

TOWN OF WILTON, CONNECTICUT



**COMPREHENSIVE
ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED
JUNE 30, 2014**

TOWN OF WILTON, CONNECTICUT

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Department of Finance

Sandra L. Dennies
Chief Financial Officer

INTRODUCTORY SECTION

TOWN OF WILTON, CONNECTICUT
COMPREHENSIVE ANNUAL FINANCIAL REPORT

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



TOWN HALL
238 Danbury Road
Wilton, Connecticut 06897

December 18, 2014

To: First Selectman William F. Brennan
Board of Finance
Board of Selectmen
Citizens of Wilton, Connecticut

This audited financial statement of the Town of Wilton, Connecticut is being published for the fiscal year ending June 30, 2014, in compliance with Connecticut State law, which requires every general-purpose local government to publish a complete set of audited financial statements within six months of the close of each fiscal year.

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

Blum Shapiro & Co., P.C., Certified Public Accountants, have issued an unmodified opinion on the Town of Wilton, Connecticut's financial statement for the year ended June 30, 2014. The independent auditor's report is located at the front of the financial section of this report.

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

Management's discussion and analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview and analysis of the basic financial statements. The MD&A complements this letter of transmittal and should be read in conjunction with it.

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

THE TOWN OF WILTON

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

The Town of Wilton provides a full range of services including education, police and fire protection, planning and zoning, health, environmental protection, construction and maintenance of highways, streets, storm and sanitary sewers and infrastructure, social services, parks and recreational activities, and cultural events. Approximately 744 full time employees (156 Town and 588 educational employees) serve Wilton, its residents and visitors. The community is approximately 27 square miles and according to the 2010 U.S. Census has a total of 18,062 residents. In September 2014, Wilton's Labor Force totaled 8594 of which 8221 were employed.

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

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

Commercial development in Wilton is approximately 2.0% of the land area in 2014, it accounts for approximately 14.2% of the Total Net Taxable Grand List as of October 1, 2014. Top employers in Wilton are ASML, Bridgewater Association, L.P., AIG Global Assets, Wilton Meadows, Melissa and Doug LLC, DL Ryan Partnership, The Sun Products Corporation, Tracey Locke, Louis Dreyfuss Commodities LLC, Connolly LLC, Beiersdorf, Inc., and Deloitte & Touche. The composition of the remaining employers is primarily in retail trade and offices are located in two main shopping areas and along a vibrant retail shopping corridor on Route 7 from the Norwalk line to one mile north of the center of Wilton.

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

Wilton's Fire Department is a full time career fire department providing services to the citizens of Wilton including fire suppression, rescue, Emergency Medical Services, water and dive rescue, fire prevention, public fire safety education, inspection and code enforcement, and fire investigation. Two stations are staffed 24/7 to serve the community. Calls average 1,800 per year. The Fire Department has been actively involved in local and regional mutual aid. The Department also participates in the Fairfield County Hazardous Materials Response Team as well as Dive Rescue Team. The primary mission of the Department is "prevention" and educational programs are delivered in the interest of reducing fires, injuries and property damage.

Wilton's natural resources support a diverse ecology, protect public health, and contribute to the community's character. Residents and Town officials actively support the protection of Wilton's natural resources. The Town of Wilton has over 17 parks with over 631 acres of open space and 8 additional areas of open space that includes the only National Park in the State of Connecticut. Most recently, Wilton citizens voted to acquire a conservation easement on an additional 39.5 acres of prime land, preserving it from development for generations to come! Wilton is also an active member of the five Towns that are working to build the Norwalk River Valley Trail stretching 27 miles from Danbury to Norwalk.

In addition, Wilton has approximately 219 acres of developed recreational facilities. The Parks and Recreation Department maintains 8 school sites with playgrounds and athletic activities which account for 165 acres. The Town's Parks System has 44 acres of developed land including those for swimming, fishing, picnic facilities, playgrounds and athletic fields for basketball, softball and baseball, as well as soccer fields, tennis courts, horseshoe pits and an all-weather track. A state of the art modern stadium supports football, lacrosse, soccer and track events for all levels of Wilton athletes.

Wilton is also fortunate to have an outstanding public school system, which is facilitated by a six member elected board. In the past ten years, the elementary student population (preK-5) has decreased by 10.9%, the middle school (grades 6-8) has increased by 1.7%, and the high school has increased by 11.1%. The enrollment for school year as of October 1, 2013 totaled 4,319 pupils pre-K through grade 12. Projections for 2015 through 2018 estimate the elementary school population will decrease by 10.3%, the middle school population will decrease by 4.5%, and the high school population will decrease by 3.5%. In June, Dr. Gary Richards, Superintendent of Schools, concluded ten years of service during which he successfully led the District in achieving critical goals. The school's "Commitment to Excellence" Program, gained national attention and earned Wilton high rankings in nationwide polls. Dr. Richards had been selected as the 2013 "Connecticut Superintendent of the Year" bringing honors to himself and recognition for the Town of Wilton's educational program.

The Town has recently completed the replacement of a roof at Middlebrook School and updated bathrooms at both the middle school and high school. Plans to renovate Miller Driscoll School and to provide necessary space for the preschool program are currently being designed, as funding for the \$50,022,000 project was approved at the September 23, 2014 Special Town Meeting. A conversion of the Wilton High School boilers from oil to natural gas will be accomplished this winter. Two of Wilton's other three schools will also be serviced by natural gas by September 2015, providing substantial fuel savings to the Town.

A five year road improvement program has been initiated to renovate many of the Town's aging roads, some of which had not been repaved in over twenty years. The program consists of paving approximately ten miles of Town roads each year over a period of five years. This will substantially improve the condition of the Town's network of 127 town roads. The Town recently approved the third and fourth year of the program and as of November of 2014, approximately 30 miles of Town roadways have been successfully repaved.

In addition, the Department of Public Works is responsible for general road maintenance, tree removal, snowplowing operations, as well as emergency natural disaster operations and the operation of the Town's Mather Street Transfer Station to handle the Town's solid waste stream. The Department also does maintenance and repairs to Town facilities and several town owned residential properties. The department maintains 9.5 miles of sanitary sewer systems throughout Wilton, including the new sewer line on Wolfpit Road from River Road to Miller Driscoll School.

LOCAL ECONOMIC CONDITIONS AND OUTLOOK

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

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

In February 2014, Wilton bonded \$4,720,000 capital debt to support a number of capital projects which included: A Conservation Easement on 39.5 acres of land owned by the trustees of the Keiser family on Seeley Road to preserve the property - \$2,200,000; Heating system installation and oil tank removal at Gilbert & Bennett Community Center - \$220,000; Improvements at the Town's Comstock Community facility - \$902,000 and the installation and conversion of school boilers to natural gas at various schools. The bond sale fortunately produced a remarkably low TIC rate of 2.73% in a competitive bidding platform.

Business & Industry/Labor Market

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

As reported by the Connecticut Department of Labor for September 2014, Wilton's Labor Force totaled 8594 of which 8221 were employed. Therefore, unemployment in Wilton was 4.3%. In the Bridgeport/Stamford Labor Market Area unemployment was 5.6% and overall the State of Connecticut was 5.9 % in that same reporting period.

Retail Development

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

during Q-2 2014 with more than 164,300 square feet of positive net absorption. Leasing activity in the Central submarket, which includes Wilton, achieved substantial gains during the same quarter finishing the quarter with 110,078 Square feet of positive net absorption. Some new businesses in the Town of Wilton include Pet Pantry Warehouse, Lace Affair, Frock and Frill, Westwood Flooring, Café Rouche, URA Day Spa and Naked Greens. The Goddard School, a newly constructed building of 8,000 sq. ft. was completed on schedule and is open for business. Excluding Deloitte's planned move to Stamford to consolidate its affairs, vacancy rates in Wilton have gone down in the last year with rental rates remaining stable.

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

Housing Development

Wilton has experienced controlled growth from calendar 2012 to 2013 with 219 single family homes selling in 2012 versus 259 in 2013. The calendar year 2012 saw single family homes selling at an average of 5.3% off asking price, the highest sale at \$2,999,000 and the median sale at \$722,500. In calendar 2013, homes sold on average at 4.3% off asking price, the highest sale was \$6,350,000 and the median at \$795,000. In addition, the absorption rate has improved year over year.

Recent trends indicate that prices have stabilized, as buyers and sellers reach new understandings of property values in the new current economic climate. In brief, the Wilton housing market continues to improve.

The mixed income 51 unit senior housing community sponsored by Wilton Commons, Inc. (WCI) and Mutual Housing Association, located on a 4.8 acre site in Wilton has entered its second phase to provide 23 more affordable units with funding by the State. The Town of Wilton is a committed partner in Wilton Commons, providing the site for Wilton Commons on a long-term lease for \$1 per annum, which represents a commitment valued at over \$2.5 million.

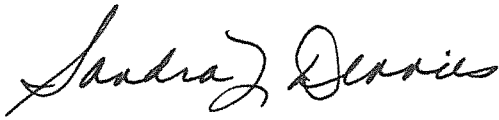
Given conservative fiscal policies, a highly educated and affluent population and improving local economic conditions, Wilton anticipates that the local economy will continue to gradually grow flourish.

ACKNOWLEDGEMENTS

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

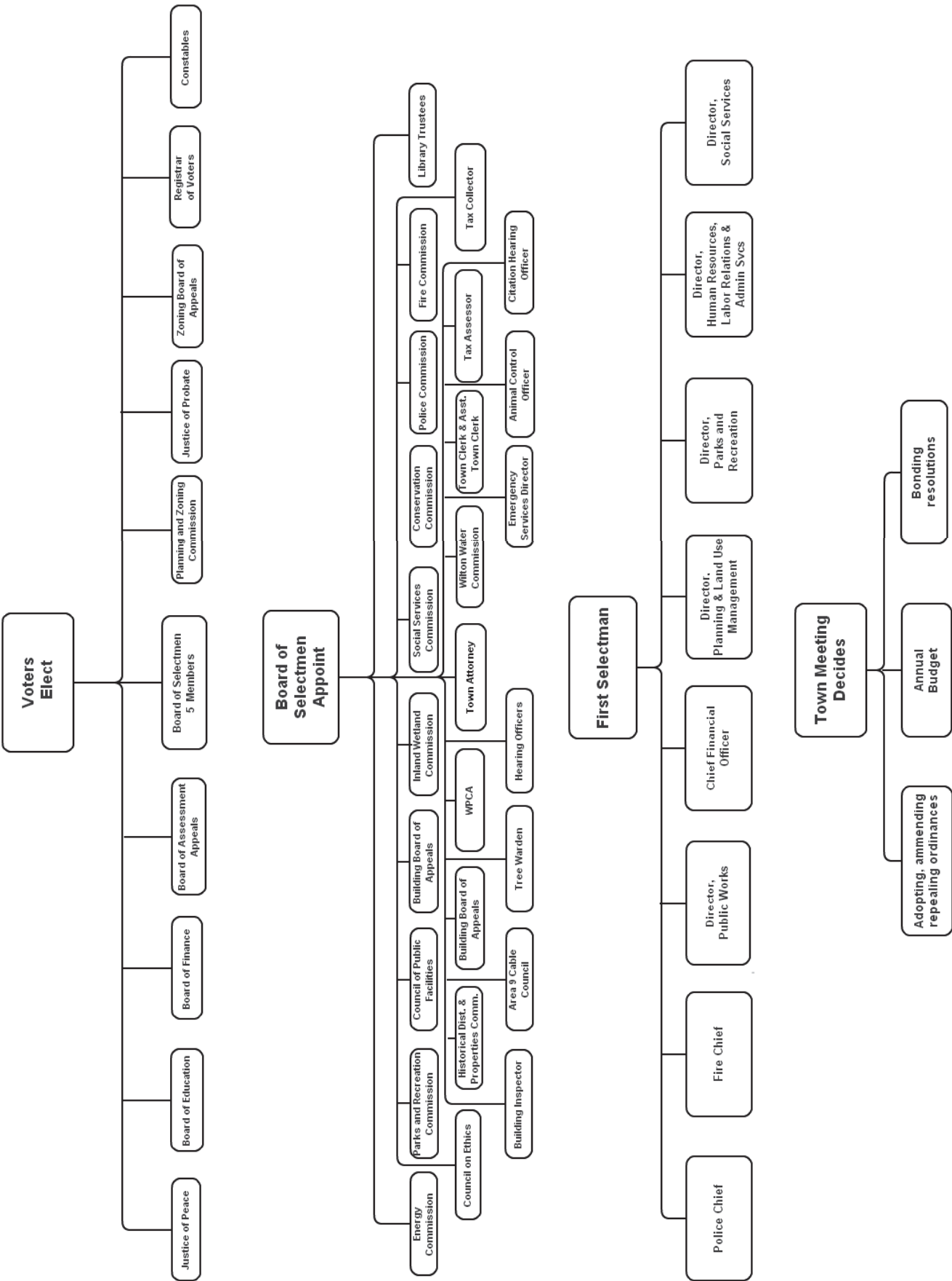
I also wish to acknowledge the assistance of the audit team from Blum, Shapiro & Company, P.C., for their professional approach to the audit, their information sharing and their provision of helpful recommendations to the Town of Wilton.

Respectfully submitted,

A handwritten signature in cursive script, reading "Sandra L. Dennies". The signature is written in dark ink and is positioned above the printed name and title.

Sandra L. Dennies
Chief Financial Officer

Town of Wilton
Organizational Chart



TOWN OF WILTON, CONNECTICUT

PRINCIPAL OFFICIALS

AS OF JUNE 30, 2014

FIRST SELECTMAN

WILLIAM F. BRENNAN

MAJOR DEPARTMENT DIRECTORS

Chief Financial Officer

Chief of Police

Interim Fire Chief

Planning and Zoning

Social Services

Parks and Recreation

Human Resources, Labor Relations and Administration

Department of Public Works

Sandra L. Dennies

Michael A. Lombardo

Ronald Kanterman

Robert J. Nerney

Catherine M. Pierce

Stephen M. Pierce

Sarah L. Taffel

Thomas W. Thurkettle

BOARD OF SELECTMEN

Second Selectman

Member

Member

Member

Harold E. Clark

Richard J. Dubow

Ted W. Hoffstatter

James A. Saxe

BOARD OF FINANCE

Chairman

Vice Chair

Clerk

Member

Member

Member

Warren L. Serenbetz, Jr.

Lynne A. Vanderslice

Richard Creeth

Al M. Alper

Jeffrey Rutishauser

John Kalamirdes

BOARD OF EDUCATION

Chairman

Vice Chairman

Secretary

Member

Member

Member

Bruce M. Likely

Christine Finkelstein

Laura Schwemm

Christine Finkelstein

Larry Rothstein

Chris Stroup

FINANCE DEPARTMENT

Controller

Richard K. McArdle



Government Finance Officers Association

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

Presented to

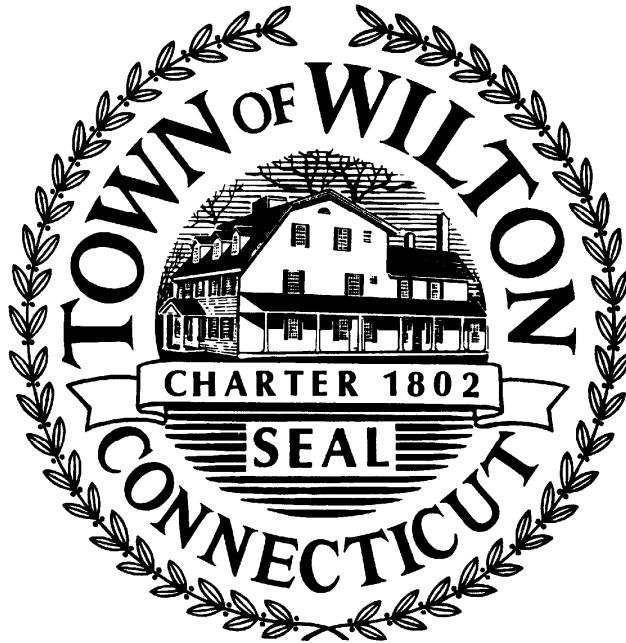
**Town of Wilton
Connecticut**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2013



Executive Director/CEO



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

FINANCIAL SECTION



Accounting | Tax | Business Consulting

Independent Auditors' Report

To the Board of Finance
Town of Wilton, Connecticut

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Town of Wilton, Connecticut, as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the Town of Wilton, Connecticut's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Town of Wilton, Connecticut, as of June 30, 2014 and the respective changes in financial position and, where applicable, cash flows thereof, and the respective budgetary comparison for the General Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 4 through 18 and the schedules of changes in net pension liability and related ratios, employer contributions and investment returns for the pension trust fund on pages 62 through 64 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, which considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

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

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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 18, 2014 on our consideration of the Town of Wilton, Connecticut's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Town of Wilton, Connecticut's internal control over financial reporting and compliance.

Blum, Shapiro & Company, P.C.

West Hartford, Connecticut
December 18, 2014

Town of Wilton, Connecticut
Management's Discussion and Analysis
June 30, 2014

As management of the Town of Wilton, Connecticut (the "Town"), we offer readers of the Town's financial statements this narrative overview and analysis of the financial activities of the Town for the fiscal year ended June 30, 2014. We encourage readers to consider the information presented here in conjunction with the letter of transmittal and the Town's financial statements that follow this section.

Financial Highlights

In fiscal 2014, the Town's net assets decreased by \$2,166,011 or 1.6% to \$127,802,989. On the government-wide basis, including all governmental activities and business-type activities, the Town's net assets exceeded its liabilities on June 30, 2014 by \$127,802,989. Of this amount, \$34,272,262 (unrestricted net assets) may be used to meet the Town's ongoing obligations. Overall, the continuing high level of net assets contributes to the Town's financial strength.

The Town's governmental funds, which are reported on a current financial resource basis, had a combined ending fund balance of \$26,962,506, a decrease of \$1,273,779 from the prior fiscal year-end period.

Overview of the Financial Statements

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

Government-Wide Financial Statements

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

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

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

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

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

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

The government-wide financial statements (Statement of Net Position and Statement of Activities) can be found on pages 19 and 20 of this report.

Fund Financial Statements

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

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

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

For the most part, the balances and activities accounted for in governmental funds are also reported in the governmental activities columns of the government-wide financial statements. However, because different accounting bases are used to prepare fund financial statements and governmental-wide financial statements, there are often significant differences between the totals presented in these financial statements. For this reason, there is an analysis on page 22 that reconciles the total fund balance to the amount of net assets presented in the governmental activities column on the statement of net position. In addition, there is an analysis on page 24 that reconciles the total change in fund balances for all governmental funds to the change in net assets as reported in the governmental activities column in the statement of activities.

The Town adopts an annual budget for its General Fund. A budgetary comparison statement is provided for the General Fund to demonstrate compliance with the authorized budget. The Statement of Revenues, Expenditures and Changes in Fund Balance on a Budgetary Basis is presented on page 25.

The basic governmental fund financial statements (Balance Sheet and Statement of Revenues, Expenditures and Changes in Fund Balances) can be found on pages 21 and 23 of this report.

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

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

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

The propriety fund financial statements can be found on pages 26 through 28 of this report.

Fiduciary Funds Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to provide services to the Town's constituency. The Town's fiduciary funds include the Pension Trust Fund, Other Post Employment Benefits Trust Fund and the Student Activity Funds. The basic fiduciary fund financial statements can be found on pages 29 and 30 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 31 through 61 of this report.

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

	Governmental Activities		Business-Type Activities		Total	
	2014	2013	2014	2013	2014	2013
Current assets	\$ 48,420	\$ 45,443	\$ 5,956	\$ 6,243	\$ 54,375	\$ 51,686
Capital assets, net of accumulated depreciation	<u>148,551</u>	<u>149,618</u>	<u>4,496</u>	<u>4,713</u>	<u>153,047</u>	<u>154,331</u>
Total assets	<u>196,971</u>	<u>195,061</u>	<u>10,451</u>	<u>10,956</u>	<u>207,422</u>	<u>206,017</u>
Deferred outflows of resources	<u>990</u>				<u>990</u>	
Current liabilities	13,620	15,486	124	221	13,744	15,707
Long-term liabilities outstanding	<u>61,166</u>	<u>59,508</u>	<u>11</u>	<u>4</u>	<u>61,177</u>	<u>59,512</u>
Total liabilities	<u>74,786</u>	<u>74,994</u>	<u>134</u>	<u>225</u>	<u>74,921</u>	<u>75,219</u>
Deferred inflows of resources	<u>5,681</u>		<u>8</u>		<u>5,689</u>	
Net Position:						
Net investments in capital assets	88,927	93,990	4,496	4,713	93,422	98,703
Restricted	108	306			108	306
Unrestricted	<u>28,459</u>	<u>25,771</u>	<u>5,813</u>	<u>6,018</u>	<u>34,272</u>	<u>31,789</u>
Total Net Position	<u>\$ 117,494</u>	<u>\$ 120,067</u>	<u>\$ 10,309</u>	<u>\$ 10,731</u>	<u>\$ 127,803</u>	<u>\$ 130,798</u>

By far the largest portion of the Town's net assets (75%) is its investment in capital assets (e.g., land, buildings and improvements, machinery and equipment and infrastructure); net of accumulated depreciation and any related debt used to acquire those assets that is still outstanding. The Town uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Town's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources since the capital assets themselves cannot be used to liquidate these liabilities.

