

TOWN OF WOODSTOCK, CONNECTICUT

**BASIC FINANCIAL STATEMENTS,
SUPPLEMENTARY INFORMATION AND
INDEPENDENT AUDITOR'S REPORT**

JUNE 30, 2015

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INDEPENDENT AUDITOR'S REPORT

INDEPENDENT AUDITOR'S REPORT

To the Board of Finance
Town of Woodstock, Connecticut

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Town of Woodstock, Connecticut (the "Town") as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the Town's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Town'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 Town's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Town of Woodstock, Connecticut, as of June 30, 2015, and the respective changes in financial position, and, where applicable, cash flows thereof, and the budgetary comparison schedules for the General Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Change in Accounting Principle

As disclosed in Note M to the financial statements, the Town implemented new accounting guidance, GASB Statement No. 68, *Accounting and Financial Reporting for Pensions – An Amendment of GASB Statement No. 27*. Our opinions are not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 3 through 13 and the schedules on the Town's pension plans and other post-retirement benefit plan on pages 59 through 62. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

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

The combining and individual fund 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 fund statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 10, 2015, on our consideration of the Town's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Town's internal control over financial reporting and compliance.



Glastonbury, Connecticut
December 10, 2015

MANAGEMENT'S DISCUSSION AND ANALYSIS

TOWN OF WOODSTOCK, CONNECTICUT
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
JUNE 30, 2015

As management of the Town of Woodstock (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, 2015.

FINANCIAL HIGHLIGHTS

- The assets of the Town exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$28,123,653 (net position). Of this amount, \$562,046 (unrestricted net position) may be used to meet the Town's ongoing obligations to citizens and creditors.
- The Town's total net position increased by \$1,385,451 during the current fiscal year.
- The beginning net position of the Town was decreased by \$1,099,927, due to the current year implementation of Governmental Accounting Standards Board Statement No. 68, *Accounting and Financial Reporting for Pensions – An Amendment of GASB Statement No. 27*. GASB Statement No. 68 required the Town to recognize its proportionate share of net pension liability relating to its long-term obligations for pension benefits in the government-wide financial statements (*See Note M*).
- As of the close of the current fiscal year, the Town's governmental funds reported combined ending fund balances of \$9,790,275, an increase of \$1,059,654 in comparison with the prior year.
- At the end of the current fiscal year, unassigned fund balance for the General Fund was \$3,022,661, or 13.2% of total General Fund expenditures. Expressed another way, unassigned fund balance for the General Fund was sufficient to cover 1.6 months of General Fund operating expenditures.
- The Town's total long-term debt decreased by \$498,650 or 11.2% during the current fiscal year primarily due to scheduled repayments.

OVERVIEW OF THE FINANCIAL STATEMENTS

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

Government-wide Financial Statements

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

The statement of net position presents information on all of the Town's assets, liabilities and deferred inflows of resources, with net position as the residual of these elements. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Town is improving or deteriorating.

TOWN OF WOODSTOCK, CONNECTICUT
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)(*Continued*)
JUNE 30, 2015

OVERVIEW OF THE FINANCIAL STATEMENTS (*Continued*)

Government-wide Financial Statements (*Continued*)

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

The government-wide financial statements display information about the Town's governmental activities which include general government, public safety, public works, culture and recreation, health and welfare, and education. The Town does not have any business-type activities.

The government-wide financial statements include only the Town itself because there are no legally separate organizations for which the Town is financially accountable.

The government-wide financial statements can be found on pages 14 and 15 of this report.

Fund Financial Statements

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

Governmental Funds

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

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

TOWN OF WOODSTOCK, CONNECTICUT
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)(*Continued*)
JUNE 30, 2015

OVERVIEW OF THE FINANCIAL STATEMENTS (*Continued*)

Fund Financial Statements (*Continued*)

Governmental Funds (Continued)

The Town maintains several individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, the WPCA Fund, Herbert W. Bowen Fund, and the Town Aid Road Fund, all of which are considered to be major funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

The basic governmental fund financial statements can be found on pages 16 through 21 of this report.

Proprietary Funds

Internal service funds are an accounting device used to accumulate and allocate costs internally among the Town's various functions. The Town uses an internal service fund to account for its risk management activities. Because this service predominantly benefits governmental rather than business-type functions, it has been included within governmental activities in the government-wide financial statements.

The basic proprietary fund financial statements can be found on pages 22 through 24 of this report.

Fiduciary Funds

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

The basic fiduciary fund financial statements can be found on pages 25 and 26 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 27 through 58 of this report.

Other Information

In addition to the basic financial statements and accompanying notes, this report also contains required supplementary information and combining and individual fund statements and schedules which can be found on pages 59 through 78 of this report.

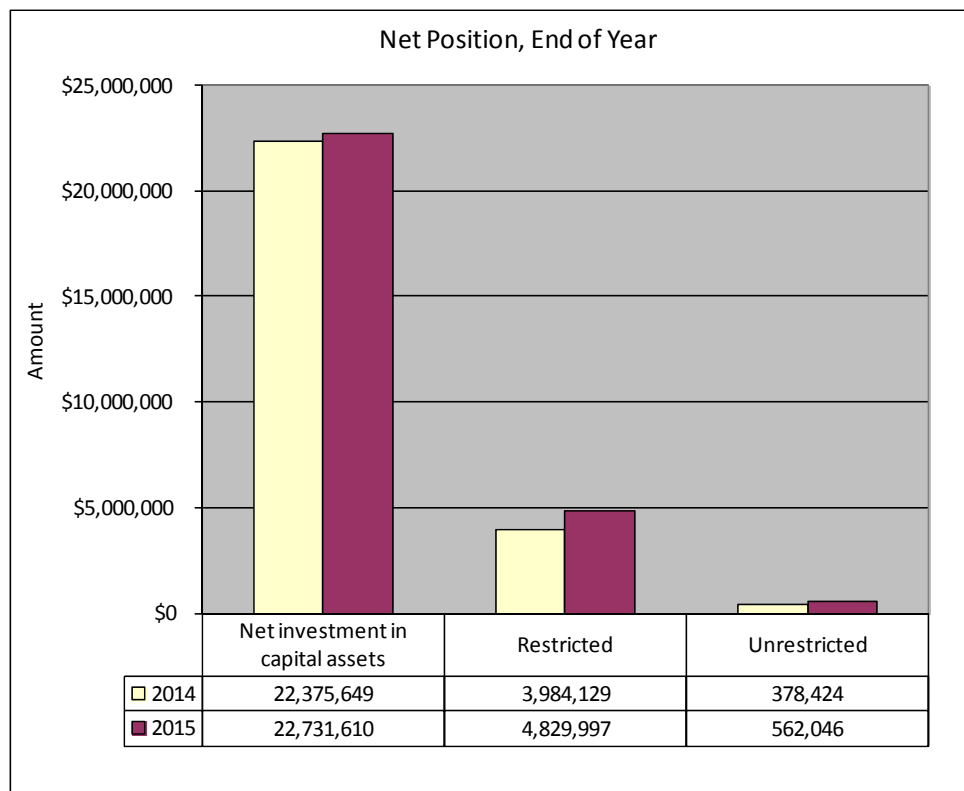
TOWN OF WOODSTOCK, CONNECTICUT
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)(Continued)
JUNE 30, 2015

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net Position

Over time, net position may serve as one measure of a government's financial position. Total net position of the Town totaled \$28,123,653 and \$26,738,202 (as restated) as of June 30, 2015 and 2014, respectively and are summarized as follows. The Town has adjusted balances reported as of June 30, 2014 for the implementation of GASB Statement No. 68.

	2015	2014 (Restated)
Current and other assets	\$ 13,017,044	\$ 11,443,190
Capital assets, net	<u>25,949,216</u>	<u>26,072,255</u>
Total assets	<u>38,966,260</u>	<u>37,515,445</u>
Long-term liabilities	8,754,655	9,189,535
Other liabilities	<u>1,836,136</u>	<u>1,587,708</u>
Total liabilities	<u>10,590,791</u>	<u>10,777,243</u>
Deferred inflows of resources	<u>251,816</u>	<u>-</u>
Net position:		
Net investment in capital assets	22,731,610	22,375,649
Restricted	4,829,997	3,984,129
Unrestricted	<u>562,046</u>	<u>378,424</u>
Total net position	<u>\$ 28,123,653</u>	<u>\$ 26,738,202</u>



TOWN OF WOODSTOCK, CONNECTICUT
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)(Continued)
JUNE 30, 2015

GOVERNMENT-WIDE FINANCIAL ANALYSIS (Continued)

Net Position (Continued)

Of the Town's net position, 80.8% reflects its investment in capital assets, less any related debt used to acquire those assets that is still outstanding. The Town uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Town's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources since the capital assets themselves cannot be used to liquidate these liabilities.

Approximately 17.2% of the Town's net position is subject to external restrictions on how they may be used and are therefore presented as restricted net position.

The remainder of the Town's net position is considered unrestricted and may be used to meet the Town's ongoing obligations to citizens and creditors.

Overall, net position increased by \$1,385,451.

Changes in Net Position

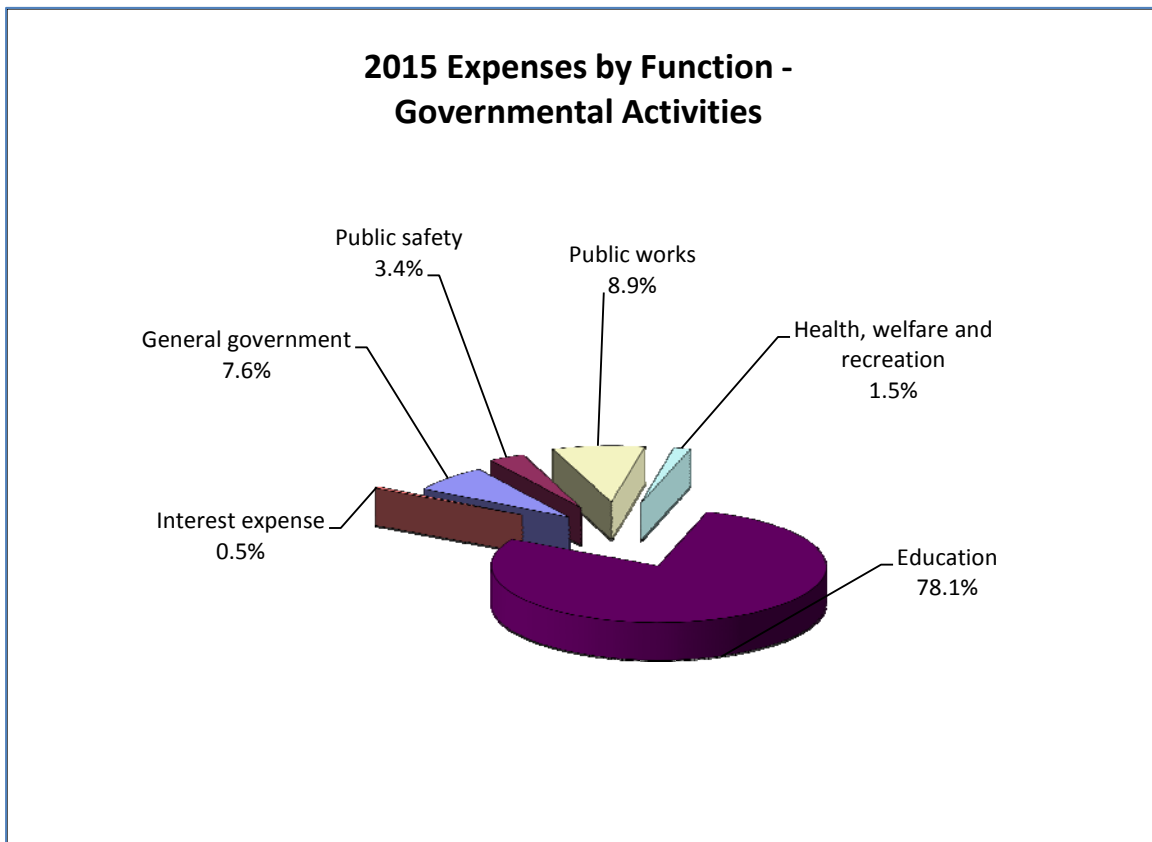
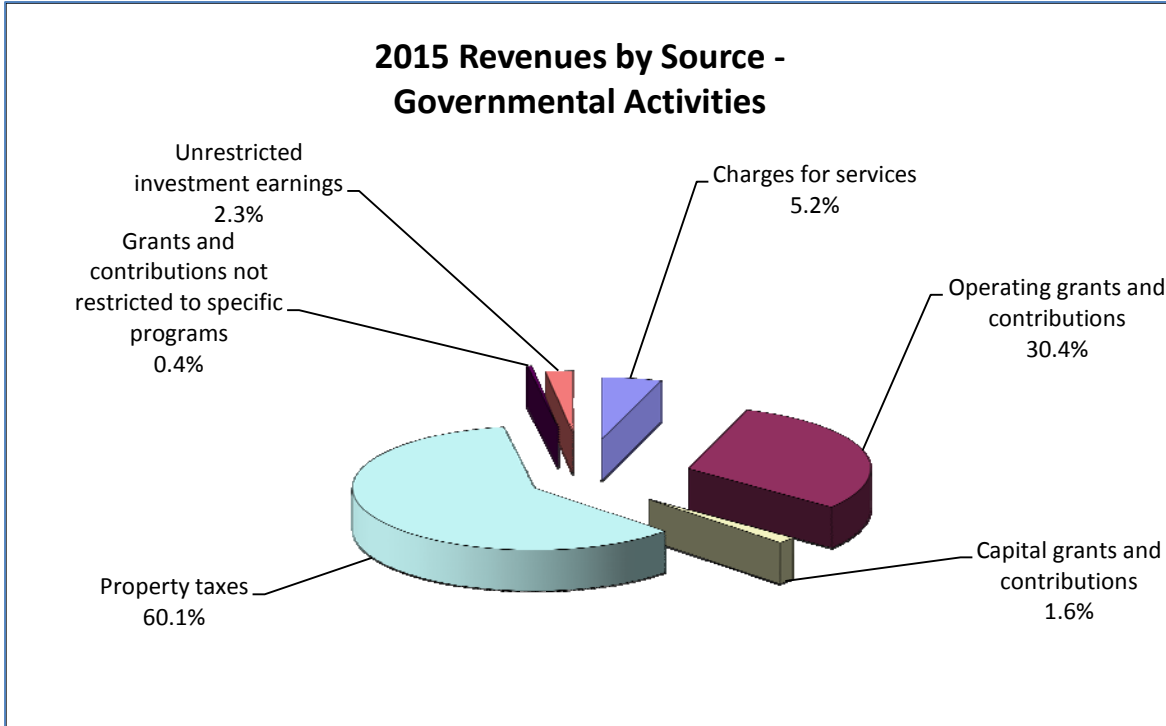
Changes in net position for the years ended June 30, 2015 and 2014 are as follows. The amounts presented for the fiscal year ended June 30, 2014 have not been restated for the implementation of GASB Statement No. 68 since the effects of these adjustments are not readily determinable.

	<u>2015</u>	<u>2014</u>
Program revenues:		
Charges for services	\$ 1,370,284	\$1,706,049
Operating grants and contributions	7,961,171	8,019,804
Capital grants and contributions	429,465	309,612
General revenues:		
Property taxes	15,717,344	15,082,474
Grants and contributions not restricted to specific programs	97,033	162,606
Unrestricted investment earnings	612,787	515,477
Total revenues	<u>26,188,084</u>	<u>25,796,022</u>
Program expenses:		
General government	1,884,817	1,902,906
Public safety	841,555	814,572
Public works	2,197,769	2,421,977
Health, welfare and recreation	386,038	394,731
Education	19,380,903	19,726,061
Interest expense	111,551	129,990
Total expenses	<u>24,802,633</u>	<u>25,390,237</u>
Change in net position	<u>\$ 1,385,451</u>	<u>\$ 405,785</u>

TOWN OF WOODSTOCK, CONNECTICUT
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)(Continued)
JUNE 30, 2015

GOVERNMENT-WIDE FINANCIAL ANALYSIS (Continued)

Changes in Net Position (Continued)



TOWN OF WOODSTOCK, CONNECTICUT
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)(*Continued*)
JUNE 30, 2015

GOVERNMENT-WIDE FINANCIAL ANALYSIS (*Continued*)

Changes in Net Position (*Continued*)

Governmental activities increased the Town's net position by \$1,385,451. Revenues generated by the Town increased by \$358,950, or 1.4%, in comparison to the prior year. In addition to the increase in revenues, expenses incurred by the Town decreased by \$620,716. The public works expense decreased by approximately \$220 thousand due to budgetary savings in the General Fund and a decrease in current year billings from Putnam in the WPCA Fund. The Town's education expense decreased approximately \$378 thousand. Prior year expenses included capital costs related to a technology grant in the amount of \$242,128. This grant was completed during the year ended June 30, 2014. The implementation of GASB 68 in the current year (See Note M) also increased education expenses related to the net pension liability and deferred inflows on net pension liability.

