basis to amounts presented on the GAAP basis is as follows for the year ended June 30, 2021:

	<u>Total Revenues</u>	<u>Total Expenditures</u>	<u>Total Other Financing Sources (Uses)</u>	<u>Net Change In Fund Balance</u>
Budgetary basis	\$ 17,538,922	\$ 16,703,955	\$ (831,302)	\$ 3,665
"On-behalf" payments - State Teachers' Retirement Fund	1,120,615	1,120,615	-	-
Encumbrances outstanding:				
June 30, 2020	-	149,564	-	(149,564)
June 30, 2021	-	(282,324)	-	282,324
Budgetary perspective differences - funds combined for GAAP financial reporting purposes:				
Reserve for Compensated Absences Fund	226	14,367	15,000	859
Public Library Fund	43,853	198,076	190,436	36,213
Emergency Preparedness Fund	1,869	(303)	-	2,172
Nonlapsing Education Fund	31	-	64,488	64,519
Elimination of interfund transfers	-	(587,472)	(587,472)	-
Reimbursement for certain grant costs recorded as a reduction to expenditures for budgetary purposes	47,575	47,575	-	-
GAAP basis	<u>\$ 18,753,091</u>	<u>\$ 17,364,053</u>	<u>\$ (1,148,850)</u>	<u>\$ 240,188</u>

**NOTE 2 - SCHEDULE OF CHANGES IN NET PENSION LIABILITY - TOWN PENSION PLAN**

The Town began to report the schedule of net pension liability when it implemented GASB Statement No. 67, *Financial Reporting for Pension Plans - An Amendment of GASB Statement No. 25*, in fiscal year 2014. GASB Statement No. 67 requires the information within this schedule to be presented for the ten most recent fiscal years. Additional years' information will be displayed as it becomes available.

Actuarial valuations are prepared every year with the most recent available actuarial valuation performed as of July 1, 2020. The July 1, 2020 actuarial valuation as used for the most recent measurement date of June 30, 2021.

*Benefit Changes* - There have been no changes in benefit terms that have had a significant effect on the measurement of the total pension liability.

**TOWN OF WILLINGTON, CONNECTICUT**  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION (UNAUDITED)  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2020

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**NOTE 2 - SCHEDULE OF CHANGES IN NET PENSION LIABILITY - TOWN PENSION PLAN (*Continued*)**

*Assumption Changes* - There have been no changes in assumption terms that have had a significant effect on the measurement of the total pension liability.

**NOTE 3 - SCHEDULE OF CONTRIBUTIONS AND INVESTMENT RETURNS - TOWN PENSION PLAN**

The Town began to report the schedule of contributions and investment returns when it implemented GASB Statement No. 67, *Financial Reporting for Pension Plans - An Amendment of GASB Statement No. 25*, in fiscal year 2014. GASB Statement No. 67 requires the information within this schedule to be presented for the ten most recent fiscal years. Additional years' information will be displayed as it becomes available.

Actuarially determined contribution rates are calculated as of July 1, prior to the end of the fiscal year in which contributions are reported. The following methods and assumptions were utilized to determine the contribution rates for the year ended June 30, 2021.

Inflation	2.00%
Investment rate of return	7.00%, net of pension plan investment expense, including inflation
Salary increases	4.00%, average, including inflation

Mortality rates were based on the 2021 Combined Unisex Applicable Mortality Table from Notice 2019-26. Based on RP-2000 Mortality Table Projected to 2021 by Scale AA.

**NOTE 4 - SCHEDULE OF THE TOWN'S PROPORTIONATE SHARE OF THE COLLECTIVE NET PENSION LIABILITY - CONNECTICUT TEACHERS' RETIREMENT SYSTEM**

The Town began to report this schedule when it implemented GASB Statement No. 68, *Accounting and Financial Reporting for Pensions - An Amendment of GASB Statement No. 27*, in fiscal year 2015. GASB Statement No. 68 requires the information within this schedule to be presented for the ten most recent fiscal years.

Actuarial valuations are prepared every two years with the most recent available actuarial valuation performed as of June 30, 2020. The liabilities were estimated based on a measurement date of June 30, 2020. The employer allocations were then applied to the net pension liability and pension expense to determine the amount applicable to each employer. The information is utilized by the Town for reporting as of June 30, 2021.

*Benefit changes* - There have been no changes in benefit terms that have had a significant effect on the collective net pension liability reported as of June 30, 2021.

*Assumption changes* - The following significant assumptions had a significant effect on the measurement of the total collective pension liability reported as of June 30, 2021.

- a decrease in the annual rate of real wage increase assumption from 0.75% to 0.50%;
- a decrease in the payroll growth assumption from 3.35% to 3.00%; and
- rates of withdrawal, disability, retirement, mortality, and assumed rates of salary increase were adjusted to more closely reflect actual and anticipated experience.

**TOWN OF WILLINGTON, CONNECTICUT**  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION (UNAUDITED)  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2021

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**NOTE 5 - SCHEDULE OF CHANGES IN TOTAL OPEB LIABILITY - OTHER POST-EMPLOYMENT BENEFITS**

The Town began to report this schedule when it implemented GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pension*, in fiscal year 2018. GASB Statement No. 75 requires the information within this schedule to be presented for the ten most recent fiscal years. Additional years' information will be displayed as it becomes available.

The Town has not established a trust fund as of June 30, 2021, to irrevocably segregate assets to fund the liability for post-employment benefits.

The total OPEB liability was determined based upon the results of the actuarial valuation as of June 30, 2019, adjusted to the measurement date of June 30, 2021.

*Benefit Changes* - There have been no changes in benefit terms that have had a significant effect on the measurement of the total OPEB liability.

*Assumption Changes* - There have been no changes in assumptions that have had a significant effect on the measurement of the total OPEB liability.

**NOTE 6 - SCHEDULE OF THE TOWN'S PROPORTIONATE SHARE OF THE NET COLLECTIVE OTHER POST-EMPLOYMENT BENEFITS LIABILITY - CONNECTICUT TEACHERS' RETIREMENT SYSTEM**

The Town began to report this schedule when it implemented GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pension*, in fiscal year 2018. GASB Statement No. 75 requires the information within this schedule to be presented for the ten most recent fiscal years.

Actuarial valuations are prepared every two years with the most recent available actuarial valuation performed as of June 30, 2020. This information is utilized by the Town for reporting as of June 30, 2021.

*Benefit Changes* - There were no benefit term changes that had a significant effect on the measurement of the collective net OPEB liability reported as of June 30, 2021.

*Assumption Changes* - The following assumption changes collectively had a significant effect on the measurement of the collective net OPEB liability reported as of June 30, 2021:

- a decrease in the annual rate of real wage increase assumption from 0.75% to 0.50%;
- a decrease in the payroll growth assumption from 3.25% to 3.00%; and
- rates of withdrawal, disability, retirement, mortality, and assumed rates of salary increase were adjusted to more closely reflect actual and anticipated experience.

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**COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES**

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**GENERAL FUND**

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**TOWN OF WILLINGTON, CONNECTICUT**  
**SCHEDULE OF REVENUES - BUDGET AND ACTUAL -**  
**BUDGETARY BASIS - GENERAL FUND (UNAUDITED)**  
**FOR THE YEAR ENDED JUNE 30, 2021**

	<b>Budgeted Amounts</b>			<b>Variance With Final Budget Over (Under)</b>
	<b>Original</b>	<b>Final</b>	<b>Actual</b>	
<b>PROPERTY TAXES</b>				
Taxes	\$ 13,212,171	\$ 13,212,171	\$ 13,232,383	\$ 20,212
Interest and lien fees	30,000	30,000	70,098	40,098
Total property taxes	13,242,171	13,242,171	13,302,481	60,310
<b>INTERGOVERNMENTAL REVENUES</b>				
Education:				
Education cost sharing grant	3,273,419	3,273,419	3,460,285	186,866
Noneducation:				
Town aid road grant	258,347	258,347	258,989	642
State property reimbursement	24,965	24,965	24,965	-
Pequot funds	17,399	17,399	17,399	-
Judicial fines	15,000	15,000	3,815	(11,185)
Municipal Grant-In-Aid	20,018	20,018	20,018	-
Disability reimbursement	700	700	763	63
Veteran's exemption	500	500	660	160
Emergency management performance grant	3,000	3,000	-	(3,000)
CRF/Fema grants	-	-	22,962	22,962
DOT Row	-	-	500	500
Total intergovernmental revenues	3,613,348	3,613,348	3,810,356	197,008
<b>LICENSES, FEES AND PERMITS</b>				
Building permits	50,000	50,000	244,969	194,969
Inland/wetland fees	3,500	3,500	1,743	(1,757)
Zoning fees	10,000	10,000	4,492	(5,508)
Zoning board of appeals	500	500	-	(500)
Conveyance taxes	29,000	29,000	60,922	31,922
Permits	2,000	2,000	6,820	4,820
Town clerk fees	23,500	23,500	42,289	18,789
Town Clerk LOCIP fees	-	-	2,007	2,007
Transfer station fees	9,000	9,000	9,191	191
Reimbursement - recycling	3,500	3,500	4,122	622
Total licenses, fees and permits	131,000	131,000	376,555	245,555
<b>INVESTMENT INCOME</b>	75,000	75,000	7,231	(67,769)

(Continued)

