

# **Town of Trumbull Connecticut**



## **Comprehensive Annual Financial Report**

Fiscal Year Ended June 30, 2018

# **TOWN OF TRUMBULL CONNECTICUT**

## **Comprehensive Annual Financial Report**

**Fiscal Year Ended June 30, 2018**

Prepared by:

Finance Department

Maria Pires  
Finance Director

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

	<b>Introductory Section</b>	<b>Page</b>
	Letter of Transmittal	i-vi
	GFOA Certificate of Achievement	vii
	Organizational Chart	viii
	List of Principal Officials	ix-x
	<b>Financial Section</b>	
	Independent Auditors' Report	1-3
	Management's Discussion and Analysis	4-12
	Basic Financial Statements	
<b>Exhibit</b>	Government-Wide Financial Statements:	
I	Statement of Net Position	13
II	Statement of Activities	14
	Fund Financial Statements:	
III	Balance Sheet - Governmental Funds	15-16
IV	Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	17-18
V	Statement of Net Position - Proprietary Funds	19
VI	Statement of Revenues, Expenses and Changes in Fund Net Position - Proprietary Funds	20
VII	Statement of Cash Flows - Proprietary Funds	21
VIII	Statement of Fiduciary Net Position - Fiduciary Funds	22
IX	Statement of Changes in Net Position - Fiduciary Funds	23
	Notes to the Financial Statements	24-64
	Required Supplementary Information	
RSI-1	Schedule of Revenues and Other Financing Sources - Budget and Actual (Non-GAAP Budgetary Basis) - General Fund	65-66
RSI-2	Schedule of Expenditures - Budget and Actual (Non-GAAP Budgetary Basis) - General Fund	67-69
RSI-3A	Schedule of Changes in Net Pension Liability and Related Ratios - Town Pension Plan	70
RSI-3B	Schedule of Changes in Net Pension Liability and Related Ratios - Police Pension Plan	71
RSI-4A	Schedule of Employer Contributions - Town Pension Plan	72
RSI-4B	Schedule of Employer Contributions - Police Pension Plan	73
RSI-5	Schedule of Investment Returns	74
RSI-6	Schedule of the Town's Proportionate Share of the Net Pension Liability - Teachers Retirement Plan	75
RSI-7	Schedule of Changes in Net OPEB Liability and Related Ratios - OPEB	76
RSI-8	Schedule of Employer Contributions - OPEB	77
RSI-9	Schedule of Investment Returns - OPEB	78
RSI-10	Schedule of Town's Proportionate Share of the Net OPEB Liability - Teachers Retirement Plan	79

<b>Exhibit</b>		<b>Page</b>
	Supplemental, Combining and Individual Fund Statements and Schedules	
	General Fund:	
A-1	Combining Balance Sheet	80
A-2	Combining Schedule of Revenues, Expenditures and Changes in Fund Balances	81
A-3	Report of Tax Collector	82
	Proprietary Funds:	
B-1	Combining Schedule of Net Position by Project - WPCA Fund	83
B-2	Combining Schedule of Revenues, Expenses and Changes in Fund Net Position by Project - WPCA Fund	84
	Nonmajor Governmental Funds:	
C-1	Combining Balance Sheet	85-90
C-2	Combining Statement of Revenues, Expenditures and Changes in Fund Balances	91-96
	Internal Service Funds:	
D-1	Combining Statement of Net Position	97
D-2	Combining Statement of Revenues, Expenses and Changes in Fund Net Position	98
D-3	Combining Statement of Cash Flows	99
	Agency Funds:	
E-1	Combining Statement of Changes in Assets and Liabilities	100

---

### Statistical Section

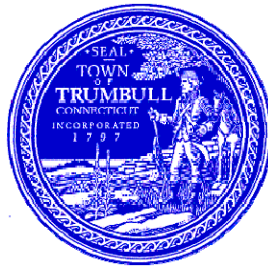
---

<b>Table</b>		
	Financial Trends:	
1	Net Position by Component	101
2	Changes in Net Position	102-103
3	Fund Balances of Governmental Funds	104
4	Revenues, Expenditures and Changes in Fund Balance - Governmental Funds	105
	Revenue Capacity:	
5	Assessed and Estimated Actual Value of Taxable Property	106
6	Principal Property Taxpayers	107
7	Property Tax Levies and Collections	108
	Debt Capacity:	
8	Ratio of Outstanding Debt by Type	109
9	Ratio of Net General Bonded Debt to Assessed Value and Net General Debt Per Capita	110
10	Legal Debt Margin Information	111
11	Schedule of Debt Limitation	112
	Demographic and Economic Statistics:	
12	Demographic and Economic Statistics	113
13	Principal Employers	114
	Operating Information:	
14	Full-Time Government Employees by Function/Program	115
15	Operating Indicators by Function/Program	116
16	Capital Asset Statistics by Function/Program	117



# **Introductory Section**

**FINANCE  
DEPARTMENT**



**Town Hall**  
5866 Main Street  
Trumbull, Connecticut 06611

**Maria Pires**  
**Finance Director**  
203.452.5013  
Fax: 203.452.5099  
mpires@trumbull-ct.gov

December 20, 2018

Honorable First Selectman, Vicki A. Tesoro  
Members of the Town Council  
Members of the Board of Finance  
Citizens of the Town of Trumbull

The Finance Department is pleased to transmit the Comprehensive Annual Financial Report (CAFR) of the Town of Trumbull for the year ended June 30, 2018. The report includes the independent auditors' report as required by the Town Charter and the Connecticut Statutes. The report is prepared in conformity with Generally Accepted Accounting Principles (GAAP) and standards set forth by the Governmental Accounting Standards Board (GASB).

State law requires that every general purpose local government publish, within six months of the close of each fiscal year, a complete set of audited financial statements. This report is published to fulfill that requirement for the fiscal year ended June 30, 2018.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that it has been established for this purpose. The internal controls are designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

Blum Shapiro & Company, P.C., Certified Public Accountants, have issued an unmodified ("clean") opinion on the Town of Trumbull's financial statements for the year ended June 30, 2018. The independent auditor's report is located at the front of the financial section of this report.

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

### **Profile of the Town of Trumbull**

The Town of Trumbull provides a full range of municipal services, including education, police, emergency medical services, public works and solid waste collection, snow and leaf removal, health and social services, library services, planning and development, traffic control, and recreational/cultural services. The Water Pollution Control Authority oversees management of a sewer system that serves approximately 12,000 commercial, industrial

and residential properties. Sewage is received and treated at the Bridgeport Wastewater Treatment Plant, which the Town pays a fee. The WPCA operates as a department of the Town as an Enterprise Fund and is self-supporting. The Town recovers 75% of construction costs for the sewer main extension through sewer assessments collected over 18 years. Also, all users of the system pay an annual sewer use charge to cover its maintenance and operations. The Town also manages and operates Tashua Knolls Golf Course, an 18-hole championship rated course and an additional 9-hole course. Tashua Knolls operates as an Enterprise Fund, which collects user fees and is self-supporting. A listing of Town's Offices and further information about the Town can be found on the Town's official web site, [www.trumbull-ct.gov](http://www.trumbull-ct.gov).

## **Budget Process**

The Council is required to adopt an initial budget for the fiscal year no later than April 24<sup>th</sup> preceding the beginning of the fiscal year on July 1. This annual budget serves as the foundation for the Town of Trumbull's financial planning and control. The budget is prepared by fund, function (e.g., public safety), and department (e.g., police). Department heads may transfer re- sources within a department with approval of the Board of Finance. Any supplemental appropriation must be approved by the Board of Finance and by the Town Council if over \$2,000. Transfers between departments are not permitted. The Board of Finance establishes the mill rate no later than the fourth Tuesday of May.

The Board of Finance and the Town Council adopted an expenditure budget for fiscal year 2017-18 that incorporated a \$5.7 million of reduced State funding which was reflected in the Town's Contingency Account. This account was set up by reducing all Town departments and Board of Education by 3.5%. The Board of Finance failed to set a mill rate due to the State funding uncertainty and therefore as per the Town's Charter, Chapter IV, Section 5, the First Selectman set a mill rate on June 2017 at 33.39 mills. The mill rate assumed a \$4.9 million in State revenue and a \$1.8 million use of fund balance. The state adopted a budget with holdbacks in November 2017 at which time the Town's State funding was reduced by \$1.2 million. Due to conservative budgeting, the impact to the general fund was an increase in State revenue of \$247 thousand and therefore the First Selectman elected to send out the last two quarterly bills at the same mill rate of 33.39. Based on the State Revenues, the Board of Finance and the Town Council reinstated \$1.4 million to the Board of Education and \$733 thousand to the Town departments for salaries to avoid layoffs. At the end of the fiscal year 2017-18, state revenue had a reduction of \$327k and the Town did not need to use \$1.8 million of Fund Balance as originally anticipated to cover the shortfall in State Revenue. The Town generated a \$2 million surplus for fiscal year ended June 30, 2018.

## **Factors Affecting Financial Condition**

The Town of Trumbull is a growing, suburban residential community with extensive retail and expanding commercial and industrial base. The Town supports and encourages a balance of industrial, commercial, and residential properties. The Town's major taxpayers include a major and smaller shopping centers, hotel, medical buildings, utility companies, data centers, assisted living facilities, professional buildings, financial services, restaurants and home and personal care products businesses. Major industries located within the government's boundaries or in close proximity include hospitals, manufacturers of computer hardware and software, retail

stores, and several financial institutions and insurance companies. The Town of Trumbull and the Board of Education also have a significant economic presence, employing in total more than 1,300 full time employees.

Because of its location in a region with a varied economic base, unemployment had been relatively stable. During the past ten years, the State unemployment decreased from 4.6 percent (2007) to 4.03 percent for the current year (2018). Although unemployment rates have decreased nationwide over the last year, the Town of Trumbull continues to experience unemployment rates consistently lower than national and state averages. The Town of Trumbull's unemployment rate as of June 2018 was 4.0 percent.

The town of Trumbull has experienced the impact of the recession of 2008 by experiencing lower real estate conveyance tax, interest income, town clerk's recording fees and other economically sensitive revenues. However, since property taxes comprise of 92% of Trumbull's total revenue and property revaluations takes place only once every 5 years in Connecticut, Trumbull was less impacted by the recession.

Due to its strong and healthy local economy, the Town of Trumbull was upgraded to a credit rating of AA+ from Standard and Poor's Investor Service since 2013.

### **Major Development Initiatives**

Over the past years, the Town has experienced significant economic growth.

In 2011, the Westfield Mall completed a \$40 million in renovations, Home Depot completed and opened a 100,000 square foot store at 90 Monroe turnpike and Cooper Surgical moved into a newly constructed 60,000 square foot building that houses its North American headquarters.

In 2012, Peter DiNardo Enterprises completed construction on a 17,000 square foot retail plaza at 80 Monroe Turnpike and major renovation of its commercial real estate holdings at Trumbull Center, located on White Plains Road.

In 2013, The R.D. Scinto Company completed construction on a 96,000 square foot medical building at 112 Quarry Road. Sound Development Group constructed a 45,000 square foot retail plaza at 41-51 Monroe Turnpike, which houses a fitness club, Prime 111 Restaurant, Chips and other retailers. SecureMark Decal Corporation renovated and expanded an existing building on 20 Nutmeg Drive.

In 2014, The R.D. Scinto Company also constructed a 95,000 square foot building on Corporate Drive. Digital 60 and 80 Merritt LLC, a subsidiary of Digital Realty Trust, completed construction on a 72,000 square foot addition to its data center at 80 Merritt Boulevard.

In 2015, Madison Village, a 16,000 square foot neighborhood-serving retail complex was completed. It is home to Sitting Duck Restaurant, a boutique gift shop, wine store, bakery and deli, Wet Paws Dog Grooming, Kenny Z's Hair Salon and Code Nijas educational franchise. The space is fully occupied.



In 2016, the Long Hill Green area saw completion of three village retail plazas housing 12 new restaurants and other businesses along Main Street.

In 2017, a 202-unit luxury rental apartment complex was approved at 100 Oakview Drive, the site of the formerly vacant Cannon office building. This \$40,000,000 project is currently under construction and has been the catalyst for other development proposals and business locations in that area. In addition, Henkel Corporation acquired Sun Products and expanded its presence in Trumbull by renovating and occupying the 4 Trefoil Drive. Henkel now has over 100 employees in Trumbull and has invested approximately \$20,000,000 to renovate and equip the space.

Approved in November 2017 and recently completed and opened, the Trumbull Corporate Park is home to a new 17,000 SF pre-school/daycare owned by Educational Playcare, a highly regarded provider. This new business offers important amenities to the Corporate Park workforce and families in the region. A 110,000 SF storage facility was approved for the end of Quarry Road. Construction is slated to begin in early 2019.

In the Long Hill Green Village District, the Long Hill Commons development has been approved making way for a new 23,000 SF retail commercial development will replace the 10,000 SF vacant Marisa's restaurant site. In Trumbull Center, the former vacant, obsolete office building at 965 White Plains Road has been demolished and a new 21,000 SF retail commercial development that will house CVS, Starbucks and other businesses is under construction with a tentative completion date of Fall 2019.

Three major approvals in 2018 will help to diversify Trumbull's housing stock, renew vacant and underperforming properties and grow Trumbull's Grand List. The former vacant site of Henderson Lumber on Reservoir Avenue was purchased from Sacred Heart University and approved for 199 units of market rate, highly amenitized rental housing. This site was formerly tax exempt. At 101/109 Oakview Drive, in this same area, a vacant office building and adjacent lot has been approved for 135 units of 55+ Independent Living. This area has \$120,000,000 of active development underway in an area that just a few years ago had extensive vacancy. The Westfield Trumbull Mall was approved for a new Mixed Use Design District which will allow for more entertainment and recreational uses in the zone as well as up to 260 units of rental housing on the vacant 10 acre site along Main Street. Trumbull expects this new zone to help transform the Mall area into a live, work, play zone. Two new entertainment businesses have been approved. The Kidz Zone opened in 2018 and is seeing excellent visitor ship. Seaquest is constructing within the existing Mall a 17,000 SF aquarium which will bring up to 500,000 visitors to the Mall each year.

Another major development project is working its way through Trumbull's Land Use Boards. The former United Healthcare site, 48 Monroe Turnpike, which has been vacant since 2015 has been purchased. This site constituted 52% of all the vacant office space in town. The new owner is proposing an array of 55+ housing and related services on the site. If approved as proposed, this \$100,000,000 development will bring 2-3 times the tax yield of previous uses.

Trumbull continues as a community of choice receiving noteworthy distinctions. In 2011, for the second year in a row, the Town was recognized by Relocate America's "Top 100 Places to Live", and within the publication list of "Top 10 Small Towns". The Town was specifically cited for its leadership, financial responsibility, safety and quality of life. In addition, Trumbull was identified by Family Circle Magazine as one of the "Best Towns for Families in 2011". In June 2013, Coldwell Banker Real Estate's "Top Booming Suburbs in America" survey named Trumbull as the top-ranked suburb in the state, and NerdWallet.com has recognized Town as one of the "Best Places for ownership in Connecticut, and "The Best Towns for Young Families" in Connecticut. In August of 2016, realtor.com named Trumbull schools and one of the top ten in demand school districts in the country. In 2017 the State Department of Education named Trumbull the number two school district in Connecticut. In 2018, the Yankee Institute named Trumbull as the 11<sup>th</sup> best place to do business in the state of Connecticut. Trumbull is balancing safe and well-planned development while preserving its treasured New England character.

### **Long Term Financial Planning and Major Initiatives**

Annually the Town prepares a Five Year Capital Improvement Plan (CIP), which is approved by the Town Council in accordance with the Town Charter. The Town's Capital Improvement Program serves as its planning document to ensure that its facilities, equipment, and infrastructure are well maintained and operating in peak condition. The Town uses long term borrowings primarily for capital improvements and capital projects to be financed through the issuance of bonds and state grants, such as LOCIP and other. We bond over a 20 year period and in no circumstances do we finance projects above the useful life of the project.

As part of this process, the Town extensively evaluates the funding of all projects through the comprehensive debt analysis, including the impact on current and future debt service and related ratios. This model is helpful in prioritizing projects and making prudent financial decisions.

### **Relevant Financial Policy**

The Town has several policies that establish parameters and other financial guidance, including capital expenditure plan, debt and general fund balance.

The Town Council approved an ordinance in 2016 that requires the Town to maintain the Unrestricted fund balance in the general fund at 10% or above of expenditures. A two-thirds vote by the Town Council is required to override the fund balance policy. The unrestricted fund balance at year end June 30, 2018 was 11.3 percent of total general fund expenditures.

The Town also has an unofficial policy of maintaining debt service no higher than 10%.

The Town, by ordinance, adopted a comprehensive purchasing policy which the Town and Board of Education must adhere to.

By Charter, which was amended on December 8, 2011, the Town must go to referendum for any additional supplemental appropriation, other than through the budget process, in the amount less than \$100 thousand dollars. Also, the same process must be followed for any single bond project over \$15 million dollars. If the annual adopted budget exceeds 3.5%, a referendum can be petitioned by the taxpayers of Trumbull.

The Town Council approved an ordinance in 2016 that requires the Town to contribute the Actuarial Required Contribution (ARC) to both the Town/BOE and Police Defined Benefit Pension Plans (DB Plan). Also, the Town has negotiated with all of the unions to move all new hires from the DB plan to a Defined Benefit Plan (DC plan). The employees are required to contribute 5-7% and the Town matches it.

### **Acknowledgements**

The preparation of this report would not have been possible without the hard work and dedication of the Finance Department's staff. I would like to extend my sincere appreciation for their assistance in the preparation and development of this report. I would also like to thank all of the members of other departments for their assistance and cooperation in this process and Blum Shapiro Company LLC our independent auditors for their assistance and guidance.

Finally, special acknowledgment and appreciation goes to the First Selectman, Town Treasurer, Town Council and Board of Finance members for their support and for maintaining the highest standards of professionalism in the management of the town of Trumbull's finances.

Respectfully submitted,



Maria T. Pires  
Director of Finance



Government Finance Officers Association

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

Presented to

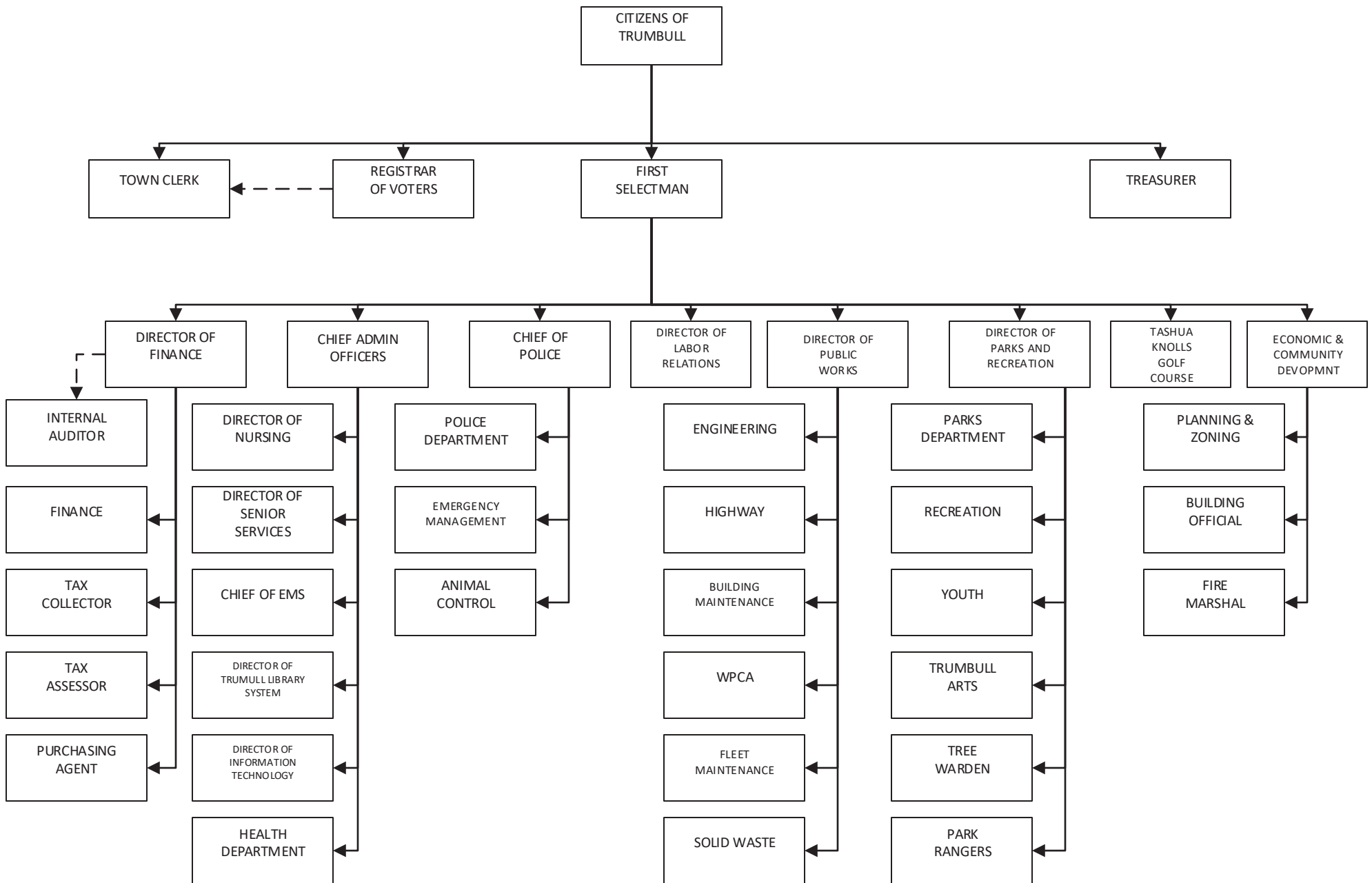
**Town of Trumbull  
Connecticut**

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

**June 30, 2017**

*Christopher P. Morill*

Executive Director/CEO



**TOWN OF TRUMBULL, CONNECTICUT  
PRINCIPAL OFFICIALS  
AS OF JUNE 30, 2018**

**FIRST SELECTMAN**

Vicki A. Tesoro

**TREASURER**

Anthony Musto

**TOWN COUNCIL**

**District 1**

Donna Seidell  
Bill Mecca  
Dawn Cantafio  
David Pia  
Paul Verbitsky

**District 2**

Thomas Whitmoyer  
Mary Beth Thornton, Chair  
Edna Colucci  
Keith Klain  
Kevin Shively

**District 3**

Jason Marsh  
Carol Massaro, Jr  
Lori Rosasco-Schwartz  
Eric Paulson  
Michele Rutigliano

**District 4**

Lisa Valenti  
Ann Marie Evangelista  
Ashely Gaudiano  
Ted Chase  
J.C. Cinelli  
Bruce Elstein

**ADMINISTRATION**

Town Clerk  
Assessor  
Director of Public Works  
Tax Collector  
Chief of Police  
Director of Finance  
Economic Development Director  
Director of labor Relations  
Town Attorney  
Superintendent of Schools  
Business Office Administrator

Suzanne Burr Monaco  
Mark DeVestern  
John Marsilio  
Donna M. Pellitteri  
Michael Lombardo  
Maria T. Pires  
Rina Bakalar  
James Haselkamp  
Daniel Schopick  
Dr. Gary Cialfi  
Sean O'Keefe

**BOARD OF EDUCATION**

Loretta Chory  
Michael Ward  
Jeffery Donofrio  
Marie Petitti  
Lucinda Timpanelli  
Dr. Kathleen Fearon  
Jackie Norcel

## **BOARD OF FINANCE**

Elaine Hammers  
William Haberlin  
Scott Zimov  
Steve Choi  
Marty Isaac  
Lainie McHugh  
Karen A. Egri  
Vincent DeGennaro  
Tony Silber  
Phyllis C. Collier



## **Financial Section**



## **Independent Auditors' Report**

To the Board of Finance  
Town of Trumbull, Connecticut

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

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

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

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

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

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

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

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

## ***Opinions***

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

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

As discussed in Note 13 to the financial statements, during the fiscal year ended June 30, 2018, the Town of Trumbull, Connecticut, adopted new accounting guidance, GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other than Pensions*. The net position of the Town of Trumbull, Connecticut, has been restated to recognize the net other postemployment benefit liability in accordance with GASB No. 75. Our opinion is not modified with respect to this matter.

## ***Other Matters***

### ***Required Supplementary Information***

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

### ***Other Information***

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

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

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

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

In accordance with *Government Auditing Standards*, we have also issued our report dated December 20, 2018 on our consideration of the Town of Trumbull, 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 Trumbull, 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 Trumbull, Connecticut's internal control over financial reporting and compliance.

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

West Hartford, Connecticut  
December 20, 2018

**TOWN OF TRUMBULL, CONNECTICUT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
JUNE 30, 2018  
(In thousands)**

The Town of Trumbull, Connecticut's (the Town) Management's Discussion and Analysis is designed to (a) assist the reader in focusing on significant financial issues, (b) provide an overview of the Town's financial activity, (c) identify changes in the Town's financial position (its ability to address the next and subsequent year challenges), (d) identify any material deviations from the financial plan (the approved budget), and (e) identify individual fund issues or concerns. The Management's Discussion and Analysis (MD&A) is designed to focus on the current year's activities, resulting changes and currently known facts and the Town's financial statements (beginning on page 13).

**Financial Highlights - Primary Government**

- On a government-wide basis, the assets of the Town of Trumbull exceeded its liabilities resulting in total net position at the close of the fiscal year of \$139.4 million. Total net position for Governmental Activities at fiscal year-end was \$50.6 million and total net position for Business-Type Activities were \$88.8 million.
- On a government-wide basis, during the year, the Town's net position increased by \$9.8 million. Net position increased by \$8.2 million for Governmental Activities and increased by \$1.6 million for Business-Type Activities.
- At the close of the year, the Town of Trumbull's governmental funds reported, on a current financial resources basis, a combined ending fund balance of \$11.4 million, which is an increase of \$1.9 million from the prior fiscal year. This is due to a surplus in the general fund of \$2.0 million.
- At the end of the current fiscal year, the total fund balance for the general fund alone was \$24 million, an increase of \$1.9 million from the prior fiscal year. Of the total fund balance in the general fund as of June 30, 2018, \$22.2 million represents unassigned balance, which is available for spending at the government's discretion. Unassigned fund balance in the general fund at year-end represents 11.8% of total general fund expenditures of \$189.7 million.
- The Town of Trumbull's total debt decreased by \$3.9 million during the current fiscal year. The key factors in the decrease were the issuance of \$9.1 million in new bonds and the retirement/debt payments of \$12.5 million, a decrease of \$1 million in net pension liability due to change in actuarial assumptions and an increase of \$1 million in net OPEB obligation. Additionally, the Town issued \$24.5 million of refunding bonds to advance refund of \$28.4 million bonds resulting in a decrease of \$3.9 million.

**Overview of the Financial Statements**

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

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

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

The governmental activities of the Town include general government, public safety, education, highways and streets, solid waste disposal, human services and culture and recreation activities.

The Business-type activities of the Town include the Water Pollution Control Authority and the Tashua Knolls Golf Course. They are reported here as the Town charges a fee to customers to help cover all or most of the cost of operations.

The government-wide financial statements (statement of net position and statement of activities) can be found on pages 13 and 14 of this report.

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

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

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

For the most part, the balances and activities accounted for in governmental funds are also reported in the governmental activities columns of the government-wide financial statements; however, because different accounting bases are used to prepare fund financial statements and government-wide financial statements, there are often significant differences between the totals presented in these financial statements. For this reason, there is an analysis included with the balance sheet that reconciles the total fund balance to the amount of net position presented in the governmental activities column on the statement of net position. Also, there is an analysis included with the statement of revenues, expenditures, and changes in fund balances that reconciles the total change in fund balances for all governmental funds to the change in net position as reported in the governmental activities column in the statement of activities.

The basic governmental fund financial statements (balance sheet and statement of revenues, expenditures and changes in fund balance) can be found on pages 15-18 of this report.

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

The Town of Trumbull maintains two different types of enterprise funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statement. The Town of Trumbull uses Enterprise funds to account for its Water Pollution Control Authority and the Tashua Knolls Golf Course. Internal service funds are an accounting device used to accumulate and allocate certain costs internally among the Town's various functions. The Town uses an internal service fund to account for the acquisition and use of certain vehicles of departments of the Town, and the medical and workers' compensation reserves.

Because the internal service fund predominantly benefits governmental rather than business-type functions, it has been included within governmental activities in the government-wide financial statements.

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

The propriety fund financial statements can be found on pages 19-21 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 provide services to the Town's constituency. The Town has two pension trust funds. The basic fiduciary fund financial statements can be found on pages 22 and 23 of this report.

**Notes to the financial statements.** The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 24 through 64 of this report.

**Required Supplementary Information.** In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Town of Trumbull's General Fund budgetary comparison. This information can be found on pages 65 through 69 of this report.