FINANCIAL ANALYSIS OF THE TOWN'S FUNDS

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

Governmental Funds

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

As of the end of the current fiscal year, the Town's governmental funds reported combined ending fund balances of \$9,790,275, an increase of \$1,059,654 in comparison with the prior year. Of this amount, \$3,020,838 represents the total unassigned fund balance of the Town.

General Fund

The General Fund is the chief operating fund of the Town. At the end of the current fiscal year, unassigned fund balance of the General Fund was \$3,022,661, while total fund balance was \$3,192,607. As a measure of the General Fund's liquidity, it may be useful to compare unassigned fund balance to total fund expenditures. Unassigned fund balance represents 13.2% of total General Fund expenditures. Expressed another way, unassigned fund balance for the General Fund was sufficient to cover 1.6 months of General Fund operating expenditures.

The fund balance of the Town's General Fund increased by \$80,094 during the current fiscal year, as a direct result of the favorable current year operating budget results.

WPCA Fund

The WPCA Fund has a fund balance of \$162,828 as of June 30, 2015, a decrease of \$69,886 from the prior year. This change is attributable to expenditures incurred for current year operations and debt repayment in excess of user and assessment charges received.

TOWN OF WOODSTOCK, CONNECTICUT
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)(*Continued*)
JUNE 30, 2015

FINANCIAL ANALYSIS OF THE TOWN'S FUNDS (*Continued*)

Herbert W. Bowen Fund

The fund balance of the Herbert W. Bowen Fund increased by \$602,530 during the current fiscal year. This increase related directly to current year market earnings on equity securities held.

Town Aid Road Fund

The Town Aid Road Fund has no fund balance because the fund primarily records activity related to cost reimbursement grants and contracts. Consequently, grant and contract revenues equal expenditures.

GENERAL FUND BUDGETARY HIGHLIGHTS

The original operating budget for the General Fund included the use of fund balance in the amount of \$283,946. No additional appropriations were authorized during the year ended June 30, 2015. The actual net change in the fund balance of the General Fund on a budgetary basis was an increase of \$80,094.

During the year, revenues exceeded budgetary estimates by \$316,249, primarily as a result of increased tax collections in comparison to budgeted expectations. Expenditures were \$47,023 less than budgeted due to close budgetary monitoring efforts made by Town management.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

The Town's investment in capital assets for its governmental activities as of June 30, 2015 totaled \$25,949,216 (net of accumulated depreciation). This investment in capital assets includes land, construction in progress, intangible assets, buildings and improvements, land improvements, machinery and equipment, and infrastructure. The Town's investment in capital assets decreased by \$123,039 or 0.5%.

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

- Current year depreciation expense totaling \$779,662.
- An increase of \$206,795 in machinery and equipment related to two new buses obtained through capital lease financing and two public works plows.
- An increase to construction in progress of \$451,792 for ongoing improvements to the Transfer Station and Bradford Corner Road.
- An increase to construction in progress of \$34,000 for the deposit on a new Town truck.

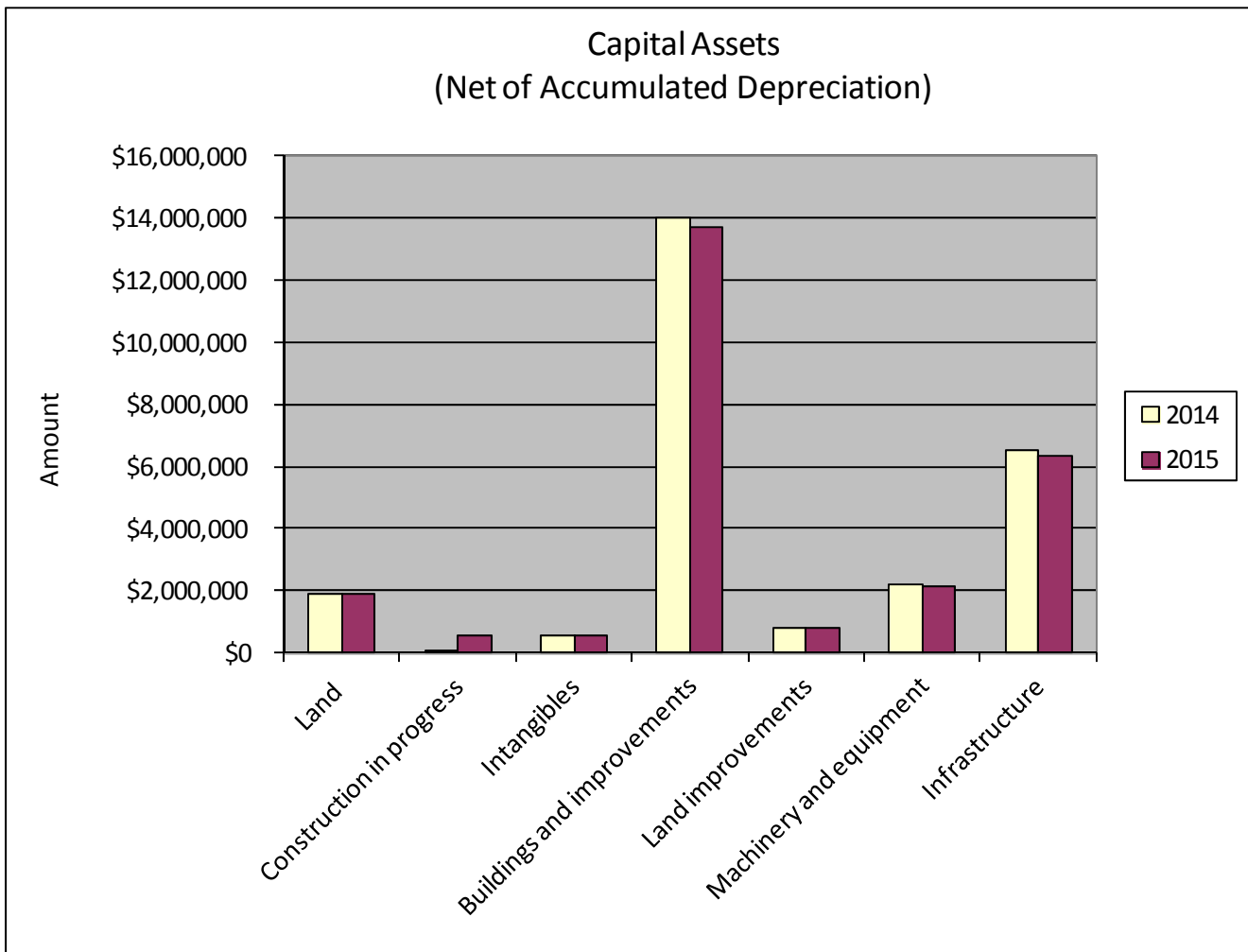
TOWN OF WOODSTOCK, CONNECTICUT
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)(Continued)
JUNE 30, 2015

CAPITAL ASSET AND DEBT ADMINISTRATION (Continued)

Capital Assets (Continued)

The following table is a two year comparison of the investment in capital assets, net of accumulated depreciation:

	2015	2014
Land	\$ 1,922,121	\$ 1,922,121
Construction in progress	546,388	60,596
Intangibles	524,618	524,618
Buildings and improvements	13,697,205	14,038,281
Land improvements	784,534	803,717
Machinery and equipment	2,115,578	2,197,977
Infrastructure	6,358,772	6,524,945
Totals	\$ 25,949,216	\$26,072,255



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

TOWN OF WOODSTOCK, CONNECTICUT
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)(Continued)
JUNE 30, 2015

CAPITAL ASSET AND DEBT ADMINISTRATION (Continued)

Long-term Debt

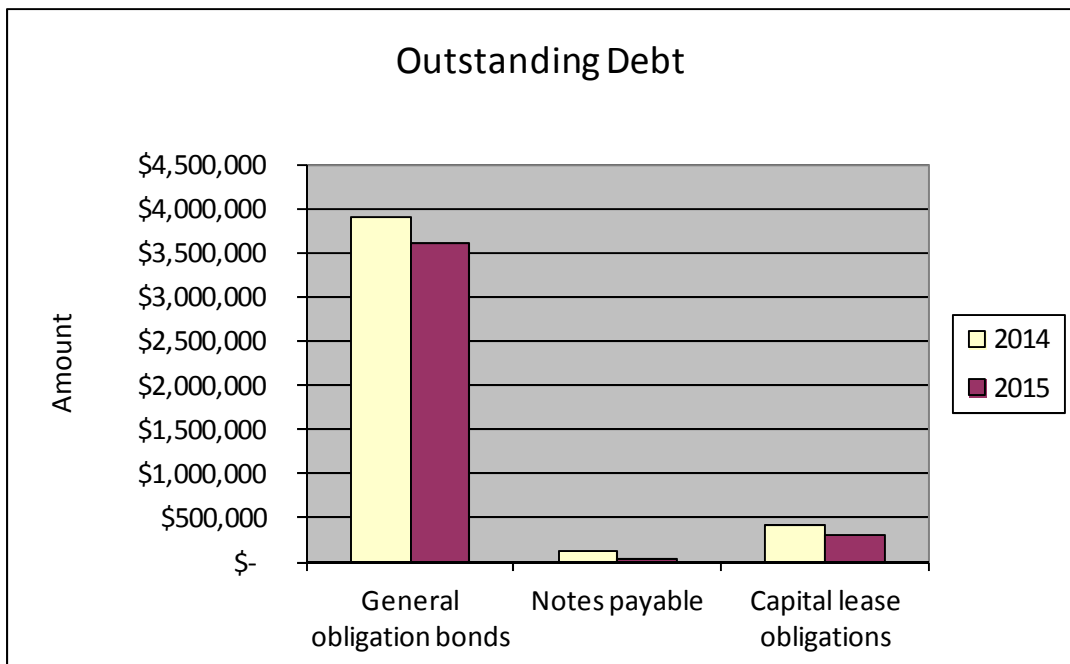
At the end of the current fiscal year, the Town had total debt outstanding of \$3,964,306, all of which is backed by the full faith and credit of the government. The Town's total debt decreased by \$498,650 or 11.2% during the current fiscal year primarily due to scheduled debt service payments.

As of June 30, 2015 the Town's general obligation bond rating was at Aa3 by Moody's.

State statutes limit the amount of general obligation debt the Town may issue to seven times its annual receipts from taxation, as defined by the statutes. The current debt limitation for the Town is \$112,701,384, which is significantly in excess of the Town's outstanding general obligation debt.

The following tables are a two year comparison of long-term debt:

	2015	2014
General obligation bonds	\$ 3,616,700	\$ 3,906,350
Notes payable	43,306	134,091
Capital lease obligations	304,300	422,515
Totals	\$ 3,964,306	\$ 4,462,956



Additional information on the Town's debt can be found in Notes G of this report.

TOWN OF WOODSTOCK, CONNECTICUT
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) *(Continued)*
JUNE 30, 2015

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

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

- The unemployment rate for the Town is currently 4.6%. This compares favorably to the state's average unemployment rate of 5.7% and the national unemployment rate of 5.3%.
- Significant estimates affecting next year's budget that are subject to change in the near term consist of the following:
 - For purposes of calculating property tax revenues for fiscal year 2016, the assessor's grand list was used along with an estimated tax rate, and an estimated rate of collection, with deductions for taxes to be paid by the State on behalf of certain taxpayers.
 - Intergovernmental grants were based on estimates from the State.
 - It is unknown how changes in market interest rates will impact real estate activity and related revenues collected by the Town Clerk and the amount of conveyance taxes and interest income.
 - Use of fund balance in the amount of \$169,946 has been assigned for use in the fiscal year 2016 budget.

All of these factors were considered in preparing the Town's budget for fiscal year 2016.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the Town's finances for all those with an interest in the Town's finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the Treasurer, Town of Woodstock, 415 Route 169, Woodstock, Connecticut 06281.

BASIC FINANCIAL STATEMENTS

TOWN OF WOODSTOCK, CONNECTICUT

STATEMENT OF NET POSITION

JUNE 30, 2015

	Governmental Activities
	<hr/>
ASSETS	
Cash and cash equivalents	\$ 6,719,213
Investments	321,803
Receivables:	
Property taxes and interest, net	357,006
Sewer usage and assessments, net	182,318
Grants and contracts receivable	99,869
Other receivables	24,126
Inventory	2,334
Restricted assets - investments	3,820,808
Grants and contracts receivable, long-term portion	727,050
Loans receivable, long-term	762,517
Capital assets	
Non-depreciable	2,993,127
Depreciable, net	22,956,089
Total assets	<hr/> 38,966,260 <hr/>
 LIABILITIES	
Accounts payable	442,995
Accrued liabilities	42,000
Accrued interest payable	50,767
Unearned revenue	1,025,301
Claims payable	275,073
Noncurrent liabilities:	
Due within one year	616,276
Due in more than one year	8,138,379
Total liabilities	<hr/> 10,590,791 <hr/>
 DEFERRED INFLOWS OF RESOURCES	
Deferred inflow on net pension liability	<hr/> 251,816 <hr/>
 NET POSITION	
Net investment in capital assets	22,731,610
Restricted for:	
Endowment - nonexpendable	22,934
Endowment - expendable	3,816,208
Grants and contracts	990,855
Unrestricted	562,046
Total net position	<hr/> \$ 28,123,653 <hr/>

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

TOWN OF WOODSTOCK, CONNECTICUT
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2015

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>			<u>Net (Expense)</u> <u>Revenue and</u> <u>Changes in Net</u> <u>Position</u>
		<u>Charges for</u> <u>Services</u>	<u>Operating</u> <u>Grants and</u> <u>Contributions</u>	<u>Capital</u> <u>Grants and</u> <u>Contributions</u>	<u>Governmental</u> <u>Activities</u>
Governmental activities:					
General government	\$ 1,884,817	\$ 217,980	\$ 54,040	\$ -	\$ (1,612,797)
Public safety	841,555	-	-	-	(841,555)
Public works	2,197,769	460,142	39,149	348,513	(1,349,965)
Health, welfare and recreation	386,038	98,043	306,585	-	18,590
Education	19,347,791	561,007	7,561,397	80,952	(11,144,435)
Interest expense	111,551	-	-	-	(111,551)
Total governmental activities	<u>\$ 24,769,521</u>	<u>\$ 1,337,172</u>	<u>\$ 7,961,171</u>	<u>\$ 429,465</u>	<u>\$ (15,041,713)</u>
General revenues:					
Property taxes, payments in lieu of taxes, interest and liens					15,717,344
Grants and contributions not restricted to specific programs					97,033
Unrestricted interest and investment earnings					<u>612,787</u>
Total general revenues					<u>16,427,164</u>
					Change in net position 1,385,451
					Net position - beginning, as originally reported 27,838,129
					Adjustments (See Note M) <u>(1,099,927)</u>
					Net position - beginning, as adjusted <u>26,738,202</u>
					Net position - ending <u>\$ 28,123,653</u>

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

TOWN OF WOODSTOCK, CONNECTICUT

BALANCE SHEET

GOVERNMENTAL FUNDS

JUNE 30, 2015

	General Fund	WPCA Fund	Herbert W. Bowen Fund	Town Aid Road Fund Fund	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS						
Cash and cash equivalents	\$ 5,408,504	\$ 276,859	\$ 698	\$ -	\$ 532,974	\$ 6,219,035
Investments	-	-	-	-	321,803	321,803
Receivables:						
Property taxes and interest, net	357,006	-	-	-	-	357,006
Sewer usage and assessments, net	-	182,318	-	-	-	182,318
Intergovernmental	39,149	-	-	-	41,070	80,219
Loans	-	-	-	-	762,517	762,517
Other	227	2,432	-	-	21,467	24,126
Due from other funds	144,698	-	202	1,059,115	1,141,762	2,345,777
Inventories	-	-	-	-	2,334	2,334
Restricted assets - investments	-	-	3,820,808	-	-	3,820,808
Total assets	<u>\$ 5,949,584</u>	<u>\$ 461,609</u>	<u>\$ 3,821,708</u>	<u>\$ 1,059,115</u>	<u>\$ 2,823,927</u>	<u>\$ 14,115,943</u>
LIABILITIES						
Accounts payable	\$ 219,848	\$ 119,595	\$ -	\$ 65,724	\$ 16,059	\$ 421,226
Accrued liabilities	42,000	-	-	-	-	42,000
Due to other funds	2,200,651	64,140	-	17,593	145,233	2,427,617
Unearned revenue	-	-	-	975,798	49,503	1,025,301
Total liabilities	<u>2,462,499</u>	<u>183,735</u>	<u>-</u>	<u>1,059,115</u>	<u>210,795</u>	<u>3,916,144</u>
DEFERRED INFLOWS OF RESOURCES						
Unavailable revenue:						
Property taxes and interest	294,478	-	-	-	-	294,478
Sewer usage and assessments	-	115,046	-	-	-	115,046
Total deferred inflows of resources	<u>294,478</u>	<u>115,046</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>409,524</u>
FUND BALANCES						
Nonspendable	-	-	5,500	-	17,434	22,934
Restricted	-	-	3,816,208	-	990,855	4,807,063
Committed	-	162,828	-	-	1,534,763	1,697,591
Assigned	169,946	-	-	-	71,903	241,849
Unassigned	3,022,661	-	-	-	(1,823)	3,020,838
Total fund balances	<u>3,192,607</u>	<u>162,828</u>	<u>3,821,708</u>	<u>-</u>	<u>2,613,132</u>	<u>9,790,275</u>
Total liabilities, deferred inflows and fund balances	<u>\$ 5,949,584</u>	<u>\$ 461,609</u>	<u>\$ 3,821,708</u>	<u>\$ 1,059,115</u>	<u>\$ 2,823,927</u>	<u>\$ 14,115,943</u>

