

TOWN OF MORRIS, CONNECTICUT

ANNUAL FINANCIAL REPORT

June 30, 2021

TOWN OF MORRIS, CONNECTICUT

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INDEPENDENT AUDITOR'S REPORT

Board of Finance
Town of Morris, Connecticut
Morris, CT 06763

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 Morris Connecticut, as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the Town of Morris, Connecticut's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

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 the 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 governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Town of Morris, Connecticut as of June 30, 2021, and the respective changes in the 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 3a through 3f and the required supplemental information relating to pension on pages 39-44, 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 Morris, Connecticut's basic financial statements. The combining and individual nonmajor fund financial statements and schedules, the statement of changes in fund balance – by project, the schedule of property taxes levied, collected and outstanding, and the schedule of debt limitation are presented for the purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and schedules, the statement of changes in fund balance – by project, the schedule of property taxes levied, collected and outstanding, and the schedule of debt limitation are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and schedules described in the above paragraph are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated October 22, 2021, on our consideration of the Town of Morris, Connecticut's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Town of Morris, Connecticut's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Town of Morris, Connecticut's internal control over financial reporting and compliance.

CLERMONT & ASSOCIATES, LLC
Prospect, Connecticut



October 22, 2021

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

This discussion and analysis of the Town of Morris, Connecticut's (the "Town") financial performance is provided by management to provide an overview of the Town's financial activities for the fiscal year ended June 30, 2021. Please read this MD&A in conjunction with the Town's financial statements.

Financial Highlights

- Net position of our governmental activities increased by \$10.1 million.
- Net position of our business-type activities decreased by \$1.6 million.
- The General Fund reported a fund balance this year of \$2.2 million; \$262 thousand more than the general fund balance reported in the prior year.
- The Town maintained a capital reserve fund balance of \$936 thousand, this increased by \$399 thousand from the prior year.

Overview of the Financial Statements

This annual report consists of a series of financial statements. The statement of net position and the statement of activities (Exhibits A and B, respectively) provide information about the activities of the Town as a whole and present a long-term view of the Town's finances. Fund financial statements are presented in Exhibits C and D. For governmental activities, these statements tell how these services were financed in the short-term as well as what remains for future spending. Fund financial statements also report the Town's operations in more detail than the government-wide statements by providing information about the Town's most significant funds. In addition, the Town maintains the Morris Sewer Authority as a proprietary fund (Exhibit G, H, and I). The remaining statements provide financial information about activities for which the Town acts solely as a trustee or agent for the benefit of those outside of the government.

Government-Wide Financial Statements

The analysis of the Town as a whole, begins on Exhibits A and B. The statement of net position and the statement of activities reports information about the Town as a whole and about its activities for the current period. These statements include all assets and liabilities using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the Town's net position and related changes. The Town's net position, the difference between assets and liabilities, is one way to measure the Town's financial health, or financial position. Over time, increases or decreases in the Town's net position are one indicator of whether its financial health is improving or deteriorating. The reader needs to consider other nonfinancial factors, such as changes in the Town's property tax base and the condition of the Town's capital assets, to assess the overall health of the Town.

Government-Wide Financial Statements (continued)

In the statement of net position and the statement of activities, the Town reports its activities as follows:

- *Governmental activities* - The Town's basic services are reported here, including general government, public safety, community services, public works, education, public library, and municipal facilities. Property taxes, charges for services, and state and federal grants finance most of these activities.
- *Business-type activities* - Morris Sewer Authority's activity is reported here.

Fund Financial Statements

The fund financial statements begin with Exhibit C and provide detailed information about the most significant funds - not the Town as a whole. Some funds are required to be established by State Statute. However, the Board of Selectman establishes many other funds to help control and manage financial activities for particular purposes or to show that it is meeting legal responsibilities for using grants and other money (like grants received for education from the State and Federal governments). The Town's funds are divided into three categories: governmental, proprietary, and fiduciary.

- *Governmental funds (Exhibits C and D)* - Most of the Town's basic services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the Town's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the Town's programs. The relationship (or differences) between governmental activities (reported in the statement of net position and the statement of activities) and governmental funds is described in a reconciliation at the bottom of the fund financial statements.
- *Proprietary funds (Exhibits G, H, and I)* - When the Town charges customers for the services it provides, whether to outside customers or to other units of the Town, these services are generally reported in proprietary funds. Proprietary funds are reported in the same way that all activities are reported in the statement of net position and the statement of activities.
- *Fiduciary funds (Exhibits J and K)* - The Town is the trustee, or fiduciary, for its employees' pension plans. All of the Town's fiduciary activities are reported in separate statements of fiduciary net assets and changes in fiduciary net position. These activities are excluded from the Town's other financial statements because the Town cannot use these assets to finance its operations. The Town is responsible for ensuring that the assets reported in these funds are used for their intended purposes.

Government-Wide Financial Analysis

The analysis below focuses on the net position (Table 1) and changes in net position (Table 2) of the Town's governmental activities. The Town's net position for governmental activities increased \$556 thousand from \$9.6 million in 2020 to \$10.1 million in 2021.

Table 1: Net Position (In Thousands)

	Governmental Activities	
	2021	2020
Current and other assets	\$ 4,323,832	3,549,408
Capital assets	7,341,195	7,386,099
Deferred inflows	198,905	233,535
Total assets & deferred inflows	\$ 11,863,932	11,169,042
Current and other liabilities	\$ 883,451	611,218
Deferred outflows	255,829	35,525
Long-term liabilities	575,980	929,147
Total liabilities & deferred outflows	\$ 1,715,260	1,575,890
Net position:		
Investment in capital assets	\$ 7,341,195	7,386,099
Restricted	1,725	-
Unrestricted	2,805,752	2,207,053
Total net position	\$ 10,148,672	9,593,152

Table 2: Change In Net Assets (In Thousands)

	Governmental Activities	
	2021	2020
Revenues:		
Program revenues:		
Charges for services	\$ 281,860	199,416
Operating grants and contributions	154,906	227,242
Capital grants and contributions	230,566	1,831,802
General revenues:		
Property taxes	8,661,481	9,057,711
Grants and contributions not restricted to specific purposes	27,328	52,089
Unrestricted investment earnings and other revenues	5,048	48,946
Other general revenues (and transfers)	(888)	12,894
Total revenues	\$ 9,360,301	11,430,100
Program expenses:		
General government	\$ 1,169,836	1,353,534
Public safety	610,566	412,001
Public works	1,238,933	1,571,447
Health and welfare	26,896	15,119
Culture and recreation	360,867	335,824
Education	5,397,683	5,975,180
Total program expenses	\$ 8,804,781	9,663,105
Increase (decrease) in net position	\$ 555,520	1,766,995

Town Funds Financial Analysis

Governmental Funds

As the Town completed the year, its governmental funds (as presented in the balance sheet - Exhibit C) reported a combined fund balance of \$3.2 million which was a \$594 thousand increase from the previous year. Included in this year's total change in fund balance was a \$399 thousand increase in the capital projects fund and an increase of \$263 thousand in the general fund. The increase in the capital projects fund is due to \$350 thousand budget transfer and an additional \$299 thousand surplus transfer from the general fund.

Proprietary Funds

The Town reports the Sewer Authority as a proprietary fund (Exhibit G, H, and I). Under this presentation, the operating loss was \$106 thousand, which included depreciation expense of \$65 thousand. Net fund position at year end included \$1.33 million of net capital investment and \$293 thousand unrestricted.

General Fund Budgetary Highlights

Exhibit F shows the summary information of budget to actual revenues, expenditures and changes in undesignated, unreserved fund balance (funds available to be appropriated).

- Property tax collections and building inspection fees were significantly more than expected, which provided for an additional \$448 thousand in revenues over budget.
- All departments expended less than the budgeted amounts with the largest savings in the public works.

The unassigned fund balance was \$2.81 million, of which the majority was without restrictions or assignments and available to appropriate.

Capital Assets

At June 30, 2021, the Town had approximately \$8.8 million invested in a broad range of capital assets, including land, buildings, park facilities, vehicles and equipment, roads, bridges, and sewer lines. The total Town's amount represents a monomial decrease (including additions and deductions) of \$ 67 thousand, net of depreciation expenses. The largest increase include the reconstruction of a bridge (Construction in Progress), which was mostly funded through state and federal grants and reconstruction of roads.

Table 3: Capital Assets (Net of Depreciation)

		Governmental Activities	
		2021	2020
Land	\$	448,223	448,223
Construction in progress		1,697,203	1,697,203
Buildings and improvements		988,751	1,042,056
Land improvements		659,837	702,196
Machinery and equipment		657,744	716,327
Infrastructure		2,889,437	2,780,094
Totals	\$	<u>7,341,195</u>	<u>7,386,099</u>
		Business-type Activities	
		2021	2020
Sewer collection system	\$	<u>1,333,087</u>	<u>1,398,917</u>

Long-Term Liabilities

At June 30, 2021 the Town had \$575,980 in long-term liabilities versus \$995,082 last year. The decrease is the result of the growth of the investments in the pension trust funds.

The Town fully paid off the debt to the Town of Litchfield for the amount of \$67,079, paid through the collections of sewer assessment fees.

Other obligations include accrued vacation pay and sick leave, net pension, and the monitoring of the Town's landfill closure. More detailed information about the Town's long-term liabilities is presented in Note 8 to the financial statements.

Economic Factors and Next Year's Budgets and Rates

The Town's elected and appointed officials considered many factors when setting the fiscal-year 2021 budget tax rates.

- The economy in Connecticut and particularly Litchfield County impact development in the Town.
- Reductions in State of Connecticut grant revenues for the past 2 years.
- Imposition of unfunded State mandates including the effects of COVID-19.
- Board of Selectmen continue to be diligent in ensuring that services are provided to Morris residents and the assets are well maintained while managing costs.

These indicators along with a projected modest inflationary increase were taken into account when proposing the General Fund budget for 2021-22.

Contacting the Town's Financial Management

This financial report is designed to provide citizens, taxpayers, customers, investors and creditors with a general overview of the Town's finances and to show the Town's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Town's Treasurer at 3 East Morris Street, Morris, Connecticut, 06763.