**TABLE 1**  
**NET POSITION**  
**(In Thousands)**

	<b>Governmental Activities</b>		<b>Business-Type Activities</b>		<b>Total</b>	
	<b>2018</b>	<b>2017 (as Restated)</b>	<b>2018</b>	<b>2017</b>	<b>2018</b>	<b>2017 (as Restated)</b>
Current and other assets	\$ 44,705	\$ 37,760	\$ 41,889	\$ 44,493	\$ 86,594	\$ 82,253
Capital assets, net of depreciation	247,244	243,546	97,525	99,180	344,769	342,726
Total assets	<u>291,949</u>	<u>281,306</u>	<u>139,414</u>	<u>143,673</u>	<u>431,363</u>	<u>424,979</u>
Deferred outflows of resources	<u>3,726</u>	<u>5,053</u>	<u>1,133</u>	<u>829</u>	<u>4,859</u>	<u>5,882</u>
Current liabilities	31,620	32,900	4,155	5,785	35,775	38,685
Noncurrent liabilities	196,410	194,061	47,612	51,528	244,022	245,589
Total liabilities	<u>228,030</u>	<u>226,961</u>	<u>51,767</u>	<u>57,313</u>	<u>279,797</u>	<u>284,274</u>
Deferred inflows of resources	<u>17,040</u>	<u>17,031</u>			<u>17,040</u>	<u>17,031</u>
Net Position:						
Net investment in capital assets	145,162	140,963	47,119	43,638	192,281	184,601
Restricted	168	173			168	173
Unrestricted	<u>(94,725)</u>	<u>(98,769)</u>	<u>41,661</u>	<u>43,551</u>	<u>(53,064)</u>	<u>(55,218)</u>
Total Net Position	<u>\$ 50,605</u>	<u>\$ 42,367</u>	<u>\$ 88,780</u>	<u>\$ 87,189</u>	<u>\$ 139,385</u>	<u>\$ 129,556</u>

### Government-Wide Financial Analysis

The Town's overall financial position and operations for the past year are summarized as follows based on the information included in the government-wide financial statements (see pages 13 and 14).

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

Deferred outflow and inflow of resources increased by \$1 million during the fiscal year of which Governmental Funds increased by \$1.3 million and Business-Type increased by \$.3. The composition of the outflows and inflows as of June 30, 2018 are detailed as follows:

Governmental Fund	Deferred outflows/inflows related to pension and OPEB	\$ (9.2) million
Governmental Funds	Deferred charge on bond refunding	\$ 1.9 million
Governmental Funds	Advance property tax collections	(\$5.9) million
Enterprise Funds	Deferred charge on bond refunding	\$ 1.1 million
<b>TOTAL</b>		<b>(\$12.1) million</b>

**TABLE 2**  
**CHANGES IN NET POSITION**  
**(In Thousands)**

	<b>Governmental Activities</b>		<b>Business-Type Activities</b>		<b>Total</b>	
	<b>2018</b>	<b>2017</b>	<b>2018</b>	<b>2017</b>	<b>2018</b>	<b>2017</b>
Revenues:						
Program revenues:						
Charges for services	\$ 10,191	\$ 11,060	\$ 10,291	\$ 10,412	\$ 20,482	\$ 21,472
Operating grants and contributions	30,818	30,125			30,818	30,125
Capital grants and contributions	1,532	1,001	1,653	2,179	3,185	3,180
General revenues:						
Property taxes	155,198	150,831			155,198	150,831
Grants and contributions not restricted to specific purposes	413	1,419			413	1,419
Unrestricted investment earnings	417	173	1,279	1,049	1,696	1,222
Other general revenues	106	76			106	76
Total revenues	<u>198,675</u>	<u>194,684</u>	<u>13,223</u>	<u>13,640</u>	<u>211,898</u>	<u>208,324</u>
Program expenses:						
General government	18,452	19,861			18,452	19,861
Public safety	14,275	13,768			14,275	13,768
Public works	7,736	8,522			7,736	8,522
Health and welfare	837	819			837	819
Libraries	1,678	1,673			1,678	1,673
Social services	679	668			679	668
Parks and recreation	3,565	3,403			3,565	3,403
Education	139,806	135,632			139,806	135,632
Interest on long-term debt	4,191	5,115			4,191	5,115
WPCA			9,336	9,703	9,336	9,703
Golf Course			1,515	1,646	1,515	1,646
Total program expenses	<u>191,219</u>	<u>189,461</u>	<u>10,851</u>	<u>11,349</u>	<u>202,070</u>	<u>200,810</u>
Excess before transfers	7,458	5,223	2,372	2,291	9,830	7,514
Transfers	<u>780</u>	<u>740</u>	<u>(780)</u>	<u>(740)</u>	<u>-</u>	<u>-</u>
Increase in Net Position	8,238	5,963	1,592	1,551	9,830	7,514
Net Position, Beginning	42,367	57,899	87,189	85,638	129,556	143,537
Restatement	<u></u>	<u>(21,495)</u>	<u></u>	<u></u>	<u></u>	<u>(21,495)</u>
Net Position, Ending	<u>\$ 50,605</u>	<u>\$ 42,367</u>	<u>\$ 88,781</u>	<u>\$ 87,189</u>	<u>\$ 139,386</u>	<u>\$ 129,556</u>



**TABLE 3**  
**GOVERNMENTAL ACTIVITIES**  
**(In Thousands)**

	<b>Total Cost of Services</b>		<b>Net Cost of Services</b>	
	<b>2018</b>	<b>2017</b>	<b>2018</b>	<b>2017</b>
Education	\$ 139,806	\$ 135,632	\$ (106,180)	\$ (101,908)
Public safety	14,275	13,768	(10,562)	(10,003)
Public works	7,736	8,522	(5,352)	(7,292)
General government	18,452	19,861	(16,554)	(17,870)
All others	10,950	11,678	(10,028)	(10,202)
Totals	<u>\$ 191,219</u>	<u>\$ 189,461</u>	<u>\$ (148,676)</u>	<u>\$ (147,275)</u>

Trumbull's net position increased by \$9.8 million during the fiscal year, with net position of Governmental Activities increasing by \$8.2 million and net position of Business-Type Activities increasing by \$1.6 million.

Key elements of this increase are as follows:

- The Town's revenue increased by \$4.0 million during the current fiscal year. There was an increase in tax revenue of \$4.3 million due to an increase in the mill rate with less than 1% grand list growth. Additionally there was a reduction in Education Cost Sharing (ECS) and other grant revenue in the amount of \$2.4 million.
- Education Costs increased \$4.2 million mostly due to the TRB OPEB which was offset by a decrease in Town's Expenses mostly due to vacancies in various departments.
- There was a restatement in last year of \$21.5 million as a result of the implementation of GASB No. 75, Accounting and Financial Reporting for Postemployment Benefits Other than Pensions.

### **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 balance 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 \$11.4 million. Of this amount the Town has an unassigned fund balance of \$4.1 million. The remaining \$7.3 million of fund balance is restricted to indicate amounts that are not available for new spending because it has already been committed to liquidate contracts, purchase orders of the prior period and Board of Education reserve.

**General Fund.** At the end of the current fiscal year, unassigned fund balance of the general fund was \$22.2 million. Unassigned fund balance of the general fund represents 11.8% of total general fund expenditures.

**Five Year Capital Plan.** At the end of the current fiscal year, unassigned fund balance of the five year capital plan was \$(13.1) million. The five year capital plan expenditures totaled \$9.1 million during the fiscal year consisting of school renovations and security, town wide road paving, snow plows and other renovations to various town facilities. These projects are funded by issuance of \$9.1 million in bonds.

**Water Pollution Control Authority.** The Water Pollution Control Authority (WPCA) had an unrestricted net position balance at June 30, 2018 of \$40.6 million and net investment in capital assets of \$44.0 million.

**Golf Course.** The Tashua Knolls Golf Course had an unrestricted net position balance at June 30, 2018 of \$1.0 million and net investment in capital assets of \$3.0 million.

## **GENERAL FUND BUDGETARY HIGHLIGHTS (NOT ROUNDED)**

The difference between the original budget and the final amended budget for expenditures was \$643,008 and the major contributing factors can be summarized as follows:

- There were several supplemental appropriations totaling \$60,000. There was \$25,000 to cover the Attorneys account to handle labor arbitration, \$25,000 for bank fees previously netted against investment income and \$10,000 to perform additional personal property audits.
- There were two supplemental appropriations for \$102,507 to reinstate \$90,000 to the Board of Education and \$12,507 to town salary accounts previously cut from the budget due to the uncertainty of the State budget.
- There were several supplemental appropriations totaling \$427,261 to snow removal and tree work related to various snow, rain and wind storms.
- There two additional supplemental appropriations totaling \$53,240 to cover the unanticipated maintenance of the athletic fields and purchase a failing server for the Trumbull CT television

However, the final budget to actual expenditure variance was favorable by \$5.2 million. The major reasons for the net variance are as follows:

- During the budget process, the Board of Finance added \$5.2 million to Contingency to cover the uncertainty of the state budget. This would allow for the unanticipated reduction in state revenue as well as a liability for the State teachers Retirement Plan (TRB), which neither materialized. This was accomplished by reducing all Town departments and Board of Education budgets by 3.5%. Due to conservative budgeting, the impact to general fund was an increase in State revenue and the TRB liability was not implemented by the State. The board then reinstated \$2.2 million to both the BOE and Town departments to avoid layoffs. Therefore, there was a \$3.0 million surplus in Town Hall Contingency account.
- There were surpluses in the amount of \$645,000 in various departments due to various retirements, employees on workers compensation and other vacancies of which \$117,000 was in Public Safety, \$280,000 in Public Works and \$95,000 in Parks and Recreation.
- Employee Benefits had a surplus of \$188,000 of which \$85,000 was due to the change in our medical and prescription plans and an increase in employees' contributions, \$91,000 was due to surpluses in employer payroll taxes (FICA/Medicare) and contributions to the Defined Benefit Plan (DC) due to vacancies.
- There were surpluses of \$84,000 in utilities of which \$55,000 was in electricity due to efficiencies done to various buildings.

- There was a surplus in Debt Service in the amount of \$726,000 due to bond refunding and projects not completed and therefore not permanent bonded. The town does not bond unless project is completed.

The difference between the final revenue budget and actual revenues resulted in a net loss of \$2.5 million. The major reasons for the favorable variance are as follows:

- Licenses, permits and fees were under budget in EMS of \$94,000 due to less transports because of staffing issues with the servicing company and a decrease in Building permits of \$152,000 due to the timing of permits.
- Intergovernmental revenues were under budget by \$327,000 due to a decrease in Education Cost Sharing (ECS) and other grants that did not materialized.
- There was a surplus of \$768,000 in the Property Taxes revenue due to collections on suspense accounts and deferred taxes, and appeals that did not settle this year.
- There is a \$1 million new disposal fee that was to be charged to haulers but this fee did not get implemented.
- The budget anticipated the use of \$1.8 million of fund balance which was not used.

## CAPITAL ASSETS AND DEBT ADMINISTRATION

### Capital Assets

As of year-end, the Town had \$345 million (net of accumulated depreciation) invested in a variety of capital assets, as reflected in the following schedule:

**TABLE 4**  
**CAPITAL ASSETS**  
**(In Thousands)**

	<b>Governmental Activities</b>		<b>Business-Type Activities</b>		<b>Total</b>	
	<b>2018</b>	<b>2017</b>	<b>2018</b>	<b>2017</b>	<b>2018</b>	<b>2017</b>
Land	\$ 40,698	\$ 40,698	\$ 1,962	\$ 1,962	\$ 42,660	\$ 42,660
Land improvements	8,755	6,252	2,751	2,814	11,506	9,066
Buildings and improvements	148,284	146,907	992	1,054	149,276	147,961
Machinery and equipment	5,768	4,932	712	615	6,480	5,547
Infrastructure	34,696	32,299	90,985	57,425	125,681	89,724
Vehicles	4,564	4,997	123	51	4,687	5,048
Construction in progress	4,479	7,461		35,259	4,479	42,720
Total	<u>\$ 247,244</u>	<u>\$ 243,546</u>	<u>\$ 97,525</u>	<u>\$ 99,180</u>	<u>\$ 344,769</u>	<u>\$ 342,726</u>

Additional information on the Town's capital assets can be found on pages 35 and 36 of this report.

**Long-term Debt.** At the end of the current fiscal year, the Town of Trumbull had total bonded debt outstanding of \$136.1 million. One hundred percent (100%) of this debt is backed by the full faith and credit of the Town government.

**TABLE 5  
LONG-TERM DEBT  
(In Thousands)**

	<b>Governmental Activities</b>		<b>Business-Type Activities</b>		<b>Total</b>	
	<b>2018</b>	<b>2017</b>	<b>2018</b>	<b>2017</b>	<b>2018</b>	<b>2017</b>
General Obligation Bonds	\$ <u>89,135</u>	\$ <u>90,114</u>	\$ <u>47,005</u>	\$ <u>53,416</u>	\$ <u>136,140</u>	\$ <u>143,530</u>

The Town of Trumbull's general obligation bonds decreased by \$7.4 million or 5.16% during the fiscal year 2017-18

The Town of Trumbull maintains an AA+ by both Standard & Poor's and Fitch Rating. We elected not to request a rating from Moody's at this time.

State statutes limit the amount of general obligation debt a governmental entity may issue to seven times its annual tax collections. The current debt limitation for the Town is \$ 1,053 billion, which is significantly in excess of the Town's outstanding general obligation debt.

Additional information on the Town's long-term debt can be found on pages 38 through 41 of this report.

#### **Relevant Current Economic Factors, Decisions, and Conditions**

The unemployment rate for the Town is currently 4.3%, which compares favorably to the State's average unemployment rate of 4.0% and Bridgeport Labor Market is 4.2%.

The Grand List growth has been less than 1.5% for each of the last several years.

Inflationary trends in the region compare favorably to national indices.

All of these factors were considered in preparing the Town of Trumbull's annual budget.

#### **Request 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 Maria Pires, Director of Finance, 5866 Main Street, Trumbull, CT 06611.



## **Basic Financial Statements**

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

	Primary Government		
	Governmental	Business-Type	Total
	Activities	Activities	
Assets:			
Cash and cash equivalents	\$ 21,897,087	\$ 521,318	\$ 22,418,405
Investments	26,770,254		26,770,254
Receivables, net	7,599,109	29,781,754	37,380,863
Internal balances	(11,869,969)	11,869,969	-
Interfund loans	284,290	(284,290)	-
Inventories	24,092		24,092
Capital assets:			
Assets not being depreciated	45,177,553	1,962,013	47,139,566
Assets being depreciated, net	202,066,635	95,562,879	297,629,514
Total assets	<u>291,949,051</u>	<u>139,413,643</u>	<u>431,362,694</u>
Deferred Outflows of Resources:			
Deferred outflows of resources related to pensions	1,865,962		1,865,962
Deferred charge on refunding	1,859,888	1,132,848	2,992,736
Total deferred outflows of resources	<u>3,725,850</u>	<u>1,132,848</u>	<u>4,858,698</u>
Liabilities:			
Accounts and other payables	12,335,395	161,545	12,496,940
Accrued liabilities	585,131	14,307	599,438
Due to fiduciary funds	15,871		15,871
Bond anticipation notes	9,210,000		9,210,000
Unearned revenue	275,074		275,074
Noncurrent liabilities:			
Due within one year	9,198,427	3,978,738	13,177,165
Due in more than one year	196,409,853	47,611,766	244,021,619
Total liabilities	<u>228,029,751</u>	<u>51,766,356</u>	<u>279,796,107</u>
Deferred Inflows of Resources:			
Deferred inflows of resources related to pensions	11,053,369		11,053,369
Deferred inflows of resources related to OPEB	52,192		52,192
Advance property tax collections	5,934,410		5,934,410
Total deferred inflows of resources	<u>17,039,971</u>	<u>-</u>	<u>17,039,971</u>
Net Position:			
Net investment in capital assets	145,161,727	47,119,088	192,280,815
Restricted for:			
Trust purposes:			
Nonexpendable	168,674		168,674
Unrestricted	(94,725,222)	41,661,047	(53,064,175)
Total Net Position	<u>\$ 50,605,179</u>	<u>\$ 88,780,135</u>	<u>\$ 139,385,314</u>

The accompanying notes are an integral part of the financial statements

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

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue And Changes In Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		
					Governmental Activities	Business-Type Activities	Total
Governmental activities:							
General government	\$ 18,451,856	\$ 1,513,454	\$ 384,298	\$	\$ (16,554,104)	\$	\$ (16,554,104)
Public safety	14,274,509	3,594,867	117,334		(10,562,308)		(10,562,308)
Public works	7,735,598	540,599	465,017	1,377,784	(5,352,198)		(5,352,198)
Public health	836,972	286,463	62,653	142,521	(345,335)		(345,335)
Libraries	1,677,677				(1,677,677)		(1,677,677)
Social services	679,004				(679,004)		(679,004)
Parks and recreation	3,564,506	339,439	90,133		(3,134,934)		(3,134,934)
Education	139,805,647	3,916,412	29,698,231	11,227	(106,179,777)		(106,179,777)
Interest on long-term debt	4,191,269				(4,191,269)		(4,191,269)
Total governmental activities	<u>191,217,038</u>	<u>10,191,234</u>	<u>30,817,666</u>	<u>1,531,532</u>	<u>(148,676,606)</u>	<u>-</u>	<u>(148,676,606)</u>
Business-type activities:							
WPCA	9,336,285	8,343,924		1,652,874		660,513	660,513
Golf course	1,514,809	1,946,999				432,190	432,190
Total business-type activities	<u>10,851,094</u>	<u>10,290,923</u>	<u>-</u>	<u>1,652,874</u>	<u>-</u>	<u>1,092,703</u>	<u>1,092,703</u>
Total primary governmental activities	<u>\$ 202,068,132</u>	<u>\$ 20,482,157</u>	<u>\$ 30,817,666</u>	<u>\$ 3,184,406</u>	<u>(148,676,606)</u>	<u>1,092,703</u>	<u>(147,583,903)</u>
General revenues:							
Property taxes					155,198,331		155,198,331
Grants and contributions not restricted to specific programs					413,148		413,148
Unrestricted investment earnings					416,744	1,278,518	1,695,262
Miscellaneous					106,179		106,179
Transfers					780,010	(780,010)	-
Total general revenues and transfers					<u>156,914,412</u>	<u>498,508</u>	<u>157,412,920</u>
Change in net position					8,237,806	1,591,211	9,829,017
Net Position at Beginning of Year, as Restated					<u>42,367,373</u>	<u>87,188,924</u>	<u>129,556,297</u>
Net Position at End of Year					<u>\$ 50,605,179</u>	<u>\$ 88,780,135</u>	<u>\$ 139,385,314</u>

The accompanying notes are an integral part of the financial statements

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

	<u>General</u>	<u>Five Year Capital Plan</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>ASSETS</b>				
Cash and cash equivalents	\$ 15,965,677	\$	\$ 5,204,362	\$ 21,170,039
Investments	26,770,254			26,770,254
Receivables, net	5,886,195	34,860	1,678,054	7,599,109
Inventories			24,092	24,092
Due from other funds	13,697,947		4,069,911	17,767,858
Interfund loans	284,290			284,290
Other assets	400			400
Total Assets	<u>\$ 62,604,763</u>	<u>\$ 34,860</u>	<u>\$ 10,976,419</u>	<u>\$ 73,616,042</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>				
Liabilities:				
Accounts and other payables	\$ 8,768,624	\$ 876,371	\$ 1,284,208	\$ 10,929,203
Due to other funds	18,862,679	3,072,277	8,993,731	30,928,687
Unearned revenue	98,648		176,426	275,074
Bond anticipation notes		9,210,000		9,210,000
Total liabilities	<u>27,729,951</u>	<u>13,158,648</u>	<u>10,454,365</u>	<u>51,342,964</u>
Deferred Inflows of Resources:				
Unavailable revenue - property taxes	4,906,973			4,906,973
Advance property tax collections	5,934,410			5,934,410
Total deferred inflows of resources	<u>10,841,383</u>	<u>-</u>	<u>-</u>	<u>10,841,383</u>
Fund Balances:				
Nonspendable			192,766	192,766
Restricted			11,400	11,400
Committed	141,560		5,284,220	5,425,780
Assigned	1,697,731			1,697,731
Unassigned	22,194,138	(13,123,788)	(4,966,332)	4,104,018
Total fund balances	<u>24,033,429</u>	<u>(13,123,788)</u>	<u>522,054</u>	<u>11,431,695</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 62,604,763</u>	<u>\$ 34,860</u>	<u>\$ 10,976,419</u>	<u>\$ 73,616,042</u>

(Continued on next page)



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

---

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

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

Fund balances - total governmental funds	\$ 11,431,695
--	---------------

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds:

Governmental capital assets	\$ 397,125,981	
Less accumulated depreciation	<u>(152,168,864)</u>	
Net capital assets		244,957,117

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

Property tax receivables greater than 60 days	4,093,720
Interest receivable on property taxes	813,253
Deferred outflows related to Pensions	1,865,962

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.

871,020

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

Net pension liability	(68,975,375)
Deferred Inflows related to Pensions	(11,053,369)
Deferred Inflows related to OPEB	(52,192)
Net OPEB liability	(32,446,317)
Bonds payable	(89,134,770)
Interest payable on bonds and notes	(1,916,483)
Compensated absences	(5,582,471)
Claims and judgments	(528,920)
Bond premium	(5,597,579)
Deferred charge on refunding	<u>1,859,888</u>

Net Position of Governmental Activities (Exhibit I)	<u>\$ 50,605,179</u>
---	----------------------

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

	<b>General</b>	<b>Five Year Capital Plan</b>	<b>Nonmajor Governmental Funds</b>	<b>Total Governmental Funds</b>
Revenues:				
Property taxes	\$ 155,448,892	\$	\$	\$ 155,448,892
Intergovernmental	27,971,729		5,058,468	33,030,197
Investment earnings	414,801		1,943	416,744
Charges for goods and services	6,568,975		3,622,259	10,191,234
Other			11,684	11,684
Total revenues	<u>190,404,397</u>	<u>-</u>	<u>8,694,354</u>	<u>199,098,751</u>
Expenditures:				
Current:				
General government	22,113,097		311,078	22,424,175
Public safety	12,700,687		1,391,911	14,092,598
Public works	8,732,074		33,516	8,765,590
Public health	658,767		59,911	718,678
Libraries	1,575,290			1,575,290
Social service	679,004			679,004
Parks and recreation	3,006,447		133,263	3,139,710
Education	127,474,357		4,611,077	132,085,434
Other			103,979	103,979
Debt service:				
Principal	4,190,299			4,190,299
Interest	8,534,378			8,534,378
Other		82,048		82,048
Capital outlay		9,053,066	1,661,985	10,715,051
Total expenditures	<u>189,664,400</u>	<u>9,135,114</u>	<u>8,306,720</u>	<u>207,106,234</u>
Excess (Deficiency) of Revenues over Expenditures	<u>739,997</u>	<u>(9,135,114)</u>	<u>387,634</u>	<u>(8,007,483)</u>
Other Financing Sources:				
Transfers in	1,038,462			1,038,462
Transfers out			(258,452)	(258,452)
Issuance of general obligation bonds		7,550,000	1,510,000	9,060,000
Premium on general obligation bonds	94,495	2,049,546		2,144,041
Issuance of refunding bonds		12,395,000		12,395,000
Payments to escrow agent		(14,362,498)		(14,362,498)
Total other financing sources	<u>1,132,957</u>	<u>7,632,048</u>	<u>1,251,548</u>	<u>10,016,553</u>
Net Change in Fund Balances	1,872,954	(1,503,066)	1,639,182	2,009,070
Fund Balances at Beginning of Year	<u>22,160,475</u>	<u>(11,620,722)</u>	<u>(1,117,128)</u>	<u>9,422,625</u>
Fund Balances at End of Year	<u>\$ 24,033,429</u>	<u>\$ (13,123,788)</u>	<u>\$ 522,054</u>	<u>\$ 11,431,695</u>

(Continued on next page)

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

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

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

Net change in fund balances - total governmental funds (Exhibit IV)	\$ 2,009,070
---	--------------

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

Capital outlay	13,133,972
Depreciation expense	(9,250,508)

The statement of activities reports losses arising from the trade-in of existing capital assets to acquire new capital assets. Conversely governmental funds do not report any gain or loss on a trade-in of capital assets.	(28,009)
--	----------

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:

School building grant receipts	(267,851)
Property tax receivable - accrual basis change	(245,674)
Property tax interest and lien revenue - accrual basis change	(4,887)
Change in actuarial experience	(604,470)
Change in investments gains and losses	(910,926)

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 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 amortized and deferred in the statement of activities. The details of these differences in the treatment of long-term debt and related items are as follows:

Issuance of bonds and notes	(9,060,000)
Premium on bond issuance	(2,144,041)
Refunding bonds issued	(12,395,000)
Bond principal payments	8,506,690
Payments to escrow agent	14,362,498

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 the governmental funds:

Compensated absences	189,897
Accrued interest	(116,743)
Amortization of deferred charge on refunding	(246,088)
Amortization of bond premiums	566,092
Net pension liability	1,088,554
Change in Pension actuarial experience	282,938
Change in Pension actuarial assumptions	5,237,635
Change in OPEB actuarial experience	(7,337)
Change in OPEB investment experience	(44,855)
Net OPEB expense	(1,121,521)
Claims and judgments	(322,659)

Internal service funds are used by management to charge costs to individual funds. The net revenue of certain activities of internal services funds is reported with governmental activities.	(368,971)
---	-----------

Change in Net Position of Governmental Activities (Exhibit II)	<u>\$ 8,237,806</u>
--	---------------------

The accompanying notes are an integral part of the financial statements

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

	<b>Business-Type Activities</b>			<b>Governmental Activities</b>
		<b>Nonmajor</b>		<b>Internal</b>
	<b>WPCA</b>	<b>Golf Course</b>	<b>Total Business-Type Activities</b>	<b>Service Funds</b>
<b>Assets:</b>				
Current assets:				
Cash and cash equivalents	\$ 427,338	\$ 93,980	\$ 521,318	\$ 727,048
Receivables, net	665,974	32,933	698,907	
Assessment receivable	29,082,847		29,082,847	
Due from other funds	10,590,247	1,279,722	11,869,969	2,896,349
Total current assets	40,766,406	1,406,635	42,173,041	3,623,397
Noncurrent assets:				
Capital assets, net	92,598,155	4,926,737	97,524,892	2,287,071
Total assets	133,364,561	6,333,372	139,697,933	5,910,468
<b>Deferred Outflows of Resources:</b>				
Deferred charge on refunding	1,121,468	11,380	1,132,848	
<b>Liabilities:</b>				
Current liabilities:				
Accounts and other payables	130,100	31,445	161,545	75,240
Accrued liabilities		14,307	14,307	
Due to other funds			-	1,621,360
Interfund loan		284,290	284,290	
Bonds payable	3,731,810	233,000	3,964,810	
Compensated absences	5,939	7,989	13,928	
Claim payable			-	582,524
Total current liabilities	3,867,849	571,031	4,438,880	2,279,124
Noncurrent liabilities:				
Bonds payable, net	45,910,233	1,663,609	47,573,842	
Compensated absences	13,236	24,688	37,924	
Claims payable			-	2,760,324
Total noncurrent liabilities	45,923,469	1,688,297	47,611,766	2,760,324
Total liabilities	49,791,318	2,259,328	52,050,646	5,039,448
<b>Net Position:</b>				
Net investment in capital assets	44,077,580	3,041,508	47,119,088	1,317,519
Unrestricted	40,617,131	1,043,916	41,661,047	(446,499)
Total Net Position	\$ 84,694,711	\$ 4,085,424	\$ 88,780,135	\$ 871,020

The accompanying notes are an integral part of the financial statements

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

	<u>Business-Type Activities</u>		<u>Total Business-Type Activities</u>	<u>Governmental Activities</u>
	<u>WPCA</u>	<u>Nonmajor Golf Course</u>		<u>Internal Service Funds</u>
Operating Revenues:				
Charges for services	\$ 8,343,924	\$ 1,946,999	\$ 10,290,923	\$ 1,907,057
Operating Expenses:				
Administrative			-	
Operating and maintenance	6,254,533	1,281,658	7,536,191	
Claims expense			-	1,667,860
Depreciation	2,088,106	170,738	2,258,844	608,168
Total operating expenses	<u>8,342,639</u>	<u>1,452,396</u>	<u>9,795,035</u>	<u>2,276,028</u>
Operating Income (Loss)	<u>1,285</u>	<u>494,603</u>	<u>495,888</u>	<u>(368,971)</u>
Nonoperating Revenue (Expenses):				
Income on investments	1,278,518		1,278,518	
Interest expense	<u>(993,646)</u>	<u>(62,413)</u>	<u>(1,056,059)</u>	
Net nonoperating revenues (expenses)	<u>284,872</u>	<u>(62,413)</u>	<u>222,459</u>	<u>-</u>
Income (Loss) Before Capital Contributions and Transfers	<u>286,157</u>	<u>432,190</u>	<u>718,347</u>	<u>(368,971)</u>
Capital Contributions and Transfers:				
Capital contributions	1,652,874		1,652,874	
Transfers out	<u>(533,079)</u>	<u>(246,931)</u>	<u>(780,010)</u>	
Total capital contributions and transfers	<u>1,119,795</u>	<u>(246,931)</u>	<u>872,864</u>	<u>-</u>
Change in Net Position	1,405,952	185,259	1,591,211	(368,971)
Net Position at Beginning of Year	<u>83,288,759</u>	<u>3,900,165</u>	<u>87,188,924</u>	<u>1,239,991</u>
Net Position at End of Year	<u>\$ 84,694,711</u>	<u>\$ 4,085,424</u>	<u>\$ 88,780,135</u>	<u>\$ 871,020</u>

