

# **TOWN OF NEW HARTFORD CONNECTICUT**

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Comprehensive Annual Financial Report

For the Fiscal Year Ended

June 30, 2019

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Prepared By  
New Hartford Finance Department  
New Hartford, Connecticut 06057

# TOWN OF NEW HARTFORD

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# **Introductory Section**

# **TOWN OF NEW HARTFORD**

Principal Officials

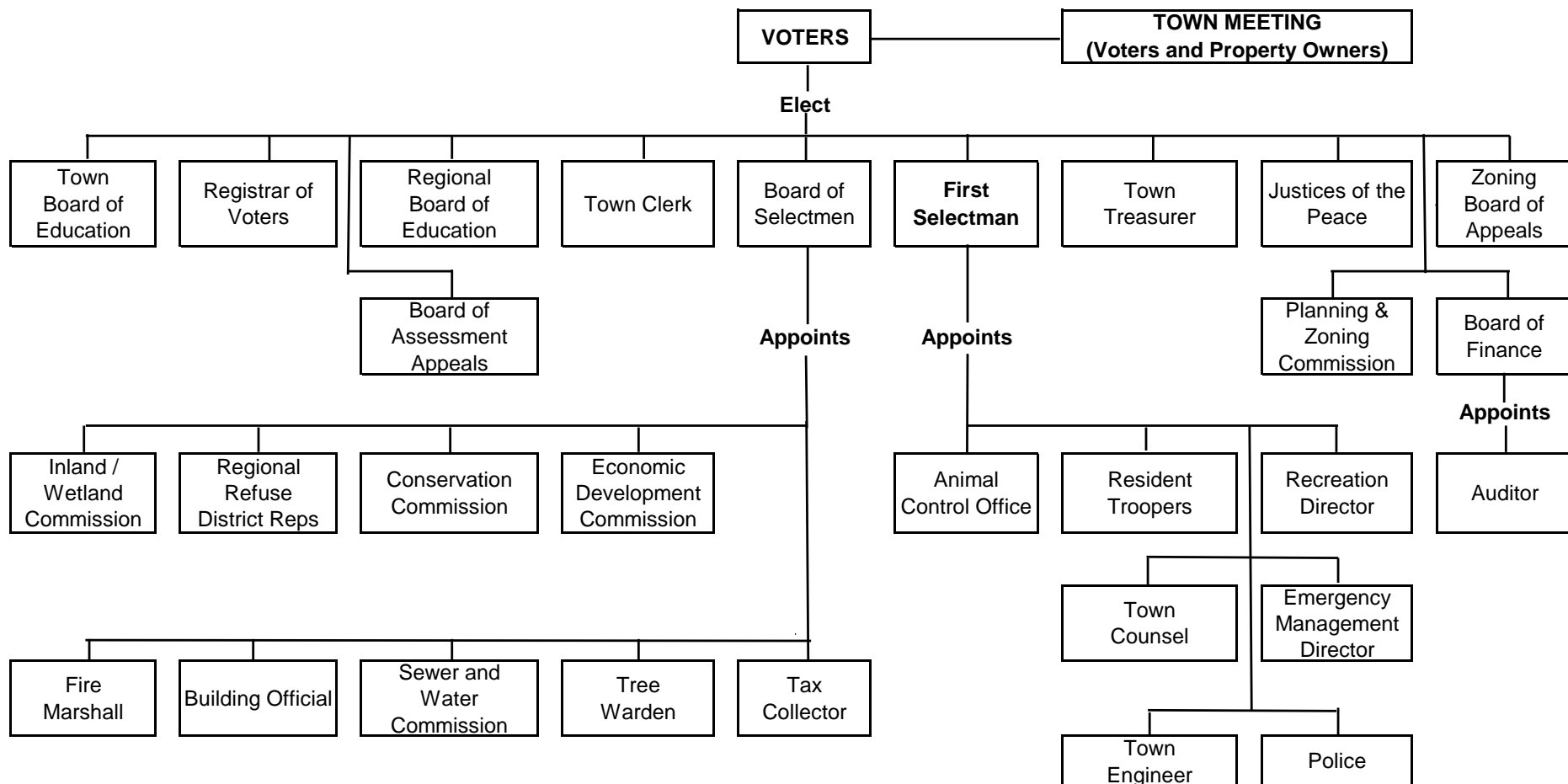
June 30, 2019

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<b><u>Office</u></b>	<b><u>Name</u></b>	<b><u>Manner of Selection</u></b>	<b><u>Term</u></b>
First Selectman	Daniel V. Jerram	Elected	2 years
Selectman	Eric Claman	Elected	2 years
Selectman	Alesia Kennerson	Elected	2 years
Town Clerk	Donna N. LaPlante	Elected	4 years
Tax Collector	Karen Wieduwilt	Appointed	2 Years
Treasurer	Gordon Ross	Elected	2 years
Assessor	Cory Iacino	Appointed	2 years
Board of Finance - Chair	Regina Wexler	Elected	6 years
Board of Education - Chair	Tim Goff	Elected	6 years
Superintendent of Schools	Brian Murphy	Appointed	Indefinite
Judge of Probate	Michael Magistralli	Elected	4 years

# TOWN OF NEW HARTFORD

## Organizational Chart





# NEW HARTFORD

## A TOWN FOR ALL SEASONS

Daniel V. Jerram  
First Selectman

To the Members of the Board of Selectmen,  
Board of Education, Board of Finance and  
Citizens of the Town of New Hartford, Connecticut:

December 12, 2019

I am pleased to submit the Comprehensive Annual Financial Report (CAFR) of the Town of New Hartford, CT (the "Town") for the fiscal year ended June 30, 2019. The appointed auditors from King, King & Associates, CPAs Certified Public Accountants, have issued their opinion on New Hartford's financial statements for the Fiscal Year 2018-2019, which states that the Town's financial statements are fairly presented in accordance with generally accepted accounting principles. Additionally, the auditor's reports issued under *Government Auditing Standards* report no material weaknesses and no findings under grant programs. The independent auditor's report is located at the front of the financial section of this report. Management's Discussion and Analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. The MD&A complements this letter of transmittal and should be read in conjunction with it.

This report was prepared by the Town Finance Department under the direction of the First Selectman with the services of King, King & Associates, CPAs as the Town's contractual auditor. The report consists of management's representations concerning the finances of the Town. Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive internal control framework that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements. As management, we assert that this financial report is complete to the best of our knowledge and belief.

The Town is required to undergo an annual audit in conformity with the provisions of the Connecticut General Statutes, the Connecticut Single Audit Act, Federal Single Audit Act, and the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, when applicable. Information related to the Connecticut State Single Audit, including the Schedule of Expenditures of State Financial Assistance, findings and recommendations, and auditor's reports on the internal control structure and compliance with applicable laws and regulations are issued under a separate cover and are not included in this report. Copies of these reports are on file in the Town Clerk's office.

### Profile of the Government - Description of the Town

New Hartford borders the City of Torrington to the west, Barkhamsted to the north, Canton to the east, and Burlington and Harwinton to the south. The Town was settled in 1733 and incorporated five years later in October of 1738. State routes 44, 202, and 219 along with numerous town and private roads traverse New Hartford's 38.3 square miles. Grades kindergarten through six attend local Town schools.



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## **Profile of the Government - Continued**

All three Town schools have been renovated in the last 20 years. Renovations to Ann Antolini School were recently completed. The renovations were funded primarily through state construction grants and long-term bonds, which are in the repayment phase. The bond for Bakerville Consolidated School was fully repaid on September 1, 2013. Grades seven through twelve attend Northwestern Regional School District No. 7 in Winsted, whose member towns include New Hartford, Barkhamsted, Colebrook, and Norfolk.

The school building (NWR7) was renovated in 1999, financed primarily through state construction grants and long-term bonds that are being repaid through assessments to the member Towns. All schools attended by the residents are widely accepted to maintain high levels of scholastic achievement.

Many of New Hartford's residents commute to the Hartford area to white collar and management positions. Land use is characterized by many large, limited purpose sites such as the Nepaug State Forest (1,017.4 acres), Metropolitan District Commission water shed lands (2,481.62 acres), sizable agricultural areas, land acquired as open space, and vacant land. Last year the Town completed the preservation of the Butler Farm a 95 acre preservation project that included an 8 acre riverfront parcel that will be used for development of a trail. The few developments in Town are consistently moderate to low density single family residences. The Town has experienced steady population growth in the last 40 years growing from a population of 3,993 in 1970 to 6,970 according to 2010 Census. The Census reports that the town's population has since declined to 6,685 in 2018. Student population in local schools has dropped significantly in recent years. Grand list growth, primarily attributable to new home construction, has slowed significantly in recent years but there has been a recent uptick in permit issuance and new construction. Supporting new initiatives to foster new economic development remains a priority of the Town. Recently "Dunkin Donuts" has started construction on a new \$1.5 million restaurant facility within the village center continuing a trend of development along Route 44.

The Town's principal industries are manufacture of plumbing supplies, aircraft parts, electronic components, springs, industrial adhesives, motion control products, agriculture and plastics. Home Depot provides large scale retail of home improvement products. Recreational sites, such as the Farmington River for fishing, canoeing and kayaking and Ski Sundown for skiing, attract visitors year round.

## **Form of Government**

New Hartford is governed by the Board of Selectmen/Board of Finance/Town Meeting form of government. A three-member Board of Selectmen, elected biennially, serves as the executive body, and a full-time First Selectman acts as the Town's Chief Executive. The six-member Board of Finance, in conjunction with the First Selectman and the elected part-time Treasurer, is responsible for finances and for preparing and presenting the annual budget of the Town.

The Town Meeting is the legislative body that must approve the annual budget, all special appropriations or expenditures over \$20,000, and all bond and note authorizations. Local elections are held every odd-numbered year in November. There are two voting districts, but all elected officials serve at-large. The Board of Selectmen assumes office four weeks after election and appoints members of various Town boards, commissions, and committees. The Board of Education appoints the Superintendent of Schools who is responsible for administering the Town's educational system.

The Town provides a full range of services, including police and fire protection; emergency medical services; highway, parks and recreation; solid waste disposal; water and sewer; elementary education; library services; utilities; and services to the elderly.

The annual budget serves as the foundation for the Town's financial planning and control. The Board of Selectmen hold public review sessions before approving a proposed budget and submitting it to the Board of Finance each year.

The Board of Finance reviews the budget with the Board of Selectmen and holds a public hearing in April each year. The Board of Finance adjusts the proposed budget before recommending the budget to the annual town budget meeting each year, where the budget may be discussed and then adjourned to referendum. It is noted that while statute allows the Town to approve the budget at the “budget meeting”, the Board of Selectmen have historically under CGS 7-7 voluntarily removed the item from the call of the Budget Meeting and have taken the budget to referendum every year for the past 30+ years.

## **Factors Affecting Financial Condition**

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which the Town of New Hartford operates.

## **Local Economic Condition and Outlook**

Local economic indicators have slowed considerably and remain at record low levels. Unemployment remains relatively low in New Hartford (local unemployment for the 2018/2019 fiscal year was 3.2%). Residential construction, the primary source of Grand List growth remains at relatively low levels. Only eight (8) permits were issued for new homes in 2018/2019 fiscal year with an estimated value of \$1,869,300 (there were 9 in the prior year for a total of \$2,300,000). The lack of new construction continues to place pressure on residential real estate taxes. The Town is anticipating a reduction in some state grants. Over the past year the town has utilized state and federal grants to complete several large infrastructure projects, but grant funding continues to get harder to find.

Grants totaling \$306,137 were received to off-set the total cost of acquiring the Butler Farm agricultural easement and riverfront trail. The total purchase price was \$477,360, with the town contributing \$171,222 (now open to the public).

While the State projects population growth, the Town is not anticipating any significant increase to the tax base by way of new residents or businesses, as the current economic times have people being cautious relative to spending. The First Selectman is committed to continued budget restraint combined with pursuit of grant funds (when available) to help maintain affordable real estate taxes. The First Selectman has taken action to limit long term budget growth by minimizing growth in labor costs through reasonable contractual salary increases balanced with increased co-funding of health care costs by employees. The town also replaced Anthem Blue Cross/Blue Shield with ConnectiCare as the town’s new health insurance provider to reduce costs. The Town and Municipal Employee unions have also agreed to “sunset” the Town’s pension program in favor of a new Defined Contribution Plan which will show significant savings to the Town in the future.

## **Long-Term Financial Planning**

The Municipal Reserve fund provides financial resources for the acquisition of major equipment or the construction of capital facilities. The Town periodically maintains individual capital projects funds for special grant funded projects, such as school renovation projects. Municipal debt service remains low and no new bonded initiatives have been undertaken in the fiscal year. The Town’s largest municipal debt consists of a new loan (bond) for the renovation of Ann Antolini School and replacement of Carpenter Road Bridge that totaled \$3,915,000. Debt service on this loan will cost residents and taxpayers roughly \$290,000 per year for the next 18 years. Appropriations are made on an annual basis by the Board of Selectmen, Board of Finance and Board of Education within the respective operating budgets for infrastructure and facility improvements and vehicle and equipment acquisition.

## **Cash and Investment Management Policies and Practices**

All cash during the year was maintained in demand accounts. The Town restricts its investment activities to instruments that provide, in order of priority, the greatest safety, liquidity and yield.

## **Risk Management**

The Town is exposed to various risks of loss related to torts, thefts of, damage to, or destruction of assets; errors or omissions; injuries to employees, or acts of God. The Town purchases commercial insurance to cover most potential risks of loss. Neither the Town nor its insurers have settled any claim within the past year, which have exceeded the Town's insurance coverage. There were no significant changes in coverage from the prior year, and no settlements have exceeded insurance coverage in the last three years. Additional information of the Town of New Hartford's risk management activity can be found in Note 7 of the notes to the financial statements.

## **Pension Trust Fund Operations**

The Town has a Pension Trust Fund for Town employees hired on or before July 1, 2011, which is a single employer, defined benefit, noncontributory plan that is administered by the Town. Board of Education employees that are excluded from this plan are participants in the State Teachers Retirement System. Teacher pension contributions provided and managed by the State of Connecticut on behalf of the Town are disclosed in the Town's financial statements but are not a part of the Town's Pension Trust Funds. Newer employees (hired after July 1, 2011) are offered a co-funded Municipal 457 plan administered through VOYA.

The Town's pension assets are invested in Cash Equivalents (Money Funds) and various Mutual Funds. These accounts are managed by investment professionals, who are responsible for coordinating and monitoring the management of the investments within guidelines contained in an approved investment plan. The Board of Selectmen review investment performance and asset allocation and make changes based on recommendations of our investment advisors (Hooker & Holcomb). Over the past two fiscal years, the economy has had a significant impact on the value of the assets of the pension fund. The pension fund balance has grown significantly over the past year with a current pension fund balance of \$4,321,400 as of June 30, 2019. This represents an 8.5% increase from June 30, 2018 when the balance was \$3,983,354. The fund has seen significant increases over the past several years (the balance was \$3,582,775 as of June 30, 2017). Annual pension contributions currently exceed \$260,000.

## **Independent Audit**

Connecticut General Statutes require that all municipalities have their accounts audited annually by an independent public accountant as required under Connecticut General Statutes Section 7-392. The Board of Finance appointed King, King & Associates, CPAs to conduct the 2018-2019 Town audit. The independent auditor's report is included in this report.

## **Certificate of Achievement**

This report has been prepared following the guidelines of the Government Finance Officers Association (GFOA) of the United States and Canada and the Governmental Accounting Standards Board (GASB). The GFOA awards a Certificate of Achievement for Excellence in Financial Reporting to governmental units that publish an easily readable and efficiently organized Comprehensive Annual Financial Report whose contents conform to program standards. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements. The GFOA awarded the certificate to the Town of New Hartford for all fiscal years between 2009 & 2017. 2009 was the first year that the Town ever received an award of this type. The Town of New Hartford Board of Finance chose not to apply for recognition in 2018.

A Certificate of Achievement, which is valid for one year only, is the highest form of recognition in the area of governmental accounting and financial reporting, and its attainment represents a significant accomplishment for a government unit and its management. We believe that our current CAFR continues to meet the Certificate of Achievement Program's requirements and are submitting it to the GFOA to determine eligibility for another certificate.

## Acknowledgments

The preparation of this report on a timely basis could not be accomplished without the efficient and dedicated services of the Board of Selectmen, Board of Finance, and the Finance Department. I would like to express my appreciation to them and other town departments who assisted in compiling this report. My office aims to provide support and advice necessary to carry out the policies of the New Hartford Board of Selectmen and Board of Finance, along with the many challenging issues confronting New Hartford in the years ahead.

Respectfully submitted,



Daniel V. Jerram, First Selectman

## **Financial Section**

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## Independent Auditor's Report

To the Board of Finance  
Town of New Hartford, CT

### 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 New Hartford, CT, as of and for the year ended June 30, 2019 and the related notes to the financial statements, which collectively comprise the Town of New Hartford, CT's basic financial statements as listed in the table of contents.

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

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

### *Auditor's Responsibility*

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the 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 New Hartford, CT, as of June 30, 2019, and the respective changes in financial position, and, where applicable, cash flows thereof and the respective budgetary comparison for the General Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## ***Other Matters***

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

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 11–17, the budgetary comparison information on page 24 and the supplementary pension plan information on pages 61-66 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, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### ***Other Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of New Hartford, CT's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, 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 supplemental 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, supplemental 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 November 19, 2019, on our consideration of the Town of New Hartford, CT's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Town of New Hartford, CT's internal control over financial reporting and compliance.

A handwritten signature in cursive script that reads "King, King & Associates".

King, King & Associates, CPAs  
Winsted, CT  
November 19, 2019



**TOWN OF NEW HARTFORD, CT**  
**Management's Discussion and Analysis**  
**June 30, 2019**

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As management of the Town of New Hartford, CT, we offer readers of the Town of New Hartford, CT's financial statements this narrative overview and analysis of the financial activities of the Town of New Hartford, CT for the fiscal year ended June 30, 2019.

***Financial Highlights***

- The assets of the Town of New Hartford, CT exceeded its liabilities at the close of the most recent fiscal year by \$24,063,029 (*net position*). Restricted net position is \$821,102 of which \$14,756 is restricted for Community Investment, \$664,821 is restricted for Community Development, \$123,705 is restricted for Town Hill Cemetery, \$13,659 is restricted for Historical Documents and \$4,161 is restricted for New Hartford Day.
- The Town of New Hartford, CT's, total net position increased by \$680,432. This increase is attributable primarily to favorable tax collections.
- As of the close of the current fiscal year, the Town of New Hartford, CT's governmental funds reported combined ending fund balances of \$5,500,530, an increase of \$522,812 in comparison with the prior year. The increase was attributable to favorable tax collections. Of this amount, \$3,136,773 is available for spending at the government's discretion (*unassigned fund balance*).
- At the end of the current fiscal year, assigned and unassigned fund balance for the General Fund was \$3,830,126 or 15.3% percent of total General Fund expenditures.

***Overview of the Financial Statements***

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

**Government-Wide Financial Statements:** The *government-wide financial statements* are designed to provide readers with a broad overview of the Town of New Hartford, CT's finances, in a manner similar to a private-sector business.

The *statement of net position* presents information on all of the Town of New Hartford, CT'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 whether the financial position of the Town of New Hartford, CT is improving or deteriorating.

The *statement of activities* presents information showing how the government's net position is 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 future cash inflows (revenues) and outflows (expenditures).

**TOWN OF NEW HARTFORD, CT**  
**Management's Discussion and Analysis**  
**June 30, 2019**

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Both of the government-wide financial statements distinguish functions of the Town of New Hartford, CT that are principally supported by grants 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 of New Hartford, CT include education, public safety, general government and highway.

The government-wide financial statements can be found on pages 18-19 of this report.

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

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

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

The Town of New Hartford, CT maintains thirteen (13) individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund and the Capital Projects Fund, which is considered to be a major fund. The remaining eleven funds are combined into a single aggregated presentation in the financial statements.

The Town of New Hartford, CT adopts an annual appropriated budget for its General Fund. A budgetary comparison statement has been provided for the General Fund to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 20-24 of this report.

**Proprietary Funds:** The Town maintains one proprietary fund. Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Water Pollution Control Authority.

The basic proprietary fund financial statements can be found on pages 25-27 of this report.

**TOWN OF NEW HARTFORD, CT**  
**Management's Discussion and Analysis**  
**June 30, 2019**

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

The basic fiduciary fund financial statements can be found on pages 28-29 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 30-60 of this report.

**Government-wide Financial Analysis**

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the Town of New Hartford, CT, assets exceeded liabilities by \$24,063,029 at the close of the most recent fiscal year.

	Governmental Activities		Business-Type Activities		Totals	
	2019	2018	2019	2018	2019	2018
Current and Other Assets	\$ 6,641,755	\$ 6,132,347	\$ 215,252	\$ 233,393	\$ 6,857,007	\$ 6,365,740
Capital Assets	18,917,302	19,228,578	9,806,037	10,143,059	28,723,339	29,371,637
Total Assets	25,559,057	25,360,925	10,021,289	10,376,452	35,580,346	35,737,377
Deferred Outflows of Resources	72,392	154,062	-	-	72,392	154,062
Long-term Liabilities	7,252,608	7,735,286	2,799,364	2,789,985	10,051,972	10,525,271
Other Liabilities	1,186,938	1,437,201	231,290	244,825	1,418,228	1,682,026
Total Liabilities	8,439,546	9,172,487	3,030,654	3,034,810	11,470,200	12,207,297
Deferred Inflows of Resources	119,509	301,545	-	-	119,509	301,545
Net Position:						
Net Investment in						
Capital Assets	13,660,989	13,405,590	9,201,803	9,520,794	19,793,753	19,762,711
Restricted	821,102	632,719	-	-	821,102	632,719
Unrestricted	2,590,303	2,002,646	(2,211,168)	(2,179,152)	3,448,174	2,987,167
Total Net Position	\$ 17,072,394	\$ 16,040,955	\$ 6,990,635	\$ 7,341,642	\$ 24,063,029	\$ 23,382,597

The restricted portion of the Town of New Hartford, CT's net position represents net position restricted for Community Investments (\$14,756), Small Cities Housing Rehabilitation (\$664,821), Town Hill Cemetery (\$123,705), and other purposes (\$17,820). The balance of *unrestricted net position* of \$3,448,174 may be used to meet the government's ongoing obligations to citizen and creditors.

At the end of the current fiscal year, the Town of New Hartford, CT's Governmental Activities is able to report positive balances in all categories of net position, for the government as a whole.

**TOWN OF NEW HARTFORD, CT**  
**Management's Discussion and Analysis**  
**June 30, 2019**

Net position of governmental activities increased by \$1,031,439 during this fiscal year. This increase is primarily attributable to the favorable tax collections.

Net position of business-type activities decreased by \$351,007 during this fiscal year. This decrease is primarily attributable to operating expenses, depreciation and interest.

	Governmental Activities		Business-Type Activities		Totals	
	2019	2018	2019	2018	2019	2018
<b>REVENUES</b>						
<i>General Revenues:</i>						
Property Taxes	\$ 20,696,042	\$ 20,108,115	\$ -	\$ -	\$ 20,696,042	\$ 20,108,115
Unrestricted Grants	31,097	34,080	-	-	31,097	34,080
Investment Income	132,286	47,523	-	-	132,286	47,523
Other Income	110,521	65,992	-	-	110,521	65,992
<i>Program Revenues:</i>						
Charges for Services	665,009	659,894	636,611	657,993	1,301,620	1,317,887
Operating Grants and Contributions	5,753,136	4,798,381	-	-	5,753,136	4,798,381
Capital Grants and Contributions	43,144	295,730	-	-	43,144	295,730
Total Revenues	<u>27,431,235</u>	<u>26,009,715</u>	<u>636,611</u>	<u>657,993</u>	<u>28,067,846</u>	<u>26,667,708</u>
<b>EXPENSES</b>						
<i>Governmental Activities:</i>						
General Government	1,822,563	1,962,809	-	-	1,822,563	1,962,809
Public Safety	801,479	786,109	-	-	801,479	786,109
Highway	2,011,940	1,991,375	-	-	2,011,940	1,991,375
Planning and Development	235,577	218,913	-	-	235,577	218,913
Health and Welfare	195,154	193,629	-	-	195,154	193,629
Libraries	302,254	274,033	-	-	302,254	274,033
Parks and Recreation	317,216	336,612	-	-	317,216	336,612
Commissions and Agencies	109,011	74,843	-	-	109,011	74,843
Education	20,395,301	19,849,746	-	-	20,395,301	19,849,746
Interest Expense	184,851	142,638	-	-	184,851	142,638
<i>Business-Type Activities:</i>						
Water and Sewer System	-	-	1,012,068	1,007,179	1,012,068	1,007,179
Total Expenses	<u>26,375,346</u>	<u>25,830,707</u>	<u>1,012,068</u>	<u>1,007,179</u>	<u>27,387,414</u>	<u>26,837,886</u>
Change in Net Position Before Special Items and Transfers	1,055,889	179,008	(375,457)	(349,186)	680,432	(170,178)
Transfers	(24,450)	(61,619)	24,450	61,619	-	-
Change in Net Position	1,031,439	117,389	(351,007)	(287,567)	680,432	(170,178)
Beginning Net Position	16,040,955	15,923,566	7,341,642	7,629,209	23,382,597	23,552,775
Ending Net Position	<u>\$ 17,072,394</u>	<u>\$ 16,040,955</u>	<u>\$ 6,990,635</u>	<u>\$ 7,341,642</u>	<u>\$ 24,063,029</u>	<u>\$ 23,382,597</u>

**TOWN OF NEW HARTFORD, CT**  
**Management's Discussion and Analysis**  
**June 30, 2019**

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**Governmental Activities:** Governmental activities increased the Town of New Hartford, CT's net position by \$1,031,439. Seventy-six percent (76%) of the revenues of the Town were derived from property taxes, followed by twenty-one percent (21%) from grants and contributions, then two percent (2%) from charges for services, then one percent (1%) from other general revenues and investment earnings.

