

Town of Simsbury

933 Hopmeadow Street Simsbury, Connecticut 06070

Board of Finance Agenda Submission

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March 17, 2022

Trish Munroe
Town Clerk
Simsbury, CT 06070

Dear Ms. Munroe:

A **Special Meeting** of the Board of Finance will be held at **5:45 PM**, on **Wednesday, March 23, 2022**, in the Main Meeting Room of the Simsbury Town Hall, 933 Hopmeadow Street, Simsbury, Connecticut.

The Agenda is as follows:

1. Call to Order
2. Pledge of Allegiance
3. Presentation: CliftonLarsonAllen LLP (CLA) – Fiscal Year 2020/2021 Comprehensive Annual Financial Report (Pages 1 – 192)
4. FY22/23 Budget Discussion
5. Finance Director's Report (Pages 193 – 194)
6. Communications
 - January 2022 Building Department Report (Pages 195 – 196)
7. Adjourn

Lisa Heavner
Chairman

Board of Finance Meeting Schedule:

4/5/22, 4/6/22, 4/19/22, 4/20/22, 5/17/22, 6/14/22, 7/19/22, 8/16/22, 9/20/22, 10/18/22, 11/15/22, 12/13/22, 1/17/23



Board of Finance
Town of Simsbury, Connecticut

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Town of Simsbury, Connecticut (the Town), as of and for the year ended June 30, 2021, and have issued our report thereon dated February 25, 2022. We have previously communicated to you information about our responsibilities under auditing standards generally accepted in the United States of America, *Government Auditing Standards* and the Connecticut State Single Audit Act, as well as certain information related to the planned scope and timing of our audit. Professional standards also require that we communicate to you the following information related to our audit.

Significant audit findings

Qualitative aspects of accounting practices

Accounting policies

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by the Town are described in Note 1 to the financial statements.

As described in Note 5D, the Town changed accounting policies related to fiduciary activities by adopting Statement of Governmental Accounting Standards (GASB Statement) No. 84, *Fiduciary Activities*, in 2021. Accordingly, the cumulative effect of the accounting change as of the beginning of the year is reported in the statement of net position of governmental activities, balance sheet of governmental funds and statement of net position of fiduciary funds.

We noted no transactions entered into by the Town during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimates affecting the financial statements were:

- Management's estimate of the net pension liability is based on actuarial valuation utilizing various assumptions and estimates approved by management. We evaluated the key factors and assumptions used to develop the net pension liability in determining that it is reasonable in relation to the financial statements taken as a whole.

- Management's estimate of the net other post employment benefit (OPEB) liability is based on actuarial valuation utilizing various assumptions and estimates approved by management. We evaluated the key factors and assumptions used to develop the net OPEB liability in determining that it is reasonable in relation to the financial statements taken as a whole.
- Management's estimate of depreciation expense is based on the estimated useful lives of governmental activities capital assets, which are based on history and industry standards. We evaluated the key factors and assumptions used to determine the useful lives in determining that they are reasonable in relation to the financial statements taken as a whole.
- Management's estimate of the allowance for doubtful accounts is based on historical taxes, historical loss levels, and an analysis of the collectability of individual accounts. We evaluated the key factors and assumptions used to develop the allowance in determining that it is reasonable in relation to the financial statements taken as a whole.
- Management's estimate of amounts incurred but not reported (IBNR) health insurance claims is based on historical information and analysis of claims processed. We evaluated the key factors and assumptions used to develop the IBNR liability in determining that it is reasonable in relation to the financial statements taken as a whole.

Financial statement disclosures

Certain financial statement disclosures are particularly sensitive because of their significance to financial statement users. There were no particularly sensitive financial statement disclosures.

The financial statement disclosures are neutral, consistent, and clear.

Difficulties encountered in performing the audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Uncorrected misstatements

Professional standards require us to accumulate all misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. Management has determined that the effects of uncorrected misstatements are immaterial, both individually and in the aggregate, to the financial statements taken as a whole. Governmental activities expenses were overstated by \$433,443 for interest expenses as a result of changing amortization of bond premiums from straight line to effective interest method.

Corrected misstatements

Management did not identify, and we did not notify them of any financial statement misstatements detected as a result of audit procedures.

Disagreements with management

For purposes of this letter, a disagreement with management is a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditors' report. No such disagreements arose during our audit.

Management representations

We have requested certain representations from management that are included in the management representation letter dated February 25, 2022.

Management consultations with other independent accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the Town's financial statements or a determination of the type of auditors' opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Significant issues discussed with management prior to engagement

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to engagement as the Town's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our engagement.

Other information in documents containing audited financial statements

With respect to the required supplementary information (RSI) accompanying the financial statements, we made certain inquiries of management about the methods of preparing the RSI, including whether the RSI has been measured and presented in accordance with prescribed guidelines, whether the methods of measurement and preparation have been changed from the prior period and the reasons for any such changes, and whether there were any significant assumptions or interpretations underlying the measurement or presentation of the RSI. We compared the RSI for consistency with management's responses to the foregoing inquiries, the basic financial statements, and other knowledge obtained during the audit of the basic financial statements. Because these limited procedures do not provide sufficient evidence, we did not express an opinion or provide any assurance on the RSI.

With respect to the schedule of expenditures of state financial assistance (SESFA) accompanying the financial statements, on which we were engaged to report in relation to the financial statements as a whole, we made certain inquiries of management and evaluated the form, content, and methods of preparing the SESFA to determine that the SESFA comply with the requirements the Connecticut State Single Audit Act, respectively, the method of preparing has not changed from the prior period or the reasons for such changes, and SESFA are appropriate and complete in relation to our audit of the financial statements. We compared and reconciled the SESFA to the underlying accounting records used to prepare the financial statements or to the financial statements themselves. We have issued our report thereon dated February 25, 2022.

With respect to the combining and individual fund financial statements and schedules (collectively, the supplementary information) accompanying the financial statements, on which we were engaged to report in relation to the financial statements as a whole, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with accounting principles generally accepted in the United States of America, the method of preparing it has not changed from the prior period or the reasons for such changes, and the information is appropriate and complete in relation to our audit of the financial statements. We compared and reconciled the supplementary information to the underlying accounting records used to prepare the financial statements or to the financial statements themselves. We have issued our report thereon dated February 25, 2022.

The introductory section and statistical tables accompanying the financial statements, which is the responsibility of management, was prepared for purposes of additional analysis and is not a required part of the financial statements. Such information was not subjected to the auditing procedures applied in the audit of the financial statements, and, accordingly, we did not express an opinion or provide any assurance on it.

Our auditors' opinion, the audited financial statements, and the notes to financial statements should only be used in their entirety. Inclusion of the audited financial statements in a document you prepare, such as an annual report, should be done only with our prior approval and review of the document.

* * *

This communication is intended solely for the information and use of the Board of Finance and management of Town of Simsbury, Connecticut and is not intended to be, and should not be, used by anyone other than these specified parties.



CliftonLarsonAllen LLP

West Hartford, Connecticut
February 25, 2022

Town of Simsbury Connecticut



Annual Comprehensive Financial Report

For The Fiscal Year Ended
June 30, 2021

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Annual Comprehensive Financial Report

of the

TOWN OF SIMSBURY, CONNECTICUT

FOR THE FISCAL YEAR ENDED JUNE 30, 2021

Department of Finance
Amy Meriwether
Director of Finance

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Introductory Section

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**TOWN OF SIMSBURY, CONNECTICUT
ANNUAL COMPREHENSIVE FINANCIAL REPORT
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JUNE 30, 2021**

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Town of Simsbury

933 HOPMEADOW STREET

P.O. BOX 495

SIMSBURY, CONNECTICUT 06070

February 25, 2022

To the Board of Selectmen, Board of Education, Board of Finance, Town Manager and citizens of the Town of Simsbury:

Connecticut State Statutes require that all municipal entities publish within six months of the close of the fiscal year a complete set of financial statements presented in conformity with accounting principles generally accepted in the United States of America (GAAP) and audited in accordance with auditing standards accepted in the United States of America by a firm of licensed certified public accountants. Pursuant to that requirement, we hereby issue the comprehensive annual financial report of the Town of Simsbury, Connecticut for the fiscal year ended June 30, 2021.

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

The Town's financial statements have been audited by CliftonLarsonAllen LLP, a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the Town of Simsbury for the fiscal year ended June 30, 2021, 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 by management; and evaluating the overall financial statement presentation. The independent auditor concluded based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the Town of Simsbury financial statements for the fiscal year ended June 30, 2021, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

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Thursday
8:30 a.m. – 1:00 p.m. Friday

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

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

Profile of the Government

The Town of Simsbury was incorporated as Connecticut's twenty-first Town in May 1670. It has a land area of approximately 34.5 square miles and a population of approximately 24,799. Centrally located in the heart of the New York - Boston corridor, Simsbury is a most attractive and diverse suburban community. As a part of the beautiful Farmington Valley, Simsbury offers an unmatched quality of life with a traditional New England town atmosphere in a setting of rolling hills, the picturesque Farmington River and well-manicured properties. Simsbury is conveniently located 20 minutes northwest of Hartford and 20 minutes southwest of Bradley International Airport.

The Town of Simsbury operates under a Charter revised as of December 4, 2017. The form of government is Board of Selectmen/Town Manager - Board of Finance - Referendum. There are five Selectmen (2-year term) and a First Selectman (2-year term). There is also an eight-member Board of Education (4-year term) and a six-member Board of Finance (6-year term). Effective December 4, 2017 the Town Manager is the full-time Chief Executive and Chief Administrative Officer of the town - a role formerly performed by the First Selectman/Selectwoman. The legislative authority of the government is vested in the Board of Selectmen. The Charter requires an automatic referendum for the annual budget and for expenditures in excess of 2% of the annual budget.

The Town of Simsbury provides a full range of services, including police protection; the construction and maintenance of streets and other infrastructure; recreational activities and cultural events; and a public school system which is one of the finest in the state and national level for excellence. Certain sanitation services are provided by a legally separate Water Pollution Control Authority, which functions in essence as a department of the Town of Simsbury and therefore its operations have been included as an integral part of the Town of Simsbury's financial statements.

Annual Budget Process

The budget serves as the foundation of the Town of Simsbury's financial planning and control. The proposed budget is presented during at least one Board of Finance Public Hearing in April. The proposed budget is subject to an automatic referendum by all qualified voters of the Town to be held from 14 to 21 days after the Board of Finance files the approved budget with the Town Clerk. Should the referendum fail to adopt the budget, the Board of Finance, in cooperation with the Town Manager, Board of Selectmen and Board of Education, shall revise the annual budget, or that portion thereof which has been rejected at the referendum, and present it at a subsequent Board of Finance Public Hearing and referendum for acceptance. If the budget remains unaccepted at the second referendum, the budget adopted for the then current fiscal year becomes the temporary budget on a month-to-month basis until a new budget is adopted.

Local Economy

Early in 1994, the Town hired a full-time professional Economic Development Coordinator who formulated a Strategic Plan to guide the Town's economic development efforts to help stimulate the growth of high-quality development. A fiscal impact study was completed in January 1995 to formulate a development strategy for the future. The Town encourages economic development through financial participation in the construction of roads and infrastructure. Economic development efforts have focused on outreach programs, growing home-based businesses, and marketing various commercial and industrial properties to international corporations. An indicator of the Town's success in carrying out its economic development plan was the move of the International Skating Center of Connecticut to town. The Center features a twin ice rink Olympic training facility, a professional dance studio, a fully-equipped weight and fitness center, a state-of-the-art sound system, a pro shop and lounge, and spectator seating for roughly 1,700 people. More recently, an outdoor Performing Arts Center, able to host a full symphony orchestra, with seating area for 10,000 was completed.

The Town supported economic development by constructing the Iron Horse Boulevard, a central downtown street that allows residents and shoppers to move quickly north and south through the Town behind the majority of the Town's retail establishments without cutting off access to those stores.

On the commercial level, the Town's retail centers include the completely rebuilt Simsbury Commons (formally the Farmington Valley Mall), Drake Hill Mall, Simsbury Town Shoppes and recently renovated Andy's Plaza.

Dyno Nobel/Ensign-Bickford Industries, owns substantial real estate in the Town on which it has developed high quality residential structures and over 235,000 square feet of Class A office and research space. The company's Powder Forest Business Park has approximately 550 acres for development and its strict design and construction standards ensure a high level of aesthetics in harmony with the surrounding land.

The former Hartford Special Machine, Inc., building and its site were purchased by a partnership of developers and is now known as Tower Business Park. The building, originally 68,000 square feet on one floor, was completely renovated and a 51,000 square foot second floor was added for a total of 119,000 square feet of rental office space. A second three-story office building containing 45,000 square feet was added. Currently, both Chubb Executive Risk, Inc., a national insurance company employing about 250-499 people, and Blue Ridge Insurance, employing about 140 people, occupy the site.

The Town's current unemployment rate is 4.7% compared to the State average of 6.8% and the national average of 6.1%.

Long-Term Financial Planning

The Town and Board of Education has a six year Capital Improvement Plan which totals approximately \$86 million, of which is estimated that \$58 million will be funded through debt and the remainder from the tax levy, grants and fund balance.

Relevant Financial Policies

The Town of Simsbury's written financial policies are as follows:

- CNR and Capital Policy
- Capital Asset Policy
- Investment Policy
- Pension Investment Policy and Investment Objectives
- Defined Contribution Pension Plan Investment Policy
- Other Post Employment Benefit (OPEB) Trust Investment Policy
- Board of Education Non-Lapsing Account Policy
- Purchasing Policy
- Fund Balance Policy
- Debt Policy

The Town's debt policy establishes, as a long-term objective, that debt retirement expenses (interest and principal) be at a rate of not more than 8% of the total annual budget. For the year ended June 30, 2021, the annual debt retirement expense percentage in relation to the total annual budget was 5.0% and therefore in compliance with the Town's debt policy.

Major Initiatives

The following major projects were subsequently approved at Referendum on May 4, 2021:

- \$36,792,406 was approved and authorized to be funded via grants and the issuance of bonds for renovation and expansion of Latimer Lane School
- \$3,250,000 was approved and authorized to be funded via cash and grants for berm improvements at the Water Pollution Control facility
- \$2,515,860 was approved and authorized to be funded via the issuance of bonds for the purchase and improvement of Meadowood
- \$1,205,000 was approved and authorized to be funded via cash, grants and the issuance of bonds for highway pavement management
- \$1,200,000 was approved and authorized to be funded via cash for design and installation of Woodland Street/Hopmeadow Street area sanitary sewer upgrades
- \$810,000 was approved and authorized to be funded via grants for north end sidewalk construction
- \$700,000 was approved and authorized to be funded via the issuance of bonds for parking and accessibility improvements at Simsbury Meadows
- \$600,000 was approved and authorized to be funded via the issuance of bonds for Simsbury High School bleachers/press box improvements
- \$600,000 was approved and authorized to be funded via cash for the lining of sanitary sewers with the Town collection system
- \$200,000 was approved and authorized to be funded via the issuance of bonds for sidewalk reconstruction

Awards and Acknowledgements

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Town for its annual comprehensive financial report for fiscal year ended June 30, 2020. This was the twenty first consecutive year that we have received this prestigious award. In order to be awarded a Certificate of Achievement, the Town must publish an easily readable and efficiently organized annual comprehensive financial report. The report published satisfied both generally accepted accounting principles and applicable legal requirements.

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

The preparation of this report on a timely basis was made possible by the dedicated service of the entire staff of the Finance Department. In addition, the accounting firm of CliftonLarsonAllen LLP, made substantial contributions in the development of this document. Due credit also should be given to the Town Manager, Board of Selectmen, Board of Education and the Board of Finance for their cooperation, assistance and support throughout the year in matters pertaining to the financial affairs of the Town.

Respectfully submitted,

A handwritten signature in cursive script that reads "Amy Meriwether".

Amy Meriwether
Director of Finance/Treasurer

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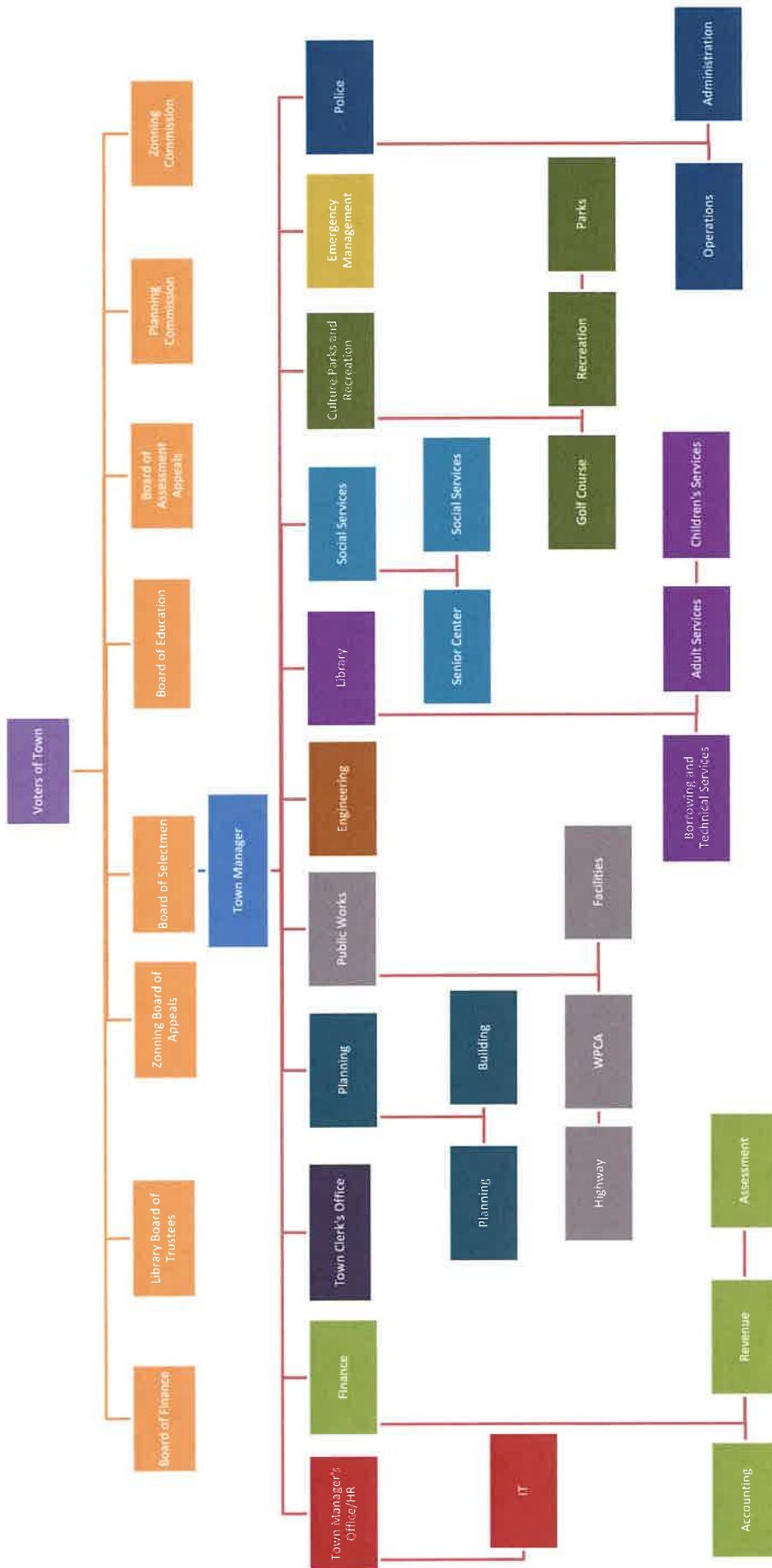
**Town of Simsbury
Connecticut**

For its Comprehensive Annual
Financial Report
For the Fiscal Year Ended

June 30, 2020

Christopher P. Morill

Executive Director/CEO



PRINCIPAL OFFICIALS

As of June 30, 2021

BOARD OF SELECTMEN

Eric Wellman, First Selectman
Sean P. Askham, Deputy 1st Selectman
Wendy Mackstutis
Jackie Battos
Mike R. Paine
Chris Peterson

BOARD OF EDUCATION

Susan Salina, Chairman
Todd S. Burrick
Tara Donohue Willerup
Jeffrey Tindall
Lydia A. Tedone
Sharon Thomas
Jennifer Batchelar
Brian Watson

BOARD OF FINANCE

Robert D. Pomeroy, Jr., Chairman
Lisa Heavner, Vice Chairman
Linda J. Schofield
Derek R. Peterson
Arthur House
Kevin Prell

APPOINTED OFFICIALS

Matthew Curtis, Superintendent
Amy Meriwether, Director of Finance/Treasurer
Ericka Butler, Town Clerk
Colleen O'Connor, Tax Collector
Francine Beland, Assessor
Michael Berry, Director of Civil Preparedness
Kristen Formanek, Social Service Director
Thomas Tyburski, Director of Culture, Parks & Recreation
Mike Glidden, Director of Planning
Thomas Hazel, Conservation Officer
Henry Miga, Building Official
Jeff Shea, Town Engineer
Updike, Kelley & Spellacy, Town Attorney

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Financial Section

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INDEPENDENT AUDITORS' REPORT

Board of Finance
Town of Simsbury, Connecticut

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Town of Simsbury, Connecticut, as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the Town of Simsbury, 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, each major fund and the aggregate remaining fund information of the Town of Simsbury, Connecticut, as of June 30, 2021 and the respective changes in financial position and, where applicable, cash flows thereof, for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of a Matter

As discussed in Note 5D, during fiscal year ended June 30, 2021, the Town of Simsbury, Connecticut, adopted GASB Statement No. 84, *Fiduciary Activities*. As a result of the implementation of this standard, the Town of Simsbury, Connecticut, reported a restatement for the change in accounting principle. Our auditors' opinion was not modified with respect to the restatement.

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 Simsbury, 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.

Board of Finance
Town of Simsbury, Connecticut

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 February 25, 2022 on our consideration of the Town of Simsbury, 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 Simsbury, 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 Simsbury, Connecticut's internal control over financial reporting and compliance.



CliftonLarsonAllen LLP

West Hartford, Connecticut
February 25, 2022

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**TOWN OF SIMSBURY, CONNECTICUT
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2021**

The management of the Town of Simsbury, Connecticut (the Town) offers readers of the Town's financial statements this narrative overview and analysis of the financial activities of the Town for the fiscal year ended June 30, 2021. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal.

Financial Highlights

- At the end of the fiscal year the town's unassigned general fund balance was \$16,955,367 or 15.42% of General Fund expenditures.
- On a government-wide basis, the assets and deferred outflows of resources of the Town exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$122,522,269 for Governmental Activities.
- As of the close of the current fiscal year, the Town's Governmental Funds reported combined ending fund balances of \$45,083,343, an increase of \$12,633,029 in comparison with the prior year.

Overview of the Financial Statements

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

Government-Wide Financial Statements

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

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

The government-wide financial statements distinguish functions of the Town that are principally supported by taxes and intergovernmental revenues (governmental activities). The governmental activities of the Town include general government, planning and development, public safety, facility management, culture and recreation, health, insurances, education, special projects and long-term debt.

The government-wide financial statements can be found on pages 15 and 16 of this report.

Fund Financial Statements

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

Governmental Funds - Governmental Funds are used to account for essentially the same functions reported as Governmental Activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating 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 Funds with similar information presented for Governmental Activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the 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 52 individual 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, Sewer Use Fund, BOE Programs Fund, Capital Project Fund and the ARPA fund, all of which are considered to be major funds.

Data from the other 48 governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

The Town adopts an annual appropriated budget for its General Fund and three of its special revenue funds, Sewer Fund, Residential Rental Properties Fund and Simsbury Farms Fund. Budgetary comparison schedules have been provided for all four funds to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 17 to 20 of this report.

Proprietary Funds - The Town maintains a Self-Insurance Fund to account for the self-insurance program for health insurance coverage for the Town and Board of Education employees.

The basic proprietary fund financial statements can be found on pages 21 to 23 of this report.

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

The basic fiduciary fund financial statements can be found on pages 24 to 25 of this report.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 26 to 70 of this report.

Required Supplementary Information

This report contains certain supplementary information concerning the Town's compliance with legally adopted budgets for the General Fund and Sewer Fund, a major special revenue fund, as well as progress in funding its obligation to provide pension benefits and other post-employment benefits to its employees.

Other Information

The combining statements referred to earlier in connection with nonmajor governmental funds are presented following the notes to the financial statements. Combining and individual fund statements and schedules can be found on pages 88 to 102 of this report.

Government-Wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position and an important determinant of its ability to finance services in the future. In the case of the Town, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$122,522,269 at the close of the most recent fiscal year.

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

NET POSITION - GOVERNMENTAL ACTIVITIES

	Governmental Governmental Activities	
	2021	2020 (as restated)
Current assets	\$ 61,106,772	\$ 50,719,581
Capital assets, net of accumulated depreciation	147,983,394	145,321,448
Noncurrent assets	2,041,371	2,406,503
Total Assets	211,131,537	198,447,532
 Deferred Outflow of Resources	 8,413,775	 7,588,212
Current liabilities	15,788,084	12,822,149
Noncurrent liabilities	69,745,698	69,661,119
Total Liabilities	85,533,782	82,483,268
 Deferred Inflow of Resources	 11,489,261	 6,401,412
 Net Position:		
Net investment in capital assets	102,108,821	104,095,766
Restricted for:		
Grants	1,729,407	
Unrestricted	18,684,041	13,055,298
 Total Net Position	 \$ 122,522,269	 \$ 117,151,064

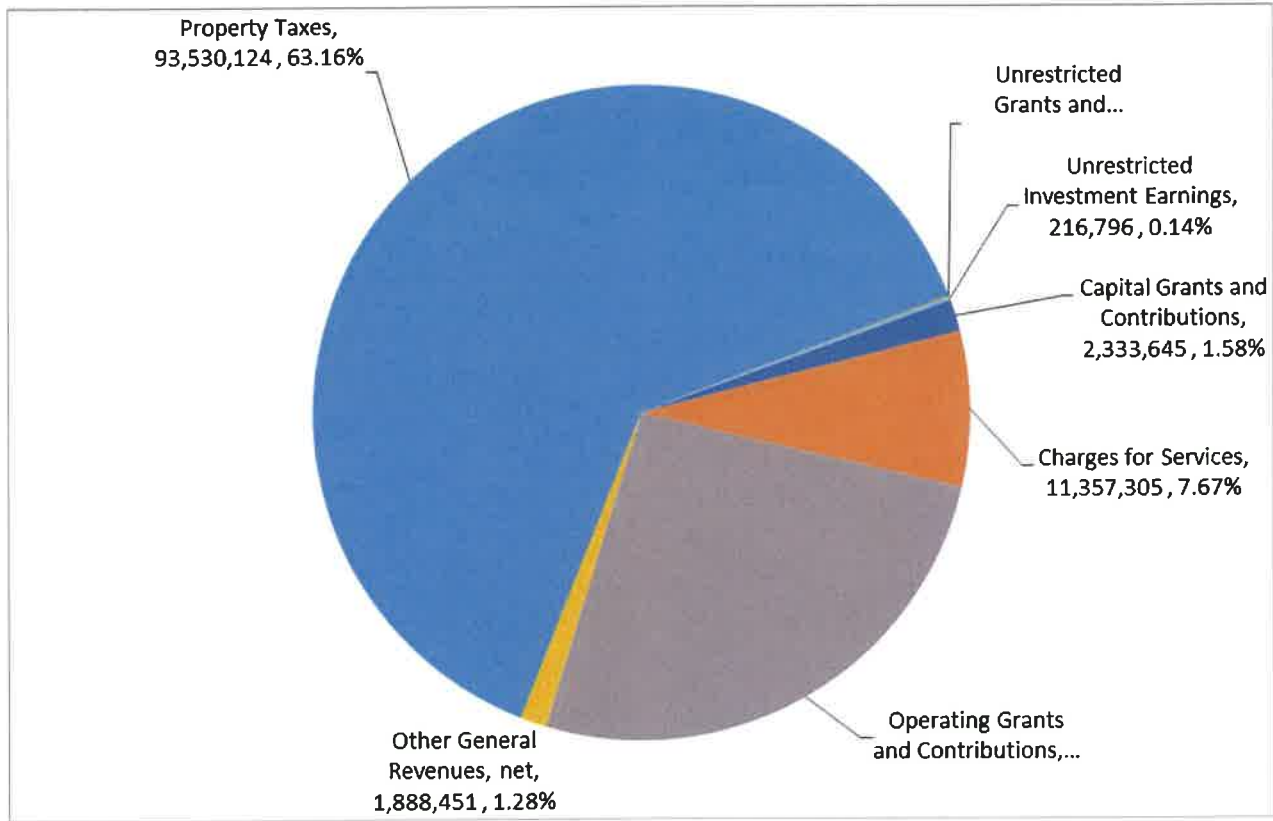
The government's net position increased by \$5,371,205 or 4.58% during the current fiscal year from \$117,151,064 at June 30, 2020 to \$122,522,269 at June 30, 2021. Unrestricted net position, the part of net position that can be used to finance day-to-day operations without constraints established by debt covenants, enabling legislation or other legal requirements, is \$18,684,041 at the end of this year compared to \$13,055,298 at the end of the prior year for an increase of \$5,628,538.

CHANGES IN NET POSITION - GOVERNMENTAL ACTIVITIES

	Governmental Governmental Activities	
	2021	2020 (as restated)
Revenues:		
Program revenues:		
Charges for services	\$ 11,357,305	\$ 8,784,849
Operating grants and contributions	38,619,783	29,090,359
Capital grants and contributions	2,333,645	3,842,029
General revenues:		
Property taxes	93,530,124	92,013,447
Grants and contributions not restricted to specific purpose	136,603	122,048
Unrestricted investment earnings	216,796	770,446
Other general revenues, net	1,888,451	1,852,332
Total revenues	<u>148,082,707</u>	<u>136,475,510</u>
Program expenses:		
General government	3,109,289	3,538,892
Planning and development	751,246	687,491
Public safety	6,092,548	5,707,706
Facility management	9,547,697	10,401,802
Culture and recreation	8,119,710	6,206,411
Health and welfare	974,252	998,310
Education	113,993,273	101,356,331
Interest on long-term debt	123,487	942,031
Total expenses	<u>142,711,502</u>	<u>129,838,974</u>
Change in net position	5,371,205	6,636,536
Net Position - July 1	<u>117,151,064</u>	<u>110,514,528</u>
Net Position - June 30	<u>\$ 122,522,269</u>	<u>\$ 117,151,064</u>

Total revenues were \$148,082,707 and \$136,475,510 for the years ended June 30, 2021 and 2020, respectively. Total cost of all programs and services were \$142,711,502, and \$129,838,974, respectively, for the years ended June 30, 2021 and 2020. Net position increased by \$5,371,205 for the year ended June 30, 2021, while net position increased by \$6,636,536 for the year ended June 30, 2020.