Net assets decreased by \$2,166,011 from June 30, 2014 as shown in the following table.

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

	Governmental Activities		Business-Type Activities		Total	
	2014	2013	2014	2013	2014	2013
Revenues:						
Program revenues:						
Charges for services	\$ 5,616	\$ 5,165	\$ 1,162	\$ 1,663	\$ 6,778	\$ 6,828
Operating grants and contributions	13,855	12,402			13,855	12,402
Capital grants and contributions	477	473			477	473
General revenues:						
Property taxes	109,816	107,380			109,816	107,380
Grants not restricted to specific programs	243	253			243	253
Unrestricted investment earnings	219		67	11	286	11
Miscellaneous revenue		307		17		324
Total revenues	<u>130,226</u>	<u>125,980</u>	<u>1,229</u>	<u>1,691</u>	<u>131,455</u>	<u>127,671</u>
Expenses:						
General government	10,037	5,489			10,037	5,489
Public safety	14,268	13,316			14,268	13,316
Public works	8,947	5,387			8,947	5,387
Public health and welfare	1,918	2,053			1,918	2,053
Other		3,988				3,988
Recreation and parks commission	3,655	3,057			3,655	3,057
Education	91,247	88,438			91,247	88,438
Interest	1,892	2,201			1,892	2,201
WPCA			1,004	770	1,004	770
Transfer station			654	737	654	737
Total expenses	<u>131,964</u>	<u>123,929</u>	<u>1,657</u>	<u>1,507</u>	<u>133,621</u>	<u>125,436</u>
Change in net position before transfers	(1,738)	2,051	(428)	184	(2,166)	2,235
Transfers	(126)	(149)	126	149		
Change in net position	<u>(1,864)</u>	<u>1,902</u>	<u>(302)</u>	<u>333</u>	<u>(2,166)</u>	<u>2,235</u>
Net Position at Beginning of Year, as Restated	<u>119,358</u>	<u>118,165</u>	<u>10,611</u>	<u>10,398</u>	<u>129,969</u>	<u>128,563</u>
Net Position at End of Year	<u>\$ 117,494</u>	<u>\$ 120,067</u>	<u>\$ 10,309</u>	<u>\$ 10,731</u>	<u>\$ 127,803</u>	<u>\$ 130,798</u>

Government-Wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position and an important determinant of its ability to finance services in the future. As shown in the Statement of Changes in Net Assets above, the revenues of governmental activities exceeded expenses by \$1.783 million. There are two classes of governmental activities revenue: program revenue and general revenue. As the classifications imply, program specific revenue is directly associated with and/or generated by specific programs. General revenue, such as property taxes and interest on investments, is not. Key elements of this increase are as follows:

Over eighty-four percent (84.3%) of the governmental activities revenue was derived from property taxes, followed by eleven (11.0%) from grants and contributions. Fees accounted for four percent (4.3%) and interest and other miscellaneous revenues accounted for less than one percent.

Major revenue factors included:

- ◆ Property tax revenue increased 2.2%. The current year mill rate was 25.99 compared to 21.06 for the prior fiscal year. The Grand List decreased 17.1%. The mill rate and the Grand List were impacted due to the Grand List of October that was a revaluation year.
- ◆ Interest income in the general fund of 207,818 was greater than budgeted by \$67,818. During the course of the year, the Town invested in secure mortgage backed securities with an average life of up to 4 years offering higher returns than interest bearing bank accounts. These investments yielded greater returns than expected during Fiscal Year 2014. The Town also invested in certificates of deposit with maturities laddered from one to three years.

An unrealized loss of \$9,999 was recorded on the mortgage backed securities and certificates of deposit to record the market value as of June 30, 2014. The Town intends to hold these investments to maturity so there will be no loss of principal to the Town.

Charges for Services were greater than budgeted by \$424,742. The primary increases were Town Clerk Fees \$335,270 primarily Conveyance Taxes \$267,049 and Building Permits \$54,968 due to an increase in construction and renovations. The Town's Intergovernmental revenue was \$716,513 higher primarily due to a shortfall in Education Grant funds received offset by an increase in the Municipal Revenue Sharing and unbudgeted funds recorded as revenue for funds to reimburse the Town for fuel tank cleanup.

Major expense factors included:

- ◆ The Board of Education under-expended its budget by \$699,445 as explained in the General Fund Budgetary section. Board of Selectmen's operating budget was under-expended by \$2,788,324. These savings were achieved despite an austere budget. General Government savings amounted to \$620,086 including a savings in Human Resources due to lower legal costs for personnel related issues. The First Selectman's and Information Systems costs were lower than budgeted due to budgeted but unfilled positions. Public Safety costs were favorable to budget due to Police Department \$206,079 and Fire Department \$121,769. The Capital Outlay budget was under expended by \$566,597. However, under the Town Charter \$480,788 has been carried forward to Fiscal 2015. The Town did not use any of the Additional Appropriation funds budgeted resulting in savings of \$1,162,372.

Business-Type Activities

Business-type activities consist of the Water Pollution Control Authority (WPCA) and the Transfer Station. These activities decreased the Town's net assets by \$302,016.

The WPCA operates the Town's liquid waste system, which consists of collection infrastructure but no treatment facilities. Sewage treatment is provided by the City of Norwalk, Connecticut ("City") under a contract with the Town's WPCA. Capital assessments, user charges and interest comprise the WPCA's revenues. Capital assessments are levied by the WPCA on properties that benefit from sewer construction. The assessments may be paid over twenty years with interest. By general statute, income from assessment payments may be used only for debt service on sewer-related bonds and for capital improvements to the system. The Town has no sewer debt outstanding as of June 30, 2014. However, approximately \$36,120 of assessment revenue was used to pay the debt service component of the fiscal 2014 City processing fee. User charges are established annually to pay for operating expenses, including the non-debt service component of the City fee. For fiscal 2014, the WPCA's operations resulted in a decrease of \$248,247 in net assets of business-type activities.

The Town's Transfer Station accepts and then transfers solid waste of the Town from both commercial haulers and citizens. This includes trash and recyclables. As of January 1, 2014 the Town entered into an agreement with City Carting and Recycling, Inc. for the disposing of municipal solid waste. The agreement runs through June 30, 2019. There is no minimum or maximum tonnage that the Town is required to deliver to City Carting and Recycling. As of January 1, 2014 the Town entered into agreement with City Carting and Recycling for recyclables. The agreement runs through June 30, 2019. The Town receives \$20 for each ton of recyclables delivered to City Carting. Transfer Station operations resulted in a decrease in net assets of \$53,769.

Financial Analysis of the Government's Funds

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

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

The Town's governmental funds reported combined ending fund balances of \$26,962,506. For the General Fund, the unassigned balance was \$17,702,065 or 14.0% of revenues and other financing sources. This is an increase of \$2,983,876 from June 30, 2013. All other governmental funds reported ending fund balances of \$4,826,250.

The following table shows the fund types comprising governmental funds and compares their fund balances for fiscal years 2014 and 2013.

Town of Wilton, Connecticut
Governmental Funds - Summary of Revenues, Expenditures
and Fund Balances (\$000's Omitted)

Fund Types	General		Other Governmental Funds		Totals	
	2014	2013	2014	2013	2014	2013
Revenues and other financing sources	\$ 126,110	\$ 121,360	\$ 10,057	\$ 13,141	\$ 136,167	\$ 134,501
Expenditures and other financing uses	<u>124,623</u>	<u>121,905</u>	<u>12,819</u>	<u>7,256</u>	<u>137,442</u>	<u>129,161</u>
Net change	1,487	(545)	(2,762)	5,885	(1,275)	5,340
Beginning fund balance	<u>20,649</u>	<u>21,193</u>	<u>7,588</u>	<u>1,702</u>	<u>28,237</u>	<u>22,895</u>
Ending Fund Balance	<u><u>\$ 22,136</u></u>	<u><u>\$ 20,648</u></u>	<u><u>\$ 4,826</u></u>	<u><u>\$ 7,587</u></u>	<u><u>\$ 26,962</u></u>	<u><u>\$ 28,235</u></u>
Components of fund balance:						
Nonspendable:						
Prepaid expenditures	\$ 55	\$ 79	\$	\$ 35	\$ 55	\$ 114
Inventories			16	20	16	20
Restricted:					-	-
Capital projects			3,450	6,051	3,450	6,051
Equipment Replacement	224	224			224	224
Permanent Funds			109	306	109	306
Committed to:					-	-
Public Works			309		309	-
Public Safety			15		15	-
Education			948		948	-
Culture & Recreation programs			190		190	-
Assigned:					-	-
Purchases on order:					-	-
General government	16	4			16	4
Public safety	12	7			12	7
Public works		15			-	15
Capital projects	11				11	-
Education	335	457			335	457
Designation for continuing appropriations		833			-	833
Designation for assessment appeals	426	425			426	425
Designation for subsequent year	3,244	3,800			3,244	3,800
Designation for Heart and Hypertension	111	86			111	86
School lunch				20	-	20
Summer school				170	-	170
Continuing education				645	-	645
Forfeited property				9	-	9
Recreation				223	-	223
Gift				108	-	108
Unassigned	<u>17,702</u>	<u>14,718</u>	<u>(211)</u>		<u>17,491</u>	<u>14,718</u>
Total Fund Balance	<u><u>\$ 22,136</u></u>	<u><u>\$ 20,648</u></u>	<u><u>\$ 4,826</u></u>	<u><u>\$ 7,587</u></u>	<u><u>\$ 26,962</u></u>	<u><u>\$ 28,235</u></u>

General Fund At June 30, 2014 the total General Fund balance was \$22,136,256 of which \$17,702,065 was unassigned. This is 14.2% of expenditures and other financing uses and 14.0% of revenues and other financing sources. The total fund balance increased by \$1,487,816.

Actual revenues reflected positive variances aggregating \$2,564,154 as compared to the final budget. Collections on property taxes and interest and lien fees resulted in \$1,223,013 in revenue in excess of budget. Conveyance Taxes, Building permits and variety of other fees resulted in \$424,742 in revenues in excess of budget. Certain intergovernmental State and Federal grants as well as other revenue resulted in \$716,513 of net revenue in excess of budget. Expenditures posted a favorable variance compared to the final budget of \$3,507,726.

The fund balance in the General Fund also increased due in part to better than anticipated delinquent tax collections of \$438,704. Also, as a result of these collections, interest and lien fees exceeded the final budget by \$190,345.

General Fund Budgetary Highlights (000's Omitted)

The difference between the original and final budget was \$990,386 and consisted of unobligated capital appropriations continued from fiscal 2013 of \$834,672 in accordance with the Town Charter and Town Aid Road Revenue of \$155,714. The following table summarizes the budget operating results:

	Fiscal 2014			Fiscal 2013		
	Final Budget	Budget Basis Actual	Positive (Negative) Variance	Final Budget	Budget Basis Actual	Positive (Negative) Variance
Revenues and other financing sources	\$ 113,755	\$ 116,319	\$ 2,564	\$ 111,436	\$ 112,996	\$ 1,560
Expenditures and other financing sources	118,390	114,724	3,666	115,697	113,377	2,320
Subtotal	<u>\$ (4,635)</u>	<u>\$ 1,595</u>	<u>\$ 6,230</u>	<u>\$ (4,261)</u>	<u>\$ 2,213</u>	<u>\$ 3,880</u>

\$834,672 in unexpended capital appropriations has been carried forward to fiscal 2014.

The detail of budget variances is shown on pages 65 through 68 of this report. The revenue variances for the year are shown in the following table (000's omitted):

	Fiscal 2014			Fiscal 2013		
	Final Budget	Budget Basis Actual	Positive (Negative) Variance	Final Budget	Budget Basis Actual	Positive (Negative) Variance
Property taxes, interest and lien fees	\$ 109,210	\$ 110,433	\$ 1,223	\$ 106,702	\$ 107,159	\$ 457
Intergovernmental	2,633	3,350	717	3,053	3,411	358
Charges for services	1,460	1,884	424	1,265	1,757	492
Use of money and property	140	208	68	115	(14)	(129)
Other	312	444	132	301	683	382
Total	<u>\$ 113,755</u>	<u>\$ 116,319</u>	<u>\$ 2,564</u>	<u>\$ 111,436</u>	<u>\$ 112,996</u>	<u>\$ 1,560</u>

Of the property tax variance, \$438,704 is due to collection of delinquent tax revenue, \$223,131 is due to supplemental motor vehicle taxes and \$190,335 is due to interest and lien fees. Once again, the Town achieved very strong results in all areas of tax collections. The combined current levy collection rate was 99.3%. This favorable result was enabled by a continued strong and diverse tax base. The positive variance in Other Revenue was largely due to an unbudgeted receipt of funds for reimbursement of funds for the Bus Barn fuel tanks.

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

General Fund Expenditures Fiscal Years 2014 and 2013 (000's Omitted)

	Fiscal 2014			Fiscal 2013		
	Final Budget	Actual	Positive (Negative) Variance	Final Budget	Actual	Positive (Negative) Variance
General government	\$ 6,276	\$ 5,656	\$ 620	\$ 5,890	\$ 5,551	\$ 339
Public Safety	13,291	12,902	389	12,679	12,748	(69)
Public Works	2,999	3,100	(101)	2,785	2,926	(141)
Public Health & Welfare	1,943	1,946	(3)	1,901	1,852	49
Other	3,779	3,608	171	4,052	3,879	173
Recreation and Park Commission	1,812	1,839	(27)	1,807	1,808	(1)
Board of Education	76,140	75,441	699	74,051	74,046	5
Capital Outlay	1,553	986	567	2,346	1,276	1,070
Debt service	9,150	9,120	30	8,980	8,980	-
Additional appropriations	1,162	-	1,162	768	-	768
Total	<u>\$ 118,105</u>	<u>\$ 114,598</u>	<u>\$ 3,507</u>	<u>\$ 115,259</u>	<u>\$ 113,066</u>	<u>\$ 2,193</u>

The Town did not use any of the Additional Appropriations budgeted of \$1,162,372.

The BOE ended fiscal 2014 with a final positive variance to budget of \$699,445 due to a credit to the BOE of \$1,016,410 for Excess Special Education Costs.

The Medical Health Insurance Internal Service Fund ended the year with an increase in net assets of \$1,122,619 and a resulting fund balance of \$4,503,010.

Capital Asset and Debt Administration

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

	Governmental Activities		Business-Type Activities		Total	
	2014	2013	2014	2013	2014	2013
Land	\$ 22,416	\$ 22,416	\$ 82	\$ 82	\$ 22,498	\$ 22,498
Buildings and improvements	94,246	94,795	10	16	94,256	94,811
Machinery and equipment	4,007	4,347	150	132	4,157	4,479
Infrastructure	25,518	26,027	4,254	4,363	29,772	30,390
Construction in progress	2,364	1,324			2,364	1,324
Total	\$ 148,551	\$ 148,909	\$ 4,496	\$ 4,593	\$ 153,047	\$ 153,502

Capital Assets The Town's investment in capital assets as of June 30, 2014, is \$153,046,668 (net of accumulated depreciation). This investment includes land, buildings and improvements, machinery and equipment and infrastructure.

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

Additional information on the Town's capital assets can be found on pages 43 and 44 (Note 3 Section C) of this report.

Long-term Debt At the end of the fiscal year, the Town had total bonded debt outstanding of \$58,735,000 all of which is backed by the full faith and credit of the government. Although all of the Town's bonded debt is secured by the Town's full taxing power, \$90,282 will be paid from water capital assessments.

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

	Governmental Activities		Business-Type Activities		Total	
	2014	2013	2014	2013	2014	2013
General obligation bonds	\$ 58,735	\$ 60,905	\$	\$	\$ 58,735	\$ 60,905

The Town maintains an "Aaa" rating from Moody's Investors Service.

State statutes limit the amount of general obligation debt a governmental entity may issue to seven times its annual tax collections. At June 30, 2013, the Town's statutory debt limitation was \$773,098,816.

Additional information on the Town's long-term debt can be found on pages 47 through 49 of this report.

Pension and Other Post Employment Benefits

The Town maintains a defined benefit, contributory pension plan for eligible employees of the Town, the Board of Education and the Wilton Library Association. According to an actuarial valuation dated July 1, 2012, the plan's funded ratio is 87%. The Board of Finance adopted the following policy of making additional contributions, depending upon the Plan's funded ratio.

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

The actuary's recommended contribution for the Pension Trust Fund for fiscal 2014 was \$3,056,746. In accordance with the policy above, the actual contribution was \$3,515,258.

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

Revenues:	
Employer's Contribution	\$ 3,515
Employee Contribution	1,151
Net Change in Fair Value of Investments	10,524
Interest and Dividends	<u>1,631</u>
Total Additions	<u>16,821</u>
Expenses:	
Pension Benefits	3,154
Administrative Expenses	<u>141</u>
Total Deductions	<u>3,295</u>
Change in Net Position	13,526
Balance Beginning of Year	<u>83,309</u>
Balance End of Year	\$ <u><u>96,835</u></u>

In order to comply with GASB Statement No. 45, the Town created an Other Post-Employment Benefits Trust on July 1, 2007. The purpose of the trust is to account for the financing of post-employment health insurance for eligible employees of the Town and the BOE. Based on a July, 2012 actuarial valuation, applicable for fiscal years 2014 and 2015 and (using a 7.7% discount rate) the Actuarial Accrued Liability (AAL) was \$7,426,288 and the Unfunded Actuarial Accrued Liability (UAAL) was \$4,841,468. The Annual Required Contribution (ARC) for fiscal 2014 was \$691,605 which the Town made in July 2013.

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

Revenues:	
Employer's Contribution	\$ 692
Employee/retiree Contributions	509
State Reimbursement for BOE	25
Net Change in Fair Value of Investments	420
Interest and dividends	88
	<u>1,734</u>
Expenses	
Insurance Premiums, Benefits and Administration	498
	<u>498</u>
Change in Net Position	1,236
Balance Beginning of Year	3,047
	<u>3,047</u>
Balance End of Year	\$ <u><u>4,283</u></u>

The components of the employer's contribution consisted of \$271,658 contributed by the Town and \$419,947 contributed by the Board of Education.

Economic Factors and Next Year's Budgets and Rates

- ◆ Wilton's economy was strong during fiscal year 2014
- ◆ Housing values continue to exceed State and national medians with a median reported sales price of \$722,500. Residential sales prices are holding steady with the number of units sold during calendar year 2013 of 259 compared to 219 during calendar year 2012, an increase of 18%. Wilton has a diverse commercial and retail business mix. Commercial leasing in Fairfield County is anticipated to continue improve with Wilton capturing a significant portion of the market. Wilton has a highly educated and affluent population and improving local economic conditions. Based on these factors Wilton anticipates the economy will continue to flourish.
- ◆ According to the 2010 Census, the Town's median family income was \$188,958.
- ◆ As of September 2014, the Town's unemployment rate was 4.3%, comparing favorably to the State's average unemployment rate of 5.9% and the Bridgeport/Stamford Labor Market of 5.6% for The State of Connecticut. (Source: Connecticut Department of Labor).
- ◆ The Net Taxable Grand List of October 1, 2013 on which the fiscal 2015 mill rate was based totaled \$4,237,894,310.
- ◆ For Fiscal 2014, the collection rate (for revenue recognition purposes) of current property taxes was 99.3% of the adjusted taxes to be collected.

These factors, as well as the provision of essential public services and the quality of life in Wilton, were considered in preparing the Town's Fiscal Year 2014 General Fund budget. Equally important was the need to maintain a General Fund balance at a level consistent with a Moody's Aaa credit rating. The fiscal 2015 budget, as recommended by the Board of Finance and adopted by the Annual Town Meeting, calls for revenues of \$117,219,138 and appropriations of \$120,463,363. The budget was balanced by the use of \$3,244,225 of the June 30, 2014 unassigned ending fund balance. The mill rate is 26.5132.