STATEMENT OF NET POSITION

June 30, 2021

	Governmental Activities	Business-type Activities	Total*
Assets:			
Cash and cash equivalents	\$ 3,587,725	269,942	3,857,667
Investments	300,905	-	300,905
Receivables, net	434,952	23,152	458,104
Prepaid expenses	250	-	250
Internal balances	-	-	-
Capital assets:			
Capital assets, not being depreciated	2,145,426	-	2,145,426
Capital assets, being depreciated, net	5,195,769	1,333,087	6,528,856
Other assets, net of amortization	-	-	-
Total assets	\$ 11,665,027	1,626,181	13,291,208
Deferred outflows on resources:			
Deferred pension expenses	\$ 198,905	-	198,905
Total deferred outflows on resources	\$ 198,905	-	198,905
Liabilities:			
Accounts payable and other current liabilities	\$ 346,369	-	346,369
Unearned revenues	537,082	-	537,082
Noncurrent liabilities:			
Due within one year	-	-	-
Due in more than one year	575,980	-	575,980
Total liabilities	\$ 1,459,431	-	1,459,431
Deferred inflows on resources:			
Deferred pension credit	\$ 255,829	-	255,829
Total deferred inflows on resources	\$ 255,829	-	255,829
Net position:			
Invested in capital assets, net of related debt	\$ 7,341,195	1,333,087	8,674,282
Restricted	1,725	-	1,725
Unrestricted	2,805,752	293,094	3,098,846
Total net position	\$ 10,148,672	1,626,181	11,774,853

* After internal balances have been eliminated

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

STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2021

Functions/programs	Expenses	Program Revenues			Net (Expenses) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		
					Governmental Activities	Business-type Activities	Total
Primary government:							
Governmental activities:							
General government	\$ 1,169,836	200,578	45,073	-	(924,185)	-	(924,185)
Public safety	610,566	-	-	-	(610,566)	-	(610,566)
Public works	1,238,933	45,964	-	230,566	(962,403)	-	(962,403)
Public health	26,896	-	-	-	(26,896)	-	(26,896)
Culture and recreation	360,867	35,318	-	-	(325,549)	-	(325,549)
Education	5,397,683	-	109,833	-	(5,287,850)	-	(5,287,850)
Total governmental activities	\$ 8,804,781	281,860	154,906	230,566	(8,137,449)	-	(8,137,449)
Business-type activities:							
Sewer Authority	\$ 193,325	86,895	-	-	-	(106,430)	(106,430)
Interest on long-term debt	1,128	-	-	-	-	(1,128)	(1,128)
Total business-type activities	\$ 194,453	86,895	-	-	-	(107,558)	(107,558)
Total primary government	\$ 8,999,234	368,755	154,906	230,566	(8,137,449)	(107,558)	(8,245,007)
General revenues:							
Property taxes					\$ 8,661,481	-	8,661,481
Grants and contributions not restricted for specific programs					27,328	-	27,328
Unrestricted investment earnings					5,048	-	5,048
Sale of assets					(21,456)	-	(21,456)
Other unrestricted income					20,568	3,843	24,411
Total general revenues					\$ 8,692,969	3,843	8,696,812
Change in net position					\$ 555,520	(103,715)	451,805
Net position, beginning					9,593,152	1,729,896	11,323,048
Net position, ending					\$ 10,148,672	1,626,181	11,774,853

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

BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2021

	General	Capital & Nonrecurring	Other Governmental Funds	Total Governmental Funds
Assets:				
Cash and cash equivalents	\$ 2,351,362	1,183,413	52,950	3,587,725
Investments	11,468	264,010	25,427	300,905
Receivables, net	236,350	-	198,602	434,952
Due from other funds	61,421	-	381,258	442,679
Prepaid expenses	250	-	-	250
Total assets	<u>\$ 2,660,851</u>	<u>1,447,423</u>	<u>658,237</u>	<u>4,766,511</u>
Liabilities and Fund Balances				
Liabilities:				
Accounts and other payables	\$ 277,508	68,861	-	346,369
Grant payments in advance	4,944	-	532,138	537,082
Due to other funds	-	442,679	-	442,679
Total liabilities	<u>\$ 282,452</u>	<u>511,540</u>	<u>532,138</u>	<u>1,326,130</u>
Deferred inflows of resources:				
Unavailable receipts	\$ 195,862	-	-	195,862
Total deferred inflows of resources	<u>\$ 195,862</u>	<u>-</u>	<u>-</u>	<u>195,862</u>
Fund balances:				
Nonspendable	\$ 250	-	-	250
Restricted for donor's intentions	1,725	-	-	1,725
Committed for:				
Specified use	-	890,787	47,722	938,509
Assigned	-	45,096	78,377	123,473
Unassigned	2,180,562	-	-	2,180,562
Total fund balances	<u>\$ 2,182,537</u>	<u>935,883</u>	<u>126,099</u>	<u>3,244,519</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 2,660,851</u>	<u>1,447,423</u>	<u>658,237</u>	

Amounts reported for governmental activities in the Statement of Net Position (**Exhibit A**) are different because:

Capital assets used in the governmental activities are not financial resources, and therefore, are not reported in the funds.	7,341,195
Other long-term assets are not available to pay for current period expenditures, and therefore, are deferred in the funds.	195,862
Long-term liabilities , including bonds payable, are not due and payable in the current period, and therefore, are not reported in the funds.	(575,980)
Pension costs , including differences between expected and actual pension experiences, change in pension assumptions and net difference between projected and actual pension earnings.	(56,924)
Net position of governmental activities (Exhibit A)	<u>\$ 10,148,672</u>

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

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Year Ended June 30, 2021

	General	Capital Projects	Other Governmental Funds	Total Governmental Funds
Revenues:				
Property taxes and assessments	\$ 8,752,886	-	-	8,752,886
Intergovernmental	217,128	5,233	189,868	412,229
Charges for services	259,890	-	9,188	269,078
Investment income	2,680	571	2,368	5,619
Miscellaneous	13,505	-	19,844	33,349
Total revenues	<u>\$ 9,246,089</u>	<u>5,804</u>	<u>221,268</u>	<u>9,473,161</u>
Expenditures:				
Current:				
General government	\$ 1,032,363	-	-	1,032,363
Public safety	449,723	-	213,930	663,653
Public works	914,175	-	45,702	959,877
Public health	15,596	-	-	15,596
Culture and recreation	286,998	-	29,968	316,966
Education	5,397,683	-	-	5,397,683
Other	218,182	-	-	218,182
Capital outlay	19,582	255,663	-	275,245
Total expenditures	<u>\$ 8,334,302</u>	<u>255,663</u>	<u>289,600</u>	<u>8,879,565</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 911,787</u>	<u>(249,859)</u>	<u>(68,332)</u>	<u>593,596</u>
Other financing sources (uses):				
Transfer from other funds	\$ -	649,000	-	649,000
Transfer to other funds	(649,000)	-	-	(649,000)
Total other financing sources (uses)	<u>\$ (649,000)</u>	<u>649,000</u>	<u>-</u>	<u>-</u>
Net changes in fund balances	<u>\$ 262,787</u>	<u>399,141</u>	<u>(68,332)</u>	<u>593,596</u>
Fund balances (deficits) - beginning	<u>1,919,750</u>	<u>536,742</u>	<u>194,431</u>	<u>2,650,923</u>
Fund balances (deficits) - ended	<u><u>\$ 2,182,537</u></u>	<u><u>935,883</u></u>	<u><u>126,099</u></u>	<u><u>3,244,519</u></u>

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

**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, 2021**

Differences in amounts reported for government-wide activities in the Statement of Activities are due to:

Net change in fund balances - total governmental funds (Exhibit D)	\$	593,596
Governmental funds report capital outlays as expenditures; however, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.		(44,904)
Revenues previously recognized in the statement of activities that provided current financial resources in the current year.		(91,405)
The issuance of long-term liabilities provide current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.		353,167
Pension expenses and credits as a result of changes in assumptions and expectation are recognized in the government-wide financial statements but are not included in the fund financial statements.		<u>(254,934)</u>
Change in net position of governmental activities (Exhibit B)	\$	<u><u>555,520</u></u>

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

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN UNASSIGNED FUND BALANCE -
BUDGETARY BASIS - BUDGET AND ACTUAL - GENERAL FUND
For the Year Ended June 30, 2021**

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance With Final Budget Positive/ (Negative)
	Original	Final		
Revenues:				
Property taxes	\$ 8,479,761	8,479,761	8,752,886	273,125
Intergovernmental	157,004	157,004	217,128	60,124
Charges for services	127,690	127,690	259,890	132,200
Investment income	27,000	27,000	2,680	(24,320)
Other revenues	4,000	4,000	11,780	7,780
Total revenues	<u>\$ 8,795,455</u>	<u>8,795,455</u>	<u>9,244,364</u>	<u>448,909</u>
Expenditures:				
Current:				
General government	\$ 1,009,000	1,035,046	1,032,363	2,683
Public safety	464,845	475,235	449,723	25,512
Public works	942,917	973,780	914,175	59,605
Health and welfare	16,528	16,528	15,596	932
Culture and recreation	301,031	304,738	286,998	17,740
Education	5,417,684	5,417,684	5,417,683	1
Other	293,450	222,444	218,182	4,262
Capital improvement	350,000	350,000	350,000	-
Total expenditures	<u>\$ 8,795,455</u>	<u>8,795,455</u>	<u>8,684,720</u>	<u>110,735</u>
Revenues over (under) expenditures	<u>\$ -</u>	<u>-</u>	<u>559,644</u>	<u>559,644</u>
Other financing sources (uses):				
Proceeds from surplus	\$ -	-	-	-
Total other financing sources (uses)	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>
Revenues over expenditures and other financing sources (uses)	<u>\$ -</u>	<u>-</u>	<u>559,644</u>	<u>559,644</u>
Appropriations from surplus:				
Transfer to capital and nonrecurring fund			(299,000)	
Cancellation of appropriation - land purchase			33,806	
Net change in unassigned fund balance			\$ 294,450	
Unassigned fund balance, July 1, 2020			<u>1,886,112</u>	
Unassigned fund balance, June 30, 2021			<u>\$ 2,180,562</u>	

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

**STATEMENT OF NET FUND POSITION
PROPRIETARY FUNDS**

June 30, 2021

	Business-type Activities
	Sewer Authority
Assets:	
Current assets:	
Cash and cash equivalents	\$ 269,942
Receivables, net of allowance	23,152
Total current assets	\$ 293,094
Noncurrent assets:	
Capital assets, net of accumulated depreciation	\$ 1,333,087
Other assets, net of amortization	-
Total noncurrent assets	\$ 1,333,087
Total assets	\$ 1,626,181
Net fund position:	
Invested in capital assets, net of related debt	\$ 1,333,087
Unrestricted	293,094
Total net fund position	\$ 1,626,181

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

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET FUND POSITION
PROPRIETARY FUNDS
For the Year Ended June 30, 2021