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

TOWN OF WOODSTOCK, CONNECTICUT
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
JUNE 30, 2015

Total fund balance for governmental funds		\$ 9,790,275
Total net position reported for governmental activities in the statement of net position is different because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds. Those assets consist of:		
Land	\$ 1,922,121	
Construction in progress	546,388	
Intangibles	524,618	
Buildings and improvements	21,220,332	
Land improvements	1,135,481	
Machinery and equipment	4,315,204	
Infrastructure	8,580,464	
Accumulated depreciation	<u>(12,295,392)</u>	
Total capital assets, net		25,949,216
Long-term contract receivable amount from Woodstock Academy is not susceptible to accrual and is therefore not reported in the funds.		
		746,700
Some of the Town's taxes, assessments, interest and usage receivables will be collected after year end, but are not available soon enough to pay for the current period's expenditures, and therefore are reported as deferred inflows of resources in the funds.		
		409,524
Long-term liabilities applicable to the Town's governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities. All liabilities - both current and long-term - are reported in the statement of net position.		
Accrued interest payable	(50,767)	
Long-term debt:		
General obligation bonds	(3,616,700)	
Notes payable	(43,306)	
Capital lease obligations	(304,300)	
Other long-term liabilities:		
Loans payable	(14,385)	
Compensated absences	(128,752)	
Termination benefits	(90,000)	
Post-closure landfill costs	(82,500)	
Net pension liability	(786,465)	
Net OPEB obligation	<u>(3,688,247)</u>	
Total long-term liabilities		(8,805,422)
Deferred inflows of resources resulting from changes in the components of the net pension liability are reported in the statements of net position.		
		(251,816)
An internal service fund is used by the Town to charge the cost of risk management activities to individual funds. The assets and liabilities of the internal service fund are included in governmental activities in the statement of net position.		
		<u>285,176</u>
Net position of governmental activities		<u>\$ 28,123,653</u>

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

TOWN OF WOODSTOCK, CONNECTICUT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2015

	General Fund	WPCA Fund	Herbert W. Bowen Fund	Town Aid Road Fund	Nonmajor Governmental Funds	Total Governmental Funds
REVENUES						
Property taxes	\$ 15,685,017	\$ -	\$ -	\$ -	\$ -	\$ 15,685,017
Grants and contracts	7,061,438	-	-	197,978	992,014	8,251,430
Charges for services	371,898	183,416	-	-	444,873	1,000,187
Miscellaneous revenue	87,492	40,725	-	-	179,476	307,693
Interest and investment earnings	5,799	-	602,530	-	4,458	612,787
Total revenues	<u>23,211,644</u>	<u>224,141</u>	<u>602,530</u>	<u>197,978</u>	<u>1,620,821</u>	<u>25,857,114</u>
EXPENDITURES						
Current:						
General government	1,865,279	-	-	-	51,988	1,917,267
Public safety	819,479	-	-	-	-	819,479
Public works	1,330,362	158,264	-	178,750	123,578	1,790,954
Health, welfare and recreation	162,402	-	-	-	183,851	346,253
Education	17,492,430	-	-	-	1,034,756	18,527,186
Capital outlays	620,474	-	-	19,228	133,713	773,415
Debt service:						
Principal payments	270,000	110,435	-	-	-	380,435
Interest and fiscal charges	98,013	25,328	-	-	-	123,341
Capital outlay - lease payments	309,952	-	-	-	-	309,952
Total expenditures	<u>22,968,391</u>	<u>294,027</u>	<u>-</u>	<u>197,978</u>	<u>1,527,886</u>	<u>24,988,282</u>
Excess (deficiency) of revenues over expenditures	243,253	(69,886)	602,530	-	92,935	868,832
OTHER FINANCING SOURCES (USES)						
Proceeds from capital lease obligations	180,022	-	-	-	-	180,022
Sale of capital assets	-	-	-	-	10,800	10,800
Transfers in	768	-	-	-	343,949	344,717
Transfers out	(343,949)	-	-	-	(768)	(344,717)
Total other financing sources (uses)	<u>(163,159)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>353,981</u>	<u>190,822</u>
Net change in fund balances	80,094	(69,886)	602,530	-	446,916	1,059,654
Fund balances - beginning	<u>3,112,513</u>	<u>232,714</u>	<u>3,219,178</u>	<u>-</u>	<u>2,166,216</u>	<u>8,730,621</u>
Fund balances - ending	<u>\$ 3,192,607</u>	<u>\$ 162,828</u>	<u>\$ 3,821,708</u>	<u>\$ -</u>	<u>\$ 2,613,132</u>	<u>\$ 9,790,275</u>

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

TOWN OF WOODSTOCK, CONNECTICUT
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2015

Net change in fund balances - total governmental funds \$ 1,059,654

Total change in net position reported for governmental activities in the statement of activities is different because:

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. The amount by which depreciation and amortization expense exceeded capital outlays in the current period is as follows:

Expenditures for capital assets	\$ 692,587	
Depreciation and amortization expense	(779,662)	
Net adjustment		(87,075)

In the statement of activities, only the gain (loss) on the sale of capital assets is reported whereas the proceeds from the sale increase financial resources in the governmental funds. (35,964)

Contract revenue from Woodstock Academy is not susceptible to accrual and therefore, is only reported as revenue in the governmental funds when the cash is received. In the government-wide financial statements, the cash received reduces the contract receivable recognized. (19,650)

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

Debt issued or incurred:		
Capital lease financing	(180,022)	
Principal repayments:		
General obligation bonds	289,650	
Notes payable	90,785	
Capital lease obligations	298,237	
Net adjustment		498,650

(Continued)

TOWN OF WOODSTOCK, CONNECTICUT
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES *(Continued)*
FOR THE YEAR ENDED JUNE 30, 2015

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

Accrued interest	\$ 2,430	
Loans payable	(14,385)	
Contract payable	27,298	
Compensated absences	(229)	
Termination benefits	30,000	
Post-closure landfill costs	16,500	
Net pension liability	313,462	
Net OPEB obligation	<u>(436,416)</u>	
		\$ (61,340)
Deferred inflows of resources resulting from changes in the components of the net pension liability are amortized as a component of pension expense in the statement of activities.		(251,816)
Certain revenues reported in the statement of activities do not provide current financial resources and therefore are reported as deferred inflows of revenue in governmental funds. This amount represents the change in deferred inflows.		(4,167)
Internal service funds are used by management to charge the costs of certain activities to individual funds. The net revenue (expense) of a certain internal service fund is reported with governmental activities.		<u>287,159</u>
Change in net position of governmental activities		<u>\$ 1,385,451</u>

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

TOWN OF WOODSTOCK, CONNECTICUT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - BUDGETARY BASIS - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2015

	Budgeted Amounts		Actual	Variance With Final Budget Over (Under)
	Original	Final		
REVENUES				
Property taxes	\$ 15,435,512	\$ 15,435,512	\$ 15,685,017	\$ 249,505
Intergovernmental revenues	5,696,908	5,696,908	5,732,198	35,290
Charges for services	349,500	349,500	376,673	27,173
Other revenues	64,114	64,114	77,596	13,482
Interest income	15,000	15,000	5,799	(9,201)
Total revenues	<u>21,561,034</u>	<u>21,561,034</u>	<u>21,877,283</u>	<u>316,249</u>
EXPENDITURES				
Current:				
General government	2,067,978	2,067,978	2,020,955	(47,023)
Public safety	823,686	823,686	823,686	-
Public works	1,758,638	1,758,638	1,758,638	-
Health, recreation and welfare	201,465	201,465	201,465	-
Education	16,491,766	16,491,766	16,491,766	-
Debt service	501,447	501,447	501,447	-
Total expenditures	<u>21,844,980</u>	<u>21,844,980</u>	<u>21,797,957</u>	<u>(47,023)</u>
Excess (deficiency) of revenues over expenditures	(283,946)	(283,946)	79,326	363,272
OTHER FINANCING SOURCES (USES)				
Appropriation of fund balance	283,946	283,946	-	(283,946)
Transfer in	-	-	768	768
Total other financing sources (uses)	<u>283,946</u>	<u>283,946</u>	<u>768</u>	<u>(283,178)</u>
Net change in fund balances	<u>\$ -</u>	<u>\$ -</u>	80,094	<u>\$ 80,094</u>
Fund balance - beginning			<u>3,112,513</u>	
Fund balance - ending			<u>\$ 3,192,607</u>	

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

TOWN OF WOODSTOCK, CONNECTICUT
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2015

	Governmental Activities		Total
	Town Employees' Benefits Fund	Board of Education Employees' Benefits Fund	
ASSETS			
Cash and cash equivalents	\$ -	\$ 500,178	\$ 500,178
Due from other funds	60,071	-	60,071
Total assets	<u>60,071</u>	<u>500,178</u>	<u>560,249</u>
LIABILITIES			
Claims payable	-	275,073	275,073
Total liabilities	<u>-</u>	<u>275,073</u>	<u>275,073</u>
NET POSITION			
Unrestricted	60,071	225,105	285,176
Total net position	<u>\$ 60,071</u>	<u>\$ 225,105</u>	<u>\$ 285,176</u>

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

TOWN OF WOODSTOCK, CONNECTICUT
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2015

	Governmental Activities		
	Town Employees' Benefits Fund	Board of Education Employees' Benefits Fund	Total
OPERATING REVENUES			
Charges for services and premiums:			
Employer	\$ -	\$ 1,167,815	\$ 1,167,815
Employee	-	342,750	342,750
Total operating revenues	<u>-</u>	<u>1,510,565</u>	<u>1,510,565</u>
OPERATING EXPENSES			
Claims incurred and administrative expenses	-	1,223,406	1,223,406
Change in net position	-	287,159	287,159
Net position - beginning	<u>60,071</u>	<u>(62,054)</u>	<u>(1,983)</u>
Net position - ending	<u>\$ 60,071</u>	<u>\$ 225,105</u>	<u>\$ 285,176</u>

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

TOWN OF WOODSTOCK, CONNECTICUT
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2015

	Governmental Activities		
	Town	Board of Education	Total
	Employees'	Employees'	
	Benefits	Benefits	
	Fund	Fund	Fund
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash received from the following:			
Employer	\$ -	\$ 1,168,474	\$ 1,168,474
Employee	-	342,750	342,750
Cash paid for the following:			
Claims incurred and administrative expenses	-	(1,195,393)	(1,195,393)
Net cash provided by operating activities	-	315,831	315,831
Net increase in cash and cash equivalents	-	315,831	315,831
Cash and cash equivalents, beginning of year	-	184,347	184,347
Cash and cash equivalents, end of year	\$ -	\$ 500,178	\$ 500,178
RECONCILIATION OF OPERATING INCOME TO			
NET CASH PROVIDED BY OPERATING ACTIVITIES			
Operating income	\$ -	\$ 287,159	\$ 287,159
Adjustments to reconcile operating income to net cash provided by operating activities:			
Changes in assets and liabilities:			
Decrease in due from other funds	-	659	659
Increase in claims payable	-	28,013	28,013
Net cash provided by operating activities	\$ -	\$ 315,831	\$ 315,831

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

TOWN OF WOODSTOCK, CONNECTICUT
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
JUNE 30, 2015

	Private Purpose Trust Fund - Scholarship Fund	Agency Funds
ASSETS		
Cash and cash equivalents	\$ -	\$ 148,136
Investments, at fair value:		
Equity mutual funds	32,300	-
Other assets	-	21,769
Total assets	32,300	\$ 169,905
LIABILITIES		
Accounts payable	-	2,887
Due to student groups	-	25,466
Due to others	-	141,552
Total liabilities	-	\$ 169,905
NET POSITION		
Held in trust for other purposes	\$ 32,300	

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

TOWN OF WOODSTOCK, CONNECTICUT
STATEMENT OF CHANGES
IN FIDUCIARY NET POSITION
FOR THE YEAR ENDED JUNE 30, 2015

	Private Purpose Trust Fund - Scholarship Fund
ADDITIONS	
Investment earnings:	
Net increase in the fair value of investments	\$ 1,081
Interest and dividends	939
Total investment earnings	2,020
Change in net position	2,020
Net position - beginning	30,280
Net position - ending	\$ 32,300

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

TOWN OF WOODSTOCK, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

Financial Reporting Entity

The Town was incorporated as Woodstock in 1749 under the provisions of the Connecticut General Statutes. The Town operates under the Board of Selectmen, Town Meeting and Board of Finance form of government and provides the following services: public safety, public works, health, welfare and recreation, education, and general administrative services.

The legislative power of the Town is invested with the Board of Selectmen and Town Meeting. The Board of Selectmen may enact, amend or repeal ordinances and resolutions. The Board of Finance is responsible for financial and taxation matters as prescribed by Connecticut General Statutes, and is responsible for presenting fiscal operating budgets for Town Meeting approval.

Accounting principles generally accepted in the United States of America require that the reporting entity include the primary government and its component units, entities for which the government is considered to be financially accountable, and other organizations which by nature and significance of their relationship with the primary government would cause the financial statements to be incomplete or misleading if excluded. Based on these criteria, there are no component units requiring inclusion in these financial statements.

Government-wide and Fund Financial Statements

Government-wide Financial Statements

The statement of net position and the statement of activities display information about the Town and include the financial activities of the overall government, except for fiduciary activities. Eliminations have been made to minimize the double-counting of internal activities. The statements are intended to distinguish between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties. The Town has no business-type activities.

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

Fund Financial Statements

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

TOWN OF WOODSTOCK, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS *(Continued)*
JUNE 30, 2015

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

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

Fund Financial Statements *(Continued)*

The Town reports the following major governmental funds:

General Fund - This fund is the Town's primary operating fund. It accounts for all financial resources of the general government, except those not accounted for and reported in another fund.

WPCA Fund - This fund is used to account for the financial resources from the collection of sewer assessments and user charges used to fund sewer operations.

Herbert W. Bowen Fund - This fund is used to account for an endowment and related earnings which will be used to support the Town's operations.

Town Aid Road Fund - The Town Aid Road Fund is used to account for and report the proceeds of the state town aid road grant that are restricted to expenditures for the maintenance and repair of town roads.

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

Internal Service Fund *(proprietary)* - These funds account for activities that provide goods or services to other funds, departments, or agencies of the Town on a cost-reimbursement basis. The Town utilizes internal service funds to account for risk management activities related to medical and dental insurance.

Private Purpose Trust Fund - This fund type is used to account for trust arrangements under which principal and income benefit individuals, private organizations, or other governments. There is no requirement that any portion of the resources be preserved as capital. The Town utilizes a private purpose trust fund to account for activities of the Scholarship Fund.

Agency Funds - These funds are used to account for resources held by the Town in a purely custodial capacity. The Town utilizes these funds to account for assets of the student activities fund, the land review fund and the performance bond fund. The student activities fund accounts for monies generated by student activities in the Town's school system. The land review and performance bond funds accounts for monies received to ensure that construction is completed to correct specifications for new construction.

Measurement Focus and Basis of Accounting

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

The government-wide financial statements are prepared using the economic resources measurement focus and the accrual basis of accounting. Agency Funds have no measurement focus. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows.

TOWN OF WOODSTOCK, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS *(Continued)*
JUNE 30, 2015

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

Measurement Focus and Basis of Accounting *(Continued)*

Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are prepared using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are susceptible to accrual, that is, when they are both measurable and available. Revenues are considered to be available if they are collected 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 period. Property taxes, grants and contracts, and interest associated with the current period are considered to be susceptible to accrual. All other revenue items are considered to be measurable and available only when the cash is received by the Town. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

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

The private purpose trust fund is reported using the economic resources measurement focus and the accrual basis of accounting. The agency funds have no measurement focus but utilize the accrual basis of accounting for reporting assets and liabilities.

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

Cash Equivalents

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

Investments

Investments for the Town are reported at fair value (generally based on quoted market prices) except as described below.

TOWN OF WOODSTOCK, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS *(Continued)*
JUNE 30, 2015

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

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

Investments *(Continued)*

The Town invests in the State Treasurer's Short-Term Investment Fund (STIF), which is an investment pool managed by the State Treasurer's Office. STIF operates in conformity with all of the requirements of the Securities and Exchange Commission's (SEC) Rule 2a7 as promulgated under the Investment Company Act of 1940, as amended. Accordingly, STIF qualifies as 2a7-like pools and is reported at the net position value per share (which approximates fair value) even though it is calculated using the amortized cost method. STIF is subject to regulatory oversight even though they are not registered by the SEC.