The accompanying notes are an integral part of the financial statements

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

	<b>Business-Type Activities</b>			<b>Governmental Activities</b>
		<b>Nonmajor</b>	<b>Total</b>	<b>Internal</b>
	<b>WPCA</b>	<b>Golf Course</b>	<b>Business-Type Activities</b>	<b>Service Funds</b>
Cash Flows from Operating Activities:				
Cash received from customers and users	\$ 11,397,642	\$ 1,940,123	\$ 13,337,765	\$ 1,907,057
Cash paid to suppliers for goods and services	(6,933,484)	(1,288,859)	(8,222,343)	
Cash received from (paid to) employees	3,654	(31,366)	(27,712)	
Cash paid for insurance claims and premiums			-	(1,437,407)
Net cash provided by (used in) operating activities	<u>4,467,812</u>	<u>619,898</u>	<u>5,087,710</u>	<u>469,650</u>
Cash Flows from Noncapital Financing Activities:				
Transfers out	(533,079)	(246,931)	(780,010)	
Cash received from other funds			-	632,607
Cash (received from) paid to other funds		(20,409)	(20,409)	
Net cash provided by (used in) noncapital financing activities	<u>(533,079)</u>	<u>(267,340)</u>	<u>(800,419)</u>	<u>632,607</u>
Cash Flows from Capital and Related Financing Activities:				
Principal payment - long-term obligations	(4,715,310)	(193,000)	(4,908,310)	
Interest paid	(1,289,730)	(74,530)	(1,364,260)	
Purchase of capital assets and construction	(513,876)	(89,999)	(603,875)	(375,209)
Proceeds from refunding bond issuance	12,105,000		12,105,000	
Payments to escrow agent	(14,026,465)		(14,026,465)	
Premium on refunding bond issuance	2,001,594		2,001,594	
Capital grants and contributions	1,652,874		1,652,874	
Net cash provided by (used in) capital and related financing activities	<u>(4,785,913)</u>	<u>(357,529)</u>	<u>(5,143,442)</u>	<u>(375,209)</u>
Cash Flows from Investing Activities:				
Interest received	<u>1,278,518</u>		<u>1,278,518</u>	
Net Increase (Decrease) in Cash and Cash Equivalents	427,338	(4,971)	422,367	727,048
Cash and Cash Equivalents at Beginning of Year	-	98,951	98,951	-
Cash and Cash Equivalents at End of Year	<u>\$ 427,338</u>	<u>\$ 93,980</u>	<u>\$ 521,318</u>	<u>\$ 727,048</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used in) Operating Activities:				
Operating income (loss)	\$ 1,285	\$ 494,603	\$ 495,888	\$ (368,971)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:				
Depreciation expense	2,088,106	170,738	2,258,844	608,168
Change in asset and liabilities:				
(Increase) decrease in accounts receivable	3,053,718	(6,876)	3,046,842	
Increase (decrease) in accounts payable	(678,951)	(7,201)	(686,152)	
Increase (decrease) in compensated absences payable	3,654	(31,366)	(27,712)	
Increase (decrease) in claims payable			-	230,453
Net Cash Provided by (Used in) Operating Activities	<u>\$ 4,467,812</u>	<u>\$ 619,898</u>	<u>\$ 5,087,710</u>	<u>\$ 469,650</u>

The accompanying notes are an integral part of the financial statements

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

	<b>Pension and OPEB Trust Funds</b>	<b>Private Purpose Trust Funds</b>	<b>Agency Funds</b>
<b>Assets:</b>			
Cash and cash equivalents	\$ 2,567,805	\$ 84,991	\$ 457,642
Investments:			
Mutual funds	97,671,336		
Accounts receivable	4,227		
Due from other funds		26,450	
Total assets	<u>100,243,368</u>	<u>111,441</u>	<u>\$ 457,642</u>
<b>Liabilities:</b>			
Accounts and other payables		1,715	\$
Due to other funds		10,579	
Deposits held for others			\$ 457,642
Total liabilities	<u>-</u>	<u>12,294</u>	<u>\$ 457,642</u>
<b>Net Position:</b>			
Held in Trust for Private Purpose		99,147	
Restricted for OPEB Benefits	682,756		
Restricted for Pension Benefits	99,560,612		
Total Net Position	<u>\$ 100,243,368</u>	<u>\$ 99,147</u>	

The accompanying notes are an integral part of the financial statements

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

	<b>Pension and OPEB Trust Funds</b>	<b>Private Purpose Trust Funds</b>
Additions:		
Contributions:		
Employer	\$ 8,667,392	\$
Plan members	1,406,238	
Other		54,169
Total contributions	<u>10,073,630</u>	<u>54,169</u>
Investment income:		
Net change in fair value of investments	622,643	
Interest and dividends	<u>6,186,605</u>	<u>46</u>
Total investment income	<u>6,809,248</u>	<u>46</u>
Other:		
Intergovernmental		<u>10,542</u>
Total additions	<u>16,882,878</u>	<u>64,757</u>
Deductions:		
Benefits	8,700,655	74,248
Administration	<u>180,833</u>	
Total deductions	<u>8,881,488</u>	<u>74,248</u>
Change in Net Position	8,001,390	(9,491)
Net Position at Beginning of Year	<u>92,241,978</u>	<u>108,638</u>
Net Position at End of Year	<u>\$ 100,243,368</u>	<u>\$ 99,147</u>

The accompanying notes are an integral part of the financial statements



## **1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

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

### **A. Reporting Entity**

The Town of Trumbull, Connecticut, was incorporated as a town in the early 1600s. The Town covers an area of 23.5 square miles and is located in Fairfield County, approximately 60 miles from New York City and 60 miles from Hartford. The Town operates under a First Selectman, Town Council and Finance Committee form of government and provides a full range of services including public safety, roads, sanitation, health, social services, culture and recreation, education, planning, zoning and general administrative services to its residents.

Accounting principles generally accepted in the United States of America require that the reporting entity include 1) the primary government, 2) organizations for which the primary government is financially accountable, and 3) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. The criteria provided by the Codification, Section 2100 has been considered and as a result, there are no agencies or entities that should be, but are not, included in the financial statements of the Town.

### **B. 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. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

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

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

**C. 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 pension trust 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. 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.

Property taxes, charges for services, licenses and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. 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.

Agency funds use the accrual basis of accounting but have no measurement focus since they report only assets and liabilities.

The Town reports the following major governmental funds:

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

The *Five Year Capital Plan Fund* accounts for resources and expenditures on various capital projects.

The Town reports the following major proprietary funds:

The *Water Pollution Control Authority (WPCA)* accounts for the operations of the Town's wastewater treatment plant. It is independent in terms of its relationship to other Town functions. Its operations are financed from special assessments and direct charges to the users of the service.

Additionally, the Town reports the following fund types:

The *Internal Service Funds* account for the acquisition and use of certain vehicles of departments of the Town, and the medical and workers compensation reserves.

The *Pension Trust Funds* and *OPEB Trust Fund* account for the activities of the Town's defined benefit plans and other post-employment benefits, which accumulate resources for benefit payments to qualified employees.

The *Agency Funds* account for monies held as a custodian for performance bonds for contractors to ensure completion of construction projects, and student activity funds collected and paid for expenses for education related extra-curricular activities.

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

---

The *Private Purpose Trust Funds* account for assets held by the Town in a trustee capacity on behalf of the Trumbull Library.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments in lieu of taxes and other charges between certain Town functions because the elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

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

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

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.

#### **D. Deposits and Investments**

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

State statutes authorize the Town to invest in obligations of the U.S. Treasury, commercial paper, corporate bonds, repurchase agreements and certain other investments as described in Note 3.

Investments for the Town are reported at fair value.

#### **E. Receivables and Payables**

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) 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." Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances." All trade and property tax receivables are shown net of an allowance for uncollectibles. An amount of \$750,000 has been established as an allowance for uncollectible taxes. At June 30, 2018, this represents 31% of all property taxes receivable.

Property taxes are assessed as of October 1 and are levied on the following July 1. Personal property taxes and real estate taxes are due in four installments, on July 1 and the following October 1, January 1, and April 1. Motor vehicle taxes are due in two installments, on July 1 and January 1. Liens are filed by the end of the fiscal year in which the taxes are collectible.

## **F. 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 government-wide and fund financial statements.

## **G. Capital Assets**

Capital assets, which include property, plant, equipment and infrastructure assets (e.g., roads, bridges, sidewalks and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated 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 asset lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

Property, plant and equipment of the primary government, is depreciated using the straight-line method over the following estimated useful lives:

<b>Assets</b>	<b>Years</b>
Buildings	50
Buildings improvements	20
Distribution and collection systems	50-65
Public domain infrastructure	50
System infrastructure	30
Machinery and equipment	5-20

Capital assets are reported as expenditures (capital outlay) and no depreciation expense is reported in the governmental fund financial statements.

## **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 in the government-wide statement of net position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. A deferred outflow of resources related to pension results from differences between expected and actual experience and changes in investment

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

---

gains or losses. These amounts are deferred and included in pension 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).

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position or fund balance that applies to a future period or periods and so will not be recognized as an inflow of resources (revenue) until that time. The Town reports advance property tax collections and deferred inflows of resources related to pensions and OPEB in the government-wide statement of net position. A deferred inflow of resources related to pension and OPEB results from differences between expected and actual experience and changes in assumptions. These amounts are deferred and included in pension and OPEB expense in a systematic and rational manner over a period equal to 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). For governmental funds, the Town reports advance collections which 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 property taxes. These amounts are deferred and recognized as an inflow of resources (revenue) in the period in which amounts become available.

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

Employees earn annual leave or vacation time according to the terms of the union contract that applies to them. Such amounts are liquidated within the functional cost area in which the employee's payroll is paid.

Annual leave, vacation and sick pay are accrued when incurred in proprietary funds and reported as a fund liability. Annual leave, vacation and sick pay that is expected to be liquidated with expendable available financial resources is reported as an expenditure and a liability of the governmental fund that will pay it. Amounts not expected to be paid with expendable available financial resources are not reported in governmental funds. No expenditure is reported for these amounts.

Liabilities for compensated absences, including the current portion, are reported in the government-wide statement of net position. 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.

#### **J. 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.

#### **K. Net OPEB Liability**

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

#### **L. Long-Term Obligations**

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

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

#### **M. Fund Equity**

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

##### **Invested in Capital Assets**

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

##### **Restricted Net Position**

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

##### **Unrestricted Net Position**

This component consists of net position that does not meet the definition of "restricted" or "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 (Town of Trumbull, Town Council). The Town Council can commit fund balance through the adoption of a resolution prior to the end of the fiscal year. Once adopted, the limitation imposed by the resolution remains in place until similar action is taken to remove or revise the limitation.

**Assigned Fund Balance**

This balance represents amounts constrained for the intent to be used for a specific purpose by the Town Council or delegated authority to assign amounts by the Town Council.

**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. Accounting Estimates**

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

**2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY**

**A. Budgetary Information**

Annual budgets are legally adopted for the General Fund and the two Enterprise Funds, WPCA and Golf Course. The budget is prepared on a modified accrual basis.

The Town follows these procedures in establishing budgetary data reflected in the financial statements:

- Department heads, officers and agencies of the Town file estimates of expenditures to be made and revenues to be collected in the upcoming year to the First Selectman. The First Selectman submits the proposed budget to the Board of Finance who adopts and approves the budget proposed, or makes changes in any estimates or appropriations contained in the proposed budget as deemed proper. The Board of Finance then recommends budgets, as revised, for adoption by the Town Council. Under the new Charter, taxpayers can petition for a referendum.
- The budget is legally adopted by the Town Council.
- The Board of Finance is authorized to transfer budgeted amounts between departmental appropriations. Subsequent appropriations must be approved by the Board of Finance and the Town Council if they are in excess of \$2,000. Additional appropriations of \$643,008 were approved during the fiscal year.

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

---

- The legal level of control (the level at which expenditures may not legally exceed appropriations) is at the department level. The Town Clerk function was over expended during the year by \$6,801.
- Appropriations for capital projects do not lapse until completion of the applicable projects. All General Fund unexpended appropriations lapse at year end.

The Town does not have legally adopted annual budgets for its special revenue funds because budgetary control is alternatively achieved by constraints imposed by the project authorization and grant awards related to these funds. The Town does not have legally adopted budgets for its fiduciary funds.

### **3. 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.

The Statutes (Sections 3-24f and 3-27f) also provide for investment in shares of the State Short-Term Investment Fund (STIF). 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 has a policy that deposits can include demand and savings accounts and certificates of deposit. The Town’s policy for custodial credit risk is to follow the State statutes for coverage of its deposits. 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.



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

Based on the criteria described in GASB Statement No. 40, *Deposits and Investment Risk Disclosures*, \$20,262,233 of the Town's bank balance of \$21,604,368 was exposed to custodial credit risk as follows:

Uninsured and uncollateralized	\$ 18,161,010
Uninsured and collateral held by the pledging bank's trust department, not in the Town's name	<u>2,101,223</u>
Total Amount Subject to Custodial Credit Risk	\$ <u><u>20,262,233</u></u>

**Cash Equivalents**

Cash equivalents are short-term, highly liquid investments that are both readily convertible to known amounts of cash and purchased within 90 days of maturity. At June 30, 2018, the Town's cash equivalents amounted to \$8,994,405. 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.

	<u>Standard &amp; Poor's</u>
State Short-Term Investment Fund (STIF)	AAAm
Wells Fargo Money Market*	

\*Not rated

**B. Investments**

Investments as of June 30, 2018 in all funds are as follows:

<u>Investment Type</u>	<u>Credit Rating</u>	<u>Fair Value</u>	<u>Investment Maturities (Years)</u>		
			<u>Less Than 1</u>	<u>1-10</u>	<u>More Than 10</u>
Interest-bearing investments:					
U.S. Securities	N/A	\$ 7,574,853	\$ 198,410	\$ 2,474,089	\$ 4,902,354
Corporate bonds	*	920,407		265,615	654,792
Certificate of deposit	N/A	2,746,323	<u>2,746,323</u>		
Total interest-bearing investments			\$ <u><u>2,944,733</u></u>	\$ <u><u>2,739,704</u></u>	\$ <u><u>5,557,146</u></u>
Other investments:					
Mutual funds	N/A	<u>113,200,007</u>			
Total Investments		\$ <u><u>124,441,590</u></u>			

\*Not rated

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

---

**Interest Rate Risk**

The Town and the pension policies limit their exposure to fair value losses arising from changes in interest rates by structuring the investment portfolio so that securities mature to meet cash requirements for ongoing operations and pension payments, thereby avoiding the need to sell securities on the open market prior to maturity, and investing idle funds primarily in shorter-term securities, money market mutual funds, or similar investment pools.

**Credit Risk - Investments**

The Town's investment policy minimizes credit risk by limiting investments to the safest types of securities, prequalifying the financial institution, broker/dealers, intermediaries and advisers, and diversifying the investment portfolio so that potential losses on individual securities will be minimized.

**Concentration of Credit Risk**

The Town and the pension policies are to maintain a diversified portfolio to minimize the risk of loss resulting from over concentration of assets in a specific issuer.

**Custodial Credit Risk**

Custodial credit risk for an investment is the risk that, in the event of the failure of the counterparty (the institution that pledges collateral or repurchase agreement securities to the Town or that sells investments to or buys them for the Town), the Town will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. At June 30, 2018, the Town's investments, other than open-end mutual funds and other pooled accounts that are not categorized as to custodial credit risk, were uninsured and unregistered securities held by the counterparty, or by its trust department or agent, and were not in the Town's name.

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

	<b>Fair Value Measurement</b>		
	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>
Investments by fair value level:			
U.S. Government securities	\$ 7,574,853	\$	\$
Corporate bonds	920,407		
Mutual funds	113,200,007		
Total Investments by Fair Value Level	\$ <u>121,695,267</u>	\$ <u>-</u>	\$ <u>-</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. There are no Level 2 or 3 investments.

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

---

**4. RECEIVABLES**

Receivables as of year end for the Town's individual major funds and nonmajor, internal service and fiduciary funds in the aggregate, including the applicable allowances for uncollectible accounts, are as follows:

	<u>General</u>	<u>Five Year Capital Plan</u>	<u>WPCA</u>	<u>Nonmajor and Other Funds</u>	<u>Total</u>
Receivables:					
Taxes	\$ 2,419,448	\$	\$	\$	\$ 2,419,448
Other deferred taxes	3,167,850				3,167,850
Interest on taxes	813,253				813,253
Accounts	209,141	34,860	665,974	415,913	1,325,888
Intergovernmental	26,503			1,299,301	1,325,804
Special assessments			29,082,847		29,082,847
	<u>6,636,195</u>	<u>34,860</u>	<u>29,748,821</u>	<u>1,715,214</u>	<u>38,135,090</u>
Gross receivables					
	6,636,195	34,860	29,748,821	1,715,214	38,135,090
Less allowance for uncollectibles	<u>(750,000)</u>	<u></u>	<u></u>	<u></u>	<u>(750,000)</u>
Net Total Receivables	<u>\$ 5,886,195</u>	<u>\$ 34,860</u>	<u>\$ 29,748,821</u>	<u>\$ 1,715,214</u>	<u>\$ 37,385,090</u>

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

**5. CAPITAL ASSETS**

Capital asset activity for the year ended June 30, 2018 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	\$ 40,698,004	\$	\$	\$ 40,698,004
Construction in progress	7,461,061	3,012,725	5,994,237	4,479,549
Total capital assets not being depreciated	<u>48,159,065</u>	<u>3,012,725</u>	<u>5,994,237</u>	<u>45,177,553</u>
Capital assets being depreciated:				
Land improvements	15,002,219	3,071,745		18,073,964
Buildings and improvements	223,193,742	7,677,938		230,871,680
Machinery and equipment	15,553,392	1,682,336		17,235,728
Vehicles	12,545,255	505,402	105,605	12,945,052
Infrastructure	77,481,669	3,628,513		81,110,182
Total capital assets being depreciated	<u>343,776,277</u>	<u>16,565,934</u>	<u>105,605</u>	<u>360,236,606</u>
Less accumulated depreciation for:				
Land improvements	8,750,651	567,841		9,318,492
Buildings and improvements	76,286,583	6,301,413		82,587,996
Machinery and equipment	10,621,133	846,719		11,467,852
Vehicles	7,548,080	910,486	77,596	8,380,970
Infrastructure	45,182,443	1,232,218		46,414,661
Total accumulated depreciation	<u>148,388,890</u>	<u>9,858,677</u>	<u>77,596</u>	<u>158,169,971</u>
Total capital assets being depreciated, net	<u>195,387,387</u>	<u>6,707,257</u>	<u>28,009</u>	<u>202,066,635</u>
Governmental Activities Capital Assets, Net	<u>\$ 243,546,452</u>	<u>\$ 9,719,982</u>	<u>\$ 6,022,246</u>	<u>\$ 247,244,188</u>
	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Business-type activities:				
Capital assets not being depreciated:				
Land	\$ 1,962,013	\$	\$	\$ 1,962,013
Construction in progress	35,259,139		35,259,139	-
Total capital assets not being depreciated	<u>37,221,152</u>	<u>-</u>	<u>35,259,139</u>	<u>1,962,013</u>
Capital assets being depreciated:				
Land improvements	4,131,399	23,359		4,154,758
Building and improvements	2,575,879	5,563		2,581,442
Machinery and equipment	1,425,078	171,318		1,596,396
Vehicles	192,305	93,606		285,911
Infrastructure	89,556,643	35,569,168		125,125,811
Total capital assets being depreciated	<u>97,881,304</u>	<u>35,863,014</u>	<u>-</u>	<u>133,744,318</u>
Less accumulated depreciation for:				
Land improvements	1,317,441	86,129		1,403,570
Building and improvements	1,521,622	67,835		1,589,457
Machinery and equipment	810,084	74,130		884,214
Vehicles	141,797	21,366		163,163
Infrastructure	32,131,651	2,009,384		34,141,035
Total accumulated depreciation	<u>35,922,595</u>	<u>2,258,844</u>	<u>-</u>	<u>38,181,439</u>
Total capital assets being depreciated, net	<u>61,958,709</u>	<u>33,604,170</u>	<u>-</u>	<u>95,562,879</u>
Business-Type Activities Capital Assets, Net	<u>\$ 99,179,861</u>	<u>\$ 33,604,170</u>	<u>\$ 35,259,139</u>	<u>\$ 97,524,892</u>

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

---

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

Governmental activities:	
Board of Education	\$ 6,478,423
General Government	203,658
Social Services	91,550
Public Works	1,825,582
Public Safety	699,826
Libraries	118,484
Recreation and Parks	<u>441,154</u>
Total Depreciation Expense - Governmental Activities	\$ <u>9,858,677</u>
Business-type activities	
WPCA	\$ 2,088,106
Golf Fund	<u>170,738</u>
Total Depreciation Expense - Business-Type Activities	\$ <u>2,258,844</u>

**6. INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS**

The composition of interfund balances as of June 30, 2018 is as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
Nonmajor Governmental Funds	General Fund	\$ 4,069,911
General Fund	Nonmajor Governmental Funds	8,993,731
General Fund	Private Purpose Trust	10,579
General Fund	Five Year Capital Plan	3,072,277
WPCA	General Fund	10,590,247
Golf Course	General Fund	1,279,722
Internal Service	General Fund	2,896,349
Private Purpose Trust	General Fund	26,450
General Fund	Internal Service	<u>1,621,360</u>
		\$ <u>32,560,626</u>

The outstanding balances between funds result mainly from the time lag between the dates that (1) interfund goods and services are provided and reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made. The amounts also include balances of working capital made to several nonmajor governmental funds for projects that the general fund expects to get reimbursed when subsequent bonds are issued.

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

---

**Interfund Loans**

On June 30, 2013, the General Fund issued a loan for \$400,000, with an interest rate of 2.75% and a maturity date of June 30, 2028, to the Golf Course Fund. The balance remaining between the funds at June 30, 2018 was \$284,290.

**Interfund Transfers**

	<u>Transfers In</u>	<u>Total</u>
	<u>General</u>	<u>Transfers</u>
		<u>Out</u>
Transfers out:		
WPCA	\$ 533,079	\$ 533,079
Nonmajor governmental	258,452	258,452
Golf Course	<u>246,931</u>	<u>246,931</u>
Total Transfers In	<u>\$ 1,038,462</u>	<u>\$ 1,038,462</u>

The above transfers represent normal budgetary and other recurring transfers.

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

**7. LONG-TERM DEBT**

**Changes in Long-Term Liabilities**

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

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Governmental Funds:					
Bonds payable:					
General obligation bonds	\$ 90,114,460	\$ 21,455,000	\$ 22,434,690	\$ 89,134,770	\$ 7,035,190
Premium on bonds	4,019,630	2,144,041	566,092	5,597,579	
Total bonds payable	<u>94,134,090</u>	<u>23,599,041</u>	<u>23,000,782</u>	<u>94,732,349</u>	<u>7,035,190</u>
Other liabilities:					
Insurance claims	3,112,395	230,453		3,342,848	582,524
Other claims and judgments	206,261	478,920	156,261	528,920	
Net pension liability	70,063,929		1,088,554	68,975,375	
Compensated absences	5,772,368	19,623	209,520	5,582,471	1,580,713
Net OPEB liability*	<u>31,324,796</u>	<u>1,121,521</u>		<u>32,446,317</u>	
Total Governmental Activities Long-Term Liabilities	<u>\$ 204,613,839</u>	<u>\$ 25,449,558</u>	<u>\$ 24,455,117</u>	<u>\$ 205,608,280</u>	<u>\$ 9,198,427</u>
Business-type activities:					
Bonds payable:					
General obligation bonds	\$ 53,415,540	\$ 12,105,000	\$ 18,515,310	\$ 47,005,230	\$ 3,964,810
Premium on bonds	2,955,791	2,001,594	423,963	4,533,422	
Total bonds payable	<u>56,371,331</u>	<u>14,106,594</u>	<u>18,939,273</u>	<u>51,538,652</u>	<u>3,964,810</u>
Compensated absences	<u>79,564</u>	<u>3,654</u>	<u>31,366</u>	<u>51,852</u>	<u>13,928</u>
Business-Type Activities Long-Term Liabilities	<u>\$ 56,450,895</u>	<u>\$ 14,110,248</u>	<u>\$ 18,970,639</u>	<u>\$ 51,590,504</u>	<u>\$ 3,978,738</u>

\* As restated and further detailed in Note 13

The liability for the governmental activities compensated absences, net pension liability and net OPEB liability are liquidated normally by the General Fund.

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

**Bonds Payable**

The Town issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds have been issued for both governmental and business-type activities.

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. Certain general obligation bonds are to be repaid by revenues of the enterprise funds. General obligation bonds currently outstanding are as follows:

<u>Description</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rate (%)</u>	<u>Amount of Original Issue</u>	<u>Annual Principal</u>	<u>Balance Outstanding June 30, 2018</u>
Governmental:						
General purpose:						
General obligation refunding	8/19/08	8/19/21	3.25-5%	\$ 5,241,880	various	\$ 1,426,770
General obligation refunding	10/6/09	9/15/23	3-5%	17,523,000	various	8,407,000
General obligation	9/1/10	9/1/28	3-5%	10,000,000	various	1,162,000
General obligation	9/1/11	9/1/31	2-4%	14,310,000	various	1,430,000
General obligation refunding	3/15/12	9/1/30	2-4%	14,862,000	various	10,337,000
General obligation	9/1/12	9/1/32	2-3%	15,900,000	various	11,925,000
General obligation	9/1/13	9/1/33	2.5-4.5%	6,605,000	various	5,285,000
General obligation	3/12/14	9/1/27	3-5%	7,844,000	various	3,305,000
General obligation	9/5/14	9/1/35	2-4%	7,575,000	various	5,840,000
General obligation	9/5/14	9/1/35	2-4%	700,000	various	595,000
General obligation refunding	11/4/14	6/30/29	2-5%	545,000	various	462,000
General obligation	9/5/15	9/1/36	2.125-4%	7,500,000	various	6,750,000
General obligation refunding	6/7/16	6/30/30	2.5-4%	3,520,000	various	3,510,000
General obligation	9/1/16	6/30/37	2-4%	7,630,000	various	7,245,000
General obligation refunding	10/25/17	6/30/32		12,395,000	various	12,395,000
General obligation	9/2/17	6/30/38		9,060,000	various	9,060,000
Total governmental activities						<u>89,134,770</u>
Business-Type:						
General purpose:						
General obligation	9/1/08	9/1/28	3-5%	17,374,000	various	553,230
General obligation refunding	10/6/09	9/15/23	3-5%	7,967,000	various	3,148,000
General obligation	9/1/10	9/1/29	2.25-4.05%	12,000,000	various	1,393,000
General obligation	9/1/11	9/1/31	2-4%	12,000,000	various	1,200,000
General obligation refunding	3/15/12	9/1/30	2-4%	11,208,000	various	7,658,000
General obligation	9/1/12	9/1/32	2-3%	5,500,000	various	4,125,000
General obligation	9/1/13	9/1/33	2.5-4.5%	5,000,000	various	4,000,000
General obligation	3/12/14	9/1/27	3-5%	2,171,000	various	855,000
General obligation refunding	11/4/14	6/30/29	2-5%	11,315,000	various	9,508,000
General obligation refunding	6/7/16	6/30/30	2.5-4%	2,590,000	various	2,460,000
General obligation refunding	43,033	48,395		12,105,000	various	12,105,000
Total business-type activities						<u>47,005,230</u>
Total Outstanding						<u>\$ 136,140,000</u>



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

---

The annual requirements to amortize bonds payable as of June 30, 2018 are as follows:

		<b>Governmental Activities</b>	
		<b>Principal</b>	<b>Interest</b>
2019	\$	7,035,190	\$ 3,151,576
2020		7,685,590	2,692,606
2021		7,648,990	2,413,606
2022		7,088,000	2,117,590
2023		6,795,000	1,844,380
2024-2028		28,152,000	6,078,353
2029-2033		18,745,000	2,260,516
2034-2038		5,985,000	333,787
	\$	<u>89,134,770</u>	\$ <u>20,892,414</u>
		<b>Business-Type Activities</b>	
		<b>Principal</b>	<b>Interest</b>
2019	\$	3,964,810	\$ 1,804,761
2020		4,564,410	1,626,440
2021		4,581,010	1,456,858
2022		4,467,000	1,286,567
2023		3,990,000	1,103,823
2024-2028		17,268,000	3,472,626
2029-2033		7,920,000	943,675
2034-2038		250,000	26,469
	\$	<u>47,005,230</u>	\$ <u>11,721,219</u>

The following is a schedule of bond anticipation note activity for the year ended June 30, 2018:

	<b>Governmental Activities</b>
Balance, July 1, 2017	\$ 10,120,000
Issued	9,210,000
Retired	<u>(10,120,000)</u>
Balance, June 30, 2018	\$ <u>9,210,000</u>

The above retired note with an interest rate of 2.00 matured on August 30, 2017. The issued notes had an interest rate of 2.00% and matures on August 29, 2018, and were issued for a variety of projects, including Town, Board of Education and WPCA projects, approved as part of the 2013-2014 through 2017-2018 capital plans.