This financial report is designed to provide a general overview of the Town's finances for all those with an interest in the government's finances. The reader is strongly urged to read the entire report, especially the notes which contain important explanatory information. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Finance Department, Attn. Sandra L. Dennies, C.F.O., Town of Wilton, 238 Danbury Rd., Wilton, CT 06897. The email address is sandy.dennies@wiltonct.org

BASIC FINANCIAL STATEMENTS

TOWN OF WILTON, CONNECTICUT

STATEMENT OF NET POSITION

JUNE 30, 2014

	Governmental Activities	Business-Type Activities	Total
Assets:			
Cash and cash equivalents	\$ 33,140,944	\$ 1,744,977	\$ 34,885,921
Investments	8,415,789	3,255,988	11,671,777
Receivables, net:			
Property taxes	1,478,364		1,478,364
Accounts	98,772	21,816	120,588
Intergovernmental	980,980		980,980
Special assessments	897	849,732	850,629
Due from fiduciary fund	13,500		13,500
Internal balances	(82,990)	82,990	-
Prepaid expenses	81,544		81,544
Inventories	16,377		16,377
Pension assets	4,275,818		4,275,818
Capital assets, nondepreciable	24,780,329	82,290	24,862,619
Capital assets, net of accumulated depreciation	123,770,536	4,413,513	128,184,049
Total assets	<u>196,970,860</u>	<u>10,451,306</u>	<u>207,422,166</u>
Deferred Outflows of Resources:			
Deferred charge on refunding	<u>990,091</u>		<u>990,091</u>
Liabilities:			
Accounts payable and accrued items	4,517,560	123,318	4,640,878
Unearned revenue	428,257		428,257
Noncurrent liabilities:			
Due within one year	8,674,131	400	8,674,531
Due in more than one year	61,166,395	10,548	61,176,943
Total liabilities	<u>74,786,343</u>	<u>134,266</u>	<u>74,920,609</u>
Deferred Inflows of Resources:			
Advance property tax collections	5,680,527		5,680,527
Advance fee collections		8,132	8,132
Total deferred inflows of resources	<u>5,680,527</u>	<u>8,132</u>	<u>5,688,659</u>
Net Position:			
Net investment in capital assets	88,926,520	4,495,803	93,422,323
Restricted	108,404		108,404
Unrestricted	28,459,157	5,813,105	34,272,262
Total Net Position	<u>\$ 117,494,081</u>	<u>\$ 10,308,908</u>	<u>\$ 127,802,989</u>

The accompanying notes are an integral part of the financial statements

TOWN OF WILTON, CONNECTICUT

STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED JUNE 30, 2014

Function/Program Activities	Expenses	Program Revenues		Net Revenue (Expense) and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities
Governmental activities:						
General government	\$ 10,036,847	\$ 2,104,754	\$ 589,413	\$	\$ (7,342,680)	\$ (7,342,680)
Public safety	14,267,615	61,331	146,806		(14,059,478)	(14,059,478)
Public works	8,947,096		526,780		(8,420,316)	(8,420,316)
Public health and welfare	1,917,525	4,225	28,081		(1,885,219)	(1,885,219)
Recreation and parks commission	3,654,542	732,555	25,665		(2,896,322)	(2,896,322)
Education	91,247,495	2,713,242	12,493,125	476,798	(75,564,330)	(75,564,330)
Interest	1,892,476		45,086		(1,847,390)	(1,847,390)
Total governmental activities	<u>131,963,596</u>	<u>5,616,107</u>	<u>13,854,956</u>	<u>476,798</u>	<u>(112,015,735)</u>	<u>-</u>
Business-type activities:						
Water Pollution Control Authority	1,003,555	688,157				(315,398)
Transfer station	653,709	473,817				(179,892)
Total business-type activities	<u>1,657,264</u>	<u>1,161,974</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(495,290)</u>
Total	<u>\$ 133,620,860</u>	<u>\$ 6,778,081</u>	<u>\$ 13,854,956</u>	<u>\$ 476,798</u>	<u>(112,015,735)</u>	<u>(495,290)</u>
General revenues:						
Property taxes					109,815,627	109,815,627
Grants and contributions not restricted to specific programs					243,242	243,242
Unrestricted investment earnings					218,866	67,279
Transfers					(125,995)	125,995
Total general revenues and transfers					<u>110,151,740</u>	<u>193,274</u>
Change in net position					(1,863,995)	(302,016)
Net Position at Beginning of Year, as Restated					<u>119,358,076</u>	<u>10,610,924</u>
Net Position at End of Year					<u>\$ 117,494,081</u>	<u>\$ 10,308,908</u>
						<u>\$ 127,802,989</u>

The accompanying notes are an integral part of the financial statements

TOWN OF WILTON, CONNECTICUT

BALANCE SHEET - GOVERNMENTAL FUNDS

JUNE 30, 2014

	<u>General</u>	<u>Capital Projects</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
ASSETS				
Cash and cash equivalents	\$ 21,576,503	\$ 3,429,030	\$ 2,711,880	\$ 27,717,413
Investments	8,415,789			8,415,789
Property taxes receivable, net	1,478,364			1,478,364
Due from other governments	782,998		197,982	980,980
Other receivables, net	99,128		13,144	112,272
Special assessments, net			897	897
Due from other funds	1,178,666		65	1,178,731
Prepaid expenditures	55,107		26,437	81,544
Inventories			16,377	16,377
Total Assets	<u>\$ 33,586,555</u>	<u>\$ 3,429,030</u>	<u>\$ 2,966,782</u>	<u>\$ 39,982,367</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
Liabilities:				
Accounts payable and accrued items	\$ 3,311,183	\$ 100,878	\$ 171,001	\$ 3,583,062
Due to other funds	533,905	80,055	934,984	1,548,944
Due to other governments	7,587			7,587
Unearned revenue	146,510		281,747	428,257
Total liabilities	<u>3,999,185</u>	<u>180,933</u>	<u>1,387,732</u>	<u>5,567,850</u>
Deferred inflows of resources:				
Unavailable revenue - property taxes	1,321,198			1,321,198
Unavailable revenue - school construction grant receivable	449,389		897	450,286
Advance property tax collections	5,680,527			5,680,527
Total deferred inflows of resources	<u>7,451,114</u>	<u>-</u>	<u>897</u>	<u>7,452,011</u>
Fund balances:				
Nonspendable	55,107		16,377	71,484
Restricted		3,450,164	108,404	3,558,568
Committed	760,026		1,462,569	2,222,595
Assigned	3,619,058			3,619,058
Unassigned	17,702,065	(202,067)	(9,197)	17,490,801
Total fund balances	<u>22,136,256</u>	<u>3,248,097</u>	<u>1,578,153</u>	<u>26,962,506</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 33,586,555</u>	<u>\$ 3,429,030</u>	<u>\$ 2,966,782</u>	<u>\$ 39,982,367</u>

(Continued on next page)

TOWN OF WILTON, CONNECTICUT

BALANCE SHEET - GOVERNMENTAL FUNDS (CONTINUED)

JUNE 30, 2014

Reconciliation of the Balance Sheet - Governmental Funds to the Statement of Net Position:

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

Fund balances - total governmental funds (Exhibit III)	\$	26,962,506
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Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds:

Governmental capital assets	\$	228,603,336	
Less accumulated depreciation		(80,052,471)	
Net capital assets			148,550,865

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

Pension assets	4,275,818
Property tax receivables greater than 30 days	1,292,985
Interest receivable on property taxes	28,213
Special assessments	897
Receivable from the state for school construction projects	449,389

Internal service funds are used by management to charge the costs of risk management to individual funds. The assets and liabilities of the internal service funds are reported with governmental activities in the statement of net position.	4,509,960
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Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds:

Bonds payable	(58,735,000)
Heart and hypertension claims	(1,082,000)
Teamsters pension plan withdrawal liability	(2,994,960)
Deferred charge on refunding	990,091
Premium on bonds	(1,373,110)
Interest payable on bonds	(925,400)
Capital lease	(506,326)
Compensated absences	(3,949,847)

Net Position of Governmental Activities (Exhibit I)	\$	<u>117,494,081</u>
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The accompanying notes are an integral part of the financial statements

TOWN OF WILTON, CONNECTICUT

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - GOVERNMENTAL FUNDS

FOR THE YEAR ENDED JUNE 30, 2014

	<u>General</u>	<u>Capital Projects</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
Revenues:				
Property taxes, interest and lien fees	\$ 110,433,298	\$	\$	\$ 110,433,298
Intergovernmental revenues	13,140,788		1,447,545	14,588,333
Charges for services	1,884,243		3,353,414	5,237,657
Use of money and property	207,818		685	208,503
Other local revenues	443,959		68,650	512,609
Total revenues	<u>126,110,106</u>	<u>-</u>	<u>4,870,294</u>	<u>130,980,400</u>
Expenditures:				
Current:				
General government	5,644,168		52,921	5,697,089
Public safety	12,780,032		81,419	12,861,451
Public works	3,100,597		537	3,101,134
Public health and welfare	1,945,568		5,023	1,950,591
Other	3,718,154			3,718,154
Recreation and parks commission	1,842,219		761,789	2,604,008
Education	85,352,764		3,846,855	89,199,619
Debt service:				
Principal retirement	6,867,858			6,867,858
Interest and other charges	2,252,477			2,252,477
Capital outlay	992,458	7,989,595	80,365	9,062,418
Total expenditures	<u>124,496,295</u>	<u>7,989,595</u>	<u>4,828,909</u>	<u>137,314,799</u>
Excess (Deficiency) of Revenues over Expenditures	<u>1,613,811</u>	<u>(7,989,595)</u>	<u>41,385</u>	<u>(6,334,399)</u>
Other Financing Sources (Uses):				
Bonds issued		4,720,000		4,720,000
Capital lease issued		466,615		466,615
Transfers out to other funds	(125,995)			(125,995)
Total other financing sources (uses)	<u>(125,995)</u>	<u>5,186,615</u>	<u>-</u>	<u>5,060,620</u>
Net Change in Fund Balances	1,487,816	(2,802,980)	41,385	(1,273,779)
Fund Balances at Beginning of Year	<u>20,648,440</u>	<u>6,051,077</u>	<u>1,536,768</u>	<u>28,236,285</u>
Fund Balances at End of Year	<u>\$ 22,136,256</u>	<u>\$ 3,248,097</u>	<u>\$ 1,578,153</u>	<u>\$ 26,962,506</u>

(Continued on next page)

TOWN OF WILTON, CONNECTICUT

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - GOVERNMENTAL FUNDS (CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2014

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

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

Net change in fund balances - total governmental funds (Exhibit IV)	\$ (1,273,779)
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Governmental funds report capital outlays as expenditures. However, in the statement of
activities the cost of those assets is allocated over their estimated useful lives and
reported as depreciation expense.

Capital outlay	4,450,991
Depreciation expense	(4,809,576)

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

Property taxes collected after 30 days	(645,884)
Interest income on property taxes	28,213
Sewer assessments	(3,148)
Intergovernmental revenue on school bonds	(146,838)

Change in pension assets	391,589
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The issuance of long-term debt (e.g., bonds, leases) provides current financial resources
to governmental funds, while the repayment of the principal of long-term debt consumes the
current financial resources of governmental funds. Neither transaction, however, has any
effect on net position. Also, governmental funds report the effect of issuance costs, premiums,
discounts and similar items when debt is first issued, whereas these amounts are deferred
and amortized in the statement of activities. This amount is the net effect of these
differences in the treatment of long-term debt and related items.

Bond proceeds	(4,720,000)
Principal payments on bonds	6,890,000
Principal payments on leases	418,899
Capital lease	(466,615)
Teamsters pension plan withdrawal liability	(2,994,960)

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

Amortization of deferred charge on refunding	(128,781)
Amortization of premium	187,287
Amortization of bond issuance costs	(125,967)
Accrued interest	(13,580)
Change in heart and hypertension claims	(248,000)
Change in long-term compensated absences	223,535

The net expense of the internal service funds is reported with governmental activities.	<u>1,122,619</u>
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Change in Net Position of Governmental Activities (Exhibit II)	<u>\$ (1,863,995)</u>
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The accompanying notes are an integral part of the financial statements

TOWN OF WILTON, CONNECTICUT

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

FOR THE YEAR ENDED JUNE 30, 2014

	<u>Budgeted Amounts</u>			<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Property taxes, interest and lien fees	\$ 109,210,285	\$ 109,210,285	\$ 110,433,298	\$ 1,223,013
Intergovernmental revenues	2,477,750	2,633,464	3,349,977	716,513
Charges for services	1,459,501	1,459,501	1,884,243	424,742
Use of money and property	140,000	140,000	207,818	67,818
Other local revenues	311,891	311,891	443,959	132,068
Total revenues	<u>113,599,427</u>	<u>113,755,141</u>	<u>116,319,295</u>	<u>2,564,154</u>
Expenditures:				
Current:				
General government	6,717,862	6,276,444	5,656,358	620,086
Public safety	12,872,805	13,291,332	12,902,164	389,168
Public works	2,796,387	2,998,733	3,100,597	(101,864)
Public health and welfare	1,894,603	1,942,849	1,945,568	(2,719)
Other	3,883,755	3,778,919	3,607,544	171,375
Recreation and parks commission	1,779,010	1,811,859	1,838,550	(26,691)
Education	76,140,105	76,140,105	75,440,660	699,445
Debt service	9,149,842	9,149,842	9,120,335	29,507
Capital outlay	717,901	1,552,573	985,976	566,597
Additional appropriations	1,162,372	1,162,372		1,162,372
Total expenditures	<u>117,114,642</u>	<u>118,105,028</u>	<u>114,597,752</u>	<u>3,507,276</u>
Excess (Deficiency) of Revenues over Expenditures	(3,515,215)	(4,349,887)	1,721,543	6,071,430
Other Financing Uses:				
Transfers out	<u>(285,000)</u>	<u>(285,000)</u>	<u>(125,995)</u>	<u>159,005</u>
Excess (Deficiency) of Revenues over Expenditures and Other Financing Uses	<u>\$ (3,800,215)</u>	<u>\$ (4,634,887)</u>	1,595,548	<u>\$ 6,230,435</u>
Fund Balance at Beginning of Year			<u>20,165,875</u>	
Fund Balance at End of Year			<u>\$ 21,761,423</u>	

The accompanying notes are an integral part of the financial statements

TOWN OF WILTON, CONNECTICUT

STATEMENT OF NET POSITION - PROPRIETARY FUNDS

JUNE 30, 2014

	Business-Type Activities - Enterprise Funds			Governmental Activities
	Major Fund			
	Water Pollution Control Authority	Transfer Station	Total	Internal Service Funds
Assets:				
Current assets:				
Cash and cash equivalents	\$ 1,604,905	\$ 140,072	\$ 1,744,977	\$ 5,423,531
Investments	3,255,988		3,255,988	
Accounts receivable, net	3,678	18,138	21,816	
Due from other funds	246,617		246,617	287,223
Total current assets	<u>5,111,188</u>	<u>158,210</u>	<u>5,269,398</u>	<u>5,710,754</u>
Noncurrent assets:				
Receivables - special assessments and connection charges, net	849,732		849,732	
Capital assets, nondepreciable		82,290	82,290	
Capital assets, net of accumulated depreciation	4,299,618	113,895	4,413,513	
Total noncurrent assets	<u>5,149,350</u>	<u>196,185</u>	<u>5,345,535</u>	<u>-</u>
Total assets	<u>10,260,538</u>	<u>354,395</u>	<u>10,614,933</u>	<u>5,710,754</u>
Liabilities:				
Current liabilities:				
Accounts payable and accrued items	52,315	71,003	123,318	1,511
Due to other funds		163,627	163,627	
Current portion of compensated absences		400	400	
Current portion of claims payable			-	975,065
Total current liabilities	<u>52,315</u>	<u>235,030</u>	<u>287,345</u>	<u>976,576</u>
Noncurrent liabilities:				
Compensated absences		10,548	10,548	
Claims payable			-	224,218
Total noncurrent liabilities	<u>-</u>	<u>10,548</u>	<u>10,548</u>	<u>224,218</u>
Total liabilities	<u>52,315</u>	<u>245,578</u>	<u>297,893</u>	<u>1,200,794</u>
Deferred Inflows of Resources:				
Advance fee collections	<u>8,132</u>		<u>8,132</u>	
Net Position:				
Net investment in capital assets	4,299,618	196,185	4,495,803	
Unrestricted	<u>5,900,473</u>	<u>(87,368)</u>	<u>5,813,105</u>	<u>4,509,960</u>
Total Net Position	<u>\$ 10,200,091</u>	<u>\$ 108,817</u>	<u>\$ 10,308,908</u>	<u>\$ 4,509,960</u>

The accompanying notes are an integral part of the financial statements

TOWN OF WILTON, CONNECTICUT

STATEMENT OF REVENUES, EXPENSES AND CHANGES
IN NET POSITION - PROPRIETARY FUNDS

FOR THE YEAR ENDED JUNE 30, 2014

	Business-Type Activities - Enterprise Funds			Governmental Activities
	Major Fund			
	Water Pollution			
	Control Authority	Transfer Station	Total	Internal Service Funds
Operating Revenues:				
Charges for services	\$ 688,157	\$ 473,817	\$ 1,161,974	\$ 14,256,991
Operating Expenses:				
Salaries	50,941	145,817	196,758	
Employee benefits	41,856	67,127	108,983	12,733,502
Operations and supplies	798,987	408,191	1,207,178	
Insurance			-	227,252
Judgments and claims			-	183,981
Depreciation expense	111,771	32,574	144,345	
Total operating expenses	1,003,555	653,709	1,657,264	13,144,735
Operating Income (Loss)	(315,398)	(179,892)	(495,290)	1,112,256
Nonoperating Revenues:				
Income on investments	67,151	128	67,279	10,363
Income (Loss) Before Transfers	(248,247)	(179,764)	(428,011)	1,122,619
Transfers In		125,995	125,995	
Change in Net Position	(248,247)	(53,769)	(302,016)	1,122,619
Net Position at Beginning of Year, as Restated	10,448,338	162,586	10,610,924	3,387,341
Net Position at End of Year	\$ 10,200,091	\$ 108,817	\$ 10,308,908	\$ 4,509,960

The accompanying notes are an integral part of the financial statements

TOWN OF WILTON, CONNECTICUT
STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2014

	Business-Type Activities - Enterprise Funds			Governmental Activities
	Major Fund			
	Water Pollution Control Authority	Transfer Station	Total	Internal Service Funds
Cash Flows from Operating Activities:				
Receipts from customers and users	\$ 716,774	\$ 467,454	\$ 1,184,228	\$ 14,256,991
Payments to suppliers	(861,929)	(389,482)	(1,251,411)	
Payments for benefits, employees, and claims	(92,797)	(206,245)	(299,042)	(14,418,411)
Net cash used in operating activities	<u>(237,952)</u>	<u>(128,273)</u>	<u>(366,225)</u>	<u>(161,420)</u>
Cash Flows from Noncapital Financing Activities:				
Transfers in from (out to) other funds	10,358	185,991	196,349	(272,498)
Net cash provided by (used in) noncapital financing activities	<u>10,358</u>	<u>185,991</u>	<u>196,349</u>	<u>(272,498)</u>
Cash Flows from Capital and Related Financing Activities:				
Additions to property, plant and equipment	(46,971)		(46,971)	
Net cash used in capital and related financing activities	<u>(46,971)</u>	<u>-</u>	<u>(46,971)</u>	<u>-</u>
Cash Flows from Investing Activities:				
Sales of investments	24,908		24,908	
Interest on investments	67,151	128	67,279	10,363
Net cash provided by investing activities	<u>92,059</u>	<u>128</u>	<u>92,187</u>	<u>10,363</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(182,506)	57,846	(124,660)	(423,555)
Cash and Cash Equivalents at Beginning of Year	<u>1,787,411</u>	<u>82,226</u>	<u>1,869,637</u>	<u>5,847,086</u>
Cash and Cash Equivalents at End of Year	<u>\$ 1,604,905</u>	<u>\$ 140,072</u>	<u>\$ 1,744,977</u>	<u>\$ 5,423,531</u>
Reconciliation of Operating Income (Loss) to Net Cash Used in Operating Activities:				
Operating income (loss)	\$ (315,398)	\$ (179,892)	\$ (495,290)	\$ 1,112,256
Adjustments to reconcile operating income (loss) to net cash used in operating activities:				
Depreciation	111,771	32,574	144,345	
Change in assets and liabilities:				
(Increase) decrease in accounts receivable	7,437	(6,330)	1,107	
(Increase) decrease in special assessments	66,548		66,548	
Increase (decrease) in advance fee collections	8,132		8,132	
Increase (decrease) in compensated absences		6,699	6,699	
Increase (decrease) in unearned revenue	(53,500)	(33)	(53,533)	
Increase (decrease) in accounts payable	(62,942)	18,709	(44,233)	(779,133)
Increase (decrease) in claims payable				(494,543)
Total adjustments	<u>77,446</u>	<u>51,619</u>	<u>129,065</u>	<u>(1,273,676)</u>
Net Cash Used in Operating Activities	<u>\$ (237,952)</u>	<u>\$ (128,273)</u>	<u>\$ (366,225)</u>	<u>\$ (161,420)</u>

The accompanying notes are an integral part of the financial statements

TOWN OF WILTON, CONNECTICUT

STATEMENT OF NET POSITION - FIDUCIARY FUNDS

JUNE 30, 2014

	<u>Pension Trust Fund</u>	<u>OPEB Trust Fund</u>	<u>Agency Fund Student Activity Funds</u>
Assets:			
Cash and cash equivalents	\$	\$ 517,877	\$ 534,380
Investments, at fair value:			
Mutual funds	96,835,352	3,804,794	
Accounts receivable		2,553	
	<u>96,835,352</u>	<u>4,325,224</u>	<u>\$ 534,380</u>
Total assets			
Liabilities:			
Accounts payable		41,537	\$
Fiduciary deposits			534,380
	<u>-</u>	<u>41,537</u>	<u>\$ 534,380</u>
Total liabilities			
Net Position:			
Held in Trust for Pension Benefits and Other Purposes	<u>\$ 96,835,352</u>	<u>\$ 4,283,687</u>	

The accompanying notes are an integral part of the financial statements

TOWN OF WILTON, CONNECTICUT

STATEMENT OF CHANGES IN NET POSITION - FIDUCIARY FUNDS

FOR THE YEAR ENDED JUNE 30, 2014

	<u>Pension</u> <u>Trust Funds</u>	<u>OPEB</u> <u>Trust Funds</u>
Additions:		
Contributions:		
Employer	\$ 3,515,258	\$ 691,605
Plan members	1,151,292	509,564
Other revenues		25,300
Total contributions	<u>4,666,550</u>	<u>1,226,469</u>
Investment earnings:		
Net increase in fair value of investments	10,523,742	419,697
Interest and dividends	1,630,430	87,605
Total investment gain	<u>12,154,172</u>	<u>507,302</u>
Less investment expenses:		
Investment management fees	140,829	
Net investment gain	<u>12,013,343</u>	<u>507,302</u>
Total additions	<u>16,679,893</u>	<u>1,733,771</u>
Deductions:		
Benefits	3,153,692	491,752
Administration		5,828
Total deductions	<u>3,153,692</u>	<u>497,580</u>
Change in Net Position	13,526,201	1,236,191
Net Position at Beginning of Year	<u>83,309,151</u>	<u>3,047,496</u>
Net Position at End of Year	<u>\$ 96,835,352</u>	<u>\$ 4,283,687</u>

The accompanying notes are an integral part of the financial statements

TOWN OF WILTON, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

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

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

B. Basis of Presentation

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

Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the Town as a whole. For the most part, the effect of interfund activity has been removed from these statements, except for interfund services provided and used. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

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

TOWN OF WILTON, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, CONTINUED

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

Measurement Focus, Basis of Accounting and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned, and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Agency funds use the accrual basis of accounting but have no measurement focus since they report only assets and liabilities.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Town considers revenues to be available if they are collected within 60 days of the end of the current fiscal period.