Revenue by Source - Governmental Activities



Governmental Activities

Major revenue factors during the year include:

- Property taxes collected increased by \$1,516,677 or 1.65%.
- Charges for goods and services increased by \$2,572,456 or 2.80%. Illustrated below is a comparison between 2021 and 2020:

	<u>2021</u>	<u>2020</u>	<u>Variance</u>
General government	\$ 1,218,097	\$ 980,762	\$ 237,335
Planning and development	61,235	40	61,195
Public safety	664,915	628,727	36,188
Facility management	4,600,565	4,105,430	495,135
Culture and recreation	1,855,922	1,788,231	67,691
Health and welfare	598	2,537	(1,939)
Education	2,955,973	1,279,122	1,676,851
	<u>\$ 11,357,305</u>	<u>\$ 8,784,849</u>	<u>\$ 2,572,456</u>

- Operating grants and contributions increased by \$9,529,424:

	<u>2021</u>	<u>2020</u>	<u>Variance</u>
General government	\$ 592,814	\$ 210,520	\$ 382,294
Planning and development	993,162	835,775	157,387
Public safety	57,691	5,685	52,006
Facility management	28,408	109,425	(81,017)
Culture and recreation	15,507	42,786	(27,279)
Health and welfare	49,271	133,511	(84,240)
Education	<u>36,882,930</u>	<u>27,752,657</u>	<u>9,130,273</u>
	<u>\$ 38,619,783</u>	<u>\$ 29,090,359</u>	<u>\$ 9,529,424</u>

- Capital grants and contributions decreased by \$1,508,384. Illustrated below is a breakdown comparison between 2021 and 2020:

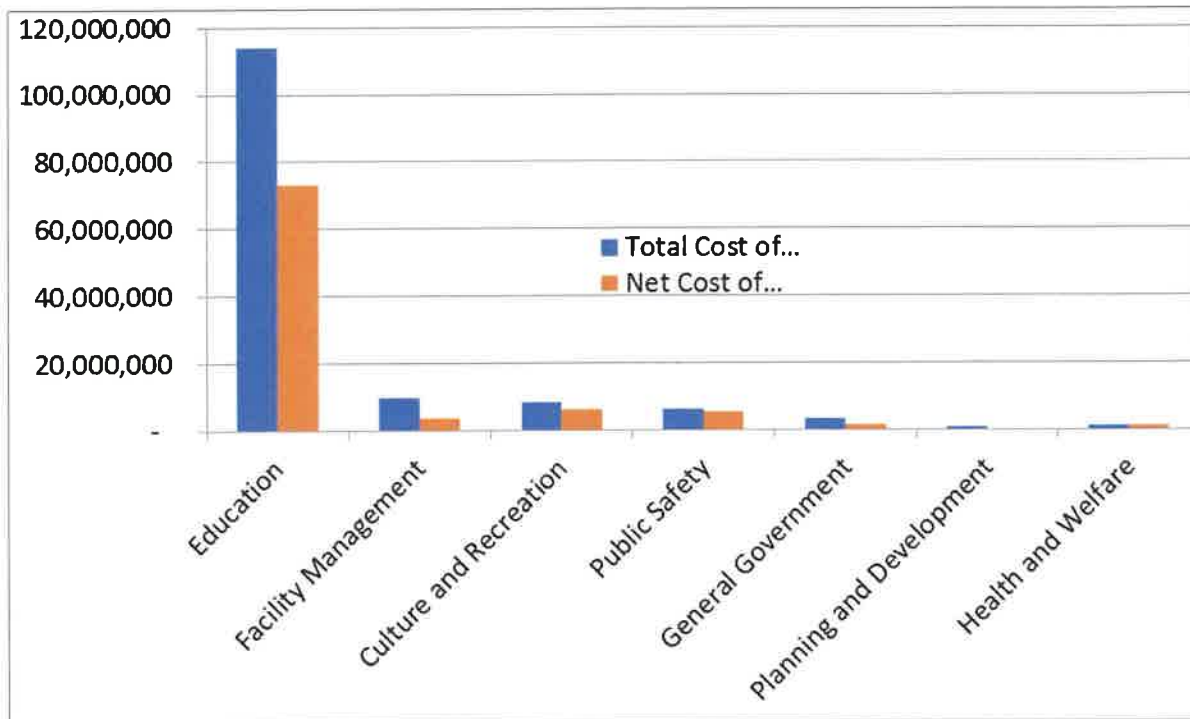
	<u>2021</u>	<u>2020</u>	<u>Variance</u>
Facility management	\$ 1,565,437	\$ 723,731	\$ 841,706
Education	<u>768,208</u>	<u>3,118,298</u>	<u>(2,350,090)</u>
	<u>\$ 2,333,645</u>	<u>\$ 3,842,029</u>	<u>\$ (1,508,384)</u>

The following table presents the cost of each of the Town's programs as well as each program's net cost (total cost less revenues generated by the activities). The net cost shows the financial burden that was placed on the Town's taxpayers by each of these functions.

GOVERNMENTAL ACTIVITIES
For the Year Ended June 30, 2021

	<u>Total Cost of Services</u>	<u>Net Cost of Services</u>
General government	\$ 3,109,289	\$ (1,298,378)
Planning and development	751,246	303,151
Public safety	6,092,548	(5,369,942)
Facility management	9,547,697	(3,353,287)
Culture and recreation	8,119,710	(6,248,281)
Health and welfare	974,252	(924,383)
Education	113,993,273	(73,386,162)
Interest on long-term debt	<u>123,487</u>	<u>(123,487)</u>
	<u>\$ 142,711,502</u>	<u>\$ (90,400,769)</u>

Expenses and Net Cost of Services - Governmental Activities



Financial Analysis of the Government's Funds

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

Governmental Funds

The focus of the Town's Governmental Funds is to provide information on near-term inflows, outflows and balances of spendable resources. Such information is useful in assessing the Town's financing requirements. In particular, unassigned fund balance may serve as a useful measure of 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 \$45,083,343 representing an increase of \$12,633,029 or 38.93% in comparison with the prior year. Of this total amount, \$219,620 is non-spendable, \$1,707,668 is restricted by governmental grants, \$26,198,588 is committed by the Simsbury Board of Finance (Budget-Making Authority), \$215,191 is assigned and \$16,742,276 is unassigned. The \$16,742,276 unassigned fund balance is available for spending at the Town's discretion. The total unassigned fund balance is based on a positive general fund balance in that amount.

The General Fund is the chief operating fund of the Town. At the end of the current fiscal year, the unassigned fund balance for the General Fund was \$16,955,367, while total fund balance was \$17,980,780. As a measure of the general fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Of this total fund balance \$158,914 is non-spendable, \$215,191 is assigned, and \$651,308 is committed, with the balance being unassigned in the amount the \$16,955,367. The total fund balance of the Town's General Fund decreased by \$923,500 during the current fiscal year and the unassigned fund balance decreased by \$820,407. There was a planned decrease to fund balance. As part of year-end transfer requests, target reserve levels were analyzed. Reserves in excess of the target level of 15.5% of operating expenditures were included in the transfers out to capital reserve, therefore resulting in a decrease to the fund balance.

The Sewer Use Fund has a fund balance of \$7,325,717 at the end of the year, an increase of \$438,898 from the prior year. A portion of the fund balance is to be used to help pay the debt service on the Waste Water Treatment Plant \$26.8 million renovation and expansion capital project. This project was funded 100% by the State of Connecticut Clean Water Fund 2% Loan and Grant program, which was refunded in 2021. This project is completed and payments began on the 20-year, 2% loan program in September 2008. The loan will be repaid by future sewer user charges. The majority of the increase to fund balance relates to unanticipated revenues in excess of budget for assessments.

The Capital Project Fund has a fund balance of \$12,476,485 at the end of the year, representing an increase of \$12,967,562 over the prior year fund balance of (\$491,077). Fund balance increased as a result of borrowing for bonded projects in the current year.

Other nonmajor governmental funds have a total fund balance of \$6,495,414, representing an increase of \$114,296 from the prior year as illustrated.

Nonmajor Governmental Funds	2021	2020	Variance
Residential Rental Properties	\$ 403,268	\$ 357,737	\$ 45,531
Simsbury Farms Fund	207,182	62,837	144,345
General Government Program Fund	140,055	115,444	24,611
Public Safety Program Fund	262,994	287,815	(24,821)
Planning & Development Program Fund	290,820	266,010	24,810
Facilities Management Program Fund	824,092	980,925	(156,833)
Health & Welfare Program Fund	295,893	322,061	(26,168)
Culture & Recreation Program Fund	162,426	158,215	4,211
Sewer Assessment Fund	1,610,998	1,413,687	197,311
Cafeteria	(168,655)	105,535	(274,190)
State and Federal Education Grants			-
Capital and Nonrecurring Expenditures Fund	1,695,221	1,662,683	32,538
Student Activity	400,200	213,198	187,002
BOE Flex Spending Fund	31,266	31,559	(293)
Town Flex Spending Fund	5,632	10,115	(4,483)
Continuing Education	283,326	349,313	(65,987)
Enrichment & Extended Day	50,696	43,984	6,712
Total	\$ 6,495,414	\$ 6,381,118	\$ 114,296

General Fund Budgetary Highlights

The original general fund budget including other financing sources and uses of \$102,436,546 was increased by \$968,443 to the final budget of \$103,404,989 due to the following:

- \$1,065,377 Salary and benefits savings in various departments including: Town Clerk, Assessor, Planning, Public Safety, Parks, Engineering, Library and Social Services. Savings related to vacant positions and staff turnover.
- \$72,502 Contractual services savings, mainly from Senior Center transportation and Assessor inspections. These were two services were limited during the year due to COVID-19 along with many other services to a lesser degree.
- \$42,166 Conferences & Education savings in various departments due to limited availability/activity from COVID-19.
- (\$69,956) in COVID-19 related expenditures to re-open Town hall after being closed for an extended period of time

- (\$60,160) in equipment purchases for the Police department including radar equipment and furniture
- (\$32,635) in legal expenditures related to open arbitrations
- (\$28,287) in equipment maintenance expenditures at the Library from a failing boiler

Actuals exceeded final budget by \$1,818,716. This is related to year-end transfers as identified below:

- \$1,433,716 transfer to the Capital Reserve Fund for future use
- \$385,000 in transfers to the Capital Non-Recurring Fund for two (2) message sign boards, resurfacing and painting of tennis courts, way finding signage, materials crushing, sidewalk reconstruction, wood chipper/front end loader purchase, security cameras, renovation of office space in the police department, Meadowood legal expenditures, life safety analysis for the Performing Arts Center and accounting system implementation costs.

Actual revenues were more than budgetary estimates by \$991,647 mainly related to the following:

- \$830,808 in building and permit fees from a development and housing boom in Simsbury. This trend has spiked in recent years as interest rates have hit all-time lows due to the pandemic
- \$584,943 increased tax collections due to a conservative assumed collection rate
- \$393,020 in unanticipated State and Federal grants to provide relief from additional expenditures incurred by the COVID-19 pandemic
- \$270,488 increased conveyance and recording fees related to increased home sales
- \$76,745 in unanticipated Educational Cost Sharing Revenue
- \$61,153 in unanticipated insurance refunds
- \$41,704 in unanticipated FEMA storm grant funding
- \$36,292 increased number of students paying tuition to attend Simsbury schools
- (\$968,443) appropriation from fund balance that was not needed
- (\$340,043) decrease in investment income due to declining interest rates

Capital Asset and Debt Administration

Capital Assets - The Town's investment in capital assets (net of accumulated depreciation) for its governmental activities as of June 30, 2021 amounted to \$147,983,394. This investment in capital assets included land, buildings and system improvements, machinery and equipment, park facilities, roads, highways, and bridges. The total net change in the Town's investment in capital assets for the current fiscal year was a decrease of \$1,986,945.

CAPITAL ASSETS (net of depreciation)
June 30, 2021

Land	\$	10,175,191
Development rights		11,725,000
Construction in progress		25,352,213
Buildings and improvements		81,061,968
Land improvements		2,453,772
Equipment		6,129,607
Infrastructure		<u>11,085,643</u>
	\$	<u>147,983,394</u>

Additional information on the Town’s Capital Assets can be found in Note 3C on pages 39 to 40 of this report.

Long-term Debt - At the end of the current fiscal year, the Town had total bonded debt outstanding of \$47,497,842, of which \$6,018,274 is due within one year. All of the debt is backed by the full faith and credit of the Town.

OUTSTANDING DEBT
June 30, 2021

General obligation bonds	\$	47,470,000
Loan payable - State of Connecticut		<u>27,842</u>
	\$	<u>47,497,842</u>

The Town’s total debt increased during the current fiscal year by \$8,404,674. This increase was the result of new debt issued in the current fiscal year. The Town has an “Aaa” rating from Standard and Poor’s and Moody’s for general obligation debt.

State statutes limit the amount of general obligation debt a governmental entity may issue to 7.0 times its total prior years’ tax collections. The current debt limitation for the Town is \$643,749,365 which is significantly more than the Town’s outstanding general obligation debt.

Additional information on the Town’s long-term debt can be found in Note 3E on pages 41 to 44 of this report.

Economic Factors and Next Year's Budgets and Rates

The Town's elected Board of Finance considered many factors when setting the fiscal year 2021/22 budget spending guideline and mill rate. Factors included the economy, consumer price index, comparative town data, and the State budget situation. The current unemployment rate for the Town of Simsbury as of October 2021 was 3.6%, which is consistent with the prior year as a result of the COVID-19 pandemic. This compares to the State's average unemployment rate of 6.4% and the national average rate of 4.6%.

Requests for Information

This financial report is designed to provide a general overview of the Town's finances for all those with an interest in the 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 Director of Finance/Treasurer for the Town of Simsbury.

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Basic Financial Statements

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**TOWN OF SIMSBURY, CONNECTICUT
STATEMENT OF NET POSITION
JUNE 30, 2021**

	Governmental Activities
Assets:	
Current assets:	
Cash and cash equivalents	\$ 55,445,602
Investments	666,370
Accounts receivable	3,996,048
Loans receivable	365,132
Inventories	44,436
Other assets	589,184
Total current assets	<u>61,106,772</u>
Noncurrent assets:	
Capital assets:	
Nondepreciable	47,252,404
Depreciable, net	100,730,990
Loans receivable	2,041,371
Total noncurrent assets	<u>150,024,765</u>
Total assets	<u>211,131,537</u>
Deferred Outflows of Resources:	
Deferred outflows related to pension	6,307,537
Deferred outflows related to OPEB	1,578,427
Deferred charge on refunding	527,811
Total deferred outflows of resources	<u>8,413,775</u>
Liabilities:	
Current liabilities:	
Accounts payable	3,144,835
Accrued interest payable	441,995
Unearned revenues	4,278,442
Bonds and loans payable	6,018,274
Compensated absences	941,638
Claims liability	957,900
Landfill closure	5,000
Total current liabilities	<u>15,788,084</u>
Noncurrent liabilities:	
Bonds and loans payable	46,298,613
Net pension liability	17,967,751
Net OPEB liability	4,994,097
Compensated absences	455,237
Landfill closure	30,000
Total noncurrent liabilities	<u>69,745,698</u>
Total liabilities	<u>85,533,782</u>
Deferred Inflows of Resources:	
Advance sewer use collections	37,344
Deferred inflows related to pension	8,320,637
Deferred inflows related to OPEB	3,131,280
Total deferred inflows of resources	<u>11,489,261</u>
Net Position:	
Net investment in capital assets	102,108,821
Restricted for:	
Grants	1,729,407
Unrestricted	18,684,041
Total Net Position	<u>\$ 122,522,269</u>

The accompanying notes are an integral part of the financial statements

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

Function/Program Activities	Program Revenues			Capital Grants and Contributions	Net Revenues (Expenses) and Changes in Net Position
	Expenses	Charges for Services	Operating Grants and Contributions		
Primary Government:					
Governmental activities:					
General government	\$ 3,109,289	\$ 1,218,097	\$ 592,814	\$	(1,298,378)
Planning and development	751,246	61,235	993,162		303,151
Public safety	6,092,548	664,915	57,691		(5,369,942)
Facility management	9,547,697	4,600,565	28,408	1,565,437	(3,353,287)
Culture and recreation	8,119,710	1,855,922	15,507		(6,248,281)
Health and welfare	974,252	598	49,271		(924,383)
Education	113,993,273	2,955,973	36,882,930	768,208	(73,386,162)
Interest on long-term debt	123,487				(123,487)
Total Governmental Activities	\$ 142,711,502	\$ 11,357,305	\$ 38,619,783	\$ 2,333,645	(90,400,769)
General Revenues:					
Property taxes, levied for general purposes					93,530,124
Grants and contributions not restricted to specific programs					136,603
Investment earnings					216,796
Other general revenues					1,888,451
Total general revenues					<u>95,771,974</u>
Change in net position					5,371,205
Net Position at Beginning of Year, As Restated					<u>117,151,064</u>
Net Position at End of Year					<u>\$ 122,522,269</u>

The accompanying notes are an integral part of the financial statements

**TOWN OF SIMSBURY, CONNECTICUT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2021**

	General Fund	Sewer Use Fund	BOE Programs Fund	Capital Project Fund	ARPA Fund	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS							
Cash and cash equivalents	\$ 17,965,624	\$ 7,429,130	\$ 56,968	\$ 12,791,996	\$ 3,757,833	\$ 7,811,087	\$ 49,812,638
Investments			666,370				666,370
Receivables, net	1,734,462	2,470,355	299,866	166,648		1,731,220	6,402,551
Due from other funds	1,448,837						1,448,837
Inventories						44,436	44,436
Other assets	158,914	913	2,200			13,157	175,184
Total Assets	\$ 21,307,837	\$ 9,900,398	\$ 1,025,404	\$ 12,958,644	\$ 3,757,833	\$ 9,599,900	\$ 58,550,016
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES							
Liabilities:							
Accounts payable	\$ 2,062,659	\$ 113,136	\$ 32,994	\$ 479,611	\$ -	\$ 426,790	\$ 3,115,190
Due to other funds			187,463			1,261,374	1,448,837
Due to other governments						25,109	25,109
Unearned revenue	67,724			2,548	3,757,833	450,337	4,278,442
Total liabilities	2,130,383	113,136	220,457	482,159	3,757,833	2,163,610	8,867,578
Deferred Inflows of Resources:							
Unavailable revenue - property taxes	788,644						788,644
Unavailable revenue - property tax interest	408,030						408,030
Unavailable revenue - sewer assessments						919,137	919,137
Unavailable revenue - receivables		2,424,201					2,424,201
Unavailable revenue - small cities loans						21,739	21,739
Advance sewer use collections		37,344					37,344
Total deferred inflows of resources	1,196,674	2,461,545	-	-	-	940,876	4,599,095
Fund Balances:							
Nonspendable	158,914	913	2,200			57,593	219,620
Restricted			43,092			1,664,576	1,707,668
Committed	651,308	7,324,804	759,655	12,476,485		4,986,336	26,198,588
Assigned	215,191						215,191
Unassigned	16,955,367					(213,091)	16,742,276
Total fund balances	17,980,780	7,325,717	804,947	12,476,485	-	6,495,414	45,083,343
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 21,307,837	\$ 9,900,398	\$ 1,025,404	\$ 12,958,644	\$ 3,757,833	\$ 9,599,900	\$ 58,550,016

(Continued on next page)

**TOWN OF SIMSBURY, CONNECTICUT
BALANCE SHEET
GOVERNMENTAL FUNDS (CONTINUED)
JUNE 30, 2021**

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)	\$ 45,083,343
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Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds:

Governmental capital assets	\$ 268,788,243	
Less accumulated depreciation	<u>(120,804,849)</u>	
Net capital assets		147,983,394

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

Loans receivable from small cities	21,739
Loans receivable from other districts	2,406,503
Property tax receivables greater than 60 days	1,196,674
Sewer assessments receivable	919,137
Interest receivable on sewer use receivable	17,698
Deferred outflows related to pension	6,307,537
Deferred outflows related to OPEB	1,578,427

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.

5,084,528

Long-term liabilities, including deferred inflows of resources are not due and payable in the current period and, therefore, are not reported in the funds:

Bonds payable	(47,470,000)
Unamortized bond premium	(4,819,045)
Deferred charge on refunding	527,811
Notes payable	(27,842)
Interest payable on bonds	(441,995)
Compensated absences	(1,396,875)
Net pension liability	(17,967,751)
Net OPEB liability	(4,994,097)
Deferred inflows related to pension	(8,320,637)
Deferred inflows related to OPEB	(3,131,280)
Landfill liability	<u>(35,000)</u>

Net Position of Governmental Activities (Exhibit I)	<u>\$ 122,522,269</u>
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The accompanying notes are an integral part of the financial statements

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

	General Fund	Sewer Use Fund	BOE Programs Fund	Capital Project Fund	ARPA Fund	Nonmajor Governmental Funds	Total Governmental Fund
Revenues:							
Property taxes	\$ 93,537,721	\$	\$	\$	\$	\$	\$ 93,537,721
Intergovernmental	17,649,800	301,693	301,530	1,522,529		8,230,930	28,006,482
Investment income (loss)	58,259	9,898	146,309			2,330	216,796
Charges for goods and services	1,439,512					4,986,698	6,426,210
Licenses and permits	1,443,584						1,443,584
Rental of town-owned property	82,500						82,500
Local revenues	97,389			37,000			134,389
Assessments		3,099,122				208,505	3,307,627
Other	9,310	881,341	274,414	326,250		397,135	1,888,450
Total revenues	<u>114,318,075</u>	<u>4,292,054</u>	<u>722,253</u>	<u>1,885,779</u>	<u>-</u>	<u>13,825,598</u>	<u>135,043,759</u>
Expenditures:							
Current:							
General government	2,558,925					114,788	2,673,713
Planning and development	556,501						556,501
Public safety	5,060,767					359,438	5,420,205
Facility management	4,050,618	2,191,368				58,616	6,300,602
Culture and recreation	2,561,632					1,880,029	4,441,661
Health and welfare	752,134					138,192	890,326
Fringe benefits and insurances	6,254,510						6,254,510
Education	82,703,078		686,480			10,001,523	93,391,081
Capital outlay				9,553,655		2,518,812	12,072,467
Debt service:							
Principal payments	4,315,000	1,107,682				8,192	5,430,874
Interest and other	1,156,465	157,304		93,682		1,184	1,408,635
Total expenditures	<u>109,969,630</u>	<u>3,456,354</u>	<u>686,480</u>	<u>9,647,337</u>	<u>-</u>	<u>15,080,774</u>	<u>138,840,575</u>
Excess (Deficiency) of Revenues over Expenditures	<u>4,348,445</u>	<u>835,700</u>	<u>35,773</u>	<u>(7,761,558)</u>	<u>-</u>	<u>(1,255,176)</u>	<u>(3,796,816)</u>
Other Financing Sources (Uses):							
Transfers in	434,268	28,353		5,090,000		2,063,370	7,615,991
Transfers out	(5,706,213)	(490,000)		(600,880)		(818,898)	(7,615,991)
Premium on bond issuance				1,630,000			1,630,000
Premium on refunding bond issuance		964,297					964,297
Bond issuance				14,610,000		125,000	14,735,000
Refunding bonds issued		6,525,000					6,525,000
Payments to escrow agent		(7,424,452)					(7,424,452)
Total other financing sources (uses)	<u>(5,271,945)</u>	<u>(396,802)</u>	<u>-</u>	<u>20,729,120</u>	<u>-</u>	<u>1,369,472</u>	<u>16,429,845</u>
Net Change in Fund Balances	(923,500)	438,898	35,773	12,967,562	-	114,296	12,633,029
Fund Balances at Beginning of Year, As Restated	<u>18,904,280</u>	<u>6,886,819</u>	<u>769,174</u>	<u>(491,077)</u>	<u>-</u>	<u>6,381,118</u>	<u>32,450,314</u>
Fund Balances at End of Year	<u>\$ 17,980,780</u>	<u>\$ 7,325,717</u>	<u>\$ 804,947</u>	<u>\$ 12,476,485</u>	<u>\$ -</u>	<u>\$ 6,495,414</u>	<u>\$ 45,083,343</u>

(Continued on next page)

**TOWN OF SIMSBURY, CONNECTICUT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2021**

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) \$ 12,633,029

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

Capital outlay 8,186,386
Depreciation expense (5,524,440)

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

Property taxes collected after 60 days (11,865)
Sewer assessment revenue (208,508)
Loans receivable (355,706)
Sewer use interest receivable 4,268

Deferred outflows related to pension 1,149,736
Deferred outflows related to OPEB (821,034)

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. This amount is the net effect of these differences in the treatment of long-term debt and related items.

Bond issuance (14,735,000)
Refunded bonds (6,525,000)
Premium on bonds issued (1,630,000)
Premium on refunding bonds issued (964,297)
Premium amortization 1,051,278
Accrued interest (262,992)
Principal payments 5,430,874
Payments to refunding agent 7,424,452
Pension liability 6,154,167
OPEB liability 3,344,620

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.

Deferred charge on refunding 496,861
Deferred inflows related to pension (7,699,942)
Deferred inflows related to OPEB (2,151,784)
Change in long-term compensated absences (359,250)
Other - landfill 5,000

The net profit (loss) of the internal service funds is reported with governmental activities. 740,352

Change in Net Position of Governmental Activities (Exhibit II) \$ 5,371,205

The accompanying notes are an integral part of the financial statements

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

	Governmental Activities Health Insurance Fund
Assets:	
Current assets:	
Cash and cash equivalents	\$ 5,632,964
Prepaid items	414,000
Total current assets	<u>6,046,964</u>
Liabilities:	
Current liabilities:	
Accounts payable and accrued items	4,536
Noncurrent liabilities:	
Claims incurred but not reported	<u>957,900</u>
Total liabilities	<u>962,436</u>
Net Position:	
Unrestricted	<u>\$ 5,084,528</u>

The accompanying notes are an integral part of the financial statements

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

	Governmental Activities Health Insurance Fund
Operating Revenues:	
Charges for services	\$ 15,760,911
Other operating revenue	850,601
Interest on investments	83
Total operating revenues	<u>16,611,595</u>
Operating Expenses:	
Claims incurred	14,758,992
Administration and stop loss insurance fees	1,112,251
Total operating expenses	<u>15,871,243</u>
Change in Net Position	740,352
Net Position at Beginning of Year	<u>4,344,176</u>
Net Position at End of Year	<u>\$ 5,084,528</u>

The accompanying notes are an integral part of the financial statements

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

	Governmental Activities Health Insurance Fund
Cash Flows from Operating Activities:	
Receipts from customers and users	\$ 16,611,595
Payments to employees	<u>(15,615,440)</u>
Net cash provided by operating activities	996,155
Net Increase in Cash and Cash Equivalents	996,155
Cash and Cash Equivalents at Beginning of Year	<u>4,636,809</u>
Cash and Cash Equivalents at End of Year	<u>\$ 5,632,964</u>
Reconciliation of Operating (Income) Loss to Net Cash Provided by (Used in) Operating Activities:	
Operating income (loss)	\$ <u>740,352</u>
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:	
Change in assets and liabilities:	
(Increase) decrease in prepaid items	(39,097)
Increase (decrease) in accounts payable	294,900
Increase (decrease) in claims payable	<u>255,803</u>
Total adjustments	<u>255,803</u>
Net Cash Provided by Operating Activities	<u>\$ 996,155</u>

The accompanying notes are an integral part of the financial statements

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

	Pension and Other Employee Benefit Trust Funds
Assets:	
Cash and cash equivalents	\$ 809,307
Investments, at fair value:	
Mutual funds	100,808,613
Private equity funds	4,012,541
Accounts receivable	<u>67,124</u>
 Total assets	 <u>105,697,585</u>
Liabilities:	
Accounts payable	<u>24,781</u>
 Total liabilities	 <u>24,781</u>
Net Position:	
Restricted for Pension Benefits	83,006,084
Restricted for OPEB Benefits	<u>22,666,720</u>
 Total Net Position	 \$ <u><u>105,672,804</u></u>

The accompanying notes are an integral part of the financial statements

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

	Pension and Other Employee Benefit Trust Funds
Additions: Contributions: Employer Plan members Total contributions	\$ 4,738,158 958,930 <u>5,697,088</u>
Investment earnings: Change in fair value of investments Interest Total investment gain (loss) Less investment expenses: Investment management fees Net investment gain (loss)	19,744,730 1,601,370 <u>21,346,100</u> 86,337 <u>21,259,763</u>
Total additions	<u>26,956,851</u>
Deductions: Benefits Administrative expense Total deductions	6,152,357 176,816 <u>6,329,173</u>
Net Change in Net Position	20,627,678
Net Position at Beginning of Year	<u>85,045,126</u>
Net Position at End of Year	\$ <u><u>105,672,804</u></u>

The accompanying notes are an integral part of the financial statements

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**TOWN OF SIMSBURY, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The Town of Simsbury, Connecticut (the Town) operates under a charter as revised November 8, 2016, effective December 4, 2017. The Town is governed by an elected Board of Selectmen consisting of a first selectman and five other members, an elected eight-member Board of Education, and an elected six-member Board of Finance.

The Board of Selectmen appoints a Town Manager who shall be the chief executive and the administrative official of the Town and shall serve at the pleasure of the Board of Selectmen. The Town Manager is appointed on the basis of executive and administrative qualifications, character, education, training and experience. The Town Manager devotes full working time to the duties of the office.

The Town Manager is responsible to the Board of Selectmen for carrying out all acts and policies of the Board of Selectmen, and all resolutions and ordinances adopted by the Town. The Town Manager is responsible for the administration of the Town consistent with the policies established by the Board of Selectmen and for carrying out such other duties and responsibilities as set forth in the Charter.

The financial statements include all of the funds of the Town that meet the criteria for inclusion as set forth in Statement of Governmental Accounting Standards No. 61, as amended, issued by the Governmental Accounting Standards Board (GASB).

Accounting principles generally accepted in the United State of America require that the reporting entity include the primary government, organizations for which the primary government is financially accountable, and other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. A government is financially accountable for a legally separate organization if it appoints a voting majority of the organization's governing body and there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the government. These criteria have been considered and have resulted in the inclusion of the fiduciary component units as detailed below.

Fiduciary Component Units

The Town has established three single-employer Public Retirement Systems (PERS) plans and one postretirement health care benefits (OPEB) plan to provide retirement benefits and post-retirement health care benefits primary to employees and their beneficiaries. The Town performs the duties of a governing board for the Pension and OPEB plans and is required to make contributions to the pension and OPEB plans.

The financial statements of the fiduciary component units are reported as Pension and OPEB Trust fund in the fiduciary fund financial statements. Separate financial statements have not been prepared for the fiduciary component units.

B. Basis of Presentation

The accompanying financial statements have been prepared in conformity with GAAP as applied to government units. The GASB is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the Town's accounting policies are described below.

Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the Town. Interfund services provided and used are not eliminated in the process of consolidation. Governmental activities are normally supported by taxes and intergovernmental revenues.

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. Certain indirect costs are allocated as part of the program expense reported for individual functions and activities and are not eliminated in the process of consolidation. Program revenues include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

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

Measurement Focus, Basis of Accounting and Financial Statement Presentation

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

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

Property taxes, 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 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 and claims and judgments, are recorded only when payment is due.

**TOWN OF SIMSBURY, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021**

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 *Sewer Use Fund* is the sewer treatment plant primary operating fund. It accounts for all financial resources associated with the operations of the sewer treatment plant. The major sources of revenue for this fund is sewer assessments and use charges.

The *Board of Education Program Fund* accounts for Board of Education programs including district activity for the Kathleen Magowan Revocable Trust, the Farmington Valley Transitional Academy, and other scholarship donations, gifts and distributions of trust income.