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

---

**General Obligation Bonds - New Issue**

On August 17, 2017, the Town issued \$9,060,000 of general obligation bonds with interest rates ranging from 2% to 4% payable in annual installments of \$445,000. The bonds mature on August 15, 2037.

**General Obligation Bonds - Advance Refunding**

On October 25, 2017, the Town issued \$24,500,000 of General Obligation Refunding Bonds with interest rates between 3.00% and 5.00% and a final maturity of September 1, 2032. The bonds were issued to advance refund of the 2010 General Obligation Bonds of \$10,230,000 and 2011 General Obligation Bonds of \$14,270,000. The net proceeds of \$28,388,962 (which included an original premium of \$4,051,140 and payment of \$161,725 in underwriter's fees and other issuance costs) were deposited in an irrevocable trust fund under an escrow agreement between the Escrow Agent and the City. The Escrow Agent will use such proceeds to purchase a portfolio of the United States Treasury State and Local Government Securities. All investment income on and the maturing principal of the escrow securities held in the escrow deposit fund will be irrevocably deposited by the Town for payment of the refunded bonds. The Town refunded the above bonds which resulted in a decrease in debt service for the next 14 fiscal years of \$1,408,550 and resulted in an economic gain (difference between the present value of the debt service payments on the old and new debt of \$1,392,065).

In prior years, and the current year the Town refunded bonds which are considered defeased, and all future interest and principal on the defeased bonds will be paid from the proceeds of the refunding issue which were placed into an irrevocable escrow account until all the defeased bonds have been called. The balance in escrow was \$28,014,458 at June 30, 2018. The outstanding balance of the defeased bonds as of June 30, 2018 is \$26,010,000.

**Indebtedness**

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

<u>Category</u>	<u>Debt Limit</u>	<u>Net Indebtedness</u>	<u>Balance</u>
General purpose	\$ 338,551	\$ 66,851	\$ 271,700
Schools	677,102	62,510	614,592
Sewers	564,251	13,376	550,875
Urban renewal	489,018		489,018
Pension deficit	451,401		451,401

The total overall statutory debt limit for the Town is equal to seven times annual receipts from taxation, or \$1,053 million.

**Authorized but Unissued Bonds**

The total of authorized but unissued bonds (net of projected grants) at June 30, 2018 is \$26,470,598. In some cases, interim financing is obtained through bond anticipation notes or other short-term borrowings until the issuance of long-term debt.

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

---

**8. FUND BALANCE**

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

	<u>General</u>	<u>Five Year Capital Plan</u>	<u>Nonmajor Governmental Funds</u>	<u>Total</u>
Fund balances:				
Nonspendable:				
Inventory	\$	\$	\$ 24,092	\$ 24,092
Permanent funds			168,674	168,674
Restricted for:				
Grants			11,400	11,400
Committed to:				
General government	46,084		668,922	715,006
Public works			427,363	427,363
Public safety			1,340,972	1,340,972
Health and welfare			8,616	8,616
Libraries			2,547	2,547
Parks and recreation			201,935	201,935
Education	95,476		61,892	157,368
Capital projects			2,571,973	2,571,973
Assigned to:				
Tax appeals	1,000,000			1,000,000
Pension	500,000			500,000
General government	75,344			75,344
Public works	40,905			40,905
Public safety	37,714			37,714
Health and welfare	217			217
Libraries	26,605			26,605
Parks and recreation	4,426			4,426
Education	12,520			12,520
Unassigned	<u>22,194,138</u>	<u>(13,123,788)</u>	<u>(4,966,332)</u>	<u>4,104,018</u>
Total Fund Balances	\$ <u>24,033,429</u>	\$ <u>(13,123,788)</u>	\$ <u>522,054</u>	\$ <u>11,431,695</u>

Significant encumbrances of \$197,731 at June 30, 2018 are contained in the above table in the assigned categories of the General Fund.

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

---

The Town had deficits in the following funds:

Major Fund:	
Five Year Capital Plan	\$ 13,123,788
Nonmajor Governmental Funds:	
Millington League Settlement	75,853
Land Acquisition	155,808
LOCIP	237,831
Resurfacing of Tennis Courts	4,670
Daniels Farm Road Bridge	17,571
Rails to Trails	211,951
New Elementary School	425,928
BOE Capital Projects	3,836,720
Internal Service Fund:	
Insurance Reserve Fund	446,499

These deficits will be funded by General Fund contributions and general obligation bonds.

## 9. RISK MANAGEMENT

The Town is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to and health of employees; and natural disasters. These risks are covered by commercial insurance purchased from independent third parties, except as disclosed below. The amount of settlements has not exceeded insurance coverage in any of the past three years.

### Workers' Compensation and Heart and Hypertension

The Town maintains stop loss insurance on workers' compensation and heart and hypertension claims. The Town's maximum exposure for the year ended June 30, 2018 was \$850,000 per incident. The Town and its actuary estimate a liability for both workers' compensation claims payable and for claims incurred but not reported.

At June 30, 2018, \$3,342,848 has been accrued for self-insurance claims payable and for incurred but not reported claims related to worker compensation and heart and hypertension claims.

Claims and liabilities are estimated based on claims paid for the year. Claim transactions for the last two years for the entire program are as follows:

	<u>Accrued Liability Beginning of Fiscal Year</u>	<u>Current Year Claims Paid and Changes in Estimates</u>	<u>Accrued Liability Claim Payments</u>	<u>Accrued Liability End of Fiscal Year</u>
2017-18	\$ 3,112,395	\$ 1,667,860	\$ 1,437,407	\$ 3,342,848
2016-17	3,112,395	1,577,674	1,577,674	3,112,395

## 10. OTHER POSTEMPLOYMENT BENEFITS

### Post-Retirement Medical Program

#### A. Summary of Significant Accounting Policies

##### Basis of Accounting

The financial statements of the Other Postemployment Benefits Fund 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.

#### B. Plan Description

The Town provides post-retirement benefits for certain employees for current and future health and life insurance benefit expenses through a single-employer defined benefit plan. An annual actuarial valuation is made to determine whether the contributions are sufficient to meet the plan obligations. The Town does not issue a separate stand-alone financial statement for this plan.

Management of the post employment benefits plan is vested with the Police Department. Policy oversight is provided by the Administrative committee, which is comprised of the Town's First Selectman, the Town's Treasurer, the Town's Finance Director, the Union President and a Union representative.

At July 1, 2016, plan membership consisted of the following:

	<b>Post-Retirement Medical Program</b>
Retired members	50
Active plan members	<u>932</u>
Total Participants	<u><u>982</u></u>

#### C. Funding Policy

The Town provides post-retirement benefits for certain employees for current future health and life insurance benefit expenses through a single-employer defined benefit plan. An actuarial valuation is made to determine whether the contributions are sufficient to meet the plan obligations. In fiscal year 2009, the Town established a trust fund to irrevocably segregate assets to fund the liability associated with postemployment benefits in accordance with GASB guidelines. The Town is currently developing a funding strategy to provide for normal cost and the amortization of the accrued liability. The Town anticipates a commitment to fund normal cost and a long-term approach to the amortization of the actuarial accrued liability. The goal is to absorb, within the budgetary process, the actual cost of benefits in the determination of the costs of providing services to taxpayers.

The Town's funding strategy for postemployment obligations are based upon characteristics of benefits on each distinct group of employees established within their respective collective bargaining units.

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

---

**D. Investments**

**Investment Policy**

The OPEB Benefits Plan investment policy limits investments to money market accounts.

**Rate of Return**

For the year ended June 30, 2018, the annual money-weighted rate of return on investments, net of investment expense, was .45%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

**E. Net OPEB Liability of the Town**

The Town's net OPEB liability was measured as of June 30, 2018. The components of the net OPEB liability of the Town at June 30, 2018, were as follows:

Total OPEB liability	\$	33,129,073
Plan fiduciary net position		<u>682,756</u>
Net OPEB Liability	\$	<u>32,446,317</u>
Plan fiduciary net position as a percentage of the total OPEB liability		2.06%

**Actuarial Assumptions**

The total OPEB liability was determined by an actuarial valuation as of July 1, 2016, using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Salary increases	4.00%, average, including inflation
Investment rate of return	3.13%, net of OPEB plan investment expense,
Healthcare cost trend rates	8.0% to 5.0% over a 10 year period.

Mortality rates were based on Pre- and Post Retirement: 1994 Uninsured Pensioner Mortality table, with rates projected to 2014.

The actuarial assumptions used in the July 1, 2016 valuation were based on the results of an actuarial experience study for the period July 1, 2013 - June 30, 2016.

The long-term expected rate of return on OPEB plan investments was determined to be the 20 year bond rate of 3.13%.

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

**Discount Rate**

The discount rate used to measure the total OPEB liability was 3.13%. 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.

**Changes in the Net OPEB Liability**

	Increase (Decrease)		
	Total OPEB Liability (a)	Plan Fiduciary Net Position (b)	Net OPEB Liability (a)-(b)
Balances as of July 1, 2017	\$ 31,899,394	\$ 574,598	\$ 31,324,796
Changes for the year:			
Service cost	829,829		829,829
Interest on total OPEB liability	1,010,692		1,010,692
Differences between expected and actual experience	(172,183)		(172,183)
Employer contributions		539,392	(539,392)
Member contributions	66,995	66,995	-
Net investment income		7,425	(7,425)
Benefit payments, including refund to employee contributions	(505,654)	(505,654)	-
Net changes	1,229,679	108,158	1,121,521
Balances as of June 30, 2018	\$ 33,129,073	\$ 682,756	\$ 32,446,317

**F. 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 (2.13%) or 1 percentage point higher (4.13%) than the current discount rate:

	1% Decrease (2.13%)	Current Discount Rate (3.13%)	1% Increase (4.13%)
Net OPEB Liability	\$ 36,312,024	\$ 32,446,317	\$ 29,143,851

**G. 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 (7.0% decreasing to 4.0%) or 1 percentage point higher (9.0% decreasing to 6.0%) than the current healthcare cost trend rates:

	1% Decrease (7.0% Decreasing to 4.0%)	Healthcare Cost Trend Rates (8.0% Decreasing to 5.0%)	1% Increase (9.0% Decreasing to 6.0%)
Net OPEB Liability	\$ 28,260,478	\$ 32,446,317	\$ 37,442,892

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

---

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

For the year ended June 30, 2018, the Town recognized OPEB expense of \$1,744,117. At June 30, 2018, the Town reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$	\$ 7,337
Net difference between projected and actual earning on pension plan investments	<u>                    </u>	<u>44,855</u>
Total	\$ <u>                    -</u>	\$ <u>52,192</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**

2019	\$	13,105
2020		13,105
2021		13,105
2022		12,877

**Teachers Retirement Plan**

**A. Plan Description**

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

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

**B. Benefit Provisions**

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



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

---

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

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

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

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

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

### **Survivor Health Care Coverage**

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

### **C. 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 TRUMBULL, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2018**

---

**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.

**D. Contributions**

*State of Connecticut*

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

*Employer (School Districts)*

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

*Employees*

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

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

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

Town's proportionate share of the net OPEB liability	\$ -
State's proportionate share of the net OPEB liability associated with the Town	<u>45,843,019</u>
Total	\$ <u><u>45,843,019</u></u>

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

---

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

For the year ended June 30, 2018, the Town recognized OPEB expense and revenue of \$2,124,597 in Exhibit II for on-behalf amounts for the benefits provided by the State.

**F. Actuarial Assumptions**

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

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

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

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

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

**G. Discount Rate**

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

**H. 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.

**I. Other Information**

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

**11. EMPLOYEE RETIREMENT SYSTEMS AND PENSION PLANS**

**A. Pension Trust Fund**

The Town of Trumbull is the administrator of a single-employer Public Employee Retirement System (PERS) established and administered by the Town to provide pension benefits for its full-time employees other than police, firefighters and teachers. The PERS is considered to be part of the Town's financial reporting entity and is included in the Town's financial reports as a pension trust fund. The PERS does not issue a stand-alone report.

Management of the plans rests with the PERS Board, which consists of seven voting members. One of whom shall be the Director of Finance and one the Treasurer. One and only one of the remaining five members shall be an employee of the Town and appointed by the First Selectman. The other four are appointed by the Town Council.

**Plan Description and Benefits Provided**

The Town of Trumbull Pension Plan provides retirement, death and disability benefits through a single-employer, contributory, defined benefit plan. Benefits vest at 50% after 5 years of service and increase an additional 10% per year to 100% after 10 years. Employees can retire on or after age 62 if they have at least 10 years of service, or after age 60 if age plus years of service equals at least 85. Employees who retire at these ages are entitled to an annual retirement benefit, payable monthly for 10 years certain and life, in an amount equal to 2% of final earnings for each year of service. There is a maximum annual pension of 60% of final earnings. Final earnings is the employee's average earnings during the 36 consecutive months that produces the highest average. Employees may retire early on or after age 55 with at least 10 years of service with a benefit reduced ½% for each month the early retirement date precedes the normal retirement date. The death benefit provides a benefit to a beneficiary of a fully vested participant of 120 months of retirement benefits beginning at the participant's normal retirement date as long as the beneficiary does not receive the deceased participant's employee contributions with credited interest and the proceeds from the \$25,000 life insurance policy are assigned to the pension plan. Employee contributions with credited interest are returnable on termination or death while active or retired (less any benefits paid) provided, in each case, that no death benefits are otherwise payable. Benefits and contributions are fixed by contract and may be amended by union negotiation.

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

---

The membership of the plan consisted of the following at July 1, 2016, the date of the latest actuarial valuation:

	<b>Police Benefit Plan</b>	<b>Town Pension Plan</b>
Retirees and beneficiaries receiving benefits	53	355
Terminated plan members entitled to but not yet receiving benefits	1	79
Active plan members	72	406
Total	126	840

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

**Basis of Accounting**

PERS financial statements are prepared using the accrual basis of accounting. Employee and employer contributions are recognized when due; investment income is recognized when earned. Expenses (benefits, administration and refunds of contributions) are recognized when incurred.

**Method Used to Value Investments**

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

**Funding Policy**

Employees are required to contribute amounts ranging between 3.5% and 5.5% of their monthly salary to the PERS depending on their contract. The Town is required to contribute the remaining amounts necessary to fund these benefits.

## **Investments**

### **Investment Policy**

The pension plan's policy in regard to the allocation of invested assets is established and may be amended by the PERS Board by a majority vote of its members. It is the policy of the PERS Board 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 Town and Police adopted asset allocation policy as of June 30, 2018:

#### **Town**

<b>Asset Class</b>	<b>Target Allocation</b>
Domestic equity	45 %
International equity	20
Fixed income	30
Inflation protection	5
	<u>100 %</u>

#### **Police**

<b>Asset Class</b>	<b>Target Allocation</b>
Domestic equity	41 %
International equity	14
Fixed income	35
Alternative investments	10
	<u>100 %</u>

### **Rate of Return**

For the year ended June 30, 2018, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 6.19% for the Town Pension Plan and 8.02% for the Police Pension Plan. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

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

---

**Net Pension Liability of the Town**

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

<b>Town</b>	
Total pension liability	\$ 85,127,709
Plan fiduciary net position	<u>(35,404,874)</u>
Net Pension Liability	<u><u>\$ 49,722,835</u></u>
Plan fiduciary net position as a percentage of the total pension liability	41.58%
<b>Police</b>	
Total pension liability	\$ 83,408,278
Plan fiduciary net position	<u>(64,155,738)</u>
Net Pension Liability	<u><u>\$ 19,252,540</u></u>
Plan fiduciary net position as a percentage of the total pension liability	76.92%

**Actuarial Assumptions**

The total pension liability was determined by an actuarial valuation as of July 1, 2016, using the following actuarial assumptions, applied to all periods included in the measurement:

<b>Town</b>	
Inflation	4.50%
Salary increases	3.5%, per annum, compounded annually
Investment rate of return	7.5%, per annum, compounded annually
<b>Police</b>	
Inflation	4.50%
Salary increases	4.5%, per annum, compounded annually
Investment rate of return	7.5%, per annum, compounded annually

Mortality rates were based on the UP-1994 Mortality Table, with current and future mortality improvement estimated by projecting improvements to 2016 using Scale AA.

The actuarial assumptions used in the July 1, 2016 valuation were based on the results of an actuarial experience study for the period July 1, 2010 - June 30, 2014.

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

---

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, 2016 (see the discussion of the pension plan's investment policy) are summarized in the following table:

<b><u>Asset Class</u></b>	<b><u>Long-Term Expected Real Rate of Return</u></b>
Domestic equity	9.25 %
International equity	9.75
Fixed income	4.25
Real estate	8.75
Cash	3.5

**Discount Rate**

The discount rate used to measure the total pension liability was 7.5% for the Town Pension Plan and 7.5% for the Police Pension Plan. 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 TRUMBULL, CONNECTICUT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2018**

**Changes in the Net Pension Liability**

	<b>Town</b>		
	<b>Increase (Decrease)</b>		
	<b>Total Pension Liability (a)</b>	<b>Plan Fiduciary Net Position (b)</b>	<b>Net Pension Liability (a)-(b)</b>
Balances as of July 1, 2017	\$ 82,648,195	\$ 32,705,586	\$ 49,942,609
Changes for the year:			
Service cost	1,692,325		1,692,325
Interest on total pension liability	6,125,358		6,125,358
Employer contributions		5,048,000	(5,048,000)
Member contributions		973,039	(973,039)
Net investment income		2,044,233	(2,044,233)
Benefit payments, including refund to employee contributions	(5,338,169)	(5,338,169)	-
Administrative expenses		(27,815)	27,815
Net changes	2,479,514	2,699,288	(219,774)
Balances as of June 30, 2018	\$ 85,127,709	\$ 35,404,874	\$ 49,722,835

	<b>Police</b>		
	<b>Increase (Decrease)</b>		
	<b>Total Pension Liability (a)</b>	<b>Plan Fiduciary Net Position (b)</b>	<b>Net Pension Liability (a)-(b)</b>
Balances as of July 1, 2017	\$ 79,083,114	\$ 58,961,794	\$ 20,121,320
Changes for the year:			
Service cost	1,263,157		1,263,157
Interest on total pension liability	5,918,839		5,918,839
Employer contributions		3,080,000	(3,080,000)
Member contributions		366,204	(366,204)
Net investment income		4,757,590	(4,757,590)
Benefit payments, including refund to employee contributions	(2,856,832)	(2,856,832)	-
Administrative expenses		(153,018)	153,018
Net changes	4,325,164	5,193,944	(868,780)
Balances as of June 30, 2018	\$ 83,408,278	\$ 64,155,738	\$ 19,252,540

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

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

The following presents the net pension liability of the Town and Police Pension Plans, calculated using the discount rate of 7.50% for the Town Pension Plan and 7.50% for the Police Pension Plans as well as what the 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:

		<b>Town</b>		
		<b>1% Decrease (6.50%)</b>	<b>Current Discount Rate (7.50%)</b>	<b>1% Increase (8.50%)</b>
Net Pension Liability	\$	57,796,618	\$ 49,722,835	\$ 42,715,031

		<b>Police</b>		
		<b>1% Decrease (6.50%)</b>	<b>Current Discount Rate (7.50%)</b>	<b>1% Increase (8.50%)</b>
Net Pension Liability	\$	30,957,610	\$ 19,252,540	\$ 9,698,646

**Pensions and Other Post Employment Benefit Plan Fiduciary Net Position**

	<b>Town Pension</b>	<b>Police Pension</b>	<b>OPEB Trust Fund</b>	<b>Total</b>
--	-------------------------	---------------------------	--------------------------------	--------------

<b>ASSETS</b>				
Cash and cash equivalents	\$ 1,503,797	\$ 382,208	\$ 681,800	\$ 2,567,805
Investments	33,898,437	63,772,899		97,671,336
Receivables	2,640	631	956	4,227
Total assets	<u>35,404,874</u>	<u>64,155,738</u>	<u>682,756</u>	<u>100,243,368</u>
Net Position Held in Trust for Pension Benefits and Other Purposes	<u>\$ 35,404,874</u>	<u>\$ 64,155,738</u>	<u>\$ 682,756</u>	<u>\$ 100,243,368</u>

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

**Changes in Pension Net Position**

	<b>Town Pension</b>	<b>Police Pension</b>	<b>OPEB Trust Fund</b>	<b>Total</b>
Additions:				
Contributions:				
Employer	\$ 5,048,000	\$ 3,080,000	\$ 539,392	\$ 8,667,392
Plan members	973,039	366,204	66,995	1,406,238
Total contributions	<u>6,021,039</u>	<u>3,446,204</u>	<u>606,387</u>	<u>10,073,630</u>
Investment income:				
Net change in fair value of investments	622,643			622,643
Interest and dividends	1,421,590	4,757,590	7,425	6,186,605
Net investment income	<u>2,044,233</u>	<u>4,757,590</u>	<u>7,425</u>	<u>6,809,248</u>
Total additions	<u>8,065,272</u>	<u>8,203,794</u>	<u>613,812</u>	<u>16,882,878</u>
Deductions:				
Benefits	5,338,169	2,856,832	505,654	8,700,655
Administrative	27,815	153,018		180,833
	<u>5,365,984</u>	<u>3,009,850</u>	<u>505,654</u>	<u>8,881,488</u>
Change in net position	2,699,288	5,193,944	108,158	8,001,390
Net position at beginning of year	<u>32,705,586</u>	<u>58,961,794</u>	<u>574,598</u>	<u>92,241,978</u>
Net Position at End of Year	<u>\$ 35,404,874</u>	<u>\$ 64,155,738</u>	<u>\$ 682,756</u>	<u>\$ 100,243,368</u>

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

---

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

For the year ended June 30, 2018, the Town recognized pension expense of \$3,034,269. At June 30, 2018, the Town reported deferred outflows of resources and deferred inflows of resources related to pension from the following sources:

	<b>Town</b>	
	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Differences between expected and actual experience	\$ 1,309,304	\$
Changes of assumptions		9,184,546
Net difference between projected and actual earning on pension plan investments	<u>472,926</u>	<u></u>
Total	<u>\$ 1,782,230</u>	<u>\$ 9,184,546</u>

	<b>Police</b>	
	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Differences between expected and actual experience	\$	\$ 908,155
Changes of assumptions		960,668
Net difference between projected and actual earning on pension plan investments	<u>83,732</u>	<u></u>
Total	<u>\$ 83,732</u>	<u>\$ 1,868,823</u>

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

**Year Ending June 30**

2019	\$ (3,280,503)
2020	(3,130,734)
2021	(2,622,891)
2022	(153,279)
2023	-

## **B. Teachers Retirement**

### **Plan Description**

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

### **Benefit Provisions**

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

#### **Normal Retirement**

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

#### **Early Retirement**

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

#### **Disability Retirement**

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

### **Contributions**

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

#### *Employer (School Districts)*

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

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

---

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

*Employees*

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

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

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

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

Town's proportionate share of the net pension liability	\$ -
State's proportionate share of the net pension liability associated with the Town	<u>178,108,210</u>
Total	\$ <u>178,108,210</u>

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

For the year ended June 30, 2018, the Town recognized pension expense and revenue of \$20,601,917 in Exhibit II for on-behalf amounts for the benefits provided by the State.

**Actuarial Assumptions**

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

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

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

---

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

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

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

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

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

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

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

### **Discount Rate**

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

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

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

### **Pension Plan Fiduciary Net Position**

Detailed information about the pension plan's fiduciary net position is available in the separately issued financial statements available at [www.ct.gov](http://www.ct.gov).

### **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.

## **12. CONTINGENT LIABILITIES**

### **Lawsuits**

There are several personal injury, negligence and personnel related lawsuits pending against the Town. The outcome and eventual liability of the Town, if any, in these cases is not known at this time. Based upon consultation with legal counsel, the Town's management estimates that potential claims against the Town resulting from such litigation and not covered by insurance would not have a material adverse effect the financial condition of the Town.

### **Municipal Solid Waste Service Agreement**

Solid waste collection in Trumbull is collected by private firms who have direct contracts with residents. Trumbull is one of nine municipalities that have entered into a Municipal Service Agreement (MSA) with Wheelabrator (Resco) for the disposal of solid waste through the Greater Bridgeport Resource Recovery System (the System). Each Municipality which has signed such MSA (a Participating Municipality) has agreed to deliver or cause to be delivered to the System all "Acceptable Waste," as defined therein, generated within its boundaries. The facility for the System (the Facility) is located in the City of Bridgeport, Connecticut, and was designed and constructed and is operated by Bridgeport Resco Company, L.P. (the Company). The Facility began commercial operation in July 1988 and is designed to process up to 2,250 tons of solid waste per day.



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

---

The Town and the other eight municipalities have exercised their option to extend the contract for another 10 years to 2024, retroactively to July 1, 2014. Wheelabrator (Resco) will bill each Participating Municipality a fixed charge of \$60.25 per ton of Municipal Solid Waste MSW actually delivered by or on behalf of each Participating Municipality, which escalates at 0.75% of the Consumer Price Index (the CPI) for the term of the contract. Starting July 1, 2016, the CPI will result in an increase in the disposal tipping fee to \$61.22 and the disposal fee adjustment for the program will decrease to \$0.10 for a total of \$61.32 Each Participating Municipality has agreed to pay Municipal Disposal Fees to Wheelabrator (Resco) for the acceptance and processing and/or disposing of Acceptable Waste. The Municipal Disposal Fees, which are payable on a monthly basis, include (i) disposal fees under a SolidWaste Disposal Agreement, and (ii) an Administrative Fee. Additionally, the Town anticipates spending another \$27 per ton of MSW to pay a private contractor to transport MSW to the Facility and to operate and maintain the MSW transfer station.

The Town has opted to engage with recycling processors independently. It has negotiated a contract that pays the Town \$35 per ton for recyclables that are directed to the processor. The most recent contract ran from July 1, 2012 to June 30, 2013 with five one year options. The Town is committed to deliver recyclables annually consisting of: food and beverage containers made of glass, metal and certain plastics, and newspapers. Other defined residential recyclables are cardboard, waste oil, storage batteries, scrap metal and e-waste.

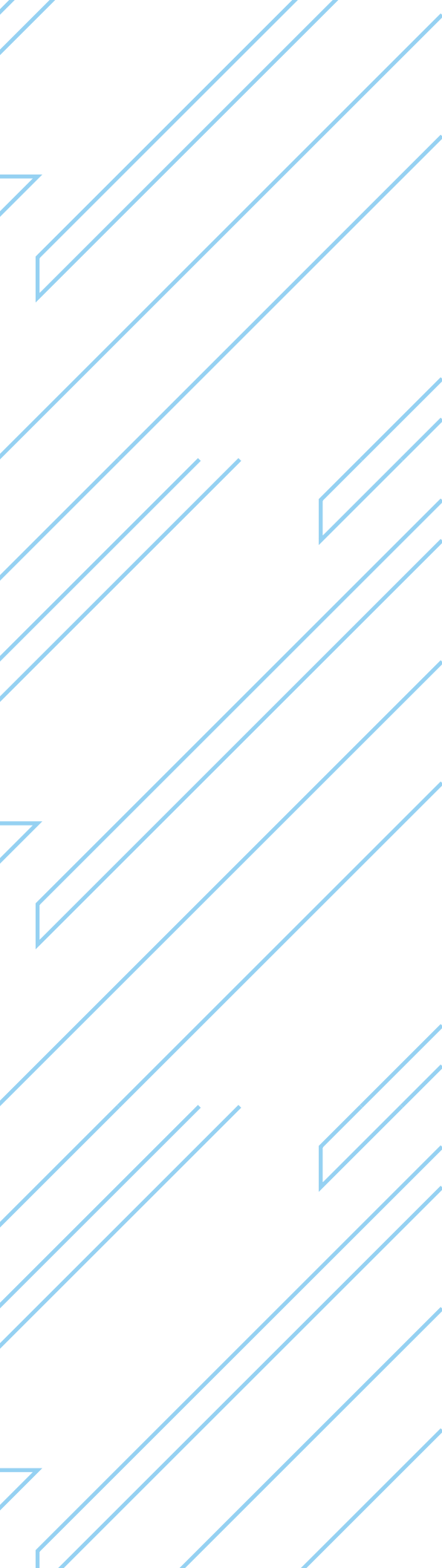
### **13. PRIOR PERIOD ADJUSTMENTS AND RESTATEMENTS**

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

	<b>Governmental Activities Net Position</b>
Balance at June 30, 2017, as previously reported	\$ 63,862,439
Adjustments:	
Eliminate net OPEB obligation reported per GASB no. 45	9,829,730
Record net OPEB liability per GASB No. 75	<u>(31,324,796)</u>
Balance at July 1, 2017, as Restated	\$ <u><u>42,367,373</u></u>

### **14. SUBSEQUENT EVENTS**

On August 29, 2018, the Town issued \$10,610,000 General Obligation Bonds at a variable rate of 2.25%-4.0% and a final maturity of August 15, 2038, to permanently finance the \$9,210,000 bond anticipation note outstanding at June 30, 2018, and \$8,855,000 of Bond Anticipation Notes with an interest rate of 3.0% due August 28, 2019.



