

Annual Comprehensive Financial Report

of the

Town of Westport, Connecticut



WESTPORT

— **CONNECTICUT** —

Fiscal Year Ended June 30, 2021

TOWN OF WESTPORT, CONNECTICUT

Annual Comprehensive Financial Report

for

**the Fiscal Year Ended
June 30, 2021**

Prepared By:

**Town of Westport
Finance Department**

**Gary G. Conrad
Finance Director**

**TOWN OF WESTPORT
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JUNE 30, 2021**

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Introductory Section



January 29, 2022

Honorable Jennifer Tooker, First Selectwoman
Andrea Moore, Selectwoman
Candice Savin, Selectwoman
Members of the Representative Town Meeting
Members of the Board of Finance
Citizens of the Town of Westport, Connecticut

State law requires that all general-purpose local governments publish at the end of each fiscal year a complete set of audited financial statements. This report is published to fulfill that requirement for the fiscal year ended June 30, 2021.

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

Clifton Larson Allen, Certified Public Accountants, have issued an unmodified (“clean”) opinion on the Town of Westport, Connecticut’s financial statements for the year ended June 30, 2021. The independent auditor’s report is located at the front of the financial section of this report.

Management’s discussion and analysis (MD&A) immediately follows the independent auditor’s report and provides a narrative introduction, overview, and analysis of the basic financial statements. The MD&A is intended to complement this letter and should be read in conjunction with it.

Profile of the Government

The Town, incorporated in 1835, located in southwestern Connecticut, is annexed from Fairfield on the east, Weston on the north, and Norwalk on the west. The Town of Westport occupies approximately 20 square miles, located in Fairfield County, with a 2020 Census population of 27,141. The Town is empowered to levy a property tax on both real and personal properties and motor vehicles located within its boundaries.

The Town operates under and is governed by the laws of the State of Connecticut and its own charter which was adopted by the State Legislature in 1957. The Charter provides for a Board of Selectmen - Representative Town Meeting form of government. The First Selectman, elected to a four-year term, is the chief executive officer of the Town. The First Selectman is responsible for carrying out the policies and ordinances of the Representative Town Meeting (RTM), for overseeing the day-to-day operations of the Town and appointing the heads of various departments and commissions. The RTM, which acts as the Town’s policy making and legislative body, consists of thirty-six (36) members elected to two-year terms. The RTM is responsible for passing ordinances, adopting the budget, ratifying labor agreements, bonding authorizations and supplemental appropriations. The last election in the Town occurred in November 2019. A major revision to the Town’s Charter was presented and approved by the voters in November 2000.

The Town provides a full range of services to its citizens. These include: police and fire protection; construction and maintenance of streets and other infrastructure; sewer and sanitation; education; library; public works (highways, streets, waste disposal, engineering and infrastructure maintenance); parks and recreation (parks, beaches, golf course and tennis courts); cultural events, senior services and organizations; health and welfare; and general administrative services.

Gary G. Conrad Finance Director
Phone: 203.341.1095 Fax: 203.341.1179 Cell: 203.650.7661
gconrad@westportct.gov

The annual budget serves as the foundation for the Town's financial planning and control. All departments of the Town are required to submit revenue estimates and requests for appropriations to the Finance Director. The Finance Director, First Selectman, and budget requesting departments review these requests and develop a budget which, along with the Board of Education budget, will be presented to the Board of Finance. The Board of Finance, with at least one public hearing, will review the requested budgets and make any reductions they deem advisable. The Board of Finance will hold at least one public meeting prior to adopting a recommended budget which will be submitted to the RTM. On the first Tuesday in May, the RTM adopts the budget for the fiscal year beginning July 1.

The appropriated budget is prepared by fund, function (e.g., public safety), and department (e.g., police). All budgetary transfers are submitted to the Board of Finance for approval. The Board of Finance may grant additional appropriations to departments up to an accumulated total of \$20,000 per fiscal year; RTM approval is required for departmental appropriations in excess of \$20,000. Budget-to-actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted. For the general fund, this comparison is presented on pages 75-79 of the required supplementary information. For the sewer operating fund, a major fund with an appropriated annual budget, this comparison is included on page 80. The railroad parking operating fund budget to actual comparison is on page 102. Wakeman town farm fund budget to actual schedule is on page 103.

Factors Affecting Financial Condition

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

Local Economy. Westport was once an artist colony. Now it has among its residents many in other fields of the arts as well – theater, publishing, television. Although it is a community with almost no industry, there are several corporate headquarters, many consulting, marketing, promotional, investment firms, commercial designers and graphic artists. While Westport is often thought of as a commuter community, increasingly its residents work in the area as corporations have moved into Fairfield County.

The potential long-term impact of the COVID-19 pandemic on the Town remains unpredictable. The continued efforts to mitigate the spread of the outbreak and any prolonged effects on the national, State and local economy could have a materially adverse effect on the Town's finances. The Town reopened its offices to the public in January, 2021.

The Town's unemployment rate, based on the Connecticut Department of Labor, as of June 30, 2021 was 4.7%, the State at 6.9%. U.S. Census data estimates Median Household Income in Westport as \$206,466.

Long-Term Financial Planning and Bond Issues. As a part of the annual budget process, the First Selectman prepares and presents a five-year capital forecast. This forecast identifies costs and financing methods for those capital projects that the Town anticipates funding over the next five years. The current five-year capital projects go through fiscal year 2026. The plan provides for the needs not only of the general government but also the Board of Education and addresses such issues as infrastructure, major equipment replacement, educational facilities, public safety, recreation and open space. This plan projects total project costs over the five-year period of approximately \$98,583,824. Financing for these projects will be provided through debt proceeds of approximately \$56,108,574, while an additional \$11,495,250 is scheduled to be funded through annual appropriation in the General Fund, Sewer Fund and/or Capital and Non-Recurring Fund and \$30,980,000 will be funded through private funding, federal/state grants and funds from bordering towns for joint projects.

Relevant Financial Policies.

Fund Balance Policy – In 2011, the Town of Westport’s Board of Finance adopted a GASB 54 Fund Balance Policy that addresses how funds are to be classified and, in particular, a commitment to maintaining a targeted minimum level of undesignated funds, based on the recommendation of the Town’s Finance Director. In practice, that targeted minimum amount at fiscal year-end is between 9-11% of the Town’s operating budget.

Investment Policy – The Town of Westport has adopted an Investment Policy for the management of operating and working capital funds in accordance with Connecticut General Statutes. The Town has an appointed Pension Investment Committee that oversees the investments within the Town’s Defined Benefit pension plans, Defined Contribution plans and 401(k) plans.

Procurement Policy – The Town of Westport and Westport Public Schools each have procurement policies and procedures in place which prescribe the levels of administrative approvals required for budgeted expenditures and the manner in which these goods and services are to be procured.

Fund Reporting – on the advice of our auditors, the Town has opted to move the following funds to the Special Revenues Category: Cafeteria Fund, Recreation Program, Adult & Continuing Education and Escrow. Fiscal year ended June 30, 2018 information has been restated to reflect this change where appropriate.

Major Initiatives.

American Rescue Plan Act (ARPA) Funds – The Town was awarded \$8.4 million in Covid Relief grant funds. The first tranche of \$4.2 million was received by the Town in May 2021 and the second tranche \$4.2 million will be received in May 2022. The town is actively planning for the use of these funds, which are intended for local fiscal recovery.

Regionalization of Police and Fire Dispatch – The Town has recently combined its Police and Fire dispatch functions and provides fire dispatch services to the Town of New Canaan. The Town is now partnering with the Town of Fairfield and will relocate the combined dispatch center to a specially equipped building at Sacred Heart University in Fairfield. This project is underway.

Sustainability – Westport was one of the first Connecticut municipalities to achieve the certification as a Sustainable CT community. The town met high standards in a broad range of sustainability accomplishments to qualify for the prestigious bronze certification.

Sustainable CT is a statewide initiative that supports and recognizes sustainability actions by Connecticut communities. In its application for Sustainable CT certification, the Town of Westport demonstrated significant achievements in nine sustainable impact areas ranging from thriving local economies and vibrant arts and culture to clean transportation and diverse housing. Westport’s successfully completed actions included the implementation of resources to support local businesses, arts and creative culture, transportation systems from zero emission vehicle chargers at Town Hall to our public transit system, benchmarking and tracking energy usage, the Greenday sustainability event, and the voluntary registry for people with disabilities.

Westport continues to work in partnership with Sustainable Westport and Earthplace to adopt sustainable practices consistent with the goal of becoming a Net Zero community by the year 2050.

Major Events

COVID-19 Pandemic - Westport felt the impact of the coronavirus early in March 2020, when schools and public offices were closed to the public in response to rising infection rates. The Town and Westport Public Schools have been open since January 2021. The Town and Westport Public Schools have been working closely with local emergency and health officials to monitor infection rates and respond to the needs of the community with vaccine clinics and Covid testing.

On the positive side, Westport has seen a sharp increase in home sales, new construction and knockdowns which impact Planning and Zoning, Conservation and Building permit fees as well as income from the conveyance fees on property sales. We expect to exceed our 2022 budget in these categories, which will offset any lost income in the Recreation area that is not covered by reduced expenses.

Financial Reporting.

The preparation of this report would not have been possible without the efficient and dedicated service of the entire staff of the Finance Department. I would like to express my appreciation to all the members of the Department who assisted and contributed to its preparation and our auditors Clifton Larson Allen, LLP. I would also like to thank the Board of Selectmen, Board of Finance, Board of Education and the RTM for their interest and support in planning and conducting the financial operations of the Town in a fiscally responsible and progressive manner.

Respectfully submitted,

A handwritten signature in black ink, appearing to read "Gary Conrad", written in a cursive style.

Gary Conrad
Finance Director



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Town of Westport
Connecticut**

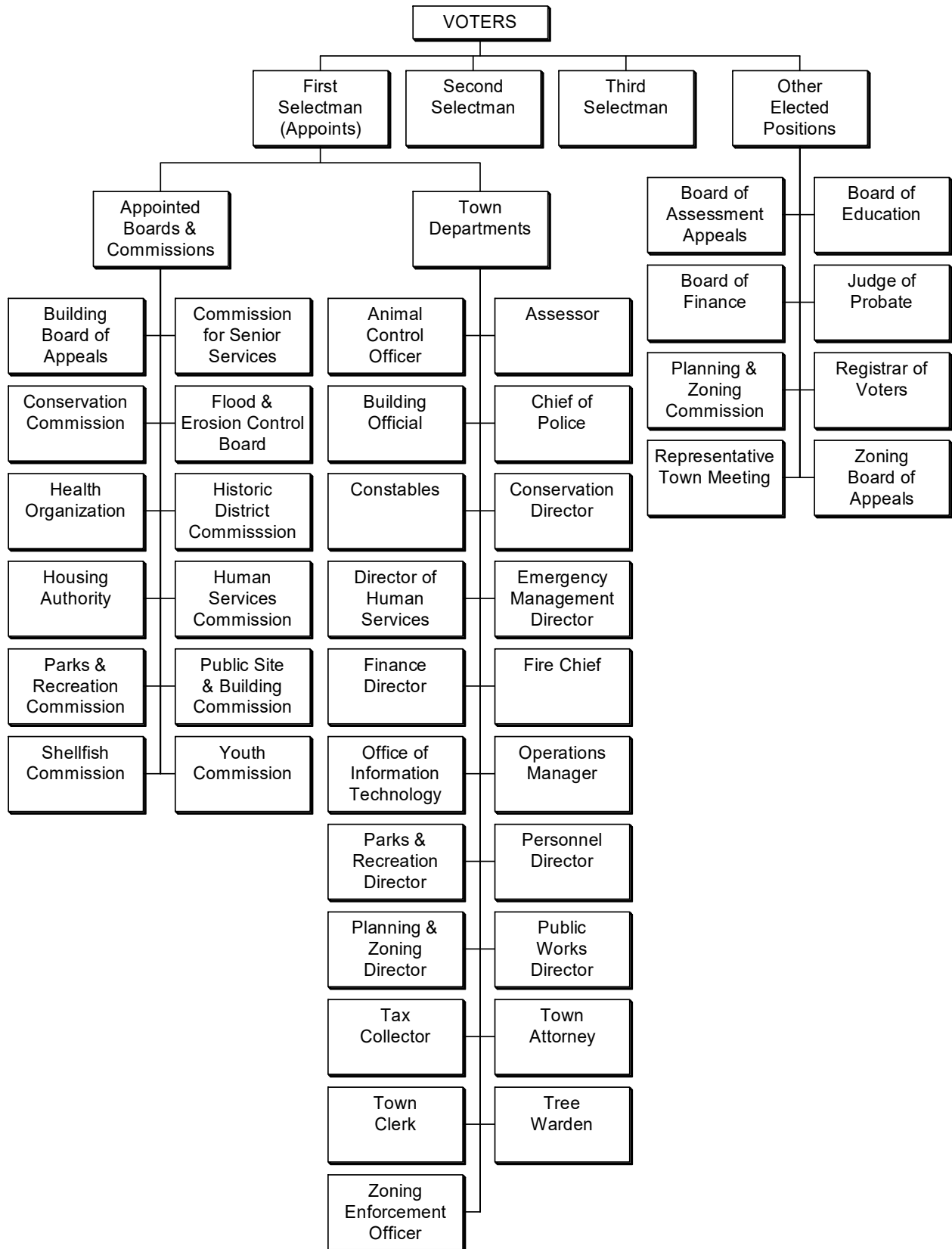
For its Comprehensive Annual
Financial Report
For the Fiscal Year Ended

June 30, 2020

Christopher P. Morill

Executive Director/CEO

Town of Westport, Connecticut



TOWN OF WESTPORT, CONNECTICUT

LIST OF PRINCIPAL OFFICIALS

JUNE 30, 2021

First Selectman – James S. Marpe

Selectwoman – Jennifer Tooker

Selectwoman – Melissa Kane

Chair, Board of Finance – Brian Stern

Finance Director – Gary G. Conrad

Superintendent of Schools – Thomas Scarice

Director of Public Works – Peter Ratkiewich

Fire Chief – Robert Yost

Police Chief – Fotios Koskinas

Director of Parks & Recreation – Jennifer Fava

Town Attorney – Ira W. Bloom

Financial Section



Independent Auditors' Report

Honorable First Selectman and
Members of the Board of Finance
Town of Westport, Connecticut

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Town of Westport, 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 Westport, Connecticut's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund and the aggregate remaining fund information of the Town of Westport, Connecticut, as of June 30, 2021 and the respective changes in financial position and, where applicable, cash flows thereof, for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 9, during fiscal year ended June 30, 2021, the Town of Westport, Connecticut adopted GASB Statement No. 84 *Fiduciary Activities*. As a result of the implementation of this standard, the Town of Westport, Connecticut reported a restatement for the change in accounting principle. Our opinion is not modified with respect to these matters.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, the budgetary comparison information and the pension and OPEB schedules, as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, 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 Westport, Connecticut's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated January 29, 2022 on our consideration of the Town of Westport, 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 Westport, Connecticut's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Town of Westport, Connecticut's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "CliftonLarsonAllen LLP". The signature is written in a cursive, flowing style.

CliftonLarsonAllen LLP

West Hartford, Connecticut
January 29, 2022

**TOWN OF WESTPORT, CONNECTICUT
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2021
(IN THOUSANDS)**

As management of the Town of Westport, Connecticut (the Town), we offer readers of the Town's financial statements this narrative overview and analysis of the financial activities of the Town for the fiscal year ended June 30, 2021. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages i-iv of this report as well as the Town's basic financial statements that follow this section.

The outbreak of COVID-19, a respiratory virus caused by a new strain of coronavirus, was declared a Public Health Emergency of International Concern by the World Health Organization. On March 10, 2020, Governor Lamont declared a state of emergency throughout the State of Connecticut (the "State") as a result of the COVID-19 outbreak. On December 13, 2020, Governor Lamont announced Connecticut's COVID-19 vaccination plan. Due to a decline in the number of positive cases and hospitalizations, all capacity limits were eliminated effective March 19, 2021.

The continued efforts to mitigate the spread of the outbreak and any prolonged effects on the national, State and local economy continue to have a materially adverse effect on the Town's finances. On March 16, 2020, the Town's First Selectman declared a local state of emergency. As a result of this declaration, the First Selectman closed all public schools, public parks, beaches, and facilities and took a multiple of measures to limit the congregation of groups and enhance social distancing. In addition, the Town closed its offices to the public but has continued to operate with limited staff performing essential services. The Town reopened its offices to the public January 1, 2021. By June 1, 2021, most town facilities were open to the public in some form of capacity. The Westport Public Schools began the 2020/2021 school year with a hybrid learning model. As of March 24, 2021, the Westport Public schools has full in-person learning.

Although the COVID-19 pandemic poses unknown potential risks, the Town's finances and financial plans remain financially strong, with the Town collecting 98.68% of budgeted property taxes for Fiscal Year 2021. The net 2020 Grand list has decreased by 5.4% over net 2019 Grand list. This is due mostly to the recently completed revaluation of October 1, 2020. Some challenges the Town continues to face include declining non-tax revenue sources related to COVID-19 and its impact on local businesses, lower market rates on short term investments and the increasing cost of employee benefits.

Financial Highlights - Primary Government

The Town's net position of \$222,387 increased by \$26,561 as a result of this year's operations. The Town's tax and other revenues of \$269,504 were \$26,561 more compared to \$242,943 of Town expenses.

As of the end of the current fiscal year, the General Fund had an ending fund balance of \$41,067. The planned use of \$6,850 has been classified as assigned fund balance for use in the 2021/2022 General Fund Budget to reduce taxes. The unassigned fund balance for the General Fund is \$30,511, an increase of \$679 from the prior year. This unassigned general fund balance at June 30, 2021 is 13.4% of general fund expenditures and transfers out. The Board of Finance has recommended the maintenance of a General Fund unassigned fund balance range of 9.00-11.00% of the annual General Fund expenditures.

The Town's long-term liabilities experienced a net decrease of approximately \$52,647 during the fiscal year.

Overview of the Financial Statements

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

Government-Wide Financial Statements

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

The statement of net position presents information on all of the Town's assets, deferred outflows of resources and liabilities and deferred inflows of resources, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Town is improving or deteriorating.

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

Both of the government-wide financial statements distinguish functions of the Town that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the Town include general government, public safety, highways and streets, solid waste disposal, human services, cultural and recreation activities. Although the Town maintains no business-type activities, the Town does maintain three internal service funds which consist of the Town Health Insurance Fund, the Board of Education Health Insurance Fund and the Town Worker's Compensation Fund.

The government-wide financial statements can be found on pages 14-15 of this report.

Fund Financial Statements

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

Governmental Funds

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

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

The Town of Westport maintains twenty-nine (29) individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, Sewer Operating Fund and Capital Nonrecurring Fund. Nineteen (19) special revenue funds, four (4) capital project funds, two (2) permanent funds and one (1) debt service fund are combined into aggregate nonmajor funds in this presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

The Town adopts an annual appropriated budget for its General Fund, Sewer Operating Fund, Railroad Parking Operating Fund and Wakeman Town Farm Fund. A budgetary comparison statement has been provided for each fund to demonstrate compliance with these budgets.

The basic governmental fund financial statements can be found on pages 16-19 of this report.

Proprietary Funds

The Town maintains three (3) proprietary funds. Internal service funds are an accounting device used to accumulate and allocate costs internally among the Town's various functions. The Town uses internal service funds to account for its Town Health Insurance and Workers' Compensation claims, and Board of Education Medical Insurance. Because these services predominantly benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Town Health Insurance and Worker's Compensation Funds, and the Board of Education Health Insurance Fund. Conversely, these internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of combining statements elsewhere in this report.

The basic proprietary fund financial statements can be found on pages 20-22 of this report.

Fiduciary Funds

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

The Town maintains three different types of fiduciary funds. The pension trust funds and OPEB trust fund are used to report resources held in trust for retirees and beneficiaries covered by the Town's five pension plans and OPEB plan.

The basic fiduciary fund financial statements can be found on pages 23-24 of this report.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 25-74 of this report.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Town's progress in funding its obligation to provide pension benefits and other post-employment benefits to its employees. It also provides General Fund, Sewer Operating Fund, Railroad Parking Operating Fund and Wakeman Town Farm Fund budget information. This information can be found on pages 75-103 of this report.

The combining statements referred to earlier in connection with nonmajor governmental funds, internal service funds and pension trust funds are presented immediately following the notes to the basic financial statements and the required supplementary information.

Government-Wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government’s financial position. The Town of Westport’s total net position was \$222,387 at the close of this fiscal year. This is a 14% increase from the previous year’s net position. Total assets increased by \$57,650. Deferred outflows for pension and OPEB decreased \$16,682. Total liabilities decreased by \$46,770. Deferred inflows for pension and OPEB increased by \$59,961.

**NET POSITION
June 30, 2021 and 2020**

	Governmental Activities	
	2021	2020
Current assets	\$ 118,516	\$ 116,594
Capital assets, net of accumulated depreciation	324,803	312,297
Noncurrent assets	46,513	3,291
Total assets	<u>489,832</u>	<u>432,182</u>
Deferred outflows of resources	<u>26,297</u>	<u>42,979</u>
Long-term liabilities outstanding	156,442	209,106
Other liabilities	34,678	28,784
Total liabilities	<u>191,120</u>	<u>237,890</u>
Deferred inflows of resources	<u>102,622</u>	<u>42,661</u>
Net Position:		
Net investment in capital assets	214,675	201,889
Restricted	1,874	17
Unrestricted	<u>5,838</u>	<u>(7,296)</u>
Total Net Position	<u>\$ 222,387</u>	<u>\$ 194,610</u>

The largest portion of the Town’s net position reflects its net investment in capital assets (e.g., land, buildings, machinery and equipment); less any related debt used to acquire those assets that are still outstanding and related deferred inflows and outflows. The Town uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Town’s investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. The increase in capital assets is mostly attributed to the Coleytown Middle School project that was completed in fiscal year 2021.

Governmental Activities

Governmental activities reflect a 13.5% increase in net position over last year. The increase of \$26,561 of net position is due to better than expected revenues in property taxes, land use permits, intergovernmental revenue, offset by reductions in program expenses.

CHANGES IN NET POSITION June 30, 2021 and 2020

	Governmental Activities	
	2021	2020
Revenues:		
Program revenues:		
Charges for services	\$ 21,394	\$ 20,322
State on-behalf pension and OPEB revenue	16,658	18,180
Operating grants and contributions	27,644	13,184
Capital grants and contributions	794	641
General revenues:		
Property taxes	201,662	195,758
Grants and contributions not restricted to specific programs		
Unrestricted investment earnings	1,294	1,366
Miscellaneous	58	
Total revenues	<u>269,504</u>	<u>249,451</u>
Program expenses:		
General government	16,823	11,324
Public safety	14,705	37,631
Public works	17,636	17,563
Public health	587	584
Human services	2,657	2,766
Library	5,365	5,132
Parks and recreation	7,607	8,202
Education	159,524	140,482
State pension and OPEB revenue and expense	16,658	18,180
Interest on long-term debt	1,381	1,636
Total program expenses	<u>242,943</u>	<u>243,500</u>
Change in Net Position	26,561	5,951
Net Position - Beginning of Year, as Restated	<u>195,826</u>	188,659
Restatement - GASB 84		<u>1,216</u>
Net Position - End of Year	<u>\$ 222,387</u>	<u>\$ 195,826</u>

Key elements of this increase are as follows:

- In Fiscal year 2021, the Town had a higher collection rate of property taxes. The pandemic has caused a shift from city living to the suburbs. This trend has created a highly active real estate market triggering unprecedented levels of conveyance tax and building permits. Federal and state relief funding for the coronavirus pandemic continued into fiscal year 2021 increasing intergovernmental revenues.

Expenses and Program Revenues - Government-Wide Activities

Major revenue factors included:

- Due to a higher collection rate, Property taxes collected increased by \$5,904, or 3%, in comparison to the prior fiscal year. The tax rate decreased to a mill rate of 16.71 mills. Tax collection rate for fiscal year 2021 was 98.68%.
- Conveyance fees collected were double than budgeted reflecting the hot real estate market in Westport. Land use permit revenue, including building and planning and zoning, soared higher than budgeted amounts in direct correlation with the housing market. These trends are continuing into the next fiscal year.
- Intergovernmental revenues exceeded budgetary expectations by \$327,165 due to federal and state COVID-19 relief programs.
- Charges for services came in under budget mainly due to Parks and Receptions programs not available to due state guidelines of the pandemic.
- Investment earnings as short term rates continue at all time low rates.

Major expense factors include:

- General Government expenses increased due to COVID-19, storm Isaias and benefits related to pension.
- OPEB and pension funding decreased significantly across the board due to updated actuarial determined contribution information reflecting the benefit of high deductible health insurance and the shift towards defined contribution plan for new employees.
- Payments to the State of CT for Teachers Retirement costs decreased by \$1,522.

Business-Type Activities

The Town does not maintain any business-type activities at the present time.

Financial Analysis

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

Governmental Funds

The focus of the Town's governmental funds is to provide information on near term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the Town's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the Town's governmental funds reported combined ending fund balances of \$72,501, a decrease of \$7,785 as of June 30, 2021. This decrease is mostly due to the completion of major capital projects in the capital projects fund.

General Fund

At the end of the current fiscal year, unassigned fund balance of the general fund was \$30,511 (compared to \$29,832 in the prior year), while total fund balance reached \$41,067. As a measure of the general fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 13.4% of total general fund expenditures and transfers out, while total fund balance represents 18% of that same amount. The unassigned general fund balance of the Town increased by \$679 during the current fiscal year. The Board of Finance has recommended a target unassigned General Fund Balance of approximately 9-11% of General Fund expenditures.

Sewer Operating Fund

The fund balance has increased by \$314.

Internal Service Funds

The Town maintains three Internal Service funds with a net position of \$5,348.

Fiduciary Funds

The Net Pension liability/(asset) for all five of the plans approximates \$23,085. The Other Post Employment Benefits (OPEB) liability is \$25,278.

General Fund Budgetary Highlights

The difference between the original budget and the final amended budget of expenditures was \$1,445 and can be summarized as follows:

- \$822 for Storm Isaias expenses;
- \$413 for COVID-related expenses;
- \$177 for police union contract extension;
- \$24 for reallocation of pension expenses.
- \$9 for Board of Education rentals & reimbursements;

	<u>Estimated Revenue</u>		<u>Actual Revenue</u>		<u>Increase/ (Decrease)</u>
Revenue:					
Property taxes	\$ 190,040,333	\$	191,476,487	\$	1,436,154
Licenses, permits, fees and other	9,422,640		11,007,677		1,585,037
Education	573,702		454,384		(119,318)

Property Tax revenue exceeded expectations due a high collection rate as well as better than anticipated delinquent and deferral collections. Licenses and Permit revenue were significantly higher, most notably conveyance fees(\$3.6m), double from prior year and land use permitting as a result of a strong residential real estate market with people fleeing the city since the pandemic started. Refinancing activity continued during fiscal year 2021 with recording fees almost double than budgeted. Due to the pandemic, Parks and Recreation saw a significant reduction in program revenue and also experienced program-related and operational savings. Recent debt financing resulted in a premium of \$2,703. Some of the overall savings on the expense side are similarly related to the effect of the pandemic on operations. General government savings was in large part related to personnel vacancies in several departments. Public Safety’s favorable outcome was due to lower operating costs. Public Works experienced savings due to lower tipping fees, locked in fuel costs at lower rates, savings on electricity, and fewer weather-dependent contracted services. OPEB costs had significant savings as well as health insurance costs due to lower medical claims during the year.