	Business-type Activities
	Sewer Authority
Operating revenues:	
Charges for services and other revenues	\$ 86,895
Total operating revenues	<u>\$ 86,895</u>
Operating expenses:	
Administration and operation	\$ 127,495
Depreciation and amortization	65,830
Total operating expenses	<u>\$ 193,325</u>
Operating income (loss)	<u>\$ (106,430)</u>
Nonoperating revenues (expenses):	
Interest income	\$ 3,843
Interest expense	(1,128)
Total nonoperating revenues (expenses)	<u>\$ 2,715</u>
Change in net fund position	<u>\$ (103,715)</u>
Net fund position, beginning	<u>1,729,896</u>
Net fund position, ending	<u><u>\$ 1,626,181</u></u>

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

STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the Year Ended June 30, 2021

	Business-type Activities
	Sewer Authority
Cash flows from operating activities:	
Receipts from customers and users	\$ 101,584
Payments to suppliers	(127,495)
Net cash flows from operating activities	\$ (25,911)
Cash flows from capital and related financing activities:	
Interest payments on capital debt	\$ (1,128)
Investment in inter-municipal	-
Principal payments on capital debt	(65,935)
Net cash provided by (used in) capital and related financing activities	\$ (67,063)
Cash flows from investing activities:	
Transfer from investments	\$ -
Interest received on investments	3,843
Net cash provided by investing activities	\$ 3,843
Net increase (decrease) in cash and cash equivalents	\$ (89,131)
Cash and cash equivalents, beginning	359,073
Cash and cash equivalents, ending	\$ 269,942
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:	
Operating income (loss)	\$ (106,430)
Adjustments to reconcile operating loss to net cash provided by (used in) operating activities:	
Depreciation	65,830
Changes in assets and liabilities:	
Decrease (increase) in receivable accounts	14,689
Net cash flows from operating activities	\$ (25,911)

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

STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
June 30, 2021

	Private Purpose Trust Funds
Assets:	
Cash and cash equivalents	\$ 137,071
Investments, at fair value	<u>1,716,533</u>
Total assets	\$ <u>1,853,604</u>
Liabilities:	
Accrued expenses	\$ <u>21</u>
Net position:	
Held in trust for benefits and other purposes	\$ <u><u>1,853,583</u></u>

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

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
For the Year Ended June 30, 2021

	Private Purpose Trust Funds
Additions:	
Contributions:	
Contributions and donations	\$ 184,600
Total contributions	<u>\$ 184,600</u>
Investment earnings:	
Net increase in fair value of investments	\$ 367,253
Interest and dividends	62,870
Less: investment expenses	(51)
Total investment earnings	<u>\$ 430,072</u>
Total additions	<u>\$ 614,672</u>
Deductions:	
Administrative	\$ 13,469
Benefits	<u>145,028</u>
Total deductions	<u>\$ 158,497</u>
Change in net position	\$ 456,175
Net position, beginning	<u>1,397,408</u>
Net position, ending	<u><u>\$ 1,853,583</u></u>

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

TOWN OF MORRIS, CONNECTICUT

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2021

Note 1 - Summary of Significant Accounting Policies

Reporting Entity

The Town of Morris, Connecticut (the Town) was incorporated in 1859. It operates under a Selectmen/Town Meeting form of government with a Board of Finance and provides general government, public safety, public works, recreation, health and welfare, and sanitation services.

Measurement Focus, Basis of Accounting and Financial Statement Presentation

The financial statements of the Town have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting board for governmental accounting financial reporting principles. These principles require that the Town report government-wide and fund financial statements.

The following is a summary of the Town's more significant accounting principles.

Government-wide financial statements

The government-wide financial statements (i.e., the Statement of Net Position and the Statement of Changes in Net Position) report information on all of the non-fiduciary activities of the primary government. *Government activities*, which are normally supported by taxes and intergovernmental revenues, are reported separately than *business-type activities*, which rely to a significant extent on fees and charges for support.

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

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are proprietary fund and fiduciary fund financial statements. Under this method, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenues as soon as all eligibility requirements imposed by the provider have been met.

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

TOWN OF MORRIS, CONNECTICUT

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2021

Note 1 - Summary of Significant Accounting Policies (continued)

Fund financial statements

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.

The governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. Expenditures are generally recorded when a liability has occurred, as under accrual accounting. However, expenditures related to long-term liabilities, such as debt service payments and compensated absences, are recorded only when payment is due.

Property taxes are levied on all taxable assessed property on the grand list of October 1 prior to the beginning of the fiscal year. Real estate taxes are payable in two installments (July 1 and January 1). Personal property taxes are payable annually (July 1) and motor vehicle taxes are due in one single payment on July 1. Liens are filed on delinquent real estate taxes within one year. Revenues from property taxes are recognized when they become available. Available means due, or past due, and receivable within the current period or expected to be collected soon enough thereafter to be used to pay liabilities of the current period. For this purpose, the Town considers property tax revenue to be available if they are collected within 60 days of the end of the fiscal year.

Those revenues susceptible to accrual are property taxes, special assessments, and interest revenue. Fines, permits, and charges for services are not susceptible to accrual because generally they are not measurable until received in cash.

Intergovernmental revenue grants and similar items are recognized as soon as all eligible requirements imposed by the provider have been met and are collected soon enough to pay liabilities of the current period. For this purpose, grants may be recognized and received after 60 days of the fiscal year end.

The Town reports the following major governmental funds:

The **general fund** is the general operating fund of the Town's government. All unrestricted resources, except those required to be accounted for in another funds, are accounted for in this fund. From this fund are paid general operating expenditures, fixed charges, principal and interest on long-term debt, and capital improvement costs of the Town, which were not paid through a special fund.

The **capital and nonrecurring fund** is used to account for resources used for capital expenditures or for the acquisition or construction of capital facilities, improvements, and equipment. Sources of revenue include current tax revenues and government grants.

TOWN OF MORRIS, CONNECTICUT

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2021

Note 1 - Summary of Significant Accounting Policies (continued)

The Town reports the following major proprietary funds:

The ***Morris Sewer Authority (S.A.)*** accounts for the operations of the Town's wastewater treatment system. The Town contracts with the Town of Litchfield, Connecticut's Water Pollution Control Authority to treat sewage collected in Morris, and to maintain sewage pumping stations and collection system. Its collection operations are managed by the S.A. and financed from direct charges to the users of the service.

Additionally, the Town reports the following fund type:

The ***private-purpose trust fund*** is used to account for assets held by the Town in a trustee capacity or as an agent on behalf of others. An example includes the Morris Public Library, which maintains the assets received through contributions, fees and charges of the library.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and the enterprise funds reported in the proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the option of following subsequent private-sector guidance for their government-wide and propriety fund financial statements subject to this same limitation. The Town has elected not to follow subsequent private-sector guidance.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services in connection with a proprietary fund's principal ongoing operations.

The principal operating revenues of the proprietary funds are charges to customers for services. Operating expenses for enterprise and internal service funds include the cost of operations and maintenance, provisions for doubtful accounts, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

Assets, Liabilities and Net Assets or Equity

Cash and cash equivalents

The Town considers cash on hand, deposits, and short-term investments, with an original maturity of three months or less from the date of acquisition.

Investments

Investments are stated at the fair value using quoted market prices.

TOWN OF MORRIS, CONNECTICUT

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2021

Note 1 - Summary of Significant Accounting Policies (continued)

Receivables and payables

Activities between funds that are representative of lending or borrowing arrangements outstanding at the end of the fiscal year are referred to as either “due to/from other funds” (current portion of interfund loans) or “advances to/from other funds” (noncurrent portion of interfund loans). Any residual balances outstanding between governmental activities and business-type activities are reported in the government-wide financial statements as “internal balances”.

Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable funds to indicate that they are not available for appropriation and are not expendable as financial resources.

All trade and property tax receivables, including those for Sewer Authority funds, are shown net of an allowance for uncollectible accounts. Trade account receivables allowance for uncollectible accounts is estimated based on the inherent risk associated with the accounts.

Capital assets

Capital assets, which include property, plant and equipment and infrastructure assets (e.g., roads, bridges, sidewalks and similar items) are reported in the applicable governmental or business-type activities columns in government-wide financial statements. Capital assets are defined by the government as assets with an initial individual cost of more than \$20,000 and an estimated useful life in excess of two years.

Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair value at the date of donation. The cost of normal maintenance and repairs that do not add to the value of the net assets 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 the business-type activities is included as part of the capitalized value of the assets constructed.

Property, plant and equipment of the Town are depreciated using the straight-line method over the following estimated useful lives with a capitalization threshold of \$5,000:

<u>Asset</u>	<u>Years</u>
Buildings and improvements	5-40
Land improvements	50
Infrastructure (including sewer system)	30-50
Machinery and equipment	5-20

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

TOWN OF MORRIS, CONNECTICUT

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2021

Note 1 - Summary of Significant Accounting Policies (continued)

Deferred outflows/inflows of resources

The Statement of Net Position (Exhibit A) reports a separate section for deferred outflows of resources. This separate financial element represents a consumption of net position that applies to a future period or periods and so will not be recognized as an outflow of resources until a future period. The Town reports borrowing costs as well as a deferred charge on refunding as a result from the differences in the carrying value of refunded debt and its reacquisition price. These amounts are deferred and amortized over the shorter of the life of the related debt. A deferred outflow of resources related to pension results from differences between expected and actual experience, changes in assumptions or other inputs, and the net difference between projected and actual pension investment earnings.

The Statement of Net Position (Exhibit A) and the Balance Sheet for the government funds (Exhibit C) report a separate section for deferred inflows of resources. This separate financial element represents the addition of net position or fund balance that applies to future periods and will not be recognized as revenue until that time. The Town reports advance tax collections in the Statement of Net Position and the Balance Sheet for the government funds. The Town reports a deferred inflow of resources related to pensions in the Statement of Net Position.

A deferred inflow of resources related to pension results from differences between expected and actual experience. These amounts are deferred and included in pension expense in a systematic and rational manner. The government funds report unavailable revenue, which arises only under the modified accrual basis of accounting because it does not meet the measurable and available criteria for the recognition in the current period.

Compensated absences

Under the terms of its various union contracts, Town employees are granted vacation and sick time in varying amounts based on length of service. Certain employees may also carry over a limited number of unused vacation days to subsequent years based on the terms of an employment or union contract. In the event of termination, these employees are reimbursed for accumulated vacation. The Town recognizes a liability in the government-wide financial statements for the vested portion, as well as the unvested portion to the extent expected to be paid, as compensated absences.

