

**TOWN OF RIDGEFIELD, CONNECTICUT**



**COMPREHENSIVE ANNUAL FINANCIAL REPORT**

**FOR THE YEAR ENDED JUNE 30, 2018**

**COMPREHENSIVE  
ANNUAL FINANCIAL REPORT**

**of the**

**TOWN OF RIDGEFIELD,  
CONNECTICUT**

**FOR THE YEAR ENDED  
JUNE 30, 2018**

**PREPARED BY:**

**THE FINANCE DEPARTMENT  
*KEVIN F. REDMOND*, TOWN CONTROLLER**

**TOWN OF RIDGEFIELD, CONNECTICUT  
 COMPREHENSIVE ANNUAL FINANCIAL REPORT  
 TABLE OF CONTENTS  
 JUNE 30, 2018**

| <b>Introductory Section</b>        |   | <b>Page</b> |
|------------------------------------|---|-------------|
|                                    | Organizational Chart  | i           |
|                                    | Letter of Transmittal   | ii-v        |
|                                    | List of Principal Officials   | vi          |
|                                    | Certificate of Achievement for Excellence in Financial Reporting  | vii         |
| <b>Financial Section</b>           |   |             |
|                                    | Independent Auditors' Report  | 1-3         |
|                                    | Management's Discussion and Analysis  | 4-14        |
| Basic Financial Statements         |   |             |
| <b>Exhibit</b>                     | Government-Wide Financial Statements:   |             |
| I                                  | Statement of Net Position   | 15          |
| II                                 | Statement of Activities   | 16          |
|                                    | Fund Financial Statements:  |             |
|                                    | Governmental Funds:   |             |
| III                                | Balance Sheet   | 17-18       |
| IV                                 | Statement of Revenues, Expenditures and Changes in Fund Balances  | 19-20       |
|                                    | Proprietary Funds:  |             |
| V                                  | Statement of Net Position   | 21          |
| VI                                 | Statement of Revenues, Expenses and Changes in Net Position   | 22          |
| VII                                | Statement of Cash Flows   | 23          |
|                                    | Fiduciary Funds:  |             |
| VIII                               | Statement of Net Position   | 24          |
| IX                                 | Statement of Changes in Fiduciary Net Position  | 25          |
|                                    | Notes to the Financial Statements   | 26-67       |
| Required Supplementary Information |   |             |
|                                    | General Fund:   |             |
| RSI-1                              | Schedule of Revenues and Other Financing Sources - Budget and Actual  | 68          |
| RSI-2                              | Schedule of Expenditures and Other Financing Uses - Budget and Actual   | 69-70       |
|                                    | Pension Funds:  |             |
| RSI-3a                             | Schedule of Changes in Net Pension Liability (Asset) and Related Ratios -<br>Town Pension Plan                | 71          |
| 1                                  | Schedule of Changes in Net Pension Liability (Asset) and Related Ratios -<br>Firefighters Union Pension Plan  | 72          |
| RSI-3c                             | Schedule of Changes in Net Pension Liability (Asset) and Related Ratios -<br>Police Union Pension Plan        | 73          |
| RSI-4a                             | Schedule of Employer Contributions - Town Pension Plan  | 74          |
| RSI-4b                             | Schedule of Employer Contributions - Firefighters Union Pension Plan  | 75          |
| RSI-4c                             | Schedule of Employer Contributions - Police Union Pension Plan  | 76          |
| RSI-5                              | Schedule of Investment Returns  | 77          |
| RSI-6                              | Schedule of the Town's Proportionate Share of the Net Pension Liability -<br>Teachers Retirement Pension Plan | 78          |

| <u>Exhibit</u> |  | <u>Page</u> |
|----------------|--|-------------|
|                | OPEB Fund:   |             |
| RSI-7          | Schedule of Changes in Net OPEB Liability and Related Ratios - Retiree Health Plan                   | 79          |
| RSI-8          | Schedule of Employer Contributions - Retiree Health Plan   | 80          |
| RSI-9          | Schedule of Investment Returns - Retiree Health Plan   | 81          |
| RSI-10         | Schedule of the Town's Proportionate Share of the Net OPEB Liability - Teachers Retirement OPEB Plan | 82          |
|                | Supplemental, Combining and Individual Fund Statements and Schedules                                 |             |
|                | General Fund:  |             |
| A-1            | Report of Tax Collector  | 83          |
|                | Nonmajor Governmental Funds:   |             |
| B-1            | Combining Balance Sheet  | 84-85       |
| B-2            | Combining Statement of Revenues, Expenditures and Changes in Fund Balances                           | 86-87       |
| B-3            | Schedule of Sewer Use Charges District I, II and III   | 88          |
|                | Internal Service Funds:  |             |
| C-1            | Combining Statement of Net Position  | 89          |
| C-2            | Combining Statement of Revenues, Expenses and Changes in Net Position                                | 90          |
| C-3            | Combining Statement of Cash Flows  | 91          |
|                | Fiduciary Funds:   |             |
| D-1            | Combining Statement of Net Position - Trust Funds  | 92          |
| D-2            | Statement of Changes in Fiduciary Net Position - Trust Funds   | 93          |
| D-3            | Combining Statement of Changes in Assets and Liabilities - Agency Funds                              | 94          |

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### Statistical Section

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#### Table

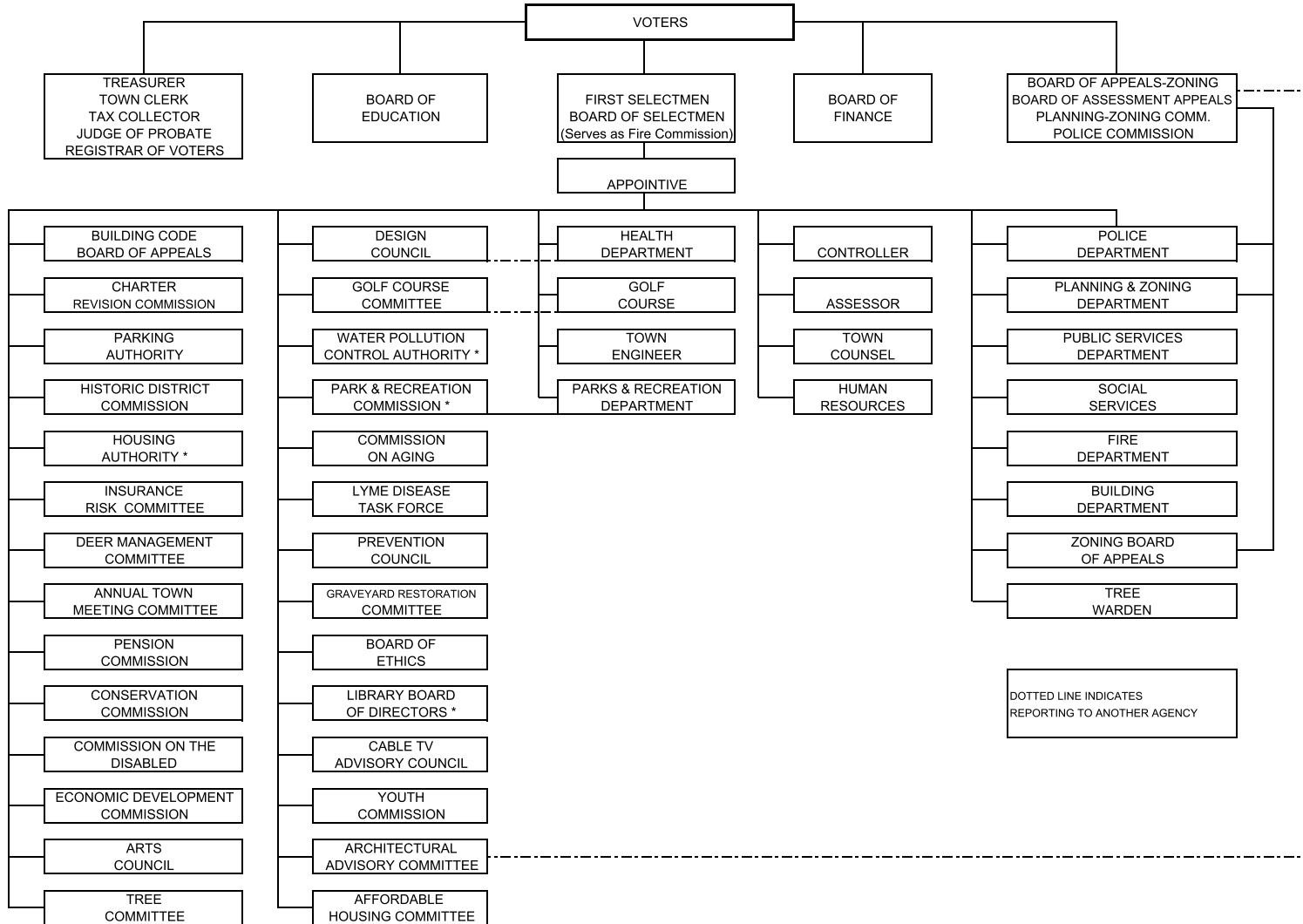
|    |   |     |
|----|---|-----|
|    | Financial Trends:   |     |
| 1  | Net Position by Component   | 95  |
| 2  | Changes in Net Position   | 96  |
| 3  | Fund Balances of Governmental Funds   | 97  |
| 4  | Revenues, Expenditures and Changes in Fund Balance - Governmental Funds                   | 98  |
|    | Revenue Capacity:   |     |
| 5  | Assessed and Estimated Actual Value of Taxable Property                                   | 99  |
| 6  | Direct Property Tax Rates   | 100 |
| 7  | Principal Taxpayers   | 101 |
| 8  | Property Tax Levies and Collections   | 102 |
|    | Debt Capacity:  |     |
| 9  | Ratio of Net General Bonded Debt to Assessed Value and Net General Bonded Debt per Capita | 103 |
| 10 | Schedule of Debt Limitation - Connecticut General Statutes, Section 7-374(b)              | 104 |
| 11 | Legal Debt Margin Information   | 105 |
|    | Demographic and Economic Statistics:  |     |
| 12 | Demographic and Economic Statistics   | 106 |
| 13 | Principal Employers   | 107 |
|    | Operating Information:  |     |
| 14 | Full-Time Equivalent Government Employees by Function/Program                             | 108 |
| 15 | Operating Indicators by Function/Program  | 109 |
| 16 | Capital Asset Statistics by Function/Program  | 110 |



## **Introductory Section**

# TOWN OF RIDGEFIELD, CONNECTICUT

## ORGANIZATIONAL CHART



\* Appointed by Board of Selectmen but no direct reporting control



# TOWN OF RIDGEFIELD

## Finance Department

December 27, 2018

Board of Finance  
Town of Ridgefield  
Ridgefield, Connecticut 06877

State law requires that all local governments publish within six months of the close of each fiscal year a complete set of financial statements presented in conformity with accounting principles generally accepted in the United States of America (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to that requirement, we hereby issue the comprehensive annual financial report of the Town of Ridgefield, Connecticut, for the fiscal year ended June 30, 2018.

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

The Town of Ridgefield's financial statements have been audited by Blum, Shapiro & Company, P.C. The goal of the independent audit was to provide reasonable assurance that the financial statements of the Town of Ridgefield for the fiscal year ended June 30, 2018 are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditors concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that the Town of Ridgefield's financial statements for the fiscal year ended June 30, 2018 are fairly presented in conformity with GAAP. The independent auditors' report is presented as the first component of the financial section of this report.

The independent audit of the financial statements of the Town of Ridgefield was part of a broader, federally mandated “Single Audit” designed to meet the special needs of federal grantor agencies and a similar State Single Audit. The standards governing single audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government’s internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of major federal and state awards. These reports are available in the Town of Ridgefield’s separately issued Federal and State Single Audit Reports. GAAP require that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of Management’s Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The Town of Ridgefield’s MD&A can be found immediately following the independent auditors’ report.

### **Profile of the Government**

The Town of Ridgefield was settled in 1708 by settlers from Norwalk and was incorporated as Connecticut’s forty-third town in October 1709. It covers an area of 35 square miles in western Fairfield County on the New York State border and serves a population of approximately 25,000. The Town of Ridgefield is empowered to levy a property tax on both real and personal properties located within its boundaries. U.S. Route 7 and State Route Numbers 33, 35, 102 and 116 traverse the Town. The interchange of Interstate Routes 84 and 684 is conveniently located and accessible to Ridgefield. MetroNorth and intrastate buses provide passenger transportation.

The Town of Ridgefield, pursuant to its home-rule charter, has a Town Meeting form of government with a five-member elected Board of Selectmen and a five-member elected Board of Finance. Elections are held every four years for both the Board of Selectmen and Board of Finance. Minority representation is guaranteed on all boards and commissions. The inhabitants also have the powers and privileges conferred and granted to Towns and Cities under the Constitution and the General Statutes of the State of Connecticut.

The First Selectman is the full-time chief executive and administrative officer of the Town and oversees the execution of all laws and ordinances governing the Town. He presides over the Board of Selectmen and has full voting privileges on the Board. He or his designee is also an ex-officio member of all Town boards, commissions and agencies, but without power to vote.

The responsibility for performing the day-to-day financial operations is shared by the Town Treasurer and a full-time Controller. The chief duties of the Treasurer are the custody of funds, receipts and deposits of monies due the Town, disbursement of the Town funds on order from authorized officials and execution of long and short-term investments for all funds. The Controller is responsible for the coordination and the administration of the financial affairs of the Town. He is responsible for the keeping of the accounts and financial records, the control over expenditures, payroll and preparing financial reports for proper budget control. He also works closely with the First Selectman and the Board of Finance in preparing the budget and financial planning.



## **Profile of the Government (continued)**

The Town of Ridgefield provides a full range of services, including police and fire protection, the construction and maintenance of streets and other infrastructure, public works, health and welfare, education and recreational activities. In addition to general Town activities, the governing body is financially accountable for the Ridgefield Library Association, Inc., a discretely presented component unit. Information regarding the activity of the Ridgefield Library Association, Inc., has been included as an integral part of the Town of Ridgefield's financial statements. Additional information about each entity can be found in the notes to the basic financial statements.

The annual budget serves as the foundation for the Town of Ridgefield's financial planning and control. The general fund is the only fund for which a legal budget is adopted. The budget policy and procedures are described in Note 2.A. of the notes to the basic financial statements. Budget to actual comparisons are provided in this report on Required Supplementary Information Schedules 1 and 2.

## **Factors Affecting Financial Condition**

The Town of Ridgefield, located in one of the highest per capita income areas of the United States, is a suburban residential community. Residents are predominantly professional, technical and managerial people employed in Fairfield County, Connecticut, Westchester County, New York and New York City.

**Local Economy.** Boehringer-Ingelheim, Ltd., a German drug research, development and manufacturing firm, owns 250 acres in the Town of Ridgefield. Facilities include an administrative office building, a research and development center, and an assessment and administrative support facility, totaling approximately 900,000 square feet.

Ridgefield has continued to see new commercial and retail development as new smaller retail establishments continue to locate here. Part of this trend is the development of mixed-use (commercial/residential) construction. Also, part of the development arena is the building of high end apartments for empty nesters, as well as one- and two-bedroom apartments that are meeting a specific demand. In addition, new commercial development continues to expand along Route 35 with plans being developed to revitalize the Branchville section of Route 7 and 35.

**Long-Term Financial Planning.** The cooperative relationship between Boehringer-Ingelheim and the Town is the model of future relationships envisioned by the Ridgefield Economic Development Commission. Boehringer-Ingelheim has initiated a multi-million dollar plan to expand its facilities in Ridgefield with upgrades to its manufacturing, research and development plant. To foster a favorable investment environment, the Town granted a seven-year tax incentive plan to Boehringer-Ingelheim upon obtaining its certificate of occupancy. The future tax benefit to Ridgefield will represent a significant increase to its commercial tax base.

Residential construction in the form of small to midsized multi-family dwellings is on the rise in and around the center of town. These developments are attractive to current residents as well as nearby communities because of Ridgefield's attractive Main Street and retail establishments that fill its side streets. These developments provide welcome growth to Ridgefield's Grand List.

## **Factors Affecting Financial Condition (continued)**

**General Fund Balance.** The unassigned fund balance of the General Fund decreased by 3% in 2018. The current undesignated fund balance provides the Town with the equivalence of approximately 32 working days of expenditures. This significantly reduces the likelihood of the Town entering the short-term debt market to pay for current operating expenditures.

**Pension Trust Fund Operations.** The net assets held in trust increased \$6,849,464 to \$108,051,107 at June 30, 2018 primarily as a result favorable results and current year contributions. The Pension Trust Fund experienced a trust yield of 7.19% on a time weighted market value basis for this same period. Additional information on the Town of Ridgefield's pension arrangements can be found in the notes to the basic financial statements.

## **Relevant Financial Policies**

**General Fund Balance.** The Town's Board of Finance has established a Fund Balance percentage guideline. The goal is to maintain an unassigned Fund Balance range at between 8% to 9% of the following years' expenditures. Fund Balances in excess of the high end of the range are generally used to supplement subsequent years' budgets.

## **Awards and Acknowledgements**

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Town of Ridgefield for its Comprehensive Annual Financial Report for the year ended June 30, 2017. The Certificate of Achievement is a prestigious national award-recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized Comprehensive Annual Financial Report, whose contents conform to program standards. Such Comprehensive Annual Financial Report must satisfy both accounting principles generally accepted in the United States of America and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe our current report continues to conform to the Certificate of Achievement Program requirements, and we are submitting it to GFOA.

The preparation of the Comprehensive Annual Financial Report was made possible by the dedicated service of the Finance Department staff and assistance from the Treasurer. In addition, without the leadership and support of the First Selectman, Rudolph Marconi, the Board of Selectmen and Board of Finance, this report would not have been possible.

Sincerely yours,



Kevin F. Redmond  
Town Controller

**TOWN OF RIDGEFIELD, CONNECTICUT**

**LIST OF PRINCIPAL OFFICIALS  
JUNE 30, 2018**

**BOARD OF SELECTMEN**

Rudolph Marconi, First Selectman  
Robert J. Herbert, Selectman  
Maureen Kozlark, Selectman  
Barbara Manners, Selectman  
Steven Zemo, Selectman

**BOARD OF FINANCE**

David Ulmer, Chairman  
Jessica Mancini, Vice Chairman  
Sean Connelly, Member  
Amy Freidenrich, Member  
Richard Moccia, Member

**TOWN DEPARTMENTS**

Molly McGeehin, Treasurer  
Kevin F. Redmond, Controller  
Alfred Garzi, Tax Assessor  
Jane Berendsen-Hill, Tax Collector  
JeanAnn Paddyfote, Superintendent of Schools  
Dawn Norton, Business Manager of Schools  
Peter Hill, Superintendent of Highways  
Charles Fisher, Town Engineer  
Barbara Serfilippi, Town Clerk  
John Roche, Chief of Police  
Jerry Myers, Fire Chief  
William Reynolds, Building Official  
Richard Baldelli, Planning & Zoning  
Edward Briggs, Health Department  
Dennis DiPinto, Parks & Recreation Director  
Tony Phillips, Social Services Director

**AUDITORS**

Blum, Shapiro & Company, P.C.



Government Finance Officers Association

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

Presented to

**Town of Ridgefield  
Connecticut**

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

**June 30, 2017**

*Christopher P. Morrill*

Executive Director/CEO



## **Financial Section**

## **Independent Auditors' Report**

To the Board of Finance  
Town of Ridgefield, Connecticut

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

We have audited the accompanying financial statements of the governmental activities, the discretely presented component unit, each major fund and the aggregate remaining fund information of the Town of Ridgefield, Connecticut, as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise the Town of Ridgefield, Connecticut's basic financial statements as listed in the table of contents.

### ***Management's Responsibility for the Financial Statements***

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

### ***Auditors' Responsibility***

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

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

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

## ***Opinions***

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the discretely presented component unit, each major fund and the aggregate remaining fund information of the Town of Ridgefield, Connecticut, as of June 30, 2018 and the respective changes in financial position and, where applicable, cash flows thereof, for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## ***Change in Accounting Principle***

As discussed in Note 7 to the financial statements, during the fiscal year ended June 30, 2018, the Town of Ridgefield, Connecticut, adopted new accounting guidance, GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other than Pensions*. The net position of the Town of Ridgefield, Connecticut, has been restated to recognize the net other postemployment benefit liability in accordance with GASB No. 75. Our opinion is not modified with respect to this matter.

## ***Other Matters***

### *Required Supplementary Information*

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

### *Other Information*

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

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

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

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

In accordance with *Government Auditing Standards*, we have also issued our report dated December 27, 2018 on our consideration of the Town of Ridgefield, Connecticut's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Town of Ridgefield, Connecticut's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Town of Ridgefield, Connecticut's internal control over financial reporting and compliance.

*Blum, Shapiro & Company, P.C.*

West Hartford, Connecticut  
December 27, 2018



## MANAGEMENT DISCUSSION AND ANALYSIS FOR THE YEAR ENDED JUNE 30, 2018

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### **Introduction**

This Comprehensive Annual Financial Report (CAFR) incorporates the financial reporting requirements of the Government Accounting Standards Board (GASB) Statement 34. Fund statements measure and report the “operating results” of many funds by presenting the short-term performance of individual funds using the same measures governments use when financing current operations. Showing budgetary compliance is an important part of governmental accountability; therefore, we include the *original* budget as well as the final amended budget in this report.

Our objective is to provide a readable analysis of our financial performance for the year. Taken together, the following statements should enable you to assess whether the Town of Ridgefield’s financial position has improved or deteriorated as a result of the year’s operations. The CAFR includes government-wide financial statements prepared on the accrual basis for all of the Town’s activities. Accrual accounting measures not just current assets and current liabilities, but long-term assets and liabilities as well. It also reports all revenues and all costs of providing services each year, not just those received or paid in the current fiscal year.

In summary, the government-wide financial statements will allow:

- The assessment of the finances of the Town in its entirety, including the year’s operating results;
- Determination whether the overall financial position improved or deteriorated;
- Evaluation of whether current year revenues were sufficient to pay for current year services;
- Presentation of the costs of services the Town provides;
- Presentation of how each service is financed - through user fees and other program revenues versus general tax revenues;
- Understanding the extent to which your government has invested in capital assets, including roads, bridges, sewers, schools, parks, and other infrastructure assets.

### **Overview of the Financial Statements**

**Management Discussion and Analysis (MD&A)** - An introduction to the basic financial statements and an analytical overview of the Town’s financial activities. The MD&A provides an objective and easily readable analysis of the Town’s financial activities based on currently known facts, decisions, or conditions.

#### **Basic Financial Statements**

**Government-Wide Financial Statements** are designed to provide readers with a broad overview of Ridgefield’s finances in a manner similar to private-sector businesses. They include a *statement of net position* which presents information on all of the Town’s assets and liabilities with the difference between the two reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Town is improving or deteriorating. The *statement of activities* presents information showing how the government’s net position changed during the most recent fiscal year.

## MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED)

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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*. The government-wide financial statements include not only the Town itself (known as the *primary government*), but also the legally separate Ridgefield Library and Historical Association, Inc. for which the Town is financially accountable. Financial information for this *component unit* is reported separately from the financial information presented for the primary government itself.

Fiduciary activities whose resources are not available to finance our governmental programs are excluded from these statements.

Capital assets, including infrastructure, are reported along with depreciation expense in the statement of activities. Net position is reported as net investment in capital assets, restricted, and unrestricted. Permanent endowments, or permanent fund principal amounts included in restricted net position, are shown as either expendable or nonexpendable.

Expenses are presented reduced by program revenues resulting in a measurement of “net (expense) revenue” for each of the government’s functions. Program expenses include all direct expenses. General revenues such as taxes, unrestricted grants and contributions, and investment income are reported separately, ultimately arriving at the change in net position for the period.

***Fund Financial Statements*** are a grouping of related accounts that are used to maintain control over resources that have been segregated for specific activities or objectives. The Town of Ridgefield, like other state and local governments, 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 fund* financial statements include financial data for the general fund, special revenue funds, capital projects, and permanent fund. *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 a government'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 activities* in the government-wide financial statements with similar information presented for *governmental funds* in the long-term impact of the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

The Town maintains eighteen individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund, the capital nonrecurring fund, the bonded projects fund, and the sewer bond repayment fund, all of which are considered to be major funds. Data from the other twelve special revenue governmental funds, two internal service funds, and one permanent fund are combined into single, aggregated presentations. Information for the permanent Ballard Park fund is presented separately. Individual fund data for each of these nonmajor governmental funds is provided in the form of *combining statements* elsewhere in this report.

The Town of Ridgefield adopts an annual appropriated budget for its general fund.

A budgetary comparison statement has been provided for the general fund to demonstrate compliance with this budget.

## MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED)

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*Proprietary fund* financial statements include the financial data for the internal service fund which is the only type of proprietary fund maintained by the Town. *Internal service funds* are an accounting device used to calculate and allocate costs internally among the Town's various functions. The Town uses internal service funds for portions of the risk management program for property, casualty, worker's compensation and other claims. Because these services predominantly benefit governmental functions, they have been included within *governmental activities* in the government-wide financial statements.

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

### **Notes to Basic Financial Statements**

Consist of notes that provide information essential to your understanding of the data provided in the government-wide and fund financial statements.

### **Required Supplementary Information (RSI)**

#### General Fund

(RSI-1) - Consists of MD&A and the Town of Ridgefield's Schedule of Revenues and Other Financing Sources - Budget and Actual

(RSI-2) - Schedule of Expenditures and Other Financing Uses - Budget and Actual

#### Pension Funds

(RSI-3a) - Schedule of Changes in Net Pension Liability (Asset) and Related Ratios - Town Pension Plan

(RSI-3b) - Schedule of Changes in Net Pension Liability (Asset) and Related Ratios - Firefighters Union Pension Plan

(RSI-3c) - Schedule of Changes in Net Pension Liability (Asset) and Related Ratios - Police Union Pension Plan

(RSI-4a) - Schedule of Employer Contributions - Town Pension Plan

(RSI-4b) - Schedule of Employer Contributions - Firefighters Union Pension Plan

(RSI-4c) - Schedule of Employer Contributions - Police Union Pension Plan

(RSI-5) - Schedule of Investment Returns

(RSI-6) - Schedule of the Town's Proportionate Share of the Net Pension Liability - Teachers' Retirement Pension Plan

#### OPEB Fund

(RSI-7) - Schedule of Changes in Net OPEB Liability and Related Ratios - Retiree Health Plan

(RSI-8) - Schedule of Employer Contributions - Retiree Health Plan

(RSI-9) - Schedule of Investment Returns - Retiree Health Plan

(RSI-10) - Schedule of the Town's Proportionate Share of the Net Pension Liability - Teachers' Retirement OPEB Plan

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

## MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED)

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### **Financial Highlights**

- ❖ The assets of the Town of Ridgefield primary government exceeded its liabilities at the close of the most recent year by \$125,569,400 (net position). Of this amount, \$115,009 (*unrestricted*) may be used to meet the government's ongoing obligations to citizens and creditors.
- ❖ The government's total net position grew by \$4,799,565. This result was generated by the following components: a \$280,014 excess of capital outlays (\$5,264,052) over depreciation charges (\$4,984,038); a net \$9,099,546 decrease in debt liabilities; and a net \$422,509 decline in various pension related expenses. Offsetting these increases was primarily a \$5,360,641 decline in governmental fund balances.
- ❖ As of the close of the current fiscal year, the Town's governmental funds reported combining ending fund balances of \$17,046,495, a decrease of \$5,360,641 in comparison with the prior year. Of this amount, \$9,147,006 is available for spending at the government's discretion (unassigned fund balance).
- ❖ At the end of the current fiscal year, unassigned fund balance for the general fund was \$14,052,897, or 8.82% of total general fund revenues of \$159,346,088. Total general fund balance of \$15,896,196 represented 9.98% of total general fund revenues.
- ❖ Ridgefield issued no new bonds or notes in FY 2018 and retired \$9,085,000 of bond principal resulting in total outstanding bonded debt of \$60,370,000. We continued to reduce our 2% drinking water notes from \$366,751 to \$342,071.

### **Government-Wide Financial Analysis**

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. Most of Ridgefield's net position (99.88%) reflect its investment in capital assets (e.g., land, buildings, machinery, and equipment), less any related debt used to acquire those assets that are 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.

MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED)

**Table 1. Net Position**

|                                  | <b>Total Primary<br/>Government<br/>2018</b> | <b>Total Primary<br/>Government<br/>2017</b> |
|----------------------------------|--|--|
| Current and other assets         | \$ 28,306,661                                | \$ 33,194,774                                |
| Capital assets                   | 189,799,649                                  | 189,519,635                                  |
| Total Assets                     | <u>218,106,310</u>                           | <u>222,714,409</u>                           |
| Deferred Outflows of Resources   | <u>5,812,199</u>                             | <u>6,458,823</u>                             |
| Noncurrent liabilities           | 91,312,923                                   | 78,555,613                                   |
| Other liabilities                | 6,292,270                                    | 6,701,253                                    |
| Total Liabilities                | <u>97,605,193</u>                            | <u>85,256,866</u>                            |
| Deferred Inflows of Resources    | <u>743,916</u>                               | <u>1,217,719</u>                             |
| Net Position:                    |  |  |
| Net investment in capital assets | 125,424,662                                  | 115,335,703                                  |
| Restricted                       | 29,729                                       | 29,618                                       |
| Unrestricted                     | <u>115,009</u>                               | <u>27,333,326</u>                            |
| Total Net Position               | <u>\$125,569,400</u>                         | <u>\$142,698,647</u>                         |

Net position at fiscal year end June 30, 2017 of \$142,698,647 was reduced by a net \$21,928,812 arising from an accounting adjustment for OPEB liability to be reported under GASB No. 75. (See Note 7. Prior Period Adjustment and Restatement, of Notes to Financial Statements, June 30, 2018). Nevertheless, the restated net position for June 30, 2018 rose by \$4,799,565 based on a number of factors.

The primary reduction factor was a \$5,360,641 drop in total governmental fund balances occasioned by negative operations of the general fund (\$1,582,617), the capital nonrecurring fund (\$1,193,161), and the bonded projects fund (\$3,644,551). On the positive side, a combination of reduced expenses mostly relating to pension and OPEB accounting added \$422,509 to net position, but these were surpassed by a significant debt liability reduction of a net \$9,099,546.

The balance of *unrestricted net position*, \$115,009, be used to meet the Town's ongoing obligations to citizens and creditors.

At the end of the current fiscal year, the Town is able to report positive balances in all three categories of net position both for the Town as a whole as well as for its separate governmental activities.

MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED)

**Governmental activities.** Governmental activities accounted for all of Ridgefield's increase in net position. Key elements contributing to this increase are as follows:

**Table 2. Changes in Net Position**

|  | <b>Total Primary<br/>Government<br/>2018</b> | <b>Total Primary<br/>Government<br/>2017</b> |
|--|--|--|
| Revenues:  |  |  |
| Program revenues:  |  |  |
| Charges for services   | \$ 13,105,364                                | \$ 13,314,772                                |
| Operating grants and contributions                               | 22,505,905                                   | 21,203,069                                   |
| Capital grants and contributions                                 | --   | --   |
| General revenues:  |  |  |
| Property taxes   | 130,037,187                                  | 126,062,965                                  |
| Grants and contributions not<br>restricted to a specific purpose | 727,398                                      | 636,777                                      |
| Unrestricted investment earnings                                 | 408,126                                      | 216,887                                      |
| Miscellaneous  | 295,280                                      | 211,772                                      |
| Total Revenues   | <u>131,467,991</u>                           | <u>161,646,242</u>                           |
| Program Expenses:  |  |  |
| General government   | 4,804,892                                    | 6,770,190                                    |
| Health and welfare   | 797,317                                      | 1,452,127                                    |
| Recreation   | 8,031,708                                    | 7,767,589                                    |
| Public safety  | 14,745,772                                   | 13,689,797                                   |
| Public works   | 12,284,634                                   | 11,211,844                                   |
| Education  | 117,987,904                                  | 114,269,477                                  |
| Library  | 1,927,591                                    | 1,910,455                                    |
| Interest   | 1,699,877                                    | 2,055,736                                    |
| Total Program Expenses   | <u>162,279,695</u>                           | <u>159,127,215</u>                           |
| Change in Net Position   | 4,799,565                                    | 2,519,027                                    |
| Net Position - July 1 (restated)                                 | <u>120,769,836</u>                           | <u>140,179,620</u>                           |
| Net Position - June 30   | <u>\$125,569,400</u>                         | <u>\$142,698,647</u>                         |

Governmental activities brought in net general revenues of \$131,467,991 which exceeded its net operating expenses of \$126,668,426 by the amount of the \$4,799,565 net asset increase. Gross expenses of \$162,279,695 were offset by \$13,105,364 in charges for services and \$22,505,905 in operating grants. Of the net expenses, \$94,458,051 was accounted for by the Board of Education. Public safety net expenses of \$13,347,558, public works net expenditures of \$8,105,179, general government net expenses of \$3,187,076, and interest expense of \$1,699,877 constituted the majority of the Town's net expenses. The majority of the Town's revenues, aside from grants and service charges detailed above, was \$130,037,187 in property tax collections. Other revenue sources were \$727,398 in unrestricted grants and contributions, \$408,126 in investment income, and \$295,280 of miscellaneous revenue.

Property tax collections rose \$3,974,222, or 3.15%, between fiscal year 2017 and 2018. The collection rate remained at 99.10%, the same as last year. Operating grants and contributions increased by \$1,302,836 due to an increase in education funding of \$1,535,336 and a public works grant rise of \$432,504. Offsetting these increases were a \$502,533 drop in general government grants and minor declines in other operating grants.

MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED)

Overall, gross program expenses rose \$3,152,480 (1.98%), driven by higher education costs (\$3,718,427), greater public safety outlays (\$1,055,975), and higher public works costs (\$1,072,790). These increases were partially offset by decreases in general government, health and welfare, and interest on debt, which helped to keep the overall expense increase to its current level.

Chart 1 presents the costs of educational services and the four most costly government services as well as each group's net cost (total cost less revenues and grants generated by the activities).

The Net Cost shows the financial burden that was placed on the Town's taxpayers by each of these functions.

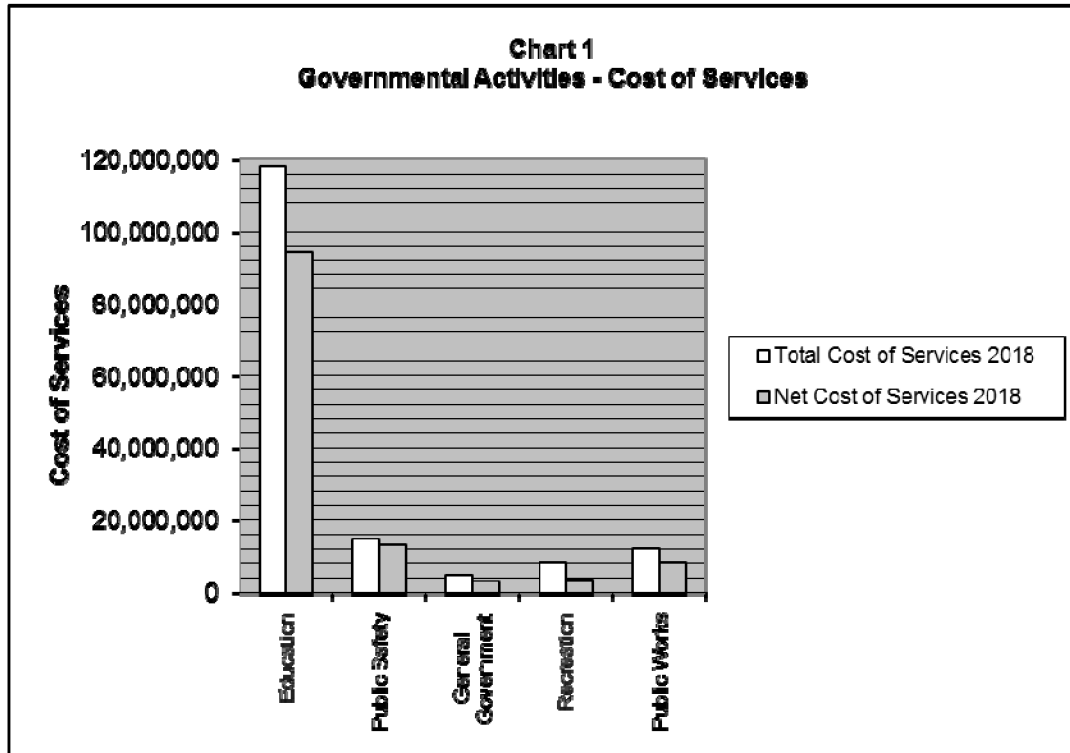
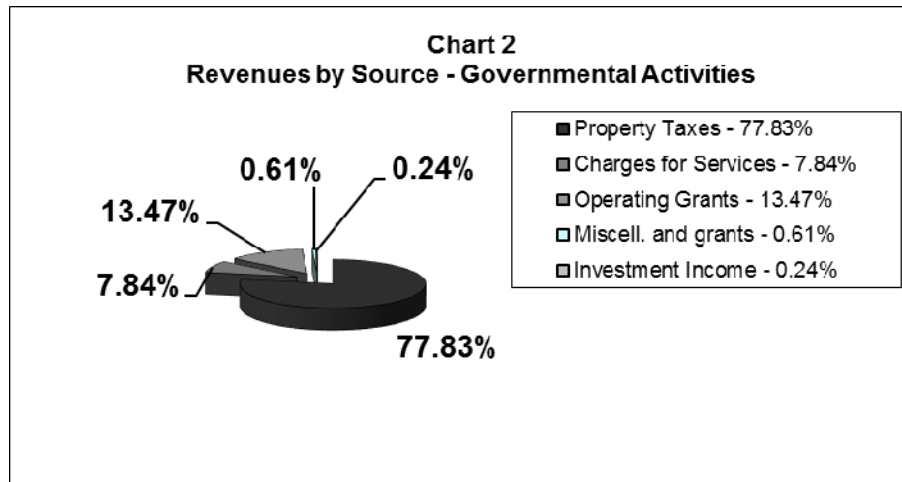


Chart 2 presents in five categories the most significant sources of revenues Ridgefield drew upon to fund its operations during the year and the percentage of total revenues represented by each.



## MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED)

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### **Financial Analysis of the Government's Funds**

As noted earlier, Ridgefield uses fund accounting to ensure and demonstrate compliance with finance related legal requirements. The Town of Ridgefield's governmental activities financial position improved over last year with an increase in net position of \$4,799,565.

**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 a government'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 \$17,046,495, a decrease of \$5,360,641 from the prior year's \$22,407,136. At June 30, 2018, \$9,147,006 of the governmental funds fund balance constitutes *unassigned fund balance* that is available for spending at the government's discretion. Included in the combined fund balances of *restricted, committed, and assigned* are \$7,833,873 of balances with restricted balances of \$1,548,251, committed balances in the amount of \$4,442,323 (includes \$3,922,961 for sewer bond repayment and sewer operations), and assigned balances of \$1,843,299, of which \$1,600,000 has been allocated to next year's budget. Further detail on the allocation of these different categories may be found in Note 3.E. Fund Balance of the Notes to the Financial Statements herein.