**Major revenue factors include:**

- Better than anticipated tax collection and an increase assessments
- Significant collection of past due taxes, fees and fines
- Significant increase in short term interest revenue due to improved management of funds
- The improved revenue performance negated the need for use of fund balance
- Increased paramedic intercept recovery proceeds

For Governmental Activities, 77% of the Town's expenses relate to education, 4% relate to public safety and health and welfare, 8% relate to public works/capital outlay, and the remaining 11% relates to government and community services, administration, and other areas.

**Major expense factors include:**

- Increase in Elementary Education Expenses which were offset by a decrease in Region 7 Assessments resulting in a net decrease in Educational Expenses
- Increases Highway maintenance expense
- Increase in Planning and Development Legal Fees
- Increase in Town contributions to Libraries, West Hill Lake Association, Winchester Youth Service Bureau
- Increase in appropriation to the Capital Projects Fund
- Increase in Debt Service costs

**Other significant grant/projects included in governmental activities include:**

- The continuation of Carpenter Road Bridge

**Business-Type Activities:** Business-type activities decreased the Town of New Hartford, CT's net position by \$351,007. One-hundred percent (100%) of the revenues of the business-type activities were derived from charges for services.

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

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

**Governmental Funds:** The focus of the Town of New Hartford, CT's governmental funds is to provide information on near-term inflows, outflows, and balances of *spendable* resources. Such information is useful in assessing the Town of New Hartford, CT'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.

**TOWN OF NEW HARTFORD, CT**  
**Management's Discussion and Analysis**  
**June 30, 2019**

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As of the end of the current fiscal year, the Town of New Hartford, CT's governmental funds reported combined ending fund balances of \$5,500,530, an increase of \$522,812 in comparison with the prior year. Included in this balance is \$3,136,733 which constitutes *unassigned fund balance*, which is available for spending at the government's discretion.

The General Fund is the chief operating fund of the Town of New Hartford, CT. At the end of the current fiscal year, unassigned fund balance of the General Fund was \$3,282,793. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 13 percent of total General Fund expenditures. GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, has further classified unreserved fund balance into two categories: Assigned and Unassigned. Assigned Fund Balance is also available for use in the General Fund at the direction of the Boards of Finance and Selectmen. The total Unassigned and Assigned Fund Balance in the General Fund is \$3,830,126. The remaining fund balance consists of \$17,969 restricted for the Waste Water Treatment Plant and \$31,860 for Prepaid Items.

The fund balance of the Town of New Hartford, CT's General Fund increased by \$489,083 during the current fiscal year.

***General Fund Budgetary Highlights***

- Increased revenue and significant savings from operations, as a result of good management (from both the local BOE & General Government) provided a \$546,992 budget surplus resulting in an increase to the General Fund.
- Some projected Revenues did not meet expectations; however, total Revenues increased by \$320,952. A use of "prior year's surplus" in the amount of \$325,000 was budgeted; however, none was utilized to balance the budget.

***Capital Asset and Debt Administration***

**Capital Assets:** The Town of New Hartford, CT's investment in capital assets for its governmental and business-type activities as of June 30, 2019, amounts to \$28,723,339 (net of accumulated depreciation). This investment in capital assets includes land and buildings, vehicles, machinery and equipment. Major capital asset events during the current fiscal year included the following:

- F350 Pickup Truck
- 2018 Ford Police Vehicle
- F550 Dump Truck
- Massey Ferguson Tractor and Trailer
- School Computers
- Data Cabling for all Schools
- Fencing at Butler Farm
- Carpenter Road Bridge project in progress

**TOWN OF NEW HARTFORD, CT**  
**Management's Discussion and Analysis**  
**June 30, 2019**

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<i>Governmental Activities:</i>	<u>2019</u>	<u>2018</u>
Land & Infrastructure	\$ 6,835,797	\$ 6,976,870
Construction in Progress	534,195	301,177
Building & Improvements	10,852,300	11,235,743
Vehicles	405,365	405,382
Machinery & Equipment	289,645	309,406
Total	<u>\$ 18,917,302</u>	<u>\$ 19,228,578</u>

<i>Business-type activities:</i>	<u>2019</u>	<u>2018</u>
Land and Infrastructure	\$ 11,507	\$ 11,507
Buildings and Improvements	9,596,465	9,944,987
Waterlines	156,039	162,752
Machinery & Equipment	42,026	23,813
	<u>\$ 9,806,037</u>	<u>\$ 10,143,059</u>

Additional information on the Town of New Hartford, CT's capital assets can be found in Note 3 on pages 41-42 of this report.

**Long-Term Debt:** The Town of New Hartford, CT has the following obligations:

	<u>2019</u>	<u>2018</u>
Compensated absences	\$ 236,194	\$ 228,013
Net Pension Liability	1,397,730	1,400,129
USDA Loan	3,069,039	3,163,673
G.O. Bonds	3,765,680	3,943,890
Bond Premium	216,313	237,988
Refunding Bond	1,300,000	1,670,000
Loans	578,554	593,375
Total	<u>\$ 10,563,510</u>	<u>\$ 11,237,068</u>

The Town of New Hartford, CT's total debt decreased by \$673,558 due to current year debt payments. Additional information on the Town of New Hartford, CT's long-term debt can be found in Note 3 on pages 42-44 of this report.

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

- The Town will use \$325,000 of fund balance to finance the subsequent year's budget.
- State grants are expected to continue to decline as the state budget continues in deficit.
- Current recession still has people cautious relative to spending.
- Slow growth in the Grand List will continue to place upward pressure on real estate taxes, although residential construction does appear to be holding steady at moderate levels.

***Request for Information***

This financial report is designed to provide a general overview of the Town of New Hartford, CT's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Finance Board, Town of New Hartford, 530 Main Street, P.O. Box 316, New Hartford, CT 06057.

# **Basic Financial Statements**



# TOWN OF NEW HARTFORD

## Statement of Net Position

June 30, 2019

	<b>Primary Government</b>		<b>Total</b>
	<b>Governmental Activities</b>	<b>Business-type Activities</b>	
<b>Assets</b>			
Current Assets			
Cash and Cash Equivalents	\$ 5,207,562	\$ 43,227	\$ 5,250,789
State and Federal Grants Receivable	252,032	-	252,032
Taxes and Assessments Receivable	380,411	172,025	552,436
Other Receivables	-	-	-
Interest Receivable	84,153	-	84,153
Prepaid Expenses	31,860	-	31,860
Inventories	1,065	-	1,065
Total Current Assets	<u>5,957,083</u>	<u>215,252</u>	<u>6,172,335</u>
Noncurrent Assets:			
Restricted for Wastewater Treatment Plant Project			
Cash and Cash Equivalents	17,969	-	17,969
Loans Receivable	543,408	-	543,408
Investments	123,295	-	123,295
Capital Assets:			
Nondepreciable Assets	5,976,631	11,507	5,988,138
Depreciable Buildings and Equipment, net	12,940,671	9,794,530	22,735,201
Total Noncurrent Assets	<u>19,601,974</u>	<u>9,806,037</u>	<u>29,408,011</u>
<b>Total Assets</b>	<b><u>\$ 25,559,057</u></b>	<b><u>\$ 10,021,289</u></b>	<b><u>\$ 35,580,346</u></b>
<b>Deferred Outflows of Resources</b>			
Deferred Pension Outflows	<u>72,392</u>	-	<u>72,392</u>
	<u>72,392</u>	-	<u>72,392</u>
<b>Liabilities</b>			
Current Liabilities			
Accounts Payable	\$ 683,704	\$ 75,760	\$ 759,464
Accrued Expenses	78,067	-	78,067
Refundable Advance	69,159	-	69,159
Current Portion of Interfund Advances	(123,832)	117,332	(6,500)
Current Portion of Other Advances	(19,500)	19,500	-
Current Portion of Notes, Bonds and Leases	499,340	18,698	518,038
Total Current Liabilities	<u>1,186,938</u>	<u>231,290</u>	<u>1,418,228</u>
Non-Current Liabilities			
Internal Balances USDA Debt	(2,152,078)	2,158,578	6,500
Internal Balances - Other Advances	(55,250)	55,250	-
Noncurrent Portion of Loans, Bonds and Leases	8,062,206	585,536	8,647,742
Net Pension Liability	1,397,730	-	1,397,730
Total Noncurrent Liabilities	<u>7,252,608</u>	<u>2,799,364</u>	<u>10,051,972</u>
<b>Total Liabilities</b>	<b><u>8,439,546</u></b>	<b><u>3,030,654</u></b>	<b><u>11,470,200</u></b>
<b>Deferred Inflows of Resources</b>			
Deferred Pension Inflows	<u>119,509</u>	-	<u>119,509</u>
<b>Net Position</b>			
Net Investment in Capital Assets	13,660,989	9,201,803	19,793,753
Restricted for Community Investment	14,756	-	14,756
Restricted for Community Development	664,821	-	664,821
Restricted for Town Hill Cemetery-Expendable	123,705	-	123,705
Restricted for Other Purposes	17,820	-	17,820
Unrestricted	2,590,303	(2,211,168)	3,448,174
<b>Total Net Position</b>	<b><u>\$ 17,072,394</u></b>	<b><u>\$ 6,990,635</u></b>	<b><u>\$ 24,063,029</u></b>

The notes to the financial statements are an integral part of this statement

# TOWN OF NEW HARTFORD

## Statement of Activities For the Year Ended June 30, 2019

Functions/programs	Program revenues				Net (expense) revenue and changes in net position		
	<u>Expenses</u>	<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	<u>Primary government</u>		<u>Total</u>
					<u>Governmental Activities</u>	<u>Business-type Activities</u>	
Primary government:							
Governmental activities							
General Government	\$ 1,822,563	\$ 120,635	\$ 5,030	\$ 128,300	\$ (1,568,598)	\$ -	\$ (1,568,598)
Public Safety	801,479	15,269	3,443	-	(782,767)	-	(782,767)
Highway	2,011,940	-	482,698	-	(1,529,242)	-	(1,529,242)
Planning and Development	235,577	105,693	177,030	17,279	64,425	-	64,425
Health and Welfare	195,154	-	-	-	(195,154)	-	(195,154)
Libraries	302,254	-	-	-	(302,254)	-	(302,254)
Parks and Recreation	317,216	209,170	-	-	(108,046)	-	(108,046)
Commissions/Agencies	109,011	-	-	-	(109,011)	-	(109,011)
Education	20,395,301	214,242	5,084,935	(102,435)	(15,198,559)	-	(15,198,559)
Interest Expense	184,851	-	-	-	(184,851)	-	(184,851)
Total governmental activities	<u>26,375,346</u>	<u>665,009</u>	<u>5,753,136</u>	<u>43,144</u>	<u>(19,914,057)</u>	<u>-</u>	<u>(19,914,057)</u>
Business-type activities							
Water and sewer system	<u>1,012,068</u>	<u>636,611</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(375,457)</u>	<u>(375,457)</u>
Total business-type activities	<u>1,012,068</u>	<u>636,611</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(375,457)</u>	<u>(375,457)</u>
Total primary government	<u>\$ 27,387,414</u>	<u>\$ 1,301,620</u>	<u>\$ 5,753,136</u>	<u>\$ 43,144</u>	<u>(19,914,057)</u>	<u>(375,457)</u>	<u>(20,289,514)</u>
General revenues:							
Property taxes levied for general purposes					20,696,042	-	20,696,042
Grants not restricted to specific purpose					31,097	-	31,097
Unrestricted Investment income					132,286	-	132,286
Other Income					110,521	-	110,521
Total general revenues					20,969,946	-	20,969,946
Transfers					(24,450)	24,450	-
Total general revenues and transfers					20,945,496	24,450	20,969,946
Change in net position					1,031,439	(351,007)	680,432
Net position - beginning					16,040,955	7,341,642	23,382,597
Net position - ending					<u>\$ 17,072,394</u>	<u>\$ 6,990,635</u>	<u>\$ 24,063,029</u>

The notes to the financial statements are an integral part of this statement

# TOWN OF NEW HARTFORD

## Balance Sheet Governmental Funds June 30, 2019

	<u>General</u>	<u>Capital Projects</u>	<u>Nonmajor Governmental Funds</u>	<u>Total</u>
<b>Assets</b>				
Cash and Cash Equivalents	\$ 4,588,582	\$ 302,488	\$ 316,492	\$ 5,207,562
Investments	-	-	123,295	123,295
State and Federal Grants Receivable	6,695	245,337	-	252,032
Property Taxes Receivable, Net	380,411	-	-	380,411
Prepaid Items	31,860	-	-	31,860
Interfund Receivables	192,439	278,579	35,110	506,128
Internal Loans - WPCA	74,750	-	-	74,750
Inventories	-	-	1,065	1,065
Restricted for Wastewater Treatment Plant Project				
Cash and Cash Equivalents	17,969	-	-	17,969
Loans Receivable	-	-	543,408	543,408
<b>Total Assets</b>	<u>\$ 5,292,706</u>	<u>\$ 826,404</u>	<u>\$ 1,019,370</u>	<u>\$ 7,138,480</u>
<b>Liabilities and Fund Balances</b>				
Liabilities:				
Accounts Payable	\$ 650,944	\$ -	\$ 32,760	\$ 683,704
Accrued Expenses	78,067	-	-	78,067
Unearned Revenue	69,159	-	-	69,159
Interfund Payables	313,689	-	192,439	506,128
Total Liabilities	<u>1,111,859</u>	<u>-</u>	<u>225,199</u>	<u>1,337,058</u>
<b>Deferred Inflows of Resources</b>				
Deferred Taxes	<u>300,892</u>	<u>-</u>	<u>-</u>	<u>300,892</u>
Total Deferred Inflows of Resources	<u>300,892</u>	<u>-</u>	<u>-</u>	<u>300,892</u>
Fund balances:				
Nonspendable:				
Inventories	-	-	1,065	1,065
Prepaid Items	31,860	-	-	31,860
Restricted for:				
Capital Projects	17,969	-	-	17,969
New Hartford Day	-	-	4,161	4,161
Historical Documents	-	-	13,659	13,659
Town Hill Cemetery	-	-	123,705	123,705
Small Cities Housing Rehabilitation	-	-	664,821	664,821
Community Investment	-	-	14,756	14,756
Committed to:				
Debt Service	-	-	47,108	47,108
Dog Fund	-	-	1,842	1,842
Cafeteria	-	-	8,771	8,771
Recreation & Senior Center	-	-	60,303	60,303
Open Space	-	-	-	-
Capital Projects	-	826,404	-	826,404
Assigned (See Note 8)	547,333	-	-	547,333
Unassigned	<u>3,282,793</u>	<u>-</u>	<u>(146,020)</u>	<u>3,136,773</u>
Total Fund Balances	<u>3,879,955</u>	<u>826,404</u>	<u>794,171</u>	<u>5,500,530</u>
<b>Total Liabilities, Deferred Inflows of Resources and Fund Balances</b>	<u>\$ 5,292,706</u>	<u>\$ 826,404</u>	<u>\$ 1,019,370</u>	<u>\$ 7,138,480</u>

The notes to the financial statements are an integral part of this statement

## TOWN OF NEW HARTFORD

### Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position June 30, 2019

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**Fund balances reported in governmental funds Balance Sheet** \$ 5,500,530

**Amounts reported for governmental activities in the government- wide  
Statement of Net Position are different because:**

The governmental fund Balance Sheet includes revenues that will only be available to pay current period liabilities. Adjustments are necessary to accrue receivables for all earned revenues.

*Interest on taxes* 84,153

*Long-term Interfund Advances* 2,275,910

Certain Changes related to the pension are deferred and amortized over time 72,392

Governmental funds report the effects of premiums when debt is issued, whereas it is deferred and amortized in the statement of activities 21,675

Deferred Inflows (119,509)

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

*Capital Assets* 44,161,325

*Accumulated Depreciation* (25,244,023)

Deferred revenue for property taxes and grants are reported in the funds but accrued as revenue in the government-wide statements and added to net position.

*Property taxes* 300,892

Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the fund statements.

*General obligation bonds and notes payable* (8,347,027)

*Compensated absences* (236,194)

*Pension liability* (1,397,730)

**Net position of governmental activities** **\$ 17,072,394**

**TOWN OF NEW HARTFORD**

Statement of Revenues, Expenditures, and Changes in Fund Balances  
Governmental Funds

For the Year Ended June 30, 2019

	<u>General</u>	<u>Capital Projects</u>	<u>Nonmajor Governmental Funds</u>	<u>Total</u>
<b>Revenues</b>				
Property Taxes	\$ 20,694,752	\$ -	\$ -	\$ 20,694,752
Unrestricted Grants and Contributions	31,097	-	-	31,097
Operating Grants and Contributions	4,705,643	-	225,938	4,931,581
Capital Grants and Contributions	-	25,865	17,279	43,144
Charges for Services	352,023	-	312,986	665,009
Other Income	110,521	-	-	110,521
Investment Earnings	120,200	1,556	10,530	132,286
Total Revenues	<u>26,014,236</u>	<u>27,421</u>	<u>566,733</u>	<u>26,608,390</u>
<b>Expenditures</b>				
Current				
General Government	1,703,326	-	5,576	1,708,902
Public Safety	754,973	-	17,748	772,721
Highway	1,659,399	-	-	1,659,399
Planning and Development	219,093	-	-	219,093
Health and Welfare	182,227	-	-	182,227
Libraries	302,254	-	-	302,254
Parks and Recreation	73,459	-	212,829	286,288
Commissions/Agencies	103,837	-	5,174	109,011
Education	19,101,831	-	133,916	19,235,747
Debt Service	908,880	-	-	908,880
Capital Expenditures	-	635,296	41,310	676,606
Total Expenditures	<u>25,009,279</u>	<u>635,296</u>	<u>416,553</u>	<u>26,061,128</u>
Excess/(deficiency) of revenues over expenditures	1,004,957	(607,875)	150,180	547,262
<b>Other Financing Sources/(Uses)</b>				
Proceeds from Financing	-	-	-	-
Transfers In	-	483,000	8,424	491,424
Transfers Out	(515,874)	-	-	(515,874)
Total Other Financing Sources/(Uses)	<u>(515,874)</u>	<u>483,000</u>	<u>8,424</u>	<u>(24,450)</u>
Net Change in Fund Balances	489,083	(124,875)	158,604	522,812
<b>Fund Balances - Beginning</b>	<u>3,390,872</u>	<u>951,279</u>	<u>635,567</u>	<u>4,977,718</u>
<b>Fund Balances - Ending</b>	<u>\$ 3,879,955</u>	<u>\$ 826,404</u>	<u>\$ 794,171</u>	<u>\$ 5,500,530</u>

The notes to financial statements are an integral part of this statement

## TOWN OF NEW HARTFORD

### Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities For the Year Ended June 30, 2019

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**Net Change in Fund Balances - Total Governmental Funds.** \$ 522,812

**Amounts reported for governmental activities in the Statement of Activities are different because:**

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

<i>Capital expenditures</i>	496,644
<i>Depreciation Expense</i>	(807,920)

Revenues in the Statement of Activities that do not provide current financial resources are reported as deferred revenues in the funds. Accordingly, an adjustment is necessary to reconcile amounts reported as interest receivable in the government-wide Statement of Net Position and as deferred revenue in the fund Balance Sheet.

1,290

Bond proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the Statement of Net Position. Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position.

<i>WPCA adjusted contribution due for debt repayment</i>	62,720
<i>General obligation bond principal payments</i>	639,634
<i>Premium on BAN</i>	21,675

Amortization of deferred inflows, outflows related to pension benefits and changes in net pension obligation

102,765

Compensated absences and pension contributions are expended in the funds when resources are used, but are expensed in the Statement of Activities when the liability is incurred. This is the amount by which the accrued liability exceeded the resources expended.

(8,181)

**Change in Net Position of Governmental Activities:** \$ 1,031,439

# TOWN OF NEW HARTFORD

## Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual General Fund

For the Year Ended June 30, 2019

	<u>Budgeted Amounts</u>		<b>Actual Amounts</b>	Over
	<u>Original</u>	<u>Amended</u>	<b>Budgetary Basis</b>	<u>(Under)</u>
<b>Revenues</b>				
Taxes	\$ 20,253,441	\$20,253,441	<b>\$ 20,694,752</b>	\$ 441,311
Intergovernmental Revenue	3,637,174	3,637,174	<b>3,708,348</b>	71,174
Fees, Fines, and Permits	212,400	212,400	<b>220,023</b>	7,623
Rental Income	132,000	132,000	<b>132,000</b>	-
Other Revenue	82,075	82,075	<b>107,719</b>	25,644
Investment Earnings	20,000	20,000	<b>120,200</b>	100,200
Surplus to Finance Budget	<u>325,000</u>	<u>325,000</u>	<u>-</u>	<u>(325,000)</u>
Total Revenues	<u>24,662,090</u>	<u>24,662,090</u>	<u><b>24,983,042</b></u>	<u>320,952</u>
<b>Expenditures</b>				
Current				
General Government	1,801,376	1,801,376	<b>1,692,003</b>	(109,373)
Public Safety	802,324	780,323	<b>746,513</b>	(33,810)
Highways	1,674,698	1,674,698	<b>1,647,662</b>	(27,036)
Planning and Development	222,016	234,016	<b>215,601</b>	(18,415)
Health and Welfare	183,353	183,353	<b>182,227</b>	(1,126)
Libraries	292,254	302,254	<b>302,254</b>	-
Parks and Recreation	83,603	83,603	<b>72,131</b>	(11,472)
Commissions/Agencies	113,133	113,133	<b>102,028</b>	(11,105)
Education	18,097,454	18,097,454	<b>18,083,751</b>	(13,703)
Debt Service				
Principal	639,634	639,634	<b>639,634</b>	-
Interest	269,245	269,246	<b>269,246</b>	-
Capital Expenditures				
Total Capital Expenditures	<u>483,000</u>	<u>483,000</u>	<u><b>483,000</b></u>	<u>-</u>
Total Expenditures	<u>24,662,090</u>	<u>24,662,090</u>	<u><b>24,436,050</b></u>	<u>(226,040)</u>
<b>Excess/(Deficiency) of Revenues</b>				
<b>Over Expenditures</b>	<u>\$ -</u>	<u>\$ -</u>	<b>546,992</b>	<u>\$ 546,992</u>
Fund Balances, beginning			<b>\$ 3,228,540</b>	
Less: Use of Fund Balance to Finance Budget			<u>-</u>	
Fund Balances, ending			<u><b>\$ 3,775,532</b></u>	

The notes to the financial statements are an integral part of this statement

**TOWN OF NEW HARTFORD**

## Statement of Fund Net Position

## Proprietary Funds

June 30, 2019

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**Enterprise Fund**  
**Water Pollution Control Authority****Assets**

## Current assets:

Cash	\$ 43,227
Accounts receivable, net	<u>172,025</u>
Total current assets	<u>215,252</u>

## Noncurrent assets:

Land	11,507
Property, plant, and equipment, net of depreciation	<u>9,794,530</u>
Total noncurrent assets	<u>9,806,037</u>

**Total Assets**10,021,289**Deferred Outflows of Resources**-**Liabilities**

## Current liabilities:

Accounts payable & Accrued interest	75,760
Current portion of USDA interfund advances	117,332
Current portion of other advances	19,500
Current portion of long-term debt	<u>18,698</u>
Total current liabilities	<u>231,290</u>

## Noncurrent liabilities:

Interfund Advances-USDA Debt	2,158,578
Interfund Advances-Other	55,250
Long-term notes payable	<u>585,536</u>
Total noncurrent liabilities	<u>2,799,364</u>

**Total Liabilities**3,030,654**Deferred Inflows of Resources**-**Net Position**

Net Investment in Capital Assets	9,201,803
Unrestricted	<u>(2,211,168)</u>
<b>Total Net Position</b>	<u><u>\$ 6,990,635</u></u>

The notes to the financial statements are an integral part of the financial statements



**TOWN OF NEW HARTFORD**  
Statement of Revenues, Expenses, and Change in Fund Net Position  
Proprietary Funds  
For the Year Ended June 30, 2019

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**Enterprise Fund**  
**Water Pollution Control Authority**

**OPERATING REVENUES**

Charges for services:	
Usage assessments	\$ 636,441
Other Operating Income	<u>170</u>
Total Operating Revenues	<u>636,611</u>

**OPERATING EXPENSES**

General operations	153,028
Plant management fees	304,168
Repairs and maintenance	106,157
Depreciation	<u>359,038</u>
Total operating expenses	<u>922,391</u>
Operating income/(loss)	(285,780)

**NONOPERATING REVENUES/(EXPENSES)**

Interest expense	<u>(89,677)</u>
Total nonoperating revenue/(expenses)	<u>(89,677)</u>

Income/(Loss) before Transfers	<u>(375,457)</u>
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Transfers:

Transfers In	<u>24,450</u>
	<u>24,450</u>

Change in net position	(351,007)
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Total net position - beginning	<u>7,341,642</u>
Total net position - ending	<u>\$ 6,990,635</u>

The notes to the financial statements are an integral part of the financial statements

**TOWN OF NEW HARTFORD**  
Statement of Cash Flows  
Proprietary Funds  
For the Year Ended June 30, 2019

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**Enterprise Fund**  
**Water Pollution Control Authority**

**Cash flows from operating activities:**

Receipts from customers	\$ 653,420
Payments to suppliers	<u>(574,748)</u>
Net cash provided by operating activities	<u>78,672</u>