**TOWN OF WILLINGTON, CONNECTICUT**  
**SCHEDULE OF REVENUES - BUDGET AND ACTUAL -**  
**BUDGETARY BASIS - GENERAL FUND (UNAUDITED) (Concluded)**  
**FOR THE YEAR ENDED JUNE 30, 2021**

	<b>Budgeted Amounts</b>			<b>Variance With</b>
	<b>Original</b>	<b>Final</b>	<b>Actual</b>	<b>Final Budget</b>
				<b>Over (Under)</b>
<b>OTHER</b>				
Telecommunications grant	\$ 8,000	\$ 8,000	\$ 8,649	\$ 649
Other	30,000	30,000	33,650	3,650
Total other	<u>38,000</u>	<u>38,000</u>	<u>42,299</u>	<u>4,299</u>
 Total revenues	 17,099,519	 17,099,519	 17,538,922	 439,403
<b>OTHER FINANCING SOURCES</b>				
Appropriation of fund balance	<u>673,000</u>	<u>673,000</u>	<u>-</u>	<u>(673,000)</u>
 Total revenues and other financing sources	 <u><u>\$ 17,772,519</u></u>	 <u><u>\$ 17,772,519</u></u>	 <u><u>\$ 17,538,922</u></u>	 <u><u>\$ (233,597)</u></u>
				<i>(Concluded)</i>

**TOWN OF WILLINGTON, CONNECTICUT**  
**SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES - BUDGET AND ACTUAL -**  
**BUDGETARY BASIS - GENERAL FUND (UNAUDITED)**  
**FOR THE YEAR ENDED JUNE 30, 2021**

	<b>Budgeted Amounts</b>		<b>Actual</b>	<b>Variance With Final Budget Over (Under)</b>
	<b>Original</b>	<b>Final</b>		
<b>GENERAL GOVERNMENT</b>				
Selectmen	\$ 154,365	\$ 144,365	\$ 139,820	\$ (4,545)
Probate court	3,786	3,786	3,786	-
Elections/registrars	41,594	41,594	39,419	(2,175)
Accounting services	211,309	211,309	211,157	(152)
Board of finance	4,018	4,018	2,335	(1,683)
Town treasurer	33,180	33,180	32,473	(707)
Auditor	34,000	34,000	32,700	(1,300)
Assessor	92,854	92,854	82,566	(10,288)
Board of assessment appeals	1,346	1,346	1,346	-
Revenue collector	82,836	82,836	77,923	(4,913)
Legal counsel	32,000	22,000	14,743	(7,257)
Town clerk	105,648	105,648	102,657	(2,991)
Conservation commission	1,500	6,500	4,426	(2,074)
Planning and zoning	129,226	129,226	124,350	(4,876)
Zoning board of appeals	4,607	4,607	3,680	(927)
Economic development commission	19,280	19,280	16,850	(2,430)
Inland/wetlands commission	2,000	2,000	746	(1,254)
Town office operations	229,258	236,458	227,167	(9,291)
Town hall operations	7,467	7,467	5,519	(1,948)
Senior Center operations	34,899	33,899	27,173	(6,726)
Consulting engineers	15,000	15,000	7,184	(7,816)
Total general government	<u>1,240,173</u>	<u>1,231,373</u>	<u>1,158,020</u>	<u>(73,353)</u>
<b>PUBLIC SAFETY</b>				
Ambulance	522,984	522,984	522,984	-
Fire marshal	25,382	25,382	24,350	(1,032)
Fire protection	25,510	25,510	25,505	(5)
Public safety and welfare	33,468	33,468	33,468	-
Emergency management director	7,047	7,047	3,544	(3,503)
Fire mains and hydrants	8,626	8,626	7,820	(806)
Building official	49,392	49,392	47,939	(1,453)
Total public safety	<u>672,409</u>	<u>672,409</u>	<u>665,610</u>	<u>(6,799)</u>
<b>PUBLIC WORKS</b>				
Public works department	1,184,165	1,184,165	1,177,408	(6,757)
Cemetery	2,000	2,000	2,000	-
Transfer station	231,916	251,916	251,346	(570)
Total public works	<u>1,418,081</u>	<u>1,438,081</u>	<u>1,430,754</u>	<u>(7,327)</u>

(Continued)

**TOWN OF WILLINGTON, CONNECTICUT**  
**SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES - BUDGET AND ACTUAL -**  
**BUDGETARY BASIS - GENERAL FUND (UNAUDITED) (Continued)**  
**FOR THE YEAR ENDED JUNE 30, 2021**

	<b>Budgeted Amounts</b>		<b>Actual</b>	<b>Variance With Final Budget Over (Under)</b>
	<b>Original</b>	<b>Final</b>		
<b>EDUCATION</b>				
Elementary	\$ 1,459,657	\$ 1,459,657	\$ 1,452,847	\$ (6,810)
Art	75,579	75,579	74,930	(649)
English	122,575	122,575	121,898	(677)
World Language	94,496	94,496	105,506	11,010
Computer Science	148,576	262,039	281,295	19,256
Physical Education	176,793	176,793	176,556	(237)
Mathematics	132,732	132,732	163,018	30,286
Music	191,279	191,279	187,193	(4,086)
Science	64,585	64,585	63,606	(979)
Social Studies	87,815	87,815	86,656	(1,159)
Reading	10,124	10,124	7,859	(2,265)
Kindergarten	161,858	133,144	118,020	(15,124)
Sports Program	31,954	31,954	-	(31,954)
Extracurricular Activity	13,538	13,538	5,867	(7,671)
Paras - Regular	40,002	40,002	44,967	4,965
Health & Safety	45,776	45,776	14,028	(31,748)
System-wide Enrichment	62,013	62,013	61,304	(709)
English Language Learner	500	500	-	(500)
Special Education	643,666	643,666	638,605	(5,061)
Paras - Special Education	421,289	421,289	448,904	27,615
Section 504	3,150	3,150	-	(3,150)
Tuition Outplacement	379,257	379,257	371,593	(7,664)
OT, PT, Support Services	439,039	259,396	258,321	(1,075)
Summer School	39,840	39,840	8,750	(31,090)
Dental Insurance	50,144	50,144	34,962	(15,182)
Health Insurance	1,132,334	1,132,334	1,111,503	(20,831)
Life Insurance	11,444	11,444	8,894	(2,550)
Unemployment	11,752	11,752	9,792	(1,960)
Workmen's Compensation	40,866	40,866	37,363	(3,503)
Payroll Taxes	159,530	159,530	161,755	2,225
TSA Contribution	39,067	39,067	33,117	(5,950)
Social Worker	71,820	71,820	60,184	(11,636)
Guidance	63,154	63,154	63,142	(12)
Health Services	107,775	107,775	106,993	(782)
Psychology	98,998	98,998	100,407	1,409
Speech Hearing Services	180,623	180,623	180,865	242
Reading Development	85,223	85,223	85,223	-
Staff Development	49,143	49,143	32,662	(16,481)
Workshops	16,000	16,000	1,132	(14,868)
Media Center	94,572	94,572	89,276	(5,296)
Board of Education	27,626	27,626	10,630	(16,996)
Administrative Offices	228,667	228,667	224,699	(3,968)
Principal's Office	424,704	424,704	427,698	2,994
Plant Operations	563,103	657,997	677,818	19,821
Transportation	557,249	557,249	503,114	(54,135)
Orientation/Field Trips	941	941	233	(708)
Testing	-	-	15,575	15,575
Subtotal education	8,860,828	8,860,828	8,668,760	(192,068)
Transfer surplus to BOE Nonlapsing Fund	-	-	64,488	64,488
Total education	8,860,828	8,860,828	8,733,248	(127,580)

(Continued)

**TOWN OF WILLINGTON, CONNECTICUT**  
**SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES - BUDGET AND ACTUAL -**  
**BUDGETARY BASIS - GENERAL FUND (UNAUDITED) (Concluded)**  
**FOR THE YEAR ENDED JUNE 30, 2021**

	<b>Budgeted Amounts</b>		<b>Actual</b>	<b>Variance With Final Budget Over (Under)</b>
	<b>Original</b>	<b>Final</b>		
<b>REGIONAL SCHOOL DISTRICT NO. 19</b>	\$ 4,020,967	\$ 4,020,967	\$ 4,020,967	\$ -
<b>OTHER</b>				
Social security	86,955	86,955	82,728	(4,227)
Unemployment	1,000	1,000	581	(419)
Employee health insurance	268,834	224,634	216,133	(8,501)
Pension fund	55,418	55,418	53,488	(1,930)
Insurance	91,629	91,629	87,057	(4,572)
Other	1,750	1,750	2,407	657
Total other	505,586	461,386	442,394	(18,992)
<b>DEBT SERVICE</b>				
Principal payments	169,411	169,411	169,411	-
Interest and fiscal charges	40,997	40,997	40,997	-
Total debt service	210,408	210,408	210,408	-
<b>CAPITAL OUTLAYS</b>	63,565	45,765	42,554	(3,211)
Total expenditures	16,992,017	16,941,217	16,703,955	(237,262)
<b>OTHER FINANCING USES</b>				
Transfers out:				
Reserve for compensated absences	15,000	15,000	15,000	-
Dog fund	25,881	25,881	25,881	-
Fire department	248,055	258,055	258,055	-
Willington Public Library	190,436	190,436	190,436	-
Recreation commission	69,013	69,013	69,013	-
Human services	49,579	49,579	49,579	-
Capital projects	-	42,982	42,982	-
Reserve for capital and nonrecurring	180,356	180,356	180,356	-
Housing Authority	2,182	-	-	-
Total other financing uses	780,502	831,302	831,302	-
Total expenditures and other financing uses	\$ 17,772,519	\$ 17,772,519	\$ 17,535,257	\$ (237,262)
				(Concluded)