Net pension liability

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

TOWN OF MORRIS, CONNECTICUT

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2021

Note 1 - Summary of Significant Accounting Policies (continued)

Long-term obligations

In the government-wide financial statements and proprietary fund types in 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 assets. 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 terms of the related debt.

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

Fund equity and net position

In the government-wide financial statements, net position is classified in the following categories:

Investment in capital assets, net of related debt - 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.

The ***unrestricted net position*** represents the net position of the Town which are not restricted for any project or other purpose.

In the fund financial statements, fund balances of governmental funds are classified into five separate categories. The five categories and their general meanings are as follows:

Nonspendable are those net assets that are not in expendable form or are legally or contractually required to be maintained.

Restricted fund balances are defined in the same manner as for the restricted government-wide net assets.

Committed fund balances are those balances that can only be used for a specific purpose as a result of constraints imposed by formal action of the government's highest level of decision-making authority. For the *Town of Morris*, that was considered to be the Board of Selectmen.

Assigned fund balances are amounts that are contained by the government's intent to be used as a specific purpose.

TOWN OF MORRIS, CONNECTICUT

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2021

Note 1 - Summary of Significant Accounting Policies (continued)

Unassigned fund balance is defined as the residual classification for the general fund and includes those remaining balances that cannot be categorized in the above four categories.

Fair value of financial instruments

In accordance with GASB 72, 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:
 - Quoted prices for similar assets or liabilities in active markets;
 - Quoted prices for identical or similar assets in markets that are not active;
 - Observable inputs other than quoted prices for the asset or liability;
 - 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 quoted market prices and are presented in Note 4.

Note 2 - Budgets and Budgetary Accounting

General Fund

The Statement of Revenues, Expenditures, and Changes in Unassigned Fund Balance – Budgetary Basis – Budget to Actual presented in the financial statements for the General Fund is on the budgetary basis of accounting which is a basis of accounting other than the accrual basis and the modified basis of accounting. The budgetary basis of accounting and the Town's general budget policies are as follows:

- A. Prior to July 1 of each year, the budget is legally enacted through passage of a resolution.

TOWN OF MORRIS, CONNECTICUT

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2021

Note 2 - Budgets and Budgetary Accounting (continued)

- B. The Board of Finance is authorized to transfer budgeted amounts between appropriations as deemed appropriate.
- C. The formal budgetary integration is employed as a management control device during the year.
- D. Legal level of control (the level at which expenditures may not legally exceed appropriations) is at the department level.
- E. All Town transfers \$20,000 or greater require approval from the Board of Finance and the approval of the Town Meeting.

A reconciliation of General Fund operations and fund balance presented on a budgetary basis to the amounts presented in accordance with accounting principles generally accepted in the United States of America (GAAP) is as follows:

	Revenues	Expenditures and Encumbrances
	<hr/>	<hr/>
Balance, budgetary basis	\$ 9,244,364	8,684,720
Receipt of restricted funds	1,725	-
Expenditures of committed funds	-	(418)
Reclassified as other sources / uses	<hr/> -	<hr/> (350,000)
Balance, GAAP basis	\$ <u>9,246,089</u>	<u>8,334,302</u>

Special Revenue Funds

The Town does not have legally adopted annual budgets for the Special Revenue Funds. Budgets for the various special revenue funds which are utilized to account for specific grant programs are established in accordance with the requirements of the grantor agencies. Such budgets carry over until completion of the grants and, therefore, may comprise more than one fiscal year.

Capital Projects Funds

Legal authorization for expenditures of the Capital Projects Funds is provided by the related bond ordinances and/or intergovernmental grant agreements or Connecticut State Statutes. Capital appropriations do not lapse until the purpose for which the appropriation was made has been accomplished or abandoned.

TOWN OF MORRIS, CONNECTICUT

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2021

Note 3 - Reconciliation of Government-Wide and Fund Financial Statements

Explanation of Certain Differences Between the Government Fund Balance Sheet and the Government-Wide Statement of Net Position

The details of the components included in Exhibit C are as follows:

Capitalized assets are expensed in the fund financial statements in the period the expense is incurred while the expense is incurred over the useful life of the related asset in the government-wide financial statements:

Land	\$	448,223
Construction in progress		1,697,203
Net capital assets being depreciated		<u>5,195,769</u>
Net adjustment to increase fund balance to arrive at net position of government activities	\$	<u>7,341,195</u>

Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the funds. The detail of this difference is as follows:

Compensated absences	\$	(64,904)
Net pension obligation		(292,256)
Landfill closure		<u>(218,820)</u>
Net adjustment to reduce fund balance to arrive at net position of government activities	\$	<u>(575,980)</u>

Other long-term assets are not available to pay for current period expenditures and, therefore, are deferred in the funds. This amount includes the following:

Delinquent property tax and interest	\$	<u>195,862</u>
Net adjustment to increase fund balance to arrive at net position of government activities	\$	<u>195,862</u>

Certain pension costs are recognized in the government-wide financial statements as deferred inflows and outflows but are not due or available for the current period and, therefore, are not recognized in the funds. These amounts include the following:

Changes in assumptions	\$	72,822
Net difference between projected and actual earnings		(219,248)
Difference between expected and actual experiences		<u>89,502</u>
Net adjustment to increase fund balance to arrive at net position of the government activities	\$	<u>(56,924)</u>

TOWN OF MORRIS, CONNECTICUT

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2021

Note 3 - Reconciliation of Government-Wide and Fund Financial Statements (continued)

Explanation of Certain Differences Between the Governmental Fund Statement of Revenues, Expenditures and Changes in Fund Balance and the Government-wide Statement of Activities

The Governmental Fund Statement of Revenues, Expenditures and Changes in Fund Balances includes reconciliation between net changes in fund balances - total governmental funds and changes in net position of governmental activities as reported in the government-wide statement of activities. One element of that reconciliation explains that "governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense." The details of this difference are as follows:

Acquisitions	\$ 368,703
Disposals	(34,110)
Depreciation	<u>(379,497)</u>
Net adjustment to increase net changes in fund balances to arrive at changes in net position of governmental activities	\$ <u>(44,904)</u>

Another element of that reconciliation states that "the issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of issuance costs, premiums, discounts and similar items when debt is first issued, whereas, these amounts are deferred and amortized in the Statement of Activities". The details of this difference are as follows:

Net change in compensated absences	\$ (19,510)
Net change in landfill closure	61,104
Net change in pension obligation	<u>311,573</u>
Net adjustment to reduce net changes in fund balances to arrive at changes in net position of governmental activities	\$ <u>353,167</u>

TOWN OF MORRIS, CONNECTICUT

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2021

Note 4 - Deposits and Investments

The Town's deposits and investments are presented in the accompanying balance sheets as follows:

	<u>Deposit</u>	<u>Investments</u>	<u>Total</u>
Cash and cash equivalents:			
Governmental funds	\$ 3,587,725	-	3,587,725
Business-type activities	269,942	-	269,942
Fiduciary funds	137,071	-	137,071
Investments:			
Governmental funds	-	300,905	300,905
Fiduciary funds	-	1,716,533	1,716,533
Total deposits and investments	<u>\$ 3,994,738</u>	<u>2,017,438</u>	<u>6,012,176</u>

Deposits

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

The carrying amounts of the Town's deposits at June 30, 2021 consist of the following:

Bank deposit accounts	\$ 3,789,530
Certified deposits	205,058
Cash on hand	<u>150</u>
Total deposits	<u>\$ 3,994,738</u>

Custodial credit risk

As of June 30, 2021, the carrying amount of the Town's deposits had bank balances of approximately \$3,800,000. The amount of the bank balance covered under federal depository insurance was approximately \$400,000. The remaining deposits were uninsured, however, provisions of the Connecticut General Statutes provide for protection against loss in excess of deposit insurance by requiring all qualified public depositories to maintain segregated collateral for public deposits. As of June 30, 2021, approximately \$550,000 of uninsured deposits were collateralized under the provision.

Investments

Investments are reported at fair value using quoted market prices (Level 1 in the fair value hierarchy).

TOWN OF MORRIS, CONNECTICUT

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2021

Note 4 - Deposits and Investments (continued)

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

Investment Type	Fund	Fair Value	Maturities Less Than 1 Year	Risk
State Investment Fund	General Fund	\$ 11,468	11,468	Na
State Investment Fund	Capital Reserve	264,010	264,010	Na
Money Market	Library Fund	283	283	Na
Mutual Funds	Library Fund	25,146	25,146	Na
Money Market	Trust Funds	34,497	34,497	Na
Common Stock	Trust Funds	91,291	91,291	Na
Mutual Funds	Trust Funds	1,590,743	1,590,743	Na
Total Investments		\$ 2,017,438	2,017,438	

Interest rate risk

Interest rate risk is the risk that changes in the market interest rates which will adversely affect the fair value of an investment. The Town has, for the Pension Trust Funds, an investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. It is the Town's policy to invest only in securities that meet the ratings requirements set by General State Statute, Chapter 112, Section 7-400.

Note 5 - Receivables, Deferred Revenue and Payables

Receivables

The receivables as of June 30, 2021 for the Town's individual major funds and non-major, internal service and fiduciary funds in the aggregate, including the applicable allowance for uncollectible accounts are as follows:

	Governmental Funds			Sewer Authority	Total
	General Fund	Capital Fund	Nonmajor Funds		
Property taxes	\$ 149,275				149,275
Property tax interest	57,959				57,959
Governmental	34,234				34,234
Accounts			198,602	2,986	201,588
Assessments				20,166	20,166
Less: allowance	(5,118)				(5,118)
Net total receivables	\$ 236,350	-	198,602	23,152	458,104

TOWN OF MORRIS, CONNECTICUT

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2021

Note 5 - Receivables, Deferred Revenue and Payables (continued)

Deferred Payments and Unavailable Receipts

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

	<u>Unavailable</u>	<u>Payments in Advance</u>
Delinquent property taxes and interest	\$ 195,862	-
Government grants	-	537,082
Total	\$ 195,862	537,082

Payables

Payables as of June 30, 2021 for the Town's individual major funds and non-major funds were as follows:

	<u>Vendors</u>	<u>Payroll</u>	<u>Total</u>
General Fund	\$ 267,117	10,391	277,508
Capital Projects Fund	68,861	-	68,861
Total payables	\$ 335,978	10,391	346,369

Note 6 - Inter-fund Receivables, Payables and Transfers

Inter-fund Receivables and Payables

Inter-fund receivables and payables at June 30, 2021 consisted of the following:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Capital Projects	\$ 61,421
ARPA Grant Fund	Capital Projects	333,536
Town Road Aid	Capital Projects	47,722
Total		\$ 442,679

Inter-fund Transfers

The Town transferred \$649,000 from the general fund to the capital projects fund to be committed for future capital projects.