The *Capital Project Fund* accounts for financial resources to be used for capital expenditures or for the acquisition or construction of capital facilities, improvements and/or equipment. Capital projects of greater than one year's duration have been accounted for in the Capital Project Fund. Most of the capital outlays are financed by the issuance of general obligation bonds. Other sources include capital grants, current tax revenues and low-interest state loans.

The *ARPA Fund* accounts for financial resources received as a result of the American Rescue Plan Act (ARPA).

Additionally, the Town reports the following fund types:

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

The *Pension and Other Employee Benefit Trust Funds* are used to account for the activities of the Town's defined benefit plans and the Town and Board of Education for other post employment benefits (e.g., health insurance, life insurance) which accumulate resources for pension benefit and other post employment benefit payments to qualified employees.

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 revenue includes all taxes.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Town's proprietary funds are charges to the Town and its employees for medical insurance premiums. Operating expenses for the fund include the cost of claims 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.

**TOWN OF SIMSBURY, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021**

C. Cash Equivalents

For purposes of reporting cash flows, all savings, checking, money market accounts and certificates of deposit with an original maturity of less than 90 days are considered to be cash equivalents.

D. Investments

Investments are stated at fair value.

E. Inventories and Prepaid Items

All inventories are valued at cost using the first-in/first-out (FIFO) method. Inventories of governmental funds are recorded as expenditures when consumed rather than when purchased. Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

F. Receivables and Payables

Due from/to Other Funds

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

Loans Receivable

Loans receivable in the Planning and Development Program Fund are related to small cities loans. Loans receivable in the governmental activities are due from participating municipalities for their portion of the waste water treatment plant renovation and expansion capital project. Loans receivable are recorded and revenues recognized as earned.

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 \$10,000 for equipment, \$20,000 for improvements and \$100,000 for infrastructure, and an estimated useful life of more than two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed.

**TOWN OF SIMSBURY, CONNECTICUT
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2021**

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

<u>Assets</u>	<u>Years</u>
Infrastructure:	
Roads	30-50
Sewer Lines and Water Lines	50
Bridge/Large Culverts	30-50
Dams	50
Land and Buildings:	
Land	-
Buildings	50 -75
Construction in progress	-
Vehicles and Equipment:	
Fire Equipment	20-25
Ambulances	5
Construction Equipment	5
Machinery and Equipment	3-10
Vehicles	3-15

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. Deferred outflows of resources related to pension and OPEB result from differences between expected and actual experience or other inputs. These amounts are deferred and included in pension and OPEB expense in a systematic and rational manner over a period equal to the average of the expected remaining service lives of all employees that are provided with benefits through the pension plan (active employees and inactive employees).

**TOWN OF SIMSBURY, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021**

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 deferred inflows related to pension and OPEB in the government-wide statement of net position. The Town also reports advance property tax collections and advance sewer use collections, in the government-wide statement of net position and in the governmental funds balance sheet. A deferred inflow of resources related to pension and OPEB results from differences between expected and actual experience, changes in assumptions or other inputs or the net difference between projected and actual earnings on pension and OPEB plan investments. These amounts are deferred and included in pension and OPEB expense in a systematic and rational manner over a period equal to the average of the expected remaining service lives of all employees that are provided with benefits through the pension and OPEB plan (active employees and inactive employees) or in the case of the difference in projected and actual earnings on pension and OPEB plan investments, over a systematic and rational method over a closed five-year period. Advance property tax collections and advance sewer use collections represent taxes and fees inherently associated with a future period. This amount is recognized during the period in which the revenue is associated. Also, for governmental funds, the Town reports unavailable revenue, which arises only under the modified accrual basis of accounting. The governmental funds report unavailable revenues from several sources: property taxes, property tax interest, sewer assessment and loans receivable. These amounts are deferred and recognized as an inflow of resources (revenue) in the period in which the amounts become available.

I. Net Pension Liability

The net pension 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 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.

J. Net Other Post Employment (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.

K. Long-Term Obligations

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

**TOWN OF SIMSBURY, CONNECTICUT
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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.

L. Compensated Absences and Termination Benefits

Employees are paid by prescribed formula for absence due to vacation or sickness. All vacation and sick pay are accrued when incurred in the government-wide, proprietary and fiduciary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

M. Equity

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

Net Investment 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

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. The Town currently has no assets under restriction.

Unrestricted Net Position

This component consists of net position that does not meet the definition of “restricted” or “net investment in capital assets.”

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 a government using its highest level of decision-making authority (Simsbury Board of Finance). The Board of Finance is the highest level of decision-making authority for the government that can, by adoption of an ordinance prior to the end of the fiscal year, commit fund balance. Once adopted, the limitation imposed by the ordinance remains in place until a similar action is taken (the adoption of another ordinance) to remove or reverse the limitation.

**TOWN OF SIMSBURY, CONNECTICUT
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Assigned Fund Balance

This balance represents amounts constrained for the intent to be used for a specific purpose by the finance director or the Board of Finance which have been delegated authority to assign amounts by the Town Charter.

Unassigned Fund Balance

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

N. Property Taxes

The Town's property tax is levied each June on the assessed value listed on the prior October 1 Grand List for all taxable property located in the Town. Although taxes are levied in June, the legal right to attach property does not exist until July 1. Real and personal property tax bills in excess of \$100 are due and payable in two installments, on July 1 following the date of the Grand List and on January 1 of the subsequent year. Motor vehicle taxes are payable in one installment on July 1.

Additional property taxes are assessed for motor vehicles registered subsequent to the Grand List date through July 31 and are payable in one installment due January 1.

Taxes not paid within 30 days of the due date are subject to an interest charge of 1.5% per month. The Town files liens against property if taxes that are due July 1 remain unpaid on the following June 30.

Property tax revenues are recognized when they become available. Available means due or past due and receivable within the current period or expected to be collected soon enough thereafter to be used to pay liabilities of the current period. The Town defines the current period to mean within 60 days after year end. Property taxes receivable not expected to be collected during the available period are reflected in deferred revenue in the fund financial statements. The entire receivable is recorded as revenue in the government-wide financial statements. Property taxes collected prior to June 30 that are applicable to the subsequent year's assessment are reflected as advance tax collections in both the fund financial statements and the government-wide financial statements.

O. Accounting Estimates

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

P. Subsequent Events Evaluation by Management

Management has evaluated subsequent events for disclosure and/or recognition in the financial statements through the date that the financial statements were available to be issued, which date is February 25, 2022.

2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. Budgetary Information

Budgets for the General Fund, Sewer Use Fund, Residential Rental Properties Fund and Simsbury Farms Fund are authorized annually by the Board of Finance. Annual budgets are not adopted for Special Revenue Funds other than the Sewer Use Fund, Residential Rental Properties Fund and Simsbury Farms Fund.

The annual budget making process is outlined in Chapter IV of the Simsbury Town Charter, "The Board of Selectmen" and in Chapter VIII, "Finance and Taxation", according to the following schedule:

- | | |
|---------------|---|
| By January 31 | The head of each department, office, or agency of the Town except the Board of Education files with the Director of Finance a detailed estimate of the expenditures to be made by such department, office, or agency and the revenues, other than tax revenue, to be collected thereby in the ensuing fiscal year. |
| By March 1 | The Director of Finance compiles department estimates for the annual budget and under the direction of the First Selectman presents to the Board of Selectmen the completed budget of all boards, offices, and agencies, except the Board of Selectmen. |
| By March 15 | The Board of Education presents its budget to the Director of Finance, the Board of Finance and the Board of Selectmen. |
| By March 31 | The Board of Selectmen presents to the Board of Finance a budget for all departments, offices, and agencies of the Town, except the Board of Education, consisting of: (a) a budget message; (b) estimates of revenue; and (c) itemized estimates of expenditures. As part of the budget the First Selectman presents a program approved by the Board of Selectmen of proposed capital projects for the ensuing fiscal year and the five (5) fiscal years thereafter. |

The Board of Finance holds one or more public hearings the first of which must be held not later than the tenth day of April at which time any Elector or taxpayer has an opportunity to be heard. The Board of Finance, by resolution adopted by an affirmative vote of at least four (4) members after holding the final public hearing, and no more than ten (10) days after the final public hearing, approve a budget and file the same with the Town Clerk for submission to the Automatic Referendum for its adoption. Should the Board of Finance fail to approve a budget no more than ten (10) days after such final public hearing, the budget as transmitted by the Board of Selectmen and by the Board of Education is deemed to have been finally approved by the Board of Finance.

The annual budget becomes effective only after it has been approved by resolution of the Board of Finance and adopted at an automatic referendum held following the final public hearing by a majority vote at such referendum. The Board of Finance, within five (5) days following the adoption of the budget by referendum, fixes the tax rate in mills which is levied on all taxable property in the Town for the ensuing fiscal year. Should the budget not be approved at referendum, the Board of Finance, in cooperation with the First Selectman, revises the budget for presentation at a subsequent public hearing and referendum. If the Budget remains unaccepted at the second referendum, the adopted budget for the then current fiscal year becomes the temporary budget on a month-to-month basis until a new budget is adopted.

**TOWN OF SIMSBURY, CONNECTICUT
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Upon request of the Board of Selectmen, during the last six months of the fiscal year, the Board of Finance may, by resolution, transfer any unencumbered appropriation, balance or portion thereof from one department, commission, board or office to another, except for the Board of Education. No transfer shall be made from any appropriation for debt service and other statutory charges.

For management purposes, the Board of Finance is authorized to transfer the legally budgeted amounts between department accounts. In this function, departmental budget accounts serve as the legal level of control for the General Fund. The legal level of budgetary control is at the fund level for the Sewer Use, Residential Rental Properties and Simsbury Farms funds.

All unencumbered appropriations lapse at year end, except those for capital projects and special revenue funds. Appropriations for these expenditures are continued until completion of applicable projects, which often last more than one fiscal year.

Subject to certain restrictions, additional appropriations may be approved by the Board of Finance upon recommendation of the Board of Selectmen. Summarizations of the amended General Fund budgets approved by the Board of Finance for the "budgetary" general and certain special revenue funds are presented in the required supplementary information. During the year there were \$968,443 of supplemental budgetary appropriations made from General Fund unappropriated and unencumbered surplus.

B. Overexpended Appropriations

During the year ended June 30, 2021, the Town overexpended the final appropriations of transfers by \$1,818,510.

C. Fund Deficits

At June 30, 2021, the Town reported a deficit fund balance in the cafeteria fund of \$168,655. The Town plans to address these deficits in subsequent years grants and charges for services.

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 SIMSBURY, CONNECTICUT
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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) and the State Tax Exempt Proceeds Fund (TEPF). These investment pools are under the control of the State Treasurer, with oversight provided by the Treasurer's Cash Management Advisory Board, and are 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 does not have a deposit policy for custodial credit risk. 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*, \$37,257,919 of the Town's bank balance of \$38,579,920 was exposed to custodial credit risk as follows:

Uninsured and uncollateralized	\$ 33,431,921
Uninsured and collateral held by the pledging bank's trust department, not in the Town's name	<u>3,825,998</u>
Total Amount Subject to Custodial Credit Risk	<u>\$ 37,257,919</u>

Cash Equivalents

At June 30, 2021, the Town's cash equivalents amounted to \$19,131,569. The following table provides a summary of the Town's cash equivalents (excluding U.S. government guaranteed obligations) as rated by nationally recognized statistical rating organizations. These cash equivalents are investment pools of high-quality, short-term money market instruments with an average maturity of less than 60 days. There were no limitations or restrictions on any withdrawals due to redemption notice periods, liquidity fees, or redemption gates.

	<u>Standard & Poor's</u>
State Short-Term Investment Fund (STIF)	AAA/m

**TOWN OF SIMSBURY, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021**

Investments

As of June 30, 2021, the Town had the following investments:

Investment Type	Credit Rating	Fair Value	Investment Maturities		
			Less Than 1	1-10	More Than 10
Other investments:					
Mutual funds	N/A	\$ 101,474,983			
Private equity funds	N/A	<u>4,012,541</u>			
Total Investments		<u>\$ 105,487,524</u>			

Investment Custodial Credit Risk

Custodial credit risk is the risk that, in the event of the failure of the counterparty, the Town will not be able to recover the value if its investment or collateral securities that are in the possession of an outside party. The State of Connecticut STIF Investments are 2a-7 like pools.

Credit Risk

The Town's investment policy limits its investments to those in conformance with State Statutes governing qualified public depositories.

Concentration of Credit Risk

Maturities shall be staggered to avoid undue concentration of funds in a specific maturity. At least 10% of the portfolio shall be invested in overnight instruments or in marketable securities, which can be sold to raise cash in one day's notice.

Fair Value

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, 2021:

	June 30, 2021	Fair Value Measurements Using		
		Level 1	Level 2	Level 3
Investments by fair value level:				
Mutual funds	\$ 101,474,983	\$ 101,474,983	\$ _____	\$ _____
Investments measured at net asset value (NAV):				
Barings Core Property Fund LP	<u>4,012,541</u>			
Total Investments	<u>\$ 105,487,524</u>			

Debt and equity securities classified in Level 1 of the fair value hierarchy are valued using prices quoted in active markets for those securities.

Private equity funds are valued as described in the following schedule.

**TOWN OF SIMSBURY, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021**

The valuation method for investments measured at the net asset value (NAV) per share (or its equivalent) is presented on the following table.

	<u>Fair Value</u>	<u>Unfunded Commitments</u>	<u>Redemption Frequency (If Currently Eligible)</u>	<u>Redemption Notice Period</u>
Barings Core Property Fund LP	\$ 4,012,541	-	Quarterly	60 days

Interest Rate Risk

The Town's investment policy limits its investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. Except for CNR and Risk Management Funds, funds of the Town shall be invested in instruments whose maturities do not exceed 270 days at the time of purchase, unless a temporary extension of maturities is approved by the Board of Finance.

The Pension Trust Funds are also authorized to invest in corporate bonds, domestic common stocks and domestic equity real estate. The investments of this fund are held in Trust by a Trustee Bank, which executes investment transactions under the direction of the Pension Plans' investment manager.

B. Receivables

Receivables at year end for the government's individual major funds and nonmajor funds in the aggregate are as follows:

	<u>General</u>	<u>Sewer Use Fund</u>	<u>BOE Programs Fund</u>	<u>Capital Projects Fund</u>	<u>ARPA Fund</u>	<u>Nonmajor and Other Funds</u>	<u>Total</u>
Receivables:							
Accounts	\$ 374,860	\$ 8,820	\$	\$	\$	\$ 236,124	\$ 619,804
Property taxes	997,521						997,521
Interest receivable	408,030	17,698					425,728
Loans receivable						21,739	21,739
Special assessments		37,334				919,136	956,470
Loans		2,406,503					2,406,503
Due from other governments	34,051		299,866	166,648		621,345	1,121,910
Gross receivables	<u>1,814,462</u>	<u>2,470,355</u>	<u>299,866</u>	<u>166,648</u>		<u>1,798,344</u>	<u>6,549,675</u>
Less allowance for uncollectibles	80,000						80,000
Total Net Receivables	<u>\$ 1,734,462</u>	<u>\$ 2,470,355</u>	<u>\$ 299,866</u>	<u>\$ 166,648</u>		<u>\$ 1,798,344</u>	<u>\$ 6,469,675</u>

**TOWN OF SIMSBURY, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021**

C. Capital Assets

Capital asset activity for the year ended June 30, 2021 was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 10,175,191	\$	\$	\$ 10,175,191
Development rights	11,725,000			11,725,000
Construction in progress	20,184,008	6,083,644	915,439	25,352,213
Total capital assets not being depreciated	<u>42,084,199</u>	<u>6,083,644</u>	<u>915,439</u>	<u>47,252,404</u>
Capital assets being depreciated:				
Buildings and improvements	147,738,954	350,861		148,089,815
Land improvements	8,803,496	372,376		9,175,872
Equipment	21,903,903	1,898,329	259,162	23,543,070
Infrastructure	40,330,467	396,615		40,727,082
Total capital assets being depreciated	<u>218,776,820</u>	<u>3,018,181</u>	<u>259,162</u>	<u>221,535,839</u>
Less accumulated depreciation for:				
Buildings and improvements	63,549,327	3,478,520		67,027,847
Land improvements	6,519,188	202,912		6,722,100
Equipment	16,157,963	1,514,662	259,162	17,413,463
Infrastructure	29,313,093	328,346		29,641,439
Total accumulated depreciation	<u>115,539,571</u>	<u>5,524,440</u>	<u>259,162</u>	<u>120,804,849</u>
Total capital assets being depreciated, net	<u>103,237,249</u>	<u>(2,506,259)</u>	<u>-</u>	<u>100,730,990</u>
Governmental Activities Capital Assets, Net	<u>\$ 145,321,448</u>	<u>\$ 3,577,385</u>	<u>\$ 915,439</u>	<u>\$ 147,983,394</u>

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

Governmental activities:	
General government	\$ 285,205
Education	2,547,348
Public safety	115,452
Facility management	1,874,467
Culture and recreation	654,960
Health and welfare	47,008
Total Depreciation Expense - Governmental Activities	<u>\$ 5,524,440</u>

**TOWN OF SIMSBURY, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021**

Construction Commitments

The government has active construction projects as of June 30, 2021. The following is a summary of capital projects as of June 30, 2021:

<u>Project</u>	<u>Project Authorization</u>	<u>Spent to Date</u>
<u>Town Projects:</u>		
Public Works Complex Infrastructure Improvements	\$ 700,000	\$ 702,093
Street Lighting Purchase / Lighting Improvements	400,000	450,000
Cold Storage Facility	380,000	384,612
Library Interior/Parking Renovations	584,500	394,895
Fencing at Bandshell (PAC)	100,000	100,000
Bike & Pedestrian Crossing	169,764	169,157
<u>Education Projects:</u>		
HJMS Phase 1A	1,255,000	1,168,450
Squadron Line Main Office Project	1,050,000	868,830
Climate Control Phases 1 (FY16) & 2 (FY17)	3,100,000	3,015,249
Central School Roof Replacement	770,000	620,902
HJMS Renovation - Phase 2	1,950,000	1,717,409
Boiler Replacement Latimer	900,000	5,000
School Security Improvements	850,000	836,823
HJMS Renovation - Phase 3	23,965,620	19,633,878
SHS Partial Roof Replacement	2,600,000	664,378
Total	<u>\$ 38,774,884</u>	<u>\$ 30,731,676</u>

The commitments are being financed with general obligation bonds, state and federal grants, and general fund transfers.

D. Interfund Receivables, Payables and Transfers

The composition of interfund balances as of June 30, 2021 is as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	BOE Programs Fund	\$ 187,463
General Fund	State and Federal Education Grants	622,052
General Fund	Cafeteria	508,699
General Fund	Student Activity	125,623
General Fund	Town Flex Spending	5,000
		<u>\$ 1,448,837</u>

Interfund balances are a result of temporary loans to various funds.

**TOWN OF SIMSBURY, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021**

Interfund transfers:

	<u>General Fund</u>	<u>Sewer Use Fund</u>	<u>Capital Project Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Transfers Out</u>
Transfer out:					
General Fund	\$	\$	\$ 3,912,202	\$ 1,794,011	\$ 5,706,213
Sewer Use Fund	115,000		375,000		490,000
Capital Project Fund	303,168	28,353		269,359	600,880
Nonmajor Governmental Funds	16,100		802,798		818,898
Total Transfers In	<u>\$ 434,268</u>	<u>\$ 28,353</u>	<u>\$ 5,090,000</u>	<u>\$ 2,063,370</u>	<u>\$ 7,615,991</u>

Interfund transfers arose from transferring monies to fund operating activities.

E. Long-Term Debt

Changes in Long-Term Liabilities

Long-term liability activity for the year ended June 30, 2021 was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Governmental Activities:					
Bonds and loans payable:					
General obligation bonds	\$ 30,525,000	\$ 21,260,000	\$ 4,315,000	\$ 47,470,000	\$ 6,010,000
Premium on bonds issued	3,276,026	2,594,297	1,051,278	4,819,045	
Loans payable - Clean Water Fund	8,532,134		8,532,134	-	
Loan payable - State of Connecticut	36,034		8,192	27,842	8,274
Total bonds and loans payable	42,369,194	23,854,297	13,906,604	52,316,887	6,018,274
Pension liability	24,121,918		6,154,167	17,967,751	
OPEB liability	8,338,717		3,344,620	4,994,097	
Compensated absences	1,037,625	1,172,739	813,489	1,396,875	941,638
Landfill closure	40,000		5,000	35,000	5,000
Total Governmental Activities Long-Term Liabilities	<u>\$ 75,907,454</u>	<u>\$ 25,027,036</u>	<u>\$ 24,223,880</u>	<u>\$ 76,710,610</u>	<u>\$ 6,964,912</u>

Compensated absences, net pension liability and net OPEB liability are generally liquidated by the General Fund.

**TOWN OF SIMSBURY, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021**

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>Date of Issue</u>	<u>Original Issue</u>	<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Annual Principal</u>	<u>Principal Outstanding June 30, 2021</u>
Bonds payable:						
General Bonds	3/19/2013	\$ 5,555,000	1.50%	3/1/2023	\$ 550,000-560,000	\$ 1,100,000
General Bonds	6/30/2015	9,060,000	2.00-4.00%	7/15/2025	635,000-1,595,000	2,540,000
General Bonds	6/29/2017	10,940,000	2.00-5.00%	6/15/2027	1,215,000-1,220,000	7,295,000
General Bonds	6/27/2019	8,365,000	4.00-5.00%	6/15/2029	775,000-850,000	6,775,000
General Bonds	1/30/2020	9,110,000	2.00-5.00%	2/1/2035	605,000-610,000	8,500,000
Refunding Bonds	2/17/2021	6,525,000	5.00%	8/1/2027	260,000-1,175,000	6,525,000
General Bonds	3/10/2021	14,735,000	1.50-4.00%	3/1/2036	1,225,000-1,230,000	14,735,000
Total Bonds Payable						\$ <u>47,470,000</u>

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

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	\$ 6,010,000	\$ 1,757,981	\$ 7,767,981
2023	6,050,000	1,536,525	7,586,525
2024	5,550,000	1,270,675	6,820,675
2025	5,595,000	1,010,575	6,605,575
2026	5,020,000	785,050	5,805,050
2027-2031	14,355,000	1,620,250	15,975,250
2032-2036	4,890,000	266,525	5,156,525
	\$ <u>47,470,000</u>	\$ <u>8,247,581</u>	\$ <u>55,717,581</u>

**TOWN OF SIMSBURY, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021**

Clean Water Fund Loan/Refunding

The Town's Waste Water Treatment Plant \$26,840,083 renovation and expansion capital project was funded by the State of Connecticut Clean Water Fund 2% Loan and Grant program.

On March 3, 2021, the Town issued \$6,525,000 of general obligation refunding bonds with an interest rate of 5.00%. The bonds were issued to refund \$7,799,452 aggregate principal amount outstanding of the Town's outstanding project loan obligations with the State of Connecticut Water Fund. The net proceeds of \$7,799,452 (after an original issue premium of \$982,242 and payment of \$82,789 in underwriter's fees and other issuance costs, and a budgeted transfer from the Town of \$375,000) were remitted to the State of Connecticut Clean Water Fund account for payment of the outstanding project loan obligations. The City refunded the above bonds to reduce total debt service payments over the next 7 years by \$392,406 and to obtain an economic gain (difference between the present value of the debt service payments on the old and new debt) of \$371,467.

The Town has a corresponding receivable from participating municipalities for their portion of the Waste Water Treatment Plant renovation and expansion capital project. The total loan receivable at June 30, 2021 was \$2,406,503. Current year principal payments received by the Town totaled \$357,908.

Project Loan

The project loan obligation was issued by the State of Connecticut Department of Housing. The loan proceeds financed the Eno Farmhouse Renovation Project. The original loan balance was \$220,638 on June 10, 1994, with an interest rate of 1%. The obligation will be paid from future taxation.

Project loan obligations payable to the State of Connecticut mature as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	\$ 8,274	\$ 247	\$ 8,521
2023	8,358	164	8,522
2024	8,441	81	8,522
2025	<u>2,769</u>	<u>9</u>	<u>2,778</u>
	<u>\$ 27,842</u>	<u>\$ 501</u>	<u>\$ 28,343</u>

Authorized But Unissued Bonds

The total of authorized but unissued bonds (net of projected grants) at June 30, 2021 is \$10,453,128.

**TOWN OF SIMSBURY, CONNECTICUT
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Debt Limitation

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

<u>Category</u>	<u>Debt Limit</u>	<u>Net Indebtedness</u>	<u>Balance</u>
General Purpose	\$ 206,919,439	\$ 17,786,695	\$ 189,132,744
Schools	413,838,878	33,639,275	380,199,603
Sewers	344,865,731	6,525,000	338,340,731
Urban Renewal	298,883,634		298,883,634

The total overall statutory debt limit for the Town is equal to seven times annual receipts from taxation, \$643,749,365.

The indebtedness reflected above includes bonds outstanding in addition to the amount of bonds authorized and unissued against which debt is issued and outstanding.

F. Fund Balance

The components of fund balance for the governmental funds at June 30, 2021 are as follows:

	<u>General Fund</u>	<u>Major Special Revenue Funds</u>			<u>Capital Projects Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total</u>
		<u>Sewer Use Fund</u>	<u>BOE Programs Fund</u>	<u>ARPA Fund</u>			
Fund balances:							
Nonspendable:							
Inventory	\$	\$	\$	\$	\$	\$	\$
Prepaid expenditures	158,914	913	2,200			44,436	175,184
Restricted for:							
Education trusts			43,092				43,092
Facilities management trusts						824,092	824,092
Health and welfare trusts						69,364	69,364
Student Activity						400,200	400,200
Flex spending						36,898	36,898
Continuing education						283,326	283,326
Enrichment & extended day						50,696	50,696
Committed to:							
Sewer use		7,324,804					7,324,804
Sewer assessment						1,610,998	1,610,998
Education	651,308		759,655				1,410,963
General Government						543,323	543,323
Public safety						262,994	262,994
Recreation						359,346	359,346
Planning and development						290,820	290,820
Health and welfare						223,634	223,634
Capital projects				12,476,485		1,695,221	14,171,706
Assigned to:							
Education	7,204						7,204
Culture and recreation	47,411						47,411
Public safety	3,478						3,478
General Government	8,777						8,777
Facilities management	8,288						8,288
Health and welfare	129						129
Subsequent years budget	139,904						139,904
Unassigned	18,955,367					(213,091)	16,742,276
Total Fund Balances	\$ 17,980,780	\$ 7,325,717	\$ 804,947	\$ -	\$ 12,476,485	\$ 6,495,414	\$ 45,083,343

Encumbrances at June 30, 2021 of \$75,287 are contained in the above table in the assigned category of the general fund.

4. EMPLOYEE RETIREMENT PLAN

A. Pension Trust Fund

The Town maintains three single-employer defined benefit pension plans for full-time employees: General Government Plan, Police Plan and Board of Education 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. The plans do not issue stand-alone financial reports.

Oversight of the Town's retirement plans rests with the Retirement Plan Sub-Committee, which is comprised of two members of the Board of Selectmen, two members of the Board of Education, two members of the Board of Finance and two members at large. The Sub-Committee is staffed by the Town Treasurer, the Board of Education's Business Manager and the Town Manager. The Town and the Board of Education have appointed a third party to serve as fiduciary investment advisor. Effective 2013, the Town of Simsbury's Charter was amended to place fiduciary responsibility for the investment of pension funds to the Board of Finance.

Plan Description and Benefits Provided

General Government Pension Plan

All full-time employees, except police and Board of Education employees, are eligible to participate in the General Government Pension Plan. Effective January 3, 2017, any Police Dispatcher Employee who is first hired on or after January 3, 2017 is not eligible to participate in the Plan. The Plan provides retirement benefits as well as death and disability benefits. Annual retirement benefits for normal retirement for plan participants are based on the average monthly compensation during the highest five consecutive years of service out of the last ten years of the participants' active employment. The plan permits early retirement for participants at age 55 with 5 years of credited service. Benefits for early retirement are based on credited service and final average earnings to date of actual retirement reduced by 1/3 of 1% for each month by which the participant's retirement date precedes his normal retirement date. The participants' annual benefit is 2% of final average earnings times credited service for union employees, and 2½% of final average earnings times credited service for unaffiliated employees. State of Connecticut Statutes assign the authority to establish and amend the benefit provisions of the plan to the Town.

**TOWN OF SIMSBURY, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021**

Police Pension Plan

All regular full-time employees of the Simsbury Police Department are eligible to participate in the Police Retirement Fund. The Plan provides retirement benefits as well as death benefits under two separate divisions. Division 000 participants are defined as those individuals who entered the plan on or after January 18, 1990, whereas Division 001 participants entered the plan prior to January 18, 1990. Pension benefits for normal retirement under the plan are based on average monthly compensation during the highest five consecutive years out of the last ten years. The participants' annual benefit is 2½% of final average earnings times credited service for Division 000, and 2% of final average earnings times credited service for Division 001. The Plan permits early retirement for participants at the earlier of 5 years early with 10 years of service or 20 years of credited service for Division 000, and at five years early with 10 years of credited service for Division 001. Benefits are based on credited service and final average earnings to date of actual retirement actuarially reduced for each month by which the participant's retirement date precedes his normal retirement date. State of Connecticut Statutes assign the authority to establish and amend the benefit provisions of the plan to the Town.

Board of Education Pension Plan

All regular full-time employees of the Board of Education, other than individuals covered by the State Teachers Retirement System or those who participate in the defined contribution plan, are eligible to participate in the Plan. The Plan provides retirement benefits as well as disability benefits. Pension benefits for normal retirement under the Plan are based on the average earnings received in the last three July 1's before retirement for the National Association of Government Employees (NAGE); the average earnings received the last three completed years of employment for the Simsbury Federation of Educational Personnel (SFEP), and the highest average earnings received in any three consecutive July 1's during the last ten years before retirement for unaffiliated employees and the Simsbury School Nurses Association (SSNA). The participants' annual benefit shall be equal to 1½% of final average earnings times credited service through July 1, 1996, plus 2% of final average earnings times credited service after July 1, 1996. The plan permits early retirement for participants eligible five years early with ten years of credited service. Benefits are based on credited service and final average earnings to date and actual retirement reduced by 4% for each year by which the participant's retirement date precedes his normal retirement date. There is no reduction for NAGE employees after age 62 and 29 years of service or for unaffiliated employees after age 62 and 25 years of service. State of Connecticut Statutes assign the authority to establish and amend the benefit provisions of the plan to the Town of Simsbury Board of Education.

At July 1, 2020, plan membership consisted of the following:

	<u>General Government Plan</u>	<u>Police Plan</u>	<u>Board of Education Plan</u>
Retirees and beneficiaries currently receiving benefits	103	34	141
Vested terminated employees	50	4	80
Active employees	<u>83</u>	<u>35</u>	<u>120</u>
Total Participants	<u><u>236</u></u>	<u><u>73</u></u>	<u><u>341</u></u>

Summary of Significant Accounting Policies

Basis of Accounting

Pension plan financial statements are prepared using the accrual basis of accounting. Employee and employer contributions are recognized as revenues in the period in which employee services are performed. Benefits and refunds are recognized when due and payable in accordance with the terms of the plans.