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

Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

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

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the proprietary funds are charges to customers for services. The enterprise fund also recognizes as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the system. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

TOWN OF WILTON, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS, CONTINUED

The Town reports the following major governmental funds:

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

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

The Town reports the following major proprietary funds:

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

Additionally, the Town reports the following fund types:

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

The *Pension Trust Fund* is used to account for the activities the Town's defined benefit pension plan for qualified employees.

The *Other Post Employment Benefit Trust Fund* is used to account for the activities for both Town and Board of Education for other postemployment benefits (e.g. health insurance,) that accumulate resources for other postemployment benefit payments to qualified employees.

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

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

When both restricted and unrestricted resources are available for use, it is the government's policy to use restricted resources first, then unrestricted resources as they are needed. Unrestricted resources are used in the following order: committed, assigned then unassigned.

C. Cash and Cash Equivalents

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

TOWN OF WILTON, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS, CONTINUED

D. Investments

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

E. Inventories and Prepaid Items

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

F. Receivables and Payables

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

G. Capital Assets

Capital assets, which include property, plant, equipment and infrastructure assets (e.g., roads, bridges, sidewalks and similar items), are reported in the applicable governmental or business-type activity column in the government-wide financial statements and enterprise fund financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of five years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend the life of an asset are not capitalized.

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

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

TOWN OF WILTON, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, CONTINUED

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

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

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

H. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position or fund balance that applies to a future period or periods and so will not be recognized as an outflow of resources (expense/expenditure) until then. The Town reports a deferred charge on refunding in the government-wide statement of net position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position or fund balance that applies to a future period or periods and so will not be recognized as an inflow of resources (revenue) until that time. The Town reports advance property tax collections, advance fee collections, and school construction grants in the government-wide statement of net position and in the governmental funds balance sheet and proprietary funds statement of net position. Both advance property tax collections and advance fee collections represent taxes and fees inherently associated with a future period. This amount is recognized during the period in which the revenue is associated. Also, for governmental funds, the Town reports unavailable revenue, which arises only under the modified accrual basis of accounting. The governmental funds report unavailable revenues from several sources: property taxes and special assessments. These amounts are deferred and recognized as an inflow of resources (revenue) in the period in which the amounts become available.

TOWN OF WILTON, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, CONTINUED

I. Compensated Absences

Town employees accumulate vacation and sick leave hours for subsequent use or payment upon termination or retirement. In accordance with GASB Statement No. 16, *Accounting for Compensated Absences*, the Town accrues compensated absences as they are earned by employees if the leave is attributable to past service and it is probable that the employer will compensate the employee by cash payments at termination or retirement. The amount of this estimated obligation at June 30, 2014 is recorded in the government-wide financial statements since the benefits are to be funded from future financial resources and will be paid from the General Fund, Water Pollution Control Authority Fund or Transfer Station Fund, as may be appropriate. A liability for these amounts is reported in the governmental funds only if the liability has matured through employee resignation or retirement.

J. Long-Term Obligations

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities or proprietary fund type statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources, while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

K. Net Pension and Other Post Employment Benefit (OPEB) Asset/Liability

The net pension/OPEB asset/liability represents the cumulative difference between annual pension/OPEB cost and the Town's contributions to the plans. They are calculated on an actuarial basis consistent with the requirements of GASB Statement No. 27 for the Pension and GASB Statement No. 45 for OPEB. Expenditures are recognized when they are paid or are expected to be paid with current available resources. The net pension asset is recorded in the government-wide financial statements. There is no net OPEB asset or liability because the Town has funded the actuarial required amount consistently since the implementation of the Standard. In prior years, the General Fund has been used to liquidate both the net pension and OPEB obligations.

TOWN OF WILTON, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS, CONTINUED

L. Encumbrances

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

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

M. Fund Equity and Net Position

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

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

Restricted Net Position - This category includes net position with restrictions externally imposed by creditors (such as through debt covenants), grantors, contributors or laws or regulations of other governments or imposed by law through constitutional provisions or enabling legislation.

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

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

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

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

TOWN OF WILTON, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, CONTINUED

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

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

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

When both restricted and unrestricted amounts of fund balance are available for use for expenditures incurred, it is the Town's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

N. Property Taxes

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

O. Accounting Estimates

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

TOWN OF WILTON, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS, CONTINUED

2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. Budgetary Information

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

The Board of Selectmen and the Board of Finance have established legal control of the budget at the Selectman's Operating and Capital budget bottom line. The Selectmen have the responsibility to present a budget request with supporting documentation depicting the department's proposed expenditures, and the Board of Finance has the authority to reduce a recommendation made by the Board of Selectmen. The Board of Selectmen can override the Board of Finance by redirecting the reduction to other areas of the budget but they cannot exceed the maximum budget provided by the Board of Finance. The Board of Selectman and Board of Finance have no charter provision provided to it to authorize a budget transfer between departments. The Board of Selectmen have the authority to pass an appropriation of up to ¼ of 1% of the total annual budget of the Town as provided for in the contingency known as the Charter Authority with provision of notice to the Board of Finance within 2 weeks. The Board of Finance has the authority to approve a supplemental appropriation up to 1% of the total annual budget for the Town for the then-current fiscal year, and the total amount of any and all Supplemental Appropriations authorized by the Board of Finance cannot exceed 2% of the annual Town budget. For the year ended June 30, 2014, the Town had \$834,672 of appropriations continued in force.

Any portion of an annual capital and nonrecurring appropriation, for any uncompleted projects remaining unexpended and unencumbered at the close of the fiscal year is continued in force for five succeeding fiscal years. There was \$223,735 of appropriations continued in force as of June 30, 2014.

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

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

TOWN OF WILTON, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, CONTINUED

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

	<u>Revenues and Other Financing Sources</u>	<u>Expenditures and Other Financing Uses</u>	<u>Fund Balance</u>
Balance, budgetary basis	\$ 116,319,295	\$ 114,723,747	\$ 21,761,423
Encumbrances June 30, 2013		482,565	
Encumbrances June 30, 2014		(374,833)	374,833
State Teachers' Retirement on-behalf payment	8,774,401	8,774,401	
Excess Cost Grant	<u>1,016,410</u>	<u>1,016,410</u>	<u> </u>
Balance, GAAP Basis	<u>\$ 126,110,106</u>	<u>\$ 124,622,290</u>	<u>\$ 22,136,256</u>

B. Deficit Fund Equity and Expenditures in Excess of Budget

The following funds had a deficit fund balance at June 30, 2014:

Nonmajor Funds:

Other Grants Programs Fund	\$ 9,197
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The Other Grants Programs Fund will be funded with future financing.

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

General Fund:

Comstock Community Center	\$ 10,997
Paramedic Services	14,986
Georgetown Fire District	4,182
Public Works Department	101,864
Health and Sanitation	16,819
Insurance	69,730
Park and Recreation Department	21,143
Conservation and Inland-Wetlands	5,548

TOWN OF WILTON, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, CONTINUED

3. DETAILED NOTES ON ALL FUNDS

A. Cash, Cash Equivalents and Investments

The deposit of public funds is controlled by the Connecticut General Statutes (Section 7-402). Deposits may be made in a “qualified public depository,” as defined by Statute, or in amounts not exceeding the Federal Deposit Insurance Corporation insurance limit in an “out of state bank,” as defined by the Statutes, that is not a “qualified public depository.”

The Connecticut General Statutes (Section 7-400) permit municipalities to invest in: 1) obligations of the United States and its agencies, 2) highly rated obligations of any state of the United States or of any political subdivision, authority or agency thereof, and 3) shares or other interests in custodial arrangements or pools maintaining constant net asset values and in highly rated no-load open end money market and mutual funds (with constant or fluctuating net asset values) whose portfolios are limited to obligations of the United States and its agencies, and repurchase agreements fully collateralized by such obligations. Other provisions of the Statutes cover specific municipal funds with particular investment authority. The provisions of the Statutes regarding the investment of municipal pension funds do not specify permitted investments. Therefore, investment of such funds is generally controlled by the laws applicable to fiduciaries and the provisions of the applicable plan.

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

Based on the criteria described in GASB Statement No. 40, *Deposits and Investment Risk Disclosures*, \$34,805,421 of the Town’s bank balance of \$36,162,346 was exposed to custodial credit risk as follows:

Uninsured and uncollateralized	\$ 31,199,879
Uninsured and collateral held by the pledging bank's trust department, not in the Town's name	<u>3,605,542</u>
Total Amount Subject to Custodial Credit Risk	<u><u>\$ 34,805,421</u></u>

TOWN OF WILTON, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, CONTINUED

Cash Equivalents

Cash equivalents are short-term, highly liquid investments that are both readily convertible to known amounts of cash and purchased within 90 days of maturity. At June 30, 2014, the Town had no cash equivalents.

Investments

As of June 30, 2014, the Town had the following investments:

Investment Type	Credit Rating	Fair Value	Investment Maturities (Years)		
			Less Than 1	1 - 10	More than 10
Interest-bearing investments:					
Certificate of Deposit	N/A	\$ 2,483,652	\$ 995,941	\$ 1,487,711	\$
Mortgage/Asset Backed Securities	AAA to AA+	9,188,125		1,780,294	7,407,831
Total		11,671,777	\$ 995,941	\$ 3,268,005	\$ 7,407,831
Other investments:					
Equity Mutual funds	N/A	100,640,146			
Total Investments		\$ 112,311,923			

Investment Custodial Credit Risk - Custodial credit risk for an investment is the risk that, in the event of the failure of the counterparty, the Town will not be able to recover the value of its investment or collateral securities that are in the possession of an outside party. The Town does not have a policy for custodial credit risk. At June 30, 2014, the Town did not have any uninsured and unregistered securities held by counterparties, or by their trust department or agents, that were not in the Town's name.

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

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

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

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

TOWN OF WILTON, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS, CONTINUED

B. Fund Receivables

Receivables at June 30, 2014, including the applicable allowances for collection losses, are as follows:

	<u>Property Taxes</u>	<u>Interest and Lien Fees</u>	<u>Special Assessments</u>	<u>Due From State</u>	<u>Other Receivables</u>	<u>Total</u>
Accounts receivable	\$ 1,759,957	\$ 28,213	\$ 850,629	\$ 980,980	\$ 108,428	\$ 3,728,207
Less allowance for uncollectible accounts	<u>(281,593)</u>					<u>(281,593)</u>
Net Accounts Receivable	<u>\$ 1,478,364</u>	<u>\$ 28,213</u>	<u>\$ 850,629</u>	<u>\$ 980,980</u>	<u>\$ 108,428</u>	<u>\$ 3,446,614</u>

C. Capital Assets

Capital asset activity for the year ended June 30, 2014 was as follows:

	<u>Restated Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 22,416,393	\$	\$	\$ 22,416,393
Construction in progress	<u>1,323,802</u>	<u>1,068,502</u>	<u>28,368</u>	<u>2,363,936</u>
Total capital assets not being depreciated	<u>23,740,195</u>	<u>1,068,502</u>	<u>28,368</u>	<u>24,780,329</u>
Capital assets being depreciated:				
Buildings and improvements	149,562,595	2,738,819		152,301,414
Machinery and equipment	12,699,020	672,038		13,371,058
Infrastructure	<u>38,150,535</u>			<u>38,150,535</u>
Total capital assets being depreciated	<u>200,412,150</u>	<u>3,410,857</u>	<u>-</u>	<u>203,823,007</u>
Less accumulated depreciation for:				
Buildings and improvements	54,767,327	3,288,269		58,055,596
Machinery and equipment	8,352,217	1,012,047		9,364,264
Infrastructure	<u>12,123,351</u>	<u>509,260</u>		<u>12,632,611</u>
Total accumulated depreciation	<u>75,242,895</u>	<u>4,809,576</u>	<u>-</u>	<u>80,052,471</u>
Total capital assets being depreciated, net	<u>125,169,255</u>	<u>(1,398,719)</u>	<u>-</u>	<u>123,770,536</u>
Governmental Activities Capital Assets, Net	<u>\$ 148,909,450</u>	<u>\$ (330,217)</u>	<u>\$ 28,368</u>	<u>\$ 148,550,865</u>

TOWN OF WILTON, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, CONTINUED

	<u>Restated Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Business-type activities:				
Capital assets not being depreciated:				
Land	\$ 82,290	\$	\$	\$ 82,290
Capital assets being depreciated:				
Buildings and improvements	183,803			183,803
Machinery and equipment	236,357	46,971		283,328
Infrastructure	16,998,416			16,998,416
Total capital assets being depreciated	<u>17,418,576</u>	<u>46,971</u>	<u>-</u>	<u>17,465,547</u>
Less accumulated depreciation for:				
Buildings and improvements	167,444	6,769		174,213
Machinery and equipment	104,495	28,587		133,082
Infrastructure	12,635,750	108,989		12,744,739
Total accumulated depreciation	<u>12,907,689</u>	<u>144,345</u>	<u>-</u>	<u>13,052,034</u>
Total capital assets being depreciated, net	<u>4,510,887</u>	<u>(97,374)</u>	<u>-</u>	<u>4,413,513</u>
Business-Type Activities Capital Assets, Net	<u>\$ 4,593,177</u>	<u>\$ (97,374)</u>	<u>\$ -</u>	<u>\$ 4,495,803</u>

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

Governmental activities:	
General government	\$ 220,739
Public safety	493,421
Public works	864,457
Education	2,957,410
Culture and recreation	<u>273,549</u>
Total Depreciation Expense - Governmental Activities	<u>\$ 4,809,576</u>
Business-type activities:	
Water Pollution Control Authority	\$ 111,771
Transfer Station	<u>32,574</u>
Total Depreciation Expense - Business-Type Activities	<u>\$ 144,345</u>

TOWN OF WILTON, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS, CONTINUED

Construction Commitments

The Town has the following construction commitments as of June 30, 2014:

<u>Project</u>	<u>Spent to Date</u>	<u>Remaining Commitment</u>
Road Improvement Program	\$ <u>3,279,882</u>	\$ <u>3,350</u>

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

D. Interfund Receivables, Payables and Transfers

As of June 30, 2014, interfund receivables and payables that resulted from various interfund transactions were as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Nonmajor Governmental Funds	\$ 934,984
	Capital Projects	80,055
	Internal Service Fund	
	Nonmajor Enterprise Funds	<u>163,627</u>
		1,178,666
Internal Service Fund	General Fund	287,223
Nonmajor Governmental Funds	General Fund	65
Water Pollution Control Authority	General Fund	<u>246,617</u>
	Total	\$ <u>1,712,571</u>

The balance of \$1,178,666 due from other funds to the General Fund represents amounts committed to the General Fund from various special revenue and capital project funds. The balance of \$287,223 due to the Workers' Compensation Fund for insurance claims and the Water Pollution Control Authority for various sewer operations.

TOWN OF WILTON, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS, CONTINUED

Interfund Transfers

Interfund transfers during the year ended June 30, 2014 were as follows:

	<u>Transfers In</u> <u>Nonmajor</u> <u>Business-Type</u> <u>Funds</u>
Transfers out:	
General Fund	\$ <u><u>125,995</u></u>

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

E. Fund Balance

The components of fund balance for the governmental funds at June 30, 2014 are as follows:

	<u>General</u> <u>Fund</u>	<u>Capital</u> <u>Projects</u> <u>Fund</u>	<u>Nonmajor</u> <u>Governmental</u> <u>Funds</u>	<u>Total</u>
Fund balances:				
Nonspendable:				
Inventory	\$	\$	\$ 16,377	\$ 16,377
Prepays	55,107			55,107
Restricted for:				
Permanent funds			108,404	108,404
Various capital projects		3,450,164		3,450,164
Committed to:				
Public works encumbrances			309,289	309,289
Public safety			15,184	15,184
Education			948,113	948,113
Culture and recreation programs			189,983	189,983
Heart and hypertension	110,555			110,555
Assessment appeals	425,736			425,736
Various capital projects	223,735			223,735
Assigned to:				
General government encumbrances	16,173			16,173
Public safety encumbrances	12,303			12,303
Education encumbrances	335,334			335,334
Capital project related encumbrances	11,023			11,023
Subsequent year's budget	3,244,225			3,244,225
Unassigned	17,702,065	(202,067)	(9,197)	17,490,801
Total Fund Balances	\$ <u><u>22,136,256</u></u>	\$ <u><u>3,248,097</u></u>	\$ <u><u>1,578,153</u></u>	\$ <u><u>26,962,506</u></u>

TOWN OF WILTON, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, CONTINUED

F. Long-Term Debt

Long-term liability activity for the year ended June 30, 2014 was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Governmental Activities:					
Bonds payable:					
General obligation bonds	\$ 60,905,000	\$ 4,720,000	\$ 6,890,000	\$ 58,735,000	\$ 6,970,000
Premium on bonds	<u>1,560,397</u>		<u>187,287</u>	<u>1,373,110</u>	
Total bonds payable	62,465,397	4,720,000	7,077,287	60,108,110	6,970,000
Capital leases	458,610	466,615	418,899	506,326	347,730
Compensated absences	4,173,382	103,783	327,318	3,949,847	231,588
Teamsters pension plan liability		2,994,960		2,994,960	149,748
Claims payable	<u>2,527,826</u>	<u>248,000</u>	<u>494,543</u>	<u>2,281,283</u>	<u>975,065</u>
Total Governmental Activities					
Long-Term Liabilities	<u>\$ 69,625,215</u>	<u>\$ 8,533,358</u>	<u>\$ 8,318,047</u>	<u>\$ 69,840,526</u>	<u>\$ 8,674,131</u>
Business-Type Activities:					
Compensated absences	<u>\$ 4,249</u>	<u>\$ 6,699</u>	<u>\$</u>	<u>\$ 10,948</u>	<u>\$ 400</u>

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

Bonds

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

<u>Description</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rate (%)</u>	<u>Balance Outstanding June 30, 2014</u>
General purpose:				
General obligation	1998	2018	4.60-4.70	\$ 5,965,000
General obligation	1999	2019	5.00	4,500,000
General obligation	2000	2020	5.00-5.25	3,210,000
General obligation	2005	2015	3.65-4.00	240,000
General obligation	2006	2016	3.75-4.00	470,000
General obligation	2007	2021	3.75-4.00	1,250,000
General obligation	2009	2025	2.00-4.00	6,059,808
General obligation	2009	2022	5.00	4,935,192
General obligation	2010	2030	2.00-4.00	10,605,000
General obligation	2011	2025	2.00-4.00	9,270,000
General obligation	2012	2033	2.00-2.50	7,510,000
General obligation	2014	2034	2.00-4.00	<u>4,720,000</u>
Total general purpose				<u>\$ 58,735,000</u>

TOWN OF WILTON, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, CONTINUED

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

	Governmental Activities	
	Principal	Interest
2015	\$ 6,970,000	\$ 2,049,812
2016	6,950,000	1,783,446
2017	6,940,000	1,515,621
2018	6,910,000	1,239,334
2019	5,170,000	987,646
2020-2024	15,135,000	2,837,151
2025-2029	7,310,000	1,130,170
2030-2034	<u>3,350,000</u>	<u>222,856</u>
	<u>\$ 58,735,000</u>	<u>\$ 11,766,036</u>

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

Category	Debt Limit	Indebtedness	Balance
Public improvement	\$ 248,496,048	\$ 28,838,860	\$ 219,657,188
Schools	496,992,096	29,758,803	467,233,293
Sewers	414,160,080		414,160,080
Urban renewal	358,938,736		358,938,736
Pension deficit	331,328,064		331,328,064

The total overall statutory debt limit for the Town is equal to seven times annual receipts from taxation, including coterminous municipalities, or \$773,098,816. All long-term debt obligations are retired through General Fund appropriations.