**TOWN OF WILLINGTON, CONNECTICUT**  
**SCHEDULE OF PROPERTY TAXES LEVIED, COLLECTED AND OUTSTANDING**  
**FOR THE YEAR ENDED JUNE 30, 2021**

Grand List Year	Uncollected Taxes July 1, 2020	Current Year Levy	Lawful Corrections		Transfers to Suspense	Adjusted Taxes Collectible	Collections			Uncollected Taxes June 30, 2021
			Additions	Deletions			Taxes	Interest	Liens	
2019	\$ -	\$13,436,012	\$ 39,485	\$ 46,567	\$ 1,709	\$13,427,221	\$13,167,347	\$ 41,203	\$ 4,461	\$ 259,874
2018	95,955	-	2,688	3,370	5,543	89,730	54,828	12,255	1,106	34,902
2017	19,035	-	384	383	8,648	10,388	5,837	2,349	671	4,551
2016	7,177	-	-	277	5,820	1,080	566	490	251	514
	<u>\$ 122,167</u>	<u>\$13,436,012</u>	<u>\$ 42,557</u>	<u>\$ 50,597</u>	<u>\$ 21,720</u>	<u>\$13,528,419</u>	<u>\$13,228,578</u>	<u>\$ 56,297</u>	<u>\$ 6,489</u>	<u>\$ 299,841</u>

**TOWN OF WILLINGTON, CONNECTICUT**  
**SCHEDULE OF DEBT LIMITATION**  
**CONNECTICUT GENERAL STATUTES, SECTION 7-374(b)**  
**FOR THE YEAR ENDED JUNE 30, 2021**

Total cash collections for the year ended  
June 30, 2021:

Taxes	\$ 13,228,578
Interest and lien fees	62,786
Total	<u>13,291,364</u>

Reimbursement for revenue loss:

Tax relief (CGS 12-129d)	-
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Base \$ 13,291,364

	<b>General Purposes</b>	<b>Schools</b>	<b>Sewers</b>	<b>Urban Renewal</b>	<b>Pension Deficit</b>
Debt limitation:					
2-1/4 times base	\$ 29,905,569	\$ -	\$ -	\$ -	\$ -
4-1/2 times base	-	59,811,138	-	-	-
3-3/4 times base	-	-	49,842,615	-	-
3-1/4 times base	-	-	-	43,196,933	-
3 times base	-	-	-	-	39,874,092
Total debt limitation	<u>29,905,569</u>	<u>59,811,138</u>	<u>49,842,615</u>	<u>43,196,933</u>	<u>39,874,092</u>
Indebtedness:					
Bonds payable	900,000	-	-	-	-
Regional School District No. 19:*					
Allocated portion of bonds payable	-	178,172 *	-	-	-
Total indebtedness	<u>900,000</u>	<u>178,172</u>	<u>-</u>	<u>-</u>	<u>-</u>
Debt limitation in excess of outstanding and authorized debt	<u><u>\$ 29,005,569</u></u>	<u><u>\$ 59,632,966</u></u>	<u><u>\$ 49,842,615</u></u>	<u><u>\$ 43,196,933</u></u>	<u><u>\$ 39,874,092</u></u>
Total capacity of borrowing (7 times base)	93,039,548				
Total present indebtedness	<u>1,078,172</u>				
Margin for additional borrowing	<u><u>\$ 91,961,376</u></u>				

\* The Town is contingently liable for its pro-rata share of Regional School District No. 19's (the "District") outstanding bonds in the amount of \$775,000. Amounts reported represent the Town's share based on an allocated rate of 22.99%.

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**NONMAJOR GOVERNMENTAL FUNDS**

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## NONMAJOR GOVERNMENTAL FUNDS

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### SPECIAL REVENUE FUNDS

Special revenue funds are used to account for specific revenue sources that are restricted, committed, or assigned to expenditures for particular purposes. Nonmajor special revenue funds include the following:

**Preservation Management Fund** - To account for revenues and expenditures of document preservation work.

**Dog Fund** - To account for the revenues and expenditures of animal control operations.

**Parks and Recreation Fund** - To account for the revenues and expenditures of recreation operations.

**Willington Human Services Fund** - To account for the revenues and expenditures of social services operations.

**Fire and Ambulance Fund** - To account for the revenues and expenditures associated with the Town's volunteer fire, ambulance services and emergency management assistance departments.

**Fuel Bank Fund** - To account for donations and disbursements of funds for fuel emergencies.

**State and Federal Grants Fund** - To account for the expenditures of grants not otherwise accounted for in the General Fund.

**School Lunch Fund** - To account for the operation of the public school lunch program. Funding is provided from the sale of food, Federal and State Grants and USDA food donations.

**Education Fund** - To account for the revenues and expenditures of other educational grants and donations.

**Small Cities Grant Housing Fund** - This fund is used to account for the expenditures of Federal housing funds in the form of rehabilitation loans to property owners. Loan repayments are also deposited into this fund.

**Center School Activity Fund** - To account for monies generated by student activities at Center Elementary School.

**Hall Memorial School Activity Fund** - To account for monies generated by student activities at Hall Memorial School.

**Tax Sale Proceeds Fund** - To account for monies collected on the sales of property to reimburse the Town for unpaid taxes, with the excess refunded to the state.

**Willington Day Fund** - To account for monies collected for the Town's Willington Day activities and the Town's upcoming tercentennial celebration.

**Scholarship Fund** - To account for monies from donations for school scholarships.

### CAPITAL PROJECT FUNDS

Capital project funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities and infrastructure projects, other than those financed by proprietary funds. The nonmajor capital project funds include the following:

**Park and Recreation Capital and Nonrecurring Fund** - To account for contributions and donations made for the specific purpose of purchasing and improving Town park and recreational facilities and infrastructure.

**Reserve for Capital and Nonrecurring Fund** - To account for the accumulation of reserve funds set aside for large capital expenditures.

**Open Space Fund** - To account for receipt of donations and payments from builders in lieu of land. Money will be accumulated for the purchase and preservation of land for open space.

**TOWN OF WILLINGTON, CONNECTICUT**  
**COMBINING BALANCE SHEET - NONMAJOR GOVERNMENTAL FUNDS - BY FUND TYPE**  
**AS OF JUNE 30, 2021**

	<b>Special Revenue Funds</b>	<b>Capital Projects Funds</b>	<b>Total Nonmajor Governmental Funds</b>
<b>ASSETS</b>			
Cash and cash equivalents	\$ 701,034	\$ 566,827	\$ 1,267,861
Receivables:			
Grants and contracts	377,173	-	377,173
Other	6,367	-	6,367
Loans	627,302	-	627,302
Due from other funds	128,985	246,973	375,958
Inventories	3,010	-	3,010
Total assets	<u>\$ 1,843,871</u>	<u>\$ 813,800</u>	<u>\$ 2,657,671</u>
<b>LIABILITIES</b>			
Accounts payable	\$ 18,566	\$ 3,767	\$ 22,333
Accrued liabilities	56,211	-	56,211
Due to other funds	305,412	400	305,812
Unearned revenue	836	-	836
Total liabilities	<u>381,025</u>	<u>4,167</u>	<u>385,192</u>
<b>FUND BALANCES</b>			
Nonspendable - inventories	3,010	-	3,010
Restricted for rehabilitation loan program	795,574	-	795,574
Committed for:			
Capital purposes	-	809,633	809,633
Other purposes	664,262	-	664,262
Total fund balances	<u>1,462,846</u>	<u>809,633</u>	<u>2,272,479</u>
Total liabilities and fund balances	<u>\$ 1,843,871</u>	<u>\$ 813,800</u>	<u>\$ 2,657,671</u>

**TOWN OF WILLINGTON, CONNECTICUT**  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -  
NONMAJOR GOVERNMENTAL FUNDS - BY FUND TYPE  
FOR THE YEAR ENDED JUNE 30, 2021

	Special Revenue Funds	Capital Projects Funds	Total Nonmajor Governmental Funds
<b>REVENUES</b>			
Intergovernmental	\$ 998,614	\$ -	\$ 998,614
Charges for services	281,412	-	281,412
Investment income	2,034	597	2,631
Other	51,424	-	51,424
Total revenues	<u>1,333,484</u>	<u>597</u>	<u>1,334,081</u>
<b>EXPENDITURES</b>			
Current:			
General government	9,380	-	9,380
Public safety	923,216	-	923,216
Public works	3,021	-	3,021
Culture and recreation	152,652	-	152,652
Education	936,890	-	936,890
Debt service:			
Principal payments	99,378	-	99,378
Interest and fiscal charges	4,969	-	4,969
Capital outlays	-	103,398	103,398
Total expenditures	<u>2,129,506</u>	<u>103,398</u>	<u>2,232,904</u>
Deficiency of revenues over expenditures	(796,022)	(102,801)	(898,823)
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	935,512	180,356	1,115,868
Transfer out	(10,000)	-	(10,000)
Total other financing sources (uses)	<u>925,512</u>	<u>180,356</u>	<u>1,105,868</u>
Net changes in fund balances	129,490	77,555	207,045
Fund balances - beginning, as adjusted ( <i>see Note 1</i> )	<u>1,333,356</u>	<u>732,078</u>	<u>2,065,434</u>
Fund balances - ending	<u><u>\$ 1,462,846</u></u>	<u><u>\$ 809,633</u></u>	<u><u>\$ 2,272,479</u></u>