Method Used to Value Investments

Investments are reported at fair value. Securities traded on a national exchange are valued at the last reported sales price. Investment income is recognized as earned.

Contributions

General Government Plan

This plan provides for union employee contributions of 2% and for unaffiliated 5% of regular earnings for employees, hired prior to August 12, 2013, and 7% for unaffiliated hired after that date. The Town is required by its Charter to contribute amounts necessary to fund the plan. Employer contributions to the plan of \$1,272,157, were made in accordance with actuarially determined requirements. The contribution represents 100% of the actuarially determined contribution and 18.55% of covered payroll. State of Connecticut Statutes assign the authority to establish and amend the contribution provisions of the plan to the Town.

Administrative costs of the plan are financed through investment earnings.

Police Plan

Plan provisions require employee contributions of 6% of regular earnings for Division 000 and employee contributions of 3% of regular earnings for Division 001. The Town is required by Charter to contribute amounts necessary to fund the plan. Employer contributions to the plan of \$809,664 were made in accordance with actuarially determined requirements. The contribution represents 100% of the actuarially determined contribution and 20.59% of covered payroll. State of Connecticut Statutes assign the authority to establish and amend the contribution provisions of the plan to the Town.

Administrative costs of the plan are financed through investment earnings.

Board of Education Plan

This plan provides for employee contributions of 4% to 4.5% of regular earnings, based on the current individual collective bargaining contract. The Town is required by its Charter to contribute amounts necessary to fund the plan. Employer contributions to the plan of \$1,296,230 were made in accordance with actuarially determined requirements. The contribution represents 100% of the actuarially determined contribution and 18.38% of covered payroll. State of Connecticut Statutes assign the authority to establish and amend the contribution provisions of the plan to the Town of Simsbury Board of Education.

Administrative costs of the plan are financed through investment earnings.

**TOWN OF SIMSBURY, CONNECTICUT
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2021**

Investments

Investment Policy

The pension plan's policy in regard to the allocation of invested assets is established and may be amended by the Board of Finance through active delegated involvement of the Retirement Plan Subcommittee by a majority vote of its members. It is the policy of the Board of Finance to pursue an investment strategy that reduces risk through the prudent diversification of the portfolio across a broad selection of distinct asset classes. The pension plan's investment policy discourages the use of cash equivalents, except for liquidity purposes, and aims to refrain from dramatically shifting asset class allocations over short time spans. The following was the Board's adopted asset allocation policy as of June 30, 2021:

<u>Asset Class</u>	<u>Target Allocation</u>
U.S. Core Fixed Income	28.00 %
U.S. Equity Market	29.50
Foreign Developed Equity	22.50
Hedge FOF Diversified	10.00
Private Real Estate Property	5.00
Commodities	<u>5.00</u>
 Total	 <u><u>100.00 %</u></u>

Rate of Return

For the year ended June 30, 2021, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was as follows:

General Government	24.27%
Police	24.19%
Board of Education	24.75%

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

**TOWN OF SIMSBURY, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021**

Net Pension Liability of the Town

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

	<u>General Government</u>	<u>Police</u>	<u>Board of Education</u>	<u>Total</u>
Total pension liability	\$ 38,887,402	\$ 24,588,644	\$ 37,497,789	\$ 100,973,835
Plan fiduciary net position	<u>30,361,920</u>	<u>22,259,297</u>	<u>30,384,867</u>	<u>83,006,084</u>
Net Pension Liability	<u>\$ 8,525,482</u>	<u>\$ 2,329,347</u>	<u>\$ 7,112,922</u>	<u>\$ 17,967,751</u>
Plan fiduciary net position as a percentage of the total liability	78.08 %	90.53 %	81.03 %	82.21 %

Actuarial Assumptions

The total pension liability was determined by an actuarial valuation as of July 1, 2020, using the following actuarial assumptions, applied to all periods included in the measurement:

	<u>General Government</u>	<u>Police</u>	<u>Board of Education</u>
Inflation	2.75%	2.75%	2.75%
Salary increases	3.5%	8.25%, for first 7 years and 3.00% thereafter	3.5%
Investment rate of return	6.625%, net of pension plan investment expense	6.625%, net of pension plan investment expense	6.625%, net of pension plan investment expense

Mortality rates were based on the PubG-2010 Mortality Table with generational projection per the MP-2019 Ultimate scale.

The actuarial assumptions used in the July 1, 2020 valuation were based on the results of an actuarial experience study for the period July 1, 2008 - July 1, 2012.

**TOWN OF SIMSBURY, CONNECTICUT
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2021**

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of June 30, 2021 (see the discussion of the pension plan's investment policy) are summarized in the following table:

<u>Asset Class</u>	<u>Long-Term Expected Real Rate of Return</u>
U.S. Core Fixed Income	1.28 %
U.S. Equity Market	3.52
Foreign Developed Equity	4.75
Hedge FOF Diversified	1.66
Private Real Estate Property	3.13
Commodities	1.27

Discount Rate

The discount rate used to measure the total pension liability was 6.625%. 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.

**TOWN OF SIMSBURY, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021**

Changes in the Net Pension Liability

General Government

	<u>Total Pension Liability (a)</u>	<u>Increase (Decrease) Plan Fiduciary Net Position (b)</u>	<u>Net Pension Liability (a) - (b)</u>
Balances as of July 1, 2020	\$ 35,415,809	\$ 24,914,721	\$ 10,501,088
Changes for the year:			
Service cost	669,268		669,268
Interest on total pension liability	2,364,718		2,364,718
Effect of economic/demographic gains or losses	(58,874)		(58,874)
Effect of assumptions changes or inputs	2,635,850		2,635,850
Benefit payments	(2,139,369)	(2,139,369)	-
Employer contributions		1,272,157	(1,272,157)
Member contributions		296,132	(296,132)
Net investment income		6,057,599	(6,057,599)
Administrative expenses		(39,320)	39,320
Balances as of June 30, 2021	<u>\$ 38,887,402</u>	<u>\$ 30,361,920</u>	<u>\$ 8,525,482</u>

Police

	<u>Total Pension Liability (a)</u>	<u>Increase (Decrease) Plan Fiduciary Net Position (b)</u>	<u>Net Pension Liability (a) - (b)</u>
Balances as of July 1, 2020	\$ 22,666,124	\$ 18,037,159	\$ 4,628,965
Changes for the year:			
Service cost	642,813		642,813
Interest on total pension liability	1,533,380		1,533,380
Effect of economic/demographic gains or losses	(77,829)		(77,829)
Effect of assumptions changes or inputs	1,028,208		1,028,208
Benefit payments	(1,204,052)	(1,204,052)	-
Employer contributions		809,664	(809,664)
Member contributions		244,095	(244,095)
Net investment income		4,388,821	(4,388,821)
Administrative expenses		(16,390)	16,390
Balances as of June 30, 2021	<u>\$ 24,588,644</u>	<u>\$ 22,259,297</u>	<u>\$ 2,329,347</u>

**TOWN OF SIMSBURY, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021**

Board of Education

	Total Pension Liability (a)	Increase (Decrease) Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balances as of July 1, 2020	\$ 33,363,994	\$ 24,372,129	\$ 8,991,865
Changes for the year:			
Service cost	665,110		665,110
Interest on total pension liability	2,241,566		2,241,566
Effect of plan changes	8,957		8,957
Effect of economic/demographic gains or losses	39,830		39,830
Effect of assumptions changes or inputs	2,847,046		2,847,046
Benefit payments	(1,668,714)	(1,668,714)	-
Employer contributions		1,296,230	(1,296,230)
Member contributions		265,776	(265,776)
Net investment income		6,155,888	(6,155,888)
Administrative expenses		(36,442)	36,442
Balances as of June 30, 2021	<u>\$ 37,497,789</u>	<u>\$ 30,384,867</u>	<u>\$ 7,112,922</u>

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

The following presents the net pension liability of the Town, calculated using the discount rate of 6.625%, as well as what the Town's net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher than the current rate:

	1% Decrease (5.625%)	Current (6.625%)	1% Increase (7.625%)
General Government	\$ 12,833,657	\$ 8,525,482	\$ 4,892,315
Police	5,395,018	2,329,347	(225,919)
Board of Education	11,201,822	7,112,922	3,623,234
Total	<u>\$ 29,430,497</u>	<u>\$ 17,967,751</u>	<u>\$ 8,289,630</u>

**TOWN OF SIMSBURY, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021**

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

For the year ended June 30, 2021, the Town recognized pension expense of \$3,774,090. At June 30, 2021, the Town reported deferred outflows of resources and deferred inflows of resources related to pension from the following sources:

	Deferred Outflows of Resources			
	General Government	Board of Education	Police	Totals
Differences between expected and actual experience	\$ 986,522	\$ 74,588	\$ 131,858	\$ 1,192,968
Changes of assumptions	2,282,579	1,609,200	1,222,790	5,114,569
Net difference between projected and actual earning on pension plan investments	-	-	-	-
Total	\$ 3,269,101	\$ 1,683,788	\$ 1,354,648	\$ 6,307,537

	Deferred Inflows of Resources			
	General Government	Board of Education	Police	Totals
Differences between expected and actual experience	\$ 44,155	-	\$ 523,557	\$ 567,712
Net difference between projected and actual earning on pension plan investments	2,749,778	2,936,953	2,066,194	7,752,925
Total	\$ 2,793,933	\$ 2,936,953	\$ 2,589,751	\$ 8,320,637

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows for each year ending June 30:

Year Ending June 30,	General Government	Police	Board of Education
2022	\$ 709,789	\$ (344,802)	\$ 668,079
2023	587,962	(359,161)	(285,421)
2024	56,641	(410,427)	(732,731)
2025	(879,224)	(426,322)	(903,092)
2026	-	207,156	-
Thereafter	-	98,453	-
	\$ 475,168	\$ (1,235,103)	\$ (1,253,165)

B. Connecticut Teachers Retirement System - Pension

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.

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 three 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.

For the year ended June 30, 2021, the amount of "on-behalf" contributions made by the State was \$10,117,271 and is recognized in the General Fund as intergovernmental revenues and education expenditures.

**TOWN OF SIMSBURY, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021**

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.

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

At June 30, 2021, 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>157,733,293</u>
Total	<u>\$ 157,733,293</u>

The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as June 30, 2020. At June 30, 2021, the Town has no proportionate share of the net pension liability.

For the year ended June 30, 2021, the Town recognized pension expense and revenue of \$22,594,546 in Exhibit II.

Actuarial Assumptions

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

Inflation	2.50%
Salary increase	3.00-6.50%, including inflation
Investment rate of return	6.90%, net of pension plan investment expense, including inflation

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

The actuarial assumptions used in the June 30, 2020 valuation were based on the results of an actuarial experience study for the five-year period ending June 30, 2019.

**TOWN OF SIMSBURY, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021**

Cost-of-Living Allowance

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

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

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

Long-Term Rate of Return

The long-term expected rate of return on pension plan investments was determined using a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The current capital market assumptions and the target asset allocation as provided by the State of Connecticut Treasurer's Office are summarized in the following table:

Asset Class	Expected Return		Target Allocation	
Domestic Equity Fund	5.60	%	20.00	%
Developed Market Intl. Stock Fund	6.00		11.00	
Emerging Market Intl. Stock Fund	7.90		9.00	
Core Fixed Income Fund	2.10		16.00	
Inflation Linked Bond Fund	1.10		5.00	
Emerging Market Debt Fund	2.70		5.00	
High Yield Bond Fund	4.00		6.00	
Real Estate Fund	4.50		10.00	
Private Equity	7.30		10.00	
Alternative Investments	2.90		7.00	
Liquidity Fund	0.40		1.00	
Total			100.00	%

Discount Rate

The discount rate used to measure the total pension liability was 6.90%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that 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.

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.

C. Post Employment Healthcare Plan - Retiree Health Plan

Summary of Significant Accounting Policies

Basis of Accounting

The financial statements of the Retiree Health Plan (RHP) are prepared using the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. Employer contributions are recognized when due and the employer has made a formal commitment to provide the contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan. Administrative costs of the plan are paid by the Town.

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

Plan Description

The RHP is a single-employer defined benefit healthcare plan administered by the Town of Simsbury. The RHP provides medical, dental and life insurance benefits to eligible retirees and their spouses. All 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.

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

Management of the post employment benefits plan is vested with the Town Manager and Director of Finance/Treasurer. Policy oversight is provided by the Board of Finance through active delegated involvement of the Retirement Plan Subcommittee, which consists of eight members. The Board of Finance has engaged the services of an investment consultant to assist in the development and periodic review of the Investment Policy Statement for the Other Post Employment Benefits Trust.

**TOWN OF SIMSBURY, CONNECTICUT
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2021**

At July 1, 2019, plan membership consisted of the following:

	Retiree Health Plan
Retired members and beneficiaries	306
Spouses of retired members	59
Active plan members	<u>712</u>
Total Participants	<u><u>1,077</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:

Town Employees

Retired town employees under the age of 65 receiving coverage under CIGNA contribute between \$139 and \$558 per month for retiree only coverage and between \$697 and \$1,116 per month for retiree and spouse coverage to age 65. Retired town employees under the age of 65 receiving coverage under CIGNA contribute between \$204 and \$816 per month for retiree only coverage and between \$1,020 and \$1,632 per month for retiree and spouse coverage to age 65. Eligible Town employees over age 65 have the option of joining the Town's fully-insured Anthem Medicare Supplement Plan. Retirees typically contribute 25% of the premium (\$124) per month for individual coverage and 100% of the premium (\$497) for spouse coverage.

Board of Education Employees

Retired Board of Education employees under 65 or not eligible for Medicare, can receive coverage through the same CIGNA plans available to active employees. Retiree monthly contributions for retiree only plans and retiree and spouse plans are between \$508 and \$794 and \$1,017 and \$1,584, respectively. Retired BOE employees over 65 and eligible for Medicare Part A and B may participate in the Board's fully insured Anthem Medicare Supplement Plan with a monthly contribution of \$470.

For the year ended June 30, 2021, plan members contributed \$152,927 for their share of premium payments. The Town is required to contribute the balance of the current premium cost and may contribute an additional amount as determined by the Town in order to prefund benefits.

Employer contributions to the plan of \$1,360,107 were made in accordance with actuarially determined requirements.

**TOWN OF SIMSBURY, CONNECTICUT
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2021**

Investments

Investment Policy

The Investment Policy Statement of the Other Post Employment Benefits Trust outlines the goals and investment objectives for the Trust and is intended to provide guidelines for managing the Trust and to outline specific investment policies that will govern how these goals will be achieved. The Investment Policy Statement is established and may be amended by a majority vote of the members of the Board of Finance through active delegated involvement of the Retirement Plan Subcommittee. It is the policy of the Board of Finance to pursue an investment strategy that reduces risk through the prudent diversification of the portfolio across a broad selection of asset classes. The Investment Policy Statement discourages the use of cash equivalents, except for liquidity purposes, and aims to refrain from dramatically shifting asset class allocations over short time spans. The current recommended asset allocation outlined in the Investment Policy Statement is weighted toward domestic equities and fixed income, with a slightly lower weight placed on international equities and real estate funds. The Investment Policy Statement was last updated in September 2007.

Rate of Return

For the year ended June 30, 2021, the annual money-weighted rate of return on investments, net of investment expense, was 26.00%. 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 Town's net OPEB liability was measured as of June 30, 2021. The components of the net OPEB liability of the Town at June 30, 2021, were as follows:

Total OPEB liability	\$ 27,660,817
Plan fiduciary net position	<u>22,666,720</u>
Net OPEB Liability	<u>\$ 4,994,097</u>
Plan fiduciary net position as a percentage of the total OPEB liability	81.95%

Actuarial Assumptions

The total OPEB liability was determined by an actuarial valuation as of July 1, 2019, using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.75%
Salary increases	8.25% for first 7 years and 3.00% thereafter for Police, 3.50% for all others
Investment rate of return	6.75%, net of OPEB plan investment expense, including inflation
Healthcare cost trend rates	3.70% - 4.30% over 53 years and 6.20% - 4.30% over 62 years

Mortality rates were based on the RP-2000 Combined Healthy and Disabled Mortality, Male and Female, with generational projection per Scale AA.

The plan has not had a formal actuarial experience study performed.

**TOWN OF SIMSBURY, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021**

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, 2021 are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
U.S. Core Fixed income	22.50 %	1.28 %
U.S. Inflation-Indexed Bonds	22.50	1.57
U.S. Large Caps	22.50	3.33
U.S. Small Caps	2.50	4.11
U.S. Mid Caps	5.00	3.47
Foreign Developed Equity	15.00	4.75
Emerging Markets Equity	5.00	5.53
U.S. REITs	2.50	3.62
Non-U.S. REITs	2.50	4.60

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 SIMSBURY, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021**

Changes in the Net OPEB Liability

	Total OPEB Liability (a)	Increase (Decrease) Plan Fiduciary Net Position (b)	Net OPEB Liability (a) - (b)
Balances as of July 1, 2020	\$ 26,059,834	\$ 17,721,117	\$ 8,338,717
Changes for the year:			
Service cost	955,522		955,522
Interest on total OPEB liability	1,785,683		1,785,683
Benefit payments	(1,140,222)	(1,140,222)	-
Employer contributions		1,360,107	(1,360,107)
Member contributions		152,927	(152,927)
Net investment income		4,657,455	(4,657,455)
Administrative expenses		(84,664)	84,664
Balances as of June 30, 2021	<u>\$ 27,660,817</u>	<u>\$ 22,666,720</u>	<u>\$ 4,994,097</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 or 1 percentage point higher than the current discount rate:

	1% Decrease (5.75%)	Current Discount Rate (6.75%)	1% Increase (7.75%)
Net OPEB Liability	\$ 8,310,258	\$ 4,994,097	\$ 2,182,038

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 1 percentage point higher than the current healthcare cost trend rates:

	1% Decrease (5.20% decreasing to 3.30%)	Healthcare Cost Trend Rates (6.20% decreasing to 4.30%)	1% Increase (7.20% decreasing to 5.30%)
Net OPEB Liability	\$ 1,570,143	\$ 4,994,097	\$ 9,156,484

**TOWN OF SIMSBURY, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021**

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

For the year ended June 30, 2021, the Town recognized OPEB expense of \$988,305. At June 30, 2021, the Town reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>Deferred Inflows of Resources</u>	<u>Deferred Outflows of Resources</u>
Differences between expected and actual experience	\$ 545,430	\$ 1,578,427
Changes of assumptions	217,776	
Net difference between projected and actual earning on pension plan investments	<u>2,368,074</u>	<u>-</u>
Total	<u>\$ 3,131,280</u>	<u>\$ 1,578,427</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 Ending June 30,

2022	\$ (478,736)
2023	(464,812)
2024	(496,960)
2025	(550,597)
2026	230,660
Thereafter	<u>207,592</u>
	<u>\$ (1,552,853)</u>

**TOWN OF SIMSBURY, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021**

The combining Statement of Net Position and the Combining Statement of Revenues, Expenses and Changes in Net Position for the Pension and Other Employee Benefit Trust Funds are as follows:

Combining Statement of Net Position

	General Government Pension Fund	Police Pension Fund	Board of Education Pension Fund	Other Post Employment Benefit Trust Fund	Trust Funds Total
Assets:					
Cash	\$ 235,684	\$ 144,900	\$ 188,073	\$ 240,650	\$ 809,307
Investments	30,114,435	22,093,982	30,175,364	22,437,373	104,821,154
Accounts receivable	25,279	20,415	21,430		67,124
Total assets	<u>30,375,398</u>	<u>22,259,297</u>	<u>30,384,867</u>	<u>22,678,023</u>	<u>105,697,585</u>
Liabilities:					
Accounts payable	13,478			11,303	24,781
Net Position of Pension and Other Post Employment Benefits	<u>\$ 30,361,920</u>	<u>\$ 22,259,297</u>	<u>\$ 30,384,867</u>	<u>\$ 22,666,720</u>	<u>\$ 105,672,804</u>

**TOWN OF SIMSBURY, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021**

Combining Statement of Revenues, Expenses and Changes in Net Position

	<u>General Government Pension Fund</u>	<u>Police Pension Fund</u>	<u>Board of Education Pension Fund</u>	<u>Other Post Employment Benefit Trust Fund</u>	<u>Trust Funds Total</u>
Additions:					
Contributions:					
Employer	\$ 1,272,157	\$ 809,664	\$ 1,296,230	\$ 1,360,107	\$ 4,738,158
Employee	296,132	244,095	265,776	152,927	958,930
Total contributions	<u>1,568,289</u>	<u>1,053,759</u>	<u>1,562,006</u>	<u>1,513,034</u>	<u>5,697,088</u>
Investment income:					
Change in fair value of investments	5,634,463	4,085,131	5,738,409	4,286,727	19,744,730
Interest and dividends	453,591	331,271	445,780	370,728	1,601,370
Total investment income	<u>6,088,054</u>	<u>4,416,402</u>	<u>6,184,189</u>	<u>4,657,455</u>	<u>21,346,100</u>
Less investment expenses:					
Custodian fees	<u>(30,455)</u>	<u>(27,581)</u>	<u>(28,301)</u>	<u></u>	<u>(86,337)</u>
Net investment gain	<u>6,057,599</u>	<u>4,388,821</u>	<u>6,155,888</u>	<u>4,657,455</u>	<u>21,259,763</u>
Total additions	<u>7,625,888</u>	<u>5,442,580</u>	<u>7,717,894</u>	<u>6,170,489</u>	<u>26,956,851</u>
Deductions:					
Benefits	2,139,369	1,204,052	1,668,714	1,140,222	6,152,357
Administration	39,320	16,390	36,442	84,664	176,816
Total deductions	<u>2,178,689</u>	<u>1,220,442</u>	<u>1,705,156</u>	<u>1,224,886</u>	<u>6,329,173</u>
Change in Net Position	5,447,199	4,222,138	6,012,738	4,945,603	20,627,678
Net Position at Beginning of Year	<u>24,914,721</u>	<u>18,037,159</u>	<u>24,372,129</u>	<u>17,721,117</u>	<u>85,045,126</u>
Net Position at End of Year	<u>\$ 30,361,920</u>	<u>\$ 22,259,297</u>	<u>\$ 30,384,867</u>	<u>\$ 22,666,720</u>	<u>\$ 105,672,804</u>

D. 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.

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 Supplement Plans provide coverage for those participating in Medicare but not receiving Subsidized Local School District Coverage.

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 Supplement Plans. Effective July 1, 2018, the System added a Medicare Advantage Plan option. Active members, retirees and the State pay equally toward the cost of the basic coverage (medical and prescription drug benefits) under the Medicare Advantage Plan. Retired members who choose to enroll in the Medicare Supplement Plan are responsible for the full difference in the premium cost between the two plans. Additionally, effective July 1, 2018, retired members who cancel their health care coverage or elect to not enroll in a CTRB sponsored health care coverage option must wait two years to re-enroll.

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 Supplement 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 SIMSBURY, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021**

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.

For the year ended June 30, 2020, the amount of "on-behalf" contributions made by the State was \$244,165 and is recognized in the General Fund as intergovernmental revenues and education expenditures.

Employees/Retirees

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

**TOWN OF SIMSBURY, CONNECTICUT
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2021**

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

At June 30, 2021, 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>23,525,926</u>
Total	<u>\$ 23,525,926</u>

The net OPEB liability was measured as of June 30, 2020, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as June 30, 2020. At June 30, 2021, the Town has no proportionate share of the net OPEB liability.

For the year ended June 30, 2021, the Town recognized OPEB expense and revenue of \$1,086,719 in Exhibit II.

Actuarial Assumptions

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

Inflation	2.50%
Health care costs trend rate	5.125% for 2020, decreasing to an ultimate Rate of 4.50% by 2023
Salary increases	3.00-6.50%, including inflation
Investment rate of return	2.21%, net of OPEB plan investment expense, including inflation
Year fund net position will be depleted	2021

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

The actuarial assumptions used in the June 30, 2020 valuation were based on the results of an actuarial experience study for the period July 1, 2014 - June 30, 2019.

**TOWN OF SIMSBURY, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021**

The long-term expected rate of return on plan assets is reviewed as part of the GASB 75 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 (0.42%).

Discount Rate

The discount rate used to measure the total OPEB liability was 2.21%. The projection of cash flows used to determine the discount rate assumed that total payroll for the initial projection year consists of the payroll of the active membership present on the valuation date. In subsequent projection years, total payroll was assumed to increase annually at a rate of 3.00%; 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. Annual State contributions were assumed to be equal to the most recent five-year average of State contributions to the fund. Based on those assumptions, the OPEB plan's fiduciary net position was projected to be depleted in 2021 and, as a result, the Municipal Bond Index Rate was used in the determination.

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 Annual Comprehensive Financial Report at www.ct.gov.

5. OTHER INFORMATION

A. Risk Management

The Town is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; error and omissions; injuries to employees; and natural disasters. These risks are covered by commercial insurance purchased from independent third parties. Settled claims from these risks did not exceed commercial insurance coverage during the three years ended June 30, 2021.

**TOWN OF SIMSBURY, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021**

The Town's self-insurance program is used to account for health insurance coverage for Town and Board of Education employees. The Town retains the risk of up to a maximum of \$250,000 per claim. Commercial insurance covers any individual claim in excess of \$10,000. During 2021, total claims expense of \$14,758,992 was incurred, which represent claims processed and an estimate for claims incurred but not reported as of June 30, 2021.

The Fund establishes claims liabilities based on estimates of claims that have been incurred but not reported; accordingly, the Fund recorded an additional liability at June 30, 2021 of \$957,900.

Premium payments are reported as interfund services provided and used for the General Fund, and, accordingly, they are treated as operating revenues of the Self-Insurance Fund and operating expenditures of the General Fund.

A schedule of changes in the claims liability for the years ended June 30, 2021 and 2020 is presented below:

		<u>Liability</u> <u>July 1,</u>	<u>Current Year</u> <u>Claims and</u> <u>Changes in</u> <u>Estimates</u>	<u>Claim</u> <u>Payments</u>	<u>Liability</u> <u>June 30,</u>
2019-20	\$	741,092	\$ 13,690,152	\$ 13,768,244	\$ 663,000
2020-21		663,000	14,758,992	14,464,092	957,900

B. Contingent Liabilities

There are various suits and claims pending against the Town, none of which, individually or in the aggregate, is believed by counsel to be likely to result in judgment or judgments that could materially affect the Town's financial position.

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

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.

C. Landfill Postclosure Care Costs

The Simsbury landfill stopped accepting solid waste in 1988. The landfill has been capped and tested by the Department of Environmental Protection prior to October 1, 1993 and, as such, the U.S. EPA adopted regulations 40 CFR, Part 258 (Subtitle D), do not apply. However, the Simsbury landfill is still required to monitor its postclosure functions under an approved plan with the State of Connecticut Department of Environmental Protection.

The landfill closing costs of \$35,000 reported as a liability in the government-wide financial statements represent an estimate of the postclosure costs to be incurred by the Town over the next 8 fiscal years for mandatory ground water testing based on a study conducted by an independent consultant. It is estimated that the Town will incur a \$5,000 annual cost over the next 10 fiscal years. This estimate is subject to changes that may result from inflation, technological changes or regulatory changes.