Indebtedness, in accordance with State statutes, includes long-term debt outstanding in addition to the amount of bonds authorized and unissued against which bonds have been issued to partially finance the project or bond anticipation notes issued and outstanding. Additionally, underlying debt of \$58,644,713 is included in the calculation of indebtedness. There is currently no bonds authorized unissued debt.

General Obligation Bonds Issue

On February 20, 2014, the Town issued \$4,720,000 of general obligation bonds with interest rates ranging from 2.00% to 4.00%.

TOWN OF WILTON, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, CONTINUED

Prior Year Defeasance of Debt

In prior years, the Town defeased general obligation bonds by placing the proceeds of the new bonds in an irrevocable trust account to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the government's financial statements. At June 30, 2014, \$3,195,000 of the prior refunded bonds remains outstanding and the amount in escrow is \$3,311,174.

Capital Leases

The Town has entered into three lease agreements as lessee for financing the acquisition of copier equipment at the Board Education. The leases qualify as capital leases for accounting purposes and, therefore, have been recorded at the present value of their future minimum lease payments as of the inception date.

The future minimum lease obligation and the net present value of the minimum lease payments as of June 30, 2014 were as follows:

		Governmental Activities	
		Principal	Interest
2015	\$	347,730	\$ 9,501
2016		158,596	2,621
	\$	<u>506,326</u>	<u>\$ 12,122</u>

Teamsters Pension Plan Liability

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

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

4. EMPLOYEE RETIREMENT PLAN

A. Pension Trust Fund

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

TOWN OF WILTON, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, CONTINUED

The Plan is considered to be part of the Town's financial reporting entity and is included in the Town's financial reports as a Pension Trust Fund. Stand-alone financial statements are not issued for the Plan.

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

Plan Description

Eligibility

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

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

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

Vesting

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

Membership

At July 1, 2013, plan membership consisted of the following:

Retirees and beneficiaries currently receiving benefits	157
Active plan members	335
Terminated plan members entitled to, but not yet receiving benefits	53
Total Participants	<u>545</u>

TOWN OF WILTON, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, CONTINUED

Summary of Significant Accounting Policies

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

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

Funding Policy

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

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

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

The Town funds periodic contributions at an actuarially determined rate.

Administrative costs of the Plan are financed through investment earnings.

Benefits

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

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

TOWN OF WILTON, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, CONTINUED

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

Investments

Investment Policy: The pension plan's policy in regard to the allocation of invested assets is established and may be amended by the Trustees of the Plan by a majority vote of its members. It is the policy of the Trustees pursue an investment strategy that achieves the stated actuarial target of the Plan, maintains sufficient liquidity to meet the obligations of the Plan, diversifies the assets of the Plan in order to reduce risk, and achieves investment results of the long-term that compare favorably with those of other pension plans, professionally managed portfolios and appropriate market indices. The following was the Board's asset allocation as of June 30, 2014:

<u>Asset Class</u>	<u>Target Allocation</u>
Short Term Fixed Income	1.00%
Core Fixed Income	24.50%
Global Fixed Income	6.20%
High Yield	2.50%
Large Cap Equities	21.70%
Small Cap Equities	10.80%
International Equities	20.10%
Emerging Market Equities	2.95%
Commodities	5.25%
REITs	5.00%
Total	<u>100%</u>

Rate of Return: For the year ended June 30, 2014, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 14.02%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

TOWN OF WILTON, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS, CONTINUED

Net Pension Liability

In accordance with GASB No. 67, the components of the net pension liability of the Town at June 30, 2014 were as follows:

Total pension liability	\$ 98,362,611
Plan fiduciary net position	<u>96,835,352</u>
Total Net Pension Liability	<u>\$ 1,527,259</u>

The Town's net pension liability will be required to be recorded on the government-wide statement of net position at June 30, 2015.

Actuarial Assumptions: The total pension liability was determined by an actuarial valuation as of July 1, 2012, using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.5%
Salary increases	3.25-4.75 (varies by group)
Investment rate of return	7.25%, net of pension plan investment expense, including inflation

Mortality rates were based on the RP-2000 Combined Annuitant and Non-Annuitant Mortality Table (no collar adjustment) with separate male and female rates, projected to the valuation date using Scale AA.

The actuarial assumptions used in the July 1, 2012 valuation were based on the results of an actuarial experience study for the period July 1, 2006 - June 30, 2011.

TOWN OF WILTON, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, CONTINUED

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed. Best estimates of the real rates of return for each major asset class are included in the pension plan's target asset allocation. The information below is based on geometric means and does not reflect additional returns through investment selection, asset allocation and rebalancing. The results support a rate between 6.85% and 7.35%. An expected rate of return of 7.25% was used.

Asset Class	Long-Term Expected Rate of Return
Short Term Fixed Income	0.50%
Core Fixed Income	2.00%
Global Fixed Income	2.00%
High Yield	3.25%
Large Cap Equities	4.75%
Small Cap Equities	5.50%
International Equities	5.25%
Emerging Market Equities	6.00%
Commodities	5.00%
REITs	5.00%

Discount Rate: The discount rate used to measure the total pension liability was 7.25%. 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 7.25%, 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 (6.25%) or 1 percentage point higher (8.25%) than the current rate:

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net Pension Liability (Asset)	\$ 14,844,791	\$ 1,527,259	\$ (9,609,692)

TOWN OF WILTON, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, CONTINUED

Annual Pension Cost and Net Pension Obligations

In accordance with GASB Statement No. 27, the Town's annual pension cost and net pension obligation to the Town of Wilton Pension Plans for the year ended June 30, 2014 were as follows:

Annual required contribution (ARC)	\$ 3,056,746
Interest on net pension obligation	(281,607)
Adjustment to annual required contribution	<u>348,530</u>
Annual pension cost	3,123,669
Contributions made	<u>3,515,258</u>
Increase in net pension asset	391,589
Net pension asset, beginning of year	<u>3,884,229</u>
Net Pension Asset, End of Year	<u>\$ 4,275,818</u>

The annual required contribution for the current year was determined as part of the July 1, 2013 actuarial valuation using the entry-age normal actuarial cost method. The actuarial assumptions included (a) a 7% investment rate of return and (b) 2.5% to 6% projected salary increases. The assumptions did not include inflation or post-retirement benefit increases. The actuarial value of assets was determined using a 3-year moving average of market value. The unfunded actuarial accrued liability is being amortized as a level dollar amount using 30-year amortization, on a closed basis.

Three-Year Trend Information

<u>Fiscal Year Ended</u>	<u>Annual Pension Cost (APC)</u>	<u>Actual Contribution</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Asset</u>
6/30/2012	\$ 3,391,982	\$ 4,058,322	119.6%	\$ 3,204,355
6/30/2013	3,730,622	4,410,496	118.2%	3,884,229
6/30/2014	3,123,669	3,515,258	112.5%	4,275,818

Schedule of Funding Progress

<u>Actuarial Valuation Date</u>	<u>Actuarial Value of Assets (a)</u>	<u>Actuarial Accrued Liability (AAL) (b)</u>	<u>Funding Excess (Unfunded) (a-b)</u>	<u>Funded Ratio (a/b)</u>	<u>Covered Payroll (c)</u>	<u>(Unfunded) AAL as a % of Covered Payroll ((a-b)/c)</u>
7/1/08	\$ 56,408,328	\$ 63,924,453	\$ (7,516,125)	88.2%	\$ 17,785,135	-42.3%
7/1/09	59,617,503	69,666,174	(10,048,671)	85.6%	18,868,063	-53.3%
7/1/10	62,749,422	74,982,330	(12,232,908)	83.7%	19,074,084	-64.1%
7/1/11	67,773,544	80,728,579	(12,955,035)	84.0%	19,012,434	-68.1%
7/1/12	72,890,925	84,045,141	(11,154,216)	86.7%	18,996,097	-58.7%
7/1/13	79,854,638	89,679,267	(9,824,629)	89.0%	18,413,453	-53.4%

TOWN OF WILTON, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, CONTINUED

B. Connecticut State Teachers' Retirement System

The faculty and professional personnel of the Board of Education participate in a contributory defined benefit plan, established under Chapter 167a of the Connecticut General Statutes, which is administered by the Connecticut State Teachers' Retirement Board. A teacher is eligible to receive normal retirement benefits if he or she has attained the age of 60 and has accumulated 20 years of credited service in the public schools of Connecticut, or has attained any age and has accumulated 35 years of credited services, at least 25 of which are service in the public schools of Connecticut. The financial statements of the plan are available from the Connecticut State Teachers' Retirement Board, 21 Grand Street, Hartford, CT 06105.

Certain part-time and full-time certified teachers are eligible to participate in the plan and are required to contribute 7.25% of their annual earnings to the plan. The Town does not, and is not legally responsible to, contribute to the plan.

In addition, the Town has recognized revenues and expenditures for on-behalf payments for pension contributions paid directly to the Connecticut State Teachers' Retirement System by the State of Connecticut. Such on-behalf payments were \$8,774,401 for the year ended June 30, 2014.

C. Defined Contribution Pension Plan

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

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

Town contributions amounted to \$217,096. Employees contributed \$40,428 to the plan. Contributions made by the Town and its employees represent 9% and 5%, respectively, of covered payroll for the year.

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

TOWN OF WILTON, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS, CONTINUED

5. POSTEMPLOYMENT HEALTHCARE PLAN

Summary of Significant Accounting Policies

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

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

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

Plan Description

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

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

At July 1, 2012, plan membership consisted of the following:

Retirees and beneficiaries receiving benefits	45
Active plan members	732
	<hr/>
	777
	<hr/> <hr/>

Funding Policy

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

TOWN OF WILTON, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, CONTINUED

Contributions

For the year ended June 30, 2014, plan members contributed \$509,564. The Town is required to contribute the balance of the current premium cost and may contribute an additional amount as determined by the Town in order to prefund benefits.

Employer contributions to the plan of \$691,605 were made in accordance with actuarially determined requirements.

Annual OPEB Cost and Net OPEB Obligations

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

Annual required contribution (ARC)	\$ 691,605
Interest on net OPEB obligation	-
Adjustment to annual required contribution	<u>-</u>
Annual OPEB cost	691,605
Contributions made	<u>691,605</u>
Change in net OPEB obligation	-
Net OPEB obligation, beginning of year	<u>-</u>
Net OPEB Obligation, End of Year	<u><u>\$ -</u></u>

The Town's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation (asset) for the three fiscal years ended June 30, 2014 is presented below.

<u>Fiscal Year Ended</u>	<u>Annual OPEB Cost (AOC)</u>	<u>Actual Contribution</u>	<u>Percentage of AOC Contributed</u>	<u>Net OPEB Obligation</u>
6/30/2012	\$ 760,833	\$ 760,833	100.0%	\$ -
6/30/2013	786,617	786,617	100.0%	-
6/30/2014	691,605	691,605	100.0%	-

TOWN OF WILTON, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, CONTINUED

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

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

In the July 1, 2012 actuarial valuation, the projected unit credit actuarial cost method was used. The actuarial assumptions include a 7.25% investment rate of return, which is the rate of the expected long-term investment returns of plan assets calculated based on the funding policy of the plan at the valuation date. The annual healthcare cost trend rate is 10% initially, reduced by decrements to an ultimate rate of 5% for 2017 and later. The general inflation assumption is 2.5% - 3.0%. The actuarial value of assets was determined using the closed group method. The UAAL is being amortized each year as a level dollar amount on an open basis. The amortization period at July 1, 2012 was 20 years.

Schedule of Funding Progress

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

Schedule of Employer Contributions

Year Ended	Annual Required Contribution	Actual Contribution	Percentage Contributed
6/30/2012	\$ 760,833	\$ 760,833	\$ 100.0%
6/30/2013	786,617	786,617	100.0%
6/30/2014	691,605	691,605	100.0%

TOWN OF WILTON, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS, CONTINUED

6. OTHER INFORMATION

A. Risk Management

The Town is exposed to various risks of loss, including torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; employee health and medical; and natural disasters. The Town generally obtains commercial insurance for these risks, but has chosen to retain the risks for workers' compensation and employee health and medical claims. Under the Town's current policy, the Medical Benefits Fund covers all employee claims up to \$225,000 per claim with a stop-loss policy covering amounts exceeding the limit. The Town also purchases aggregate stop-loss coverage for claims in excess of 120% of expected claim level, which approximates \$16 million. The Workers' Compensation Fund covers claims associated with work-related injuries. The Town purchases commercial insurance for claims in excess of coverage provided by the Workers' Compensation Fund with an individual claim maximum of \$250,000 and a \$650,000 aggregate maximum per year. Town management has estimated a liability using actuarial methods at June 30, 2014 for claims incurred but not reported as shown below:

Changes in the claims liability were as follows:

Medical Benefits					
		Liability	Current Year	Claim	Liability
		July 1,	Claims and	Payments	June 30,
			Changes in		
			Estimates		
2013-14	\$	1,358,399	\$ 13,632,967	\$ (14,072,356)	\$ 919,010
2012-13		1,038,110	13,847,437	(13,527,148)	1,358,399
Workers' Compensation					
		Liability	Current Year	Claim	Liability
		July 1,	Claims and	Payments	June 30,
			Changes in		
			Estimates		
2013-14	\$	335,427	\$ 356,079	\$ (411,233)	\$ 280,273
2012-13		216,216	432,609	(313,398)	335,427
Heart and Hypertension					
		Liability	Current Year	Claim	Liability
		July 1,	Claims and	Payments	June 30,
			Changes in		
			Estimates		
2013-14	\$	834,000	\$ 248,000	\$	\$ 1,082,000
2012-13		837,000	-	(3,000)	834,000

TOWN OF WILTON, CONNECTICUT

NOTES TO FINANCIAL STATEMENTS, CONTINUED

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

B. Contingencies

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

7. RESTATEMENT

Beginning balances have been restated to accurately reflect cost valuations of capital assets. The beginning balances were restated as follows:

	Beginning Balance 7/1/2013	Adjustments	Beginning Balance as Restated 7/1/2013
Net Position Restatements:			
Governmental Activities	\$ 120,066,589	\$ (708,513)	\$ 119,358,076
Business Activities	10,731,010	(120,086)	10,610,924
Water Pollution Control Authority	10,541,829	(93,491)	10,448,338
Transfer Station	189,181	(26,595)	162,586
Total Net Position	\$ 141,528,609	\$ (948,685)	\$ 140,579,924

**REQUIRED
SUPPLEMENTARY
INFORMATION**

TOWN OF WILTON, CONNECTICUT

SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS

LAST FISCAL YEAR

	<u>2014</u>
Total pension liability:	
Service cost	\$ 2,506,840
Benefit payments, including refunds of member contributions	<u>(3,153,692)</u>
Net change in total pension liability	6,110,827
Total pension liability - beginning	<u>92,251,784</u>
Total pension liability - ending	<u>98,362,611</u>
Plan fiduciary net position:	
Contributions - employer	3,515,258
Contributions - member	1,151,292
Net investment income	12,013,343
Benefit payments, including refunds of member contributions	<u>(3,153,692)</u>
Net change in plan fiduciary net position	13,526,201
Plan fiduciary net position - beginning	<u>83,309,151</u>
Plan fiduciary net position - ending	<u>96,835,352</u>
Net Pension Liability - Ending	<u>\$ 1,527,259</u>
Plan fiduciary net position as a percentage of the total pension liability	98.45%
Covered-employee payroll	\$ 18,413,453
Net pension liability as a percentage of covered-employee payroll	8.29%

TOWN OF WILTON, CONNECTICUT

SCHEDULE OF EMPLOYER CONTRIBUTIONS

LAST TEN FISCAL YEARS

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Actuarially determined contribution	\$ 1,536,511	\$ 1,907,433	\$ 2,168,031	\$ 2,811,382	\$ 3,008,708	\$ 2,755,081	\$ 3,130,679	\$ 3,383,205	\$ 3,675,413	\$ 3,056,746
Contributions in relation to the actuarially determined contribution	<u>1,536,511</u>	<u>1,907,433</u>	<u>2,168,031</u>	<u>3,373,682</u>	<u>3,610,800</u>	<u>3,668,343</u>	<u>3,600,281</u>	<u>4,058,322</u>	<u>4,410,496</u>	<u>3,515,258</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (562,300)</u>	<u>\$ (602,092)</u>	<u>\$ (913,262)</u>	<u>\$ (469,602)</u>	<u>\$ (675,117)</u>	<u>\$ (735,083)</u>	<u>\$ (458,512)</u>
Covered-employee payroll	\$ 15,827,681	\$ 16,745,475	\$ 17,677,903	\$ 17,677,903	\$ 17,785,135	\$ 18,868,063	\$ 19,074,084	\$ 19,012,434	\$ 18,996,097	\$ 18,413,453
Contributions as a percentage of covered-employee payroll	9.71%	11.39%	12.26%	19.08%	20.30%	19.44%	18.88%	21.35%	23.22%	19.09%

Notes to Schedule

Valuation date: July 1, 2012
Measurement date: June 30, 2014
Actuarially determined contribution rates are calculated as of June 30, two years prior to the end of the fiscal year in which contributions are reported

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry age
Amortization method	Level dollar amounts, open
② Remaining amortization period	20 years
Asset valuation method	5-year smoothed market
Inflation	2.5%
Salary increases	3.25 - 4.75 (varies by group)
Investment rate of return	7.25%, net of pension plan investment expense, including inflation

Retirement age Age 62 with 30 years of service

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

TOWN OF WILTON, CONNECTICUT
SCHEDULE OF INVESTMENT RETURNS
LAST FISCAL YEAR

2014

Annual money-weighted rate of return, net of investment expense

14.02%

MAJOR GOVERNMENTAL FUNDS

GENERAL FUND

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

CAPITAL PROJECTS FUND

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

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TOWN OF WILTON, CONNECTICUT

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

FOR THE YEAR ENDED JUNE 30, 2014

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Property taxes, interest and lien fees	\$ 109,210,285	\$ 109,210,285	\$ 110,433,298	\$ 1,223,013
Intergovernmental revenues:				
Federal and State Board of Education Grants	1,732,475	1,732,475	2,114,367	381,892
Town:				
State property refund	92,000	92,000	93,817	1,817
Tax relief for elderly	50,000	50,000	60,370	10,370
Town aid road	155,935	311,649	313,130	1,481
Telephone line tax	70,000	70,000	76,669	6,669
Veteran's exemption	3,400	3,400	4,373	973
Pequot PILOT	8,800	8,800	8,013	(787)
Youth Service Bureau	14,000	14,000	14,674	674
Local capital improvements	111,140	111,140	112,983	1,843
Municipal revenue sharing	240,000	240,000	451,209	211,209
Emergency management agency			100,372	100,372
Total intergovernmental revenues	<u>2,477,750</u>	<u>2,633,464</u>	<u>3,349,977</u>	<u>716,513</u>
Charges for services:				
Fees, permits, and other:				
Town Clerk	664,445	664,445	999,715	335,270
Building	532,350	532,350	587,968	55,618
Planning and Zoning	7,885	7,885	9,237	1,352
Police reports	2,500	2,500	1,130	(1,370)
Finance Department	25,000	25,000	51,524	26,524
Police permits	2,600	2,600	5,005	2,405
DPW permits	3,000	3,000	2,500	(500)
Other police revenue	14,050	14,050	12,161	(1,889)
Registrar of voters	75	75	10	(65)
Assessor	2,250	2,250	2,464	214
Animal Control	5,325	5,325	4,939	(386)
Fire Department	21,000	21,000	21,093	93
Environmental Affairs	24,200	24,200	41,275	17,075
Swimming fees	32,000	32,000	36,491	4,491
Dial-A-Ride	5,000	5,000	7,169	2,169
Senior center	16,500	16,500	18,322	1,822
Environmental health	32,000	32,000	68,958	36,958
Paramedic Services	61,321	61,321		(61,321)
Athletic fees - Board of Education	8,000	8,000	14,132	6,132
Self Sustaining Recreation Programs			150	150
Total charges for services	<u>1,459,501</u>	<u>1,459,501</u>	<u>1,884,243</u>	<u>424,742</u>

(Continued on next page)

TOWN OF WILTON, CONNECTICUT

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - BUDGETARY BASIS - GENERAL FUND (CONTINUED)**