The general fund is the chief operating fund of the Town. At the end of the current fiscal year, the total general fund balance amounted to \$15,896,196, and the unassigned general fund balance was \$14,052,897. As a measure of the general fund's liquidity, it may be useful to compare both unassigned general fund balance and total general fund balance to total general fund revenues. Unassigned general fund balance of \$14,052,897 is 8.82% of general fund revenues of \$159,346,088 and total general fund balance of \$15,896,196 is 9.98% of general fund revenues.

The Town of Ridgefield's governmental funds fund balance decreased by \$5,360,641 during the current fiscal year. Key factors in this decrease are as follows:

- The General Fund realized revenues of \$159,346,088 and expenditures of \$159,788,940 for a negative operating result of \$442,852. Transfers out of \$1,249,820 to other funds and transfers in of \$110,055 generated a net other financing use of \$1,139,765. The net change in fund balance for the general fund was a decrease of \$1,582,617 to \$15,896,196.
- The capital nonrecurring fund reflects revenues of \$452,344, primarily in the form of grants in the amount of \$432,144 and capital outlays of \$2,220,450 resulted in a net excess of expenditures over revenues of \$1,768,106. The inclusion of \$600,000 of capital lease proceeds and transfers out of \$25,055 produced a net other financing source of \$574,945. When combined with the operating deficit of \$1,768,106, this fund realized a net drop in fund balance of \$1,193,161 for and ending deficit fund balance of \$908,252. We use this fund to account for our various capital projects.
- The bonded projects fund accounts for our debt transactions and capital outlays not paid for from the operating budget. This fund generated no revenue in FY 2018. We recorded \$3,469,870 of capital outlay and debt service of \$119,681 for capital projects for negative operating results of \$3,589,551. We posted additional transfers out of \$55,000. When applied to the prior year deficit fund balance of \$353,088, this fund ended the year with a negative fund balance of \$3,997,639. Fund balance fluctuations are expected due to the timing of bond issuances which serve to replenish negative fund balances.
- The sewer bond repayment fund realized \$543,604 in service charges and experienced no direct disbursements. There were no expenditures nor transfers in or out, so the prior year's fund balance of \$1,448,792 improved to a closing fund balance of \$1,992,396.



## MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED)

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- Other nonmajor governmental funds collectively realized total revenues of \$6,298,999 and total expenditures of \$6,937,735, the bulk of which was \$2,240,815 million for public works and \$4,366,544 for education, generating a combined operating shortfall of (\$638,736). Coupled with a net other financing sources and uses input of \$1,154,820, the nonmajor governmental funds fund balance increased a total of \$516,084 to \$4,063,794. For additional detail on the nonmajor governmental funds, see Exhibits B-1 and B-2 of this report.

### **General Fund Budgetary Highlights**

During the year, there were \$100,000 of additional funds provided for the police department, increasing the original revenue budget of \$141,548,450 to \$141,648,430. The police item represented police private duty revenue more than contemplated. Total actual revenues of \$140,214,339 fell short of budgeted revenues by \$1,434,091 as a result of not applying a budgeted \$1,800,000 of general fund balance for a negative revenue variance of \$1,434,091.

On the expenditure side, general government expenditures were also increased by a net \$100,000 with a number of line item adjustments. Of note, general government added \$100,000 to the selectmen, \$60,000 to the legal account, and \$40,000 for data processing, but it reduced insurance and benefits by \$40,000. Public safety was adjusted down by \$195,000 with police down \$60,000 and fire down \$130,000. Public works added an extra net \$119,000 primarily for town buildings. Operationally, total expenditures generated a positive budget variance of \$795,511 with meaningful savings in every line item.

There were multiple internal transfers within the education budget that resulted in no net change to its original \$92,633,544 budget but operations did generate a \$157,689 positive variance. (See RSI-1 and RSI-2 of this report for more detail).

### **Capital Asset and Debt Administration**

**Capital Assets.** The Town of Ridgefield's investment in capital assets for its governmental assets includes land, buildings, and systems, improvements, machinery and equipment, park facilities, roads, highways, and bridges. Note 3.C. of Notes to the Financial Statements for June 30, 2018 details our capital asset additions (before depreciation) of \$5,264,052 during the fiscal year before dispositions of \$67,466 that result in a capital asset balance of \$281,568,021 (before depreciation of \$91,768,372). The total net increase in the Town's investment in capital assets for the current fiscal year's net assets was a net \$10,088,959, an 8.03% increase for governmental activities.

Major capital asset acquisitions/disposals during the current fiscal year included the following:

- Construction in Progress - \$2,059,318: Primarily related to the Sewer Plant upgrade
- Building improvements - \$804,415: Primarily related to a new fuel depot (\$380K) and Recreation Center Improvements (\$220K)
- Machinery, Vehicles, and Equipment - \$2,324,784: Made up of various vehicle purchases including a Mack Truck (\$190K), Ambulance (\$210K) Police Vehicles (\$125K), and Radio Upgrade for the schools (\$535K), Education Phone Upgrade (\$420K), a Loader for Highway (\$170K) and other additions.

Our dispositions amounted to \$67,646 of machinery and equipment that was either obsolete or fully depreciated.

MANAGEMENT DISCUSSION AND ANALYSIS (CONTINUED)

**Table 3. Net Investment in Capital Assets at Year End (Depreciated)**

|                          | <b>Total Primary Government</b> |                      |
|--------------------------|---------------------------------|----------------------|
|                          | <b>2018</b>                     | <b>2017</b>          |
| Land                     | \$29,612,176                    | \$29,612,176         |
| Construction in Progress | 5,132,267                       | 3,072,949            |
| Land Improvements        | 1,502,418                       | 1,581,026            |
| Buildings                | 116,280,740                     | 117,869,695          |
| Machinery and equipment  | 8,726,222                       | 8,132,137            |
| Infrastructure           | 28,545,826                      | 29,251,652           |
| Total                    | <u>\$189,799,649</u>            | <u>\$189,519,635</u> |

Additional information on the Town of Ridgefield's capital assets can be found in Note 3.C., Capital Assets, in the Notes to Financial Statements, June 30, 2018 of this report.

**Long-term and Short-term Debt.** At the end of the current fiscal year, the Town of Ridgefield had outstanding \$60,370,000 of long-term bonded debt, 64.54% of which will be retired in five years. We also had outstanding \$342,071 of long-term water notes at 2%. We retired \$9,085,000 of bond principal through principal payments and \$24,680 of maturing long-term note principal. All our debt is a general obligation of the Town for which we pledge our full faith and credit for the payment of principal of and interest on our obligations.

**Table 4. Long-Term Debt**

|                          | <b>Total Primary Government</b> |              |
|--------------------------|---------------------------------|--------------|
|                          | <b>2018</b>                     | <b>2017</b>  |
| General Obligation Bonds | \$60,370,000                    | \$69,455,000 |
| Notes Payable            | 342,071                         | 366,751      |
| Total                    | \$60,714,089                    | \$69,823,768 |

The Town of Ridgefield maintains an "Aaa" rating from Moody's Investors Service, Inc., an "AAA" rating from Standard & Poor's, and an "AAA" from FitchRatings for general obligation debt.

Connecticut General Statutes Section 7-374(b) limits the amount of general obligation debt a governmental entity may issue to 7 times its tax collections plus interest and lien fees as of June 30, 2018.

For June 30, 2018, the maximum amount of borrowing permitted under the formula would be \$890,322,426. With net borrowings for debt limit purposes of \$64,074,917, which includes \$4,031,658 of public improvement debt authorized but unissued, the Town of Ridgefield's outstanding general obligation debt is

\$826,247,509 below the maximum debt limitation (see Note 3.E. Long-term Debt in Notes to Financial Statements and Table 10, June 30, 2018 of this report).

The Town of Ridgefield has no overlapping debt.

**Economic Factors and Next Year's Budget and Rates**

- The unemployment rate for the Town of Ridgefield at June 30, 2018 was 3.9%, 0.5% lower than the 4.4% unemployment rate one year ago. This compares favorably to the state's average unemployment rate of 4.5% and the national average rate of 4.2% for the same period (not seasonally adjusted).
- Inflationary trends in the region compare favorably to the national indices.

The FY 2018 – 2019 budget rose \$2,811,938, or 1.99% over last year, to \$144,360,368. Town and infrastructure operations increased by 2.49% while school operations increased by 2.55%. The current year (FY 2019) property tax levy was up \$3,399,114 to \$130,346,817 or 2.68% above FY 2018's budget of \$126,947,703 which accounted for the bulk of the increase. Intergovernmental revenues were budgeted \$527,228 less at \$782,867 reflecting elimination of previous \$512,848 municipal revenue sharing payments. With interest rates expected to rise, we budgeted a 67% increase in estimated investment income to \$275,000 up from \$165,000. The expected use of fund balance dropped \$200,000 to \$1,600,000 from last year's \$1,800,000 (which was not fully used).

While there were other modest increases and decreases in various revenue sources, in order to minimize the mill rate impact on the taxpayer as much as possible, we contemplate drawing down general fund balance by \$1,600,000 to complete balancing the budget as required by state law. We expected our ending general fund balance for FY 2018 to be \$15,896,000 and in the vicinity of 9.98% of general fund revenues, comparable for Fairfield County Aaa credits. To fund the new budget, the fiscal year 2019 mill rate rose to 27.78 mills from 27.29.

On the expenditure side, Town operations were budgeted at \$36,483,714 (before capital outlays and debt service), a \$931,419 or 2.62% increase from the prior year. School operations increased \$2,366,456 to \$95,000,000, a 2.55% rise over last fiscal year. Debt service fell \$485,937, or (4.22%) to \$11,036,654 as we continued to amortize our outstanding bond and note issues. Capital project expenditures for road paving and drainage were again budgeted at \$1,840,000, the same as the previous year, in the operating budget as opposed to the capital budget.

Notable increases (or decreases) in existing Town functions are detailed below:

- ❖ Budgeted use of fund balance was decreased from \$1,800,000 in FY 2018 to \$1,600,000 in FY 2019;
- ❖ Our continual drop in intergovernmental funding reflects a diminished reliance on outside funding sources and a stronger credit position reflecting our ability to pay;
- ❖ We boosted IT outlays by 5.86% bringing more departments and functions on line;
- ❖ General government employee medical insurance expenses rose \$386,322;
- ❖ Bond interest decreased \$392,539 (16.14%) as we continued to reduce long-term debt through scheduled principal payments.

All of these factors contributed to Ridgefield's budget for the 2019 fiscal year.

**Requests for Information**

This financial report is designed to provide a general overview of the Town of Ridgefield's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Office of the Controller, 400 Main Street, Ridgefield, CT 06877.



# Basic Financial Statements

**TOWN OF RIDGEFIELD, CONNECTICUT**  
**STATEMENT OF NET POSITION**  
**JUNE 30, 2018**

|                                       | <b>Primary<br/>Government</b>      | <b>Component<br/>Unit</b>     |
|---------------------------------------|------------------------------------|-------------------------------|
|                                       | <b>Governmental<br/>Activities</b> | <b>Ridgefield<br/>Library</b> |
| Assets:                               |                                    |                               |
| Cash and cash equivalents             | \$ 19,239,681                      | \$ 185,670                    |
| Investments                           | 3,078,780                          | 3,818,872                     |
| Restricted investments                |                                    | 1,813,243                     |
| Receivables, net                      | 4,385,092                          | 90,531                        |
| Net pension asset                     | 1,562,492                          |                               |
| Other assets                          | 40,616                             | 154,544                       |
| Capital assets:                       |                                    |                               |
| Assets not being depreciated          | 34,744,443                         | 246,441                       |
| Assets being depreciated, net         | 155,055,206                        | 18,417,939                    |
| Total assets                          | <u>218,106,310</u>                 | <u>24,727,240</u>             |
| Deferred Outflows of Resources:       |                                    |                               |
| Deferred charge on refunding          | 1,910,903                          |                               |
| Deferred outflows related to pensions | 1,984,398                          |                               |
| Deferred Outflows related to OPEB     | 1,916,898                          |                               |
| Total deferred outflows of resources  | <u>5,812,199</u>                   | <u>-</u>                      |
| Liabilities:                          |                                    |                               |
| Accounts payable and accrued items    | 4,411,949                          | 191,364                       |
| Interest payable                      | 918,586                            |                               |
| Unearned revenue                      | 887,208                            |                               |
| Other liabilities                     | 74,527                             |                               |
| Noncurrent liabilities:               |                                    |                               |
| Due within one year                   | 10,558,018                         |                               |
| Due in more than one year             | 80,754,905                         | 1,916,889                     |
| Total liabilities                     | <u>97,605,193</u>                  | <u>2,108,253</u>              |
| Deferred Inflows of Resources:        |                                    |                               |
| Deferred inflows related to pensions  | 530,372                            |                               |
| Deferred inflows related to OPEB      | 213,544                            |                               |
| Total deferred inflows of resources   | <u>743,916</u>                     | <u>-</u>                      |
| Net Position:                         |                                    |                               |
| Net investment in capital assets      | 125,424,662                        | 18,664,380                    |
| Restricted for:                       |                                    |                               |
| Endowments                            |                                    | 1,908,041                     |
| Perpetual trust held by third party   |                                    | 196,729                       |
| Permanent Fund:                       |                                    |                               |
| Expendable                            | 29,729                             |                               |
| Unrestricted                          | 115,009                            | 1,849,837                     |
| Total Net Position                    | <u>\$ 125,569,400</u>              | <u>\$ 22,618,987</u>          |

The accompanying notes are an integral part of the financial statements

**TOWN OF RIDGEFIELD, CONNECTICUT  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2018**

| Functions/Program Activities                                 | Expenses              | Program Revenues        |  |  | Net Revenues (Expenses)<br>and Changes in Net Position |                      |
|--|-----------------------|-------------------------|--|--|--|----------------------|
|  |                       | Charges for<br>Services | Operating<br>Grants and<br>Contributions | Capital<br>Grants and<br>Contributions | Total<br>Governmental<br>Activities                    | Component<br>Unit    |
| Primary Government:  |                       |                         |  |  |  |                      |
| Governmental Activities:                                     |                       |                         |  |  |  |                      |
| General government   | \$ 4,804,892          | \$ 1,593,921            | \$ 23,895                                | \$ -                                   | \$ (3,187,076)   | \$ -                 |
| Health and welfare   | 797,317               | 88,006                  | 164,379                                  | -                                      | (544,932)  | -                    |
| Recreation   | 8,031,708             | 4,565,275               | 68,271                                   | -                                      | (3,398,162)  | -                    |
| Public safety  | 14,745,772            | 1,338,825               | 59,389                                   | -                                      | (13,347,558)   | -                    |
| Public works   | 12,284,634            | 3,367,540               | 811,915                                  | -                                      | (8,105,179)  | -                    |
| Education  | 117,987,904           | 2,151,797               | 21,378,056                               | -                                      | (94,458,051)   | -                    |
| Library  | 1,927,591             | -                       | -  | -                                      | (1,927,591)  | -                    |
| Interest on long-term debt                                   | 1,699,877             | -                       | -  | -                                      | (1,699,877)  | -                    |
| Total Primary Government                                     | <u>\$ 162,279,695</u> | <u>\$ 13,105,364</u>    | <u>\$ 22,505,905</u>                     | <u>\$ -</u>                            | <u>(126,668,426)</u>                                   |                      |
| Component Unit:  |                       |                         |  |  |  |                      |
| Ridgefield Library Association, Inc.                         | <u>\$ 3,528,226</u>   | <u>\$ 46,755</u>        | <u>\$ 2,618,819</u>                      | <u>\$ 124,227</u>                      |  | <u>(738,425)</u>     |
| General Revenues:  |                       |                         |  |  |  |                      |
| Property taxes   |                       |                         |  |  | 130,037,187  |                      |
| Grants and contributions not restricted to specific programs |                       |                         |  |  | 727,398  |                      |
| Investment income  |                       |                         |  |  | 408,126  | 405,132              |
| Miscellaneous  |                       |                         |  |  | 295,280  | 45,152               |
| Total General Revenues                                       |                       |                         |  |  | <u>131,467,991</u>                                     | <u>450,284</u>       |
| Change in Net Position                                       |                       |                         |  |  | 4,799,565  | (288,141)            |
| Net Position at Beginning of Year, as Restated               |                       |                         |  |  | <u>120,769,835</u>                                     | <u>22,907,128</u>    |
| Net Position at End of Year                                  |                       |                         |  |  | <u>\$ 125,569,400</u>                                  | <u>\$ 22,618,987</u> |

The accompanying notes are an integral part of the financial statements

**TOWN OF RIDGEFIELD, CONNECTICUT  
BALANCE SHEET - GOVERNMENTAL FUNDS  
JUNE 30, 2018**

|   | <u>General</u>       | <u>Capital<br/>Nonrecurring</u> | <u>Bonded<br/>Projects</u> | <u>Sewer<br/>Bond<br/>Repayment</u> | <u>Nonmajor<br/>Governmental<br/>Funds</u> | <u>Total<br/>Governmental<br/>Funds</u> |
|---|----------------------|---------------------------------|----------------------------|-------------------------------------|--|---|
| <b>ASSETS</b>   |                      |                                 |                            |                                     |  |   |
| Cash and cash equivalents   | \$ 11,337,583        | \$                              | \$                         | \$ 2,692,396                        | \$ 4,967,944                               | \$ 18,997,923                           |
| Investments   | 3,047,931            |                                 |                            |                                     | 30,849                                     | 3,078,780                               |
| Receivables, net  | 3,474,061            | 146,018                         |                            | 320,722                             | 178,367                                    | 4,119,168                               |
| Due from other funds  | 5,677,591            | 820,000                         |                            |                                     |  | 6,497,591                               |
| Other assets  |                      |                                 |                            |                                     | 40,616                                     | 40,616                                  |
| Total Assets  | <u>\$ 23,537,166</u> | <u>\$ 966,018</u>               | <u>\$ -</u>                | <u>\$ 3,013,118</u>                 | <u>\$ 5,217,776</u>                        | <u>\$ 32,734,078</u>                    |
| <b>LIABILITIES, DEFERRED INFLOWS OF<br/>RESOURCES AND FUND BALANCES</b> |                      |                                 |                            |                                     |  |   |
| Liabilities:  |                      |                                 |                            |                                     |  |   |
| Accounts payable  | \$ 2,448,586         | \$ 372,965                      | \$ 192,220                 | \$                                  | \$ 286,248                                 | \$ 3,300,019                            |
| Accrued payroll   | 1,107,705            |                                 |                            |                                     |  | 1,107,705                               |
| Due to other funds  |                      | 1,355,287                       | 3,805,419                  | 700,000                             | 636,885                                    | 6,497,591                               |
| Unearned revenue  | 731,609              |                                 |                            |                                     | 155,599                                    | 887,208                                 |
| Other   | 74,527               |                                 |                            |                                     |  | 74,527                                  |
| Total liabilities   | <u>4,362,427</u>     | <u>1,728,252</u>                | <u>3,997,639</u>           | <u>700,000</u>                      | <u>1,078,732</u>                           | <u>11,867,050</u>                       |
| Deferred inflows of resources:  |                      |                                 |                            |                                     |  |   |
| Unavailable revenue - property taxes                                    | 3,278,543            |                                 |                            |                                     |  | 3,278,543                               |
| Unavailable revenue - special assessments                               |                      | 146,018                         |                            | 320,722                             |  | 466,740                                 |
| Unavailable revenue - other receivables                                 |                      |                                 |                            |                                     | 75,250                                     | 75,250                                  |
| Total deferred inflows of resources                                     | <u>3,278,543</u>     | <u>146,018</u>                  | <u>-</u>                   | <u>320,722</u>                      | <u>75,250</u>                              | <u>3,820,533</u>                        |
| Fund balances:  |                      |                                 |                            |                                     |  |   |
| Nonspendable  |                      |                                 |                            |                                     | 65,616                                     | 65,616                                  |
| Restricted  |                      |                                 |                            |                                     | 1,548,251                                  | 1,548,251                               |
| Committed   |                      |                                 |                            | 1,992,396                           | 2,449,927                                  | 4,442,323                               |
| Assigned  | 1,843,299            |                                 |                            |                                     |  | 1,843,299                               |
| Unassigned  | 14,052,897           | (908,252)                       | (3,997,639)                |                                     |  | 9,147,006                               |
| Total fund balances   | <u>15,896,196</u>    | <u>(908,252)</u>                | <u>(3,997,639)</u>         | <u>1,992,396</u>                    | <u>4,063,794</u>                           | <u>17,046,495</u>                       |
| Total Liabilities, Deferred Inflows of<br>Resources and Fund Balances   | <u>\$ 23,537,166</u> | <u>\$ 966,018</u>               | <u>\$ -</u>                | <u>\$ 3,013,118</u>                 | <u>\$ 5,217,776</u>                        | <u>\$ 32,734,078</u>                    |

(Continued on next page)

**TOWN OF RIDGEFIELD, CONNECTICUT**  
**BALANCE SHEET - GOVERNMENTAL FUNDS (CONTINUED)**  
**JUNE 30, 2018**

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

|  |                                 |
|--|---------------------------------|
| Fund balances - total governmental funds (Exhibit III)   | \$ 17,046,495                   |
| Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds:  |                                 |
| Governmental capital assets  | \$ 281,568,021                  |
| Less accumulated depreciation  | <u>(91,768,372)</u> 189,799,649 |
| Other long-term assets are not available to pay for current period expenditures and, therefore, are deferred in the funds:   |                                 |
| Property tax, sewer use and sewer assessment interest and lien accrual   | 333,699                         |
| Property tax, sewer use, sewer assessment and loan receivable - accrual basis change   | 3,820,533                       |
| Interest and lien allowance for doubtful accounts  | (67,775)                        |
| Net pension asset  | 1,562,492                       |
| Deferred outflows related to pensions  | 1,984,398                       |
| Deferred outflows related to OPEB  | 1,916,898                       |
| Internal service funds are used by management to charge the costs of risk management to individual funds. The assets and liabilities of the internal service funds are reported with governmental activities in the statement of net position. |                                 |
|  | 237,533                         |
| Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds:   |                                 |
| Bonds payable  | (60,370,000)                    |
| Notes payable  | (342,071)                       |
| Bond premium   | (4,968,365)                     |
| Deferred charge on refunding   | 1,910,903                       |
| Net OPEB obligation  | (23,824,562)                    |
| Deferred inflows related to pensions   | (530,372)                       |
| Deferred inflows related to OPEB   | (213,544)                       |
| Interest payable on bonds  | (918,586)                       |
| Compensated absences   | (1,202,471)                     |
| Lease obligations  | <u>(605,454)</u>                |
| Net Position of Governmental Activities (Exhibit I)  | <u>\$ 125,569,400</u>           |

The accompanying notes are an integral part of the financial statements



**TOWN OF RIDGEFIELD, CONNECTICUT  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED JUNE 30, 2018**

|   | <u>General</u>       | <u>Capital<br/>Nonrecurring</u> | <u>Bonded<br/>Projects</u> | <u>Sewer<br/>Bond<br/>Repayment</u> | <u>Nonmajor<br/>Governmental<br/>Funds</u> | <u>Total<br/>Governmental<br/>Funds</u> |
|---|----------------------|---------------------------------|----------------------------|-------------------------------------|--|---|
| Revenues:   |                      |                                 |                            |                                     |  |   |
| Property taxes                                    | \$ 129,504,590       | \$                              | \$                         | \$                                  | \$   | \$ 129,504,590                          |
| Intergovernmental                                 | 20,636,549           | 432,144                         |                            |                                     | 1,673,805                                  | 22,742,498                              |
| Charges for services                              | 8,537,208            |                                 |                            | 543,604                             | 4,123,793                                  | 13,204,605                              |
| Contributions                                     |                      |                                 |                            |                                     | 485,936                                    | 485,936                                 |
| Income from investments                           | 402,005              | 6,010                           |                            |                                     | 111  | 408,126                                 |
| Other   | 265,736              | 14,190                          |                            |                                     | 15,354                                     | 295,280                                 |
| Total revenues                                    | <u>159,346,088</u>   | <u>452,344</u>                  | <u>-</u>                   | <u>543,604</u>                      | <u>6,298,999</u>                           | <u>166,641,035</u>                      |
| Expenditures:                                     |                      |                                 |                            |                                     |  |   |
| Current:  |                      |                                 |                            |                                     |  |   |
| General government                                | 12,097,774           |                                 |                            |                                     | 23,284                                     | 12,121,058                              |
| Health and welfare                                | 461,710              |                                 |                            |                                     | 217,560                                    | 679,270                                 |
| Community grants                                  | 245,878              |                                 |                            |                                     |  | 245,878                                 |
| Recreation  | 5,734,769            |                                 |                            |                                     | 28,567                                     | 5,763,336                               |
| Public safety                                     | 9,655,517            |                                 |                            |                                     | 60,965                                     | 9,716,482                               |
| Public works                                      | 7,011,243            |                                 |                            |                                     | 2,240,815                                  | 9,252,058                               |
| Education   | 111,106,811          |                                 |                            |                                     | 4,366,544                                  | 115,473,355                             |
| Library   | 1,927,591            |                                 |                            |                                     |  | 1,927,591                               |
| Debt service                                      | 11,547,647           |                                 | 119,681                    |                                     |  | 11,667,328                              |
| Capital outlay                                    |                      | 2,220,450                       | 3,469,870                  |                                     |  | 5,690,320                               |
| Total expenditures                                | <u>159,788,940</u>   | <u>2,220,450</u>                | <u>3,589,551</u>           | <u>-</u>                            | <u>6,937,735</u>                           | <u>172,536,676</u>                      |
| Excess (Deficiency) of Revenues over Expenditures | <u>(442,852)</u>     | <u>(1,768,106)</u>              | <u>(3,589,551)</u>         | <u>543,604</u>                      | <u>(638,736)</u>                           | <u>(5,895,641)</u>                      |
| Other Financing Sources (Uses):                   |                      |                                 |                            |                                     |  |   |
| Issuance of capital lease                         |                      | 600,000                         |                            |                                     |  | 600,000                                 |
| Transfers in                                      | 110,055              |                                 |                            |                                     | 1,184,820                                  | 1,294,875                               |
| Transfers out                                     | (1,249,820)          | (25,055)                        | (55,000)                   |                                     | (30,000)                                   | (1,359,875)                             |
| Net other financing sources (uses)                | <u>(1,139,765)</u>   | <u>574,945</u>                  | <u>(55,000)</u>            | <u>-</u>                            | <u>1,154,820</u>                           | <u>535,000</u>                          |
| Net Change in Fund Balances                       | (1,582,617)          | (1,193,161)                     | (3,644,551)                | 543,604                             | 516,084                                    | (5,360,641)                             |
| Fund Balances at Beginning of Year                | <u>17,478,813</u>    | <u>284,909</u>                  | <u>(353,088)</u>           | <u>1,448,792</u>                    | <u>3,547,710</u>                           | <u>22,407,136</u>                       |
| Fund Balances at End of Year                      | <u>\$ 15,896,196</u> | <u>\$ (908,252)</u>             | <u>\$ (3,997,639)</u>      | <u>\$ 1,992,396</u>                 | <u>\$ 4,063,794</u>                        | <u>\$ 17,046,495</u>                    |

(Continued on next page)

**TOWN OF RIDGEFIELD, CONNECTICUT  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCES - GOVERNMENTAL FUNDS (CONTINUED)  
FOR THE YEAR ENDED JUNE 30, 2018**

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

|   |                |
|---|----------------|
| Net change in fund balances - total governmental funds (Exhibit IV) | \$ (5,360,641) |
|---|----------------|

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. This is the amount by which capital outlays exceeded depreciation in the current period:

|                                |             |
|--------------------------------|-------------|
| Capital outlay                 | 5,264,052   |
| Less current year depreciation | (4,984,038) |

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

|  |             |
|--|-------------|
| Decrease in property tax, sewer use, sewer assessment and loan receivable - accrual basis change | 366,202     |
| Decrease in property tax, sewer use and sewer assessment interest and lien revenue               | 85,030      |
| Decrease in property tax and sewer use allowance for doubtful accounts                           | (12,805)    |
| Change in net pension asset  | 384,605     |
| Change in deferred outflows related to pensions  | (2,291,902) |
| Change in deferred outflows related to OPEB  | 1,916,898   |

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

|                                       |           |
|---------------------------------------|-----------|
| Issuance of capital leases            | (600,000) |
| Payments on general obligations bonds | 9,085,000 |
| Payments on notes payable             | 24,680    |
| Payments on capital leases            | 589,866   |

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

|   |             |
|---|-------------|
| Change in net OPEB liability                  | (1,214,750) |
| Change in compensated absences                | (46,357)    |
| Change in accrued interest                    | 148,374     |
| Amortization of deferred charge on refunding  | (271,624)   |
| Bond premium amortization                     | 981,019     |
| Change in net pension liability               | 352,044     |
| Change in deferred inflows related to pension | 687,347     |
| Change in deferred inflows related to OPEB    | (213,544)   |

|  |                 |
|--|-----------------|
| The net revenue of the activities of the Internal Service Fund is reported with governmental activities. | <u>(89,891)</u> |
|--|-----------------|

|  |                            |
|--|----------------------------|
| Change in Net Position of Governmental Activities (Exhibit II) | <u><u>\$ 4,799,565</u></u> |
|--|----------------------------|

The accompanying notes are an integral part of the financial statements

**TOWN OF RIDGEFIELD, CONNECTICUT  
STATEMENT OF NET POSITION  
PROPRIETARY FUNDS  
JUNE 30, 2018**

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|                           | <b>Governmental<br/>Activities</b>    |
|---------------------------|---------------------------------------|
|                           | <b>Internal<br/>Service<br/>Funds</b> |
|                           | <hr/>                                 |
| Assets:                   |                                       |
| Cash and cash equivalents | \$ 241,758                            |
| Liabilities:              |                                       |
| Accounts payable          | <hr/> 4,225                           |
| Net Position:             |                                       |
| Unrestricted              | \$ <u><u>237,533</u></u>              |

The accompanying notes are an integral part of the financial statements

**TOWN OF RIDGEFIELD, CONNECTICUT  
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION  
PROPRIETARY FUNDS  
FOR THE YEAR ENDED JUNE 30, 2018**

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|                                   | <b>Governmental<br/>Activities</b>    |
|-----------------------------------|---------------------------------------|
|                                   | <b>Internal<br/>Service<br/>Funds</b> |
| Operating Revenues:               |                                       |
| Insurance proceeds                | \$ 85,016                             |
| Operating Expenses:               |                                       |
| Claims incurred                   | <u>239,907</u>                        |
| Operating Loss                    | (154,891)                             |
| Transfers in                      | <u>65,000</u>                         |
| Change in Net Position            | (89,891)                              |
| Net Position at Beginning of Year | <u>327,424</u>                        |
| Net Position at End of Year       | <u><u>\$ 237,533</u></u>              |

The accompanying notes are an integral part of the financial statements

**TOWN OF RIDGEFIELD, CONNECTICUT  
STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS  
FOR THE YEAR ENDED JUNE 30, 2018**

|   | <b>Governmental<br/>Activities</b>    |
|---|---------------------------------------|
|   | <b>Internal<br/>Service<br/>Funds</b> |
| Cash Flows from Operating Activities:   |                                       |
| Cash received as insurance proceeds   | \$ 85,016                             |
| Cash paid for benefits, claims and administration   | (240,590)                             |
| Net cash provided by (used in) operating activities   | <u>(155,574)</u>                      |
| Cash Flows Provided by Noncapital Financing Activities:   |                                       |
| Transfers in  | <u>65,000</u>                         |
| Net Increase (Decrease) in Cash   | (90,574)                              |
| Cash and Cash Equivalents at Beginning of Year  | <u>332,332</u>                        |
| Cash and Cash Equivalents at End of Year  | <u>\$ 241,758</u>                     |
| Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used in)<br>Operating Activities:        |                                       |
| Operating income (loss)   | \$ (154,891)                          |
| Adjustments to reconcile operating income (loss) to net cash<br>provided by (used in) operating activities: |                                       |
| Increase in accounts payable  | <u>(683)</u>                          |
| Net Cash Provided by (Used in) Operating Activities   | <u>\$ (155,574)</u>                   |

The accompanying notes are an integral part of the financial statements

**TOWN OF RIDGEFIELD, CONNECTICUT  
STATEMENT OF FIDUCIARY NET POSITION  
FIDUCIARY FUNDS  
JUNE 30, 2018**

|   | <b>Pension and<br/>Other<br/>Employee<br/>Benefit<br/>Trust Funds</b> | <b>Agency<br/>Funds</b>     |
|---|---|-----------------------------|
|   | <u>                    </u>   | <u>                    </u> |
| Assets:   |   |                             |
| Cash and cash equivalents   | \$ <u>79,241</u>  | \$ <u>2,154,046</u>         |
| Investments - at fair value:  |   |                             |
| Mutual funds:   |   |                             |
| Equity  | 119,074,002   |                             |
| Certificates of deposit   |   | <u>271,926</u>              |
| Total investments   | <u>119,074,002</u>  | <u>271,926</u>              |
| Other Assets:   |   |                             |
| Accounts receivable   | 14,032  |                             |
| Prepaid benefits  | <u>317,321</u>  |                             |
| Total other assets  | <u>331,353</u>  | <u>-</u>                    |
| Total assets  | 119,484,596   | \$ <u><u>2,425,972</u></u>  |
| Liabilities:  |   |                             |
| Accounts payable and due to others  | <u>14,552</u>   | \$ <u><u>2,396,872</u></u>  |
| Net Position Restricted for Pensions<br>and Other Postemployment Benefits | \$ <u><u>119,470,044</u></u>  |                             |

The accompanying notes are an integral part of the financial statements

**TOWN OF RIDGEFIELD, CONNECTICUT  
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION  
FIDUCIARY FUNDS  
FOR THE YEAR ENDED JUNE 30, 2018**

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|   | <b>Pension and<br/>Other<br/>Employee<br/>Benefit<br/>Trust Funds</b> |
|---|---|
| Additions:                              |   |
| Contributions:                          |   |
| Employer                                | \$ 4,705,964  |
| Plan members                            | 779,518   |
| Total contributions                     | <u>5,485,482</u>  |
| Net investment income:                  |   |
| Net change in fair value of investments | 4,712,056   |
| Interest and dividends                  | 3,277,558   |
|   | <u>7,989,614</u>  |
| Less investment expense                 | (91,567)  |
| Net investment income                   | <u>7,898,047</u>  |
| Total additions                         | <u>13,383,529</u>   |
| Deductions:                             |   |
| Benefits                                | 5,871,692   |
| Administration                          | 71,074  |
| Total deductions                        | <u>5,942,766</u>  |
| Change in Net Position                  | 7,440,763   |
| Net Position at Beginning of Year       | <u>112,029,281</u>  |
| Net Position at End of Year             | <u>\$ 119,470,044</u>   |

The accompanying notes are an integral part of the financial statements

**TOWN OF RIDGEFIELD, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2018**

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A. Financial Reporting Entity**

The Town of Ridgefield (the Town) was incorporated in 1709 and covers an area of 35 square miles. The Town operates under a Selectmen-Town Meeting form of government as prescribed by the Connecticut General Statutes and its charter, which was adopted in November 1978. The Town provides the following services as authorized by its charter: public safety (police and fire), public works (streets and highways), public health and social services, and education encompassing grades K-12.

The Town has considered all agencies, departments, commissions, boards (including the Board of Education), authorities and funds to determine the "financial reporting entity" of the Town. The "financial reporting entity" includes all funds of the Town (primary government) and its component unit. Component units are legally separate entities for which the elected officials of the Town are financially accountable. Financially accountable means 1) that the Town appoints the majority of the entity's governing body and can impose its will on the entity or the entity provides financial benefits to or imposes financial burdens on the Town, 2) that the entity is fiscally dependent on the Town, or 3) that the financial statements would be misleading if the entity were not included.

**Discretely Presented Component Unit**

The Ridgefield Library Association, Inc., a nonprofit, is included in the Town's reporting entity as a component unit because the Town appoints a voting majority of the Library's board and provides significant operating subsidies. The Ridgefield Library Association, Inc., operates a free public library for the Town residents. The Town appoints 9 of the 12 board members and subsidizes approximately 75% of operations.

The Ridgefield Library Association, Inc.'s audit report is on file at the Library, 472 Main Street, Ridgefield, Connecticut, 06877.

**B. Basis of Presentation**

The financial statements of the Town have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the Town's accounting policies are described below.

**Government-Wide and Fund Financial Statements**

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component unit. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities normally are supported by taxes and intergovernmental revenues. The primary government is reported separately from the legally separate component unit for which the primary government is financially accountable.

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



**TOWN OF RIDGEFIELD, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2018**

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

**Measurement Focus, Basis of Accounting and Financial Statement Presentation**

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

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

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

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

The Town reports the following major governmental funds:

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

The *Capital Nonrecurring Fund* accounts for the major capital improvements and acquisition of equipment for nonfinancial sources. Capital outlays are financed by the issuance of capital leases and capital grants.

The *Bonded Projects Fund* is used to account for the financial revenues to be used for major capital asset construction and/or purchases. Capital outlays are financed by the issuance of general obligation bonds and capital grants.

The *Sewer Bond Repayment Fund* accounts for assessments for new sewer connections. The major source of revenue for this fund is sewer assessment charges.

**TOWN OF RIDGEFIELD, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2018**

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Additionally, the government reports the following fund types:

The *Internal Service Funds* account for risk financing activities for insurance claims and deductibles as allowed by GASB Statement No. 10 as well as claims involving heart and hypertension compensation under Connecticut General Statutes.

The *Pension and Other Employee Benefit Trust Funds* account for the activities of the Ridgefield Retirement System and Ridgefield Retiree Health Plan, which accumulates resources for pension benefit payments to qualified employees and for health benefit payments to qualified retired employees, respectively.

*Agency Funds* account for monies held as custodian for outside student and municipal groups and agencies.

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

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

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Town's internal service funds are charges to customers for services. Operating expenses for internal service funds include the cost of services and administrative expenses. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

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

**Component Unit**

The financial statements of the Ridgefield Library Association, Inc., have been prepared on the accrual basis.

**C. Cash Equivalents**

The Town's cash and cash equivalents consist of cash on hand, demand deposits, money market accounts and short-term investments with original maturities of three months or less.

**D. Investments**

Investments are stated at fair value.

**TOWN OF RIDGEFIELD, CONNECTICUT  
 NOTES TO FINANCIAL STATEMENTS  
 JUNE 30, 2018**

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**E. Receivables and Payables**

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

All trade, property tax, sewer use and sewer assessment receivables, including those of its component unit, are shown net of an allowance for uncollectibles. The allowance for uncollectibles is based on an analysis of amounts that are not expected to be collected at June 30, 2018.

**F. Restricted Assets**

The restricted assets for the Town are restricted for endowment purposes. The Ridgefield Library Association, Inc., has several bequests that are restricted to expenditure of the investment income only for the donor-designated purpose.