## **Required Supplementary Information**

**TOWN OF TRUMBULL, CONNECTICUT  
GENERAL FUND  
SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES  
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
FOR THE YEAR ENDED JUNE 30, 2018**

	<u>Original Budget</u>	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Property Taxes:				
Current levy	\$ 153,820,394	\$ 153,820,394	\$ 154,614,108	\$ 793,714
Interest and lien fees	700,000	700,000	674,788	(25,212)
PILOT - St. Joseph's Village	21,243	21,243	21,575	332
Total property taxes	<u>154,541,637</u>	<u>154,541,637</u>	<u>155,310,471</u>	<u>768,834</u>
Intergovernmental:				
Education equalization grant	2,535,858	2,535,858	2,989,544	453,686
School building grants	273,700	273,700	276,686	2,986
Education grants	1,072,878	1,072,878		(1,072,878)
Homeowners tax relief	224,000	224,000		(224,000)
Military state and local	18,000	18,000	15,768	(2,232)
Nonpublic pupils	60,000	60,000	61,313	1,313
State property reimbursement	64,525	64,525	1,910	(62,615)
Disability exemption	2,700	2,700	2,821	121
Distribution to towns grant			37,998	37,998
Veterans grant	30,000	30,000	29,388	(612)
Telephone access tax	95,000	95,000	83,637	(11,363)
Manufacturing - tax relief			189,309	189,309
Foxwoods casino fund	49,633	49,633	49,633	-
Other various grants	6,000	6,000		(6,000)
VOAG grant	450,000	450,000	612,284	162,284
Bingo	60	60	103	43
DRS controller interest tax			2,581	2,581
Per capita grant			202,234	202,234
Total intergovernmental	<u>4,882,354</u>	<u>4,882,354</u>	<u>4,555,209</u>	<u>(327,145)</u>
Licenses, Permits, Fees and Other:				
Town clerk fees	850,000	850,000	843,181	(6,819)
Planning and zoning	45,000	45,000	55,024	10,024
Parks and recreation	270,250	270,250	309,118	38,868
Library	14,000	14,000		(14,000)
Police	50,000	50,000	46,024	(3,976)
Building	726,800	726,800	575,175	(151,625)
Tuition/rentals - BOE	1,225,000	1,225,000	958,166	(266,834)
Fire marshal	60,000	60,000	55,783	(4,217)
Disposal area	1,351,057	1,351,057	401,660	(949,397)
Counseling center	15,000	15,000	15,567	567
Emergency medical services	1,650,000	1,650,000	1,556,404	(93,596)
Town engineer	72,484	72,484	71,757	(727)
Miscellaneous revenue	110,000	110,000	167,246	57,246
Health Department	90,000	90,000	101,385	11,385
Cell tower rental	170,000	170,000	202,640	32,640
Probate Rent	8,685	8,685		(8,685)
Total licenses, permits, fees and other	<u>6,708,276</u>	<u>6,708,276</u>	<u>5,359,130</u>	<u>(1,349,146)</u>

(Continued on next page)

**TOWN OF TRUMBULL, CONNECTICUT  
GENERAL FUND  
SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES  
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS) (CONTINUED)  
FOR THE YEAR ENDED JUNE 30, 2018**

	<u>Original Budget</u>	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Investment income:				
Unrealized loss	\$	\$	\$ (215,970)	\$ (215,970)
Income from investments	350,000	350,000	630,771	280,771
Total investment income	<u>350,000</u>	<u>350,000</u>	<u>414,801</u>	<u>64,801</u>
Other financing sources:				
Bond refund				
Transfer in	930,010	930,010	1,038,462	108,452
Use of fund balance	1,800,000	1,800,000		(1,800,000)
Total other financing sources	<u>2,730,010</u>	<u>2,730,010</u>	<u>1,038,462</u>	<u>(1,691,548)</u>
Total Revenues and Other Financing Sources	\$ <u>169,212,277</u>	\$ <u>169,212,277</u>	166,678,073	\$ <u>(2,534,204)</u>
Budgetary revenues are different than GAAP revenues because:				
State of Connecticut on-behalf pension contributions to the Connecticut State Teachers' Retirement System for Town teachers are not budgeted			20,601,917	
State of Connecticut on-behalf OPEB contributions to the Connecticut State Teachers' Retirement System for Town teachers are not budgeted			2,124,597	
The Town budgets for certain revenues net of their related expenditures			138,421	
The Town budgets for bond premiums received net of debt service expenditures			<u>94,495</u>	
Total Revenues and Other Financing Sources as Reported on the General Fund Combining Schedule of Revenues, Expenditures and Changes in Fund Balances - Exhibit A-2			189,637,503	
The Town does not budget for the Special Revenue BOE Programs, or Trumbull Day/Fall Festival Fund revenues			<u>1,899,851</u>	
Total Revenues and Other Financing Sources as Reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds - Exhibit IV			\$ <u>191,537,354</u>	

**TOWN OF TRUMBULL, CONNECTICUT  
GENERAL FUND  
SCHEDULE OF EXPENDITURES  
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
FOR THE YEAR ENDED JUNE 30, 2018**

	<u>Original Budget</u>	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
General Government:				
Town council	\$ 90,888	\$ 92,254	\$ 91,513	\$ 741
Ethics commission	120	120		120
First selectman	294,646	323,361	314,788	8,573
Probate judge	12,651	12,651	12,651	-
Elections registrar	119,279	122,005	117,553	4,452
Finance director	554,745	574,604	566,772	7,832
Finance board	81,225	85,604	84,582	1,022
Assessor	326,797	352,913	351,143	1,770
Tax review	2,245	2,245	1,679	566
Tax collector	328,417	337,776	315,135	22,641
Purchasing	87,428	98,512	97,894	618
Treasurer	928,141	940,053	869,128	70,925
Technology	24,730	25,627	25,255	372
Town attorneys	458,590	458,590	439,083	19,507
Human resources	278,026	311,995	295,001	16,994
Employee benefits	16,519,588	16,573,881	16,386,092	187,789
Town clerk	278,289	286,975	293,776	(6,801)
Town hall	6,483,178	4,289,439	1,198,543	3,090,896
Planning and zoning	303,779	315,742	308,334	7,408
Economic development	161,584	166,667	159,568	7,099
Inland-wetlands commission	13,425	13,425	7,600	5,825
Conservation commission	1,375	1,375	1,315	60
Transit district	44,084	44,084	44,084	-
Trumbull nature center	2,996	2,996	2,759	237
Total general government	<u>27,396,226</u>	<u>25,432,894</u>	<u>21,984,248</u>	<u>3,448,646</u>
Public Safety:				
Police	8,929,254	9,220,163	9,090,812	129,351
Dog warden	127,990	131,652	116,425	15,227
Emergency medical service	1,428,866	1,434,343	1,314,960	119,383
Fire marshal	346,595	356,918	339,002	17,916
Fire hydrants - water	1,388,514	1,433,108	1,433,108	-
Building official	345,720	365,252	363,793	1,459
Emergency management	75,933	77,509	72,707	4,802
Total public safety	<u>12,642,872</u>	<u>13,018,945</u>	<u>12,730,807</u>	<u>288,138</u>

(Continued on next page)

**TOWN OF TRUMBULL, CONNECTICUT  
GENERAL FUND  
SCHEDULE OF EXPENDITURES  
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS) (CONTINUED)  
FOR THE YEAR ENDED JUNE 30, 2018**

	<u>Original Budget</u>	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Public Works:				
Public works Director	\$ 184,927	\$ 191,515	\$ 190,010	\$ 1,505
Street lights	508,699	457,739	456,519	1,220
Public works (highway)	2,628,180	2,632,555	2,442,113	190,442
Snow removal	462,885	743,069	743,068	1
Highway construction	117,131	117,131	117,131	-
Public works maintenance	1,003,611	1,018,779	992,978	25,801
Fleet maintenance	1,098,482	1,108,682	957,261	151,421
Disposal area	2,135,622	2,230,564	2,203,077	27,487
Town engineer	607,532	641,510	634,917	6,593
Total public works	<u>8,747,069</u>	<u>9,141,544</u>	<u>8,737,074</u>	<u>404,470</u>
Public Health:				
Board of health	338,297	348,522	329,681	18,841
Vital statistics	1,150	1,150	1,003	147
Nursing - seniors	35,229	36,480	24,768	11,712
Non-public schools	310,578	321,746	303,315	18,431
Total public health	<u>685,254</u>	<u>707,898</u>	<u>658,767</u>	<u>49,131</u>
Social Services:				
Social services	112,961	116,846	84,915	31,931
Counseling center	303,206	313,538	309,043	4,495
Senior citizen commission	285,620	289,947	285,046	4,901
Total social services	<u>701,787</u>	<u>720,331</u>	<u>679,004</u>	<u>41,327</u>
Libraries	<u>1,563,042</u>	<u>1,594,413</u>	<u>1,552,300</u>	<u>42,113</u>
Recreation and Parks:				
Public events	20,000	20,000	16,355	3,645
Recreation and parks	806,229	821,359	782,811	38,548
Parks	1,877,123	1,939,653	1,812,245	127,408
Tree warden	147,757	282,971	282,281	690
Total recreation and parks	<u>2,851,109</u>	<u>3,063,983</u>	<u>2,893,692</u>	<u>170,291</u>

**TOWN OF TRUMBULL, CONNECTICUT  
GENERAL FUND  
SCHEDULE OF EXPENDITURES  
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS) (CONTINUED)  
FOR THE YEAR ENDED JUNE 30, 2018**

	<u>Original Budget</u>	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Education:				
Contractual services	\$ 168,875	\$ 207,596	\$ 207,595	\$ 1
Operational expenditures	98,933,596	100,423,596	100,422,371	1,225
Busing	875,190	978,178	978,177	1
Use of buildings	220,000	220,454	220,453	1
Community television	84,873	116,123	102,306	13,817
Business education initiative	9,300	9,300	9,168	132
School nurses	834,502	863,611	816,532	47,079
Total education	<u>101,126,336</u>	<u>102,818,858</u>	<u>102,756,602</u>	<u>62,256</u>
Debt Service:				
Principal - bonds and notes	9,796,342	9,796,342	9,774,299	22,043
Interest - bonds	<u>3,702,240</u>	<u>3,560,077</u>	<u>2,855,883</u>	<u>704,194</u>
Total debt service	<u>13,498,582</u>	<u>13,356,419</u>	<u>12,630,182</u>	<u>726,237</u>
Total Expenditures	<u>\$ 169,212,277</u>	<u>\$ 169,855,285</u>	164,622,676	<u>\$ 5,232,609</u>
Budgetary expenditures are different than GAAP expenditures because:				
State of Connecticut on-behalf pension contributions to the Connecticut State Teachers' Retirement System for Town teachers are not budgeted			20,601,917	
State of Connecticut on-behalf OPEB contributions to the Connecticut State Teachers' Retirement System for Town teachers are not budgeted			2,124,597	
The Town budgets for certain revenues net of their related expenditures			138,421	
The Town budgets for bond premiums received net of debt service expenditures			94,495	
Encumbrances for purchases and commitments ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year received for financial reporting purposes			<u>(21,786)</u>	
Total Expenditures and Other Financing Uses as Reported on the General Fund Combining Schedule of Revenues, Expenditures and Changes in Fund Balances - Exhibit A-2			187,560,320	
The Town does not budget for the Special Revenue BOE Programs, or Trumbull Day/Fall Festival Fund expenditures			<u>2,104,080</u>	
Total Expenditures and Other Financing Uses as Reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds - Exhibit IV			<u>\$ 189,664,400</u>	

**TOWN OF TRUMBULL, CONNECTICUT**  
**SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS**  
**TOWN PENSION PLAN**  
**LAST FIVE FISCAL YEARS\***

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
Total pension liability:					
Service cost	\$ 2,793,812	\$ 2,701,045	\$ 2,448,431	\$ 1,759,518	\$ 1,692,325
Interest	4,505,608	4,697,592	5,096,998	5,946,083	6,125,358
Differences between expected and actual experience	(1,420,269)	454,201		2,265,911	
Changes of assumptions	(888,190)	(6,003,401)		(15,331,501)	
Benefit payments, including refunds of member contributions	(4,191,446)	(4,436,959)	(4,632,778)	(5,144,488)	(5,338,169)
Net change in total pension liability	799,515	(2,587,522)	2,912,651	(10,504,477)	2,479,514
Total pension liability - beginning	92,028,028	92,827,543	90,240,021	93,152,672	82,648,195
Total pension liability - ending	92,827,543	90,240,021	93,152,672	82,648,195	85,127,709
Plan fiduciary net position:					
Contributions - employer	4,576,000	4,693,000	4,144,000	4,243,000	5,048,000
Contributions - member	890,129	957,865	1,013,782	1,014,599	973,039
Net investment income (loss)	3,621,539	760,124	(325,750)	4,067,296	2,044,233
Benefit payments, including refunds of member contributions	(4,191,446)	(4,436,959)	(4,632,778)	(5,144,488)	(5,338,169)
Administrative expense	(43,756)	(65,602)	(78,943)	(74,325)	(27,815)
Net change in plan fiduciary net position	4,852,466	1,908,428	120,311	4,106,082	2,699,288
Plan fiduciary net position - beginning	21,718,299	26,570,765	28,479,193	28,599,504	32,705,586
Plan fiduciary net position - ending	26,570,765	28,479,193	28,599,504	32,705,586	35,404,874
Town's Net Pension Liability - Ending	\$ <u>66,256,778</u>	\$ <u>61,760,828</u>	\$ <u>64,553,168</u>	\$ <u>49,942,609</u>	\$ <u>49,722,835</u>
Plan fiduciary net position as a percentage of the total pension liability	28.61%	31.55%	30.69%	39.57%	41.59%
Covered-employee payroll	\$ 16,964,000	\$ 18,823,000	\$ 18,823,000	\$ 18,737,000	\$ 18,737,000
Town's net pension liability as a percentage of covered-employee payroll	390.63%	328.17%	342.95%	266.55%	265.37%

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



**TOWN OF TRUMBULL, CONNECTICUT**  
**SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS**  
**POLICE PENSION PLAN**  
**LAST FIVE FISCAL YEARS\***

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
Total pension liability:					
Service cost	\$ 1,197,110	\$ 1,244,273	\$ 1,222,269	\$ 1,208,765	\$ 1,263,157
Interest	4,873,896	5,121,135	5,409,980	5,610,735	5,918,839
Differences between expected and actual experience	(1,799,468)	(225,852)		(1,330,307)	
Changes of assumptions	337,006	(2,137,428)		(593,578)	
Benefit payments, including refunds of member contributions	<u>(2,087,953)</u>	<u>(2,317,222)</u>	<u>(2,524,849)</u>	<u>(2,674,840)</u>	<u>(2,856,832)</u>
Net change in total pension liability	2,520,591	1,684,906	4,107,400	2,220,775	4,325,164
Total pension liability - beginning	<u>68,549,442</u>	<u>71,070,033</u>	<u>72,754,939</u>	<u>76,862,339</u>	<u>79,083,114</u>
Total pension liability - ending	<u>71,070,033</u>	<u>72,754,939</u>	<u>76,862,339</u>	<u>79,083,114</u>	<u>83,408,278</u>
Plan fiduciary net position:					
Contributions - employer	1,700,000	2,050,000	2,907,021	3,004,000	3,080,000
Contributions - member	348,591	365,070	353,864	374,797	366,204
Net investment income	5,662,996	1,784,182	791,309	6,272,024	4,757,590
Benefit payments, including refunds of member contributions	(2,087,953)	(2,317,222)	(2,524,849)	(2,674,840)	(2,856,832)
Administrative expense	<u>(177,899)</u>	<u>(145,610)</u>	<u>(125,049)</u>	<u>(134,628)</u>	<u>(153,018)</u>
Net change in plan fiduciary net position	5,445,735	1,736,420	1,402,296	6,841,353	5,193,944
Plan fiduciary net position - beginning	<u>43,535,990</u>	<u>48,981,725</u>	<u>50,718,145</u>	<u>52,120,441</u>	<u>58,961,794</u>
Plan fiduciary net position - ending	<u>48,981,725</u>	<u>50,718,145</u>	<u>52,120,441</u>	<u>58,961,794</u>	<u>64,155,738</u>
Town's Net Pension Liability - Ending	\$ <u>22,088,308</u>	\$ <u>22,036,794</u>	\$ <u>24,741,898</u>	\$ <u>20,121,320</u>	\$ <u>19,252,540</u>
Plan fiduciary net position as a percentage of the total pension liability	68.92%	69.71%	67.81%	74.56%	76.92%
Covered-employee payroll	\$ 5,995,000	\$ 5,995,000	\$ 5,995,000	\$ 6,289,000	\$ 6,289,000
Town's net pension liability as a percentage of covered-employee payroll	368.45%	367.59%	412.71%	319.94%	306.13%

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

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

	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
Actuarially determined contribution	\$ 3,911,000	\$ 4,035,000	\$ 4,472,000	\$ 4,438,000	\$ 4,576,000	\$ 4,576,000	\$ 4,639,000	\$ 4,144,000	\$ 4,243,000	\$ 5,048,000
Contributions in relation to the actuarially determined contribution	<u>1,825,000</u>	<u>2,025,000</u>	<u>2,325,000</u>	<u>3,000,000</u>	<u>3,700,000</u>	<u>4,576,000</u>	<u>4,693,000</u>	<u>4,144,000</u>	<u>4,243,000</u>	<u>5,048,000</u>
Contribution Deficiency (Excess)	<u>\$ 2,086,000</u>	<u>\$ 2,010,000</u>	<u>\$ 2,147,000</u>	<u>\$ 1,438,000</u>	<u>\$ 876,000</u>	<u>\$ -</u>	<u>\$ (54,000)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered-employee payroll	\$ 17,476,000	\$ 18,308,000	\$ 18,308,000	\$ 18,559,000	\$ 18,559,000	\$ 16,964,000	\$ 18,823,000	\$ 18,823,000	\$ 18,737,000	\$ 18,737,000
Contributions as a percentage of covered-employee payroll	10.44%	11.06%	12.70%	16.16%	19.94%	26.97%	24.93%	22.02%	22.65%	26.94%

**Notes to Schedule**

Valuation date:	July 1, 2016
Measurement date:	June 30, 2017
Actuarially determined contribution rates are calculated as of June 30, two years prior to the end of the fiscal year in which contributions are reported	
Methods and assumptions used to determine contribution rates:	
Actuarial cost method	Entry age normal
Amortization method	Level dollar
Remaining amortization period	25 year open period
Asset valuation method	Market value
Inflation	4.50%
Salary increases	3.5%, per annum, compounded annually
Investment rate of return	7.5%, per annum, compounded annually
Retirement age	Employees can retire on or after age 62 if they have at least 10 years of service, or after age 60 if age plus years of service equals at least 85.
Mortality	UP-1994 Mortality Table, with current and future mortality improvement estimated by projecting improvement to 2016 using Scale AA (dynamic)
Changes to the Plan Provisions Since Prior Year	None noted

**TOWN OF TRUMBULL, CONNECTICUT  
SCHEDULE OF EMPLOYER CONTRIBUTIONS  
POLICE PENSION PLAN  
LAST TEN FISCAL YEARS**

	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
Actuarially determined contribution	\$ 2,369,000	\$ 2,438,000	\$ 3,474,000	\$ 3,393,000	\$ 3,088,000	\$ 3,088,000	\$ 3,226,000	\$ 2,907,000	\$ 3,004,000	\$ 3,080,000
Contributions in relation to the actuarially determined contribution	<u>1,250,000</u>	<u>1,250,000</u>	<u>1,350,000</u>	<u>1,450,000</u>	<u>1,600,000</u>	<u>1,700,000</u>	<u>2,050,000</u>	<u>2,907,000</u>	<u>3,004,000</u>	<u>3,080,000</u>
Contribution Deficiency (Excess)	\$ <u>1,119,000</u>	\$ <u>1,188,000</u>	\$ <u>2,124,000</u>	\$ <u>1,943,000</u>	\$ <u>1,488,000</u>	\$ <u>1,388,000</u>	\$ <u>1,176,000</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>
Covered-employee payroll	\$ 5,176,000	\$ 5,542,000	\$ 5,542,000	\$ 5,358,000	\$ 5,358,000	\$ 5,655,000	\$ 5,995,000	\$ 5,995,000	\$ 6,289,000	\$ 6,289,000
Contributions as a percentage of covered-employee payroll	24.15%	22.56%	24.36%	27.06%	29.86%	30.06%	34.20%	48.49%	47.77%	48.97%

**Notes to Schedule**

Valuation date:	July 1, 2016
Measurement date:	June 30, 2017
Actuarially determined contribution rates are calculated as of June 30, two years prior to the end of the fiscal year in which contributions are reported	
Methods and assumptions used to determine contribution rates:	
Actuarial cost method	Entry age normal
Amortization method	Level dollar
Remaining amortization period	15 year open period
Asset valuation method	Market value
Inflation	4.50%
Salary increases	4.5%, per annum, compounded annually
Investment rate of return	7.5%, per annum, compounded annually
Retirement age	Employees can retire on or after age 47 if they have at least 25 years of service. Retirees older than 47 with at least 25 years of service receive an additional 1.25% for each 3 month period worked after 25 years up to a maximum of 75% of base
Mortality	UP-1994 Mortality Table, with current and future mortality improvement estimated by projecting improvement to 2016 using Scale AA
Changes to the Plan Provisions Since Prior Year	The assumed rate of investment return was decreased from 8.00% per annum to 7.50% per annum.

**TOWN OF TRUMBULL, CONNECTICUT  
SCHEDULE OF INVESTMENT RETURNS  
LAST FIVE FISCAL YEARS\***

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
Town Pension Plan					
Annual money-weighted rate of return, net of investment expense	16.06%	2.78%	-1.22%	14.03%	6.19%
Police Pension Plan					
Annual money-weighted rate of return, net of investment expense	12.99%	3.63%	1.55%	11.97%	8.02%

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

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

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
Town's proportion of the net pension liability	0.00%	0.00%	0.00%	0.00%
Town's proportionate share of the net pension liability	\$ -	\$ -	\$ -	\$ -
State's proportionate share of the net pension liability associated with the Town	<u>129,130,140</u>	<u>139,705,936</u>	<u>187,905,525</u>	<u>178,108,210</u>
Total	<u>\$ 129,130,140</u>	<u>\$ 139,705,936</u>	<u>\$ 187,905,525</u>	<u>\$ 178,108,210</u>
Town's covered-employee payroll	\$ 50,065,869	\$ 52,166,685	\$ 53,241,652	\$ 54,453,242
Town's proportionate share of the net pension liability as a percentage of its covered-employee payroll	61.51%	59.50%	52.26%	55.93%
Plan fiduciary net position as a percentage of the total pension liability	0.00%	0.00%	0.00%	0.00%

**Notes to Schedule**

Changes in benefit terms	None
Changes of assumptions	During 2016, rates of withdrawal, disability, retirement, mortality and assumed rates of salary increase were adjusted to more closely reflect actual and anticipated experience. These assumptions were recommended as part of the Experience Study for the System for the five-year period ended June 30, 2015.
	During 2011, rates of withdrawal, retirement and assumed rates of salary increases were adjusted to reflect actual and anticipated experience. These assumptions were recommended as part of the Experience Study for the System for the five-year period ended June 30, 2010.
Actuarial cost method	Entry age
Amortization method	Level percent of salary, closed
Remaining amortization period	20.4 years
Asset valuation method	4-year smoothed market
Investment rate of return	8.50%, net of investment related expense

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

**TOWN OF TRUMBULL, CONNECTICUT**  
**SCHEDULE OF CHANGES IN NET OPEB LIABILITY AND RELATED RATIOS**  
**OPEB**  
**LAST TWO FISCAL YEARS\***

	<u>2017</u>	<u>2018</u>
Total OPEB liability:		
Service cost	\$ 790,313	\$ 829,829
Interest	968,427	1,010,692
Changes of benefit terms		
Differences between expected and actual experience	(9,228)	(172,183)
Contributions - member	66,101	66,995
Benefit payments	<u>(617,908)</u>	<u>(505,654)</u>
Net change in total OPEB liability	1,197,705	1,229,679
Total OPEB liability - beginning	<u>30,701,689</u>	<u>31,899,394</u>
Total OPEB liability - ending	<u>31,899,394</u>	<u>33,129,073</u>
Plan fiduciary net position:		
Contributions - employer	710,756	539,392
Contributions - member	66,101	66,995
Net investment income	2,159	7,425
Benefit payments	<u>(617,908)</u>	<u>(505,654)</u>
Net change in plan fiduciary net position	161,108	108,158
Plan fiduciary net position - beginning	<u>413,490</u>	<u>574,598</u>
Plan fiduciary net position - ending	<u>574,598</u>	<u>682,756</u>
Net OPEB Liability - Ending	<u>\$ 31,324,796</u>	<u>\$ 32,446,317</u>
Plan fiduciary net position as a percentage of the total OPEB liability	1.80%	2.06%
Covered-employee payroll	\$ 89,628,198	\$ 93,213,326
Net OPEB liability as a percentage of covered-employee payroll	34.95%	34.81%

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

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

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Actuarially determined contribution (1)	\$ 1,726,843	\$ 1,767,326	\$ 1,916,068	\$ 1,961,359	\$ 1,711,014	\$ 1,779,694	\$ 1,690,667	\$ 1,757,696	\$ 1,591,840	\$ 2,941,036
Contributions in relation to the actuarially determined contribution	464,092	524,276	510,133	556,045	929,628	1,024,168	764,501	900,291	710,756	539,392
Contribution Deficiency (Excess)	<u>\$ 1,262,751</u>	<u>\$ 1,243,050</u>	<u>\$ 1,405,935</u>	<u>\$ 1,405,314</u>	<u>\$ 781,386</u>	<u>\$ 755,526</u>	<u>\$ 926,166</u>	<u>\$ 857,405</u>	<u>\$ 881,084</u>	<u>\$ 2,401,644</u>
Covered-employee payroll	\$ 68,878,313	\$ 75,396,441	\$ 75,396,441	\$ 79,418,708	\$ 79,418,708	\$ 92,418,236	\$ 92,418,236	\$ 92,418,236	\$ 89,628,198	\$ 93,213,326
Contributions as a percentage of covered-employee payroll	0.67%	0.70%	0.68%	0.70%	1.17%	1.11%	0.83%	0.97%	0.79%	0.58%

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

**Notes to Schedule**

Measurement date: June 30, 2018  
Valuation date: July 1, 2016  
Actuarially determined contribution rates are calculated as of June 30, two years prior to the end of the fiscal year in which contributions are reported

**Methods and assumptions used to determine contribution rates:**

Actuarial cost method Entry age  
Amortization method Level percent per pay  
Amortization period 20 year closed  
Asset valuation method Market Value  
Inflation 4.50%  
Healthcare cost trend rates 8.00% declining to 5.00% over a ten year period  
Salary increases 4.00%  
Investment rate of return 3.13%  
Retirement age Police - age 47 with 25 years of service, Town and BOE non-certified employees age 62 with 10 years of service  
Teachers and administrators age 50 with 25 years of service, or age 55 with 30 years of service or age 60 with 10 years of service  
Mortality 1994 Uninsured pensioner mortality table with rates projected to 2014, separate tables for males and females

**TOWN OF TRUMBULL, CONNECTICUT  
 SCHEDULE OF INVESTMENT RETURNS  
 OPEB  
 LAST TWO FISCAL YEARS\***

---

	<b>2017</b>	<b>2018</b>
Annual money-weighted rate of return, net of investment expense	0.45%	0.45%

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



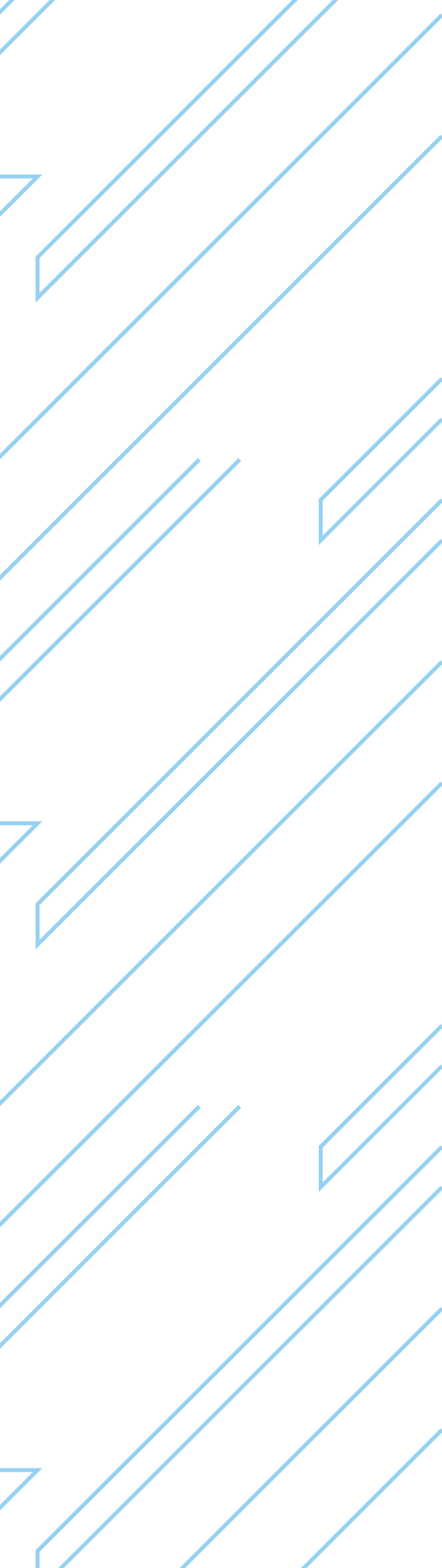
**TOWN OF TRUMBULL, CONNECTICUT  
SCHEDULE OF THE TOWN'S PROPORTIONATE SHARE OF THE NET OPEB LIABILITY  
TEACHERS RETIREMENT PLAN  
LAST FISCAL YEAR\***

	<b>2018</b>
Town's proportion of the net OPEB liability	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>45,843,019</u>
Total	<u>\$ 45,843,019</u>
Town's covered payroll	\$ 54,453,242
Town's proportionate share of the net OPEB liability as a percentage of its covered payroll	0.00%
Plan fiduciary net position as a percentage of the total OPEB liability	1.79%

**Notes to Schedule**

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

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



# **Combining and Individual Fund Statements and Schedules**



# General Fund

## **GENERAL FUND**

The General Fund is the principal fund of the Town and is used to account for all activities of the Town not included in other specific funds. The General Fund accounts for the normal recurring activities of the Town such as the police department, fire department, parks and recreation, public works and the Board of Education. These activities are funded primarily by property taxes levied on individuals and local businesses.