TOWN OF MORRIS, CONNECTICUT

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2021

Note 7 - Capital Assets

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

	Beginning Balance	Additions	Disposals	Ending Balance
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 448,223	-	-	448,223
Construction in progress	1,697,203	-	-	1,697,203
Total capital assets, not being deprec.	\$ 2,145,426	-	-	2,145,426
Capital assets being depreciated:				
Buildings and improvements	\$ 2,416,718	-	-	2,416,718
Land improvements	1,017,863	-	34,110	983,753
Machinery and equipment	2,748,578	-	-	2,748,578
Infrastructure	7,077,191	368,703	-	7,445,894
Total capital assets being depreciated	\$ 13,260,350	368,703	34,110	13,594,943
Less: accumulated depreciation:				
Buildings and improvements	\$ 1,374,662	53,305	-	1,427,967
Land improvements	315,667	20,903	12,654	323,916
Machinery and equipment	2,032,251	58,583	-	2,090,834
Infrastructure	4,297,097	259,360	-	4,556,457
Total accumulated depreciation	\$ 8,019,677	392,151	12,654	8,399,174
Net capital assets, being depreciated	\$ 5,240,673	(23,448)	21,456	5,195,769
Total capital assets, governmental	\$ 7,386,099	(23,448)	21,456	7,341,195

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

Governmental activities:	
General government	\$ 30,564
Public safety	25,739
Public works	312,552
Recreation	23,296
Total depreciation expense	\$ 392,151

	Beginning Balance	Additions	Disposals	Ending Balance
Business-type activities:				
Capital assets being depreciated:				
Sewers	\$ 3,281,598	-	-	3,281,598
Total capital assets being depreciated	\$ 3,281,598	-	-	3,281,598
Less: accumulated depreciation	1,882,681	65,830	-	1,948,511
Total capital assets, business-type	\$ 1,398,917	(65,830)	-	1,333,087

TOWN OF MORRIS, CONNECTICUT

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2021

Note 8 - Long-Term Liabilities

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

	Beginning Balance	Additions	Reductions	Balance	Due In One Year
Governmental activities:					
Compensated absences	\$ 45,394	19,510	-	64,904	-
Net pension liability	603,829	-	311,573	292,256	-
Landfill closure	279,924	-	61,104	218,820	-
Total governmental activities long-term liabilities	\$ 929,147	19,510	372,677	575,980	-
Business-type activities:					
Inter-municipal debt	\$ 65,935	-	65,935	-	-
Total business-type activities long-term liabilities	\$ 65,935	-	65,935	-	-
Total long-term liabilities	\$ 995,082	19,510	372,677	575,980	-

Sewage Treatment – Town of Litchfield

Pursuant to a 1984 agreement between the Towns of Morris and Litchfield, the Town of Litchfield receives and treats sanitary sewage from the Town of Morris at the Litchfield Sewage Treatment Plant. The agreement also requires the Town of Morris to proportionately finance the sewage treatment plants upgrade costs originally funded through the State of Connecticut Clean Water Fund loan program. The original debt to the Town of Litchfield was \$214,583. The terms of the loan included annual principal and interest (2%) payments. The Town paid the full balance due to the Town of Litchfield during the current fiscal year.

Landfill Closure and Postclosure Care Costs

The Town has a closed landfill with no further capacity or estimated useful life. State and federal laws and regulations require that the Town perform certain maintenance and monitoring functions on its closed landfill site for thirty years after closure. These costs will be paid through the General Fund each year as part of the annual budget. Total estimated costs based on the current actual costs are included in the long-term debt. The Town's estimated costs to monitor the landfill for the next three years are \$11,000 per year. This amount is based on estimates that are subject to change due to inflation, technology, or applicable laws and regulations.

TOWN OF MORRIS, CONNECTICUT

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2021

Note 9 - Commitments and Contingencies

Risk Management

The Town is exposed to various risks of loss including torts, theft of, damage to, and destruction of assets; error and omissions; injuries to employees; employee health; and natural disasters. The Town generally obtains commercial insurance for these risks. For all types of commercial coverage, settled claims have not exceeded coverage in any of the past three years.

The Town is a member of the Connecticut Interlock Risk Management Agency (CIRMA), a public entity risk pool established under the provisions of Connecticut General Statutes section 7-479a. The Town is liable only for contributions to the pool. Members do not retain the risk of loss, as they have transferred the risk by purchasing coverage with no deductible retention.

The Town received federal and state grants for specific purposes and is subject to review and audit by the grantor agency for compliance and disallowed expenses under the grant. Management believes that such disallowances, if any, will not be material to the financial position of the Town.

The spread of the COVID-19 virus has caused business disruption throughout the United States and in the State of Connecticut specifically through the State of Connecticut Executive Orders. While disruption is expected to be temporary, there is a considerable uncertainty concerning the duration and financial impact of this disruption. Although the Town does not expect this matter to negatively impact its financial condition, results of operation, or cash flow, the extent of the financial impact and duration cannot be reasonably estimated.

Regional School District

The Town is a member of Regional School District #6, which provides education for grades kindergarten through twelfth for the Towns of Morris, Goshen, and Warren. As of June 30, 2021, the outstanding bonded indebtedness of the District was \$1,875,000. The Town of Morris's share of this debt is 32.2%. These are general obligations of the Regional School District and its Town members.

TOWN OF MORRIS, CONNECTICUT

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2021

Note 10 - Fund Balance

As of June 30, 2021, the governmental fund balance is composed of the following:

	<u>General</u>	<u>Capital</u>	<u>Nonmajor</u>	<u>Total</u>
Nonspendable:				
Prepaid expenses	\$ 250	-	-	250
Restricted:				
Morris Volunteer Monument Fund	1,725	-	-	1,725
Committed:				
School generator	-	20,000	-	20,000
Town roads	-	-	47,722	47,722
Capital projects	-	870,787	-	870,787
Assigned:				
Capital projects		45,096		45,096
Culture and recreation			78,377	78,377
Unassigned	<u>2,180,562</u>			<u>2,180,562</u>
Total fund balance	\$ <u>2,182,537</u>	<u>935,883</u>	<u>126,099</u>	<u>3,244,519</u>

Note 11 - Employee Retirement Plans

Plan description and benefits provided

The Town is the administrator of two single-employer Public Employee Retirement System (PERS) established and administered to provide pension benefits for its employees and volunteer firemen. The two PERS are considered to be a part of the Town's financial reporting entity and is included in these financial statements as pension trust funds. The Town's pension plans do not use issue stand-alone financial statements.

Town Retirement Plan

The plan covers substantially all full time union employees of the Town and the Town Clerk. These employees are eligible to participate in the Town plan when they complete one year of eligible service, are a part of the Town's bargaining unit (excluding the Town Clerk), and have attained the age of eighteen. Additionally, the employees cannot be covered by any other retirement program that the Town contributes to, with the exception of the Town of Morris Fire Department. Participants are 100% vested after five years of credited service.

Benefits are 1.6% of final average pay times years of credited service. Normal retirement age is sixty-five. Early retirement is permitted with a reduced benefit.

TOWN OF MORRIS, CONNECTICUT

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2021

Note 11 - Employee Retirement Plans (continued)

Management of the plan rests with the PERS Committee, which consists of three voting members. Members of the Committee are appointed by the Board of Selectmen. The appointment requires a unanimous Board approval.

Morris Volunteer Fire Department Plan

This defined benefit retirement plan covers substantially all volunteer firemen who belong to the Morris Volunteer Fire Department ("MVFD"). MVFD volunteer firemen are eligible to participate in the MVFD plan as of July 1 following the date they complete one year of eligible service and have attained the age of eighteen.

The Morris Volunteer Fire Department formally disbanded on June 30, 2018. The plan consists of only inactive members as of that date and benefits no longer accrue.

Normal retirement age is sixty-five and benefits are paid monthly. Annual benefits are calculated based on years of service. There is no provision for early retirement.

The death benefit under the plan is equal to the participant's accrued benefits at the date of June 30, 2020, the date the Morris Volunteer Fire Department disbanded. Participants are fully vested after five years of service.

Benefits are \$5 per month for each year of credited services. No participant shall accrue more than \$150 per month.

Membership in the plans consisted of the following at July 1, 2020, the date of the actuarial valuation applicable to the June 30, 2021 employer actuarially determined contribution:

	Town Plan	Morris Volunteer Fire Department Plan
Retirees and beneficiaries currently receiving benefits	11	8
Terminated plan members entitled to, but not yet receiving benefits	2	19
Active plan members	9	0
Total	22	27

Summary of significant accounting policies

Basis of Accounting

Financial statements are prepared using the accrual basis of accounting for the two defined benefit pension plans. There are no member contributions. Employer contributions are recognized when due and a formal commitment to provide the contributions has been made. Benefits and refunds are recognized when due and payable in accordance with the terms of the plans. Administrative costs are financed through the Town's budgeted expenses.

TOWN OF MORRIS, CONNECTICUT

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2021

Note 11 - Employee Retirement Plans (continued)

Method Used to Value Investments

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

Funding policy

The Town is required to contribute amounts necessary to fund the plans. State of Connecticut Statutes assign the authority to establish and amend the contribution provisions of the plans to the Board of Selectmen of the Town of Morris. Members do not contribute to the plans. The Town's contributions to the plans are actuarially determined on an annual basis. The Town has a policy to pay at least the greater of 40% of the actuarial determined employer contribution or 80% of the prior year's actual contribution up to 100% of the actuarially determined employer contribution.

Investments

Investment Policy

The pension plan's policy in regard to allocation of invested assets is established and may be amended by the PERS Board by a majority vote of its members. It is the policy of the PERS Board to pursue an investment strategy that increases the return on each plan's portfolio with minimal risk exposure to the Pension Funds. The policy states that no more than 10% of each plan's portfolio may be invested in a single security of one corporation.

Any security held in the account must be listed on a national and recognized exchange such as NYSE, NASDAQ, AMEX, or OTC.

Rate of Return

For the year ended June 30, 2021, the money-weighted rate of return on the pension plan investments, net of pension plan investment expense, was 29.50% for the Town Plan and 19.71% for the Volunteer Fire Department Plan. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Net pension liability of the plans

The Town and MVFD Plan net pension liability was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2020.