**G. Capital Assets**

Capital assets, which include property, plant, equipment and infrastructure assets (e.g., roads, bridges, sidewalks and similar items), are reported in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$5,000 for equipment, \$20,000 for improvements and \$100,000 for infrastructure, and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets, donated works of art and similar items, and capital assets received in a service concession arrangement should be reported at acquisition at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets’ lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Property, plant and equipment of the primary government as well as the component unit are depreciated using the straight-line method over the following estimated useful lives:

| <u>Assets</u>           | <u>Years</u> |
|-------------------------|--------------|
| Land improvements       | 25           |
| Buildings               | 25 - 75      |
| Machinery and equipment | 5 - 25       |
| Infrastructure          | 50 - 100     |

**Component Unit**

**Inexhaustible Collections and Books**

The values of inexhaustible collections and research books are not readily determinable and are not capitalized. Books purchased and used in circulation are determined to have useful lives of less than one year and are not capitalized.

#### **H. Deferred Outflows/Inflows of Resources**

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position or fund balance that applies to a future period or periods and so will not be recognized as an outflow of resources (expense/expenditure) until then. The Town reports a deferred charge on refunding and deferred outflows related to pension and OPEB in the government-wide statement of net position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. A deferred outflow of resources related to pension and OPEB results from differences between expected and actual experience, changes in assumptions or other inputs, and changes in projected investment earnings. These amounts are deferred and included in pension and OPEB expense in a systematic and rational manner over a period equal to either 10 or 20 years depending on the source of the change in the pension liability.

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position or fund balance that applies to a future period or periods and so will not be recognized as an inflow of resources (revenue) until that time. The Town reports a deferred inflow of resources related to pensions and OPEB in the government-wide statement of net position. A deferred inflow of resources related to pension and OPEB results from differences between expected and actual experience and changes in assumptions. These amounts are deferred and included in pension and OPEB expense in a systematic and rational manner over a period equal to either 10 or 20 years depending on the source of the change in the pension liability. For governmental funds, the Town reports unavailable revenue, which arises only under the modified accrual basis of accounting. The governmental funds report unavailable revenues from several sources: property taxes, special assessments and other receivables. These amounts are deferred and recognized as an inflow of resources (revenue) in the period in which the amounts become available.

#### **I. Compensated Absences**

All employees are granted vacation and sick time based upon contractual provisions. At anniversary year-end, unused vacation and sick time do not accumulate or vest (other than Board of Education employees, firefighters and highway union workers); therefore, in the event of termination or retirement, employees are not compensated for unused vacation and sick time.

The Board of Education employees are paid vacation on a fiscal year basis, and, therefore, unused vacation lapses at June 30. The Town employees are paid vacation on a calendar date basis, and, therefore, a liability for unused vacation has been recorded in the government-wide financial statements. Compensated absences are reported in the governmental funds, primarily the General Fund, only if the amount has matured. Matured amounts are defined as unused reimbursable leave still outstanding following an employee's resignation or retirement.

Certified employees at the Board of Education may accumulate up to 180 days of unused sick time. Firefighters and municipal union workers may accumulate unlimited unused sick time. There is no vesting for these amounts.

**J. Net Pension Asset / Liability**

The net pension asset/liability is measured as the portion of the actuarial present value of projected benefits that is attributed to past periods of employee service (total pension liability), net of the pension plan's fiduciary net position. The pension plan's fiduciary net position is determined using the same valuation methods that are used by the pension plan for purposes of preparing its statement of fiduciary net position. The net pension asset/liability is measured as of a date (measurement date) no earlier than the end of the employer's prior fiscal year, consistently applied from period to period.

**K. Net OPEB Liability**

The net OPEB liability is measured as the portion of the present value of projected benefit payments to be provided to current active and inactive employees that is attributed to those employees' past periods of service (total OPEB liability), less the amount of the OPEB plan's fiduciary net position. The OPEB plan's fiduciary net position is determined using the same valuation methods that are used by the OPEB plan for purposes of preparing its statement of fiduciary net position. The net OPEB liability is measured as of a date (measurement date) no earlier than the end of the employer's prior fiscal year, consistently applied from period to period.

**L. Long-Term Obligations**

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

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

**M. Equity**

Equity in the government-wide financial statements is defined as "net position" and is classified in the following categories:

**Invested in Capital Assets**

This component of net position consists of capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, notes or other borrowings that are attributable to the acquisition, construction or improvement of those assets.

**Restricted Net Position**

Net position restrictions are externally imposed by creditors (such as through debt covenants), grantors, contributors or laws or regulations of other governments or imposed by law through constitutional provisions or enabling legislation.

**Unrestricted Net Position**

This component consists of net position that does not meet the definition of "restricted" or "Invested in Capital Assets."

**TOWN OF RIDGEFIELD, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2018**

---

The equity of the fund financial statements is defined as “fund balance” and is classified in the following categories:

**Nonspendable Fund Balance**

This represents amounts that cannot be spent due to form (e.g., inventories and prepaid amounts).

**Restricted Fund Balance**

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

**Committed Fund Balance**

This represents amounts constrained for a specific purpose by the government using its highest level of decision-making authority (Ridgefield Board of Finance) through the resolution process.

**Assigned Fund Balance**

This includes amounts constrained to be used for a specific purpose by Executive Management or the Board of Finance, which have been delegated authority to assign amounts by the Town Charter. For the General Fund, this includes the designations of fund balance for subsequent year’s budget. The Board of Finance approves the assignment of fund balance for subsequent year’s budget through a resolution.

**Unassigned Fund Balance**

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

**N. Property Taxes**

Property taxes are assessed on property as of October 1. Taxes are billed the following July and are due in four installments, July 1, October 1, January 1 and April 1. Motor vehicle taxes are billed in July and are due in one installment on July 1. Liens are effective on the assessment date and are continued by filing before the end of the fiscal year following the due date. For fund financial statements, all property taxes receivable at June 30 have been recorded as a deferred inflow of resources, since they are not considered to be available to finance expenditures of the current fiscal year.

**O. Accounting Estimates**

The preparation of the financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, including disclosures of contingent assets and liabilities and reported revenues, expenses and expenditures during the fiscal year.

**2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY**

**A. Budgets and Budgetary Accounting**

The Town adheres to the following procedures in establishing the budgetary data included in the General Fund financial statements. The General Fund is the only fund for which a legal budget is adopted.

- In April, the Board of Finance submits to a public hearing, at which taxpayer comments are obtained, the proposed operating budget for the year commencing July 1. The budget includes proposed expenditures and the means of financing them.

**TOWN OF RIDGEFIELD, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2018**

---

- The Board of Finance submits their final proposed budget to the annual Town Meeting, which is held on the first Monday in May. Those in attendance at the annual Town Meeting may comment on the proposed budget before it is forwarded to a referendum vote. Appropriations may not be increased. The date of the machine vote is also established by the annual Town Meeting, which must be held not less than seven nor more than fourteen days from the date of the annual Town Meeting. The Board of Selectmen is responsible for establishing the hours of voting. This process is repeated, if necessary, until a budget is approved.
- The Board of Finance, in accordance with the provisions of the Charter and the Connecticut General Statutes, is authorized to transfer unexpended balances from one department's appropriation to another. Management may not authorize any additional appropriations. The Board of Finance may provide any single requesting agency with a special appropriation from General Fund unassigned fund balance a sum not to exceed \$50,000 cumulative and/or \$250,000 in the aggregate to all requesting agencies in any fiscal year. Special appropriations in excess of \$3,000,000 must be taken to referendum. During the year ended June 30, 2018, there was an additional appropriation of \$100,000 that came from unanticipated revenues.
- Formal budgetary integration is employed as a management control device during the year.
- Except for encumbrance accounting, the budget is prepared on the modified accrual basis of accounting.
- The legal level of control, the level at which expenditures may not exceed appropriations, is at the department level.
- The Board of Education, which is not a separate legal entity but a function of the Town, is authorized under state law to make any transfers required within its budget at its discretion. Any additional appropriations must have Board of Education and Board of Finance approval and, if over \$50,000, Town Meeting approval.
- 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 (RSI-2) as expenditures in the current year. Generally, all unencumbered appropriations lapse at year end, except those for the capital projects funds. Appropriations for capital projects are continued until completion of applicable projects, even when projects extend more than one fiscal year.

**B. Deficit Fund Equity**

The following individual funds had deficit fund balances at June 30, 2018:

|                       |    |           |
|-----------------------|----|-----------|
| Major Funds:          |    |           |
| Bonded Projects       | \$ | 3,997,639 |
| Capital Non Recurring |    | 908,252   |

The deficit in Bonded Projects and Capital Non-Recurring will be funded by future long-term financing.

**TOWN OF RIDGEFIELD, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2018**

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**C. Donor Restricted Endowments**

The Town has received an endowment for the maintenance of Ballard Park. The amounts are reflected in net position as non-spendable and restricted for permanent funds. The investment income (including appreciation, if any) is approved for expenditure by the Board of Directors of the Friends of Ballard Park.

**D. Capital Projects Authorizations**

The following is a summary of bonded projects and capital nonrecurring projects at June 30, 2018:

| <u>Project</u>          | <u>Authorization</u> | <u>Current<br/>Year<br/>Expenditures</u> | <u>Cumulative<br/>Expenditures</u> | <u>Balance<br/>June 30, 2018</u> |
|-------------------------|----------------------|--|------------------------------------|----------------------------------|
| School buildings        | \$ 9,199,643         | \$ 580,074                               | \$ 7,803,973                       | \$ 1,395,670                     |
| Sewer                   | 6,590,747            | 1,600,020                                | 5,110,188                          | 1,480,559                        |
| Infrastructure          | 39,578,631           | 710,639                                  | 36,754,605                         | 2,824,026                        |
| Municipal buildings     | 5,942,996            | 701,870                                  | 4,849,052                          | 1,093,944                        |
| Motor vehicles          | 3,613,379            | 639,638                                  | 3,596,430                          | 16,949                           |
| Machinery and equipment | <u>7,700,239</u>     | <u>938,131</u>                           | <u>7,441,228</u>                   | <u>259,011</u>                   |
| Total                   | \$ <u>72,625,635</u> | \$ <u>5,170,372</u>                      | \$ <u>65,555,476</u>               | \$ <u>7,070,159</u>              |

**3. DETAILED NOTES ON ALL FUNDS**

**A. Cash, Cash Equivalents and Investments**

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

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



**TOWN OF RIDGEFIELD, CONNECTICUT  
 NOTES TO FINANCIAL STATEMENTS  
 JUNE 30, 2018**

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The Statutes (Sections 3-24f and 3-27f) also provide for investment in shares of the State Short-Term Investment Fund (STIF). This investment pool is under the control of the State Treasurer, with oversight provided by the Treasurer’s Cash Management Advisory Board, and is regulated under the State Statutes and subject to annual audit by the Auditors of Public Accounts. Investment yields are accounted for on an amortized-cost basis with an investment portfolio that is designed to attain a market-average rate of return throughout budgetary and economic cycles. Investors accrue interest daily based on actual earnings, less expenses and transfers to the designated surplus reserve, and the fair value of the position in the pool is the same as the value of the pool shares.

**Deposits**

**Deposit Custodial Credit Risk**

Custodial credit risk is the risk that, in the event of a bank failure, the Town’s deposit will not be returned. The Town’s investment policy states that no more than 75% of its portfolio may be deposited at any one financial institution in order to limit its risk of default. The deposit of public funds is controlled by the Connecticut General Statutes. Deposits may be placed with any qualified public depository that has its main place of business in the State of Connecticut. Connecticut General Statutes require that each depository maintain segregated collateral (not required to be based on a security agreement between the depository and the municipality and, therefore, not perfected in accordance with federal law) in an amount equal to a defined percentage of its public deposits based upon the depository’s risk-based capital ratio.

Based on the criteria described in GASB Statement No. 40, *Deposits and Investment Risk Disclosures*, \$10,582,317 of the Town’s bank balance of \$11,957,236 was exposed to custodial credit risk as follows:

|   |                      |
|---|----------------------|
| Uninsured and uncollateralized  | \$ 7,759,275         |
| Uninsured and collateral held by the pledging bank’s trust department, not in the Town’s name | <u>2,823,042</u>     |
| Total Amount Subject to Custodial Credit Risk   | <u>\$ 10,582,317</u> |

At June 30, 2018, the entire balance of the component unit’s deposits was covered by federal depository insurance.

**Cash Equivalents**

At June 30, 2018, the Town’s cash equivalents amounted to \$12,847,816. The following table provides a summary of the Town’s cash equivalents in STIF as rated by nationally recognized statistical rating organizations. The pool has a maturity of less than one year.

|   |   |
|---|---|
|   | <b><u>Standard<br/>&amp; Poor’s</u></b> |
| State Short-Term Investment Fund (STIF) | AAAm                                    |

**TOWN OF RIDGEFIELD, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2018**

**Investments**

At June 30, 2018, the Town had the following investments:

| <u>Investment Type</u>        | <u>Credit Rating</u> | <u>Fair Value</u>     | <u>Investment Maturities (Years)</u> |                   |                     |
|-------------------------------|----------------------|-----------------------|--------------------------------------|-------------------|---------------------|
|                               |                      |                       | <u>Less Than 1</u>                   | <u>1 - 10</u>     | <u>More Than 10</u> |
| Interest-bearing investments: |                      |                       |                                      |                   |                     |
| Certificates of deposit       | *                    | \$ 363,848            | \$ 91,922                            | \$ 271,926        | \$                  |
| US Treasury Note              |                      | <u>2,986,858</u>      | <u>2,986,858</u>                     |                   |                     |
| Total                         |                      | 3,350,706             | <u>\$ 3,078,780</u>                  | <u>\$ 271,926</u> | <u>\$ -</u>         |
| Other investments:            |                      |                       |                                      |                   |                     |
| Mutual funds                  |                      | <u>119,074,002</u>    |                                      |                   |                     |
| Total Investments             |                      | <u>\$ 122,424,708</u> |                                      |                   |                     |

\*Subject to coverage by Federal Depository Insurance and collateralization.

At June 30, 2018, the component unit's investments include mutual funds of \$519,259 with no rating or maturity, equity securities of \$1,921,435 with no rating or maturity, exchange traded funds of \$584,202 with no rating or maturity, fixed income securities of \$793,976 with no rating or maturity, and \$1,813,243 beneficial interest in a perpetual trust.

**Interest Rate Risk**

The Town's investment policy states that the term structure of investments shall be planned so as to meet expected cash outlays and to mitigate the risk of loss of principle or accrued earnings due to early liquidation of securities or deposits before their scheduled maturities.

**Credit Risk - Investments**

As indicated above, State Statutes limit the investment options of cities and towns. The Town's investment policy (with the exception of public trusts) limits its investment choices due to credit risk other than State Statutes governing investments in obligations of any State or political subdivision or in obligations of the State of Connecticut or political subdivision.

**Concentration of Credit Risk**

The Town's investment policy for items other than public trusts limits the Town's investments to no more than 75% of the total portfolio at any one time.

The Town has no policy limiting an investment in any one issuer that is in excess of 5% of the Town's total investments related to public trust funds. No more than 5% of the Town's investments were invested in any one issuer.

**Custodial Credit Risk**

Custodial credit risk for an investment is the risk that, in the event of the failure of the counterparty (the institution that pledges collateral or repurchase agreement securities to the Town or that sells investments to or buys them for the Town), the Town will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Town has a formal policy for custodial credit risk. At June 30, 2018, the Town did not have any uninsured and unregistered securities held by the counterparty or by its trust department or agent that were not in the Town's name.

**TOWN OF RIDGEFIELD, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2018**

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The Town’s investment policy, in conformity with applicable Connecticut General Statutes, authorizes investment in the State Treasurer’s Short-Term Investment Fund (STIF). The value of the position in the pool is the same as the value of the pool shares. Regulatory oversight for the State Treasurer’s Short-Term Investment Fund is provided quarterly by the Investment Advisory Council and the Treasurer’s Cash Management Board. Other authorized investments include pooled and joint investments meeting the requirements of the policy, excluding those pools investing in “derivative” securities, certificates of deposit, repurchase agreements and obligations of the United States and agencies of the federal government.

The Pension Trust Fund is also authorized to invest in corporate bonds, domestic common stocks, domestic equity real estate and international equities. The investments of this fund are held in trust by a trustee bank, which executes investment transactions under the direction of the pension plan’s investment manager.

The Town categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements); followed by quoted prices in inactive markets or for similar assets or with observable inputs (Level 2 measurements); and the lowest priority to unobservable inputs (Level 3 measurements). The Town has the following recurring fair value measurements as of June 30, 2018:

|                                  | <u>June 30,<br/>2018</u> | <u>Fair Value Measurements Using</u> |                |                |
|----------------------------------|--------------------------|--------------------------------------|----------------|----------------|
|                                  |                          | <u>Level 1</u>                       | <u>Level 2</u> | <u>Level 3</u> |
| Investments by fair value level: |                          |                                      |                |                |
| Mutual funds                     | \$ <u>119,074,002</u>    | \$ <u>119,074,002</u>                | \$ <u>-</u>    | \$ <u>-</u>    |

Mutual funds classified in Level 1 of the fair value hierarchy are valued using prices quoted in active markets for those securities. The Town holds no Level 2 or Level 3 inputs.

On June 30, 2018, the component unit held \$3,037,662 in Level 1 investments, \$781,210 in Level 2 investments and \$1,903,774 in Level 3 investments.

**TOWN OF RIDGEFIELD, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2018**

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**B. Receivables**

Receivables as of June 30, 2018 for the Town’s individual major funds and nonmajor and fiduciary funds in the aggregate, including the applicable allowances for uncollectible accounts, are as follows:

|                                     | <u>General</u>      | <u>Capital<br/>Non-<br/>Recurring</u> | <u>Sewer<br/>Bond<br/>Repayment</u> | <u>Nonmajor<br/>and Other</u> | <u>Total</u>        |
|-------------------------------------|---------------------|---------------------------------------|-------------------------------------|-------------------------------|---------------------|
| Receivables:                        |                     |                                       |                                     |                               |                     |
| Property taxes*                     | \$ 3,350,911        | \$                                    | \$                                  | \$                            | \$ 3,350,911        |
| Assessments/use charges*            |                     |                                       | 326,741                             | 76,907                        | 403,648             |
| Intergovernmental                   |                     |                                       |                                     | 102,544                       | 102,544             |
| Loans receivable                    |                     | 146,018                               |                                     |                               | 146,018             |
| Other                               | 195,518             |                                       |                                     | 14,605                        | 210,123             |
| Gross receivables                   | <u>3,546,429</u>    | <u>146,018</u>                        | <u>326,741</u>                      | <u>194,056</u>                | <u>4,213,244</u>    |
| Less allowance for uncollectibles** | <u>72,368</u>       |                                       | <u>6,019</u>                        | <u>1,657</u>                  | <u>80,044</u>       |
| Net Total Receivables               | <u>\$ 3,474,061</u> | <u>\$ 146,018</u>                     | <u>\$ 320,722</u>                   | <u>\$ 192,399</u>             | <u>\$ 4,133,200</u> |

\* Does not include accrued interest on property taxes of \$330,118 and use charges of \$3,581.

\*\* Does not include allowance for uncollectibles on accrued interest on property taxes of \$67,377 and use charges of \$398.

Ridgefield Library, the component unit, has recorded contributions receivable in the amount of \$90,531. Ridgefield Library expects \$54,612 to be collected within one year and \$47,902 to be collected within one to five years. The allowance for uncollectibles was \$4,800. A rate of 2.02% was used for contributions expected to be received in more than one year, resulting in discounts to net present value of \$7,183.

**TOWN OF RIDGEFIELD, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2018**

**C. Capital Assets**

Capital asset activity for the year ended June 30, 2018 was as follows:

**Primary Government**

|   | <u>Beginning<br/>Balance</u> | <u>Increases</u>   | <u>Decreases</u> | <u>Ending<br/>Balance</u> |
|---|------------------------------|--------------------|------------------|---------------------------|
| Governmental activities:                    |                              |                    |                  |                           |
| Capital assets not being depreciated:       |                              |                    |                  |                           |
| Land  | \$ 29,612,176                | \$                 | \$               | \$ 29,612,176             |
| Construction in progress                    | <u>3,072,949</u>             | <u>2,059,318</u>   |                  | <u>5,132,267</u>          |
| Total capital assets not being depreciated  | <u>32,685,125</u>            | <u>2,059,318</u>   | <u>-</u>         | <u>34,744,443</u>         |
| Capital assets being depreciated:           |                              |                    |                  |                           |
| Land improvements                           | 6,614,839                    | 75,535             |                  | 6,690,374                 |
| Buildings                                   | 154,132,758                  | 804,415            |                  | 154,937,173               |
| Machinery and equipment                     | 35,329,840                   | 2,324,784          | 67,646           | 37,586,978                |
| Infrastructure                              | <u>47,609,053</u>            |                    |                  | <u>47,609,053</u>         |
| Total capital assets being depreciated      | <u>243,686,490</u>           | <u>3,204,734</u>   | <u>67,646</u>    | <u>246,823,578</u>        |
| Less accumulated depreciation for:          |                              |                    |                  |                           |
| Land improvements                           | 5,033,813                    | 154,143            |                  | 5,187,956                 |
| Buildings                                   | 36,263,063                   | 2,393,370          |                  | 38,656,433                |
| Machinery and equipment                     | 27,197,703                   | 1,730,699          | 67,646           | 28,860,756                |
| Infrastructure                              | <u>18,357,401</u>            | <u>705,826</u>     |                  | <u>19,063,227</u>         |
| Total accumulated depreciation              | <u>86,851,980</u>            | <u>4,984,038</u>   | <u>67,646</u>    | <u>91,768,372</u>         |
| Total capital assets being depreciated, net | <u>156,834,510</u>           | <u>(1,779,304)</u> | <u>-</u>         | <u>155,055,206</u>        |
| Governmental Activities Capital Assets, Net | <u>\$ 189,519,635</u>        | <u>\$ 280,014</u>  | <u>\$ -</u>      | <u>\$ 189,799,649</u>     |

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

|  |                     |
|--|---------------------|
| Governmental activities:                             |                     |
| General government                                   | \$ 560,428          |
| Health and welfare                                   | 8,080               |
| Public safety  | 404,219             |
| Public works   | 1,210,385           |
| Recreation   | 506,127             |
| Education  | <u>2,294,799</u>    |
| Total Depreciation Expense - Governmental Activities | <u>\$ 4,984,038</u> |

**TOWN OF RIDGEFIELD, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2018**

**Component Unit**

Activity for the Ridgefield Library Association, Inc., for the year ended June 30, 2018 was as follows:

|   | <u>Beginning<br/>Balance</u> | <u>Increases</u>    | <u>Decreases</u> | <u>Ending<br/>Balance</u> |
|---|------------------------------|---------------------|------------------|---------------------------|
| Governmental activities:                    |                              |                     |                  |                           |
| Capital assets not being depreciated:       |                              |                     |                  |                           |
| Land  | \$ 246,441                   | \$                  | \$               | \$ 246,441                |
| Capital assets being depreciated:           |                              |                     |                  |                           |
| Buildings                                   | 19,515,450                   | 5,925               | 3,446            | 19,517,929                |
| Furnishings and equipment                   | <u>1,271,767</u>             | <u>3,500</u>        | <u>13,113</u>    | <u>1,262,154</u>          |
| Total capital assets being depreciated      | <u>20,787,217</u>            | <u>9,425</u>        | <u>16,559</u>    | <u>20,780,083</u>         |
| Less accumulated depreciation for:          |                              |                     |                  |                           |
| Buildings                                   | 1,254,536                    | 391,779             | 1,694            | 1,644,621                 |
| Furnishings and equipment                   | <u>589,367</u>               | <u>141,269</u>      | <u>13,113</u>    | <u>717,523</u>            |
| Total accumulated depreciation              | <u>1,843,903</u>             | <u>533,048</u>      | <u>14,807</u>    | <u>2,362,144</u>          |
| Total capital assets being depreciated, net | <u>18,943,314</u>            | <u>(523,623)</u>    | <u>1,752</u>     | <u>18,417,939</u>         |
| Ridgefield Library Association, Inc.,       |                              |                     |                  |                           |
| Capital Assets, Net                         | <u>\$ 19,189,755</u>         | <u>\$ (523,623)</u> | <u>\$ 1,752</u>  | <u>\$ 18,664,380</u>      |

**D. Interfund Receivables, Payables and Transfers**

Interfund balances are a result of timing differences between the dates payments occurred for various activities. The composition of interfund balances as of June 30, 2018 is as follows:

| <u>Receivable Fund</u>    | <u>Payable Fund</u>         | <u>Amount</u>       |
|---------------------------|-----------------------------|---------------------|
| General Fund              | Nonmajor governmental funds | \$ 516,885          |
| General Fund              | Capital Nonrecurring Fund   | 1,355,287           |
| Capital Nonrecurring Fund | Nonmajor governmental funds | 120,000             |
| General Fund              | Bonded Projects             | 3,805,419           |
| Capital Nonrecurring Fund | Sewer Bond Repayment        | <u>700,000</u>      |
|                           |                             | <u>\$ 6,497,591</u> |

**TOWN OF RIDGEFIELD, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2018**

Transfers are used to account for the financing by the General Fund of various programs and activities in other funds. The transfers that occurred during the year are as follows:

|                           | <b>Transfers In</b>     |                                       |  | <b>Total<br/>Transfers<br/>Out</b> |
|---------------------------|-------------------------|---------------------------------------|--|------------------------------------|
|                           | <b>General<br/>Fund</b> | <b>Internal<br/>Service<br/>Funds</b> | <b>Nonmajor<br/>Govern-<br/>mental<br/>Funds</b> |                                    |
| Transfers out:            |                         |                                       |  |                                    |
| General Fund              | \$                      | \$ 65,000                             | \$ 1,184,820                                     | \$ 1,249,820                       |
| Capital Nonrecurring Fund | 25,055                  |                                       |  | 25,055                             |
| Bonded Projects           | 55,000                  |                                       |  | 55,000                             |
| Nonmajor Governmental     | 30,000                  |                                       |  | 30,000                             |
| <b>Total Transfers In</b> | <b>\$ 110,055</b>       | <b>\$ 65,000</b>                      | <b>\$ 1,184,820</b>                              | <b>\$ 1,359,875</b>                |

**E. Long-Term Debt**

**Changes in Long-Term Liabilities**

Long-term liability activity for the year ended June 30, 2018 was as follows:

|                                      | <b>Beginning<br/>Balance<br/>Restated</b> | <b>Increases</b>    | <b>Decreases</b>     | <b>Ending<br/>Balance</b> | <b>Due Within<br/>One Year</b> |
|--------------------------------------|---|---------------------|----------------------|---------------------------|--------------------------------|
| Governmental Activities:             |   |                     |                      |                           |                                |
| Bonds payable:                       |   |                     |                      |                           |                                |
| General obligation bonds             | \$ 69,455,000                             | \$                  | \$ 9,085,000         | \$ 60,370,000             | \$ 8,985,000                   |
| Unamortized bond premiums            | 5,949,384                                 |                     | 981,019              | 4,968,365                 |                                |
| Total bonds payable                  | 75,404,384                                | -                   | 10,066,019           | 65,338,365                | 8,985,000                      |
| Notes payable                        | 366,751                                   |                     | 24,680               | 342,071                   | 25,193                         |
| Compensated absences                 | 1,156,114                                 | 79,485              | 33,128               | 1,202,471                 | 1,142,348                      |
| Net pension liability                | 352,044                                   |                     | 352,044              | -                         |                                |
| OPEB obligation                      | 22,609,812                                | 1,214,750           |                      | 23,824,562                |                                |
| Lease obligations                    | 595,320                                   | 600,000             | 589,866              | 605,454                   | 405,477                        |
| <b>Total Governmental Activities</b> |   |                     |                      |                           |                                |
| Long-Term Liabilities                | <b>\$ 100,484,425</b>                     | <b>\$ 1,894,235</b> | <b>\$ 11,065,737</b> | <b>\$ 91,312,923</b>      | <b>\$ 10,558,018</b>           |

All long-term liabilities are generally liquidated by the General Fund.

**TOWN OF RIDGEFIELD, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2018**

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**General Obligation Bonds**

The Town issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities.

General obligation bonds are direct obligations of the Town for which full faith and credit are pledged and are payable from taxes levied on all taxable properties located within the Town.

General obligation bonds currently outstanding are as follows:

| <u>Description</u>               | <u>Interest<br/>Rate (%)</u> | <u>Balance<br/>Outstanding<br/>June 30, 2018</u> |
|----------------------------------|------------------------------|--|
| General purpose:                 |                              |  |
| General obligation - improvement | 1.75-5%                      | \$ 628,240                                       |
| General obligation - refunding   | 2.25-5%                      | 12,063,253                                       |
| General obligation - refunding   | 2.375-5%                     | 3,759,377  |
| General obligation - refunding   | 2-5%                         | 3,223,847  |
| General obligation - improvement | 2-4%                         | 6,515,612  |
| General obligation - improvement | 3.0-4.0%                     | 5,873,684  |
| General obligation - refunding   | 2.0-5.0%                     | 4,272,734  |
| General obligation - improvement | 2.0-4.0%                     | 6,812,602  |
| Total general purpose            |                              | <u>43,149,349</u>                                |
| School:                          |                              |  |
| School improvement - improvement | 1.75-5%                      | 3,166,760  |
| School improvement - refunding   | 2.25-5%                      | 1,286,747  |
| School improvement - refunding   | 2.375-5%                     | 4,920,657  |
| School improvement - refunding   | 2-5%                         | 331,153  |
| School improvement - improvement | 2-4%                         | 1,284,388  |
| School improvement - improvement | 3.0-4.0%                     | 576,316  |
| School improvement - refunding   | 2.0-5.0%                     | 2,833,086  |
| School improvement - improvement | 2.0-4.0%                     | 1,972,398  |
| Total school                     |                              | <u>16,371,505</u>                                |
| Sewer:                           |                              |  |
| Sewer - refunding                | 2.375-5%                     | 674,966  |
| Sewer - refunding                | 2.0-5.0%                     | 174,180  |
|                                  |                              | <u>849,146</u>                                   |
| Total Outstanding                |                              | <u>\$ 60,370,000</u>                             |



**TOWN OF RIDGEFIELD, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2018**

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**Notes Payable**

**Water Main Payable**

The State of Connecticut drinking water notes, bearing interest at 2%, will be paid out of General Fund operations and will mature in the year 2031.

Annual debt service requirements to maturity for general obligation bonds and notes payable are as follows:

|           | <u>General Obligation Bonds</u> |                      | <u>Notes Payable</u> |                   |
|-----------|---------------------------------|----------------------|----------------------|-------------------|
|           | <u>Principal</u>                | <u>Interest</u>      | <u>Principal</u>     | <u>Interest</u>   |
| 2019      | \$ 8,985,000                    | \$ 2,149,576         | \$ 25,193            | \$ 6,810          |
| 2020      | 9,105,000                       | 1,762,869            | 25,718               | 6,286             |
| 2021      | 8,560,000                       | 1,376,014            | 26,252               | 5,751             |
| 2022      | 7,595,000                       | 1,019,664            | 26,798               | 5,205             |
| 2023      | 4,715,000                       | 773,114              | 27,355               | 4,648             |
| 2024-2028 | 12,565,000                      | 2,390,745            | 145,549              | 14,466            |
| 2029-2033 | 7,795,000                       | 874,243              | 65,206               | 1,465             |
| 2034-2035 | <u>1,050,000</u>                | <u>54,468</u>        | <u>          </u>    | <u>          </u> |
| Total     | \$ <u>60,370,000</u>            | \$ <u>10,400,693</u> | \$ <u>342,071</u>    | \$ <u>44,631</u>  |

**Capital Lease**

The Town has entered into lease agreements as lessee for financing the acquisition of computers and various pieces of equipment. The lease agreements qualify as a capital lease for accounting purposes and, therefore, has been recorded at the present value of its future minimum lease payments as of the inception date.

The asset acquired through the capital leases are as follows:

|                               | <u>Governmental<br/>Activities</u> |
|-------------------------------|------------------------------------|
| Asset:                        |                                    |
| Equipment                     | \$ 7,804,099                       |
| Less accumulated depreciation | <u>6,800,591</u>                   |
| Total                         | \$ <u>1,003,508</u>                |

**TOWN OF RIDGEFIELD, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2018**

---

The future minimum lease obligation and the net present value of the minimum lease payments as of June 30, 2018 were as follows:

| <u>Year Ending June 30,</u>             | <u>Governmental<br/>Activities</u> |
|---|------------------------------------|
| 2019                                    | \$ 414,515                         |
| 2020                                    | 210,600                            |
| Total minimum lease payments            | <u>625,115</u>                     |
| Less amount representing interest       | <u>19,661</u>                      |
| Present Value of Minimum Lease Payments | <u>\$ 605,454</u>                  |

**Authorized but Unissued Bonds**

The total of authorized but unissued bonds at June 30, 2018 is \$4,031,658. In most cases, interim financing is obtained through bond anticipation notes or other short-term borrowings until the issuance of long-term debt.

**Statutory Debt Limitation**

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

| <u>Category</u> | <u>Debt Limit</u> | <u>Net<br/>Indebtedness</u> | <u>Balance</u> |
|-----------------|-------------------|-----------------------------|----------------|
| General purpose | \$ 286,175,066    | \$ 47,181,007               | \$ 238,994,059 |
| Schools         | 572,350,131       | 16,371,505                  | 555,978,626    |
| Sewers          | 476,958,443       | 522,405                     | 476,436,038    |
| Urban renewal   | 413,363,984       |                             | 413,363,984    |
| Pension deficit | 381,566,754       |                             | 381,566,754    |

The total overall statutory debt limit for the Town is equal to seven times annual receipts from taxation, \$890,322,426.

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

**TOWN OF RIDGEFIELD, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2018**

**F. Fund Balance**

The components of fund balance for the governmental funds at June 30, 2018 are as follows:

|                                     | General<br>Fund      | Major<br>Capital Project Funds  |                            | Major Special<br>Revenue Fund   | Nonmajor<br>Governmental<br>Funds | Total                |
|-------------------------------------|----------------------|---------------------------------|----------------------------|---------------------------------|-----------------------------------|----------------------|
|                                     |                      | Capital<br>Nonrecurring<br>Fund | Bonded<br>Projects<br>Fund | Sewer Bond<br>Repayment<br>Fund |                                   |                      |
| Fund balances:                      |                      |                                 |                            |                                 |                                   |                      |
| Nonspendable:                       |                      |                                 |                            |                                 |                                   |                      |
| Inventory                           | \$                   | \$                              | \$                         | \$                              | \$ 40,616                         | \$ 40,616            |
| Endowment                           |                      |                                 |                            |                                 | 25,000                            | 25,000               |
| Restricted for:                     |                      |                                 |                            |                                 |                                   |                      |
| Grants                              |                      |                                 |                            |                                 | 1,157,303                         | 1,157,303            |
| Parks and recreation -<br>donations |                      |                                 |                            |                                 | 261,106                           | 261,106              |
| Branchville Railroad<br>Station     |                      |                                 |                            |                                 | 39,516                            | 39,516               |
| Public safety - donations           |                      |                                 |                            |                                 | 90,326                            | 90,326               |
| Capital projects                    |                      |                                 |                            |                                 |                                   | -                    |
| Committed to:                       |                      |                                 |                            |                                 |                                   |                      |
| Sewer assessment                    |                      |                                 |                            | 1,992,396                       |                                   | 1,992,396            |
| Sewer operations                    |                      |                                 |                            |                                 | 1,930,565                         | 1,930,565            |
| Education                           |                      |                                 |                            |                                 | 519,362                           | 519,362              |
| Assigned:                           |                      |                                 |                            |                                 |                                   |                      |
| Education - encumbrances            | 243,299              |                                 |                            |                                 |                                   | 243,299              |
| Subsequent year's budget            | 1,600,000            |                                 |                            |                                 |                                   | 1,600,000            |
| Unassigned                          | 14,052,897           | (908,252)                       | (3,997,639)                |                                 |                                   | 9,147,006            |
| <b>Total Fund Balances</b>          | <b>\$ 15,896,196</b> | <b>\$ (908,252)</b>             | <b>\$ (3,997,639)</b>      | <b>\$ 1,992,396</b>             | <b>\$ 4,063,794</b>               | <b>\$ 17,046,495</b> |

Encumbrances of \$243,299 at June 30, 2018 are contained in the above table in the assigned category of the General Fund.

**G. Operating Lease**

In 1997, the Town signed a lease with the State of Connecticut Department of Transportation Branchville Railroad Station Parking Lot for a 20-year period of time commencing on October 1, 1995 to and including September 30, 2015, with the option to renew for two additional successive five-year periods of time. The Town renewed this lease on July 1, 2016 for five additional years.

In lieu of an annual lease payment, the Town must reinvest all surplus revenue derived from rail parking and rail-related leases into the improvement and maintenance of rail station buildings, rail station parking and mutually agreed upon rail station services. The Town set up a Parking Fund, which collected \$59,236 in fees and permits and spent \$45,234 in parking expenditures during fiscal year ended June 30, 2018. Fund balance at June 30, 2018 is \$39,516.

#### **4. EMPLOYEE RETIREMENT PLANS**

##### **A. Pension Plan**

###### **Summary**

The Town administers three single employer, defined benefit pension plans (Town of Ridgefield Pension Plan, Town of Ridgefield Police Union Pension Plan and Town of Ridgefield Firefighters Union Pension Plan). The plans were established through an ordinance adopted May 7, 1964 and most recently amended and restated July 1, 1993 for the Police and Fire Fighters plans and September 1, 2016 for the Town plan. The plans are considered to be part of the Town's financial reporting entity and are included in the Town's financial reports as Pension Trust Funds. Separate, stand-alone reports are not issued.

Management of the plans rests with the Town's Pension Commission, which consists of seven appointed members, each serving three-year terms.

###### **Summary of Significant Accounting Policies and Plan Asset Matters**

###### **Basis of Accounting**

The Town's pension trust funds financial statements are prepared on the accrual basis of accounting. Revenues (contributions and investment income) are recognized when they are earned and expenses (benefits and administration) are recognized when they are incurred. Contributions are recognized when due, pursuant to formal commitments (as well as statutory or contractual requirements, as appropriate). Benefits and refunds are recognized when due and payable in accordance with the terms of the plans.

###### **Valuation of Investments**

Investments are valued at fair value. Securities traded on a national exchange are valued at June 30, 2018 quoted market price. The assets of the plan are invested in a well-diversified portfolio in accordance with the plan's investment policy statement. There are no investments of 5% or greater in any one organization.

###### **Plan Description and Benefits Provided**

###### **Benefit Provisions**

The plans' membership is closed except for certain employees of the Board of Education. Administrative costs are financed from investment earnings.

###### **Employer Contributions**

Recommended contributions to each of the three plans are determined each year as part of the actuarial valuation using the entry age normal method. The contributions for the year ended June 30, 2018 represent 10.67% of covered payroll.