**Cash flows from noncapital financing activities:**

-

**Cash flows from capital and related financing activities:**

Interfund Transfer	24,450
Other Advances from Town	(37,450)
Purchase of capital assets	(22,016)
Principal paid on capital debt	44,689
Interest paid on capital debt	<u>(89,677)</u>
Net cash used by capital and related financing activities	<u>(80,004)</u>

**Cash flows from investing activities:**

-

Net decrease in cash and cash equivalents	(1,332)
Balances - beginning of the year	<u>44,559</u>
Balances - end of the year	<u>\$ 43,227</u>
Displayed as: Cash	<u><u>\$ 43,227</u></u>

**Reconciliation of operating income/(loss) to net cash provided by operating activities:**

Operating income/(loss)	\$ (285,780)
Adjustments to reconcile income to net cash provided (used) by operating activities:	
Depreciation expense	359,038
Change in assets and liabilities:	
Accounts Receivable, net	16,809
Accounts Payable & Accrued Interest	<u>(11,395)</u>
Net cash provided by operating activities	<u><u>\$ 78,672</u></u>

The notes to the financial statements are an integral part of the financial statements

**TOWN OF NEW HARTFORD**  
Statement of Fiduciary Net Position  
June 30, 2019

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	Pension <u>Trust Fund</u>	Private Purpose Trust Fund - <u>Neighbors</u>	Agency <u>Funds</u>
<b>Assets</b>			
Cash and Cash Equivalents	\$ 87,645	\$ 7,956	\$ 64,085
Investments:			
Fixed Income	1,557,603	-	-
Stocks	2,589,223	-	-
Alternative Investments	<u>86,929</u>	<u>-</u>	<u>-</u>
<b>Total Assets</b>	<u>4,321,400</u>	<u>7,956</u>	<u>64,085</u>
 <b>Deferred Outflows of Resources</b>	 <u>-</u>	 <u>-</u>	 <u>-</u>
 <b>Liabilities and Net Position</b>			
Liabilities:			
Fiduciary Deposits	<u>-</u>	<u>-</u>	<u>64,085</u>
<b>Total Liabilities</b>	<u>-</u>	<u>-</u>	<u>64,085</u>
 <b>Deferred Inflows of Resources</b>	 <u>-</u>	 <u>-</u>	 <u>-</u>
 <b>Net Position</b>			
Held in Trust for Others	-	7,956	-
Restricted for Pension Benefits	<u>4,321,400</u>	<u>-</u>	<u>-</u>
<b>Total Net Position</b>	<u>\$ 4,321,400</u>	<u>\$ 7,956</u>	<u>\$ -</u>

The notes to the financial statements are an integral part of the financial statements

**TOWN OF NEW HARTFORD**  
Statement of Changes in Fiduciary Net Position  
For the Year Ended June 30, 2019

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	<u>Pension Trust Fund</u>	<u>Private Purpose Trust Fund - Neighbors</u>
<b>Additions</b>		
Contributions	\$ -	\$ 8,797
Employer Contributions	282,713	-
Total Contributions	<u>282,713</u>	<u>8,797</u>
Investment Income:		
Net Appreciation in Fair Value of Investments	47,816	-
Interest and Dividends	222,977	-
Less Investment expense	<u>(12,006)</u>	<u>-</u>
Net Income from investing	<u>258,787</u>	<u>-</u>
Other Income	-	-
Total Additions	<u>541,500</u>	<u>8,797</u>
<b>Deductions</b>		
Assistance to Individuals	-	11,913
Benefit payments, including refunds of member contributions	203,454	-
Administrative Expenses	<u>-</u>	<u>-</u>
Total Deductions	<u>203,454</u>	<u>11,913</u>
Net Increase in Fiduciary Net Position	338,046	(3,116)
<b>Net Position - Beginning</b>	<u>3,983,354</u>	<u>11,072</u>
<b>Net Position - Ending</b>	<u>\$ 4,321,400</u>	<u>\$ 7,956</u>

The notes to the financial statements are an integral part of the financial statements

**TOWN OF NEW HARTFORD**  
**Notes to the Financial Statements**

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**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

***Reporting Entity***

The Town of New Hartford, CT was incorporated in 1738 under the provisions of the Connecticut General Statutes. The Town operates under the Board of Selectmen, Town Meeting, and Board of Finance form of government. The Town provides a wide range of services, including the following: public safety, public works, public health and welfare, parks and recreation, education, and water sewer utilities. Education services are provided by Regional School District #7, of which the towns of Barkhamsted, New Hartford, Norfolk, and Colebrook are members. Town appropriations to the school district are determined by a separate taxpayer approved budget and the percentage of New Hartford residents attending the District's schools.

The Legislative authority of the Town is vested in the Town Meeting. The First Selectman is the chief executive and chief administrative officer of the Town. The First Selectman creates the town's general government operating budget and submits it to the Board of Finance. The Board of Finance, as the budget-making authority, is responsible for reviewing submitted budget requests, revising and submitting the final budget to the Town Meeting. The Board of Finance is also responsible for establishing the annual tax rate. The Town has the power to incur indebtedness by issuing bonds or notes as provided by the Connecticut General Statutes.

The accounting and reporting policies of the Town relating to the funds included in the accompanying combined financial statements conform to accounting principles generally accepted in the United States of America applicable to state and local governments. The more significant accounting policies of the Town are described below.

The Town's combined financial statements include the accounts of all Town controlled operations. As required by generally accepted accounting principles, the financial statements of the reporting entity include those of the Town of New Hartford, CT (the primary government) and its component units. Component units include all organizations for which the government is considered financially accountable and other organizations which by their nature and significance of their relationship with the primary government would cause the financial statements to be incomplete or misleading if excluded. Currently, there are no entities considered component units of the Town. The Town includes all funds, agencies, boards, commissions, and authorities that are controlled by or dependent on the Town's executive and legislative branches.

The financial statements presented herein do not include agencies which have been formed under applicable State laws or separate and distinct units of government apart from the Town of New Hartford, CT.

Based upon the foregoing criteria, the following organization is not considered part of the Town and is excluded from the accompanying financial statements:

Regional School District #7

**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 are normally supported by taxes and intergovernmental revenues.

## TOWN OF NEW HARTFORD

### Notes to the Financial Statements

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The statement of activities demonstrates the degree to which the revenues of a given function or segment offset direct program expenses. 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 are reported as separate columns in the fund financial statements.

#### **Measurement Focus, Basis of Accounting, and Financial Statements Presentation**

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting* as are the proprietary fund and fiduciary fund financial statements (except for Agency funds). Agency funds have no measurement focus. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. 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*. Their revenues are recognized when they become measurable and available. Available means collectible within the current period or soon enough thereafter to be used 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. Exceptions to this general rule include: voluntary non-exchange transactions when all eligibility requirements have been met. Expenditures are generally recorded when a liability is incurred. Exceptions to this general rule include: compensated absences, debt service, and claims and judgments, which are recorded only when payment is due.

Property taxes when levied, expenditure reimbursement-type grants, 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. All other revenue items are considered to be measurable and available only when cash is received by the government, or specifically identified.

The government reports the following major governmental funds:

The *General Fund* is the general operating fund of the Town. It is used to account for all financial resources except those required to be accounted for in another manner.

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

The government reports the following major proprietary funds:

The *New Hartford Water Pollution Control Authority* accounts for the activity of the Authority. The Authority operates the water distribution system and sewage treatment systems for a portion of the Town's residents.

## TOWN OF NEW HARTFORD

### Notes to the Financial Statements

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Additionally, the government reports the following fiduciary fund types:

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

*Private Purpose Trust Funds* are used to account for private donations made anonymously for the benefit of New Hartford residents in need of assistance.

*Agency Funds* account for taxpayer deposits and monies held as a custodian, including the Student Activities Fund and building department bonds.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule include charges between certain Town functions because the elimination of these charges would distort the direct costs and program revenues reported.

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 *New Hartford Water Pollution Control Authority* are charges to customers for services. The fund also recognizes as operating revenue the hookup fees intended to recover the cost of connecting new customers to the system. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

#### ***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 period. Actual results could differ from those estimates.

#### ***Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position or Equity***

***Cash and Cash Equivalents:*** The deposit of public funds is controlled by the Connecticut General Statutes. The Town maintains separate accounts with depositories where necessary. Cash applicable to a particular fund is readily identifiable. Cash in excess of current requirements is invested in various interest-bearing accounts, certificates of deposit, and pooled investment funds which may be deemed to be cash equivalents based on maturity date or availability of conversion to cash. Cash and cash equivalents are stated at cost, which approximates fair value and have maturities of three months or less. The above definition of cash applies to the proprietary funds statement of cash flows.

The Short-Term Investment Fund (STIF) is a money market investment pool managed by the Cash Management Division of the State Treasurer's Office created by Section 3-27 of the Connecticut General Statutes (CGS). Pursuant to CGS 3-27a through 3-27f, the State, municipal entities, and political subdivisions of the State are eligible to invest in the fund. The fund is considered a "2a7-like" pool and reports its investments at amortized cost (which approximates fair value). The pool is rated AAAM by Standard & Poor. This is the highest rating for money market funds and investment pools. The pooled investment funds' risk category cannot be determined since the Town does not own identifiable securities but invests as a shareholder of the investment pool.

## TOWN OF NEW HARTFORD

### Notes to the Financial Statements

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**Receivables and Payables:** All receivables are reported at their gross value and, where appropriate, are reduced by the estimated portion that is expected to be uncollectible. The Town has established an allowance for estimated uncollectible property taxes in the amount of \$10,000. Property taxes are assessed on October 1 and billed the following July. Real and personal property bills are payable in two installments, July 1 and January 1. Motor vehicle taxes are payable in one installment on July 1, with the Motor vehicle supplemental bills payable on January 1. Outstanding real estate tax accounts are delinquent each year prior to June 30. Assessments for real and personal property, including motor vehicles, are computed at seventy percent of the market value.

**Investments:** In general, State of Connecticut Statutes allow the Town to invest in obligations of the United States of America or United States government sponsored corporations, in shares or other interests in any custodial arrangement, pool, or no-load, open-end management type investment company or investment trust, in obligations of any state or political subdivision rated within the top two rating categories of any nationally recognized rating service, or in obligations of the State of Connecticut or political subdivision rated within the top three rating categories of any nationally recognized rating service. The trust funds may also invest in certain real estate mortgages, in certain savings banks or savings and loan associations, or in stocks or bonds or other securities selected by the trustee.

Investments are reported at fair value. Short-term investments are reported at cost, which approximates fair value. Investments that do not have an established market are reported at estimated fair values.

#### **Fair Value of Financial Instruments**

In accordance with ASC 820-10, the Town is required to measure the fair value of its assets and liabilities under a three-level hierarchy, as follows:

**Level 1:** Quoted market prices for identical assets or liabilities to which an entity has access to at the measurement date.

**Level 2:** Inputs and information other than quoted market indices included in Level 1 that are observable for the asset or liability, either directly or indirectly. Level 2 inputs include:

- a. Quoted prices for similar assets or liabilities in active markets.
- b. Quoted prices for identical or similar assets in markets that are not active;
- c. Observable inputs other than quoted prices for the assets or liability;
- d. Inputs derived principally from, or corroborated by, observable market data by correlation or by other means.

**Level 3:** Unobservable inputs for the asset or liability. Unobservable inputs should be used to measure the fair value to the extent that observable inputs are not available.

*Observable inputs* reflect the assumptions market participants would use in pricing the asset or liability developed from sources independent of the reporting entity; and *unobservable inputs* reflect the reporting entity's own assumptions about the assumptions market participants would use in pricing the asset or liability developed based on the best information available in the circumstances.

Investments are carried at fair value based on Level 1 and Level 2 observable inputs and are presented in Note 3. Certificates of Deposits are presented as Level 2 assets as they are reported at period statement balances, which approximate value at year end.



## TOWN OF NEW HARTFORD

### Notes to the Financial Statements

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**Inventories:** Inventories in the School Cafeteria Fund are reported at cost using the first-in, first-out method, and are recorded as expenditures when consumed, rather than when purchased.

**Advances to and from Other Funds:** Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either Interfund receivables and payables arise from interfund transactions and are recorded by all funds affected in the period in which transactions are executed.

**Capital Assets:** Capital assets, which include equipment, fixtures, and other long-lived assets, 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, donated works of art and similar items, and capital assets received in a service concession arrangement should be reported at acquisition value rather than fair value.

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

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

Capital assets are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings & Improvements	7-40
Land Improvements	10-39
Infrastructure	18-39
Vehicles	3-10
Machinery & Equipment	3-10
Furniture & Fixtures	7-10

**Compensated Absences:** Employees accrue vacation and sick leave based upon a prescribed formula. For all Town employees, vacation and sick time may be accumulated and paid upon death, retirement, or termination. The Town has a limit on the accumulation of 121 days. Employees hired after July 2011 are not subject to pay-outs for accrued sick time. All compensated absences are accrued when incurred in the government-wide, proprietary, and fiduciary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

**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, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

## TOWN OF NEW HARTFORD

### Notes to the Financial Statements

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**Long-Term Debt:** Is recognized as a liability of a governmental fund when it is due or when resources have been accumulated in the debt service fund for payment early in the following year. For other long-term obligations, only that portion expected to be financed from expendable available financial resources is reported as a fund liability of a governmental fund.

**Deferred outflows/inflows of resources:** In addition to assets, the statement of financial 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 that applies to a future period(s) and so will *not* be recognized as an outflow of resources (expense/expenditure) until then. The government reports Deferred Pension Expense in this category. as no items that qualify for reporting in this category. Deferred pension expense results from differences between expected and actual experience, changes in assumptions or other inputs. These amounts are deferred and included in pension expense 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 and inactive employees).

In addition to liabilities, the statement of financial 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 that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The government reports advance property tax collections in the government-wide statement of net position and in the governmental funds balance sheet. Advance property tax collections represent taxes inherently associated with a future period. This amount is recognized during the period in which the revenue is associated. Also, for governmental funds, the Town reports unavailable revenue, which arises only under the modified accrual basis of accounting. The governmental funds report unavailable revenues from several sources: property taxes, special assessments, school building grants, and other receivables. These amounts are deferred and recognized as an inflow of resources in the period during which the amounts become available. Also, within the government-wide statement of net position the Town reports as deferred inflows amounts representing the net difference between expected and actual results, changes in assumptions and projected and actual earnings of its pension plans. The amounts will be amortized over a five-year closed period beginning in the year in which the difference occurred.

**Fund Balance and Net Position–** In the government-wide financial statements, net position is classified in the following categories:

*Net Investment in Capital Assets* – This category groups all capital assets, including infrastructure, into one component of net position. Accumulated depreciation and the outstanding balances of debt that are attributable to the acquisition, construction or improvement of these assets reduce this category. Debt to be repaid by governmental activities, whose proceeds were used to acquire capital assets reported by business-type activities, is not included in the calculation of net investment in capital assets in the governmental activities or business-type activities columns, but is included in the total column.

*Restricted Net Position* – This category presents external restrictions imposed by creditors, grantors, contributors or laws or regulations or other governments and restrictions imposed by law through constitutional provisions or enabling legislation.

*Unrestricted Net Position* – This category represents the net position of the Town, which is not restricted for any project or other purpose.

When both restricted and unrestricted resources are available for certain expenses, the Town expends restricted resources first and uses unrestricted resources when the restricted funds are depleted.

## TOWN OF NEW HARTFORD

### Notes to the Financial Statements

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

*Nonspendable Fund Balance* – Indicates amounts that cannot be spent because they are either not in spendable form, or are legally or contractually required to be maintained intact. Examples are items that are not expected to be converted to cash including prepaid expenditures and permanent fund principal.

*Restricted Fund Balance* – Indicates amounts that are restricted to specific purposes. The spending constraints placed on the use of fund balance amounts are externally imposed by creditors, grantors, contributors or laws or regulations of other governments and restrictions imposed by law through constitutional provisions or enabling legislation.

*Committed Fund Balance* – Indicates amounts that can be used only for specific purposes pursuant to constraints imposed by formal legislative action at Town Meetings in accordance with provisions of the Connecticut General Statutes.

*Assigned Fund Balance* – Indicates amounts that are constrained by the Town's intent to be used for specific purposes, but are neither restricted nor committed. Intent is expressed by formal action of the Board of Selectman or Board of Finance through an adopted motion.

*Unassigned Fund Balance* – Represents the remaining fund balance after amounts are set aside for all other classifications.

The Town has not established a formal policy for its use of restricted and unrestricted (committed, assigned, unassigned) fund balance; however, the Town generally used restricted fund balance first if the expenditure meets the restricted purpose, followed by committed, assigned and unassigned amounts.

The Town has not formally enacted legislation or Board policies establishing stabilization funds or requiring it to maintain a minimum fund balance.

#### **NOTE 2 – STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY**

##### *Budgetary Information and Accounting*

The Town of New Hartford, CT follows these procedures in establishing the budgetary data reflected in the financial statements:

- A proposed operating budget is submitted for the fiscal year. The operating budget includes proposed expenditures and the means of financing them.
- Public hearings are conducted in the Town to obtain taxpayer comments.
- The budget is legally enacted through passage at a Town Meeting.
- The Board of Finance is authorized to approve line-item transfer requests for all appropriations between departments, within any fund; however, any additional appropriations exceeding \$20,000 to any one department must be approved at a Town meeting.
- Formal budgetary integration is employed as a management control device during the year for the General Fund.
- All noncontinuing appropriations lapse at year-end. Capital appropriations do not lapse until completion of the applicable projects.
- Encumbrance accounting is not used.

**TOWN OF NEW HARTFORD**  
**Notes to the Financial Statements**

Budgeted amounts are presented, or as amended by the Board of Finance and the Board of Education during the course of the year. Annual budgets are adopted only for the General Fund. Program budgets are established for certain funds not budgeted annually. All appropriations lapse at year-end, except for capital appropriations.

The Statement of Revenue and Expenditures-Budget (non-GAAP Budgetary Basis) and Actual-General Fund represents comparisons of the legally adopted budget with actual data on a budgetary basis. Since accounting principles applied for purposes of developing data on a budgetary basis differ significantly from those used to present financial statements in conformity with generally accepted accounting principles, a reconciliation of differences in excess of revenues and expenditures and other sources of financial resources with expenditures for the year ended June 30, 2019 is presented as follows:

	Revenues	Expenditures	Other Financing Sources (Uses)	Net Change
Balance, Budgetary Basis	\$ 24,983,042	\$ 24,436,050	\$ -	\$ 546,992
Adjustments for Timing Differences:				
Grant Revenue	2,052	-	-	2,052
Basis Differences:				
CT Teacher's Retirement & OPEB	1,028,913	1,028,913	-	-
Transfers	-	(491,424)	(515,874)	(24,450)
Entity Differences:				
Other Expenditures	229	35,740	-	(35,511)
				-
Balance, GAAP Basis	<u>\$ 26,014,236</u>	<u>\$ 25,009,279</u>	<u>\$ (515,874)</u>	<u>\$ 489,083</u>

**NOTE 3 – DETAILED NOTES ON ALL FUNDS**

The deposits of public funds are 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 following is a summary of cash and cash equivalents at June 30, 2019.

**Detailed Cash Notes on all Funds**

	Governmental Funds	Fiduciary Funds	Proprietary Funds	Total
Demand Accounts	\$ 1,522,068	\$ 72,040	\$ 43,277	\$ 1,637,385
Cash Equivalents	3,685,494	-	-	3,685,494
Restricted Cash	17,969	\$ -	\$ -	\$ 17,969
Total	<u>\$ 5,225,531</u>	<u>\$ 72,040</u>	<u>\$ 43,277</u>	<u>\$ 5,340,848</u>

**TOWN OF NEW HARTFORD**  
**Notes to the Financial Statements**

**Deposits**

*Custodial Credit Risk - Deposits:* Custodial credit risk is the risk that in the event of a bank failure, the Town's deposits may not be returned to it. The Town does not have a deposit policy for custodial credit risk. At year-end, the Town's carrying amount of deposits was \$5,297,571 and the bank balance was \$5,707,896. Of the bank balance, Federal Depository Insurance Corporation covered \$500,000. As of June 30, 2019, \$1,572,436 of the Town's bank balance of \$2,072,436 was exposed to custodial credit risk as follows:

Uninsured and uncollateralized	\$ 1,365,193
Uninsured and collateral held by pledging bank's Trust department, not in Town's name	207,243
	<u>\$ 1,572,436</u>

**Cash Equivalents**

The Town's cash equivalents (Short-term Investment Fund "STIF") amounted to \$3,685,494. STIF is rated AAA by Standards & Poor's and has an average maturity of under 60 days.

**Investments**

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

*Credit Risk:* The Town has no investment policy that limits the investment choices further than the State Statutes. As of June 30, 2019, the Town's special revenue and fiduciary funds held \$ 4,444,695 in mutual funds for which ratings were not available at the end of the current fiscal year.

*Custodial Credit Risk – Investments:* This is the risk that, in the event of the failure of the counterparty, the government will not be able to recover the value of its investments or collateral securities that are in possession of an outside party. The Town's investments are held in various trustee accounts in the Town's name. The Town's mutual funds are not subject to custodial credit risk, as the Town's investment is not directly exposed to custodial credit risk. As of June 30, 2019, the Town had the following investments:

	Fair Value	Investment Maturities	
		Less Than 1 yr.	1-5 yrs.
Short-term Funds	\$ 88,227	\$ 88,227	\$ -
Mutual Funds	4,376,465	N/A	N/A
Total Investments	<u>\$ 4,464,692</u>	<u>\$ 88,227</u>	<u>\$ -</u>

The following is a schedule of assets measured at Fair Value.

Description	June 30, 2019	Fair Value Measurements Using		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Cash	\$ 88,227	\$ 88,227	\$ -	\$ -
Equity Mutual Funds	76,038	76,038	-	-
Stocks	2,589,223	2,589,223	-	-
Exchange Traded Funds	32,157	32,157	-	-
Bond Funds	1,592,118	1,592,118	-	-
Alternative Investments	86,929	86,929	-	-
Total	<u>\$ 4,464,692</u>	<u>\$ 4,464,692</u>	<u>\$ -</u>	<u>\$ -</u>

**TOWN OF NEW HARTFORD**  
**Notes to the Financial Statements**

*Receivables*

Receivables as of year-end for the Town's governmental and business-type activities, including applicable allowances for uncollectible accounts, are as follows:

	Governmental Activities	Business-Type Activities	Total
Property Taxes*	\$ 390,411	\$ -	\$ 390,411
Water Assessments	-	177,025	177,025
Loans Receivable	543,408	-	543,408
State & Federal Grants	252,032	-	252,032
Total Receivables	<u>1,185,851</u>	<u>177,025</u>	<u>1,362,876</u>
Allowance for Tax Collection Losses	<u>(10,000)</u>	<u>(5,000)</u>	<u>(15,000)</u>
Totals	<u>\$ 1,175,851</u>	<u>\$ 172,025</u>	<u>\$ 1,347,876</u>

\* a significant portion of these receivables are not expected to be collected within one year

Governmental funds report deferred revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not earned. At the end of the current fiscal year, the various components of deferred revenue and unearned revenue reported in the governmental funds were as follows:

	<u>Unavailable</u>	<u>Unearned</u>
Delinquent property taxes receivable (General Fund)	\$300,892	\$ -
Taxes Paid in Advance	-	13,147
Deferred grant revenue	-	56,012
	<u>\$300,892</u>	<u>\$ 69,159</u>

**Inventories**

Inventories are valued at cost using the first-in/first-out (FIFO) method. Governmental and proprietary funds record costs of inventories as expenditures and expenses when consumed rather than when purchased. Inventories at year-end consisted of:

	<u>Governmental Activities</u>
	<u>Nonmajor Funds</u>
Food inventory	\$ 1,065
Total	<u>\$ 1,065</u>

**Interfund Transfers, Receivables and Payables**

	<u>Transfer to</u>				
<u>Transfers From</u>	<u>General Fund</u>	<u>Capital Projects</u>	<u>Non-Major Funds</u>	<u>Enterprise Fund</u>	<u>Total</u>
General Fund	\$ -	\$ 483,000	\$ 8,424	\$ 24,450	\$ 515,874
Capital Projects	-	-	-	-	-
	<u>\$ -</u>	<u>\$ 483,000</u>	<u>\$ 8,424</u>	<u>\$ 24,450</u>	<u>\$ 515,874</u>

**TOWN OF NEW HARTFORD**  
**Notes to the Financial Statements**

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Interfund balances represent amounts recognized but not yet received by the appropriate funds. The composition of interfund balances as of June 30, 2019 is as follows:

<u>Due From:</u>	<u>Due To:</u>			<u>Total</u>
	<u>Non-Major Funds</u>	<u>Capital Projects</u>	<u>General Fund</u>	
General Fund	\$ 35,110	\$ 278,579	\$ 192,439	\$ 506,128
WPCA	-	-	74,750	74,750
	<u>\$ 35,110</u>	<u>\$ 278,579</u>	<u>\$ 267,189</u>	<u>\$ 580,878</u>

Interfund receivable balances represent amounts held in the General Fund for Capital Projects, Historical Documents, School Cafeteria and Community Investment. Interfund payable balances represent balances owed to the General Fund from the School Cafeteria for Payroll, Open Space, Recreation Fund and WPCA for a working capital loan.