FOR THE YEAR ENDED JUNE 30, 2014

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Interest and dividends	\$ 140,000	\$ 140,000	\$ 207,818	\$ 67,818
Other:				
Rental:				
Town Property	71,540	71,540	89,790	18,250
Town Green	94,350	94,350	92,979	(1,371)
Comstock School	9,000	9,000	11,020	2,020
Radio Tower	100,000	100,000	100,000	-
Marvin Tavern	36,000	36,000	36,825	825
Other	1	1	1	-
Miscellaneous	1,000	1,000	113,344	112,344
Total other	311,891	311,891	443,959	132,068
Total revenues	113,599,427	113,755,141	116,319,295	2,564,154
Expenditures:				
General government:				
Board of Selectmen	500,064	502,884	421,474	81,410
Finance Office	861,205	878,978	861,982	16,996
Human Resources	1,348,341	830,055	587,366	242,689
Town Counsel	183,200	183,200	175,440	7,760
Town Hall and Annex	305,454	291,704	232,407	59,297
Major Utilities	235,595	235,595	233,721	1,874
Other Town Properties	124,000	137,750	112,419	25,331
Dial-A-Ride	160,637	164,547	160,473	4,074
Town Clerk	424,517	435,411	420,545	14,866
Planning and Zoning	517,795	531,001	508,285	22,716
Board of Finance	57,007	57,007	50,368	6,639
Assessor	349,181	358,223	347,765	10,458
Tax Collector	238,701	244,064	233,096	10,968
Probate Court	43,300	43,300	18,239	25,061
Registrar of Voters	178,780	180,815	161,712	19,103
Code Enforcement - Building	346,610	355,322	352,733	2,589
Comstock Community Center	288,385	288,385	299,382	(10,997)
Information Systems	555,090	558,203	478,951	79,252
Total general government	6,717,862	6,276,444	5,656,358	620,086

(Continued on next page)

TOWN OF WILTON, CONNECTICUT

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - BUDGETARY BASIS - GENERAL FUND (CONTINUED)**

FOR THE YEAR ENDED JUNE 30, 2014

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Expenditures:				
Public safety:				
Police	\$ 7,122,903	\$ 7,369,849	\$ 7,150,296	\$ 219,553
Community Emergency Response Team	6,000	6,000	2,314	3,686
Paramedic Services	393,977	393,977	408,963	(14,986)
Fire and Emergency Service	4,686,279	4,851,525	4,699,420	152,105
Central Dispatch	331,675	338,010	318,748	19,262
Georgetown Fire District	313,471	313,471	317,653	(4,182)
Wilton Energy Commission	18,500	18,500	4,770	13,730
Total public safety	<u>12,872,805</u>	<u>13,291,332</u>	<u>12,902,164</u>	<u>389,168</u>
Public works:				
Public Works Department	<u>2,796,387</u>	<u>2,998,733</u>	<u>3,100,597</u>	<u>(101,864)</u>
Health and welfare:				
Health and Sanitation	360,007	400,277	417,096	(16,819)
Public Health Nursing	926,439	926,439	924,815	1,624
Welfare and Social Services	<u>608,157</u>	<u>616,133</u>	<u>603,657</u>	<u>12,476</u>
Total health and welfare	<u>1,894,603</u>	<u>1,942,849</u>	<u>1,945,568</u>	<u>(2,719)</u>
Other:				
Employee Benefits and Unemployment				
Compensation	644,755	536,344	328,293	208,051
Insurance	372,984	372,984	442,714	(69,730)
Library Association	2,545,201	2,545,201	2,545,201	-
Route 7 Bus	5,000	5,000	4,583	417
Teen Center	143,963	143,963	143,963	-
Ambler Farm	22,550	22,550	17,775	4,775
Animal Control	<u>149,302</u>	<u>152,877</u>	<u>125,015</u>	<u>27,862</u>
Total other	<u>3,883,755</u>	<u>3,778,919</u>	<u>3,607,544</u>	<u>171,375</u>
Culture and recreation:				
Park and Recreation Department	1,384,511	1,408,742	1,429,885	(21,143)
Conservation and Inland-Wetlands	<u>394,499</u>	<u>403,117</u>	<u>408,665</u>	<u>(5,548)</u>
Total culture and recreation	<u>1,779,010</u>	<u>1,811,859</u>	<u>1,838,550</u>	<u>(26,691)</u>
Education:				
Board of Education	<u>76,140,105</u>	<u>76,140,105</u>	<u>75,440,660</u>	<u>699,445</u>

(Continued on next page)

TOWN OF WILTON, CONNECTICUT

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - BUDGETARY BASIS - GENERAL FUND (CONTINUED)**

FOR THE YEAR ENDED JUNE 30, 2014

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Capital Outlay:				
General Government	\$ 137,638	\$ 502,844	\$ 207,812	\$ 295,032
Public Safety	323,263	379,551	298,840	80,711
Public Works	182,000	219,500	186,126	33,374
Parks, Recreation and Conservation	75,000	76,210	67,011	9,199
Education		323,468	226,187	97,281
Transfer Station		51,000		51,000
Total capital outlay	<u>717,901</u>	<u>1,552,573</u>	<u>985,976</u>	<u>566,597</u>
Debt service:				
Principal retirement	6,890,000	6,890,000	6,867,858	22,142
Interest	<u>2,259,842</u>	<u>2,259,842</u>	<u>2,252,477</u>	<u>7,365</u>
Total debt service	<u>9,149,842</u>	<u>9,149,842</u>	<u>9,120,335</u>	<u>29,507</u>
Additional Appropriation	<u>1,162,372</u>	<u>1,162,372</u>		<u>1,162,372</u>
Total expenditures	<u>117,114,642</u>	<u>118,105,028</u>	<u>114,597,752</u>	<u>3,507,276</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(3,515,215)</u>	<u>(4,349,887)</u>	<u>1,721,543</u>	<u>6,071,430</u>
Other Financing Uses:				
Transfers out	<u>(285,000)</u>	<u>(285,000)</u>	<u>(125,995)</u>	<u>159,005</u>
Excess (Deficiency) of Revenues over Expenditures and Other Financing Uses	<u>\$ (3,800,215)</u>	<u>\$ (4,634,887)</u>	<u>1,595,548</u>	<u>\$ 6,230,435</u>
Fund Balance at Beginning of Year			<u>20,165,875</u>	
Fund Balance at End of Year			<u>\$ 21,761,423</u>	

TOWN OF WILTON, CONNECTICUT

COMBINING BALANCE SHEET - CAPITAL PROJECTS FUND

JUNE 30, 2014

	<u>Debt Issuance 2008</u>	<u>Debt Issuance 2013</u>	<u>Debt Issuance 2014</u>	<u>Debt Issuance 2015</u>	<u>Reserve for Capital Expenditures</u>	<u>Interfund Elimination</u>	<u>Total Capital Projects Fund</u>
ASSETS							
Cash and cash equivalents	\$ 95,387	\$ 960,809	\$ 2,372,834	\$	\$	\$	\$ 3,429,030
Due from other funds		<u>165,692</u>				<u>(165,692)</u>	<u>-</u>
Total Assets	<u>\$ 95,387</u>	<u>\$ 1,126,501</u>	<u>\$ 2,372,834</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (165,692)</u>	<u>\$ 3,429,030</u>
LIABILITIES AND FUND BALANCES							
Liabilities:							
Accounts payable and accrued items	\$	\$ 64,503	\$	\$ 36,375	\$	\$	\$ 100,878
Due to other funds		<u>80,055</u>			<u>165,692</u>	<u>(165,692)</u>	<u>80,055</u>
Total liabilities	<u>-</u>	<u>144,558</u>	<u>-</u>	<u>36,375</u>	<u>165,692</u>	<u>(165,692)</u>	<u>180,933</u>
Fund balances:							
Restricted	95,387	981,943	2,372,834				3,450,164
Unassigned				<u>(36,375)</u>	<u>(165,692)</u>		<u>(202,067)</u>
Total fund balances	<u>95,387</u>	<u>981,943</u>	<u>2,372,834</u>	<u>(36,375)</u>	<u>(165,692)</u>	<u>-</u>	<u>3,248,097</u>
Total Liabilities and Fund Balances	<u>\$ 95,387</u>	<u>\$ 1,126,501</u>	<u>\$ 2,372,834</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (165,692)</u>	<u>\$ 3,429,030</u>

TOWN OF WILTON, CONNECTICUT
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - CAPITAL PROJECTS FUND
FOR THE YEAR ENDED JUNE 30, 2014

	Debt Issuance 2008	Debt Issuance 2013	Debt Issuance 2014	Debt Issuance 2015	Reserve for Capital Expenditures	Interfund Elimination	Total Capital Projects Fund
Expenditures:							
Current:							
Capital outlay	\$ <u> </u>	\$ <u>4,973,747</u>	\$ <u>2,347,166</u>	\$ <u>36,375</u>	\$ <u>632,307</u>	\$ <u> </u>	\$ <u>7,989,595</u>
Deficiency of Revenues over Expenditures	<u> -</u>	<u>(4,973,747)</u>	<u>(2,347,166)</u>	<u>(36,375)</u>	<u>(632,307)</u>	<u> -</u>	<u>(7,989,595)</u>
Other Financing Sources:							
Bonds issued			4,720,000				4,720,000
Capital lease issued					466,615		466,615
Total other financing sources	<u> -</u>	<u> -</u>	<u>4,720,000</u>	<u> -</u>	<u>466,615</u>	<u> -</u>	<u>5,186,615</u>
Net Change in Fund Balances	<u> -</u>	<u>(4,973,747)</u>	<u>2,372,834</u>	<u>(36,375)</u>	<u>(165,692)</u>	<u> -</u>	<u>(2,802,980)</u>
Fund Balances at Beginning of Year	<u>95,387</u>	<u>5,955,690</u>	<u> -</u>	<u> -</u>	<u> -</u>	<u> -</u>	<u>6,051,077</u>
Fund Balances at End of Year	\$ <u><u>95,387</u></u>	\$ <u><u>981,943</u></u>	\$ <u><u>2,372,834</u></u>	\$ <u><u>(36,375)</u></u>	\$ <u><u>(165,692)</u></u>	\$ <u><u> -</u></u>	\$ <u><u>3,248,097</u></u>

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

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

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

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

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

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

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

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

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

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

DEBT SERVICE FUND

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

TOWN OF WILTON, CONNECTICUT
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS

JUNE 30, 2014

Special Revenue Funds

	Education Entitlement Grants Fund	School Lunch Fund	Summer School Fund	Continuing Education Fund	Forfeited Property Fund	Other Grants Programs Fund	Recreation Fund	Gift Fund	Debt Service Fund	Interfund Elimination	Total
ASSETS											
Cash and cash equivalents	\$ 256,843	\$ 162,769	\$ 211,839	\$ 708,957	\$ 15,184	\$ 635,231	\$ 304,392	\$ 107,376	\$ 309,289		\$ 2,711,880
Accounts receivable, net		4,603				1,000	7,541				13,144
Due from State	30,286	15,474				152,222					197,982
Special assessments									897		897
Prepaid expenditures							18,437	8,000			26,437
Due from other funds								141		(76)	65
Inventory		16,377									16,377
Total Assets	<u>\$ 287,129</u>	<u>\$ 199,223</u>	<u>\$ 211,839</u>	<u>\$ 708,957</u>	<u>\$ 15,184</u>	<u>\$ 788,453</u>	<u>\$ 330,370</u>	<u>\$ 115,517</u>	<u>\$ 310,186</u>	<u>\$ (76)</u>	<u>\$ 2,966,782</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES											
Liabilities:											
Accounts payable and accrued items	\$	\$ 80,490	\$ 1,020	\$ 10,833	\$	\$ 48,629	\$ 22,916	\$ 7,113	\$	\$	\$ 171,001
Unearned revenue	67,509	63,186				33,657	117,395				281,747
Due to other funds	219,620					715,364	76			(76)	934,984
Total liabilities	<u>287,129</u>	<u>143,676</u>	<u>1,020</u>	<u>10,833</u>	<u>-</u>	<u>797,650</u>	<u>140,387</u>	<u>7,113</u>	<u>-</u>	<u>(76)</u>	<u>1,387,732</u>
Deferred inflows of resources:											
Unavailable revenue - special assessments									897		897
Fund Balances:											
Nonspendable		16,377									16,377
Restricted								108,404			108,404
Committed		39,170	210,819	698,124	15,184		189,983		309,289		1,462,569
Unassigned						(9,197)					(9,197)
Total fund balances	<u>-</u>	<u>55,547</u>	<u>210,819</u>	<u>698,124</u>	<u>15,184</u>	<u>(9,197)</u>	<u>189,983</u>	<u>108,404</u>	<u>309,289</u>	<u>-</u>	<u>1,578,153</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 287,129</u>	<u>\$ 199,223</u>	<u>\$ 211,839</u>	<u>\$ 708,957</u>	<u>\$ 15,184</u>	<u>\$ 788,453</u>	<u>\$ 330,370</u>	<u>\$ 115,517</u>	<u>\$ 310,186</u>	<u>\$ (76)</u>	<u>\$ 2,966,782</u>

TOWN OF WILTON, CONNECTICUT
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2014

Special Revenue Funds

	Education Entitlement Grants Fund	School Lunch Fund	Summer School Fund	Continuing Education Fund	Forfeited Property Fund	Other Grants Programs Fund	Recreation Fund	Gift Fund	Debt Service Fund	Total
Revenues:										
Intergovernmental revenues	\$ 1,193,476	\$ 63,193	\$	\$	\$ 5,760	\$ 185,116	\$	\$	\$	\$ 1,447,545
Charges for services			360,850	1,011,795			650,861		3,443	2,026,949
School lunch sales		1,326,465								1,326,465
Use of money and property					15			130	540	685
Contributions								68,650		68,650
Total revenues	<u>1,193,476</u>	<u>1,389,658</u>	<u>360,850</u>	<u>1,011,795</u>	<u>5,775</u>	<u>185,116</u>	<u>650,861</u>	<u>68,780</u>	<u>3,983</u>	<u>4,870,294</u>
Expenditures:										
General government						42,899		10,022		52,921
Public safety						46,813		34,606		81,419
Public works						34			503	537
Health and welfare								5,023		5,023
Culture and recreation						24,202	707,857	29,730		761,789
Education	1,193,476	1,374,963	319,775	958,641						3,846,855
Capital outlay						80,365				80,365
Total expenditures	<u>1,193,476</u>	<u>1,374,963</u>	<u>319,775</u>	<u>958,641</u>	<u>-</u>	<u>194,313</u>	<u>707,857</u>	<u>79,381</u>	<u>503</u>	<u>4,828,909</u>
Net Changes in Fund Balances	-	14,695	41,075	53,154	5,775	(9,197)	(56,996)	(10,601)	3,480	41,385
Fund Balances at Beginning of Year	-	40,852	169,744	644,970	9,409	-	246,979	119,005	305,809	1,536,768
Fund Balances at End of Year	<u>\$ -</u>	<u>\$ 55,547</u>	<u>\$ 210,819</u>	<u>\$ 698,124</u>	<u>\$ 15,184</u>	<u>\$ (9,197)</u>	<u>\$ 189,983</u>	<u>\$ 108,404</u>	<u>\$ 309,289</u>	<u>\$ 1,578,153</u>

INTERNAL SERVICE FUNDS

INTERNAL SERVICE FUNDS

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

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

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

TOWN OF WILTON, CONNECTICUT
COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS

JUNE 30, 2014

	Medical Fund	Workers' Compensation Fund	Total
Assets:			
Cash and cash equivalents	\$ 5,423,531	\$	\$ 5,423,531
Due from other funds		287,223	287,223
	<u>5,423,531</u>	<u>287,223</u>	<u>5,710,754</u>
Total assets			
	<u>5,423,531</u>	<u>287,223</u>	<u>5,710,754</u>
Liabilities:			
Current liabilities:			
Accounts payable	1,511		1,511
Current portion of claims payable	919,010	56,055	975,065
Total current liabilities	<u>920,521</u>	<u>56,055</u>	<u>976,576</u>
Noncurrent liabilities:			
Claims payable, noncurrent portion		224,218	224,218
		<u>224,218</u>	<u>224,218</u>
Net Position:			
Unrestricted	\$ <u>4,503,010</u>	\$ <u>6,950</u>	\$ <u>4,509,960</u>

TOWN OF WILTON, CONNECTICUT

**COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES
IN NET POSITION - INTERNAL SERVICE FUNDS**

FOR THE YEAR ENDED JUNE 30, 2014

	<u>Medical Fund</u>	<u>Workers' Compensation Fund</u>	<u>Total</u>
Operating Revenues:			
Charges for services	\$ 13,845,758	\$ 411,233	\$ 14,256,991
Operating Expenses:			
Employee benefits	12,733,502		12,733,502
Insurance		227,252	227,252
Judgments and claims		183,981	183,981
Total operating expenses	<u>12,733,502</u>	<u>411,233</u>	<u>13,144,735</u>
Operating Income	1,112,256	-	1,112,256
Nonoperating Revenues:			
Income on investments	<u>10,363</u>		<u>10,363</u>
Change in Net Position	1,122,619	-	1,122,619
Net Position at Beginning of Year	<u>3,380,391</u>	<u>6,950</u>	<u>3,387,341</u>
Net Position at End of Year	\$ <u><u>4,503,010</u></u>	\$ <u><u>6,950</u></u>	\$ <u><u>4,509,960</u></u>

TOWN OF WILTON, CONNECTICUT

COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS

FOR THE YEAR ENDED JUNE 30, 2014

	Medical Fund	Workers' Compensation Fund	Total
Cash Flows from Operating Activities:			
Receipts from customers and users	\$ 13,845,758	\$ 411,233	\$ 14,256,991
Payments for benefits and claims	(13,952,024)	(466,387)	(14,418,411)
Net cash used in operating activities	<u>(106,266)</u>	<u>(55,154)</u>	<u>(161,420)</u>
Cash Flows from Noncapital Financing Activities:			
Transfers in from (out to) other funds	<u>(327,652)</u>	<u>55,154</u>	<u>(272,498)</u>
Net cash provided by (used in) noncapital financing activities	<u>(327,652)</u>	<u>55,154</u>	<u>(272,498)</u>
Cash Flows from Investing Activities:			
Interest on investments	<u>10,363</u>	<u></u>	<u>10,363</u>
Net cash provided by investing activities	<u>10,363</u>	<u>-</u>	<u>10,363</u>
Net Decrease in Cash and Cash Equivalents	(423,555)	-	(423,555)
Cash and Cash Equivalents at Beginning of Year	<u>5,847,086</u>	<u>-</u>	<u>5,847,086</u>
Cash and Cash Equivalents at End of Year	<u>\$ 5,423,531</u>	<u>\$ -</u>	<u>\$ 5,423,531</u>
Reconciliation of Operating Income to Net Cash Used in Operating Activities:			
Operating income	\$ <u>1,112,256</u>	\$ <u></u>	\$ <u>1,112,256</u>
Adjustments to reconcile operating income to net cash used in operating activities:			
Change in assets and liabilities:			
Increase (decrease) in accounts payable	(779,133)		(779,133)
Increase (decrease) in claims payable	<u>(439,389)</u>	<u>(55,154)</u>	<u>(494,543)</u>
Total adjustments	<u>(1,218,522)</u>	<u>(55,154)</u>	<u>(1,273,676)</u>
Net Cash Used in Operating Activities	<u>\$ (106,266)</u>	<u>\$ (55,154)</u>	<u>\$ (161,420)</u>

FIDUCIARY FUND TYPES

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

AGENCY FUNDS:

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

TOWN OF WILTON, CONNECTICUT

AGENCY FUND

STATEMENT OF CHANGES IN ASSETS AND LIABILITIES

FOR THE YEAR ENDED JUNE 30, 2014

	Balance June 30, 2013	Additions	Deductions	Balance June 30, 2014
Student Activities Fund				
Assets:				
Cash and cash equivalents	\$ <u>479,814</u>	\$ <u>1,117,269</u>	\$ <u>1,062,703</u>	\$ <u>534,380</u>
Liabilities:				
Fiduciary deposits	\$ <u>479,814</u>	\$ <u>1,117,269</u>	\$ <u>1,062,703</u>	\$ <u>534,380</u>

SUPPLEMENTAL SCHEDULES

TOWN OF WILTON, CONNECTICUT
SCHEDULE OF PROPERTY TAXES LEVIED, COLLECTED AND OUTSTANDING
FOR THE YEAR ENDED JUNE 30, 2014

Grand List of October 1,	Uncollected Taxes June 30, 2013	Lawful Corrections		Transfers to Suspense	Adjusted Tax Levy	Collections				Uncollected Taxes June 30, 2014
		Additions	Deductions			Taxes	Interest	Liens	Total	
2012	\$ 109,058,765	\$ 968,863	\$ 344,925	\$	\$ 109,682,703	\$ 109,067,765	\$ 205,767	\$ 696	\$ 109,274,228	\$ 614,938
2011	853,672	8,244	35,870		826,046	530,406	109,009	1,176	640,591	295,640
2010	400,130	1,247	5,349		396,028	127,435	50,124	264	177,823	268,593
2009	217,470	184	6,010		211,644	48,752	15,624	192	64,568	162,892
2008	154,656	46	3,375		151,327	30,472	13,966	120	44,558	120,855
2007	118,981	73	7,679		111,375	22,028	11,322	96	33,446	89,347
2006	87,055	600	8,701		78,954	22,535	11,730	96	34,361	56,419
2005	68,691	258	461		68,488	21,499	12,142	96	33,737	46,989
2004	50,823	378	510		50,691	18,189	10,125	72	28,386	32,502
2003	40,113		459		39,654	13,099	8,595	48	21,742	26,555
2002	18,134	56	202		17,988	10,175	7,917	48	18,140	7,813
2001 and prior	42,762	921	1,062		42,621	5,207	5,507	24	10,738	37,414
	<u>\$ 111,111,252</u>	<u>\$ 980,870</u>	<u>\$ 414,603</u>	<u>\$ -</u>	<u>\$ 111,677,519</u>	<u>\$ 109,917,562</u>	<u>\$ 461,828</u>	<u>\$ 2,928</u>	<u>\$ 110,382,318</u>	<u>\$ 1,759,957</u>