**TOWN OF SIMSBURY, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021**

D. GASB 84 - RESTATEMENT

The Town previously reported the activities of the Student Activity Fund, Town and School Flex Spending Funds, Simsbury Enrichment & Extended Day Fund, and Department of Continuing Education Fund, as fiduciary funds. As a result of implementation of GASB No. 84, *Fiduciary Activities*, as of July 1, 2020, the activities of all these funds are now reported as special revenue funds. Accordingly, the Town restated beginning balances of the fund balance and net position as follows:

	Governmental Activities Net Position	Nonmajor Governmental Funds Fund Balance
Governmental Funds:	<u> </u>	<u> </u>
Balance as previously reported June 30, 2020	\$ 116,502,895	\$ 5,732,949
Adjustment:		
Agency Funds now reported as a Special Revenue Fund	<u>648,169</u>	<u>648,169</u>
Balance as restated July 1, 2020	<u>\$ 117,151,064</u>	<u>\$ 6,381,118</u>

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Required Supplementary Information

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**TOWN OF SIMSBURY, CONNECTICUT
GENERAL FUND
SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES -
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED JUNE 30, 2021**

	2021			
	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	(Budgetary Basis)	Final Budget Positive (Negative)
Property Taxes:				
Current year taxes	\$ 92,422,778	\$ 92,422,778	\$ 93,191,141	\$ 768,363
Prior year's taxes	280,000	280,000	65,869	(214,131)
Interest and lien fees	250,000	250,000	280,711	30,711
Total property taxes	92,952,778	92,952,778	93,537,721	584,943
Intergovernmental Revenues:				
State of Connecticut:				
Office of Policy and Management:				
Property tax relief:				
Disabled	1,300	1,300	1,291	(9)
Additional veterans	4,500	4,500	4,191	(309)
Department of Education:				
Education equalization grant	6,317,010	6,317,010	6,393,755	76,745
Adult education	15,079	15,079	14,574	(505)
Miscellaneous:				
State-owned property	35,655	35,655	35,655	-
Telephone access line grant	43,000	43,000	45,503	2,503
Police grant			8,931	8,931
COVID-19 Response Grants			393,020	393,020
FEMA Storm Grants			41,704	41,704
Municipal grant in aid	77,648	77,648	77,648	-
Elderly/Handicapped transportation	40,720	40,720	40,711	(9)
Housing Authority in lieu of taxes	25,000	25,000	38,089	13,089
Board of Education tuition regular	37,000	37,000	73,292	36,292
PILOT - Westminster School	120,000	120,000	120,000	-
Total intergovernmental revenues	6,716,912	6,716,912	7,288,364	571,452
Investment income	400,000	400,000	58,259	(341,741)
Charges for Goods and Services:				
Conveyance tax receipts	400,000	400,000	558,035	158,035
Town clerk recording fees	110,000	110,000	222,452	112,452
Town clerk farmland preservation fees	2,500	2,500	3,088	588
Vital record copy fees	29,500	29,500	32,745	3,245
Marriage license fees	4,500	4,500	3,422	(1,078)
Trade name filing fee	600	600	640	40
Vendor permit fees	600	600	740	140
Notary filing fees	1,004	1,004	940	(64)
Notary certification fee	-	-	5	5
Map/Land record copy fee	20,000	20,000	29,355	9,355
Liquor Permit filing fee	800	800	640	(160)
Burial/Crem permit fee	800	800	1,105	305
Assessor plane reg fee	3,500	3,500	3,790	290
Assessor copy fees	700	700	40	(660)
Misc copy fee	400	400	437	37
Foreclosure filing fee	600	600	130	(470)
Tax collector - fire district supplies, etc.	6,500	6,500	6,500	-
Finance department - BOE charges for services			17,040	17,040
Building department shared position	54,000	54,000	28,749	(25,251)
Information Technology - BOE charges for services	168,983	168,983	174,354	5,371
Police department - emergency reporting	36,563	36,563	42,294	5,731
Police department - BOE charges for services	140,251	140,251	159,029	18,778
Police department miscellaneous	-	-	-	-
Engineering department fees	50	50	-	(50)
Engineering department shared position	20,000	20,000	20,000	-
Library fees	6,800	6,800	3,100	(3,700)
Memorial pool	3,400	3,400	598	(2,802)
Parks & Open Space - BOE charges for services	224,499	224,499	227,411	2,912
Board of education miscellaneous	7,500	7,500	191	(7,309)
Community gardens	2,500	2,500	4,430	1,930
Total charges for goods and services	1,246,550	1,246,550	1,541,260	294,710

(Continued on next page)

**TOWN OF SIMSBURY, CONNECTICUT
GENERAL FUND
SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES -
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS) (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2021**

	2021			Variance with Final Budget Positive (Negative)
	Budgeted Amounts		Actual Amounts (Budgetary Basis)	
	Original	Final		
Fines and Forfeitures:				
Library fines and fees	\$ 7,490	\$ 7,490	\$ 985	\$ (6,505)
False alarms fines	6,000	6,000	4,340	(1,660)
Traffic tickets	3,000	3,000	3,941	941
Animal control fines	500	500	195	(305)
Total fines and forfeitures	<u>16,990</u>	<u>16,990</u>	<u>9,461</u>	<u>(7,529)</u>
Rental of Town-Owned Property:				
Eno Memorial Hall	7,000	7,000		(7,000)
Education - school rentals	50,000	50,000		(50,000)
Library rentals	2,450	2,450		(2,450)
World skate	80,000	80,000	80,000	
SPAC rental fees	2,500	2,500	2,500	
Total rental of town-owned property	<u>141,950</u>	<u>141,950</u>	<u>82,500</u>	<u>(59,450)</u>
Licenses and Permits:				
Sporting licenses	125	125	49	(76)
Dog licenses	13,000	13,000	14,408	1,408
Land use commission	25,000	25,000	30,382	5,382
Police department fees	6,000	6,000	15,204	9,204
Building department fees	450,000	450,000	1,280,808	830,808
Total licenses and permits	<u>494,125</u>	<u>494,125</u>	<u>1,340,851</u>	<u>846,726</u>
Other Local Revenues:				
Tax department insufficient funds			220	220
Tax department miscellaneous				
Finance department miscellaneous			9,924	9,924
Town clerk insufficient funds	40	40	20	(20)
Building department insufficient funds				
Central administration miscellaneous			2,123	2,123
Highway department miscellaneous	2,000	2,000	1,872	(128)
Police department insufficient funds			20	20
Police department miscellaneous	2,750	2,750	1,120	(1,630)
Insurance refunds	27,500	27,500	88,653	61,153
Board of Education insufficient funds				
Board of Education non public schools				
Scrap metal recycling	1,200	1,200		(1,200)
Parks & open space miscellaneous				
Beautification miscellaneous				
Social Services				
Miscellaneous				
Total other local revenues	<u>33,490</u>	<u>33,490</u>	<u>103,952</u>	<u>70,462</u>
Total Revenues	<u>102,002,795</u>	<u>102,002,795</u>	<u>103,962,368</u>	<u>1,959,573</u>
Other Financing Sources:				
Appropriations from fund balance		968,443		(968,443)
Transfers from other funds:				
Capital projects	303,168	303,168	303,168	
Sewer use fund	114,483	114,483	115,000	517
Special revenue fund	16,100	16,100	16,100	
Total other financing sources	<u>433,751</u>	<u>1,402,194</u>	<u>434,268</u>	<u>(967,926)</u>
Total Revenues and Other Financing Sources	<u>\$ 102,436,546</u>	<u>\$ 103,404,989</u>	<u>104,396,636</u>	<u>\$ 991,647</u>
Budgetary revenues are different than GAAP revenues because:				
State of Connecticut on-behalf payments to the Connecticut State Teachers' Retirement System for Town teachers are not budgeted			10,117,271	
State of Connecticut on-behalf payments to the Connecticut State Teachers' OPEB System for Town teachers are not budgeted			244,165	
Encumbrances outstanding at June 30, 2020, cancelled during the year ended June 30, 2021			(5,729)	
Total Revenues and Other Financing Sources as Reported on the Statement of Revenues, Expenditures and Changes in Fund Balance - Governmental Funds Exhibit IV			<u>\$ 114,752,343</u>	

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

	2021			Variance with Final Budget Positive (Negative)
	Budgeted Amounts		Actual Amounts (Budgetary Basis)	
	Original	Final		
General Government:				
Central administration	\$ 486,444	\$ 470,360	\$ 470,360	\$ -
Administration services	109,236	116,383	116,383	-
Community services	129,252	116,960	116,960	-
Land use commission	20,200	8,608	8,608	-
Economic development commission	50,650	54,500	54,500	-
Public building committee	1,625	1,620	1,620	-
Beautification	4,800	3,377	3,377	-
Tourism committee	500			-
Elections	132,100	134,435	134,435	-
Legal	151,000	172,635	172,635	-
Town clerk	240,183	237,896	237,896	-
Probate court	9,502	9,502	9,502	-
Total general government	<u>1,335,492</u>	<u>1,326,276</u>	<u>1,326,276</u>	<u>-</u>
Financial Services:				
Board of Finance	45,835	45,090	45,090	-
Finance department	416,887	415,410	415,410	-
Tax collector	186,927	184,073	184,073	-
Assessors	298,020	266,671	266,671	-
Information technology	343,282	325,297	325,297	-
Total financial services	<u>1,290,951</u>	<u>1,236,541</u>	<u>1,236,541</u>	<u>-</u>
Planning and Development:				
Director of community development				-
Planning department	371,788	285,602	285,602	-
Building department	287,666	272,360	272,360	-
Total planning and development	<u>659,454</u>	<u>557,962</u>	<u>557,962</u>	<u>-</u>
Public Safety:				
Police	4,923,162	4,602,268	4,602,268	-
Dispatch	560,427	528,062	528,062	-
Animal control officer	75,376	68,019	68,019	-
Civil preparedness	6,685	5,933	5,933	-
Total public safety	<u>5,565,650</u>	<u>5,204,282</u>	<u>5,204,282</u>	<u>-</u>
Public Works:				
Engineering	286,290	271,712	271,712	-
Public Works Administration	290,377	280,500	280,500	-
Buildings and Grounds	504,088	493,323	493,323	-
Town Offices	149,408	152,018	152,018	-
Eno Hall Memorial	78,975	55,792	55,792	-
Miscellaneous Building	28,990	25,995	25,995	-
Highway - Labor & Equipment	1,998,690	2,004,677	2,004,677	-
Highway - Facilities & Programs	1,056,490	1,060,836	1,060,836	-
Landfill	69,000	74,865	74,865	-
Total public works	<u>4,462,308</u>	<u>4,419,718</u>	<u>4,419,718</u>	<u>-</u>

(Continued on next page)

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

	2021			Variance with Final Budget Positive (Negative)
	Budgeted Amounts		Actual Amounts (Budgetary Basis)	
	Original	Final		
Culture and Recreation:				
Recreation - Administration	\$ 55,010	\$ 52,981	\$ 52,981	\$ -
Parks & Open Space - Maintenance	853,962	849,252	849,252	-
Parks & Open Space - Memorial Field	33,900	21,206	21,206	-
Parks & Open Space - Memorial Pool	66,934	61,350	61,350	-
Library - Administration	631,138	629,640	629,640	-
Library - Adult & Young Adult	562,368	508,766	508,766	-
Library - Building & Grounds	144,460	157,065	157,065	-
Library - Children Services	352,666	328,785	328,785	-
Total culture and recreation	<u>2,700,438</u>	<u>2,609,045</u>	<u>2,609,045</u>	-
Health and Welfare:				
Health department	162,364	192,182	192,182	-
Social services administration	299,232	298,804	298,804	-
Elderly services outreach				-
Senior center	150,927	123,993	123,993	-
Transportation	162,670	137,288	137,288	-
Total health and welfare	<u>775,193</u>	<u>752,267</u>	<u>752,267</u>	-
Fringe Benefits and Insurance:				
Social Security	932,430	840,758	840,758	-
Town general liability insurance	464,620	471,939	471,939	-
Employee group insurance	2,987,823	2,891,608	2,891,608	-
Life and disability insurance	78,060	68,711	68,711	-
Unemployment reserve	10,000	4,872	4,872	-
Pensions	1,952,407	1,976,621	1,976,621	-
Total fringe benefits and insurance	<u>6,425,340</u>	<u>6,254,509</u>	<u>6,254,509</u>	-
Board of Education	<u>72,308,474</u>	<u>72,308,474</u>	<u>72,315,344</u>	(6,870)
Non-Public Schools Budget:				
Non-public schools	<u>551,970</u>	<u>551,970</u>	<u>545,100</u>	6,870
Debt Service:				
Principal	4,315,000	4,315,000	4,315,000	-
Interest	1,156,465	1,156,465	1,156,465	-
Total debt service	<u>5,471,465</u>	<u>5,471,465</u>	<u>5,471,465</u>	-
Other Financing Uses:				
Contingency reserve	172,331			-
Transfer to capital fund	511,750	2,511,750	4,330,260	(1,818,510)
Transfers to other funds	205,730	200,730	200,730	-
Total other financing uses	<u>889,811</u>	<u>2,712,480</u>	<u>4,530,990</u>	<u>(1,818,510)</u>
Total Expenditures and Other Financing Uses	<u>\$ 102,436,546</u>	<u>\$ 103,404,989</u>	105,223,499	<u>\$ (1,818,510)</u>
Budgetary expenditures are different than GAAP expenditures because:				
State of Connecticut on-behalf payments to the Connecticut State Teachers' Retirement System for Town teachers are not budgeted			10,117,271	
State of Connecticut on-behalf payments to the Connecticut State Teachers' OPEB System for Town teachers are not budgeted			244,165	
Encumbrances outstanding at June 30, 2020, liquidated during the year ended June 30, 2021			166,195	
Encumbrances outstanding at June 30, 2021			(75,287)	
Total Expenditures and Other Financing Uses as Reported on the Statement of Revenues, Expenditures and Changes in Fund Balance - Governmental Funds - Exhibit IV			<u>\$ 115,675,843</u>	

**TOWN OF SIMSBURY, CONNECTICUT
SEWER USE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND OTHER FINANCING SOURCES (USES) -
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED JUNE 30, 2021**

	Sewer Use Fund			Variance with Final Budget Positive (Negative)
	Budget		Actual	
	Original	Final		
Revenues:				
Intergovernmental revenues	\$ 409,927	\$ 409,927	\$ 273,285	\$ (136,642)
Investment income	7,997	7,997	9,898	1,901
Charges for goods and services	505,903	505,903	808,161	302,258
Miscellaneous	22,000	22,000	58,847	36,847
Grants			28,408	28,408
Assessment interest and liens	22,212	22,212	19,555	(2,657)
Assessments	2,645,997	2,645,997	3,099,122	453,125
Total revenues	<u>3,614,036</u>	<u>3,614,036</u>	<u>4,297,276</u>	<u>683,240</u>
Expenditures:				
Current:				
Facility management	2,583,214	2,583,214	2,196,094	387,120
Debt service	1,265,207	1,265,207	1,264,986	221
Total expenditures	<u>3,848,421</u>	<u>3,848,421</u>	<u>3,461,080</u>	<u>387,341</u>
Excess of Revenues over Expenditures	<u>(234,385)</u>	<u>(234,385)</u>	<u>836,196</u>	<u>1,070,581</u>
Other Financing Sources (Uses):				
Premium from refunding			64,845	64,845
Transfers from other funds			28,353	28,353
Transfers to other funds	(375,000)	(375,000)	(490,000)	(115,000)
Net other financing uses	<u>(375,000)</u>	<u>(375,000)</u>	<u>(396,802)</u>	<u>(21,802)</u>
Excess (Deficiency) of Revenues and Other Financing Sources over Expenditures and Other Financing Uses	<u>\$ (609,385)</u>	<u>\$ (609,385)</u>	439,394	<u>\$ 1,048,779</u>
Fund Balances at Beginning of Year			<u>6,867,107</u>	
Fund Balances at End of Year			<u>\$ 7,306,501</u>	

**TOWN OF SIMSBURY, CONNECTICUT
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
GENERAL GOVERNMENT
LAST SEVEN FISCAL YEARS***

	2021	2020	2019	2018	2017	2016	2015	2014
Total pension liability:								
Service cost	\$ 669,268	\$ 700,538	\$ 629,377	\$ 673,731	\$ 668,192	\$ 651,746	\$ 607,101	\$ 605,889
Interest	2,364,718	2,205,899	2,156,775	2,070,339	1,939,574	1,864,604	1,793,949	1,718,093
Changes of benefit terms	(58,874)	1,599,221	206,134	269,122	509,974	(259,385)	(16,733)	(1,191)
Differences between expected and actual experience	2,635,850		815,182					
Changes of assumptions	(2,139,369)	(2,104,246)	(1,917,120)	(1,557,045)	(1,536,992)	(1,296,608)	(1,321,430)	(1,157,072)
Benefit payments, including refunds of member contributions	3,471,593	2,401,412	1,890,348	1,456,147	1,872,391	960,357	1,162,385	1,165,719
Net change in total pension liability	35,415,809	33,014,397	31,124,049	29,667,902	27,795,511	26,835,154	25,672,769	24,507,050
Total pension liability - beginning	38,887,402	35,415,809	33,014,397	31,124,049	29,667,902	27,795,511	26,835,154	25,672,769
Total pension liability - ending								
Plan fiduciary net position:								
Contributions - employer	1,272,157	1,031,101	950,965	920,889	877,664	1,023,393	1,013,590	985,741
Contributions - member	296,132	326,518	365,409	302,656	295,408	445,994	223,536	175,834
Net investment income	6,057,599	755,523	1,183,630	1,491,838	2,563,793	(20,390)	417,241	2,629,574
Benefit payments	(2,139,369)	(2,104,246)	(1,917,120)	(1,557,045)	(1,536,992)	(1,296,608)	(1,321,430)	(1,105,875)
Refunds of member contributions	(39,320)	(49,745)	(58,623)	(22,443)	(34,812)	(37,476)	(35,251)	(51,197)
Administrative expense	5,447,199	(40,849)	524,261	1,135,895	2,165,061	114,913	297,686	2,600,650
Net change in plan fiduciary net position	24,914,721	24,955,570	24,431,309	23,295,414	21,130,353	21,015,440	20,717,754	18,117,104
Plan fiduciary net position - beginning	30,361,920	24,914,721	24,955,570	24,431,309	23,295,414	21,130,353	21,015,440	20,717,754
Plan fiduciary net position - ending								
Town's Net Pension Liability - Ending	\$ 8,525,482	\$ 10,501,088	\$ 8,058,827	\$ 6,692,740	\$ 6,372,488	\$ 6,665,158	\$ 5,819,714	\$ 4,955,015
Plan fiduciary net position as a percentage of the total pension liability	78.08%	70.35%	75.59%	78.50%	78.52%	76.02%	78.31%	80.70%
Covered payroll	\$ 6,859,123	\$ 6,832,071	\$ 7,110,117	\$ 7,124,309	\$ 6,870,896	\$ 6,476,467	\$ 6,477,000	\$ 6,491,000
Town's net pension liability as a percentage of covered payroll	124.29%	153.70%	113.34%	93.94%	92.75%	102.91%	89.85%	76.34%

*Note: This schedule is intended to be for ten years. Additional years will be added as they become available.

**TOWN OF SIMSBURY, CONNECTICUT
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
POLICE
LAST SEVEN FISCAL YEARS***

	2021	2020	2019	2018	2017	2016	2015	2014
Total pension liability:								
Service cost	\$ 642,813	\$ 650,296	\$ 543,312	\$ 530,370	\$ 530,838	\$ 484,804	\$ 449,735	\$ 434,196
Interest	1,533,380	1,460,524	1,412,130	1,370,121	1,374,437	1,327,012	1,261,868	1,169,501
Changes of benefit terms	(77,829)	132,645	2,931	(186,985)	(944,755)	132,622	(91,391)	1,025,203
Differences between expected and actual experience	1,028,208	-	578,872					
Changes of assumptions	(1,204,052)	(1,110,746)	(1,246,539)	(1,010,103)	(1,032,945)	(1,054,896)	(1,092,847)	(1,914,868)
Benefit payments, including refunds of member contributions	1,922,520	1,132,719	1,290,706	703,403	(72,425)	889,542	793,945	714,032
Net change in total pension liability	22,666,124	21,533,405	20,242,699	19,539,296	19,611,721	18,722,179	17,928,234	17,214,202
Total pension liability - beginning	24,588,644	22,666,124	21,533,405	20,242,699	19,539,296	19,611,721	18,722,179	17,928,234
Total pension liability - ending								
Plan fiduciary net position:								
Contributions - employer	809,664	651,976	586,956	600,240	677,434	727,009	633,000	562,763
Contributions - member	244,095	294,500	270,561	244,113	239,130	196,550	190,966	152,656
Net investment income (loss)	4,388,821	547,467	1,001,959	1,039,142	1,774,219	(11,573)	295,997	1,966,976
Benefit payments	(1,204,052)	(1,110,746)	(1,246,539)	(1,010,103)	(1,032,945)	(1,054,896)	(1,092,847)	(946,618)
Refunds of member contributions								(968,250)
Administrative expense	(16,390)	(34,126)	(51,487)	(12,953)	(24,396)	(24,051)	(33,374)	(32,865)
Net change in plan fiduciary net position	4,222,138	349,071	561,450	860,439	1,633,442	(166,961)	(6,258)	734,662
Plan fiduciary net position - beginning	18,037,159	17,688,088	17,126,638	16,266,199	14,632,757	14,799,718	14,805,976	14,071,314
Plan fiduciary net position - ending	22,259,297	18,037,159	17,688,088	17,126,638	16,266,199	14,632,757	14,799,718	14,805,976
Town's Net Pension Liability - Ending	\$ 2,329,347	\$ 4,628,965	\$ 3,845,317	\$ 3,116,061	\$ 3,273,097	\$ 4,978,964	\$ 3,922,461	\$ 3,122,258
Plan fiduciary net position as a percentage of the total pension liability	90.53%	79.59%	82.14%	84.61%	83.25%	74.61%	79.05%	82.64%
Covered payroll	\$ 3,932,170	\$ 3,589,830	\$ 3,400,678	\$ 3,400,310	\$ 3,143,684	\$ 2,918,053	\$ 2,866,000	\$ 2,772,281
Town's net pension liability as a percentage of covered payroll	59.24%	128.95%	113.08%	91.64%	104.12%	170.63%	136.86%	112.24%

*Note: This schedule is intended to be for ten years. Additional years will be added as they become available.

**TOWN OF SIMSBURY, CONNECTICUT
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
BOARD OF EDUCATION
LAST SEVEN FISCAL YEARS***

	2021	2020	2019	2018	2017	2016	2015	2014
Total pension liability:								
Service cost	\$ 665,110	\$ 740,945	\$ 712,212	\$ 742,875	\$ 781,880	\$ 792,518	\$ 720,226	\$ 723,982
Interest	2,241,566	2,143,058	2,064,354	1,980,261	1,903,998	1,815,018	1,745,104	1,635,060
Changes of benefit terms	9					(29,091)	(32,802)	
Differences between expected and actual experience	39,830	260,375	135,169	(161,126)	(274,621)	(445,038)	319,281	(19,757)
Changes of assumptions	2,847,046	-	760,097					
Benefit payments, including refunds of member contributions	(1,668,714)	(1,551,554)	(1,335,830)	(1,324,428)	(1,242,519)	(1,125,306)	(1,147,085)	(1,086,023)
Net change in total pension liability	4,133,838	1,592,824	2,336,002	1,237,582	1,168,738	1,008,101	1,604,724	1,243,262
Total pension liability - beginning	33,363,994	31,771,170	29,435,168	28,197,586	27,028,848	26,020,747	24,416,023	23,172,761
Total pension liability - ending	37,497,832	33,363,994	31,771,170	29,435,168	28,197,586	27,028,848	26,020,747	24,416,023
Plan fiduciary net position:								
Contributions - employer	1,296,230	1,175,122	1,086,598	1,084,561	1,112,035	1,288,982	1,236,631	1,231,124
Contributions - member	265,776	279,676	293,320	304,208	348,561	324,788	283,432	240,312
Net investment income	6,155,888	745,321	1,223,623	1,364,568	2,322,363	21,997	337,905	2,157,488
Benefit payments	(1,668,714)	(1,551,554)	(1,335,830)	(1,324,428)	(1,242,519)	(1,125,306)	(1,147,085)	(1,056,810)
Refunds of member contributions	(36,442)	(26,153)	(54,326)	(25,392)	(37,728)	(18,799)	(26,200)	(39,213)
Administrative expense	6,012,738	622,412	1,213,385	1,403,517	2,502,712	491,662	684,683	2,503,770
Net change in plan fiduciary net position	24,372,129	23,749,717	22,536,332	21,132,815	18,630,103	18,138,441	17,453,758	14,949,988
Plan fiduciary net position - beginning	30,384,867	24,372,129	23,749,717	22,536,332	21,132,815	18,630,103	18,138,441	17,453,758
Plan fiduciary net position - ending	\$ 7,112,965	\$ 8,991,865	\$ 8,021,453	\$ 6,898,836	\$ 7,064,771	\$ 8,398,745	\$ 7,882,306	\$ 6,962,265
Town's Net Pension Liability - Ending	81.03%	73.05%	74.75%	76.56%	74.95%	68.93%	69.71%	71.53%
Plan fiduciary net position as a percentage of the total pension liability	\$ 7,050,585	\$ 7,011,899	\$ 7,235,501	\$ 7,614,963	\$ 7,766,728	\$ 7,864,597	\$ 7,916,000	\$ 7,911,823
Covered payroll	100.88%	128.24%	110.86%	90.60%	90.96%	106.79%	99.57%	87.86%
Town's net pension liability as a percentage of covered payroll								

*Note: This schedule is intended to be for ten years. Additional years will be added as they become available.

**TOWN OF SIMSBURY, CONNECTICUT
SCHEDULE OF EMPLOYER CONTRIBUTIONS
PENSION - GENERAL GOVERNMENT
LAST TEN FISCAL YEARS**

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Actuarially determined contribution	\$ 722,519	\$ 714,779	\$ 985,089	\$ 1,013,590	\$ 888,277	\$ 877,663	\$ 920,889	\$ 950,965	\$ 1,031,101	\$ 1,272,157
Contributions in relation to the actuarially determined contribution	722,519	779,972	985,089	1,013,590	1,023,393	877,664	920,889	950,965	1,031,101	1,272,157
Contribution Deficiency (Excess)	\$ -	\$ (65,193)	\$ -	\$ -	\$ (135,116)	\$ (1)	\$ -	\$ -	\$ -	\$ -
Covered payroll	\$ 6,131,784	\$ 5,797,979	\$ 6,490,784	\$ 6,477,448	\$ 6,476,467	\$ 6,870,896	\$ 7,124,309	\$ 7,110,117	\$ 6,832,071	\$ 6,869,123
Contributions as a percentage of covered payroll	11.78%	13.45%	15.18%	15.65%	15.80%	12.77%	12.93%	13.37%	15.09%	18.55%

Notes to Schedule:

Valuation date July 1, 2020
 Measurement date June 30, 2021
 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 percentage of payroll, closed
- Remaining amortization period 147 years
- Asset valuation method 5-year non-asymptotic
- Initiation 2.75%
- Salary increases 3.50%
- Investment rate of return 6.625%
- Retirement age Rates based on age
- Turnover Rates based on service

Mortality PubG-2010 Mortality Table with generational projection per the MP-2019 Ultimate scale

**TOWN OF SIMSBURY, CONNECTICUT
SCHEDULE OF EMPLOYER CONTRIBUTIONS
PENSION - POLICE
LAST TEN FISCAL YEARS**

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Actuarially determined contribution	\$ 497,614	\$ 465,641	\$ 562,233	\$ 632,679	\$ 631,023	\$ 677,434	\$ 600,240	\$ 586,956	\$ 651,976	\$ 809,664
Contributions in relation to the actuarially determined contribution	497,614	508,111	562,233	633,000	727,009	677,434	600,240	586,956	651,976	809,664
Contribution Deficiency (Excess)	\$ -	\$ (42,470)	\$ -	\$ (321)	\$ (85,986)	\$ -	\$ -	\$ -	\$ -	\$ -
Covered payroll	\$ 2,615,838	\$ 2,362,484	\$ 2,772,281	\$ 2,866,183	\$ 2,918,053	\$ 3,143,684	\$ 3,400,310	\$ 3,400,678	\$ 3,589,830	\$ 3,932,170
Contributions as a percentage of covered payroll	19.02%	21.51%	20.28%	22.09%	24.91%	21.55%	17.65%	17.26%	18.16%	20.59%

Notes to Schedule:

Valuation date July 1, 2020
 Measurement date June 30, 2021
 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 percentage of payroll, closed
- Remaining amortization period 17 years
- Amortization growth rate 3.50%
- Asset valuation method 5-year non-asymptotic
- Inflation 2.75%
- Salary increases 8.25% for the first 7 years and 3.00% thereafter
- Investment rate of return 6.625%
- Retirement age 20% per year starting at Normal Retirement Date, 100% at age 62
- Mortality PubS-2010 Mortality Table with generational projection per the MP-2019 Ultimate scale

**TOWN OF SIMSBURY, CONNECTICUT
 SCHEDULE OF EMPLOYER CONTRIBUTIONS
 PENSION - BOARD OF EDUCATION
 LAST TEN FISCAL YEARS**

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Actuarially determined contribution	\$ 910,571	\$ 1,012,381	\$ 1,231,124	\$ 1,236,631	\$ 1,110,353	\$ 1,112,035	\$ 1,084,561	\$ 1,086,598	\$ 1,175,122	\$ 1,296,230
Contributions in relation to the actuarially determined contribution	1,030,571	1,104,718	1,231,124	1,236,631	1,288,982	1,112,035	1,084,561	1,086,598	1,175,122	1,296,230
Contribution Deficiency (Excess)	\$ (120,000)	\$ (92,337)	\$ -	\$ -	\$ (178,629)	\$ -	\$ -	\$ -	\$ -	\$ -
Covered payroll	\$ 7,686,831	\$ 7,740,314	\$ 7,911,823	\$ 7,916,465	\$ 7,864,597	\$ 7,766,728	\$ 7,614,963	\$ 7,235,501	\$ 7,011,899	\$ 7,050,585
Contributions as a percentage of covered payroll	13.41%	14.27%	15.56%	15.62%	16.39%	14.32%	14.24%	15.02%	16.76%	18.38%

Notes to Schedule:

Valuation date July 1, 2020
 Measurement date June 30, 2021
 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 percentage of payroll, closed
- Remaining amortization period 17 years
- Amortization growth rate 3.50%
- Asset valuation method 5-year non-asymptotic
- Inflation 2.75%
- Salary increases 3.50%
- Investment rate of return 6.625%
- Retirement age Rates based on age
- Turnover Rates based on service

Mortality PubG-2010 Mortality Table with generational projection per the MP-2019 Ultimate scale

**TOWN OF SIMSBURY, CONNECTICUT
SCHEDULE OF INVESTMENT RETURNS
PENSION
LAST SEVEN FISCAL YEARS***

	2021	2020	2019	2018	2017	2016	2015	2014
Annual money-weighted rate of return, net of investment expense								
General Government Pension Plan	24.27%	3.04%	4.84%	6.36%	12.09%	(0.10%)	1.97%	14.35%
Police Pension Plan	24.19%	3.07%	5.88%	6.34%	12.00%	(0.08%)	1.98%	14.30%
Board of Education Pension Plan	24.75%	3.08%	5.32%	6.32%	12.07%	0.12%	1.86%	14.02%

*Note: This schedule is intended to be for ten years. Additional years will be added as they become available.

**TOWN OF SIMSBURY, CONNECTICUT
SCHEDULE OF THE TOWN'S PROPORTIONATE SHARE OF NET PENSION LIABILITY
TEACHERS RETIREMENT SYSTEM
LAST SIX FISCAL YEARS***

	2021	2020	2019	2018	2017	2016	2015
Town's proportion of the net pension liability	0.00%	0.00%	0.00%	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	157,733,293	143,961,121	111,002,388	111,434,579	117,564,334	92,706,902	85,688,952
Total	\$ 157,733,293	\$ 143,961,121	\$ 111,002,388	\$ 111,434,579	\$ 117,564,334	\$ 92,706,902	\$ 85,688,952
Town's covered payroll	\$ 36,741,196	\$ 35,765,154	\$ 34,712,942	\$ 34,259,016	\$ 33,773,614	\$ 32,597,004	\$ 32,231,978
Town's proportionate share of the net pension liability as a percentage of its covered payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Plan fiduciary net position as a percentage of the total pension liability	49.24%	52.00%	57.69%	55.93%	52.26%	59.50%	61.51%

*Note: This schedule is intended to be for ten years. Additional years will be added as they become available.

Notes to Schedule:

Changes in benefit terms
Changes of assumptions

None
The Board adopted new assumptions as the result of an experience study for the five-year period ending June 30, 2019:
- Decrease the annual rate of real wage increase assumption from 0.75% to 0.50%.
- Decrease payroll growth assumption from 3.25% to 3.00%.

Actuarial cost method
Amortization method
Single equivalent amortization period
Asset valuation method
Inflation
Salary increase
Investment rate of return

Entry age
Level percent of pay, closed
30 years
4-year smoothed market
2.50%
3.25%-6.50%, including inflation
6.90%, net of investment-related expense

TOWN OF SIMSBURY, CONNECTICUT
SCHEDULE OF CHANGES IN NET OPEB LIABILITY AND RELATED RATIOS
OPEB
LAST FOUR FISCAL YEARS*

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Total OPEB liability:					
Service cost	\$ 955,522	\$ 902,676	\$ 828,630	\$ 823,820	\$ 797,888
Interest	1,785,683	1,620,250	1,520,906	1,509,026	1,424,684
Differences between expected and actual experience	-	2,113,487		(949,698)	
Changes of assumptions	-	(291,275)		(509)	
Benefit payments	<u>(1,140,222)</u>	<u>(1,040,537)</u>	<u>(969,404)</u>	<u>(1,061,000)</u>	<u>(1,228,579)</u>
Net change in total OPEB liability	1,600,983	3,304,601	1,380,132	321,639	993,993
Total OPEB liability - beginning	<u>26,059,834</u>	<u>22,755,233</u>	<u>21,375,101</u>	<u>21,053,462</u>	<u>20,059,469</u>
Total OPEB liability - ending	<u>27,660,817</u>	<u>26,059,834</u>	<u>22,755,233</u>	<u>21,375,101</u>	<u>21,053,462</u>
Plan fiduciary net position:					
Contributions - employer	1,360,107	1,350,537	1,157,219	1,197,000	1,310,930
Contributions - member	152,927	107,341	174,772	173,532	174,237
Net investment income	4,657,455	611,868	931,563	931,850	1,180,640
Benefit payments	(1,140,222)	(1,040,537)	(969,404)	(1,061,000)	(1,228,579)
Administrative expense	<u>(84,664)</u>	<u>(11,592)</u>	<u>(4,925)</u>	<u>(9,228)</u>	
Net change in plan fiduciary net position	4,945,603	1,017,617	1,289,225	1,232,154	1,437,228
Plan fiduciary net position - beginning	<u>17,721,117</u>	<u>16,703,500</u>	<u>15,414,275</u>	<u>14,182,121</u>	<u>12,744,893</u>
Plan fiduciary net position - ending	<u>22,666,720</u>	<u>17,721,117</u>	<u>16,703,500</u>	<u>15,414,275</u>	<u>14,182,121</u>
Net OPEB Liability - Ending	<u>\$ 4,994,097</u>	<u>\$ 8,338,717</u>	<u>\$ 6,051,733</u>	<u>\$ 5,960,826</u>	<u>\$ 6,871,341</u>
Plan fiduciary net position as a percentage of the total OPEB liability	81.95%	68.00%	73.41%	72.11%	67.36%
Covered payroll	\$ 54,406,476	\$ 52,352,923	\$ 52,352,923	\$ 45,238,019	\$ 45,238,019
Net OPEB liability as a percentage of covered payroll	9.18%	15.93%	11.56%	13.18%	15.19%

*Note: This schedule is intended to be for ten years. Additional years will be added as they become available.