**TOWN OF NEW HARTFORD**  
**Notes to the Financial Statements**

**Capital Assets**

Capital asset activity for the year ended June 30, 2019, was as follows:

	<u>Beginning Balances</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balances</u>
<i>Governmental Activities:</i>				
Capital assets, not being depreciated				
Land	\$ 5,441,480	\$ -	\$ -	\$ 5,441,480
Construction in Progress	301,177	233,974	-	535,151
Total capital assets, not being depreciated	<u>5,742,657</u>	<u>233,974</u>	<u>-</u>	<u>5,976,631</u>
Capital assets, being depreciated				
Buildings & Improvements	24,735,780	30,069		24,765,849
Land Improvements	842,094	23,171	-	865,265
Infrastructure	8,771,769	-	-	8,771,769
Vehicles	2,112,704	138,027	(346,309)	1,904,422
Machinery & Equipment	1,533,147	71,403	(25,000)	1,579,550
Furniture & Fixtures	297,845	-	-	297,845
Total capital assets, being depreciated	<u>38,293,339</u>	<u>262,670</u>	<u>(371,309)</u>	<u>38,184,700</u>
Less accumulated depreciation for:				
Buildings & Improvements	13,984,511	395,960	-	14,380,471
Land Improvements	357,620	41,679	-	399,299
Infrastructure	7,236,379	141,073	-	7,377,452
Vehicles	1,707,322	138,044	(346,309)	1,499,057
Machinery & Equipment	1,286,090	68,436	(25,000)	1,329,526
Furniture & Fixtures	235,496	22,728	-	258,224
Total accumulated depreciation	<u>24,807,418</u>	<u>807,920</u>	<u>(371,309)</u>	<u>25,244,029</u>
Total capital assets, being depreciated	<u>13,485,921</u>	<u>(545,250)</u>	<u>-</u>	<u>12,940,671</u>
<i>Governmental Activities capital assets, net</i>	<u>\$ 19,228,578</u>	<u>\$ (311,276)</u>	<u>\$ -</u>	<u>\$ 18,917,302</u>
<i>Business-Type Activities:</i>				
Capital assets not being depreciated				
Land	11,507	-	-	11,507
Total capital assets, not being depreciated	<u>11,507</u>	<u>-</u>	<u>-</u>	<u>11,507</u>
Capital assets, being depreciated				
Building & Improvements	14,112,851	-	-	14,112,851
Water Lines	288,067	-	-	288,067
Machinery & Equipment	129,541	22,016	-	151,557
Total capital assets, being depreciated	<u>14,530,459</u>	<u>22,016</u>	<u>-</u>	<u>14,552,475</u>
Less accumulated depreciation for:				
Building & Improvements	4,167,863	348,523	-	4,516,386
Water Lines	125,315	6,713	-	132,028
Machinery & Equipment	105,729	3,802	-	109,531
Total accumulated depreciation	<u>4,398,907</u>	<u>359,038</u>	<u>-</u>	<u>4,757,945</u>
Total capital assets, being depreciated, net	<u>10,131,552</u>	<u>(337,022)</u>	<u>-</u>	<u>9,794,530</u>
<i>Business Activities capital assets, net</i>	<u>\$ 10,143,059</u>	<u>\$ (337,022)</u>	<u>\$ -</u>	<u>\$ 9,806,037</u>



**TOWN OF NEW HARTFORD**  
**Notes to the Financial Statements**

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

Governmental activities:	
General Government	\$ 212,740
Public Safety	22,213
Highway	165,191
Planning & Development	17,058
Health & Welfare	12,927
Recreation	30,928
Education	346,863
Total	<u>\$ 807,920</u>
Business-type activities	
Water & Sewer	<u>\$ 359,038</u>

The Town has active construction projects as of June 30, 2019. The year-end total accumulated construction costs were:

	<u>2018</u>	<u>Additions</u>	<u>Reductions</u>	<u>2019</u>
Carpenter Road Bridge	\$ 301,177	\$ 233,974	\$ -	\$ 535,151

The Carpenter Road Bridge preliminary engineering work was started with a commitment from the state to fund 47.3% of the project. The total cost is estimated to be \$735,000 with a reimbursement of \$348,978. The town has approved funding the project with the issuance of bonds up to \$759,000. Bond anticipation notes were issued in connection with these projects and refinanced with permanent debt in November 2017.

### Long-Term Obligations

General Obligation Bonds are direct obligations and pledge the full faith and credit of the town. These bonds generally are issued as 10 and 20-year serial bonds with unequal amounts of principal maturing each year. The funds were used for the acquisition and construction of major capital facilities. BANs and bonds have been issued for both governmental and business-type activities. The BAN was refinanced with long term financing during the year ended June 30, 2019. The General Fund has historically been used to liquidate other long-term liabilities related to governmental activities. The WPCA liquidates the long-term liabilities related to business-type activities.

	<u>Interest Rate</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Original Amount at Issuance</u>	<u>Annual Principal</u>	<u>Principal Outstanding at June 30, 2019</u>
<b>Governmental Activities:</b>						
Refunding Bond	2-4%	11/16/16	09/01/26	2,045,000	\$155,000-375,000	1,300,000
GO Bond	3.-3.125%	11/17/17	11/15/37	3,915,000	\$175,000-220,000	3,740,000
USDA WPCA Note	3.25	09/15/10	09/15/40	3,594,000	\$61,657-190,455	3,069,039
Total Business-Type Bonds & Loans				<u>\$ 9,554,000</u>		<u>\$ 8,109,039</u>

**TOWN OF NEW HARTFORD**  
**Notes to the Financial Statements**

	Interest Rate	Date of Issue	Date of Maturity	Original Amount at Issuance	Annual Principal	Principal Outstanding at June 30, 2019
<b>Business-Type Activities:</b>						
Loan - Prospect Street Sewers	4.5	07/16/96	07/16/26	96,300	3,210	25,680
Loan - Water System Improvements	4.5	07/19/00	07/19/40	591,360	8,974-29,896	451,768
Loan - Water System Improvements	4.5	06/27/02	06/27/42	165,730	2,408-8,249	126,805
Total Business-Type Bonds & Loans				\$ 853,390		\$ 604,253

Changes in long-term obligations for the year ended June 30, 2019, are as follows:

	July 1, 2018	Additions	Reductions	June 30, 2019	Due Within One Year
<b>Governmental Activities</b>					
Compensated Absences	\$ 228,013	\$ 17,045	\$ (8,864)	\$ 236,194	\$ 39,955
Net Pension Liability	1,400,129	-	(2,399)	1,397,730	-
G.O. Bonds	5,585,000	-	(545,000)	5,040,000	340,000
Unamortized Premiums	237,988	-	(21,675)	216,313	21,675
USDA WPCA Note	3,163,673	-	(94,634)	3,069,039	97,710
Total	<u>\$10,614,803</u>	<u>\$ 17,045</u>	<u>\$ (672,572)</u>	<u>\$ 9,959,276</u>	<u>\$ 499,340</u>

	July 1, 2018	Additions	Reductions	June 30, 2019	Due Within One Year
<b>Business-type Activities</b>					
Loans	\$ 622,265	\$ -	\$ (18,011)	\$ 604,254	\$ 18,698
Total	<u>\$ 622,265</u>	<u>\$ -</u>	<u>\$ (18,011)</u>	<u>\$ 604,254</u>	<u>\$ 18,698</u>

**Advance Refunding of Debt**

On November 16, 2016, General Obligation Bonds were issued to refund an earlier issue. This refunding resulted in an economic gain as well as savings from refunding. The economic gain realized in the refunding was \$45,000 and the savings resulting from the refunding was as follows:

Cash flow requirements to service old debt	\$ 2,489,049
Less: Cash flow requirements for new debt	<u>(2,360,005)</u>
Net Savings from refunding	<u>\$ 129,044</u>

**Interest Expense**

No interest was capitalized during the year. Interest expense charged to business-type activities was as follows:

<b>Business-Type Activities:</b>	
Water Pollution Control Authority	\$ 89,677
Total interest expense Business-Type Activities	<u>\$ 89,677</u>

**TOWN OF NEW HARTFORD**  
**Notes to the Financial Statements**

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**Debt Service Requirements**

Debt service requirements on long-term debt at June 30, 2019, are as follows:

Year Ending	<u>Governmental activities</u>		<u>Business-type activities</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2020	\$ 437,711	\$ 252,094	\$ 18,697	\$ 26,843
2021	445,887	238,669	19,970	25,998
2022	449,166	225,038	20,725	25,122
2023	452,551	209,654	21,514	24,213
2024	496,046	193,558	22,337	23,270
2025-2029	2,191,772	739,206	118,974	101,041
2030-2034	1,697,860	449,566	136,261	74,155
2035-2039	1,562,346	189,482	169,807	41,762
2040-2042	375,700	18,400	75,968	6,291
Total	<u>\$ 8,109,039</u>	<u>\$ 2,515,667</u>	<u>\$ 604,253</u>	<u>\$ 348,695</u>

During a prior year, the Town received long-term financing from the U.S. Department of Agriculture for \$3,594,000. The Town had an arrangement with the New Hartford WPCA to repay the loan with a 61/39 split. The original agreement proposed that the NHWPCA repay 61% of the loan and the Town will repay 39%. The note was modified for the NHWPCA to make decreased payments for fiscal years 2015-2018, then revert to the original agreement, and then make increased payments for the last 5 years. The note requires total principal and interest payments of \$197,455 due annually through 2040. The final payment of \$196,645 is due September 15, 2040. The interest rate on the note is 3.25%.

This Town also loaned NHWPCA \$130,000 which was due in March 2014. The agreement was modified to propose the NHWPCA repay in annual installments of \$13,000, paid in quarterly installments of \$3,250 beginning March 31, 2014. During the year ended June 30, 2019, \$13,000 was repaid. The balance of this loan was \$74,750 as of June 30, 2019.

**Overlapping Debt**

New Hartford is a member of the Regional School District No. 7, along with the Towns of Barkhamsted, Colebrook, and Norfolk. New Hartford's scheduled payment to the School District is a pro rata share of 51.53%, which is based upon student enrollment. The Town's portion of the bond principal for Regional School District No. 7 is as follows:

	<u>Principal</u>
Bonds Outstanding	\$973,000
Town's Pro Rata %	<u>51.53%</u>
Town's Share	<u>\$ 501,387</u>

**TOWN OF NEW HARTFORD**  
**Notes to the Financial Statements**

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**NOTE 4 – OPERATING LEASES**

The Town has entered into several lease agreements for equipment. These leases require monthly payments from \$106 to \$474. These leases expire ranging from December 2019 to July 30, 2022. Total lease expense for 2019 was \$17,064. Future minimum lease payments under current agreements are as follows:

<u>Year</u>	<u>Amount</u>
2020	\$ 16,428
2021	8,548
2022	3,701
2023	288

**NOTE 5 – SEGMENT INFORMATION**

The Town issued bonds and notes to finance improvements to its water pollution control authority, which operates the government's water and sewage treatment plants, pumping stations, and collections systems. The New Hartford Water Pollution Control Authority is reported as the sole enterprise fund. Because both the water and sewer activity is recorded in the same fund and financial activity is blended, segment information for each activity is not presented. Summary financial information for the WPCA is presented in the proprietary fund statements on pages 25-27.

**NOTE 6 – PENSION PLANS**

**Defined Benefit Pension Plan**

*Plan Description* - The Town of New Hartford, CT Retirement Plan (the Plan) is a single-employer, defined benefit, noncontributory pension plan administered by the Town of New Hartford, CT. The Plan provides retirement and death benefits to plan members and beneficiaries. The Town of New Hartford, CT retains the authority to establish and amend benefit provisions. The Plan is considered to be part of the Town of New Hartford, CT's financial reporting entity and is included in the Town's financial reports as a Pension Trust Fund. The Plan does not issue a separate stand-alone financial report. The pension board is comprised of 5 members who serve for a specified term length and are appointed by the Board of Selectmen. The Board of Selectmen seek residents who have expertise in the field of investments, pensions, or something similar to serve on this Board.

*Classes of Employees Covered and Current Membership* – All employees (except those covered by the State of Connecticut Teachers Retirement System) at least 25 years of age and having five years of credited service are eligible. Effective July 1, 2011, the plan is closed to new entrants. One year of credited service is earned for each calendar year during which 1,000 hours is worked. Current membership consists of the following:

Active plan members	40
Inactive plan members or beneficiaries receiving benefits	28
Inactive plan members entitled to but not yet receiving benefits	<u>32</u>
Total plan participants	100

## TOWN OF NEW HARTFORD

### Notes to the Financial Statements

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*Benefits Provided* - Under the Plan, employees who have attained 25 years of age are 100% vested after 5 years of credited service. For employees hired after January 1, 2002, normal retirement is the Social Security normal retirement age. Otherwise, normal retirement is at age 65. Retirees will receive a retirement benefit for life of 1.25% of final average compensation for the highest three consecutive calendar years out of the final ten years, multiplied by years of credited service (not to exceed 40). A surviving spouse of a participant, who dies after five years of service, will receive a death benefit equal to 50% of the benefit, which the deceased employee was (or would have been) eligible for at early retirement (age 55 with ten years of service). Benefits and refunds are recognized when due and payable in accordance with terms of the plan.

*Contributions* - The contribution requirements of the Town are established and may be amended by the Board of Selectmen, as suggested by the actuarial valuations. The actuarial method used to develop the annual funding percentage for all benefits is the Projected Unit Credit Cost Method. The Town currently contributes at the actuarially determined rate, which at \$282,713 was 15.31% of annual covered payroll. Employees do not contribute to the Plan. Costs to administer the plan are paid by the Town out of the General Fund, and are not included in the actuarially determined contribution. Investment management fees are paid out of the pension trust.

#### ***Significant Accounting Policies***

*Basis of Accounting* - Financial statements are prepared using the accrual basis of accounting. Employer contributions are recognized in the period that the contributions are due. Benefits are recognized in the period owed.

*Investment Policy* – The pension plan's policy in regard to the allocation of invested assets is established by and may be revised by the Pension Committee. The overall investment goal is to obtain a competitive rate-of-return on portfolio assets commensurate with prudent investment rules and the responsibility to provide retirement benefits for members, retirees and their beneficiaries. The committee regards prudent risk taking as justifiable and necessary to meet the plan liabilities and minimize long term contributions within reasonable and prudent levels of risk. The strategic allocation targets are:

<u>Asset Class</u>	<u>Target Allocation</u>
Money Market	2.00%
Core Fixed Income	38.00%
Large Capitalization Domestic Equity	33.00%
Mid/Small Cap Equity Domestic Equity	11.00%
International Equity	16.00%
Commodities	0.00%

*Method Used to Value Investments* – The actuarial value of assets phases in recognition of the difference between the actuarial return on Market Value and the expected return of Market Value over a 4-year period at 25% per year. Short-term investments are reported at cost, which approximates fair value. Securities traded on national exchanges are valued at the last reported sales price. Investments that do not have an established market are reported at estimated fair values.

**TOWN OF NEW HARTFORD**  
**Notes to the Financial Statements**

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*Money-weighted rate of return* – The annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 6.42%. Money-weighted rate of return expresses investment performance, net of pension plan investment expense, adjusted for the changing amounts actually invested.

Currently there is no Deferred Retirement Option Plan.

*Funded Status and Funding Progress*

The Town's annual pension cost and net pension obligation to the Plan for the current year as of July 1, 2017 (the most recent actuarial date) were as follows:

Schedule of Net Pension Liability	
	<u>2019</u>
Total Pension Liability *	\$ 5,719,130
Plan Fiduciary net position	<u>4,321,400</u>
Net pension liability (asset)	1,397,730
Plan fiduciary net position as a percentage of total pension liability	75.56%
 Covered-employee payroll	 \$ 1,846,422
 Net pension liability as a % of covered employee payroll	 75.70%

\* Total pension liability calculated using the Entry Age Normal Cost Method

The projection of benefits for financial reporting purposes does not explicitly incorporate the potential effects of legal or contractual funding limitations.

*Actuarial Methods and Assumptions:* The annual required contribution for the current year was determined as part of the July 1, 2017 actuarial valuation using the Projected Unit Credit Method. The funding policy consists of two parts, normal cost plus an amortization of the plan's Unfunded Actuarial Liability. For the July 1, 2015 valuation, a closed amortization period of 30 years was used. Significant actuarial assumptions used include (1) inflation of 2.75% (2) rate of return on investments of 7.5% per year, (3) projected salary increases of 3.50% per year, and (4) a retirement age of 65 or social security retirement age for hires after December 31, 2001. The unfunded actuarial accrued liability is being amortized over 30 years. Mortality was based on RP2000 Combined Mortality projected using Scale AA to the valuation date. A full actuarial experience study has not been completed.

**TOWN OF NEW HARTFORD**  
**Notes to the Financial Statements**

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*Discount Rate* – The discount rate used to measure the total pension liability was 7.25%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that the Town contributions will be made at a rate 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 prior periods of projected benefit payments to determine the total pension liability.

*Sensitivity of the net pension liability to changes in the discount rate* – The following presents the net pension liability, calculated using the discount rate of 7.25% as well as what the Town's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.25%) or 1-percentage-point higher (8.25%) than the current rate:

	<u>1% Decrease Discount Rate</u> 6.25%	<u>Current Discount Rate</u> 7.25%	<u>1% Increase Discount Rate</u> 8.25%
Net pension liability as of June 30, 2019	\$1,952,173	\$1,397,730	\$918,747

*Valuation Date and Roll Forward Process* – The plan used the July 1, 2017 valuation to calculate the Actuarially Determined Employer Contribution for fiscal year ending June 30, 2019. The July 1, 2017 valuation directly calculated the July 1, 2017 Total Pension Liability. The July 1, 2017 Total Pension Liability was increased by service cost and interest and decreased by benefit payments to estimate the total pension liability as of June 30, 2019. The Pension Liability was also adjusted to reflect any material plan changes after the valuation.

**TOWN OF NEW HARTFORD**  
**Notes to the Financial Statements**

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Target Allocation and Expected Rate of Return  
Actuarial Valuation as of July 1, 2017

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return *</u>	<u>Weighting</u>
Commodities Broad Basket	2.00%	4.75%	0.10%
Diversified Emerging Markets	3.00%	6.50%	0.20%
Foreign Large Blend	6.00%	5.50%	0.33%
Foreign Large Growth	4.00%	5.50%	0.22%
High Yield Bond	6.00%	3.50%	0.21%
Inflation-Protected Bond	2.00%	0.50%	0.01%
Intermediate-Term Bond	18.00%	2.75%	0.50%
Large Blend	18.00%	4.75%	0.86%
Large Growth	8.00%	4.75%	0.38%
Large Value	8.00%	4.75%	0.38%
Mid-Cap Blend	6.00%	5.25%	0.32%
Money Market-Taxable	2.00%	-1.75%	-0.04%
Multisector Bond	8.00%	3.50%	0.28%
Small Blend	5.00%	5.25%	0.26%
World Blend	4.00%	1.75%	0.07%
	100.00%		4.08%
Long-Term Inflation Expectation			2.75%
Long-Term Expected Nominal Return			6.83%

\* Long-term returns are provided by HHIA. The returns are geometric means.

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 are developed. Best estimates of the real rates of return for each major asset class are included in the pension plan's target asset allocation.

The information is based on geometric means and does not reflect additional returns through investment selection, asset allocation and rebalancing. The results support a rate between 6.25% and 7.25%. An expected rate of return 7.25% was used in the calculation of the liability in this report.

*Required Supplementary Information* - Historical trend information for the pension plan are presented as supplementary schedules following the notes to the financial statements, and, as information becomes available, will present multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.



**TOWN OF NEW HARTFORD**  
**Notes to the Financial Statements**

*Pension Expense and Deferred Outflows/Inflows of Resources Related to Pension* – For the year ended June 30, 2019 the Town recognized pension expense of \$179,948. At June 30, 2019, the Town reported deferred outflows and inflows of resources related to pensions from the following sources:

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
	(A)	(B)	(A ) + (B)
Balance at June 30, 2018	\$ (5,383,483)	\$ 3,983,353	\$ (1,400,130)
Changes for the year:			
Service Cost	(145,496)	-	(145,496)
Interest	(393,605)	-	(393,605)
Net Investment Income	-	258,787	258,787
Contributions - Employer	-	282,713	282,713
Contributions - Member	-	-	-
Benefit Payments, including Refunds of Member Contributions	203,454	(203,454)	-
Administrative Expense	-	-	-
Other	-	-	-
Recognized in Total Pension Expense			
Differences Between Expected and Actual Assumptions	-	-	-
Changes of Assumptions	-	-	-
Differences Between Expected and Actual Earnings on Pension Plan	-	-	-
Deferred Outflows/Inflows of Resources			
Differences Between Expected and Actual Experience	-	-	-
Changes of Assumptions	-	-	-
Differences Between Projected and Actual Earnings on Pension Plan	-	-	-
Total Pension Expense	-	-	-
Net Changes	(335,647)	338,046	2,399
Balance at June 30, 2018	<u>\$ (5,719,130)</u>	<u>\$ 4,321,399</u>	<u>\$ (1,397,731)</u>
Plan fiduciary net position as a percentage of total pension liability			75.56%
Covered-Employee Payroll			\$ 1,846,422
Net pension liability as a percentage of covered-employee payroll			75.70%

**TOWN OF NEW HARTFORD**  
**Notes to the Financial Statements**

	<u>Deferred Outflows/(Inflows) of Resources</u>		
	<u>(Gains)/ Losses</u>	<u>Assumption Changes</u>	<u>Projected Net Investment Income</u>
Balances at June 30, 2018	\$ (175,425)	\$ 7,502	\$ 20,439
Recognized in Total Pension Expense			
Differences Between Expected and Actual Experience	76,936	-	-
Changes of Assumptions	-	40,130	-
Differences Between Projected and Actual Earnings on Pension Plan	-	-	(49,529)
Deferred Outflows/Inflows of Resources			
Differences Between Expected and Actual Experience	-	-	-
Changes of Assumptions	-	-	-
Differences Between Projected and Actual Earnings on Pension Plan	-	-	32,829
Balances at June 30, 2019	<u>\$ (98,489)</u>	<u>\$ 47,632</u>	<u>\$ 3,739</u>

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

June 30, 2020	\$ (26,318)
June 30, 2021	(33,881)
June 30, 2022	6,517
June 30, 2023	6,565

**Defined Contribution Plan**

***Town Employees***

The Town adopted and administers a single-employer defined contribution pension plan (Town of New Hartford 457(b) Plan) to provide benefits at retirement to employees of the Town. Union and non-union town employees hired after 7/1/11, who are not covered by CT Teacher's Retirement Board, are required to contribute 1% of their salary and are eligible for a required 5% employer contribution. Employer contributions are 100% vested. Benefit terms may be amended by the Town. At June 30, 2019, there were 20 plan members. A provision has been included to allow pre-tax employee contributions up to 100% of compensation, subject to IRS dollar limits. Income accumulates tax-free until distribution from the plan.

The Town's required 5% contribution was \$33,745. The Board of Education's required 5% contribution was \$7,919. Participant contributions were \$98,753 for the year. Contributions are placed into individual participant accounts, where the funds are invested in mutual funds at the employees' discretion. Each participant has ownership of his or her respective accounts. There are no assets accumulated in a GASB-compliant Trust. Plan provisions and contribution requirements are established and may be amended by the Town.

## TOWN OF NEW HARTFORD

### Notes to the Financial Statements

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#### **Teacher's Retirement System**

Certified teachers in the Town of New Hartford, CT are eligible to participate in the State of Connecticut's Teacher's Retirement System, a multiple-employer, public employee's retirement system. The Town does not contribute to the system nor does it have any legal obligation for benefits. A member who completes 20 years of Connecticut public school service is eligible for a vested benefit commencing at age 60. Members were required to contribute 7.25% of their annual salary to the system through December 31, 2017. The contribution rate was increased to 8.25% of their annual salary as of January 1, 2018 as required by section 10-183b(7) C.G.S. The State contributes amounts based on actuarial estimates.

The State's aggregate contribution to the plan for the fiscal year ended June 30, 2018 for all participating local governments was \$1,272,277,000. The amount of the contribution allocable to the Town was estimated to be \$1,001,137 and the "on-behalf" payment has been recognized as a government grant and an education expenditure in the General Fund. For the year ended June 30, 2019, teachers for the Town of New Hartford, CT contributed \$275,180 to the plan. The funding level was determined based on an actuarial valuation of the plan as a whole, which does not provide actuarial information on an individual Town basis.

*Plan Description* - Teachers, principals, superintendents, and 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 (TRB). Chapter 167a of the State Statutes grants authority to establish and amend the benefited terms to the TRB Board. TRS 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 the employees are calculated as 2% of the average annual salary times during the years 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 non-service 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.

**TOWN OF NEW HARTFORD**  
**Notes to the Financial Statements**

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

Employer (School Districts)

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

The statutes require the State of Connecticut to contribute 100% of each school districts' required contributions, which are actuarially determined as an amount that, when combined with employee contributions and investment earnings, 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 was required to contribute 6% of salary for the pension benefit. The rate was increased to 7% effective January 1, 2018.

*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>\$ 10,358,617</u>
Total	<u>\$ 10,358,617</u>

The net pension liability was measured as of June 30, 2018, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. At June 30, 2019 the Town has no proportionate share of the net pension liability. For the year ended June 30, 2019, the Town recognized benefits expense and contribution revenue of \$1,001,137 in the governmental funds for on-behalf amounts for the benefits provided by the state. In the Government-wide financial statements, the town recognized \$1,162,572 for pension expense related to actuarial liabilities 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, 2018, using the following actuarial assumptions, applied to all periods included in the measurement.

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

Mortality rates were based on the RPH-2014 White Collar Table with employee and annuitant rates blended from ages 50 to 80, projected to the year 2020 using the BB improvement scale.

**TOWN OF NEW HARTFORD**  
**Notes to the Financial Statements**

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Future Cost-of-Living increases for members who retire on or after September 1, 1992 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 was less than 8.5%, the maximum increase is 1.0%.