Capital Asset and Debt Administration

Capital Assets

The Town’s investment in capital assets for its governmental activities as of June 30, 2021, amounts to \$324,803 (net of accumulated depreciation). This investment in capital assets includes land, buildings and system, improvements, machinery and equipment, park facilities and infrastructure.

	Governmental Activities	
	2021	2020
Land	\$ 33,823	\$ 33,823
Construction in progress	6,476	29,436
Land improvements	12,792	8,380
Buildings and improvements	205,255	173,836
Machinery and equipment	12,123	11,432
Infrastructure	54,334	55,390
Total	\$ 324,803	\$ 312,297

Major Capital Asset events during the current fiscal year included the following:

- Coleytown Middle School rehabilitation project completed (\$32m)
- Kings Highway North bridge repair in progress (\$2.5m)
- Asphalt paving of Greens Farms Elementary, Long Lots Elementary, Bedford Middle School and Coleytown School Complex (\$1.7m)
- Roof Replacement Saugatuck Elementary School (\$1.5m)

Additional information on the Town’s capital assets can be found in Note 3C of this report.

Long-Term Debt

At the end of the current fiscal year, the Town had total bonded debt outstanding of \$106,705, a decrease of \$3,626 from the prior year.

Outstanding Debt, at Year-End

	Outstanding Debt at Year-End Governmental Activities	
	2021	2020
General obligation bonds	\$ 106,705	\$ 97,345
Public improvement bonds with government commitment		12,986
Total	<u>\$ 106,705</u>	<u>\$ 110,331</u>

The Town's total outstanding debt decreased by \$3,626 in the current year due to regularly scheduled principal reductions on existing outstanding debt and the issuance of new bonds in this favorable financial market of low borrowing rates. In November 2020, the town issued \$10,480 of general obligation refunding bonds, series B, to pay off the State of Connecticut Clean Water Fund program loan of September 2009. This resulted in a net present value savings of \$724. In April 2021, the Town issued general obligation bonds of \$10,830 with maturities through 2041. These bond proceeds represent \$5,600 in centralized dispatch center for public safety and public safety technology improvements, with the balance associated with various public improvement, school and sewer projects. Also in April 2021, the Town issued general obligation refunding bonds of \$11,240, replacing Series 2012 and 2013. This resulted in a net present value savings of \$944.

The Town maintains an "AAA" rating from Moody's Investors Service. State statutes limit the amount of general obligation debt a governmental entity may issue to seven times its annual tax collections. The current debt limitation for the Town is \$1,333,423 which is significantly in excess of the Town's outstanding general obligation debt.

Additional information on the Town's long-term debt can be found in Note 3F of this report.

Economic Factors and Next Year's Budgets and Rates

Unemployment rates throughout the state continue to be impacted by the COVID-19 pandemic. The unemployment rate for the Town as of June 30, 2021 is 4.7%, which compares favorably to the State's average unemployment rate of 6.9% and the Fairfield County Labor Market of 7%.

For the FY 21-22 budget, the uncertainty of the pandemic was a factor. Contractual agreements with the unions related to salaries along with pension and insurance costs were main drivers of the increase to prior year budget. These costs were offset by reduction in costs related to debt service and OPEB benefits. The Town will continue to fully budget for the Town's pension and OPEB liabilities based on latest actuarial valuations. All these factors were considered in preparing the Town of Westport's annual budget. In January 2012, the Board of Finance recommended a target unassigned General Fund Balance approximating 9-11% of General Fund Expenditures.

Government Response to COVID-19's Impact on the Economy

On March 27, 2020, Congress enacted the Coronavirus Aid, Relief, and Economic Stabilization Act (the "CARES Act") that provides in excess \$2 trillion of relief to industries and entities throughout the country, including state and local governments. Under the CARES Act, \$150 billion was appropriated to states and other units of government for activities that are directly related to COVID-19. The State received approximately \$1.4 billion in such funding, and it was given the discretion to provide those funds to local governments.

On June 4, 2020, Governor Lamont established the Connecticut Municipal Coronavirus Relief Fund Program (the "Program") which established a process by which Connecticut municipalities can receive funds from the State to offset non-budgeted COVID-19 related expenditures that were incurred between March 1, 2020 and December 30, 2020. For the period through June 30, 2020, municipalities were each allocated a maximum reimbursement amount under the Program which could have been used as the Town's 25% local match against the 75% FEMA Disaster Declaration reimbursement. Under the Program, the Town's maximum reimbursement allowance for COVID-19 related expenditures through December 31, 2020 was \$384,876.98.

On December 27, 2020, President Trump signed into law the Coronavirus Response and Relief Supplemental Appropriations Act of 2021, which extends certain programs and benefits first authorized by the CARES Act. The relief package includes, amongst other items, over \$900 billion in stimulus for various COVID-19 relief programs, \$8.75 billion for vaccine distribution, \$54.3 billion of Elementary and Secondary School Emergency Relief Funds, \$4.1 billion for the Governors Emergency Education Relief Fund, and an allocation of \$284 billion of Paycheck Protection Program funds to support eligible small businesses and non-profits, and the legislation expands and modifies the program by allowing second draw loans for certain borrowers.

On March 11, 2021, President Biden signed into law the \$1.9 trillion American Rescue Plan Act of 2021 (the "Rescue Plan"). The Rescue Plan relief package includes, amongst other items, \$350 billion in state and local government aid. Of the \$350 billion, the State and its local governments are expected to receive approximately \$4.2 billion as a result of this legislation, with \$2.6 billion in State relief and another \$1.6 billion in relief for local governments.

The Rescue Plan relief package also includes approximately \$123 billion to allow for a return to full-time, in-person teaching at elementary and high schools, which funds could be used for numerous purposes, including but not limited to expanding testing, modifying classrooms, improving ventilation, and hiring more custodial staff. The State's K-12 schools are expected to receive approximately \$1.1 billion.

The Rescue Plan (ARPA) relief package allocated the Town \$8.4 million to be distributed in two tranches. In June 2021, the Town received \$4.2 million and will receive the second tranche payment of \$4.2 million in May 2022. The first tranche must be expended or committed by December 31, 2024 while the second tranche must be expended or committed by December 31, 2026.

Requests for Information

This financial report is designed to provide a general overview of the Town's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Finance Department, 110 Myrtle Avenue, Westport, CT 06880.

Basic Financial Statements

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

	<u>Governmental Activities</u>
Assets:	
Current assets:	
Cash and cash equivalents	\$ 75,455,444
Investments	17,266,075
Prepaid expenses	576,402
Receivables, net of allowance for uncollectibles:	
Property taxes	11,333,495
Assessments	11,403,861
Accounts	2,480,949
Total current assets	<u>118,516,226</u>
Noncurrent assets:	
Net pension asset	46,512,733
Capital assets, nondepreciable	40,298,661
Capital assets, net of accumulated depreciation	284,504,260
Total noncurrent assets	<u>371,315,654</u>
Total assets	<u>489,831,880</u>
Deferred Outflows of Resources:	
Deferred charge on refunding	961,738
Deferred outflows - pension	23,064,479
Deferred outflows - OPEB	2,270,936
Total deferred outflows of resources	<u>26,297,153</u>
Liabilities:	
Current liabilities:	
Accounts payable and accrued expenses	12,313,446
Accrued interest payable	801,716
Unearned revenue	5,924,668
Noncurrent liabilities, due within one year	15,638,866
Total current liabilities	<u>34,678,696</u>
Noncurrent liabilities:	
Due in more than one year	<u>156,442,128</u>
Total liabilities	<u>191,120,824</u>
Deferred Inflows of Resources:	
Deferred inflows - pension	55,204,471
Deferred inflows - OPEB	47,417,089
Deferred inflows - other	
Total deferred inflows of resources	<u>102,621,560</u>
Net Position:	
Net investment in capital assets	214,674,523
Restricted:	
Nonexpendable - purposes of trust	16,897
Grants	1,857,451
Unrestricted	<u>5,837,778</u>
Total Net Position	<u>\$ 222,386,649</u>

The accompanying notes are an integral part of the financial statements

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

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>			<u>Net (Expenses) Revenue and Changes in Net Position</u>
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	<u>Total Governmental Activities</u>
Governmental Activities:					
General government	\$ 16,824,739	\$ 6,470,208	\$ 965,731	\$	\$ (9,388,800)
Public safety	14,705,304	4,980,923	68,190	2,689	(9,653,502)
Public works	17,636,245	2,071,318	625,805	791,606	(14,147,516)
Public health	587,110	140,190			(446,920)
Human Services	2,657,076	5,545,738	4,826		2,893,488
Library	5,364,640				(5,364,640)
Parks and recreation	7,606,640	99,574	305,937		(7,201,129)
Education	176,181,579	2,086,295	42,331,468		(131,763,816)
Interest on long-term debt	1,380,522				(1,380,522)
Total Governmental Activities	\$ 242,943,855	\$ 21,394,246	\$ 44,301,957	\$ 794,295	(176,453,357)
General Revenues:					
Property taxes					201,661,728
Unrestricted investment earnings					1,293,846
Miscellaneous					58,270
Total general revenues					<u>203,013,844</u>
Change in net position					26,560,487
Net Position at Beginning of Year, as Restated					<u>195,826,162</u>
Net Position at End of Year					<u>\$ 222,386,649</u>

The accompanying notes are an integral part of the financial statements

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

	<u>General Fund</u>	<u>Sewer Operating Fund</u>	<u>Capital and Nonrecurring Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
ASSETS					
Cash and cash equivalents	\$ 41,526,657	\$ 250	\$ 7,948,833	\$ 22,040,612	\$ 71,516,352
Investments	8,393,706		8,306,933	565,436	17,266,075
Prepaid expenditures	576,402				576,402
Receivables, net	11,841,920	11,416,435	151,322	1,417,591	24,827,268
Due from other funds	<u>1,942,738</u>	<u>2,408,401</u>		<u>7,860,027</u>	<u>12,211,166</u>
Total Assets	<u>\$ 64,281,423</u>	<u>\$ 13,825,086</u>	<u>\$ 16,407,088</u>	<u>\$ 31,883,666</u>	<u>\$ 126,397,263</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ 2,776,895	\$ 92,478	\$ 267,435	\$ 4,607,861	\$ 7,744,669
Accrued liabilities	2,708,211			268	2,708,479
Due to other funds	7,490,332	16,775	6,277,700	1,295,264	15,080,071
Unearned revenue	65,912			5,858,756	5,924,668
Total liabilities	<u>13,041,350</u>	<u>109,253</u>	<u>6,545,135</u>	<u>11,762,149</u>	<u>31,457,887</u>
Deferred Inflows of Resources:					
Unavailable revenue - property taxes	10,173,444				10,173,444
Unavailable revenue - sewer assessments		11,346,425			11,346,425
Unavailable revenue - grants			151,322	766,868	918,190
Total deferred inflows of resources	<u>10,173,444</u>	<u>11,346,425</u>	<u>151,322</u>	<u>766,868</u>	<u>22,438,059</u>
Fund Balances:					
Nonspendable	576,402			16,897	593,299
Restricted				939,261	939,261
Committed		2,369,408	9,710,631	19,013,518	31,093,557
Assigned	9,978,780				9,978,780
Unassigned	30,511,447			(615,027)	29,896,420
Total fund balances	<u>41,066,629</u>	<u>2,369,408</u>	<u>9,710,631</u>	<u>19,354,649</u>	<u>72,501,317</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 64,281,423</u>	<u>\$ 13,825,086</u>	<u>\$ 16,407,088</u>	<u>\$ 31,883,666</u>	<u>\$ 126,397,263</u>

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TOWN OF WESTPORT, CONNECTICUT
BALANCE SHEET - GOVERNMENTAL FUNDS (CONTINUED)
JUNE 30, 2021

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

Amounts reported for governmental activities in the statement of net position (Exhibit I) are different from the governmental fund balance sheet. The details of this difference are as follows:

Total fund balance (Exhibit III)	\$ 72,501,317
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Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds:

Capital assets	599,734,713
Accumulated depreciation	(275,044,145)

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

Property tax interest and lien accrual	10,173,444
Sewer assessment receivable	11,346,425
Grants receivable	918,190
Deferred outflows - pension	23,064,479
Deferred outflows - OPEB	2,270,936
Net pension asset	46,512,733

Internal service funds are used by management to charge the cost of medical insurance to individual departments. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position.

	5,348,481
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Some liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the funds:

Bonds payable	(106,705,000)
Bond premium	(7,692,322)
Capital leases	(5,133,451)
Claims and judgments	(1,735,027)
Compensated absences	(2,348,791)
Net pension liability	(23,085,202)
Net OPEB liability	(25,278,592)
Deferred inflows - pension	(55,204,471)
Deferred inflows - OPEB	(47,417,089)
Deferred charge on refunding	961,738
Accrued interest payable	(801,717)

Net Position of Governmental Activities (Exhibit I)	<u>\$ 222,386,649</u>
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The accompanying notes are an integral part of the financial statements

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

	<u>General Fund</u>	<u>Sewer Operating Fund</u>	<u>Capital and Nonrecurring Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
Revenues:					
Property taxes	\$ 193,049,773	\$	\$	\$	\$ 193,049,773
Sewer assessments and usage		4,745,285			4,745,285
Intergovernmental	19,451,923	106,116	20,000	3,263,522	22,841,561
Charges for services	1,048,095			4,668,843	5,716,938
Permits, fees and other	13,557,748	15,898	27,526	2,138,572	15,739,744
Investment income	179,081		275,583	480,365	935,029
Other local revenues				43,891	43,891
Total revenues	<u>227,286,620</u>	<u>4,867,299</u>	<u>323,109</u>	<u>10,595,193</u>	<u>243,072,221</u>
Expenditures:					
Current:					
General government	7,537,036			335,198	7,872,234
Public safety	22,365,707			2,719,649	25,085,356
Public works	10,483,199	2,163,853		27,285	12,674,337
Public health	587,110				587,110
Human services	1,244,887			438,066	1,682,953
Library	5,111,360				5,111,360
Parks and recreation	5,088,899			335,637	5,424,536
Education	138,531,730			5,139,463	143,671,193
Benefits and other	20,433,964				20,433,964
Debt service:					
Principal	9,348,771	2,070,683		160,548	11,580,002
Interest and other charges	2,829,841	545,349		109,894	3,485,084
Capital outlay	1,445,214	141,312	1,605,063	23,397,917	26,589,506
Total expenditures	<u>225,007,718</u>	<u>4,921,197</u>	<u>1,605,063</u>	<u>32,663,657</u>	<u>264,197,635</u>
Excess (Deficiency) of Revenues over Expenditures	<u>2,278,902</u>	<u>(53,898)</u>	<u>(1,281,954)</u>	<u>(22,068,464)</u>	<u>(21,125,414)</u>
Other Financing Sources (Uses):					
Issuance of debt				10,830,000	10,830,000
Bond premium	1,874,587			782,983	2,657,570
Capital lease	328,071				328,071
Issuance of refunding bonds	21,720,000				21,720,000
Premium on refunding bonds	1,599,539				1,599,539
Payments to escrow agent	(25,010,857)				(25,010,857)
Transfers in	883,050	368,165	2,000,000	10,485	3,261,700
Transfers out	(2,378,650)		(675,000)	(208,050)	(3,261,700)
Net other financing sources (uses)	<u>(984,260)</u>	<u>368,165</u>	<u>1,325,000</u>	<u>11,415,418</u>	<u>12,124,323</u>
Net Change in Fund Balances	1,294,642	314,267	43,046	(10,653,046)	(9,001,091)
Fund Balances at Beginning of Year, as Restated	<u>39,771,987</u>	<u>2,055,141</u>	<u>9,667,585</u>	<u>30,007,695</u>	<u>81,502,408</u>
Fund Balances at End of Year	<u>\$ 41,066,629</u>	<u>\$ 2,369,408</u>	<u>\$ 9,710,631</u>	<u>\$ 19,354,649</u>	<u>\$ 72,501,317</u>

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

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

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

Net change in fund balances - total governmental funds (Exhibit IV)	\$ (9,001,091)
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Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period:

Capital outlay	24,847,501
Depreciation expense	(12,375,163)
Loss on disposal of capital assets	(78,555)

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

Increase (decrease) in property tax and assessments receivable - accrual basis change	3,866,670
Increase (decrease) in net pension asset	43,221,914
Increase (decrease) in grant receivables	778,001
Increase (decrease) in deferred outflows amounts related to pension	(13,636,483)
Increase (decrease) in deferred outflows amounts related to OPEB	(2,937,348)

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

(Increase) decrease in accrued interest payable	(66,041)
Bonds issued	(10,830,000)
Refunding bonds issued	(21,720,000)
Payments to escrow agent	25,010,857
Principal payments on bonds payable	9,797,777
Issuance of bond premiums	(4,257,109)
Amortization of bond premiums	2,025,006
Amortization of deferred charge on refunding	(108,379)
Principal payments on notes payable	1,367,577
Capital leases issuance	(328,071)
Capital leases payments	668,621

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

(Increase) decrease in compensated absences	171,352
(Increase) decrease in claims and judgments	232,219
(Increase) decrease in net pension liability	30,926,914
(Increase) decrease in OPEB liability	19,504,515
(Increase) decrease in deferred inflows amounts related to pension	(50,459,413)
(Increase) decrease in deferred inflows amounts related to OPEB	(9,500,930)

The net revenue of the internal service funds is reported with the governmental activities.	<u>(559,854)</u>
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Change in Net Position of Governmental Activities (Exhibit II)	<u>\$ 26,560,487</u>
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The accompanying notes are an integral part of the financial statements

TOWN OF WESTPORT, CONNECTICUT
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2021

	<u>Governmental Activities</u>	<u>Internal Service Funds</u>
Assets:		
Cash and cash equivalents	\$ 3,939,092	
Accounts receivable	391,037	
Capital assets	112,353	
Due from other funds	<u>2,870,728</u>	
Total assets		<u>7,313,210</u>
Liabilities:		
Accounts payable		460,850
Claims payable		1,399,447
Capital leases payable		102,609
Due to other funds		<u>1,823</u>
Total liabilities		<u>1,964,729</u>
Net Position:		
Unrestricted	\$	<u><u>5,348,481</u></u>

The accompanying notes are an integral part of the financial statements

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

	Governmental Activities
	Internal Service Funds
Operating revenues:	
Charges for services	\$ <u>12,134,321</u>
Operating expenses:	
Claims incurred	11,565,289
Administration	<u>1,502,083</u>
Total operating expenses	<u>13,067,372</u>
Total operating income (loss)	(933,051)
Nonoperating revenues (expenses):	
Interest income	358,818
Miscellaneous revenue	<u>14,379</u>
Total non-operating revenues (expenses)	<u>373,197</u>
Change in Net Position	(559,854)
Net Position at Beginning of Year	<u>5,908,335</u>
Net Position at End of Year	<u>\$ <u>5,348,481</u></u>

The accompanying notes are an integral part of the financial statements

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

	Governmental Activities
	Internal Service Funds
Cash Flows from Operating Activities:	
Receipts from charges for services	\$ 11,859,974
Payments to vendors and beneficiaries	(12,655,198)
Net cash provided by (used in) operating activities	<u>(795,224)</u>
Cash Flows from Investing Activities:	
Interest on cash and cash equivalents	358,818
Proceeds from sale of capital assets	14,379
Net cash provided by (used in) investing activities	<u>373,197</u>
Cash Flows from Financing Activities:	
Lease payments	<u>(9,744)</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(431,771)
Cash and Cash Equivalents at Beginning of Year	<u>4,370,863</u>
Cash and Cash Equivalents at End of Year	<u>\$ 3,939,092</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used in) Operating Activities:	
Operating income (loss)	\$ (933,051)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:	
(Increase) decrease in accounts receivable	(280,865)
(Increase) decrease in due from other funds	(26,624)
Increase (decrease) in accounts payable	391,866
Increase (decrease) in due to other funds	80,688
Increase (decrease) in claims payable	<u>(27,238)</u>
Net Cash Provided by (Used in) Operating Activities	<u>\$ (795,224)</u>
Noncash investing and financing activities:	
Capital asset purchase financed through capital lease	\$ 112,353

The accompanying notes are an integral part of the financial statements

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

	Pension and Other Employee Benefit Trust Funds
Additions:	
Contributions:	
Employer	\$ 14,988,811
Plan members	4,173,820
Total contributions	<u>19,162,631</u>
Investment income:	
Net change in fair value of investments	110,232,521
Realized gain on investments	11,451,601
Interest and dividends	6,432,864
Total investment income	128,116,986
Less investment expenses	<u>301,886</u>
Net investment income	<u>127,815,100</u>
Total additions	<u>146,977,731</u>
Deductions:	
Benefits	24,468,356
Administration	180,135
Total deductions	<u>24,648,491</u>
Change in Net Position	122,329,240
Net Position at Beginning of Year, as Restated	<u>425,929,858</u>
Net Position at End of Year	<u>\$ 548,259,098</u>

The accompanying notes are an integral part of the financial statements

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The Town of Westport, Connecticut (the Town) was incorporated in 1835. The Town operates under a Board of Selectmen, Representative Town Meeting, and Board of Finance form of government and provides a full range of services including public safety, roads, sanitation, health, social services, culture and recreation, education, planning, zoning, and general administrative services to its residents. The accompanying financial statements conform to accounting principles generally accepted in the United States of America (GAAP) as applicable to governments.

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

Fiduciary Component Units

The Town has established a single-employer Public Retirement Systems (PERS) and a postretirement retiree health plan (OPEB) to provide retirement benefits and postretirement health care benefits to employees and their beneficiaries. The Town appoints a majority of the Pension Board and is required to make contributions to the pension and OPEB plans and can impose its will. Also, the Town has established a Defined Contribution Pension Plan and a 401(k) Pension Plan for their employees. The Town appoints a majority of the Pension Board and can impose its will.

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

The Westport Public Library (the Library) is a separate, not-for-profit organization as described under Section 501(c)(3) of the Internal Revenue Code and is not subject to federal or state income taxes. While the Library is not a component unit of the Town, the Town is partially accountable for the Library as a related organization. The Town of Westport contributed \$5,111,360 as part of its annual budget to support the Library. The Town's budgeted contribution represents in excess of 70% of the Library's funding sources. The Town owns the land and 23% of the building operated by the Library. The Library is responsible for all maintenance, repairs and capital for the facility. The Town does not oversee the Library's expenditures but appoints 50% of the Library's Board of Trustees through the Representative Town Meeting (Town of Westport Charter, § C34-1. - Appointment and § C34-2. - Powers and Duties).

B. Basis of Presentation

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

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

Government-Wide and Fund Financial Statements

The government-wide financial statements (the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the Town. For the most part, the effect of interfund activity has been removed from these statements, the exception being interfund services provided and used. These services are not eliminated in the process of consolidation.

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

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

Measurement Focus, Basis of Accounting and Financial Statement Presentation

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

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

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

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

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

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

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services in connection with a proprietary fund's principal ongoing operations. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

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

The Town reports the following major governmental funds.

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

The *Sewer Operating Fund*, a special revenue fund, accounts for the revenues collected by the Town from sewer assessment and usage charges billed to taxpayers and expenditures related thereto.

The *Capital Nonrecurring Fund*, a capital projects fund, accounts for the revenues collected by the Town from Federal and State grants, investment earnings, and transfers from the General Fund.

Additionally, the Town reports the following fund types:

Internal Service Funds are used to account for the revenues and related expenses for the Town and Board of Education self-insurance and worker's compensation insurance plans for employees of the Town and Board of Education.

The *Pension and Other Employee Benefit Trust Funds* are used to account for the accumulation of resources to be used for retirement benefits (Police, Fire, Public Works, Municipal, Non-Union) and other postemployment benefits.

C. Cash and Cash Equivalents

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

D. Investments

Investments are recorded at fair value as follows:

U.S. Government Agencies, U.S. Government Securities, Sovereign Fixed Income, Municipal Bonds, Collateralized Mortgage Obligations using quoted market prices.

Common Stock and Equity Funds - closing prices as reported on the primary market or exchange on which they trade.

Money Market Instruments - amortized cost which approximates fair value.

Hedge Funds may include private equity partnerships, hedge and absolute return funds for which there may be no ready market to determine fair value. These investments are valued using the most recent valuation available from the external fund manager. These estimated values do not necessarily represent the amounts that will ultimately be realized upon the disposition of those assets, which may be materially higher or lower than the values determined if a ready market for the securities existed.

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

The majority of the Town’s investments are in the Debt Service Fund, Capital Nonrecurring Funds and Trust Funds.

E. Capital Assets

Capital assets, which include property, plant, equipment and infrastructure assets (e.g., roads, bridges, sidewalks and similar items), are reported in the governmental activities column in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend the life of an asset are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed.

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

<u>Assets</u>	<u>Years</u>
Buildings	40-50
Building improvements	20
Distribution and collection systems	50-100
Public domain infrastructure	50
System infrastructure	30
Machinery and equipment	5-20

In the governmental fund financial statements, capital outlay (assets) is reported as expenditures and no depreciation is recorded.

F. Deferred Outflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position or fund balance that applies to a future period or periods and so will not be recognized as an outflow of resources (expense/expenditure) until then. The Town reports a deferred charge on refunding and deferred outflows related to pension and OPEB in the government-wide statement of net position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. A deferred outflow of resources related to pension and OPEB results from differences between expected and actual experience and investment gains or losses. These amounts are deferred and included in pension and OPEB expense in a systematic and rational manner over a period equal to the average of the expected remaining service lives of all employees that are provided with benefits through the pension and OPEB plan (active employees and inactive employees). No deferred outflows of resources affect the governmental fund financial statements in the current year.

G. Deferred Inflows of Resources

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position or fund balance that applies to a future period or periods and so will not be recognized as an inflow of resources (revenue) until that time. The Town reports deferred inflows of resources related to pensions and OPEB in the government-wide statement of net position. A deferred inflow of resources related to pension and OPEB results from differences between expected and actual experience, changes in assumptions or other inputs. These amounts are deferred and included in pension and OPEB expense in a systematic and rational manner over a period equal to the average of the expected remaining service lives of all employees that are provided with benefits through the pension plan (active employees and inactive employees) and OPEB plan. For governmental funds, the Town reports unavailable revenue, which arises only under the modified accrual basis of accounting. The governmental funds report unavailable revenues from the following sources: property taxes, sewer assessments and grants. These amounts are deferred and recognized as an inflow of resources (revenue) in the period in which the amounts become available.

H. Compensated Absences

In accordance with GASB Statement No. 16, *Accounting for Compensated Absences*, the Town accrues compensated absences as they are earned by employees if the leave is attributable to past service and it is probable that the employer will compensate the employee by cash payments at termination or retirement. Employees are paid by a prescribed formula for absences due to vacation or sickness. The obligation for vacation pay vests when earned. Unused sick leave may be accumulated for future absences in accordance with employee contracts and employment policies but does not vest. If an employee is retiring, limited accumulated unused sick leave is not paid but added to the credited service used to calculate pension benefits. The liability for the remainder of the accrued vacation earned is reported in the government-wide financial statements. In the governmental funds, the amounts are reported when paid or when payment is due. Obligations for compensated absences have typically been liquidated from the general fund in the past.

I. Long-Term Obligations

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

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

J. Pension Accounting

Pension Trust Fund

The Pension Trust Fund is reported on the accrual basis of accounting. Employee contributions are recognized in the period in which the contributions are due. Employer contributions to the plan are recognized when due and the Town has made a formal commitment to provide the contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of each plan. Administrative costs are financed through investment earnings.