The Herbert W. Bowen Fund is restricted to expenditures of the investment income only for the donor-designated purpose. As such, related investment accounts have been presented as restricted investments in both the statement of net position and the governmental funds balance sheet.

Any appreciation of the funds is also restricted. The Town allocates investment income in accordance with donor restrictions and Connecticut law, which adopted the provisions of the Uniform Prudent Management of Institutional Funds Act (UPMIFA). UPMIFA requires the investment of endowments in good faith and with the care that an ordinarily prudent person in a like position would exercise under similar circumstances. It requires prudence in incurring investment costs, authorizing only costs that are appropriate and reasonable. Factors to be considered in investing are expanded to include, for example, the effects of inflation. UPMIFA emphasizes that investment decisions be made in relation to the overall resources of the Town.

Inventories

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

Property Taxes

Property taxes are assessed as of October 1. Real estate and personal property taxes are billed in the following July and are due in two installments, July 1 and January 1. Motor vehicle taxes are billed in July and are due in one installment, July 1, and supplemental motor vehicle taxes are due in full January 1. Taxes become delinquent thirty days after the installment is due and interest on delinquent accounts is charged at a rate of 1.5% per month. Liens are effective on the assessment date and are continued by filing before the end of the year following the due date. Based on historical collection experience and other factors, the Town has established an allowance for uncollectible taxes and interest of \$63,079 as of June 30, 2015.

Upon completion of projects, sewer assessments are levied and assessed to the users semi-annually. Sewer assessment and usage charges are billed semi-annually on March and September 1. Assessments and user charges are due and payable within thirty days and delinquent amounts are subject to interest at a rate of 1.5% per month. Liens are filed on all delinquent properties until the assessment is paid in full. Based on historical collection experience and other factors, the Town has established an allowance for uncollectible sewer assessments and usage of \$12,000 as of June 30, 2015.

TOWN OF WOODSTOCK, CONNECTICUT
 NOTES TO FINANCIAL STATEMENTS *(Continued)*
 JUNE 30, 2015

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

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

Loans Receivable

The Town administers a Residential Rehabilitation Loan Program for low to moderate income families. The loans bear an interest rate of 0%. Repayment of the loans is deferred, but the loans become due and payable upon sale or transfer of the property, the owner's demise, or when the subject property is no longer the applicant's principal place of residence. The notes may be paid in full or in part by the borrower at any time without penalty. As of June 30, 2015, loans receivable totaled \$762,517 under this program.

Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g. roads, bridges, and sidewalks), are reported in the government-wide financial statements. Donated capital assets are recorded at estimated fair market value at the date of donation. All other assets are recorded at historical cost, or estimated historical cost, if purchased or constructed. Intangible assets lack physical substance, are nonfinancial in nature and have a useful life that extends beyond a single reporting period. Intangible assets with no legal, contractual, or regulatory factors limiting their useful life are considered to have an indefinite useful life.

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

Capital assets are defined by the Town as assets with an initial individual cost and estimated useful life as follows:

Assets	Years	Capitalization Threshold
Land	N/A	\$ 20,000
Construction in progress	N/A	20,000
Building and systems	50 – 75	20,000
Land improvements	75	20,000
Machinery and equipment:		
Vehicles	10 – 20	5,000
Furniture and equipment	5 – 50	5,000
Infrastructure	50 – 75	100,000

Unearned Revenue

In the government-wide and fund financial statements, this liability represents resources that have been received but not yet earned.

TOWN OF WOODSTOCK, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS *(Continued)*
JUNE 30, 2015

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

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

Deferred Inflows/Outflows of Resources

Deferred outflows of resources represents a consumption of net position that applies to a future period and so will not be recognized as an outflow of resources (expense/expenditure) until then. The Town has no items that qualify for reporting in this category.

Deferred inflows of resources represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The Town has two types of deferred inflows. Unavailable revenue is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from property taxes and interest, and sewer assessments and usage charges. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. The Town also recognizes deferred inflows of resources in the government-wide statement of net position for deferred amounts on pension benefits resulting from changes in the components of the Town's net pension liability. This amount is deferred and amortized as a component of pension expense on a systematic and rational basis.

Compensated Absences and Termination Benefits

It is the Town's policy to permit employees to accumulate unused sick and vacation pay benefits. Benefits are determined by the individual union contracts. Certain Board of Education personnel are also eligible for certain retirement incentive amounts that are amortized over time upon acceptance of an Early Retirement Incentive Program.

All compensated absences and employee retirement obligations are accrued when incurred in the government-wide financial statements. Expenditures for compensated absences are recognized in the governmental fund financial statements in the current year to the extent they are paid during the year, or the vested amount is expected to be paid with available resources.

Long-term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable 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 are expenses when incurred.

In the fund financial statements, governmental funds recognize bond premiums and discounts 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.

TOWN OF WOODSTOCK, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS *(Continued)*
JUNE 30, 2015

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

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

Net Position and Fund Balances

The statement of net position presents the Town's assets, deferred outflows/inflows of resources, and liabilities, with net position as the residual of these elements. Net position reported in three categories:

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

Restricted net position - This component of net position consists of amounts whose use is restricted either through external restrictions imposed by creditors, grantors, contributors, and the like, or through restrictions imposed by law through constitutional provisions or enabling legislation. None of the Town's restricted net position is restricted through enabling legislation.

Unrestricted net position - This component of net position is the net amount of assets, liabilities, and deferred inflows/outflows of resources which do not meet the definition of the preceding two categories.

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

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

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

Committed - Amounts can be only used for specific purposes pursuant to constraints imposed by formal action of the Board of Finance (the highest level of decision making authority of the Town) and cannot be used for any other purpose unless the Town removes or changes the specified use by taking the same formal action.

Assigned - Amounts are constrained by the government's intent to be used for specific purposes, but are not restricted or committed. Amounts may be constrained to be used for a specific purpose by the Board of Finance.

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

TOWN OF WOODSTOCK, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS *(Continued)*
JUNE 30, 2015

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

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

Net Position and Fund Balances *(Continued)*

Net Position Flow Assumption

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

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

The Town does not have a formal policy over net position. In practice, the Town considers restricted net position to have been depleted before unrestricted net position is applied.

Fund Balance Flow Assumption

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

The Town adopted a formal fund balance policy in February 2015. When an expenditure is incurred for purposes for which committed, assigned, or unassigned amounts are available, the Town considers the fund balance to be spent in the following order: committed, assigned, and then unassigned. In addition, the policy states that the Board of Finance shall propose annual budgets that provide for an unassigned General Fund balance of not less than 8.0% or more than 13.0% of the total operating General Fund expenditures.

TOWN OF WOODSTOCK, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS *(Continued)*
JUNE 30, 2015

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

Interfund Activities

Interfund activities are reported as follows:

Interfund Receivables and Payables

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

Advances between funds, as reported in the fund financial statements, are offset by a restricted fund balance designation (non-spendable) in the General Fund and by a restricted, committed, or assigned fund balance designation of other governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

Interfund Services Provided and Used

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

Interfund Transfers

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

Interfund Reimbursements

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

Use of Estimates

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

TOWN OF WOODSTOCK, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS *(Continued)*
JUNE 30, 2015

NOTE B - BUDGETARY INFORMATION

A legally adopted budget is authorized annually for the General Fund. The Town adheres to the following procedures in establishing the budgetary data included in the General Fund financial statements, in accordance with provisions of Connecticut General Statutes:

- The head of each department, office or agency of the Town, supported wholly or in part from Town funds, except the Board of Education, files with the Board of Selectmen a detailed estimate of the expenditures to be made and the revenues, other than property taxes, to be collected in the ensuing fiscal year.
- The Board of Selectmen presents an estimate of revenues and expenditures and justifications to the Board of Finance for all Town-supported functions. The Board of Education presents estimates of revenues and expenditures and justifications to the Board of Finance for all local education functions.
- The Board of Finance holds at least one public hearing on the proposed budget. The Board of Finance may review the budget requests with the head of each department, board, agency and commission including the Board of Education. The Board of Finance then prepares a budget to be presented at the Town's Annual Budget meeting. The Annual Budget meeting will adjourn to referendum.
- The Town has an ordinance limiting the increase in the Town's combined annual expenditure budget to the increases in the Town's grand list, State and Federal assistance, and other income. The limit on expenditure increases does not apply to increases necessary to cover debt services, court judgments, State mandated programs and emergency expenditures. In revaluation years, the dollar amount of the combined annual expenditure budget is limited to the dollar increase of the preceding year's budget or the average amount of increase of the preceding three years, whichever is less.
- Expenditures are budgeted by function, department and object. The legal level of budget control is the department level. The Board of Finance may approve additional appropriations for a department, provided such additional appropriations do not exceed \$20,000 or are not a second request for an appropriation by the asking board, commission or department. Appropriations in excess of \$20,000 must also be approved by vote of a Town Meeting. During the year ended June 30, 2015 the Board of Finance made no additional appropriations from fund balance.
- Formal budgetary integration is employed as a management control device during the year.

TOWN OF WOODSTOCK, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS *(Continued)*
JUNE 30, 2015

NOTE B - BUDGETARY INFORMATION

- The budget is prepared on the modified accrual basis of accounting. Encumbrances are recognized as a valid and proper charge against a budget appropriation in the year in which the purchase order, contract or other commitment is issued and, accordingly, encumbrances outstanding at year-end are reported in budgetary reports as expenditures of the current year. Generally, all unexpended appropriations lapse at year-end, except those for capital improvements and nonrecurring expenditures. Appropriations for capital projects are continued until completion of applicable projects, even when projects extend more than one fiscal year.

As described above, accounting principles applied for purposes of developing data on a budgetary basis differ from those used to present financial statements in conformity with accounting principles generally accepted in the United States of America ("GAAP basis"). A reconciliation of General Fund amounts presented on the budgetary basis to amounts presented on the GAAP basis is as follows for the year ended June 30, 2015:

	<u>Total Revenues</u>	<u>Total Expenditures</u>	<u>Other Financing Sources (Uses)</u>	<u>Net Change In Fund Balance</u>
Budgetary basis	\$ 21,877,283	\$ 21,797,957	\$ 768	\$ 80,094
"On-behalf" payments - State Teachers Retirement Fund <i>(see Note I)</i>	1,265,410	1,265,410	-	-
Reimbursement for certain grant costs recorded as a reduction to expenditures for budgetary purposes	68,951	68,951	-	-
Certain transfers recorded as revenues or expenditures for budgetary purposes	-	(343,949)	(343,949)	-
Noncash financing sources (uses) not recognized for budgetary purposes:				
Capital lease financing	-	180,022	180,022	-
GAAP basis	<u>\$ 23,211,644</u>	<u>\$ 22,968,391</u>	<u>\$ (163,159)</u>	<u>\$ 80,094</u>

TOWN OF WOODSTOCK, CONNECTICUT
 NOTES TO FINANCIAL STATEMENTS *(Continued)*
 JUNE 30, 2015

NOTE C - CASH DEPOSITS AND INVESTMENTS

Cash and cash equivalents consist of the following as of June 30, 2015:

Government-wide statement of net position:	
Cash and cash equivalents	\$ 6,719,213
Statement of fiduciary net position:	
Cash and cash equivalents	148,136
	6,867,349
Add: certificates of deposit classified as investments	
for disclosure purposes	321,803
Less: cash equivalents considered investments	
for disclosure purposes	(2,960,377)
	\$ 4,228,775

Cash Deposits – Custodial Credit Risk

Custodial credit risk is the risk that, in the event of a bank failure, the Town will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The Town's policy provides for uninsured demand and time deposits with banks and savings and loan institutions to be collateralized as prescribed in the Connecticut general statutes, as described below. In addition, in order to anticipate market changes and provide for a level of security for all funds, all public deposits shall be held in qualified public depositories. As of June 30, 2015, \$3,637,547 of the Town's bank balance of \$4,742,605 was exposed to custodial credit risk as follows:

Uninsured and uncollateralized	\$ 3,273,792
Uninsured and collateralized with securities held by the pledging bank's trust department or agent but not in the Town's name	363,755
	\$ 3,637,547

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

TOWN OF WOODSTOCK, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS *(Continued)*
JUNE 30, 2015

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

Investments

A reconciliation of the Town's investments as of June 30, 2015 is as follows:

Government-wide statement of net position:	
Investments	\$ 321,803
Restricted assets - investments	3,820,808
Statement of fiduciary net position:	
Investments	32,300
Add: cash equivalents considered investments for disclosure purposes	2,960,377
Less: certificates of deposit classified as investments for disclosure purposes	<u>(321,803)</u>
	<u><u>\$ 6,813,485</u></u>

As of June 30, 2015, the Town's investments consisted of the following:

<u>Investment type</u>	<u>Fair Value</u>	<u>Investment Maturities (In Years) Less Than 1</u>
Debt Securities:		
Pooled fixed income accounts:		
Short Term Investment Fund	\$ 2,960,377	<u>\$ 2,960,377</u>
 Other investments:		
Equity securities	3,820,808	
Equity mutual funds	<u>32,300</u>	
Total	<u><u>\$ 6,813,485</u></u>	

Because the pooled fixed income accounts have weighted average maturities of less than 90 days, they have been presented as investments with maturities of less than one year.

TOWN OF WOODSTOCK, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS *(Continued)*
JUNE 30, 2015

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

Investments *(Continued)*

Interest Rate Risk

The Town does not have a formal investment policy that limits Town investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. Generally, the Town does not invest in any long-term investment obligations.

Credit Risk

The Town has no investment policy that would further limit its investment choices beyond those limited by Connecticut general statutes. Connecticut general statutes permit the Town to invest in obligations of the United States, including its instrumentalities and agencies; in obligations of any state or of any political subdivision, authority or agency thereof, provided such obligations are rated within one of the top two rating categories of any recognized rating service; or in obligations of the State of Connecticut or of any political subdivision thereof, provided such obligations are rated within one of the top three rating categories of any recognized rating service.

The Town's investments in pooled fixed income accounts, whose ratings are required to be disclosed, were rated AAA by Standard & Poor's.

Custodial Credit Risk

For an investment, custodial credit risk is the risk that, in the event of the failure of a counterparty, the Town will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Town's investments consist primarily of investments in pooled fixed income accounts, mutual funds and equity securities, and are therefore not exposed to custodial credit risk as they are not evidenced by securities that exist in physical or book entry form.

Concentrations of Credit Risk

The Town places no limit on the amount of investment in any one issuer. The Town's investments in pooled fixed income accounts and in certain equity securities were the only individual holdings which exceeded 5% of the Town's total investments as of June 30, 2015.

TOWN OF WOODSTOCK, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS (Continued)
JUNE 30, 2015

NOTE D - CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2015 consisted of the following:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental Activities				
Capital assets, not being depreciated:				
Land	\$ 1,922,121	\$ -	\$ -	\$ 1,922,121
Construction in progress	60,596	485,792	-	546,388
Intangibles	524,618	-	-	524,618
Total capital assets, not being depreciated	<u>2,507,335</u>	<u>485,792</u>	<u>-</u>	<u>2,993,127</u>
Capital assets, being depreciated:				
Buildings and improvements	21,220,332	-	-	21,220,332
Land improvements	1,135,481	-	-	1,135,481
Machinery and equipment	4,389,009	206,795	(280,600)	4,315,204
Infrastructure	8,580,464	-	-	8,580,464
Total capital assets, being depreciated	<u>35,325,286</u>	<u>206,795</u>	<u>(280,600)</u>	<u>35,251,481</u>
Less accumulated depreciation for:				
Buildings and improvements	7,182,051	341,076	-	7,523,127
Land improvements	331,764	19,183	-	350,947
Machinery and equipment	2,191,032	253,230	(244,636)	2,199,626
Infrastructure	2,055,519	166,173	-	2,221,692
Total accumulated depreciation	<u>11,760,366</u>	<u>779,662</u>	<u>(244,636)</u>	<u>12,295,392</u>
Total capital assets, being depreciated, net	<u>23,564,920</u>	<u>(572,867)</u>	<u>(35,964)</u>	<u>22,956,089</u>
Governmental activities capital assets, net	<u>\$ 26,072,255</u>	<u>\$ (87,075)</u>	<u>\$ (35,964)</u>	<u>\$ 25,949,216</u>

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

Governmental Activities:	
General government	\$ 33,055
Public safety	19,762
Public works	327,963
Health, welfare and recreation	37,471
Education	361,411
Total depreciation expense - governmental activities	<u>\$ 779,662</u>

TOWN OF WOODSTOCK, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS (Continued)
JUNE 30, 2015

NOTE E - INTERFUND RECEIVABLES AND PAYABLES

Interfund receivable and payable balances at June 30, 2015 are as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
Governmental Funds		
General Fund	WPCA Fund	\$ 64,140
	Nonmajor Governmental Funds	<u>80,558</u>
		<u>144,698</u>
Herbert Bowen Fund	General Fund	<u>202</u>
Town Aid Road Fund	Nonmajor Governmental Funds	64,675
	General Fund	<u>994,440</u>
		<u>1,059,115</u>
Internal Service Funds	General Fund	<u>60,071</u>
Nonmajor Governmental Funds	General Fund	1,124,169
	Town Aid Road Fund	<u>17,593</u>
		1,141,762
Fiduciary Funds		
Agency Funds	General Fund	<u>21,769</u>
Total interfund receivables/payables		<u>\$ 2,427,617</u>

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

NOTE F - INTERFUND TRANSFERS

Interfund transfers for the year ended June 30, 2015 consisted of the following:

<u>Transfers In</u>	<u>Transfers Out</u>	<u>Amount</u>
Governmental Funds		
General Fund	Nonmajor Governmental Funds	\$ 768
Nonmajor Governmental Funds	General Fund	<u>343,949</u>
Total transfers		<u>\$ 344,717</u>

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

TOWN OF WOODSTOCK, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS (Continued)
JUNE 30, 2015

NOTE G - LONG-TERM LIABILITIES

The following is a summary of changes in long-term liabilities for the year ended June 30, 2015:

Governmental Activities	Beginning Balance (as restated per Note M)	Increases	Decreases	Ending Balance	Due Within One Year
General obligation bonds	\$ 3,906,350	\$ -	\$ (289,650)	\$ 3,616,700	\$ 284,650
Other liabilities:					
Notes payable	134,091	-	(90,785)	43,306	35,386
Capital lease obligations	422,515	180,022	(298,237)	304,300	187,352
Loans payable	-	17,563	(3,178)	14,385	4,888
Contract payable	27,298	-	(27,298)	-	-
Compensated absences	128,523	9,254	(9,025)	128,752	25,750
Termination benefits	120,000	30,000	(60,000)	90,000	70,000
Post-closure landfill costs	99,000	-	(16,500)	82,500	8,250
Net pension liability (Note I)	1,099,927	-	(313,462)	786,465	-
Net OPEB obligation (Note J)	3,251,831	516,360	(79,944)	3,688,247	-
	<u>\$ 9,189,535</u>	<u>\$ 753,199</u>	<u>\$ (1,188,079)</u>	<u>\$ 8,754,655</u>	<u>\$ 616,276</u>

The above liabilities have typically been liquidated by the General Fund and transfers in from the WPCA Fund.