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

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Large cap U.S. Equities	21.00%	5.8%
Developed non-U.S. Equities	18.00%	6.6%
Emerging Markets (non-U.S.)	9.00%	8.3%
Real Estate	7.00%	5.1%
Private Equity	11.00%	7.6%
Alternative Investments	8.00%	4.1%
Core fixed-income	7.00%	1.3%
High-yield Bonds	5.00%	3.9%
Emerging Market Bond	5.00%	3.7%
Inflation linked Bond Funds	3.00%	1.0%
Cash	<u>6.00%</u>	0.4%
Total	<u>100%</u>	

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

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

## TOWN OF NEW HARTFORD

### Notes to the Financial Statements

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#### **Connecticut Teacher's Retirement System - OPEB**

*Plan Description* - Teachers, principals, superintendents or supervisors engaged in service of public schools are provided with benefits, including retiree health insurance, through the Connecticut Teachers' Retirement System—a cost sharing multiemployer defined benefit pension plan administered by the TRB. Chapter 167a of the State Statutes grants authority to establish and amend the benefit terms to the TRB. TRS issues a publicly available financial report that can be obtained at [www.ct.gov](http://www.ct.gov).

*Benefit Provisions* - The Plan covers retired teachers and administrators of public schools in the State who are receiving benefits from the Plan. The Plan provides healthcare insurance benefits to eligible retirees and their spouses. Any member that is currently receiving a retirement or disability benefit through the Plan is eligible to participate in the healthcare portion of the Plan. Subsidized Local School District Coverage provides a subsidy paid to members still receiving coverage through their former employer and the TRB Sponsored Medicare Supplemental Plans provide coverage for those participating in Medicare, but not receiving Subsidized Local School District Coverage.

Any member that is not currently participating in Medicare Parts A & B is eligible to continue healthcare 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, any remaining portion is used to offset the district's cost. The subsidy amount is set by statute, and has not increased since July of 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.

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.

*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 amended and certified by the TRB and appropriated by the General Assembly. The State pays for one third of plan costs through annual appropriation in the General Fund.

School district employers are not required to make contributions to the Plan. The State of Connecticut's estimated allocated contribution to the Plan on behalf of the Town was \$27,776.

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

**TOWN OF NEW HARTFORD**  
**Notes to the Financial Statements**

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

Inflation	2.75%
Real Wage Growth	0.50%
Wage Inflation	3.25%
Salary increases	3.25-6.50%, including inflation
Long-term investment rate of return	3.00%, net of OPEB plan investment expense, including inflation

Municipal bond index rate:

Measurement Date	3.87%
Prior Measurement Date	3.56%

The projected fiduciary net position is projected to be depleted in 2019.

Single equivalent interest rate

Measurement Date	3.87%, net of OPEB plan investment expense, including price inflation
Prior Measurement Date	3.56%, net of OPEB plan investment expense, including price inflation

Healthcare cost trend rates:

Pre-Medicare	5.95% for 2018 decreasing to an ultimate Rate of 4.75% by 2025
Medicare	5.00% for 2018 decreasing to an ultimate Rate of 5.00% by 2028

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.

*Long-Term Rate of Return* - The long-term expected rate of return on plan assets is reviewed as part of the GASB 75 valuation process. Several factors are considered in evaluation 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 of investment expense and inflation) for each major asset class.

The long-term expected rate of return was determined by weighing 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.

**TOWN OF NEW HARTFORD**  
**Notes to the Financial Statements**

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

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Expected 10-Year Geometric Real Rate of Return</u>	<u>Standard Deviation</u>
U.S. Treasuries (Cash Equivalents)	100.0%	0.27%	2.74%
Price inflation		2.75%	
Expected rate of return (Rounded nearest 0.25%)		3.00%	

*Discount Rate* - The discount rate used to measure the total OPEB liability was 3.87%. The projection of cash flows used to determine the discount rate was performed in accordance with GASB 75. The projection's basis was an actuarial valuation performed as of June 30, 2018.

In addition to the actuarial methods and assumptions of the June 30, 2018 actuarial valuation, the following actuarial methods and assumptions were used in the projection of cash flows:

- Total payroll for the initial projection year consists of the payroll of the active membership present on the valuation date. In subsequent projection years, total payroll was assumed to increase annually at a rate of 3.25%.
- Employee contributions were assumed to be made at the current member contribution rate. Employee contributions for future plan members were used to reduce the estimated amount of total service costs for future plan members.
- No future employer contributions were assumed to be made.

Based on those assumptions, the plan's fiduciary net position was projected to be depleted in 2019 and, as a result, the Municipal Bond Index Rate was used in the determination of the single equivalent rate.

*Sensitivity of the Net OPEB Liability to Changes in Healthcare Cost Trend Rates* - The following presents the total OPEB liability, calculated using current cost trend rates, as well as what the Plan's net OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage point lower or 1-percentage point higher than current healthcare cost trend rates:

	<u>1% Lower Trend Rates</u>	<u>Current Trend Rates</u>	<u>1% Higher Trend Rates</u>
Initial Healthcare Cost Trend Rate	4.95%/4.00%	5.95%/5.00%	6.95%/6.00%
Ultimate Healthcare Cost Trend Rate	3.75%	4.75%	5.75%
Total OPEB Liability	\$1,735,341	\$2,070,737	\$2,515,950



**TOWN OF NEW HARTFORD**  
**Notes to the Financial Statements**

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*Sensitivity of the Net OPEB Liability to Changes in Discount Rates* - The following presents the net OPEB liability, calculated using the current discount rate, as well as what the net OPEB liability would be if it were calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

	1% Decrease <u>(2.56%)</u>	Current Discount Rate <u>(3.56%)</u>	1% Increase <u>(4.56%)</u>
Net OPEB liability	\$2,458,847	\$2,070,737	\$1,760,992

*Pension Liabilities, Pension Expense, and Deferred Outflows/Inflows of Resources Related to Pensions:* At June 30, 2019 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 District were 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>2,070,732</u>
Total	<u>\$ 2,070,732</u>

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

**NOTE 7 – OTHER MATTERS**

**Risk Management**

The Town is exposed to various risks of loss related to torts, thefts of, damage to, or destruction of assets; errors or omissions; injuries to employees, or acts of God. The Town purchases commercial insurance to cover most potential risks of loss. Neither the Town nor its insurers have settled any claim within the past year, which have exceeded the Town's insurance coverage. There were no significant changes in coverage from the prior year, and no settlements have exceeded insurance coverage in the last three years.

The Town belongs to the Connecticut Interlocal Risk Management Agency (CIRMA), a public entity risk pool currently operating as a common risk management and insurance program for a comprehensive workers' compensation insurance program through its workers' compensation pool. The Town pays an annual premium to the pool for its coverage. The agreement for the formation of CIRMA provides that the pool will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of \$1,000,000 for each insured event to an unlimited excess limit. The pooling agreement allows CIRMA to make additional assessments to make the pool self-sustaining. The Town cannot estimate the amount of such additional assessments and has not been notified that any assessments are forthcoming. CIRMA publishes its own financial report, which can be obtained from: CIRMA, 900 Chapel Street, New Haven, CT.

**TOWN OF NEW HARTFORD**  
**Notes to the Financial Statements**

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**Contingencies**

The Town participates in Regional Refuse District No. 1, a transfer station that was formally a landfill. The District has been informed that its landfill is on the Superfund list and has been named a potentially responsible party by the Environmental Protection Agency. The District has settled its liability for the Remedial Investigation/Feasibility Study, and the EPA has approved a long-term natural attenuation and monitoring program as the final remedy for the site. The annual financial obligation for this long-term work was funded by amounts obtained in grant funds and assessed to all PRP's and set aside in a trust fund for these activities. At this point, it is premature to estimate the final cost of the program, as the total cost of post closure care is an estimate and subject to changes resulting from inflation, deflation, technology, or changes in applicable laws and regulations. The towns served by the District are required to pay any shortfall in the District's budget. The Town of New Hartford, CT is responsible for approximately 32% of any such shortfall.

**NOTE 8 – FUND BALANCES**

The following balances were assigned at June 30, 2019:

General Fund:

Subsequent Year Budget	\$ 325,000
Return of Settlement Funds	50,833
Capital Improvements	171,500
Total	<u>\$ 547,333</u>

The Open Space Fund reported a negative fund balance of \$146,020 at June 30, 2019.

**NOTE 9 – CONTINGENCIES AND COMMITMENTS**

The Town is in discussion regarding a sale of the drinking water and wastewater assets of the Water Pollution Control Authority.

**GASB PRONOUNCEMENTS ISSUED, BUT NOT YET EFFECTIVE**

The Governmental Accounting Standards Board (GASB) is the standard setting board for governmental entities. The following are statements which have been approved by GASB, but are not yet effective:

- ***GASB Statement No. 84 - Fiduciary Activities.*** This statement establishes criteria for identifying fiduciary activities of all state and local governments. The focus of the criteria generally is on (1) whether a government is controlling the assets of the fiduciary activity and (2) the beneficiaries with whom a fiduciary relationship exists. Separate criteria are included to identify fiduciary component units and postemployment benefit arrangements that are fiduciary activities.

This statement describes four fiduciary funds that should be reported, if applicable: (1) pension (and other employee benefit) trust funds, (2) investment funds, (3) private-purpose funds, and (4) custodial funds. Custodial funds generally should report fiduciary activities that are not held in a trust or equivalent arrangement that meets specific criteria. The requirements of this statement are effective for reporting periods beginning after December 15, 2018.

**TOWN OF NEW HARTFORD**  
**Notes to the Financial Statements**

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- ***GASB Statement No. 87- Leases.*** This statement improves the accounting and financial reporting for leases by governments. This statement increases the usefulness of governments' financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Under this statement, a lessee is required to recognize a lease receivable and a deferred inflow of resources, thereby enhancing the relevance and consistency of information about governments' leasing activities. The requirements of this Statement are effective for reporting periods beginning after December 15, 2019.
- ***GASB Statement No. 88 - Certain Disclosures Related to Debt, Including Direct Borrowings and Direct Placements.*** The primary objective of this statement is to improve the information that is disclosed in the notes to the financial statements related to debt, including direct borrowings and direct placements. It also clarifies which liabilities governments should include when disclosing information related to debt. This statement defines debt for purposes of disclosure in notes to financial statements as a liability that arises from a contractual obligation to pay cash (or other assets that may be used in lieu of cash) in one or more payments to settle an amount that is fixed at the date contractual obligation is established. This statement requires that additional essential information related to debt be disclosed in notes to the financial statements, including unused lines of credit; assets pledged as collateral for the debt; and terms specified in debt agreements related to significant events of default with finance-subjective acceleration clauses. For notes to financial statements related to debt, this Statement also requires that existing and additional information be provided for direct borrowings and direct placements of debt separately from other debt. The requirements of this statement are effective for reporting periods beginning after June 15, 2018.
- ***GASB Statement No. 89 - Accounting for Interest Cost Incurred before the End of a Construction Period.*** The objectives of this statement are (1) to enhance the relevance and comparability of information about capital assets and the cost of borrowing for a reporting period and (2) to simplify accounting for interest cost incurred before the end of a construction period. This statement requires that interest cost incurred before the end of a construction period be recognized as an expense in the period in which the cost is incurred. As a result, interest cost before the end of a construction period will not be included in the historical cost of the capital asset. The requirements of this statement are effective for reporting periods beginning after December 15, 2019.

# **Required Supplementary Information**

**TOWN OF NEW HARTFORD**  
Schedule of Net Pension Liability and Related Ratios  
For the Last 5 Fiscal Years

	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
<b>Total Pension Liability *</b>						
Service Cost	\$ 145,496	\$ 163,936	\$ 159,157	\$ 170,833	\$ 155,489	\$ 149,509
Interest	393,605	386,623	359,230	342,348	322,788	300,559
Changes in benefit terms	-	-	-	-	-	-
Differences between expected and actual experience	-	(249,300)	-	(5,843)	-	-
Changes of assumptions	-	174,275	-	(441,420)	133,735	-
Benefit payments, including refunds of member contributions	<u>(203,454)</u>	<u>(163,230)</u>	<u>(152,792)</u>	<u>(157,716)</u>	<u>(158,991)</u>	<u>(144,348)</u>
<b>Net change in total pension liability</b>	335,647	312,304	365,595	(91,798)	453,021	305,720
<b>Total pension liability - beginning</b>	<u>5,383,483</u>	<u>5,071,179</u>	<u>4,705,584</u>	<u>4,797,382</u>	<u>4,344,361</u>	<u>4,038,641</u>
<b>Total pension liability - ending (a)</b>	<u>\$ 5,719,130</u>	<u>\$ 5,383,483</u>	<u>\$ 5,071,179</u>	<u>\$ 4,705,584</u>	<u>\$ 4,797,382</u>	<u>\$ 4,344,361</u>
<b>Plan fiduciary net position</b>						
Contributions - employer	\$ 282,713	\$ 288,414	\$ 281,633	\$ 263,543	\$ 263,543	\$ 231,114
Contributions - employee	-	-	-	-	-	-
Net investment income	258,787	273,620	401,509	(13,157)	49,354	378,155
Benefit payments, including refunds of member contributions	(203,454)	(163,230)	(152,792)	(157,716)	(158,991)	(144,348)
Administrative Expenses	-	-	-	-	-	-
Other	<u>-</u>	<u>1,775</u>	<u>1,373</u>	<u>558</u>	<u>291</u>	<u>6,956</u>
<b>Net change in pension fiduciary net position</b>	338,046	400,579	531,723	93,228	154,197	471,877
<b>Plan fiduciary net position - beginning</b>	<u>3,983,354</u>	<u>3,582,775</u>	<u>3,051,052</u>	<u>2,957,824</u>	<u>2,803,627</u>	<u>2,331,750</u>
<b>Plan fiduciary net position - ending (b)</b>	<u>\$ 4,321,400</u>	<u>\$ 3,983,354</u>	<u>\$ 3,582,775</u>	<u>\$ 3,051,052</u>	<u>\$ 2,957,824</u>	<u>\$ 2,803,627</u>
<b>Net pension liability - ending: (a) - (b)</b>	<u>\$ 1,397,730</u>	<u>\$ 1,400,129</u>	<u>\$ 1,488,404</u>	<u>\$ 1,654,532</u>	<u>\$ 1,839,558</u>	<u>\$ 1,540,734</u>
<b>Plan fiduciary net position as a percentage of the total pension liability</b>	75.56%	73.99%	70.65%	64.84%	61.65%	64.53%
<b>Covered payroll</b>	\$ 1,846,422	\$ 1,783,903	\$ 1,919,240	\$ 1,845,423	\$ 1,708,040	\$ 1,642,346
<b>Net pension liability as a percentage of covered payroll</b>	75.70%	78.49%	77.55%	89.66%	107.70%	93.81%

\* Total pension liability calculated using the Entry Age Normal Cost Method, as required by paragraph 46 of GASB Statement 67.

\*\* Pension schedules in the required supplementary information are intended to show information for ten years. Additional information will be displayed as it becomes available.

See accountant's report.

# TOWN OF NEW HARTFORD

## Schedule of Contributions For the Last 5 Fiscal Years

	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Actuarially determined contribution (ADEC)	\$ 282,713	\$ 288,415	\$ 281,633	\$ 257,906	\$ 253,343	\$ 208,104
Contributions in relation to the ADEC	<u>282,713</u>	<u>288,414</u>	<u>281,633</u>	<u>263,543</u>	<u>263,543</u>	<u>231,114</u>
Contribution deficiency (excess)	<u>-</u>	<u>1</u>	<u>-</u>	<u>(5,637)</u>	<u>(10,200)</u>	<u>(23,010)</u>
Covered payroll	1,846,422	1,783,903	1,919,240	1,845,423	1,708,040	1,642,346
Contributions as a percentage of covered payroll	15.31%	16.17%	14.67%	14.28%	15.43%	14.07%

### Notes to Schedule

Valuation Date:

07/01/2017

Methods and assumptions used to determine contribution rates:

Actuarial cost method

Projected Unit Credit

Amortization method

Closed

Remaining amortization period

30 yrs.

Asset valuation method

Phases in recognition of the difference between actual return on Market Value and expected return of Market Value over a 4-year period at 25% per year

Inflation

2.75%

Salary increases

3.50%

Investment rate of return

7.25%

Retirement Age

65 or Social Security Retirement Age for hires after December 31, 2001

Mortality

RP2000 Combined Mortality projected using scale AA to the valuation date

\* Pension schedules in the required supplementary information are intended to show information for ten years. Additional information will be displayed as it becomes available.

See accountant's report.

**TOWN OF NEW HARTFORD**  
Schedule of Investment Returns  
Last 5 Fiscal Years

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	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Annual money-weighted rate of return, net of investment expense	6.42%	7.35%	12.44%	-0.41%	1.73%	16.45%

See accountant's report.

**TOWN OF NEW HARTFORD**  
State Teacher's Retirement System  
Proportionate Share of Net Pension Liability  
June 30, 2019

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<u>Schedule of Proportionate Share of Net Pension Liability</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</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 of Connecticut's proportionate share of the net pension associated with Town	10,358,617	11,516,040	12,149,511	10,022,228
Total	<u>\$10,358,617</u>	<u>\$ 11,516,040</u>	<u>\$ 12,149,511</u>	<u>\$10,022,228</u>
Town's covered-employee payroll	<u>\$ 3,335,509</u>	<u>\$ 3,305,535</u>	<u>\$ 3,493,688</u>	<u>\$ 3,424,590</u>
Town's proportionate share of the net pension liability (asset) as a percentage of its covered -employee payroll.	<u>0.00%</u>	<u>0.00%</u>	<u>0.00%</u>	<u>0.00%</u>
Plan fiduciary net position as a percentage of the total pension liability	<u>57.69%</u>	<u>55.93%</u>	<u>52.26%</u>	<u>59.50%</u>

See accountant's report.



**TOWN OF NEW HARTFORD**  
State Teacher's Retirement System  
Note to Required Supplementary Information  
Schedule of Proportionate Share of the Net Pension Liability  
Year-ended June 30, 2019

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Change of benefit terms	None
Changes of assumptions	The total pension liability was determined by an actuarial valuation as of June 30, 2018.
Actuarial Cost Method	Entry Age
Amortization Period	Level percent of salary, closed
Remaining Amortization Period	17.6 years
Asset Valuation Method	4 year smoothed market
Inflation	2.75%
Salary Increases	3.25%-6.50% average, including inflation
Investment Rate of Return	8.0%, net of pension plan investment expense, including inflation

**TOWN OF NEW HARTFORD**  
State Teacher's Retirement System  
Proportionate Share of Net OPEB Liability  
June 30, 2019

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<u>Schedule of Proportionate Share of Net OPEB Liability</u>	<u>2019</u>	<u>2018</u>
Town's proportion of the net OPEB liability	0.00%	0.00%
Town's proportionate share of the net OPEB liability	\$ -	\$ -
State of Connecticut's proportionate share of the net OPEB liability associated with Town	<u>2,070,732</u>	<u>2,964,086</u>
Total	\$ 2,070,732	\$ 2,964,086
Town's covered-employee payroll	\$ 3,335,509	\$ 3,305,535
Town's proportionate share of the net OPEB liability as a percentage of its covered -employee payroll.	<u>0.00%</u>	<u>0.00%</u>
Plan fiduciary net position as a percentage of the total OPEB liability	<u>1.49%</u>	<u>1.79%</u>



**Supplemental, Combining,  
and Individual Fund  
Statements and Schedules**

## **General Fund**

The General Fund is the general operating fund of the Town. It is used to account for all financial resources, except those required to be accounted for in another fund. The General Fund budget is legally adopted at the Annual Town Meeting. The General Fund utilizes the modified accrual basis of accounting.

**TOWN OF NEW HARTFORD**  
Schedule of Revenues and Expenditures - Budget and Actual  
For the Year Ended June 30, 2019

Page 1 of 5

	Original <u>Budget</u>	Amended <u>Budget</u>	<u>Actual</u>	Over (Under)
<b>Revenues</b>				
<b>Taxes</b>				
Property Taxes	\$ 20,023,441	\$ 20,023,441	\$ 20,358,440	\$ 334,999
Property Taxes - Prior Years	150,000	150,000	206,158	56,158
Interest and Lien Fees	80,000	80,000	130,154	50,154
Total Taxes	<u>20,253,441</u>	<u>20,253,441</u>	<u>20,694,752</u>	<u>441,311</u>
<b>Fees, Fines, and Permits</b>				
Licenses and Permits	1,000	1,000	4,820	3,820
Copy Machine Fees	10,000	10,000	10,777	777
Town Clerk Fees	100,000	100,000	100,994	994
Building Inspector Fees	95,000	95,000	93,771	(1,229)
Zoning & Wetlands Fees	5,000	5,000	7,965	2,965
Burning Official Fees	1,300	1,300	1,371	71
Parking Tickets Fees	100	100	325	225
Total Fees, Fines, and Permits	<u>212,400</u>	<u>212,400</u>	<u>220,023</u>	<u>7,623</u>
<b>Intergovernmental Revenue</b>				
Telephone access line tax	19,750	19,750	15,030	(4,720)
Town Aid for Roads	269,918	269,918	269,865	(53)
State-Owned Property	-	-	10,288	10,288
LOCIP Grant	73,180	73,180	73,659	479
Lieu of taxes-Veteran	2,000	2,000	3,836	1,836
Lieu of taxes-Disabled	475	475	1,121	646
Adult Education	2,787	2,787	3,148	361
Pequot Grant	822	822	822	-
ECS Grant	2,925,000	2,925,000	3,014,823	89,823
Municipal Grant in Aid	139,174	139,174	139,174	-
Emergency Homeland Security Grant	-	-	3,443	3,443
Education Pass-through Grants	194,068	194,068	173,139	(20,929)
Special Education Excess Cost Grant	10,000	10,000	-	(10,000)
Total Intergovernmental Revenues	<u>3,637,174</u>	<u>3,637,174</u>	<u>3,708,348</u>	<u>71,174</u>
<b>Other Revenues</b>				
Rental Income	132,000	132,000	132,000	-
WPCA split 61%	33,075	33,075	-	(33,075)
CIRMA Equity Distribution	9,000	9,000	14,080	5,080
Miscellaneous	40,000	40,000	93,639	53,639
Total Other Revenues	<u>214,075</u>	<u>214,075</u>	<u>239,719</u>	<u>25,644</u>
<b>Investment Earnings</b>				
Short-Term Interest	20,000	20,000	120,200	100,200
Total Investment Income	<u>20,000</u>	<u>20,000</u>	<u>120,200</u>	<u>100,200</u>
<b>Other Financing Sources</b>				
Surplus to Finance Budget	325,000	325,000	-	(325,000)
Total Other Financing Sources	<u>325,000</u>	<u>325,000</u>	<u>-</u>	<u>(325,000)</u>
Total Revenues	<u>\$ 24,662,090</u>	<u>\$ 24,662,090</u>	<u>\$ 24,983,042</u>	<u>\$ 320,952</u>

See accountant's report.

**TOWN OF NEW HARTFORD**

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Schedule of Revenues and Expenditures - Budget and Actual  
For the Year Ended June 30, 2019

	<u>Original</u> <u>Budget</u>	<u>Amended</u> <u>Budget</u>	<u>Actual</u>	<u>Over</u> <u>(Under)</u>
<b>Expenditures</b>				
<b>General Government</b>				
First Selectman	\$ 75,369	\$ 75,369	\$ 73,920	\$ (1,449)
Senior Bookkeeper	57,364	57,364	56,263	(1,101)
Bookkeeper Ass't	14,333	14,333	31,783	17,450
Admin. Asst./Welfare Admin.	63,350	63,350	60,989	(2,361)
Overtime/ Substitutes	6,000	6,000	2,283	(3,717)
Town Hall Janitorial Service	17,817	17,817	17,309	(508)
Administrative Expenses	14,000	14,000	10,464	(3,536)
Office Supplies and Equipment	22,000	22,000	22,395	395
Communications Expense	4,000	4,000	4,395	395
Town Hall Maintenance and Utilities:				
Telephone	13,000	13,000	12,660	(340)
Heating	15,000	15,000	9,752	(5,248)
Electricity	47,000	47,000	41,226	(5,774)
Other Utilities	11,000	11,000	11,406	406
Computer Maintenance	35,000	35,000	34,567	(433)
Interior Maintenance	39,000	39,000	53,164	14,164
Insurance				
Liability and Property	71,520	71,520	64,754	(6,766)
Workers' Compensation	98,280	98,280	85,308	(12,972)
Pension	140,000	140,000	138,707	(1,293)
Retirement/Benefits	27,040	27,040	33,745	6,705
Town's Share of FICA	130,000	130,000	136,294	6,294
Unemployment	5,000	5,000	2,272	(2,728)
Health	434,810	434,810	382,541	(52,269)
Longevity Pay	4,056	4,056	5,304	1,248
Town:				
Attorney	15,000	15,000	8,800	(6,200)
Engineer	15,000	15,000	14,924	(76)
Tax Collector:				
Salary	56,612	56,612	53,539	(3,073)
Assistant	19,585	19,585	11,853	(7,732)
Data Processing	15,000	15,000	12,201	(2,799)
Supplies and Expenses	4,700	4,700	2,520	(2,180)
Collection Expense	1,500	1,500	927	(573)
Assessor:				
Salary	49,108	49,108	48,260	(848)
Data Processing	17,240	17,240	17,190	(50)
Supplies and Expenses	5,050	5,050	3,938	(1,112)
Probate Supplies	5,857	5,857	5,269	(588)
Registrar Salary (D)	13,000	13,000	9,359	(3,641)
Registrar Salary (R)	13,000	13,000	11,241	(1,759)
Elections	26,500	26,500	20,653	(5,847)
Referendums	8,000	8,000	3,631	(4,369)

See accountant's report.