Net Pension (Asset) Liability

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

Funding Policy

The Town funds the contributions to its pension plans based on the discretion of management. These contributions have been substantially the amount recommended by the actuaries as the actuarially determined employer contribution.

K. Other Postemployment Benefits (OPEB) Accounting

OPEB Trust Fund

The OPEB Trust Fund is reported on the accrual basis of accounting. Employee contributions, if any, are recognized in the period in which the contributions are due. Employer contributions to the plan are recognized when they are due and the Town has made a formal commitment to provide the contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of each plan. Administrative costs are financed through investment earnings.

Net OPEB Liability

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

Funding Policy

The Town funds the contributions to its OPEB plan based on management's discretion.

L. Encumbrances

Encumbrances represent commitments related to unperformed contracts for goods or services. Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of resources are recorded to reserve that portion of the applicable appropriation, is utilized in the governmental funds. Encumbrances outstanding at year-end are reported as committed or assigned fund balance, depending on the nature of the restriction, for GAAP purposes, as they do not constitute expenditures or liabilities, and reported as expenditures for budgetary purposes.

M. Fund Equity and Net Position

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

Net Investment in Capital Assets

This category includes all capital assets, including infrastructure, less accumulated depreciation and the outstanding balances of debt that are attributable to the acquisition, construction or improvement of these assets. Deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction, or improvement of those assets or related debt are included in this component of net position.

Restricted Net Position

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

Unrestricted Net Position

This category represents the net position of the Town that is not restricted for any project or other purpose by third parties.

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

Nonspendable Fund Balance

This balance represents amounts that cannot be spent due to form (e.g., inventories, prepaid amounts and amounts required to be retained in perpetuity).

Restricted Fund Balance

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

Committed Fund Balance

This balance represents amounts constrained for a specific purpose by a government using its highest level of decision-making authority (Town of Westport Representative Town Meeting) in the form of a resolution. Once adopted, the limitation imposed by the resolution remains in place until similar action is taken to remove or revise the limitation.

Assigned Fund Balance

This balance represents amounts constrained for the intent to be used for a specific purpose by a governing board or a body or official that has been designated authority to assign amounts. Under the Town's adopted policy, the Board of Finance has the authority to authorize the Director of Finance to assign amounts for a specific purpose.

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

Unassigned Fund Balance

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

When both restricted and unrestricted amounts are available for use, it is the Town's practice to use restricted resources first. Additionally, the Town would first use committed, then assigned, and lastly unassigned amounts.

N. Property Taxes

Property taxes are assessed as of October 1, levied on the following July 1, and are due in four installments, July 1, October 1, January 1 and April 1. Taxes less than \$100 are due in full on July 1. Motor vehicle taxes are due in one installment on July 1, and supplemental motor vehicles taxes are due in full January 1. Taxes become delinquent thirty days after the installment is due. Liens are filed by the last day of the fiscal year.

O. Sewer Assessments

Sewer assessments are levied by the Water Pollution Control Authority and assessed to the users as projects are completed. Assessments are due and payable as of September 1 following the levy but may be paid in installments with interest over the life of the bond issue less one year, usually a nineteen-year period, with the prevailing interest rate. All properties are liened until the assessment is paid in full.

P. Accounting Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, including disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses/expenditures during the reporting period. Actual results could differ from those estimates.

2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. Budgetary Information

The Town uses the following procedures in establishing budget policies in the General Fund and Sewer Operating Fund:

- a. On the first Tuesday in May, the Representative Town Meeting adopts the budget for the fiscal year beginning July 1. The operating budget includes proposed expenditures and the means to be utilized to finance them.
- b. The Board of Finance is authorized to transfer budgeted amounts between appropriations and can approve additional appropriations up to an aggregate of \$20,000 per year. Additional appropriations aggregating more than \$20,000 per fiscal year must be approved by the Representative Town Meeting.
- c. Formal budgetary integration is employed as a management control device during the year. The legal level of control (the level at which expenditures may not exceed appropriations) is at the department level.

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

- d. Budgeted amounts shown are as amended by a Representative Town Meeting or by the Board of Finance during the course of the year. Additional appropriations for the year ended June 30, 2021 totaled \$1,444,915 for the General Fund.
- e. All noncontinuing appropriations lapse at year-end.
- f. Encumbrances are recognized as a valid and proper charge against a budget appropriation in the year in which the purchase order, contract or other commitment is issued and, accordingly, encumbrances outstanding at year-end are reflected in budgetary reports as expenditures of the current year.
- g. A reconciliation of General Fund and Sewer Operating Fund operations presented in accordance with accounting principles generally accepted in the United States of America (GAAP) to the amounts presented on the budgetary basis can be found at RSI-1, RSI-2 and RSI-3.
- h. Classifications of certain revenues and expenditures under GAAP differ from classifications utilized for budgetary purposes.

Special Revenue Funds: The Town does not have legally adopted annual budgets for its special revenue funds, other than the Sewer Operating Fund, Railroad Parking Operating Fund, and Wakeman Town Farm Fund. Budgets for the various special revenue funds that are utilized to account for specific grant programs are established in accordance with the requirements of the State or other grantor agencies. Such budgets are non-lapsing and 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 for Connecticut General Statutes. Capital appropriations do not lapse until completion of the applicable projects.

B. Deficit Fund Equity

The following fund had a deficit fund balance at June 30, 2021:

Nonmajor Special Revenue Fund:		
Railroad Parking Reserve Fund	\$	432,482
Educational Grants Fund		182,545

These deficits will be funded with grants, transfers and grant reimbursements.

C. Expenditures Exceeding Appropriations

The transportation service line item in the General Fund exceeded appropriations by \$44,781.

3. DETAILED NOTES ON ALL FUNDS

A. Cash, Cash Equivalents and Investments

Deposits

The Town has a policy that deposits can include demand and savings accounts and certificates of deposit.

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

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

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

Deposit Custodial Credit Risk

Custodial credit risk is the risk that, in the event of a bank failure, the Town’s deposits will not be returned. The Town’s policy for custodial credit risk follows the State of Connecticut requirements that deposits may be placed with any qualified public depository that has its main place of business in the State of Connecticut. Connecticut General Statutes require that each depository maintain segregated collateral (not required to be based on a security agreement between the depository and the municipality and, therefore, not perfected in accordance with federal law) in an amount equal to a defined percentage of its public deposits based upon the depository’s risk-based capital ratio.

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

Based on the criteria described in GASB Statement No. 40, *Deposits and Investment Risk Disclosures*, \$73,863,033 of the Town’s bank balance of \$83,811,747 was exposed to custodial credit risk as follows:

Uninsured and uncollateralized	\$ 66,326,729
Uninsured and collateral held by the pledging bank’s trust department, not in the Town’s name	<u>7,536,304</u>
Total Amount Subject to Custodial Credit Risk	<u>\$ 73,863,033</u>

Cash Equivalents

Cash equivalents are short-term, highly liquid investments that are both readily convertible to known amounts of cash and purchased within 90 days of maturity. At June 30, 2021, the Town’s cash equivalents amounted to \$10,617,936. The following provides a summary of the Town’s cash equivalents (excluding U.S. government guaranteed obligations) as rated by nationally recognized statistical rating organizations.

	<u>Standard & Poor's</u>
Wells Fargo	A+
Northern Capital*	N/A
RBC*	N/A
Ameriprise*	N/A
Saxon*	N/A
*Not Rated	

Investments

The Operating and Working Capital funds are invested in accordance with the guidelines of the “Investment Policy” upon the direction of the Finance Director in the following short-term investments: (1) various certificates of deposit (C.D.) with Connecticut banks (prior to acquiring a C.D., the Finance Director requires prospective bank depositories to provide written evidence that the bank meets the collateral, risk-based capital and other requirements of Qualified Public Depositories as defined in Connecticut General Statutes Section 36-382); (2) money market accounts; (3) U.S. Government Treasury Obligations; (4) Repurchase Agreements collateralized by U.S. Government Agency Obligations.

Town funds not under the direct control of the Finance Director and Controller will be the responsibility of the director or head of that department until such time the funds are disbursed or transferred to the Office of the Finance Director. The director or head of the department has established written procedures for the control of these funds. In addition, the Town monitors the risk-based capital ratios and collateral requirements of the qualified public depositories, as defined in C.G.S. Section 36-382.

The investments of each of the seven trust funds are carried out by the Investment Committee (consisting of the Chair of the Board of Finance, the Finance Director, and a third person chosen by the two and approved by each pension board of the various funds). The Investment Committee makes investment decisions based on guidelines and investment policy established by the pension board of each of the pension funds.

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The Investment Committee has currently allocated a target of 62.50% of fund assets to equities with the balance invested in fixed income, alternative investments and cash equivalents.

Investment Custodial Credit Risk

Custodial credit risk for an investment is the risk that, in the event of the failure of the counterparty, the Town will not be able to recover the value of its investment or collateral securities that are in the possession of an outside party. The Town and the pension funds do not have a policy for custodial credit risk.

Credit Risk - Investments

Generally, credit risk is the risk that an issuer of a debt type investment will not fulfill its obligation to the holder of the instrument. This is measured by assignment of a rating by a nationally recognized rating organization. U.S. Government securities or obligations and agencies explicitly guaranteed by the U.S. Government are not considered to have credit risk exposure.

Concentration of Credit Risk

The Town's policy is to maintain a diversified portfolio to minimize the risk of loss resulting from over concentration of assets in a specific issuer.

Interest Rate Risk

The Town does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. However, its practice is to structure the investment portfolio so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities on the open market prior to maturity, and investing operating funds primarily in shorter-term securities, money market mutual funds or similar investment pools. The Town's pension funds do have a policy to limit their exposure to fair market value losses arising from changes in interest rates by structuring the investment portfolio so that securities mature to meet cash requirements for pension distributions and monitoring the liquidity of the funds on an ongoing basis.

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

Investment Type	Fair Value	Investment Maturities (Years)		
		Less Than 1	1-10	More Than 10
Certificates of Deposit *	\$ 8,393,706	\$ 6,941,509	\$ 1,452,197	\$ -
U.S. Government Securities	565,436	186,917	378,519	-
Corporate Bonds	4,830,684	1,059,989	3,770,695	-
	13,789,826	\$ 8,188,415	\$ 5,601,411	\$ -
Other Investments:				
Mutual Funds	397,307,145			
Common Stock	69,868,236			
Alternative Investments	74,624,432			
Total Investments	\$ 555,589,639			

* Subject to coverage by Federal Depository Insurance and Collateralization

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<u>Average Rating</u>	<u>Corporate Bonds</u>	<u>U.S. Government Securities</u>	<u>Certificates of Deposit</u>
Aaa	\$ 117,369	\$	\$
Aa1	141,141		
Aa2	262,487		
A1	784,167		
A2	1,119,544		
A3	899,956		
Baa1	859,299		
Baa2	646,721		
Unrated		565,436	8,393,706
	<u>\$ 4,830,684</u>	<u>\$ 565,436</u>	<u>\$ 8,393,706</u>

The Town categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements); followed by quoted prices in inactive markets or for similar assets or with observable inputs (Level 2 measurements); and the lowest priority to unobservable inputs (Level 3 measurements). The Town has the following recurring fair value measurements as of June 30, 2021:

	<u>June 30, 2021</u>	<u>Fair Value Measurements Using</u>		
		<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
Investments by fair value level:				
U.S Government Securities	\$ 565,436	\$ 565,436	\$	\$
Corporate bonds	4,830,684	4,830,684		
Common stock	69,868,236	69,868,236		
Mutual funds	397,307,145	321,288,273	76,018,872	
Total investments by fair value level	<u>472,571,501</u>	<u>\$ 396,552,629</u>	<u>\$ 76,018,872</u>	<u>\$ -</u>
Investments measured at net asset value (NAV):				
Venture capital funds (including private equity and hedge funds)	43,677,067			
Real estate funds	30,947,365			
Total investments measured at NAV	<u>74,624,432</u>			
Certificates of deposit	<u>8,393,706</u>			
Total Investments	<u>\$ 555,589,639</u>			

Debt and equity securities classified in Level 1 of the fair value hierarchy are valued using prices quoted in active markets for those securities. Debt securities classified in Level 2 of the fair value hierarchy are valued using a matrix pricing technique. Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted prices. Commercial and residential mortgage-backed securities classified in Level 3 are valued using discounted cash flow techniques. Collateralized debt obligations classified in Level 3 are valued using consensus pricing.

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Venture capital investments are valued using either a discounted cash flow or market comparable technique.

	<u>Fair Value</u>	<u>Unfunded Commitments</u>	<u>Redemption Frequency (If Currently Eligible)</u>	<u>Redemption Notice Period</u>
Investments Measured using NAV:				
Barings Cove Property Fund	\$ 30,947,365	\$	Quarterly	60 days
Earnest International Investment Trust	8,657,894		Monthly	5 days
Aetos Alternatives Management	608,582		Quarterly	91 days
Hamilton Lane Secondary Fund	2,017,752		Quarterly	90 days
Silchester International	32,392,839		Monthly	30 days
Harbourvest 2021 Global Fund LP	-	10,000,000	N/A	N/A

Real estate funds included nine real estate funds that invest primarily in U.S. commercial real estate. The fair values of the investments in this type have been determined using the NAV per share (or its equivalent) of the Plan's ownership interest in partners' capital. These investments can never be redeemed with funds. Distributions from each fund will be received as the underlying investments of the funds are liquidated. It is expected that the underlying assets of the funds will be liquidated over the next 7 to 10 years. Twenty percent of the total investment in this type is expected to be sold. However, the individual investments that will be sold have not yet been determined. Because it is not probably that any individual investment will be sold, the fair value of each individual investment has been determined using the NAV per share (or its equivalent) of the Plan's ownership interest in partners' capital. Once it has been determined which investment will be sold and whether those investments will be sold individually or in a group, the investments will be sold in an auction process. The investee fund's management is required to approve of the buyer before the sale of the investments can be completed.

Hedge funds consist of limited partnerships. Hedged equity funds are designed to benefit from the stock market with considerably less risk. They own stakes in companies that they expect to outperform and also sell short stocks that they expect to underperform.

Private equity, partnerships and venture capital funds provide for the portfolio exposure to private companies through equity and/or debt investments. Fund managers invest in private companies with the goal of enhancing value over the long term.

B. Fund Receivables

Receivables at June 30, 2021, including the applicable allowances for collection losses, are as follows:

	<u>General</u>	<u>Sewer Operating Fund</u>	<u>Capital and Nonrecurring Fund</u>	<u>Nonmajor and Other Funds</u>	<u>Total</u>
Property taxes	\$ 11,480,106	\$	\$	\$	\$ 11,480,106
Assessments		11,403,861			11,403,861
Intergovernmental Accounts	508,425	12,574	151,322	508,256	659,578
Gross receivables	11,988,531	11,416,435	151,322	2,094,349	25,650,637
Allowances	(146,611)				(146,611)
Net Receivables	<u>\$ 11,841,920</u>	<u>\$ 11,416,435</u>	<u>\$ 151,322</u>	<u>\$ 2,094,349</u>	<u>\$ 25,504,026</u>

**TOWN OF WESTPORT, CONNECTICUT
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C. Capital Assets

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

	<u>Balance</u> <u>July 1, 2020</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance</u> <u>June 30, 2021</u>
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 33,822,822	\$	\$	\$ 33,822,822
Construction in progress	29,435,884	21,949,524	44,909,569	6,475,839
Total capital assets not being depreciated	<u>63,258,706</u>	<u>21,949,524</u>	<u>44,909,569</u>	<u>40,298,661</u>
Capital assets being depreciated:				
Land improvements	24,937,957	5,323,934		30,261,891
Buildings and improvements	329,529,653	38,990,498		368,520,151
Machinery and equipment	33,347,522	2,453,255	812,160	34,988,617
Infrastructure	124,625,536	1,169,224		125,794,760
Total capital assets being depreciated	<u>512,440,668</u>	<u>47,936,911</u>	<u>812,160</u>	<u>559,565,419</u>
Less accumulated depreciation for:				
Land improvements	16,558,207	911,559		17,469,766
Buildings and improvements	155,693,321	7,571,681		163,265,002
Machinery and equipment	21,915,054	1,684,475	733,605	22,865,924
Infrastructure	69,236,005	2,224,462		71,460,467
Total accumulated depreciation	<u>263,402,587</u>	<u>12,392,177</u>	<u>733,605</u>	<u>275,061,159</u>
Total capital assets being depreciated, net	<u>249,038,081</u>	<u>35,544,734</u>	<u>78,555</u>	<u>284,504,260</u>
Governmental Activities Capital Assets, Net	<u>\$ 312,296,787</u>	<u>\$ 57,494,258</u>	<u>\$ 44,988,124</u>	<u>\$ 324,802,921</u>

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

Governmental Activities:	
General government services	\$ 48,653
Public safety	955,913
Public works, including depreciation of general infrastructure assets	4,206,967
Human services	225,845
Library	362,673
Parks and recreation	1,097,628
Education	<u>5,494,498</u>
Total Depreciation Expense - Governmental Activities	<u>\$ 12,392,177</u>

**TOWN OF WESTPORT, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
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Construction Commitments

The Town has the following construction commitments as of June 30, 2021:

<u>Project</u>	<u>Project Authorization</u>	<u>Cumulative Expenditures</u>	<u>Encumbered</u>	<u>Balance June 30, 2021</u>
Energy Savings Initiative	\$ 8,245,000	\$ 7,911,714	\$ 229,352	\$ 103,934.00
Elm St Reconstruction	950,000	516,984		433,016.00
Canal Road Headwall Repair	360,000	285,814	877	73,309.00
HVAC Upgrades/PD	822,172	822,172		-
Bayberry Lane Bridge/Aspetuck Design	426,000	386,812	39,188	-
Street Light Buyout Program	1,000,000	858,030	5,534	136,436.00
Avery/Baldwin Lot Combination Design	82,500	29,264	47,036	6,200.00
Kings Hwy Bridge/Willow	2,466,710	1,016,512	665,852	784,346.00
P&R Turf Field Replacement	4,785,269	4,637,309	32,361	115,599.00
Myrtle Ave Sidewalk	380,000	296,852	28,216	54,932.00
Bedford Middle/Portable Classrooms	1,000,000	852,456		147,544.00
CMS Accelerated Rehab Project	400,000	379,675		20,325.00
CMS Restoration	31,972,235	30,007,042	1,704,652	260,541.00
Ned Dimes Marina-F Dock boarding fingers	240,000	181,156	31,750	27,094.00
TRUNKED RADIO SYSTEM	4,635,408	2,118,260	1,644,449	872,699.00
JESUP GREEN SEAWALL	230,000			230,000.00
SIDEWALK REPLACEMENT	350,000			350,000.00
Replace Fuel Tanks at Parsell Public Works Center	600,000		455,800	144,200.00
Staples HS Roof project	314,033	2,152	283,668	28,213.00
Saugatuck Elementary Roof project	153,894	25,578	124,756	3,560.00
Asphalt Paving Projects	1,680,053	5,424	1,010,000	664,629.00
Saugatuck Elementary School Roof Project	1,470,000			1,470,000.00
Library Upper Parking Lot	295,000	214,852	38,562	41,586.00
Senior Center Parking Lot	320,000	210,222	38,429	71,349.00
STEAP GRANT SIDEWALK Replacement	165,000	85		164,915.00
Pump Station #5 Force Main	600,000	313,340	262,685	23,975.00
Total	\$ <u>63,943,274</u>	\$ <u>51,071,705</u>	\$ <u>6,643,167</u>	\$ <u>6,228,402</u>

**TOWN OF WESTPORT, CONNECTICUT
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D. Interfund Receivables, Payables and Transfers

As of June 30, 2021, interfund receivables and payables that resulted from various interfund transactions were as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Nonmajor Governmental Funds	\$ 1,295,264
	Capital and Nonrecurring Fund	647,474
		<u>1,942,738</u>
Sewer Operating	General Fund	2,406,578
	Internal Service Fund	1,823
		<u>2,408,401</u>
Nonmajor Governmental Funds	General Fund	5,023,374
	Capital and Nonrecurring Fund	2,819,878
	Sewer Operating	16,775
		<u>7,860,027</u>
Internal Service Fund	Capital and Nonrecurring Fund	2,810,348
	General Fund	60,380
		<u>2,870,728</u>
		<u>\$ 15,081,894</u>

The outstanding balances between funds result mainly from the time lag between the dates that interfund goods and services are provided or reimbursable expenditures occur, transactions are recorded in the accounting system and payments between funds are made.

Interfund Transfers

Interfund transfers during the year ended June 30, 2021 were as follows:

	<u>Transfers In</u>				<u>Total Transfers Out</u>
	<u>General Fund</u>	<u>Sewer Operating Fund</u>	<u>Capital Nonrecurring Fund</u>	<u>Nonmajor Governmental Funds</u>	
Transfers out:					
General Fund	\$	\$ 368,165	\$ 2,000,000	\$ 10,485	\$ 2,378,650
Capital and Nonrecurring Fund	675,000				675,000
Nonmajor Governmental Funds	208,050				208,050
Total Transfers In	<u>\$ 883,050</u>	<u>\$ 368,165</u>	<u>\$ 2,000,000</u>	<u>\$ 10,485</u>	<u>\$ 3,261,700</u>

Transfers are used to account for financing by the General Fund of programs accounted for in other funds in accordance with budgetary authorizations, sewer assessments and sewer use charges collected in special revenue funds appropriated to the General Fund to offset debt service expenditures, and the one-time transfer of various residual program balances to the General and Special Revenue Funds.

**TOWN OF WESTPORT, CONNECTICUT
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E. Fund Balance

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

	<u>General Fund</u>	<u>Sewer Operating Fund</u>	<u>Capital and Nonrecurring Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total</u>
Fund balances:					
Nonspendable:					
Permanent fund principal	\$	\$	\$	\$ 16,897	\$ 16,897
Prepaid expenditures	<u>576,402</u>				<u>576,402</u>
Total nonspendable	<u>576,402</u>	<u>-</u>	<u>-</u>	<u>16,897</u>	<u>593,299</u>
Restricted:					
General government				105,348	105,348
Public safety				28,296	28,296
Public works - road improvements				805,617	805,617
Total restricted	<u>-</u>	<u>-</u>	<u>-</u>	<u>939,261</u>	<u>939,261</u>
Committed:					
General government - insurance reserve and road funds				4,179,721	4,179,721
Public protection fund				1,380,897	1,380,897
Parks and recreation				39,544	39,544
Capital projects			9,710,631	7,843,501	17,554,132
Debt service				1,283,044	1,283,044
Youth services				19,061	19,061
Adult and continuing education				423,242	423,242
Cafeteria fund				70,965	70,965
Wakeman Town Farm Fund				262,682	262,682
Student activities				825,364	825,364
Senior citizen activities				96,331	96,331
Hillspoint School				145,941	145,941
Sewer operations		2,369,408			2,369,408
Sewer capital reserves				2,443,225	2,443,225
Total committed	<u>-</u>	<u>2,369,408</u>	<u>9,710,631</u>	<u>19,013,518</u>	<u>31,093,557</u>
Assigned:					
General government	997,452				997,452
Public safety	170,859				170,859
Public works	294,818				294,818
Human services	3,386				3,386
Education	1,300,333				1,300,333
Parks and recreation	167,102				167,102
Pensions	31,977				31,977
Other purposes	162,853				162,853
Future appropriations	<u>6,850,000</u>				<u>6,850,000</u>
Total assigned	<u>9,978,780</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>9,978,780</u>
Unassigned	<u>30,511,447</u>			<u>(615,027)</u>	<u>29,896,420</u>
Total Fund Balances	<u>\$ 41,066,629</u>	<u>\$ 2,369,408</u>	<u>\$ 9,710,631</u>	<u>\$ 19,354,649</u>	<u>\$ 72,501,317</u>

Included in the assigned funds related to general government is approximately \$751,992 relating to reserves for future Heart & Hypertension claims with remaining balance for encumbrances related to general government operations. Additional encumbrances are included in the assigned balances of public safety, public works, human services, education and parks and recreation.

**TOWN OF WESTPORT, CONNECTICUT
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F. Long Term Debt

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

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Governmental Activities:					
Bonds and notes payable:					
General obligation bonds	\$ 97,345,000	\$ 32,550,000	\$ 23,190,000	\$ 106,705,000	\$ 12,005,000
WPCF notes payable	12,986,211		12,986,211	-	
Premium on bonds	5,460,219	4,257,109	2,025,006	7,692,322	
Total bonds and notes payable	115,791,430	36,807,109	38,201,217	114,397,322	12,005,000
Capital leases	5,474,000	440,424	678,364	5,236,060	657,000
Claims and judgments	1,967,246	1,381,094	1,613,313	1,735,027	628,075
Compensated absences	2,520,143	2,348,792	2,520,144	2,348,791	2,348,791
Net pension liability	54,012,116	9,047,435	39,974,349	23,085,202	
Net OPEB liability	44,783,107		19,504,515	25,278,592	
 Total Governmental Activities Long-Term Liabilities	 \$ 224,548,042	 \$ 50,024,854	 \$ 102,491,902	 \$ 172,080,994	 \$ 15,638,866

Liability for compensated absences, net pension and net OPEB liabilities will be funded through the General Fund.

**TOWN OF WESTPORT, CONNECTICUT
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Bonds

All bonds are general obligation debt of the Town and are secured by the general revenue raising powers of the Town.