**TOWN OF SIMSBURY, CONNECTICUT
SCHEDULE OF EMPLOYER CONTRIBUTIONS
OPEB
LAST TEN FISCAL YEARS**

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Actuarially determined contribution (1)	\$ 1,705,000	\$ 1,613,000	\$ 1,825,000	\$ 1,880,000	\$ 1,047,953	\$ 1,073,307	\$ 1,182,000	\$ 1,093,300	\$ 1,308,000	\$ 1,284,141
Contributions in relation to the actuarially determined contribution	1,705,000	2,393,362	1,980,158	4,880,000	1,195,883	1,073,307	1,197,000	1,157,219	1,350,537	1,360,107
Contribution Deficiency (Excess)	\$ -	\$ (780,362)	\$ (155,158)	\$ (3,000,000)	\$ (147,930)	\$ -	\$ (15,000)	\$ (63,919)	\$ (42,537)	\$ (75,966)
Covered payroll	\$ N/A	\$ N/A	\$ 44,132,000	\$ 44,132,000	\$ 44,570,517	\$ 45,238,019	\$ 45,238,019	\$ 52,352,923	\$ 52,352,923	\$ 54,406,476
Contributions as a percentage of covered payroll	NA	NA	4.49%	11.06%	2.68%	2.37%	2.65%	2.21%	2.58%	2.50%

(1) Actuarially Determined Contributions prior to fiscal year ended June 30, 2017 is based on the Annual Required Contribution (ARC) calculated in accordance with GASB No. 45

Notes to Schedule:

Valuation date July 1, 2019
 Measurement date June 30, 2021
 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 Projected Unit Credit
 Amortization method Level percent
 Amortization period 16 years
 Asset valuation method Closed
 Inflation 2.75%
 Healthcare cost trend rates 3.70 - 4.30 % over 53 years and 6.20% - 4.30% over 62 years
 Dental inflation rate 3.00%
 Salary increases 8.25% for first 7 years and 3.00% thereafter for Police, 3.5% for all others
 Investment rate of return 6.75%, net of pension plan investment expense, including inflation
 Mortality RP-2000 Combined Healthy and Disabled Mortality, Male and Female, with generational projection per Scale AA

**TOWN OF SIMSBURY, CONNECTICUT
SCHEDULE OF INVESTMENT RETURNS
OPEB
LAST FOUR FISCAL YEARS***

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Annual money-weighted rate of return, net of investment expense	26.00%	3.59%	5.96%	7.52%	9.44%

*Note: This schedule is intended to be for ten years. Additional years will be added as they become available.

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

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Town's proportion of the net OPEB liability	0.00%	0.00%	0.00%	0.00%
Town's proportionate share of the net OPEB liability	\$ -	\$ -	\$ -	\$ -
State's proportionate share of the net OPEB liability associated with the Town	<u>23,525,926</u>	<u>22,451,549</u>	<u>22,190,058</u>	<u>28,681,978</u>
Total	<u>\$ 23,525,926</u>	<u>\$ 22,451,549</u>	<u>\$ 22,190,058</u>	<u>\$ 28,681,978</u>
Town's covered payroll	\$ 36,741,196	\$ 35,765,154	\$ 34,712,942	\$ 34,259,016
Town's proportionate share of the net OPEB liability as a percentage of its covered payroll	0.00%	0.00%	0.00%	0.00%
Plan fiduciary net position as a percentage of the total OPEB liability	2.50%	2.08%	1.49%	1.79%

Notes to Schedule

Changes in benefit terms	The Plan was amended by the Board, effective January 1, 2019, during the September 12, 2018 meeting. The Board elected a new prescription drug plan, which is expected to reduce overall costs and allow for the Board to receive a government subsidy for members whose claims reach a catastrophic level. These changes were communicated to retired members during the months leading up to the open enrollment period that preceded the January 1, 2019 implementation date.
Changes of assumptions	Based on the procedure described in GASB 74, the discount rate used to measure Plan obligations for financial accounting purposes as of June 30, 2019 was updated to equal the Municipal Bond Index Rate of 3.50% as of June 30, 2019. Expected annual per capita claims costs were updated to better reflect anticipated medical and prescription drug claim experience both before and after the plan change that became effective on July 1, 2019. The expected rate of inflation was decreased, and the real wage growth assumption was increased.
Actuarial cost method	Entry age
Amortization method	Level percent of payroll over an open period
Remaining amortization period	30 years
Asset valuation method	Fair value of assets
Investment rate of return	3.00%, net of investment-related expense including price inflation
Price inflation	2.75%

*Note: This schedule is intended to be for ten years. Additional years will be added as they become available.

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Supplemental, Combining and Individual Fund Statements and Schedules

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Major Governmental Funds

Major Governmental Funds

General Fund

To account for the general operations of the Town, except those required to be accounted for in another fund.

Sewer Use Fund

To account for sewer user fees and sewer plant operations.

BOE Programs Fund

To account for BOE programs, including scholarship activity.

Capital Project Fund

The Capital Project Fund is used to account for financial resources used for the acquisition or construction of major capital facilities.

ARPA Fund

The ARPA Fund is used to account for financial resources received as a result of the American Rescue Plan Act (ARPA).

**TOWN OF SIMSBURY, CONNECTICUT
COMBINING BALANCE SHEET
GENERAL FUND
JUNE 30, 2021**

	<u>General Fund</u>	<u>BOE Non-Lapsing Fund</u>	<u>Total Governmental Funds</u>
ASSETS			
Cash and cash equivalents	\$ 17,314,316	\$ 651,308	\$ 17,965,624
Receivables, net of allowance of \$80,000	1,734,462	-	1,734,462
Due from other funds	1,448,837	-	1,448,837
Other assets	<u>158,914</u>	<u>-</u>	<u>158,914</u>
Total Assets	<u>\$ 20,656,529</u>	<u>\$ 651,308</u>	<u>\$ 21,307,837</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ 2,062,659	\$	\$ 2,062,659
Unearned revenue	<u>67,724</u>	<u>-</u>	<u>67,724</u>
Total liabilities	<u>2,130,383</u>	<u>-</u>	<u>2,130,383</u>
Deferred Inflows of Resources:			
Unavailable revenue - property taxes	788,644		788,644
Unavailable revenue - property tax interest	<u>408,030</u>	<u>-</u>	<u>408,030</u>
Total deferred inflows of resources	<u>1,196,674</u>	<u>-</u>	<u>1,196,674</u>
Fund Balances:			
Nonspendable	158,914		158,914
Committed		651,308	651,308
Assigned	215,191		215,191
Unassigned	<u>16,955,367</u>	<u>-</u>	<u>16,955,367</u>
Total fund balances	<u>17,329,472</u>	<u>651,308</u>	<u>17,980,780</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 20,656,529</u>	<u>\$ 651,308</u>	<u>\$ 21,307,837</u>

**TOWN OF SIMSBURY, CONNECTICUT
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 GENERAL FUND
 FOR THE YEAR ENDED JUNE 30, 2021**

	General Fund	BOE Non-Lapsing Fund	Eliminations	Total
Revenues:				
Property taxes	\$ 93,537,721	\$	\$	\$ 93,537,721
Intergovernmental	17,649,800			17,649,800
Investment gain	58,259			58,259
Charges for goods and services	1,439,512			1,439,512
Licenses and permits	1,443,584			1,443,584
Rental of town-owned property	82,500			82,500
Local revenues	97,389			97,389
Other	9,310			9,310
Total revenues	<u>114,318,075</u>	<u>-</u>	<u>-</u>	<u>114,318,075</u>
Expenditures:				
Current:				
General government	2,558,925			2,558,925
Planning and development	556,501			556,501
Public safety	5,060,767			5,060,767
Facility management	4,050,618			4,050,618
Culture and recreation	2,561,632			2,561,632
Health and welfare	752,134			752,134
Fringe benefits and insurances	6,254,510			6,254,510
Education	82,703,078			82,703,078
Debt service:				
Principal payments	4,315,000			4,315,000
Interest and other	1,156,465			1,156,465
Total expenditures	<u>109,969,630</u>	<u>-</u>	<u>-</u>	<u>109,969,630</u>
Excess of Revenues over Expenditures	<u>4,348,445</u>	<u>-</u>	<u>-</u>	<u>4,348,445</u>
Other Financing Sources (Uses):				
Transfers in	434,268			434,268
Transfers out	(5,706,213)			(5,706,213)
Total other financing sources (uses)	<u>(5,271,945)</u>	<u>-</u>	<u>-</u>	<u>(5,271,945)</u>
Net Change in Fund Balances	(923,500)	-	-	(923,500)
Fund Balances at Beginning of Year	<u>18,252,972</u>	<u>651,308</u>	<u>-</u>	<u>18,904,280</u>
Fund Balances at End of Year	<u>\$ 17,329,472</u>	<u>\$ 651,308</u>	<u>\$ -</u>	<u>\$ 17,980,780</u>

**TOWN OF SIMSBURY, CONNECTICUT
GENERAL FUND
SCHEDULE OF BOARD OF EDUCATION EXPENDITURES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED JUNE 30, 2021**

	<u>Original Appropriation</u>	<u>Amended Appropriation</u>	<u>Actual Expenditures and Encumbrances</u>	<u>Variance Favorable (Unfavorable)</u>
General control	\$ 2,220,472	\$ 2,220,472	\$ 2,139,896	\$ 80,576
Instruction	44,569,600	44,569,600	44,625,313	(55,713)
Health services	727,844	727,844	710,422	17,422
Transportation	2,796,777	2,796,777	2,621,226	175,551
Operation of school plant	4,828,154	4,828,154	4,905,567	(77,413)
Maintenance of schools	1,276,522	1,276,522	1,125,779	150,743
Employee pension and insurance	13,594,882	13,594,882	13,868,590	(273,708)
Food services	8,896	8,896	112,818	(103,922)
Student activities	688,084	688,084	670,109	17,975
Community service	32,563	32,563	2,127	30,436
New and replaced equipment	147,680	147,680	183,397	(35,717)
Tuition to other schools	1,417,000	1,417,000	1,350,100	66,900
Nonpublic schools	<u>551,970</u>	<u>551,970</u>	<u>545,100</u>	<u>6,870</u>
Subtotal	72,860,444	72,860,444	72,860,444	-
Transfers to CNR Funds	<u>(550,300)</u>	<u>(550,300)</u>	<u>(550,300)</u>	<u>-</u>
Total Expenditures	<u>\$ 72,310,144</u>	<u>\$ 72,310,144</u>	<u>\$ 72,310,144</u>	<u>\$ -</u>

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Nonmajor Governmental Funds

Nonmajor Governmental Funds

Special Revenue Funds

Special revenue funds are used to account for proceeds of several revenue sources that are legally restricted to expenditures for specific purposes. The Town's special revenue funds are:

Residential Rental Properties - to account for rental revenues and the maintenance and capital expenditures in maintaining the Town owned residential properties.

Simsbury Farms Fund - to account for user revenues associated with the Simsbury Farms Recreation Facility and the associated expenditures.

General Government Program Fund - includes the following programs:

- **Preservation of Historic Documents** - to account for, in the Town Clerk's office, additional revenues collected, grant revenues received and expenditures to preserve land records pursuant to Public Act No. 00-146.
- **LOCIP** - to account for document fees collected by Town Clerk's office to be used for expenditures that qualify under the State Local Capital Improvement (LOCIP) grants.
- **Ellsworth Fund** - to be used for the beautification of the main streets of the Town of Simsbury, particularly Hopmeadow Street and/or expenses relating to the Planning Commission.

Public Safety Program Fund - includes the following programs:

- **Narcotics Task Force** - to account for state grants for narcotic enforcement.
- **Police Dare Program** - to account for state grants for narcotic education.
- **Local Law Enforcement Block Grant** - to account for local law enforcement block grant from the State of Connecticut Office of Policy and Management and the United States Department of Justice. Expenditures are for public safety equipment not otherwise budgeted for in the public safety operating budget.
- **Police Vehicles** - to account for revenues associated with the sale of police vehicles and funding from the General Fund budget to be used for the purchase of new police vehicles.
- **Police Special Duty** - to account for revenues and expenditures for police officers special duty for outside organizations.
- **Police Community Services Fund** - to account for police grants, donations, charges for fingerprint services and programs including: Project Lifesaver, Self-Defense Classes, Police Cadets and Heroes & Hounds.

Planning & Development Program Fund - to account for all financial resources of the community development block grant and the small cities community development block grant.

Facilities Management Program Fund - includes the following programs:

- **Town Aid Fund** - to account for state town aid road grants and related expenses to town roads.
- **Eno Memorial Hall** - to account for the revenue from the settlement of the Kenessat painting and the expenditures for capital improvements and maintenance for the Eno Memorial Hall building.
- **Antoinette Eno Wood** - to account for the distribution of Trust's interest income to the Town and expenses related in maintaining Eno Memorial Hall. The assets are held in a separate trust and are not in the Town's name.
- **Horace Belden Income** - to account for the distribution of Trust's interest income to the Town and expenses related in maintaining town roads. The assets are held in a separate trust and are not in the Town's name.
- **Pease Cemetery Trust** - to maintain the Pease and Shaw cemetery lots.

Health & Welfare Program Fund - includes the following programs:

- **Social Workers Contingency** - to account for donations and gifts and associated expenses related for the well-being of town citizens in need of assistance.
- **Clean Energy Task Force** - to account for grants and donations to be expended per the charge of the Clean Energy Task Force.
- **Expanded Dial-A-Ride** - to account for grant and expenditures related to an expanded dial-a-ride service to the elderly and disabled residents of program.
- **Senior Center** - to account for donations and expenses related to senior center programs.
- **Youth Services** - to account for grant and expenditures related to youth services.
- **Julia Darling Income** - to account for the distribution of Trust's interest income to the Town and expenses related to the well-being of Town citizens in need of assistance. The assets are held in a separate trust and are not in the Town's name.
- **Kate Southwell Income** - to account for the distribution of Trust's interest income to the Town and expenses related to the well-being of Town citizens, excluding citizens of Tariffville, in need of assistance. The assets are held in a separate trust and are not in the Town's name.
- **Mary Schneider Memorial** - to account for donations to the Town and expenses related to the well-being of Town citizens in need of assistance.

Culture & Recreation Program Fund - includes the following program:

- **Library** - to account for donations, memorial gifts and miscellaneous grants and expenses related to the operations of the library.
- **Dog Park** - to account for donations and expenses related to the operations of the dog park.
- **Simsbury 350th** - to account for donations, grants and expenditures associated with the celebrations being held in honor of the Town's 350th anniversary.
- **Field Recreation Fund** - to account for charges for services and expenditures associated with the maintenance of the athletic fields.
- **Simsbury Try-Athlon** - to account for donations and expenditures associated with the annual Try-Athlon event.
- **Simsbury Celebrates** - to account for donations and expenditures associated with the annual Simsbury Celebrates event.

Sewer Assessment Fund - to account for all financial resources extending sewers within the Town of Simsbury.

Cafeteria - to account for the operation of all cafeterias for the public school system.

State and Federal Education Grants - to account for specially financed education programs under grants received from the Federal Government and the State of Connecticut.

Student Activities - to account for the various student activities and clubs.

Town and BOE Flex Spending - allows employees to use payroll deductions to fund an individual flex spending account for dependent care or medical expenses. Reimbursements are paid from the account by a third-party administrator in accordance with IRS regulations.

Department of Continuing Education - account for activities of continuing education programs.

Enrichment & Extended Day Fund - to account for enrichment and extended day activities

Capital Project Funds

Capital project funds are used to account for financial resources that are restricted or committed for capital outlays including the acquisition or construction of capital facilities and other capital assets.

Capital and Nonrecurring Expenditures Fund - to account for equipment purchases and other nonrecurring capital expenditures.

TOWN OF SIMSBURY, CONNECTICUT
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 JUNE 30, 2020

EXHIBIT B-1

	Special Revenue Funds						
	Residential Rental Properties	Simsbury Farms Fund	General Government Program Fund	Public Safety Program Fund	Planning & Development Program Fund	Facilities Management Program Fund	Health & Welfare Program Fund
ASSETS							
Cash and cash equivalents	\$ 404,136	\$ 631,435	\$ 144,423	\$ 102,860	\$ 290,820	\$ 824,092	\$ 305,591
Receivables:							
Accounts				158,610	21,739		
Special assessments							
Due from other governments				1,524			
Inventories		10,262					2,895
Prepaid expenditures							
Total Assets	\$ 404,136	\$ 641,697	\$ 144,423	\$ 262,994	\$ 312,559	\$ 824,092	\$ 308,486
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES							
Liabilities:							
Accounts payable	\$ 868	\$ 93,441	\$ 4,368	\$ -	\$ -	\$ -	\$ 2,690
Due to other funds							
Due to other governments		341,074					9,903
Unearned revenue		434,515	4,368				12,593
Total liabilities							
Deferred inflows of resources:							
Unavailable revenue - scholarship					21,739		
Unavailable revenue - special assessments					21,739		
Unavailable revenue - loans receivable							
Total deferred inflows of resources							
Fund balances:							
Nonspendable		10,262					2,895
Restricted	403,268	196,920	140,055	262,994	290,820	824,092	69,364
Committed							223,634
Unassigned	403,268	207,182	140,055	262,994	290,820	824,092	295,893
Total fund balances							
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 404,136	\$ 641,697	\$ 144,423	\$ 262,994	\$ 312,559	\$ 824,092	\$ 308,486

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TOWN OF SIMSBURY, CONNECTICUT
 COMBINING BALANCE SHEET (CONTINUED)
 NONMAJOR GOVERNMENTAL FUNDS
 JUNE 30, 2021

EXHIBIT B-1

	Special Revenue Funds						
	Culture & Recreation Program Fund	Sewer Assessment Fund	Cafeteria	State and Federal Education Grants	Student Activity	BOE Flex Spending	Town Flex Spending
ASSETS							
Cash and cash equivalents	\$ 152,743	\$ 1,610,999	\$ 242,532	\$ 431,884	\$ 525,823	\$ 31,266	\$ 10,903
Receivables:							
Accounts	10,390						
Special assessments		919,136					
Due from other governments		143,265		476,556			
Inventories			44,436				
Prepaid expenditures							
Total Assets	\$ 163,133	\$ 2,530,135	\$ 430,233	\$ 908,440	\$ 525,823	\$ 31,266	\$ 10,903
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES							
Liabilities:							
Accounts payable	\$ 707	\$ -	\$ 2,511	\$ 251,884	\$ -	\$ -	\$ 271
Due to other funds			508,699	622,052	125,623		5,000
Due to other governments				25,109			
Unearned revenue			87,678	9,395			
Total liabilities	707	-	598,888	908,440	125,623	-	5,271
Deferred inflows of resources:							
Unavailable revenue - scholarship		919,137					
Unavailable revenue - special assessments							
Unavailable revenue - loans receivable							
Total deferred inflows of resources		919,137					
Fund balances:							
Nonspendable			44,436				
Restricted					400,200	31,266	5,632
Committed	162,426	1,610,998					
Unassigned			(213,091)				
Total fund balances	162,426	1,610,998	(168,655)		400,200	31,266	5,632
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 163,133	\$ 2,530,135	\$ 430,233	\$ 908,440	\$ 525,823	\$ 31,266	\$ 10,903

(Continued on next page)

TOWN OF SIMSBURY, CONNECTICUT
 COMBINING BALANCE SHEET (CONTINUED)
 NONMAJOR GOVERNMENTAL FUNDS
 JUNE 30, 2021

EXHIBIT B-1

	Special Revenue Funds			Total Nonmajor Governmental Funds
	Continuing Education Fund	Enrichment & Extended Day Fund	Capital and Nonrecurring Expenditures Fund	
ASSETS				
Cash and cash equivalents	\$ 283,326	\$ 50,696	\$ 1,767,558	\$ 7,811,087
Receivables:				
Accounts				190,739
Special assessments				919,136
Due from other governments				621,345
Inventories				44,436
Prepaid expenditures				13,157
Total Assets	\$ 283,326	\$ 50,696	\$ 1,767,558	\$ 9,599,900
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ 70,050	\$ 426,790
Due to other funds				1,261,374
Due to other governments				25,109
Unearned revenue			2,287	450,337
Total liabilities			72,337	2,163,610
Deferred inflows of resources:				
Unavailable revenue - scholarship				919,137
Unavailable revenue - special assessments				21,739
Unavailable revenue - loans receivable				940,876
Total deferred inflows of resources				1,881,752
Fund balances:				
Nonspendable	283,326	50,696		57,593
Restricted			1,695,221	1,664,576
Committed				4,986,336
Unassigned	283,326	50,696	1,695,221	(213,091)
Total fund balances	\$ 283,326	\$ 50,696	\$ 1,767,558	\$ 6,495,414
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 283,326	\$ 50,696	\$ 1,767,558	\$ 9,599,900

**TOWN OF SIMSBURY, CONNECTICUT
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2020**

	Special Revenue Funds						
	Residential Rental Properties	Simsbury Farms Fund	General Government Program Fund	Public Safety Program Fund	Planning & Development Program Fund	Facilities Management Program Fund	Health & Welfare Program Fund
Revenues:							
Intergovernmental	\$ 73,365	\$ 1,839,181	\$ 19,290	\$ 48,760	\$ -	\$ 376,016	\$ 29,494
Charges for goods and services	381		65,310	592,421			
Investment income (loss)			69			127	46
Assessments							
Other		76		9,765	24,810	98,673	169,179
Total revenues	<u>73,746</u>	<u>1,839,257</u>	<u>84,669</u>	<u>650,946</u>	<u>24,810</u>	<u>474,816</u>	<u>198,719</u>
Expenditures:							
Current operating:							
General government			60,056				
Planning and development				359,438		39,029	
Public safety							
Facility management	19,587	1,810,681					
Culture and recreation							
Health and welfare							138,192
Education							
Capital outlay	8,628	24,231					
Debt service	28,215	1,834,912	60,058	359,438	-	39,029	138,192
Total expenditures	<u>45,531</u>	<u>4,345</u>	<u>24,611</u>	<u>291,508</u>	<u>24,810</u>	<u>435,767</u>	<u>60,527</u>
Excess (Deficiency) of Revenues over Expenditures							
Other Financing Sources:							
Transfers in		180,000					18,480
Transfers out		(40,000)		(316,329)		(592,620)	(105,175)
Bond and local proceeds							
Total other financing sources	<u>-</u>	<u>140,000</u>	<u>-</u>	<u>(316,329)</u>	<u>-</u>	<u>(592,620)</u>	<u>(86,695)</u>
Net Change in Fund Balances	45,531	144,345	24,611	(24,821)	24,810	(156,833)	(26,168)
Fund Balances at Beginning of Year	357,737	62,837	115,444	287,815	266,010	980,925	322,061
Fund Balances at End of Year	<u>\$ 403,268</u>	<u>\$ 207,182</u>	<u>\$ 140,055</u>	<u>\$ 262,994</u>	<u>\$ 290,820</u>	<u>\$ 824,092</u>	<u>\$ 295,893</u>

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**TOWN OF SIMSBURY, CONNECTICUT
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (CONTINUED)
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2021**

	Special Revenue Funds						
	Culture & Recreation Program Fund	Sewer Assessment Fund	Cafeteria	State and Federal Education Grants	Student Activity	BOE Flex Spending	Town Flex Spending
Revenues:							
Intergovernmental	6,343	\$	557,220	\$	6,834,883	\$	\$
Charges for goods and services	8,226		81,754		965,818	65,891	50,247
Investment income (loss)			32				
Assessments		1,675					
Other	56,740	208,505	761				
Total revenues	<u>71,309</u>	<u>247,311</u>	<u>639,767</u>	<u>6,834,883</u>	<u>965,818</u>	<u>65,891</u>	<u>50,247</u>
Expenditures:							
Current operating:							
General government							54,730
Planning and development							
Public safety							
Facility management							
Culture and recreation	69,348						
Health and welfare					778,816	66,184	
Education				6,834,883			
Capital outlay			1,017,880				
Debt service							
Total expenditures	<u>69,348</u>	<u>-</u>	<u>1,017,880</u>	<u>6,834,883</u>	<u>778,816</u>	<u>66,184</u>	<u>54,730</u>
Excess (Deficiency) of Revenues over Expenditures	<u>1,961</u>	<u>247,311</u>	<u>(378,113)</u>	<u>-</u>	<u>187,002</u>	<u>(293)</u>	<u>(4,483)</u>
Other Financing Sources:							
Transfers in			103,923				
Transfers out	2,250	(50,000)					
Bond and local proceeds							
Total other financing sources	<u>2,250</u>	<u>(50,000)</u>	<u>103,923</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	4,211	197,311	(274,190)	-	187,002	(293)	(4,483)
Fund Balances at Beginning of Year	158,215	1,413,687	105,535	-	213,198	31,559	10,115
Fund Balances at End of Year	<u>\$ 162,426</u>	<u>\$ 1,610,998</u>	<u>\$ (168,655)</u>	<u>\$ -</u>	<u>\$ 400,200</u>	<u>\$ 31,266</u>	<u>\$ 5,632</u>

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**TOWN OF SIMSBURY, CONNECTICUT
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (CONTINUED)
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2021**

	Special Revenue Funds			Capital and Nonrecurring Expenditures Fund	Interfund Elimination	Total Nonmajor Governmental Funds
	Continuing Education Fund	Enrichment & Extended Day Fund				
Revenues:						
Intergovernmental						8,230,930
Charges for goods and services			\$	358,924	\$	4,986,698
Investment income (loss)	685,208	559,277				2,330
Assessments						208,505
Other						397,135
Total revenues	685,208	559,277		358,924	-	13,825,598
Expenditures:						
Current operating:						114,788
General government						-
Planning and development						359,438
Public safety						58,616
Facility management						1,880,029
Culture and recreation						138,192
Health and welfare						10,001,523
Education	751,195	552,565		2,494,581		2,518,912
Capital outlay				748		9,376
Debt service	751,195	552,565		2,495,329		15,080,774
Total expenditures	(65,987)	6,712		(2,136,405)		(1,255,176)
Excess (Deficiency) of Revenues over Expenditures						
Other Financing Sources:						
Transfers in				2,084,197	(325,480)	2,063,370
Transfers out				(40,254)	325,480	(818,898)
Bond and local proceeds				125,000		125,000
Total other financing sources				2,168,943		1,369,472
Net Change in Fund Balances	(65,987)	6,712		32,538		114,296
Fund Balances at Beginning of Year	349,313	43,984		1,662,683		6,381,118
Fund Balances at End of Year	283,326	50,696		1,695,221		6,495,414

TOWN OF SIMSBURY, CONNECTICUT
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS) - NONMAJOR GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED JUNE 30, 2021

	Residential Rental Properties				Simsbury Farms Fund				
	Budget		Actual		Budget		Actual		Variance with Final Budget Positive (Negative)
	Original	Final	Original	Final	Original	Final	Original	Final	
Revenues:									
Charges for goods and services	\$	\$	\$	\$	\$	\$	\$	\$	\$
Rental of town-owned property	67,940	67,940	73,746	5,806	1,981,560	1,810,769	1,810,769	1,810,769	(170,791)
Total revenues	67,940	67,940	73,746	5,806	26,500	28,488	2,008,060	1,839,257	1,988
				5,806					(168,803)
Expenditures:									
Current:									
Facility management	37,350	37,350	19,587	17,763	2,052,281	1,838,952	2,052,281	1,838,952	213,329
Culture and recreation									
Capital outlay	8,522	8,522	8,628	(106)					
Debt service	45,872	45,872	28,215	17,657	2,052,281	1,838,952	2,052,281	1,838,952	213,329
Total expenditures	92,744	91,744	56,430	35,214	4,104,562	3,677,904	4,104,562	3,677,904	426,658
Excess (Deficiency) of Revenues over Expenditures	22,068	22,068	45,531	23,463	(44,221)	305	(44,221)	305	44,526
Other Financing Sources:									
Transfers from other funds					180,000	180,000	180,000	180,000	-
Transfers to other funds					(45,000)	(40,000)	(45,000)	(40,000)	5,000
Net other financing sources					135,000	140,000	135,000	140,000	5,000
Excess (Deficiency) of Revenues and Other Financing Sources over Expenditures and Other Financing Uses	22,068	22,068	45,531	23,463	90,779	140,305	90,779	140,305	49,526
Fund Balances at Beginning of Year			357,737			62,837			
Fund Balances at End of Year			403,268			203,142			

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Internal Service Funds

Internal Service Funds

PPO/HDHP/HMO - This fund is used to account for premiums and claims relating to the self-insurance health coverage for those Town and Board of Education current employees who elected to receive health coverage under the CIGNA PPO (Preferred Provided Option Plan), the CIGNA HDHP (High Deductible Health Plan) or the CIGNA HMO (In Network Only Option) Plan. For Town employees, that can include medical/prescription and/or dental coverage. For Board of Education employees, that includes just medical/prescription coverage.

Dental - This fund is used to account for premiums and claims relating to the self-insurance dental coverage for current Board of Education employees only who have elected to receive dental coverage under the MetLife Plan.