General Obligation Bonds

A summary of general obligation bonds outstanding at June 30, 2015 is as follows:

Purpose of Bonds	Final Maturity Dates	Interest Rates	Amount Outstanding
Governmental Activities			
Bonds Payable			
General obligation bonds issued September 2010, original amount of \$2,415,000	8/1/2030	2.0% - 4.0%	\$ 2,145,000
General obligation refunding bonds issued September 2010, original amount of \$1,245,000	8/1/2020	2.0% - 3.0%	725,000
General obligation sewer bonds issued June 2013, original amount of \$786,000	10/1/2053	2.75%	746,700
			<u>\$ 3,616,700</u>

TOWN OF WOODSTOCK, CONNECTICUT
 NOTES TO FINANCIAL STATEMENTS *(Continued)*
 JUNE 30, 2015

NOTE G - LONG-TERM LIABILITIES *(Continued)*

General Obligation Bonds *(Continued)*

Annual debt service requirements to maturity on general obligation bonds are as follows as of June 30, 2015:

Year ending June 30:	Governmental Activities		
	General Obligation Bonds		
	Principal	Interest	Total
2016	\$ 284,650	\$ 111,866	\$ 396,516
2017	279,650	105,095	384,745
2018	269,650	98,117	367,767
2019	274,650	90,951	365,601
2020	269,650	84,948	354,598
2021-2025	888,250	310,683	1,198,933
2026-2030	768,250	162,849	931,099
2031-2035	228,250	59,340	287,590
2036-2040	98,250	43,230	141,480
2041-2045	98,250	29,721	127,971
2046-2050	98,250	16,212	114,462
2051-2055	58,950	3,240	62,190
	<u>\$ 3,616,700</u>	<u>\$ 1,116,252</u>	<u>\$ 4,732,952</u>

Contract Reimbursements

The Town has entered into a long-term contract in connection with the general obligation sewer bonds issued in fiscal year 2013, in which Woodstock Academy is liable to reimburse the Town for bond principal and interest costs. The amount of principal and interest reimbursements for the year ended June 30, 2015 was \$19,650 and \$21,075, respectively. Additional reimbursements of principal and interest aggregating \$746,700 and \$400,418, respectively, are expected to be received through the applicable bond's maturity dates.

Legal Debt Limit

Connecticut General Statutes Section 7-374(b) provides that authorized debt of the Town shall not exceed seven times base receipts, as defined in the Statute, or \$112,701,384 as of June 30, 2015. The Town did not exceed any of the statutory debt limitations at June 30, 2015.

Authorized, Unissued Bonds

As of June 30, 2015, the Town had authorized but unissued bonds totaling \$2,789,580.

TOWN OF WOODSTOCK, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS (Continued)
JUNE 30, 2015

NOTE G - LONG-TERM LIABILITIES (Continued)

Notes Payable

The State of Connecticut Department of Environmental Protection has provided Clean Water financing in the form of permanently financed serial notes to the Town dated March 31, 1998, in the initial amount of \$1,580,232. The note is payable in 240 monthly installments of \$7,920 and matures in July 2016. The note bears an interest rate of 2.0%. Annual debt service requirements to maturity on these obligations are as follows as of June 30, 2015:

Year ending June 30:	Governmental Activities		
	Notes Payable		
	Principal	Interest	Total
2016	\$ 35,386	\$ 1,441	\$ 36,827
Thereafter	7,920	-	7,920
	\$ 43,306	\$ 1,441	\$ 44,747

Capital Leases

A summary of assets acquired through capital leases is as follows as of June 30, 2015:

	Governmental Activities
Machinery and equipment	\$ 983,704
Less: accumulated amortization	(158,232)
	\$ 825,472

Amortization expense relative to leased property under capital leases totaled \$77,174 for the year ended June 30, 2015 and is included in depreciation and amortization expense disclosed in Note D.

Future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2015 are as follows:

Year ending June 30:	Governmental Activities
2016	\$ 192,740
2017	117,971
Total minimum lease payments	310,711
Less: amount representing interest	(6,411)
Present value of minimum lease payments	\$ 304,300

TOWN OF WOODSTOCK, CONNECTICUT
 NOTES TO FINANCIAL STATEMENTS *(Continued)*
 JUNE 30, 2015

NOTE G - LONG-TERM LIABILITIES *(Continued)*

Loans payable

The Town executed two loan agreements totaling \$17,563 with a local utility provider to finance various energy conservation improvements to the Town's school buildings. These loans were zero interest loans and have annual payments of approximately \$4,888 through July 2018.

Contract Payable

The Town has entered into a long-term contract with the Northeastern Connecticut Council of Governments and other local Connecticut municipalities, in connection with revaluation services. Contractual payments totaled \$27,298 during fiscal year 2015. The contract expired during the year ended June 30, 2015 and no formal contract for future services to be provided for revaluation services has been executed.

Termination Benefits

The Board of Education provides special termination benefits based on early retirement incentive agreements initiated in January 2013 and February 2015. The 2013 agreement involves six former employees and amounts due consist of annuity payments and will be paid out in equal payments of \$10,000 to each, annually through fiscal year 2016. The 2015 agreement involves one employee and the amount due consists of annuity payments that will be paid out in equal installments of \$10,000 through fiscal year 2018.

Post-closure Landfill Costs

The Town landfill has been closed. State and Federal laws and regulations require that the Town perform certain maintenance and monitoring functions at the landfill site for thirty years after closure. Estimated monitoring costs of \$8,250 per year for the next ten years total \$82,500 at June 30, 2015. These amounts are based on estimates, which are subject to change due to inflation, technology or changes in applicable laws and regulations.

NOTE H - FUND BALANCE

The various components of fund balance at June 30, 2015 are as follows:

	<u>General Fund</u>	<u>WPCA Fund</u>	<u>Herbert W. Bowen Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total</u>
Nonspendable:					
Inventories	\$ -	\$ -	\$ -	\$ 2,334	\$ 2,334
Permanent principal	-	-	5,500	15,100	20,600
Restricted for:					
Donor restrictions	-	-	3,816,208	8,761	3,824,969
Open space - loan programs	-	-	-	762,517	762,517
Grant programs	-	-	-	120,834	120,834
Capital projects	-	-	-	73,839	73,839
Record restoration	-	-	-	24,904	24,904

TOWN OF WOODSTOCK, CONNECTICUT
 NOTES TO FINANCIAL STATEMENTS *(Continued)*
 JUNE 30, 2015

NOTE H - FUND BALANCE *(Continued)*

	General Fund	WPCA Fund	Herbert W. Bowen Fund	Nonmajor Governmental Funds	Total
Committed to:					
WPCA	\$ -	\$ 162,828	\$ -	\$ -	\$ 162,828
Nonrecurring capital outlay	-	-	-	539,444	539,444
Education - non-lapsing	-	-	-	229,748	229,748
Revaluation	-	-	-	30,180	30,180
Cafeteria	-	-	-	60,480	60,480
Education	-	-	-	3,586	3,586
Capital outlay	-	-	-	563,588	563,588
General government	-	-	-	24,095	24,095
Recreation	-	-	-	83,642	83,642
Assigned to:					
Subsequent year's budget	169,946	-	-	-	169,946
Capital outlay	-	-	-	71,903	71,903
Unassigned	3,022,661	-	-	(1,823)	3,020,838
	<u>\$ 3,192,607</u>	<u>\$ 162,828</u>	<u>\$ 3,821,708</u>	<u>\$ 2,613,132</u>	<u>\$ 9,790,275</u>

NOTE I - EMPLOYEE RETIREMENT PLANS

Connecticut Municipal Employees' Retirement System

The Town participates in the Connecticut's Municipal Employees' Retirement System (CMERS). CMERS is the public pension plan offered by the State of Connecticut for municipal employees in participating municipalities. The plan was established in 1947 and is governed by Connecticut Statute Title 7, Chapter 113. Chapter 113, Part II of the General Statutes of Connecticut, which can be amended by legislative action, establishes PERS benefits, member contribution rates, and other plan provisions.

Municipalities may designate which departments are to be covered under the CMERS. Only employees covered under the State Teachers' Retirement System may not be included. There are no minimum age or service requirements. Membership is mandatory for all regular full time employees of participating departments except Police and Fire hired after age 60.

The plan has 4 sub plans as follows:

- General employees with social security
- General employees without social security
- Policemen and firemen with social security
- Policemen and firemen without social security

TOWN OF WOODSTOCK, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS *(Continued)*
JUNE 30, 2015

NOTE I - EMPLOYEE RETIREMENT PLANS *(Continued)*

Connecticut Municipal Employees' Retirement System *(Continued)*

Plan Description

Plan administration - CMERS is a multiemployer pension plan administered by the Connecticut State Retirement Commission. The State Retirement Commission is responsible for the administration of the CMERS. The State Treasurer is responsible for investing CMERS funds for the exclusive benefit of CMERS members.

Plan membership - All full-time employees of the Town, except for certified Board of Education personnel who are eligible for the State Teachers' Retirement System, who are age 55 or younger at the date of hire, participate in the CMERS plan for general employees with social security.

Benefits provided - General employees are eligible to retire at age 55 with 5 years of continuous service, or 15 years of active aggregate service, or 25 years of aggregate service. Police are eligible at the compulsory retirement age for police and fire members are eligible at the age of 65.

For members not covered by social security, the benefit is 2% of average final compensation times years of service. For members covered by social security, the benefit is 1 % of the average final compensation not in excess of the year's breakpoint plus 2% of average final compensation in excess of the year's breakpoint, times years of service.

The maximum benefit is 100% of average final compensation and the minimum benefit is \$1,000 annually. Both the minimum and the maximum include workers' compensation and social security benefits. If any member covered by social security retires before age 62, the benefit until age 62 is reached or a social security disability award is received, is computed as if the member is not under social security.

Employees are eligible for early retirement after 5 years of continuous or 15 years of active aggregate service. The benefit is calculated on the basis of average final compensation and service to date of termination. Deferred to normal retirement age, or an actuarially reduced allowance may begin at the time of separation.

Employees are eligible for service-related disability benefits from being permanently or totally disabled from engaging in the service of the municipality provided such disability has arisen out of and in the course of employment with the municipality. Disability due to hypertension or heart disease, in the case of firemen and policemen, is presumed to have been suffered in the line of duty. Disability benefits are calculated based on compensation and service to the date of the disability with a minimum benefit (including workers' compensation benefits) of 50% of compensation at the time of disability.

Employees are eligible for non-service-related disability benefits with 10 years of service and being permanently or totally disabled from engaging in gainful employment in the service of the municipality. Disability benefits are calculated based on compensation and service to the date of the disability.

The plan also offers a pre-retirement death benefit in the form of a lump sum return of contributions with interest or surviving spouse benefit depending on length of service.

TOWN OF WOODSTOCK, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS *(Continued)*
JUNE 30, 2015

NOTE I - EMPLOYEE RETIREMENT PLANS *(Continued)*

Connecticut Municipal Employees' Retirement System *(Continued)*

Plan Description *(Continued)*

Contributions - The contribution requirements of plan members are established and may be amended by the State Retirement Commission. The Town is required to contribute annual contributions consisting of a normal cost contribution, a contribution for the amortization of the net unfunded accrued liability and a prior service amortization payment which covers the liabilities of the system not met by member contributions. The current rate is 11.98% of the annual Town employees' covered payroll. The contribution requirements of the Town are established and may be amended by the State Retirement Commission. The Town's contributions to the CMERS for the years ended June 30, 2015, 2014 and 2013 were \$222,828, \$213,680, and \$139,112, respectively, and were equal to the required contributions for each year.

For employees not covered by social security, each person is required to contribute 5% of compensation. For employees covered by social security, each person is required to contribute 2.25% of compensation up to the social security taxable wage base plus 5% of compensation, if any, in excess of such base.

Summary of Significant Accounting Policies

Pensions - For purposes of measuring the net pension liability, deferred inflows of resources related to pensions and pension expense, information about the fiduciary net position of CMERS and additions and deletions from CMERS' net position are prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America. For this purpose, benefit payments are recognized when due and payable in accordance with benefit terms. Investments are reported at fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates.

Investment policy - The CMERS' policy in regard to the allocation of invested assets is established and may be amended by the State Retirement Commission. It is the policy of the State to pursue an investment strategy that reduces risk through the prudent diversification of the portfolio across a broad selection of distinct asset classes. The State Treasurer is responsible for investing CMERS funds for the exclusive benefit of CMERS members.

Net Pension Liability

The total estimated net pension liability of the CMERS as of June 30, 2014 was \$238.116 million, the most recent available reporting provided by the Board. The portion that was associated with the Town totaled approximately \$786,000 or approximately 0.003% of the total estimated net pension liability. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2014. The portion of the net pension liability associated with the Town was based on the 2014 actuarial (expected) payroll amounts reported by participating employers. Expected payroll adjusts actual payroll for known changes in the status of employees, annualized salaries for partial year employees and anticipated salary increases.

TOWN OF WOODSTOCK, CONNECTICUT
 NOTES TO FINANCIAL STATEMENTS *(Continued)*
 JUNE 30, 2015

NOTE I - EMPLOYEE RETIREMENT PLANS *(Continued)*

Connecticut Municipal Employees' Retirement System *(Continued)*

Net Pension Liability *(Continued)*

Actuarial assumptions - The total pension liability for the CMERS was determined by an actuarial valuation as of June 30, 2014, using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.25%
Salary increases	4.25% - 11.00%, including inflation
Investment rate of return	8.00%
Discount rate	8.00%

Mortality rates were based on the RP-2000 Combined Mortality Table for annuitants and non-annuitants (set forward one year for males and set back one year for females).

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

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-term Expected Real Rate of Return</u>
Large cap U.S. Equities	16%	5.80%
Developed Non-U.S. Equities	14%	6.60%
Emerging Markets (Non-U.S.)	7%	8.30%
Core Fixed Income	8%	1.30%
Inflation Linked Bonds	5%	1.00%
Emerging Market Bonds	8%	3.70%
High Yield Bonds	14%	3.90%
Real Estate	7%	5.10%
Private Equity	10%	7.60%
Alternative Investment	8%	4.10%
Liquidity Fund	3%	0.40%

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

TOWN OF WOODSTOCK, CONNECTICUT
 NOTES TO FINANCIAL STATEMENTS *(Continued)*
 JUNE 30, 2015

NOTE I - EMPLOYEE RETIREMENT PLANS *(Continued)*

Connecticut Municipal Employees' Retirement System *(Continued)*

Net Pension Liability *(Continued)*

Sensitivity of the net pension liability to changes in the discount rate - The following presents the Town's proportionate share of the net pension liability calculated using the discount rate of 8.00%, as well as what the Town's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower (7.00%) or 1-percentage-point higher (9.00%) than the current rate:

	1% Decrease (7.00%)	Current Discount (8.00%)	1% Increase (9.00%)
Town proportionate share of the net pension liability as of June 30, 2015	\$ 1,798,060	\$ 786,465	\$ (64,581)

Pension plan fiduciary net position - Detailed information about the CMERS plan's fiduciary net position is included in the State of Connecticut's basic financial statements.