Description	Original Issue		Date of Maturity	Interest Rate	Balance Outstanding June 30, 2021
	Amount	Date			
Public Improvement					
2010 Refunding Debt	\$ 1,801,000	11/23/2010	11/1/2021	2.00-4.00 %	\$ 243,000
2012 Refunding Debt	3,142,000	5/25/2012	7/15/2025	2.00-4.00	217,000
2013 Refunding Debt	5,327,000	5/23/2013	8/15/2021	1.75-5.00	248,000
2015 Refunding Debt	530,000	12/3/2015	7/15/2029	2.00-4.00	148,000
2016 Debt Issue	2,061,000	3/3/2016	2/1/2036	2.00-2.80	1,360,000
2017 Debt Issue	5,669,500	5/19/2017	5/15/2037	2.00-5.00	3,495,000
2018 Debt Issue	10,941,000	6/21/2018	6/15/2038	2.00-5.00	9,299,000
2019 Debt Issue	7,600,000	5/15/2019	6/30/2039	2.00-5.00	6,590,000
2019 Refunding Debt	30,000	5/15/2019	6/30/2023	5.00	20,000
2020 Debt Issue	3,007,200	5/27/2020	5/15/2040	2.00-5.00	3,007,200
2020 Refunding Debt	2,620,000	12/1/2020	9/1/2028	5.00	2,460,000
2021 Debt Issue	7,910,000	5/5/2021	5/1/2041	2.00-5.00	7,910,000
2021 Refunding Debt	2,868,000	5/5/2021	2/1/2033	2.00-5.00	2,868,000
Total public improvement					<u>37,865,200</u>
School					
2010 Refunding Debt	\$ 11,094,000	11/23/2010	11/1/2021	2.00-4.00 %	\$ 1,755,000
2012 Refunding Debt	9,692,000	5/25/2012	7/15/2025	2.00-4.00	398,000
2013 Refunding Debt	21,506,000	5/23/2013	8/15/2021	1.75-5.00	705,000
2015 Refunding Debt	4,360,000	12/3/2015	7/15/2029	2.00-4.00	2,748,000
2016 Debt Issue	954,000	3/3/2016	2/1/2036	2.00-2.80	711,000
2017 Debt Issue	1,014,500	5/19/2017	5/15/2037	2.00-5.00	800,000
2018 Debt Issue	60,000	6/21/2018	6/15/2038	2.00-5.00	51,000
2019 Refunding Debt	4,428,000	5/15/2019	6/30/2023	5.00	2,957,000
2020 Debt Issue	30,823,800	5/27/2020	5/15/2040	2.00-5.00	30,823,800
2021 Debt Issue	2,573,000	5/5/2021	5/1/2041	2.00-5.00	2,573,000
2021 Refunding Debt	8,155,000	5/5/2021	2/1/2033	2.00-5.00	8,155,000
Total school					<u>51,676,800</u>
Sewer					
2010 Refunding Debt	\$ 340,000	11/23/2010	11/1/2021	2.00-4.00 %	\$ 52,000
2012 Refunding Debt	376,000	5/25/2012	7/15/2025	2.00-4.00	20,000
2013 Refunding Debt	1,627,000	5/23/2013	8/15/2021	1.75-5.00	62,000
2015 Refunding Debt	3,590,000	12/3/2015	7/15/2029	2.00-4.00	2,324,000
2016 Debt Issue	2,205,000	3/3/2016	2/1/2036	2.00-2.80	1,649,000
2017 Debt Issue	186,000	5/19/2017	5/15/2037	2.00-5.00	150,000
2018 Debt Issue	5,134,000	6/21/2018	6/15/2038	2.00-5.00	4,385,000
2019 Refunding Debt	12,000	5/15/2019	6/30/2023	5.00	8,000
2020 Debt Issue	569,000	5/27/2020	5/15/2040	2.00-5.00	569,000
2020 Refunding Debt	2,620,000	12/1/2020	9/1/2028	5.00	7,380,000
2021 Debt Issue	7,910,000	5/5/2021	5/1/2041	2.00-5.00	347,000
2021 Refunding Debt	2,868,000	5/5/2021	2/1/2033	2.00-5.00	217,000
Total sewer					<u>17,163,000</u>
Total					<u>\$ 106,705,000</u>

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General Obligation Bonds - State of Connecticut Clean Water Fund Loan Payoff

On November 17, 2020, the Town issued \$10,480,000 of General Obligation Refunding Bonds, Issue of 2020, Series B, bearing interest at 5% to pay off the outstanding principal amounts of \$12,258,634 State of Connecticut Clean Water Fund Program Loan 550-DC dated September 1, 2009.

The net proceeds of \$12,343,629 (including a premium of \$1,871,884, and issuance costs of \$8,256 including underwriter's fees) will reduce total debt service payments over the next 8 years by \$748,403 and represents an economic gain (difference between present values of the debt service payments on the old and new debt) of \$723,697. As a result, the refunded loans are considered defeased.

General Obligation Bonds - Current Issue

On April 21, 2021, the Town issued \$10,830,000 of General Obligation Bonds, Issue of 2021, Series A, with interest rates ranging from 2% to 5%, maturing on May 1, 2041. Principal payments range between \$525,000 and \$555,000. These bonds were issued to fund various town and board of education capital projects.

General Obligation Bonds - Current Refunding

Also on April 21, 2021, the Town issued \$11,240,000 of General Obligation Refunding Bonds, Issue of 2021, Series B, with interest rates ranging from 2% to 5% to currently refund the outstanding principal amounts of \$8,680,000 General Obligation Bonds, dated May 25, 2012, \$3,870,000 General Obligation Bonds, dated February 7, 2013.

The net proceeds of \$12,820,500 (including a premium of \$1,599,539, and issuance costs of \$19,039 including underwriter's fees) will reduce total debt service payments over the next 12 years by \$948,183 and represents an economic gain (difference between present values of the debt service payments on the old and new debt) of \$943,762. As a result, the refunded bonds are considered defeased and all future interest and principal on the defeased bonds will be paid from the proceeds of the refunding issue which were placed into an irrevocable escrow account until all the defeased bonds have been called. The balance in escrow was \$8,853,429 at June 30, 2021. The outstanding balance of the defeased bonds as of June 30, 2021 is \$11,240,000.

The Town's general obligation bonds bear interest at rates from 1.75% to 5.5% and mature as follows:

	General Obligation Bonds	
	Principal	Interest
2022	\$ 12,005,000	\$ 3,542,773
2023	10,560,000	3,213,135
2024	9,075,000	2,702,035
2025	9,155,000	2,320,785
2026	7,165,000	1,912,441
2027-2031	27,170,000	5,970,281
2032-2036	19,395,000	2,931,938
2037-2041	12,180,000	707,613
Total	\$ 106,705,000	\$ 23,301,001

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Authorized but Unissued

Total authorized but unissued long-term debt at June 30, 2021 consists of \$7,337,020.

Capital Leases

The Town is committed under a lease for an energy performance project. The Town is also committed under several vehicle and equipment leases. These lease agreements qualify as a capital leases for accounting purposes and, therefore, have been recorded at the present value of the future minimum lease payments as of the date of inception.

The net book value of capital assets acquired through capital leases as of June 30, 2021 are as follows:

	Governmental Activities
Building and improvements	\$ 7,742,579
Machinery and equipment	457,438
Less accumulated depreciation	<u>(30,812)</u>
Net Book Value	<u>\$ 8,169,205</u>

Future minimum lease payments under the capital lease are as follows:

<u>Year Ending June 30</u>	
2022	\$ 861,382
2023	887,636
2024	916,100
2025	934,319
2026	1,092,954
Thereafter	<u>933,071</u>
Total	5,625,462
Less amount for interest	<u>(389,402)</u>
Minimum Lease Payments	<u>\$ 5,236,060</u>

Debt Limitation

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

<u>Category</u>	<u>Debt Limit</u>	<u>Net Indebtedness</u>	<u>Balance</u>
General purpose \$	428,600,194	\$ 41,269,226	\$ 387,330,968
Schools	857,200,388	60,254,346	796,946,042
Sewers	714,333,656	17,754,508	696,579,148
Urban renewal	619,089,169		619,089,169
Pension deficit	571,466,925		571,466,925

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The total overall statutory debt limit for the Town is equal to seven times annual receipts from taxation, including coterminous municipalities, or \$1,333,422,825. All long-term debt obligations are retired through General Fund, Debt Service Fund and Sewer Operating Fund appropriations.

Indebtedness, in accordance with State statutes, includes long-term debt outstanding in addition to the amount of bonds authorized and unissued against which bonds have been issued to partially finance the project or bond anticipation notes issued and outstanding. Additionally, underlying debt of \$111,941,060 (and \$7,337,020 authorized and unissued) is included in the calculation of indebtedness.

4. PUBLIC EMPLOYEE RETIREMENT SYSTEM

Pension Plans

A. Plan Description and Benefits Provided

The Town maintains five single-employer contributory defined benefit pension plans and two defined contribution plans covering substantially all full-time employees and noncertified Board of Education employees. The five single-employer defined benefit pension plans are part of the Town’s financial reporting entity and are accounting for in the Pension Trust Fund; police, fire, public works, municipal and nonunion. The Town’s general fund contributes an amount as recommended by the actuary to fund the net pension liabilities of the defined benefit plans. The defined contribution plan covers all new non-bargaining employees of the Town, Library, and Board of Education that were hired after December 31, 2011, all new Department of Public Works union employees hired after April 1, 2012, and municipal employees hired after July 14, 2017. This plan is not required to be included in the Town’s financial statements and stand-alone financial statements are not available.

In addition, the certified faculty and administrative personnel of the Board of Education participate in a contributory retirement plan administered by the State Teachers’ Retirement Board. The Town does not contribute to this plan.

Defined Benefit Pension Plans

As of July 1, 2020, the Plan’s membership consisted of:

	<u>Police</u>	<u>Fire</u>	<u>Public Works</u>	<u>Municipal</u>	<u>Non- Union</u>	<u>Totals</u>
Retirees and beneficiaries currently receiving benefits	95	71	27	283	95	571
Terminated employees entitled to benefits but not yet receiving them	2		2	23	7	34
Current active employees	<u>63</u>	<u>68</u>	<u>19</u>	<u>245</u>	<u>61</u>	<u>456</u>
Total	<u>160</u>	<u>139</u>	<u>48</u>	<u>551</u>	<u>163</u>	<u>1,061</u>

Police

All full-time police officers are eligible to participate in their respective plans from their date of hire. They are vested after 10 years of service. For participants hired on or after January 1, 1985, they are fully vested and may retire the latter of July 1 following attainment of age 49 or the completion of 20 years of credited service. Participants must retire after 34.5 years. The benefit is payable at retirement, the earlier of age 65 or the age at which the participant would have completed 34 years had they continued to work for the town.

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The retirement benefit is calculated at 2.5% of the final average compensation (compensation is base pay, college credit stipend, and weapons qualification pay) multiplied by the years of credited services to a maximum of 32.5 years. Members are required to contribute 9.0% of their annual compensation. Benefits paid to retiree's are subject to cost of living adjustments defined per the plans and plan effective dates. The plan is administered by the Police Pension Board.

Fire

All full-time firefighters are eligible to participate in their respective plans from their date of hire. They are vested after 10 years of service. For participants hired on or after January 1, 1985, they are fully vested and may retire the latter of July 1 following attainment of age 49 or the completion of 20 years of credited service. Participants must retire after 34.5 years. The benefit is payable at retirement, the earlier of age 65 or the age at which the participant would have completed 34 years had they continued to work for the town.

The retirement benefit is calculated at 2.5% of the final average compensation (compensation is base pay, college credit stipend and standby pay) multiplied by the years of credited services to a maximum of 32.5 years. Members are required to contribute 9.0% of their annual compensation. Benefits paid to retiree's are subject to cost of living adjustments defined per the plans and plan effective dates. The plan is administered by the Fire Pension Board.

Effective July 1, 2017, full-time firefighters with greater than 20 years of service were grandfathered and had not change to their benefits. Firefighters with less than 20 years of service will have a normal retirement date of the latter of age 52 or completion of 20 years of service and can only receive a single life annuity or a reduced joint and survivor benefit at retirement. The retirement benefit is calculated at 2.5% of the final average compensation multiplied by the years of credited service to a maximum of 32.5 years. They are also subject to a maximum COLA of 2.75% (previously 4.0%) based on the type of benefit elected, meet specific age requirements and are eligible for Medicare. All members are required to contribute 9.0% of their annual compensation.

Public Works

All members of the Public Works Union are eligible to participate in the plan except for new employees hired after April 1, 2012 who must contribute 5% of salary to the Defined Contribution Plan as of the date the employee completes the probationary period. Participants hired prior to January 1, 1973 may retire after 25 years of service. Participants hired on or after January 1, 1973 may retire when the participant's age and years of credited service equal 75 with a minimum of age 55 and a minimum of 10 years of service. The retirement benefit is calculated at 2.5% of the average of the participant's final 12 months of compensation base pay, multiplied by the years of service to a maximum of 26 years. Participants in the plan hired before July 1, 1999 contribute 9% of their annual salary to the pension plan. Participants hired on after July 1, 1999 contribute 10% of salary to the plan. The plan is administered by the Public Works Pension Board.

Municipal

Employees that belong to the Westport Municipal Union and the four collective bargaining units associated with the Board of Education as well as the Library are covered under the Municipal Plan. A participant is eligible to participate as of the date of the participant completed the probationary period provided the employee works 20 or more hours per week for nine months or more per year. Full vesting for the Plan occurs after age 55 and 25 years of continuous service or 30 years of noncontinuous service or age 65 and 10 years of continuous service or 15 years of noncontinuous service. The plan is administered by the Municipal Pension Committee.

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The pension benefit for participants other than school cafeteria employees who completed any credited service on or after July 1, 2003 is equal to 2% of “average final compensation base pay” multiplied by the number of years for credited service for the first 20 years of service plus 2.25% for service thereafter, to a maximum of 33 years. Those participants who have not completed credited service after July 1, 2003 receive 2% of “average final compensation base pay” multiplied by years of credited service to a maximum of 33 years. Employees hired after July 1, 2016 who completed 10 years of continuous service or 15 years of noncontinuous service shall receive 2% of “average final compensation base pay” multiplied by the number of years for credited service up to a maximum of 69% of compensation. Employee participants contribute 5.0% of compensation.

For school cafeteria employee participants, the plan does not recognize credited service on or after July 1, 2003, and these employees no longer contribute to the Municipal Plan. School cafeteria employees receive a monthly pension equal to the sum of 1 1/6% of “average final compensation base pay” multiplied by the credited service up to 33 years and 1/6 of 1% of “average final compensation base pay” multiplied by credited service in excess of 33 years.

Employees hired after July 14, 2017 are not eligible for the Defined Benefit Plan but are eligible for participation in the Defined Contribution Plan. The employee is required to make a mandatory contribution of 5% of compensation, and the Town will contribute 5% of the employee’s compensation.

Non-Union Plans

The Non-Union Plans are differentiated by Supervisory and Non-Supervisory.

A nonunion employee is eligible to participate as of the date the participant completed the probationary period provided the employee works 20 or more hours per week for nine months or more per year. An employee hired at age 60 has the option to waive participation by filing the appropriate form with the Town. Full vesting for the plan occurs after 10 years of continuous service for nonunion nonsupervisory and after 5 years of continuous service for nonunion supervisory participants. An employee may retire upon attainment of age 55 and completion of at least 10 years of continuous credited service; or completion of 25 years of credited service without regard to age; and for nonunion supervisory employees, age 60 and completion of 5 years of service. The plan is administered by the Pension Committee.

The pension benefit for nonunion supervisory employees is the greater of 2.25% times the monthly average final compensation base pay times completed years of monthly pension benefit accrued under another Town retirement plan the employee participated in immediately prior to the employee becoming a participant of the plan, plus 2.25% of the employee’s average final compensation base pay multiplied by the years and months of credited service in the nonunion plan.

The pension benefit for nonunion, nonsupervisory employees is the greater of 2% of monthly average final compensation base pay times completed years and months of credited service not to exceed 20 years, plus 2.25% of monthly average final compensation base pay times completed years and months of credited service in excess of 20 years or the participant’s accrued monthly pension under another Town retirement plan the employee participated in immediately preceding the day prior to participating in the plan to the extent service is granted under this plan, plus 2% of monthly average final compensation base pay times completed years and months of credited service in the nonunion Plan not to exceed 20 years, plus 2.25% of monthly average final compensation base pay times completed years and months of credited service in excess of 20 years.

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The monthly pension calculated cannot be more than the participant's monthly average final compensation base pay nor less than \$1,200 per year for those that completed 5 year of credited service in the Non-Union Supervisory Plan, or \$1,000 per year for those that completed 10 years of credited service in the Non-Union, Non-Supervisory Plan.

The rate of contribution for nonunion supervisory and nonunion nonsupervisory employees is 4% of compensation.

All pension plans have provisions for retirement with disability and death benefits. The Town is required to contribute the remaining amount necessary (net of employee contributions) to fund the pension plans based on an actuarially sound method. Benefits and employee contribution rates are set by the Town and the bargaining unit.

For those nonbargaining employees of the Town, Board of Education and Library hired after December 31, 2011, they must become members of the Town of Westport Defined Contribution Plan and contribute a mandatory 3.5% of salary. The Town is required to also contribute 3.5% of their salary. The employee may, at their discretion, contribute up to an additional 1.5% in increments of .5% that the Town will match dollar for dollar. For those Department of Public Works, AFSCME Council 4, Local 1303-385 employees hired after April 1, 2012, they must become members of the Town of Westport Defined Contribution Plan after completing six months' probation. The Town and the employee are required to contribute 5% of the salary. The employee is always vested in their own contributions and vest 20% after the end of each fiscal year until completing 5 years, at which time they will be 100% vested in the Town's portion.

B. Basis of Accounting

Financial statements are prepared using the accrual basis of accounting for the defined benefit pension plan. Plan member contributions are recognized in the period in which the contributions are due. 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 plan.

Method Used to Value Investments

Investments are reported at fair value. Investment income is recognized as earned. Gains and losses on sales and exchange of investments are recognized on the transaction date.

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C. Investments

Investment Policy

The pension plan's policy in regard to the allocation of invested assets is established and may be amended by the Investment Committee. Plan assets are managed on a total return basis with a long-term objective of achieving and maintaining a fully funded status for the benefits provided through the pension plan benefits to retirees and their beneficiaries. The following was the adopted asset allocation policy as of June 30, 2021:

<u>Asset Class</u>	<u>Target Allocation</u>
U.S. Core Fixed Income	19.50%
Global Bonds	5.50%
U.S. Large Caps	25.25%
U.S. Large Value	5.25%
U.S. Small Growth	5.25%
U.S. Small Value	5.25%
Foreign Developed Equity	17.00%
Emerging Markets Equity	4.50%
Global REITs	2.50%
Private Real Estate Property	5.00%
Hedge FOF Diversified	5.00%
	<u>100.00%</u>

Rate of Return

For the year ended June 30, 2021, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was as follows for each plan. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

	<u>Police</u>	<u>Fire</u>	<u>Public Works</u>	<u>Municipal</u>	<u>Non-Union</u>
Rate of return	29.70%	29.63%	29.85%	29.84%	29.75%

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D. Net Pension Liability (Asset)

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

	<u>Police</u>	<u>Fire</u>	<u>Public Works</u>	<u>Municipal</u>	<u>Non- Union</u>	<u>Totals</u>
Total pension liability	\$ 118,064,469	\$ 97,194,176	\$ 20,183,939	\$ 79,626,245	\$ 73,023,221	\$ 388,092,050
Plan fiduciary net position	<u>126,417,046</u>	<u>107,129,059</u>	<u>26,735,989</u>	<u>101,299,468</u>	<u>49,938,019</u>	<u>411,519,581</u>
Net pension liability (asset)	<u>\$ (8,352,577)</u>	<u>\$ (9,934,883)</u>	<u>\$ (6,552,050)</u>	<u>\$ (21,673,223)</u>	<u>\$ 23,085,202</u>	<u>\$ (23,427,531)</u>
Plan fiduciary net position as a percentage of total pension liability (asset)	107.07%	110.22%	132.46%	127.22%	68.39%	106.04%

Actuarial Assumptions

The total pension liability (asset) was determined by an actuarial valuation as of July 1, 2020, using the following actuarial assumptions, and then was projected forward to the measurement date of June 30, 2021. There have been no significant changes between the valuation date and the measurement date.

	<u>Police</u>	<u>Fire</u>	<u>Public Works</u>	<u>Municipal</u>	<u>Non- Union</u>
Actuarial Cost Method	Entry Age Normal	Entry Age Normal	Entry Age Normal	Entry Age Normal	Entry Age Normal
Investment Rate of Return	6.125%	6.125%	6.125%	6.125%	6.125%
Projected Salary Increases	Service related	Service related	3.50%	Service related	Age related
Inflation Rate	2.75%	2.75%	2.75%	2.75%	2.75%

Mortality rates for Police, Fire and Public Works were based on the PubS-2010 Mortality with generational projection per MP Ultimate Scale. Mortality rates for Municipal and Non-Union were based on the PubG-2010 Mortality with generational projection per MP Ultimate Scale.

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Assumed 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. Best estimates of real rates of return for each major asset class included in the pension plan's target asset allocation as of June 30, 2021 are summarized in the following table:

<u>Asset Class</u>	<u>Long-Term Expected Arithmetic Real Rate of Return</u>
U.S. Core Fixed Income	1.36%
Global Bonds	0.60%
U.S. Large Caps	4.55%
U.S. Large Value	4.89%
U.S. Small Growth	6.63%
U.S. Small Value	6.11%
Foreign Developed Equity	6.35%
Emerging Markets Equity	8.40%
Global REITs	6.07%
Private Real Estate Property	3.85%
Hedge FOF Diversified	1.92%

Discount Rate

The discount rate used to measure the total pension liability was 6.125%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that Town contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

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E. Changes in Net Pension Liability

Changes in Net Pension Liability	Police		
	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (Asset) (a) - (b)
Balances as of July 1, 2020	\$ 124,050,937	\$ 99,400,764	\$ 24,650,173
Changes for the year:			
Service cost	2,244,607		2,244,607
Interest on total pension liability	7,552,296		7,552,296
Effect of plan changes	(9,958,699)		(9,958,699)
Effect of economic/demographic gains or losses	251,110		251,110
Benefit payments	(6,075,782)	(6,075,782)	-
Employer contributions		3,267,889	(3,267,889)
Member contributions		616,590	(616,590)
Net investment income		29,207,585	(29,207,585)
Net changes	<u>(5,986,468)</u>	<u>27,016,282</u>	<u>(33,002,750)</u>
Balances as of June 30, 2021	\$ <u>118,064,469</u>	\$ <u>126,417,046</u>	\$ <u>(8,352,577)</u>

Changes in Net Pension Liability	Fire		
	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (Asset) (a) - (b)
Balances as of July 1, 2020	\$ 99,133,148	\$ 83,808,972	\$ 15,324,176
Changes for the year:			
Service cost	1,907,929		1,907,929
Interest on total pension liability	6,060,519		6,060,519
Effect of plan changes	(5,929,832)		(5,929,832)
Effect of economic/demographic gains or losses	273,236		273,236
Benefit payments	(4,250,824)	(4,250,824)	-
Employer contributions		2,386,794	(2,386,794)
Member contributions		556,155	(556,155)
Net investment income		24,627,962	(24,627,962)
Net changes	<u>(1,938,972)</u>	<u>23,320,087</u>	<u>(25,259,059)</u>
Balances as of June 30, 2021	\$ <u>97,194,176</u>	\$ <u>107,129,059</u>	\$ <u>(9,934,883)</u>

**TOWN OF WESTPORT, CONNECTICUT
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Changes in Net Pension Liability (Asset)	Public Works		
	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (Asset) (a) - (b)
Balances as of July 1, 2020	\$ 19,934,175	\$ 21,145,752	\$ (1,211,577)
Changes for the year:			
Service cost	272,930		272,930
Interest on total pension liability	1,213,746		1,213,746
Effect of economic/demographic gains or losses	(443,451)		(443,451)
Benefit payments	(793,461)	(793,461)	-
Employer contributions		38,378	(38,378)
Member contributions		131,255	(131,255)
Net investment income		6,214,065	(6,214,065)
Net changes	<u>249,764</u>	<u>5,590,237</u>	<u>(5,340,473)</u>
Balances as of June 30, 2021	\$ <u>20,183,939</u>	\$ <u>26,735,989</u>	\$ <u>(6,552,050)</u>

Changes in Net Pension Liability (Asset)	Municipal		
	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (Asset) (a) - (b)
Balances as of July 1, 2020	\$ 77,986,013	\$ 80,065,255	\$ (2,079,242)
Changes for the year:			
Service cost	2,002,670		2,002,670
Interest on total pension liability	4,769,498		4,769,498
Effect of economic/demographic gains or losses	(829,321)		(829,321)
Benefit payments	(4,302,615)	(4,302,615)	-
Employer contributions		1,286,345	(1,286,345)
Member contributions		775,727	(775,727)
Net investment income		23,527,516	(23,527,516)
Administrative expenses		(52,760)	52,760
Net changes	<u>1,640,232</u>	<u>21,234,213</u>	<u>(19,593,981)</u>
Balances as of June 30, 2021	\$ <u>79,626,245</u>	\$ <u>101,299,468</u>	\$ <u>(21,673,223)</u>

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Changes in Net Pension Liability	Non-Union		
	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (Asset) (a) - (b)
Balances as of July 1, 2020	\$ 53,377,722	\$ 39,339,955	\$ 14,037,767
Changes for the year:			
Service cost	847,908		847,908
Interest on total pension liability	3,235,463		3,235,463
Effect of plan changes	17,686,670		17,686,670
Effect of economic/demographic gains or losses	721,207		721,207
Benefit payments	(2,845,749)	(2,845,749)	-
Employer contributions		1,689,358	(1,689,358)
Member contributions		223,412	(223,412)
Net investment income		11,559,092	(11,559,092)
Administrative expenses		(28,049)	28,049
Net changes	19,645,499	10,598,064	9,047,435
Balances as of June 30, 2021	\$ 73,023,221	\$ 49,938,019	\$ 23,085,202

Amounts reported as changes of assumptions resulted primarily from an update to the mortality tables.

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

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

Net Pension Liability (Asset)	1% Decrease (5.125%)	Current Discount Rate (6.125%)	1% Increase (7.125%)
Police	\$ 8,149,814	\$ (8,352,577)	\$ (21,801,651)
Fire	4,412,894	(9,934,883)	(21,607,282)
Public Works	(4,061,036)	(6,552,050)	(8,420,447)
Municipal	(12,439,822)	(21,673,223)	(29,311,082)
Non-Union	33,073,517	23,085,202	14,872,839

**TOWN OF WESTPORT, CONNECTICUT
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JUNE 30, 2021**

F. 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 (revenue) of (\$1,384,168). At June 30, 2021, the Town reported deferred outflows of resources and deferred inflows of resources related to pension from the following sources:

	Deferred Outflows of Resources					
	Police	Fire	Public Works	Municipal	Non-Union	Totals
Differences between expected and actual experience	\$ 2,894,653	\$ 2,951,652	\$ -	\$ 58,399	\$ 1,634,962	\$ 7,539,666
Changes of assumptions	<u>5,767,802</u>	<u>5,265,425</u>	<u>-</u>	<u>3,206,568</u>	<u>1,285,018</u>	<u>15,524,813</u>
Total	<u>\$ 8,662,455</u>	<u>\$ 8,217,077</u>	<u>\$ -</u>	<u>\$ 3,264,967</u>	<u>\$ 2,919,980</u>	<u>\$ 23,064,479</u>

	Deferred Inflows of Resources					
	Police	Fire	Public Works	Municipal	Non-Union	Totals
Differences between expected and actual experience	\$ 165,464	\$ 386,105	\$ 197,089	\$ 3,183,564	\$ -	\$ 3,932,222
Net difference between projected and actual earnings	<u>15,741,853</u>	<u>13,264,513</u>	<u>3,357,430</u>	<u>12,677,922</u>	<u>6,230,531</u>	<u>51,272,249</u>
Total	<u>\$ 15,907,317</u>	<u>\$ 13,650,618</u>	<u>\$ 3,554,519</u>	<u>\$ 15,861,486</u>	<u>\$ 6,230,531</u>	<u>\$ 55,204,471</u>

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

Year Ended June 30	Police	Fire	Public Works	Municipal	Non-Union	Totals
2022	\$ (1,521,241)	\$ (2,064,823)	\$ (1,051,085)	\$ (3,247,513)	\$ 472,765	\$ (7,411,897)
2023	(1,261,747)	(1,583,156)	(740,907)	(2,825,579)	(512,011)	(6,923,400)
2024	(1,603,427)	(1,645,497)	(774,926)	(2,863,116)	(1,435,514)	(8,322,480)
2025	(2,885,352)	(2,616,898)	(987,601)	(3,660,311)	(1,835,791)	(11,985,953)
2026	26,905	1,207,185	-	-	-	1,234,090
Thereafter	<u>-</u>	<u>1,269,648</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,269,648</u>
	<u>\$ (7,244,862)</u>	<u>\$ (5,433,541)</u>	<u>\$ (3,554,519)</u>	<u>\$ (12,596,519)</u>	<u>\$ (3,310,551)</u>	<u>\$ (32,139,992)</u>

Connecticut State Teachers' Retirement System - Pension

A. Plan Description

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

**TOWN OF WESTPORT, CONNECTICUT
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B. Benefit Provisions

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

Normal Retirement

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

Early Retirement

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

Disability Retirement

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

C. Contributions

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

Employer (School Districts)

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

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

For the year ended June 30, 2021, the amount of "on-behalf" contributions made by the State was \$16,265,501 and is recognized in the General Fund as intergovernmental revenues and education expenditures.