TOWN OF MORRIS, CONNECTICUT

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2021

Note 11 - Employee Retirement Plans (continued)

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

	Town Plan	MVFD Plan	Total
Total pension liability	\$ 2,015,058	130,802	2,145,860
Plan fiduciary net position	1,720,260	133,344	1,853,604
Net pension liability	\$ 294,798	(2,542)	292,256
Plan fiduciary net position as a percentage of the total pension liability	85.37	101.94%	86.64%

Actuarial assumptions

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

	Town Plan	MVFD Plan
Inflation	2.25%	2.25%
Salary increase	3.50%	n/a
Investment rate of return	6.50%, per year	6.50%, per year

Mortality rates were based on the RP-2014 adjusted for 2006 with MP-2018 mortality improvements.

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

Long-term rate of return

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class.

Discount rate

The discount rate used to measure the total pension liability was 6.50% for the Town Plan and the MVFD Plan. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that Town contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rates. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

TOWN OF MORRIS, CONNECTICUT

NOTES TO THE FINANCIAL STATEMENTS June 30, 2021

Note 11 - Employee Retirement Plans (continued)

Changes in the net pension liability

Town Plan

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a)-(b)
Balances as of June 30, 2020	\$ 1,875,350	1,259,649	615,701
Changes for the year:			
Service cost	\$ 48,021	-	48,021
Interest cost on total pension liability	118,538	-	118,538
Difference between expected and actual experience	27,162	-	27,162
Change in assumptions	49,366	-	49,366
Employer contributions	-	166,150	(166,150)
Employee contributions	-	-	-
Net investment income	-	402,640	(402,640)
Administrative expenses	-	(4,800)	4,800
Benefit payments, including refund of employee contributions	(103,379)	(103,379)	-
Net changes	\$ 139,708	460,611	(320,903)
Balances as of June 30, 2021	\$ 2,015,058	1,720,260	294,798

Morris Volunteer Fire Department Plan

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a)-(b)
Balances as of June 30, 2020	\$ 156,113	129,751	26,362
Changes for the year:			
Service cost	\$ -	-	-
Interest cost on total pension liability	9,040	-	9,040
Difference between expected and actual experience	(3,435)	-	(3,435)
Employer contributions	-	18,450	(18,450)
Net investment income	-	27,441	(27,441)
Change in assumption	3,171	-	3,171
Administrative expenses	-	(8,211)	8,211
Benefit payments, including refund of employee contributions	(34,087)	(34,087)	-
Net changes	\$ (25,311)	3,593	(28,904)
Balances as of June 30, 2021	\$ 130,802	133,344	(2,542)

TOWN OF MORRIS, CONNECTICUT

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2021

Note 11 - Employee Retirement Plans (continued)

Changes in assumptions or other inputs

Mortality for Pre- and Post-Retirement is calculated using RP-2014 (adjusted) with MP-2020 mortality rates, which is a change from the previously used RP-2019 projected to valuation date using Scale AA.

Sensitivity of the net pension liability to changes in the discount rate

The following presents the net pension liabilities of the Plans, calculated using the discount rate of 6.75%, as well as what the net pension liabilities would be if it were calculated using a discount rate that is 1 percent point lower (5.50%) or 1 percent higher (7.50%) than the current rate:

	1% Decrease (5.50%)	Current Discount Rate (6.50%)	1% Increase (7.50%)
Town Plan net pension liability	\$ 503,740	294,798	117,877
MVFD Plan net pension liability	\$ 14,247	44,779	(16,336)

Pension trust funds

The Town maintains two pension trust funds (Town Employees' Plan and Morris Volunteer Fire Department Plan) to account for its fiduciary responsibility. The following schedules present the net position held in trust for pension benefits at June 30, 2021 and the changes in net position for the year then ended.

Schedule of Net Position

	Town Retirement Plan	Morris Volunteer Fire Department Plan	Total
Assets:			
Cash and cash equivalents	\$ 3,728	133,343	137,071
Investments	1,716,533		1,716,533
Total assets	\$ 1,720,261	133,343	1,853,604
Liabilities:			
Accrued expenses	-	21	21
Net assets held in trust for pension benefits	\$ 1,720,261	133,322	1,853,583

TOWN OF MORRIS, CONNECTICUT

NOTES TO THE FINANCIAL STATEMENTS June 30, 2021

Note 11 - Employee Retirement Plans (continued)

Schedule of Changes in Net Position

	Town Retirement Plan	Morris Volunteer Fire Department	Total
Additions:			
Contributions:			
Employer	\$ 166,150	18,450	184,600
Total	\$ 166,150	18,450	184,600
Investment income:			
Net appreciation (depreciation) in fair value of investments	\$ 343,467	23,786	367,253
Interest and dividends	59,182	3,688	62,870
Less: investment expense	(7)	(44)	(51)
Total	\$ 402,642	27,430	430,072
Deductions:			
Administrative costs	\$ 5,258	8,211	13,469
Benefits	110,941	34,087	145,028
	\$ 116,199	42,298	158,497
Net increase	\$ 452,593	3,582	456,175
Net position at beginning of year	1,267,668	129,740	1,397,408
Net position at end of year	\$ 1,720,261	133,322	1,853,583

Pension expense and deferred outflows of resources and deferred inflows of resources related to pensions

For the year ended June 30, 2021, the Town recognized pension expense of \$266,004 and (\$48,707) for the Town Plan and Fire Department Plan, respectively.

	Town Plan Deferred Outflows of Resources	MVFD Plan Deferred Outflows of Resources	Total
Differences between expected and actual experience	\$ 126,083	-	126,083
Changes of assumptions	50,675	22,147	72,822
Total	\$ 176,758	22,147	198,905

	Town Plan Deferred Inflows of Resources	MVFD Plan Deferred Inflows of Resources	Total
Differences between expected and actual experience	\$ -	36,581	36,581
Net difference between projected and actual earnings on pension plan investments	209,227	10,021	219,248
Total	\$ 209,227	46,602	255,829

TOWN OF MORRIS, CONNECTICUT

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2021

Note 11 - Employee Retirement Plans (continued)

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

Year Ended June 30,	Town Retirement Plan	MVFD Retirement Plan	Total
2022	\$ (9,867)	694	(9,173)
2023	(23,981)	(1,600)	(25,581)
2024	(28,585)	(2,051)	(30,636)
2025	(41,000)	(2,932)	(43,932)
2026	17,416	1,033	18,449
Thereafter	53,548	(19,599)	33,949
Total	\$ <u>(32,469)</u>	<u>(24,455)</u>	<u>(56,924)</u>

Note 12 - Subsequent Events

Management has evaluated events subsequent to the date of the financial statements through October 22, 2021, the date the financial statements were available to be issued. No events have occurred subsequent to the Statement of Net Position date through October 22, 2021 that would require readjustment to the financial statements.

SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS - TOWN PLAN

For the Five Years Ended June 30, 2021

	2021	2020	2019	2018	2017
Total pension liability:					
Service cost	\$ 48,021	42,924	46,640	38,395	12,708
Interest on total pension liability	118,538	114,145	116,145	103,218	96,471
Differences between expected and actual experience	27,162	78,313	(96,229)	114,002	68,571
Effect of assumption changes or inputs	49,366	(5,066)	(5,437)	22,442	-
Benefit payments	(103,379)	(91,994)	(89,502)	(83,605)	(71,972)
Net change in total pension liability	\$ 139,708	138,322	(28,383)	194,452	105,778
Total pension liability - beginning	1,875,350	1,737,028	1,765,411	1,570,959	1,465,181
Total pension liability - ending	\$ 2,015,058	1,875,350	1,737,028	1,765,411	1,570,959
Plan fiduciary net position:					
Contributions - employer	\$ 166,150	166,150	156,461	74,800	69,000
Net investment income	402,640	23,789	45,522	30,893	94,965
Benefit payments	(103,379)	(91,994)	(89,502)	(83,605)	(71,972)
Administrative expenses	(4,800)	(5,170)	(5,795)	(4,091)	-
Net change in plan fiduciary net position	\$ 460,611	92,775	106,686	17,997	91,993
Plan fiduciary net position - beginning	1,259,649	1,166,874	1,060,188	1,042,191	950,198
Plan fiduciary net position - ending	\$ 1,720,260	1,259,649	1,166,874	1,060,188	1,042,191
Net pension liability - ending	\$ 294,798	615,701	570,154	705,223	528,768
Plan fiduciary net position as a percentage of total pension liability	85.37%	67.17%	67.18%	60.05%	66.34%
Covered-employee payroll	\$ 491,701	544,916	457,890	466,832	388,213
Net pension liability as a percentage of its covered-employee payroll	59.95%	112.99%	124.52%	151.07%	136.21%

SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS - FIRE DEPARTMENT PLAN

For the Six Years Ended June 30, 2021

	2021	2020	2019	2018	2017	2016
Total pension liability:						
Service cost	\$ -	-	-	2,345	2,347	2,538
Interest on total pension liability	9,040	10,912	11,306	11,604	10,694	10,622
Differences between expected and actual experience	(3,435)	(11,347)	(5,710)	(12,456)	5,686	(19,162)
Effect of assumption changes or inputs	3,171	(489)	(538)	2,899	-	36,911
Benefit payments	(34,087)	(9,232)	(12,578)	(5,037)	(5,458)	(5,038)
Net change in total pension liability	\$ (25,311)	(10,156)	(7,520)	(645)	13,269	25,871
Total pension liability - beginning	156,113	166,269	173,789	174,434	161,165	135,294
Total pension liability - ending	\$ 130,802	156,113	166,269	173,789	174,434	161,165
Plan fiduciary net position:						
Contributions - employer	\$ 18,450	18,950	24,815	8,000	8,500	5,981
Net investment income	27,441	3,478	4,786	(3,832)	6,013	(3,241)
Benefit payments	(34,087)	(9,232)	(12,578)	(5,037)	(5,458)	(5,038)
Administrative expenses	(8,211)	(4,935)	(6,214)	(4,001)	-	-
Net change in plan fiduciary net position	\$ 3,593	8,261	10,809	(4,870)	9,055	(2,298)
Plan fiduciary net position - beginning	129,751	121,490	110,681	115,551	106,496	108,794
Plan fiduciary net position - ending	\$ 133,344	129,751	121,490	110,681	115,551	106,496
Net pension liability - ending	\$ (2,542)	26,362	44,779	63,108	58,883	54,669
Plan fiduciary net position as a percentage of total pension liability	101.94%	83.11%	73.07%	63.69%	66.24%	66.08%
Covered-employee payroll	N/A	N/A	N/A	N/A	N/A	N/A
Net pension liability as a percentage of its covered-employee payroll	N/A	N/A	N/A	N/A	N/A	N/A