###### **Employee Contributions**

General employees of the Town have no required contribution. The contribution requirements of other departments are as follows (expressed as a percentage of annual compensation): Police 6%, Fire 5.5%, Highway 4%, Town UPSEU 3% and Board of Education Secretaries 2%.

**TOWN OF RIDGEFIELD, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2018**

At June 30, 2018, plan membership consisted of the following:

|   | <b>Town<br/>Pension<br/>Plan</b> | <b>Police<br/>Union<br/>Pension<br/>Plan</b> | <b>Firefighters<br/>Union<br/>Pension<br/>Plan</b> |
|---|----------------------------------|--|--|
| Retirees and beneficiaries currently receiving benefits | 196                              | 35   | 22   |
| Vested terminated employees                             | 136                              | 1  | 1  |
| Active plan members                                     | <u>337</u>                       | <u>35</u>                                    | <u>25</u>  |
| Total Participants                                      | <u><u>669</u></u> *              | <u><u>71</u></u>                             | <u><u>48</u></u>                                   |

\* The participants in the Town Pension Plan are comprised of 487 employees from the Board of Education and 182 employees from the Town.

**Investments**

**Investment Policy**

The Pension Commission is responsible for investing the assets of the pension plans. To that end, it has hired Vanguard Institutional Advisory Services (Vanguard) to determine the asset allocation and the specific assets in which the pension funds will be invested. The Pension Commission oversees Vanguard's allocations and investments and provides it with comments during quarterly meetings. The Commission's goal is to have a broadly diversified portfolio of assets invested in a manner that meets the prudent person standard. The Pension Commission is responsible for allocations among asset classes, and other investment characteristics, including expected return, risk, correlation and the assets' overall role in the portfolio.

The following is Vanguard's and the Pension Commission's target asset allocation policy and long-term expected real rate of return as of June 30, 2018:

| <b>Asset Class</b>                | <b>Target<br/>Allocation</b> | <b>Long-Term<br/>Expected Real<br/>Rate of Return*</b> | <b>Return<br/>Contributor</b> |
|-----------------------------------|------------------------------|--|-------------------------------|
| U.S. Equities                     | 28.00%                       | 5.20%  | 1.65%                         |
| Non- U.S. Equities (unhedged)     | 28.00%                       | 6.90%  | 1.76%                         |
| U.S. Bonds                        | 6.00%                        | 3.40%  | 0.10%                         |
| Non- U.S. Bonds                   | 6.00%                        | 2.70%  | 0.07%                         |
| Intermediate- Term Credit Bonds   | 7.00%                        | 4.00%  | 0.15%                         |
| Short-Term Credit Bonds           | 12.00%                       | 3.60%  | 0.23%                         |
| TIPS - Short-Term                 | 5.00%                        | 2.40%  | 0.04%                         |
| REITs                             | <u>8.00%</u>                 | 4.20%  | <u>0.38%</u>                  |
| Total Portfolio                   | 100.00%                      |  | 4.38%                         |
| Diversification Effect            |                              |  | 0.59%                         |
| Long-Term Inflation Expectation   |                              |  | 1.90%                         |
| Long-Term Expected Nominal Return |                              |  | 6.86%                         |

**TOWN OF RIDGEFIELD, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2018**

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The long-term expected rate of return assumption is determined with reference to Vanguard’s analysis using its 30-year capital market assumptions as of March 31, 2018, the latest available as of the valuation date, and the asset allocation above. Vanguard estimated that the expected return will be greater than 5.81% 75% of the time, greater than 6.45% 50% of the time, and greater than 7.08% 25% of the time. Given that the Town’s assumption of 6.75% falls into this range, we retained it for the June 30, 2018 valuation.

**Rate of Return**

For the year ended June 30, 2018, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 7.19%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

**Net Pension (Asset) Liability**

The components of the net pension (asset) liability of the Town at June 30, 2018, were as follows:

|   | <u>Town<br/>Pension<br/>Plan</u> | <u>Firefighters<br/>Union<br/>Pension<br/>Plan</u> | <u>Police<br/>Union<br/>Pension<br/>Plan</u> |
|---|----------------------------------|--|--|
| Total pension liability   | \$ 61,308,105                    | \$ 19,469,562                                      | \$ 31,936,810                                |
| Plan fiduciary net position   | <u>61,913,833</u>                | <u>19,950,675</u>                                  | <u>32,412,461</u>                            |
| Net Pension (Asset) Liability   | <u>\$ (605,728)</u>              | <u>\$ (481,113)</u>                                | <u>\$ (475,651)</u>                          |
| Plan fiduciary net position as a percentage<br>of the total pension liability | 100.99%                          | 102.47%  | 101.49%                                      |

**Actuarial Assumptions**

The total pension (asset) liability was determined by an actuarial valuation as of July 1, 2017, using the following actuarial assumptions, applied to all periods included in the measurement:

|                           |  |
|---------------------------|--|
| Inflation                 | 2.0%   |
| Salary increases          | 3.25% for police and fire fighters, all other members 3.0%         |
| Investment rate of return | 6.75%, net of pension plan investment expense, including inflation |

Mortality rates were based on the RP-2014 Male and Female Pre- and Post-Retirement Mortality Tables projected generationally using the MP-2017 projection scales.

The demographic assumptions used in the July 1, 2017 valuation Represent the actuary’s best estimate based on plan experience and published actuarial studies. The mortality table used was the latest available, based on large population studies of retirement plan participants with appropriate mortality improvement projections. Experience studies were not performed for demographic assumptions because the results would not be credible due to the small size of the plans’ populations. Retirement age assumptions are chosen to represent our best estimate of each participant’s expected retirement age, given the type of employment and the available benefits, as well as our historical knowledge of retirement trends for this plan’s population.

**TOWN OF RIDGEFIELD, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2018**

**Discount Rate**

The discount rate used to measure the total pension liability was 6.75%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that Town contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

**Changes in the Net Pension (Asset) Liability**

| <b>Town Pension Plan</b>                                     |  |  |  |
|--|--|--|--|
|  | <b>Increase (Decrease)</b>             |  |  |
|  | <b>Total Pension Liability<br/>(a)</b> | <b>Plan Fiduciary Net Position<br/>(b)</b> | <b>Net Pension (Asset) Liability<br/>(a)-(b)</b> |
| Balances as of July 1, 2017                                  | \$ 57,001,996                          | \$ 57,978,936                              | \$ (976,940)                                     |
| Changes for the year:  |  |  |  |
| Service cost   | 1,330,704                              |  | 1,330,704  |
| Interest on total pension liability                          | 3,872,068                              |  | 3,872,068  |
| Differences between expected and actual experience           | 304,477                                |  | 304,477  |
| Changes in assumptions                                       | 736,335                                |  | 736,335  |
| Employer contributions                                       |  | 1,443,701                                  | (1,443,701)                                      |
| Member contributions   |  | 249,539                                    | (249,539)  |
| Net investment income  |  | 4,201,824                                  | (4,201,824)                                      |
| Benefit payments, including refund to employee contributions | (1,937,475)                            | (1,937,475)                                | -  |
| Administrative expenses                                      |  | (22,692)                                   | 22,692   |
| Net changes  | <u>4,306,109</u>                       | <u>3,934,897</u>                           | <u>371,212</u>                                   |
| Balances as of June 30, 2018                                 | <u>\$ 61,308,105</u>                   | <u>\$ 61,913,833</u>                       | <u>\$ (605,728)</u>                              |

| <b>Firefighters Union Pension Plan</b>                       |  |  |  |
|--|--|--|--|
|  | <b>Increase (Decrease)</b>             |  |  |
|  | <b>Total Pension Liability<br/>(a)</b> | <b>Plan Fiduciary Net Position<br/>(b)</b> | <b>Net Pension (Asset) Liability<br/>(a)-(b)</b> |
| Balances as of July 1, 2017                                  | \$ 18,713,898                          | \$ 18,914,845                              | \$ (200,947)                                     |
| Changes for the year:  |  |  |  |
| Service cost   | 283,603                                |  | 283,603  |
| Interest on total pension liability                          | 1,259,322                              |  | 1,259,322  |
| Differences between expected and actual experience           | (42,640)                               |  | (42,640)   |
| Changes in assumptions                                       | (62,858)                               |  | (62,858)   |
| Employer contributions                                       |  | 270,896                                    | (270,896)  |
| Member contributions   |  | 101,875                                    | (101,875)  |
| Net investment income  |  | 1,355,597                                  | (1,355,597)                                      |
| Benefit payments, including refund to employee contributions | (681,763)                              | (681,763)                                  | -  |
| Administrative expenses                                      |  | (10,775)                                   | 10,775   |
| Net changes  | <u>755,664</u>                         | <u>1,035,830</u>                           | <u>(280,166)</u>                                 |
| Balances as of June 30, 2018                                 | <u>\$ 19,469,562</u>                   | <u>\$ 19,950,675</u>                       | <u>\$ (481,113)</u>                              |

**TOWN OF RIDGEFIELD, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2018**

| <b>Police Union Pension Plan</b>                             |                                    |  |                                  |
|--|------------------------------------|--|----------------------------------|
|  | <b>Increase (Decrease)</b>         |  |                                  |
|  | <b>Total Pension<br/>Liability</b> | <b>Plan Fiduciary<br/>Net Position</b> | <b>Net Pension<br/>Liability</b> |
|  | <b>(a)</b>                         | <b>(b)</b>                             | <b>(a)-(b)</b>                   |
| Balances as of July 1, 2017                                  | \$ 30,950,249                      | \$ 30,598,205                          | \$ 352,044                       |
| Changes for the year:  |                                    |  |                                  |
| Service cost   | 509,227                            |  | 509,227                          |
| Interest on total pension liability                          | 2,085,592                          |  | 2,085,592                        |
| Differences between expected and actual experience           | (382,866)                          |  | (382,866)                        |
| Changes in assumptions                                       | (101,746)                          |  | (101,746)                        |
| Employer contributions                                       |                                    | 541,547                                | (541,547)                        |
| Member contributions   |                                    | 206,383                                | (206,383)                        |
| Net investment income  |                                    | 2,200,914                              | (2,200,914)                      |
| Benefit payments, including refund to employee contributions | (1,123,646)                        | (1,123,646)                            | -                                |
| Administrative expenses                                      |                                    | (10,942)                               | 10,942                           |
| Net changes  | <u>986,561</u>                     | <u>1,814,256</u>                       | <u>(827,695)</u>                 |
| Balances as of June 30, 2018                                 | <u>\$ 31,936,810</u>               | <u>\$ 32,412,461</u>                   | <u>\$ (475,651)</u>              |

Amounts reported as changes of assumptions resulted from updating the mortality assumption to use white collar and blue collar assumptions where appropriate.

**Sensitivity of the Net Pension (Asset) Liability to Changes in the Discount Rate**

The following presents the net pension (asset) liability of the Town, calculated using the discount rate of 6.75%, as well as what the Town's net pension (asset) liability would be if it were calculated using a discount rate that is 1 percentage point lower (5.75%) or 1 percentage point higher (7.75%) than the current rate:

| <b>Net Pension (Asset) Liability</b> | <b>1% Decrease in<br/>Discount Rate<br/>(5.75%)</b> | <b>Current<br/>Discount Rate<br/>(6.75%)</b> | <b>1% Increase in<br/>Discount Rate<br/>(7.75%)</b> |
|--------------------------------------|---|--|---|
| Town Pension Plan                    | \$ 5,687,932  | \$ (605,728)                                 | \$ (7,220,338)                                      |
| Firefighters Union Plan              | 1,707,043   | (481,113)                                    | (2,375,407)   |
| Police Union Plan                    | 3,402,061   | (475,651)                                    | (3,719,240)   |



**TOWN OF RIDGEFIELD, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2018**

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

For the year ended June 30, 2018, the Town recognized pension expense of \$3,132,284 (\$2,293,624, \$229,377 and \$609,283 for the Town Pension Plan, Firefighters Union Pension Plan and Police Union Pension Plan, respectively). At June 30, 2018, the Town reported deferred outflows of resources and deferred inflows of resources related to pension from the following sources:

|   | <b>Town Pension Plan</b>                      |  |
|---|---|--|
|   | <b>Deferred<br/>Outflows of<br/>Resources</b> | <b>Deferred<br/>Inflows of<br/>Resources</b> |
| Differences between expected and actual experience                              | \$ 1,583,323                                  | \$   |
| Changes of assumptions  | 109,486                                       |  |
| Net difference between projected and actual earning on pension plan investments | <u>57,191</u>                                 |  |
| Total   | <u>\$ 1,750,000</u>                           | <u>\$ -</u>                                  |

|   | <b>Firefighters Union Pension Plan</b>        |  |
|---|---|--|
|   | <b>Deferred<br/>Outflows of<br/>Resources</b> | <b>Deferred<br/>Inflows of<br/>Resources</b> |
| Differences between expected and actual experience                              | \$  | \$ 53,165                                    |
| Changes of assumptions  |   | 81,667                                       |
| Net difference between projected and actual earning on pension plan investments | <u>68,953</u>                                 |  |
| Total   | <u>\$ 68,953</u>                              | <u>\$ 134,832</u>                            |

|   | <b>Police Union Pension Plan</b>              |  |
|---|---|--|
|   | <b>Deferred<br/>Outflows of<br/>Resources</b> | <b>Deferred<br/>Inflows of<br/>Resources</b> |
| Differences between expected and actual experience                              | \$  | \$ 108,431                                   |
| Changes of assumptions  |   | 287,109                                      |
| Net difference between projected and actual earning on pension plan investments | <u>165,445</u>                                |  |
| Total   | <u>\$ 165,445</u>                             | <u>\$ 395,540</u>                            |

**TOWN OF RIDGEFIELD, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2018**

|   | <b>Totals</b>                                 |  |
|---|---|--|
|   | <b>Deferred<br/>Outflows of<br/>Resources</b> | <b>Deferred<br/>Inflows of<br/>Resources</b> |
| Differences between expected and actual experience                              | \$ 1,583,323                                  | \$ 161,596                                   |
| Changes of assumptions  | 109,486                                       | 368,776                                      |
| Net difference between projected and actual earning on pension plan investments | <u>291,589</u>                                | <u>          </u>                            |
| Total   | <u>\$ 1,984,398</u>                           | <u>\$ 530,372</u>                            |

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

| <b><u>Year Ending June 30,</u></b> | <b><u>Town Pension<br/>Plan</u></b> | <b><u>Firefighters<br/>Union Pension<br/>Plan</u></b> | <b><u>Police Union<br/>Pension Plan</u></b> |
|------------------------------------|-------------------------------------|---|---|
| 2019                               | \$ 1,141,941                        | \$ 113,981  | \$ 197,938                                  |
| 2020                               | 547,600                             | 19,555  | (84,332)                                    |
| 2021                               | (175,398)                           | (178,559)   | (318,681)                                   |
| 2022                               | 93,353                              | (20,856)  | (25,020)                                    |
| 2023                               | 142,504                             |   |   |

**B. Elected Officials**

**Plan Description**

The Town administers a single employer, defined contribution plan, which is included in the Town’s financial statements in the pension trust fund. The plan, established in July 1983, requires the employer to contribute 9% of each participant’s compensation. The Town contributed \$27,733 during the year ended June 30, 2018. Officials are not required to contribute, but can make voluntary contributions up to 10% of annual compensation. At June 30, 2018, the net position available for benefits include \$623,602 of assets designated for this plan.

The Town Clerk, Tax Collector and First Selectman are the only plan members.

Significant accounting policies are the same as those discussed under defined benefit plans.

Other than the pension payment, there are no other postemployment benefits furnished to elected officials by the Town.

**TOWN OF RIDGEFIELD, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2018**

**C. Plan Financial Statements**

Financial statements for each individual pension plan as of and for the year ended June 30, 2018 are as follows:

|   | <u>Town<br/>Pension<br/>Plan</u> | <u>Firefighters<br/>Union<br/>Pension<br/>Plan</u> | <u>Police<br/>Union<br/>Pension<br/>Plan</u> | <u>Elected<br/>Officials<br/>Pension<br/>Plan</u> | <u>Total<br/>Pension<br/>Trust<br/>Funds</u> |
|---|----------------------------------|--|--|---|--|
| <b>Assets:</b>                                |                                  |  |  |   |  |
| Cash and cash equivalents                     | \$ 38,566                        | \$ 12,427  | \$ 20,190                                    | \$ 388  | \$ 71,571                                    |
| Investments - at fair value:                  |                                  |  |  |   |  |
| Mutual funds:                                 |                                  |  |  |   |  |
| Equity  | 61,704,559                       | 19,883,242   | 32,302,904                                   | 621,494   | 114,512,199                                  |
| Other assets:                                 |                                  |  |  |   |  |
| Accounts receivable                           | 7,561                            | 2,436  | 3,958  | 77  | 14,032                                       |
| Prepaid benefits                              | 170,988                          | 55,097   | 89,514                                       | 1,722   | 317,321                                      |
| Total other assets                            | 178,549                          | 57,533   | 93,472                                       | 1,799   | 331,353                                      |
| Total assets                                  | 61,921,674                       | 19,953,202   | 32,416,566                                   | 623,681   | 114,915,123                                  |
| <b>Liabilities:</b>                           |                                  |  |  |   |  |
| Due to others                                 | 7,841                            | 2,527  | 4,105  | 79  | 14,552                                       |
| <b>Net Position:</b>                          |                                  |  |  |   |  |
| Net Position Restricted for Pension Benefits  | \$ 61,913,833                    | \$ 19,950,675                                      | \$ 32,412,461                                | \$ 623,602  | \$ 114,900,571                               |
|   | <u>Town<br/>Pension<br/>Plan</u> | <u>Firefighters<br/>Union<br/>Pension<br/>Plan</u> | <u>Police<br/>Union<br/>Pension<br/>Plan</u> | <u>Elected<br/>Officials<br/>Pension<br/>Plan</u> | <u>Total<br/>Pension<br/>Trust<br/>Funds</u> |
| <b>Additions:</b>                             |                                  |  |  |   |  |
| Contributions:                                |                                  |  |  |   |  |
| Employer                                      | \$ 1,443,701                     | \$ 270,896   | \$ 541,547                                   | \$ 27,733   | \$ 2,283,877                                 |
| Plan members                                  | 249,539                          | 101,875  | 206,383                                      |   | 557,797                                      |
| Total contributions                           | 1,693,240                        | 372,771  | 747,930                                      | 27,733  | 2,841,674                                    |
| Net investment income:                        |                                  |  |  |   |  |
| Net appreciation in fair value of investments | 2,540,481                        | 819,613  | 1,330,703                                    | 24,379  | 4,715,176                                    |
| Interest and dividends                        | 1,710,678                        | 551,901  | 896,053                                      | 16,415  | 3,175,047                                    |
|   | 4,251,159                        | 1,371,514  | 2,226,756                                    | 40,794  | 7,890,223                                    |
| Less investment expense                       | (49,335)                         | (15,917)   | (25,842)                                     | (473)   | (91,567)                                     |
| Net investment income                         | 4,201,824                        | 1,355,597  | 2,200,914                                    | 40,321  | 7,798,656                                    |
| Net additions                                 | 5,895,064                        | 1,728,368  | 2,948,844                                    | 68,054  | 10,640,330                                   |
| <b>Deductions:</b>                            |                                  |  |  |   |  |
| Benefits                                      | 1,937,475                        | 681,763  | 1,123,646                                    |   | 3,742,884                                    |
| Administration                                | 22,692                           | 10,775   | 10,942                                       | 3,573   | 47,982                                       |
| Total deductions                              | 1,960,167                        | 692,538  | 1,134,588                                    | 3,573   | 3,790,866                                    |
| Change in Net Position                        | 3,934,897                        | 1,035,830  | 1,814,256                                    | 64,481  | 6,849,464                                    |
| Net Position at Beginning of Year             | 57,978,936                       | 18,914,845   | 30,598,205                                   | 559,121   | 108,051,107                                  |
| Net Position at End of Year                   | \$ 61,913,833                    | \$ 19,950,675                                      | \$ 32,412,461                                | \$ 623,602  | \$ 114,900,571                               |

**D. Teachers' Retirement**

**Plan Description**

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

**Benefit Provisions**

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

**Normal Retirement**

Retirement benefits for employees are calculated as 2% of the average annual salary times the years of credited service (maximum benefit is 75% of average annual salary during the 3 years of highest salary).

**Early Retirement**

Employees are eligible after 25 years of credited service including 20 years of Connecticut service, or age 55 with 20 years of credited service including 15 years of Connecticut service with reduced benefit amounts.

**Disability Retirement**

Employees are eligible for service-related disability benefits regardless of length of service. Five years of credited service is required for nonservice-related disability eligibility. Disability benefits are calculated as 2% of average annual salary times credited service to date of disability, but not less than 15% of average annual salary, nor more than 50% of average annual salary.

**Contributions**

Per Connecticut General Statutes Section 10-183z (which reflects Public Act 79-436 as amended), contribution requirements of active employees and the State of Connecticut are approved, amended and certified by the State Teachers Retirement Board and appropriated by the General Assembly.

*Employer (School Districts)*

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

The statutes require the State of Connecticut to contribute 100% of each school districts' required contributions, which are actuarially determined as an amount that, when combined with employee contributions, is expected to finance the costs of the benefits earned by employees during the year, with any additional amount to finance any unfunded accrued liability.

*Employees*

Effective July 1, 1992, each teacher is required to contribute 6% of salary for the pension benefit.

Effective January 1, 2018, the required contribution increased to 7% of pensionable salary.

**TOWN OF RIDGEFIELD, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2018**

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

At June 30, 2018, the Town reports no amounts for its proportionate share of the net pension liability, and related deferred outflows and inflows, due to the statutory requirement that the State pay 100% of the required contribution. The amount recognized by the Town as its proportionate share of the net pension liability, the related state support, and the total portion of the net pension liability that was associated with the Town were as follows:

|   |                       |
|---|-----------------------|
| Town's proportionate share of the net pension liability                           | \$ -                  |
| State's proportionate share of the net pension liability associated with the Town | <u>141,512,195</u>    |
| Total   | <u>\$ 141,512,195</u> |

The net pension liability was measured as of June 30, 2017, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2016. At June 30, 2018, the Town has no proportionate share of the net pension liability.

For the year ended June 30, 2018, the Town recognized pension expense and revenue of \$16,368,827 in Exhibit II for on-behalf amounts for the benefits provided by the State.

**Actuarial Assumptions**

The total pension liability was determined by an actuarial valuation as of June 30, 2016, using the following actuarial assumptions, applied to all periods included in the measurement:

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

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

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

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

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

**TOWN OF RIDGEFIELD, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2018**

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

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

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

| <u>Asset Class</u>          | <u>Target Allocation</u> | <u>Long-Term Expected Real Rate of Return</u> |
|-----------------------------|--------------------------|---|
| Large Cap U.S. equities     | 21.0%                    | 7.3%  |
| Developed non-U.S. equities | 18.0%                    | 7.5%  |
| Emerging markets (non-U.S.) | 9.0%                     | 8.6%  |
| Core fixed income           | 7.0%                     | 1.7%  |
| Inflation linked bond fund  | 3.0%                     | 1.3%  |
| Emerging market bond        | 5.0%                     | 4.8%  |
| High yield bonds            | 5.0%                     | 3.7%  |
| Real estate                 | 7.0%                     | 5.9%  |
| Private equity              | 11.0%                    | 10.9%   |
| Alternative investments     | 8.0%                     | 0.7%  |
| Liquidity fund              | 6.0%                     | 0.4%  |
| Total                       | <u>100.0%</u>            |   |

**Discount Rate**

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

**Sensitivity of the Net Pension Liability to Changes in the Discount Rate**

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

**TOWN OF RIDGEFIELD, CONNECTICUT  
 NOTES TO FINANCIAL STATEMENTS  
 JUNE 30, 2018**

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**Other Information**

Additional information is included in the required supplementary information section of the financial statements. A schedule of contributions is not presented as the Town has no obligation to contribute to the plan.

**E. Postemployment Healthcare Plan - Retiree Health Plan**

**Plan Description**

The Retiree Health Plan (RHP) is a single-employer defined benefit healthcare plan administered by the Town of Ridgefield. The RHP provides medical insurance benefits to eligible retirees and their spouses. Certain employees of the Town are eligible to participate in the plan. Benefit provisions are established through negotiations between the Town and the various unions representing the employees. As in prior years, all expenses for postemployment benefits were paid out of the general fund during fiscal year ended June 30, 2018. The plan does not issue a stand-alone financial report.

At July 1, 2017, plan membership consisted of the following:

|                     | <b>Retiree<br/>Health<br/>Plan</b> |
|---------------------|------------------------------------|
| Retired members     | 148                                |
| Active plan members | <u>837</u>                         |
| Total Participants  | <u><u>985</u></u>                  |

**Funding Policy**

The contribution requirements of plan members and the Town are also negotiated with the various unions representing the employees. Retired plan members and beneficiaries currently receiving benefits are required to contribute specified amounts monthly towards the cost of health insurance premiums as follows:

**Board of Education - Certified Employees (Teachers and Administrators)**

The cost per month for Board of Education employees receiving medical coverage is \$960 per month for retiree only coverage and \$1,838 per month for retiree and spouse coverage to age 65, and \$247 and \$494 per month, respectively, thereafter.

**Town Employees**

The cost per month for the Town employees receiving medical coverage is \$960 per month for retiree only coverage and \$1,838 per month for retiree and spouse coverage to age 65, and \$247 and \$494 per month, respectively, thereafter.

**Police Employees**

The cost per month for Board of Education employees receiving medical coverage is \$960 per month for retiree only coverage and \$1,838 per month for retiree and spouse coverage to age 65, and \$247 and \$494 per month, respectively, thereafter.

**TOWN OF RIDGEFIELD, CONNECTICUT  
 NOTES TO FINANCIAL STATEMENTS  
 JUNE 30, 2018**

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**Board of Education - Non-Certified Employees**

The cost per month for Board of Education employees receiving medical coverage is \$960 per month for retiree only coverage and \$1,838 per month for retiree and spouse coverage to age 65, and \$247 and \$494 per month, respectively, thereafter.

**Employer Contributions**

Employer contributions to the plan of \$2,422,807 were made in accordance with actuarially determined requirements. Of this amount \$1,897,807 represents premium payments and \$525,000 was contributed to prefund benefits.

**Investments**

**Investment Policy**

The RHP Plan's policy in regard to the allocation of invested assets is established and may be amended by the Pension Commission who has responsibility for selecting and hiring investment organizations and monitoring their results. The Pension Commission's and Vanguard's goal is to have a broadly diversified portfolio of assets invested in a manner that meets the prudent person standard. The Pension Commission is responsible for investing the assets of the RHP. To that end, it has hired Vanguard Institutional Advisory Services (Vanguard) to determine the asset allocation and the specific assets in which the RHP funds will be invested. The Pension Commission oversees Vanguard's allocations and investments and provides it with comments during quarterly meetings.

**Rate of Return**

For the year ended June 30, 2018, the annual money-weighted rate of return on investments, net of investment expense, was 2.25%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

**Net OPEB Liability of the Town**

The components of the net OPEB liability of the Town at June 30, 2018, were as follows:

|  |                      |
|--|----------------------|
| Total OPEB liability   | \$ 28,394,035        |
| Plan fiduciary net position  | <u>4,569,473</u>     |
| Net OPEB Liability   | <u>\$ 23,824,562</u> |
| <br>Plan fiduciary net position as a<br>percentage of the total OPEB liability | <br><br>16.09%       |

**Actuarial Assumptions**

The total OPEB liability was determined by an actuarial valuation as of July 1, 2017 (and rolled forward to June 30, 2018) using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

|                             |                                     |
|-----------------------------|-------------------------------------|
| Inflation                   | 2.50%                               |
| Salary increases            | 2.50%, average, including inflation |
| Investment rate of return   | 6.75%                               |
| Healthcare cost trend rates | 7.5% (decreasing 0.5% each year)    |



**TOWN OF RIDGEFIELD, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2018**

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Mortality rates were based on RP-2014 Adjusted to 2006 Total Dataset Mortality Table to the measurement date with Scale MP-2017.

The actuarial assumptions used in the July 1, 2017 valuation were based on the results of an actuarial experience study for the period July 1, 2014 - June 30, 2016.

The long-term expected rate of return on OPEB 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 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 as of June 30, 2018 are summarized in the following table:

| <b>Asset Class</b>             | <b>Target Allocation</b> | <b>Long-Term Expected Real Rate of Return</b> |
|--------------------------------|--------------------------|---|
| U.S. Equities                  | 28.00%                   | 5.90%   |
| Non-U.S. Equities (unhedged)   | 28.00%                   | 6.30%   |
| U.S. Bonds                     | 6.00%                    | 1.60%   |
| Non-U.S. Bonds (hedged)        | 6.00%                    | 1.10%   |
| Intermediate-Term Credit Bonds | 7.00%                    | 2.20%   |
| Short-Term Credit Bonds        | 12.00%                   | 1.90%   |
| TIPS - Short-Term              | 5.00%                    | 0.70%   |
| REITs                          | 8.00%                    | 4.70%   |
| Total                          | 100.00%                  |   |

**Discount Rate**

The discount rate used to measure the total OPEB liability was 6.75%. The projection of cash flows used to determine the discount rate assumed that Town contributions will be made at rates equal to the actuarially determined contribution rates. Based on those assumptions, the OPEB 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 OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

**TOWN OF RIDGEFIELD, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2018**

**Changes in the Net OPEB Liability**

|  | Increase (Decrease)               |                                       |   |
|--|-----------------------------------|---------------------------------------|---|
|  | Total Pension<br>Liability<br>(a) | Plan Fiduciary<br>Net Position<br>(b) | Net Pension<br>(Asset) Liability<br>(a)-(b) |
| Balances as of July 1, 2017                                  | \$ 26,587,986                     | \$ 3,978,174                          | \$ 22,609,812                               |
| Changes for the year:  |                                   |                                       |   |
| Service cost   | 427,639                           |                                       | 427,639                                     |
| Interest on total pension liability                          | 1,752,881                         |                                       | 1,752,881                                   |
| Differences between expected and actual experience           | (240,921)                         |                                       | (240,921)                                   |
| Changes in assumptions                                       | 1,995,258                         |                                       | 1,995,258                                   |
| Employer contributions                                       |                                   | 2,422,087                             | (2,422,087)                                 |
| Member contributions   |                                   | 221,721                               | (221,721)                                   |
| Net investment income  |                                   | 99,391                                | (99,391)                                    |
| Benefit payments, including refund to employee contributions | (2,128,808)                       | (2,128,808)                           | -   |
| Administrative expenses                                      |                                   | (23,092)                              | 23,092                                      |
| Net changes  | <u>1,806,049</u>                  | <u>591,299</u>                        | <u>1,214,750</u>                            |
| Balances as of June 30, 2018                                 | <u>\$ 28,394,035</u>              | <u>\$ 4,569,473</u>                   | <u>\$ 23,824,562</u>                        |

**Sensitivity of the Net OPEB Liability to Changes in the Discount Rate**

The following presents the net OPEB liability of the Town, as well as what the Town's net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (5.75%) or 1-percentage-point higher (7.75%) than the current discount rate:

|                    | 1% Decrease in<br>Discount Rate<br>(5.75%) | Current<br>Discount Rate<br>(6.75%) | 1% Increase in<br>Discount Rate<br>(7.75%) |
|--------------------|--|-------------------------------------|--|
| Net OPEB liability | \$ 26,848,795                              | \$ 23,824,562                       | \$ 21,249,048                              |

**Sensitivity of the Net OPEB Liability to Changes in the Healthcare Cost Trend Rates**

The following presents the net OPEB liability of the Town, as well as what the Town's net OPEB liability would be if it were calculated using healthcare cost trend rates that are 1 percentage point lower (6.5% decreasing to 3.5%) or 1 percentage point higher (8.5% increasing to 5.5%) than the current healthcare cost trend rates:

|                    | Health cost Trend Rates                        |   |  |
|--------------------|--|---|--|
|                    | 1% Decrease in<br>(6.5% decreasing<br>to 3.5%) | Current<br>(7.5% decreasing<br>to 4.5%) | 1% Increase in<br>(8.5% decreasing<br>to 5.5%) |
| Net OPEB liability | \$ 20,817,419                                  | \$ 23,824,562                           | \$ 27,381,490                                  |

**TOWN OF RIDGEFIELD, CONNECTICUT  
 NOTES TO FINANCIAL STATEMENTS  
 JUNE 30, 2018**

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

For the year ended June 30, 2018, the Town recognized OPEB expense of \$1,933,483. At June 30, 2018, the Town reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

|   | <b>Totals</b>                                 |  |
|---|---|--|
|   | <b>Deferred<br/>Outflows of<br/>Resources</b> | <b>Deferred<br/>Inflows of<br/>Resources</b> |
| Differences between expected and actual experience                              | \$  | \$ 213,544                                   |
| Changes of assumptions  | 1,768,524                                     |  |
| Net difference between projected and actual earning on pension plan investments | <u>148,374</u>                                |  |
| Total   | <u>\$ 1,916,898</u>                           | <u>\$ 213,544</u>                            |

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

**Year Ended June 30**

|            |    |         |
|------------|----|---------|
| 2019       | \$ | 236,450 |
| 2020       |    | 236,450 |
| 2021       |    | 236,450 |
| 2022       |    | 236,452 |
| 2023       |    | 199,357 |
| Thereafter |    | 558,195 |

**Schedule of OPEB Net Position**

|                           | <b>OPEB<br/>Trust<br/>Fund</b> |
|---------------------------|--------------------------------|
| Assets:                   |                                |
| Cash and cash equivalents | \$ 7,670                       |
| Investments               | <u>4,561,803</u>               |
| Total assets              | <u>4,569,473</u>               |
| Net Position              | <u>\$ 4,569,473</u>            |

**TOWN OF RIDGEFIELD, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2018**

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**Schedule of Changes in OPEB Net Position**

|   |                     |
|---|---------------------|
| Additions:                              |                     |
| Contributions:                          |                     |
| Employer                                | \$ 2,422,087        |
| TRB Subsidy                             | <u>221,721</u>      |
| Total additions                         | <u>2,643,808</u>    |
| Net investment income:                  |                     |
| Net change in fair value of investments | (3,120)             |
| Interest and dividends                  | <u>102,511</u>      |
|   | <u>99,391</u>       |
| Total additions                         | <u>2,743,199</u>    |
| Deductions:                             |                     |
| Benefits                                | 2,128,808           |
| Administration                          | <u>23,092</u>       |
| Total deductions                        | <u>2,151,900</u>    |
| Change in Net Position                  | 591,299             |
| Net Position at Beginning of Year       | <u>3,978,174</u>    |
| Net Position at End of Year             | <u>\$ 4,569,473</u> |

**F. Other Post Employment Benefit - Connecticut State Teachers Retirement Plan**

**Plan Description**

Teachers, principals, superintendents or supervisors engaged in service of public schools plus professional employees at State Schools of higher education are eligible to participate in the Connecticut State Teachers' Retirement System Retiree Health Insurance Plan (TRS-RHIP), a cost sharing multiple-employer defined benefit other post employment benefit plan administered by the Teachers' Retirement Board (TRB), if they choose to be covered.

Chapter 167a of the State Statutes grants authority to establish and amend the benefit terms to the TRB. TRS-RHIP issues a publicly available financial report that can be obtained at [www.ct.gov/trb](http://www.ct.gov/trb).

**Benefit Provisions**

There are two types of the health care benefits offered through the system. Subsidized Local School District Coverage provides a subsidy paid to members still receiving coverage through their former employer and the CTRB Sponsored Medicare Supplemental Plans provide coverage for those participating in Medicare but not receiving Subsidized Local School District Coverage.

**TOWN OF RIDGEFIELD, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2018**

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

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

If a member participating in Medicare Parts A & B so elects, they may enroll in one of the CTRB Sponsored Medicare Supplemental Plans. Active members, retirees and the State pay equally toward the cost of the basic coverage (medical and prescription drug benefits). There are three choices for coverage under the CTRB Sponsored Medicare Supplemental Plans. The choices and 2017 calendar year premiums charged for each choice are shown in the table below:

|  |       |
|--|-------|
| • Medicare Supplement with Prescriptions                           | \$ 92 |
| • Medicare Supplement with Prescriptions and Dental                | 136   |
| • Medicare Supplement with Prescriptions, Dental, Vision & Hearing | 141   |

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

### **Survivor Health Care Coverage**

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

### **Eligibility**

Any member who is currently receiving a retirement or disability benefit is eligible to participate in the plan.

### **Credited Service**

One month for each month of service as a teacher in Connecticut public schools, maximum 10 months for each school year. Ten months of credited service constitutes one year of Credited Service. Certain other types of teaching services, State employment, or wartime military service may be purchased prior to retirement if the member pays one-half the cost.

### **Normal Retirement**

Age 60 with 20 years of Credited Service in Connecticut, or 35 years of Credited Service including at least 25 years of service in Connecticut.

**TOWN OF RIDGEFIELD, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2018**

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**Early Retirement**

Age 55 with 20 years of Credited Service including 15 years of Connecticut service, or 25 years of Credited Service including 20 years of Connecticut service.

**Proratable Retirement**

Age 60 with 10 years of Credited Service.

**Disability Retirement**

No service requirement if incurred in the performance of duty, and 5 years of Credited Service in Connecticut if not incurred in the performance of duty.

**Termination of Employment**

Ten or more years of Credited Service.

**Contributions**

*State of Connecticut*

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

*Employer (School Districts)*

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

*Employees*

Each member is required to contribute 1.25% of their annual salary up to \$500,000. Contributions in excess of \$500,000 will be credited to the Retiree Health Insurance Plan.

**OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB**

At June 30, 2018, the Town reports no amounts for its proportionate share of the net OPEB liability, and related deferred outflows and inflows, due to the statutory requirement that the State pay 100% of the required contribution. The amount recognized by the Town as its proportionate share of the net OPEB liability, the related State support and the total portion of the net OPEB liability that was associated with the Town was as follows:

|  |                      |
|--|----------------------|
| Town's proportionate share of the net OPEB liability                           | \$ -                 |
| State's proportionate share of the net OPEB liability associated with the Town | <u>36,423,621</u>    |
| Total  | <u>\$ 36,423,621</u> |

**TOWN OF RIDGEFIELD, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2018**

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The net OPEB liability was measured as of June 30, 2017, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as June 30, 2016. At June 30, 2018, the Town has no proportionate share of the net OPEB liability.

For the year ended June 30, 2018, the Town recognized OPEB expense and revenue of \$1,688,055 in Exhibit II for on-behalf amounts for the benefits provided by the State.

**Actuarial Assumptions**

The total OPEB liability was determined by an actuarial valuation as of June 30, 2016, using the following actuarial assumptions, applied to all periods included in the measurement:

|   |   |
|---|---|
| Inflation                               | 2.75%   |
| Health care costs trend rate            | 7.25% decreasing to 5.00% by 2022                               |
| Salary increases                        | 3.25-6.50%, including inflation                                 |
| Investment rate of return               | 3.56%, net of OPEB plan investment expense, including inflation |
| Year fund net position will be depleted | 2018  |

Mortality rates were based on the RPH-2014 White Collar table with employee and annuitant rates blended from ages 50 to 80, projected to the year 2020 using the BB improvement scale, and further adjusted to grade in increases (5% for females and 8% for males) over age 80. For disabled retirees, mortality rates were based on the RPH-2014 Disabled Mortality Table projected to 2017 using the BB improvement scale.