**TOWN OF TRUMBULL, CONNECTICUT  
GENERAL FUND  
COMBINING BALANCE SHEET  
JUNE 30, 2018**

	<u>General</u>	<u>Special Revenue BOE Programs</u>	<u>Trumbull Day/Fall Festival Fund</u>	<u>Interfund Elimination</u>	<u>Total</u>
<b>ASSETS</b>					
Cash and cash equivalents	\$ 15,711,190	\$ 224,304	\$ 30,183	\$	\$ 15,965,677
Investments	26,770,254				26,770,254
Receivables, net of allowance for collections	5,759,207	126,988			5,886,195
Other assets		400			400
Interfund loans	284,290				284,290
Due from other funds	13,867,084		26,902	(196,039)	13,697,947
Total Assets	<u>\$ 62,392,025</u>	<u>\$ 351,692</u>	<u>\$ 57,085</u>	<u>\$ (196,039)</u>	<u>\$ 62,604,763</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>					
Liabilities:					
Accounts payable and accrued liabilities	\$ 8,670,544	\$ 87,079	\$ 11,001	\$	\$ 8,768,624
Due to other funds	18,889,581	169,137		(196,039)	18,862,679
Unearned revenue	98,648				98,648
Total liabilities	<u>27,658,773</u>	<u>256,216</u>	<u>11,001</u>	<u>(196,039)</u>	<u>27,729,951</u>
Deferred inflows of resources:					
Unavailable revenue - property taxes	4,906,973				4,906,973
Advance property tax collections	5,934,410				5,934,410
Total deferred inflows of resources	<u>10,841,383</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>10,841,383</u>
Fund balances:					
Committed		95,476	46,084		141,560
Assigned	1,697,731				1,697,731
Unassigned	22,194,138				22,194,138
Total fund balances	<u>23,891,869</u>	<u>95,476</u>	<u>46,084</u>	<u>-</u>	<u>24,033,429</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 62,392,025</u>	<u>\$ 351,692</u>	<u>\$ 57,085</u>	<u>\$ (196,039)</u>	<u>\$ 62,604,763</u>

## TOWN OF TRUMBULL, CONNECTICUT

## GENERAL FUND

## COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES

FOR THE YEAR ENDED JUNE 30, 2018

	General	Special Revenue BOE Programs	Trumbull Day Fund	Total
Revenues:				
Property taxes, interest and lien fees	\$ 155,448,892	\$	\$	\$ 155,448,892
Federal and state government	27,281,723	690,006		27,971,729
Charges for services	5,359,130	1,086,507	123,338	6,568,975
Investment income	414,801			414,801
Total revenues	<u>188,504,546</u>	<u>1,776,513</u>	<u>123,338</u>	<u>190,404,397</u>
Expenditures:				
Current:				
General government	22,113,097			22,113,097
Public safety	12,700,687			12,700,687
Public works	8,732,074			8,732,074
Public health	658,767			658,767
Libraries	1,575,290			1,575,290
Social services	679,004			679,004
Parks and recreation	2,894,454		111,993	3,006,447
Education	125,482,270	1,992,087		127,474,357
Debt service:	12,724,677			12,724,677
Total expenditures	<u>187,560,320</u>	<u>1,992,087</u>	<u>111,993</u>	<u>189,664,400</u>
Excess (deficiency) of revenues over expenditures	<u>944,226</u>	<u>(215,574)</u>	<u>11,345</u>	<u>739,997</u>
Other financing sources:				
Premium on bonds	94,495			94,495
Transfers in	1,038,462			1,038,462
Total other financing sources	<u>1,132,957</u>	<u>-</u>	<u>-</u>	<u>1,132,957</u>
Net Change in Fund Balances	2,077,183	(215,574)	11,345	1,872,954
Fund Balances at Beginning of Year	<u>21,814,686</u>	<u>311,050</u>	<u>34,739</u>	<u>22,160,475</u>
Fund Balances at End of Year	<u>\$ 23,891,869</u>	<u>\$ 95,476</u>	<u>\$ 46,084</u>	<u>\$ 24,033,429</u>

**TOWN OF TRUMBULL, CONNECTICUT  
GENERAL FUND  
REPORT OF TAX COLLECTOR  
FOR THE YEAR ENDED JUNE 30, 2018**

Grand List	Uncollected Taxes	Current Levy	Lawful Corrections		Transfers To Suspense	Adjusted Taxes Collectible	Collections				Uncollected Taxes	
	July 1, 2017		Additions	Deductions			Taxes	Interest	Lien Fees	Total	June 30, 2018	
2016	\$	\$ 154,430,952	\$ 287,061	\$ 477,613	\$	\$ 154,240,400	\$ 152,618,250	\$ 247,805	\$ 4,595	\$ 152,870,650	\$ 1,622,150	
2015		1,408,871	855,560	107,647		1,796,453	1,485,235	144,092	3,835	1,633,162	311,218	
2014		313,586	2,908	1,262		315,232	183,067	50,945	912	234,924	132,165	
2013		95,311	7,261	611		101,961	49,382	22,573	288	72,243	52,579	
2012		49,216	594	594		49,216	26,174	17,650	10,238	54,062	23,042	
2011		34,799	491	491		34,799	12,452	7,925	48	20,425	22,347	
2010		49,497				49,497	12,258	3,922	48	16,228	37,239	
2009		26,683	96			26,779				-	26,779	
2008		21,093				21,093				-	21,093	
2007		29,187				29,187				-	29,187	
2006		17,316				17,316				-	17,316	
2005		15,527				15,527				-	15,527	
2004		9,561				9,561				-	9,561	
2003		10,937				10,937				-	10,937	
2002		80,944				80,944				-	80,944	
2001 and earlier		30,475		23,111		7,364				-	7,364	
Total	\$	2,193,003	\$ 154,430,952	\$ 1,153,971	\$ 611,329	\$ 360,331	\$ 156,806,266	\$ 154,386,818	\$ 494,912	\$ 19,964	\$ 154,901,694	\$ 2,419,448



## **Major Proprietary Funds**



## **WATER POLLUTION CONTROL AUTHORITY**

The Water Pollution Control Authority Fund accounts for the accounts for the maintenance construction and operations of the sewage system for the Town in conjunction with the Department of Public Works. This fund is primarily funded by assessment fees charged to the residents receiving the service.

**TOWN OF TRUMBULL, CONNECTICUT**  
**COMBINING SCHEDULE OF NET POSITION BY PROJECT - WPCA FUND**  
**JUNE 30, 2018**

	<u>WPCA Operations</u>	<u>WPCA Construction</u>	<u>Total WPCA</u>
Assets:			
Current assets:			
Cash	\$ 388,211	\$ 39,127	\$ 427,338
Receivables, net	665,974		665,974
Assessment receivable		29,082,847	29,082,847
Due from other funds	<u>4,938,482</u>	<u>5,651,765</u>	<u>10,590,247</u>
Total current assets	5,992,667	34,773,739	40,766,406
Noncurrent assets:			
Capital assets, net	<u>2,154,886</u>	<u>90,443,269</u>	<u>92,598,155</u>
Total assets	<u>8,147,553</u>	<u>125,217,008</u>	<u>133,364,561</u>
Deferred Outflows of Resources:			
Deferred charge on refunding		<u>1,121,468</u>	<u>1,121,468</u>
Liabilities:			
Current liabilities:			
Accounts and other payables	124,187	5,913	130,100
Bonds payable		3,731,810	3,731,810
Compensation absences	<u>5,939</u>		<u>5,939</u>
Total current liabilities	<u>130,126</u>	<u>3,737,723</u>	<u>3,867,849</u>
Noncurrent liabilities:			
Bonds payable, net		45,910,233	45,910,233
Compensated absences	<u>13,236</u>		<u>13,236</u>
Total noncurrent liabilities	<u>13,236</u>	<u>45,910,233</u>	<u>45,923,469</u>
Total liabilities	<u>143,362</u>	<u>49,647,956</u>	<u>49,791,318</u>
Net Position:			
Net investment in capital assets	2,154,886	41,922,694	44,077,580
Unrestricted	<u>5,849,305</u>	<u>34,767,826</u>	<u>40,617,131</u>
Total Net Position	<u>\$ 8,004,191</u>	<u>\$ 76,690,520</u>	<u>\$ 84,694,711</u>

**TOWN OF TRUMBULL, CONNECTICUT  
COMBINING SCHEDULE OF REVENUES, EXPENSES AND CHANGES  
IN FUND NET POSITION BY PROJECT - WPCA FUND  
FOR THE YEAR ENDED JUNE 30, 2018**

	<u>WPCA Operations</u>	<u>WPCA Construction</u>	<u>Total WPCA</u>
Operating Revenues:			
Charges for services	\$ 8,320,100	\$	\$ 8,320,100
Special assessments and other	<u>23,824</u>		<u>23,824</u>
Total operating revenues	<u>8,343,924</u>		<u>8,343,924</u>
Operating Expenses:			
Operations and maintenance	6,254,533		6,254,533
Depreciation	<u>68,333</u>	<u>2,019,773</u>	<u>2,088,106</u>
Total operating expenses	<u>6,322,866</u>	<u>2,019,773</u>	<u>8,342,639</u>
Operating Income (Loss)	<u>2,021,058</u>	<u>(2,019,773)</u>	<u>1,285</u>
Nonoperating Revenue (Expenses):			
Interest income		1,278,518	1,278,518
Interest expense		<u>(993,646)</u>	<u>(993,646)</u>
Net nonoperating expenses	<u>-</u>	<u>284,872</u>	<u>284,872</u>
Income (Loss) Before Capital Contributions and Transfers	<u>2,021,058</u>	<u>(1,734,901)</u>	<u>286,157</u>
Capital Contributions and Transfers:			
Capital contributions		1,652,874	1,652,874
Transfers in (out)	<u>(533,079)</u>		<u>(533,079)</u>
Total capital contributions and transfers	<u>(533,079)</u>	<u>1,652,874</u>	<u>1,119,795</u>
Change in Net Position	1,487,979	(82,027)	1,405,952
Net Position at Beginning of Year	<u>6,516,212</u>	<u>76,772,547</u>	<u>83,288,759</u>
Net Position at End of Year	<u>\$ 8,004,191</u>	<u>\$ 76,690,520</u>	<u>\$ 84,694,711</u>



## **Nonmajor Governmental Funds**

## **NONMAJOR GOVERNMENTAL FUNDS**

### **Special Revenue Funds**

Special Revenue Funds are used to account for the proceeds of specific revenue sources that are designated or legally restricted to expenditures for specific purposes. The nature and purpose of each Special Revenue Fund is as follows:

<b>Fund</b>	<b>Funding Source</b>	<b>Function</b>
Homeland Securities Act	State and Federal grant	To account for several homeland security related projects.
Dog Fund	User fees	To account for collection and use of State mandated fees and to account for activity related to outside contributions for animal control activities.
Youth and Children Services	State grants	To account for the Youth Service Bureau funding received from the State of Connecticut to enhance comprehensive service delivery to local youths through the Town's Counseling Center.
Trumbull Library	Investment earnings and contributions	To account for the activities of the private trust and State funding to the library.
Town Clerk Historical Preservation	State and Federal grants, charges for services	To account for activity related to grant projects including conversion to electronic archival of permanent records and maps.
Millington League Settlement	Bonded settlement	To account for and report on activity related to the restricted purpose of an insurance settlement.
Education Grants and Other Programs	State grant and Federal grants	To account for and report resources obtained from grant revenue sources that are legally restricted, committed or assigned to expenditures for specified purposes.
Police Grants	State grant	To account for activity related to grant programs such as bullet proof vests and traffic control.
Police Special Duty	Charges for services	To account for collections and related activity of special duty police detail.
School Lunch	State grant and Federal grants, charges for services	To account for activity related to the school nutrition program which provides cafeteria services to students.
Social Services	State grant	To account for activity related to grant program.
Recreation	User fees	To account for program activities funded by recreation, youth, golf, and arts user fees.
Public Safety	User fees and donations	To account for Police and EMS related activities.
Public Works and Parks	User fees and donations	To account for Public Works and Parks related activities.
Senior Services	User fees and donations	To account for Senior Center activities.
Other Special Trust	User fees	To account for and report resources obtained from specific revenue sources that are restricted, committed or assigned to expenditures for specified purposes.
Health Department Grants	State and Federal Grants	To account for State and Federal legislated funding provided to Health Departments to provide various public health services.

### **Debt Service Fund**

Debt Service Fund is used to account for and report governmental resources obtained and restricted, committed or assigned to pay interest and principal on general long-term debt for capital installment purchases.

### Capital Projects Funds

The Capital Projects Fund is used to account for the financial resources for the acquisition or construction of major capital facilities, other than those financed by proprietary funds and trust funds.

Fund	Funding Source	Function
Police Funds	State and Federal grants	To account for activity related to various grant funded programs.
Public Works Capital Projects	State and Federal grants	To account for activity related to various grant funded capital projects.
Small Cities	State and Federal grants	To account for U.S. Department of Housing & Urban Development pass-thru funding for Small Cities Grant program.
Senior Citizen Bus Fund	State and Federal grants	To account for the purchase of a senior citizen bus
THS Renovations	State grant and Town bonding	To account for expenditures related to the Trumbull High School capital improvements.
Land Acquisition	Town bonding	To account for authorized land acquisitions.
Police Station Improvements	Town bonding	To account for authorized Police station capital improvements
LOCIP	State grant	To account for State Local Capital Improvement Program funding for authorized projects.
Park Improvements	Town bonding	To account for various Park building improvements
Resurfacing of Town Roads	Town bonding	To account for authorized Town roadways paving projects.
Reserve for Capital and Nonrecurring Expenditures	Operations	Reserve from operations for one time or emergency capital expenditures.
Resurfacing of Tennis Courts	Town bonding	To account for authorized capital improvements.
Pre-Kindergarten School	Town bonding and State grant	To account for authorized school construction.
Daniels Farm Road Bridge	Town bonding	To account for authorized capital improvement.
BOE Emergency Projects	Town bonding	To account for authorized BOE capital projects.
Town wide Park Improvements	Town bonding	To account for authorized Park improvements.
Tax Assessor CAMA System	Town bonding	To account for authorized installation of computerized appraisal system.
Technology Town & BOE	Town bonding	To account for authorized technology upgrades.
Paving	State grant	To account for State Road Aid funding.
Rails to Trails	State and Federal grant	To account for various grant funds for the Rails to Trails capital improvement project.
New Elementary School	Town bonding and State grant	To account for authorized construction of Frenchtown School.
BOE Capital Projects	Town bonding	To account for authorized BOE capital projects.
BOE 2 <sup>nd</sup> Year Phase I Technology	Town bonding	To account for authorized BOE capital projects.
BOE Phase II Technology	Town bonding	To account for authorized BOE capital projects.
BOE 2 <sup>nd</sup> Year Phase II Technology	Town bonding	To account for authorized BOE capital projects.

**Permanent Funds**

Permanent Funds are used to report resources that are legally restricted to the extent that only earnings, and not principal, may be used.

<b>Fund</b>	<b>Funding Source</b>	<b>Function</b>
BOE Scholarships	Private Donation	To account for donations for scholarships
Cemetery Fund	Private Donation	To account for maintenance of town cemeteries.

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

	Special Revenue Funds								
	Homeland Securities Act	Dog Fund	Youth and Children Services	Trumbull Library	Town Clerk Historical Preservation	Millington League Settlement	Education Grants and Other Programs	Police Grants	Police Special Duty
<b>ASSETS</b>									
Cash and cash equivalents	\$	\$ 9,459	\$ 8,957	\$ 2,547	\$ 66,737	\$	\$ 97,166	\$	\$
Accounts receivable		838					427,734		337,579
Due from other funds	1,688	136,783	489		64,806			865	683,236
Inventory									
Total Assets	<u>\$ 1,688</u>	<u>\$ 147,080</u>	<u>\$ 9,446</u>	<u>\$ 2,547</u>	<u>\$ 131,543</u>	<u>\$ -</u>	<u>\$ 524,900</u>	<u>\$ 865</u>	<u>\$ 1,020,815</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>									
Liabilities:									
Accounts and other payable	\$	\$ 2,158	\$ 830	\$	\$ 28,806	\$	\$ 259,254	\$	\$ 47,437
Due to other funds						75,853	251,318		
Unearned revenue							14,328		
Total liabilities	<u>-</u>	<u>2,158</u>	<u>830</u>	<u>-</u>	<u>28,806</u>	<u>75,853</u>	<u>524,900</u>	<u>-</u>	<u>47,437</u>
Fund Balances:									
Nonspendable									
Restricted	1,688	838						865	
Committed		144,084	8,616	2,547	102,737				973,378
Unassigned						(75,853)			
Total fund balances	<u>1,688</u>	<u>144,922</u>	<u>8,616</u>	<u>2,547</u>	<u>102,737</u>	<u>(75,853)</u>	<u>-</u>	<u>865</u>	<u>973,378</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 1,688</u>	<u>\$ 147,080</u>	<u>\$ 9,446</u>	<u>\$ 2,547</u>	<u>\$ 131,543</u>	<u>\$ -</u>	<u>\$ 524,900</u>	<u>\$ 865</u>	<u>\$ 1,020,815</u>

(Continued on next page)



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

	<b>Special Revenue Funds</b>							
	<b>School Lunch</b>	<b>Social Services</b>	<b>Recreation</b>	<b>Public Safety</b>	<b>Public Works and Parks</b>	<b>Senior Services</b>	<b>Other Trust</b>	<b>Health Department Grants</b>
<b>ASSETS</b>								
Cash and cash equivalents	\$ 442,682	\$	\$ 109,831	\$	\$	\$	\$ 197,689	\$
Accounts receivable	143,936		4,820	19,987			2,876	12,653
Due from other funds		2,103	89,902	199,337	441,061	168,697	209,073	
Inventory	24,092							
Total Assets	<u>\$ 610,710</u>	<u>\$ 2,103</u>	<u>\$ 204,553</u>	<u>\$ 219,324</u>	<u>\$ 441,061</u>	<u>\$ 168,697</u>	<u>\$ 409,638</u>	<u>\$ 12,653</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>								
Liabilities:								
Accounts and other payable	\$	\$	\$ 2,618	\$ 3,012	\$ 13,698	\$ 12,150	\$	\$ 2,156
Due to other funds	466,488							4,591
Unearned revenue	58,238							
Total liabilities	<u>524,726</u>	<u>-</u>	<u>2,618</u>	<u>3,012</u>	<u>13,698</u>	<u>12,150</u>	<u>-</u>	<u>6,747</u>
Fund Balances:								
Nonspendable	24,092							
Restricted		2,103						5,906
Committed	61,892		201,935	216,312	427,363	156,547	409,638	
Unassigned								
Total fund balances	<u>85,984</u>	<u>2,103</u>	<u>201,935</u>	<u>216,312</u>	<u>427,363</u>	<u>156,547</u>	<u>409,638</u>	<u>5,906</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 610,710</u>	<u>\$ 2,103</u>	<u>\$ 204,553</u>	<u>\$ 219,324</u>	<u>\$ 441,061</u>	<u>\$ 168,697</u>	<u>\$ 409,638</u>	<u>\$ 12,653</u>

(Continued on next page)

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

		Capital Projects Funds						
	Debt Service Fund	Police Funds	Public Works Capital Projects	Small Cities	Senior Citizen Bus Fund	THS Renovations	Land Acquisition	Police Station Improvements
ASSETS								
Cash and cash equivalents	\$	\$	\$ 897,902	\$ 39	\$	\$	\$ 1,503,602	\$
Accounts receivable			492,204					
Due from other funds		7,198		10,576		1,177,573		37,781
Inventory								
Total Assets	\$ -	\$ 7,198	\$ 1,390,106	\$ 10,615	\$ -	\$ 1,177,573	\$ 1,503,602	\$ 37,781
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES								
Liabilities:								
Accounts and other payable	\$	\$	\$ 419,670	\$	\$	\$	\$	\$
Due to other funds			552,180				1,659,410	
Unearned revenue			103,860					
Total liabilities	-	-	1,075,710	-	-	-	1,659,410	-
Fund Balances:								
Nonspendable								
Restricted								
Committed		7,198	314,396	10,615		1,177,573		37,781
Unassigned							(155,808)	
Total fund balances	-	7,198	314,396	10,615	-	1,177,573	(155,808)	37,781
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ -	\$ 7,198	\$ 1,390,106	\$ 10,615	\$ -	\$ 1,177,573	\$ 1,503,602	\$ 37,781

(Continued on next page)

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

	Capital Projects Funds						
	LOCIP	Park Improvements	Resurfacing of Town Roads	Reserve for Capital and Nonrecurring Expenditures	Resurfacing of Tennis Courts	Pre- Kindergarten School	Daniels Farm Road Bridge
<b>ASSETS</b>							
Cash and cash equivalents	\$ 369,445	\$	\$	\$	\$	\$	\$
Accounts receivable	235,427						
Due from other funds		82	14,422	83,807		245,738	
Inventory							
Total Assets	<u>\$ 604,872</u>	<u>\$ 82</u>	<u>\$ 14,422</u>	<u>\$ 83,807</u>	<u>\$ -</u>	<u>\$ 245,738</u>	<u>\$ -</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>							
Liabilities:							
Accounts and other payable	\$ 16,056	\$	\$	\$	\$	\$	\$
Due to other funds	826,647				4,670		17,571
Unearned revenue							
Total liabilities	<u>842,703</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,670</u>	<u>-</u>	<u>17,571</u>
Fund Balances:							
Nonspendable							
Restricted							
Committed		82	14,422	83,807		245,738	
Unassigned	<u>(237,831)</u>	<u></u>	<u></u>	<u></u>	<u>(4,670)</u>	<u></u>	<u>(17,571)</u>
Total fund balances	<u>(237,831)</u>	<u>82</u>	<u>14,422</u>	<u>83,807</u>	<u>(4,670)</u>	<u>245,738</u>	<u>(17,571)</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 604,872</u>	<u>\$ 82</u>	<u>\$ 14,422</u>	<u>\$ 83,807</u>	<u>\$ -</u>	<u>\$ 245,738</u>	<u>\$ -</u>

(Continued on next page)

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

	Capital Projects Funds						
	BOE Emergency Projects	Townwide Park Improvements	Tax Assessor CAMA System	Technology Town & BOE	Paving	Rails to Trails	BOE Capital Projects
<b>ASSETS</b>							
Cash and cash equivalents	\$	\$	\$	\$	\$ 666,094	\$	\$ 664,995
Accounts receivable							
Due from other funds	36,720	330	19,863	68,293	333,837		
Inventory							
Total Assets	<u>\$ 36,720</u>	<u>\$ 330</u>	<u>\$ 19,863</u>	<u>\$ 68,293</u>	<u>\$ 999,931</u>	<u>\$ -</u>	<u>\$ 664,995</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>							
Liabilities:							
Accounts and other payable	\$	\$	\$	\$	\$ 476,363	\$	\$
Due to other funds						211,951	425,928
Unearned revenue							
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>476,363</u>	<u>211,951</u>	<u>4,501,715</u>
Fund Balances:							
Nonspendable							
Restricted							
Committed	36,720	330	19,863	68,293	523,568		
Unassigned						(211,951)	(425,928)
Total fund balances	<u>36,720</u>	<u>330</u>	<u>19,863</u>	<u>68,293</u>	<u>523,568</u>	<u>(211,951)</u>	<u>(3,836,720)</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 36,720</u>	<u>\$ 330</u>	<u>\$ 19,863</u>	<u>\$ 68,293</u>	<u>\$ 999,931</u>	<u>\$ -</u>	<u>\$ 664,995</u>

(Continued on next page)

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

	<b>Capital Projects Funds</b>			<b>Permanent Funds</b>			<b>Total Nonmajor Governmental Funds</b>
	<b>BOE 2nd Year Phase I Technology</b>	<b>BOE Phase II Technology</b>	<b>BOE 2nd Year Phase II Technology</b>	<b>BOE Scholarships</b>	<b>Cemetery Fund</b>	<b>Interfund Eliminations</b>	
<b>ASSETS</b>							
Cash and cash equivalents	\$	\$	\$	\$ 140,670	\$ 26,547	\$	\$ 5,204,362
Accounts receivable							1,678,054
Due from other funds	23,772	14,843	170		1,457	(4,591)	4,069,911
Inventory							24,092
Total Assets	<u>\$ 23,772</u>	<u>\$ 14,843</u>	<u>\$ 170</u>	<u>\$ 140,670</u>	<u>\$ 28,004</u>	<u>\$ (4,591)</u>	<u>\$ 10,976,419</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>							
Liabilities:							
Accounts and other payable	\$	\$	\$	\$	\$	\$	\$ 1,284,208
Due to other funds						(4,591)	8,993,731
Unearned revenue							176,426
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(4,591)</u>	<u>10,454,365</u>
Fund Balances:							
Nonspendable				140,670	28,004		192,766
Restricted							11,400
Committed	23,772	14,843	170				5,284,220
Unassigned							(4,966,332)
Total fund balances	<u>23,772</u>	<u>14,843</u>	<u>170</u>	<u>140,670</u>	<u>28,004</u>	<u>-</u>	<u>522,054</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 23,772</u>	<u>\$ 14,843</u>	<u>\$ 170</u>	<u>\$ 140,670</u>	<u>\$ 28,004</u>	<u>\$ (4,591)</u>	<u>\$ 10,976,419</u>