Employees

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

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

**TOWN OF WESTPORT, CONNECTICUT
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 JUNE 30, 2021**

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

At June 30, 2021, the Town reports no amounts for its proportionate share of the net pension liability, and related deferred outflows and inflows, due to the statutory requirement that the State pay 100% of the required contribution. The amount recognized by the Town as its proportionate share of the net pension liability, the related state support, and the total portion of the net pension liability that was associated with the Town were as follows:

Town's proportionate share of the net pension liability	\$ -
State's proportionate share of the net pension liability associated with the Town	<u>253,587,333</u>
Total	<u>\$ 253,587,333</u>

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

For the year ended June 30, 2021, the Town recognized pension expense and revenue of \$36,325,183 in Exhibit II.

E. Actuarial Assumptions

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

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

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

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

Cost-of-Living Allowance

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

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

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

Long-Term Rate of Return

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

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

F. Discount Rate

The discount rate used to measure the total pension liability was 6.90%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that State contributions will be made at the actuarially determined contribution rates in the future years. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

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

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

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

H. Other Information

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

Defined Contribution Plans

A. Plan Description

The Town is the administrator of a single employer, defined contribution pension plan and 401(k) plan. The Town established these plans effective January 1, 2012, amended and restated as of January 1, 2019. The Town shall contribute a total of 3.5% of salary for non-union and 5% of salary for public works and municipal participants of the employee's base salary for the relevant fiscal year. The Town will match employee contributions into the 401K plan as follows – 100% of 401k contributions not to exceed 1.5% of salary for non-union employees, and 50% of the contributions into the 401(k) plan not to exceed 6% of salary for firefighters and police. If an employee's employment is terminated for other than just cause during the fiscal year, the employee shall receive a pro rata Town contribution based on the number of full months of employment the employee completes during the fiscal year, subject to the vesting requirements set forth below.

After one (1) year of employment	20%
After two (2) years of employment	40%
After three (3) years of employment	60%
After four (4) years of employment	80%
After five (5) years of employment	100%

Employees will have the right to self-direct their contributions to the defined contribution plan from among the investment options offered by the plan selected by the Town.

The governance of the plans rests with the Town investment committee which consists of the Town's First Selectman or First Selectwoman, the chair of the Town's Board of Finance, the Town's Finance Director and the Town's Personnel Director and one appointed member.

Total contributions to the plan for the year ended June 30, 2021 were \$467,899 for employees and \$553,963 for the Town for the defined contribution plan and \$1,402,782 for the 401(k) plan.

5. OTHER POSTEMPLOYMENT BENEFITS (OPEB)

Town OPEB

A. Plan Description

The Town provides certain health care benefits for retired employees and their dependents through a single-employer defined benefit healthcare plan administered by the Town. Employees may become eligible for those benefits if they retire under a normal retirement or with a disability.

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

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

Retirees and beneficiaries receiving benefits	495
Active plan members	<u>965</u>
Total Participants	<u><u>1,460</u></u>

B. Funding Policy

The Town has established a trust fund to irrevocably segregate assets to fund the liability associated with postemployment benefits. The fund is reported as a trust fund in accordance with GASB guidelines. A bi-annual actuarial valuation is made to determine whether the contributions are sufficient to meet the plan obligations. Participants include eligible Town, Library and certified and noncertified BOE employees.

C. Investments

Investment Policy

The investment policy of the OPEB Plan is established and may be amended by the Board. Plan assets are managed on a total return basis with a long-term objective of achieving and maintaining a fully funded status for the benefits provided through the OPEB Plan.

**TOWN OF WESTPORT, CONNECTICUT
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Rate of return

For the year ended June 30, 2021, the annual money-weighted rate of return on investments, net of investment expense, was 31.74%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

D. Net OPEB Liability of the Town

The Town's net OPEB liability was measured as of June 30, 2021. The components of the net OPEB liability of the Town at June 30, 2021 were as follows:

Total OPEB liability	\$	129,666,058
Plan fiduciary net position		<u>104,387,466</u>
Net OPEB Liability	\$	<u><u>25,278,592</u></u>
Plan fiduciary net position as a percentage of the total OPEB liability		80.50%

E. Actuarial Assumptions

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

Valuation date	July 1, 2019
Actuarial cost method	Entry Age Normal
Asset valuation method	5 years, Non-asymptotic
Amortization method	Level Percent
Amortization period	23 Years Decreasing
Actuarial assumptions:	
Discount rate	6.125%
Salary increase rate	Various
Inflation rate	2.75%
Healthcare cost trend rates:	
Medical inflation rate	BOE groups: 5.70%-4.10% over 55 years Town groups pre-65: 6.30%-4.20% over 54 years Town groups post-65: 5.40%-4.20% over 54 years

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

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

Assumed Rate of Return

The long-term expected rate of return on OPEB plan investments was determined by adding expected inflation to expected long-term real returns and reflecting expected volatility and correlation. Best estimates of real rates of return for each major asset class are included in the OPEB Plan’s target asset allocation. The target allocation and best estimates of arithmetic real rates of return for each major asset as of June 30, 2021 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Arithmetic Real Rate of Return</u>
U.S. Core Fixed Income	25.00%	1.36%
U.S. Large Caps	33.25%	4.55%
U.S. Large Value	5.25%	4.89%
U.S. Small Growth	2.00%	6.63%
U.S. Small Value	2.00%	6.11%
Foreign Developed Equity	17.00%	6.35%
Emerging Market Equity	8.00%	8.40%
Private Real Estate Property	7.50%	3.85%
	<u>100.00%</u>	

F. Discount Rate

The discount rate used to measure the total OPEB liability was 6.125%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that Town contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the OPEB plan’s fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

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

G. Changes in the Net OPEB Liability

Changes in Net OPEB Liability	Increase (Decrease)		
	Total OPEB Liability (a)	Plan Fiduciary Net Position (b)	Net OPEB Liability (a) - (b)
Balances as of July 1, 2020	\$ 122,934,624	\$ 78,151,517	\$ 44,783,107
Changes for the year:			
Service cost	3,652,740		3,652,740
Interest on total OPEB liability	7,616,569		7,616,569
Benefit payments	(4,537,875)	(4,537,875)	-
Employer contributions		5,766,084	(5,766,084)
Net investment income		25,007,740	(25,007,740)
Net changes	<u>6,731,434</u>	<u>26,235,949</u>	<u>(19,504,515)</u>
Balances as of June 30, 2021	\$ <u>129,666,058</u>	\$ <u>104,387,466</u>	\$ <u>25,278,592</u>

H. Sensitivity of the Net OPEB Liability to Changes in the Discount Rate

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

	1% Decrease (5.125%)	Current Discount Rate (6.125%)	1% Increase (7.125%)
Net OPEB Liability	\$ 45,618,329	\$ 25,278,592	\$ 12,409,379

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

The following presents the net OPEB liability of the Town, as well as what the Town's net OPEB liability would be if it were calculated using healthcare cost trend rates that are 1 percentage point lower or 1 percentage point higher than the current healthcare cost trend rates:

	1% Decrease	Healthcare Cost Current Trend Rates	1% Increase
Net OPEB Liability	\$ 8,639,290	\$ 25,278,592	\$ 50,876,051

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

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

For the year ended June 30, 2021, the Town recognized OPEB expense (revenue) of (\$1,300,153). Additionally, the Town reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 2,270,936	\$ 28,596,404
Changes of assumptions		4,129,581
Net difference between projected and actual earning on pension plan investments		<u>14,691,104</u>
Total	<u>\$ 2,270,936</u>	<u>\$ 47,417,089</u>

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

Year Ended June 30

2022	\$ 7,745,136
2023	7,392,268
2024	7,421,967
2025	8,005,001
2026	4,275,834
Thereafter	<u>10,305,947</u>
	<u>\$ 45,146,153</u>

Connecticut State Teachers' Retirement System - Other Postemployment Benefits

A. Plan Description

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

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

B. Benefit Provisions

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

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

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

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

Survivor Health Care Coverage

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

C. Eligibility

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

Credited Service

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

Normal Retirement

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

Early Retirement

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

Proratable Retirement

Age 60 with 10 years of Credited Service.

**TOWN OF WESTPORT, CONNECTICUT
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Disability Retirement

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

Termination of Employment

Ten or more years of Credited Service.

D. Contributions

State of Connecticut

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

Employer (School Districts)

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

For the year ended June 30, 2021, the amount of "on-behalf" contributions made by the State was \$392,543 and is recognized in the General Fund as intergovernmental revenues and education expenditures.

Employees/Retirees

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

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

At June 30, 2021 the Town reports no amounts for its proportionate share of the net OPEB liability, and related deferred outflows and inflows, due to the statutory requirement that the State pay 100% of the required contribution. The amount recognized by the Town as its proportionate share of the net OPEB liability, the related State support and the total portion of the net OPEB liability that was associated with the Town was as follows:

Town's proportionate share of the net OPEB liability	\$	-
State's proportionate share of the net OPEB liability associated with the Town		<u>37,822,560</u>
Total	\$	<u><u>37,822,560</u></u>

**TOWN OF WESTPORT, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
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The net OPEB liability was measured as of June 30, 2020, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as June 30, 2020. At June 30, 2021, the Town has no proportionate share of the net OPEB liability.

For the year ended June 30, 2021, the Town recognized OPEB expense and revenue of \$1,747,115 in Exhibit II.

F. Actuarial Assumptions

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

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

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

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

The long-term expected rate of return on plan assets is reviewed as part of the GASB 75 valuation process. Several factors are considered in evaluating the long-term rate of return assumption, including the plan's current asset allocations and a log-normal distribution analysis using the best-estimate ranges of expected future real rates of return (expected return, net investment expense and inflation) for each major asset class. The long-term expected rate of return was determined by weighting the expected future real rates of return by the target asset allocation percentage and then adding expected inflation. The assumption is not expected to change absent a significant change in the asset allocation, a change in the inflation assumption, or a fundamental change in the market that alters expected returns in future years. The plan is 100% invested in U.S. Treasuries (Cash Equivalents) for which the expected 10-Year Geometric Real Rate of Return is (0.42%).

G. Discount Rate

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

**TOWN OF WESTPORT, CONNECTICUT
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H. Sensitivity of the Net OPEB Liability to Changes in the Health Care Cost Trend Rate and the Discount Rate

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

I. Other Information

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

6. PENSION AND OPEB TRUST FUND COMBINING SCHEDULES

Combining Schedule of Net Position - Trust Funds

	Pension Trust Funds					Total Pension Trust Funds
	Police	Fire	Public Works	Municipal	Non-Union	
Assets:						
Cash and cash equivalents	\$ 2,756,655	\$ 2,336,059	\$ 583,006	\$ 2,208,940	\$ 1,088,951	\$ 8,973,611
Investments, at fair value:						
Common stock	16,559,882	14,033,271	3,502,256	13,269,629	6,541,584	53,906,622
Mutual funds	88,632,312	75,109,303	18,744,881	71,022,115	35,012,066	288,520,677
Alternative investments	18,468,197	15,650,426	3,905,846	14,798,784	7,295,418	60,118,671
Total investments	123,660,391	104,793,000	26,152,983	99,090,528	48,849,068	402,545,970
Total assets	126,417,046	107,129,059	26,735,989	101,299,468	49,938,019	411,519,581
Net Position:						
Restricted for Pension Benefits	\$ 126,417,046	\$ 107,129,059	\$ 26,735,989	\$ 101,299,468	\$ 49,938,019	\$ 411,519,581

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

	Pension Trust Funds					Total Trust Funds
	Police	Fire	Public Works	Municipal	Non-Union	
Additions:						
Contributions:						
Employer	\$ 3,267,889	\$ 2,386,794	\$ 38,378	\$ 1,286,345	\$ 1,689,358	\$ 8,668,764
Plan members	616,590	556,155	131,255	775,727	223,412	2,303,139
Total contributions	<u>3,884,479</u>	<u>2,942,949</u>	<u>169,633</u>	<u>2,062,072</u>	<u>1,912,770</u>	<u>10,971,903</u>
Investment income:						
Net change in fair value of investments	25,501,747	21,610,837	5,393,374	20,434,850	10,073,853	83,014,661
Realized gain on investments	2,299,081	1,948,301	486,234	1,842,281	908,197	7,484,094
Interest and dividends	1,516,336	1,284,982	320,690	1,215,058	598,992	4,936,058
Total investment income	29,317,164	24,844,120	6,200,298	23,492,189	11,581,042	95,434,813
Less investment expenses	109,579	216,158	(13,767)	(35,327)	21,950	298,593
Net investment income	<u>29,207,585</u>	<u>24,627,962</u>	<u>6,214,065</u>	<u>23,527,516</u>	<u>11,559,092</u>	<u>95,136,220</u>
Total additions	<u>33,092,064</u>	<u>27,570,911</u>	<u>6,383,698</u>	<u>25,589,588</u>	<u>13,471,862</u>	<u>106,108,123</u>
Deductions:						
Benefits	6,075,782	4,250,824	793,461	4,302,615	2,845,749	18,268,431
Administration				52,760	28,049	80,809
Total deductions	<u>6,075,782</u>	<u>4,250,824</u>	<u>793,461</u>	<u>4,355,375</u>	<u>2,873,798</u>	<u>18,349,240</u>
Net change in net position	27,016,282	23,320,087	5,590,237	21,234,213	10,598,064	87,758,883
Net position at beginning of year	99,400,764	83,808,972	21,145,752	80,065,255	39,339,955	323,760,698
Net Position at End of Year	<u>\$ 126,417,046</u>	<u>\$ 107,129,059</u>	<u>\$ 26,735,989</u>	<u>\$ 101,299,468</u>	<u>\$ 49,938,019</u>	<u>\$ 411,519,581</u>

7. OTHER INFORMATION

A. Risk Management

The Town is exposed to various risks of loss, including torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; employee and retiree health and medical, natural disasters, public official liability and police professional liability. The Town generally obtains commercial insurance for these risks but has chosen to retain the risks for workers' compensation and employee health and medical claims. The Town has established three self-insurance funds, one for Town employees, one for Board of Education employees, and one for Worker's Compensation. All funds are accounted for as internal service funds. The plans are funded monthly by the Town's budget appropriations and employee/retiree contributions as required.

Town

Under the Town's current medical insurance policy, the Health Insurance Fund covers all employee claims up to \$175,000 per claim with a stop-loss policy covering amounts exceeding the limit.

Board of Education

Under the Board's current medical insurance policy, the plan coverages vary depending on the union agreements. The plan provides coverage for hospital, major medical and dental. The seven unions covered are teachers, administrators, secretaries, custodians, maintenance, paraprofessionals, nurses and nurses' aides. Depending on the union, there are different coverages, maximum benefits, deductibles and required contributions to the plan. The plan is funded monthly by Board of Education budget appropriations and employee contributions as required.

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

The Board of Education elected to change insurance providers and plan type. Effective September 1, 2018, all BOE employees will be enrolled in the State of Connecticut’s Partnership Plan. The plan is premium based and therefore no additional stop loss coverage is required.

Under Public Act 89-342, health insurance for retired teachers, a subsidy equal to the equivalent flat dollar premium amount for Anthem Blue Cross/Blue Shield coverage, will be paid by the State directly to local school districts, which will apply the subsidy to reduce premium payments of the retired member/spouse covered by the local school district plan. The retired member/spouse is required to pay the difference directly to the local school district. The funding for the State Teachers’ Retirement Board is provided by the members’ 1% supplemental contribution, which, since July 1, 1989, has been directed to a dedicated health insurance fund. There is no out of pocket cost to the Town.

Workers’ Compensation

The Town is currently a member in Connecticut Interlocal Risk Management Agency (CIRMA), a public entity risk pool established for the purpose of administering an interlocal risk management program pursuant to the provisions of Connecticut General Statutes, for workers’ compensation and employer liability coverage. CIRMA currently has 216 members in the workers’ compensation pool. The Town pays an annual premium for its coverage. CIRMA is to be self-sustaining through members’ premiums but reinsures in excess of \$350,000 for each insured occurrence and a \$1,500,000 annual aggregate.

Settled claims have not exceeded commercial coverage nor has coverage been materially reduced in any of the last three years.

The Town recognized a liability for workers’ compensation claims payable and for claims incurred but not reported based on an actuarial analysis of claim history and for other self-insured claims which were probable of loss based on a case-by-case review.

The Board of Education has a policy with CIRMA for workers’ compensation coverage for all Board of Education employees.

Changes in the claims liability were as follows:

	<u>Balance July 1</u>	<u>Current Year Claims and Changes in Estimates</u>	<u>Claims Payments</u>	<u>Balance June 30</u>
Town Health				
2020-2021	\$ 435,997	\$ 9,415,827	\$ 9,365,871	\$ 485,953
2019-2020	550,797	8,359,805	8,474,605	435,997
Workers’ Compensation				
2020-2021	\$ 811,861	\$ 20,664	\$ 653	\$ 831,872
2019-2020	1,135,642	(323,781)	-	811,861
Board of Education Health				
2020-2021	\$ 70,901	\$ 2,128,798	\$ 2,118,077	\$ 81,622
2019-2020	64,037	1,252,583	1,245,719	70,901

B. Contingencies

General Litigation

The Town is currently involved in several litigation matters. For certain cases, where it is probable that a liability has been incurred and the amount of the loss can be reasonably estimated, a loss contingency has been accrued in the government-wide statement of net position for \$1,735,027 in noncurrent liabilities. Management believes that the ultimate resolution of these matters will not materially affect the financial condition of the Town.

Municipal Solid Waste Service Agreement

The Town has entered into a municipal solid waste service agreement, as amended (the Service Agreement) with Bridgeport Resco Company, L.P., pursuant to which it participates with nine other Connecticut municipalities (the nine constituting the Contracting Municipalities), in the Greater Bridgeport Regional Solid Waste Interlocal Committee.

Under the Service Agreement, each municipality is required to deliver, or cause to be delivered, to the System, all solid waste under the control of the municipality. The Contracting Municipalities will be charged \$62.10 per ton.

8. CONTINGENT LIABILITIES

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

9. GASB 84 - RESTATEMENT

The Town previously reported the activities of the Student Activities Fund, P & Z Escrow Fund, Senior Citizen Escrow Fund, Tri-centennial Fund, Performance Bonds Fund, and the Hillspoint School Escrow Fund as fiduciary funds. As a result of implementation of GASB No. 84, *Fiduciary Activities*, as of July 1, 2020, the Town made the following reporting changes: The activities of the P & Z Escrow Fund, Tri-centennial Fund and Performance Bonds Fund are reported with the general fund activities, and the Student Activities Fund, Senior Citizen Escrow Fund and the Hillspoint School Escrow Fund are reported as special revenue funds. In addition, the Town is now reporting the Deferred Compensation Plan and the 401(k) Plan as Pension Trust Funds. Accordingly, the Town increased the beginning assets and liabilities of the General Fund by \$1,879,646, and thus no effect to the beginning fund balance. The Town created new special revenue funds for the Student Activities, Senior Citizen Escrow and Hillspoint Escrow Funds, thus increasing assets and fund balance of \$1,221,421. The Town also created new pension trust funds for the Deferred Compensation Plan and the 401(k) Plan, increasing beginning assets and net position by \$24,017,643. Accordingly, the Town restated beginning balances of the assets, liabilities, fund balance and net position as follows:

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

Governmental Funds:	Governmental Activities Net Position	Nonmajor Governmental Funds Fund Balance
	<u> </u>	<u> </u>
Balance as previously reported June 30, 2020	\$ 194,609,740	\$ 28,791,273
Adjustment:		
Student Activity Fund now reported as a Special Revenue Fund	731,680	731,680
Senior Citizen Escrow Fund now reported as a Special Revenue Fund	79,970	79,970
Hillspoint School Escrow Fund now reported as a Special Revenue Fund	<u>404,772</u>	<u>404,772</u>
Balance as restated July 1, 2020	<u>\$ 195,826,162</u>	<u>\$ 30,007,695</u>
		Pension and Other Employee Benefit Trust Funds
Fiduciary Funds:	Agency Funds	<u> </u>
	<u> </u>	<u> </u>
Balance as previously reported June 30, 2020	\$ 3,101,067	\$ 401,912,215
Adjustments:		
Student Activities Fund now reported as a Special Revenue Fund	(731,680)	
P & Z Escrow Fund now reported in the General Fund	(1,819,850)	
Senior Citizen Escrow Fund now reported as a Special Revenue Fund	(84,969)	
Tri-centennial Fund now reported in the General Fund	(4,788)	
Performance Bonds Fund now reported in the General Fund	(55,008)	
Hillspoint School Fund now reported as a Special Revenue Fund	<u>(404,772)</u>	
Defined Contribution Plan now reported as a Pension Trust Fund		2,906,933
401(k) Plan now reported as a Pension Trust Fund		<u>21,110,710</u>
Balance as restated July 1, 2020	<u>\$ -</u>	<u>\$ 425,929,858</u>

Required Supplemental Information

**TOWN OF WESTPORT, CONNECTICUT
GENERAL FUND
SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2021**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:				
Property taxes:				
Current levy	\$ 188,040,333	\$ 188,040,333	\$ 191,026,384	\$ 2,986,051
Prior levies	2,000,000	2,000,000	450,103	(1,549,897)
Total property taxes	<u>190,040,333</u>	<u>190,040,333</u>	<u>191,476,487</u>	<u>1,436,154</u>
Education				
Staples trust fund	20,000	20,000	33,220	13,220
Sundries	137,000	137,000	8,739	(128,261)
Tuition	416,702	416,702	412,425	(4,277)
Total education	<u>573,702</u>	<u>573,702</u>	<u>454,384</u>	<u>(119,318)</u>
Parks and recreation	<u>6,027,293</u>	<u>6,027,293</u>	5,166,717	(860,576)
Income from investments	<u>800,000</u>	<u>800,000</u>	177,655	(622,345)
Intergovernmental:				
Elderly tax relief	300	300	220	(80)
Historical Preservation Grant				-
In lieu of taxes	402,356	402,356	402,356	-
Miscellaneous state grants	10,100	10,100	11,917	1,817
School construction grants	150,000	150,000		(150,000)
Shellfish Commission	600	600	458	(142)
State education grants	507,728	507,728	588,050	80,322
Veterans' exemption	6,643	6,643	6,684	41
Police grants	30,000	30,000	26,050	(3,950)
Fire grants	2,000	2,000	13,780	11,780
Municipal revenue grant	66,133	66,133	66,133	-
Covid Revenue State/Federal Grants			387,377	387,377
Total intergovernmental	<u>1,175,860</u>	<u>1,175,860</u>	<u>1,503,025</u>	<u>327,165</u>
Permits, fees and other:				
Licenses and permits:				
Building Inspector	1,501,000	1,501,000	1,948,267	447,267
Burglar alarms	50,500	50,500	45,119	(5,381)
Conservation Commission	135,000	135,000	159,082	24,082
Fire Department permits, etc.	1,000	1,000	353	(647)
Planning and Zoning	650,000	650,000	950,657	300,657
Town Clerk conveyance tax	1,800,000	1,800,000	3,600,272	1,800,272
Town Clerk licenses	27,240	27,240	16,788	(10,452)
Zoning Board of Appeals	25,000	25,000	29,186	4,186
Total licenses and permits	<u>4,189,740</u>	<u>4,189,740</u>	<u>6,749,724</u>	<u>2,559,984</u>
Fines and penalties:				
Tax Collector - interest/liens	1,400,000	1,400,000	1,573,287	173,287
Police fines	200,000	200,000	41,669	(158,331)
Total fines and penalties	<u>1,600,000</u>	<u>1,600,000</u>	<u>1,614,956</u>	<u>14,956</u>
Current service charges:				
Bulky waste charges	22,000	22,000	9,250	(12,750)
EMS reimbursements	1,000,000	1,000,000	827,741	(172,259)
Fire Department Commercial Plan Review	200,000	200,000	212,575	12,575
Housing Authority PILOT - Canal Street	90,000	90,000	91,165	1,165
Police Vehicle Reimbursement	20,000	20,000	36,289	16,289
Public Works permits, etc.	40,000	40,000	22,088	(17,912)
Public Works refuse collection	20,000	20,000	18,100	(1,900)
Rental of facilities	1,335,000	1,335,000	608,292	(726,708)
Solid waste tipping fees	500,500	500,500	230,729	(269,771)
Town attorney reimbursement	200	200		(200)
Town Clerk recording fees	259,200	259,200	446,824	187,624
Total current service charges	<u>3,486,900</u>	<u>3,486,900</u>	<u>2,503,053</u>	<u>(983,847)</u>

(Continued on next page)

**TOWN OF WESTPORT, CONNECTICUT
GENERAL FUND
SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES (CONTINUED)
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2021**

	<u>Actual</u>	<u>Actual</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Miscellaneous:				
Insurance reimbursement	\$ 10,000	\$ 10,000	\$	\$ (10,000)
Senior Center Café	5,000	5,000	8	(4,992)
Sale of surplus property	35,000	35,000	50,469	15,469
Telephone access line grant	90,000	90,000	83,842	(6,158)
Other	6,000	6,000	2,922	(3,078)
Income from financing activities			2,703	2,703
Total miscellaneous	<u>146,000</u>	<u>146,000</u>	<u>139,944</u>	<u>(6,056)</u>
Total permits, fees and other	<u>9,422,640</u>	<u>9,422,640</u>	<u>11,007,677</u>	<u>1,585,037</u>
Other financing sources:				
Transfers in	<u>208,000</u>	<u>208,000</u>	<u>883,050</u>	<u>675,050</u>
Total other financing sources	<u>208,000</u>	<u>208,000</u>	<u>883,050</u>	<u>675,050</u>
Total Revenues and Other Financing Sources	<u>\$ 208,247,828</u>	<u>\$ 208,247,828</u>	210,668,995	<u>\$ 2,421,167</u>
Budgetary revenues are different from GAAP revenues because				
State of Connecticut on-behalf payments to the Connecticut State Teachers' Retirement System Pension is not budgeted.			16,265,501	
State of Connecticut on-behalf payments to the Connecticut State Teachers' Retirement System OPEB is not budgeted.			392,543	
Premium on bond refundings and issuances that are not budgeted			3,474,126	
Refunding bonds issued that are not budgeted			21,720,000	
Capital leases issued that are not budgeted			328,071	
Grants net for budgetary purposes			861,819	
Encumbrances outstanding at June 30, 2020, cancelled during the year ended June 30, 2021			(20,614)	
Various funds of the Town did not meet the definition of a special revenue fund for GASB 54 purposes and were, therefore, combined with the General Fund on a GAAP basis only.			<u>1,426</u>	
Total Revenues and Other Financing Sources as Reported on the Statement of Revenues, Expenditures and Changes in Fund Balance - Governmental Funds - Exhibit IV			<u>\$ 253,691,867</u>	