**TOWN OF NEW HARTFORD**

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Schedule of Revenues and Expenditures - Budget and Actual  
For the Year Ended June 30, 2019

	<u>Original Budget</u>	<u>Amended Budget</u>	<u>Actual</u>	<u>Over (Under)</u>
<b>Board of Finance</b>				
Supplies and Expenses	1,200	1,200	841	(359)
Audit	29,280	29,280	27,580	(1,700)
Town Reports	1,000	1,000	350	(650)
Attorney Fees	10,000	10,000	-	(10,000)
Treasurer's Salary	7,421	7,421	7,278	(143)
<b>Town Clerk:</b>				
Salary	64,843	64,843	63,596	(1,247)
Clerical Salary	40,315	40,315	39,743	(572)
Supplies and Expenses	36,976	36,976	36,559	(417)
Town Clerk Training	250	250	250	-
<b>Total General Government</b>	<b>1,801,376</b>	<b>1,801,376</b>	<b>1,692,003</b>	<b>(109,373)</b>
<b>Public Safety</b>				
Constables	\$ 316,340	\$ 294,339	\$ 258,933	\$ (35,406)
Constables - Overtime	6,000	6,000	2,188	(3,812)
Resident State Troopers	151,000	151,000	149,863	(1,137)
Vehicle Expense	5,000	5,000	4,609	(391)
Supplies and Expenses	5,450	5,450	19,253	13,803
Street Lights	26,000	26,000	22,789	(3,211)
<b>Fire Department:</b>				
Fire Marshal	13,000	13,000	10,948	(2,052)
Deputy Fire Marshal	500	500	240	(260)
Fire Marshal Vehicle	1,800	1,800	1,800	-
Burning Official	1,600	1,600	1,880	280
Animal Control Fund	13,000	13,000	6,879	(6,121)
Local Emergency Planning	4,000	4,000	5,700	1,700
Litchfield County Dispatch	73,254	73,254	76,824	3,570
Paramedic Intercept	65,380	65,380	65,380	-
Ambulance Association	120,000	120,000	119,227	(773)
<b>Total Public Safety</b>	<b>802,324</b>	<b>780,323</b>	<b>746,513</b>	<b>(33,810)</b>
<b>Highways</b>				
Wages	\$ 532,698	\$ 532,698	\$ 514,317	\$ (18,381)
Overtime Wages	80,000	80,000	78,223	(1,777)
Supplies and Expenses	80,000	80,000	88,132	8,132
Equip. Maint. and Repair	120,000	120,000	102,643	(17,357)
 Gas, Grease, and Oil	 80,000	 80,000	 62,325	 (17,675)
Telephone	3,000	3,000	2,907	(93)
Heating Oil	14,000	14,000	5,313	(8,687)
Electricity	8,000	8,000	7,543	(457)
Tree Removal	30,000	30,000	54,348	24,348
Road Maint. and Improvement	130,000	130,000	92,892	(37,108)
 Snow Sand	 70,000	 70,000	 41,155	 (28,845)
Snow Salt/Liquid Calcium	80,000	80,000	77,447	(2,553)
Road Sweeping/Catchbasin Clean	7,000	7,000	2,700	(4,300)
Asphalt/Bituminous Paving	440,000	440,000	517,717	77,717
<b>Total Highway</b>	<b>1,674,698</b>	<b>1,674,698</b>	<b>1,647,662</b>	<b>(27,036)</b>

See accountant's report.



**TOWN OF NEW HARTFORD**

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Schedule of Revenues and Expenditures - Budget and Actual  
For the Year Ended June 30, 2019

	<u>Original Budget</u>	<u>Amended Budget</u>	<u>Actual</u>	<u>Over (Under)</u>
<b>Planning and Development</b>				
Building Inspector	\$ 60,777	\$ 60,777	\$ 59,635	\$ (1,142)
Building Department Expense	3,450	3,450	1,596	(1,854)
Zoning:				
Officer	63,025	63,025	45,314	(17,711)
Zoning Secretary	4,000	4,000	5,625	1,625
Land Use Administrative Assistant	49,969	49,969	48,902	(1,067)
Printing Supplies and Expenses	9,000	9,000	6,212	(2,788)
Legal and Professional Fees	27,000	39,000	43,664	4,664
Inland Wetlands	3,000	3,000	2,858	(142)
Litchfield Co. Soil Conservation	1,795	1,795	1,795	-
Total Planning and Development	222,016	234,016	215,601	(18,415)
<b>Health and Welfare</b>				
Farmington Valley Health District	\$ 37,032	\$ 37,032	\$ 37,032	\$ -
Foothills Visiting Nurse	15,000	15,000	15,000	-
Regional Refuse Disposal	127,341	127,341	127,340	(1)
Meals on Wheels	3,130	3,130	2,855	(275)
Agent for the Elderly	100	100	-	(100)
Helping Hands Chore	750	750	-	(750)
Total Health and Welfare	183,353	183,353	182,227	(1,126)
<b>Libraries</b>				
N. H. Free Public Library	\$ 239,835	\$ 239,835	\$ 239,835	\$ -
Bakerville Library	52,419	62,419	62,419	-
Total Libraries	292,254	302,254	302,254	-
<b>Parks and Recreation</b>				
Recreation Director	\$ 26,103	\$ 26,103	\$ 25,023	\$ (1,080)
Recreation Recording Secretary	1,000	1,000	-	(1,000)
Seasonal Help	8,000	8,000	2,769	(5,231)
General Recreation	1,500	1,500	1,216	(284)
Contracted Services	40,000	40,000	37,195	(2,805)
Sports Allocations	-	-	-	-
Propane	7,000	7,000	5,928	(1,072)
Total Parks and Recreation	83,603	83,603	72,131	(11,472)
<b>Debt Service</b>				
Principal	\$ 639,634	\$ 639,634	\$ 639,634	\$ -
Interest	269,245	269,246	269,246	-
Total Debt Service	908,879	908,880	908,880	-

See accountant's report.

**TOWN OF NEW HARTFORD**

Page 5 of 5

Schedule of Revenues and Expenditures - Budget and Actual  
For the Year Ended June 30, 2019

	<u>Original Budget</u>	<u>Amended Budget</u>	<u>Actual</u>	<u>Over (Under)</u>
<b>Commissions/Other Agencies</b>				
Conservation Commission	\$ 500	\$ 500	\$ 853	\$ 353
Open Space Board	500	500	4,934	4,434
Board of Tax Review	500	500	1,542	1,042
New Hartford Day	1,800	1,800	-	(1,800)
Historic District Commission	500	500	-	(500)
Senior Citizen Supplies	25,140	25,140	19,048	(6,092)
Senior Director	26,796	26,796	24,869	(1,927)
Northwest Transportation	1,162	1,162	1,162	-
Historical Society	500	500	-	(500)
Litchfield Hills CEO	5,400	5,400	5,386	(14)
Contingency	4,000	-	-	-
Community Club	50	50	-	(50)
Town Hill Cemetery	100	100	-	(100)
Susan B. Anthony Project	2,500	2,500	2,500	-
Winchester Youth Service	1,000	5,000	5,000	-
Economic Development	6,000	6,000	50	(5,950)
COST	825	825	825	-
Stanclift Cove	6,000	6,000	6,000	-
West Hill Lake Association	15,000	15,000	15,000	-
Torrington Water Co. Hydrants	10,745	10,745	10,744	(1)
CCM	4,115	4,115	4,115	-
Total Commissions/Other Agencies	113,133	113,133	102,028	(11,105)
<b>Capital Expenditures</b>				
Technology	\$ 10,000	\$ 10,000	\$ 10,000	\$ -
Revaluation	60,000	60,000	60,000	-
BOE Capital	113,000	113,000	113,000	-
Foreman Truck	35,000	35,000	35,000	-
Police Car	45,000	45,000	45,000	-
Utility Plow Truck	65,000	65,000	65,000	-
Recreation Capital	30,000	30,000	30,000	-
Town Hall Equipment Replacement	20,000	20,000	20,000	-
Bruning Road Drainage Repair	45,000	45,000	45,000	-
Downtown Improvements	30,000	30,000	30,000	-
Rails to Trails	30,000	30,000	30,000	-
Total Capital Expenditures	483,000	483,000	483,000	-
<b>Education</b>				
Elementary Education	\$ 7,966,575	\$ 7,966,575	\$ 7,952,402	\$ (14,173)
Adult Education Cooperative	2,774	2,774	9,120	6,346
Regional School District #7	9,934,037	9,934,037	9,934,037	-
Education Pass-through Grants	194,068	194,068	188,192	(5,876)
Total Education	18,097,454	18,097,454	18,083,751	(13,703)
Total Expenditures	\$ 24,662,090	\$ 24,662,090	\$ 24,436,050	\$ (226,040)
<b>Excess of Revenues over Expenditures</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 546,992</u>	<u>\$ 546,992</u>

See accountant's report.

# Nonmajor Governmental Funds

**Debt Service Fund** – A fund used to account for financial resources to be used for the payment of compensated absences payable to retired or terminated employees.

## ***Special Revenue Funds***

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

**New Hartford Day Fund** – To account for the revenues and expenditures related to the “New Hartford Day” celebration.

**Dog Fund** – To account for funds provided by the sale of dog licenses, sale of stray dogs, and various fines levied against owners of stray dogs, as well as General Fund appropriations.

**Historical Documents Fund** – To account for funds related to the preservation of the Town’s records.

**School Cafeteria Fund** – To separately account for the operations of the school cafeterias. The Town’s participation in the state-administered Federal Child Nutrition Program is reported in this fund.

**Recreation Fund** – To account for the revenues and expenditures involved in the administration of recreational services.

**Senior Center Fund** – To account for the revenues and expenditures involved in the administration of senior center activities.

**Town Hill Cemetery Fund** – To account for funds used for the maintenance of Town Hill Cemetery.

**Small Cities Housing Rehabilitation** – To account for funds used to assist qualified citizens in making improvements to their homes.

**Open Space Fund** – To account for funds related to the preservation of undeveloped land.

## ***Capital Projects Funds***

Capital projects funds are used to account for the acquisition and construction of major capital facilities other than those financed by proprietary funds and trust funds.

**Community Investment (formerly known as Farmland Preservation)** – To account for funds restricted to preservation of farmland located within the town boundaries.

**TOWN OF NEW HARTFORD**

Page 1 of 2

Combining Balance Sheet  
Nonmajor Governmental Funds  
June 30, 2019

	<b>SPECIAL REVENUE FUNDS</b>					
	Debt Service Fund	New Hartford Day	Dog Fund	Historical Documents Fund	School Cafeteria	Recreation Fund
<b>Assets</b>						
Cash and cash equivalents	\$ 47,108	\$ 4,161	\$ 8,802	\$ -	\$ 35,976	\$ 96,015
Investments	-	-	-	-	-	-
Grants Receivable	-	-	-	-	-	-
Deferred Loans Receivable	-	-	-	-	-	-
Interfund Receivables	-	-	-	13,659	6,695	-
Inventories	-	-	-	-	1,065	-
<b>Total Assets</b>	<u>\$ 47,108</u>	<u>\$ 4,161</u>	<u>\$ 8,802</u>	<u>\$ 13,659</u>	<u>\$ 43,736</u>	<u>\$ 96,015</u>
<b>Liabilities and Fund Balances</b>						
Liabilities:						
Accounts Payable	-	-	6,960	-	-	25,064
Interfund Payables	-	-	-	-	33,900	12,519
Due to State of CT	-	-	-	-	-	-
Total Liabilities	<u>-</u>	<u>-</u>	<u>6,960</u>	<u>-</u>	<u>33,900</u>	<u>37,583</u>
Fund Balances						
Nonspendable	-	-	-	-	1,065	-
Restricted	-	4,161	-	13,659	-	-
Committed	47,108	-	1,842	-	8,771	58,432
Assigned	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-
Total Fund Balances	<u>47,108</u>	<u>4,161</u>	<u>1,842</u>	<u>13,659</u>	<u>9,836</u>	<u>58,432</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 47,108</u>	<u>\$ 4,161</u>	<u>\$ 8,802</u>	<u>\$ 13,659</u>	<u>\$ 43,736</u>	<u>\$ 96,015</u>

See accountant's report.

**TOWN OF NEW HARTFORD**

Page 2 of 2

Combining Balance Sheet  
Nonmajor Governmental Funds  
June 30, 2019

	<b>SPECIAL REVENUE FUNDS</b>				<b>CAPITAL PROJECTS FUND</b>	
	Senior Center	Town Hill Cemetery Fund	Small Cities Housing Rehabilitation	Open Space	Community Investment	Total
<b>Assets</b>						
Cash and cash equivalents	\$ 2,607	\$ 410	\$ 121,413	\$ -	\$ -	\$ 316,492
Investments	-	123,295	-	-	-	123,295
Grants Receivable	-	-	-	-	-	-
Deferred Loans Receivable	-	-	543,408	-	-	543,408
Interfund Receivables	-	-	-	-	14,756	35,110
Inventories	-	-	-	-	-	1,065
<b>Total Assets</b>	<u>\$ 2,607</u>	<u>\$ 123,705</u>	<u>\$ 664,821</u>	<u>\$ -</u>	<u>\$ 14,756</u>	<u>\$ 1,019,370</u>
<b>Liabilities and Fund Balances</b>						
Liabilities:						
Accounts Payable	736	-	-	-	-	32,760
Interfund Payables	-	-	-	146,020	-	192,439
Due to State of CT	-	-	-	-	-	-
Total Liabilities	<u>736</u>	<u>-</u>	<u>-</u>	<u>146,020</u>	<u>-</u>	<u>225,199</u>
Fund Balances						
Nonspendable	-	-	-	-	-	1,065
Restricted	-	123,705	664,821	-	14,756	821,102
Committed	1,871	-	-	-	-	118,024
Assigned	-	-	-	-	-	-
Unassigned	-	-	-	(146,020)	-	(146,020)
Total Fund Balances	<u>1,871</u>	<u>123,705</u>	<u>664,821</u>	<u>(146,020)</u>	<u>14,756</u>	<u>794,171</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 2,607</u>	<u>\$ 123,705</u>	<u>\$ 664,821</u>	<u>\$ -</u>	<u>\$ 14,756</u>	<u>\$ 1,019,370</u>

See accountant's report.

**TOWN OF NEW HARTFORD**  
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances  
Nonmajor Governmental Funds  
For the Year Ended June 30, 2019

Page 1 of 2

	Debt Service Fund	<b>SPECIAL REVENUE FUNDS</b>				
		New Hartford Day	Dog Fund	Historical Documents Fund	School Cafeteria	Recreation Fund
<b>Revenues</b>						
Operating Grants and Contributions	\$ -	\$ 530	\$ -	\$ 4,500	\$ 43,878	\$ -
Capital Grants and Contributions	-	-	-	-	-	-
Charges for Services	-	-	14,944	3,544	82,242	198,193
Other Income	-	-	-	-	-	-
Investments earnings	87	2	-	-	-	-
<b>Total Revenues</b>	<u>87</u>	<u>532</u>	<u>14,944</u>	<u>8,044</u>	<u>126,120</u>	<u>198,193</u>
<b>Expenditures</b>						
Current						
General government	-	728	-	4,848	-	-
Public safety	-	-	17,748	-	-	-
Parks and recreation	-	-	-	-	-	199,937
Commissions/agencies	-	-	-	-	-	-
Education	-	-	-	-	133,916	-
Debt Service	-	-	-	-	-	-
Capital Expenditures	-	-	-	-	-	-
<b>Total Expenditures</b>	<u>-</u>	<u>728</u>	<u>17,748</u>	<u>4,848</u>	<u>133,916</u>	<u>199,937</u>
Excess/(Deficiency) of Revenues Over Expenditures	87	(196)	(2,804)	3,196	(7,796)	(1,744)
<b>Other Financing Sources/(Uses)</b>						
Proceeds from Financing	-	-	-	-	-	-
Transfers in	-	-	-	-	8,424	-
Transfers out	-	-	-	-	-	-
<b>Total Other Financing Sources/(Uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>8,424</u>	<u>-</u>
<b>Net change in fund balances</b>	<u>87</u>	<u>(196)</u>	<u>(2,804)</u>	<u>3,196</u>	<u>628</u>	<u>(1,744)</u>
<b>Fund balances - beginning, as restated</b>	<u>47,021</u>	<u>4,357</u>	<u>4,646</u>	<u>10,463</u>	<u>9,208</u>	<u>60,176</u>
<b>Fund balances - ending</b>	<u>\$ 47,108</u>	<u>\$ 4,161</u>	<u>\$ 1,842</u>	<u>\$ 13,659</u>	<u>\$ 9,836</u>	<u>\$ 58,432</u>

See accountant's report.

**TOWN OF NEW HARTFORD**  
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances  
Nonmajor Governmental Funds  
For the Year Ended June 30, 2019

Page 2 of 2

	<b>SPECIAL REVENUE FUNDS</b>				<b>CAPITAL PROJECTS FUNDS</b>	
	<u>Senior Center</u>	<u>Town Hill Cemetery Fund</u>	<u>Small Cities Housing Rehabilitation</u>	<u>Open Space</u>	<u>Community Investment</u>	<u>Total</u>
<b>Revenues</b>						
Operating Grants and Contributions	\$ -	\$ -	\$ 177,030	\$ -	\$ -	\$ 225,938
Capital Grants and Contributions	-	-	-	17,279	-	17,279
Charges for Services	10,977	500	-	-	2,586	312,986
Other Income	-	-	-	-	-	-
Investments earnings	-	10,381	60	-	-	10,530
Total Revenues	<u>10,977</u>	<u>10,881</u>	<u>177,090</u>	<u>17,279</u>	<u>2,586</u>	<u>566,733</u>
<b>Expenditures</b>						
Current						
General government	-	-	-	-	-	5,576
Public safety	-	-	-	-	-	17,748
Parks and recreation	12,892	-	-	-	-	212,829
Commissions/agencies	-	5,174	-	-	-	5,174
Education	-	-	-	-	-	133,916
Debt Service	-	-	-	-	-	-
Capital Expenditures	-	-	-	41,310	-	41,310
Total Expenditures	<u>12,892</u>	<u>5,174</u>	<u>-</u>	<u>41,310</u>	<u>-</u>	<u>416,553</u>
Excess/(Deficiency) of Revenues Over Expenditures	(1,915)	5,707	177,090	(24,031)	2,586	150,180
<b>Other Financing Sources/(Uses)</b>						
Proceeds from Financing	-	-	-	-	-	-
Transfers in	-	-	-	-	-	8,424
Transfers out	-	-	-	-	-	-
Total Other Financing Sources/(Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>8,424</u>
Net change in fund balances	(1,915)	5,707	177,090	(24,031)	2,586	158,604
<b>Fund balances - beginning, as restated</b>	<u>3,786</u>	<u>117,998</u>	<u>487,731</u>	<u>(121,989)</u>	<u>12,170</u>	<u>635,567</u>
<b>Fund balances - ending</b>	<u>\$ 1,871</u>	<u>\$ 123,705</u>	<u>\$ 664,821</u>	<u>\$ (146,020)</u>	<u>\$ 14,756</u>	<u>\$ 794,171</u>

See accountant's report.

# Fiduciary Funds

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

**Pension Trust Fund** – To account for investments and related activity for the pension accounts funded on behalf of Town employees.

## **Private Purpose Trust Fund**

**Neighbor to Neighbor Fund** – To account for donations received from the public and disbursed by the Town for Community Assistance.

## **Agency Funds**

**Driveway Permits** – To account for cash and investments held by the Town to ensure compliance with specifications and regulations with respect to various building projects and improvements.

**Zoning Permits** – To account for cash and investments held by the Town to ensure compliance with specifications and regulations with respect to various building projects and improvements.

**Student Activities Fund** – To account for monies from various self-funding school activity funds.



**TOWN OF NEW HARTFORD**  
Combining Statement of Fiduciary Net Position  
Fiduciary Funds  
June 30, 2019

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	<b>AGENCY FUNDS</b>			
	<u>Driveway Permits</u>	<u>Zoning Permits</u>	<u>Student Activities Fund</u>	<u>Total</u>
<b>Assets</b>				
Cash and Cash Equivalents	\$ 47,197	\$ 7,187	\$ 9,701	\$ 64,085
Investments:				
Short-Term Investments	-	-	-	-
Mutual Funds	-	-	-	-
<b>Total Assets</b>	<u>\$ 47,197</u>	<u>\$ 7,187</u>	<u>\$ 9,701</u>	<u>\$ 64,085</u>
<b>Deferred Outflows of Resources</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Liabilities</b>				
Fiduciary Deposits	<u>47,197</u>	<u>7,187</u>	<u>9,701</u>	<u>64,085</u>
<b>Total Liabilities</b>	<u>47,197</u>	<u>7,187</u>	<u>9,701</u>	<u>64,085</u>
<b>Deferred Inflows of Resources</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net Position</b>				
Held in Trust for Pension Benefits	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Net Position</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See accountant's report.

# TOWN OF NEW HARTFORD

## Agency Funds

### Combining Statement of Changes in Assets and Liabilities For the Year Ended June 30, 2019

	Balance <u>July 1, 2018</u>	Additions	Deductions	Balance <u>June 30, 2019</u>
<u>Driveway Permits</u>				
<b>Assets:</b>				
Cash	\$ 39,623	\$ 13,577	\$ 6,003	\$ 47,197
Total Assets	<u>39,623</u>	<u>13,577</u>	<u>6,003</u>	<u>47,197</u>
<b>Liabilities</b>				
Fiduciary Deposits	39,623	13,577	6,003	47,197
Total Liabilities	<u>\$ 39,623</u>	<u>\$ 13,577</u>	<u>\$ 6,003</u>	<u>\$ 47,197</u>
 <u>Zoning Permits</u>				
<b>Assets:</b>				
Cash	\$ 7,187	\$ -	\$ -	\$ 7,187
Total Assets	<u>7,187</u>	<u>-</u>	<u>-</u>	<u>7,187</u>
<b>Liabilities</b>				
Fiduciary Deposits	7,187	-	-	7,187
Total Liabilities	<u>\$ 7,187</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,187</u>
 <u>Student Activities Fund</u>				
<b>Assets:</b>				
Cash	\$ 10,975	\$ 46,651	\$ 47,925	\$ 9,701
Total Assets	<u>10,975</u>	<u>46,651</u>	<u>47,925</u>	<u>9,701</u>
<b>Liabilities</b>				
Fiduciary Deposits	10,975	46,651	47,925	9,701
Total Liabilities	<u>\$ 10,975</u>	<u>\$ 46,651</u>	<u>\$ 47,925</u>	<u>\$ 9,701</u>
 <u>Total Agency Funds</u>				
<b>Assets:</b>				
Cash	\$ 57,785	\$ 60,228	\$ 53,928	\$ 64,085
Total Assets	<u>57,785</u>	<u>60,228</u>	<u>53,928</u>	<u>64,085</u>
<b>Liabilities</b>				
Fiduciary Deposits	57,785	60,228	53,928	64,085
Total Liabilities	<u>\$ 57,785</u>	<u>\$ 60,228</u>	<u>\$ 53,928</u>	<u>\$ 64,085</u>

See accountant's report.

## **Supplemental Schedules**

**TOWN OF NEW HARTFORD**  
Schedule of Property Taxes Levied, Collected and Outstanding  
For the Year Ended June 30, 2019

	Outstanding <u>July 1, 2018</u>	Current <u>Levy</u>	<u>Lawful Corrections</u>		Transfers to <u>Suspense</u>	Collectible <u>Taxes</u>	Receipt of <u>Taxes</u>	Receipt of Interest and Liens	Total <u>Receipts</u>	Outstanding <u>June 30, 2019</u>
			<u>Additions</u>	<u>Deductions</u>						
List of 10/1:										
2017		\$ 20,532,116	\$ 27,966	\$ 57,539	\$ (620)	\$ 20,501,923	\$ 20,262,519	\$ 60,242	\$ 20,322,761	\$ 239,404
2016	\$ 224,593	-	1,623	6,568	(2,798)	216,850	118,907	24,266	143,173	97,943
2015	85,154	-	683	434	(3,119)	82,284	43,910	16,124	60,034	38,374
2014	33,437	-	608	246	(1,277)	32,522	21,892	11,656	33,548	10,630
2013	9,754	-	-	55	(1,261)	8,438	4,567	2,198	6,765	3,871
2012	2,439	-	-	52	(888)	1,499	1,310	1,673	2,983	189
2011	1,620	-	-	-	(318)	1,302	1,302	1,751	3,053	-
2010	1,483	-	-	-	(298)	1,185	1,185	1,481	2,666	-
2009	130	-	-	-	(130)	-	-	290	290	-
2008	-	-	-	-	-	-	-	442	442	-
2007	-	-	-	-	-	-	-	149	149	-
2006	-	-	-	-	-	-	-	141	141	-
2005	-	-	-	-	-	-	-	-	-	-
2004	-	-	-	-	-	-	-	-	-	-
2003	-	-	-	-	-	-	-	-	-	-
2002	-	-	-	-	-	-	-	-	-	-
2001	-	-	-	-	-	-	-	-	-	-
	<b><u>\$ 358,610</u></b>	<b><u>\$ 20,532,116</u></b>	<b><u>\$ 30,880</u></b>	<b><u>\$ 64,894</u></b>	<b><u>\$ (10,709)</u></b>	<b><u>\$ 20,846,003</u></b>	<b><u>\$ 20,455,592</u></b>	<b><u>\$ 120,413</u></b>	<b><u>\$ 20,576,005</u></b>	<b><u>\$ 390,411</u></b>

Net Grand List- October 1, 2017

Tax Rate: 30.624 mills

Total Suspense Collections	-	3,427	3,427
Total Collections	<b><u>\$ 20,455,592</u></b>	<b><u>\$ 123,840</u></b>	<b><u>\$ 20,579,432</u></b>

See accountant's report.