**TOWN OF SIMSBURY, CONNECTICUT
COMBINING STATEMENT OF NET POSITION - PROPRIETARY FUNDS
JUNE 30, 2021**

	Governmental Activities		
	Internal Service Funds		
	PPO/HDHP/HMO	Dental	Total
Assets:			
Current assets:			
Cash and cash equivalents	\$ 4,932,339	\$ 700,625	\$ 5,632,964
Prepaid items	414,000		414,000
Total current assets	<u>5,346,339</u>	<u>700,625</u>	<u>6,046,964</u>
Liabilities:			
Current liabilities:			
Accounts payable and accrued items	4,536		4,536
Noncurrent liabilities:			
Claim incurred but not reported	932,900	25,000	957,900
Total liabilities	<u>937,436</u>	<u>25,000</u>	<u>962,436</u>
Net Position:			
Unrestricted	<u>\$ 4,408,903</u>	<u>\$ 675,625</u>	<u>\$ 5,084,528</u>

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

	Governmental Activities			
	Internal Service Funds			
	PPO/HDHP/HMO	Dental	Elimination	Total
Operating Revenues:				
Charges for services	\$ 15,231,361	\$ 529,550	\$	\$ 15,760,911
Other operating revenue	850,601			850,601
Interest on investment	83			83
Miscellaneous				-
Total operating revenues	<u>16,082,045</u>	<u>529,550</u>	<u>-</u>	<u>16,611,595</u>
Operating Expenses:				
Claims incurred	14,337,212	421,780		14,758,992
Administration and stop loss insurance fees	1,064,422	47,829		1,112,251
Other expenses			-	-
Total operating expenses	<u>15,401,634</u>	<u>469,609</u>	<u>-</u>	<u>15,871,243</u>
Change in Net Position	680,411	59,941	-	740,352
Net Position at Beginning of Year	<u>3,728,492</u>	<u>615,684</u>		<u>4,344,176</u>
Net Position at End of Year	<u>\$ 4,408,903</u>	<u>\$ 675,625</u>	<u>\$ -</u>	<u>\$ 5,084,528</u>

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

	Governmental Activities		
	Internal Service Funds		
	PPO/HDHP/HMO	Dental	Total
Cash Flows from Operating Activities:			
Receipts from customers and users	\$ 16,082,045	\$ 529,550	\$ 16,611,595
Payments to employees	(15,152,713)	(462,727)	(15,615,440)
Net cash provided by operating activities	<u>929,332</u>	<u>66,823</u>	<u>996,155</u>
Net Increase in Cash and Cash Equivalents	929,332	66,823	996,155
Cash and Cash Equivalents at Beginning of Year	<u>4,003,007</u>	<u>633,802</u>	<u>4,636,809</u>
Cash and Cash Equivalents at End of Year	<u>\$ 4,932,339</u>	<u>\$ 700,625</u>	<u>\$ 5,632,964</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used in) Operating Activities:			
Operating income (loss)	\$ <u>680,411</u>	\$ <u>59,941</u>	\$ <u>740,352</u>
Change in assets and liabilities:			
(Increase) decrease in prepaid items			-
Increase (decrease) in accounts payable	(34,979)	(4,118)	(39,097)
Increase (decrease) in claims payable	<u>283,900</u>	<u>11,000</u>	<u>294,900</u>
Total adjustments	<u>248,921</u>	<u>6,882</u>	<u>255,803</u>
Net Cash Provided by (Used in) Operating Activities	<u>\$ 929,332</u>	<u>\$ 66,823</u>	<u>\$ 996,155</u>

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Fiduciary Funds

Fiduciary Funds

Fiduciary Fund types are used to account for assets held by the Town in a trustee capacity or as an agent for individuals, private organizations or others. The Town's Fiduciary Funds are as follows:

Trust Funds:

- **Pension Trust Fund** - to account for the activities of the Town's defined benefit plans which accumulate resources for pension benefit payments to qualified employees.
- **Other Post Employment Benefit Trust Fund** - to account for the activities for both Town and Board of Education for other post employment benefits (e.g., health insurance, life insurance) which accumulate resources for other post employment benefit payments to qualified employees.

**TOWN OF SIMSBURY, CONNECTICUT
 COMBINING STATEMENT OF FIDUCIARY NET POSITION - TRUST FUNDS
 JUNE 30, 2021**

	Pension Trust Funds	Other Post Employment Benefit Trust Fund	Total
Assets:			
Cash and cash equivalents	\$ 568,657	\$ 240,650	\$ 809,307
Investments, at fair value:			
Mutual funds	78,371,240	22,437,373	100,808,613
Private equity funds	4,012,541		4,012,541
Accounts receivable	<u>67,124</u>		<u>67,124</u>
 Total Assets	 83,019,562	 22,678,023	 105,697,585
Liabilities:			
Accounts payable	<u>13,478</u>	<u>11,303</u>	<u>24,781</u>
 Net Position	 \$ <u>83,006,084</u>	 \$ <u>22,666,720</u>	 \$ <u>105,672,804</u>

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

	<u>Pension Trust Funds</u>	<u>Other Post Employment Benefit Trust Fund</u>	<u>Total</u>
Additions:			
Contributions:			
Employer	\$ 3,378,051	\$ 1,360,107	\$ 4,738,158
Plan members	806,003	152,927	958,930
Total contributions	<u>4,184,054</u>	<u>1,513,034</u>	<u>5,697,088</u>
Investment earnings:			
Net change in fair value of investments	15,458,003	4,286,727	19,744,730
Interest	1,230,642	370,728	1,601,370
Total investment gain	<u>16,688,645</u>	<u>4,657,455</u>	<u>21,346,100</u>
Less investment expenses:			
Investment management fees	86,337		86,337
Net investment gain	<u>16,602,308</u>	<u>4,657,455</u>	<u>21,259,763</u>
Total additions	<u>20,786,362</u>	<u>6,170,489</u>	<u>26,956,851</u>
Deductions:			
Benefits	5,012,135	1,140,222	6,152,357
Administrative expense	92,152	84,664	176,816
Total deductions	<u>5,104,287</u>	<u>1,224,886</u>	<u>6,329,173</u>
Net Change in Net Position	15,682,075	4,945,603	20,627,678
Net Position at Beginning of Year	<u>67,324,009</u>	<u>17,721,117</u>	<u>85,045,126</u>
Net Position at End of Year	<u>\$ 83,006,084</u>	<u>\$ 22,666,720</u>	<u>\$ 105,672,804</u>

Other Schedules

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

Grand List Year	Balance July 1, 2020	Current Levy	Lawful Additions	Corrections * Deductions	Transfers to Suspense	Adjusted Taxes	Collections	Interest	Liens	Other Fees	Balance June 30, 2021
2019	\$	\$ 92,822,468	\$ 1,167,808	\$ 432,966	\$	\$ 93,557,310	\$ 93,055,146	\$ 108,642	\$ 168	\$ 11,948	\$ 502,164
2018	564,503		24,662	47,660	87,269	454,236	252,251	63,542	768	1,599	201,985
2017	177,838		40,077	21,640	1,247	195,028	101,351	39,118	480	2,254	93,677
2016	76,873		26,494	700	350	102,317	55,701	26,966	144	803	46,616
2015	52,086		10,160	341		61,905	20,253	20,101	24	581	41,652
2014	20,981		2,556	120		23,417	4,658	1,741	24	335	18,759
2013	24,841		5,640			30,481	8,578	6,657	24	1,480	21,903
2012	19,428		5,085	156		24,357	7,172	4,094		1,037	17,185
2011	17,573		27			17,600	3	197		5	17,597
2010	7,947		153			8,100	82	138		5	8,018
2009	7,867		268			8,135	76	143		39	8,059
2008	5,683		278	4		5,957	274	579		142	5,683
2007	5,088		736	3		5,821	733	1,663		382	5,088
2006	4,846		1,206	3		6,049	1,203	2,929		647	4,846
2005	4,288		329			4,617	328	891		181	4,289
	\$ 989,842	\$ 92,822,468	\$ 1,285,479	\$ 503,593	\$ 88,866	\$ 94,505,330	\$ 93,507,809	\$ 277,401	\$ 1,632	\$ 21,438	\$ 997,521

* Motor vehicle supplement taxes totaling \$970,167 are included in additions.

**TOWN OF SIMSBURY, CONNECTICUT
 SCHEDULE OF CHANGES IN SEWER USER CHARGES RECEIVABLE
 FOR THE YEAR ENDED JUNE 30, 2021**

<u>Grand List Year</u>	<u>Balance July 1, 2020</u>	<u>Current Year Charges</u>	<u>Adjustments</u>	<u>Collections</u>	<u>Balance June 30, 2021</u>
2020	\$	\$ 3,104,353	\$ 31,933	\$ 3,114,099	\$ 22,187
2019	18,806		529	10,981	8,354
2018	8,879		15	3,895	4,999
2017	1,141			352	789
2016	670				670
2015	335				335
2014					-
2013					-
2012					-
2011					-
2010					-
2009					-
2008					-
2007					-
2006					-
Totals	\$ <u>29,831</u>	\$ <u>3,104,353</u>	\$ <u>32,477</u>	\$ <u>3,129,327</u>	\$ <u>37,334</u>

SCHEDULE 3

TOWN OF SIMSBURY, CONNECTICUT
 SCHEDULE OF CHANGES IN SEWER ASSESSMENT RECEIVABLE
 FOR THE YEAR ENDED JUNE 30, 2021

Phases	Balance July 1, 2020	Adjustments	Principal	Interest	Lien Fees	Refunds	Balance June 30, 2021
II	\$ 24,073	\$	\$	\$	\$	\$	24,073
V	3,323		3,323	761	24		-
VI	2,938						2,938
IX	16,883						16,883
X	21,153						21,153
XI	32,121						8,044
XII	143,768		24,077	15,340	48		107,826
XIV	18,406		35,942	2,401	24		13,100
XV	349,769		5,306	372	24		283,252
XVI	52,992		66,517	5,596	24		29,381
XVI	462,219		23,611	836	48		412,486
			49,733	6,956			
	\$ 1,127,645	\$ -	\$ 208,509	\$ 32,262	\$ 168	\$ -	\$ 919,136

**TOWN OF SIMSBURY, CONNECTICUT
SCHEDULE OF DEBT LIMITATION
FOR THE YEAR ENDED JUNE 30, 2021**

Revenue from taxation for the year ended June 30, 2020:

Taxes	\$ 91,673,764
Interest and lien fees	<u>290,431</u>
Base	<u>\$ 91,964,195</u>

	<u>General Purpose</u>	<u>Schools</u>	<u>Sewers</u>	<u>Urban Renewal</u>
Debt limitation:				
2-1/4 times base	\$ 206,919,439	\$	\$	\$
4-1/2 times base		413,838,878		
3-3/4 times base			344,865,731	
3-1/4 times base				298,883,634
Total debt limitation	<u>206,919,439</u>	<u>413,838,878</u>	<u>344,865,731</u>	<u>298,883,634</u>
Indebtedness:				
Bonds and loans payable	16,403,204	24,569,638	6,525,000	
Bonds authorized and unissued	1,383,491	9,069,637		
Total indebtedness	<u>17,786,695</u>	<u>33,639,275</u>	<u>6,525,000</u>	<u>-</u>
Debt Limitation in Excess of Outstanding and Authorized Debt	<u>\$ 189,132,744</u>	<u>\$ 380,199,603</u>	<u>\$ 338,340,731</u>	<u>\$ 298,883,634</u>
Total capacity of borrowing (7 times base)		\$ 643,749,365		
Total present indebtedness		<u>57,950,970</u>		
Margin for Additional Borrowing		<u>\$ 585,798,395</u>		

Statistical Section

Statistical Section

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

Contents	Page
Financial Trends	107-110
These schedules contain trend information to help the reader understand how the Town's financial performance and well-being have changed over time.	
Revenue Capacity	111-113
These schedules contain information to help the reader assess the Town's most significant local revenue source, property taxes.	
Debt Capacity	114-116
These schedules present information to help the reader assess the afford- ability of the Town's current level of outstanding debt and the Town's ability to issue additional debt in the future.	
Demographic and Economic Information	117-118
These schedules offer demographic and economic indicators to help the reader understand the environment within which the Town's financial activities take place.	
Operating Information	119-121
These schedules contain service and infrastructure data to help the reader understand how the information in the Town's financial report relates to the services the Town provides and the activities it performs.	

TABLE 1

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

	FISCAL YEAR									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Governmental Activities:										
Net investment in capital assets	\$ 93,769,918	\$ 93,069,141	\$ 97,320,295	\$ 100,313,724	\$ 103,429,189	\$ 98,938,703	\$ 104,065,426	\$ 97,592,854	\$ 104,095,766	\$ 102,108,821
Restricted:										
Grants		36,628,027	21,526,646	20,323,545	19,400,044	8,236,636	6,760,932	12,273,505	13,055,298	1,729,407
Unrestricted	28,322,298			*		**			***	18,684,041
Total Governmental Activities Net Position	\$ 122,092,216	\$ 129,697,168	\$ 118,846,941	\$ 120,637,269	\$ 122,829,233	\$ 107,175,339	\$ 110,826,358	\$ 109,866,359	\$ 117,151,064	\$ 122,522,269

* Restated for GASB 68
 ** Restated for GASB 75
 *** Restated for GASB 84

TABLE 2

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

	FISCAL YEAR									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Expenses:										
Governmental activities:										
General government	6,305,823	2,343,479	2,205,896	1,977,419	2,786,959	2,851,855	2,634,618	2,802,078	3,538,892	3,109,289
Planning and development	1,079,098	960,662	586,042	1,173,028	617,505	1,383,689	1,660,834	1,014,484	687,491	751,246
Public safety	5,891,335	5,492,049	5,007,354	5,887,147	5,437,865	5,458,475	5,559,388	6,058,746	5,707,706	6,092,548
Facility management	8,719,270	8,934,586	8,266,613	9,017,445	10,847,069	13,455,187	8,530,110	9,385,514	10,401,802	9,547,697
Culture and recreation	5,309,507	5,203,432	5,137,622	5,150,210	5,204,380	5,696,882	5,862,399	6,099,059	6,206,411	6,119,710
Health and welfare	846,075	864,456	888,466	919,341	915,881	899,974	909,646	965,885	988,310	974,252
Board of Education	76,276,064	77,356,625	84,666,310	83,402,825	84,996,362	92,918,242	95,466,144	92,106,333	101,356,331	113,993,273
Debt service interest	1,212,643	1,199,014	1,019,312	797,900	645,311	854,362	553,117	761,625	942,031	123,487
Total Governmental Activities Expenses	105,639,815	102,354,303	107,767,615	108,325,315	111,451,332	123,498,666	121,176,256	119,193,924	129,839,974	142,111,502
Program Revenues:										
Charges for services:										
General government	805,502	799,556	760,330	762,490	882,767	904,172	861,158	803,803	980,762	1,218,097
Planning and development	171,782	146,655	169,606	19,617	739,107	2,202	20	40	40	61,235
Public safety	279,202	278,247	311,044	254,006	312,583	312,583	287,766	454,809	628,727	664,915
Facility management	3,091,335	3,427,181	3,452,650	3,369,838	4,096,938	3,557,914	4,450,358	4,047,484	4,105,430	4,600,565
Culture and recreation	1,771,554	1,710,717	1,748,704	1,797,383	1,907,459	1,733,275	1,694,672	1,498,999	1,788,231	1,855,922
Health and welfare	19,691	14,335	8,675	2,320	2,876	1,464	365	1,875	2,537	598
Board of Education	1,477,515	1,263,693	1,139,274	1,160,212	869,848	878,295	979,761	967,056	1,279,122	2,955,973
Operating grants and contributions:										
General government	120,009	1,075,530	334,574	215,448	213,374	1,023,774	586,655	329,563	210,520	592,814
Planning and development	2,116,232	282,487	110,020	135,176	361,630	898,406	1,083,664	1,308,617	835,775	993,162
Public safety	29,856	31,083	12,173	34,435	29,229	54,129	5,593	19,263	5,685	57,691
Facility management	3,016,919	262,172	193,968	226,135	212,271	250,021	176,232	76,078	109,425	28,408
Culture and recreation	189,748	74,889	624,762	135,523	108,773	178,219	138,070	43,307	42,786	15,507
Health and welfare	189,658	248,991	237,750	208,240	236,228	204,384	192,154	390,854	133,511	49,271
Board of Education	15,801,559	16,125,579	17,681,269	15,783,990	17,177,726	22,786,889	24,230,927	15,991,807	27,752,657	36,862,930
Capital grants and contributions:										
General government	341,709	489,380	541,351	888,334	767,121	383,902	30,495	510,734	723,731	1,565,437
Planning and development										
Facility management										
Culture and recreation										
Health and welfare										
Board of Education	956,286	451,140	64,872	64,872	17,128	72,604	35,469,121	83,082	3,118,298	768,208
Total Governmental Activities Revenues	30,380,557	27,383,401	27,326,151	25,059,019	27,899,005	33,592,243	35,469,121	26,527,481	41,717,237	52,310,733
Total Governmental Activities Net Expense	(75,259,258)	(74,970,902)	(80,441,464)	(83,266,296)	(83,552,327)	(89,906,423)	(85,707,135)	(92,666,443)	(88,121,737)	(90,400,769)
General Revenues and Other:										
Changes in Net Position:										
Governmental activities:										
Property taxes	80,468,335	81,741,250	83,574,205	84,031,217	84,703,120	85,768,365	87,415,877	86,730,412	92,013,447	93,530,124
Grants and contributions not restricted to specific programs	332,042	315,020	333,164	307,788	197,363	195,890	187,541	116,910	122,048	136,603
Unrestricted investment earnings	120,712	54,591	71,233	(22,010)	336,375	120,444	387,674	794,773	770,446	216,796
Other general revenues, net	409,960	464,993	957,673	739,629	507,433	852,587	1,033,041	2,084,349	1,852,332	1,988,451
Total Primary Government	81,331,049	82,575,854	84,936,277	85,056,624	85,744,291	86,937,266	89,024,133	91,706,444	94,756,273	95,771,974
Change in Net Position:	6,071,791	7,604,952	4,494,813	1,790,328	2,191,964	(2,969,137)	3,316,998	(959,999)	6,636,536	5,371,205
Total Governmental Activities										

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

	FISCAL YEAR									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
General Fund:										
Nonspendable	\$ 121,950	\$ 19,665	\$ 2,368	\$	\$	\$ 14,663	\$ 61,835	\$ 35,789	\$ 104,649	\$ 158,914
Restricted	267,341	400,120	21,309	639,000	427,598	385,000	385,000	385,000	651,308	651,308
Committed	510,907	374,590	11,611,521	183,461	1,787,133	1,542,894	1,967,056	228,239	372,549	215,191
Assigned	9,696,310	10,840,687	11,611,521	11,870,091	11,247,572	12,272,378	14,380,222	16,460,519	17,775,774	16,955,367
Unassigned										
Total General Fund	\$ 10,596,508	\$ 12,000,578	\$ 11,635,198	\$ 12,692,552	\$ 13,462,303	\$ 14,214,935	\$ 16,794,113	\$ 17,109,547	\$ 18,904,280	\$ 17,980,780
All other governmental funds:										
Nonspendable	\$ 39,195	\$ 55,708	\$ 37,169	\$ 26,056	\$ 30,304	\$ 26,621	\$ 28,854	\$ 127,426	\$ 86,110	\$ 60,706
Restricted	1,256,034	1,387,975	1,724,023	1,454,961	1,599,957	1,341,471	1,181,529	1,478,410	1,434,315	1,707,668
Committed	8,012,674	11,181,861	10,317,052	12,701,558	10,145,328	14,923,557	9,505,284	16,603,434	12,235,194	25,547,280
Assigned	5,329,235									
Unassigned	(5,539,929)	(255,602)			(705,063)		(656,795)	(194,371)	(857,754)	(213,091)
Total All Other Governmental Funds	\$ 9,097,209	\$ 12,369,942	\$ 12,078,244	\$ 14,182,575	\$ 11,070,526	\$ 16,291,649	\$ 10,058,872	\$ 18,014,899	\$ 12,897,865	\$ 27,102,563

TABLE 4

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

	FISCAL YEAR									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Revenues:										
Property taxes	\$ 80,548,378	\$ 81,850,788	\$ 83,460,141	\$ 83,958,850	\$ 84,535,118	\$ 85,638,921	\$ 87,613,101	\$ 88,687,364	\$ 91,966,373	\$ 93,537,721
Intergovernmental	23,037,449	19,910,015	19,289,241	17,879,660	19,293,730	26,100,771	21,516,886	25,153,451	28,582,227	28,006,492
Investment income (loss)	120,712	54,591	71,233	(22,010)	333,675	119,016	387,438	794,773	770,446	216,796
Charges for goods and services	4,165,901	3,970,212	3,826,011	3,766,179	3,789,183	3,637,248	3,641,451	3,518,601	4,402,885	6,426,210
Licenses and permits	521,210	546,348	708,824	675,091	1,175,708	459,719	1,233,813	1,310,154	648,888	1,443,584
Rental of town-owned property	595	163,356	171,087	151,472	137,767	132,302	144,562	156,406	113,474	82,500
Local revenues	409,679	103,093	577,789	69,800	78,642	236,217	285,859	54,796	113,874	134,369
Assessments	2,541,036	2,857,375	2,737,195	2,688,513	2,908,991	3,128,191	3,194,543	3,277,730	3,277,730	3,307,627
Other	739,684	918,044	1,577,753	1,173,651	859,538	1,277,022	1,308,689	2,064,349	1,852,326	1,888,450
Total revenues	112,060,644	110,373,822	112,419,274	110,341,206	113,061,263	120,731,407	119,326,341	124,474,013	131,936,221	135,043,759
Expenditures:										
Current:										
General government	5,674,412	1,964,048	2,199,199	2,205,484	2,245,328	2,210,886	2,285,031	2,223,957	2,531,424	2,673,713
Planning and development	3,177,802	844,237	704,150	481,362	551,342	1,278,982	803,785	947,587	542,324	556,501
Public safety	4,208,408	4,426,304	4,440,427	4,366,285	4,558,452	4,735,609	4,872,353	5,120,078	5,378,825	5,420,205
Facility management	5,975,632	5,671,060	5,862,713	5,727,133	5,890,540	5,955,240	6,124,464	6,252,699	6,086,114	6,300,602
Culture and recreation	4,165,021	4,047,226	4,263,907	4,091,607	4,210,600	4,330,256	4,383,763	4,536,453	4,492,533	4,441,661
Health and welfare	702,936	727,795	786,278	858,548	819,821	809,188	828,040	871,091	913,647	890,326
Fringe benefits and insurance	4,372,802	4,675,479	4,833,766	5,080,534	4,602,175	4,871,466	5,101,580	5,412,531	5,790,709	6,254,510
Education	73,986,774	75,661,224	78,987,017	76,446,257	78,891,667	85,375,951	82,761,898	87,252,148	89,137,384	93,391,081
Special projects										
Capital outlay	7,701,678	6,180,583	3,440,988	6,725,454	6,925,221	10,500,504	9,283,800	6,362,324	23,212,039	12,072,467
Debit service:										
Principal	5,871,345	5,879,971	6,453,974	6,533,165	6,043,138	6,178,314	5,173,903	4,435,003	5,226,427	5,430,874
Interest	1,508,161	1,257,711	1,103,933	947,530	866,277	864,972	880,049	1,003,459	1,226,037	1,408,635
Total expenditures	117,344,971	111,335,638	113,076,352	113,473,369	115,403,561	127,009,338	122,599,676	124,417,330	144,540,463	138,840,575
Excess (Deficiency) of Revenues over Expenditures	(5,254,327)	(961,816)	(657,078)	(3,132,163)	(2,342,298)	(6,277,931)	(3,273,335)	56,683	(12,604,242)	(3,796,816)
Other Financing Sources:										
Proceeds from capital lease										
Proceeds from sales of bonds	5,191,969	5,638,019		9,768,488		12,251,686		9,614,778	10,131,941	23,854,297
Payments to escrow agents	(5,106,184)			(3,474,640)						(7,424,452)
Proceeds from loans										
Transfers Out										
Total other financing sources	85,785	5,638,019		6,293,848		12,251,686		(1,400,000)	(850,000)	16,429,845
Net Change in Fund Balances	(5,168,542)	4,676,203	(657,078)	3,161,985	(2,342,298)	5,873,755	(3,273,335)	8,271,461	(3,322,301)	12,633,029
Fund Balance at Beginning of Year	24,862,859	19,694,317	24,370,520	23,713,442	26,875,127	24,152,565	30,126,320	26,852,985	35,124,446	32,450,314
Fund Balance at End of Year	19,694,317	24,370,520	23,713,442	26,875,127	24,532,829	30,126,320	26,852,985	35,124,446	31,802,145	45,083,343
Debt Service as a Percentage to Noncapital Expenditures	6.50%	6.63%	6.92%	6.91%	6.91%	5.79%	5.15%	4.74%	4.74%	5.23%

*Restated

TABLE 5

**TOWN OF SIMSBURY, CONNECTICUT
 ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
 LAST TEN FISCAL YEARS**
 (in Thousands of Dollars)

Fiscal Year	Real Property		All Land	Motor Vehicles	Personal Property	Tax Exempt Real Property		Total Taxable Assessed Value	Mill Rate	Estimated Actual Taxable Value	Assessed Value as a Percentage of Actual Value
	Residential Property	Commercial Property				Real Property Excluded	Real Property Excluded				
2012	\$ 2,009,423	\$ 300,156	\$ 21,457	\$ 171,793	\$ 96,697	\$ 298,661	\$ 2,599,526	30.86	\$ 3,617,413	71.9	
2013	2,012,384	301,240	21,030	182,668	82,147	289,240	2,599,468	31.37	3,505,330	74.2	
2014	1,697,766	260,396	17,465	179,800	79,240	301,195	2,234,667	37.29	3,481,281	64.2	
2015	1,708,581	259,276	16,637	179,800	79,240	304,761	2,251,625	37.14	3,577,008	62.9	
2016	1,714,665	258,610	15,617	184,456	95,823	300,668	2,268,971	37.00	3,586,050	63.3	
2017	1,731,800	253,823	24,984	184,785	97,023	324,211	2,292,415	37.12	3,600,147	63.7	
2018	1,749,693	224,283	29,170	190,931	83,777	331,443	2,277,854	38.76	3,670,051	62.1	
2019	1,866,812	237,843	33,023	192,264	86,054	352,670	2,415,996	36.42	3,451,702	70.0	
2020	1,889,218	245,516	26,715	192,843	88,296	353,020	2,442,436	37.32	3,701,103	65.5	
2021	1,928,868	240,322	31,574	200,236	114,378	352,598	2,508,260	37.09	3,775,735	66.4	

Source: Town of Simsbury Assessor and State of Connecticut, Office of Policy and Management.

Note: The estimated actual taxable value is the Equalized Net Grand List as determined by the State of Connecticut, Office of Policy and Management. Properties in town are reassessed every five years per state statute. The last completed revaluation was for the fiscal year ended June 30, 2020. For the fiscal year ended 2021, the estimated actual taxable value is the sum of the real estate assessments divided 65.5%, plus the motor vehicle and personal property assessments divided by 70%.

Last revaluation was completed 10/1/2017

**TOWN OF SIMSBURY, CONNECTICUT
PRINCIPAL TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO**

	2021			2012		
	Taxable Assessed Value	Rank	Percentage of Net Taxable Assessed Grand List	Taxable Assessed Value	Rank	Percentage of Net Taxable Assessed Grand List
Connecticut Light & Power	\$ 56,198,640	1	2.30%	\$ 17,259,620	4	0.67%
SL Simsbury LLC	35,988,630	2	1.47%	32,375,000	2	1.26%
Simsbury Commons LLC	31,395,000	3	1.29%			
DWW Solar II LLC	21,624,980	4	0.89%			
Simsbury Developers LLC	21,054,630	5	0.86%	19,986,020	3	0.77%
CA Senior Simsbury CT Property Owner LLC	20,160,000	6	0.83%			
Dorset Crossing Apartments LLC	19,533,420	7	0.80%			
Executive Risk Indemnity Inc.	16,473,460	8	0.67%	8,088,710	9	0.31%
Highcroft Simsbury LLC	15,371,200	9	0.63%			
McLean Affiliates Inc	15,343,260	10	0.63%	9,625,000	8	0.37%
Woodgreen Simsbury LLC				10,372,640	6	0.40%
Simsbury Hopmeadow Street LLC				16,486,050	5	0.64%
Simsbury Assoc. Limited Partnership						
Hartford Life and Accident Ins. Company				56,386,128	1	2.19%
Hoffman Phyllis W Trustee of Hoffman				9,784,490	7	0.38%
Harco Property Services Inc				6,468,020	10	0.25%
	<u>\$ 253,143,220</u>		<u>10.36%</u>	<u>\$ 186,831,678</u>		<u>7.24%</u>

Source: Town Assessor's office

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

Fiscal Year	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2012	\$ 80,214,545	\$ 79,747,514	99.4%	\$ 421,536	\$ 80,169,050	99.94%
2013	81,566,287	81,089,645	99.4%	420,843	81,510,488	99.93%
2014	83,294,253	82,960,550	99.6%	494,583	83,455,133	100.19%
2015	83,746,698	83,403,071	99.6%	422,956	83,826,027	100.09%
2016	84,403,852	83,954,704	99.5%	406,875	84,361,579	99.95%
2017	85,482,093	85,007,778	99.4%	453,867	85,461,645	99.98%
2018	87,249,801	86,727,571	99.4%	465,042	87,192,613	99.93%
2019	88,528,110	88,013,697	99.4%	390,576	88,404,273	99.86%
2020	91,863,738	91,299,235	99.4%	337,135	91,636,370	99.75%
2021	93,581,275	93,191,141	99.6%	-	93,191,141	99.58%

Source: Town Tax Collector office and Finance office

TABLE 8

TOWN OF SIMSBURY, CONNECTICUT
 RATIO OF NET GENERAL BONDED DEBT TO
 ASSESSED VALUE AND NET GENERAL BONDED DEBT PER CAPITA
 LAST TEN FISCAL YEARS

Fiscal Year	General Bonded Debt										Percentage of Actual Taxable Value of Property (1)	Percentage of Personal Income (2)	Per Capita
	General Obligation Bonds					Clean Water Fund Loan							
	General Purpose	Schools											
2012	\$ 12,168,024	\$ 16,815,000	\$	16,617,830	\$	45,600,854	1.23%	1.15%	1.95				
2013	14,833,377	14,795,000		15,676,381		45,304,758	1.25%	1.14%	1.93				
2014	12,448,221	11,800,279		14,715,929		38,964,429	1.11%	0.90%	1.66				
2015	17,271,364	8,722,936		13,736,091		39,730,391	1.11%	0.90%	1.65				
2016	13,807,003	5,888,215		12,736,475		32,431,693	0.88%	0.58%	1.30				
2017	19,798,083	6,707,171		11,716,683		38,221,937	0.88%	0.58%	1.30				
2018	17,382,173	4,756,389		10,676,307		32,814,869	0.89%	0.61%	1.32				
2019	22,299,287	5,874,161		9,614,932		37,788,380	1.09%	0.67%	1.51				
2020	18,741,040	15,059,986		8,532,134		42,333,160	1.14%	0.70%	1.67				
2021	16,375,362	24,569,638		6,525,000		47,470,000	1.26%	0.74%	1.91				

(1) See Table 5 for taxable property value data.

(2) See Table 11 for personal income and population data.

**TOWN OF SIMSBURY, CONNECTICUT
DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN FISCAL YEARS**

Fiscal Year	Town of Simsbury General Fund			Simsbury Fire District	Total
	Operating Millage	Debt Service Millage *	Total Town Millage	Millage **	
2012	28.54	2.32	30.86	1.02	31.88
2013	29.21	2.16	31.37	1.03	32.40
2014	34.69	2.60	37.29	1.22	38.51
2015	34.62	2.52	37.14	1.19	38.33
2016	34.89	2.23	37.12	1.19	38.31
2017	34.52	2.60	37.12	1.23	38.35
2018	36.35	2.41	38.76	1.23	39.99
2019	34.80	1.62	36.42	1.17	37.59
2020	35.27	2.05	37.32	1.20	38.52
2021	35.13	1.96	37.09	1.19	38.28

* Debt service millage based on debt expenditures to total appropriations.