TOWN OF WILTON, CONNECTICUT

SCHEDULE OF SPECIAL ASSESSMENTS AND SEWER USAGE CHARGES LEVIED, COLLECTED AND OUTSTANDING
FOR THE YEAR ENDED JUNE 30, 2014

	Balance Uncollected June 30, 2013	Current Charges and Adjustments	Balance to be Collected	Collections			Balance Uncollected June 30, 2014
				Principal	Interest	Total	
Special Assessments	\$ 916,280	\$ 48,262	\$ 964,542	\$ 68,040	\$ 46,771	\$ 114,811	\$ 849,731
Sewer User Charges	11,115	595,527	606,642	595,164	7,800	602,964	3,678
	<u>\$ 927,395</u>	<u>\$ 643,789</u>	<u>\$ 1,571,184</u>	<u>\$ 663,204</u>	<u>\$ 54,571</u>	<u>\$ 717,775</u>	<u>\$ 853,409</u>

TOWN OF WILTON, CONNECTICUT

SCHEDULE OF SPECIAL ASSESSMENTS AND SEWER USAGE CHARGES LEVIED, COLLECTED AND OUTSTANDING

FOR THE YEAR ENDED JUNE 30, 2014

	Balance Uncollected June 30, 2013	Delinquent Interest and Current Charges	Balance to be Collected	Assessments, Charges and Adjustments	Collections		Balance Uncollected June 30, 2014
					Interest	Total	
Water Main Assessment	\$ 9,614	\$ 295	\$ 9,909	\$ 8,165	\$ 847	\$ 9,012	\$ 897

STATISTICAL SECTION INFORMATION

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

Statistical section information is presented in the following categories:

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

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

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

TABLE 1

TOWN OF WILTON, CONNECTICUT

NET POSITION BY COMPONENT

LAST TEN FISCAL YEARS
(Accrual Basis of Accounting)

	FISCAL YEAR									
	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Governmental Activities:										
Net investment in capital assets	\$ 71,192,192	\$ 72,275,690	\$ 71,287,195	\$ 77,342,966	\$ 84,766,832	\$ 86,669,878	\$ 89,574,104	\$ 91,740,835	\$ 93,989,872	\$ 88,926,520
Restricted						327,134	318,299	305,809	305,809	108,404
Unrestricted	10,559,211	19,344,112	26,073,692	25,698,560	24,842,202	23,814,311	25,290,344	26,105,722	25,770,908	28,459,157
Total Governmental Activities Net Position	<u>\$ 81,751,403</u>	<u>\$ 91,619,802</u>	<u>\$ 97,360,887</u>	<u>\$ 103,041,526</u>	<u>\$ 109,609,034</u>	<u>\$ 110,484,189</u>	<u>\$ 115,191,582</u>	<u>\$ 118,164,856</u>	<u>\$ 120,066,589</u>	<u>\$ 117,494,081</u>
Business-Type Activities:										
Net investment in capital assets	\$ 2,180,202	\$ 2,059,091	\$ 2,739,103	\$ 2,754,934	\$ 2,560,971	\$ 2,353,059	\$ 2,145,148	\$ 2,213,573	\$ 4,713,263	\$ 4,495,803
Restricted										
Unrestricted	7,243,942	7,400,865	7,089,221	9,099,100	9,189,858	8,471,158	8,220,411	8,184,091	6,017,747	5,813,105
Total Business-Type Activities Net Position	<u>\$ 9,424,144</u>	<u>\$ 9,459,956</u>	<u>\$ 9,828,324</u>	<u>\$ 11,854,034</u>	<u>\$ 11,750,829</u>	<u>\$ 10,824,217</u>	<u>\$ 10,365,559</u>	<u>\$ 10,397,664</u>	<u>\$ 10,731,010</u>	<u>\$ 10,308,908</u>
Primary Government:										
Net investment in capital assets	\$ 73,372,394	\$ 74,334,781	\$ 74,026,298	\$ 80,097,900	\$ 87,327,803	\$ 89,022,937	\$ 91,719,252	\$ 93,954,408	\$ 98,703,135	\$ 93,422,323
Restricted							327,134	318,299	305,809	108,404
Unrestricted	17,803,153	26,744,977	33,162,913	34,797,660	34,032,060	32,285,469	33,510,755	34,289,813	31,788,655	34,272,262
Total Primary Government Net Position	<u>\$ 91,175,547</u>	<u>\$ 101,079,758</u>	<u>\$ 107,189,211</u>	<u>\$ 114,895,560</u>	<u>\$ 121,359,863</u>	<u>\$ 121,308,406</u>	<u>\$ 125,557,141</u>	<u>\$ 128,562,520</u>	<u>\$ 130,797,599</u>	<u>\$ 127,802,989</u>

TABLE 2

TOWN OF WILTON, CONNECTICUT

CHANGES IN NET POSITION

LAST TEN FISCAL YEARS
(Accrual Basis of Accounting)

	FISCAL YEAR									
	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Expenses:										
Governmental activities:										
General government	\$ 4,735,591	\$ 4,551,507	\$ 6,492,495	\$ 4,492,477	\$ 4,640,679	\$ 4,697,147	\$ 5,998,278	\$ 5,763,957	\$ 5,489,089	\$ 10,036,847
Public safety	10,022,579	10,666,976	11,582,747	11,974,326	12,962,451	13,147,907	12,895,413	14,473,198	13,316,204	14,267,615
Public works	2,685,645	3,500,305	4,195,931	4,092,329	3,906,453	3,866,827	2,950,471	3,708,958	5,387,343	8,947,096
Public health and welfare	1,425,366	1,272,542	1,384,490	1,559,421	1,490,086	1,550,758	1,899,789	2,697,278	2,052,583	1,917,525
Other	6,749,844	2,362,821	2,530,341	2,929,256	3,107,073	2,968,889	3,413,076	3,547,698	3,988,176	
Recreation and parks commission	2,697,658	2,480,717	2,000,775	2,217,751	2,194,170	2,314,326	2,998,260	3,102,330	3,057,101	3,654,542
Education	58,058,629	64,945,455	68,354,884	74,176,651	75,387,144	81,540,999	80,150,532	86,527,626	88,438,429	91,247,495
Interest	3,424,397	3,032,907	2,777,892	3,011,513	2,040,669	2,368,455	2,768,861	2,388,537	2,200,801	1,892,476
Total governmental activities expenses	<u>89,799,709</u>	<u>92,813,230</u>	<u>99,319,555</u>	<u>104,453,724</u>	<u>105,728,725</u>	<u>112,455,308</u>	<u>113,074,680</u>	<u>122,209,582</u>	<u>123,929,726</u>	<u>131,963,596</u>
Business-type activities:										
Water Pollution Control Authority	847,575	853,060	860,983	736,011	653,870	1,465,526	793,472	784,292	770,405	1,003,555
Transfer Station	1,066,624	1,085,211	1,108,309	1,039,997	1,080,591	780,674	819,034	753,925	737,092	653,709
Total business-type activities expenses	<u>1,914,199</u>	<u>1,938,271</u>	<u>1,969,292</u>	<u>1,776,008</u>	<u>1,734,461</u>	<u>2,246,200</u>	<u>1,612,506</u>	<u>1,538,217</u>	<u>1,507,497</u>	<u>1,657,264</u>
Total Primary Government Expenses	<u>\$ 91,713,908</u>	<u>\$ 94,751,501</u>	<u>\$ 101,288,847</u>	<u>\$ 106,229,732</u>	<u>\$ 107,463,186</u>	<u>\$ 114,701,508</u>	<u>\$ 114,687,186</u>	<u>\$ 123,747,799</u>	<u>\$ 125,437,223</u>	<u>\$ 133,620,860</u>
Program Revenues:										
Governmental activities:										
Charges for services:										
General government	\$ 2,968,364	\$ 3,128,928	\$ 2,482,505	\$ 1,698,099	\$ 1,274,710	\$ 1,125,515	\$ 1,353,823	\$ 1,779,478	\$ 1,696,633	\$ 2,104,754
Public safety	277,012	384,794	363,266	393,572	431,650	448,610	38,690	34,086	49,135	61,331
Public works	48,159	43,820	54,820	54,285	2,250	10,778	5,500	2,000	3,000	
Public health and welfare	65,461	64,590	67,110	70,763	90,406	85,155	372,059	206,758		4,225
Recreation and park commission	83,841	69,901	64,022	751,847	801,132	881,197	929,571	1,011,800	982,676	732,555
Education	2,204,374	2,284,196	2,579,822	2,602,682	2,544,950	2,484,148	2,267,726	2,399,657	2,433,595	2,713,242
Operating grants and contributions	3,733,133	7,985,498	4,371,568	8,586,764	9,217,521	8,603,592	9,965,432	13,091,331	12,402,424	13,854,956
Capital grants and contributions	753,393	506,155	488,654	359,209	346,803	591,454	789,724	502,003	473,063	476,798
Total governmental activities program revenues	<u>10,133,737</u>	<u>14,467,882</u>	<u>10,271,767</u>	<u>14,517,221</u>	<u>14,709,422</u>	<u>14,230,449</u>	<u>15,722,525</u>	<u>19,027,113</u>	<u>18,040,526</u>	<u>19,947,861</u>
Business-type activities:										
Charges for services	1,707,515	1,667,526	1,684,224	3,385,887	1,410,505	996,408	931,107	1,190,829	1,663,568	688,157
Operating grants and contributions							9,585			473,817
Total business-type activities program revenues	<u>1,707,515</u>	<u>1,667,526</u>	<u>1,684,224</u>	<u>3,385,887</u>	<u>1,410,505</u>	<u>996,408</u>	<u>940,692</u>	<u>1,190,829</u>	<u>1,663,568</u>	<u>1,161,974</u>
Total Primary Government Program Revenues	<u>\$ 11,841,252</u>	<u>\$ 16,135,408</u>	<u>\$ 11,955,991</u>	<u>\$ 17,903,108</u>	<u>\$ 16,119,927</u>	<u>\$ 15,226,857</u>	<u>\$ 16,663,217</u>	<u>\$ 20,217,942</u>	<u>\$ 19,704,094</u>	<u>\$ 21,109,835</u>
Net revenues (expenses):										
Governmental activities	\$ (79,665,972)	\$ (78,345,348)	\$ (89,047,788)	\$ (89,936,503)	\$ (91,019,303)	\$ (98,224,859)	\$ (97,352,155)	\$ (103,182,469)	\$ (105,889,200)	\$ (112,015,735)
Business-type activities	(206,684)	(270,745)	(285,068)	1,609,879	(323,956)	(1,249,792)	(671,814)	(347,388)	156,071	(495,290)
Total Primary Government Net Expense	<u>\$ (79,872,656)</u>	<u>\$ (78,616,093)</u>	<u>\$ (89,332,856)</u>	<u>\$ (88,326,624)</u>	<u>\$ (91,343,259)</u>	<u>\$ (99,474,651)</u>	<u>\$ (98,023,969)</u>	<u>\$ (103,529,857)</u>	<u>\$ (105,733,129)</u>	<u>\$ (112,511,025)</u>
General Revenues and Other										
Changes in Net Position:										
Governmental activities:										
Property taxes	\$ 78,756,065	\$ 84,027,472	\$ 88,341,823	\$ 92,760,472	\$ 96,111,186	\$ 98,260,024	\$ 101,239,138	\$ 105,838,533	\$ 107,379,598	\$ 109,815,627
Grants and contributions not restricted to specific programs	2,501,698	2,816,695	4,334,616	795,394	603,648	540,829	516,618	253,435	253,121	243,242
Unrestricted investment earnings	725,067	1,369,580	2,247,434	1,620,804	578,875	120,324	171,873	141,121		218,866
Sale of real property							57,200			
Miscellaneous				440,474	293,102	310,933	267,875	275,040	307,265	
Transfers			(135,000)			(132,096)	(193,156)	(352,386)	(149,051)	(125,995)
Total governmental activities	<u>81,982,830</u>	<u>88,213,747</u>	<u>94,788,873</u>	<u>95,617,144</u>	<u>97,586,811</u>	<u>99,100,014</u>	<u>102,059,548</u>	<u>106,155,743</u>	<u>107,790,933</u>	<u>110,151,740</u>
Business-type activities:										
Unrestricted investment earnings	219,930	306,557	518,436	415,831	220,751	191,084	20,000	27,107	10,876	67,279
Miscellaneous			135,000						17,348	
Transfers						132,096	193,156	352,386	149,051	125,995
Total business-type activities	<u>219,930</u>	<u>306,557</u>	<u>653,436</u>	<u>415,831</u>	<u>220,751</u>	<u>323,180</u>	<u>213,156</u>	<u>379,493</u>	<u>177,275</u>	<u>193,274</u>
Total Primary Government	<u>\$ 82,202,760</u>	<u>\$ 88,520,304</u>	<u>\$ 95,442,309</u>	<u>\$ 96,032,975</u>	<u>\$ 97,807,562</u>	<u>\$ 99,423,194</u>	<u>\$ 102,272,704</u>	<u>\$ 106,535,236</u>	<u>\$ 107,968,208</u>	<u>\$ 110,345,014</u>
Change in Net Position:										
Governmental activities	\$ 2,316,858	\$ 9,868,399	\$ 5,741,085	\$ 5,680,641	\$ 6,567,508	\$ 875,155	\$ 4,707,393	\$ 2,973,274	\$ 1,901,733	\$ (1,863,995)
Business-type activities	13,246	35,812	368,368	2,025,710	(103,205)	(926,612)	(458,658)	32,105	333,346	(302,016)
Total Primary Government	<u>\$ 2,330,104</u>	<u>\$ 9,904,211</u>	<u>\$ 6,109,453</u>	<u>\$ 7,706,351</u>	<u>\$ 6,464,303</u>	<u>\$ (51,457)</u>	<u>\$ 4,248,735</u>	<u>\$ 3,005,379</u>	<u>\$ 2,235,079</u>	<u>\$ (2,166,011)</u>

TABLE 3

TOWN OF WILTON, CONNECTICUT

FUND BALANCES OF GOVERNMENTAL FUNDS

LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)

		FISCAL YEAR									
		2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
General fund:											
Nonspendable	\$	\$	\$	\$	\$	\$	\$	2,572	\$ 57,478	\$ 78,983	\$ 55,107
Committed										223,735	760,026
Restricted											
Assigned								4,131,983	4,861,264	5,627,533	3,619,058
Unassigned								14,801,942	16,274,248	14,718,189	17,702,065
Reserved		1,185,355	1,211,126	1,382,687	1,773,671	468,996	425,634				
Unassigned		8,339,614	14,269,553	17,786,651	19,304,263	19,039,572	16,515,371				
∞ Total General Fund	\$	<u>9,524,969</u>	<u>\$ 15,480,679</u>	<u>\$ 19,169,338</u>	<u>\$ 21,077,934</u>	<u>\$ 19,508,568</u>	<u>\$ 16,941,005</u>	<u>\$ 18,936,497</u>	<u>\$ 21,192,990</u>	<u>\$ 20,648,440</u>	<u>\$ 22,136,256</u>
All other governmental funds:											
Nonspendable	\$	\$	\$	\$	\$	\$	\$	46,627	\$ 45,071	\$ 55,949	\$ 16,377
Restricted								1,366,257	474,473	6,356,886	3,558,568
Assigned								2,093,732	1,182,819	1,175,010	
Committed											1,462,569
Unassigned								(44,521)			(211,264)
Reserved		442,055	54,351	38,050	52,475	4,531,747	4,839,656				
Unreserved, reported in:											
Debt service fund		288,972	301,572	328,451	325,816	328,561	312,260				
Capital improvements		1,527,892	4,070,241	1,804,989	1,945,091	1,449,101	1,352,611				
Special revenue funds		755,750	1,835,961	2,053,189	2,172,554	1,996,987	2,265,892				
Capital projects funds		354,468	87,519	87,657	85,048	(4,612,893)	(3,792,827)				
Total All Other Governmental Funds	\$	<u>3,369,137</u>	<u>\$ 6,349,644</u>	<u>\$ 4,312,336</u>	<u>\$ 4,580,984</u>	<u>\$ 3,693,503</u>	<u>\$ 4,977,592</u>	<u>\$ 3,462,095</u>	<u>\$ 1,702,363</u>	<u>\$ 7,587,845</u>	<u>\$ 4,826,250</u>

TOWN OF WILTON, CONNECTICUT
REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - GOVERNMENTAL FUNDS

LAST TEN YEARS
(Modified Accrual Basis of Accounting)

		FISCAL YEAR									
		2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Revenues:											
Property taxes, interest and lien fees	\$	78,249,007	\$ 83,992,590	\$ 88,067,800	\$ 92,617,107	\$ 95,903,410	\$ 98,036,402	\$ 101,459,644	\$ 105,831,966	\$ 107,158,963	\$ 110,433,298
Intergovernmental revenues		6,036,837	8,135,001	8,444,531	9,742,433	10,339,896	9,878,010	10,885,432	13,468,690	12,775,460	14,588,333
Charges for services		5,559,670	5,593,815	5,434,257	5,596,791	5,145,098	5,035,402	5,224,344	5,274,187	5,315,316	5,237,657
Use of money and property		603,242	1,369,584	2,089,872	1,620,804	578,875	120,324	166,780	142,704	(13,555)	208,503
Other local revenues		1,667,085	1,914,385	927,130	676,977	367,467	436,033	701,592	709,592	728,149	512,609
Total revenues		<u>92,115,841</u>	<u>101,005,375</u>	<u>104,963,590</u>	<u>110,254,112</u>	<u>112,334,746</u>	<u>113,506,171</u>	<u>118,437,792</u>	<u>125,427,139</u>	<u>125,964,333</u>	<u>130,980,400</u>
Expenditures:											
Current:											
General government		4,263,003	3,420,221	3,561,322	3,839,601	3,945,183	4,003,275	5,424,668	5,521,228	5,100,350	5,697,089
Public safety		9,093,502	9,571,158	10,432,405	11,063,572	11,597,671	11,815,697	12,228,691	13,523,022	12,708,188	12,861,451
Public works		2,201,236	2,189,335	2,088,763	2,553,158	2,443,229	2,202,247	2,749,142	2,455,515	3,513,052	3,101,134
Public health and welfare		1,162,749	1,314,397	1,450,210	1,518,769	1,446,175	1,509,113	1,908,514	2,676,191	2,028,976	1,950,591
Other		5,456,806	1,759,339	2,010,902	2,260,672	2,363,855	5,415,952	3,410,177	3,543,179	3,981,169	3,718,154
Recreation and parks commission		2,247,074	2,350,161	1,855,864	1,979,612	1,938,505	1,984,245	2,763,236	2,790,685	2,771,687	2,604,008
Education		55,892,069	61,366,962	66,694,285	72,335,709	77,407,180	79,060,990	78,244,623	83,906,258	86,279,890	89,199,619
Debit service:											
Principal retirement		6,020,950	5,913,191	5,978,192	5,985,950	6,200,950	6,533,387	6,188,948	6,188,948	6,643,949	6,867,858
Interest		3,424,397	3,297,202	3,144,700	3,074,641	3,076,063	2,541,351	2,922,007	2,502,091	2,369,969	2,252,477
Bond issuance costs									142,398		
Capital outlay		3,884,614	2,997,483	7,767,748	4,786,708	8,111,548	12,242,562	2,215,873	2,022,691	3,451,874	9,062,418
Total expenditures		<u>93,646,400</u>	<u>94,179,449</u>	<u>104,984,391</u>	<u>109,398,392</u>	<u>118,530,359</u>	<u>127,308,819</u>	<u>118,055,879</u>	<u>125,272,206</u>	<u>128,849,104</u>	<u>137,314,799</u>
Deficiency of Revenues over Expenditures		<u>(1,530,559)</u>	<u>6,825,926</u>	<u>(20,801)</u>	<u>855,720</u>	<u>(6,195,613)</u>	<u>(13,802,648)</u>	<u>381,913</u>	<u>154,933</u>	<u>(2,884,771)</u>	<u>(6,334,399)</u>
Other Financing Sources (Uses):											
Issuance of bonds and loans		5,500,000	4,130,000	4,055,000	3,740,000	6,000,000	12,250,000			7,910,000	4,720,000
Issuance of refunding bonds									9,845,000		
Premium on issuance of debt						1,582,398			720,470		
Payment to refunded bond escrow agent									(10,423,072)		
Sale of real property								57,350			
Capital lease		492,730	335,686	333,938	146,406	573,972	401,208	233,888	412,019	464,754	466,615
Transfers in from other funds		137,396			192,622	261,791	160	638,578	861,762	162,500	
Transfers out to other funds		(137,396)		(135,000)	(192,622)	(261,791)	(132,256)	(831,734)	(1,074,351)	(311,551)	(125,995)
Total other financing sources (uses)		<u>5,992,730</u>	<u>4,465,686</u>	<u>4,253,938</u>	<u>3,886,406</u>	<u>8,156,370</u>	<u>12,519,112</u>	<u>98,082</u>	<u>341,828</u>	<u>8,225,703</u>	<u>5,060,620</u>
Net Change in Fund Balances	\$	<u>4,462,171</u>	<u>\$ 11,291,612</u>	<u>\$ 4,233,137</u>	<u>\$ 4,742,126</u>	<u>\$ 1,960,757</u>	<u>\$ (1,283,536)</u>	<u>\$ 479,995</u>	<u>\$ 496,761</u>	<u>\$ 5,340,932</u>	<u>\$ (1,273,779)</u>
Debit Service as a Percentage to Noncapital Expenditures		10.52%	10.10%	9.38%	8.66%	8.40%	8.28%	7.90%	7.00%	7.10%	6.86%