**TOWN OF NEW HARTFORD**

## Schedule of Debt Limitation

As of June 30, 2019

Total Prior Year Tax Collections - including interest and lien fees  
Received by Treasurer

\$ 20,370,274

**Reimbursement for revenue loss on:**

Tax relief for elderly

-

Base

\$ 20,370,274

<b>Debt limitation:</b>	<u>General Purposes</u>	<u>Schools</u>	<u>Sewers</u>	<u>Urban Renewal</u>
2 1/4 times base	\$ 45,833,117	\$ -	\$ -	\$ -
4 1/2 times base	-	91,666,233	-	-
3 3/4 times base	-	-	76,388,528	-
3 1/4 times base	-	-	-	66,203,391
Total debt limitation	<u>45,833,117</u>	<u>91,666,233</u>	<u>76,388,528</u>	<u>66,203,391</u>

**Indebtedness:**

Bonds payable

4,298,610

711,390

-

-

Notes payable

-

-

-

-

USDA Note

-

-

3,069,039

-

**Overlapping debt:**

Regional School

District No. 7

-

501,387

-

-

Total Indebtedness

4,298,6101,212,7773,069,039-

Debt limitation in excess of  
outstanding and authorized debt

\$ 41,534,507\$ 90,453,456\$ 73,319,489\$ 66,203,391**NOTE:**

In no case should this total indebtedness exceed  
seven times the base \$20,370,274 or \$142,591,918.

See accountant's report.

## **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 conditions.

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.

**TOWN OF NEW HARTFORD**  
Net Position By Component  
Last Ten Fiscal Years  
(accrual basis of accounting)

Table 1

	<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>	<u>2019</u>
Governmental Activities:										
Net Investment in Capital Assets	\$ 10,236,647	\$ 10,921,448	\$ 11,155,435	\$ 12,124,042	\$ 12,513,900	\$ 13,359,082	\$ 12,910,546	\$ 12,967,824	\$ 13,405,590	\$ 13,660,989
Restricted	24,480	28,944	31,929	36,948	636,139	640,194	1,615,291	623,410	632,719	821,102
Unrestricted	<u>1,760,535</u>	<u>3,400,525</u>	<u>3,546,323</u>	<u>1,963,071</u>	<u>1,590,443</u>	<u>833,140</u>	<u>981,767</u>	<u>2,332,332</u>	<u>2,002,646</u>	<u>2,590,303</u>
Total Governmental Activities Net Position	<u>\$ 12,021,662</u>	<u>\$ 14,350,917</u>	<u>\$ 14,733,687</u>	<u>\$ 14,124,061</u>	<u>\$ 14,740,482</u>	<u>\$ 14,832,416</u>	<u>\$ 15,507,604</u>	<u>\$ 15,923,566</u>	<u>\$ 16,040,955</u>	<u>\$ 17,072,394</u>
Business-type Activities:										
Net Investment in Capital Assets	\$ 9,746,307	\$ 11,265,057	\$ 10,945,088	\$ 10,636,926	\$ 10,767,874	\$ 10,446,135	\$ 10,126,458	\$ 9,790,577	\$ 9,520,794	\$ 9,201,803
Restricted	-	-	-	-	-	-	-	-	-	-
Unrestricted	<u>(1,981,117)</u>	<u>(2,016,632)</u>	<u>(2,045,157)</u>	<u>(1,965,796)</u>	<u>(1,993,158)</u>	<u>(2,044,291)</u>	<u>(2,085,887)</u>	<u>(2,161,368)</u>	<u>(2,179,152)</u>	<u>(2,211,168)</u>
Total Business-type Activities Net Position	<u>\$ 7,765,190</u>	<u>\$ 9,248,425</u>	<u>\$ 8,899,931</u>	<u>\$ 8,671,130</u>	<u>\$ 8,774,716</u>	<u>\$ 8,401,844</u>	<u>\$ 8,040,571</u>	<u>\$ 7,629,209</u>	<u>\$ 7,341,642</u>	<u>\$ 6,990,635</u>
Primary Government:										
Net Investment in Capital Assets	\$ 19,982,954	\$ 22,186,505	\$ 22,100,523	\$ 19,167,283	\$ 19,779,931	\$ 20,385,138	\$ 20,385,138	\$ 20,385,138	\$ 20,385,138	\$ 19,793,753
Restricted	24,480	28,944	31,929	36,948	636,139	640,194	1,615,291	623,410	632,719	821,102
Unrestricted	<u>(220,582)</u>	<u>1,383,893</u>	<u>1,501,166</u>	<u>3,590,960</u>	<u>3,099,128</u>	<u>2,208,928</u>	<u>1,547,746</u>	<u>2,544,227</u>	<u>2,364,740</u>	<u>3,448,174</u>
Total Primary Government Net Position	<u>\$ 19,786,852</u>	<u>\$ 23,599,342</u>	<u>\$ 23,633,618</u>	<u>\$ 22,795,191</u>	<u>\$ 23,515,198</u>	<u>\$ 23,234,260</u>	<u>\$ 23,548,175</u>	<u>\$ 23,552,775</u>	<u>\$ 23,382,597</u>	<u>\$ 24,063,029</u>



**TOWN OF NEW HARTFORD**

Changes in Net Position  
Last Ten Fiscal Years  
(accrual basis of accounting)

	<b>2010</b>	<b>2011</b>	<b>2012</b>	<b>2013</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>
<b>Expenses</b>										
Governmental Activities:										
General Government	\$ 2,185,561	\$ 2,257,962	\$ 1,940,123	\$ 1,858,404	\$ 1,692,211	\$ 2,272,452	\$ 1,879,103	\$ 1,809,887	\$ 1,962,809	\$ 1,822,563
Public Safety	638,618	738,279	616,213	621,356	611,487	655,616	742,342	779,498	786,109	801,479
Highways	1,636,007	1,834,330	1,535,240	1,564,137	1,701,028	1,804,175	1,833,059	1,865,478	1,991,375	2,011,940
Planning and Development	197,609	164,289	144,909	148,092	146,313	161,557	155,243	197,353	218,913	235,577
Health and Welfare	317,245	296,489	331,132	204,198	220,060	204,070	203,117	213,615	193,629	195,154
Libraries	259,000	259,000	263,000	268,000	272,000	280,000	285,600	288,455	274,033	302,254
Parks and Recreation	306,023	317,543	317,706	329,721	284,804	301,555	353,647	301,870	336,612	317,216
Commissions/Agencies	76,987	64,330	76,513	62,503	83,391	76,250	102,127	194,602	74,843	109,011
Education	16,307,462	16,341,565	16,837,641	17,543,708	18,094,896	18,270,620	18,905,910	19,631,108	19,849,746	20,395,301
Interest on Long-Term Debt	-	-	232,961	219,579	195,733	176,910	159,693	116,543	142,638	184,851
Total Governmental Activities Expenses	<u>21,924,512</u>	<u>22,273,787</u>	<u>22,295,438</u>	<u>22,819,698</u>	<u>23,301,923</u>	<u>24,203,205</u>	<u>24,619,841</u>	<u>25,398,409</u>	<u>25,830,707</u>	<u>26,375,346</u>
Business-Type Activities:										
Water and Sewer System	<u>667,246</u>	<u>877,457</u>	<u>979,493</u>	<u>950,811</u>	<u>1,093,402</u>	<u>1,075,029</u>	<u>1,055,465</u>	<u>1,011,545</u>	<u>1,007,179</u>	<u>1,012,068</u>
Total Business-Type Activities Expenses	<u>667,246</u>	<u>877,457</u>	<u>979,493</u>	<u>950,811</u>	<u>1,093,402</u>	<u>1,075,029</u>	<u>1,055,465</u>	<u>1,011,545</u>	<u>1,007,179</u>	<u>1,012,068</u>
Total Primary Government Expenses	<u>\$ 22,591,758</u>	<u>\$ 23,151,244</u>	<u>\$ 23,274,931</u>	<u>\$ 23,770,509</u>	<u>\$ 24,395,325</u>	<u>\$ 25,278,234</u>	<u>\$ 25,675,306</u>	<u>\$ 26,409,954</u>	<u>\$ 26,837,886</u>	<u>\$ 27,387,414</u>
<b>Program Revenues</b>										
Governmental Activities:										
Charges for Services:										
General Government	\$ 100,844	\$ 107,446	\$ 115,562	\$ 129,867	\$ 109,571	\$ 111,026	\$ 139,335	\$ 126,151	\$ 121,526	\$ 120,635
Parks and Recreation	174,387	162,076	180,775	180,819	185,591	189,482	223,558	176,137	197,488	209,170
Education	163,073	117,464	110,907	98,401	148,500	148,323	121,954	197,917	218,275	214,242
Other Activities	72,900	87,996	83,986	100,975	103,326	95,250	128,055	140,698	122,605	120,962
Operating Grants and Contributions	4,314,244	4,392,255	4,827,438	4,551,503	4,947,624	4,748,459	4,728,849	5,102,903	4,798,381	5,753,136
Capital Grants and Contributions	<u>89,973</u>	<u>1,450,936</u>	<u>117,896</u>	<u>130,370</u>	<u>146,071</u>	<u>294,645</u>	<u>549,794</u>	<u>106,216</u>	<u>295,730</u>	<u>43,144</u>
Total Governmental Activities Program Revenues	<u>4,915,421</u>	<u>6,318,173</u>	<u>5,436,564</u>	<u>5,191,935</u>	<u>5,640,683</u>	<u>5,587,185</u>	<u>5,891,545</u>	<u>5,850,022</u>	<u>5,754,005</u>	<u>6,461,289</u>
Business-type Activities:										
Charges for Services:										
Water and Sewer System	625,768	617,682	666,939	722,010	741,298	702,157	718,642	600,183	657,993	636,611
Capital Grants and Contributions	<u>-</u>	<u>2,697,580</u>	<u>-</u>	<u>-</u>	<u>455,891</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Business-type Activities Program Revenues	<u>625,768</u>	<u>3,315,262</u>	<u>666,939</u>	<u>722,010</u>	<u>1,197,189</u>	<u>702,157</u>	<u>718,642</u>	<u>600,183</u>	<u>657,993</u>	<u>636,611</u>
Total Primary Government Program Revenues	<u>\$ 5,541,189</u>	<u>\$ 9,633,435</u>	<u>\$ 6,103,503</u>	<u>\$ 5,913,945</u>	<u>\$ 6,837,872</u>	<u>\$ 6,289,342</u>	<u>\$ 6,610,187</u>	<u>\$ 6,450,205</u>	<u>\$ 6,411,998</u>	<u>\$ 7,097,900</u>
	(continued)	(continued)	(continued)	(continued)	(continued)	(continued)	(continued)	(continued)	(continued)	(continued)

Table 2

**TOWN OF NEW HARTFORD**

Changes in Net Position  
Last Ten Fiscal Years  
(accrual basis of accounting)

	<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>	<u>2019</u>
Net (Expense)/Revenue										
Governmental Activities	\$ (17,009,091)	\$ (15,955,614)	\$ (16,858,874)	\$ (17,627,763)	\$ (17,661,240)	\$ (18,616,020)	\$ (18,728,296)	\$ (19,548,387)	\$ (20,076,702)	\$ (19,914,057)
Business-type Activities	<u>(41,478)</u>	<u>2,437,805</u>	<u>(312,554)</u>	<u>(228,801)</u>	<u>103,787</u>	<u>(372,872)</u>	<u>(336,823)</u>	<u>(411,362)</u>	<u>(349,186)</u>	<u>(375,457)</u>
Total Primary Government Net Expense	<u>\$ (17,050,569)</u>	<u>\$ (13,517,809)</u>	<u>\$ (17,171,428)</u>	<u>\$ (17,856,564)</u>	<u>\$ (17,557,453)</u>	<u>\$ (18,988,892)</u>	<u>\$ (19,065,119)</u>	<u>\$ (19,959,749)</u>	<u>\$ (20,425,888)</u>	<u>\$ (20,289,514)</u>
<b>General Revenues and Other Changes in Net Position</b>										
Governmental Activities:										
Property Taxes	\$ 16,845,097	\$ 16,990,778	\$ 17,274,591	\$ 17,928,524	\$ 18,065,221	\$ 18,237,621	\$ 19,222,996	\$ 19,607,260	\$ 20,108,115	\$ 20,696,042
Grants Not Restricted for Specific Purpose	232,686	236,197	222,749	455,629	96,757	97,629	75,692	211,383	34,080	31,097
Unrestricted Investment Income	37,123	30,162	43,584	26,823	29,189	12,159	13,542	28,407	47,523	132,286
Gain on Disposal of Fixed Assets	-	-	-	-	-	-	14,981	-	-	-
Rental Income	44,319	45,901	47,278	48,933	-	-	-	-	-	-
Other Income	88,141	27,261	73,393	100,365	86,293	67,740	51,823	117,299	65,992	110,521
Special Item-Return of Unexpended Grant	-	-	(455,891)	-	-	-	-	-	-	-
Transfers	<u>(2,817,522)</u>	<u>954,570</u>	<u>35,940</u>	<u>-</u>	<u>201</u>	<u>-</u>	<u>24,450</u>	<u>-</u>	<u>(61,619)</u>	<u>(24,450)</u>
Total Governmental Activities	<u>14,429,844</u>	<u>18,284,869</u>	<u>17,241,644</u>	<u>18,560,274</u>	<u>18,277,661</u>	<u>18,415,149</u>	<u>19,403,484</u>	<u>19,964,349</u>	<u>20,194,091</u>	<u>20,945,496</u>
Business-type Activities:										
Unrestricted Investment Income	-	-	-	-	-	-	-	-	-	-
Other Income	-	-	-	-	-	-	-	-	-	-
Transfers	<u>2,817,522</u>	<u>(954,570)</u>	<u>(35,940)</u>	<u>-</u>	<u>(201)</u>	<u>-</u>	<u>(24,450)</u>	<u>-</u>	<u>61,619</u>	<u>24,450</u>
Total Business-type Activities	<u>2,817,522</u>	<u>(954,570)</u>	<u>(35,940)</u>	<u>-</u>	<u>(201)</u>	<u>-</u>	<u>(24,450)</u>	<u>-</u>	<u>61,619</u>	<u>24,450</u>
Total Primary Government	<u>\$ 17,247,366</u>	<u>\$ 17,330,299</u>	<u>\$ 17,205,704</u>	<u>\$ 18,560,274</u>	<u>\$ 18,277,460</u>	<u>\$ 18,415,149</u>	<u>\$ 19,379,034</u>	<u>\$ 19,964,349</u>	<u>\$ 20,255,710</u>	<u>\$ 20,969,946</u>
<b>Change in Net Position</b>										
Governmental Activities	\$ (2,579,247)	\$ 2,329,255	\$ 382,770	\$ 932,511	\$ 616,421	\$ (200,871)	\$ 675,188	\$ 415,962	\$ 117,389	\$ 1,031,439
Business-type Activities	<u>2,776,044</u>	<u>1,483,235</u>	<u>(348,494)</u>	<u>(228,801)</u>	<u>103,586</u>	<u>(372,872)</u>	<u>(361,273)</u>	<u>(411,362)</u>	<u>(287,567)</u>	<u>(351,007)</u>
Total Primary Government	<u>\$ 196,797</u>	<u>\$ 3,812,490</u>	<u>\$ 34,276</u>	<u>\$ 703,710</u>	<u>\$ 720,007</u>	<u>\$ (573,743)</u>	<u>\$ 313,915</u>	<u>\$ 4,600</u>	<u>\$ (170,178)</u>	<u>\$ 680,432</u>

Table 3

**TOWN OF NEW HARTFORD**  
Fund Balances of Governmental Funds  
Last Ten Fiscal Years  
(modified accrual basis of accounting)

	<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>	<u>2019</u>
<b>General Fund:</b>										
Reserved	\$ 3,939,455	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved	<u>3,519,887</u>	-	-	-	-	-	-	-	29,450	31,860
Nondspendable		-	-	-	-	-	-	-	-	-
Restricted		452,090	17,542	17,542	17,865	17,883	1,024,177	17,918	17,936	17,969
Committed		-	-	-	-	-	-	-	-	-
Assigned		464,312	858,333	792,140	999,022	1,069,364	422,333	472,333	547,333	547,333
Unassigned		<u>3,082,427</u>	<u>3,083,829</u>	<u>3,194,256</u>	<u>2,442,778</u>	<u>1,919,270</u>	<u>2,497,535</u>	<u>1,851,502</u>	<u>2,796,153</u>	<u>3,282,793</u>
Total General Fund	<u>\$ 7,459,342</u>	<u>\$ 3,998,829</u>	<u>\$ 3,959,704</u>	<u>\$ 4,003,938</u>	<u>\$ 3,459,665</u>	<u>\$ 3,006,517</u>	<u>\$ 3,944,045</u>	<u>\$ 2,341,753</u>	<u>\$ 3,390,872</u>	<u>\$ 3,879,955</u>
<b>All Other Governmental Funds:</b>										
Reserved	\$ 300,136	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved, reported in:										
Special Revenue Funds	788,271	-	-	-	-	-	-	-	-	-
Capital Projects Funds	<u>-</u>	-	-	-	-	-	-	-	-	-
Nondspendable		3,177	2,051	472,412	469,019	446,235	418,448	417,100	930	1,065
Restricted		464,373	543,574	157,417	172,329	196,719	192,857	207,252	632,719	821,102
Committed		318,673	401,303	289,285	790,083	423,342	409,945	167,660	1,075,186	944,428
Assigned		188,267	182,222	99,614	-	-	-	-	-	-
Unassigned		<u>-</u>	<u>-</u>	<u>(110,172)</u>	<u>(61,292)</u>	<u>(48,180)</u>	<u>(7,254)</u>	<u>(1,705,750)</u>	<u>(121,989)</u>	<u>(146,020)</u>
Total All Other Governmental Funds	<u>\$ 1,088,407</u>	<u>\$ 974,490</u>	<u>\$ 1,129,150</u>	<u>\$ 908,556</u>	<u>\$ 1,370,139</u>	<u>\$ 1,018,116</u>	<u>\$ 1,013,996</u>	<u>\$ (913,738)</u>	<u>\$ 1,586,846</u>	<u>\$ 1,620,575</u>

Note:

The change in the classification of fund balance amounts in 2011 is discussed in the notes to the 2011 Financial Statements

\*\* Prior year amounts have not been restated for the implementation of Statement 54.

Table 4

**TOWN OF NEW HARTFORD**  
Changes in Fund Balances  
Governmental Funds  
Last Ten Fiscal Years  
(modified accrual basis of accounting)

	<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>	<u>2019</u>
<b>Revenues</b>										
Taxes	\$ 16,857,985	\$ 17,002,857	\$ 17,308,285	\$ 17,782,201	\$ 17,985,887	\$ 18,230,946	\$ 19,105,372	\$ 19,856,873	\$ 20,236,342	\$ 20,694,752
Investment Income	36,801	29,836	43,258	26,497	28,874	12,159	13,542	28,407	47,523	132,286
Fees and Charges	511,204	474,982	491,230	510,062	546,988	544,081	612,902	640,903	659,894	665,009
Intergovernmental Revenue	4,633,785	6,149,577	5,168,083	5,080,569	5,190,452	5,287,314	5,387,895	4,927,618	4,659,388	5,005,822
Contributions	3,118	-	-	-	-	-	-	-	-	-
Other	132,460	73,162	120,671	149,298	86,293	67,740	66,804	117,299	65,992	110,521
<b>Total Revenues</b>	<u>22,175,353</u>	<u>23,730,414</u>	<u>23,131,527</u>	<u>23,548,627</u>	<u>23,838,494</u>	<u>24,142,240</u>	<u>25,186,515</u>	<u>25,571,100</u>	<u>25,669,139</u>	<u>26,608,390</u>
<b>Expenditures</b>										
General Government	\$ 1,612,520	\$ 1,580,523	\$ 1,585,276	\$ 1,563,846	\$ 1,602,052	\$ 1,724,351	\$ 1,639,205	\$ 1,632,700	\$ 1,827,955	\$ 1,708,902
Public Safety	625,235	584,985	606,213	613,637	596,726	634,275	715,068	741,946	781,178	772,721
Highways	1,506,589	1,493,270	1,464,743	1,487,442	1,526,042	1,670,141	1,556,910	1,631,628	1,568,570	1,659,399
Planning and Development	155,878	144,366	128,590	132,650	135,820	147,345	141,684	184,341	202,705	219,093
Health and Welfare	290,699	269,942	319,288	288,890	206,340	190,352	189,396	199,895	179,911	182,227
Libraries	259,000	259,000	263,000	268,000	272,000	280,000	285,600	288,455	274,033	302,254
Commissions/Other Agencies	76,987	64,330	76,513	65,503	83,391	76,250	316,087	264,809	302,839	109,011
Parks and Recreation	261,540	266,589	288,181	293,088	267,333	263,802	102,127	194,602	74,843	286,288
Education	16,071,401	16,276,498	16,704,697	17,386,193	18,056,763	18,264,708	18,726,311	18,917,773	19,141,291	19,235,747
Capital Outlay	246,961	1,069,740	289,638	810,160	492,731	1,072,501	2,105,964	2,546,211	1,043,629	676,606
Debt Service										
Principal	500,000	601,000	601,000	596,000	486,454	446,776	453,312	409,162	450,120	639,634
Interest	235,821	343,171	232,961	219,579	195,733	176,910	164,213	252,338	226,745	269,246
<b>Total Expenditures</b>	<u>21,842,631</u>	<u>22,953,414</u>	<u>22,560,100</u>	<u>23,724,988</u>	<u>23,921,385</u>	<u>24,947,411</u>	<u>26,395,877</u>	<u>27,263,860</u>	<u>26,073,819</u>	<u>26,061,128</u>
<b>Excess of Revenues</b>										
Over (Under) Expenditures	332,722	777,000	571,427	(176,361)	(82,891)	(805,171)	(1,209,362)	(1,692,760)	(404,680)	547,262
<b>Other Financing Sources (Uses)</b>										
Issuance of Debt	-	-	-	-	-	-	100,000	2,045,000	3,915,000	-
Proceeds from Bond Anticipation Notes	8,900,000	3,594,000	-	-	-	-	2,000,000	-	-	-
Proceeds from Premiums Received	-	-	-	-	-	-	18,320	207,734	101,002	-
Repayment of Refinanced Debt	-	-	-	-	-	-	-	(2,090,000)	-	-
Repayment of Bond Anticipation Notes	-	(8,900,000)	-	-	-	-	-	(2,000,000)	-	-
Contributions to Enterprise Funds	(4,973,922)	-	-	-	-	-	-	-	-	-
Transfer from Enterprise Funds	-	954,570	-	-	201	-	24,450	-	-	-
Transfers Out	(442,000)	(350,872)	(353,000)	(412,300)	(782,128)	(508,191)	(634,932)	(532,290)	(375,050)	(515,874)
Transfers In	442,000	350,872	353,000	412,300	782,128	508,191	634,932	532,290	313,431	491,424
<b>Total Other Financing Sources (Uses)</b>	<u>3,926,078</u>	<u>(4,351,430)</u>	<u>-</u>	<u>-</u>	<u>201</u>	<u>-</u>	<u>2,142,770</u>	<u>(1,837,266)</u>	<u>3,954,383</u>	<u>(24,450)</u>
<b>Special Item</b>										
Return of Unexpended Grant	-	-	(455,891)	-	-	-	-	-	-	-
<b>Net Change in Fund Balances</b>	<u>\$ 4,258,800</u>	<u>\$ (3,574,430)</u>	<u>\$ 115,536</u>	<u>\$ (176,361)</u>	<u>\$ (82,690)</u>	<u>\$ (805,171)</u>	<u>\$ 933,408</u>	<u>\$ (3,530,026)</u>	<u>\$ 3,549,703</u>	<u>\$ 522,812</u>
<b>Debt Service as a Percentage of</b>										
Noncapital Expenditures	3.4%	4.3%	3.7%	3.6%	2.9%	2.6%	2.5%	2.7%	2.7%	3.6%

Table 5

**TOWN OF NEW HARTFORD**  
Assessed Value and Estimated Actual Value of Taxable Property  
Last Ten Fiscal Years

Grand List Year	Fiscal Year	Real Property						Personal Property		Less: Exemptions	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Taxable Assessed Value as a Percentage of Actual Taxable Value
		Residential	Commercial	Industrial	Vacant Land	Use Assessment	Apartments	Other	Motor Vehicle					
2017	2019	\$ 520,412,762	\$ 27,527,710	\$7,152,390	\$12,953,520	\$17,190,225	\$ 69,090	\$32,362,470	\$60,286,125	\$13,095,235	\$ 664,859,057	30.62	\$ 949,798,653	70%
2016	2018	517,014,122	26,733,840	7,036,680	13,999,985	17,019,720	69,090	30,170,355	59,430,540	12,901,453	658,572,879	30.28	940,818,399	70%
2015	2017	515,285,010	26,006,400	6,970,250	14,491,750	17,245,505	69,090	31,068,440	58,182,587	12,825,610	656,493,422	29.52	937,847,746	70%
2014	2016	513,211,520	25,871,440	6,960,450	15,244,865	17,211,795	69,090	30,848,860	57,409,728	13,918,685	652,909,063	29.04	932,727,233	70%
2013	2015	510,929,750	26,099,570	7,103,460	15,619,170	17,327,155	69,090	31,926,020	56,025,595	13,357,930	651,741,880	27.68	931,059,829	70%
2012	2014	570,100,559	28,860,510	7,596,470	17,403,750	17,203,400	69,090	32,323,614	55,073,646	13,259,673	715,371,366	24.95	1,021,959,094	70%
2011	2013	568,307,790	29,351,770	7,966,770	18,838,400	17,231,035	69,090	32,717,914	56,030,144	13,761,705	716,751,208	24.80	1,023,930,297	70%
2010	2012	564,660,510	29,328,740	7,524,510	18,364,055	17,360,701	69,090	29,983,113	52,849,285	12,151,635	707,988,369	24.20	1,011,411,956	70%
2009	2011	560,053,480	30,043,625	7,653,940	19,274,615	17,653,200	138,180	28,495,609	49,953,523	11,417,954	701,848,218	24.00	1,002,640,311	70%
2008	2010	558,111,710	29,543,265	8,809,570	19,909,745	18,143,775	825,090	27,931,410	47,992,715	10,294,724	700,972,556	23.90	1,001,389,366	70%
2007	2009	454,322,880	22,384,090	8,206,800	N/A	N/A	N/A	24,883,823	50,956,759	8,381,899	552,372,453	29.00	789,103,504	70%

Source: Assessor's Office - Town of New Hartford, Connecticut

N/A = not available

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

**TOWN OF NEW HARTFORD**  
Property Tax Rates  
Direct and Overlapping Governments  
Last Ten Fiscal Years

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Table 6

Fiscal Year	NEW HARTFORD		REGIONAL SCHOOL DISTRICT 7	Total Direct and Overlapping
	Direct Rate		District*	
2010	23.90		-	23.90
2011	24.00		-	24.00
2012	24.20		-	24.20
2013	24.80		-	24.80
2014	24.95		-	24.95
2015	27.68		-	27.68
2016	29.04		-	29.04
2017	29.52		-	29.52
2018	30.28		-	30.28
2019	30.62		-	30.62

Source: Assessors Office, Town of New Hartford

\* Regional School District 7 is a school district and is funded through annual assessments billed to its member towns.