** The Simsbury Fire District has no debt

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

	FISCAL YEAR									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Debt limit	\$ 560,196,175	\$ 564,044,593	\$ 573,743,814	\$ 585,105,962	\$ 587,668,774	\$ 592,572,134	\$ 599,644,318	\$ 613,118,891	\$ 621,815,943	\$ 643,749,365
Total net debt applicable to limit	56,811,356	48,887,461	47,507,359	40,378,199	40,073,073	46,245,721	44,185,079	65,861,245	63,230,233	57,950,970
Legal Debt Margin	\$ 503,384,819	\$ 515,157,132	\$ 526,236,455	\$ 544,727,763	\$ 547,595,701	\$ 546,326,413	\$ 555,459,239	\$ 547,257,646	\$ 558,585,710	\$ 585,798,395
Total net debt applicable to the limit as a percentage of debt limit	10.14%	8.67%	8.28%	6.90%	6.82%	7.80%	7.37%	10.74%	10.17%	9.00%

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. The calculation of the 2019 debt limit can be found on Schedule 4 of this report.

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

Fiscal Year	Population (1)	Personal Income (Thousands of Dollars) (1)	Per Capita Personal Income (1)	Median Age (1)	Education Level in Years of Schooling (1)		School Enrollment (2)	Unemployment Rate (3)
					High School Graduate or Higher	Bachelor's Degree or Higher		
2012	23,438	\$ 930,723	\$ 39,710	41.0	96.9	60.0	4,657	6.6
2013	23,498	933,106	39,710	41.0	96.9	60.0	4,501	5.4
2014	23,535	1,018,570	43,279	43.3	95.7	62.7	4,330	4.8
2015	23,535	1,018,571	43,279	43.0	96.9	60.0	4,254	3.2
2016	24,348	1,328,013	54,543	43.8	97.5	65.3	4,133	3.6
2017	23,844	1,271,577	53,329	44.3	97.5	65.0	4,110	3.2
2018	24,952	1,351,825	54,177	44.8	97.1	64.7	4,039	2.8
2019	24,979	1,414,361	56,622	44.7	97.0	67.0	4,018	2.4
2020	25,395	1,535,204	60,453	45.0	97.0	66.0	4,098	7.1
2021	24,799	1,597,700	64,426	45.4	97.7	65.3	3,960	4.7

Sources: Population, personal income, median age and education level provided by Town of Simsbury

(1) U. S. Census Bureau, CT Data Collaborative, Town Charts

(2) Simsbury, Board of Education.

(3) State of Connecticut, Department of Labor.

**TOWN OF SIMSBURY, CONNECTICUT
PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO**

	2021			2012		
	Employees	Rank	Percentage of Total Town Employment	Employees	Rank	Percentage of Total Town Employment
Simsbury Board of Education	654	1	4.75 - 10.57 %	654	2	5.54 %
Wings Media Group	500-999	2	3.69 - 8.21			
Everest Global Svc	500-999	3	3.69 - 8.21			
Chubb	250-499	4	1.85 - 4.11	406	4	3.44
Keller Williams Realty	250-499	5	1.85 - 4.11			
Hoffman Auto Group	250-499	6	1.85 - 4.11	230	5	1.95
McLean Home Care	250-499	7	1.85 - 4.11	450	3	3.81
The Hartford Life Insurance Co				1,911	1	16.19
Ensign-Bickford Companies				198	6	1.68
Super Stop & Shop				167	8	1.41
Town of Simsbury				178	7	1.51
Mitchell of Simsbury				118	9	1.00
Hopmeadow Country Club				100	10	0.85
	<u>2654-4648</u>		<u>19.53-43.43 %</u>	<u>4,412</u>		<u>37.38 %</u>

Source: 2021 data: Connecticut Department of Labor and Connecticut Economic Resources Center, Inc.

Only 1-7 available, next category is employers with 100-249 employees, and there are a total of 18 in this category

2012 data: FY2011/12 Audit Report

**TOWN OF SIMSBURY, CONNECTICUT
FULL-TIME EQUIVALENT GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS**

	FISCAL YEAR									
	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
General government:										
Central administration	4.0	4.0	4.0	5.0	5.0	5.5	5.5	5.5	4.0	4.0
Finance	4.0	4.0	3.0	3.0	3.0	3.0	3.0	3.0	4.0	4.0
Tax collector	1.8	1.8	1.8	2.0	2.0	2.0	2.0	2.0	2.0	2.0
Assessor's	3.0	3.0	3.0	3.0	3.0	3.0	3.0	2.5	2.0	2.0
Town clerk	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0
Data processing	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0
Public safety:										
Officers	39.0	39.0	39.0	38.0	38.0	38.0	36.0	36.0	36.0	35.0
Civilians	13.4	13.4	13.4	11.0	10.0	10.0	10.0	10.0	10.0	10.0
Planning and development:										
Community development	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0
Planning	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0
Building	3.5	3.5	3.5	3.5	2.5	2.5	2.5	2.5	2.0	2.0
Engineering	2.8	2.8	2.8	2.8	2.8	1.8	1.5	1.5	1.0	1.0
Facilities management:										
Public works	3.0	3.0	3.0	3.0	3.0	3.0	2.0	2.0	2.0	2.0
Buildings & maintenance	7.3	7.3	7.3	7.3	7.3	7.3	7.3	7.3	6.0	6.0
Highway	20.0	20.0	20.0	20.0	20.0	20.0	19.0	19.0	19.0	18.0
Sewer treatment plant	10.0	10.0	10.0	11.0	11.0	11.0	11.0	11.0	11.0	11.0
Social services	5.7	5.7	5.7	4.5	4.5	3.5	3.5	3.5	3.0	3.0
Public libraries***	23.2	23.2	23.1	17.8	17.8	17.8	17.8	17.3	13.0	13.0
Parks and recreation	20.0	19.0	19.0	17.0	17.0	17.0	17.0	17.0	15.0	15.0
Board of Education:										
Certified	399.7	392.5	387.4	387.8	391.6	390.2	390.9	400.7	401.0	405.0
Non-certified	255.2	251.8	254.6	253.6	262.3	259.5	252.2	247.8	248.0	249.0
Total	<u>824.6</u>	<u>812.9</u>	<u>809.6</u>	<u>799.3</u>	<u>809.8</u>	<u>804.1</u>	<u>793.2</u>	<u>797.6</u>	<u>788.0</u>	<u>791.0</u>

Source: Town of Simsbury and Simsbury Board of Education

**TOWN OF SIMSBURY, CONNECTICUT
OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS**

	FISCAL YEAR									
	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
<u>General Government</u>										
Birth certificates issued	216	202	213	202	181	202	164	171	162	172
Death certificates issued	229	337	208	208	185	168	215	196	195	196
Marriage licenses issued	173	214	276	257	269	241	303	281	305	274
<u>Boards and Agencies</u>										
Registered voters	19,065	19,335	18,065	17,557	16,404	16,103	15,773	15,859	15,997	16,411
<u>Planning and Development</u>										
Building permits issued	1134	831	790	784	719	877	861	676	681	766
Building department fees	1,281,258	716,765	1,219,155	1,168,936	369,966	1,121,573	606,216	651,959	497,889	485,902
Value of building permits (in thousand of dollars)	78,779	36,291	92,540	64,174	24,055	64,448	42,281	35,637	31,908	34,851
<u>Public Safety</u>										
Part I crimes	147	164	152	147	173	147	151	169	189	188
Motor vehicle accidents	409	479	562	548	622	584	615	651	510	625
Medical calls	1,869	1,684	1,628	1,708	1,659	1,669	1,559	1,544	1,430	1,444
Motor vehicle enforcement	3,802	3,054	3,996	3,367	3,767	3,985	3,757	2,980	3,167	3,940
Alarm responses	647	758	820	870	801	915	865	789	810	879
Total incidents	52,019	48,202	43,733	35,148	37,122	33,912	32,183	31,256	36,171	33,311
<u>Facility Management</u>										
Miles of roads maintained	165	165	165	164	164	164	164	164	164	164
<u>Public Libraries</u>										
Volumes in collection	107,906	117,415	123,064	131,738	136,436	150,553	152,567	147,540	153,179	152,592
Items circulated	279,879	366,410	427,340	363,437	376,364	389,691	396,836	426,575	461,477	477,650
Attendance	26,772	49,550	370,384	372,334	381,907	375,523	361,357	314,928	254,745	249,750
Events	898	1,356	1,860	1,528	1,447	1,631	1,573	1,100	1,010	1,117
<u>Human Services</u>										
Dial-a-ride passengers	3,044	5,303	8,199	8,105	8,576	9,275	9,704	9,405	9,768	10,525
Dial-a-ride traveled miles	43,001	33,598	57,846	42,851	44,864	46,195	49,066	48,799	50,342	52,537
<u>Education</u>										
Elementary schools	5	5	5	5	5	5	5	5	5	5
Middle schools	1	1	1	1	1	1	1	1	1	1
High schools	1	1	1	1	1	1	1	1	1	1

**TOWN OF SIMSBURY, CONNECTICUT
CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS**

	FISCAL YEAR									
	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
<u>Facility Management</u>										
Miles of town roads	165	165	165	164	164	164	164	164	164	164
Miles of sidewalks	13.8	13.8	8.5	8	8	8	8	8	8	8
Sanitary sewers (miles)	82	81	81	81	81	81	81	81	81	81
Storm sewers (miles)	55	55	55	55	55	55	55	55	55	55
Treatment capacity (thousands of gallons)	3,800	3,800	3,800	3,800	3,800	3,800	3,800	3,800	3,800	3,800
<u>Parks and Recreation</u>										
Acreage	5,815	5,815	5,815	5,815	5,815	5,815	5,815	5,815	5,815	5,815
Neighborhood parks	11	11	11	11	11	11	11	11	11	11
Playgrounds (including schools)	12	12	12	12	12	12	12	12	12	12
Swimming pools	6	6	6	6	6	6	6	6	6	6
Ice skating facilities	1	1	1	1	1	1	1	1	1	1
Public golf course	1	1	1	1	1	1	1	1	1	1
Tennis courts	17	17	17	17	17	17	17	17	17	17
Baseball fields	14	14	14	14	14	14	14	14	14	14
Basketball courts	2	2	2	2	2	2	2	2	2	2
Soccer fields	21	21	21	21	21	21	21	21	21	21
Football fields	2	2	2	2	2	2	2	2	2	2
<u>Health and Welfare</u>										
Community center	1	1	1	1	1	1	1	1	1	1
Dial-a-ride buses	2	2	2	2	2	2	2	2	2	2

Source(s): Various Town Departments

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**TOWN OF SIMSBURY, CONNECTICUT
STATE SINGLE AUDIT REPORT
JUNE 30, 2021**



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**TOWN OF SIMSBURY, CONNECTICUT
STATE SINGLE AUDIT REPORT
JUNE 30, 2021
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Board of Finance
Town of Simsbury, Connecticut

Report on Compliance for Each Major State Program

We have audited the Town of Simsbury, Connecticut's compliance with the types of compliance requirements described in the Office of Policy and Management's *Compliance Supplement* that could have a direct and material effect on the Town of Simsbury, Connecticut's major state program for the year ended June 30, 2021. The Town of Simsbury, Connecticut's major state program is identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts and grants applicable to its state programs.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for the Town of Simsbury, Connecticut's major state program based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the State Single Audit Act (C.G.S. Sections 4-230 to 4-236). Those standards and the State Single Audit Act require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major state program occurred. An audit includes examining, on a test basis, evidence about the Town of Simsbury, Connecticut's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for the major state program. However, our audit does not provide a legal determination of the Town of Simsbury, Connecticut's compliance.

Opinion on Each Major State Program

In our opinion, the Town of Simsbury, Connecticut, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major state program for the year ended June 30, 2021.

Report on Internal Control over Compliance

Management of the Town of Simsbury, Connecticut, is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the Town of Simsbury, Connecticut's internal control over compliance with the types of requirements that could have a direct and material effect on its major state program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for its major state program and to test and report on internal control over compliance in accordance with the State Single Audit Act, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Town of Simsbury, Connecticut's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a state program on a timely basis. A material weakness in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a state program will not be prevented, or detected and corrected on a timely basis. A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a state program that is less severe than a material weakness in internal control over compliance yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the State Single Audit Act. Accordingly, this report is not suitable for any other purpose.

Board of Finance
Town of Simsbury, Connecticut

Report on Schedule of Expenditures of State Financial Assistance Required by the State Single Audit Act

We have audited the financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Town of Simsbury, Connecticut, as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the Town of Simsbury, Connecticut's basic financial statements. We issued our report thereon dated February 25, 2022, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of state financial assistance is presented for purposes of additional analysis as required by the State Single Audit Act and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the 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 schedule of expenditures of state financial assistance is fairly stated in all material respects in relation to the basic financial statements as a whole.



CliftonLarsonAllen LLP

West Hartford, Connecticut
February 25, 2022

**TOWN OF SIMSBURY, CONNECTICUT
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
FOR THE YEAR ENDED JUNE 30, 2021**

State Grantor/Pass-Through Grantor/ Program Title	State Grant Program Core-CT Number	Expenditures
Department of Education		
Sheff Settlement	11000-SDE64370-12457	\$ 185,547
Talent Development	11000-SDE64370-12552	4,441
Child Nutrition State Match	11000-SDE64370-16211	11,036
Health Foods Initiative	11000-SDE64370-16212	20,012
Adult Education	11000-SDE64370-17030	14,574
Health & Welfare-Private School Pupil	11000-SDE64370-17034	18,709
School Breakfast Program	11000-SDE64370-17046	19,009
Open Choice Program	11000-SDE64370-17053	<u>1,537,932</u>
Total Department of Education		<u>1,811,260</u>
Department of Social Services		
Medicaid	11000-DSS60000-16020	<u>20,212</u>
Connecticut State Library		
Historic Document Preservation	12060-CSL66094-35150	7,500
Connecticard Payments	11000-CSL66051-17010	<u>6,343</u>
Total Connecticut State Library		<u>13,843</u>
Department of Children and Families		
Youth Service Bureaus	11000-DCF91141-17052	11,501
Youth Service Bureau Enhancement	11000-DCF91141-17107	<u>3,719</u>
Total Department of Children and Families		<u>15,220</u>
Department of Energy and Environmental Protection		
Connecticut Bikeway	12052-DEP44321-43314	20,793
Public/Education/Government Programming	12060-DEP44620-35363	<u>56,667</u>
Total Department of Energy and Environmental Protection		<u>77,460</u>
Department of Transportation		
Town Aid Road-STO	13033-DOT57131-43459	186,744
Town Aid Road Grants-Municipal	12052-DOT57131-43455	186,744
Bus Operations	12001-DOT57931-12175	34,051
Small Town Economic Assistance Program (STEAP)	12052-DOT57191-40532	302,257
Let's Go CT Ramp-up Program	13033-DOT57551-43667	<u>169,157</u>
Total Department of Transportation		<u>878,953</u>

The accompanying notes are an integral part of this schedule

**TOWN OF SIMSBURY, CONNECTICUT
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2021**

<u>State Grantor/Pass-Through Grantor/ Program Title</u>	<u>State Grant Program Core-CT Number</u>	<u>Expenditures</u>
Department of Emergency Services and Public Protection		
Flood Mitigation Assistance Gr	12060-DPS32983-22757	\$ <u>41,978</u>
Office of Policy and Management		
Reimbursement to Towns-Tax Loss On State Property	11000-OPM20600-17004	35,655
Reimbursement for Property Tax-Disability Exemption	11000-OPM20600-17011	1,291
Property Tax Relief For Veterans	11000-OPM20600-17024	4,191
Local Capital Improvement	12050-OPM20600-40254	164,623
Municipal Purposes & Projects	12052-OPM20600-43587	77,648
Body Worn Recording Equipment	12052-OPM20350-43676	<u>39,968</u>
Total Office of Policy and Management		<u>323,376</u>
Total State Financial Assistance Before Exempt Programs		<u>3,182,302</u>
Exempt Programs		
Department of Education		
Education Cost Sharing	11000-SDE64370-17041-82010	6,393,755
Excess Cost - Student Based	11000-SDE64370-17047	<u>1,874,527</u>
Total Department of Education		<u>8,268,282</u>
Department of Administrative Services		
School Construction Progress	13010-DAS27635-43744	<u>1,125,978</u>
Total Exempt Programs		<u>9,394,260</u>
Total State Financial Assistance		<u>\$ 12,576,562</u>

The accompanying notes are an integral part of this schedule

**TOWN OF SIMSBURY, CONNECTICUT
 NOTES TO SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
 FOR THE YEAR ENDED JUNE 30, 2021**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

The accompanying schedule of expenditures of state financial assistance (the Schedule) includes the state grant activity of the Town of Simsbury, Connecticut, under programs of the State of Connecticut for the year ended June 30, 2021. Various departments and agencies of the State of Connecticut have provided financial assistance through grants and other authorizations in accordance with the General Statutes of the State of Connecticut. Because the Schedule presents only a selected portion of the operations of the Town of Simsbury, Connecticut, it is not intended to, and does not, present the financial position, changes in fund balance, changes in net position or cash flows of the Town of Simsbury, Connecticut.

Basis of Accounting

The accounting policies of the Town of Simsbury, Connecticut, conform to accounting principles generally accepted in the United States of America as applicable to governmental organizations. The information in the Schedule is presented based upon regulations established by the State of Connecticut, Office of Policy and Management.

Expenditures reported on the Schedule are presented on the modified accrual basis of accounting. In accordance with Section 4-236-22 of the Regulations to the State Single Audit Act, certain grants are not dependent on expenditure activity and, accordingly, are considered to be expended in the fiscal year of receipt. These grant program receipts are reflected in the expenditures column of the Schedule.

NOTE 2 - LOAN PROGRAMS

In accordance with Section 4-236-23(a)(4)(F) of the Regulations to the State Single Audit Act, the notes to the schedule of expenditures of state financial assistance shall include loans and loan activities. The following is a summary of the various loan program activity for the year ended June 30, 2021:

Department of Economic and Community Development:

Eno Renovation Bond:

<u>Issue Date</u>	<u>Interest Rate</u>	<u>Original Amount</u>	<u>Balance Beginning</u>	<u>Issued</u>	<u>Retired</u>	<u>Balance Ending</u>
6/10/94	1%	\$ 220,638	\$ 36,034	\$ -	\$ 8,192	\$ 27,842

Department of Environmental Protection:

Clean Water Funds:

<u>Issue Date</u>	<u>Interest Rate</u>	<u>Original Amount</u>	<u>Balance Beginning</u>	<u>Issued</u>	<u>Retired</u>	<u>Balance Ending</u>
3/28/08	2%	\$ 21,037,216	\$ 8,532,134	\$ -	\$ 8,532,134	\$ -



**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

Board of Finance
Town of Simsbury, Connecticut

We have audited, in accordance with the 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, the financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Town of Simsbury, Connecticut, as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the Town of Simsbury, Connecticut's basic financial statements, and have issued our report thereon dated February 25, 2022.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Town of Simsbury, Connecticut's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Town of Simsbury, Connecticut's internal control. Accordingly, we do not express an opinion on the effectiveness of the Town of Simsbury, Connecticut's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Board of Finance
Town of Simsbury, Connecticut

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Town of Simsbury, Connecticut's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Town of Simsbury, Connecticut's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Town of Simsbury, Connecticut's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



CliftonLarsonAllen LLP

West Hartford, Connecticut
February 25, 2022

**TOWN OF SIMSBURY, CONNECTICUT
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 FOR THE YEAR ENDED JUNE 30, 2021**

I. SUMMARY OF AUDITORS' RESULTS

Financial Statements

Type of auditors' report issued: Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? _____ yes X no
- Significant deficiency(ies) identified? _____ yes X none reported
- Noncompliance material to financial statements noted? _____ yes X no

State Financial Assistance

Internal control over major programs:

- Material weakness(es) identified? _____ yes X no
- Significant deficiency(ies) identified? _____ yes X none reported

Type of auditors' report issued on compliance for major programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance with Section 4-236-24 of the Regulations to the State Single Audit Act? _____ yes X no

The following schedule reflects the major program included in the audit:

<u>State Grantor and Program</u>	<u>State Core-CT Number</u>	<u>Expenditures</u>
Department of Education:		
Open Choice	11000-SDE64370-17053	\$ 1,537,932
Department of Transportation		
Town Aid Road-STO	13033-DOT57131-43459	186,744
Town Aid Road Grants-Municipal	12052-DOT57131-43455	186,744
Small Town Economic Assistance Program	12052-DOT57191-40532	302,257

Dollar threshold used to distinguish between type A and type B programs: \$ 200,000

II. FINANCIAL STATEMENT FINDINGS

No matters were reported.

III. STATE FINANCIAL ASSISTANCE FINDINGS AND QUESTIONED COSTS

No matters were reported.

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Board of Finance
Town of Simsbury, Connecticut

In planning and performing our audit of the financial statements of the Town of Simsbury, Connecticut, as of and for the year ended June 30, 2021, in accordance with auditing standards generally accepted in the United States of America, we considered the Town of Simsbury, Connecticut's internal control over financial reporting (internal control) as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Town of Simsbury, Connecticut's internal control. Accordingly, we do not express an opinion on the effectiveness of the Town of Simsbury, Connecticut's internal control.

We noted the following matters involving the internal control over financial reporting and its operation that we offer as constructive suggestions for your consideration as part of the ongoing process of modifying and improving accounting controls and administrative practices.

PRIOR YEAR RECOMMENDATIONS

Capital Asset Reporting

The implementation of Governmental Accounting Standards Board (GASB) Statement No. 34, *Basic Financial Statement and Management's Discussion and Analysis for State and Local Governments*, required significant changes to the reporting of capital assets. Although the Town compiled the information for inclusion in the financial statements in accordance with the standard, the following issues were noted in the data received:

- There is no indication of assets purchased with grant funds.
- The current year accumulated depreciation did not include the depreciation on the additions from a prior year.
- Construction in progress information should be maintained and updated annually.

We also noted that the Town is maintaining capital assets on stand-alone Excel spreadsheets.

Recommendation - Due to the complexity and volume of these assets, we recommend that policies and procedures be developed and formalized to control the operation of the capital asset management system. We also recommend a capital asset inventory be performed to ensure all of the Town's assets are properly accounted for. Capital outlay should be analyzed to ensure construction in progress is properly recorded in the year the expenditures are incurred. Finally, at the end of each year, the Finance Department should work with other department heads to determine any additions or deletions in their department in the current year and also if any assets have been impaired.

2021 Update: The Town has purchased a new accounting system, Munis, which includes a capital asset module. Implementation was delayed due to the COVID-19 pandemic and will be completed during 2023.

Fraud Risk Assessment

It is estimated that U.S. businesses, including municipalities, lose up to 7% of annual revenue to fraud. Municipalities are especially vulnerable due to the large amounts of cash collected in the tax collector's office, in addition to decentralized cash collection points such as transfer stations, student activities, recreation programs, etc. Although fraud may take many forms, asset misappropriation is the most common. Internally, fraudulent disbursements and inventory theft account for most asset misappropriation frauds. This type of fraud often goes undetected for several years. Current economic and business conditions have created an environment in which the risk of fraud has increased dramatically.

During the annual audit, we obtain an understanding of the Town's and Board of Education's internal controls and assess the risk of fraud and whether or not the financial statements would be materially misstated due to these risks; however, an audit is designed to provide reasonable, but not absolute assurance. Because of the inherent limitations of an audit, combined with the inherent limitations of internal control, and because we will not perform an examination of all transactions, there is a risk that material misstatements or noncompliance or fraud may exist and not be detected by us, even though the audit is properly planned and performed in accordance with auditing standards generally accepted in the United States of America. In addition, an audit is not designed to detect immaterial misstatements or violations of laws or governmental regulations that do not have a direct and material effect on the financial statements or major programs.

During our discussions with management, we noted that neither the Town nor the Board of Education has performed a fraud risk assessment. The objectives of a Fraud Risk Assessment are to gather perceptions of fraud risk and to promote fraud awareness and prevention across the entity. The Fraud Risk Assessment process starts with the gathering of information on the population of fraud risks that may apply to the entity. This includes consideration of various types of possible fraud schemes, scenarios and opportunities to commit fraud. This information is then used to assess the relative likelihood and potential significance of identified fraud risk based on historical information, known fraud schemes and interviews with staff and management. A report is prepared documenting fraud risk within the entity and setting forth suggested policies and procedures to help prevent and detect fraud.

Recommendation - We recommend that the Town and Board of Education have a Fraud Risk Assessment performed. A Fraud Risk Assessment is designed to proactively identify fraud risk, pinpoint opportunities to reduce the cost of fraud, determine whether adequate fraud prevention exists and to help create cost-effective fraud prevention and detection policies and procedures.

2021 Update: The funding request for a Fraud Risk Assessment was made during the FY20 budget process. It has been included in year three (FY24) of the six-year capital plan for the Town of Simsbury, due to delays in the MUNIS system implementation as a result of the COVID-19 pandemic.

Accounting Procedures Manual

Prior Year Recommendation - During the June 30, 2011 audit, it was noted that the Town's finance office and the Board of Education's finance office do not have an accounting procedures manual. We recommend the Town and the Board of Education consider the development of a comprehensive accounting procedures manual for their finance offices. A comprehensive accounting procedures manual would include, but is not limited to, the documentation of formalized control policies and procedures relating to daily, weekly, monthly and year-end procedures. It would also address year-end closing processes and financial statement presentation. This manual may be used to provide guidance to employees regarding their delegated responsibilities and allow for smoother transitions if turnover occurs.

2021 Update: The Town has started to accumulate all current relevant written procedures/instructions into one common subdirectory on the Finance Department network drive. The majority of procedures will change with the current implementation of the new Munis accounting system. Once implementation has been completed, procedures for the Town and Board of Education will mirror each other, and one manual for both entities created. Full completion estimated during 2023.

This letter should be read in conjunction with our report on Internal Control over Financial Reporting and on Compliance Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards* dated February 25, 2022.

This communication is intended solely for the information and use of management, Members of the Board of Finance, Town Council, others within the organization, and federal and state awarding agencies and pass-through entities and is not intended to be, and should not be, used by anyone other than these specified parties.



CliftonLarsonAllen LLP

West Hartford, Connecticut
February 25, 2022



Town of Simsbury

933 HOPMEADOW STREET ~ SIMSBURY, CONNECTICUT 06070

To: Board of Finance
From: Amy Meriwether, Finance Director/Treasurer
CC: Maria Capriola, Town Manager
Date: March 23, 2022
Re: Finance Director's Report

Grants and Donations

Below is a listing of donations and grant applications approved by the Board of Selectmen at their meetings from January 24, 2022 – February 28, 2022:

- Hartford Federal Credit Union Donation - \$2,000 to provide emergency food assistance to Simsbury residents in need.

Monthly Financial Summary

(See Next Page)

**Financial Summary
as of February 28, 2022**

Revenues

Department	FY20/21 Budget	FY20/21 Balance as of 12/31/20	FY20/21 % Received	FY21/22 Budget	FY21/22 Balance as of 12/31/21	FY21/22 % Received
General Government	95,177,516	94,509,723	99%	98,714,667	98,121,202	99%
Public Safety	195,064	95,789	49%	203,765	56,874	28%
Public Works	23,250	20,779	89%	21,750	122,659	564%
Health and Welfare	47,720	-	0%	42,470	-	0%
Culture, Parks & Recreation	247,139	135,667	55%	242,382	135,041	56%
Education	6,426,589	3,401,792	53%	6,463,510	1,811,129	28%
Intergovernmental Transfers	319,268	319,268	100%	287,373	287,373	100%
Total Revenues	102,436,546	98,483,019	96%	105,975,917	100,534,278	95%

Expenditures

Department	FY20/21 Budget	FY20/21 Balance as of 12/31/20	FY20/21 % Spent	FY21/22 Budget	FY21/22 Balance as of 12/31/21	FY21/22 % Spent
General Government	9,706,437	6,603,229	68%	10,285,364	6,912,266	67%
Public Safety	5,565,650	3,384,263	61%	5,691,815	3,730,194	66%
Public Works	4,606,768	2,858,931	62%	4,692,555	2,701,108	58%
Health & Welfare	775,193	468,824	60%	809,540	529,821	65%
Culture, Parks & Recreation	2,560,778	1,587,134	62%	2,724,666	1,576,116	58%
Education	72,860,444	47,167,843	65%	74,446,580	47,732,769	64%
Intergovernmental Transfers	2,889,811	2,712,480	94%	776,041	570,653	74%
Debt Service	5,471,465	3,100,390	57%	6,549,357	1,377,268	21%
Total Expenditures	104,436,546	67,883,095	65%	105,975,918	65,130,195	61%

TOWN OF SIMSBURY
BUILDING DEPARTMENT

MONTHLY REPORT - JANUARY 2022

	Building		Mechanical		Totals				
	Permits Issued	Construction Value	Permits Issued	Construction Value	Total All Permits	Total All Construction Value	Total Actual Receipts	Total Inspections	Total Zoning Compliance
Commercial	6	\$522,360	6	\$156,896	12	679,256			
Residential	60	\$1,792,469	111	\$538,062	171	2,330,531			
Totals	66	\$2,314,829	117	\$694,958	183	\$3,009,787	\$43,146	231	33

FY2021-2022
Annual Report/Actual Receipts
Community Development/Land Use
2/9/2022

		Building	St Educ	Ret Ck F	Planning	Zoning	ZBA	Wetlands	Engineer	LU State	TOT '21-'22	TOT '20-'21	TOT '19-'20
2021	JULY	60,038.00	1,120.86	0.00	0.00	10,034.00	806.00	452.00	0.00	348.00	72,798.86	60,424.39	54,897.28
	AUGUST	91,598.00	1,703.28	0.00	0.00	1,657.00	0.00	132.00	0.00	116.00	95,206.28	123,278.22	56,525.16
	SEPT	45,370.00	841.94	0.00	0.00	1,632.00	0.00	42.00	0.00	116.00	48,001.94	116,198.30	46,818.44
	Subtotal	197,006.00	3,666.08	0.00	0.00	13,323.00	806.00	626.00	0.00	580.00	216,007.08	299,900.91	158,240.88
	OCT	51,955.00	962.78	0.00	0.00	1,282.00	182.00	182.00	0.00	174.00	54,737.78	441,774.20	52,034.64
	NOV	40,134.00	783.08	0.00	0.00	1,929.00	0.00	182.00	0.00	174.00	43,202.08	77,404.97	96,771.94
	DEC	56,888.75	1,058.04	0.00	0.00	4,909.00	0.00	510.00	0.00	116.00	63,481.79	31,945.37	44,714.21
	Subtotal	148,977.75	2,803.90	0.00	0.00	8,120.00	182.00	874.00	0.00	464.00	161,421.65	551,124.54	193,520.79
2022	JAN	43,149.00	804.88	0.00	0.00	1,057.00	182.00	182.00	9.00	174.00	45,557.88	81,592.66	92,438.89
	FEB											49,477.10	54,180.41
	MARCH											134,595.62	39,419.88
	Subtotal	43,149.00	804.88	0.00	0.00	1,057.00	182.00	182.00	9.00	174.00	45,557.88	265,665.38	186,039.16
	APRIL											66,294.22	40,390.92
	MAY											99,944.96	54,610.36
	JUNE											120,925.58	120,925.58
	Subtotal	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	287,164.76	216,926.86
TOTALS		389,132.75	7,274.86	0.00	0.00	22,500.00	1,170.00	1,682.00	9.00	1,218.00	422,986.61	1,403,855.59	753,727.69