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

The long-term expected rate of return on plan assets is reviewed as part of the GASB 74 valuation process. Several factors are considered in evaluating the long-term rate of return assumption, including the plan's current asset allocations and a log-normal distribution analysis using the best-estimate ranges of expected future real rates of return (expected return, net investment expense and inflation) for each major asset class. The long-term expected rate of return was determined by weighting the expected future real rates of return by the target asset allocation percentage and then adding expected inflation. The assumption is not expected to change absent a significant change in the asset allocation, a change in the inflation assumption, or a fundamental change in the market that alters expected returns in future years. The plan is 100% invested in U.S. Treasuries (Cash Equivalents) for which the expected 10-Year Geometric Real Rate of Return is (0.04%).

**Discount Rate**

The discount rate used to measure the total OPEB liability was 3.56%. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current member contribution rate and that contributions for future plan members were used to reduce the estimated amount of total service costs for future plan members. No future State contributions were assumed to be made. Based on those assumptions, the OPEB plan's fiduciary net position was projected to be depleted in 2018 and, as a result, the Municipal Bond Index Rate was used in the determination.

**TOWN OF RIDGEFIELD, CONNECTICUT  
 NOTES TO FINANCIAL STATEMENTS  
 JUNE 30, 2018**

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**Sensitivity of the Net OPEB Liability to Changes in the Health Care Cost Trend Rate and the Discount Rate**

The Town’s proportionate share of the net OPEB liability is \$-0- and, therefore, the change in the health care cost trend rate or the discount rate would only impact the amount recorded by the State of Connecticut.

**Other Information**

Additional information is included in the required supplementary information section of the financial statements. A schedule of contributions is not presented as the Town has no obligation to contribute to the plan. Detailed information about the Connecticut State Teachers OPEB Plan fiduciary net position is available in the separately issued State of Connecticut Comprehensive Annual Financial Report at [www.ct.gov](http://www.ct.gov).

**5. TAX ABATEMENTS**

In accordance with Title XII Section 12-65b of the Connecticut General Statutes, the Town of Ridgefield provides abatements on assessment increases attributable to construction or improvements to real property or air space within the Town. The property must be not less than 500,000 square feet of office and/or manufacturing space and construction costs or improvements shall not have a value less than \$75,000,000 or personal property purchases less than \$50,000,000. The abatement received will be 85% of the increased assessment for a period not to exceed 7 years. On June 13, 2018 the Town entered into one agreement under this program. The amount of revenue reduced during the fiscal year for this abatement was \$1,073,000.

**6. OTHER INFORMATION**

**A. Risk Management**

The Town is exposed to various risks of loss related to public official liability, police liability, Board of Education legal liability, theft or impairment of assets, errors and omissions, injury to employees and natural disasters.

The Town has a risk management program for property, casualty, workers’ compensation and other claims. As part of this program, resources have been accumulated in an internal service fund to pay deductibles and losses. Third-party coverage is maintained for claims greater than the established risk assumption policy.

A schedule of changes in the claims liability for heart and hypertension and workers’ compensation judgments for the years ended June 30, 2018 and 2017, is presented below:

|         |    | <u>Accrued<br/>Liability<br/>Beginning of<br/>Fiscal Year</u> |    | <u>Current Year<br/>Claims and<br/>Changes in<br/>Estimates</u> |    | <u>Accrued<br/>Liability<br/>Claim<br/>Payments</u> |    | <u>Accrued<br/>Liability<br/>End of<br/>Fiscal Year</u> |
|---------|----|---|----|---|----|---|----|---|
| 2018-17 | \$ | -   | \$ | 239,907   | \$ | 239,907   | \$ | -   |
| 2017-16 |    | -   |    | 86,032  |    | 86,032  |    | -   |



**TOWN OF RIDGEFIELD, CONNECTICUT  
 NOTES TO FINANCIAL STATEMENTS  
 JUNE 30, 2018**

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**B. Commitments and Litigation**

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

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

The Town may be subject to rebate penalties to the federal government relating to various bond and note issues. The Town expects such amounts, if any, to be immaterial.

**7. PRIOR PERIOD ADJUSTMENT AND RESTATEMENT**

The following restatements were recorded to the beginning of year net position of the governmental activities as a result of implementation of GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other than Pensions*:

|   | <u>Governmental<br/>Activities</u> |
|---|------------------------------------|
| Net position balance at June 30, 2017, as previously reported | \$ 142,698,647                     |
| Adjustments:  |                                    |
| Eliminate net OPEB obligation reported per GASB No. 45        | 681,000                            |
| Record net OPEB liability per GASB No. 75                     | <u>(22,609,812)</u>                |
| Net Position Balance at July 1, 2017, as Restated             | <u>\$ 120,769,835</u>              |



## **Required Supplementary Information**

**TOWN OF RIDGEFIELD, CONNECTICUT  
GENERAL FUND  
SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES  
BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2018**

|  | <u>Original<br/>Budget</u> | <u>Adjustments</u> | <u>Final<br/>Budget</u> | <u>Actual</u>      | <u>Variance<br/>with Final<br/>Budget</u> |
|--|----------------------------|--------------------|-------------------------|--------------------|---|
| Property Taxes:                              |                            |                    |                         |                    |   |
| Property taxes                               | \$ 128,772,703             | \$                 | \$ 128,772,703          | \$ 129,074,462     | \$ 301,759                                |
| Interest and lien fees                       | 450,000                    |                    | 450,000                 | 366,849            | (83,151)                                  |
| Telephone tax                                | 77,000                     |                    | 77,000                  | 63,279             | (13,721)                                  |
| Total property taxes                         | <u>129,299,703</u>         | <u>-</u>           | <u>129,299,703</u>      | <u>129,504,590</u> | <u>204,887</u>                            |
| Intergovernmental:                           |                            |                    |                         |                    |   |
| Education cost sharing                       |                            |                    |                         | 512,467            | 512,467                                   |
| School building grants                       |                            |                    |                         | 13,438             | 13,438                                    |
| School interest subsidy                      |                            |                    |                         | 130                | 130                                       |
| School transportation grants                 | 1,994                      |                    | 1,994                   | 1,920              | (74)                                      |
| Education for the blind                      | 9,000                      |                    | 9,000                   |                    | (9,000)                                   |
| Tax relief - Disabled                        | 1,000                      |                    | 1,000                   | 915                | (85)                                      |
| Veteran Exemptions                           | 4,000                      |                    | 4,000                   | 3,094              | (906)                                     |
| Judicial branch distribution                 | 37,000                     |                    | 37,000                  | 24,299             | (12,701)                                  |
| Elderly circuit freeze                       | 60,000                     |                    | 60,000                  |                    | (60,000)                                  |
| Mashantucket/Mohegan fund grant              | 14,180                     |                    | 14,180                  | 14,143             | (37)                                      |
| Paid in lieu of taxes                        | 2,087                      |                    | 2,087                   | 1,910              | (177)                                     |
| Municipal revenue sharing bonus pool         | 1,074,834                  |                    | 1,074,834               | 561,986            | (512,848)                                 |
| State stabilization grant                    |                            |                    |                         | 145,350            | 145,350                                   |
| Miscellaneous                                | 29,000                     |                    | 29,000                  |                    | (29,000)                                  |
| Total intergovernmental                      | <u>1,233,095</u>           | <u>-</u>           | <u>1,233,095</u>        | <u>1,279,652</u>   | <u>46,557</u>                             |
| Charges for Services:                        |                            |                    |                         |                    |   |
| Town Clerk's fees including conveyance taxes | 1,045,000                  |                    | 1,045,000               | 990,327            | (54,673)                                  |
| Building, plumbing and electrical permits    | 525,000                    |                    | 525,000                 | 545,040            | 20,040                                    |
| Planning and zoning commission               | 86,000                     |                    | 86,000                  | 48,410             | (37,590)                                  |
| Water and septic permits and fees            | 50,000                     |                    | 50,000                  | 57,160             | 7,160                                     |
| Highway permits                              | 7,000                      |                    | 7,000                   | 6,850              | (150)                                     |
| Solid waste facility                         | 15,000                     |                    | 15,000                  | 2,100              | (12,900)                                  |
| Parking Authority                            | 52,500                     |                    | 52,500                  | 50,407             | (2,093)                                   |
| Police Department                            | 210,000                    | 100,000            | 310,000                 | 438,093            | 128,093                                   |
| Fire Department                              | 890,000                    |                    | 890,000                 | 841,591            | (48,409)                                  |
| Golf course                                  | 1,325,000                  |                    | 1,325,000               | 1,257,631          | (67,369)                                  |
| Parks and recreation                         | 3,279,026                  |                    | 3,279,026               | 3,110,468          | (168,558)                                 |
| Animal control                               | 12,000                     |                    | 12,000                  | 8,734              | (3,266)                                   |
| Out of town tuition                          | 140,000                    |                    | 140,000                 | 95,018             | (44,982)                                  |
| Utilities and fuel                           | 274,000                    |                    | 274,000                 | 249,616            | (24,384)                                  |
| Rental of Town property                      | 855,106                    |                    | 855,106                 | 835,763            | (19,343)                                  |
| Total charges for services                   | <u>8,765,632</u>           | <u>100,000</u>     | <u>8,865,632</u>        | <u>8,537,208</u>   | <u>(328,424)</u>                          |
| Investment Income                            | <u>165,000</u>             |                    | <u>165,000</u>          | <u>398,775</u>     | <u>233,775</u>                            |
| Cancellation of Prior Year Encumbrances      |                            |                    |                         | 198,378            | 198,378                                   |
| Miscellaneous                                | <u>255,000</u>             |                    | <u>255,000</u>          | <u>265,736</u>     | <u>10,736</u>                             |
| Total revenues                               | <u>139,718,430</u>         | <u>100,000</u>     | <u>139,818,430</u>      | <u>140,184,339</u> | <u>365,909</u>                            |
| Other Financing Sources:                     |                            |                    |                         |                    |   |
| Utilization of fund balance                  | 1,800,000                  |                    | 1,800,000               |                    | (1,800,000)                               |
| Transfers in:                                |                            |                    |                         |                    |   |
| Sewer operating fund                         | 30,000                     |                    | 30,000                  | 30,000             | -   |
| Total other financing sources                | <u>1,830,000</u>           | <u>-</u>           | <u>1,830,000</u>        | <u>30,000</u>      | <u>(1,800,000)</u>                        |
| Total Revenues and Other Financing Sources   | <u>\$ 141,548,430</u>      | <u>\$ 100,000</u>  | <u>\$ 141,648,430</u>   | <u>140,214,339</u> | <u>\$ (1,434,091)</u>                     |

Budgetary revenues are different than GAAP revenues because:

|   |            |
|---|------------|
| Turf field fund revenues not budgeted for - combination of fund for GASB 54 purposes  | 3,230      |
| Turf field fund transfer in not budgeted for - combination of fund for GASB 54 purposes   | 55,000     |
| State of Connecticut on-behalf contributions to the Connecticut State Teachers' Retirement System for Town teachers are not budgeted - Pension  | 16,368,827 |
| State of Connecticut on-behalf contributions to the Connecticut State Teachers' Retirement System for Town teachers are not budgeted - OPEB   | 1,688,055  |
| Under liquidation of prior year encumbrances is recorded as miscellaneous revenue for budgetary reporting. This amount is excluded for GAAP financial reporting purposes.   | (198,378)  |
| Transfers in to the capital nonrecurring funds that were budgeted as a credit to debit service expenditures   | 25,055     |
| The Board of Education does not budget for a combination of intergovernmental grants, charges for services and other revenue amounts received which are credited against education expenditures for budgetary reporting. These amounts are recorded as revenues and expenditures for GAAP financial reporting purposes. | 1,300,015  |

Total Revenues and Other Financing Sources as Reported on the Statement of Revenues,  
Expenditures and Changes in Fund Balances - Governmental Funds - Exhibit IV

\$ 159,456,143

**TOWN OF RIDGEFIELD, CONNECTICUT  
GENERAL FUND  
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES  
BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2018**

|                                 | Original<br>Budget | Transfers and<br>Additional<br>Appropriations | Final<br>Budget   | Actual            |              |                   | Variance<br>with Final<br>Budget |
|---------------------------------|--------------------|---|-------------------|-------------------|--------------|-------------------|----------------------------------|
|                                 |                    |   |                   | Expenditures      | Encumbrances | Total             |                                  |
| <b>General Government:</b>      |                    |   |                   |                   |              |                   |                                  |
| Selectmen                       | \$ 372,306         | \$ 100,000                                    | \$ 472,306        | \$ 464,571        | \$           | \$ 464,571        | \$ 7,735                         |
| Board of Finance                | 83,944             |   | 83,944            | 81,139            |              | 81,139            | 2,805                            |
| Legal counsel                   | 174,800            | 60,000  | 234,800           | 228,957           |              | 228,957           | 5,843                            |
| Administrative support services | 267,993            |   | 267,993           | 267,016           |              | 267,016           | 977                              |
| Department of Finance           | 442,679            |   | 442,679           | 440,538           |              | 440,538           | 2,141                            |
| Data processing                 | 463,217            | 40,000  | 503,217           | 498,465           |              | 498,465           | 4,752                            |
| Registrars                      | 122,890            |   | 122,890           | 108,159           |              | 108,159           | 14,731                           |
| Assessor                        | 382,810            |   | 382,810           | 376,524           |              | 376,524           | 6,286                            |
| Tax Collector                   | 225,741            |   | 225,741           | 225,263           |              | 225,263           | 478                              |
| Town Treasurer                  | 31,590             |   | 31,590            | 30,962            |              | 30,962            | 628                              |
| Town Clerk                      | 261,480            |   | 261,480           | 255,054           |              | 255,054           | 6,426                            |
| Planning and zoning             | 281,827            |   | 281,827           | 246,377           |              | 246,377           | 35,450                           |
| Zoning board of appeals         | 75,156             |   | 75,156            | 69,810            |              | 69,810            | 5,346                            |
| Building Department             | 229,631            |   | 229,631           | 227,896           |              | 227,896           | 1,735                            |
| Probate court                   | 6,466              |   | 6,466             | 5,639             |              | 5,639             | 827                              |
| Conservation Commission         | 36,647             |   | 36,647            | 36,070            |              | 36,070            | 577                              |
| Commissions and Committees      | 57,150             |   | 57,150            | 55,093            |              | 55,093            | 2,057                            |
| Insurance and benefits          | 8,456,384          | (40,000)                                      | 8,416,384         | 8,247,946         |              | 8,247,946         | 168,438                          |
| Miscellaneous                   | 31,000             |   | 31,000            | 31,000            |              | 31,000            | -                                |
| Total general government        | <u>12,003,711</u>  | <u>160,000</u>                                | <u>12,163,711</u> | <u>11,896,479</u> | <u>-</u>     | <u>11,896,479</u> | <u>267,232</u>                   |
| <b>Health and Welfare:</b>      |                    |   |                   |                   |              |                   |                                  |
| Health department               | 240,800            |   | 240,800           | 234,650           |              | 234,650           | 6,150                            |
| Social services                 | 225,287            | 3,000   | 228,287           | 227,059           |              | 227,059           | 1,228                            |
| Total health and welfare        | <u>466,087</u>     | <u>3,000</u>                                  | <u>469,087</u>    | <u>461,709</u>    | <u>-</u>     | <u>461,709</u>    | <u>7,378</u>                     |
| <b>Community Grants</b>         |                    |   |                   |                   |              |                   |                                  |
|                                 | <u>245,878</u>     |   | <u>245,878</u>    | <u>245,878</u>    |              | <u>245,878</u>    | <u>-</u>                         |
| <b>Parks and Recreation:</b>    |                    |   |                   |                   |              |                   |                                  |
| Parks and recreation            | 3,676,329          |   | 3,676,329         | 3,587,153         |              | 3,587,153         | 89,176                           |
| Tree care                       | 267,348            | 13,000  | 280,348           | 279,504           |              | 279,504           | 844                              |
| Golf course                     | 1,028,983          |   | 1,028,983         | 977,200           |              | 977,200           | 51,783                           |
| Athletic fields                 | 487,460            |   | 487,460           | 461,057           |              | 461,057           | 26,403                           |
| School grounds                  | 433,024            |   | 433,024           | 429,858           |              | 429,858           | 3,166                            |
| Total parks and recreation      | <u>5,893,144</u>   | <u>13,000</u>                                 | <u>5,906,144</u>  | <u>5,734,772</u>  | <u>-</u>     | <u>5,734,772</u>  | <u>171,372</u>                   |
| <b>Public Safety:</b>           |                    |   |                   |                   |              |                   |                                  |
| Police Department               | 5,311,772          | (60,000)                                      | 5,251,772         | 5,249,138         |              | 5,249,138         | 2,634                            |
| Fire Department                 | 4,404,047          | (130,000)                                     | 4,274,047         | 4,246,905         |              | 4,246,905         | 27,142                           |
| Emergency management            | 37,850             | (5,000)                                       | 32,850            | 30,695            |              | 30,695            | 2,155                            |
| Animal control                  | 94,051             |   | 94,051            | 89,941            |              | 89,941            | 4,110                            |
| Parking Authority               | 44,800             |   | 44,800            | 38,838            |              | 38,838            | 5,962                            |
| Total public safety             | <u>9,892,520</u>   | <u>(195,000)</u>                              | <u>9,697,520</u>  | <u>9,655,517</u>  | <u>-</u>     | <u>9,655,517</u>  | <u>42,003</u>                    |
| <b>Public Works:</b>            |                    |   |                   |                   |              |                   |                                  |
| Highway Department              | 3,071,563          | (65,000)                                      | 3,006,563         | 2,961,187         |              | 2,961,187         | 45,376                           |
| Roads/ADA - CP Financing        | 1,944,750          | (100,000)                                     | 1,844,750         | 1,798,365         |              | 1,798,365         | 46,385                           |
| Town buildings                  | 579,609            | 280,000                                       | 859,609           | 835,400           |              | 835,400           | 24,209                           |
| Utilities                       | 902,813            |   | 902,813           | 900,077           |              | 900,077           | 2,736                            |
| Solid waste                     | 60,500             |   | 60,500            | 57,991            |              | 57,991            | 2,509                            |
| School buildings                | 57,200             | 4,000   | 61,200            | 59,698            |              | 59,698            | 1,502                            |
| Total public works              | <u>6,616,435</u>   | <u>119,000</u>                                | <u>6,735,435</u>  | <u>6,612,718</u>  | <u>-</u>     | <u>6,612,718</u>  | <u>122,717</u>                   |

(Continued on next page)

**TOWN OF RIDGEFIELD, CONNECTICUT  
GENERAL FUND  
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES  
BUDGET AND ACTUAL (CONTINUED)  
FOR THE YEAR ENDED JUNE 30, 2018**

|  | Original<br>Budget | Transfers and<br>Additional<br>Appropriations | Final<br>Budget | Actual         |              |             | Variance<br>with Final<br>Budget |
|--|--------------------|---|-----------------|----------------|--------------|-------------|----------------------------------|
|  |                    |   |                 | Expenditures   | Encumbrances | Total       |                                  |
| Contingency                                    | \$ 61,200          | \$ -  | \$ 61,200       | \$ 34,080      | \$ -         | \$ 34,080   | \$ 27,120                        |
| Education:                                     |                    |   |                 |                |              |             |                                  |
| Certified salaries                             | 45,235,290         | (224,425)                                     | 45,010,865      | 45,010,865     |              | 45,010,865  | -                                |
| Noncertified salaries                          | 10,695,766         | 39,457  | 10,735,223      | 10,735,223     |              | 10,735,223  | -                                |
| Fringe benefits                                | 18,347,160         | (583,875)                                     | 17,763,285      | 17,605,597     |              | 17,605,597  | 157,688                          |
| Professional services                          | 3,206,833          | 343,452                                       | 3,550,285       | 3,508,010      | 42,275       | 3,550,285   | -                                |
| Utility services - sewer and water             | 166,899            | 4,920   | 171,819         | 171,819        |              | 171,819     | -                                |
| Equipment repair and maintenance               | 568,485            | (54,443)                                      | 514,042         | 489,954        | 24,088       | 514,042     | -                                |
| Building repairs                               | 1,499,071          | (31,352)                                      | 1,467,719       | 1,399,824      | 67,894       | 1,467,718   | 1                                |
| Transportation services                        | 5,284,794          | (167,273)                                     | 5,117,521       | 5,116,571      | 950          | 5,117,521   | -                                |
| Insurance - property and liability             | 360,123            | 27,564  | 387,687         | 387,687        |              | 387,687     | -                                |
| Communications - telephone                     | 261,127            | 52,328  | 313,455         | 311,901        | 1,554        | 313,455     | -                                |
| Advertising services                           | 5,500              | (2,007)                                       | 3,493           | 3,493          |              | 3,493       | -                                |
| Printing services                              | 26,488             | (13,823)                                      | 12,665          | 12,665         |              | 12,665      | -                                |
| Food management services                       | 21,000             | 11,830  | 32,830          | 32,830         |              | 32,830      | -                                |
| Travel, mileage and training                   | 235,670            | (72,270)                                      | 163,400         | 161,267        | 2,133        | 163,400     | -                                |
| Other purchased services                       | 29,012             | (2,880)                                       | 26,132          | 24,082         | 2,050        | 26,132      | -                                |
| Tuition - out of district facilities           | 1,437,213          | 1,127,702                                     | 2,564,915       | 2,510,784      | 54,131       | 2,564,915   | -                                |
| Supplies and materials                         | 1,468,616          | (289,963)                                     | 1,178,653       | 1,155,608      | 23,045       | 1,178,653   | -                                |
| Energy - electricity, gas and fuel             | 1,892,506          | (51,769)                                      | 1,840,737       | 1,840,737      |              | 1,840,737   | -                                |
| Books  | 457,463            | (43,313)                                      | 414,150         | 395,773        | 18,377       | 414,150     | -                                |
| Equipment                                      | 210,076            | (16,161)                                      | 193,915         | 190,139        | 3,776        | 193,915     | -                                |
| Dues and fees - memberships                    | 87,277             | (16,851)                                      | 70,426          | 69,046         | 1,380        | 70,426      | -                                |
| Miscellaneous                                  | 46,025             | (18,763)                                      | 27,262          | 25,616         | 1,646        | 27,262      | -                                |
| Athletics program                              | 1,091,150          | (18,085)                                      | 1,073,065       | 1,073,065      |              | 1,073,065   | -                                |
| Total education                                | 92,633,544         | -   | 92,633,544      | 92,232,556     | 243,299      | 92,475,855  | 157,689                          |
| Library  | 1,927,591          |   | 1,927,591       | 1,927,591      |              | 1,927,591   | -                                |
| Debt Service                                   | 11,522,591         |   | 11,522,591      | 11,522,591     |              | 11,522,591  | -                                |
| Total expenditures                             | 141,262,701        | 100,000                                       | 141,362,701     | 140,323,891    | 243,299      | 140,567,190 | 795,511                          |
| Other Financing Uses:                          |                    |   |                 |                |              |             |                                  |
| Transfers out:                                 |                    |   |                 |                |              |             |                                  |
| Tiger Hollow Fund                              | 63,000             |   | 63,000          | 63,000         |              | 63,000      | -                                |
| Heart and Hypertension Fund                    | 65,000             |   | 65,000          | 65,000         |              | 65,000      | -                                |
| Youth Barn                                     | 65,000             |   | 65,000          | 65,000         |              | 65,000      | -                                |
| Revaluation Fund                               | 92,729             |   | 92,729          | 92,729         |              | 92,729      | -                                |
| Total other financing uses                     | 285,729            | -   | 285,729         | 285,729        | -            | 285,729     | -                                |
| Total Expenditures and Other<br>Financing Uses | \$ 141,548,430     | \$ 100,000                                    | \$ 141,648,430  | \$ 140,609,620 | \$ 243,299   | 140,852,919 | \$ 795,511                       |

Budgetary expenditures are different than GAAP expenditures because:

|  |            |
|--|------------|
| Revaluation fund expenses not budgeted for - combination of fund for GASB 54 purposes  | 167,215    |
| Transfers to the revaluation and turf field funds that are collapsed under GASB 54 - not a GAAP expenditure  | (92,729)   |
| State of Connecticut on-behalf payments to the Connecticut State Teachers' Retirement System for<br>Town teachers are not budgeted - Pension   | 16,368,827 |
| State of Connecticut on-behalf payments to the Connecticut State Teachers' Retirement System for<br>Town teachers are not budgeted - OPEB  | 1,688,055  |
| Encumbrances for purchases and commitments ordered but not received are reported in the year the<br>order is placed for budgetary purposes, but in the year received for GAAP financial reporting purposes.  | (243,299)  |
| Encumbrances for purchases and commitments ordered in the previous year that were received and<br>liquidated in the current year are reported for GAAP financial statement reporting purposes.   | 972,702    |
| Transfers in to the capital nonrecurring funds that were budgeted as a credit to debit service expenditures.   | 25,055     |
| The Board of Education does not budget for a combination of intergovernmental grants, charges for<br>services and other revenue amounts received which are credited against education expenditures<br>for budgetary reporting. These amounts are recorded as revenues and expenditures for GAAP financial<br>reporting purposes. | 1,300,015  |

Total Expenditures and Other Financing Uses as Reported on the Statement of Revenues,  
Expenditures and Changes in Fund Balances - Governmental Funds - Exhibit IV

\$ 161,038,760

**TOWN OF RIDGEFIELD, CONNECTICUT  
TOWN PENSION PLAN  
SCHEDULE OF CHANGES IN NET PENSION (ASSET) LIABILITY AND RELATED RATIOS  
LAST FIVE FISCAL YEARS**

|  | <u>2018</u>         | <u>2017</u>         | <u>2016</u>         | <u>2015</u>         | <u>2014</u>           |
|--|---------------------|---------------------|---------------------|---------------------|-----------------------|
| Total pension liability:   |                     |                     |                     |                     |                       |
| Service cost   | \$ 1,330,704        | \$ 1,439,793        | \$ 1,543,202        | \$ 1,469,904        | \$ 1,447,332          |
| Interest   | 3,872,068           | 3,661,312           | 3,092,338           | 3,122,207           | 2,840,427             |
| Differences between expected and actual experience                         | 304,477             | 798,073             | 329,208             | 1,585,644           | 221                   |
| Changes of assumptions   | 736,335             | (862,615)           | (436,794)           | 711,684             |                       |
| contributions  | <u>(1,937,475)</u>  | <u>(1,672,858)</u>  | <u>(1,475,202)</u>  | <u>(1,384,009)</u>  | <u>(1,288,272)</u>    |
| Net change in total pension liability                                      | 4,306,109           | 3,363,705           | 3,052,752           | 5,505,430           | 2,999,708             |
| Total pension liability - beginning  | <u>57,001,996</u>   | <u>53,638,291</u>   | <u>50,585,539</u>   | <u>45,080,109</u>   | <u>42,080,401</u>     |
| Total pension liability - ending   | <u>61,308,105</u>   | <u>57,001,996</u>   | <u>53,638,291</u>   | <u>50,585,539</u>   | <u>45,080,109</u>     |
| Plan fiduciary net position:   |                     |                     |                     |                     |                       |
| Contributions - employer   | 1,443,701           | 1,507,842           | 1,709,440           | 1,594,234           | 1,550,489             |
| Contributions - member   | 249,539             | 249,239             | 249,518             | 253,567             | 240,371               |
| Net investment income  | 4,201,824           | 6,099,575           | 300,620             | 433,446             | 7,963,970             |
| contributions  | (1,937,475)         | (1,672,858)         | (1,475,202)         | (1,384,009)         | (1,288,272)           |
| Administrative expense   | (22,692)            | (48,725)            | (37,252)            | (30,601)            | (33,036)              |
| Other  |                     |                     |                     |                     | <u>390,274</u>        |
| Net change in plan fiduciary net position                                  | <u>3,934,897</u>    | <u>6,135,073</u>    | <u>747,124</u>      | <u>866,637</u>      | <u>8,823,796</u>      |
| Plan fiduciary net position - beginning                                    | <u>57,978,936</u>   | <u>51,843,863</u>   | <u>51,096,739</u>   | <u>50,230,102</u>   | <u>41,406,306</u>     |
| Plan fiduciary net position - ending                                       | <u>61,913,833</u>   | <u>57,978,936</u>   | <u>51,843,863</u>   | <u>51,096,739</u>   | <u>50,230,102</u>     |
| Net Pension (Asset) Liability - Ending                                     | <u>\$ (605,728)</u> | <u>\$ (976,940)</u> | <u>\$ 1,794,428</u> | <u>\$ (511,200)</u> | <u>\$ (5,149,993)</u> |
| Plan fiduciary net position as a percentage of the total pension liability | 100.99%             | 101.71%             | 96.65%              | 101.01%             | 111.42%               |
| Covered payroll  | \$ 13,376,184       | \$ 13,160,842       | \$ 13,301,228       | \$ 14,219,170       | \$ 14,309,518         |
| Net pension (asset) liability as a percentage of covered-employee payroll  | -4.53%              | -7.42%              | 13.49%              | -3.60%              | -35.99%               |

## Notes to Schedule:

*Changes of assumptions.* In 2015, amounts reported as changes of assumptions resulted primarily from adjustments to assumed life expectancies as a result of adopting the RP-2000 Healthy Annuitant Mortality Table for purposes of developing mortality rates.

*Changes of assumptions.* In 2016, amounts reported as changes of assumptions resulted primarily from adjustments to assumed life expectancies as a result of adopting the RP-2014 Blue Collar Male and Female Pre- and Post-Retirement Mortality Tables for purposes of developing mortality rates.

*Changes of assumptions.* In 2017, salary increases were reduced from 3.25% to 3.00%

This schedule is intended to show information for ten years. Additional information will be added as it becomes available.

**TOWN OF RIDGEFIELD, CONNECTICUT  
FIREFIGHTERS UNION PENSION PLAN  
SCHEDULE OF CHANGES IN NET PENSION (ASSET) LIABILITY AND RELATED RATIOS  
LAST FIVE FISCAL YEARS**

|  | <u>2018</u>         | <u>2017</u>         | <u>2016</u>       | <u>2015</u>       | <u>2014</u>         |
|--|---------------------|---------------------|-------------------|-------------------|---------------------|
| Total pension liability:   |                     |                     |                   |                   |                     |
| Service cost   | \$ 283,603          | \$ 297,527          | \$ 305,631        | \$ 287,805        | \$ 279,175          |
| Interest   | 1,259,322           | 1,219,442           | 1,175,734         | 1,118,848         | 1,062,259           |
| Differences between expected and actual experience                         | (42,640)            | (78,254)            | 29,731            | (160,952)         | 24,583              |
| Changes of assumptions   | (62,858)            | (155,226)           | (243,324)         | 127,273           |                     |
| Benefit payments, including refunds of member contributions                | <u>(681,763)</u>    | <u>(675,734)</u>    | <u>(548,575)</u>  | <u>(568,834)</u>  | <u>(520,379)</u>    |
| Net change in total pension liability                                      | 755,664             | 607,755             | 719,197           | 804,140           | 845,638             |
| Total pension liability - beginning  | <u>18,713,898</u>   | <u>18,106,143</u>   | <u>17,386,946</u> | <u>16,582,806</u> | <u>15,737,168</u>   |
| Total pension liability - ending   | <u>19,469,562</u>   | <u>18,713,898</u>   | <u>18,106,143</u> | <u>17,386,946</u> | <u>16,582,806</u>   |
| Plan fiduciary net position:   |                     |                     |                   |                   |                     |
| Contributions - employer   | 270,896             | 271,519             | 353,931           | 391,809           | 427,271             |
| Contributions - member   | 101,875             | 105,470             | 108,610           | 110,292           | 107,813             |
| Net investment income  | 1,355,597           | 2,000,068           | 100,180           | 146,879           | 2,745,052           |
| Benefit payments, including refunds of member contributions                | (681,763)           | (675,734)           | (548,575)         | (568,834)         | (520,379)           |
| Administrative expense   | <u>(10,775)</u>     | <u>(15,977)</u>     | <u>(12,414)</u>   | <u>(10,369)</u>   | <u>(11,387)</u>     |
| Net change in plan fiduciary net position                                  | 1,035,830           | 1,685,346           | 1,732             | 69,777            | 2,748,370           |
| Plan fiduciary net position - beginning                                    | <u>18,914,845</u>   | <u>17,229,499</u>   | <u>17,227,767</u> | <u>17,157,990</u> | <u>14,409,620</u>   |
| Plan fiduciary net position - ending                                       | <u>19,950,675</u>   | <u>18,914,845</u>   | <u>17,229,499</u> | <u>17,227,767</u> | <u>17,157,990</u>   |
| Net Pension (Asset) Liability - Ending                                     | <u>\$ (481,113)</u> | <u>\$ (200,947)</u> | <u>\$ 876,644</u> | <u>\$ 159,179</u> | <u>\$ (575,184)</u> |
| Plan fiduciary net position as a percentage of the total pension liability |                     |                     |                   |                   |                     |
|  | 102.47%             | 101.07%             | 95.16%            | 99.08%            | 103.47%             |
| Covered payroll  | \$ 1,620,790        | \$ 1,662,933        | \$ 1,655,514      | \$ 1,691,743      | \$ 1,631,953        |
| Net pension (asset) liability as a percentage of covered-employee payroll  |                     |                     |                   |                   |                     |
|  | -29.68%             | -12.08%             | 52.95%            | 9.41%             | -35.25%             |

## Notes to Schedule:

*Changes of assumptions.* In 2015, amounts reported as changes of assumptions resulted primarily from adjustments to assumed life expectancies as a result of adopting the RP-2000 Healthy Annuitant Mortality Table for purposes of developing mortality rates.

*Changes of assumptions.* In 2016, amounts reported as changes of assumptions resulted primarily from adjustments to assumed life expectancies as a result of adopting the RP-2014 Blue Collar Male and Female Pre- and Post-Retirement Mortality Tables for purposes of developing mortality rates.

This schedule is intended to show information for ten years. Additional information will be added as it becomes available.

**TOWN OF RIDGEFIELD, CONNECTICUT  
POLICE UNION PENSION PLAN  
SCHEDULE OF CHANGES IN NET PENSION (ASSET) LIABILITY AND RELATED RATIOS  
LAST FIVE FISCAL YEARS**

|  | <u>2018</u>         | <u>2017</u>        | <u>2016</u>         | <u>2015</u>        | <u>2014</u>           |
|--|---------------------|--------------------|---------------------|--------------------|-----------------------|
| Total pension liability:   |                     |                    |                     |                    |                       |
| Service cost   | \$ 509,227          | \$ 536,936         | \$ 526,306          | \$ 525,652         | \$ 522,253            |
| Interest   | 2,085,592           | 1,995,723          | 1,929,739           | 1,825,216          | 1,744,572             |
| Differences between expected and actual experience                         | (382,866)           | 219,291            | 160,007             | 344,394            | (258,928)             |
| Changes of assumptions   | (101,746)           | (255,090)          | (505,637)           | 198,703            |                       |
| contributions  | <u>(1,123,646)</u>  | <u>(1,151,891)</u> | <u>(1,135,109)</u>  | <u>(1,073,671)</u> | <u>(1,043,728)</u>    |
| Net change in total pension liability                                      | 986,561             | 1,344,969          | 975,306             | 1,820,294          | 964,169               |
| Total pension liability - beginning  | <u>30,950,249</u>   | <u>29,605,280</u>  | <u>28,629,974</u>   | <u>26,809,680</u>  | <u>25,845,511</u>     |
| Total pension liability - ending   | <u>31,936,810</u>   | <u>30,950,249</u>  | <u>29,605,280</u>   | <u>28,629,974</u>  | <u>26,809,680</u>     |
| Plan fiduciary net position:   |                     |                    |                     |                    |                       |
| Contributions - employer   | 541,547             | 507,570            | 661,629             | 666,957            | 700,325               |
| Contributions - member   | 206,383             | 201,517            | 195,006             | 197,840            | 194,230               |
| Net investment income  | 2,200,914           | 3,230,569          | 162,498             | 239,025            | 4,548,876             |
| Benefit payments, including refunds of member contributions                | (1,123,646)         | (1,151,891)        | (1,135,109)         | (1,073,671)        | (1,043,728)           |
| Administrative expense   | (10,942)            | (25,807)           | (20,136)            | (16,874)           | (18,870)              |
| Other  |                     |                    |                     |                    | (390,274)             |
| Net change in plan fiduciary net position                                  | <u>1,814,256</u>    | <u>2,761,958</u>   | <u>(136,112)</u>    | <u>13,277</u>      | <u>3,990,559</u>      |
| Plan fiduciary net position - beginning                                    | <u>30,598,205</u>   | <u>27,836,247</u>  | <u>27,972,359</u>   | <u>27,959,082</u>  | <u>23,968,523</u>     |
| Plan fiduciary net position - ending                                       | <u>32,412,461</u>   | <u>30,598,205</u>  | <u>27,836,247</u>   | <u>27,972,359</u>  | <u>27,959,082</u>     |
| Net Pension (Asset) Liability - Ending                                     | <u>\$ (475,651)</u> | <u>\$ 352,044</u>  | <u>\$ 1,769,033</u> | <u>\$ 657,615</u>  | <u>\$ (1,149,402)</u> |
| Plan fiduciary net position as a percentage of the total pension liability | 101.49%             | 98.86%             | 94.02%              | 97.70%             | 104.29%               |
| Covered payroll  | \$ 2,818,569        | \$ 2,753,273       | \$ 2,824,325        | \$ 2,725,530       | \$ 2,786,130          |
| Net pension (asset) liability as a percentage of covered-employee payroll  | -16.88%             | 12.79%             | 62.64%              | 24.13%             | -41.25%               |

## Notes to Schedule:

*Changes of assumptions.* In 2015, amounts reported as changes of assumptions resulted primarily from adjustments to assumed life expectancies as a result of adopting the RP-2000 Healthy Annuitant Mortality Table for purposes of developing mortality rates.

*Changes of assumptions.* In 2016, amounts reported as changes of assumptions resulted primarily from adjustments to assumed life expectancies as a result of adopting the RP-2014 Blue Collar Male and Female Pre- and Post-Retirement Mortality Tables for purposes of developing mortality rates.

This schedule is intended to show information for ten years. Additional information will be added as it becomes available.