**TOWN OF WESTPORT, CONNECTICUT
GENERAL FUND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2021**

	Original Budget	Final Budget	Actual	Variance with Final Budget
Expenditures:				
General Government:				
Representative town meeting	\$ 48,941	\$ 48,964	\$ 45,659	\$ 3,305
Selectmen	429,225	425,005	391,497	33,508
Probate court	14,000	14,000	11,235	2,765
Registrars	135,148	147,595	145,950	1,645
Elections	156,347	143,899	140,944	2,955
Board of Finance	2,500	2,500	2,339	161
Finance Department	844,975	862,083	860,124	1,959
Audit	154,350	154,350	125,850	28,500
Personnel	393,453	398,868	387,097	11,771
Assessor	547,836	555,098	549,236	5,862
Tax collector	367,271	369,771	333,043	36,728
Information services	1,061,696	1,086,331	1,086,266	65
Board of assessment appeal	2,225	2,225	852	1,373
Town attorney	750,322	750,914	700,449	50,465
Town clerk	429,645	434,875	429,353	5,522
Historic district	80,705	80,705	69,334	11,371
Conservation	403,262	406,085	397,100	8,985
Planning and zoning	643,115	649,660	621,139	28,521
Zoning board of appeals	27,592	27,592	24,472	3,120
Total general government	<u>6,492,608</u>	<u>6,560,520</u>	<u>6,321,939</u>	<u>238,581</u>
Public safety:				
Police department	8,840,557	9,080,790	8,992,052	88,738
Police vehicle maintenance	366,695	366,695	365,986	709
Dog warden	158,718	158,718	154,221	4,497
Emergency medical service	1,292,718	1,292,718	1,275,701	17,017
Fire department	9,590,741	10,124,409	9,717,955	406,454
Water service - fire	1,178,366	1,326,729	1,326,729	-
Building inspection	492,565	495,865	490,425	5,440
Westport emergency management	47,000	47,000	32,028	14,972
Total public safety	<u>21,967,360</u>	<u>22,892,924</u>	<u>22,355,097</u>	<u>537,827</u>
Public works:				
Engineering	922,919	934,920	914,346	20,574
Highway	1,964,308	2,202,588	2,113,920	88,668
Equipment maintenance	380,888	380,888	380,213	675
Roadway maintenance	2,656,000	2,656,000	2,607,823	48,177
Street lighting	100,000	75,047	71,423	3,624
Solid waste disposal	2,756,474	2,547,099	2,525,298	21,801
Building maintenance	1,234,745	1,224,334	1,041,157	183,177
Building custodians	349,117	350,094	290,116	59,978
Maintenance of property	52,800	52,800	52,690	110
Maintenance of parks and recreation	322,500	322,500	254,617	67,883
Tree maintenance	331,945	331,945	321,567	10,378
Facilities Management	200,000	12,769	12,769	-
Total public works	<u>11,271,696</u>	<u>11,090,984</u>	<u>10,585,939</u>	<u>505,045</u>
Public health:				
Health district	587,111	587,111	587,110	1
Health services	3,700	3,700	-	3,700
Total public health	<u>590,811</u>	<u>590,811</u>	<u>587,110</u>	<u>3,701</u>
Human services:				
Youth services	327,404	331,797	294,702	37,095
Social services	462,471	473,749	422,956	50,793
Commission for the elderly	581,586	586,939	514,897	72,042
Total human services	<u>1,371,461</u>	<u>1,392,485</u>	<u>1,232,555</u>	<u>159,930</u>

(Continued on next page)

**TOWN OF WESTPORT, CONNECTICUT
GENERAL FUND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES (CONTINUED)
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2021**

	Original Budget	Final Budget	Actual	Variance with Final Budget
Education:				
Board of Education	\$ 122,219,839	\$ 122,219,839	\$ 121,432,108	\$ 787,731
BOE rentals/reimbursement		8,527	8,527	-
Aid to private and parochial schools	484,679	484,679	475,464	9,215
Debt service - long term	8,725,430	8,725,430	8,212,993	512,437
Total education	<u>131,429,948</u>	<u>131,438,475</u>	<u>130,129,092</u>	<u>1,309,383</u>
Library	<u>5,111,360</u>	<u>5,111,360</u>	<u>5,111,360</u>	<u>-</u>
Parks and recreation:				
Administration	623,357	634,308	621,770	12,538
Guest services	338,978	338,559	292,626	45,933
Maintenance and development	1,436,341	1,436,341	1,367,504	68,837
Boating	456,811	456,811	444,418	12,393
Parks maintenance	213,450	213,450	173,761	39,689
Golf	1,171,100	1,171,100	1,117,448	53,652
Athletic fields maintenance	76,500	76,500	66,670	9,830
Tennis	108,380	108,380	107,853	527
Skating	10,000	10,000	10,000	-
Beach and pool	447,758	447,758	427,710	20,048
Miscellaneous programs	1,311,747	831,599	488,593	343,006
Memorial Day	9,500	9,500	7,200	2,300
Total parks and recreation	<u>6,203,922</u>	<u>5,734,306</u>	<u>5,125,553</u>	<u>608,753</u>
Other:				
Pensions	10,198,636	10,236,658	10,236,658	-
Insurance	8,632,100	8,531,106	8,481,720	49,386
Social Security	1,162,000	1,263,977	1,263,977	-
Unemployment compensation	50,000	50,000	19,297	30,703
Earthplace	95,000	95,000	95,000	-
Miscellaneous	79,059	79,059	60,113	18,946
Transportation service	320,400	320,400	365,181	(44,781)
Reserve: salary adjustments	180,000	7,005	(695)	7,700
Employee productivity	7,000	7,000	5,470	1,530
COVID-19		380,000	318,076	61,924
Storm Isaias		822,000	820,926	1,074
Total other	<u>20,724,195</u>	<u>21,792,205</u>	<u>21,665,723</u>	<u>126,482</u>
Debt Service:				
Interest on bonds	1,017,031	1,011,781	981,848	29,933
Bond anticipation financing		5,250	5,250	-
Bond principal repayments	2,992,395	2,992,395	2,797,955	194,440
Total debt service	<u>4,009,426</u>	<u>4,009,426</u>	<u>3,785,053</u>	<u>224,373</u>

(Continued on next page)

**TOWN OF WESTPORT, CONNECTICUT
GENERAL FUND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES (CONTINUED)
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2021**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Capital outlay:				
General government	\$ 160,424	\$ 160,424	\$ 156,570	\$ 3,854
Public safety	481,336	483,254	450,783	32,471
Public works	287,500	287,860	286,814	1,046
Human services	28,240	29,749	29,525	224
Recreation	274,376	274,795	268,234	6,561
Total capital outlay	<u>1,231,876</u>	<u>1,236,082</u>	<u>1,191,926</u>	<u>44,156</u>
Total expenditures	210,404,663	211,849,578	208,091,347	3,758,231
Transfers out	<u>2,368,165</u>	<u>2,368,165</u>	<u>2,378,650</u>	<u>(10,485)</u>
Total Expenditures and Other Financing Uses	<u>\$ 212,772,828</u>	<u>\$ 214,217,743</u>	210,469,997	<u>\$ 3,747,746</u>

Budgetary expenditures are different from GAAP expenditures because:

State of Connecticut on-behalf payments to the Connecticut State Teachers' Retirement System Pension is not budgeted.	16,265,501
State of Connecticut on-behalf payments to the Connecticut State Teachers' Retirement System OPEB is not budgeted.	392,543
Payments to refunding escrow agents that is not budgeted	25,010,857
Capital lease that is not budgeted	328,071
Grants net for budgetary purposes	861,819
Encumbrances outstanding at June 30, 2020, liquidated during the year ended June 30, 2021	1,445,226
Encumbrances outstanding at June 30, 2021	(2,172,838)
Amounts continued in force	<u>(203,951)</u>
Total Expenditures and Other Financing Uses as Reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds - Exhibit IV	<u>\$ 252,397,225</u>

**TOWN OF WESTPORT, CONNECTICUT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - SEWER OPERATING FUND
FOR THE YEAR ENDED JUNE 30, 2021**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues and transfers in:				
Sewer assessment - current	\$ 1,305,000	\$ 1,305,000	\$ 1,333,602	\$ 28,602
Sewer user charges - current	3,250,000	3,250,000	3,204,771	(45,229)
Sewer dumping fees - connection permit			74,185	74,185
Sewer interest	86,000	86,000	132,727	46,727
General Fund Debt Service contribution	368,165	368,165	368,165	-
Sewer other revenues	170,056	170,056	123,461	(46,595)
Total revenues	<u>5,179,221</u>	<u>5,179,221</u>	<u>5,236,911</u>	<u>57,690</u>
Expenditures and transfers out:				
Interest on bonds	540,671	545,349	545,349	-
Insurance	367,685	367,685	367,685	-
Bond principal payments	2,169,911	2,165,234	2,070,683	94,551
Sewage treatment budget	1,273,266	1,348,600	1,237,578	111,022
Sewer collection budget	711,808	641,814	614,177	27,637
Pension	115,880	79,513	79,513	-
Total expenditures	<u>5,179,221</u>	<u>5,148,195</u>	<u>4,914,985</u>	<u>233,210</u>
Revenues and Transfers In Over (Under)				
Expenditures and Transfers Out	\$ -	\$ 31,026	\$ 321,926	\$ 290,900

Reconciliation to GAAP Basis

	<u>Revenues</u>	<u>Expenditures</u>
Balance, Budgetary Basis	\$ 5,236,911	\$ 4,914,985
Encumbrances outstanding from the prior year, still outstanding at end of current fiscal year		
Cancelled encumbrances	(1,447)	
Prior year encumbrances paid		95,985
Current year encumbrances		<u>(89,773)</u>
Balance, GAAP Basis	<u>\$ 5,235,464</u>	<u>\$ 4,921,197</u>

TOWN OF WESTPORT, CONNECTICUT
SCHEDULE OF CHANGES IN NET PENSION LIABILITY (ASSET) AND RELATED RATIOS
POLICE
LAST EIGHT FISCAL YEARS*

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
Total pension liability:								
Service cost	\$ 1,917,243	\$ 1,919,923	\$ 2,026,323	\$ 1,931,161	\$ 2,179,557	\$ 1,823,646	\$ 1,950,506	\$ 2,244,607
Interest	5,560,157	5,736,145	5,939,767	6,135,821	6,462,200	6,728,221	6,674,555	7,552,296
Effect of plan changes						(3,610,588)		(9,958,699)
Effect of economic/demographic gains or losses	(504,757)	(510,943)	(75,782)	2,130,682	1,420,238	(300,588)	2,616,794	251,110
Effect of assumptions changes or inputs							8,725,650	
Benefit payments, including refunds of member contributions	<u>(3,706,662)</u>	<u>(3,934,356)</u>	<u>(4,340,752)</u>	<u>(5,009,297)</u>	<u>(5,228,821)</u>	<u>(5,500,989)</u>	<u>(5,790,747)</u>	<u>(6,075,782)</u>
Net change in total pension liability	3,265,981	3,210,769	3,549,556	5,188,367	4,833,174	(860,298)	14,176,758	(5,986,468)
Total pension liability - beginning	<u>90,686,630</u>	<u>93,952,611</u>	<u>97,163,380</u>	<u>100,712,936</u>	<u>105,901,303</u>	<u>110,734,477</u>	<u>109,874,179</u>	<u>124,050,937</u>
Total pension liability - ending	<u>93,952,611</u>	<u>97,163,380</u>	<u>100,712,936</u>	<u>105,901,303</u>	<u>110,734,477</u>	<u>109,874,179</u>	<u>124,050,937</u>	<u>118,064,469</u>
Plan fiduciary net position:								
Contributions - employer	2,478,948	2,918,811	2,725,575	2,555,374	2,765,941	2,964,467	1,466,312	3,267,889
Contributions - employee	541,723	554,569	552,513	545,463	605,411	592,452	616,371	616,590
Net investment income	11,607,331	2,716,000	(58,520)	11,801,989	8,253,765	5,171,064	1,116,725	29,207,585
Benefit payments, including refunds of member contributions	<u>(3,706,662)</u>	<u>(3,934,356)</u>	<u>(4,340,752)</u>	<u>(5,009,297)</u>	<u>(5,228,821)</u>	<u>(5,500,989)</u>	<u>(5,790,747)</u>	<u>(6,075,782)</u>
Administrative expense		<u>(178,153)</u>	<u>(178,431)</u>		<u>36,962</u>			
Net change in plan fiduciary net position	10,921,340	2,076,871	(1,299,615)	9,893,529	6,433,258	3,226,994	(2,591,339)	27,016,282
Plan fiduciary net position - beginning	<u>70,739,726</u>	<u>81,661,066</u>	<u>83,737,937</u>	<u>82,438,322</u>	<u>92,331,851</u>	<u>98,765,109</u>	<u>101,992,103</u>	<u>99,400,764</u>
Plan fiduciary net position - ending	<u>81,661,066</u>	<u>83,737,937</u>	<u>82,438,322</u>	<u>92,331,851</u>	<u>98,765,109</u>	<u>101,992,103</u>	<u>99,400,764</u>	<u>126,417,046</u>
Town's Net Pension Liability (Asset) - Ending	\$ <u>12,291,545</u>	\$ <u>13,425,443</u>	\$ <u>18,274,614</u>	\$ <u>13,569,452</u>	\$ <u>11,969,368</u>	\$ <u>7,882,076</u>	\$ <u>24,650,173</u>	\$ <u>(8,352,577)</u>
Plan fiduciary net position as a percentage of the total pension liability	86.92%	86.18%	81.85%	87.19%	89.19%	92.83%	80.13%	107.07%
Covered payroll	\$ 5,075,048	\$ 5,367,727	\$ 5,363,703	\$ 5,603,837	\$ 5,202,813	\$ 5,823,825	\$ 5,923,057	\$ 4,973,173
Town's net pension liability (asset) as a percentage of covered payroll	242.20%	250.11%	340.71%	242.15%	230.06%	135.34%	416.17%	-167.95%

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

TOWN OF WESTPORT, CONNECTICUT
SCHEDULE OF CHANGES IN NET PENSION LIABILITY (ASSET) AND RELATED RATIOS
FIRE
LAST EIGHT FISCAL YEARS*

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
Total pension liability:								
Service cost	\$ 1,908,971	\$ 1,837,116	\$ 1,844,427	\$ 1,884,855	\$ 1,708,313	\$ 1,597,647	\$ 1,676,782	\$ 1,907,929
Interest	4,336,110	4,492,071	4,695,590	4,916,008	5,044,417	5,329,537	5,434,328	6,060,519
Effect of plan changes						(3,806,266)		(5,929,832)
Effect of economic/demographic gains or losses	(463,200)	(558,564)	(98,263)	(978,566)	2,016,360	2,610,564	106,850	273,236
Effect of assumptions changes or inputs							6,991,793	
Benefit payments, including refunds of member contributions	<u>(2,488,759)</u>	<u>(2,855,753)</u>	<u>(2,846,307)</u>	<u>(3,121,347)</u>	<u>(3,990,145)</u>	<u>(4,017,076)</u>	<u>(4,184,901)</u>	<u>(4,250,824)</u>
Net change in total pension liability	3,293,122	2,914,870	3,595,447	2,700,950	4,778,945	1,714,406	10,024,852	(1,938,972)
Total pension liability - beginning	<u>70,110,556</u>	<u>73,403,678</u>	<u>76,318,548</u>	<u>79,913,995</u>	<u>82,614,945</u>	<u>87,393,890</u>	<u>89,108,296</u>	<u>99,133,148</u>
Total pension liability - ending	<u>73,403,678</u>	<u>76,318,548</u>	<u>79,913,995</u>	<u>82,614,945</u>	<u>87,393,890</u>	<u>89,108,296</u>	<u>99,133,148</u>	<u>97,194,176</u>
Plan fiduciary net position:								
Contributions - employer	1,962,573	2,407,768	2,239,366	2,052,753	2,120,720	2,004,183	1,116,704	2,386,794
Contributions - employee	481,582	495,775	488,519	502,988	512,403	502,379	530,942	556,155
Net investment income	9,321,124	2,194,872	(47,359)	9,718,784	6,887,509	4,324,392	935,307	24,627,962
Benefit payments, including refunds of member contributions	(2,488,759)	(2,855,753)	(2,846,307)	(3,121,347)	(3,990,145)	(4,017,076)	(4,184,901)	(4,250,824)
Administrative expense		<u>(144,195)</u>	<u>(145,309)</u>		<u>30,598</u>			
Net change in plan fiduciary net position	9,276,520	2,098,467	(311,090)	9,153,178	5,561,085	2,813,878	(1,601,948)	23,320,087
Plan fiduciary net position - beginning	<u>56,818,882</u>	<u>66,095,402</u>	<u>68,193,869</u>	<u>67,882,779</u>	<u>77,035,957</u>	<u>82,597,042</u>	<u>85,410,920</u>	<u>83,808,972</u>
Plan fiduciary net position - ending	<u>66,095,402</u>	<u>68,193,869</u>	<u>67,882,779</u>	<u>77,035,957</u>	<u>82,597,042</u>	<u>85,410,920</u>	<u>83,808,972</u>	<u>107,129,059</u>
Town's Net Pension Liability (Asset) - Ending	\$ <u>7,308,276</u>	\$ <u>8,124,679</u>	\$ <u>12,031,216</u>	\$ <u>5,578,988</u>	\$ <u>4,796,848</u>	\$ <u>3,697,376</u>	\$ <u>15,324,176</u>	\$ <u>(9,934,883)</u>
Plan fiduciary net position as a percentage of the total pension liability	90.04%	89.35%	84.94%	93.25%	94.51%	95.85%	84.54%	110.22%
Covered payroll	\$ 5,075,235	\$ 5,184,152	\$ 5,140,048	\$ 5,256,316	\$ 5,317,597	\$ 4,539,391	\$ 5,650,250	\$ 5,428,434
Town's net pension liability (asset) as a percentage of covered payroll	144.00%	156.72%	234.07%	106.14%	90.21%	81.45%	271.21%	-183.02%

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

TOWN OF WESTPORT, CONNECTICUT
SCHEDULE OF CHANGES IN NET PENSION LIABILITY (ASSET) AND RELATED RATIOS
PUBLIC WORKS
LAST EIGHT FISCAL YEARS*

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
Total pension liability:								
Service cost	\$ 389,893	\$ 347,475	\$ 340,660	\$ 336,050	\$ 314,194	\$ 295,842	\$ 268,823	\$ 272,930
Interest	1,093,160	1,007,881	1,025,448	1,062,787	1,102,724	1,142,388	1,184,299	1,213,746
Effect of plan changes		(1,349,731)						
Effect of economic/demographic gains or losses	(61,035)	(833,163)	(267,410)	41,508	27,890	41,095	(1,086,013)	(443,451)
Effect of assumptions changes or inputs							887,757	
Benefit payments, including refunds of member contributions	(687,991)	(662,283)	(755,169)	(748,462)	(785,003)	(772,556)	(763,393)	(793,461)
Net change in total pension liability	734,027	(1,489,821)	343,529	691,883	659,805	706,769	491,473	249,764
Total pension liability - beginning	17,796,510	18,530,537	17,040,716	17,384,245	18,076,128	18,735,933	19,442,702	19,934,175
Total pension liability - ending	<u>18,530,537</u>	<u>17,040,716</u>	<u>17,384,245</u>	<u>18,076,128</u>	<u>18,735,933</u>	<u>19,442,702</u>	<u>19,934,175</u>	<u>20,183,939</u>
Plan fiduciary net position:								
Contributions - employer	453,170	405,720	247,130	226,536	178,623	132,222	58,616	38,378
Contributions - employee	154,939	147,719	155,485	148,079	143,909	133,405	133,249	131,255
Net investment income	2,473,929	566,540	(12,509)	2,501,002	1,751,911	1,094,183	235,104	6,214,065
Benefit payments, including refunds of member contributions	(687,991)	(662,283)	(755,169)	(748,462)	(785,003)	(772,556)	(763,393)	(793,461)
Administrative expense		(38,078)	(38,085)		7,839			
Net change in plan fiduciary net position	2,394,047	419,618	(403,148)	2,127,155	1,297,279	587,254	(336,424)	5,590,237
Plan fiduciary net position - beginning	15,059,971	17,454,018	17,873,636	17,470,488	19,597,643	20,894,922	21,482,176	21,145,752
Plan fiduciary net position - ending	<u>17,454,018</u>	<u>17,873,636</u>	<u>17,470,488</u>	<u>19,597,643</u>	<u>20,894,922</u>	<u>21,482,176</u>	<u>21,145,752</u>	<u>26,735,989</u>
Town's Net Pension Liability (Asset) - Ending	\$ <u>1,076,519</u>	\$ <u>(832,920)</u>	\$ <u>(86,243)</u>	\$ <u>(1,521,515)</u>	\$ <u>(2,158,989)</u>	\$ <u>(2,039,474)</u>	\$ <u>(1,211,577)</u>	\$ <u>(6,552,050)</u>
Plan fiduciary net position as a percentage of the total pension liability	94.19%	104.89%	100.50%	108.42%	111.52%	110.49%	106.08%	132.46%
Covered payroll	\$ 1,790,720	\$ 1,770,145	\$ 1,698,394	\$ 1,611,537	\$ 1,600,818	\$ 1,569,740	\$ 1,496,379	\$ 1,490,874
Town's net pension liability (asset) as a percentage of covered payroll	60.12%	-47.05%	-5.08%	-94.41%	-134.87%	-129.92%	-80.97%	-439.48%

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

TOWN OF WESTPORT, CONNECTICUT
SCHEDULE OF CHANGES IN NET PENSION LIABILITY (ASSET) AND RELATED RATIOS
MUNICIPAL
LAST EIGHT FISCAL YEARS*

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
Total pension liability:								
Service cost	\$ 2,557,643	\$ 2,445,132	\$ 2,504,182	\$ 2,581,196	\$ 2,549,059	\$ 2,413,918	\$ 2,088,437	\$ 2,002,670
Interest	3,543,504	3,754,408	4,019,395	4,225,325	4,322,393	4,380,840	4,474,888	4,769,498
Effect of plan changes				(874,950)	(1,275,056)			
Effect of economic/demographic gains or losses	438,850	(341,540)	1,226,317	(789,011)	(731,462)	(915,373)	(2,490,677)	(829,321)
Effect of assumptions changes or inputs							5,038,892	
Benefit payments, including refunds of member contributions	<u>(2,740,756)</u>	<u>(2,896,572)</u>	<u>(3,073,430)</u>	<u>(3,408,479)</u>	<u>(3,646,364)</u>	<u>(3,908,606)</u>	<u>(4,131,573)</u>	<u>(4,302,615)</u>
Net change in total pension liability	3,799,241	2,961,428	4,676,464	1,734,081	1,218,570	1,970,779	4,979,967	1,640,232
Total pension liability - beginning	56,645,483	60,444,724	63,406,152	68,082,616	69,816,697	71,035,267	73,006,046	77,986,013
Total pension liability - ending	<u>60,444,724</u>	<u>63,406,152</u>	<u>68,082,616</u>	<u>69,816,697</u>	<u>71,035,267</u>	<u>73,006,046</u>	<u>77,986,013</u>	<u>79,626,245</u>
Plan fiduciary net position:								
Contributions - employer	2,234,564	2,241,723	2,099,055	1,943,110	2,111,067	1,614,704	948,712	1,286,345
Contributions - employee	623,885	648,659	661,284	666,936	706,363	748,614	745,805	775,727
Net investment income	8,941,119	2,117,184	(45,515)	9,305,394	6,571,405	4,143,233	869,655	23,527,516
Benefit payments, including refunds of member contributions	(2,740,756)	(2,896,572)	(3,073,430)	(3,408,479)	(3,646,364)	(3,908,606)	(4,131,573)	(4,302,615)
Administrative expense		(138,582)	(139,557)		(118,030)	(26,496)	(66,658)	(52,760)
Net change in plan fiduciary net position	9,058,812	1,972,412	(498,163)	8,506,961	5,624,441	2,571,449	(1,634,059)	21,234,213
Plan fiduciary net position - beginning	54,463,402	63,522,214	65,494,626	64,996,463	73,503,424	79,127,865	81,699,314	80,065,255
Plan fiduciary net position - ending	<u>63,522,214</u>	<u>65,494,626</u>	<u>64,996,463</u>	<u>73,503,424</u>	<u>79,127,865</u>	<u>81,699,314</u>	<u>80,065,255</u>	<u>101,299,468</u>
Town's Net Pension Liability (Asset) - Ending	\$ <u>(3,077,490)</u>	\$ <u>(2,088,474)</u>	\$ <u>3,086,153</u>	\$ <u>(3,686,727)</u>	\$ <u>(8,092,598)</u>	\$ <u>(8,693,268)</u>	\$ <u>(2,079,242)</u>	\$ <u>(21,673,223)</u>
Plan fiduciary net position as a percentage of the total pension liability	105.09%	103.29%	95.47%	105.28%	111.39%	111.91%	102.67%	127.22%
Covered payroll	\$ 14,938,949	\$ 16,035,031	\$ 15,392,017	\$ 15,833,087	\$ 16,199,690	\$ 15,940,230	\$ 15,764,442	\$ 14,930,470
Town's net pension liability (asset) as a percentage of covered payroll	-20.60%	-13.02%	20.05%	-23.28%	-49.96%	-54.54%	-13.19%	-145.16%

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

TOWN OF WESTPORT, CONNECTICUT
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
NON-UNION
LAST EIGHT FISCAL YEARS*

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
Total pension liability:								
Service cost	\$ 1,089,912	\$ 1,098,854	\$ 975,066	\$ 853,074	\$ 947,145	\$ 929,742	\$ 830,274	\$ 847,908
Interest	2,208,042	2,334,002	2,458,868	2,523,306	2,570,395	2,731,829	2,856,320	3,235,463
Effect of plan changes								17,686,670
Effect of economic/demographic gains or losses	(197,687)	501,305	949,189	(308,458)	1,639,957	1,101,479	2,142,654	721,207
Effect of assumption changes or inputs							3,120,756	
Benefit payments, including refunds of member contributions	<u>(1,730,983)</u>	<u>(1,816,195)</u>	<u>(2,190,780)</u>	<u>(2,331,086)</u>	<u>(2,457,202)</u>	<u>(2,553,110)</u>	<u>(2,711,343)</u>	<u>(2,845,749)</u>
Net change in total pension liability	1,369,284	2,117,966	2,192,343	736,836	2,700,295	2,209,940	6,238,661	19,645,499
Total pension liability - beginning	<u>35,812,397</u>	<u>37,181,681</u>	<u>39,299,647</u>	<u>41,491,990</u>	<u>42,228,826</u>	<u>44,929,121</u>	<u>47,139,061</u>	<u>53,377,722</u>
Total pension liability - ending	<u>37,181,681</u>	<u>39,299,647</u>	<u>41,491,990</u>	<u>42,228,826</u>	<u>44,929,121</u>	<u>47,139,061</u>	<u>53,377,722</u>	<u>73,023,221</u>
Plan fiduciary net position:								
Contributions - employer	2,505,548	1,556,428	1,416,354	1,681,195	1,199,468	1,310,526	933,104	1,689,358
Contributions - employee	280,920	273,403	245,437	239,036	239,777	239,328	226,063	223,412
Net investment income	4,435,123	1,080,863	(23,285)	4,709,402	3,325,311	2,066,118	430,854	11,559,092
Benefit payments, including refunds of member contributions	(1,730,983)	(1,816,195)	(2,190,780)	(2,331,086)	(2,457,202)	(2,553,110)	(2,711,343)	(2,845,749)
Administrative expense		<u>(70,895)</u>	<u>(71,425)</u>		<u>(47,338)</u>	<u>(14,463)</u>	<u>(41,993)</u>	<u>(28,049)</u>
Net change in plan fiduciary net position	5,490,608	1,023,604	(623,699)	4,298,547	2,260,016	1,048,399	(1,163,315)	10,598,064
Plan fiduciary net position - beginning	<u>27,005,795</u>	<u>32,496,403</u>	<u>33,520,007</u>	<u>32,896,308</u>	<u>37,194,855</u>	<u>39,454,871</u>	<u>40,503,270</u>	<u>39,339,955</u>
Plan fiduciary net position - ending	<u>32,496,403</u>	<u>33,520,007</u>	<u>32,896,308</u>	<u>37,194,855</u>	<u>39,454,871</u>	<u>40,503,270</u>	<u>39,339,955</u>	<u>49,938,019</u>
Town's Net Pension Liability - Ending	\$ <u>4,685,278</u>	\$ <u>5,779,640</u>	\$ <u>8,595,682</u>	\$ <u>5,033,971</u>	\$ <u>5,474,250</u>	\$ <u>6,635,791</u>	\$ <u>14,037,767</u>	\$ <u>23,085,202</u>
Plan fiduciary net position as a percentage of the total pension liability	87.40%	85.29%	79.28%	88.08%	87.82%	85.92%	73.70%	68.39%
Covered payroll	\$ 6,587,342	\$ 6,818,264	\$ 6,729,260	\$ 6,222,001	\$ 5,544,104	\$ 6,111,431	\$ 5,978,457	\$ 7,813,323
Town's net pension liability as a percentage of covered payroll	71.13%	84.77%	127.74%	80.91%	98.74%	108.58%	234.81%	295.46%