SCHEDULE OF EMPLOYER CONTRIBUTIONS - TOWN PLAN

Since Inception of GASB 67/68

		Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered- employee Payroll	Contribution as a Percentage of Covered- employee Payroll
2021	\$	84,523	\$ 166,150	\$ (81,627)	\$ 491,701	33.79%
2020		93,815	166,150	(72,335)	544,916	30.49%
2019		71,837	156,461	(84,624)	457,890	34.17%
2018		58,775	74,800	(16,025)	466,832	16.02%
2017		52,626	69,000	(16,374)	388,213	17.77%
2016		37,317	48,755	(11,438)	167,017	29.19%
2015		47,938	49,584	(1,646)	270,616	18.32%

Notes to Schedule

Valuation date

July 1, 2020

Measurement date

June 30, 2021

Methods and assumptions used
to determine contribution rates:

Actuarial cost method	Projected unit credit
Amortization method	Level percent of payroll, closed
Remaining amortization period	30 years from 7/1/16
Asset valuation method	Fair market value
Discount rate	6.75%
Inflation	2.25%
Salary increases	3.50%
Investment rate of return	6.75%
Retirement age	65
Mortality table	RP 2014 adjusted to 2006
Mortality projection scale (to valuation date)	MP-2018

SCHEDULE OF EMPLOYER CONTRIBUTIONS - FIRE DEPARTMENT PLAN

Since Inception of GASB 67/68

	Actuarially Determined Contribution	Actual Contribution	Contribution Deficiency (Excess)	Covered- employee Payroll	Contribution as a Percentage of Covered- employee Payroll
2021	\$ 3,648	\$ 18,450	\$ (14,802)	N/A	N/A
2020	5,075	18,950	(13,875)	N/A	N/A
2019	6,815	24,815	(18,000)	N/A	N/A
2018	6,784	8,000	(1,216)	N/A	N/A
2017	4,354	8,500	(4,146)	N/A	N/A
2016	4,081	5,981	(1,900)	N/A	N/A
2015	4,196	6,061	(1,865)	N/A	N/A

Notes to Schedule

Valuation date

July 1, 2020

Measurement date

June 30, 2021

Methods and assumptions used
to determine contribution rates:

Actuarial cost method	Unit credit
Amortization method	Level percentage of payroll, closed
Remaining amortization period	30 years from 7/1/16
Asset valuation method	Fair market value
Discount rate	6.75%
Inflation	2.25%
Salary increases	N/A
Investment rate of return	6.75%
Retirement age	65
Mortality table	RP 2014 adjusted to 2006
Mortality projection scale (to valuation date)	MP-2018

SCHEDULE OF INVESTMENT RETURNS - TOWN PLAN

Since Inception of GASB 67/68

	Net Money- Weighted Rate of Return
2021	29.50%
2020	1.87%
2019	3.90%
2018	3.04%
2017	9.92%
2016	-1.10%
2015	-1.97%

SCHEDULE OF INVESTMENT RETURNS - FIRE DEPARTMENT PLAN

Since Inception of GASB 67/68

	Net Money- Weighted Rate of Return
2021	19.71%
2020	2.63%
2019	4.03%
2018	-3.42%
2017	5.52%
2016	-2.97%
2015	4.94%

GENERAL FUND REVENUES AND OTHER FINANCING SOURCES

BUDGETARY BASIS - BUDGET AND ACTUAL

For the Year Ended June 30, 2021

	Budgeted Amounts		Actual Amounts - Budgetary Basis	Variance With Final Budget Positive / (Negative)
	Original	Final		
Property taxes:				
Current year's levy	\$ 8,365,361	8,365,361	8,547,616	182,255
Prior year's levy	69,000	69,000	138,179	69,179
Interest and penalties	45,400	45,400	67,091	21,691
Total property taxes	\$ 8,479,761	8,479,761	8,752,886	273,125
Intergovernmental:				
State grants for education	\$ 109,929	109,929	109,833	(96)
Other state grants	47,075	47,075	107,295	60,220
Total intergovernmental	\$ 157,004	157,004	217,128	60,124
Charges for services:				
Civil division	\$ 61,915	61,915	113,346	51,431
Charges for services	43,575	43,575	109,770	66,195
Other general government	22,200	22,200	36,774	14,574
Total charges for services	\$ 127,690	127,690	259,890	132,200
Investment income	\$ 27,000	27,000	2,680	(24,320)
Other revenues	\$ 4,000	4,000	11,780	7,780
Total revenue and other financing sources	\$ 8,795,455	8,795,455	9,244,364	448,909

**GENERAL FUND EXPENDITURES, ENCUMBRANCES AND OTHER FINANCING USES -
BUDGETARY BASIS - BUDGET AND ACTUAL**
For the Year Ended June 30, 2021

	Budgeted Amounts		Actual Amounts - Budgetary Basis	Variance With Final Budget Positive / (Negative)
	Original	Final		
General government:				
Board of Finance	\$ 25,250	25,250	20,162	5,088
Board of Appeals - legal	1,000	1,000	810	190
Planning and zoning	41,955	50,790	50,239	551
Tax Collector	35,969	35,969	31,254	4,715
Treasurer	91,011	91,011	85,897	5,114
Inland wetland	8,020	8,020	1,375	6,645
Zoning Appeals Board	12,820	12,820	10,350	2,470
Town Clerk	101,357	101,357	98,992	2,365
Assessor	69,089	69,089	63,192	5,897
Insurance	75,000	75,000	119,654	(44,654)
Selectman - miscellaneous	47,368	61,741	61,463	278
Civil Division	73,453	73,453	72,332	1,121
Building Inspector	38,860	52,468	52,351	117
Other general government	387,848	377,078	364,291	12,787
Total general government	\$ 1,009,000	1,035,046	1,032,363	2,683
Public safety:				
Fire Department	\$ 112,786	112,786	101,592	11,194
Board of Selectmen - public safety	13,500	13,500	8,711	4,789
Fire Marshal	322,029	332,419	331,528	891
Dog Warden	16,530	16,530	7,892	8,638
Total public safety	\$ 464,845	475,235	449,723	25,512
Public works:				
Highway Department	\$ 644,333	655,244	652,524	2,720
LoCIP	25,000	34,895	-	34,895
Transfer Station	273,584	273,584	261,651	11,933
Total public works	\$ 942,917	963,723	914,175	49,548
Health and welfare:				
Board of Health	\$ 15,828	15,828	15,496	332
Morris Board of Health	700	700	100	600
Total health and welfare	\$ 16,528	16,528	15,596	932
Culture and recreation:				
Beach and recreation	\$ 41,350	42,207	42,040	167
Library	109,420	112,270	104,542	7,728
Community Hall	53,755	53,755	49,749	4,006
Senior Center	96,506	96,506	90,667	5,839
Total culture and recreation	\$ 301,031	304,738	286,998	17,740
Education:				
Board of Education	\$ 5,417,684	5,417,684	5,417,683	1
Total education	\$ 5,417,684	5,417,684	5,417,683	1

(Continued)

**GENERAL FUND EXPENDITURES, ENCUMBRANCES AND OTHER FINANCING USES -
BUDGETARY BASIS - BUDGET AND ACTUAL**

For the Year Ended June 30, 2021

	Budgeted Amounts		Actual Amounts - Budgetary Basis	Variance With Final Budget Positive / (Negative)
	Original	Final		
Other:				
Contingency	\$ 75,000	3,994	282	3,712
Economic development	500	500	-	500
Bantam Lake Authority	50	50	-	50
Sandy Beach Commission	8,300	8,300	8,300	-
Pension Commissions	184,600	184,600	184,600	-
Bantam Lake weed control	25,000	25,000	25,000	-
Total other	<u>\$ 293,450</u>	<u>222,444</u>	<u>218,182</u>	<u>4,262</u>
Other financing uses:				
Capital improvements	\$ 350,000	350,000	350,000	-
Total other financing uses	<u>\$ 350,000</u>	<u>350,000</u>	<u>350,000</u>	<u>-</u>
 Total encumbrances and financial uses	 <u>\$ 8,795,455</u>	 <u>8,785,398</u>	 <u>8,684,720</u>	 <u>100,678</u>

TOWN OF MORRIS, CONNECTICUT

SCHEDULE 3

COMBINING BALANCE SHEET
NONMAJOR FUNDS
June 30, 2021

	Town Aid Road Fund	Library Fund	Senior Center Fund	Social Services Fund	Recreation Activities Fund	Small Cities Fund	Other Funds	Total
Assets:								
Cash and cash equivalents	\$ -	21,247	6,586	20,316	4,801	-	-	52,950
Investments	-	25,427	-	-	-	-	-	25,427
Receivables, net	-	-	-	-	-	198,602	-	198,602
Due from other funds	47,722	-	-	-	-	-	333,536	381,258
Total assets	<u>\$ 47,722</u>	<u>46,674</u>	<u>6,586</u>	<u>20,316</u>	<u>4,801</u>	<u>198,602</u>	<u>333,536</u>	<u>658,237</u>
Liabilities:								
Payments in advance	\$ -	-	-	-	-	198,602	333,536	532,138
Total liabilities	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>198,602</u>	<u>333,536</u>	<u>532,138</u>
Fund balance (deficit):								
Committed	\$ 47,722	-	-	-	-	-	-	47,722
Assigned	-	46,674	6,586	20,316	4,801	-	-	78,377
Total fund balance (deficit)	<u>\$ 47,722</u>	<u>46,674</u>	<u>6,586</u>	<u>20,316</u>	<u>4,801</u>	<u>-</u>	<u>-</u>	<u>126,099</u>

TOWN OF MORRIS, CONNECTICUT

SCHEDULE 4

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES (DEFICITS) - NONMAJOR FUNDS
For the Year Ended June 30, 2021**