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

	Special Revenue Funds								
	Homeland Securities Act	Dog Fund	Youth and Children Services	Trumbull Library	Town Clerk Historical Preservation	Millington League Settlement	Education Grants and Other Programs	Police Grants	Police Special Duty
Revenue:									
Intergovernmental revenue	\$	\$	\$ 29,206	\$	\$ 182,064	\$	\$ 2,121,158	\$	\$
Investment income									
Charges for goods and services		23,501			82,187				1,330,191
Other									
Total revenues	-	23,501	29,206	-	264,251	-	2,121,158	-	1,330,191
Expenditures:									
Current:									
General government					248,216				
Public safety		22,335							1,250,631
Public works									
Public health			29,206						
Parks and recreation									
Education							2,121,158		
Other									
Capital outlay									
Total expenditures	-	22,335	29,206	-	248,216	-	2,121,158	-	1,250,631
Excess (Deficiency) of Revenues over Expenditures	-	1,166	-	-	16,035	-	-	-	79,560
Other Financing Sources (Uses):									
Transfers out									(150,000)
Issuance of debt									
Total other financing sources (uses)	-	-	-	-	-	-	-	-	(150,000)
Net Change in Fund Balances	-	1,166	-	-	16,035	-	-	-	(70,440)
Fund Balances at Beginning of Year	1,688	143,756	8,616	2,547	86,702	(75,853)	-	865	1,043,818
Fund Balances at End of Year	\$ 1,688	\$ 144,922	\$ 8,616	\$ 2,547	\$ 102,737	\$ (75,853)	\$ -	865	\$ 973,378

(Continued on next page)

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

	<b>Special Revenue</b>							
	<b>School Lunch</b>	<b>Social Services</b>	<b>Recreation</b>	<b>Public Safety</b>	<b>Public Works and Parks</b>	<b>Senior Services</b>	<b>Other Trust</b>	<b>Health Department Grants</b>
Revenue:								
Intergovernmental revenue	\$ 497,412	\$	\$ 90,133	\$ 117,334	\$	\$	\$	\$ 33,447
Investment income			1,313				267	
Charges for goods and services	1,871,739		30,321	7,789	67,182	46,173	150,285	
Other				5,195				
Total revenues	<u>2,369,151</u>	<u>-</u>	<u>121,767</u>	<u>130,318</u>	<u>67,182</u>	<u>46,173</u>	<u>150,552</u>	<u>33,447</u>
Expenditures:								
Current:								
General government						62,862		
Public safety				118,945				
Public works					33,516			
Public health								30,705
Parks and recreation			133,263					
Education	2,478,667							
Other							103,979	
Capital outlay								
Total expenditures	<u>2,478,667</u>	<u>-</u>	<u>133,263</u>	<u>118,945</u>	<u>33,516</u>	<u>62,862</u>	<u>103,979</u>	<u>30,705</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(109,516)</u>	<u>-</u>	<u>(11,496)</u>	<u>11,373</u>	<u>33,666</u>	<u>(16,689)</u>	<u>46,573</u>	<u>2,742</u>
Other Financing Sources (Uses):								
Transfers out			(108,452)					
Issuance of debt								
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(108,452)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	(109,516)	-	(119,948)	11,373	33,666	(16,689)	46,573	2,742
Fund Balances at Beginning of Year	<u>195,500</u>	<u>2,103</u>	<u>321,883</u>	<u>204,939</u>	<u>393,697</u>	<u>173,236</u>	<u>363,065</u>	<u>3,164</u>
Fund Balances at End of Year	<u>\$ 85,984</u>	<u>\$ 2,103</u>	<u>\$ 201,935</u>	<u>\$ 216,312</u>	<u>\$ 427,363</u>	<u>\$ 156,547</u>	<u>\$ 409,638</u>	<u>\$ 5,906</u>

(Continued on next page)

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

	Capital Projects Funds							
	Debt Service Fund	Police Funds	Public Works Capital Projects	Small Cities	Senior Citizen Bus Fund	THS Renovations	Land Acquisition	Police Station Improvements
Revenue:								
Intergovernmental revenue	\$	\$	\$ 1,205,234	\$ 93,048	\$ 49,473	\$	\$	\$
Investment income								
Charges for goods and services							12,891	
Other								
Total revenues	-	-	1,205,234	93,048	49,473	-	12,891	-
Expenditures:								
Current:								
General government								
Public safety								
Public works								
Public health								
Parks and recreation								
Education								
Other								
Capital outlay			733,089	93,048	49,473		11,364	
Total expenditures	-	-	733,089	93,048	49,473	-	11,364	-
Excess (Deficiency) of Revenues over Expenditures	-	-	472,145	-	-	-	1,527	-
Other Financing Sources (Uses):								
Transfers out								
Issuance of debt							1,510,000	
Total other financing sources (uses)	-	-	-	-	-	-	1,510,000	-
Net Change in Fund Balances	-	-	472,145	-	-	-	1,511,527	-
Fund Balances at Beginning of Year	-	7,198	(157,749)	10,615	-	1,177,573	(1,667,335)	37,781
Fund Balances at End of Year	\$ -	\$ 7,198	\$ 314,396	\$ 10,615	\$ -	\$ 1,177,573	\$ (155,808)	\$ 37,781

(Continued on next page)



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

	Capital Projects Funds						
	LOCIP	Park Improvements	Resurfacing of Town Roads	Reserve for Capital and Nonrecurring Expenditures	Resurfacing of Tennis Courts	Pre- Kindergarten School	Daniels Farm Road Bridge
Revenue:							
Intergovernmental revenue	\$ 172,550	\$	\$	\$	\$	\$	\$
Investment income							
Charges for goods and services							
Other							
Total revenues	172,550	-	-	-	-	-	-
Expenditures:							
Current:							
General government							
Public safety							
Public works							
Public health							
Parks and recreation							
Education							
Other							
Capital outlay	172,550						
Total expenditures	172,550	-	-	-	-	-	-
Excess (Deficiency) of Revenues over Expenditures	-	-	-	-	-	-	-
Other Financing Sources (Uses):							
Transfers out							
Issuance of debt							
Total other financing sources (uses)	-	-	-	-	-	-	-
Net Change in Fund Balances	-	-	-	-	-	-	-
Fund Balances at Beginning of Year	(237,831)	82	14,422	83,807	(4,670)	245,738	(17,571)
Fund Balances at End of Year	\$ (237,831)	\$ 82	\$ 14,422	\$ 83,807	\$ (4,670)	\$ 245,738	\$ (17,571)

(Continued on next page)

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

	Capital Projects Funds							
	BOE Emergency Projects	Townwide Park Improvements	Tax Assessor CAMA System	Technology Town & BOE	Paving	Rails to Trails	New Elementary School	BOE Capital Projects
Revenue:								
Intergovernmental revenue	\$	\$	\$	\$	\$ 465,017	\$	\$	\$ 2,392
Investment income								
Charges for goods and services								
Other								
Total revenues	-	-	-	-	465,017	-	-	2,392
Expenditures:								
Current:								
General government								
Public safety								
Public works								
Public health								
Parks and recreation								
Education								
Other								
Capital outlay					597,012			5,449
Total expenditures	-	-	-	-	597,012	-	-	5,449
Excess (Deficiency) of Revenues over Expenditures	-	-	-	-	(131,995)	-	-	(3,057)
Other Financing Sources (Uses):								
Transfers out								
Issuance of debt								
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Net Change in Fund Balances	-	-	-	-	(131,995)	-	-	(3,057)
Fund Balances at Beginning of Year	36,720	330	19,863	68,293	655,563	(211,951)	(425,928)	(3,833,663)
Fund Balances at End of Year	\$ 36,720	\$ 330	\$ 19,863	\$ 68,293	\$ 523,568	\$ (211,951)	\$ (425,928)	\$ (3,836,720)

(Continued on next page)

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

	Capital Projects Funds			Permanent Fund		Total Nonmajor Governmental Funds
	BOE 2nd Year Phase I Technology	BOE Phase II Technology	BOE 2nd Year Phase II Technology	BOE Scholarships	Cemetery Fund	
Revenue:						
Intergovernmental revenue	\$	\$	\$	\$	\$	5,058,468
Investment income					363	1,943
Charges for goods and services						3,622,259
Other				6,489		11,684
Total revenues	-	-	-	6,489	363	8,694,354
Expenditures:						
Current:						
General government						311,078
Public safety						1,391,911
Public works						33,516
Public health						59,911
Parks and recreation						133,263
Education				11,252		4,611,077
Other						103,979
Capital outlay						1,661,985
Total expenditures	-	-	-	11,252	-	8,306,720
Excess (Deficiency) of Revenues over Expenditures	-	-	-	(4,763)	363	387,634
Other Financing Sources (Uses):						
Transfers out						(258,452)
Issuance of debt						1,510,000
Total other financing sources (uses)	-	-	-	-	-	1,251,548
Net Change in Fund Balances	-	-	-	(4,763)	363	1,639,182
Fund Balances at Beginning of Year	23,772	14,843	170	145,433	27,641	(1,117,128)
Fund Balances at End of Year	\$ 23,772	\$ 14,843	\$ 170	\$ 140,670	\$ 28,004	\$ 522,054



## **Internal Service Funds**

## **INTERNAL SERVICE FUNDS**

Internal Services Funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the government and to other government units, on a cost-reimbursement basis.

### **Lease Fund**

To account for the purchase and maintenance of vehicles and other equipment that service all departments

### **Insurance Reserve Fund**

To account for revenues and expenditures related to the Town's Medical Self-Insurance Plan.

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

	<b>Lease Fund</b>	<b>Insurance Reserve Fund</b>	<b>Total</b>
<b>ASSETS</b>			
Current assets:			
Cash and cash equivalents	\$ 727,048	\$	\$ 727,048
Due from other funds		2,896,349	2,896,349
Total current assets	<u>727,048</u>	<u>2,896,349</u>	<u>3,623,397</u>
Noncurrent assets:			
Capital assets, net	<u>2,287,071</u>		<u>2,287,071</u>
Total assets	<u>3,014,119</u>	<u>2,896,349</u>	<u>5,910,468</u>
<b>LIABILITIES</b>			
Liabilities:			
Current liabilities:			
Accounts payable	75,240		75,240
Claims payable		582,524	582,524
Due to other funds	<u>1,621,360</u>		<u>1,621,360</u>
Total current liabilities	<u>1,696,600</u>	<u>582,524</u>	<u>2,279,124</u>
Noncurrent liabilities:			
Claims payable		<u>2,760,324</u>	<u>2,760,324</u>
Total liabilities	<u>1,696,600</u>	<u>3,342,848</u>	<u>5,039,448</u>
<b>NET POSITION</b>			
Net Position:			
Net investment in capital assets	1,317,519		1,317,519
Unrestricted		<u>(446,499)</u>	<u>(446,499)</u>
Total Net Position	<u>\$ 1,317,519</u>	<u>\$ (446,499)</u>	<u>\$ 871,020</u>

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

	<b>Lease Fund</b>	<b>Insurance Reserve Fund</b>	<b>Total</b>
Operating Revenues:			
Charges for services	\$ 469,650	\$ 1,437,407	\$ 1,907,057
Operating Expenses:			
Claims expense		1,667,860	1,667,860
Depreciation expense	608,168		608,168
Total operating expenses	608,168	1,667,860	2,276,028
Operating Income (Loss)	(138,518)	(230,453)	(368,971)
Net Position at Beginning of Year	1,456,037	(216,046)	1,239,991
Net Position at End of Year	\$ 1,317,519	\$ (446,499)	\$ 871,020

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

	<b>Lease Fund</b>	<b>Insurance Reserve Fund</b>	<b>Total</b>
Cash Flows from Operating Activities:			
Cash received from users	\$ 469,650	\$ 1,437,407	\$ 1,907,057
Cash paid for insurance claims and premiums		(1,437,407)	(1,437,407)
Net cash provided by (used in) operating activities	<u>469,650</u>	<u>-</u>	<u>469,650</u>
Cash Flows from Noncapital Financing Activities:			
Cash received from (paid to) other funds	<u>632,607</u>	<u>-</u>	<u>632,607</u>
Cash Flows from Capital and Related Financing Activities:			
Purchase of fixed assets	<u>(375,209)</u>	<u>-</u>	<u>(375,209)</u>
Net Increase (Decrease) in Cash and Cash Equivalents	727,048	-	727,048
Cash and Cash Equivalents at Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>
Cash and Cash Equivalents at End of Year	<u>\$ 727,048</u>	<u>\$ -</u>	<u>\$ 727,048</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used in) Operating Activities:			
Operating income (loss)	\$ (138,518)	\$ (230,453)	\$ (368,971)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:			
Depreciation expense	608,168		608,168
Increase (decrease) in claims payable	<u>-</u>	<u>230,453</u>	<u>230,453</u>
Net Cash Provided by (Used in) Operating Activities	<u>\$ 469,650</u>	<u>\$ -</u>	<u>\$ 469,650</u>





## **Fiduciary Funds**

## **AGENCY FUNDS**

Agency Funds are used to account for assets held by the Town in a trustee capacity. Town or as an agent for individuals, private organizations and other governments. Agency Funds are not included in the government-wide statements. The Agency Funds are as follows:

### **Performance Bond Fund**

to account for all bonds collected from contractors - these bonds will be returned to payee upon successful completion of related construction project.

### **Student Activity Fund**

to account for the collection and payment of expenses for education extra-curricular activities at the high school, middle school and grammar schools.

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

	<u>Balance</u> <u>July 1, 2017</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2018</u>
<b>Performance Bond Fund</b>				
Assets:				
Cash and cash equivalents	\$ <u>172,545</u>	\$ <u>54,541</u>	\$ <u></u>	\$ <u>227,086</u>
Liabilities:				
Deposits held for others	\$ <u>172,545</u>	\$ <u>54,541</u>	\$ <u>-</u>	\$ <u>227,086</u>
<b>Student Activity Fund</b>				
Assets:				
Cash and cash equivalents	\$ <u>278,127</u>	\$ <u>695,383</u>	\$ <u>742,954</u>	\$ <u>230,556</u>
Liabilities:				
Deposits held for others	\$ <u>278,127</u>	\$ <u>695,383</u>	\$ <u>742,954</u>	\$ <u>230,556</u>
<b>Total All Funds</b>				
Assets:				
Cash and cash equivalents	\$ <u>450,672</u>	\$ <u>749,924</u>	\$ <u>742,954</u>	\$ <u>457,642</u>
Liabilities:				
Deposits held for others	\$ <u>450,672</u>	\$ <u>749,924</u>	\$ <u>742,954</u>	\$ <u>457,642</u>



## **Statistical Section**

## Statistical Section Information

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

Statistical section information is presented in the following categories:

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

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

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

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

	FISCAL YEAR									
	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Governmental Activities:										
Net investment in capital assets	\$ 88,485,250	\$ 92,229,381	\$100,722,397	\$108,474,302	\$114,471,816	\$124,271,131	\$129,919,770	\$136,419,436	\$140,963,840	\$145,161,727
Restricted for Trust Purposes:										
Nonexpendable			733,609	194,479	227,072	194,620	187,511	179,926	173,074	168,674
Unrestricted	(30,846,983)	(29,388,564)	(39,989,828)	(42,799,057)	(31,661,600)	(42,299,047)	(74,707,011)	(78,700,431)	(77,274,475)	(94,725,222)
Total Governmental Activities	57,638,267	62,840,817	61,466,178	65,869,724	83,037,288	82,166,704	55,400,270	57,898,931	63,862,439	50,605,179
Business-type Activities										
Net investment in capital assets	22,007,359	26,323,295	23,862,330	22,564,083	24,857,157	29,089,425	32,330,413	34,930,372	43,637,675	47,119,088
Unrestricted	24,826,908	20,377,520	38,321,367	41,111,193	38,453,907	55,446,039	52,997,972	50,707,794	43,551,249	41,661,047
Total Business-type Activities	46,834,267	46,700,815	62,183,697	63,675,276	63,311,064	84,535,464	85,328,385	85,638,166	87,188,924	88,780,135
Total Primary Government										
Net investment in capital assets	110,492,609	118,552,676	124,584,727	131,038,385	139,328,973	153,360,556	162,250,183	171,349,808	184,601,515	192,280,815
Restricted for Trust Purposes:										
Nonexpendable			733,609	194,479	227,072	194,620	187,511	179,926	173,074	168,674
Unrestricted	(6,020,075)	(9,011,044)	(1,668,461)	(1,687,864)	6,792,307	13,146,992	(21,709,039)	(27,992,637)	(33,723,226)	(53,064,175)
Total Primary Government Net Position	\$104,472,534	\$109,541,632	\$123,649,875	\$129,545,000	\$146,348,352	\$166,702,168	\$140,728,655	\$143,537,097	\$151,051,363	\$139,385,314

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

	FISCAL YEAR									
	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Expenses:										
Governmental activities:										
General government	\$ 5,814,892	\$ 8,317,105	\$ 9,546,198	\$ 19,933,384	\$ 22,259,496	\$ 20,353,517	\$ 18,320,500	\$ 19,562,510	\$ 19,861,395	\$ 18,451,856
Public safety	12,439,589	11,211,310	12,351,626	12,358,039	12,796,876	14,206,750	15,819,067	16,307,765	13,767,606	14,274,509
Public works	8,935,838	9,187,774	9,340,097	8,819,867	10,125,359	11,005,471	11,419,443	10,073,546	8,521,832	7,735,598
Public health	334,144	164,842	471,405	678,497	769,668	660,567	766,687	778,426	818,612	836,972
Libraries	1,862,692	2,138,966	2,158,788	1,671,580	1,884,713	1,569,820	1,698,006	1,761,250	1,673,461	1,677,677
Social services	685,025	819,775	813,690	420,220	632,459	550,437	630,118	658,356	668,042	679,004
Parks and recreation	2,420,781	2,794,592	2,859,037	2,679,479	2,743,732	2,740,977	3,055,511	3,428,749	3,403,227	3,564,506
Board of Education	104,305,910	107,716,259	112,410,528	107,816,517	109,195,427	117,548,558	119,832,468	123,019,056	135,631,936	139,805,647
Interest on long-term debt	4,609,313	4,085,867	3,096,804	5,109,547	4,909,186	5,065,360	5,016,815	4,799,531	5,114,756	4,191,269
Total governmental activities expenses	<u>141,408,184</u>	<u>146,436,490</u>	<u>153,048,173</u>	<u>159,487,130</u>	<u>165,316,916</u>	<u>173,701,457</u>	<u>176,558,615</u>	<u>180,389,189</u>	<u>189,460,867</u>	<u>191,217,038</u>
Business-type activities:										
WPCA	7,950,091	7,790,608	8,537,558	8,745,180	9,190,014	10,363,682	10,727,958	11,990,078	9,703,140	9,336,285
Golf Course	1,591,411	1,551,770	1,603,491	1,627,206	1,667,313	1,521,918	1,572,427	1,580,359	1,645,629	1,514,809
Total Business-type activities expenses	<u>9,541,502</u>	<u>9,342,378</u>	<u>10,141,049</u>	<u>10,372,386</u>	<u>10,857,327</u>	<u>11,885,600</u>	<u>12,300,385</u>	<u>13,570,437</u>	<u>11,348,769</u>	<u>10,851,094</u>
Total Primary Governmental Expenses	<u>\$ 150,949,686</u>	<u>\$ 155,778,868</u>	<u>\$ 163,189,222</u>	<u>\$ 169,859,516</u>	<u>\$ 176,174,243</u>	<u>\$ 185,587,057</u>	<u>\$ 188,859,000</u>	<u>\$ 193,959,626</u>	<u>\$ 200,809,636</u>	<u>\$ 202,068,132</u>
Program Revenues:										
Governmental activities:										
Charges for services:										
General government	\$ 3,281,097	\$ 3,268,207	\$ 3,743,898	\$ 1,128,742	\$ 1,411,226	\$ 1,350,377	\$ 1,490,333	\$ 1,958,879	\$ 1,828,683	\$ 1,513,454
Public safety	1,385,021	1,117,606	1,067,684	1,764,061	3,089,661	3,682,785	3,882,361	3,641,418	3,657,689	3,594,867
Public works	345,554	490,386	314,157	358,939	370,603	428,138	452,016	433,656	488,228	540,599
Public health	15,163	14,500					15,293	155,229	214,030	286,463
Social services	13,095	14,234	13,017							
Parks and recreation				11,410	171,683	114,403	364,283	400,390	431,381	339,439
Board of Education	<u>1,132,261</u>	<u>3,268,971</u>	<u>3,431,029</u>	<u>4,991,593</u>	<u>5,116,340</u>	<u>5,118,758</u>	<u>5,012,218</u>	<u>4,675,324</u>	<u>4,439,520</u>	<u>3,916,412</u>
Total governmental activities charges for services	<u>6,172,191</u>	<u>8,173,904</u>	<u>8,569,785</u>	<u>8,254,745</u>	<u>10,159,513</u>	<u>10,694,461</u>	<u>11,216,504</u>	<u>11,264,896</u>	<u>11,059,531</u>	<u>10,191,234</u>
Business-type activities:										
Charges for services:										
WPCA	5,900,020	5,446,311	5,854,570	6,191,071	6,399,630	8,324,062	7,953,121	8,638,866	8,527,381	8,343,924
Golf Course	<u>1,946,624</u>	<u>1,997,880</u>	<u>1,902,181</u>	<u>2,085,277</u>	<u>1,927,123</u>	<u>1,939,867</u>	<u>1,885,880</u>	<u>2,103,924</u>	<u>1,884,599</u>	<u>1,946,999</u>
Total Business-type activities charges for services	<u>7,846,644</u>	<u>7,444,191</u>	<u>7,756,751</u>	<u>8,276,348</u>	<u>8,326,753</u>	<u>10,263,929</u>	<u>9,839,001</u>	<u>10,742,790</u>	<u>10,411,980</u>	<u>10,290,923</u>
Governmental activities:										
Operating grants and contributions:										
General government	619,011	228,175	231,974	256,406	320,052	223,180	163,831	154,643	162,370	384,298
Public safety	2,400	47,102		65,081			211,867	55,915	107,069	117,334
Public works	13,588	246,434	716,083	3,180,048	1,088,347	503,248	464,109	464,072	464,098	465,017
Public health	109,560	32,979	32,985	72,985	72,811	73,083	33,083	61,982	124,156	62,653
Parks and recreation								11,009		90,133
Board of Education	<u>12,787,502</u>	<u>13,928,287</u>	<u>14,358,929</u>	<u>14,536,165</u>	<u>15,236,268</u>	<u>19,684,451</u>	<u>19,839,719</u>	<u>21,395,911</u>	<u>29,267,715</u>	<u>29,698,231</u>
Total governmental activities operating grants and contributions	<u>13,532,061</u>	<u>14,522,977</u>	<u>15,339,971</u>	<u>18,110,685</u>	<u>16,717,478</u>	<u>20,483,962</u>	<u>20,712,609</u>	<u>22,143,532</u>	<u>30,125,408</u>	<u>30,817,666</u>
Business-type activities:										
Operating grants and contributions:										
WPCA					11,375					

(Continued on next page)

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

	FISCAL YEAR									
	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Governmental activities:										
Capital grants and contributions:										
General government	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Public safety						115,617	46,236	8,803		
Public works				49,351	1,914,172	470,994	2,213,637	771,582	277,312	1,377,784
Public health									706,356	142,521
Board of Education	2,799,849	3,775,041	1,887,027	2,312,359	14,404,404	970,805	4,117	31,053	17,091	11,227
Interest on long-term debt				103,462	83,099	66,039	50,389			
Total Governmental Activities	<u>2,799,849</u>	<u>3,775,041</u>	<u>1,887,027</u>	<u>2,465,172</u>	<u>16,401,675</u>	<u>1,623,455</u>	<u>2,314,379</u>	<u>811,438</u>	<u>1,000,759</u>	<u>1,531,532</u>
Business-type activities:										
Capital grants and contributions:										
WPCA								2,178,822	2,178,561	1,652,874
Total Primary Government Program Revenues	<u>\$ 30,350,745</u>	<u>\$ 33,916,113</u>	<u>\$ 33,553,534</u>	<u>\$ 37,106,950</u>	<u>\$ 51,616,794</u>	<u>\$ 43,065,807</u>	<u>\$ 44,082,493</u>	<u>\$ 47,141,478</u>	<u>\$ 54,776,239</u>	<u>\$ 54,484,229</u>
Net (expense) revenue:										
Government activities	\$ (118,904,083)	\$ (119,964,568)	\$ (127,251,390)	\$ (130,656,528)	\$ (122,038,250)	\$ (140,899,579)	\$ (142,315,123)	\$ (146,169,323)	\$ (147,275,169)	\$ (148,676,606)
Business-type activities	<u>(1,694,858)</u>	<u>(1,898,187)</u>	<u>(2,384,298)</u>	<u>(2,096,038)</u>	<u>(2,519,199)</u>	<u>(1,621,671)</u>	<u>(2,461,384)</u>	<u>(648,825)</u>	<u>1,241,772</u>	<u>1,092,703</u>
Total Primary Government Net Expense	<u>\$ (120,598,941)</u>	<u>\$ (121,862,755)</u>	<u>\$ (129,635,688)</u>	<u>\$ (132,752,566)</u>	<u>\$ (124,557,449)</u>	<u>\$ (142,521,250)</u>	<u>\$ (144,776,507)</u>	<u>\$ (148,996,971)</u>	<u>\$ (146,033,397)</u>	<u>\$ (147,583,903)</u>
General Revenues and Other										
Changes in Net Position:										
Governmental activities:										
Property taxes	\$ 119,678,264	\$ 124,308,222	\$ 125,534,429	\$ 130,865,212	\$ 135,370,387	\$ 138,439,111	\$ 145,660,827	\$ 146,804,074	\$ 150,831,435	\$ 155,198,331
Grants and contributions not restricted to specific programs	1,042,798	1,125,405	1,072,866	1,007,387	942,705	755,723	789,272	674,177	1,418,653	413,148
Unrestricted investment earnings	755,721	276,919	179,294	268,088	120,189	200,920	222,017	354,287	172,694	416,744
Miscellaneous							37,354	89,028	75,993	106,179
Other general revenues, net	(13,947)	(543,428)	(909,838)	1,086,266	767,461	633,241	667,366	746,418	739,902	780,010
Total governmental activities	<u>121,462,836</u>	<u>125,167,118</u>	<u>125,876,751</u>	<u>133,226,953</u>	<u>137,200,742</u>	<u>140,028,995</u>	<u>147,376,836</u>	<u>148,667,984</u>	<u>153,238,677</u>	<u>156,914,412</u>
Business-type activities:										
Grants and contributions not restricted to specific programs				1,423,501	1,536,619	1,518,318	2,202,812			
Unrestricted investment earnings	1,075,515	1,221,307	1,528,735	1,451,306	1,298,701	1,654,079	1,673,777	1,670,299	1,048,888	1,278,518
Sewer assessments			15,428,607	420,557	15,934	20,298,850	45,082	34,725		
Other general revenues, net	13,947	543,428	909,838	(770,512)	(696,267)	(625,176)	(667,366)	(746,418)	(739,902)	(780,010)
Total business type activities	<u>1,089,462</u>	<u>1,764,735</u>	<u>17,867,180</u>	<u>2,524,852</u>	<u>2,154,987</u>	<u>22,846,071</u>	<u>3,254,305</u>	<u>958,606</u>	<u>308,986</u>	<u>498,508</u>
Total primary government general revenues	<u>122,552,298</u>	<u>126,931,853</u>	<u>143,743,931</u>	<u>135,751,805</u>	<u>139,355,729</u>	<u>162,875,066</u>	<u>150,631,141</u>	<u>149,626,590</u>	<u>153,547,663</u>	<u>157,412,920</u>
Change in Net Position:										
Governmental activities	2,558,753	5,202,550	(1,374,639)	2,570,425	15,162,492	(870,584)	5,061,713	2,498,661	5,963,508	8,237,806
Business-type activities	<u>(605,396)</u>	<u>(133,452)</u>	<u>15,482,882</u>	<u>428,814</u>	<u>(364,212)</u>	<u>21,224,400</u>	<u>792,921</u>	<u>309,781</u>	<u>1,550,758</u>	<u>1,591,211</u>
Total Primary government change in net position	<u>1,953,357</u>	<u>5,069,098</u>	<u>14,108,243</u>	<u>2,999,239</u>	<u>14,798,280</u>	<u>20,353,816</u>	<u>5,854,634</u>	<u>2,808,442</u>	<u>7,514,266</u>	<u>9,829,017</u>
Net Position at Beginning of Year, as Restated	<u>102,519,177</u>	<u>104,472,534</u>	<u>109,541,632</u>	<u>126,545,761</u>	<u>* 131,550,072</u>	<u>* 146,348,352</u>	<u>134,874,021</u>	<u>* 140,728,655</u>	<u>143,537,097</u>	<u>* 129,556,297</u>
Net Position at End of Year	<u>\$ 104,472,534</u>	<u>\$ 109,541,632</u>	<u>\$ 123,649,875</u>	<u>\$ 129,545,000</u>	<u>\$ 146,348,352</u>	<u>\$ 166,702,168</u>	<u>\$ 140,728,655</u>	<u>\$ 143,537,097</u>	<u>\$ 151,051,363</u>	<u>\$ 139,385,314</u>

\* Amounts reflect restated balances as of July 1.