Pension Expense and Deferred Outflows of Resources

For the year ended June 30, 2015, the Town recognized pension expense related to the CMERS of \$142,031. At June 30, 2015, the Town reported its proportionate share of deferred inflows of resources related to the MERS from the following source:

	Deferred Inflows of Resources
Net difference between projected and actual earnings on pension plan investments	\$ 251,816
Total	\$ 251,816

Amounts reported as deferred inflows of resources related to the CMERS will be recognized as a component of pension expense in future years as follows:

Year ended June 30,	
2016	\$ 62,954
2017	62,954
2018	62,954
2019	62,954
	\$ 251,816

TOWN OF WOODSTOCK, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS *(Continued)*
JUNE 30, 2015

NOTE I - EMPLOYEE RETIREMENT PLANS *(Continued)*

Connecticut State Teachers' Retirement System

The faculty and professional personnel of the Town's Board of Education participate in the Teachers' Retirement System ("TRS"), which is a cost-sharing multiple-employer defined benefit pension plan established under Chapter 167a of the Connecticut General Statutes. The TRS is administered by the Connecticut State Teachers' Retirement Board (the "Board") and is included as a fiduciary pension trust fund in the State of Connecticut's basic financial statements.

Plan benefits, cost-of-living allowances, required contributions of plan members and the State, and other plan provisions are described in Sections 10-183b to 10-183ss of the Connecticut General Statutes. The plan provides retirement, disability, death benefits, and annual cost-of-living adjustments to plan members and their beneficiaries.

The contribution requirements of plan members and the State are established and may be amended by the State legislature. In accordance with Section 10-183z of the General Statutes, the Town does not and is not legally responsible to contribute to the plan as a special funding situation exists that requires the State to contribute one hundred percent of employer's contributions on-behalf of its participating municipalities at an actuarially determined rate. Plan members are currently required to contribute 7.25% of their annual earnings to the plan. After five years of service, teachers are fully vested in their own contributions. After ten years of service, teachers are fully vested in the monthly pension benefit which is payable at the age of sixty. For the year ended June 30, 2015, plan members of the Town contributed \$358,368 to the plan and covered payroll for the year was \$4,943,007. The Town has recognized on-behalf payments of \$1,265,410 made by the State of Connecticut into the plan as intergovernmental revenues, and related expenditures of the General Fund in the accompanying statement of revenues, expenditures and changes in fund balances of the governmental funds.

Administrative costs of the plan are funded by the State.

The total estimated net pension liability of the TRS as of June 30, 2014 was \$10.141 billion, the most recent available reporting provided by the Board. The portion that was associated with the Town totaled approximately \$13.4 million or approximately 0.132% of the total estimated net pension liability. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2014. The portion of the net pension liability associated with the Town was based on a projection of the long-term share of contributions to the plan related to the Town relative to the projected contributions of all participating employers, actuarially determined. The pension expense attributed to the Town totaled \$1,003,658 for the year ended June 30, 2015.

The total pension liability in the June 30, 2014 actuarial valuation was determined using the following actuarial assumptions, applied to all periods in the measurement:

Inflation	3.0%
Salary increases	3.75% - 7.0% (includes inflation)
Investment rate of return	8.5% (includes inflation)
Cost of living adjustments:	
Retirements prior to 9/1/1992	3.0%
Retirements on or after 9/1/1992	2.0%

For healthy retirees and beneficiaries, the RP-2000 Combined Mortality Table projected forward 19 years using scale AA, with a two-year setback for males and females.

TOWN OF WOODSTOCK, CONNECTICUT
 NOTES TO FINANCIAL STATEMENTS *(Continued)*
 JUNE 30, 2015

NOTE I - EMPLOYEE RETIREMENT PLANS *(Continued)*

Connecticut State Teachers' Retirement System *(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 for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Long-term Expected Real Rate of Return
Large cap U.S. Equities	21%	5.80%
Developed Non-U.S. Equities	18%	6.60%
Emerging Markets (Non-U.S.)	9%	8.30%
Core Fixed Income	7%	1.30%
Inflation Linked Bonds	3%	1.00%
Emerging Market Bonds	5%	3.70%
High Yield Bonds	5%	3.90%
Real Estate	7%	5.10%
Private Equity	11%	7.60%
Alternative Investment	8%	4.10%
Liquidity Fund	6%	0.40%

The discount rate used to measure the total pension liability was 8.50%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that State contributions will be made at the actuarially determined rates in future years. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

The following presents the Town's proportionate share of the net pension liability calculated using the discount rate of 8.50%, as well as what the Town's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower (7.50%) or 1-percentage-point higher (9.50%) than the current rate:

	1% Decrease (7.50%)	Current Discount (8.50%)	1% Increase (9.50%)
Town proportionate share of the net pension liability as of June 30, 2015	\$17.1 million	\$13.4 million	\$10.2 million

Detailed information about the plan's fiduciary net position is included in the State of Connecticut's basic financial statements.

TOWN OF WOODSTOCK, CONNECTICUT
 NOTES TO FINANCIAL STATEMENTS (Continued)
 JUNE 30, 2015

NOTE J - OTHER POST-EMPLOYMENT BENEFITS (OPEB)

Plan Description

The Town's Board of Education administers one single-employer defined benefit healthcare plan (the "Plan") to provide medical benefits to certain eligible retirees, spouses and beneficiaries. The plan provides for medical, prescription drugs and dental benefits. Benefits provisions are established by contract and may be amended by union negotiations each bargaining period. The Plan does not issue a publicly available financial report and is not included in the financial statements of another entity.

Funding Policy

Contribution requirements of the participants and the Town are established by and may be amended through negotiations between the Town and the union representing the employees. Currently, participants are required to contribute 100% of their healthcare and dental premiums to the Town, less any reimbursements received by the Town from the State Retirement Board. The Town pays the benefits on a pay-as-you-go basis. The Town has not established a trust fund to irrevocably segregate assets to fund the liability associated with postemployment benefits.

Annual OPEB Cost and Net OPEB Obligation

The Town's annual OPEB cost is calculated based on the annual required contribution ("ARC"), an amount actuarially determined. 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 over a period not to exceed thirty years. The following table shows the components of the annual OPEB cost for the year, the amount actually contributed to the plan, and changes in the net OPEB obligation:

Annual required contribution	\$ 544,487
Interest on net OPEB obligation	146,332
Adjustment to annual required contribution	<u>(174,459)</u>
Annual OPEB cost	516,360
Contributions made	<u>79,944</u>
Increase in net OPEB obligation	436,416
Net OPEB obligation, beginning of year	<u>3,251,831</u>
Net OPEB obligation, end of year	<u><u>\$ 3,688,247</u></u>

The Town's annual OPEB cost, the percentage of annual OPEB cost contributed to the Plan, and the net OPEB obligation for the past three years is as follows:

Year Ended June 30	Annual OPEB Cost	Actual Contribution	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
2013	\$ 547,886	\$ 73,907	13.5%	\$ 2,775,083
2014	543,786	67,038	12.3%	3,251,831
2015	516,360	79,944	15.5%	3,688,247

TOWN OF WOODSTOCK, CONNECTICUT
 NOTES TO FINANCIAL STATEMENTS *(Continued)*
 JUNE 30, 2015

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

Funded Status and Funding Progress

The funded status of the plan as of June 30, 2014, the date of the most recent actuarial valuation, was as follows:

Actuarial Value of Assets (A)	Actuarial Accrued Liability (AAL) - Entry Age Normal Cost Method (B)	Unfunded AAL (UAAL) (B-A)	Funded Ratio (A/B)	Covered Payroll (C)	UAAL as a Percentage of Covered Payroll ((B-A)/C)
\$ -	\$ 8,435,837	\$ 8,435,837	0.0%	\$ 5,067,544	166.47%

The projection of future benefit payments for an ongoing plan involves estimates of the value of reported amounts and assumptions about the probability of events in 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 Town are subject to continual revision, as actual results are compared with past expectations and new estimates are made about the future. The schedules of funding progress, presented as required supplementary information (RSI) following the notes to the financial statements, present multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Actuarial Methods and Assumptions

Projections of benefits are based on the substantive plan (the plan as understood by the Town and plan members) and include the types of benefits in force at the valuation date and the pattern of sharing benefit costs between the Town and the plan members to that point. The projection of benefits for financial reporting purposes does not explicitly incorporate the potential effects of legal or contractual funding limitations on the pattern of cost sharing between the Town and plan members in the future. Actuarial calculations reflect a long-term perspective and employ methods and assumptions that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets. Significant methods and assumptions were as follows:

Valuation date:	June 30, 2014
Actuarial cost method:	Entry age normal
Amortization method:	Level Percent of Payroll Amortization
Remaining amortization period:	30 years
Asset valuation method:	N/A
Actuarial assumptions:	
Discount rate	4.50%
Inflation	1.07%
Healthcare cost trend rate	9.00% initial 3.00% final

TOWN OF WOODSTOCK, CONNECTICUT
 NOTES TO FINANCIAL STATEMENTS *(Continued)*
 JUNE 30, 2015

NOTE K - RISK MANAGEMENT

The Town is exposed to various risks of loss related to torts, thefts of, damage to, or destruction of assets; errors or omissions; injuries to employees or acts of God for which the Town carries commercial insurance. During 2015, deductibles paid by the Town were insignificant. Neither the Town nor its insurers have settled any claims which exceeded the Town's insurance coverage during the past three years. There have been no significant reductions in any insurance coverage from amounts in the prior year.

The general government previously self-insured its full-time municipal employees and highway foreman for dental and vision claims through the use of an internal service fund. Coverage under such fund has ceased. The remaining balance in the fund as of June 30, 2015 is \$60,071.

The Board of Education self-insures its employees for medical and dental claims through the use of an internal service fund. Maximum liability to the Board of Education per employee is \$35,000. The Board of Education retains an insurance policy for employee claims in excess of \$35,000. A third party administers the plan for which the Board of Education pays an administrative fee.

The Town establishes claims liabilities based on estimates of claims that have been incurred but not reported at June 30, 2015. Claims liabilities are recorded if information prior to the issuance of the financial statements indicates that it is possible that a liability has been incurred at the date of the financial statements and the amount of possible loss can be reasonably estimated. The amount of the claims accrual is based on the ultimate costs of settling the claims, which include past experience data, inflation and other future economic and societal factors and incremental claim adjustment expenses, net of estimated subrogation recoveries. The claims accrual does not include other allocated or unallocated claims adjustment expenses.

A summary of claims activity for the years ended June 30, 2014 and 2015 is as follows:

Year Ended June 30	Claims Payable, Beginning of Year	Claims and Changes in Estimates	Claims Paid	Claims Payable, End of Year
General Government:				
2014	\$ 349	\$ 344	\$ 693	\$ -
Board of Education				
2014	\$ 207,761	\$ 1,315,591	\$ 1,276,292	\$ 247,060
2015	247,060	1,223,406	1,195,393	275,073

NOTE L - COMMITMENTS AND CONTINGENCIES

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

TOWN OF WOODSTOCK, CONNECTICUT
 NOTES TO FINANCIAL STATEMENTS *(Continued)*
 JUNE 30, 2015

NOTE L - COMMITMENTS AND CONTINGENCIES *(Continued)*

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

Joint Venture

The Town, in a joint venture with the Town of Eastford, Connecticut, has created the Camp Nahaco Park Commission to oversee and maintain the Camp Nahaco Park. The Commission consists of four registered voters from each Town, as appointed by their respective Boards of Selectmen. The Commission adopts an annual operating budget. Each Town’s Board of Selectmen include \$900 in their budget to offset expenses. The Town of Woodstock provides accounting services for the Commission, and as such, includes the Commission’s financial activities as a nonmajor special revenue fund.

NOTE M - IMPLEMENTATION OF ACCOUNTING STANDARDS

Effective July 1, 2014, the Town implemented the provisions of Governmental Accounting Standards Board (GASB) Statement No. 69, *Government Combinations and Disposals of Government Operations*, and GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date—an amendment of GASB Statement No. 68*. The implementation of these statements did not have a material effect on the Town’s financial statements.

Effective July 1, 2014, the Town implemented GASB Statement No. 68, *Accounting and Financial Reporting for Pensions - An Amendment of GASB Statement No. 27*, which replaced the requirements of GASB Statement No. 27, *Accounting for Pensions by State and Local Governmental Employers*, and GASB Statement No. 50, *Pension Disclosures*. GASB Statement No. 68 required the Town to recognize a net pension liability relating to its proportionate share of long-term obligations for pension benefits in the government-wide financial statements. In addition, the implementation of GASB Statement No. 68 resulted in enhanced note disclosures and required supplementary information.

The Town has reported the following cumulative effect of applying GASB Statement No. 68 as an adjustment of beginning net position as of July 1, 2014. The adjustment recorded does not include the beginning effects of any deferred inflows of resources.

	Governmental Activities
Net position - beginning, as originally reported	\$ 27,838,129
Adjustment to record net pension liability under GASB Statement No. 68	(1,099,927)
Net position - beginning, as adjusted	\$ 26,738,202

TOWN OF WOODSTOCK, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS *(Continued)*
JUNE 30, 2015

NOTE N - IMPACT OF NEW ACCOUNTING STANDARDS NOT YET EFFECTIVE

In February 2015, the GASB issued Statement No. 72, *Fair Value Measurement and Application*. This statement addresses accounting and financial reporting issues related to fair value measurements and provides guidance for a) determining a fair value measurement for financial reporting purposes and b) applying fair value to certain investments and disclosures related to all fair value measurements. The requirements of this statement are effective for the Town's reporting period beginning July 1, 2015. The Town does not expect this statement to have a material effect on its financial statements.

In June 2015, the GASB issued Statement No. 73, *Accounting and Financial Reporting for Pensions and Related Assets That Are Not within the Scope of GASB Statement 68, and Amendments to Certain Provisions of GASB Statements 67 and 68*. This statement establishes standards of accounting and financial reporting for defined benefit pensions and defined contribution pensions that are provided to the employees of state and local governmental employers and are not within the scope of GASB Statement No. 68. The requirements of this statement that address accounting and financial reporting by employers and governmental non-employer contributing entities for pensions that are not within the scope of GASB Statement No. 68 are effective for the Town's reporting period beginning July 1, 2016, and the requirements of this statement that address financial reporting for assets accumulated for purposes of providing those pensions are effective for the Town's reporting period beginning July 1, 2015. The requirements of this statement for pension plans that are within the scope of GASB Statement No. 67, or for pensions that are within the scope of GASB Statement No. 68, are effective for the Town's reporting period beginning July 1, 2015. The Town does not expect this statement to have a material effect on its financial statements.

In June 2015, the GASB issued Statement No. 74, *Financial Reporting for Postemployment Benefit Plans other than Pension Plans*. This statement establishes new accounting and financial reporting requirements for OPEB plans included in the general purpose external financial reports of state and local governmental OPEB plans and replaces the requirements of GASB Statements No. 43, *Financial Reporting for Postemployment Benefit Plans other than Pension Plans*, as amended, and GASB Statement No. 57, *OPEB Measurements by Agent Employers and Agent Multiple-Employer Plans*. The requirements of this statement are effective for the Town's reporting period beginning July 1, 2016. The Town currently provides other post-employment benefits to certain eligible employees. The Town has not yet determined the impact that this statement will have on its financial statements.

In June 2015, the GASB issued Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits other than Pensions*. This statement establishes new accounting and financial reporting requirements for OPEB plans and replaces the requirements of GASB Statements No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*, as amended, and GASB Statement No. 57, *OPEB Measurements by Agent Employers and Agent Multiple-Employer Plans*, for OPEB. The requirements of this statement are effective for the Town's reporting period beginning July 1, 2017. The Town currently provides other post-employment benefits to certain eligible employees. The Town has not yet determined the impact that this statement will have on its financial statements.

In June 2015, the GASB issued Statement No. 76, *The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments*. This statement establishes the hierarchy of GAAP for state and local governments and supersedes GASB Statement No. 55, *The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments* and amends GASB Statement No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*. The requirements of this statement are effective for the Town's reporting period beginning July 1, 2015. The Town does not expect this statement to have a material effect on its financial statements.

REQUIRED SUPPLEMENTARY INFORMATION

TOWN OF WOODSTOCK, CONNECTICUT
 SCHEDULE OF THE TOWN'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY (UNAUDITED)
 CONNECTICUT MUNICIPAL EMPLOYEES' RETIREMENT SYSTEM
 Last Fiscal Year

	2014
Town's proportion of the net pension liability	0.0033%
Town's proportionate share of the net pension liability	\$ 786,465
Town's covered payroll	\$ 1,696,554
Town's proportionate share of the net pension liability as a percentage of its covered payroll	46.4%
Plan fiduciary net position as a percentage of the total pension liability	90.48%

Notes to Schedule:

Valuation Date 6/30/2014

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry Age Normal
Amortization method	Level dollar, closed
Remaining amortization period	27 years
Asset valuation method	5-year smoothed market (20% write up)
Investment rate of return	8.00%
Salary increases	4.25% - 11.00%, including inflation
Inflation	3.25%

Note: The Town began to report this schedule when it implemented GASB Statement No. 68 in fiscal year 2015.