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

**TOWN OF WESTPORT, CONNECTICUT
SCHEDULE OF CONTRIBUTIONS
PENSION TRUST FUNDS
LAST TEN FISCAL YEARS**

	POLICE									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Actuarially determined contribution	\$ 2,312,683	\$ 2,297,852	\$ 2,793,151	\$ 2,841,811	\$ 2,725,575	\$ 2,691,004	\$ 2,765,941	\$ 2,964,467	\$ 2,199,464	\$ 3,267,889
Contributions in relation to the actuarially determined contribution	<u>2,336,000</u>	<u>2,297,852</u>	<u>2,478,948</u>	<u>2,918,811</u>	<u>2,725,575</u>	<u>2,555,374</u>	<u>2,765,941</u>	<u>2,964,467</u>	<u>1,466,312</u>	<u>3,267,889</u>
Contribution Deficiency (Excess)	<u>\$ (23,317)</u>	<u>\$ -</u>	<u>\$ 314,203</u>	<u>\$ (77,000)</u>	<u>\$ -</u>	<u>\$ 135,630</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 733,152</u>	<u>\$ -</u>
Covered payroll	\$ 5,294,796	\$ 5,338,349	\$ 5,075,048	\$ 5,075,048	\$ 5,367,727	\$ 5,363,703	\$ 5,603,837	\$ 5,823,825	\$ 5,923,057	\$ 4,973,173
Contributions as a percentage of covered payroll	44.12%	43.04%	48.85%	57.51%	50.78%	47.64%	49.36%	50.90%	24.76%	65.71%
	FIRE									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Actuarially determined contribution	\$ 1,310,377	\$ 1,870,427	\$ 2,389,263	\$ 2,407,768	\$ 2,239,366	\$ 2,152,383	\$ 2,120,720	\$ 2,004,183	\$ 1,675,058	\$ 2,386,794
Contributions in relation to the actuarially determined contribution	<u>1,946,736</u>	<u>1,870,427</u>	<u>1,962,573</u>	<u>2,407,768</u>	<u>2,239,366</u>	<u>2,052,753</u>	<u>2,120,720</u>	<u>2,004,183</u>	<u>1,116,704</u>	<u>2,386,794</u>
Contribution Deficiency (Excess)	<u>\$ (636,359)</u>	<u>\$ -</u>	<u>\$ 426,690</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 99,630</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 558,354</u>	<u>\$ -</u>
Covered payroll	\$ 4,641,204	\$ 4,655,430	\$ 5,075,235	\$ 5,075,235	\$ 5,184,152	\$ 5,140,048	\$ 5,256,316	\$ 4,539,391	\$ 5,650,250	\$ 5,428,434
Contributions as a percentage of covered payroll	41.94%	40.18%	38.67%	47.44%	43.20%	39.94%	40.35%	44.15%	19.76%	43.97%
	PUBLIC WORKS									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Actuarially determined contribution	\$ 362,891	\$ 406,370	\$ 410,976	\$ 446,200	\$ 247,130	\$ 184,442	\$ 178,625	\$ 132,222	\$ 87,924	\$ 38,378
Contributions in relation to the actuarially determined contribution	<u>337,000</u>	<u>406,370</u>	<u>453,170</u>	<u>405,720</u>	<u>247,130</u>	<u>226,536</u>	<u>178,623</u>	<u>132,222</u>	<u>58,616</u>	<u>38,378</u>
Contribution Deficiency (Excess)	<u>\$ 25,891</u>	<u>\$ -</u>	<u>\$ (42,194)</u>	<u>\$ 40,480</u>	<u>\$ -</u>	<u>\$ (42,094)</u>	<u>\$ 2</u>	<u>\$ -</u>	<u>\$ 29,308</u>	<u>\$ -</u>
Covered payroll	\$ 1,671,941	\$ 1,701,718	\$ 1,790,720	\$ 1,790,720	\$ 1,770,145	\$ 1,698,394	\$ 1,611,537	\$ 1,569,740	\$ 1,496,379	\$ 1,490,874
Contributions as a percentage of covered payroll	20.16%	23.88%	25.31%	22.66%	13.96%	13.34%	11.08%	8.42%	3.92%	2.57%

**TOWN OF WESTPORT, CONNECTICUT
SCHEDULE OF CONTRIBUTIONS (CONTINUED)
PENSION TRUST FUNDS
LAST TEN FISCAL YEARS**

	MUNICIPAL									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Actuarially determined contribution	\$ 1,762,414	\$ 2,024,016	\$ 2,090,487	\$ 2,262,664	\$ 2,099,055	\$ 2,117,516	\$ 2,111,067	\$ 1,614,704	\$ 1,423,074	\$ 1,286,345
Contributions in relation to the actuarially determined contribution	2,000,000	2,024,016	2,234,564	2,241,723	2,099,055	1,943,110	2,111,067	1,614,704	948,712	1,286,345
Contribution Deficiency (Excess)	\$ (237,586)	\$ -	\$ (144,077)	\$ 20,941	\$ -	\$ 174,406	\$ -	\$ -	\$ 474,362	\$ -
Covered payroll	\$ 14,775,146	\$ 15,077,809	\$ 14,938,949	\$ 14,938,949	\$ 16,035,031	\$ 15,392,017	\$ 15,833,087	\$ 15,940,230	\$ 15,764,442	\$ 14,930,470
Contributions as a percentage of covered payroll	13.54%	13.42%	14.96%	15.01%	13.09%	12.62%	13.33%	10.13%	6.02%	8.62%
	NON-UNION									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Actuarially determined contribution	\$ 2,005,359	\$ 1,195,432	\$ 1,373,057	\$ 1,470,807	\$ 1,416,354	\$ 1,313,623	\$ 1,199,468	\$ 1,310,526	\$ 1,399,651	\$ 1,689,358
Contributions in relation to the actuarially determined contribution	2,442,123	1,195,432	2,505,548	1,556,428	1,416,354	1,681,195	1,199,468	1,310,526	933,104	1,689,358
Contribution Deficiency (Excess)	\$ (436,764)	\$ -	\$ (1,132,491)	\$ (85,621)	\$ -	\$ (367,572)	\$ -	\$ -	\$ 466,547	\$ -
Covered payroll	\$ 6,561,689	\$ 6,670,562	\$ 6,587,342	\$ 6,587,342	\$ 6,818,264	\$ 6,729,260	\$ 6,222,001	\$ 6,111,431	\$ 5,978,457	\$ 7,813,323
Contributions as a percentage of covered payroll	37.22%	17.92%	38.04%	23.63%	20.77%	24.98%	19.28%	21.44%	15.61%	21.62%

Notes to Schedule:

Valuation Date: July 1, 2019
Measurement Date: June 30, 2020

Actuarial Methods and Assumptions Used for Funding Policy:

	Police	Fire	Public Works	Municipal	Non-Union
Actuarial Cost Method	Entry Age Normal	Entry Age Normal	Entry Age Normal	Entry Age Normal	Entry Age Normal
Amortization Method:	Level percent Closed	Level percent Closed	Level percent Closed	Level percent Closed	Level percent Closed
Level percent or level dollar	16 years	16 years	16 years	16 years	16 years
Closed, open or layered periods	3.00%	3.00%	3.00%	3.00%	3.00%
Amortization period at July 1, 2019					
Amortization growth rate					
Asset Valuation Method:	5 years	5 years	5 years	5 years	5 years
Smoothing period					
Inflation Rate	2.75%	2.75%	2.75%	2.75%	2.75%
Projected Salary Increases	Service related	Service related	3.50%	Service related	Aqe related
Investment Rate of Return	6.125%	6.125%	6.125%	6.125%	6.125%
Cost of Living Adjustments:					
Pre-2005 retirees, 75% Joint & Survivor annuities: 1.25%	*	*			
Pre-2005 retirees, 100% Joint & Survivor annuities: 0.625%	*	*			
None			*	*	*
Mortality:					
PubS-2010 Mortality with generational projection per MP Ultimate Scale	*	*	*		
PubG-2010 Mortality with generational projection per MP Ultimate Scale				*	*
Prior Mortality:					
RP-2000 Mortality for Employees, Healthy Annuitants, and Disabled Annuitants with generational projection for Scale AA	*	*	*	*	*

*Applicable to this particular plan

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

	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
Total OPEB liability:					
Service cost	\$ 5,062,732	\$ 5,632,441	\$ 5,741,445	\$ 4,046,100	\$ 3,652,740
Interest	7,732,515	8,276,214	9,155,123	9,761,385	7,616,569
Effect of plan changes				(2,861,802)	
Effect of economic/demographic gains or losses		4,335,420		(36,431,036)	
Effect of assumptions changes or inputs		(30,167)		(5,240,840)	
Benefit payments	<u>(4,445,810)</u>	<u>(4,599,034)</u>	<u>(3,328,825)</u>	<u>(3,276,558)</u>	<u>(4,537,875)</u>
Net change in total OPEB liability	8,349,437	13,614,874	11,567,743	(34,002,751)	6,731,434
Total OPEB liability - beginning	<u>123,405,321</u>	<u>131,754,758</u>	<u>145,369,632</u>	<u>156,937,375</u>	<u>122,934,624</u>
Total OPEB liability - ending	<u>131,754,758</u>	<u>145,369,632</u>	<u>156,937,375</u>	<u>122,934,624</u>	<u>129,666,058</u>
Plan fiduciary net position:					
Contributions - employer	10,129,566	9,876,782	9,350,450	6,864,438	5,766,084
Net investment income	6,378,530	5,145,616	3,894,098	1,660,787	25,007,740
Benefit payments	<u>(4,445,810)</u>	<u>(4,599,034)</u>	<u>(3,328,825)</u>	<u>(3,276,558)</u>	<u>(4,537,875)</u>
Net change in plan fiduciary net position	12,062,286	10,423,364	9,915,723	5,248,667	26,235,949
Plan fiduciary net position - beginning	<u>40,501,477</u>	<u>52,563,763</u>	<u>62,987,127</u>	<u>72,902,850</u>	<u>78,151,517</u>
Plan fiduciary net position - ending	<u>52,563,763</u>	<u>62,987,127</u>	<u>72,902,850</u>	<u>78,151,517</u>	<u>104,387,466</u>
Net OPEB Liability - Ending	<u>\$ 79,190,995</u>	<u>\$ 82,382,505</u>	<u>\$ 84,034,525</u>	<u>\$ 44,783,107</u>	<u>\$ 25,278,592</u>
Plan fiduciary net position as a percentage of the total OPEB liability	39.90%	43.33%	46.45%	63.57%	80.50%
Covered payroll	\$ 76,009,000	\$ 80,133,851	\$ 80,133,851	\$ 78,319,544	\$ 78,319,544
Net OPEB liability as a percentage of covered payroll	104.19%	102.81%	104.87%	57.18%	32.28%

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

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

	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
Actuarially determined contribution	\$ 9,930,000	\$ 10,666,000	\$ 11,797,000	\$ 10,298,472	\$ 9,656,580	\$ 10,394,080	\$ 10,940,639	\$ 10,937,942	\$ 6,492,402	\$ 6,685,322
Contributions in relation to the actuarially determined contribution	<u>8,755,000</u>	<u>9,119,626</u>	<u>11,101,000</u>	<u>10,298,472</u>	<u>9,656,580</u>	<u>10,129,566</u>	<u>9,876,782</u>	<u>9,350,450</u>	<u>6,864,438</u>	<u>5,766,084</u>
Contribution Deficiency (Excess)	\$ <u>1,175,000</u>	\$ <u>1,546,374</u>	\$ <u>696,000</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>264,514</u>	\$ <u>1,063,857</u>	\$ <u>1,587,492</u>	\$ <u>(372,036)</u>	\$ <u>919,238</u>
Covered payroll	\$ N/A	\$ N/A	\$ N/A	\$ N/A	\$ N/A	\$ 76,009,000	\$ 80,133,851	\$ 80,133,851	\$ 78,319,544	\$ 78,319,544
Contributions as a percentage of covered payroll	N/A	N/A	N/A	N/A	N/A	13.33%	12.33%	11.67%	8.76%	7.36%

Notes to Schedule:

Valuation date: July 1, 2019
 Measurement date: June 30, 2021

Methods and assumptions used to determine contribution rates:

- Actuarial cost method: Entry Age Normal
- Amortization method: Level percent, closed
- Amortization period: 23 years, Prior: 25 years
- Asset valuation method: 5-year smoothed market, nonasymptotic
- Inflation: 2.75%, Prior: 2.70%
- Salary increases, including inflation: Graded by service for BOE Municipal, Teachers and Administrators, graded by age for BOE Non-Union
- Discount Rate: 6.125%
- Healthcare cost trend rates: BOE groups: 5.70% - 4.10% over 55 years
 Town groups pre-65: 6.30% - 4.20% over 54 years
 Town groups post-65: 5.40% - 4.20% over 54 years
 Prior: 5.30% - 4.60% over 59 years

**TOWN OF WESTPORT, CONNECTICUT
 SCHEDULE OF INVESTMENT RETURNS
 WESTPORT RETIREMENT SYSTEM - PENSION AND OPEB
 LAST EIGHT FISCAL YEARS ***

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
Annual money-weighted rate of return, net of investment expense:								
Pension:								
Police	16.55%	3.33%	-0.07%	14.47%	9.04%	5.31%	1.11%	29.70%
Fire	16.51%	3.34%	-0.07%	14.35%	9.03%	5.31%	1.11%	29.63%
Public Works	16.51%	3.27%	-0.07%	14.47%	9.06%	5.31%	1.11%	29.85%
Municipal	16.22%	3.30%	-0.07%	14.39%	9.01%	5.29%	1.08%	29.84%
Non-Union	16.13%	3.38%	-0.07%	14.47%	9.07%	5.31%	1.08%	29.75%
OPEB	n/a	n/a	n/a	14.79%	9.37%	5.92%	2.20%	31.74%

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

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

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
Town's proportion of the net pension liability	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Town's proportionate share of the net pension liability	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State's proportionate share of the net pension liability associated with the Town	<u>138,582,181</u>	<u>149,932,102</u>	<u>190,290,456</u>	<u>180,368,791</u>	<u>180,266,606</u>	<u>233,791,211</u>	<u>253,587,333</u>
Total	<u>\$ 138,582,181</u>	<u>\$ 149,932,102</u>	<u>\$ 190,290,456</u>	<u>\$ 180,368,791</u>	<u>\$ 180,266,606</u>	<u>\$ 233,791,211</u>	<u>\$ 253,587,333</u>
Town's covered payroll	\$ 52,518,000	\$ 55,730,568	\$ 55,104,098	\$ 57,170,489	\$ 57,303,427	\$ 57,579,508	\$ 59,411,268
Town's proportionate share of the net pension liability as a percentage of its covered payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Plan fiduciary net position as a percentage of the total pension liability	61.51%	59.50%	52.26%	55.93%	57.69%	52.00%	49.24%

Notes to Schedule:

Changes in benefit terms	None
Changes of assumptions	The Board adopted new assumptions as the result of an experience study for the five-year period ending June 30, 2019: - Decrease the annual rate of real wage increase assumption from 0.75% to 0.50%. - Decrease payroll growth assumption from 3.25% to 3.00%. - Rates of withdrawal, disability, retirement, mortality, and assumed rates of salary increase were adjusted to more closely reflect actual and anticipated experience.
Actuarial cost method	Entry age
Amortization method	Level percent of pay, closed
Single equivalent amortization period	30 years
Asset valuation method	4-year smoothed market
Inflation	2.50%
Salary increase	3.25%-6.50%, including inflation
Investment rate of return	6.90%, net of investment-related expense

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

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

	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
Town's proportion of the net OPEB liability	0.00%	0.00%	0.00%	0.00%
Town's proportionate share of the net OPEB liability	\$ -	\$ -	\$ -	\$ -
State's proportionate share of the net OPEB liability associated with the Town	<u>46,424,896</u>	<u>36,036,432</u>	<u>36,461,059</u>	<u>37,822,560</u>
Total	<u>\$ 46,424,896</u>	<u>\$ 36,036,432</u>	<u>\$ 36,461,059</u>	<u>\$ 37,822,560</u>
Town's covered payroll	\$ 57,170,489	\$ 57,303,427	\$ 57,579,508	\$ 59,411,268
Town's proportionate share of the net OPEB liability as a percentage of its covered payroll	0.00%	0.00%	0.00%	0.00%
Plan fiduciary net position as a percentage of the total OPEB liability	1.79%	1.49%	2.08%	2.50%

Notes to Schedule:

Changes in benefit terms	None
Changes of assumptions	<p>Based on the procedure described in GASB 75, the discount rate used to measure plan obligations for financial accounting purposes as of June 30, 2020 was updated to equal the Municipal Bond Index Rate as of June 30, 2020;</p> <p>Expected annual per capita claims costs were updated to better reflect anticipated medical and prescription drug claim experience.</p> <p>Long-term health care cost trend rates were updated;</p> <p>The percentages of participating retirees who are expected to enroll in the Medicare Supplement Plan and the Medicare Advantage Plan options were updated based on observed plan experience. Additionally, participants are no longer assumed to migrate from the Medicare Supplement Plan to the Medicare Advantage Plan after selecting an option; and,</p> <p>The Board adopted new assumptions as the result of an experience study for the five-year period ending June 30, 2019. The changes in assumptions are summarized below:</p> <ul style="list-style-type: none"> - Decrease the annual rate of real wage increase assumption from 0.75% to 0.50%. - Decrease payroll growth assumption from 3.25% to 3.00%. - Rates of withdrawal, disability, retirement, mortality, and assumed rates of salary increase were adjusted to more closely reflect actual and anticipated experience.
Actuarial cost method	Entry age
Amortization method	Level percent of payroll over an open period
Remaining amortization period	30 years
Asset valuation method	Market value of assets
Investment rate of return	3.00%, net of investment-related expense including price inflation
Price inflation	2.75%

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

**Supplemental and Combining
Fund Statements and Schedules**

General Fund

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

	<u>General Fund</u>	<u>Heart and Hypertension Fund</u>	<u>Total General Fund</u>
ASSETS			
Cash and cash equivalents	\$ 40,774,665	\$ 751,992	\$ 41,526,657
Investments	8,393,706		8,393,706
Prepaid expenditures	576,402		576,402
Receivables, net	11,841,920		11,841,920
Due from other funds	1,942,738		1,942,738
Total Assets	<u>\$ 63,529,431</u>	<u>\$ 751,992</u>	<u>\$ 64,281,423</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ 2,776,895	\$	\$ 2,776,895
Accrued liabilities	2,708,211		2,708,211
Due to other funds	7,490,332		7,490,332
Unearned revenue	65,912		65,912
Total liabilities	<u>13,041,350</u>	<u>-</u>	<u>13,041,350</u>
Deferred Inflows of Resources:			
Unavailable revenue - property taxes	10,173,444		10,173,444
Total deferred inflows of resources	<u>10,173,444</u>	<u>-</u>	<u>10,173,444</u>
Fund Balances:			
Nonspendable	576,402		576,402
Assigned	9,226,788	751,992	9,978,780
Unassigned	30,511,447		30,511,447
Total fund balances	<u>40,314,637</u>	<u>751,992</u>	<u>41,066,629</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 63,529,431</u>	<u>\$ 751,992</u>	<u>\$ 64,281,423</u>

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

	<u>General Fund</u>	<u>Heart and Hypertension Fund</u>	<u>Total General Fund</u>
Revenues:			
Property taxes	\$ 193,049,773	\$	\$ 193,049,773
Intergovernmental	19,451,923		19,451,923
Charges for services	1,048,095		1,048,095
Permits, fees and other	13,557,748		13,557,748
Investment income	177,655	1,426	179,081
Total revenues	<u>227,285,194</u>	<u>1,426</u>	<u>227,286,620</u>
Expenditures:			
General government	7,537,036		7,537,036
Public safety	22,365,707		22,365,707
Public works	10,483,199		10,483,199
Public health	587,110		587,110
Human services	1,244,887		1,244,887
Library	5,111,360		5,111,360
Parks and recreation	5,088,899		5,088,899
Education	138,531,730		138,531,730
Benefits and other	20,433,964		20,433,964
Debt service:			
Principal	9,348,771		9,348,771
Interest and other charges	2,829,841		2,829,841
Capital outlay	1,445,214		1,445,214
Total expenditures	<u>225,007,718</u>	<u>-</u>	<u>225,007,718</u>
Excess of Revenues over Expenditures	<u>2,277,476</u>	<u>1,426</u>	<u>2,278,902</u>
Other Financing Sources (Uses):			
Bond premium	1,874,587		1,874,587
Refunding bonds issued	21,720,000		21,720,000
Premium on refunding bonds	1,599,539		1,599,539
Payment to escrow agents	(25,010,857)		(25,010,857)
Capital leases issued	328,071		328,071
Transfers in	883,050		883,050
Transfers out	(2,378,650)		(2,378,650)
Net other financing uses	<u>(984,260)</u>	<u>-</u>	<u>(984,260)</u>
Net Change in Fund Balances	1,293,216	1,426	1,294,642
Fund Balances at Beginning of Year	<u>39,021,421</u>	<u>750,566</u>	<u>39,771,987</u>
Fund Balances at End of Year	<u>\$ 40,314,637</u>	<u>\$ 751,992</u>	<u>\$ 41,066,629</u>

Nonmajor Governmental Funds

Nonmajor Governmental Funds

Special Revenue Funds

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

Shellfish Commission Fund: Accounts for the revenues generated from the sale of licenses and for the expenditures for maintaining shellfish beds as required by the State of Connecticut.

Railroad Parking Reserve Fund: Accounts for the revenues transferred from the Railroad Parking Fund and the expenditures pursuant to a lease agreement between the Town of Westport and the State of Connecticut, Department of Transportation.

Railroad Parking Fund: Accounts for the revenues and expenditures related to the railroad parking operation.

Dog License Fund: Accounts for dog license fees revenue and related expenditures.

State Aid for Town Highways Fund: Accounts for grant revenues from the State of Connecticut and expenditures allowable under the State Highway Grant program.

Youth Service Fund: Accounts for grant revenues and expenditures from the State of Connecticut.

Educational Grants Fund: Accounts for Federal and State of Connecticut, Department of Education, grants relating to education that are administered by the Superintendent's office.

Police Fund: Accounts for revenues related to sales of abandoned property.

Insurance Reserve Fund: Accounts for insurance reimbursement revenues transferred from the General Fund used to pay deductibles for liability and property claims.

Police Protection Outside Fund: Accounts for revenues and expenditures incurred from the use of Town police officers by third parties.

Recreation Program Fund: Accounts for revenues and expenditures incurred from parks and recreation adult programs that are mostly self-supporting.

Adult and Continuing Education Fund: Accounts for the revenue and expenditures incurred for the adult and continuing education programs.

Cafeteria Fund: Accounts for revenue and expenditures of the food service operations in the Westport Public Schools.

Escrow Fund: Accounts for funds that are received and held until services are rendered or contract terms are met.

Wakeman Town Farm Fund: Accounts for revenues and expenditures incurred for agricultural programs.

CSLFRF Fund: Accounts for monies received under the American Rescue Plan Act and related revenues and expenditures.

Student Activities Fund: Accounts for revenue and expenditures for student activities in the Westport Public Schools.

Senior Citizen Escrow Fund: Accounts for revenues and expenditures incurred for senior citizen activities.

Hillspoint School Escrow Fund: Accounts for revenues and expenditures incurred for the Hillspoint School.

Capital Projects Funds

Capital projects funds are used to account for the acquisition of major capital facilities.

Real Property Fund: Accounts for the revenues generated from the sale of surplus properties in the Town and expenditures to reacquire other real property.

Municipal Improvements Phase II Fund: Accounts for borrowed funds which are used to pay for capital expenditures.

Educational Facilities Improvement Fund: Accounts for the proceeds from borrowed funds to be used for capital expenditures for education facilities improvements.

Sewer Reserve Fund: Accounts for the revenues transferred from the Sewer Operating Fund. These revenues are generated through user fees and expenditures for renovations to existing sewers.

Debt Service Fund

Debt Service Fund: Invests proceeds from refunding issues and premiums paid on new bond issues to offset costs for the years the refinancings are applicable.

Permanent Funds

Mary A. Bedford Trust Fund: Accounts for a donation to support the Board of Education.

E.A. Nash Trust Fund: Accounts for a donation to support welfare programs.