TABLE 5

TOWN OF WILTON, CONNECTICUT

**ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS**

(Amounts Expressed in Thousands, Except Estimated Taxable Value)

Fiscal Year	Real Property		Personal Property	Motor Vehicle	Less Exemptions	Total Taxable Assessed Value	Total Direct Tax Rate (Mill Rate)	Estimated Actual Taxable Value	Assessed Value as a Percentage of Actual Value
	Residential	Industrial and Commercial							
2014	\$ 3,246,250	\$ 602,553	\$ 242,392	\$ 193,254	\$ 46,555	\$ 4,237,894	25.99	\$ 110,141,170	4.00 %
2013	4,061,670	680,831	209,491	195,393	34,438	5,112,947	21.06	107,655,655	5.00
2012	4,053,801	661,212	214,801	184,555	32,764	5,081,605	20.85	105,951,464	5.00
2011	4,038,445	658,216	209,667	176,493	24,339	5,058,482	20.16	101,978,997	5.00
2010	4,013,781	647,850	200,250	178,600	19,148	5,021,333	19.58	98,317,671	5.00
2009	3,980,146	629,478	188,420	190,989	17,939	4,971,094	19.31	95,991,821	5.00
2008	3,047,526	448,111	145,237	186,866	13,027	3,814,713	24.23	92,430,509	4.00
2007	3,007,450	445,982	144,501	187,841	16,983	3,768,791	23.39	88,152,021	4.00
2006	2,963,465	443,093	141,391	182,008	26,091	3,703,866	22.55	83,522,175	4.00
2005	2,922,230	450,278	152,063	165,006	39,714	3,649,863	21.48	78,399,055	5.00

Source: Assessor's Office - Town of Wilton

TABLE 6

TOWN OF WILTON, CONNECTICUT

PRINCIPAL PROPERTY TAXPAYERS
Current Year and Nine Years Ago
(In Thousands)

2014				2005			
Taxable Assessed Value		Rank	Percentage of Net Taxable Assessed Grand List	Taxable Assessed Value		Rank	Percentage of Net Taxable Assessed Grand List
Ten and Twenty II Westport LLC	\$		%	\$ 94,311,950	1	2.55	%
Connecticut Light & Power	90,803,630	1	2.13				
Wilton 40, 50 60 LLC et al	86,859,950	2	2.04	33,520,070	2	0.91	
TIAA-CREF	80,768,980	3	1.89				
Kimco Realty	42,965,510	4	1.01				
Avalon Properties	34,327,850	5	0.81	12,859,490	9	0.35	
Wilton Meadows Retirement et.al.	23,611,410	6	0.60	16,103,020	5	0.43	
ASML US Inc.	23,473,570	7	0.60	30,531,170	3	0.82	
Bridgeawter Associates	17,243,610	8	0.40				
Norwalk Second Taxing District	16,094,750	9	0.38	13,540,140	6	0.37	
MCL Ventures et al	14,642,695	10	0.34				
Bridgeawter Associates							
CD Station LLC				12,664,190	10	0.34	
Wilton Executive Campus				20,014,540	4	0.54	
Louis Dreyfus et al				13,045,340	8	0.35	
Fairhaven Investors				13,392,190	7	0.36	
<u>\$ 430,791,955</u>			<u>10.20 %</u>	<u>\$ 259,982,100</u>		<u>7.02 %</u>	

Source: Assessor's office - Town of Wilton
Grand List October 1, 2012 and 2003

TABLE 7

TOWN OF WILTON, CONNECTICUT

PROPERTY TAX LEVIES AND COLLECTIONS
Last Ten Fiscal Years
(In Thousands)

Fiscal Year Ended June 30,	Tax Rate In Mills	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
			Amount	Percentage of Levy		Amount	Percentage of Levy
2014	25.99	\$ 109,682,703	\$ 109,067,765	99.44 %	\$ N/A	\$ 109,067,765	99.44 %
2013	21.06	106,615,955	105,263,336	98.73	1,056,979	106,320,315	99.72
2012	20.85	104,963,812	103,801,278	98.89	893,941	104,695,219	99.74
2011	20.16	101,237,589	98,272,855	97.07	2,801,842	101,074,697	99.84
2010	19.58	97,619,745	91,616,653	93.85	5,529,251	97,145,904	99.51
2009	19.31	95,441,502	92,774,225	97.21	2,537,062	95,311,287	99.86
2008	24.23	91,973,451	90,068,814	97.93	1,867,935	91,936,749	99.96
2007	23.39	87,676,946	84,604,073	96.50	3,055,692	87,659,765	99.98
2006	22.55	83,015,551	81,496,957	98.17	1,516,396	83,013,353	100.00
2005	21.48	77,856,278	76,978,454	98.87	864,701	77,843,155	99.98

N/A - Not Available

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

TOWN OF WILTON, CONNECTICUT

RATIOS OF OUTSTANDING DEBT BY TYPE
Last Ten Fiscal Years
(In Thousands, Except Ratio of Debt to Assessed Value per Capita)

Fiscal Year	Governmental Activities			Other Governmental Activities	Business- type Activities			
	General Obligation Bonds	Percentage of Actual Taxable Value of Property	Per Capita	Capital Leases	Transfer Station	Total Primary Government	Percentage of Personal Income (1)	Per Capita
2014	\$ 58,735,000	53.33	% \$ 3,148.15	\$ 506,326	\$	\$ 59,241,326	4.03	% \$ 3,175.29
2013	60,950,000	56.62	3,273.89	458,610		61,408,610	4.18	3,298.52
2012	59,638,949	56.29	3,298.80	363,020	6,051	60,008,020	4.21	3,319.21
2011	65,777,897	64.50	3,641.78	301,430	12,103	66,091,430	4.64	3,659.14
2010	71,966,845	73.20	4,049.68	328,971	18,155	72,313,971	N/A	4,069.21
2009	66,831,183	69.62	3,721.11	468,007	24,207	67,323,397	N/A	3,748.52
2008	66,999,740	72.49	3,782.09	327,181	44,208	67,371,129	N/A	3,803.06
2007	69,293,080	78.61	3,873.94	490,296	35,002	69,818,378	N/A	3,903.30
2006	71,216,273	85.27	3,965.27	463,961	113,049	71,793,283	N/A	3,997.40
2005	72,999,464	93.11	4,063.43	392,649	50,535	73,442,648	N/A	4,088.10

Notes:

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

N/A - Information not available

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

TOWN OF WILTON, CONNECTICUT

DIRECT GOVERNMENTAL ACTIVITIES DEBT
June 30, 2014

<u>Government Unit</u>	<u>Net Long-Term Debt Outstanding (1)</u>	<u>Percentage Applicable to Town</u>	<u>Amount Applicable to Town of Wilton</u>
Town of Wilton - Net Direct General Obligation Debt	\$ 58,735,000	100.00%	\$ 58,735,000
Less - School construction grants receivable (principal portion) (2)			<u>449,390</u>
Total Direct Debt			<u><u>\$ 58,285,610</u></u>

(1) Excludes business-type activities debt

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

Source: Town records

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

This process recognizes that, when considering the Town's ability to issue and repay long-term debt, the entire debt burden borne by the property taxpayers should be taken into account.

The Town is not subject to the debt of overlapping governments.

TABLE 10

TOWN OF WILTON, CONNECTICUT

SCHEDULE OF DEBT LIMITATION
CONNECTICUT GENERAL STATUTES, SECTION 7-374 (b)
FOR THE YEAR ENDED JUNE 30, 2014
(UNAUDITED)

Total tax collections (including interest and lien fees) for current year \$ 110,382,318

Reimbursement for revenue loss on:

Tax relief for elderly freeze 60,370

Base for Debt Limitation Computation \$ 110,442,688

	<u>General Purposes</u>	<u>Schools</u>	<u>Sewers</u>	<u>Urban Renewal</u>	<u>Pension Deficit</u>
Debt Limitation:					
2 1/4 times base	\$ 248,496,048	\$	\$	\$	\$
4 1/2 times base		496,992,096			
3 3/4 times base			414,160,080		
3 1/4 times base				358,938,736	
3 times base					331,328,064
	<u>248,496,048</u>	<u>496,992,096</u>	<u>414,160,080</u>	<u>358,938,736</u>	<u>331,328,064</u>
Total debt limitation					
Indebtedness:					
Bonds payable	28,436,525	30,208,193			
Overlapping Debt	402,335				
Construction Grants		(449,390)			
	<u>28,838,860</u>	<u>29,758,803</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total indebtedness					
Debt Limitation in Excess of Outstanding and Authorized Debt	<u>\$ 219,657,188</u>	<u>\$ 467,233,293</u>	<u>\$ 414,160,080</u>	<u>\$ 358,938,736</u>	<u>\$ 331,328,064</u>
The total net indebtedness above amounts to:					\$ <u><u>1,791,317,361</u></u>
In no event shall total indebtedness exceed seven times the base for debt limitation computation					\$ <u><u>773,098,816</u></u>

NOTE: Water bonds of \$90,282 are excluded from this calculation in accordance with Connecticut General Statutes

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

TABLE 11

TOWN OF WILTON, CONNECTICUT
LEGAL DEBT MARGIN INFORMATION
Last Ten Fiscal Years

	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
Debt limit	\$ 773,098,816	\$ 743,295,462	\$ 735,170,688	\$ 695,368,219	\$ 686,578,571	\$ 672,352,639	\$ 647,550,764	\$ 594,317,185	\$ 573,707,890	\$ 540,932,091
Total net debt applicable to limit	<u>58,597,663</u>	<u>60,134,740</u>	<u>58,652,130</u>	<u>64,570,330</u>	<u>70,535,642</u>	<u>79,836,175</u>	<u>66,014,110</u>	<u>70,683,303</u>	<u>72,673,991</u>	<u>74,555,497</u>
Legal debt margin	<u>\$ 714,501,153</u>	<u>\$ 683,160,722</u>	<u>\$ 676,518,558</u>	<u>\$ 630,797,889</u>	<u>\$ 616,042,929</u>	<u>\$ 592,516,464</u>	<u>\$ 581,536,654</u>	<u>\$ 523,633,882</u>	<u>\$ 501,033,899</u>	<u>\$ 466,376,594</u>
Total net debt applicable to the limit as a percentage of debt limit	7.58%	8.09%	7.98%	9.29%	10.27%	11.87%	10.19%	11.89%	12.67%	13.78%

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

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

TOWN OF WILTON, CONNECTICUT
DEMOGRAPHIC AND ECONOMIC STATISTICS
Last Ten Calendar Years

Calendar Year	Population¹	Per Capita Income¹	Total Personal Income⁴	Median Age¹	School Enrollment²	Unemployment Rate³
2013	18,657	78,887	\$ 1,471,794,759	40	4,222	4.8 %
2012	18,617	78,887	1,468,639,279	40	4,261	6.0
2011	18,079	78,887	1,426,198,073	40	4,300	6.7
2010	18,062	78,887	1,424,856,994	40	4,321	6.1
2009	17,771	N/A	N/A	43	4,357	5.6
2008	17,960	N/A	N/A	N/A	4,392	4.1
2007	17,715	N/A	N/A	N/A	4,368	3.0
2006	17,887	N/A	N/A	N/A	4,387	2.9
2005	17,960	N/A	N/A	N/A	4,352	3.3
2004	17,965	N/A	N/A	N/A	4,311	3.3

N/A - Information not available.

¹ Source: Connecticut Department of Public Health
Estimate based on U.S. Census, 2011

Calendar year 2010 and prior Population is Estimated. Based upon July 1 each calendar year.

² Source: Wilton Board of Education (FYE June Reports)
(Exclusive of Pre-School Enrollment)

³ Source: Connecticut Department of Labor June of each year.

⁴ Source: Bureau of Economic Analysis

TABLE 13

TOWN OF WILTON, CONNECTICUT

PRINCIPAL EMPLOYERS
Current Year and Nine Years Ago

Employer	Nature of Business	2014			2005		
		Employees	Rank	Percentage of Total Town Employment	Employees	Rank	Percentage of Total Town Employment
ASML Lithography Systems	Printing Machinery & Equipment	800	1	10.1%	670	1	8.8%
Bridgewater Associates Investments	Investment Advisors	543	2	6.8%			
Deloitte & Touche	Accounting & Consulting	450	3	5.7%	450	2	5.9%
Wilton Meadows	Nursing Home	239	4	3.0%			
DL Ryan Partnership	Management Consulting Services	220	5	2.8%			
Melissa & Doug LLC	Toy and Puzzle Wholesaler	212	6	2.7%			
Louis Dreyfus Commodities LLC	Commodities Brokerage/Property Management	208	7	2.6%	350	3	
AIG Global Asset Management	Financial Services	201	8	2.5%			
The Sun Products Corporation	Household Products Provider	199	9	2.5%			
Tracy Locke Partnership	Marketing Communications Services	160	10	2.0%	300	5	3.9%
Beiersdorf, Inc.	Pharmaceutical Preparations				300	4	3.9%
New America Marketing	Advertising services				250	6	3.3%
Nursing & Homecare	Regional Public Health Nursing Agency				250	7	3.3%
Marketing Drive Worldwide	Marketing & Promotional Strategies				175	8	2.3%
The Common Fund	Investment Services				150	9	2.0%
Pan Am Sat	Broadcasting				100	10	1.3%
Total		3,232		40.7%	2,995		39.3%

Source: Community Development Department and Bond Official Statement Telephone Survey

TABLE 14

TOWN OF WILTON, CONNECTICUT

FULL-TIME EQUIVALENT GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM
(As of June 30 for each year)
Last Ten Fiscal Years

Function/Program	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
Full Time										
General Government	42	42	42	44	43	43	42	42	41	N/A
Police	48	47	47	47	47	48	48	48	48	N/A
Fire	30	30	30	30	30	30	30	30	30	N/A
Public Works	21	21	21	21	21	21	23	23	24	N/A
Recreation and Parks	11	11	11	11	11	11	12	12	12	N/A
Library	32	31	33	31	32	32	31	29	24	N/A
Education	588	586	585	582	653	612	658	610	602	N/A
Total	772	768	769	766	837	797	844	794	781	-
Permanent Part Time										N/A
General Government	12	12	12	12	12	11	11	10	7	N/A
Police	1	3	3	3	3	3	3	3	3	N/A
Recreation and Parks	1	1	1	1	1	1				N/A
	14	16	16	16	16	15	14	13	10	-

Source: Town and Board of Education Human Resources Departments.

N/A - Information not available.

TOWN OF WILTON, CONNECTICUT

OPERATING INDICATORS BY FUNCTION/PROGRAM
Last Ten Fiscal Years

	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
General Government:										
Building Permits Residential Issued	26	11	10	7	7	7	28	23	25	35
Value	15,347,530	7,909,260	7,960,090	4,825,220	5,792,575	5,607,940	21,509,325	15,423,344	16,346,663	20,390,892
Building Permits Commercial Issued	47	67	75	84	53	44	62	48	36	51
Value	17,230,260	30,109,749	23,430,313	29,805,444	8,001,542	39,159,116	30,132,862	29,831,522	12,977,542	15,793,931
Police:										
Homicide	-	-	1	-		1	-	-	-	-
Sexual Assaults	3	3	7	2	2	2	2	-	5	1
Assaults	2	2	7	3	6	6	5	5	4	7
Breach of Peace	43	62	66	55	67	36	13	15	20	17
Robbery	-	-	-	1	-	2	3	5	2	
Burglary	21	26	22	33	22	23	19	12	14	21
Larceny	88	151	119	122	166	104	120	111	139	140
Motor Vehicle accidents	756	659	692	730	732	721	810	791	894	967
EMS Assists	1,117	1,118	1,181	1,205	1,178	1,185	1,072	1,103	1,054	981
DUI	53	67	86	82	71	65	102	110	115	96
Domestic Disputes	105	116	123	145	116	111	60	68	45	50
Fire:										
Fire Related Incidents	840	847	946	1,000	913	818	860	911	944	869
EMS Incidents	743	643	681	758	723	855	786	752	732	657
Plan Reviews	34	39	39	67	74	51	77	79	65	103
Inspection Visits	447	490	438	481	419	571	243	224	403	484
Refuse Collection:										
Refuse Collected (Tons Per Day)	11.23	11.60	13.25	14.45	15.15	19.61	21.46	25.13	26.13	25.97
Recyclables Collected (Tons Per Day)	3.04	3.02	3.65	2.87	2.40	2.51	2.85	2.90	3.06	3.51
Other Public Works:										
Street Resurfacing (Miles)	10	10	4	4	4	4	4	4	4	4
Recreation and Parks:										
Athletic Field Permits Issued	6,127	4,360	4,973	4,546	5,094	4,822	3,586	2,815	4,796	3,886
Community Center Admissions	630	904	914	862	802	766	820	1,261	1,033	1,480
Number of Program Registrations	5,032	5,921	6,237	6,737	5,521	5,493	6,082	5,946	5,645	5,880
Program Fees	533,744	50,993	1,019,068	929,561	852,721	779,991	686,453	659,415	566,113	458,293
Merwin Meadows (Swimming Fees)	50,993		40,615	40,102	28,476	20,751	24,400	29,856	21,675	34,440
Social Services:										
Households served	525	515	568	328	120	139	179	228	N/A	N/A
Client Contacts:	860	745								
Elderly	360	340	340	540	N/A	N/A	N/A	N/A	N/A	N/A
Family	400	325	350	340	N/A	N/A	N/A	N/A	N/A	N/A
Single	100	80	96	100	N/A	N/A	N/A	N/A	N/A	N/A
Information and Referral	500	300	368	298	N/A	N/A	N/A	N/A	N/A	N/A
Food and Pantry Visits	1,534	1,448	1,251	1,028	N/A	N/A	N/A	N/A	N/A	N/A
Senior Center Visits	8,737	7,905	7,347	6,654	5,128	4,811	5,419	5,829	N/A	N/A
Library:										
Volumes in Collection	152,143	143,902	136,211	133,720	135,796	137,512	144,092	140,941	142,892	139,882
Total Volumes Borrowed	329,923	322,721	335,531	333,561	365,123	362,347	329,873	307,286	262,848	279,622

Source: Directors of each Department

N/A - Information not available

TABLE 16

TOWN OF WILTON, CONNECTICUT

CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
Last Ten Fiscal Years

Function/Program	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
Police Stations	1	1	1	1	1	1	1	1	1	1
Fire Stations	2	2	2	2	2	2	2	2	2	2
Other Public Works - Streets (Miles)	127.10	127.10	127.10	127.10	127.10	127.18	127.18	127.18	127.18	127.18
Land Use (Acres):										
Residential	9,501	9,501	9,501	9,501	9,501	N/A	N/A	N/A	N/A	N/A
Commercial	355	355	355	355	355	N/A	N/A	N/A	N/A	N/A
Corporate	94	94	94	94	94	N/A	N/A	N/A	N/A	N/A
Government/Institutional	607	607	607	607	607	N/A	N/A	N/A	N/A	N/A
Public Parks/Open Space	1,413	1,413	1,413	1,413	1,413	N/A	N/A	N/A	N/A	N/A
Private Open Space/Recreation	634	634	634	634	634	N/A	N/A	N/A	N/A	N/A
Watershed	1,174	1,174	1,174	1,174	1,174	N/A	N/A	N/A	N/A	N/A
Road and Utilities		972	972	972	972	N/A	N/A	N/A	N/A	N/A
Total In Use	13,778	14,750	14,750	14,750	14,750	-	-	-	-	-
Vacant Undeveloped		2,740	2,740	2,740	2,740	N/A	N/A	N/A	N/A	N/A
Total Area	13,778	17,490	17,490	17,490	17,490	-	-	-	-	-
Wastewater:										
Sanitary Sewers (Miles)*	6.8	6.8	5.87	5.87	5.87	5.87	5.87	5.87	5.22	5.22
Pump Stations	1	1	1	1	1	1	1	1	1	1

Source: Various Municipal Department Directors

* - Does not include service connections.

N/A - Information not available.