TOWN OF WOODSTOCK, CONNECTICUT
SCHEDULE OF CONTRIBUTIONS
CONNECTICUT MUNICIPAL EMPLOYEES' RETIREMENT SYSTEM
JUNE 30, 2015

	2014
Contractually required contribution	\$ 222,828
Contributions in relation to the contractually required contribution	222,828
Contribution deficiency (excess)	\$ -
Covered employee payroll	\$ 1,696,554
Contributions as a percentage of covered employee payroll	13.13%

Notes to Schedule:

Benefit Changes None noted

Assumption Changes None noted

Note: The Town began to report this schedule when it implemented GASB Statement No. 68 in fiscal year 2015.

TOWN OF WOODSTOCK, CONNECTICUT
 SCHEDULE OF THE TOWN'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY (UNAUDITED)
 CONNECTICUT STATE TEACHERS' RETIREMENT SYSTEM
 Last Fiscal Year
 (Dollar amounts in thousands)

	2014
Town's proportion of the net pension liability	0.132%
Town's proportionate share of the net pension liability	\$ -
State's proportionate share of the net pension liability associated with the Town	13,377
Total	\$ 13,377
Town's covered payroll	\$ 4,943,007
Town's proportionate share of the net pension liability as a percentage of its covered payroll	0.0%
Plan fiduciary net position as a percentage of the total pension liability	61.51%
 Notes to Schedule:	
Valuation Date	6/30/2014
Methods and assumptions used to determine contribution rates:	
Actuarial cost method	Entry Age Normal
Amortization method	Level percent of pay, closed
Remaining amortization period	22.4 years
Asset valuation method	4 year smoothed market
Investment rate of return	8.50%
Salary increases	3.75% - 7.00%, including inflation
Inflation	3.00%

The Town began to report this schedule when it implemented GASB Statement No. 68 in fiscal year 2015.

TOWN OF WOODSTOCK, CONNECTICUT
SCHEDULE OF FUNDING PROGRESS (UNAUDITED)
JUNE 30, 2015

Other Post-Employment Benefits Program						
Actuarial Valuation Date	Actuarial Value of Assets (A)	Actuarial Accrued Liability (AAL) - Entry Age normal (B)	Unfunded AAL (UAAL) (B-A)	Funded Ratio (A/B)	Covered Payroll (C)	UAAL as a Percentage of Covered Payroll ((B-A)/C)
June 30, 2012	\$ -	\$ 7,895,074	\$ 7,895,074	0.0%	\$ 5,386,026	146.58%
June 30, 2014	-	8,435,837	8,435,837	0.0%	5,067,544	166.47%

See accompanying Independent Auditor's Report.

COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES

GENERAL FUND

TOWN OF WOODSTOCK, CONNECTICUT
SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES
BUDGET AND ACTUAL - BUDGETARY BASIS - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance With Final Budget Over (Under)</u>
	<u>Original</u>	<u>Final</u>		
PROPERTY TAXES				
Current taxes	\$ 15,135,512	\$ 15,135,512	\$ 15,198,653	\$ 63,141
Motor vehicle supplement	100,000	100,000	172,338	72,338
Prior taxes	125,000	125,000	207,203	82,203
Interest and lien fees	75,000	75,000	106,823	31,823
Total property taxes	<u>15,435,512</u>	<u>15,435,512</u>	<u>15,685,017</u>	<u>249,505</u>
INTERGOVERNMENTAL REVENUES				
Education equalization grant	5,463,437	5,463,437	5,437,489	(25,948)
Transportation	56,833	56,833	67,546	10,713
In lieu of taxes	7,839	7,839	14,620	6,781
Pequot grant	30,708	30,708	33,642	2,934
Elderly tax relief - homeowners	46,000	46,000	46,709	709
Totally disabled tax relief	1,044	1,044	886	(158)
Veterans tax relief	6,987	6,987	6,297	(690)
Local capital improvements grant	84,060	84,060	83,243	(817)
Miscellaneous grants	-	-	2,617	2,617
FEMA grant	-	-	39,149	39,149
Total intergovernmental revenues	<u>5,696,908</u>	<u>5,696,908</u>	<u>5,732,198</u>	<u>35,290</u>
CHARGES FOR SERVICES				
Inland wetlands permits	1,000	1,000	715	(285)
Planning & zoning fees	12,000	12,000	7,463	(4,537)
Building permit fees	60,000	60,000	57,160	(2,840)
Conveyance tax	50,000	50,000	70,229	20,229
Town clerk fees	45,000	45,000	48,156	3,156
Landfill permits	175,000	175,000	188,175	13,175
Dog licenses	4,000	4,000	1,618	(2,382)
Fire marshal fees	2,500	2,500	3,157	657
Total charges for services	<u>349,500</u>	<u>349,500</u>	<u>376,673</u>	<u>27,173</u>
INTEREST INCOME	<u>15,000</u>	<u>15,000</u>	<u>5,799</u>	<u>(9,201)</u>
OTHER REVENUES				
Utility grant	19,250	19,250	19,168	(82)
Miscellaneous receipts	15,744	15,744	26,567	10,823
Trust fund interest	20	20	3	(17)
WPCA administration fees	4,100	4,100	4,100	-
Cell tower rental	25,000	25,000	27,758	2,758
Total other revenues	<u>64,114</u>	<u>64,114</u>	<u>77,596</u>	<u>13,482</u>
Total revenues	<u>21,561,034</u>	<u>21,561,034</u>	<u>21,877,283</u>	<u>316,249</u>
OTHER FINANCING SOURCES				
Transfer in	-	-	768	768
Appropriation of fund balance	283,946	283,946	-	(283,946)
Total other financing sources	<u>283,946</u>	<u>283,946</u>	<u>768</u>	<u>(283,178)</u>
Total revenues and other financing sources	<u>\$ 21,844,980</u>	<u>\$ 21,844,980</u>	<u>\$ 21,878,051</u>	<u>\$ 33,071</u>

See accompanying Independent Auditor's Report.

TOWN OF WOODSTOCK, CONNECTICUT
SCHEDULE OF EXPENDITURES
BUDGET AND ACTUAL - BUDGETARY BASIS - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2015

	Budgeted Amounts		Actual	Variance With Final Budget Over (Under)
	Original	Final		
GENERAL GOVERNMENT				
Board of Selectmen	\$ 178,626	\$ 178,626	\$ 178,626	\$ -
Assessor	100,229	100,229	100,229	-
Tax collector	105,568	105,568	105,568	-
Finance	139,161	139,161	139,161	-
Town clerk	120,933	120,933	120,933	-
Election	24,631	24,631	24,631	-
Probate Court	8,513	8,513	8,513	-
Town counsel	20,000	20,000	20,000	-
Town hall	135,413	135,413	135,413	-
Data processing	66,775	66,775	66,775	-
Insurance and employee benefits	990,869	990,869	990,869	-
Planning and zoning commission	8,000	8,000	8,000	-
Town planner	77,636	77,636	77,636	-
Inland/Wetlands commission	5,200	5,200	5,200	-
Economic development commission	375	375	375	-
Contingency fund	50,000	50,000	2,977	(47,023)
Boards and commissions	36,049	36,049	36,049	-
Total general government	<u>2,067,978</u>	<u>2,067,978</u>	<u>2,020,955</u>	<u>(47,023)</u>
PUBLIC SAFETY				
Building department	124,417	124,417	124,417	-
Fire marshal	27,326	27,326	27,326	-
Fire protection association	457,400	457,400	457,400	-
Police protection	11,489	11,489	11,489	-
Public safety boards and commissions	203,054	203,054	203,054	-
Total public safety	<u>823,686</u>	<u>823,686</u>	<u>823,686</u>	<u>-</u>
PUBLIC WORKS				
Highway department	1,460,906	1,460,906	1,460,906	-
Environmental	46,520	46,520	46,520	-
Transfer station/recycling center	251,212	251,212	251,212	-
Total public works	<u>1,758,638</u>	<u>1,758,638</u>	<u>1,758,638</u>	<u>-</u>
HEALTH, WELFARE AND RECREATION				
	<u>201,465</u>	<u>201,465</u>	<u>201,465</u>	<u>-</u>

(Continued)

See accompanying Independent Auditor's Report.

TOWN OF WOODSTOCK, CONNECTICUT
SCHEDULE OF EXPENDITURES
BUDGET AND ACTUAL - BUDGETARY BASIS - GENERAL FUND (Continued)
FOR THE YEAR ENDED JUNE 30, 2015

	Budgeted Amounts		Actual	Variance With Final Budget Over (Under)
	Original	Final		
BOARD OF EDUCATION				
Board of Education	\$ 16,491,766	\$ 16,348,548	\$ 16,348,548	\$ -
Nonlapsing transfer	-	143,218	143,218	-
	<u>16,491,766</u>	<u>16,491,766</u>	<u>16,491,766</u>	<u>-</u>
DEBT SERVICE				
Principal payments	270,000	270,000	270,000	-
Interest and fiscal charges	97,013	97,013	97,013	-
Continuing disclosure	1,000	1,000	1,000	-
Capital outlay - lease payments	133,434	133,434	133,434	-
Total debt service	<u>501,447</u>	<u>501,447</u>	<u>501,447</u>	<u>-</u>
 Total expenditures	 <u>\$ 21,844,980</u>	 <u>\$ 21,844,980</u>	 <u>\$ 21,797,957</u>	 <u>\$ (47,023)</u>

See accompanying Independent Auditor's Report.

TOWN OF WOODSTOCK, CONNECTICUT
SCHEDULE OF PROPERTY TAXES LEVIED, COLLECTED AND OUTSTANDING
FOR THE YEAR ENDED JUNE 30, 2015

Grand List Year	Balance Uncollected June 30, 2014	Current Levy	Lawful Corrections		Transfers To Suspense	Balance To Be Collected	Collections			Balance Uncollected June 30, 2015
			Additions	Deductions			Taxes	Interest, Liens and Fees	Total	
2013	\$ -	\$ 15,693,123	\$ 10,003	\$ 51,839	\$ 2,604	\$ 15,648,683	\$ 15,403,764	\$ 51,399	\$ 15,455,163	\$ 244,919
2012	223,383	-	369	10,956	5,243	207,553	120,735	31,728	152,463	86,818
2011	93,826	-	4	8,853	8,551	76,426	44,204	14,948	59,152	32,222
2010	32,765	-	-	-	3,907	28,858	16,740	3,155	19,895	12,118
2009	11,167	-	-	-	1,852	9,315	4,769	4,523	9,292	4,546
2008	3,980	-	-	-	744	3,236	1,985	82	2,067	1,251
2007	152	-	-	-	107	45	3	56	59	42
	<u>\$ 365,273</u>	<u>\$ 15,693,123</u>	<u>\$ 10,376</u>	<u>\$ 71,648</u>	<u>\$ 23,009</u>	<u>\$ 15,974,115</u>	<u>\$ 15,592,200</u>	<u>\$ 105,892</u>	<u>\$ 15,698,092</u>	<u>\$ 381,915</u>

See accompanying Independent Auditor's Report.

TOWN OF WOODSTOCK, CONNECTICUT
SCHEDULE OF DEBT LIMITATION
CONNECTICUT GENERAL STATUTES, SECTION 7-374(b)
FOR THE YEAR ENDED JUNE 30, 2015

Total cash collections for the year ended
June 30, 2015:

Taxes	\$ 15,592,200
Interest and lien fees	105,892
Total	<u>15,698,092</u>

Total cash collections for the year ended
June 30, 2015 - coterminous governments

355,397

Reimbursement for revenue loss:

Tax relief for elderly (CGS 12-129d)	46,709
Base	<u>\$ 16,100,198</u>

	<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	\$ 36,225,445	\$ -	\$ -	\$ -	\$ -
4-1/2 times base	-	72,450,890	-	-	-
3-3/4 times base	-	-	60,375,741	-	-
3-1/4 times base	-	-	-	52,325,643	-
3 times base	-	-	-	-	48,300,593
Total debt limitation	<u>36,225,445</u>	<u>72,450,890</u>	<u>60,375,741</u>	<u>52,325,643</u>	<u>48,300,593</u>
Indebtedness:					
Bonds payable	2,870,000	-	746,700	-	-
Notes payable	-	-	43,306	-	-
Coterminous debt	117,360	-	-	-	-
Authorized, unissued bonds	-	2,789,580	-	-	-
Total indebtedness	<u>2,987,360</u>	<u>2,789,580</u>	<u>790,006</u>	<u>-</u>	<u>-</u>
Debt limitation in excess of outstanding and authorized debt	<u>\$ 33,238,085</u>	<u>\$ 69,661,310</u>	<u>\$ 59,585,735</u>	<u>\$ 52,325,643</u>	<u>\$ 48,300,593</u>
Total capacity of borrowing (7 times base)	\$ 112,701,384				
Total present indebtedness	6,566,946				
Margin for additional borrowing	<u>\$ 106,134,438</u>				

See accompanying Independent Auditor's Report.

NONMAJOR GOVERNMENTAL FUNDS

TOWN OF WOODSTOCK, CONNECTICUT
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2015

	Nonmajor Special Revenue Funds					
	Conservation Commission Fund	School Cafeteria Fund	Quasset School Fund	Education Grant Fund	Beautification Committee Fund	Recreation Committee Fund
ASSETS						
Cash and cash equivalents	\$ 2,193	\$ 51,060	\$ -	\$ -	\$ -	\$ -
Investments	-	-	-	-	-	-
Receivables:						
Intergovernmental	-	13,871	-	27,199	-	-
Loans	-	-	-	-	-	-
Other	-	-	-	4,799	-	-
Due from other funds	-	-	3,586	56,754	1,320	56,902
Inventories	-	2,334	-	-	-	-
Total assets	<u>\$ 2,193</u>	<u>\$ 67,265</u>	<u>\$ 3,586</u>	<u>\$ 88,752</u>	<u>\$ 1,320</u>	<u>\$ 56,902</u>
LIABILITIES						
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 65
Due to other funds	2	-	-	-	-	-
Unearned revenue	-	4,451	-	7,852	-	-
Total liabilities	<u>2</u>	<u>4,451</u>	<u>-</u>	<u>7,852</u>	<u>-</u>	<u>65</u>
FUND BALANCES						
Nonspendable	-	2,334	-	-	-	-
Restricted	-	-	-	80,900	-	-
Committed	2,191	60,480	3,586	-	1,320	56,837
Assigned	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-
Total fund balances	<u>2,191</u>	<u>62,814</u>	<u>3,586</u>	<u>80,900</u>	<u>1,320</u>	<u>56,837</u>
Total liabilities and fund balances	<u>\$ 2,193</u>	<u>\$ 67,265</u>	<u>\$ 3,586</u>	<u>\$ 88,752</u>	<u>\$ 1,320</u>	<u>\$ 56,902</u>

(Continued)

See accompanying Independent Auditor's Report.

TOWN OF WOODSTOCK, CONNECTICUT
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS (Continued)
JUNE 30, 2015

	Nonmajor Special Revenue Funds					
	Recycling Fund	Town Beach Fund	Camp Nahaco Revenue Fund	Arboretum Fund	Record Restoration Fund	Small Cities Fund
ASSETS						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ 2,015	\$ -	\$ 39,432
Investments	-	-	-	-	-	-
Receivables:						
Intergovernmental	-	-	-	-	-	-
Loans	-	-	-	-	-	762,517
Other	-	-	2,277	-	-	-
Due from other funds	20,145	3,512	45,815	-	36,431	-
Inventories	-	-	-	-	-	-
Total assets	<u>\$ 20,145</u>	<u>\$ 3,512</u>	<u>\$ 48,092</u>	<u>\$ 2,015</u>	<u>\$ 36,431</u>	<u>\$ 801,949</u>
LIABILITIES						
Accounts payable	\$ 323	\$ -	\$ 1,741	\$ -	\$ 11,527	\$ -
Due to other funds	-	-	-	1,253	-	8
Unearned revenue	-	-	37,200	-	-	-
Total liabilities	<u>323</u>	<u>-</u>	<u>38,941</u>	<u>1,253</u>	<u>11,527</u>	<u>8</u>
FUND BALANCES						
Nonspendable	-	-	-	-	-	-
Restricted	-	-	-	-	24,904	801,941
Committed	19,822	3,512	9,151	762	-	-
Assigned	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-
Total fund balances	<u>19,822</u>	<u>3,512</u>	<u>9,151</u>	<u>762</u>	<u>24,904</u>	<u>801,941</u>
Total liabilities and fund balances	<u>\$ 20,145</u>	<u>\$ 3,512</u>	<u>\$ 48,092</u>	<u>\$ 2,015</u>	<u>\$ 36,431</u>	<u>\$ 801,949</u>

(Continued)

See accompanying Independent Auditor's Report.