**TOWN OF WILLINGTON, CONNECTICUT**  
**COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS**  
**AS OF JUNE 30, 2021**

	<b>Preservation Management Fund</b>	<b>Dog Fund</b>	<b>Parks and Recreation Fund</b>	<b>Willington Human Services Fund</b>	<b>Tax Sales Proceeds Fund</b>	<b>Willington Day Fund</b>	<b>Fire and Ambulance Fund</b>	<b>Fuel Bank Fund</b>
<b>ASSETS</b>								
Cash and cash equivalents	\$ 14,939	\$ -	\$ 100	\$ 10,223	\$ 3,121	\$ 2,884	\$ 446,969	\$ 17,556
Receivables:								
Grants and contracts	-	-	-	-	-	-	-	-
Other	-	3,152	-	-	-	-	-	-
Loans	-	-	-	-	-	-	-	-
Due from other funds	-	9,159	49,555	35,804	-	-	401	-
Inventories	-	-	-	-	-	-	-	-
Total assets	<u>\$ 14,939</u>	<u>\$ 12,311</u>	<u>\$ 49,655</u>	<u>\$ 46,027</u>	<u>\$ 3,121</u>	<u>2,884</u>	<u>\$ 447,370</u>	<u>\$ 17,556</u>
<b>LIABILITIES</b>								
Accounts payable	\$ -	\$ 3,005	\$ 4,122	\$ -	\$ -	\$ 290	\$ 5,556	\$ -
Accrued liabilities	-	870	4,667	5,738	-	-	20,581	-
Due to other funds	357	-	-	-	-	-	6,118	-
Unearned revenue	-	-	-	831	-	-	-	-
Total liabilities	<u>357</u>	<u>3,875</u>	<u>8,789</u>	<u>6,569</u>	<u>-</u>	<u>290</u>	<u>32,255</u>	<u>-</u>
<b>FUND BALANCES</b>								
Nonspendable - inventories	-	-	-	-	-	-	-	-
Restricted for rehabilitation loan program	-	-	-	-	-	-	-	-
Committed for other purposes	14,582	8,436	40,866	39,458	3,121	2,594	415,115	17,556
Total fund balances	<u>14,582</u>	<u>8,436</u>	<u>40,866</u>	<u>39,458</u>	<u>3,121</u>	<u>2,594</u>	<u>415,115</u>	<u>17,556</u>
Total liabilities and fund balances	<u>\$ 14,939</u>	<u>\$ 12,311</u>	<u>\$ 49,655</u>	<u>\$ 46,027</u>	<u>\$ 3,121</u>	<u>\$ 2,884</u>	<u>\$ 447,370</u>	<u>\$ 17,556</u>

(Continued)

**TOWN OF WILLINGTON, CONNECTICUT**  
COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS *(Continued)*  
AS OF JUNE 30, 2021

	State and Federal Grants Fund	School Lunch Fund	Education Fund	Scholarship Fund	Center School Activity Fund	Hall Memorial School Activity Fund	Small Cities Grant Housing Fund	Total Nonmajor Special Revenue Funds
<b>ASSETS</b>								
Cash and cash equivalents	\$ -	\$ 2,700	\$ -	\$ 11,813	\$ 15,138	\$ 10,534	\$ 165,057	\$ 701,034
Receivables:								
Grants and contracts	322,648	54,525	-	-	-	-	-	377,173
Other	-	-	-	-	-	-	3,215	6,367
Loans	-	-	-	-	-	-	627,302	627,302
Due from other funds	-	-	34,066	-	-	-	-	128,985
Inventories	-	3,010	-	-	-	-	-	3,010
Total assets	<u>\$ 322,648</u>	<u>\$ 60,235</u>	<u>\$ 34,066</u>	<u>\$ 11,813</u>	<u>\$ 15,138</u>	<u>\$ 10,534</u>	<u>\$ 795,574</u>	<u>\$ 1,843,871</u>
<b>LIABILITIES</b>								
Accounts payable	\$ 5,586	\$ 7	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 18,566
Accrued liabilities	23,347	1,008	-	-	-	-	-	56,211
Due to other funds	293,710	5,227	-	-	-	-	-	305,412
Unearned revenue	5	-	-	-	-	-	-	836
Total liabilities	<u>322,648</u>	<u>6,242</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>381,025</u>
<b>FUND BALANCES</b>								
Nonspendable - inventories	-	3,010	-	-	-	-	-	3,010
Restricted for rehabilitation loan program	-	-	-	-	-	-	795,574	795,574
Committed for other purposes	-	50,983	34,066	11,813	15,138	10,534	-	664,262
Total fund balances	<u>-</u>	<u>53,993</u>	<u>34,066</u>	<u>11,813</u>	<u>15,138</u>	<u>10,534</u>	<u>795,574</u>	<u>1,462,846</u>
Total liabilities and fund balances	<u>\$ 322,648</u>	<u>\$ 60,235</u>	<u>\$ 34,066</u>	<u>\$ 11,813</u>	<u>\$ 15,138</u>	<u>\$ 10,534</u>	<u>\$ 795,574</u>	<u>\$ 1,843,871</u>

*(Concluded)*

**TOWN OF WILLINGTON, CONNECTICUT**  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -  
NONMAJOR SPECIAL REVENUE FUNDS  
FOR THE YEAR ENDED JUNE 30, 2021

	Preservation Management Fund	Dog Fund	Parks and Recreation Fund	Willington Human Services Fund	Tax Sales Proceeds Fund	Willington Day Fund	Fire and Ambulance Fund	Fuel Bank Fund
<b>REVENUES</b>								
Intergovernmental	\$ 5,500	\$ -	\$ 176	\$ 22,071	\$ -	\$ -	\$ 10,639	\$ -
Charges for services	3,421	7,145	31,606	-	-	-	220,969	-
Investment income	228	-	-	10	5	10	1,466	10
Other	-	-	-	4,463	-	-	30,149	16,812
Total revenues	<u>9,149</u>	<u>7,145</u>	<u>31,782</u>	<u>26,544</u>	<u>5</u>	<u>10</u>	<u>263,223</u>	<u>16,822</u>
<b>EXPENDITURES</b>								
Current:								
General government	7,380	-	-	-	2,000	-	-	-
Public safety	-	27,861	-	-	-	-	895,355	-
Public works	-	-	-	-	-	-	-	3,021
Culture and recreation	-	-	78,049	74,603	-	-	-	-
Education	-	-	-	-	-	-	-	-
Debt service:								
Principal payments	-	-	-	-	-	-	99,378	-
Interest and fiscal charges	-	-	-	-	-	-	4,969	-
Total expenditures	<u>7,380</u>	<u>27,861</u>	<u>78,049</u>	<u>74,603</u>	<u>2,000</u>	<u>-</u>	<u>999,702</u>	<u>3,021</u>
Excess (deficiency) of revenues over expenditures	1,769	(20,716)	(46,267)	(48,059)	(1,995)	10	(736,479)	13,801
<b>OTHER FINANCING SOURCES (USES)</b>								
Transfers in	-	25,881	69,013	49,579	-	-	791,039	-
Transfers out	-	-	-	-	-	-	(10,000)	-
Total other financing sources (uses)	<u>-</u>	<u>25,881</u>	<u>69,013</u>	<u>49,579</u>	<u>-</u>	<u>-</u>	<u>781,039</u>	<u>-</u>
Net changes in fund balances	1,769	5,165	22,746	1,520	(1,995)	10	44,560	13,801
Fund balances - beginning, as adjusted <i>(see Note 1)</i>	<u>12,813</u>	<u>3,271</u>	<u>18,120</u>	<u>37,938</u>	<u>5,116</u>	<u>2,584</u>	<u>370,555</u>	<u>3,755</u>
Fund balances - ending	<u>\$ 14,582</u>	<u>\$ 8,436</u>	<u>\$ 40,866</u>	<u>\$ 39,458</u>	<u>\$ 3,121</u>	<u>\$ 2,594</u>	<u>\$ 415,115</u>	<u>\$ 17,556</u>

*(Continued)*

**TOWN OF WILLINGTON, CONNECTICUT**  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -  
NONMAJOR SPECIAL REVENUE FUNDS (Continued)  
FOR THE YEAR ENDED JUNE 30, 2021