TABLE 3

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

	FISCAL YEAR									
	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
General Fund:										
Nonspendable	\$ 1,970,818	\$ 1,595,496	\$ 1,694,039	\$ 1,684,983	\$ 1,669,248	\$ 1,655,056	\$ 1,641,853	\$ 1,640,620	\$	
Committed	380,240	473,675		875,572	1,181,446	1,527,635	1,617,278	2,003,340	345,789	141,560
Assigned	79,141		766,416	626,129	803,684	369,264	374,390	80,999	197,731	1,697,731
Unassigned	<u>13,081,043</u>	<u>14,673,053</u>	<u>15,815,540</u>	<u>16,861,999</u>	<u>17,173,299</u>	<u>15,234,809</u>	<u>16,620,913</u>	<u>18,616,143</u>	<u>21,616,955</u>	<u>22,194,138</u>
Total General Fund	<u>15,511,242</u>	<u>16,742,224</u>	<u>18,275,995</u>	<u>20,048,683</u>	<u>20,827,677</u>	<u>18,786,764</u>	<u>20,254,434</u>	<u>22,341,102</u>	<u>22,160,475</u>	<u>24,033,429</u>
All other governmental funds:										
Nonspendable	213,254	235,494	231,140	235,944	254,385	223,792	219,540	210,668	204,083	192,766
Restricted			733,609	63,576	72,172	75,260	5,326	5,251	8,845	11,400
Committed	2,827,318	1,245,080	2,710,143	3,599,102	5,989,558	5,046,959	6,222,740	6,452,500	5,302,495	5,284,220
Unassigned	<u></u>	<u></u>	<u>(4,266,794)</u>	<u>(22,451,453)</u>	<u>(8,802,061)</u>	<u>(12,304,404)</u>	<u>(14,076,424)</u>	<u>(17,311,704)</u>	<u>(18,253,273)</u>	<u>(18,090,120)</u>
Total All Other Governmental Funds	<u>3,040,572</u>	<u>1,480,574</u>	<u>(591,902)</u>	<u>(18,552,831)</u>	<u>(2,485,946)</u>	<u>(6,958,393)</u>	<u>(7,628,818)</u>	<u>(10,643,285)</u>	<u>(12,737,850)</u>	<u>(12,601,734)</u>
Total Fund Balance	<u>\$ 18,551,814</u>	<u>\$ 18,222,798</u>	<u>\$ 17,684,093</u>	<u>\$ 1,495,852</u>	<u>\$ 18,341,731</u>	<u>\$ 11,828,371</u>	<u>\$ 12,625,616</u>	<u>\$ 11,697,817</u>	<u>\$ 9,422,625</u>	<u>\$ 11,431,695</u>

TABLE 4

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

	FISCAL YEAR									
	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Revenues:										
Property taxes	\$ 120,258,636	\$ 123,667,909	\$ 125,707,246	\$ 129,929,396	\$ 135,506,647	\$ 138,268,546	\$ 144,465,175	\$ 147,288,829	\$ 151,077,232	\$ 155,448,892
Intergovernmental	11,556,475	13,210,468	11,518,831	22,246,050	34,629,122	23,313,533	24,273,101	24,068,951	32,790,350	33,030,197
Investment income	771,436	276,919	179,294	268,088	120,189	200,920	222,017	354,287	172,694	416,744
Charges for goods and services	6,105,810	8,173,904	8,497,815	8,256,886	10,159,513	10,694,461	11,216,504	11,275,905	11,059,530	10,191,234
Other			97,451	315,754	71,194	8,065	45,354	89,028	75,993	11,684
Total revenues	138,692,357	145,329,200	146,000,637	161,016,174	180,486,665	172,485,525	180,222,151	183,077,000	195,175,799	199,098,751
Expenditures:										
Current:										
General government	15,193,471	15,371,185	16,378,328	17,140,869	18,546,080	19,843,835	20,255,771	20,929,628	21,983,106	22,424,175
Public safety	9,286,245	9,618,140	9,857,400	10,281,793	12,287,141	12,735,928	13,159,546	13,040,661	13,737,989	14,092,598
Public works	7,472,538	7,619,681	7,478,672	8,545,532	8,679,323	8,862,763	9,062,535	8,603,861	8,707,996	8,765,590
Public health	327,356	311,363	322,398	593,754	602,585	616,872	688,671	713,221	732,448	718,678
Libraries	1,473,435	1,527,417	1,523,322	1,544,281	1,496,510	1,514,843	1,563,877	1,604,180	1,546,832	1,575,290
Social Services	552,041	570,058	551,701	526,196	629,971	579,610	610,775	579,680	658,202	679,004
Parks and recreation	2,122,697	2,184,282	2,239,846	2,382,554	2,623,249	2,492,598	2,793,613	3,170,182	3,004,672	3,139,710
Education	89,452,686	93,309,462	94,241,910	104,410,965	109,685,921	114,540,832	115,689,184	118,765,420	129,525,857	132,085,434
Other							111,540	391,082	274,904	103,979
Capital outlay	3,338,792	11,609,860	22,553,053	22,269,745	16,545,041	13,167,603	12,254,759	11,917,678	12,521,318	10,715,051
Debit service:										
Principal	6,932,563	6,222,345	5,855,400	7,082,310	7,673,395	8,283,595	9,206,293	9,127,318	9,202,943	4,272,347
Interest	4,327,971	2,905,824	2,237,474	3,999,587	3,759,284	3,840,489	3,846,841	3,669,911	3,796,077	8,534,378
Total expenditures	140,479,795	151,249,617	163,239,504	178,777,586	182,528,500	186,478,968	189,243,405	192,512,822	205,692,344	207,106,234
Excess (Deficiency) of Revenues over Expenditures	(1,787,438)	(5,920,417)	(17,238,867)	(17,761,412)	(2,041,835)	(13,993,443)	(9,021,254)	(9,435,822)	(10,516,545)	(8,007,483)
Other Financing Sources (Uses):										
Transfers In	493,162	863,134	487,812	770,512	696,267	805,176	1,267,366	1,046,418	1,718,499	1,038,462
Transfers Out	(18,211)	(1,406,562)	(1,397,650)			(180,000)	(600,000)	(300,000)	(978,597)	(258,452)
Issuance of general obligation bonds	8,737,470	18,373,000	10,000,000	310,000	15,900,000	6,605,000	7,575,000	7,500,000	7,630,000	9,060,000
Issuance of bond anticipation notes	5,000,000	6,700,000	14,310,000							
Issuance of refunding bonds			5,050,000	28,862,000		7,844,000	545,000	3,520,000		12,395,000
Capital lease proceeds										
Capital proceeds	(501,759)									
Sale of assets										
Payments to escrow agents	(8,067,338)	(18,938,171)	(5,294,016)	(15,829,469)		(8,494,259)	(607,885)	(3,909,047)		(14,362,498)
Payments bond anticipation notes			(6,700,000)							
Premium on bond refunding			244,016			762,425	69,404	446,063		
Premium on general obligation bonds				1,589,444	286,375	137,741	220,510	204,589	504,058	2,144,041
Total other financing sources	5,643,324	5,591,401	16,700,162	15,702,487	16,882,642	7,480,083	8,469,395	8,508,023	8,873,960	10,016,553
Net Change in Fund Balances	3,855,886	(329,016)	(538,705)	(2,058,925)	14,840,807	(6,513,360)	(551,859)	(927,799)	(1,642,585)	2,009,070
Fund Balance at Beginning of Year, as Restated	14,695,928	18,551,814	18,222,798	3,554,777 *	3,500,924 *	18,341,731	13,177,475 *	12,625,616	11,065,210 *	9,422,625
Fund Balance at End of Year	\$ 18,551,814	\$ 18,222,798	\$ 17,684,093	\$ 1,495,852	\$ 18,341,731	\$ 11,828,371	\$ 12,625,616	\$ 11,697,817	\$ 9,422,625	\$ 11,431,695
Debt Service as a Percentage to Noncapital Expenditures	8.21%	6.54%	5.75%	7.08%	6.89%	7.00%	7.36%	7.16%	6.78%	6.52%

\* Amounts reflect restated balances as of July 1.

TABLE 5

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

<b>Fiscal Year</b>	<b>Real Property Residential Property</b>	<b>Commercial Property</b>	<b>All Land</b>	<b>Motor Vehicles</b>	<b>Personal Property</b>	<b>Tax Exempt Real Property Excluded</b>	<b>Total Taxable Assessed Value</b>	<b>Mill Rate</b>	<b>Estimated Actual Taxable Value</b>	<b>Assessed Value as a Percentage of Actual Value</b>
2009	\$ 3,890,836,913	\$ 643,046,268	\$ 52,400,131	\$ 236,054,959	\$ 265,053,090	\$ 37,834,999	\$ 5,049,556,362	23.86	\$ 7,213,651,946	70.00%
2010	3,938,448,418	656,235,965	50,082,524	268,999,951	249,379,993	28,729,584	5,134,417,267	24.07	7,334,881,810	70.00%
2011	3,935,832,663	650,827,231	49,905,329	253,642,549	254,671,525	30,740,373	5,114,138,925	24.54	7,305,912,750	70.00%
2012	3,976,584,256	687,660,280	46,647,687	267,831,100	262,589,787	31,852,586	5,209,460,523	25.00	7,442,086,461	70.00%
2013	3,106,468,448	789,355,867	33,523,041	265,502,483	274,888,935	30,636,619	4,439,102,155	30.71	6,341,574,507	70.00%
2014	3,117,465,111	815,247,046	32,393,922	265,450,197	268,599,606	28,625,130	4,470,530,753	31.29	6,386,472,504	70.00%
2015	3,128,224,200	830,048,174	28,591,052	275,472,521	275,926,348	17,501,220	4,520,761,075	32.16	6,458,230,107	70.00%
2016	3,134,874,675	829,389,920	27,859,463	294,579,570	280,421,482	45,981,950	4,521,143,159	32.87	6,458,775,941	70.00%
2017	3,133,682,154	908,596,129	25,986,406	289,098,768	283,066,210	46,256,190	4,594,173,477	32.74	6,563,104,967	70.00%
2018	3,143,563,193	949,789,388	26,317,766	295,134,951	284,795,828	44,413,886	4,655,187,240	33.32	6,650,267,486	70.00%

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

TABLE 6

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

	2018			2009		
	Taxable Assessed Value	Rank	Percentage of Gross Taxable Assessed Grand List	Taxable Assessed Value	Rank	Percentage of Gross Taxable Assessed Grand List
Trumbull Shopping Center #2 LLC	\$ 209,214,250	1	4.50 %	\$ 127,237,900	1	2.49 %
Digital 60 & 70 Merritt LLC	117,194,820	2	2.52			
RDR 5520 LLC	89,635,609	3	1.93			
Par Old Town LLC	44,407,840	4	0.95			
United Illuminating Company	36,502,980	5	0.78			
Conopoco	24,307,990	6	0.52	16,409,900	10	0.32
Quarry Road Lot 2 LLC	20,230,000	7	0.44			
6949 Main Street LLC	18,144,560	8	0.39			
National Development Resources	17,586,730	9	0.38			
Bridgewater Associates LLP	17,123,450	10	0.37			
Unilever HPC USA Inc				28,860,450	2	0.56
RVW Limited Partnership				28,465,200	3	0.56
Avalon Properties				25,926,200	4	0.51
Parallel Post Real Estate LLC				24,031,200	5	0.47
35 Nutmeg LLC				23,534,200	6	0.46
Sentinel Properties Trumbull LLC				20,414,900	7	0.40
Oxford Health Plans				18,020,330	8	0.35
Greenwich Capital Markets Inc				17,301,960	9	0.34
	<u>\$ 594,348,229</u>		<u>12.78 %</u>	<u>\$ 330,202,240</u>		<u>6.46 %</u>

Source: Town Assessor's office

TABLE 7

**TOWN OF TRUMBULL, CONNECTICUT  
PROPERTY TAX LEVIES AND COLLECTIONS  
LAST TEN FISCAL YEARS  
(In Thousands)**

<b>Fiscal Year</b>	<b>Grand List Year</b>	<b>Taxes Levied for the Fiscal Year</b>	<b>Collected within the Fiscal Year of the Levy</b>		<b>Collections in Subsequent Years</b>	<b>Net Total Tax Collections</b>	<b>Percentage of Total Tax Collections To Total Tax Levy</b>	<b>Outstanding Delinquent Taxes</b>	<b>Percentage of Delinquent Taxes To Total Tax Levy</b>
			<b>Amount</b>	<b>Percentage of Levy</b>					
2009	2007	\$ 119,886	\$ 118,054	98.47%	\$ 1,474	\$ 119,528	99.70%	\$ 358	0.30%
2010	2008	123,585	121,867	98.61%	1,357	123,224	99.71%	361	0.29%
2011	2009	124,560	122,906	98.67%	1,235	124,141	99.66%	419	0.34%
2012	2010	129,390	127,207	98.31%	1,721	128,928	99.64%	462	0.36%
2013	2011	136,253	132,972	97.59%	2,803	135,775	99.65%	478	0.35%
2014	2012	139,866	138,191	98.80%	1,237	139,428	99.69%	438	0.31%
2015	2013	144,887	142,926	98.65%	1,517	144,443	99.69%	444	0.31%
2016	2014	148,395	146,707	98.86%	1,166	147,873	99.65%	522	0.35%
2017	2015	150,374	148,965	99.06%	668	149,633	99.51%	741	0.49%
2018	2016	154,274	152,388	98.78%		152,388	98.78%	1,886	1.22%

Source: Town Tax Collector office and Finance office

TABLE 8

**TOWN OF TRUMBULL, CONNECTICUT  
RATIO OF OUTSTANDING DEBT BY TYPE  
LAST TEN FISCAL YEARS**

Fiscal Year	Governmental Activities				Business-type Activities				Total Primary Government	Percentage of Personal Income (2)	Per Capita
	General Obligation Bonds	Unamortized Premiums	Capital Leases	Total	General Obligation Bonds	Unamortized Premiums	Capital Leases	Total			
2009	\$ 71,223,105	\$ 276,689	\$ 275,754	\$ 71,775,548	\$ 48,036,895	\$	\$	\$ 48,036,895	\$ 119,812,443	8.17%	\$ 3,448
2010	70,508,160	776,852	145,823	71,430,835	49,013,940			49,013,940	120,444,775	7.60%	3,344
2011	74,500,660	1,446,983	11,207	75,958,850	57,954,340			57,954,340	133,913,190	8.29%	3,746
2012	83,068,580	895,093		83,963,673	65,696,420	1,453,056		67,149,476	151,113,149	9.35%	4,197
2013	92,286,720	1,068,491		93,355,211	67,133,280	1,440,950		68,574,230	161,929,441	10.02%	4,467
2014	91,105,180	3,849,011		94,954,191	68,024,820	1,988,450		70,013,270	164,967,461	9.94%	4,527
2015	90,938,640	3,728,672		94,667,312	62,271,360	3,199,964		65,471,324	160,138,636	9.46%	4,394
2016	90,259,050	3,956,914		94,215,964	58,200,950	3,246,879		61,447,829	155,663,793	9.02%	4,271
2017	90,114,460	4,019,630		94,134,090	53,415,540	2,955,791		56,371,331	150,505,421	8.52%	4,115
2018	89,134,770	5,597,579		94,732,349	47,005,230	4,533,422		51,538,652	146,271,001	8.14%	4,013

Source: Annual financial reports

TABLE 9

**TOWN OF TRUMBULL, 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			Total Primary Government	Percentage of Actual Taxable Value of Property (1)	Percentage of Personal Income (2)	Per Capita					
	Governmental Activities	Business-Type Activities										
	General Purpose	WPCA	Golf Course									
2009	\$	71,223,105	\$	44,807,895	\$	3,229,000	\$	119,260,000	1.65%	8.13%	\$	3,432
2010		70,508,160		45,974,940		3,039,000		119,522,100	1.63%	7.54%		3,318
2011		74,500,660		55,072,340		2,882,000		132,455,000	1.81%	8.20%		3,705
2012		83,068,580		64,428,545		2,720,931		150,218,056	2.02%	9.29%		4,172
2013		92,286,720		65,962,416		2,611,814		160,860,950	2.54%	9.96%		4,437
2014		91,105,180		67,471,781		2,541,489		161,118,450	2.52%	9.71%		4,421
2015		94,667,312		63,045,805		2,425,519		160,138,636	2.48%	9.46%		4,394
2016		94,215,964		59,168,280		2,279,549		155,663,793	2.40%	9.02%		4,271
2017		94,134,090		54,267,752		2,103,579		150,505,421	2.29%	8.52%		4,115
2018		94,732,349		49,642,043		1,896,609		146,271,001	3.14%	8.14%		4,013

Source: Annual financial reports

TABLE 10

**TOWN OF TRUMBULL, CONNECTICUT**  
**LEGAL DEBT MARGIN INFORMATION**  
**LAST TEN FISCAL YEARS**  
(In Thousands)

	FISCAL YEAR									
	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Debt Limitation	\$ 2,063,601	\$ 2,121,257	\$ 2,153,006	\$ 2,175,009	\$ 2,256,493	\$ 2,308,532	\$ 2,424,421	\$ 2,466,048	\$ 2,520,329	\$ 2,520,329
Total net debt applicable to limit	<u>154,252</u>	<u>141,197</u>	<u>129,927</u>	<u>178,313</u>	<u>185,165</u>	<u>194,734</u>	<u>183,386</u>	<u>152,850</u>	<u>142,655</u>	<u>142,737</u>
Legal Debt Margin	<u>\$ 1,909,349</u>	<u>\$ 1,980,060</u>	<u>\$ 2,023,079</u>	<u>\$ 1,996,696</u>	<u>\$ 2,071,328</u>	<u>\$ 2,113,798</u>	<u>\$ 2,241,035</u>	<u>\$ 2,313,198</u>	<u>\$ 2,377,674</u>	<u>\$ 2,377,592</u>
Total net debt applicable to the limit as a percentage of debt limit	<u>7.47%</u>	<u>6.66%</u>	<u>6.03%</u>	<u>8.20%</u>	<u>8.21%</u>	<u>8.44%</u>	<u>7.56%</u>	<u>6.20%</u>	<u>5.66%</u>	<u>5.66%</u>

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.

Source: Annual Financial Reports - Schedule of Debt Limitation



**TOWN OF TRUMBULL, CONNECTICUT**  
**SCHEDULE OF DEBT LIMITATION**  
**COMPARATIVE SCHEDULE BY SOURCE**  
(In Thousands)  
**JUNE 30, 2018**

Total tax collections, including interest and lien fees, received by Treasurer for year ended June 30, 2017	\$ 150,464
Reimbursement for loss on:	
Tax relief for elderly - elderly freeze	<u>3</u>
BASE	<u>\$ 150,467</u>

	<u>General Purpose</u>	<u>Schools</u>	<u>Sewers</u>	<u>Urban Renewal</u>	<u>Pension Deficit</u>
Debt limitation:					
2-1/4 times base	\$ 338,551	\$	\$	\$	\$
4-1/2 times base		677,102			
3-3/4 times base			564,251		
3-1/4 times base				489,018	
3 times base					451,401
Total debt limitation	<u>338,551</u>	<u>677,102</u>	<u>564,251</u>	<u>489,018</u>	<u>451,401</u>
Indebtedness:					
Bonds payable	44,241	52,494	39,405		
Bond anticipation notes	6,610	1,050	1,550		
Bonds authorized - unissued	16,000	8,966	1,504		
Sewer assessment receivable			(29,083)		
Less school and other grants					
Total indebtedness	<u>66,851</u>	<u>62,510</u>	<u>13,376</u>	<u>-</u>	<u>-</u>
Debt Limitation in Excess of Outstanding and Authorized Debt	<u>\$ 271,700</u>	<u>\$ 614,592</u>	<u>\$ 550,875</u>	<u>\$ 489,018</u>	<u>\$ 451,401</u>

Note: In no event shall total debt exceed seven times annual receipts from taxation (\$1,053 million).

TABLE 12

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

Fiscal Year	Population (1)	Personal Income (Thousands of Dollars) (1)	Per Capita Personal Income (4)	Median Family Income (1)	Median Age (1)	Education Level in Years of Schooling (4) Percentage of		School Enrollment (2)	Unemployment Rate (3)
						High School Graduate or Higher	Bachelor's Degree or Higher		
2009	34,752	\$ 1,466,222	\$ 42,191	\$ 88,290	40.3	89.7%	43.4%	6,936	6.8%
2010	36,018	1,585,008	44,006	117,855	43.9	92.9%	48.6%	6,909	7.1%
2011	35,752 (5)	1,614,989	45,172 (5)	124,535 (5)	43.6 (5)	93.1% (5)	50.7% (5)	6,945	7.1%
2012	36,008 (5)	1,616,219	44,885 (5)	126,342 (5)	43.6 (5)	93.1% (5)	50.7% (5)	7,021	7.1%
2013	36,251 (5)	1,615,743	44,571 (5)	126,967 (5)	43.6 (5)	93.1% (5)	50.7% (5)	7,017	6.3%
2014	36,444 (6)	1,659,478	45,535 (6)	127,598 (6)	43.4 (6)	93.1%	50.7%	6,976	5.4%
2015	36,444	1,692,667	46,446	127,598	43.4	93.1%	50.7%	6,921	4.5%
2016	36,444	1,726,520	47,375	127,598	43.4	93.7%	51.2%	6,869	4.9%
2017	36,571 (7)	1,767,188	48,322	127,598	43.4	93.7%	51.2%	6,704	4.6%
2018	36,447 (8)	1,797,898	49,289	129,629 (9)	42.9 (9)	94.4% (9)	51.7% (9)	6,719	4.2%

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

(1) U.S. Department of Commerce, Bureau of the Census, 2000 and Bureau of the Census 2010.

(2) Trumbull, Board of Education.

(3) State of Connecticut, Department of Labor.

(4) U.S. Department of Commerce, Bureau of the Census, 2000 adjusted to the 2010 Census.

(5) American Community Survey 2009-2013. Year 2014/2015 Adjusted 2% Per Year

(6) American Community Survey 2010-2015. Year 2016/2017 Adjusted 2% Per Year

(7) CERC Town Profile 2017

(8) CERC Town Profile 2018

(9) American Community Survey 2012-2016

TABLE 13

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

	2018			2009		
	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total Town Employment</u>	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total Town Employment</u>
Westfield Shoppingtown Trumbull Mall	3,250	1	42.9%	3,000	1	34.3%
Town of Trumbull	1,346	2	17.8%	1,199	2	13.7%
St. Joseph Manor	500	3	6.6%	500	5	5.7%
Kennedy Center	500	4	6.6%	400	7	4.6%
Target	400	5	5.3%			
Unilever, Inc	400	6	5.3%	1,100	3	12.6%
Cooper Surgical	350	7	4.6%	300	9	3.4%
Yale-New Haven Health System	325	8	4.3%			
Helicopter Support, Inc.	300	9	4.0%	450	6	5.2%
Parallel Post Real Estate, LLC	200	10	2.6%			
United Health Care				1,100	4	12.6%
Oce Imagistics				400	8	4.6%
Affinion Group				285	10	3.3%
	<u>7,571</u>		<u>100%</u>	<u>8,734</u>		<u>100%</u>

Source: Town Assessor's office and Town of Trumbull phone survey

TABLE 14

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

	FISCAL YEAR									
	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Function/Program										
Government Activities										
General Government	57	56	51	45	46	47	47	50	50	50
Public Safety	104	102	102	102	102	103	107	109	113	113
Public Works	57	58	57	61	63	60	61	58	57	58
Public Health	1	1	1	1	1	1	6	7	6	6
Libraries	34	35	35	35	35	35	35	43	42	46
Social Services	16	14	14	14	15	14	14	14	13	14
Parks and recreation	23	23	23	25	24	24	25	20	21	19
Education	885	873	889	898	929	964	1,016	1,016	986	1,030
Total government activities	<u>1,177</u>	<u>1,162</u>	<u>1,172</u>	<u>1,181</u>	<u>1,215</u>	<u>1,248</u>	<u>1,311</u>	<u>1,317</u>	<u>1,288</u>	<u>1,336</u>
Business Type Activities										
WPCA	5	5	5	4	3	3	4	3	4	4
Golf course	8	8	8	7	7	7	7	7	7	6
Total Business-type activities	<u>13</u>	<u>13</u>	<u>13</u>	<u>11</u>	<u>10</u>	<u>10</u>	<u>11</u>	<u>10</u>	<u>11</u>	<u>10</u>
TOTAL	<u>1,190</u>	<u>1,175</u>	<u>1,185</u>	<u>1,192</u>	<u>1,225</u>	<u>1,258</u>	<u>1,322</u>	<u>1,327</u>	<u>1,299</u>	<u>1,346</u>

Source(s): Various Town Departments

TABLE 15

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

	FISCAL YEAR									
	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
General Government										
Birth certificates issued	320	279	284	251	266	282	319	321	323	319
Death certificates issued	414	436	427	399	417	401	434	452	422	455
Marriage licenses issued	220	197	222	239	222	210	206	221	202	191
Civil union licenses issued	1	1	1	0	0	0	0	0	0	0
Boards and Agencies										
Registered voters	24,423	24,029	23,778	23,501	24,354	23,787	23,500	24,247	25,640	25,478
Planning and Development										
Building permits issued	1,319	1,963	2,101	2,428	3,144	3,022	2,828	3,101	3,152	2,750
Building department fees (in thousand of dollars)	448	502	510	732	601	1,007	1,121	634	693	544
Value of building permits (in thousand of dollars)	48,670	94,896	42,991	56,484	49,509	78,781	85,284	41,659	50,073	51,219
Public Safety										
Part I crimes	1,252	1,030	885	938	860	975	912	952	1,343	960
Motor vehicle accidents	1,085	1,224	1,149	1,033	1,099	1,119	1,105	1,163	1,154	981
Medical calls	1,592	1,597	1,773	1,778	1,771	1,816	1,837	1,839	2,032	2,066
Motor vehicle enforcement	2,810	2,887	2,395	1,821	1,908	1,579	2,548	2,404	2,412	2,614
Alarm responses	2,653	2,839	2,664	2,640	2,640	2,464	2,343	2,047	2,025	2,038
Facility Management										
Miles of roads maintained	202	202	202	202	202	202	202	202	202	202
Public Libraries										
Volumes in collection	168,752	175,347	171,843	174,970	170,934	174,143	176,047	175,048	171,190	165,200
Items circulated	483,979	491,267	486,408	493,464	468,046	461,301	445,058	444,625	428,464	441,790
Attendance	230,928	234,947	222,292	282,709	274,786	262,108	251,088	242,281	235,742	232,080
Events	804	835	707	684	602	612	702	865	747	825
Social Services										
Dial-a-ride passengers	N/A	8,213	8,311	12,133	11,435	9,495	9,525	6,277	8,141	7,643
Dial-a-ride traveled miles	N/A	7,594	10,327	13,655	24,117	25,421	21,102	24,840	32,430	24,704
Education										
Elementary schools	6	6	6	6	6	6	6	6	6	6
Middle schools	2	2	2	2	2	2	2	2	2	2
High schools	1	1	1	1	1	1	1	1	1	1

Source(s): Various Town Departments

TABLE 16

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

	FISCAL YEAR									
	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Public Safety										
Police stations	1	1	1	1	1	1	1	1	1	1
Substations	1	0	0	1	1	0	0	1	1	1
Police vehicles	46	45	47	45	46	54	53	58	56	55
Public Works										
Miles of town roads	213	213	213	213	213	213	213	213	213	213
Miles of sidewalks	16	16	16	16	16	16	16	16	16	16
Sanitary sewers (miles)	162	162	162	179	179	179	179	179	179	179
Storm sewers (miles)	60	60	60	60	60	60	60	60	60	60
Treatment capacity (thousands of gallons)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Parks and Recreation										
Acreage	1,800	1,800	1,800	1,800	1,800	1,800	1,800	1,800	1,800	1,800
Neighborhood parks	10	10	10	10	10	10	10	10	10	10
Playgrounds (including schools)	17	17	17	17	17	17	17	17	17	17
Swimming pools	3	3	3	3	3	3	3	3	3	3
Ice skating facilities	0	0	0	0	0	0	0	0	0	0
Public golf course	2	2	2	2	2	2	2	2	2	2
Tennis courts	22	22	22	22	22	22	22	22	22	22
Baseball fields	24	24	24	24	24	24	24	24	24	24
Basketball courts	8	8	8	8	8	8	8	8	8	8
Soccer fields	20	20	20	20	20	20	20	20	20	20
Football fields	2	2	2	2	2	2	2	2	2	2
Public Libraries										
Libraries	2	2	2	2	2	2	2	2	2	2
Social Services										
Community center	2	2	2	2	2	2	2	2	2	2
Dial-a-ride buses	4	4	4	4	4	4	4	4	4	3
Education										
Schools	9	9	9	9	9	9	9	9	9	9

Source(s): Various Town Departments