TOWN OF WOODSTOCK, CONNECTICUT
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS (Continued)
JUNE 30, 2015

	Nonmajor Special Revenue Funds			Capital Projects Funds	
	Miscellaneous Grants Fund	Fuel Depot Fund	Total Special Revenue Funds	Open Space Fund	Capital Nonrecurring Fund
ASSETS					
Cash and cash equivalents	\$ -	\$ -	\$ 94,700	\$ 272,775	\$ 158,952
Investments	-	-	-	301,615	-
Receivables:					
Intergovernmental	-	-	41,070	-	-
Loans	-	-	762,517	-	-
Other	-	14,391	21,467	-	-
Due from other funds	510	2,154	227,129	45,529	869,104
Inventories	-	-	2,334	-	-
Total assets	\$ 510	\$ 16,545	\$ 1,149,217	\$ 619,919	\$ 1,028,056
LIABILITIES					
Accounts payable	\$ -	\$ 2,403	\$ 16,059	\$ -	\$ -
Due to other funds	-	-	1,263	-	139,273
Unearned revenue	-	-	49,503	-	-
Total liabilities	-	2,403	66,825	-	139,273
FUND BALANCES					
Nonspendable	-	-	2,334	-	-
Restricted	510	-	908,255	26,151	47,688
Committed	-	14,142	171,803	593,768	769,192
Assigned	-	-	-	-	71,903
Unassigned	-	-	-	-	-
Total fund balances	510	14,142	1,082,392	619,919	888,783
Total liabilities and fund balances	\$ 510	\$ 16,545	\$ 1,149,217	\$ 619,919	\$ 1,028,056

(Continued)

See accompanying Independent Auditor's Report.

TOWN OF WOODSTOCK, CONNECTICUT
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS (Concluded)
JUNE 30, 2015

	Capital Projects Funds		Permanent Funds			Total Nonmajor Governmental Funds
	School Roof Fund	Total Capital Projects Funds	Brandford Marcy Cemetery Fund	Memorial Fund	Total Permanent Funds	
ASSETS						
Cash and cash equivalents	\$ -	\$ 431,727	\$ 810	\$ 5,737	\$ 6,547	\$ 532,974
Investments	-	301,615	20,188	-	20,188	321,803
Receivables:						
Intergovernmental	-	-	-	-	-	41,070
Loans	-	-	-	-	-	762,517
Other	-	-	-	-	-	21,467
Due from other funds	-	914,633	-	-	-	1,141,762
Inventories	-	-	-	-	-	2,334
Total assets	<u>\$ -</u>	<u>\$ 1,647,975</u>	<u>\$ 20,998</u>	<u>\$ 5,737</u>	<u>\$ 26,735</u>	<u>\$ 2,823,927</u>
LIABILITIES						
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 16,059
Due to other funds	-	139,273	3,930	767	4,697	145,233
Unearned revenue	-	-	-	-	-	49,503
Total liabilities	<u>-</u>	<u>139,273</u>	<u>3,930</u>	<u>767</u>	<u>4,697</u>	<u>210,795</u>
FUND BALANCES						
Nonspendable	-	-	10,100	5,000	15,100	17,434
Restricted	-	73,839	6,968	1,793	8,761	990,855
Committed	-	1,362,960	-	-	-	1,534,763
Assigned	-	71,903	-	-	-	71,903
Unassigned	-	-	-	(1,823)	(1,823)	(1,823)
Total fund balances	<u>-</u>	<u>1,508,702</u>	<u>17,068</u>	<u>4,970</u>	<u>22,038</u>	<u>2,613,132</u>
Total liabilities and fund balances	<u>\$ -</u>	<u>\$ 1,647,975</u>	<u>\$ 20,998</u>	<u>\$ 5,737</u>	<u>\$ 26,735</u>	<u>\$ 2,823,927</u>

See accompanying Independent Auditor's Report.

TOWN OF WOODSTOCK, CONNECTICUT
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 NONMAJOR GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED JUNE 30, 2015

	Nonmajor Special Revenue Funds					
	Conservation Commission Fund	School Cafeteria Fund	Quasset School Fund	Education Grant Fund	Beautification Committee Fund	Recreation Committee Fund
REVENUES						
Grants and contracts	\$ -	\$ 86,110	\$ -	\$ 526,876	\$ -	\$ -
Charges for services	-	218,257	-	-	-	37,040
Miscellaneous revenue	439	-	184	165,535	-	8,016
Interest income	1	-	-	-	-	-
Total revenues	<u>440</u>	<u>304,367</u>	<u>184</u>	<u>692,411</u>	<u>-</u>	<u>45,056</u>
EXPENDITURES						
Current:						
General government	-	-	-	-	-	-
Public works	-	-	-	-	-	-
Health, welfare and recreation	-	-	-	-	-	61,713
Education	-	306,980	730	681,230	-	-
Capital outlays	-	-	-	-	-	-
Total expenditures	<u>-</u>	<u>306,980</u>	<u>730</u>	<u>681,230</u>	<u>-</u>	<u>61,713</u>
Excess (deficiency) of revenues over expenditures	440	(2,613)	(546)	11,181	-	(16,657)
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	500	-	-	22,504
Transfers out	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>500</u>	<u>-</u>	<u>-</u>	<u>22,504</u>
Net change in fund balances	440	(2,613)	(46)	11,181	-	5,847
Fund balances (deficit) - beginning	<u>1,751</u>	<u>65,427</u>	<u>3,632</u>	<u>69,719</u>	<u>1,320</u>	<u>50,990</u>
Fund balances - ending	<u>\$ 2,191</u>	<u>\$ 62,814</u>	<u>\$ 3,586</u>	<u>\$ 80,900</u>	<u>\$ 1,320</u>	<u>\$ 56,837</u>

(Continued)

See accompanying Independent Auditor's Report.

TOWN OF WOODSTOCK, CONNECTICUT
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 NONMAJOR GOVERNMENTAL FUNDS *(Continued)*
 FOR THE YEAR ENDED JUNE 30, 2015

	Nonmajor Special Revenue Funds					
	Recycling Fund	Town Beach Fund	Camp Nahaco Revenue Fund	Arboretum Fund	Record Restoration Fund	Small Cities Fund
REVENUES						
Grants and contracts	\$ -	\$ -	\$ -	\$ -	\$ 5,000	\$ 285,069
Charges for services	-	-	61,003	-	3,528	-
Miscellaneous revenue	1,093	-	2,534	335	-	-
Interest income	-	-	-	2	-	-
Total revenues	<u>1,093</u>	<u>-</u>	<u>63,537</u>	<u>337</u>	<u>8,528</u>	<u>285,069</u>
EXPENDITURES						
Current:						
General government	7,228	-	-	451	14,328	-
Public works	-	-	-	-	-	-
Health, welfare and recreation	-	6,635	62,828	-	-	52,675
Education	-	-	-	-	-	-
Capital outlays	-	-	-	-	-	-
Total expenditures	<u>7,228</u>	<u>6,635</u>	<u>62,828</u>	<u>451</u>	<u>14,328</u>	<u>52,675</u>
Excess (deficiency) of revenues over expenditures	(6,135)	(6,635)	709	(114)	(5,800)	232,394
OTHER FINANCING SOURCES (USES)						
Transfers in	-	12,462	900	-	-	-
Transfers out	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>12,462</u>	<u>900</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(6,135)	5,827	1,609	(114)	(5,800)	232,394
Fund balances (deficit) - beginning	<u>25,957</u>	<u>(2,315)</u>	<u>7,542</u>	<u>876</u>	<u>30,704</u>	<u>569,547</u>
Fund balances - ending	<u>\$ 19,822</u>	<u>\$ 3,512</u>	<u>\$ 9,151</u>	<u>\$ 762</u>	<u>\$ 24,904</u>	<u>\$ 801,941</u>

(Continued)

See accompanying Independent Auditor's Report.

TOWN OF WOODSTOCK, CONNECTICUT
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 NONMAJOR GOVERNMENTAL FUNDS (Continued)
 JUNE 30, 2015

	Nonmajor Special Revenue Funds			Capital Projects Funds	
	Miscellaneous Grants Fund	Fuel Depot Fund	Total Special Revenue Funds	Open Space Fund	Capital Nonrecurring Fund
REVENUES					
Grants and contracts	\$ -	\$ -	\$ 903,055	\$ -	\$ 88,959
Charges for services	-	121,688	441,516	-	3,357
Miscellaneous revenue	-	-	178,136	1,340	-
Interest income	-	-	3	3,797	450
Total revenues	-	121,688	1,522,710	5,137	92,766
EXPENDITURES					
Current:					
General government	1,482	-	23,489	-	27,298
Public works	-	123,578	123,578	-	-
Health, welfare and recreation	-	-	183,851	-	-
Education	-	-	988,940	-	45,816
Capital outlays	-	-	-	-	131,123
Total expenditures	1,482	123,578	1,319,858	-	204,237
Excess (deficiency) of revenues over expenditures	(1,482)	(1,890)	202,852	5,137	(111,471)
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	36,366	20,002	287,581
Transfers out	-	-	-	-	-
Sale of capital assets	-	-	-	-	10,800
Total other financing sources (uses)	-	-	36,366	20,002	298,381
Net change in fund balances	(1,482)	(1,890)	239,218	25,139	186,910
Fund balances (deficit) - beginning	1,992	16,032	843,174	594,780	701,873
Fund balances - ending	\$ 510	\$ 14,142	\$ 1,082,392	\$ 619,919	\$ 888,783

(Continued)

See accompanying Independent Auditor's Report.

TOWN OF WOODSTOCK, CONNECTICUT
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 NONMAJOR GOVERNMENTAL FUNDS (Concluded)
 JUNE 30, 2015

	Capital Projects Funds		Permanent Funds			Total Nonmajor Governmental Funds
	School Roof Fund	Total Capital Projects Funds	Brandford Marcy Cemetery Fund	Memorial Fund	Total Permanent Funds	
REVENUES						
Grants and contracts	\$ -	\$ 88,959	\$ -	\$ -	\$ -	\$ 992,014
Charges for services	-	3,357	-	-	-	444,873
Miscellaneous revenue	-	1,340	-	-	-	179,476
Interest income	-	4,247	202	6	208	4,458
Total revenues	-	97,903	202	6	208	1,620,821
EXPENDITURES						
Current:						
General government	-	27,298	1,201	-	1,201	51,988
Public works	-	-	-	-	-	123,578
Health, welfare and recreation	-	-	-	-	-	183,851
Education	-	45,816	-	-	-	1,034,756
Capital outlays	2,590	133,713	-	-	-	133,713
Total expenditures	2,590	206,827	1,201	-	1,201	1,527,886
Excess (deficiency) of revenues over expenditures	(2,590)	(108,924)	(999)	6	(993)	92,935
OTHER FINANCING SOURCES (USES)						
Transfers in	-	307,583	-	-	-	343,949
Transfers out	-	-	-	(768)	(768)	(768)
Sale of capital assets	-	10,800	-	-	-	10,800
Total other financing sources (uses)	-	318,383	-	(768)	(768)	353,981
Net change in fund balances	(2,590)	209,459	(999)	(762)	(1,761)	446,916
Fund balances (deficit) - beginning	2,590	1,299,243	18,067	5,732	23,799	2,166,216
Fund balances - ending	\$ -	\$ 1,508,702	\$ 17,068	\$ 4,970	\$ 22,038	\$ 2,613,132

See accompanying Independent Auditor's Report.

TOWN OF WOODSTOCK, CONNECTICUT
PROJECT STATUS SUMMARY
CAPITAL NONRECURRING FUND
FOR THE YEAR ENDED JUNE 30, 2015

	Fund Balance June 30, 2014	Revenues		Expenditures			Transfers In (Out)	Fund Balance June 30, 2015
		Capital Grants	Other Income	General Government	Education	Capital Outlay		
Restricted Fund Balance								
Public Act 05-228	\$ 44,331	\$ -	\$ 3,357	\$ -	\$ -	\$ -	\$ -	\$ 47,688
Committed Fund Balance								
Revaluation	57,478	-	-	(27,298)	-	-	-	30,180
Nonlapsing education funds	132,346	-	-	-	(45,816)	-	143,218	229,748
Transfer station	104,767	-	-	-	-	(2,302)	-	102,465
Highway equipment	80,963	-	10,800	-	-	-	-	91,763
Bradford Corner Road	51,632	-	-	-	-	(51,632)	-	-
Parking lot expansion	63,727	-	-	-	-	-	25,000	88,727
Public school security lock system	8,981	-	-	-	-	(8,981)	-	-
Plan of development	22,127	-	-	-	-	(3,533)	-	18,594
Camp Nahaco infrastructure upgrade	10,000	-	-	-	-	-	(10,000)	-
Town Hall HVAC system upgrade	15,000	-	-	-	-	-	15,000	30,000
English Neighborhood Road Project - Phase II	73,352	-	-	-	-	-	-	73,352
Municipal-aid grant	-	64,675	-	-	-	(64,675)	-	-
Quasset School	-	-	-	-	-	-	20,000	20,000
County Road Phase 1	-	-	-	-	-	-	54,363	54,363
Underground Storage Tank	-	-	-	-	-	-	30,000	30,000
	<u>620,373</u>	<u>64,675</u>	<u>10,800</u>	<u>(27,298)</u>	<u>(45,816)</u>	<u>(131,123)</u>	<u>277,581</u>	<u>769,192</u>
Assigned Fund Balance								
Uncommitted capital projects funding	37,169	24,284	450	-	-	-	10,000	71,903
Total	<u>\$ 701,873</u>	<u>\$ 88,959</u>	<u>\$ 14,607</u>	<u>\$ (27,298)</u>	<u>\$ (45,816)</u>	<u>\$ (131,123)</u>	<u>\$ 287,581</u>	<u>\$ 888,783</u>

FIDUCIARY FUNDS

TOWN OF WOODSTOCK, CONNECTICUT
COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
AGENCY FUNDS
JUNE 30, 2015

	Student Activities	Employee Medical Savings Account	Land Review and Performance Bond	Total Agency Funds
ASSETS				
Cash and cash equivalents	\$ 25,466	\$ 1,553	\$ 121,117	\$ 148,136
Other assets	-	-	21,769	21,769
Total assets	\$ 25,466	\$ 1,553	\$ 142,886	\$ 169,905
LIABILITIES				
Accounts payable	-	-	2,887	2,887
Due to student groups	25,466	-	-	25,466
Due to others	-	1,553	139,999	141,552
Total liabilities	\$ 25,466	\$ 1,553	\$ 142,886	\$ 169,905

See accompanying Independent Auditor's Report.

TOWN OF WOODSTOCK, CONNECTICUT
COMBINING STATEMENT OF CHANGES IN
FIDUCIARY ASSETS AND LIABILITIES
AGENCY FUNDS
JUNE 30, 2015

	<u>Balance, July 1, 2014</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance, June 30, 2015</u>
Student Activities				
Assets				
Cash and cash equivalents	\$ 19,751	\$ 105,570	\$ 99,855	\$ 25,466
Total assets	<u>\$ 19,751</u>	<u>\$ 105,570</u>	<u>\$ 99,855</u>	<u>\$ 25,466</u>
Liabilities				
Due to student groups	\$ 19,751	\$ 105,570	\$ 99,855	\$ 25,466
Total liabilities	<u>\$ 19,751</u>	<u>\$ 105,570</u>	<u>\$ 99,855</u>	<u>\$ 25,466</u>
Employee Medical Savings Account				
Assets				
Cash and cash equivalents	\$ 13,556	\$ 21,279	\$ 33,282	\$ 1,553
Total assets	<u>\$ 13,556</u>	<u>\$ 21,279</u>	<u>\$ 33,282</u>	<u>\$ 1,553</u>
Liabilities				
Due to others	\$ 13,556	\$ 21,279	\$ 33,282	\$ 1,553
Total liabilities	<u>\$ 13,556</u>	<u>\$ 21,279</u>	<u>\$ 33,282</u>	<u>\$ 1,553</u>
Land Review & Performance Bond				
Assets				
Cash and cash equivalents	\$ 114,194	\$ 6,923	\$ -	\$ 121,117
Other assets	22,344	6,360	6,935	21,769
Total assets	<u>\$ 136,538</u>	<u>\$ 13,283</u>	<u>\$ 6,935</u>	<u>\$ 142,886</u>
Liabilities				
Accounts payable	\$ 3,106	\$ 2,887	\$ 3,106	\$ 2,887
Due to others	133,432	10,396	3,829	139,999
Total liabilities	<u>\$ 136,538</u>	<u>\$ 13,283</u>	<u>\$ 6,935</u>	<u>\$ 142,886</u>
Total All Agency Funds				
Assets				
Cash and cash equivalents	\$ 147,501	\$ 133,772	\$ 133,137	\$ 148,136
Other assets	22,344	6,360	6,935	21,769
Total assets	<u>\$ 169,845</u>	<u>\$ 140,132</u>	<u>\$ 140,072</u>	<u>\$ 169,905</u>
Liabilities				
Accounts payable	\$ 3,106	\$ 2,887	\$ 3,106	\$ 2,887
Due to student groups	19,751	105,570	99,855	25,466
Due to others	146,988	31,675	37,111	141,552
Total liabilities	<u>\$ 169,845</u>	<u>\$ 140,132</u>	<u>\$ 140,072</u>	<u>\$ 169,905</u>

See accompanying Independent Auditor's Report.