**TOWN OF RIDGEFIELD, CONNECTICUT  
SCHEDULE OF EMPLOYER CONTRIBUTIONS - TOWN PENSION PLAN  
LAST TEN FISCAL YEARS**

|  | <u>2018</u>         | <u>2017</u>        | <u>2016</u>        | <u>2015</u>         | <u>2014</u>        | <u>2013</u>         | <u>2012</u>        | <u>2011</u>      | <u>2010</u>      | <u>2009</u>       |
|--|---------------------|--------------------|--------------------|---------------------|--------------------|---------------------|--------------------|------------------|------------------|-------------------|
| Actuarially determined contribution                                  | \$ 1,302,909        | \$ 1,426,783       | \$ 1,693,900       | \$ 1,452,534        | \$ 1,468,009       | \$ 1,454,663        | \$ 1,522,605       | \$ 1,573,625     | \$ 1,556,663     | \$ 1,399,891      |
| Contributions in relation to the actuarially determined contribution | 1,443,701           | 1,507,842          | 1,709,440          | 1,594,234           | 1,550,489          | 1,589,725           | 1,553,553          | 1,523,632        | 1,543,653        | 1,270,216         |
| Contribution Deficiency (Excess)                                     | \$ <u>(140,792)</u> | \$ <u>(81,059)</u> | \$ <u>(15,540)</u> | \$ <u>(141,700)</u> | \$ <u>(82,480)</u> | \$ <u>(135,062)</u> | \$ <u>(30,948)</u> | \$ <u>49,993</u> | \$ <u>13,010</u> | \$ <u>129,675</u> |
| Covered payroll  | \$ 13,376,184       | \$ 13,160,842      | \$ 13,301,228      | \$ 14,219,170       | \$ 14,309,518      | \$ 14,251,512       | \$ 13,535,316      | \$ 13,748,035    | \$ 13,617,621    | \$ 13,459,105     |
| Contributions as a percentage of covered payroll                     | 10.79%              | 11.46%             | 12.85%             | 11.21%              | 10.84%             | 11.15%              | 11.48%             | 11.08%           | 11.34%           | 9.44%             |

**Notes to Schedule**

Valuation date: July 1, 2017  
Measurement date: June 30, 2018  
Actuarially determined contribution rates are calculated as of June 30, two years prior to the end of the fiscal year in which contributions are reported

Methods and assumptions used to determine contribution rates:

|                               |  |
|-------------------------------|--|
| Actuarial cost method         | Entry Age Normal   |
| Amortization method           | Level dollar   |
| Remaining amortization period | 20 years on initial 2014 unfunded liability plus 10-20 for losses thereafter |
| Asset valuation method        | 5-year smoothed market   |
| Inflation                     | 2.0%   |
| Salary increases              | 3.00%  |
| Investment rate of return     | 6.75%, net of pension plan investment expense, including inflation           |

Retirement age: Normal Retirement Date

Mortality - Actives / Retirees: RP-2014 Male and Female Pre and Post Retirement Mortality Tables projected generationally using the MP-2016 projection scales

**TOWN OF RIDGEFIELD, CONNECTICUT  
SCHEDULE OF EMPLOYER CONTRIBUTIONS - FIREFIGHTERS UNION PENSION PLAN  
LAST TEN FISCAL YEARS**

|  | <u>2018</u>        | <u>2017</u>     | <u>2016</u>     | <u>2015</u>     | <u>2014</u>        | <u>2013</u>        | <u>2012</u>        | <u>2011</u>      | <u>2010</u>      | <u>2009</u>      |
|--|--------------------|-----------------|-----------------|-----------------|--------------------|--------------------|--------------------|------------------|------------------|------------------|
| Actuarially determined contribution                                  | \$ 221,914         | \$ 274,287      | \$ 353,931      | \$ 395,562      | \$ 392,478         | \$ 415,095         | \$ 385,234         | \$ 418,651       | \$ 385,142       | \$ 303,518       |
| Contributions in relation to the actuarially determined contribution | <u>270,896</u>     | <u>270,896</u>  | <u>350,713</u>  | <u>391,809</u>  | <u>427,271</u>     | <u>436,433</u>     | <u>412,385</u>     | <u>391,172</u>   | <u>367,843</u>   | <u>282,314</u>   |
| Contribution Deficiency (Excess)                                     | \$ <u>(48,982)</u> | \$ <u>3,391</u> | \$ <u>3,218</u> | \$ <u>3,753</u> | \$ <u>(34,793)</u> | \$ <u>(21,338)</u> | \$ <u>(27,151)</u> | \$ <u>27,479</u> | \$ <u>17,299</u> | \$ <u>21,204</u> |
| Covered payroll  | \$ 1,620,790       | \$ 1,662,933    | \$ 1,655,514    | \$ 1,691,743    | \$ 1,631,953       | \$ 1,585,620       | \$ 1,642,192       | \$ 1,716,216     | \$ 1,820,999     | \$ 1,689,935     |
| Contributions as a percentage of covered payroll                     | 16.71%             | 16.29%          | 21.18%          | 23.16%          | 26.18%             | 27.52%             | 25.11%             | 22.79%           | 20.20%           | 16.71%           |

**Notes to Schedule**

Valuation date: July 1, 2017  
 Measurement date: June 30, 2018  
 Actuarially determined contribution rates are calculated as of June 30, two years prior to the end of the fiscal year in which contributions are reported

Methods and assumptions used to determine contribution rates:

|                                |  |
|--------------------------------|--|
| Actuarial cost method          | Entry Age Normal   |
| Amortization method            | Level dollar   |
| Remaining amortization period  | 20 years on initial 2014 unfunded liability plus 10-20 for losses thereafter |
| Asset valuation method         | 5-year smoothed market   |
| Inflation                      | 2.0%   |
| Salary increases               | 3.25%  |
| Investment rate of return      | 6.75%, net of pension plan investment expense, including inflation           |
| Retirement age                 | Normal Retirement Date   |
| Mortality - Actives / Retirees | RP-2014- Blue collar adjustment projected generationally with MP-2016        |

**TOWN OF RIDGEFIELD, CONNECTICUT  
SCHEDULE OF EMPLOYER CONTRIBUTIONS - POLICE UNION PENSION PLAN  
LAST TEN FISCAL YEARS**

|  | <u>2018</u>        | <u>2017</u>      | <u>2016</u>       | <u>2015</u>         | <u>2014</u>        | <u>2013</u>        | <u>2012</u>         | <u>2011</u>      | <u>2010</u>      | <u>2009</u>      |
|--|--------------------|------------------|-------------------|---------------------|--------------------|--------------------|---------------------|------------------|------------------|------------------|
| Actuarially determined contribution                                  | \$ 498,819         | \$ 547,767       | \$ 655,614        | \$ 559,327          | \$ 643,297         | \$ 650,407         | \$ 592,451          | \$ 658,822       | \$ 647,992       | \$ 591,988       |
| Contributions in relation to the actuarially determined contribution | <u>541,547</u>     | <u>507,570</u>   | <u>661,629</u>    | <u>666,957</u>      | <u>700,325</u>     | <u>683,842</u>     | <u>724,062</u>      | <u>615,578</u>   | <u>618,886</u>   | <u>512,470</u>   |
| Contribution Deficiency (Excess)                                     | <u>\$ (42,728)</u> | <u>\$ 40,197</u> | <u>\$ (6,015)</u> | <u>\$ (107,630)</u> | <u>\$ (57,028)</u> | <u>\$ (33,435)</u> | <u>\$ (131,611)</u> | <u>\$ 43,244</u> | <u>\$ 29,106</u> | <u>\$ 79,518</u> |
| Covered payroll  | \$ 2,818,569       | \$ 2,753,273     | \$ 2,824,325      | \$ 2,725,530        | \$ 2,786,130       | \$ 2,772,407       | \$ 2,719,721        | \$ 2,701,960     | \$ 2,950,860     | \$ 3,068,170     |
| Contributions as a percentage of covered payroll                     | 19.21%             | 18.44%           | 23.43%            | 24.47%              | 25.14%             | 24.67%             | 26.62%              | 22.78%           | 20.97%           | 16.70%           |

**Notes to Schedule**

Valuation date: July 1, 2017  
 Measurement date: June 30, 2018  
 Actuarially determined contribution rates are calculated as of June 30, two years prior to the end of the fiscal year in which contributions are reported

Methods and assumptions used to determine contribution rates:

|                                |  |
|--------------------------------|--|
| Actuarial cost method          | Entry Age Normal   |
| Amortization method            | Level dollar   |
| Remaining amortization period  | 20 years on initial 2014 unfunded liability plus 10-20 for losses thereafter |
| Asset valuation method         | 5-year smoothed market   |
| Inflation                      | 2.0%   |
| Salary increases               | 3.25%  |
| Investment rate of return      | 6.75%, net of pension plan investment expense, including inflation           |
| Retirement age                 | Normal Retirement Date   |
| Mortality - Actives / Retirees | RP-2014- Blue collar adjustment projected generationally with MP-2016        |

**TOWN OF RIDGEFIELD, CONNECTICUT  
SCHEDULE OF INVESTMENT RETURNS  
DEFINED BENEFIT PENSION PLANS  
LAST FIVE FISCAL YEARS**

---

|  | <u>2018</u> | <u>2017</u> | <u>2016</u> | <u>2015</u> | <u>2014</u> |
|--|-------------|-------------|-------------|-------------|-------------|
| Annual money-weighted rate of return, net of investment expense* | 7.19%       | 11.64%      | 0.62%       | 0.85%       | 18.83%      |

\*The annual money-weighted rate of return, net of investment expense is identical for the Town, Firefighters and Police Union Pension plans.

This schedule is intended to show information for ten years. Additional information will be added as it becomes available.

**TOWN OF RIDGFIELD, CONNECTICUT  
SCHEDULE OF THE TOWN'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY  
TEACHERS RETIREMENT PLAN  
LAST FOUR FISCAL YEARS**

|  | <u>2018</u>           | <u>2017</u>           | <u>2016</u>           | <u>2015</u>           |
|--|-----------------------|-----------------------|-----------------------|-----------------------|
| Town's proportion of the net pension liability   | 0.00%                 | 0.00%                 | 0.00%                 | 0.00%                 |
| Town's proportionate share of the net pension liability  | \$ -                  | \$ -                  | \$ -                  | \$ -                  |
| State's proportionate share of the net pension liability associated with the Town                      | <u>141,512,195</u>    | <u>149,296,449</u>    | <u>112,430,005</u>    | <u>103,919,009</u>    |
| Total  | <u>\$ 141,512,195</u> | <u>\$ 149,296,449</u> | <u>\$ 112,430,005</u> | <u>\$ 103,919,009</u> |
| Town's covered payroll   | \$ 39,970,733         | \$ 45,168,781         | \$ 43,138,957         | \$ 39,494,735         |
| Town's proportionate share of the net pension liability (asset) as a percentage of its covered payroll | 0.00%                 | 0.00%                 | 0.00%                 | 0.00%                 |
| Plan fiduciary net position as a percentage of the total pension liability (asset)                     | 55.93%                | 52.26%                | 59.50%                | 61.51%                |

**Notes to Schedule**

Changes in benefit terms  
Changes of assumptions

None

During 2016, rates of withdrawal, disability, retirement, mortality and assumed rates of salary increase were adjusted to more closely reflect actual and anticipated experience. These assumptions were recommended as part of the Experience Study for the System for the five-year period ended June 30, 2015.

During 2011, rates of withdrawal, retirement and assumed rates of salary increases were adjusted to reflect actual and anticipated experience. These assumptions were recommended as part of the Experience Study for the System for the five-year period ended June 30, 2010.

Actuarial cost method  
Amortization method  
Remaining amortization period  
Asset valuation method  
Investment rate of return

Entry age  
Level percent of salary, closed  
20.4 years  
4-year smoothed market  
8.50%, net of investment related expense

This schedule is intended to show information for ten years.  
Additional information will be added as it becomes available.

**TOWN OF RIDGEFIELD, CONNECTICUT  
 RETIREE HEALTH PLAN  
 SCHEDULE OF CHANGES IN NET OPEB LIABILITY AND RELATED RATIOS  
 LAST TWO FISCAL YEARS**

|   | <u>2018</u>          | <u>2017</u>          |
|---|----------------------|----------------------|
| Total pension liability:  |                      |                      |
| Service cost  | \$ 427,639           | \$ 419,244           |
| Interest  | 1,752,881            | 1,724,956            |
| Differences between expected and actual experience                            | (240,921)            | 609,405              |
| Changes of assumptions  | 1,995,258            |                      |
| Benefit payments, including refunds of member contributions                   | <u>(2,128,808)</u>   | <u>(1,970,927)</u>   |
| Net change in total pension liability   | 1,806,049            | 782,678              |
| Total pension liability - beginning   | <u>26,587,986</u>    | <u>25,805,308</u>    |
| Total pension liability - ending  | <u>28,394,035</u>    | <u>26,587,986</u>    |
| Plan fiduciary net position:  |                      |                      |
| Contributions - employer  | 2,422,087            | 2,297,418            |
| Contributions - TRB subsidy   | 221,721              | 233,543              |
| Net investment income   | 99,391               | 213,248              |
| Benefit payments, including refunds of member contributions                   | (2,128,808)          | (1,970,927)          |
| Administrative expense  | <u>(23,092)</u>      |                      |
| Net change in plan fiduciary net position                                     | 591,299              | 773,282              |
| Plan fiduciary net position - beginning                                       | <u>3,978,174</u>     | <u>3,204,892</u>     |
| Plan fiduciary net position - ending  | <u>4,569,473</u>     | <u>3,978,174</u>     |
| Net Pension Liability - Ending  | <u>\$ 23,824,562</u> | <u>\$ 22,609,812</u> |
| Plan fiduciary net position as a percentage of<br>the total pension liability | 16.09%               | 14.96%               |
| Covered payroll   | \$ 63,227,000        | \$ 63,551,000        |
| Net pension liability as a percentage of<br>covered payroll                   | 37.68%               | 35.58%               |

This schedule is intended to show information for ten years. Additional information will be added as it becomes available.

**TOWN OF RIDGEFIELD, CONNECTICUT  
SCHEDULE OF EMPLOYER CONTRIBUTIONS  
RETIREE HEALTH PLAN  
LAST TEN FISCAL YEARS**

|  | <u>2018</u>         | <u>2017</u>         | <u>2016</u>         | <u>2015</u>        | <u>2014</u>       | <u>2013</u>        | <u>2012</u>       | <u>2011</u>       | <u>2010</u>       | <u>2009</u>       |
|--|---------------------|---------------------|---------------------|--------------------|-------------------|--------------------|-------------------|-------------------|-------------------|-------------------|
| Actuarially determined contribution                                  | \$ 1,979,000        | \$ 1,921,000        | \$ 1,942,000        | \$ 1,869,000       | \$ 2,193,000      | \$ 2,059,000       | \$ 1,876,000      | \$ 1,784,000      | \$ 1,630,300      | \$ 1,550,400      |
| Contributions in relation to the actuarially determined contribution | <u>2,422,087</u>    | <u>2,297,418</u>    | <u>2,160,000</u>    | <u>1,898,000</u>   | <u>1,780,000</u>  | <u>2,105,000</u>   | <u>1,774,000</u>  | <u>1,578,438</u>  | <u>1,382,440</u>  | <u>1,213,920</u>  |
| Contribution Deficiency (Excess)                                     | \$ <u>(443,087)</u> | \$ <u>(376,418)</u> | \$ <u>(218,000)</u> | \$ <u>(29,000)</u> | \$ <u>413,000</u> | \$ <u>(46,000)</u> | \$ <u>102,000</u> | \$ <u>205,562</u> | \$ <u>247,860</u> | \$ <u>336,480</u> |
| Covered payroll  | \$ 63,227,000       | \$ 63,551,000       | \$ 61,700,000       | \$ 61,700,000      | \$ 57,316,000     | \$ 57,216,000      | \$ 52,746,000     | \$ 52,746,000     | \$ 18,389,480     | \$ 18,217,210     |
| Contributions as a percentage of covered payroll                     | 4%                  | 4%                  | 4%                  | 3%                 | 3%                | 4%                 | 3%                | 3%                | 8%                | 7%                |

**Notes to Schedule**

**TOWN OF RIDGEFIELD, CONNECTICUT  
SCHEDULE OF INVESTMENT RETURNS  
RETIREE HEALTH PLAN  
LAST TWO FISCAL YEARS**

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|   | <u>2018</u> | <u>2017</u> |
|---|-------------|-------------|
| Annual money-weighted rate of return, net of investment expense | 2.25%       | 5.74%       |

This schedule is intended to show information for ten years.  
Additional information will be added as it becomes available.



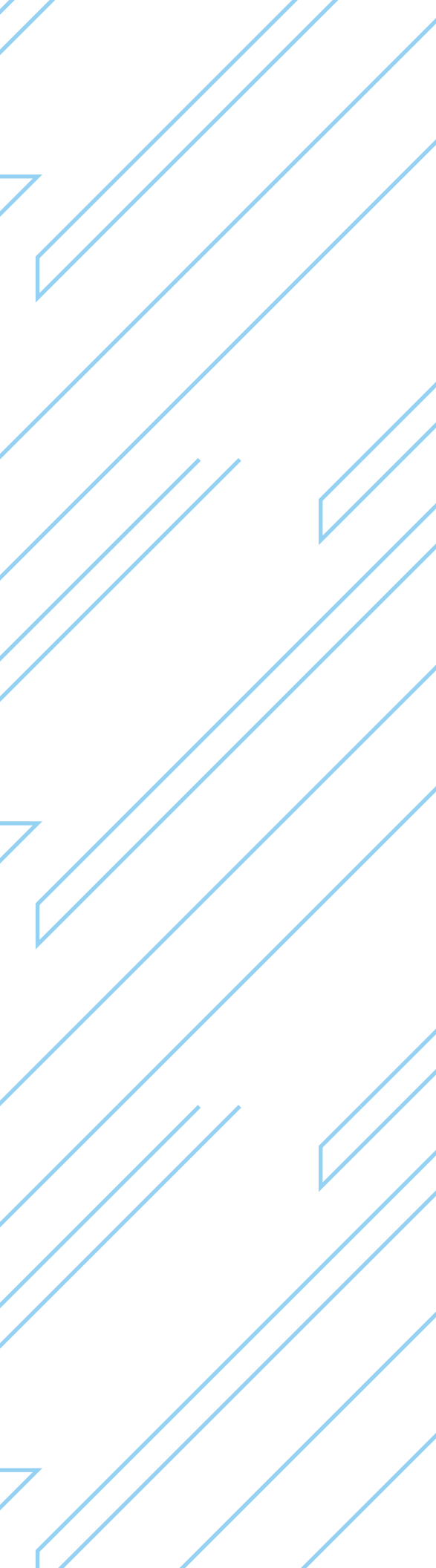
**TOWN OF RIDGEFIELD, CONNECTICUT  
TEACHERS RETIREMENT PLAN  
SCHEDULE OF THE TOWN'S PROPORTIONATE SHARE OF THE NET OPEB LIABILITY  
LAST FISCAL YEARS**

|  | <u>2018</u>          |
|--|----------------------|
| Town's proportion of the net pension liability   | 0.00%                |
| Town's proportionate share of the net pension liability  | \$ -                 |
| State's proportionate share of the net pension liability associated with the Town                      | <u>36,423,621</u>    |
| Total  | <u>\$ 36,423,621</u> |
| Town's covered payroll   | \$ 39,970,733        |
| Town's proportionate share of the net pension liability (asset) as a percentage of its covered payroll | 0.00%                |
| Plan fiduciary net position as a percentage of the total pension liability (asset)                     | 1.79%                |

**Notes to Schedule**

|                               |   |
|-------------------------------|---|
| Changes in benefit terms      | None  |
| Changes of assumptions        | The discount rate was increased from 3.01% to 3.56% to reflect the change in the Municipal Bond Index Rate.<br><br>Changes were made to the assumed initial per capita health care costs, rates of health care inflation used to project the per capita costs, and the rates of Plan participation based upon recent experience and current expectations.<br><br>As a result of the experience study for the five-year period ended June 30, 2015, the payroll growth rate assumption was decreased from 3.75% to 3.25% to reflect the decrease in the rate of inflation and the decrease in the rate of real wage increase. Last, the salary growth assumption, the payroll growth rate, the rates of withdrawal, the rates of retirement, the rates of mortality, and the rates of disability incidence were adjusted based upon the experience study's findings and their adoption by the Board. |
| Actuarial cost method         | Entry age   |
| Amortization method           | Level percent of payroll  |
| Remaining amortization period | 30 years, open  |
| Asset valuation method        | Market value of assets  |
| Investment rate of return     | 4.25%, net of investment related expense including price inflation  |

This schedule is intended to show information for ten years. Additional information will be added as it becomes available.



## **General Fund**

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

**TOWN OF RIDGEFIELD, CONNECTICUT  
 REPORT OF TAX COLLECTOR  
 FOR THE YEAR ENDED JUNE 30, 2018**

| Grand List Year  | Uncollected Taxes July 1, 2017 | Current Year Levy | Lawful Corrections |            | Transfer to Suspense | Adjusted Amount Collectible | Collections Interest and Lien Fees |            |                | Uncollected Taxes June 30, 2018 |
|------------------|--------------------------------|-------------------|--------------------|------------|----------------------|-----------------------------|------------------------------------|------------|----------------|---------------------------------|
|                  |                                |                   | Additions          | Deductions |                      |                             | Taxes                              | Lien Fees  | Total          |                                 |
| 2001 and prior   | \$ 49,067                      | \$                | \$                 | \$ 1,110   | \$                   | \$ 47,957                   | \$ 7,066                           | \$ 4,947   | \$ 12,013      | \$ 40,891                       |
| 2002             | 19,054                         |                   |                    |            |                      | 19,054                      | 3,186                              | 1,803      | 4,989          | 15,868                          |
| 2003             | 25,702                         |                   |                    |            |                      | 25,702                      | 3,453                              | 1,814      | 5,267          | 22,249                          |
| 2004             | 36,575                         |                   |                    |            |                      | 36,575                      | 3,510                              | 1,917      | 5,427          | 33,065                          |
| 2005             | 42,178                         |                   |                    |            |                      | 42,178                      | 3,462                              | 1,699      | 5,161          | 38,716                          |
| 2006             | 65,699                         |                   |                    |            |                      | 65,699                      | 3,822                              | 1,617      | 5,439          | 61,877                          |
| 2007             | 77,229                         |                   |                    |            |                      | 77,229                      | 4,386                              | 1,596      | 5,982          | 72,843                          |
| 2008             | 95,644                         |                   |                    |            |                      | 95,644                      | 12,906                             | 4,273      | 17,179         | 82,738                          |
| 2009             | 120,531                        |                   |                    |            |                      | 120,531                     | 13,565                             | 4,028      | 17,593         | 106,966                         |
| 2010             | 142,390                        |                   |                    |            |                      | 142,390                     | 21,869                             | 5,440      | 27,309         | 120,521                         |
| 2011             | 161,975                        |                   |                    |            |                      | 161,975                     | 18,401                             | 3,058      | 21,459         | 143,574                         |
| 2012             | 186,909                        |                   |                    |            | 5,213                | 181,696                     | 16,762                             | 2,780      | 19,542         | 164,934                         |
| 2013             | 359,862                        |                   | 19,562             | 20,827     | 92,574               | 266,023                     | 39,040                             | 13,062     | 52,102         | 226,983                         |
| 2014             | 529,556                        |                   | 16,396             | 21,473     | 5,343                | 519,136                     | 101,518                            | 26,544     | 128,062        | 417,618                         |
| 2015             | 1,110,302                      |                   | 15,426             | 101,583    | 4,975                | 1,019,170                   | 372,500                            | 91,503     | 464,003        | 646,670                         |
| Suspense         |                                |                   | 10,488             |            |                      | 10,488                      | 10,488                             | 12,121     | 22,609         | -                               |
| Total Prior Year | 3,022,673                      | -                 | 61,872             | 144,993    | 108,105              | 2,831,447                   | 635,934                            | 178,202    | 814,136        | 2,195,513                       |
| 2016             |                                | 129,421,454       | 402,429            | 269,733    | 50,305               | 129,503,845                 | 128,348,447                        | 188,600    | 128,537,047    | 1,155,398                       |
| Grand Total      | \$ 3,022,673                   | \$ 129,421,454    | \$ 464,301         | \$ 414,726 | \$ 158,410           | \$ 132,335,292              | \$ 128,984,381                     | \$ 366,802 | \$ 129,351,183 | \$ 3,350,911                    |



## **Nonmajor Governmental Funds**

## **Special Revenue Funds**

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

**Town Aid Road** - is used to account for Connecticut Department of Transportation grants relating to improvements to local roads.

**Sewer Operating I, II, and III** - is used to account for sewer use charges and related expenditures relating to the sewer operating facility in the three sewer districts.

**Public Safety Donations** - is used to account for public donations for Fire and Police Departments and expenditures relating to departmental public safety equipment.

**Cafeteria** - is used to account for operations of the school lunch program, including the receipt and expenditure of related federal and state funding.

**Education Grants** - is used to account for U.S. Department of Education and Connecticut Department of Education grants as well as local grants relating to education.

**School Miscellaneous** - is used to account for rent receipts associated with the rental of school property, participant fees and expenditures relating to summer and adult educational programs for Ridgefield school students and imprest cash disbursements relating to Ridgefield's school system.

**Tiger Hollow** - is used to account for the revenues and expenditures relating to the Ridgefield High School Football Field renovation and perpetual maintenance. The major source of revenue for this fund is contributions.

**Youth Barn** - is used to account for the revenues and expenditures relating to a youth facility and activity. The major sources of revenue for this fund are fees and contributions.

**Miscellaneous Grants** - are used to account for small nonrecurring grant funds and related expenditures for those specific purposes.

**Social Services** - is used to account for local grants and expenditures relating to the Town's social services.

**Solid Waste** - is used to account for the solid waste collection expenditures relating to all Town facilities. The major source of revenue is fees.

**Parking Fund** - is used to account for the revenues and expenditures relating to the Branchville Railroad Station. The major source of revenue is fees.

## **Permanent Fund**

The permanent fund is used to report resources that are legally restricted to the extent that only earnings, not principal, maybe used for purposes that support the reporting government's programs.

**Ballard Park Fund** - is used to account for an endowment pursuant to a trust agreement that restricts the use of that endowment's investment earnings to the preservation of Ballard Park.

**TOWN OF RIDGEFIELD, CONNECTICUT  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
JUNE 30, 2018**

|   | Special Revenue Funds |                                      |                               |                   |                     |                         |                   |
|---|-----------------------|--------------------------------------|-------------------------------|-------------------|---------------------|-------------------------|-------------------|
|   | Town<br>Aid<br>Road   | Sewer<br>Operating<br>I, II, and III | Public<br>Safety<br>Donations | Cafeteria         | Education<br>Grants | School<br>Miscellaneous | Tiger<br>Hollow   |
| <b>ASSETS</b>   |                       |                                      |                               |                   |                     |                         |                   |
| Cash and cash equivalents   | \$ 398,074            | \$ 1,974,298                         | \$ 97,124                     | \$ 489,085        | \$ 127,699          | \$ 530,430              | \$ 376,377        |
| Investments   |                       |                                      |                               |                   |                     |                         |                   |
| Receivables, net  |                       | 75,250                               |                               | 18,419            | 84,698              |                         |                   |
| Due from other funds  |                       |                                      |                               | 18,765            |                     |                         |                   |
| Inventory   |                       |                                      |                               | 40,616            |                     |                         |                   |
| Total Assets  | <u>\$ 398,074</u>     | <u>\$ 2,049,548</u>                  | <u>\$ 97,124</u>              | <u>\$ 566,885</u> | <u>\$ 212,397</u>   | <u>\$ 530,430</u>       | <u>\$ 376,377</u> |
| <b>LIABILITIES, DEFERRED INFLOWS OF<br/>RESOURCES AND FUND BALANCES</b> |                       |                                      |                               |                   |                     |                         |                   |
| Liabilities:  |                       |                                      |                               |                   |                     |                         |                   |
| Accounts payable  | \$ 26,772             | \$ 43,733                            | \$ 6,798                      | \$                | \$ 180,914          | \$                      | \$                |
| Due to other funds  |                       |                                      |                               | 516,885           | 18,765              |                         | 120,000           |
| Unearned revenue  |                       |                                      |                               | 40,926            | 12,718              |                         |                   |
| Total liabilities   | <u>26,772</u>         | <u>43,733</u>                        | <u>6,798</u>                  | <u>557,811</u>    | <u>212,397</u>      | <u>-</u>                | <u>120,000</u>    |
| Deferred Inflows of Resources:  |                       |                                      |                               |                   |                     |                         |                   |
| Unavailable revenue - other receivables                                 |                       | 75,250                               |                               |                   |                     |                         |                   |
| Fund Balances:  |                       |                                      |                               |                   |                     |                         |                   |
| Nonspendable  |                       |                                      |                               | 40,616            |                     |                         |                   |
| Restricted  | 371,302               |                                      | 90,326                        |                   |                     |                         | 256,377           |
| Committed   |                       | 1,930,565                            |                               | (31,542)          |                     | 530,430                 |                   |
| Unassigned  |                       |                                      |                               |                   |                     |                         |                   |
| Total fund balances   | <u>371,302</u>        | <u>1,930,565</u>                     | <u>90,326</u>                 | <u>9,074</u>      | <u>-</u>            | <u>530,430</u>          | <u>256,377</u>    |
| Total Liabilities, Deferred Inflows of<br>Resources and Fund Balances   | <u>\$ 398,074</u>     | <u>\$ 2,049,548</u>                  | <u>\$ 97,124</u>              | <u>\$ 566,885</u> | <u>\$ 212,397</u>   | <u>\$ 530,430</u>       | <u>\$ 376,377</u> |

(Continued on next page)

TOWN OF RIDGEFIELD, CONNECTICUT  
 COMBINING BALANCE SHEET (CONTINUED)  
 NONMAJOR GOVERNMENTAL FUNDS  
 JUNE 30, 2018

|   | Special Revenue Funds |                      |                   |                  |                  | Permanent Fund    | Interfund Elimination | Total Nonmajor Governmental Funds |
|---|-----------------------|----------------------|-------------------|------------------|------------------|-------------------|-----------------------|-----------------------------------|
|   | Youth Barn            | Miscellaneous Grants | Social Services   | Solid Waste      | Parking Fund     | Ballard Park Fund |                       |                                   |
| <b>ASSETS</b>   |                       |                      |                   |                  |                  |                   |                       |                                   |
| Cash and cash equivalents   | \$ 3,273              | \$ 312,842           | \$ 584,274        | \$ 35,447        | \$ 39,021        | \$                | \$                    | \$ 4,967,944                      |
| Investments   |                       |                      |                   |                  |                  | 30,849            |                       | 30,849                            |
| Receivables, net  |                       |                      |                   |                  |                  |                   |                       | 178,367                           |
| Due from other funds  |                       |                      |                   |                  | 1,120            |                   | (19,885)              | -                                 |
| Inventory   |                       |                      |                   |                  |                  |                   |                       | 40,616                            |
| <b>Total Assets</b>   | <u>\$ 3,273</u>       | <u>\$ 312,842</u>    | <u>\$ 584,274</u> | <u>\$ 35,447</u> | <u>\$ 40,141</u> | <u>\$ 30,849</u>  | <u>\$ (19,885)</u>    | <u>\$ 5,217,776</u>               |
| <b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>       |                       |                      |                   |                  |                  |                   |                       |                                   |
| Liabilities:  |                       |                      |                   |                  |                  |                   |                       |                                   |
| Accounts payable  | \$ 126                | \$ 8,607             | \$ 553            | \$ 18,120        | \$ 625           | \$                | \$                    | \$ 286,248                        |
| Due to other funds  |                       |                      |                   |                  |                  | 1,120             | (19,885)              | 636,885                           |
| Unearned revenue  |                       | 101,955              |                   |                  |                  |                   |                       | 155,599                           |
| <b>Total liabilities</b>  | <u>126</u>            | <u>110,562</u>       | <u>553</u>        | <u>18,120</u>    | <u>625</u>       | <u>1,120</u>      | <u>(19,885)</u>       | <u>1,078,732</u>                  |
| Deferred Inflows of Resources:  |                       |                      |                   |                  |                  |                   |                       |                                   |
| Unavailable revenue - other receivables                                   |                       |                      |                   |                  |                  |                   |                       | 75,250                            |
| Fund Balances:  |                       |                      |                   |                  |                  |                   |                       |                                   |
| Nonspendable  |                       |                      |                   |                  |                  | 25,000            |                       | 65,616                            |
| Restricted  |                       | 202,280              | 583,721           |                  | 39,516           | 4,729             |                       | 1,548,251                         |
| Committed   | 3,147                 |                      |                   | 17,327           |                  |                   |                       | 2,449,927                         |
| Unassigned  |                       |                      |                   |                  |                  |                   |                       | -                                 |
| <b>Total fund balances</b>  | <u>3,147</u>          | <u>202,280</u>       | <u>583,721</u>    | <u>17,327</u>    | <u>39,516</u>    | <u>29,729</u>     | <u>-</u>              | <u>4,063,794</u>                  |
| <b>Total Liabilities, Deferred Inflows of Resources and Fund Balances</b> | <u>\$ 3,273</u>       | <u>\$ 312,842</u>    | <u>\$ 584,274</u> | <u>\$ 35,447</u> | <u>\$ 40,141</u> | <u>\$ 30,849</u>  | <u>\$ (19,885)</u>    | <u>\$ 5,217,776</u>               |



**TOWN OF RIDGEFIELD, CONNECTICUT  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
 NONMAJOR GOVERNMENTAL FUNDS  
 FOR THE YEAR ENDED JUNE 30, 2018**

|   | Special Revenue Funds |                                      |                               |                  |                     |                         |                   |
|---|-----------------------|--------------------------------------|-------------------------------|------------------|---------------------|-------------------------|-------------------|
|   | Town<br>Aid<br>Road   | Sewer<br>Operating<br>I, II, and III | Public<br>Safety<br>Donations | Cafeteria        | Education<br>Grants | School<br>Miscellaneous | Tiger<br>Hollow   |
| Revenues:   |                       |                                      |                               |                  |                     |                         |                   |
| Intergovernmental                                 | \$ 379,771            | \$                                   | \$                            | \$ 149,643       | \$ 1,102,649        | \$                      | \$                |
| Charges for services                              |                       | 1,970,218                            |                               | 1,602,404        |                     | 204,759                 |                   |
| Contributions                                     |                       |                                      | 35,090                        |                  |                     | 240,912                 | 56,223            |
| Income from investments                           |                       |                                      |                               |                  |                     |                         |                   |
| Other   |                       | 15,354                               |                               |                  |                     |                         |                   |
| Total revenues                                    | <u>379,771</u>        | <u>1,985,572</u>                     | <u>35,090</u>                 | <u>1,752,047</u> | <u>1,102,649</u>    | <u>445,671</u>          | <u>56,223</u>     |
| Expenditures:                                     |                       |                                      |                               |                  |                     |                         |                   |
| Current:  |                       |                                      |                               |                  |                     |                         |                   |
| General government                                |                       |                                      |                               |                  |                     |                         |                   |
| Health and welfare                                |                       |                                      |                               |                  |                     |                         |                   |
| Parks and recreation                              |                       |                                      |                               |                  |                     |                         | 6,314             |
| Public safety                                     |                       |                                      | 53,654                        |                  |                     |                         |                   |
| Public works                                      | 557,075               | 1,426,893                            |                               |                  |                     |                         |                   |
| Education   |                       |                                      |                               | 1,947,745        | 1,102,649           | 1,316,150               |                   |
| Total expenditures                                | <u>557,075</u>        | <u>1,426,893</u>                     | <u>53,654</u>                 | <u>1,947,745</u> | <u>1,102,649</u>    | <u>1,316,150</u>        | <u>6,314</u>      |
| Excess (Deficiency) of Revenues over Expenditures | <u>(177,304)</u>      | <u>558,679</u>                       | <u>(18,564)</u>               | <u>(195,698)</u> | <u>-</u>            | <u>(870,479)</u>        | <u>49,909</u>     |
| Other Financing Sources (Uses):                   |                       |                                      |                               |                  |                     |                         |                   |
| Transfers in                                      |                       |                                      |                               |                  |                     | 1,056,820               | 63,000            |
| Transfers out                                     |                       | (30,000)                             |                               |                  |                     |                         |                   |
| Net other financing sources (uses)                | <u>-</u>              | <u>(30,000)</u>                      | <u>-</u>                      | <u>-</u>         | <u>-</u>            | <u>1,056,820</u>        | <u>63,000</u>     |
| Net Change in Fund Balances                       | <u>(177,304)</u>      | <u>528,679</u>                       | <u>(18,564)</u>               | <u>(195,698)</u> | <u>-</u>            | <u>186,341</u>          | <u>112,909</u>    |
| Fund Balances at Beginning of Year                | <u>548,606</u>        | <u>1,401,886</u>                     | <u>108,890</u>                | <u>204,772</u>   | <u>-</u>            | <u>344,089</u>          | <u>143,468</u>    |
| Fund Balances at End of Year                      | <u>\$ 371,302</u>     | <u>\$ 1,930,565</u>                  | <u>\$ 90,326</u>              | <u>\$ 9,074</u>  | <u>\$ -</u>         | <u>\$ 530,430</u>       | <u>\$ 256,377</u> |

(Continued on next page)

**TOWN OF RIDGEFIELD, CONNECTICUT  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (CONTINUED)  
NONMAJOR GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED JUNE 30, 2018**

|   | Special Revenue Funds |                         |                    |                  |                  | Permanent<br>Fund       | Total                             |
|---|-----------------------|-------------------------|--------------------|------------------|------------------|-------------------------|-----------------------------------|
|   | Youth<br>Barn         | Miscellaneous<br>Grants | Social<br>Services | Solid<br>Waste   | Parking<br>Fund  | Ballard<br>Park<br>Fund | Nonmajor<br>Governmental<br>Funds |
| Revenues:   |                       |                         |                    |                  |                  |                         |                                   |
| Intergovernmental                                 | \$                    | \$ 41,742               | \$                 | \$               | \$               | \$                      | \$ 1,673,805                      |
| Charges for services                              |                       | 18,749                  | 23,996             | 244,431          | 59,236           |                         | 4,123,793                         |
| Contributions                                     | 9,833                 | 7,770                   | 136,108            |                  |                  |                         | 485,936                           |
| Income from investments                           |                       |                         |                    |                  |                  | 111                     | 111                               |
| Other   |                       |                         |                    |                  |                  |                         | 15,354                            |
| Total revenues                                    | <u>9,833</u>          | <u>68,261</u>           | <u>160,104</u>     | <u>244,431</u>   | <u>59,236</u>    | <u>111</u>              | <u>6,298,999</u>                  |
| Expenditures:                                     |                       |                         |                    |                  |                  |                         |                                   |
| Current:  |                       |                         |                    |                  |                  |                         |                                   |
| General government                                |                       | 23,284                  |                    |                  |                  |                         | 23,284                            |
| Health and welfare                                | 79,081                | 25,791                  | 112,688            |                  |                  |                         | 217,560                           |
| Parks and recreation                              |                       | 10,753                  | 11,500             |                  |                  |                         | 28,567                            |
| Public safety                                     |                       | 7,311                   |                    |                  |                  |                         | 60,965                            |
| Public works                                      |                       |                         |                    | 211,613          | 45,234           |                         | 2,240,815                         |
| Education   |                       |                         |                    |                  |                  |                         | 4,366,544                         |
| Total expenditures                                | <u>79,081</u>         | <u>67,139</u>           | <u>124,188</u>     | <u>211,613</u>   | <u>45,234</u>    | <u>-</u>                | <u>6,937,735</u>                  |
| Excess (Deficiency) of Revenues over Expenditures | <u>(69,248)</u>       | <u>1,122</u>            | <u>35,916</u>      | <u>32,818</u>    | <u>14,002</u>    | <u>111</u>              | <u>(638,736)</u>                  |
| Other Financing Sources (Uses):                   |                       |                         |                    |                  |                  |                         |                                   |
| Transfers in                                      | 65,000                |                         |                    |                  |                  |                         | 1,184,820                         |
| Transfers out                                     |                       |                         |                    |                  |                  |                         | (30,000)                          |
| Net other financing sources (uses)                | <u>65,000</u>         | <u>-</u>                | <u>-</u>           | <u>-</u>         | <u>-</u>         | <u>-</u>                | <u>1,154,820</u>                  |
| Net Change in Fund Balances                       | <u>(4,248)</u>        | <u>1,122</u>            | <u>35,916</u>      | <u>32,818</u>    | <u>14,002</u>    | <u>111</u>              | <u>516,084</u>                    |
| Fund Balances at Beginning of Year                | <u>7,395</u>          | <u>201,158</u>          | <u>547,805</u>     | <u>(15,491)</u>  | <u>25,514</u>    | <u>29,618</u>           | <u>3,547,710</u>                  |
| Fund Balances at End of Year                      | <u>\$ 3,147</u>       | <u>\$ 202,280</u>       | <u>\$ 583,721</u>  | <u>\$ 17,327</u> | <u>\$ 39,516</u> | <u>\$ 29,729</u>        | <u>\$ 4,063,794</u>               |