	State and Federal Grants Fund	School Lunch Fund	Education Fund	Scholarship Fund	Center School Activity Fund	Hall Memorial School Activity Fund	Small Cities Grant Housing Fund	Total Nonmajor Special Revenue Funds
<b>REVENUES</b>								
Intergovernmental	\$ 712,616	\$ 247,612	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 998,614
Charges for services	-	4,255	-	-	2,286	11,730	-	281,412
Investment income	-	-	-	26	-	-	279	2,034
Other	-	-	-	-	-	-	-	51,424
Total revenues	<u>712,616</u>	<u>251,867</u>	<u>-</u>	<u>26</u>	<u>2,286</u>	<u>11,730</u>	<u>279</u>	<u>1,333,484</u>
<b>EXPENDITURES</b>								
Current:								
General government	-	-	-	-	-	-	-	9,380
Public safety	-	-	-	-	-	-	-	923,216
Public works	-	-	-	-	-	-	-	3,021
Culture and recreation	-	-	-	-	-	-	-	152,652
Education	712,616	214,336	-	-	3,666	6,272	-	936,890
Debt service:								
Principal payments	-	-	-	-	-	-	-	99,378
Interest and fiscal charges	-	-	-	-	-	-	-	4,969
Total expenditures	<u>712,616</u>	<u>214,336</u>	<u>-</u>	<u>-</u>	<u>3,666</u>	<u>6,272</u>	<u>-</u>	<u>2,129,506</u>
Excess (deficiency) of revenues over expenditures	-	37,531	-	26	(1,380)	5,458	279	(796,022)
<b>OTHER FINANCING SOURCES (USES)</b>								
Transfers in	-	-	-	-	-	-	-	935,512
Transfers out	-	-	-	-	-	-	-	(10,000)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>925,512</u>
Net changes in fund balances	-	37,531	-	26	(1,380)	5,458	279	129,490
Fund balances - beginning, as adjusted (see Note 1)	<u>-</u>	<u>16,462</u>	<u>34,066</u>	<u>11,787</u>	<u>16,518</u>	<u>5,076</u>	<u>795,295</u>	<u>1,333,356</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ 53,993</u>	<u>\$ 34,066</u>	<u>\$ 11,813</u>	<u>\$ 15,138</u>	<u>\$ 10,534</u>	<u>\$ 795,574</u>	<u>\$ 1,462,846</u>

(Concluded)

**TOWN OF WILLINGTON, CONNECTICUT**  
**COMBINING BALANCE SHEET - NONMAJOR CAPITAL PROJECTS FUNDS**  
**AS OF JUNE 30, 2021**

	<b>Park and Recreation Capital and Nonrecurring Fund</b>	<b>Reserve for Capital and Nonrecurring Fund</b>	<b>Open Space Fund</b>	<b>Total Nonmajor Capital Projects Funds</b>
<b>ASSETS</b>				
Cash and cash equivalents	\$ 9,891	\$ 491,059	\$ 65,877	\$ 566,827
Due from other funds	-	246,973	-	246,973
Total assets	<u>\$ 9,891</u>	<u>\$ 738,032</u>	<u>\$ 65,877</u>	<u>\$ 813,800</u>
<b>LIABILITIES</b>				
Accounts payable	\$ -	\$ 3,767	\$ -	\$ 3,767
Due to other funds	400	-	-	400
Total liabilities	<u>400</u>	<u>3,767</u>	<u>-</u>	<u>4,167</u>
<b>FUND BALANCES</b>				
Committed for capital purposes	9,491	734,265	65,877	809,633
Total liabilities and fund balance	<u>\$ 9,891</u>	<u>\$ 738,032</u>	<u>\$ 65,877</u>	<u>\$ 813,800</u>

**TOWN OF WILLINGTON, CONNECTICUT**  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -  
NONMAJOR CAPITAL PROJECTS FUNDS  
FOR THE YEAR ENDED JUNE 30, 2021

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	<b>Park and Recreation Capital and Nonrecurring Fund</b>	<b>Reserve for Capital and Nonrecurring Fund</b>	<b>Open Space Fund</b>	<b>Total Nonmajor Capital Projects Funds</b>
<b>REVENUES</b>				
Investment income	\$ 5	\$ 494	\$ 98	\$ 597
Total revenues	<u>5</u>	<u>494</u>	<u>98</u>	<u>597</u>
<b>EXPENDITURES</b>				
Capital outlays	1,000	102,398	-	103,398
Total expenditures	<u>1,000</u>	<u>102,398</u>	<u>-</u>	<u>103,398</u>
Excess (deficiency) of revenues over expenditures	(995)	(101,904)	98	(102,801)
<b>OTHER FINANCING SOURCES</b>				
Transfers in	-	180,356	-	180,356
Total other financing sources	<u>-</u>	<u>180,356</u>	<u>-</u>	<u>180,356</u>
Net changes in fund balances	(995)	78,452	98	77,555
Fund balances - beginning	<u>10,486</u>	<u>655,813</u>	<u>65,779</u>	<u>732,078</u>
Fund balances - ending	<u><u>\$ 9,491</u></u>	<u><u>\$ 734,265</u></u>	<u><u>\$ 65,877</u></u>	<u><u>\$ 809,633</u></u>

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## STATISTICAL SECTION

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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.

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

Table 1

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

	Primary Government				
	2012	2013	2014	2015	2016
<b>Governmental activities</b>					
Net investment in capital assets	\$ 9,559,588	\$ 10,016,613	\$ 9,992,318	\$ 10,076,058	\$ 10,147,908
Restricted	849,922	851,790	851,280	794,661	794,697
Unrestricted	2,367,750	2,535,119	2,706,117	2,488,930	2,624,546
Total governmental activities net position	12,777,260	13,403,522	13,549,715	13,359,649	13,567,151
<b>Business type activities</b>					
Net investment in capital assets	1,308,851	1,258,718	1,208,585	1,158,452	1,108,319
Restricted	-	-	-	-	-
Unrestricted	17,220	23,830	25,470	29,598	43,603
Total business type activities	1,326,071	1,282,548	1,234,055	1,188,050	1,151,922
<b>Primary government</b>					
Net investment in capital assets	10,868,439	11,275,331	11,200,903	11,234,510	11,256,227
Restricted	849,922	851,790	851,280	794,661	794,697
Unrestricted	2,384,970	2,558,949	2,731,587	2,518,528	2,668,149
Total primary government	\$ 14,103,331	\$ 14,686,070	\$ 14,783,770	\$ 14,547,699	\$ 14,719,073
	Primary Government				
	2017	2018	2019	2020	2021
<b>Governmental activities</b>					
Net investment in capital assets	\$ 10,784,751	\$ 10,814,133	\$ 10,507,580	\$ 11,525,867	\$ 10,730,617
Restricted	702,811	794,778	794,978	795,295	795,574
Unrestricted	3,018,609	3,229,080	3,957,057	3,222,158	4,647,739
Total governmental activities net position	14,506,171	14,837,991	15,259,615	15,543,320	16,173,930
<b>Business type activities</b>					
Net investment in capital assets	1,058,186	1,023,782	976,271	930,709	883,003
Restricted	-	-	-	-	-
Unrestricted	51,090	71,373	96,505	118,283	148,063
Total business type activities	1,109,276	1,095,155	1,072,776	1,048,992	1,031,066
<b>Primary government</b>					
Net investment in capital assets	11,842,937	11,837,915	11,483,851	12,456,576	11,613,620
Restricted	702,811	794,778	794,978	795,295	795,574
Unrestricted	3,069,699	3,300,453	4,053,562	3,340,441	4,795,802
Total primary government	\$ 15,615,447	\$ 15,933,146	\$ 16,332,391	\$ 16,592,312	\$ 17,204,996

Table 2

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

	<b>2012</b>	<b>2013</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>
<b>Expenses</b>										
Governmental activities:										
General government	\$ 1,547,828	\$ 1,196,728	\$ 1,206,149	\$ 1,653,628	\$ 1,285,970	\$ 1,199,801	\$ 1,129,714	\$ 1,401,894	\$ 1,487,717	\$ 1,421,407
Public Safety	808,026	943,852	1,082,315	1,093,329	1,052,766	1,113,193	1,131,041	1,124,075	1,237,537	1,177,701
Public works	1,288,640	1,298,263	1,608,946	1,827,171	1,671,396	1,786,365	1,659,918	1,745,520	1,782,969	1,785,849
Culture and recreation	438,907	434,295	478,474	530,867	518,593	561,434	529,115	619,422	617,299	559,697
Education	8,957,714	8,989,285	9,378,240	9,450,674	9,409,756	9,234,772	10,250,127	9,530,867	10,688,731	12,259,527
Regional School District No. 19	4,341,454	4,503,368	4,099,908	4,163,435	4,197,296	4,230,939	4,374,374	4,117,765	4,196,986	4,020,967
Interest on long-term debt	114,644	101,373	90,735	89,365	89,124	91,115	99,303	70,052	58,554	49,843
Total governmental activities expenses	<u>17,497,213</u>	<u>17,467,164</u>	<u>17,944,767</u>	<u>18,808,469</u>	<u>18,224,901</u>	<u>18,217,619</u>	<u>19,173,592</u>	<u>18,609,595</u>	<u>20,069,793</u>	<u>21,274,991</u>
Business-type activities:										
Utility	68,401	67,067	80,963	72,627	71,604	91,884	61,956	69,984	69,664	69,858
Total business-type activities expenses	<u>68,401</u>	<u>67,067</u>	<u>80,963</u>	<u>72,627</u>	<u>71,604</u>	<u>91,884</u>	<u>61,956</u>	<u>69,984</u>	<u>69,664</u>	<u>69,858</u>
Total primary government expenses	<u>17,565,614</u>	<u>17,534,231</u>	<u>18,025,730</u>	<u>18,881,096</u>	<u>18,296,505</u>	<u>18,309,503</u>	<u>19,235,548</u>	<u>18,679,579</u>	<u>20,139,457</u>	<u>21,344,849</u>
<b>Program Revenues</b>										
Governmental activities:										
Charges for services:										
General Government	240,799	170,064	221,922	192,553	259,730	199,031	264,863	252,359	197,576	181,981
Public Safety	221,818	243,897	236,473	270,043	221,176	216,841	207,777	258,303	243,344	258,263
Parks and recreation	39,586	30,157	32,431	46,175	32,686	49,851	59,603	91,689	67,520	61,181
Education	126,632	121,048	117,197	184,256	112,860	114,168	110,115	105,842	82,195	18,271
Operating grants and contributions	5,629,502	5,292,739	5,425,821	5,414,272	5,409,390	5,263,047	5,399,080	4,766,580	6,036,500	7,326,424
Capital grants and contributions	229,526	503,844	193,698	539,080	146,450	714,792	16,762	70,899	63,694	198,561
Total governmental activities program revenues	<u>6,487,863</u>	<u>6,361,749</u>	<u>6,227,542</u>	<u>6,646,379</u>	<u>6,182,292</u>	<u>6,557,730</u>	<u>6,058,200</u>	<u>5,545,672</u>	<u>6,690,829</u>	<u>8,311,205</u>
Business-type activities:										
Charges for services:										
Utility	21,725	23,541	32,468	26,576	35,412	49,198	47,747	47,489	45,753	51,805
Total business-type activities program revenues	<u>21,725</u>	<u>23,541</u>	<u>32,468</u>	<u>26,576</u>	<u>35,412</u>	<u>49,198</u>	<u>47,747</u>	<u>47,489</u>	<u>45,753</u>	<u>51,805</u>
Total primary government program revenues	<u>6,509,588</u>	<u>6,385,290</u>	<u>6,260,010</u>	<u>6,672,955</u>	<u>6,217,704</u>	<u>6,606,928</u>	<u>6,105,947</u>	<u>5,593,161</u>	<u>6,736,582</u>	<u>8,363,010</u>