	Town Aid Road Fund	Library Fund	Senior Center Fund	Social Services Fund	Recreation Activities Fund	Small Cities Fund	Other Funds	Total
Revenues:								
Intergovernmental	\$ 177,964	11,904	-	-	-	-	-	189,868
Charges for services	-	-	-	-	9,188	-	-	9,188
Investment income	-	2,341	5	13	9	-	-	2,368
Other	-	11,672	1,109	7,063	-	-	-	19,844
Total revenues	<u>\$ 177,964</u>	<u>25,917</u>	<u>1,114</u>	<u>7,076</u>	<u>9,197</u>	<u>-</u>	<u>-</u>	<u>221,268</u>
Expenditures:								
Public safety	\$ -	-	-	-	-	-	129,172	129,172
Public works	130,460	-	-	-	-	-	-	130,460
Culture and recreation	-	6,179	2,080	3,979	17,730	-	-	29,968
Other	-	-	-	-	-	-	-	-
Total expenditures	<u>\$ 130,460</u>	<u>6,179</u>	<u>2,080</u>	<u>3,979</u>	<u>17,730</u>	<u>-</u>	<u>129,172</u>	<u>289,600</u>
Revenue over (under) exp.	<u>\$ 47,504</u>	<u>19,738</u>	<u>(966)</u>	<u>3,097</u>	<u>(8,533)</u>	<u>-</u>	<u>(129,172)</u>	<u>(68,332)</u>
Changes in fund balances	<u>\$ 47,504</u>	<u>19,738</u>	<u>(966)</u>	<u>3,097</u>	<u>(8,533)</u>	<u>-</u>	<u>(129,172)</u>	<u>(68,332)</u>
Fund balances - beginning	<u>218</u>	<u>26,936</u>	<u>7,552</u>	<u>17,219</u>	<u>13,334</u>	<u>-</u>	<u>129,172</u>	<u>194,431</u>
Fund balances - ended	<u><u>\$ 47,722</u></u>	<u><u>46,674</u></u>	<u><u>6,586</u></u>	<u><u>20,316</u></u>	<u><u>4,801</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>126,099</u></u>

COMBINING STATEMENT OF NET POSITION
PRIVATE PURPOSE TRUST FUNDS
June 30, 2021

	Town Employee's Plan Trust Fund	Fire Department Plan Trust Fund	Total Trust Funds
Assets:			
Cash and cash equivalents	\$ 3,728	133,343	137,071
Investments at fair value	1,716,533	-	1,716,533
Total assets	<u>\$ 1,720,261</u>	<u>133,343</u>	<u>1,853,604</u>
Liabilities:			
Accrued expenses	\$ -	21	21
Net position:			
Held in trust for specific purposes	<u>\$ 1,720,261</u>	<u>133,322</u>	<u>1,853,583</u>

COMBINING STATEMENT OF CHANGES IN NET POSITION
PRIVATE PURPOSE TRUST FUNDS
For the Year Ended June 30, 2021

	Town Employees' Plan Trust Fund	Volunteer Fire Department Trust Fund	Total Trust Funds
Additions:			
Contributions	\$ 166,150	18,450	184,600
Total contributions	<u>\$ 166,150</u>	<u>18,450</u>	<u>184,600</u>
Investment earnings:			
Net increase (decrease) in fair value	\$ 343,467	23,786	367,253
Interest and dividends	59,182	3,688	62,870
Less: investment expense	(7)	(44)	(51)
Total investment earnings	<u>\$ 402,642</u>	<u>27,430</u>	<u>430,072</u>
Deductions:			
Administrative	\$ 5,258	8,211	13,469
Benefits	110,941	34,087	145,028
Total deductions	<u>\$ 116,199</u>	<u>42,298</u>	<u>158,497</u>
Change in net position	\$ 452,593	3,582	456,175
Net position - beginning	<u>1,267,668</u>	<u>129,740</u>	<u>1,397,408</u>
Net position - ending	<u><u>\$ 1,720,261</u></u>	<u><u>133,322</u></u>	<u><u>1,853,583</u></u>

TOWN OF MORRIS, CONNECTICUT

STATEMENT OF CHANGES IN FUND BALANCE - BY PROJECT
CAPITAL & NONRECURRING FUND

For the Fiscal Year Ended June 30, 2021

	Beginning Fund Balance	Current Year Appropriations	Transfer In (Out)
Restricted fund balance:			
Smokey Hollow - highway planning	\$ 121,884	-	(111,106)
Fire Department restroom STEAP grant	(2,446)	-	-
Total restricted fund balance	\$ 119,438	-	(111,106)
Committed fund balance:			
Energy grant	\$ 1,000	-	-
Beach and rec. - cabin maintenance	1,560	-	-
Bonding	10,000	-	(10,000)
Conservations commission fundraising	1,019	-	(1,019)
Fire Department - oil tank	49	-	(49)
Fire Department - radios and pagers	2	-	(2)
Fire Engine #5 upgrade	20	125,000	-
First Selectman - boiler replacement	9,591	-	(9,591)
Highway - E. Shore Road culverts	70,369	50,000	-
Revaluation	54,143	-	-
Selectman - fire pond	576	10,000	-
Selectman - fire pond dredging	10,000	-	-
Selectman - maintenance shed	6,000	-	(6,000)
Selectman - Town Hall repairs	8,860	-	-
Tax Collector - fire proof safe	389	-	(389)
Todd Hill Road replace pipes	(3)	-	3
Transfer Station concrete wall replacement	462	194,000	111,106
Fire Department - air packs	14,397	-	(14,397)
Fire Department - exterior steps	13,600	-	-
Smokey Hollow reclaim and pave	103,483	-	-
Smokey Hollow fence	5,050	-	-
Highway - dump truck tandem refurb.	1,750	-	(1,750)
Highway - dump truck	11,088	225,000	-
Highway amp - add basins	2,147	-	-
Highway building repairs	63,259	-	-
Senior side walks	1,300	-	-
Transfer Station - chipseal garage and brush	4,000	-	(4,000)
Town Clerk upgrade	10,000	-	-
Municipal Building capital mainenance	-	25,000	-
Total committed fund balance	\$ 404,111	629,000	63,912
Assigned fund balance:			
Senior Center funds	\$ 183	-	-
Unspecified projects	13,010	-	47,194
Total assigned fund balance	\$ 13,193	-	47,194
Total Fund Balance	\$ 536,742	629,000	-

SCHEDULE 7

Other Revenues	Total Available	Current Year Expenditures	Ended Fund Balance	Eliminating Deficit Balances GASB 54	Reported Fund Balance
10,070	20,848	(20,848)	-	-	-
8,580	6,134	(8,580)	(2,446)	2,446	-
18,650	26,982	(29,428)	(2,446)	2,446	-
-	1,000	-	1,000	-	1,000
-	1,560	(1,560)	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	125,020	-	125,020	-	125,020
-	-	-	-	-	-
-	120,369	(6,200)	114,169	-	114,169
-	54,143	(1,000)	53,143	-	53,143
-	10,576	(8,114)	2,462	-	2,462
-	10,000	-	10,000	-	10,000
-	-	-	-	-	-
-	8,860	(8,518)	342	-	342
-	-	-	-	-	-
-	-	-	-	-	-
-	305,568	(11,084)	294,484	-	294,484
-	-	-	-	-	-
-	13,600	-	13,600	-	13,600
-	103,483	(103,483)	-	-	-
-	5,050	(5,050)	-	-	-
-	-	-	-	-	-
-	236,088	-	236,088	-	236,088
-	2,147	-	2,147	-	2,147
-	63,259	(59,971)	3,288	-	3,288
-	1,300	-	1,300	-	1,300
-	-	-	-	-	-
-	10,000	-	10,000	-	10,000
-	25,000	(21,257)	3,743	-	3,743
-	1,097,023	(226,237)	870,786	-	870,786
-	183	-	183	-	183
(12,843)	47,361	-	47,361	(2,446)	44,915
(12,843)	47,544	-	47,544	(2,446)	45,098
5,807	1,171,549	(255,665)	915,884	-	915,884

TOWN OF MORRIS, CONNECTICUT

SCHEDULE OF PROPERTY TAXES LEVIED, COLLECTED AND OUTSTANDING
For the Year Ended June 30, 2021

Grand List Year	Uncollected Balance & New Levy July 1, 2020	Lawful Corrections		Transfers to (Recoveries From) Suspense	Balance to be Collected
		Increases	Decreases		
2004	\$ -	-	-	-	-
2005	-	-	-	-	-
2006	918	-	-	-	918
2007	413	-	-	-	413
2008	1,335	-	-	-	1,335
2009	1,391	-	-	-	1,391
2010	1,252	-	-	-	1,252
2011	4,064	-	-	(438)	3,626
2012	1,097	2,211	-	-	3,308
2013	700	-	-	-	700
2014	7,637	-	(149)	-	7,488
2015	14,367	586	(125)	(67)	14,761
2016	19,057	509	(1)	(493)	19,072
2017	38,495	-	(383)	(398)	37,714
2018	124,890	4	(2,295)	(387)	122,212
Total	\$ 215,616	3,310	(2,953)	(1,783)	214,190
2019	8,596,495	29,320	(13,280)	(144)	8,612,391
Total	\$ 8,812,111	32,630	(16,233)	(1,927)	8,826,581

SCHEDULE 8

Collections				Uncollected Balance June 30, 2021
Taxes	Interest	Lien Fees	Total	
-	-	-	-	-
-	-	-	-	-
-	-	-	-	918
-	-	-	-	413
-	-	-	-	1,335
152	288	40	480	1,239
109	200	1	310	1,143
-	-	-	-	3,626
130	-	-	130	3,178
-	-	-	-	700
3,269	474	85	3,828	4,219
5,121	4,228	150	9,499	9,640
10,694	5,534	229	16,457	8,378
22,716	7,572	173	30,461	14,998
92,636	18,806	126	111,568	29,576
134,827	37,102	804	172,733	79,363
8,542,480	24,955	565	8,568,000	69,911
8,677,307	62,057	1,369	8,740,733	149,274

TOWN OF MORRIS, CONNECTICUT

SCHEDULE OF DEBT LIMITATION
For the Year Ended June 30, 2021

	General Purpose	Schools
Debt limitation:		
2 1/4 times base	\$ 19,666,649	
4 1/2 times base		39,333,299
3 3/4 times base		
3 1/4 times base		
3 times base		
7 times base		
Total debt limitation	\$ 19,666,649	39,333,299
Indebtedness:		
Bonds payable	\$ -	-
Bonds authorized and unissued	-	-
Total indebtedness	\$ -	-
Less: school construction grants receivable	-	-
Total indebtedness of the Town	\$ -	-
Debt limitation in excess of outstanding and authorized debt	\$ 19,666,649	39,333,299

SCHEDULE 9

Total tax collections (including interest and lien fees)
for the year ended June 30, 2021 \$ 8,740,733

Reimbursement for revenue loss on:
Elderly Tax Relief - Freeze -

Base \$ 8,740,733

<u>Sewers</u>	<u>Urban Renewal</u>	<u>Pension Bonding</u>	<u>Total Debt</u>
32,777,749	28,407,382	26,222,199	61,185,131
<u>32,777,749</u>	<u>28,407,382</u>	<u>26,222,199</u>	<u>61,185,131</u>
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
<u>32,777,749</u>	<u>28,407,382</u>	<u>26,222,199</u>	<u>61,185,131</u>