**TOWN OF RIDGEFIELD, CONNECTICUT  
SCHEDULE OF SEWER USE CHARGES  
DISTRICT I  
FOR THE YEAR ENDED JUNE 30, 2018**

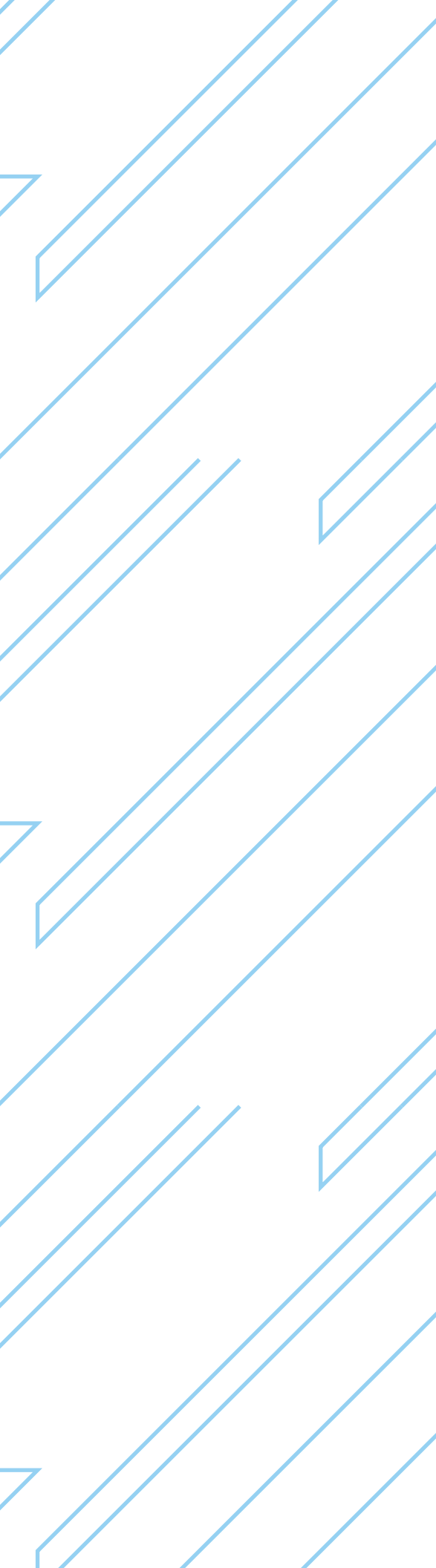
| <u>Year</u> | <u>Uncollected<br/>Sewer<br/>Use Charges<br/>July 1, 2017</u> | <u>Current<br/>Year<br/>Charges</u> | <u>Adjustments</u> | <u>Adjusted<br/>Amount<br/>Collectible</u> | <u>Collections</u> | <u>Uncollected<br/>Sewer<br/>Use Charges<br/>June 30, 2018</u> |
|-------------|---|-------------------------------------|--------------------|--|--------------------|--|
| 2011        | \$ 7  | \$                                  | \$ (7)             | \$   | \$                 | \$ -   |
| 2012        | 84  |                                     |                    | 84   | 84                 | -  |
| 2013        | 1,400   |                                     |                    | 1,400                                      | 1,000              | 400  |
| 2014        | 2,202   |                                     |                    | 2,202                                      | 1,803              | 399  |
| 2015        | 3,865   |                                     |                    | 3,865                                      | 2,609              | 1,256  |
| 2016        | 17,424  |                                     |                    | 17,424                                     | 13,031             | 4,393  |
| 2017        | 62,882  |                                     |                    | 62,882                                     | 52,758             | 10,124   |
| 2018        |   | 1,522,004                           | 5,620              | 1,527,624                                  | 1,469,439          | 58,185   |
| Total       | \$ 87,864   | \$ 1,522,004                        | \$ 5,613           | \$ 1,615,481                               | \$ 1,540,724       | \$ 74,757  |

**SCHEDULE OF SEWER USE CHARGES  
DISTRICT II  
FOR THE YEAR ENDED JUNE 30, 2018**

| <u>Year</u> | <u>Uncollected<br/>Sewer<br/>Use Charges<br/>July 1, 2017</u> | <u>Current<br/>Year<br/>Charges</u> | <u>Adjustments</u> | <u>Adjusted<br/>Amount<br/>Collectible</u> | <u>Collections</u> | <u>Uncollected<br/>Sewer<br/>Use Charges<br/>June 30, 2018</u> |
|-------------|---|-------------------------------------|--------------------|--|--------------------|--|
| 2017        | \$ 1,456  | \$                                  | \$                 | \$ 1,456                                   | \$ 1,456           | \$ -   |
| 2018        |   | 333,740                             | (2)                | 333,738                                    | 331,978            | 1,760  |
| Total       | \$ 1,456  | \$ 333,740                          | \$ (2)             | \$ 335,194                                 | \$ 333,434         | \$ 1,760   |

**SCHEDULE OF SEWER USE CHARGES  
DISTRICT III  
FOR THE YEAR ENDED JUNE 30, 2018**

| <u>Year</u> | <u>Uncollected<br/>Sewer<br/>Use Charges<br/>July 1, 2017</u> | <u>Current<br/>Year<br/>Charges</u> | <u>Adjustments</u> | <u>Adjusted<br/>Amount<br/>Collectible</u> | <u>Collections</u> | <u>Uncollected<br/>Sewer<br/>Use Charges<br/>June 30, 2018</u> |
|-------------|---|-------------------------------------|--------------------|--|--------------------|--|
| 2017        | \$ 390  | \$                                  | \$                 | \$ 390                                     | \$ 390             | \$ -   |
| 2018        |   | 27,690                              |                    | 27,690                                     | 27,300             | 390  |
| Total       | \$ 390  | \$ 27,690                           | \$ -               | \$ 28,080                                  | \$ 27,690          | \$ 390   |



**Internal Service  
Funds**

Internal service funds are used to account for claims involving risk financing activities under GASB Statement No. 10.

**Property and Casualty** - is used to account for property and casualty insurance claims.

**Heart and Hypertension** - is used to account for claims involving heart and hypertension compensation under Connecticut General Statutes.

**TOWN OF RIDGEFIELD, CONNECTICUT  
 COMBINING STATEMENT OF NET POSITION  
 INTERNAL SERVICE FUNDS  
 JUNE 30, 2018**

|                           | <b>Governmental Activities - Internal Service Funds</b> |                                       |                   |
|---------------------------|---|---------------------------------------|-------------------|
|                           | <b>Property<br/>and<br/>Casualty</b>                    | <b>Heart<br/>and<br/>Hypertension</b> | <b>Total</b>      |
| Assets:                   |   |                                       |                   |
| Cash and cash equivalents | \$ 88,717   | \$ 153,041                            | \$ 241,758        |
| Liabilities:              |   |                                       |                   |
| Accounts payable          | 3,646   | 579                                   | 4,225             |
| Net Position:             |   |                                       |                   |
| Unrestricted              | \$ <u>85,071</u>  | \$ <u>152,462</u>                     | \$ <u>237,533</u> |

**TOWN OF RIDGEFIELD, CONNECTICUT  
 COMBINING STATEMENT OF REVENUES, EXPENSES  
 AND CHANGES IN NET POSITION  
 INTERNAL SERVICE FUNDS  
 FOR THE YEAR ENDED JUNE 30, 2018**

|                                   | <b>Governmental Activities - Internal Service Funds</b> |                                       |                   |
|-----------------------------------|---|---------------------------------------|-------------------|
|                                   | <b>Property<br/>and<br/>Casualty</b>                    | <b>Heart<br/>and<br/>Hypertension</b> | <b>Total</b>      |
| Operating Revenues:               |   |                                       |                   |
| Insurance proceeds                | \$ 85,016   | \$                                    | \$ 85,016         |
| Operating Expenses:               |   |                                       |                   |
| Claims incurred                   | <u>122,792</u>  | <u>117,115</u>                        | <u>239,907</u>    |
| Operating Income (Loss)           | (37,776)  | (117,115)                             | (154,891)         |
| Transfers in                      |   | <u>65,000</u>                         | <u>65,000</u>     |
| Change in Net Position            | (37,776)  | (52,115)                              | (89,891)          |
| Net Position at Beginning of Year | <u>122,847</u>  | <u>204,577</u>                        | <u>327,424</u>    |
| Net Position at End of Year       | <u>\$ 85,071</u>  | <u>\$ 152,462</u>                     | <u>\$ 237,533</u> |

**TOWN OF RIDGEFIELD, CONNECTICUT  
 COMBINING STATEMENT OF CASH FLOWS  
 INTERNAL SERVICE FUNDS  
 FOR THE YEAR ENDED JUNE 30, 2018**

|   | <b>Governmental Activities - Internal Service Funds</b> |                                       |                     |
|---|---|---------------------------------------|---------------------|
|   | <b>Property<br/>and<br/>Casualty</b>                    | <b>Heart<br/>and<br/>Hypertension</b> | <b>Total</b>        |
| Cash Flows from Operating Activities:   |   |                                       |                     |
| Cash received as insurance proceeds   | \$ 85,016   | \$                                    | \$ 85,016           |
| Cash paid for benefits, claims and administration   | <u>(123,695)</u>  | <u>(116,895)</u>                      | <u>(240,590)</u>    |
| Net cash provided by (used in) operating activities   | <u>(38,679)</u>   | <u>(116,895)</u>                      | <u>(155,574)</u>    |
| Cash Flows Provided by Noncapital Financing Activities:   |   |                                       |                     |
| Transfers in  |   | <u>65,000</u>                         | <u>65,000</u>       |
| Net Increase (Decrease) in Cash and Cash Equivalents  | (38,679)  | (51,895)                              | (90,574)            |
| Cash and Cash Equivalents at Beginning of Year  | <u>127,396</u>  | <u>204,936</u>                        | <u>332,332</u>      |
| Cash and Cash Equivalents at End of Year  | <u>\$ 88,717</u>  | <u>\$ 153,041</u>                     | <u>\$ 241,758</u>   |
| Reconciliation of Operating Income (Loss) to Net Cash<br>Provided by (Used in) Operating Activities:        |   |                                       |                     |
| Operating income (loss)   | \$ (37,776)   | \$ (117,115)                          | \$ (154,891)        |
| Adjustments to reconcile operating income (loss) to<br>net cash provided by (used in) operating activities: |   |                                       |                     |
| Increase in accounts payable  | <u>(903)</u>  | <u>220</u>                            | <u>(683)</u>        |
| Net Cash Provided by (Used in) Operating Activities   | <u>\$ (38,679)</u>                                      | <u>\$ (116,895)</u>                   | <u>\$ (155,574)</u> |





## **Fiduciary Funds**

Fiduciary funds are used to account for assets held by the Town in a trustee capacity for individuals, private organizations or other governments.

### **Trust Funds**

Trust funds are used to account for assets and resources held by the Town in a trust.

**Pension Trust Fund** - The Pension Trust Fund is used to account for the accumulation of resources for pension benefit payments to qualified public employees.

**OPEB Trust Fund** - The OPEB Trust Fund is used to account for the accumulation of resources for other postemployment benefit payments to qualified public employees.

### **Agency Fund**

Agency funds are used to report resources held by the reporting government in a purely custodial capacity (assets equal liabilities).

**Student Activities** - is used to account for the public school students' extracurricular activities.

**Performance Bonds** - is used to account for the full performance of contractual obligation bonds.

**Contractor's Driveway Bonds** - is used to account for the full performance of contractual obligations for approved driveway plan bonds.

**Ridgebury Cemetery** - is used to account for the Ridgebury Cemetery organizational funds.

**Open Space Conservation Commission** - is used to account for the Ridgefield Conservation Commission organizational funds.

**Holiday Trust** - is used to account for contributions to support annual holiday events.

**Welcome to Ridgefield Fund** - is used to account for contributions to support the beautification of Main Street landscape.

**McKeon Farm Preservation Trust** - is used to account for contributions to support the effort to preserve McKeon Farm as open space.

**Flexible Spending Account** - is used to account for that portion of employees' earnings that are deducted and used to pay for qualified medical costs on a pre-tax basis.

**Tiger Hollow Scholarship Fund** - is used to account for funds related to college scholarships granted by Tiger Hollow.

**Graveyard Committee** - is used to account for funds related to this committee.

**Mapleshade Cemetery** - is used to account for funds related to the Mapleshade Cemetery

**Miscellaneous** - is used to account for various Town organizations with minor activities and account balances.

**TOWN OF RIDGEFIELD, CONNECTICUT  
 COMBINING STATEMENT OF NET POSITION  
 PENSION AND OTHER EMPLOYEE BENEFIT TRUST FUNDS  
 JUNE 30, 2018**

|                              | <u>Pension<br/>Trust<br/>Fund</u> | <u>OPEB<br/>Trust<br/>Fund</u> | <u>Total</u>          |
|------------------------------|-----------------------------------|--------------------------------|-----------------------|
| Assets:                      |                                   |                                |                       |
| Cash and cash equivalents    | \$ 71,571                         | \$ 7,670                       | \$ 79,241             |
| Investments - at fair value: |                                   |                                |                       |
| Mutual funds:                |                                   |                                |                       |
| Equity                       | 114,512,199                       | 4,561,803                      | 119,074,002           |
| Accounts receivable          | 14,032                            |                                | 14,032                |
| Other assets:                |                                   |                                |                       |
| Prepaid benefits             | <u>317,321</u>                    |                                | <u>317,321</u>        |
| Total assets                 | 114,915,123                       | 4,569,473                      | 119,484,596           |
| Accounts payable             | <u>14,552</u>                     |                                | <u>14,552</u>         |
| Net Position                 | <u>\$ 114,900,571</u>             | <u>\$ 4,569,473</u>            | <u>\$ 119,470,044</u> |

**TOWN OF RIDGEFIELD, CONNECTICUT  
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION  
PENSION AND OTHER EMPLOYEE BENEFIT TRUST FUNDS  
FOR THE YEAR ENDED JUNE 30, 2018**

|   | <b>Pension<br/>Trust<br/>Fund</b> | <b>OPEB<br/>Trust<br/>Fund</b> | <b>Total</b>          |
|---|-----------------------------------|--------------------------------|-----------------------|
| Additions:                              |                                   |                                |                       |
| Contributions:                          |                                   |                                |                       |
| Employer                                | \$ 2,283,877                      | \$ 2,422,087                   | \$ 4,705,964          |
| Plan members and other                  | 557,797                           | 221,721                        | 779,518               |
| Total contributions                     | <u>2,841,674</u>                  | <u>2,643,808</u>               | <u>5,485,482</u>      |
| Net investment income:                  |                                   |                                |                       |
| Net change in fair value of investments | 4,715,176                         | (3,120)                        | 4,712,056             |
| Interest and dividends                  | 3,175,047                         | 102,511                        | 3,277,558             |
|   | <u>7,890,223</u>                  | <u>99,391</u>                  | <u>7,989,614</u>      |
| Less investment expense                 | (91,567)                          |                                | (91,567)              |
| Net investment income                   | <u>7,798,656</u>                  | <u>99,391</u>                  | <u>7,898,047</u>      |
| Total additions                         | <u>10,640,330</u>                 | <u>2,743,199</u>               | <u>13,383,529</u>     |
| Deductions:                             |                                   |                                |                       |
| Benefits                                | 3,742,884                         | 2,128,808                      | 5,871,692             |
| Administration                          | 47,982                            | 23,092                         | 71,074                |
| Total deductions                        | <u>3,790,866</u>                  | <u>2,151,900</u>               | <u>5,942,766</u>      |
| Change in Net Position                  | 6,849,464                         | 591,299                        | 7,440,763             |
| Net Position at Beginning of Year       | <u>108,051,107</u>                | <u>3,978,174</u>               | <u>112,029,281</u>    |
| Net Position at End of Year             | <u>\$ 114,900,571</u>             | <u>\$ 4,569,473</u>            | <u>\$ 119,470,044</u> |

**TOWN OF RIDGEFIELD, CONNECTICUT**  
**AGENCY FUNDS**  
**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**FOR THE YEAR ENDED JUNE 30, 2018**

|                                    | <u>Balance</u><br><u>July 1, 2017</u> | <u>Additions</u>    | <u>Deductions</u>   | <u>Balance</u><br><u>June 30, 2018</u> |
|------------------------------------|---------------------------------------|---------------------|---------------------|--|
| <b>ASSETS</b>                      |                                       |                     |                     |  |
| Cash and cash equivalents:         |                                       |                     |                     |  |
| Student Activities                 | \$ 595,892                            | \$ 1,372,391        | \$ 1,386,996        | \$ 581,287                             |
| Performance Bonds                  | 312,812                               | 40,500              | 78,787              | 274,525                                |
| Contractor's Driveway Bonds        | 77,000                                | 43,000              | 38,000              | 82,000                                 |
| Open Space Conservation Commission | 313,168                               | 470,348             | 96,500              | 687,016                                |
| Holiday Trust Fund                 | 18,765                                | 25,502              | 22,619              | 21,648                                 |
| Welcome to Ridgefield Fund         | (6,693)                               | 40,519              | 40,484              | (6,658)                                |
| McKeon Farm Preservation Trust     | 14,111                                |                     | 6,538               | 7,573                                  |
| Flexible Spending Account          | 23,210                                | 24,158              | 25,252              | 22,116                                 |
| Tiger Hollow Scholarship Fund      | 5,104                                 | 4                   |                     | 5,108                                  |
| Graveyard Committee                |                                       | 27,411              |                     | 27,411                                 |
| Mapleshade Cemetery                |                                       | 53,671              | 3,245               | 50,426                                 |
| Miscellaneous                      | 370,089                               | 573,116             | 570,711             | 372,494                                |
| Ridgebury Cemetery                 |                                       | 66,713              | 37,613              | 29,100                                 |
| Total cash and cash equivalents    | <u>1,723,458</u>                      | <u>2,737,333</u>    | <u>2,306,745</u>    | <u>2,154,046</u>                       |
| Investments:                       |                                       |                     |                     |  |
| Ridgebury Cemetery                 | <u>246,853</u>                        | <u>25,073</u>       |                     | <u>271,926</u>                         |
| Total Assets                       | <u>\$ 1,970,311</u>                   | <u>\$ 2,762,406</u> | <u>\$ 2,306,745</u> | <u>\$ 2,425,972</u>                    |
| <b>LIABILITIES</b>                 |                                       |                     |                     |  |
| Due to others:                     |                                       |                     |                     |  |
| Student Activities                 | \$ 595,892                            | \$ 1,372,391        | \$ 1,386,996        | \$ 581,287                             |
| Performance Bonds                  | 312,812                               | 40,500              | 78,787              | 274,525                                |
| Contractor's Driveway Bonds        | 77,000                                | 43,000              | 38,000              | 82,000                                 |
| Ridgebury Cemetery                 | 246,853                               | 25,073              |                     | 271,926                                |
| Open Space Conservation Commission | 313,168                               | 470,348             | 96,500              | 687,016                                |
| Holiday Trust Fund                 | 18,765                                | 25,502              | 22,619              | 21,648                                 |
| Welcome to Ridgefield Fund         | (6,693)                               | 40,519              | 40,484              | (6,658)                                |
| McKeon Farm Preservation Trust     | 14,111                                |                     | 6,538               | 7,573                                  |
| Flexible Spending Account          | 23,210                                | 24,158              | 25,252              | 22,116                                 |
| Tiger Hollow Scholarship Fund      | 5,104                                 | 4                   |                     | 5,108                                  |
| Graveyard Committee                |                                       | 27,411              |                     | 27,411                                 |
| Mapleshade Cemetery                |                                       | 53,671              | 3,245               | 50,426                                 |
| Miscellaneous                      | <u>370,089</u>                        | <u>573,116</u>      | <u>570,711</u>      | <u>372,494</u>                         |
| Total Liabilities                  | <u>\$ 1,970,311</u>                   | <u>\$ 2,695,693</u> | <u>\$ 2,269,132</u> | <u>\$ 2,396,872</u>                    |



## **Statistical Section**

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

Statistical section information is presented in the following categories:

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

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

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

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

|                                  | FISCAL YEAR          |                      |                      |                       |                       |                       |                       |                       |                       |                       |
|----------------------------------|----------------------|----------------------|----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
|                                  | 2009                 | 2010                 | 2011                 | 2012                  | 2013                  | 2014                  | 2015                  | 2016                  | 2017                  | 2018                  |
| Governmental Activities:         |                      |                      |                      |                       |                       |                       |                       |                       |                       |                       |
| Net investment in capital assets | \$ 68,136,764        | \$ 75,686,053        | \$ 79,350,980        | \$ 82,564,434         | \$ 92,535,842         | \$ 93,277,534         | \$ 102,182,274        | \$ 111,173,490        | \$ 115,335,703        | \$ 125,424,662        |
| Restricted for:                  |                      |                      |                      |                       |                       |                       |                       |                       |                       |                       |
| Permanent fund:                  |                      |                      |                      |                       |                       |                       |                       |                       |                       |                       |
| Expendable                       | 42,869               | 41,674               | 57,753               | 54,475                | 41,682                | 41,773                | 41,861                | 41,940                | 29,618                | 29,729                |
| Unrestricted                     | <u>17,914,847</u>    | <u>15,694,003</u>    | <u>16,601,772</u>    | <u>25,782,426</u>     | <u>19,051,251</u>     | <u>20,978,070</u>     | <u>29,132,923</u>     | <u>28,964,190</u>     | <u>27,333,326</u>     | <u>115,009</u>        |
| Total Governmental Activities    |                      |                      |                      |                       |                       |                       |                       |                       |                       |                       |
| Net Position                     | <u>\$ 86,094,480</u> | <u>\$ 91,421,730</u> | <u>\$ 96,010,505</u> | <u>\$ 108,401,335</u> | <u>\$ 111,628,775</u> | <u>\$ 114,297,377</u> | <u>\$ 131,357,058</u> | <u>\$ 140,179,620</u> | <u>\$ 142,698,647</u> | <u>\$ 125,569,400</u> |
| Primary Government:              |                      |                      |                      |                       |                       |                       |                       |                       |                       |                       |
| Net investment in capital assets | \$ 68,136,764        | \$ 75,686,053        | \$ 79,350,980        | \$ 82,564,434         | \$ 92,535,842         | \$ 93,277,534         | \$ 102,182,274        | \$ 111,173,490        | \$ 115,335,703        | \$ 125,424,662        |
| Restricted                       | 42,869               | 41,674               | 57,753               | 54,475                | 41,682                | 41,773                | 41,861                | 41,940                | 29,618                | 29,729                |
| Unrestricted                     | <u>17,914,847</u>    | <u>15,694,003</u>    | <u>16,601,772</u>    | <u>25,782,426</u>     | <u>19,051,251</u>     | <u>20,978,070</u>     | <u>29,132,923</u>     | <u>28,964,190</u>     | <u>27,333,326</u>     | <u>115,009</u>        |
| Total Primary Government         |                      |                      |                      |                       |                       |                       |                       |                       |                       |                       |
| Net Position                     | <u>\$ 86,094,480</u> | <u>\$ 91,421,730</u> | <u>\$ 96,010,505</u> | <u>\$ 108,401,335</u> | <u>\$ 111,628,775</u> | <u>\$ 114,297,377</u> | <u>\$ 131,357,058</u> | <u>\$ 140,179,620</u> | <u>\$ 142,698,647</u> | <u>\$ 125,569,400</u> |

\* As restated



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

|  | FISCAL YEAR         |                     |                     |                      |                     |                     |                     |                     |                     |                     |
|--|---------------------|---------------------|---------------------|----------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|
|  | 2009                | 2010                | 2011                | 2012                 | 2013                | 2014                | 2015                | 2016                | 2017                | 2018                |
| <b>Expenses:</b>   |                     |                     |                     |                      |                     |                     |                     |                     |                     |                     |
| Governmental activities:                                     |                     |                     |                     |                      |                     |                     |                     |                     |                     |                     |
| General government   | \$ 7,001,880        | \$ 7,558,307        | \$ 4,485,127        | \$ 5,080,033         | \$ 5,547,382        | \$ 7,239,708        | \$ 5,292,556        | \$ 6,326,206        | \$ 6,770,190        | \$ 4,804,892        |
| Health and welfare   | 946,811             | 814,918             | 813,904             | 854,954              | 766,590             | 1,128,544           | 754,921             | 1,123,295           | 1,452,127           | 797,317             |
| Recreation   | 6,742,497           | 6,299,705           | 6,904,437           | 7,062,174            | 7,270,110           | 7,558,077           | 7,377,584           | 7,395,346           | 7,767,589           | 8,031,708           |
| Public safety  | 10,781,037          | 10,891,047          | 12,266,773          | 12,233,586           | 12,854,341          | 13,142,993          | 13,044,414          | 14,199,004          | 13,689,797          | 14,745,772          |
| Public works   | 8,824,842           | 7,346,310           | 9,522,503           | 9,208,835            | 8,536,286           | 9,551,580           | 11,059,992          | 11,555,748          | 11,211,844          | 12,284,634          |
| Education  | 87,303,629          | 91,142,573          | 91,081,269          | 94,281,327           | 96,137,658          | 99,372,877          | 101,157,259         | 102,626,124         | 114,269,477         | 117,987,904         |
| Library  | 1,642,400           | 1,642,400           | 1,682,300           | 1,685,946            | 1,584,665           | 6,716,725           | 1,789,091           | 1,833,818           | 1,910,455           | 1,927,591           |
| Interest expense   | 4,810,322           | 3,914,351           | 4,014,647           | 3,655,086            | 3,304,355           | 2,813,682           | 2,512,839           | 2,501,597           | 2,055,736           | 1,699,877           |
| <b>Total Primary Government Expenses</b>                     | <b>128,053,418</b>  | <b>129,609,611</b>  | <b>130,770,960</b>  | <b>134,061,941</b>   | <b>136,001,387</b>  | <b>147,524,186</b>  | <b>142,988,656</b>  | <b>147,561,138</b>  | <b>159,127,215</b>  | <b>162,279,695</b>  |
| <b>Program Revenues:</b>                                     |                     |                     |                     |                      |                     |                     |                     |                     |                     |                     |
| Governmental activities:                                     |                     |                     |                     |                      |                     |                     |                     |                     |                     |                     |
| Charges for services:  |                     |                     |                     |                      |                     |                     |                     |                     |                     |                     |
| General government   | 1,235,053           | 1,346,634           | 1,405,011           | 1,880,008            | 1,648,127           | 1,780,912           | 1,652,541           | 1,473,010           | 1,639,907           | 1,593,921           |
| Health and welfare   | 151,158             | 158,125             | 76,415              | 73,145               | 78,782              | 80,556              | 84,006              | 86,723              | 84,938              | 88,006              |
| Recreation   | 3,968,287           | 3,826,202           | 3,981,291           | 4,047,108            | 4,194,262           | 4,535,460           | 4,829,262           | 4,869,215           | 4,876,052           | 4,565,275           |
| Public safety  | 1,272,191           | 1,213,883           | 1,101,760           | 1,137,401            | 1,213,322           | 1,384,985           | 1,371,383           | 1,347,556           | 1,260,201           | 1,338,825           |
| Public works   | 2,769,637           | 2,912,354           | 2,610,381           | 2,639,730            | 2,843,994           | 2,812,681           | 2,813,339           | 2,893,823           | 2,968,188           | 3,367,540           |
| Education  | 2,348,860           | 2,161,821           | 2,595,245           | 3,485,665            | 2,825,214           | 2,535,127           | 2,871,106           | 2,453,087           | 2,485,486           | 2,151,797           |
| Operating grants and contributions                           | 11,075,194          | 12,724,035          | 13,100,693          | 13,728,634           | 15,679,679          | 17,836,669          | 15,113,715          | 15,652,996          | 21,203,069          | 22,505,905          |
| Capital grants and contributions                             | 445,243             | 121,219             | 690,743             |                      |                     |                     | 596,919             | 764,498             |                     |                     |
| <b>Total Primary Government Program Revenues</b>             | <b>23,265,623</b>   | <b>24,464,273</b>   | <b>25,561,539</b>   | <b>26,991,691</b>    | <b>28,483,380</b>   | <b>30,966,390</b>   | <b>29,332,271</b>   | <b>29,540,908</b>   | <b>34,517,841</b>   | <b>35,611,269</b>   |
| <b>Net Expenses:</b>   |                     |                     |                     |                      |                     |                     |                     |                     |                     |                     |
| Governmental activities                                      | (104,787,795)       | (105,145,338)       | (105,209,421)       | (107,070,250)        | (107,518,007)       | (116,557,796)       | (113,656,385)       | (118,020,230)       | (124,609,374)       | (126,668,426)       |
| <b>General Revenues and Other</b>                            |                     |                     |                     |                      |                     |                     |                     |                     |                     |                     |
| <b>Changes in Net Position:</b>                              |                     |                     |                     |                      |                     |                     |                     |                     |                     |                     |
| Governmental activities:                                     |                     |                     |                     |                      |                     |                     |                     |                     |                     |                     |
| Property taxes   | 107,950,909         | 109,369,264         | 112,078,692         | 114,105,779          | 113,078,138         | 117,235,686         | 122,270,035         | 121,686,269         | 126,062,965         | 130,037,187         |
| Grants and contributions not restricted to specific programs | 690,850             | 744,776             | 731,357             | 867,242              | 706,590             | 241,212             | 758,791             | 639,721             | 636,777             | 727,398             |
| Gain on sale of capital assets                               | 42,734              |                     | 25,549              |                      |                     |                     |                     | 4,300,000           |                     |                     |
| Investment income  | 295,397             | 90,470              | 79,161              | 69,732               | 49,688              | 68,309              | 67,400              | 106,824             | 216,887             | 408,126             |
| Miscellaneous  | 65,864              | 313,640             | 148,443             | 4,418,333            | 48,768              | 1,681,191           | 207,702             | 109,978             | 211,772             | 295,280             |
| <b>Total governmental activities</b>                         | <b>109,045,754</b>  | <b>110,518,150</b>  | <b>113,063,202</b>  | <b>119,461,086</b>   | <b>113,883,184</b>  | <b>119,226,398</b>  | <b>123,303,928</b>  | <b>126,842,792</b>  | <b>127,128,401</b>  | <b>131,467,991</b>  |
| <b>Change in Net Position</b>                                | <b>\$ 4,257,959</b> | <b>\$ 5,372,812</b> | <b>\$ 7,853,781</b> | <b>\$ 12,390,836</b> | <b>\$ 6,365,177</b> | <b>\$ 2,668,602</b> | <b>\$ 9,647,543</b> | <b>\$ 8,822,562</b> | <b>\$ 2,519,027</b> | <b>\$ 4,799,565</b> |

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

|   | FISCAL YEAR         |                       |                      |                       |                      |                      |                       |                      |                      |                      |
|---|---------------------|-----------------------|----------------------|-----------------------|----------------------|----------------------|-----------------------|----------------------|----------------------|----------------------|
|   | 2009                | 2010                  | 2011*                | 2012                  | 2013                 | 2014                 | 2015                  | 2016                 | 2017                 | 2018                 |
| General fund:                             |                     |                       |                      |                       |                      |                      |                       |                      |                      |                      |
| Reserved                                  | \$ 762,120          | \$ 419,421            | \$                   | \$                    | \$                   | \$                   | \$                    | \$                   | \$                   | \$                   |
| Designated for subsequent year's budget   | 1,000,000           | 450,000               |                      |                       |                      |                      |                       |                      |                      |                      |
| Unreserved and undesignated               | 7,826,306           | 8,417,747             |                      |                       |                      |                      |                       |                      |                      |                      |
| Assigned                                  |                     |                       | 1,226,175            | 4,116,077             | 2,941,188            | 3,158,728            | 3,228,924             | 3,000,480            | 2,998,670            | 1,843,299            |
| Unassigned                                |                     |                       | 9,048,490            | 11,507,184            | 11,709,896           | 12,897,561           | 13,270,579            | 14,074,534           | 14,480,143           | 14,052,897           |
| <b>Total General Fund</b>                 | <b>\$ 9,588,426</b> | <b>\$ 9,287,168</b>   | <b>\$ 10,274,665</b> | <b>\$ 15,623,261</b>  | <b>\$ 14,651,084</b> | <b>\$ 16,056,289</b> | <b>\$ 16,499,503</b>  | <b>\$ 17,075,014</b> | <b>\$ 17,478,813</b> | <b>\$ 15,896,196</b> |
| All other governmental funds:             |                     |                       |                      |                       |                      |                      |                       |                      |                      |                      |
| Reserved                                  | \$ 1,620,451        | \$ 1,916,393          | \$                   | \$                    | \$                   | \$                   | \$                    | \$                   | \$                   | \$                   |
| Unreserved, reported in:                  |                     |                       |                      |                       |                      |                      |                       |                      |                      |                      |
| Special revenue funds                     | 1,586,791           | 1,376,629             |                      |                       |                      |                      |                       |                      |                      |                      |
| Capital projects funds                    | (3,544,178)         | (5,967,946)           |                      |                       |                      |                      |                       |                      |                      |                      |
| Permanent funds                           | 15,368              | 15,938                |                      |                       |                      |                      |                       |                      |                      |                      |
| Nonspendable                              |                     |                       |                      |                       | 23,886               | 36,568               | 32,258                | 42,709               | 68,129               | 65,616               |
| Restricted                                |                     |                       | 1,128,427            | 1,079,006             | 1,630,657            | 1,647,461            | 1,441,636             | 4,208,672            | 1,864,968            | 1,548,251            |
| Committed                                 |                     |                       | 2,316,294            | 2,878,258             | 1,930,587            | 2,325,461            | 3,215,991             | 3,460,761            | 3,363,805            | 4,442,323            |
| Unassigned                                |                     |                       | (599,191)            | (11,307,731)          | (3,751,893)          | (3,410,135)          | (6,267,884)           | (2,168)              | (368,579)            | (4,905,891)          |
| <b>Total All Other Governmental Funds</b> | <b>\$ (321,568)</b> | <b>\$ (2,658,986)</b> | <b>\$ 2,845,530</b>  | <b>\$ (7,350,467)</b> | <b>\$ (166,763)</b>  | <b>\$ 599,355</b>    | <b>\$ (1,577,999)</b> | <b>\$ 7,709,974</b>  | <b>\$ 4,928,323</b>  | <b>\$ 1,150,299</b>  |

\*Note: The Town implemented GASB 54 during 2011.