Table 2

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

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
<b>Net (Expense)/Revenue</b>										
Governmental activities	\$(11,009,350)	\$(11,105,415)	\$(11,717,225)	\$(12,162,090)	\$(12,042,609)	\$(11,659,889)	\$(13,115,392)	\$(13,063,923)	\$(13,378,964)	\$(12,963,786)
Business-type activities	(46,676)	(43,526)	(48,495)	(46,051)	(36,192)	(42,686)	(14,209)	(22,495)	(23,911)	(18,053)
Total primary government net expense	<u>(11,056,026)</u>	<u>(11,148,941)</u>	<u>(11,765,720)</u>	<u>(12,208,141)</u>	<u>(12,078,801)</u>	<u>(11,702,575)</u>	<u>(13,129,601)</u>	<u>(13,086,418)</u>	<u>(13,402,875)</u>	<u>(12,981,839)</u>
<b>General Revenues and Other Changes in Net Position</b>										
Governmental activities:										
Property taxes	11,290,284	11,565,819	11,762,778	11,995,197	12,131,770	12,354,133	13,353,676	13,286,675	13,498,100	13,498,096
Unrestricted grants and contributions	141,365	152,569	85,033	92,957	91,664	206,391	97,415	43,567	48,152	43,787
Investment earnings	8,116	13,289	15,607	15,731	26,677	38,385	77,071	155,305	116,417	11,432
Total governmental activities	<u>11,439,765</u>	<u>11,731,677</u>	<u>11,863,418</u>	<u>12,103,885</u>	<u>12,250,111</u>	<u>12,598,909</u>	<u>13,528,162</u>	<u>13,485,547</u>	<u>13,662,669</u>	<u>13,553,315</u>
Business-type activities:										
Investment earnings	2	3	2	46	64	40	88	116	127	127
Total business-type activities	<u>2</u>	<u>3</u>	<u>2</u>	<u>46</u>	<u>64</u>	<u>40</u>	<u>88</u>	<u>116</u>	<u>127</u>	<u>127</u>
Total primary government	<u>11,439,767</u>	<u>11,731,680</u>	<u>11,863,420</u>	<u>12,103,931</u>	<u>12,250,175</u>	<u>12,598,949</u>	<u>13,528,250</u>	<u>13,485,663</u>	<u>13,662,796</u>	<u>13,553,442</u>
<b>Change in Net Position</b>										
Governmental activities	430,415	626,262	146,193	(58,205)	207,502	939,020	412,770	421,624	283,705	589,529
Business-type activities	(46,674)	(43,523)	(48,493)	(46,005)	(36,128)	(42,646)	(14,121)	(22,379)	(23,784)	(17,926)
Total primary government	<u>\$ 383,741</u>	<u>\$ 582,739</u>	<u>\$ 97,700</u>	<u>\$ (104,210)</u>	<u>\$ 171,374</u>	<u>\$ 896,374</u>	<u>\$ 398,649</u>	<u>\$ 399,245</u>	<u>\$ 259,921</u>	<u>\$ 571,603</u>

Table 3

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

	Fiscal Year									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
General Fund										
Restricted	\$ -	\$ -	\$ 208,124	\$ 208,124	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Committed	557,088	509,256	468,486	571,779	526,339	566,345	590,441	564,017	719,914	823,677
Assigned	448,670	454,926	539,175	342,097	401,335	634,964	184,374	521,704	822,564	1,337,554
Unassigned	1,876,686	1,946,688	1,866,264	1,588,620	1,966,148	1,819,030	2,560,044	2,835,968	2,644,892	2,266,327
Total General Fund	<u>\$ 2,882,444</u>	<u>\$ 2,910,870</u>	<u>\$ 3,082,049</u>	<u>\$ 2,710,620</u>	<u>\$ 2,893,822</u>	<u>\$ 3,020,339</u>	<u>\$ 3,334,859</u>	<u>\$ 3,921,689</u>	<u>\$ 4,187,370</u>	<u>\$ 4,427,558</u>
All Other Governmental Funds										
Nonspendable	\$ 1,706	\$ 2,076	\$ 2,076	\$ 8,416	\$ 3,726	\$ 1,358	\$ 1,655	\$ 1,511	\$ 4,148	\$ 3,010
Restricted	-	851,790	851,280	794,661	794,697	794,733	794,778	794,978	795,295	795,574
Committed	821,841	1,005,901	1,234,172	1,314,220	1,294,992	1,368,134	1,373,399	1,526,068	1,441,096	1,712,105
Unassigned	(109,171)	-	-	-	-	-	-	-	-	-
Total all other governmental funds	<u>\$ 714,376</u>	<u>\$ 1,859,767</u>	<u>\$ 2,087,528</u>	<u>\$ 2,117,297</u>	<u>\$ 2,093,415</u>	<u>\$ 2,164,225</u>	<u>\$ 2,169,832</u>	<u>\$ 2,322,557</u>	<u>\$ 2,240,539</u>	<u>\$ 2,510,689</u>

Table 4

**TOWN OF WILLINGTON, CONNECTICUT**  
**CHANGES IN FUND BALANCE OF GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**  
**(Modified Accrual Basis of Accounting)**  
**UNAUDITED**

	Fiscal Year									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
<b>Revenues</b>										
Taxes	\$ 11,325,330	\$ 11,633,950	\$ 11,710,518	\$ 11,995,834	\$ 12,147,592	\$ 12,376,087	\$ 13,282,953	\$ 13,335,254	\$ 13,443,090	\$ 13,302,481
Licenses, fees and permits	555,071	481,206	515,906	511,631	567,048	511,608	551,950	621,429	499,322	661,327
Intergovernmental	5,743,765	5,858,800	5,671,403	6,046,309	5,521,823	6,153,258	4,887,954	5,523,412	5,615,914	6,149,944
Investment earnings	8,116	13,289	15,607	15,731	24,726	38,385	77,071	155,305	116,417	11,433
Other revenues	152,660	174,312	125,266	181,396	187,395	99,255	90,463	86,315	100,313	103,140
Total revenues	17,784,942	18,161,557	18,038,700	18,750,901	18,448,584	19,178,593	18,890,391	19,721,715	19,775,056	20,228,325
<b>Expenditures</b>										
General government	1,464,786	1,126,690	1,128,337	1,190,399	1,088,490	1,146,497	1,071,967	1,277,908	1,386,618	1,374,840
Public Safety	764,927	864,564	927,083	936,694	935,742	1,010,169	968,282	987,800	1,165,932	1,102,800
Public works	1,081,972	1,285,478	1,428,910	1,458,819	1,437,980	1,514,918	1,421,826	1,413,014	1,463,822	1,542,057
Culture and recreation	348,050	338,515	369,409	345,355	378,539	439,418	401,501	448,390	463,776	380,627
Education	13,152,418	13,396,260	13,313,276	13,428,361	13,407,939	13,462,680	13,871,149	14,153,111	14,113,849	14,646,796
Capital outlay	384,187	356,466	413,348	1,497,647	1,359,563	935,085	554,800	283,321	692,849	308,063
Debt service:										
Interest	115,466	102,194	91,869	90,257	89,930	91,921	100,117	70,642	61,120	50,991
Principal	362,905	299,121	260,969	306,615	415,957	411,378	394,622	347,974	360,340	352,894
Total expenditures	17,674,711	17,769,288	17,933,201	19,254,147	19,114,140	19,012,066	18,784,264	18,982,160	19,708,306	19,759,068
Excess of revenues over (under) expenditures	110,231	392,269	105,499	(503,246)	(665,556)	166,527	106,127	739,555	66,750	469,257

Table 4

**TOWN OF WILLINGTON, CONNECTICUT**  
**CHANGES IN FUND BALANCE OF GOVERNMENTAL FUNDS (Continued)**  
**LAST TEN FISCAL YEARS**  
**(Modified Accrual Basis of Accounting)**  
**UNAUDITED**