The direct rate is composed of only one rate, levied on the taxable grand list.

**TOWN OF NEW HARTFORD**  
Principal Property Taxpayers  
Current Year and Nine Years Ago

Table 7

Taxpayer	Nature of Business	Grand List as of October 1, 2018			Grand List as of October 1, 2009		
		Taxable Assessed Value	Rank	Percent of Total Town Taxable Assessed Value	Taxable Assessed Value	Rank	Percent of Total Town Taxable Assessed Value
Metropolitan District Water Bureau	Water and Sewer Utility	\$ 11,675,470	1	1.76%	\$ 6,738,326	3	1.22%
Connecticut Light & Power	Power Company	10,677,610	2	1.61%	9,029,410	1	1.63%
Home Depot USA, Inc.	Retail Tools and Maintenance Materials	7,164,780	3	1.08%	8,383,540	2	1.52%
Ski Sundown	Ski Area	2,712,640	4	0.41%	1,875,950	5	0.34%
Zahnradfabrik LLC	Real Estate Property Management	1,820,070	5	0.27%	1,691,130	7	0.31%
Hitchcock Properties LLC	Real Estate Property Management	1,525,930	6	0.23%	1,312,500	9	0.24%
PNL Nutmeg, LLC	Manufacturer	1,443,050	7	0.22%	-	-	-
Marandino	Individual	1,400,000	8	0.21%	1,615,320	8	0.29%
Fortissimo, LLC	Retail	1,215,550	9	0.18%	1,217,580	10	0.22%
Canterbury Village LLC	Senior Housing	1,137,500	10	0.17%	-	-	-
Perry Technology Corp	Retail	-	-	-	4,418,170	4	0.80%
Rutsky	Individual	-	-	-	1,813,920	6	0.33%
		\$ 40,772,600		6.13%	\$ 31,863,756		5.77%

Source: Assessor's Office, Town of New Hartford

**TOWN OF NEW HARTFORD**  
Property Tax Levies and Collections  
Last Ten Fiscal Years

Table 8

Fiscal Year	Tax Rate in Mills	Total Tax Levy for Fiscal Year	Collected Within Fiscal Year of Levy		Collections in Subsequent Years	Tax Collections to Date	
			Amount	Percentage of Levy		Amount	Percentage of Levy
2010	23.90	16,726,035	16,447,947	98.3%	232,620	16,680,567	99.7%
2011	24.00	16,913,359	16,648,060	98.4%	223,203	16,871,263	99.8%
2012	24.20	17,201,545	16,965,763	98.6%	213,764	17,179,527	99.9%
2013	24.80	17,815,716	17,498,226	98.2%	282,744	17,780,970	99.8%
2014	24.95	17,943,205	17,675,720	98.5%	238,409	17,914,129	99.8%
2015	27.68	18,143,764	17,840,536	98.3%	226,723	18,067,259	99.6%
2016	29.04	19,079,697	18,787,961	98.5%	257,168	19,045,129	99.8%
2017	29.52	19,510,965	19,235,749	98.6%	211,996	19,447,745	99.7%
2018	30.28	20,126,712	19,865,440	98.7%	118,907	19,984,347	99.3%
2019	30.62	20,532,116	20,262,519	98.7%	-	20,262,519	98.7%

Source: Tax Collector Reports



**TOWN OF NEW HARTFORD**  
Ratios of Outstanding Debt By Type  
Last Ten Fiscal Years

Table 9

Fiscal Year						Other Debt				Total Primary Government Debt	Total Debt per Capita	Percentage of Personal Income <sup>2</sup>
	Governmental Activities		Business Type Activities			Governmental Activities		Business Type Activities				
	General Obligation Bonds	Bond Anticipation Notes	General Obligation Bonds	Percentage of Actual Taxable Value of Property <sup>1</sup>	Total Primary Government Bonded Debt	Bonded Debt per Capita	USDA Note	Capital Lease and Loans	Sewer Notes			
2019	\$ 5,040,000	\$ -	\$ -	0.53%	\$ 5,040,000	\$ 754	\$ 3,069,039	\$ -	\$ 604,234	\$ 8,713,273	\$ 1,303	3.09%
2018	5,585,000	-	-	0.59%	5,585,000	826	3,163,673	-	622,265	9,370,938	1,385	3.62%
2017	2,201,556	4,000,000	-	0.66%	6,201,556	917	3,255,330	50,000	639,659	10,146,545	1,500	4.08%
2016	2,460,000	2,018,320	-	0.48%	4,478,320	657	3,344,102	100,000	659,652	8,582,074	1,260	3.34%
2015	2,830,000	-	20,000	0.31%	2,850,000	414	3,430,079	19,500	675,850	6,975,429	1,013	2.70%
2014	3,190,000	-	40,000	0.32%	3,230,000	466	3,513,350	37,955	678,479	7,459,784	1,077	2.76%
2013	3,645,000	-	60,000	0.36%	3,705,000	537	3,594,000	-	694,507	7,993,507	1,158	2.73%
2012	4,241,000	-	80,000	0.43%	4,321,000	628	3,594,000	-	709,099	8,624,099	1,253	3.41%
2011	4,842,000	-	105,000	0.49%	4,947,000	710	3,594,000	-	723,618	9,264,618	1,329	3.64%
2010	5,443,000	8,900,000	130,000	1.45%	14,473,000	2,149	-	-	737,251	15,210,251	2,258	7.42%

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

<sup>1</sup> See Table 5 for taxable property value data

<sup>2</sup> See Table 16 for personal income and population data.

**TOWN OF NEW HARTFORD**  
Legal Debt Margin Information  
Last Ten Fiscal Years

Table 10

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Debt limitation	\$ 117,889,170	\$ 119,524,370	\$ 121,581,929	\$ 124,470,437	\$ 126,290,486	\$ 127,775,816	\$ 133,916,559	\$ 133,917,098	\$ 138,771,717	\$ 142,591,918
Total net debt applicable to limit	\$ 17,542,645	\$ 7,756,015	\$ 8,352,087	\$ 9,716,111	\$ 8,853,680	\$ 8,035,572	\$ 9,393,477	\$ 10,496,504	\$ 9,816,760	\$ 8,826,739
Legal debt margin	<u>\$ 100,346,525</u>	<u>\$ 111,768,355</u>	<u>\$ 113,229,842</u>	<u>\$ 114,754,326</u>	<u>\$ 117,436,806</u>	<u>\$ 119,740,244</u>	<u>\$ 124,523,082</u>	<u>\$ 123,420,594</u>	<u>\$ 128,954,957</u>	<u>\$ 133,765,179</u>
Total net debt applicable to the limit as a percentage of debt limit	14.88%	6.49%	6.87%	7.81%	7.01%	6.29%	7.01%	7.84%	7.07%	6.19%

Note: The State of Connecticut General Statutes require that in no event shall the total debt of the Town exceed seven (7) times the annual receipts from taxation. The calculation of the 2019 debt limit can be found on page 79 of this Report.

**TOWN OF NEW HARTFORD**  
Direct and Overlapping Governmental Activities Debt  
As of June 30, 2019

Table 11

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable<sup>1</sup></u>	<u>Estimated Share of Overlapping Debt</u>
Debt repaid with property taxes:			
Regional School District Number 7	\$ 973,000	51.53%	\$ 501,387
Subtotal, overlapping debt			<u>501,387</u>
Town of New Hartford direct debt, net of premiums and discounts			<u>8,325,352</u>
Total direct and overlapping debt			<u>\$ 8,826,739</u>

Sources: Enrollment data used to estimate applicable percentage provided by Regional School District Number 7. Debt outstanding data also provided by Regional School District Number 7.

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the Town. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the Town of New Hartford. This process recognizes that when, considering the government's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

<sup>1</sup>The percentage of overlapping debt applicable is estimated using student population. Applicable percentages were estimated by determining the towns enrolled student population at Regional School District Number 7 and dividing it by the student population at Regional School District Number 7

**TOWN OF NEW HARTFORD**  
Pledged-Revenue Coverage  
Last Ten Fiscal Years  
(amounts expressed in thousands)

Table 12

<b>WPCA Notes</b>						
<b>Fiscal Year</b>	<b>Service Charges and Other</b>	<b>Less: Operating Expenses</b>	<b>Net Available Revenue</b>	<b>Debt Service</b>		
				<b>Principal</b>	<b>Interest</b>	<b>Coverage</b>
2010	626	463	163	13	33	3.54
2011	618	574	44	14	32	0.96
2012	667	511	156	15	103	1.32
2013	722	496	226	15	107	1.85
2014	741	640	101	36	104	0.72
2015	702	618	84	23	101	0.68
2016	721	602	119	36	98	0.89
2017	600	564	36	20	91	0.32
2018	658	558	100	17	92	0.92
2019	637	563	74	18	90	0.69

Note: Details regarding the government's outstanding debt can be found in the notes to the financial statements. Service charges and other includes investment earnings. Operating expenses do not include interest or depreciation.

**TOWN OF NEW HARTFORD**  
Annual Bonded Debt Maturity Schedule  
As of June 30, 2019

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Table 13

<u>Fiscal</u> <u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2020	340,000	152,350	492,350
2021	345,000	142,100	487,100
2022	345,000	131,750	476,750
2023	345,000	119,750	464,750
2024	385,000	107,150	492,150
2025	385,000	93,950	478,950
2026	375,000	82,500	457,500
2027	380,000	71,150	451,150
2028	220,000	61,350	281,350
2029	220,000	54,750	274,750
2030	220,000	48,150	268,150
2031	220,000	41,550	261,550
2032	180,000	35,550	215,550
2033	180,000	30,150	210,150
2034	180,000	24,750	204,750
2035	180,000	19,350	199,350
2036	180,000	13,950	193,950
2037	180,000	8,438	188,438
2038	180,000	2,812	182,812
Total	<u>\$ 5,040,000</u>	<u>\$ 1,241,500</u>	<u>\$ 6,281,500</u>

**TOWN OF NEW HARTFORD**  
Annual Self-Supporting Water and Sewer Debt Maturity Schedule  
As of June 30, 2019

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Table 14

Fiscal <u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2020	19,249	26,843	46,092
2021	19,970	25,998	45,968
2022	20,725	25,122	45,847
2023	21,514	24,213	45,727
2024	22,337	23,270	45,607
2025	23,198	22,291	45,489
2026	24,096	21,275	45,371
2027	25,036	20,221	45,257
2028	22,809	19,123	41,932
2029	23,835	18,131	41,966
2030	24,907	17,095	42,002
2031	26,028	16,013	42,041
2032	27,199	14,882	42,081
2033	28,424	13,700	42,124
2034	29,703	12,465	42,168
2035	31,039	11,174	42,213
2036	32,436	9,826	42,262
2037	33,896	8,416	42,312
2038	35,421	6,943	42,364
2039	37,015	5,403	42,418
2040	28,854	3,795	32,649
2041	26,917	2,116	29,033
2042	19,099	380	19,479
Total	<u>\$ 603,707</u>	<u>\$ 348,695</u>	<u>\$ 952,402</u>

**TOWN OF NEW HARTFORD**  
Long-Term Debt Ratios  
For the Year Ended June 30, 2019

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Table 15

1 Population	6,685
2 Net Taxable Grand List (10/1/17)	\$664,859,057
Estimated Full Value (70%)	\$949,798,653
1 Equalized Net Taxable Grand List (2017)	\$949,798,653
1 Money Income per Capita (2017)	\$42,173

	Total Direct Debt <u>\$ 5,010,000</u>	Total Net Direct Debt <u>\$ 5,010,000</u>	Total Overall Net Debt <u>\$ 5,511,387</u>
Per Capita	\$749.44	\$749.44	\$824.44
Ratio to Net Taxable Grand List	0.75%	0.75%	0.83%
Ratio to Estimated Full Value	0.53%	0.53%	0.58%
Ratio to Equalized Net Taxable Grand List	0.53%	0.53%	0.58%
Debt per Capita to Money Income per Capita	1.78%	1.78%	1.95%

- 1 State of Connecticut Municipal Fiscal Indicators, (2013-2017 American Community Survey)  
2 Revalued 10/1/18

**TOWN OF NEW HARTFORD**

Table 16

**Presentation of Intergovernmental Revenues as a Percentage of General Fund Revenues**  
**As of June 30, 2019**

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	<u><b>General Fund</b></u>	<u><b>Governmental Funds</b></u>
Intergovernmental Revenue	\$ 4,736,740	\$ 5,005,822
Total Revenue	\$ 26,014,236	\$ 26,608,390
Percent Intergovernmental	18.21%	18.81%



**TOWN OF NEW HARTFORD**  
Enumeration of Outstanding Bond Authorizations  
As of June 30, 2019

Table 17

Project	Authorized	Debt Issued	(Grants/ Paydowns)	Authorized/Unissued		
				General Purpose	School	Sewer
Ann Antolini School	\$ 4,751,000	\$ 3,507,155	\$ 701,957	\$ -	\$ 541,888	\$ -
Carpenter Road Bridge	759,000	407,845	3,500	347,655	-	-
New Hartford Elementary School	2,822,552	1,744,000	1,025,000	-	53,552	-
Wastewater Facility	3,118,000	-	796,000	-	-	2,322,000
Open Space	2,579,000	1,443,000	980,000	156,000	-	-
Phillips Farm Easement	755,000	438,000	-	317,000	-	-
WWTP Upgrade	8,950,000	3,594,000	4,596,716	-	-	759,284
	<u>\$ 23,734,552</u>	<u>\$ 11,134,000</u>	<u>\$ 8,103,173</u>	<u>\$ 820,655</u>	<u>\$ 595,440</u>	<u>\$ 3,081,284</u>

Source:  
Official Statement, G.O. Bonds Issue of 2018

**TOWN OF NEW HARTFORD**  
Demographic and Economic Statistics  
Last Ten Fiscal Years

Table 18

<b>Fiscal Year</b>	<b>Population<sup>1</sup></b>	<b>Personal Income (thousands of dollars)</b>	<b>Per Capita Personal Income<sup>2</sup></b>	<b>Median Age</b>	<b>School Enrollment<sup>4</sup></b>	<b>Unemployment Rate<sup>3</sup></b>
2019	6,685	\$ 281,927	\$ 42,173	44	434	3.1%
2018	6,733	259,032	38,472	44	456	3.5%
2017	6,764	248,706	36,769	45	443	4.3%
2016	6,812	257,214	37,759	44	473	4.7%
2015	6,886	257,956	37,461	44	494	4.3%
2014	6,924	263,791	38,098	44	545	5.6%
2013	6,901	292,457	42,379	44	569	7.2%
2012	6,882	253,086	36,775	43	582	6.6%
2011	6,970	254,182	36,468	43	608	7.6%
2010	6,736	204,970	30,429	43	625	7.6%

<sup>1</sup> State of Connecticut Department of Economic and Community Development

<sup>2</sup> State of Connecticut Municipal Fiscal Indicators, (2013-2017 American Community Survey)

<sup>3</sup> State of Connecticut Department of Labor

<sup>4</sup> New Hartford Board of Education

Note: The per capita personal income figures are based upon the U.S. Bureau of Census compiled in 2011. The information contained in the Census is the most recent data available.

# TOWN OF NEW HARTFORD

Principal Employers  
Current Year and Nine  
Years Ago

Table 19

Employer	Nature of Business	2019			2010		
		Employees	Rank	Percentage of Total Town Employment	Employees	Rank	Percentage of Town Employment
Altra Industrial Motion	Mfgr of Electromagnetic Clutches & Brakes	235	1	6.0%	118	1	3.1%
Perry Technology Corporation	Mfgr of Machined Parts	117	2	3.0%	100	3	2.6%
Home Depot	Retail Store	111	3	2.8%	100	3	2.6%
New Hartford Board of Education	Board of Education	88	4	2.3%	103	2	2.7%
Shurtape Technologies	Mfgr of Pressure Sensitive Adhesive Products	69	5	1.8%	30	8	0.8%
DB	Mfgr of Musical Instruments	54	6	1.4%	54	5	1.4%
Marandino Foods	Grocery Store	46	7	1.2%	40	6	1.0%
Town of New Hartford	Municipality	33	8	0.8%	37	7	1.0%
Hurley Mfg	Mfgr of Metal Springs	27	9	0.7%	27	9	0.7%
Northeast Work & Safety	Boat Inspection	20	10	0.5%	15	10	0.4%

**TOWN OF NEW HARTFORD**  
Full-Time Equivalent Employees By Function  
Last Ten Fiscal Years

Table 20

Function/Department	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
General Government										
Town Clerk	2	2	2	2	2	2	2	2	2	2
Tax Collector	2	2	2	2	2	2	2	2	2	1
Registrar of Voters	2	2	2	2	2	2	2	2	2	2
Assessor	2	2	2	2	2	2	1	1	1	1
Board of Assessment	3	3	3	3	3	3	3	3	3	3
Financial Services	2	2	2	2	2	2	2	2	2	2
Administrative Services	3	3	3	3	3	3	3	3	3	3
Public Safety										
Fire	3	2	2	2	2	2	2	2	2	2
Police	3	3	3	2	3	4	4	4	4	4
Community Maintenance										
Building Official	1	1	1	1	1	1	1	1	1	1
Land Use	2	1	1	1	1	1	1	1	1	1
Zoning Enforcement Officer	1	1	1	1	1	1	1	1	1	1
Public Works	8	7	8	8	8	8	9	9	9	9
Human and Cultural										
Leisure Services	2	0	0	1	1	1	1	1	1	1
Human & Leisure Services	1	0	0	0	0	0	0	0	0	0
Total - Town	37	31	32	32	33	34	34	34	34	33
Education										
Instructional Staff	70	62	53	52	52	50	47	47	46	46
Non-Instructional Staff	33	35	45	41	38	35	39	38	42	42
Total - Education	103	97	98	93	90	85	86	85	88	88
TOTAL	140	128	130	125	123	119	120	119	122	121

Source: Various Town Departments

**TOWN OF NEW HARTFORD**  
Operating Indicators By Function  
Last Ten Fiscal Years

Function/Department	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
<b>GENERAL GOVERNMENT</b>										
<b>Town Clerk</b>										
Land Records Processed	1,688	1,732	1,756	1,865	1,641	1,463	1,502	1,536	1,452	1,351
<b>Registrar of Voters</b>										
Number of Registered Voters	4,844	4,853	4,722	5,144	4,952	4,674	4,662	4,655	5,124	4,979
Voter Turnout % - National Election	N/A	N/A	N/A	85.04%	N/A	N/A	N/A	N/A	N/A	N/A
Voter Turnout % - State Election	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Voter Turnout % - Local Election	51.70%	N/A	N/A	N/A	50.54%	70.23%	86.56%	N/A	N/A	37.90%
<b>PUBLIC SAFETY</b>										
<b>Police</b>										
Number of 911 Call Responses	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Number of Physical Arrests	N/A	N/A	83	74	49	64	54	50	54	57
Number of Major Crimes	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Number of Parking Violations	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Number of Traffic Stops	896	823	724	518	684	1,047	966	729	768	652
<b>Fire</b>										
Number of Fire Related Calls	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Number of Emergency Medical/Rescue Calls	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Number of Fires Extinguished	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
<b>Ambulance</b>										
Number of Ambulance Calls	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
<b>COMMUNITY MAINTENANCE</b>										
<b>Building Department</b>										
Number of Inspections Conducted	587	622	773	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Number of Building Permits Issued	421	472	496	501	506	N/A	N/A	436	483	494
<b>Public Works</b>										
Number of Snow Operations	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Miles of Street Reconstructed	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
<b>HUMAN AND CULTURAL</b>										
<b>Parks &amp; Recreation</b>										
Number of instructional programs conducted	57	60	61	65	N/A	N/A	N/A	N/A	N/A	N/A
Number of Members at Senior Center	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
<b>Library</b>										
Volumes in Collection**	30,000	30,000	30,000	30,000	30,000	30,000	30,000	30,000	30,000	30,000
Registered Borrowers	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
<b>Transit District</b>										
Number of Dial-A-Ride Trips	873	861	1,141	747	542	684	950	610	947	1,383
<b>EDUCATION</b>										
<b>Average Class Size</b>										
Elementary Schools	18	21	22	21	20	19	18	18	18	18
Middle School*	x	x	x	x	x	x	x	x	x	x
High School*	x	x	x	x	x	x	x	x	x	x
<b>SAT Scores*</b>										
Math/Verbal	x	x	x	x	x	x	x	x	x	x
<b>CAPT Scores</b>										
% at goal (average of tests taken in Grade 10) *	x	x	x	x	x	x	x	x	x	x
<b>CMT Scores</b>										
% at goal: Grade 3 - Reading/Writing/Math	84.9/89.7/94.2	74.4/81.4/88.4	84.1/85.5/91.5	76.5/75.9/80.2	x/x/x	x/x/x	x/x/x	x/x/x	x/x/x	x/x/x
% at goal: Grade 4 - Reading/Writing/Math	74.4/75.9/80.2	85.2/92.0/94.3	78.4/84.1/89.7	86.6/78.0/87.8	x/x/x	x/x/x	x/x/x	x/x/x	x/x/x	x/x/x
% at goal: Grade 5 - Reading/Writing/Math/Science	84.0/87.5/94.7/x	80.2/87.4/91.9/75.9	89.5/90.7/93.0/87.2	72.2/68.9/89.9/78.9	x/x/x/86.4	x/x/x/87.2	x/x/x/x	x/x/x/x	x/x/x/x	x/x/x/x
% at goal: Grade 6 - Reading/Writing/Math	80.9/66.7/77.5	91.7/79.8/91.8	91.1/78.0/91.1	94.3/84.1/88.6	x/x/x	x/x/x	x/x/x	x/x/x	x/x/x	x/x/x
% at goal: Grade 7 - Reading/Writing/Math*	x/x/x	x/x/x	x/x/x	x/x/x	x/x/x	x/x/x	x/x/x	x/x/x	x/x/x	x/x/x
% at goal: Grade 8 - Reading/Writing/Math*	x/x/x	x/x/x	x/x/x	x/x/x	x/x/x	x/x/x	x/x/x	x/x/x	x/x/x	x/x/x

Source: Various Town Departments

\* New Hartford Schools are only grades K-6; students go on to attend a Regional School District upon completion of 6th grade.

\*\* estimated by the Bakerville Library stating that the size of their collection is over 14,000 and there are two libraries in the Town.

N/A = not available

**TOWN OF NEW HARTFORD**  
Capital Asset Statistics By Function  
Last Ten Fiscal Years

Function/Department	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
<b>GENERAL GOVERNMENT</b>										
Town Offices	1	1	1	1	1	1	1	1	1	1
<b>PUBLIC SAFETY</b>										
<b>Police</b>										
Police Cars	6	6	6	3	3	4	4	4	4	5
<b>Fire</b>										
Stations	3	3	3	3	3	3	3	3	3	3
Pieces of Equipment	8	8	8	8	8	8	8	8	8	8
<b>TOWN MAINTENANCE</b>										
<b>Public Works</b>										
Miles of Town Streets	82.6	82.6	82.6	82.6	82.6	82.6	82.6	82.6	82.6	82.6
Miles of Highway	18.36	18.36	18.36	18.36	18.36	18.36	18.36	18.36	18.36	18.36
Streetlights	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Traffic Signals	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
<b>HUMAN AND CULTURAL</b>										
<b>Leisure Services</b>										
Senior Centers	1	1	1	1	1	1	1	1	1	1
Parks	4	4	4	4	4	4	4	4	4	4
Acres of Park Land	206	206	206	206	206	206	206	206	206	206
Playgrounds	3	3	3	3	3	3	3	3	3	3
Tennis Courts	2	2	2	2	2	2	2	2	2	2
Athletic Fields	6	6	6	6	6	6	6	6	6	6
Basketball Courts	2	2	2	2	2	2	2	2	2	2
<b>Library</b>										
Branches	2	2	2	2	2	2	2	2	2	2
<b>EDUCATION</b>										
<b>Education</b>										
Elementary Schools	3	3	3	3	3	3	3	3	3	3
Middle Schools*	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
High Schools*	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Source(s): Various Town Departments

\* New Hartford Schools are only grades K-6; students go on to attend a Regional School District upon completion of 6th grade.