**TOWN OF RIDGEFIELD, CONNECTICUT**  
**REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - GOVERNMENTAL FUNDS**  
**LAST TEN YEARS**  
**(Accrual Basis of Accounting)**

|  | FISCAL YEAR         |                     |                      |                     |                      |                      |                      |                      |                      |                      |
|--|---------------------|---------------------|----------------------|---------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
|  | 2009                | 2010                | 2011                 | 2012                | 2013                 | 2014                 | 2015                 | 2016                 | 2017                 | 2018                 |
| Revenues:  |                     |                     |                      |                     |                      |                      |                      |                      |                      |                      |
| Property taxes   | \$ 107,419,676      | \$ 109,378,457      | \$ 111,206,601       | \$ 113,029,057      | \$ 113,464,133       | \$ 116,757,863       | \$ 121,797,734       | \$ 122,758,353       | \$ 127,337,222       | \$ 129,504,590       |
| Intergovernmental  | 11,735,668          | 13,148,682          | 14,079,840           | 14,133,293          | 15,491,612           | 17,207,634           | 15,579,550           | 16,028,947           | 21,339,576           | 22,742,498           |
| Charges for services                                     | 11,984,238          | 11,747,758          | 11,889,261           | 13,366,884          | 12,719,811           | 13,241,517           | 13,745,808           | 13,210,106           | 13,444,196           | 13,204,605           |
| Contributions  | 496,696             | 459,573             | 447,800              | 463,980             | 899,729              | 870,247              | 829,875              | 644,293              | 536,737              | 485,936              |
| Interest and investment income                           | 288,985             | 89,702              | 79,160               | 69,732              | 49,636               | 68,301               | 67,400               | 106,824              | 216,887              | 408,126              |
| Other  | 169,490             | 257,383             | 303,127              | 4,458,189           | 121,308              | 1,719,937            | 267,702              | 4,794,978            | 211,772              | 295,280              |
| Total revenues   | <u>132,094,753</u>  | <u>135,081,555</u>  | <u>138,005,789</u>   | <u>145,521,135</u>  | <u>142,746,229</u>   | <u>149,865,499</u>   | <u>152,288,069</u>   | <u>157,543,501</u>   | <u>163,086,390</u>   | <u>166,641,035</u>   |
| Expenditures:  |                     |                     |                      |                     |                      |                      |                      |                      |                      |                      |
| Current:   |                     |                     |                      |                     |                      |                      |                      |                      |                      |                      |
| General government                                       | 9,533,790           | 10,042,185          | 10,399,600           | 10,955,041          | 11,314,409           | 11,018,400           | 11,176,665           | 11,384,794           | 11,648,578           | 12,121,058           |
| Health and welfare                                       | 830,407             | 703,107             | 642,513              | 705,628             | 655,289              | 695,659              | 644,406              | 646,346              | 739,451              | 679,270              |
| Community grants   | 293,100             | 178,775             | 204,075              | 216,675             | 229,322              | 225,772              | 233,625              | 231,294              | 248,935              | 245,878              |
| Recreation   | 5,252,263           | 4,771,092           | 5,054,088            | 5,194,679           | 5,550,156            | 5,933,736            | 5,761,086            | 5,743,452            | 5,855,721            | 5,763,336            |
| Public safety  | 8,339,019           | 8,207,636           | 8,365,740            | 8,376,538           | 8,715,521            | 9,019,151            | 9,055,973            | 9,169,151            | 9,456,427            | 9,716,482            |
| Public works   | 6,208,517           | 5,807,367           | 5,876,015            | 5,838,627           | 5,926,346            | 6,768,034            | 8,772,892            | 8,924,837            | 8,661,325            | 9,252,058            |
| Education  | 84,980,715          | 87,995,339          | 88,812,606           | 92,779,775          | 94,801,380           | 97,411,126           | 99,672,413           | 100,927,253          | 111,256,465          | 115,473,355          |
| Library  | 1,642,400           | 1,642,400           | 1,682,300            | 1,685,946           | 1,584,665            | 1,716,725            | 1,789,091            | 1,833,818            | 1,910,455            | 1,927,591            |
| Debt service:  |                     |                     |                      |                     |                      |                      |                      |                      |                      |                      |
| Principal  | 9,437,910           | 11,042,788          | 10,815,982           | 10,432,461          | 9,883,836            | 9,837,729            | 10,028,202           | 9,023,685            | 8,905,000            | 9,085,000            |
| Interest   | 5,450,183           | 3,495,998           | 3,902,122            | 3,915,480           | 3,555,423            | 3,658,296            | 3,182,269            | 3,043,872            | 2,856,800            | 2,582,328            |
| Bennett's pond settlement                                |                     |                     |                      |                     |                      |                      |                      |                      |                      |                      |
| Capital outlay   | 3,837,148           | 4,312,674           | 4,309,975            | 10,735,186          | 5,558,317            | 10,421,400           | 4,599,885            | 7,469,534            | 4,166,635            | 5,690,320            |
| Total expenditures                                       | <u>135,805,452</u>  | <u>138,199,361</u>  | <u>140,065,016</u>   | <u>150,836,036</u>  | <u>147,774,664</u>   | <u>156,706,028</u>   | <u>154,916,507</u>   | <u>158,398,036</u>   | <u>165,705,792</u>   | <u>172,536,676</u>   |
| Deficiency of Revenues over Expenditures                 | <u>(3,710,699)</u>  | <u>(3,117,806)</u>  | <u>(2,059,227)</u>   | <u>(5,314,901)</u>  | <u>(5,028,435)</u>   | <u>(6,840,529)</u>   | <u>(2,628,438)</u>   | <u>(854,535)</u>     | <u>(2,619,402)</u>   | <u>(5,895,641)</u>   |
| Other Financing Sources (Uses):                          |                     |                     |                      |                     |                      |                      |                      |                      |                      |                      |
| Payment to refunding bond escrow agent                   | (31,378,050)        |                     | (35,639,464)         |                     |                      | (11,237,245)         |                      |                      |                      |                      |
| Premium on refunding bonds                               | 2,981,845           |                     | 3,631,170            |                     |                      | 1,131,311            |                      |                      |                      |                      |
| Refunding bonds  | 28,635,000          |                     | 32,225,000           |                     |                      | 10,240,000           |                      |                      |                      |                      |
| Issuance of bonds  |                     |                     | 6,385,000            |                     | 10,600,000           | 8,170,000            |                      | 9,715,000            |                      |                      |
| Premium on issuance of bonds                             |                     |                     | 514,299              |                     | 272,462              | 332,786              |                      | 528,019              |                      |                      |
| Issuance of drinking water loans                         |                     |                     | 529,288              |                     |                      |                      |                      |                      |                      |                      |
| Issuance of capital lease                                | 512,963             | 479,130             | 496,084              | 510,000             | 510,000              | 440,000              |                      | 540,000              | 306,550              | 600,000              |
| Proceeds from sale of assets                             |                     |                     |                      |                     |                      |                      | 959,298              |                      |                      |                      |
| Transfers in   | 1,421,842           | 1,450,976           | 1,637,736            | 1,126,320           | 1,754,540            | 1,279,716            | 1,194,443            | 1,544,181            | 2,348,476            | 1,294,875            |
| Transfers out  | (1,421,842)         | (1,450,976)         | (1,664,736)          | (1,168,820)         | (1,897,040)          | (1,344,716)          | (1,259,443)          | (1,609,181)          | (2,413,476)          | (1,359,875)          |
| Total other financing sources                            | <u>751,758</u>      | <u>479,130</u>      | <u>8,114,377</u>     | <u>467,500</u>      | <u>11,239,962</u>    | <u>9,011,852</u>     | <u>894,298</u>       | <u>10,718,019</u>    | <u>241,550</u>       | <u>535,000</u>       |
| Net Change in Fund Balances                              | (2,958,941)         | (2,638,676)         | 6,055,150            | (4,847,401)         | 6,211,527            | 2,171,323            | (1,734,140)          | 9,863,484            | (2,377,852)          | (5,360,641)          |
| Fund Balance at Beginning of Year, or as Restated        | 12,225,799          | 9,266,858           | 7,065,045            | 13,120,195          | 8,272,794            | 14,484,321           | 16,655,644           | 14,921,504           | 24,784,988           | 22,407,136           |
| Fund Balance at End of Year                              | <u>\$ 9,266,858</u> | <u>\$ 6,628,182</u> | <u>\$ 13,120,195</u> | <u>\$ 8,272,794</u> | <u>\$ 14,484,321</u> | <u>\$ 16,655,644</u> | <u>\$ 14,921,504</u> | <u>\$ 24,784,988</u> | <u>\$ 22,407,136</u> | <u>\$ 17,046,495</u> |
| Debit Service as a Percentage to Noncapital Expenditures | 11.09%              | 10.72%              | 10.69%               | 10.13%              | 9.42%                | 8.82%                | 8.84%                | 7.95%                | 7.18%                | 6.98%                |

**TOWN OF RIDGEFIELD, CONNECTICUT**  
**ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY**  
**LAST TEN FISCAL YEARS**  
**(Unaudited)**  
**amounts presented in thousands**

| <b>Fiscal<br/>Year</b> | <b>Assessed Property Values</b> |                 |                   | <b>Total Taxable<br/>Assessed Value</b> | <b>Mill<br/>Rate</b> | <b>Estimated<br/>Actual<br/>Taxable Value</b> | <b>Assessed<br/>Value as a<br/>Percentage of<br/>Actual Value</b> |
|------------------------|---------------------------------|-----------------|-------------------|---|----------------------|---|---|
|                        | <b>Real</b>                     | <b>Personal</b> | <b>Tax Exempt</b> |   |                      |   |   |
| 2009                   | \$ 5,167,975                    | \$ 363,214      | \$ 38,220         | \$ 5,492,969                            | 19.91                | \$ 7,409,510                                  | 74.13%  |
| 2010                   | 5,516,832                       | 371,707         | 72,982            | 5,815,557                               | 20.00                | 7,601,307                                     | 76.51%  |
| 2011                   | 5,552,991                       | 382,940         | 78,709            | 5,857,222                               | 20.40                | 7,509,258                                     | 78.00%  |
| 2012                   | 5,602,283                       | 399,288         | 80,666            | 5,920,905                               | 20.37                | 6,846,962                                     | 86.47%  |
| 2013                   | 4,304,007                       | 388,746         | 73,873            | 4,618,880                               | 25.38                | 6,893,850                                     | 67.00%  |
| 2014                   | 4,381,922                       | 395,256         | 76,790            | 4,700,388                               | 26.01                | 7,238,148                                     | 64.94%  |
| 2015                   | 4,425,869                       | 423,857         | 137,980           | 4,711,746                               | 26.01                | 7,248,840                                     | 65.00%  |
| 2016                   | 4,448,564                       | 425,681         | 133,959           | 4,740,286                               | 26.69                | 7,292,748                                     | 65.00%  |
| 2017                   | 4,478,857                       | 418,926         | 110,551           | 4,787,232                               | 27.21                | 7,364,972                                     | 65.00%  |
| 2018                   | 4,500,682                       | 414,675         | 103,902           | 4,811,455                               | 27.78                | 7,290,083                                     | 66.00%  |

Source: Town Assessor's office

Note: By state law property is assessed at 70% of actual value with periodic revaluation of real property.  
The estimated actual amount is the equalized grand list which is estimated by the State of Connecticut,  
Office of Policy and Management.

TABLE 6

**TOWN OF RIDGEFIELD, CONNECTICUT  
DIRECT PROPERTY TAX RATES  
LAST TEN YEARS  
(Rates per \$1,000 of Assessed Value)**

| <b>Fiscal<br/>Year</b> | <b>Direct Rates</b> |  |                         | <b>Overlapping Rates</b> |               |
|------------------------|---------------------|--|-------------------------|--------------------------|---------------|
|                        | <b>Basic Rate</b>   | <b>General<br/>Obligation<br/>Debt<br/>Service</b> | <b>Total<br/>Direct</b> | <b>State</b>             | <b>County</b> |
| 2009                   | \$ 17.53            | 2.38   | \$ 19.91                | N/A                      | N/A           |
| 2010                   | 17.69               | 2.31   | 20.00                   | N/A                      | N/A           |
| 2011                   | 18.09               | 2.31   | 20.40                   | N/A                      | N/A           |
| 2012                   | 18.12               | 2.25   | 20.37                   | N/A                      | N/A           |
| 2013                   | 22.71               | 2.67   | 25.38                   | N/A                      | N/A           |
| 2014                   | 23.34               | 2.67   | 26.01                   | N/A                      | N/A           |
| 2015                   | 23.47               | 2.54   | 26.01                   | N/A                      | N/A           |
| 2016                   | 24.28               | 2.41   | 26.69                   | N/A                      | N/A           |
| 2017                   | 24.84               | 2.37   | 27.21                   | N/A                      | N/A           |
| 2018                   | 25.51               | 2.27   | 27.78                   | N/A                      | N/A           |

TABLE 7

**TOWN OF RIDGEFIELD, CONNECTICUT  
 PRINCIPAL TAXPAYERS  
 CURRENT YEAR AND NINE YEARS AGO  
 (Unaudited)**

|  | 2018                          |             |  | 2009                          |             |  |
|--|-------------------------------|-------------|--|-------------------------------|-------------|--|
|  | <u>Taxable Assessed Value</u> | <u>Rank</u> | <u>Percentage of Gross Taxable Assessed Grand List</u> | <u>Taxable Assessed Value</u> | <u>Rank</u> | <u>Percentage of Gross Taxable Assessed Grand List</u> |
| Boehringer Ingelheim Pharmaceuticals, Inc. | \$ 309,943,425                | 1           | 6.44%  | \$ 277,408,209                | 1           | 5.00%  |
| Eversource (CL&P)                          | 25,410,590                    | 2           | 0.53%  | 16,426,320                    | 3           | 0.30%  |
| Equity One (Copps Hill)                    | 20,047,510                    | 3           | 0.42%  | 25,589,820                    | 2           | 0.46%  |
| Stephen J. Zemo                            | 13,523,150                    | 4           | 0.28%  | 12,892,220                    | 5           | 0.23%  |
| Ridgefield Professional Building           | 12,896,770                    | 5           | 0.27%  | 14,100,370                    | 4           | 0.25%  |
| Ridgefield Waterside Properties            | 12,021,980                    | 6           | 0.25%  |                               |             |  |
| Flat Rock Corp                             | 11,428,770                    | 7           | 0.24%  | 12,074,460                    | 6           | 0.22%  |
| JMF Realty                                 | 10,108,740                    | 8           | 0.21%  |                               |             |  |
| Harrison Hunter                            | 9,719,428                     | 9           | 0.20%  |                               |             |  |
| Eureka V., LLC                             | 9,366,880                     | 10          | 0.19%  | 11,291,780                    | 7           | 0.20%  |
| Urstadt Biddle Properties                  |                               |             |  | 10,664,190                    | 8           | 0.19%  |
| Ridgefield Bank                            |                               |             |  | 10,506,190                    | 10          | 0.19%  |
| Irief II (formally CCC of Ridgefield, CT)  |                               |             |  | 10,569,900                    | 9           | 0.19%  |
|  | <u>\$ 434,467,243</u>         |             | <u>9.03%</u>   | <u>\$ 401,523,459</u>         |             | <u>7.23%</u>   |

Source: Town Assessor's office

**TOWN OF RIDGEFIELD, CONNECTICUT  
PROPERTY TAX LEVIES AND COLLECTIONS  
LAST TEN FISCAL YEARS  
(Unaudited)**

| Levy<br>Year | Taxes<br>Levied<br>for the<br>Fiscal Year | Collected within the<br>Fiscal Year of the Levy |                       | Collections in<br>Subsequent<br>Years | Total<br>Collections to Date |                       |
|--------------|---|---|-----------------------|---------------------------------------|------------------------------|-----------------------|
|              |   | Amount  | Percentage<br>of Levy |                                       | Amount                       | Percentage<br>of Levy |
| 2007         | \$ 107,467,697                            | \$ 106,190,473                                  | 98.81%                | \$ 822,966                            | \$ 107,013,439               | 99.58%                |
| 2008         | 108,814,209                               | 107,420,320                                     | 98.72%                | 851,946                               | 108,272,266                  | 99.50%                |
| 2009         | 111,397,853                               | 109,814,265                                     | 98.58%                | 971,574                               | 110,785,839                  | 99.45%                |
| 2010         | 113,330,243                               | 111,582,933                                     | 98.46%                | 1,083,691                             | 112,666,624                  | 99.41%                |
| 2011         | 112,915,443                               | 111,212,321                                     | 98.49%                | 1,006,638                             | 112,218,959                  | 99.38%                |
| 2012         | 116,369,248                               | 114,891,284                                     | 98.73%                | 1,560,953                             | 116,452,237                  | 100.07%               |
| 2013         | 121,462,861                               | 120,015,866                                     | 98.81%                |                                       | 121,006,382                  | 98.81%                |
| 2014         | 121,534,941                               | 120,105,602                                     | 98.82%                |                                       | 120,819,839                  | 99.41%                |
| 2015         | 125,688,724                               | 125,667,665                                     | 99.98%                |                                       | 125,667,665                  | 99.98%                |
| 2016         | 129,421,454                               | 128,414,120                                     | 99.22%                |                                       | 128,414,120                  | 99.22%                |

Source: Tax Collector's office and Finance office

**TOWN OF RIDGEFIELD, CONNECTICUT  
 RATIO OF NET GENERAL BONDED DEBT TO  
 ASSESSED VALUE AND NET GENERAL BONDED DEBT PER CAPITA  
 LAST TEN FISCAL YEARS  
 (Unaudited)**

| Fiscal Year | General Bonded Debt         | Percentage of Actual Taxable Value of Property | Per Capita | Other Government Activities Debt |                    | Total Primary Government Debt (3) | Assessed Value (1)(3) | Population (2) | Per Capita Income (2) | Percentage of Personal Income (2) | Total Long-Term Debt Per Capita |
|-------------|-----------------------------|--|------------|----------------------------------|--------------------|-----------------------------------|-----------------------|----------------|-----------------------|-----------------------------------|---------------------------------|
|             | General Obligation Bonds(3) |  |            | Notes Payable (3)                | Capital Leases (3) |                                   |                       |                |                       |                                   |                                 |
| 2009        | \$ 117,472                  | 2.14%  | 4,776      | \$ 2,191                         | \$ 806             | \$ 120,469                        | \$ 5,492,969          | 24,595         | \$ 70,366             | 6.96%                             | \$ 4,898                        |
| 2010        | 107,748                     | 1.85%  | 4,447      | 1,541                            | 542                | 109,831                           | 5,815,557             | 24,228         | 70,366                | 6.44%                             | 4,533                           |
| 2011        | 107,289                     | 1.83%  | 4,352      | 1,406                            | 505                | 109,200                           | 5,857,222             | 24,652         | 67,076                | 6.60%                             | 4,430                           |
| 2012        | 96,793                      | 1.63%  | 3,890      | 692                              | 503                | 97,988                            | 5,920,905             | 24,885         | 74,926                | 5.26%                             | 3,938                           |
| 2013        | 97,210                      | 2.10%  | 3,881      | 463                              | 508                | 98,181                            | 4,618,880             | 25,045         | 75,470                | 5.19%                             | 3,920                           |
| 2014        | 95,686                      | 2.04%  | 3,802      | 438                              | 462                | 96,586                            | 4,700,388             | 25,164         | 77,342                | 4.96%                             | 3,838                           |
| 2015        | 84,777                      | 1.80%  | 3,324      | 415                              | 924                | 86,116                            | 4,711,746             | 25,505         | 76,750                | 4.40%                             | 3,376                           |
| 2016        | 78,360                      | 1.65%  | 3,104      | 391                              | 854                | 79,605                            | 4,740,286             | 25,244         | 75,554                | 4.17%                             | 3,153                           |
| 2017        | 75,404                      | 1.58%  | 3,009      | 367                              | 595                | 76,366                            | 4,787,232             | 25,063         | 75,650                | 4.03%                             | 3,047                           |
| 2018        | 65,338                      | 1.36%  | 2,601      | 342                              | 605                | 66,285                            | 4,811,455             | 25,125         | 77,230                | 3.42%                             | 2,638                           |

(1) See Table 5 for taxable property value data

(2) See Table 12 for income and population data. These ratios are calculated using personal income and population for the calendar year.

(3) Amounts expressed in thousands.



**TOWN OF RIDGEFIELD, CONNECTICUT  
SCHEDULE OF DEBT LIMITATION  
CONNECTICUT GENERAL STATUTES, SECTION 7-374(b)  
FOR THE YEAR ENDED JUNE 30, 2018**

|   |  |                              |
|---|--|------------------------------|
| Tax Base:   |  |                              |
| Total tax collections including interest and lien fees, FYE June 30, 2017 |  | \$ 127,188,003               |
| Reimbursement of Revenue Loss on:   |  |                              |
| Elderly tax freeze and homeowners' grants                                 |  | <u>915</u>                   |
| Total Base  |  | \$ <u><u>127,188,918</u></u> |

|  | <u>Public<br/>Improvement</u> | <u>Schools</u>               | <u>Sewers</u>                | <u>Urban<br/>Renewal</u>     | <u>Pension<br/>Deficit</u>   |
|--|-------------------------------|------------------------------|------------------------------|------------------------------|------------------------------|
| Debt Limitation:   |                               |                              |                              |                              |                              |
| 2 1/4 Times Base   | \$ 286,175,066                | \$                           | \$                           | \$                           | \$                           |
| 4 1/2 Times Base   |                               | 572,350,131                  |                              |                              |                              |
| 3 3/4 Times Base   |                               |                              | 476,958,443                  |                              |                              |
| 3 1/4 Times Base   |                               |                              |                              | 413,363,984                  |                              |
| 3 Times Base   |                               |                              |                              |                              | 381,566,754                  |
| Total limitations  | <u>286,175,066</u>            | <u>572,350,131</u>           | <u>476,958,443</u>           | <u>413,363,984</u>           | <u>381,566,754</u>           |
| Indebtedness:  |                               |                              |                              |                              |                              |
| Bonds outstanding  | 43,149,349                    | 16,371,505                   | 849,146                      |                              |                              |
| Bonds authorized but<br>unissued                                   | 4,031,658                     |                              |                              |                              |                              |
| Less sewer assessments   |                               |                              | (326,741)                    |                              |                              |
| Total indebtedness (1)   | <u>47,181,007</u>             | <u>16,371,505</u>            | <u>522,405</u>               | <u>-</u>                     | <u>-</u>                     |
| Debt Limitation in Excess<br>of Outstanding and<br>Authorized Debt | \$ <u><u>238,994,059</u></u>  | \$ <u><u>555,978,626</u></u> | \$ <u><u>476,436,038</u></u> | \$ <u><u>413,363,984</u></u> | \$ <u><u>381,566,754</u></u> |

Notes: (1) The total of the above indebtedness amounts to: \$ 64,074,917

In no event shall total indebtedness exceed seven times the base for debt limitation computation: \$ 890,322,426

(2) There is no overlapping debt for the Town of Ridgefield.

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

|   | FISCAL YEAR           |                       |                       |                       |                       |                       |                       |                       |                       |                       |
|---|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
|   | 2009                  | 2010                  | 2011                  | 2012                  | 2013                  | 2014                  | 2015                  | 2016                  | 2017                  | 2018                  |
| Debt limit  | \$ 751,329,068        | \$ 766,281,747        | \$ 778,274,042        | \$ 790,889,505        | \$ 793,904,069        | \$ 816,623,311        | \$ 851,751,488        | \$ 858,562,523        | \$ 890,701,175        | \$ 890,322,426        |
| Total net debt applicable to limit                                      | <u>114,044,065</u>    | <u>106,508,712</u>    | <u>105,088,571</u>    | <u>98,829,152</u>     | <u>99,096,548</u>     | <u>91,600,588</u>     | <u>83,055,879</u>     | <u>82,912,448</u>     | <u>73,100,563</u>     | <u>64,074,917</u>     |
| Legal Debt Margin   | <u>\$ 637,285,003</u> | <u>\$ 659,773,035</u> | <u>\$ 673,185,471</u> | <u>\$ 692,060,353</u> | <u>\$ 694,807,521</u> | <u>\$ 725,022,723</u> | <u>\$ 768,695,609</u> | <u>\$ 775,650,075</u> | <u>\$ 817,600,612</u> | <u>\$ 826,247,509</u> |
| Total net debt applicable to the limit<br>as a percentage of debt limit | 15.18%                | 13.90%                | 13.50%                | 12.50%                | 12.48%                | 11.22%                | 9.75%                 | 9.66%                 | 8.21%                 | 7.20%                 |

Note: The State of Connecticut General Statutes require that in no event shall the total debt of the Town exceed seven (7) times the annual receipts from taxation.

**TOWN OF RIDGEFIELD, CONNECTICUT  
 DEMOGRAPHIC AND ECONOMIC STATISTICS  
 LAST TEN FISCAL YEARS  
 (Unaudited)**

| <b>Fiscal Year</b> | <b>Population</b> | <b>Per Capita Income</b> | <b>Personal Income (1)</b> | <b>Median Age (2)</b> | <b>School Enrollment (3)</b> | <b>Unemployment Rate (4)</b> |
|--------------------|-------------------|--------------------------|----------------------------|-----------------------|------------------------------|------------------------------|
| 2009               | 24,595            | 70,366 \$                | 1,730,651,770              | 41                    | 5,480                        | 6.10%                        |
| 2010               | 24,228            | 70,366                   | 1,704,827,448              | 41                    | 5,400                        | 5.80%                        |
| 2011               | 24,652            | 67,076                   | 1,653,557,552              | 42                    | 5,377                        | 6.40%                        |
| 2012               | 24,885            | 74,926                   | 1,864,533,510              | 42                    | 5,312                        | 6.40%                        |
| 2013               | 25,045            | 75,470                   | 1,890,146,150              | 42                    | 5,233                        | 5.80%                        |
| 2014               | 25,164            | 77,342                   | 1,946,234,088              | 43                    | 5,263                        | 4.70%                        |
| 2015               | 25,505            | 76,750                   | 1,957,508,750              | 43                    | 5,194                        | 3.60%                        |
| 2016               | 25,244            | 75,554                   | 1,907,285,176              | 43                    | 4,996                        | 3.90%                        |
| 2017               | 25,063            | 75,650                   | 1,896,015,950              | 44                    | 4,972                        | 3.50%                        |
| 2018               | 25,125            | 77,230                   | 1,940,403,750              | 45                    | 4,810                        | 3.30%                        |

Sources: Population, per capita income, personal income and median age, U.S. Bureau of the Census and Connecticut Department of Health.

- (1) U.S. Bureau of the Census
- (2) Connecticut Economic Resource Center
- (3) Town of Ridgefield, Board of Education
- (4) Connecticut Economic Digest

**TOWN OF RIDGEFIELD, CONNECTICUT  
PRINCIPAL EMPLOYERS  
CURRENT YEAR AND NINE YEARS AGO  
(Unaudited)**

|                                 | 2018         |      |                                     | 2009         |      |                                     |
|---------------------------------|--------------|------|-------------------------------------|--------------|------|-------------------------------------|
|                                 | Employees    | Rank | Percentage of Total Town Employment | Employees    | Rank | Percentage of Total Town Employment |
| Boehringer-Ingelheim, Inc.      | 2,000        | 1    | 17.35%                              | 2,975        | 1    | 25.14%                              |
| Fairfield County Bankcorp       | 200          | 2    | 1.74%                               | 140          | 5    | 1.18%                               |
| Laurel Ridge Health Care Center | 190          | 3    | 1.65%                               | 190          | 2    | 1.61%                               |
| Stop & Shop                     | 160          | 5    | 1.39%                               | 150          | 4    | 1.27%                               |
| Ridgefield Crossings            | 150          | 4    | 1.30%                               | 100          | 7    | 0.85%                               |
| Adam Broderick Salon & Spa      | 145          | 6    | 1.26%                               | 155          | 3    | 1.31%                               |
| Ridgefield BMW                  | 100          | 7    | 0.87%                               | 55           | 9    | 0.46%                               |
| Kohl's Department Store         | 80           | 8    | 0.69%                               | 100          | 6    | 0.85%                               |
| Pamby Motors, Inc.              | 50           | 10   | 0.43%                               | 50           | 10   | 0.42%                               |
| Ullman Devices, Corp            | 40           | 9    | 0.35%                               | 60           | 8    | 0.51%                               |
|                                 | <u>3,115</u> |      | <u>27.03%</u>                       | <u>3,975</u> |      | <u>33.60%</u>                       |

**Source:** Telephone survey and Department of Labor, State of Connecticut

**TOWN OF RIDGEFIELD, CONNECTICUT  
FULL-TIME EQUIVALENT GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM  
LAST TEN FISCAL YEARS  
(Unaudited)**

|                           | FISCAL YEAR  |              |              |              |              |              |              |              |              |              |
|---------------------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|
|                           | 2018         | 2017         | 2016         | 2015         | 2014         | 2013         | 2012         | 2011         | 2010         | 2009         |
| <u>General government</u> |              |              |              |              |              |              |              |              |              |              |
| Management services       | 29.4         | 28.4         | 28.4         | 28.4         | 28.4         | 28.4         | 28.4         | 28.4         | 28.4         | 27.4         |
| Finance                   | 3.0          | 5.0          | 5.0          | 5.0          | 5.0          | 5.0          | 5.0          | 5.0          | 5.0          | 6.0          |
| Planning                  | 3.5          | 3.5          | 3.5          | 3.5          | 3.5          | 3.5          | 3.5          | 3.5          | 3.5          | 3.5          |
| Building                  | 3.0          | 3.0          | 3.0          | 3.0          | 3.0          | 3.0          | 3.0          | 3.0          | 3.0          | 3.0          |
| <u>Public Health</u>      |              |              |              |              |              |              |              |              |              |              |
| Health                    | 3.0          | 3.0          | 3.0          | 3.0          | 3.0          | 3.0          | 3.0          | 3.0          | 3.0          | 3.0          |
| Social Services           | 2.0          | 2.0          | 2.0          | 2.0          | 2.0          | 2.5          | 2.5          | 2.5          | 2.5          | 2.6          |
| <u>Public safety</u>      |              |              |              |              |              |              |              |              |              |              |
| Police                    | 46.9         | 46.9         | 46.9         | 46.9         | 46.9         | 46.9         | 46.9         | 46.9         | 46.9         | 46.9         |
| Fire                      | 42.5         | 42.5         | 42.5         | 42.5         | 42.5         | 42.5         | 42.5         | 42.5         | 42.5         | 42.5         |
| Parking                   | 1.0          | 1.0          | 1.0          | 1.0          | 1.0          | 0.8          | 0.8          | 0.8          | 0.8          | 0.8          |
| Canine                    | 1.0          | 1.0          | 1.0          | 1.0          | 1.0          | 1.0          | 1.0          | 1.0          | 1.0          | 1.0          |
| <u>Public works</u>       |              |              |              |              |              |              |              |              |              |              |
|                           | 26.0         | 26.0         | 26.0         | 26.0         | 26.0         | 26.0         | 26.0         | 26.0         | 26.0         | 26.0         |
| <u>Public Recreation</u>  |              |              |              |              |              |              |              |              |              |              |
| Recreation                | 38.1         | 38.1         | 37.1         | 37.1         | 37.1         | 37.1         | 37.1         | 37.1         | 37.1         | 37.3         |
| Golf Course               | 13.4         | 13.4         | 13.4         | 13.4         | 13.4         | 13.4         | 13.4         | 13.4         | 13.4         | 13.4         |
| Tree Warden               | 0.5          | 0.5          | 0.5          | 0.5          | 0.5          | 0.5          | 0.5          | 0.5          | 0.5          | 0.5          |
| <u>Public Education</u>   |              |              |              |              |              |              |              |              |              |              |
| Certified                 | 466.0        | 466.0        | 478.3        | 469.0        | 469.0        | 460.8        | 460.8        | 460.8        | 460.2        | 462.2        |
| Non-certified             | 248.0        | 248.0        | 233.5        | 242.0        | 242.0        | 231.4        | 231.4        | 231.4        | 248.8        | 242.7        |
| <b>Total</b>              | <b>927.3</b> | <b>928.3</b> | <b>925.1</b> | <b>924.3</b> | <b>924.3</b> | <b>905.8</b> | <b>905.8</b> | <b>905.8</b> | <b>922.6</b> | <b>918.8</b> |

Source: Town of Ridgefield, Human Resources Department and Board of Education, Personnel Department.

Notes: Full-time employees are scheduled to work 1,820 or 2,080 hours per year (including vacation and sick leave). Full-time equivalent employment is calculated by dividing total labor hours by 1,820 or 2,080 based on the employment classification.

**TOWN OF RIDGEFIELD, CONNECTICUT**  
**OPERATING INDICATORS BY FUNCTION/PROGRAM**  
**LAST TEN FISCAL YEARS**  
**(Unaudited)**

|                                 | FISCAL YEAR   |               |               |               |               |               |                |               |               |               |
|---------------------------------|---------------|---------------|---------------|---------------|---------------|---------------|----------------|---------------|---------------|---------------|
|                                 | 2018          | 2017          | 2016          | 2015          | 2014          | 2013          | 2012           | 2011          | 2010          | 2009          |
| <u>General Government</u>       |               |               |               |               |               |               |                |               |               |               |
| <u>Legal Counsel:</u>           |               |               |               |               |               |               |                |               |               |               |
| Professional fees               | \$ 228,957    | \$ 248,293    | \$ 145,626    | \$ 184,147    | \$ 275,004    | \$ 267,381    | \$ 288,307     | \$ 181,081    | \$ 184,766    | \$ 201,721    |
| <u>Town Clerk's Office:</u>     |               |               |               |               |               |               |                |               |               |               |
| Licenses issued                 | 2,853         | 2,873         | 2,793         | 2,765         | 2,743         | 2,671         | 2,798          | 3,054         | 3,073         | 3,111         |
| Record vital statistics         | 484           | 424           | 386           | 369           | 760           | 434           | 436            | 509           | 448           | 427           |
| Document recordings             | 4,855         | 5,729         | 4,961         | 5,165         | 5,495         | 7,077         | 6,744          | 6,427         | 6,189         | 6,357         |
| <u>Registrar of Voters:</u>     |               |               |               |               |               |               |                |               |               |               |
| Registered voters               | 18,610        | 17,977        | 16,667        | 16,155        | 16,500        | 16,677        | 17,090         | 16,225        | 16,352        | 16,131        |
| Elections and referenda         | 3             | 2             | 3             | 4             | 3             | 2             | 5              | 4             | 3             | 3             |
| <u>Planning and Development</u> |               |               |               |               |               |               |                |               |               |               |
| Building permits issued         | 1,751         | 1,814         | 2,087         | 2,009         | 2,381         | 2,220         | 2,336          | 1,734         | 1,666         | 1,719         |
| Value of building permits       | \$ 58,605,521 | \$ 58,626,577 | \$ 49,083,484 | \$ 57,782,819 | \$ 62,343,391 | \$ 75,311,852 | \$ 114,539,257 | \$ 44,575,354 | \$ 36,179,734 | \$ 50,918,011 |
| Zoning permits issued           | 204           | 204           | 267           | 294           | 313           | 245           | 258            | 249           | 258           | 260           |
| <u>Public Safety</u>            |               |               |               |               |               |               |                |               |               |               |
| <u>Police Department:</u>       |               |               |               |               |               |               |                |               |               |               |
| Motor vehicle citations         | 6,553         | 6,990         | 6,727         | 6,835         | 5,848         | 6,148         | 4,984          | 4,988         | 4,926         | 4,679         |
| General citations               | 13,698        | 10,654        | 8,597         | 8,597         | 3,266         | 2,981         | 2,716          | 2,637         | 2,468         | 1,532         |
| <u>Fire Department:</u>         |               |               |               |               |               |               |                |               |               |               |
| Fire related calls              | 1,105         | 1,221         | 1,292         | 1,105         | 1,292         | 1,213         | 1,419          | 1,229         | 1,103         | 1,327         |
| Medical related calls           | 2,108         | 2,031         | 2,045         | 2,200         | 2,045         | 2,287         | 2,158          | 2,141         | 2,046         | 1,952         |
| <u>Parking Authority:</u>       |               |               |               |               |               |               |                |               |               |               |
| Parking violations              | 3,525         | 3,797         | 3,253         | 4,005         | 3,497         | 3,054         | 3,118          | 2,455         | 1,641         | 1,796         |
| <u>Public Works</u>             |               |               |               |               |               |               |                |               |               |               |
| Miles of street resurfacing     | 7.1           | 8.3           | 13.9          | 7.0           | 6.3           | 6.7           | 6.7            | 5.1           | 5.4           | 4.3           |
| Work Orders completed           | 600           | 480           | 536           | 502           | 638           | 556           | 591            | 571           | 606           | 419           |
| <u>Public Recreation</u>        |               |               |               |               |               |               |                |               |               |               |
| Rounds of golf                  | 31,507        | 37,501        | 40,464        | 36,045        | 38,573        | 35,761        | 35,888         | 33,349        | 37,138        | 37,001        |
| Recreation center members       | 6,594         | 6,206         | 6,923         | 6,944         | 6,556         | 6,526         | 6,434          | 5,882         | 6,008         | 6,373         |
| Summer camp participants        | 2,879         | 2,848         | 2,813         | 2,638         | 2,559         | 2,381         | 2,396          | 1,198         | 1,252         | 1,116         |
| Martin park beach passes        | 658           | 717           | 702           | 609           | 689           | 772           | 696            | 583           | 548           | 531           |
| <u>Public Education</u>         |               |               |               |               |               |               |                |               |               |               |
| Student enrollment              | 4,810         | 4,972         | 4,996         | 5,194         | 5,263         | 5,233         | 5,312          | 5,377         | 5,400         | 5,480         |

Source(s): Various Town Departments

**TOWN OF RIDGEFIELD, CONNECTICUT  
CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM  
LAST TEN FISCAL YEARS  
(Unaudited)**

|                             | FISCAL YEAR |       |       |       |       |       |       |       |       |       |
|-----------------------------|-------------|-------|-------|-------|-------|-------|-------|-------|-------|-------|
|                             | 2018        | 2017  | 2016  | 2015  | 2014  | 2013  | 2012  | 2011  | 2010  | 2009  |
| <u>General Government</u>   |             |       |       |       |       |       |       |       |       |       |
| Vehicles                    | 9           | 9     | 9     | 9     | 9     | 8     | 8     | 8     | 8     | 8     |
| <u>Public Safety</u>        |             |       |       |       |       |       |       |       |       |       |
| Police stations             | 1           | 1     | 1     | 1     | 1     | 1     | 1     | 1     | 1     | 1     |
| Fire stations               | 2           | 2     | 2     | 2     | 2     | 2     | 2     | 2     | 2     | 2     |
| Police vehicles             | 20          | 20    | 20    | 21    | 21    | 19    | 19    | 17    | 18    | 18    |
| Fire vehicles               | 16          | 16    | 16    | 16    | 16    | 16    | 16    | 16    | 17    | 17    |
| <u>Public Works</u>         |             |       |       |       |       |       |       |       |       |       |
| Town roads (miles)          | 193.2       | 193.2 | 193.2 | 193.2 | 193.2 | 193.2 | 193.2 | 193.2 | 193.2 | 193.2 |
| Town sidewalks (miles)      | 14.0        | 14.0  | 14.0  | 14.0  | 14.0  | 14.5  | 14.0  | 14.0  | 14.0  | 14.0  |
| Sanitary sewers (miles)     | 20.3        | 20.3  | 20.3  | 20.3  | 20.3  | 20.3  | 20.3  | 20.3  | 20.3  | 20.3  |
| Storm sewers (miles)        | 88.0        | 88.0  | 88.0  | 88.0  | 88.0  | 88.0  | 88.0  | 88.0  | 88.0  | 88.0  |
| Treatment plants            | 2           | 2     | 2     | 2     | 2     | 2     | 2     | 2     | 2     | 2     |
| Highway vehicles            | 40          | 40    | 40    | 37    | 37    | 38    | 38    | 38    | 38    | 38    |
| <u>Public Recreation</u>    |             |       |       |       |       |       |       |       |       |       |
| Acreage                     | 2,156       | 2,156 | 2,156 | 2,156 | 2,156 | 2,156 | 2,156 | 2,156 | 2,156 | 2,156 |
| <u>Athletic facilities:</u> |             |       |       |       |       |       |       |       |       |       |
| Baseball diamonds           | 21          | 21    | 21    | 21    | 21    | 21    | 21    | 21    | 21    | 21    |
| Basketball courts - Outside | 2           | 2     | 2     | 2     | 2     | 2     | 2     | 2     | 2     | 2     |
| Soccer fields               | 15          | 15    | 15    | 15    | 15    | 15    | 15    | 15    | 15    | 15    |
| Football fields             | 3           | 3     | 3     | 3     | 3     | 3     | 3     | 3     | 3     | 3     |
| Playgrounds                 | 10          | 10    | 10    | 10    | 10    | 10    | 10    | 10    | 10    | 10    |
| Tennis courts               | 9           | 9     | 9     | 9     | 9     | 9     | 9     | 9     | 9     | 9     |
| Skate board park            | 1           | 1     | 1     | 1     | 1     | 1     | 1     | 1     | 1     | 1     |
| Nature areas                | 39          | 39    | 39    | 39    | 39    | 39    | 39    | 39    | 39    | 39    |
| Picnic areas                | 3           | 3     | 3     | 3     | 3     | 3     | 3     | 3     | 3     | 3     |
| Swimming pools              | 2           | 2     | 2     | 2     | 2     | 2     | 2     | 2     | 2     | 2     |
| Vehicles                    | 17          | 17    | 17    | 18    | 18    | 17    | 17    | 17    | 16    | 18    |
| <u>Public Education</u>     |             |       |       |       |       |       |       |       |       |       |
| Elementary schools          | 6           | 6     | 6     | 6     | 6     | 6     | 6     | 6     | 6     | 6     |
| Middle schools              | 2           | 2     | 2     | 2     | 2     | 2     | 2     | 2     | 2     | 2     |
| High schools                | 1           | 1     | 1     | 1     | 1     | 1     | 1     | 1     | 1     | 1     |

Source(s): Various Town Departments