Other Financing Sources (Uses)	Fiscal Year									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Proceeds from sale of capital assets	\$ 16,800	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Capital lease financing	-	-	293,442	161,586	824,875	30,800	214,000	-	116,913	-
Transfers in	387,716	800,426	1,034,162	1,245,719	971,089	1,077,144	1,045,172	992,196	1,339,994	1,158,850
Transfers out	(387,716)	(800,426)	(1,034,162)	(1,245,719)	(971,089)	(1,077,144)	(1,045,172)	(992,196)	(1,339,994)	(1,158,850)
Total other financing sources (uses)	16,800	-	293,442	161,586	824,875	30,800	214,000	-	116,913	-
Net change in fund balances	\$ 127,031	\$ 392,269	\$ 398,941	\$ (341,660)	\$ 159,319	\$ 197,327	\$ 320,127	\$ 739,555	\$ 183,663	\$ 469,257
Debt service as a percentage of noncapital expenditures	2.8%	2.3%	2.0%	2.2%	2.8%	2.8%	2.7%	2.2%	2.3%	2.1%

Table 5

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

<b>Fiscal Year Ended June 30,</b>	<b>Residential Property</b>	<b>Commercial &amp; Industrial Property</b>	<b>All Other Land</b>	<b>Personal Property</b>	<b>Motor Vehicle</b>	<b>Less: Tax Exempt Property</b>	<b>Total Taxable Assessed Value</b>	<b>(1) Direct Tax Rate</b>	<b>Estimated Actual Taxable Value</b>	<b>Assessed Value as a Percentage of Actual Value</b>
2012	329,875,350	78,711,600	16,273,870	14,342,968	38,987,880	2,252,390	475,939,278	23.58	683,130,954	70%
2013	331,342,650	77,308,500	15,748,930	15,526,645	41,511,660	2,341,600	479,096,785	23.96	687,769,121	70%
2014	332,443,930	77,563,090	15,282,280	15,737,699	40,998,970	2,258,220	479,767,749	24.38	688,608,527	70%
2015	295,268,930	69,853,590	13,321,050	16,418,889	42,473,795	2,216,650	435,119,604	27.34	624,766,077	70%
2016	296,232,940	70,089,700	13,381,460	17,552,290	44,041,040	2,208,640	439,088,790	27.34	630,424,900	70%
2017	296,475,230	70,139,760	12,814,420	20,340,206	43,721,021	2,464,590	441,026,047	27.73	633,558,053	70%
2018	295,489,640	70,148,810	12,791,650	21,687,160	43,175,430	3,042,560	440,250,130	30.09	633,275,271	70%
2019	291,044,068	72,221,498	12,789,870	22,323,060	45,053,915	3,157,570	440,274,841	30.09	633,474,873	70%
2020	291,548,590	71,173,618	12,979,792	24,338,070	46,121,649	3,414,900	442,746,819	30.09	637,373,884	70%
2021	291,398,016	75,494,880	11,699,412	25,901,240	47,743,880	3,221,150	449,016,278	29.99	646,053,469	70%

(1) The Direct Tax Rate shown above is the mill rate. The mill rate is divided by 1,000 and then multiplied by the taxable assessed value in arriving at the current property tax levy.

**Notes:** Taxes for the fiscal year are levied based on the Grand List of October 1 and are due July 1 payable in two installments, one-half July 1 and one-half January 1 with the exception of motor vehicles which are due July 1. Failure to pay any installment within one month of the installment due date makes the installment delinquent and subject to an interest charge of 1-1/2% per month or \$2.00 minimum interest charge, whichever is greater. Real estate is lien for delinquent taxes unpaid within one year after the due date. The amount collected to the end of each fiscal year represents collections of twelve months.

**Source:** Town of Willington, Office of the Assessor

Table 6

**TOWN OF WILLINGTON, CONNECTICUT  
PRINCIPAL PROPERTY TAX PAYERS  
CURRENT YEAR AND TEN YEARS AGO  
UNAUDITED**

<u><b>Taxpayer</b></u>	<b>FISCAL YEAR</b>					
	<b>2021</b>			<b>2012</b>		
	<b>Taxable Assessed Value</b>	<b>Rank</b>	<b>Percentage of Total Town</b>	<b>Taxable Assessed Value</b>	<b>Rank</b>	<b>Percentage of Total Town</b>
			<b>Taxable Assessed Value</b>			<b>Taxable Assessed Value</b>
FEDEX Ground Package System	22,882,960	1	5.1%	21,988,540	1	4.6%
Eversource (fka Connecticut Light & Power)	10,048,710	2	2.2%	4,429,140	6	0.9%
GLK Realty LTD Partnership	9,695,010	3	2.2%	10,577,110	2	2.2%
Alon Equities LLC (fka ING US Students No 7 LLC)	9,086,570	4	2.0%	6,459,600	3	1.4%
Willington Property Group LLC (fka Uconn Cedar and fka Storrs Polo)	7,011,904	5	1.6%	4,955,440	4	1.0%
Royce Properties LLC	4,341,350	6	1.0%	4,891,510	5	1.0%
Ridgeview WH LLC (fka Perryridge Investors LLC)	2,249,590	7	0.5%	2,422,350	8	0.5%
Deer Park Managment LLC	1,772,300	8	0.4%	1,990,800	9	0.4%
C&S Willington Ltd Partnership	1,583,400	9	0.4%	1,831,900	10	0.4%
Ruby Associates General Partnership	1,473,260	10	0.3%			
Becker Lawrence				2,949,900	7	0.6%
<b>Total</b>	<b>70,145,054</b>		<b>15.6%</b>	<b>62,496,290</b>		<b>13.1%</b>

**Source:** Town of Willington, Office of the Assessor.

Table 7

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

Fiscal Year Ended June 30,	Original Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years (1)	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2012	\$ 11,253,644	\$ 11,150,609	99.08%	\$ 95,136	\$ 11,245,745	99.93%
2013	11,555,108	11,483,077	99.38%	54,045	11,537,122	99.84%
2014	11,778,438	11,659,945	98.99%	94,447	11,754,392	99.80%
2015	11,993,801	11,900,866	99.23%	92,935	11,993,801	100.00%
2016	12,129,963	12,029,030	99.17%	31,112	12,060,142	99.42%
2017	12,376,257	12,264,642	99.10%	50,710	12,315,352	99.51%
2018	13,328,016	13,196,061	99.01%	60,551	13,256,612	99.46%
2019	13,236,107	13,134,708	99.23%	53,952	13,188,660	99.64%
2020	13,412,925	13,316,970	99.28%	37,333	13,354,303	99.56%
2021	13,427,221	13,167,347	98.06%	-	13,167,347	98.06%

**Source:** Town of Willington, Office of the Tax Collector.

Table 8

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

<b>Fiscal Year</b>	<b>Net General Obligation Bonds</b>	<b>Unamortized Premium</b>	<b>Capital Lease Obligations</b>	<b>Total Primary Government</b>	<b>Percentage of Actual Property Value (1)</b>	<b>Percentage of Personal Income (2)</b>	<b>Total Debt Per Capita (2)</b>	<b>Net Bonded Debt Per Capita (2)</b>
2012	\$ 2,255,121	\$ 5,121	\$ 553,071	\$ 2,813,313	0.41%	1.51%	466	374
2013	2,104,768	4,768	403,952	2,513,488	0.37%	1.36%	419	351
2014	1,954,415	4,415	586,425	2,545,255	0.37%	1.22%	427	328
2015	1,804,062	4,062	591,396	2,399,520	0.38%	1.49%	404	304
2016	1,653,709	3,709	1,150,314	2,807,732	0.45%	1.40%	475	280
2017	1,500,000	3,356	919,346	2,422,702	0.38%	1.06%	413	255
2018	1,350,000	3,003	888,725	2,241,728	0.35%	0.96%	379	228
2019	1,200,000	2,650	689,036	1,891,686	0.30%	0.81%	321	204
2020	1,050,000	2,297	595,609	1,647,906	0.26%	0.62%	281	179
2021	900,000	1,944	392,420	1,294,364	0.20%	0.55%	162	162

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

- (1) See Table 5 for taxable property value data
- (2) See Table 10 for personal income and population data

Table 9

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

	Fiscal Year									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
<b>Legal Debt Margin Calculation:</b>										
Total cash collections for the fiscal year:										
Taxes	\$ 11,253,385	\$ 11,560,331	\$ 11,687,174	\$ 11,963,225	\$ 12,085,613	\$ 12,325,957	\$ 13,238,250	\$ 13,207,045	\$ 13,375,441	\$ 13,228,578
Interest and lien fees	77,913	66,204	54,424	62,716	55,494	46,579	48,976	50,084	51,509	62,786
	<u>11,331,298</u>	<u>11,626,535</u>	<u>11,741,598</u>	<u>12,025,941</u>	<u>12,141,107</u>	<u>12,372,536</u>	<u>13,287,226</u>	<u>13,257,129</u>	<u>13,426,950</u>	<u>13,291,364</u>
Reimbursements for revenue loss:										
Tax relief (CGS 12-129d)	20,031	18,467	15,632	16,658	14,699	13,501	1,033	-	-	-
Base	<u>\$ 11,351,329</u>	<u>\$ 11,645,002</u>	<u>\$ 11,757,230</u>	<u>\$ 12,042,599</u>	<u>\$ 12,155,806</u>	<u>\$ 12,386,037</u>	<u>\$ 13,288,259</u>	<u>\$ 13,257,129</u>	<u>\$ 13,426,950</u>	<u>\$ 13,291,364</u>
Indebtedness:										
General Purposes:										
Bonds payable	\$ 2,250,000	\$ 2,100,000	\$ 1,950,000	\$ 1,800,000	\$ 1,650,000	\$ 1,500,000	\$ 1,350,000	\$ 1,200,000	\$ 1,050,000	\$ 900,000
Subtotal general purposes	<u>2,250,000</u>	<u>2,100,000</u>	<u>1,950,000</u>	<u>1,800,000</u>	<u>1,650,000</u>	<u>1,500,000</u>	<u>1,350,000</u>	<u>1,200,000</u>	<u>1,050,000</u>	<u>900,000</u>
Schools:										
Regional School District 19	3,134,832	1,010,122	843,236	672,026	506,533	375,779	273,668	239,894	205,623	178,172
Subtotal schools	<u>3,134,832</u>	<u>1,010,122</u>	<u>843,236</u>	<u>672,026</u>	<u>506,533</u>	<u>375,779</u>	<u>273,668</u>	<u>239,894</u>	<u>205,623</u>	<u>178,172</u>
Total indebtedness	<u>\$ 5,384,832</u>	<u>\$ 3,110,122</u>	<u>\$ 2,793,236</u>	<u>\$ 2,472,026</u>	<u>\$ 2,156,533</u>	<u>\$ 1,875,779</u>	<u>\$ 1,623,668</u>	<u>\$ 1,439,894</u>	<u>\$ 1,255,623</u>	<u>\$ 1,078,172</u>
Total capacity of borrowing (7 times base)	\$ 79,459,303	\$ 81,515,014	\$ 82,300,610	\$ 84,298,193	\$ 85,090,642	\$ 86,702,259	\$ 93,017,813	\$ 92,799,903	\$ 93,988,650	\$ 93,039,548
Total present indebtedness	<u>5,384,832</u>	<u>3,110,122</u>	<u>2,793,236</u>	<u>2,472,026</u>	<u>2,156,533</u>	<u>1,875,779</u>	<u>1,623,668</u>	<u>1,439,894</u>	<u>1,255,623</u>	<u>1,078,172</u>
Margin for additional borrowing	<u>\$ 74,074,471</u>	<u>\$ 78,404,892</u>	<u>\$ 79,507,374</u>	<u>\$ 81,826,167</u>	<u>\$ 82,934,109</u>	<u>\$ 84,826,480</u>	<u>\$ 91,394,145</u>	<u>\$ 91,360,009</u>	<u>\$ 92,733,027</u>	<u>\$ 91,961,376</u>
Total net debt applicable to the debt limit as a percentage of the debt limit										
	<u>7%</u>	<u>4%</u>	<u>3%</u>	<u>3%</u>	<u>3%</u>	<u>2%</u>	<u>2%</u>	<u>2%</u>	<u>1%</u>	<u>1%</u>

Note: Connecticut General Statutes, Section 7-374(b) limits the amount of general obligation debt a government entity may incur to 7 times total tax collections, including interest and lien fees and the tax relief for the elderly freeze grant.

Table 10

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

<b>Year</b>	<b>( 1 ) Population</b>	<b>Personal Income</b> <i>(in thousands)</i>	<b>( 2 ) Per Capita Personal Income</b>	<b>( 3 ) Median Age</b>	<b>( 4 ) School Enrollment</b>	<b>( 5 ) Unemployment Rate</b>
2012	6,033	\$ 185,865	\$30,808	46.0	755	6.9%
2013	5,994	184,663	30,808	32.0	713	6.3%
2014	5,965	208,274	34,916	35.0	708	5.9%
2015	5,934	160,586	27,062	35.0	660	3.9%
2016	5,908	200,482	33,934	36.0	661	4.7%
2017	5,872	229,337	39,056	37.0	648	3.8%
2018	5,921	234,679	39,635	37.0	649	4.4%
2019	5,887	233,331	39,635	36.0	628	2.6%
2020	5,864	265,240	45,232	36.0	640	7.6%
2021	5,568	234,430	42,103	33.6	629	6.4%

( 1 ) Connecticut Department of Public Health Census Website,  
<http://www.ct.gov/dph/PopulationData>

( 2 ) U.S. Census Bureau, American FactFinder  
<http://factfinder.census.gov>

( 3 ) Connecticut Economic Resource Center, Inc Town Profile 2020  
<http://www.cerc.com>

(4) EFS October 2020 and Regional District 19 Proposed Budget 2021-2022

(5) Connecticut Department of Labor, Office of Research  
<http://www1.ctdol.state.ct.us/lmi/LAUS/lmi123.asp>

Table 11

**TOWN OF WILLINGTON, CONNECTICUT  
PRINCIPAL EMPLOYERS  
CURRENT YEAR AND TEN YEARS AGO  
UNAUDITED**

<u>Employer</u>	<u>2021</u>			<u>2012</u>		
	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total Town Employment</u>	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total Town Employment</u>
FedEx Ground	1,000	1	30.7%	720	1	19.9%
Town of Willington	150	2	4.6%	143	3	3.9%
Travel Centers of America	123	3	3.8%	109	2	3.0%
Willington Pizza	60	4	1.8%	65	4	1.8%
St of Ct - Depart of Transportation	40	5	1.2%	29	5	0.8%
Becker Construction	22	6	0.7%	20	6	0.6%
Hilltop Restaurant Bar & Banquet	19	7	0.6%			
Kids Kingdom	18	8	0.6%			
Cable Technology, Inc	17	9	0.5%	18	7	0.5%
Mycoscience Labs	14	10	0.4%			
High Chase (Lyon Manor)				13	8	0.4%
Key Bank (New Alliance)				5	9	0.1%
Rodeway Inn				2	10	0.1%
Total	<u>1,463</u>		<u>44.9%</u>	<u>1,124</u>		<u>31.0%</u>

Source: Town of Willington Finance Office

Table 12

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

<u>Function/Program</u>	<u>Full-time Equivalent Employees as of June 30</u>									
	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2020</u>
General government										
Management services	7.0	7.0	7.0	7.0	7.0	7.0	7.0	6.9	6.9	7.3
Finance	4.2	4.2	4.2	4.2	4.1	4.1	3.6	3.6	3.6	3.6
Planning	1.0	1.0	1.0	1.0	1.0	1.0	1.0	0.0	0.0	0.0
Building	0.3	0.3	0.3	0.3	0.3	0.3	0.3	0.0	0.0	0.0
Other	4.1	4.1	4.1	4.3	4.3	4.3	5.0	4.9	4.9	4.9
Fire										
Volunteer Firefighters	65.0	45.0	47.0	42.0	43.0	45.0	43.0	28.0	38.0	44.0
Transfer Station	1.2	1.2	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.2
Other public works	5.2	5.2	5.8	5.8	5.8	5.8	5.8	5.8	5.8	5.8
Parks and recreation	0.8	0.7	0.7	0.7	0.7	0.7	0.9	0.9	0.9	0.9
Library	3.4	3.9	3.5	3.5	3.5	3.5	3.5	3.5	3.0	3.1
Total	<u>92.2</u>	<u>72.6</u>	<u>74.6</u>	<u>69.8</u>	<u>70.7</u>	<u>72.7</u>	<u>71.1</u>	<u>54.6</u>	<u>64.1</u>	<u>70.8</u>

Note: A full-time employee is scheduled to work 40 hours per week (including vacation and sick leave).  
Full-time equivalent employment is calculated by dividing total labor by 40.

Source: Town of Willington, Treasurer's Office.

Table 13

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

<b>Function/Program</b>	<b>Fiscal Year</b>									
	<b>2012</b>	<b>2013</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>
Fire										
Emergency responses	877	798	748	838	849	839	819	913	830	937
Inspections	489	341	318	309	294	370	370	315	198	204
Refuse collection										
Refuse collected (tons per year)	1,855.3	1,664.7	1,666.7	1,669.3	1,511.2	1,340.3	1,351.0	1,269.0	2,892.4	1,422.1
Recyclables collected (tons per year)	705.9	695.2	582.7	599.6	585.7	565.4	582.0	495.9	1,095.2	527.4
Other public works										
Street resurfacing (miles)	4.9	4.9	6.8	3.4	3.8	3.39	3.69	3.60	8.34	-
Library										
Volumes in collection	37,470	44,496	49,192	54,301	57,596	46,065	47,962	47,962	50,421	47,910

Source: Various Town departments.

Table 14

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

<b><u>Function/Program</u></b>	<b>Fiscal Year</b>									
	<b><u>2012</u></b>	<b><u>2013</u></b>	<b><u>2014</u></b>	<b><u>2015</u></b>	<b><u>2016</u></b>	<b><u>2017</u></b>	<b><u>2018</u></b>	<b><u>2019</u></b>	<b><u>2020</u></b>	<b><u>2021</u></b>
Fire stations	3	3	3	3	3	3	3	3	3	3
Other public works										
Streets (miles)	73.9	73.9	73.9	73.9	73.9	73.9	73.9	73.9	73.9	73.9
Streetlights	16	16	16	16	16	16	16	16	16	16
Traffic signals	4	4	4	4	4	4	4	4	4	4
Parks and recreation										
Acreage	292	298	292	292	292	292	292	292	292	292
Playgrounds	3	3	3	3	3	3	3	3	3	3
Baseball/softball diamonds	6	7	5	5	5	5	5	5	5	5
Soccer/football fields	3	4	3	3	3	3	3	3	3	3

Source: Various Town departments.