**TOWN OF WESTPORT, CONNECTICUT
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2021**

	Special Revenue Funds						
	Shellfish Commission Fund	Railroad Parking Reserve Fund	Railroad Parking Fund	Dog License Fund	State Aid for Town Highways Fund	Youth Services Fund	Educational Grants Fund
ASSETS							
Cash and cash equivalents	\$ 105,451	\$ 308,231	\$ 2,228,022	\$ 13,947	\$ 851,075	\$ 46,314	\$ 199,869
Investments							
Receivables			4,939				682,528
Due from other funds			150,279				
Total Assets	<u>\$ 105,451</u>	<u>\$ 308,231</u>	<u>\$ 2,383,240</u>	<u>\$ 13,947</u>	<u>\$ 851,075</u>	<u>\$ 46,314</u>	<u>\$ 882,397</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES							
Liabilities:							
Accounts payable	\$ 3		\$ 54,200	\$ 9,340	\$ 45,458	\$ 6,259	\$ 23,711
Accrued liabilities			268				
Due to other funds	100	740,713	30,842	4,607			358,703
Unearned revenue			864,580			20,994	423,916
Total liabilities	<u>103</u>	<u>740,713</u>	<u>949,890</u>	<u>13,947</u>	<u>45,458</u>	<u>27,253</u>	<u>806,330</u>
Deferred Inflows of Resources:							
Unavailable revenue - grants							258,612
Fund Balances:							
Nonspendable							
Restricted	105,348				805,617		
Committed			1,433,350			19,061	
Unassigned		(432,482)					(182,545)
Total fund balances	<u>105,348</u>	<u>(432,482)</u>	<u>1,433,350</u>	<u>-</u>	<u>805,617</u>	<u>19,061</u>	<u>(182,545)</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 105,451</u>	<u>\$ 308,231</u>	<u>\$ 2,383,240</u>	<u>\$ 13,947</u>	<u>\$ 851,075</u>	<u>\$ 46,314</u>	<u>\$ 882,397</u>

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

	Special Revenue Fund							
	Police Fund	Insurance Reserve Fund	Public Protection Fund	Recreation Program Fund	Adult and Continuing Education Fund	Cafeteria Fund	Escrow Fund	Wakeman Town Farm Fund
ASSETS								
Cash and cash equivalents	\$ 28,296	\$ 609,486	\$ 1,235,195	\$ 41,153	\$ 762,819	\$ 211,709	\$ 2,141,382	\$ 276,115
Investments								
Receivables		4,239	208,592		1,430			2,228
Due from other funds		1,457					2,427	
Total Assets	\$ 28,296	\$ 615,182	\$ 1,443,787	\$ 41,153	\$ 764,249	\$ 211,709	\$ 2,143,809	\$ 278,343
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES								
Liabilities:								
Accounts payable	\$	\$ 9,488	\$	\$ 1,609	\$ 2,962	\$ 140,744	\$ 3,132	\$ 7,090
Accrued liabilities								
Due to other funds			62,890		4,743			8,571
Unearned revenue					333,302			
Total liabilities	-	9,488	62,890	1,609	341,007	140,744	3,132	15,661
Deferred Inflows of Resources:								
Unavailable revenue - grants								
Fund Balances:								
Nonspendable								
Restricted	28,296							
Committed		605,694	1,380,897	39,544	423,242	70,965	2,140,677	262,682
Unassigned								
Total fund balances	28,296	605,694	1,380,897	39,544	423,242	70,965	2,140,677	262,682
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 28,296	\$ 615,182	\$ 1,443,787	\$ 41,153	\$ 764,249	\$ 211,709	\$ 2,143,809	\$ 278,343

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

	Special Revenue Funds				Capital Projects Funds			
	CSLFRF Fund	Student Activities Fund	Senior Citizen Escrow Fund	Hillpoint School Escrow Fund	Real Property Fund	Municipal Improvements Phase II Fund	Educational Facilities Improvement Fund	Sewer Reserve Fund
ASSETS								
Cash and cash equivalents	\$	\$ 825,364	\$ 90,952	\$ 145,941	\$ 2,155,181	\$ 8,199,959	\$ 1,442,272	\$ 101,452
Investments								
Receivables			5,379			508,256		
Due from other funds	4,215,964							2,835,196
Total Assets	\$ 4,215,964	\$ 825,364	\$ 96,331	\$ 145,941	\$ 2,155,181	\$ 8,708,215	\$ 1,442,272	\$ 2,936,648
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES								
Liabilities:								
Accounts payable	\$	\$	\$	\$	\$	\$ 2,610,972	\$ 1,342,939	\$ 349,954
Accrued liabilities								
Due to other funds								143,469
Unearned revenue	4,215,964							
Total liabilities	4,215,964	-	-	-	-	2,610,972	1,342,939	493,423
Deferred Inflows of Resources:								
Unavailable revenue - grants						508,256		
Fund Balances:								
Nonspendable								
Restricted								
Committed		825,364	96,331	145,941	2,155,181	5,588,987	99,333	2,443,225
Unassigned								
Total fund balances	-	825,364	96,331	145,941	2,155,181	5,588,987	99,333	2,443,225
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 4,215,964	\$ 825,364	\$ 96,331	\$ 145,941	\$ 2,155,181	\$ 8,708,215	\$ 1,442,272	\$ 2,936,648

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

	<u>Permanent Funds</u>				Total Nonmajor Governmental Funds
	Debt Service Fund	Mary A. Bedford Trust	E.A. Nash Trust	Eliminations	
ASSETS					
Cash and cash equivalents	\$	\$ 17,674	\$ 2,753	\$	\$ 22,040,612
Investments	565,436				565,436
Receivables					1,417,591
Due from other funds	<u>804,983</u>			<u>(150,279)</u>	<u>7,860,027</u>
Total Assets	<u>\$ 1,370,419</u>	<u>\$ 17,674</u>	<u>\$ 2,753</u>	<u>\$ (150,279)</u>	<u>\$ 31,883,666</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$	\$	\$	\$	4,607,861
Accrued liabilities					268
Due to other funds	87,375	2,957	573	(150,279)	1,295,264
Unearned revenue					5,858,756
Total liabilities	<u>87,375</u>	<u>2,957</u>	<u>573</u>	<u>(150,279)</u>	<u>11,762,149</u>
Deferred Inflows of Resources:					
Unavailable revenue - grants					766,868
Fund Balances:					
Nonspendable		14,717	2,180		16,897
Restricted					939,261
Committed	1,283,044				19,013,518
Unassigned					(615,027)
Total fund balances	<u>1,283,044</u>	<u>14,717</u>	<u>2,180</u>	<u>-</u>	<u>19,354,649</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 1,370,419</u>	<u>\$ 17,674</u>	<u>\$ 2,753</u>	<u>\$ (150,279)</u>	<u>\$ 31,883,666</u>

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

	Special Revenue Funds										
	Shellfish Commission Fund	Railroad Parking Reserve Fund	Railroad Parking Fund	Dog License Fund	State Aid for Town Highways Fund	Youth Services Fund	Educational Grants Fund	Police Fund	Insurance Reserve Fund	Public Protection Fund	Recreation Program Fund
Revenues:											
Intergovernmental	\$	\$	\$	\$	\$ 610,127	\$ 19,003	\$ 2,212,230	\$	\$	\$	
Charges for services									1,868,571	17,852	
Permits, fees and other	16,408		1,301,422	120				133,121			
Investment income	64	464	4,433		1,657	3		89,030	1,977	6	
Other local revenues											
Total revenues	<u>16,472</u>	<u>464</u>	<u>1,305,855</u>	<u>120</u>	<u>611,784</u>	<u>19,006</u>	<u>2,212,230</u>	<u>-</u>	<u>222,151</u>	<u>1,870,548</u>	<u>17,858</u>
Expenditures:											
Current:											
General government	14,007							99,204			
Public safety		38,120	1,155,286	10,605					1,347,110		
Public works											
Human services						19,265					
Parks and recreation										14,997	
Education							2,522,976				
Debt service:											
Principal			160,548								
Interest and other charges			44,519								
Capital outlay			66,372		363,203						
Total expenditures	<u>14,007</u>	<u>38,120</u>	<u>1,426,725</u>	<u>10,605</u>	<u>363,203</u>	<u>19,265</u>	<u>2,522,976</u>	<u>-</u>	<u>99,204</u>	<u>1,347,110</u>	<u>14,997</u>
Excess (Deficiency) of Revenues over Expenditures	<u>2,465</u>	<u>(37,656)</u>	<u>(120,870)</u>	<u>(10,485)</u>	<u>248,581</u>	<u>(259)</u>	<u>(310,746)</u>	<u>-</u>	<u>122,947</u>	<u>523,438</u>	<u>2,861</u>
Other Financing Sources (Uses):											
Issuance of debt											
Premium on bond issuance											
Transfers in				10,485							
Transfers out											
Net other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>10,485</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	
Net Change in Fund Balances	2,465	(37,656)	(120,870)	-	248,581	(259)	(310,746)	-	122,947	523,438	2,861
Fund Balances at Beginning of Year	<u>102,883</u>	<u>(394,826)</u>	<u>1,554,220</u>	<u>-</u>	<u>557,036</u>	<u>19,320</u>	<u>128,201</u>	<u>28,296</u>	<u>482,747</u>	<u>857,459</u>	<u>36,683</u>
Fund Balances at End of Year	<u>\$ 105,348</u>	<u>\$ (432,482)</u>	<u>\$ 1,433,350</u>	<u>\$ -</u>	<u>\$ 805,617</u>	<u>\$ 19,061</u>	<u>\$ (182,545)</u>	<u>\$ 28,296</u>	<u>\$ 605,694</u>	<u>\$ 1,380,897</u>	<u>\$ 39,544</u>

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

	Special Revenue Funds							
	Adult and Continuing Education Fund	Cafeteria Fund	Escrow Fund	Wakeman Town Farm Fund	CSLFRF Fund	Student Activities Fund	Senior Citizen Escrow Fund	Hillspoint School Escrow Fund
Revenues:								
Intergovernmental	\$	\$	\$ 260,683	\$	\$	\$	\$	\$
Charges for services	318,518	1,053,213	605,290			641,361	99,574	64,464
Permits, fees and other			345,415	323,961				
Investment income				431				705
Other local revenues			37,437					
Total revenues	<u>318,518</u>	<u>1,053,213</u>	<u>1,248,825</u>	<u>324,392</u>	<u>-</u>	<u>641,361</u>	<u>99,574</u>	<u>65,169</u>
Expenditures:								
Current:								
General government			221,987					
Public safety			168,528					
Public works			27,285					
Human services			335,588				83,213	
Parks and recreation			51,514	269,126				
Education	494,740	1,574,070				547,677		
Debt service:								
Principal								
Interest and other charges								
Capital outlay								324,000
Total expenditures	<u>494,740</u>	<u>1,574,070</u>	<u>804,902</u>	<u>269,126</u>	<u>-</u>	<u>547,677</u>	<u>83,213</u>	<u>324,000</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(176,222)</u>	<u>(520,857)</u>	<u>443,923</u>	<u>55,266</u>	<u>-</u>	<u>93,684</u>	<u>16,361</u>	<u>(258,831)</u>
Other Financing Sources (Uses):								
Issuance of debt								
Premium on bond issuance								
Transfers in								
Transfers out				(21,000)				
Net other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>(21,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	(176,222)	(520,857)	443,923	34,266	-	93,684	16,361	(258,831)
Fund Balances at Beginning of Year	<u>599,464</u>	<u>591,822</u>	<u>1,696,754</u>	<u>228,416</u>	<u>-</u>	<u>731,680</u>	<u>79,970</u>	<u>404,772</u>
Fund Balances at End of Year	<u>\$ 423,242</u>	<u>\$ 70,965</u>	<u>\$ 2,140,677</u>	<u>\$ 262,682</u>	<u>\$ -</u>	<u>\$ 825,364</u>	<u>\$ 96,331</u>	<u>\$ 145,941</u>

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

	Capital Projects Funds				Permanent Funds		Total Nonmajor Governmental Funds
	Real Property Fund	Municipal Improvements Phase II Fund	Educational Facilities Improvement Fund	Sewer Reserve Fund	Debt Service Fund	Mary A. Bedford Trust	
Revenues:							
Intergovernmental	\$	\$ 161,479	\$	\$	\$	\$	\$ 3,263,522
Charges for services							4,668,843
Permits, fees and other	18,125						2,138,572
Investment income	4,051	6,469	19,612	352,100	(687)	43	480,365
Other local revenues				6,454			43,891
Total revenues	<u>22,176</u>	<u>167,948</u>	<u>19,612</u>	<u>358,554</u>	<u>(687)</u>	<u>43</u>	<u>10,595,193</u>
Expenditures:							
Current:							
General government							335,198
Public safety							2,719,649
Public works							27,285
Human services							438,066
Parks and recreation							335,637
Education							5,139,463
Debt service:							
Principal							160,548
Interest and other charges					65,375		109,894
Capital outlay		6,098,695	15,869,587	676,060			23,397,917
Total expenditures	<u>-</u>	<u>6,098,695</u>	<u>15,869,587</u>	<u>676,060</u>	<u>65,375</u>	<u>-</u>	<u>32,663,657</u>
Excess (Deficiency) of Revenues over Expenditures	<u>22,176</u>	<u>(5,930,747)</u>	<u>(15,849,975)</u>	<u>(317,506)</u>	<u>(66,062)</u>	<u>43</u>	<u>(22,068,464)</u>
Other Financing Sources (Uses):							
Issuance of debt		8,257,000	2,573,000				10,830,000
Premium on bond issuance					782,983		782,983
Transfers in							10,485
Transfers out					(187,000)	(43)	(208,050)
Net other financing sources (uses)	<u>-</u>	<u>8,257,000</u>	<u>2,573,000</u>	<u>-</u>	<u>595,983</u>	<u>(43)</u>	<u>11,415,418</u>
Net Change in Fund Balances	22,176	2,326,253	(13,276,975)	(317,506)	529,921	-	(10,653,046)
Fund Balances at Beginning of Year	<u>2,133,005</u>	<u>3,262,734</u>	<u>13,376,308</u>	<u>2,760,731</u>	<u>753,123</u>	<u>14,717</u>	<u>30,007,695</u>
Fund Balances at End of Year	<u>\$ 2,155,181</u>	<u>\$ 5,588,987</u>	<u>\$ 99,333</u>	<u>\$ 2,443,225</u>	<u>\$ 1,283,044</u>	<u>\$ 14,717</u>	<u>\$ 19,354,649</u>

TOWN OF WESTPORT, CONNECTICUT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS) - RAILROAD PARKING OPERATING FUND
FOR THE YEAR ENDED JUNE 30, 2021

	Railroad Parking Operating Fund			Variance with Final Budget Positive (Negative)
	Budget		Actual	
	Original	Final		
Revenues:				
Interest income	\$ 40,000	\$ 40,000	\$ 4,433	\$ (35,567)
Fines and penalties	425,000	425,000	50,045	(374,955)
Licenses, fees and permits	1,430,000	1,430,000	1,159,265	(270,735)
Rentals and other revenue	95,000	95,000	92,112	(2,888)
Total revenues	<u>1,990,000</u>	<u>1,990,000</u>	<u>1,305,855</u>	<u>(684,145)</u>
Expenditures:				
Current:				
Salaries	133,615	135,281	135,281	-
Extra help and overtime	576,090	576,090	254,254	321,836
Social security	14,290	14,290	5,495	8,795
Uniform allowance	585	585	585	-
Fees and services	138,600	138,600	45,103	93,497
Telephone	11,000	11,000	10,945	55
Vehicle operations	11,000	11,089	11,089	-
Facility maintenance	55,000	54,779	52,983	1,796
Postage	3,000	3,000	812	2,188
Insurance	194,458	194,458	194,458	-
Supplies	10,500	10,500	7,541	2,959
Heating fuel	3,000	3,132	3,132	-
Electricity	81,000	81,000	70,756	10,244
Water	10,000	10,000	5,715	4,285
Principal	160,549	160,549	160,548	1
Interest	44,519	44,519	44,519	-
Program expenses	150,000	150,000	150,000	-
Miscellaneous Expenses	72,385	72,385	60,737	11,648
Pension and OPEB	146,250	146,250	146,250	-
Capital outlay	130,600	130,600	73,450	57,150
Total expenditures	<u>1,946,441</u>	<u>1,948,107</u>	<u>1,433,653</u>	<u>514,454</u>
Excess (Deficiency) of Revenues over Expenditures	\$ <u>43,559</u>	\$ <u>41,893</u>	(127,798)	\$ <u>(169,691)</u>
Fund Balances at Beginning of Year			<u>1,383,953</u>	
Fund Balances at End of Year			\$ <u>1,256,155</u>	
Reconciliation to GAAP Basis				
	<u>Revenues</u>	<u>Expenditures</u>	<u>Fund Balance</u>	
Balance, Budgetary Basis	\$ 1,305,855	\$ 1,433,653	\$ 1,256,155	
Prior year encumbrances paid		170,267		
Current year encumbrances		(177,195)	177,195	
Balance, GAAP Basis	\$ <u>1,305,855</u>	\$ <u>1,426,725</u>	\$ <u>1,433,350</u>	

**TOWN OF WESTPORT, CONNECTICUT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS) - WAKEMAN TOWN FARM FUND
FOR THE YEAR ENDED JUNE 30, 2021**

	Wakeman Town Farm Fund			Variance with Final Budget Positive (Negative)
	Budget		Actual	
	Original	Final		
Revenues:				
Interest income	\$	\$	\$ 431	\$ 431
Logo sales	5,000	5,000	4,661	(339)
Program fees	200,000	200,000	243,264	43,264
Harvest Fest	115,000	115,000	60,477	(54,523)
Special events	40,000	40,000	22,126	(17,874)
Online registration	(7,000)	(7,000)	(6,567)	433
Total revenues	<u>353,000</u>	<u>353,000</u>	<u>324,392</u>	<u>(28,608)</u>
Expenditures:				
Current:				
Salaries	18,000	18,000	18,000	-
Program admin.	60,000	60,000	60,000	-
Extra help and overtime	96,200	96,200	73,817	22,383
Social security	11,323	11,323	8,954	2,369
Programs				-
Promotions	25,000	25,000	14,137	10,863
Facility maintenance	23,000	23,000	15,309	7,691
Farm/Grounds maintenance	26,000	26,000	23,687	2,313
Advertising and printing	12,500	12,500	5,280	7,220
Propane gas	6,000	6,000	3,036	2,964
Electricity	12,000	12,000	9,303	2,697
Water	3,000	3,000	2,943	57
Program expenses	21,000	21,000	20,784	216
Promotions	17,000	17,000	13,876	3,124
Debt service	21,000	21,000	21,000	-
Total expenditures	<u>352,023</u>	<u>352,023</u>	<u>290,126</u>	<u>61,897</u>
Excess (Deficiency) of Revenues over Expenditures	<u>\$ 977</u>	<u>\$ 977</u>	34,266	<u>\$ 33,289</u>
Fund Balances at Beginning of Year			<u>228,416</u>	
Fund Balances at End of Year			<u>\$ 262,682</u>	

Internal Service Funds

Internal Service Funds

Internal service funds are used to account for the financing of goods or services by one department or agency to other departments or agencies of the Town, or to other governments, on a cost reimbursement basis. The Town has three such funds.

Town Health Insurance Fund - is used to account for the revenues and related expenses for the health self-insurance plan for employees of the Town.

Workers' Compensation Fund - is used to account for the revenues and related expenses for the workers' compensation benefits for employees of the Town.

Board of Education Health Insurance Fund - is used to account for the revenues and related expenses for the dental self-insurance plan for employees of the Board of Education.

Fleet Fund - is used to account for the revenues and related expenses for the leases of vehicles for use by the Town.

**TOWN OF WESTPORT, CONNECTICUT
COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
JUNE 30, 2021**

	<u>Town Health Insurance</u>	<u>Workers' Compensation</u>	<u>Board of Education Health Insurance</u>	<u>Fleet Fund</u>	<u>Total</u>
Assets:					
Cash and cash equivalents	\$ 710,043	\$ 2,580,320	\$ 648,729	\$	\$ 3,939,092
Accounts receivable	391,037				391,037
Capital assets				112,353	112,353
Due from other funds	2,810,348			60,380	2,870,728
Total assets	<u>3,911,428</u>	<u>2,580,320</u>	<u>648,729</u>	<u>172,733</u>	<u>7,313,210</u>
Liabilities:					
Accounts payable	460,850				460,850
Claims payable	485,953	831,872	81,622		1,399,447
Capital leases payable				102,609	102,609
Due to other funds		1,823			1,823
Total liabilities	<u>946,803</u>	<u>833,695</u>	<u>81,622</u>	<u>102,609</u>	<u>1,964,729</u>
Net Position:					
Unrestricted	<u>\$ 2,964,625</u>	<u>\$ 1,746,625</u>	<u>\$ 567,107</u>	<u>\$ 70,124</u>	<u>\$ 5,348,481</u>

**TOWN OF WESTPORT, CONNECTICUT
 COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
 INTERNAL SERVICE FUNDS
 FOR THE YEAR ENDED JUNE 30, 2021**

	<u>Town Health Insurance</u>	<u>Workers' Compensation</u>	<u>Board of Education Health Insurance</u>	<u>Fleet Fund</u>	<u>Total</u>
Operating Revenues:					
Charges for services	\$ 9,832,270	\$ _____	\$ 2,243,996	\$ 58,055	\$ 12,134,321
Operating Expenses:					
Claims incurred	9,415,827	20,664	2,128,798		11,565,289
Administration	1,499,773			2,310	1,502,083
Total operating expenses	<u>10,915,600</u>	<u>20,664</u>	<u>2,128,798</u>	<u>2,310</u>	<u>13,067,372</u>
Total operating income (loss)	(1,083,330)	(20,664)	115,198	55,745	(933,051)
Nonoperating income (expense)					
Interest income	354,000	4,818			358,818
Miscellaneous revenue				14,379	14,379
Total non-operating income (expense)	<u>354,000</u>	<u>4,818</u>	<u>-</u>	<u>14,379</u>	<u>373,197</u>
Change in net position	(729,330)	(15,846)	115,198	70,124	(559,854)
Net Position at Beginning of Year	<u>3,693,955</u>	<u>1,762,471</u>	<u>451,909</u>	<u>_____</u>	<u>5,908,335</u>
Net Position at End of Year	<u>\$ 2,964,625</u>	<u>\$ 1,746,625</u>	<u>\$ 567,107</u>	<u>\$ 70,124</u>	<u>\$ 5,348,481</u>

**TOWN OF WESTPORT, CONNECTICUT
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2021**

	<u>Town Health Insurance</u>	<u>Workers' Compensation</u>	<u>Board of Education Health Insurance</u>	<u>Fleet Fund</u>	<u>Total</u>
Cash Flows from Operating Activities:					
Receipts from charges for services	\$ 9,199,680	\$ 358,243	\$ 2,243,996	\$ 58,055	\$ 11,859,974
Payments to vendors and beneficiaries	<u>(10,473,778)</u>	<u>(653)</u>	<u>(2,118,077)</u>	<u>(62,690)</u>	<u>(12,655,198)</u>
Net cash provided by (used in) operating activities	<u>(1,274,098)</u>	<u>357,590</u>	<u>125,919</u>	<u>(4,635)</u>	<u>(795,224)</u>
Cash Flows from Investing Activities:					
Interest on cash and cash equivalents	354,000	4,818			358,818
Proceeds from sale of capital assets				14,379	14,379
Net cash provided by (used in) investing activities	<u>354,000</u>	<u>4,818</u>	<u>-</u>	<u>14,379</u>	<u>373,197</u>
Cash Flows from Financing Activities:					
Lease payments				(9,744)	(9,744)
Net Increase (Decrease) in Cash and Cash Equivalents	(920,098)	362,408	125,919	-	(431,771)
Cash and Cash Equivalents at Beginning of Year	<u>1,630,141</u>	<u>2,217,912</u>	<u>522,810</u>		<u>4,370,863</u>
Cash and Cash Equivalents at End of Year	<u>\$ 710,043</u>	<u>\$ 2,580,320</u>	<u>\$ 648,729</u>	<u>\$ -</u>	<u>\$ 3,939,092</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used in) Operating Activities:					
Operating income (loss)	\$ (1,083,330)	\$ (20,664)	\$ 115,198	\$ 55,745	\$ (933,051)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:					
(Increase) decrease in accounts receivable	(280,865)				(280,865)
(Increase) decrease in due from other funds	(351,725)	385,481		(60,380)	(26,624)
Increase (decrease) in accounts payable	391,866				391,866
Increase (decrease) in claims payable	49,956	20,011	10,721		80,688
Increase (decrease) in due to other funds		(27,238)			(27,238)
Net Cash Provided by (Used in) Operating Activities	<u>\$ (1,274,098)</u>	<u>\$ 357,590</u>	<u>\$ 125,919</u>	<u>\$ (4,635)</u>	<u>\$ (795,224)</u>
Noncash investing and financing activities:					
Capital asset purchase financed through capital lease	\$ -	-	-	112,353	112,353

Fiduciary Funds

Fiduciary Funds

Fiduciary funds are used to account for assets held in a trustee capacity for others and include Pension Trusts, OPEB Trust and Agency Funds.

- i. **Pension Trust Fund** - utilizes the accrual basis of accounting and is used for the accumulation of resources to be used for retirement benefits.
- ii. **OPEB Trust Fund** - utilizes the accrual basis of accounting and is used for the accumulation of resources to be used for other postemployment benefits.
- iii. **Defined Contribution Plan Pension Trust Fund** - utilizes the accrual basis of accounting and is used for the accumulation of resources to be used for retirement benefits.
- iv. **401(k) Plan Pension Trust Fund** - utilizes the accrual basis of accounting and is used for the accumulation of resources to be used for retirement benefits.

TOWN OF WESTPORT, CONNECTICUT
COMBINING STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
JUNE 30, 2021

	Pension Trust Funds	OPEB Trust Funds	Defined Contribution Pension Trust Funds	401(k) Pension Trust Funds	Total
Assets:					
Cash and cash equivalents	\$ 8,973,611	\$ 676,202	\$	\$	\$ 9,649,813
Investments, at fair value:					
Common stock	53,906,622	12,485,367			66,391,989
Mutual funds	288,520,677	76,720,135	4,527,829	27,538,501	397,307,142
Alternative investments	60,118,671	14,505,762			74,624,433
Total investments	<u>402,545,970</u>	<u>103,711,264</u>	<u>4,527,829</u>	<u>27,538,501</u>	<u>538,323,564</u>
Accounts receivable			119,986	165,735	285,721
Total assets	<u>411,519,581</u>	<u>104,387,466</u>	<u>4,647,815</u>	<u>27,704,236</u>	<u>548,259,098</u>
Net Position:					
Restricted for Pension Benefits	411,519,581		4,647,815	27,704,236	443,871,632
Restricted for OPEB Benefits		<u>104,387,466</u>			<u>104,387,466</u>
Total Net Position	<u>\$ 411,519,581</u>	<u>\$ 104,387,466</u>	<u>\$ 4,647,815</u>	<u>\$ 27,704,236</u>	<u>\$ 548,259,098</u>

The accompanying notes are an integral part of the financial statements

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

	<u>Pension Trust Funds</u>	<u>OPEB Trust Funds</u>	<u>Defined Contribution Pension Trust Funds</u>	<u>401(k) Pension Trust Funds</u>	<u>Total</u>
Additions:					
Contributions:					
Employer	\$ 8,668,764	\$ 5,766,084	\$ 553,963	\$	\$ 14,988,811
Plan members	2,303,139		467,899	1,402,782	4,173,820
Total contributions	<u>10,971,903</u>	<u>5,766,084</u>	<u>1,021,862</u>	<u>1,402,782</u>	<u>19,162,631</u>
Investment income:					
Net change in fair value of investments	83,014,661	20,294,864	821,823	6,101,173	110,232,521
Realized gain (loss) on investments	7,484,094	3,219,363		748,144	11,451,601
Interest and dividends	4,936,058	1,496,806			6,432,864
Total investment income	<u>95,434,813</u>	<u>25,011,033</u>	<u>821,823</u>	<u>6,849,317</u>	<u>128,116,986</u>
Less investment expenses	298,593	3,293			301,886
Net investment income	<u>95,136,220</u>	<u>25,007,740</u>	<u>821,823</u>	<u>6,849,317</u>	<u>127,815,100</u>
Total additions	<u>106,108,123</u>	<u>30,773,824</u>	<u>1,843,685</u>	<u>8,252,099</u>	<u>146,977,731</u>
Deductions:					
Benefits	18,268,431	4,537,875	89,549	1,572,501	24,468,356
Administration	80,809		13,254	86,072	180,135
Total deductions	<u>18,349,240</u>	<u>4,537,875</u>	<u>102,803</u>	<u>1,658,573</u>	<u>24,648,491</u>
Change in Net Position	87,758,883	26,235,949	1,740,882	6,593,526	122,329,240
Net Position at Beginning of Year	<u>323,760,698</u>	<u>78,151,517</u>	<u>2,906,933</u>	<u>21,110,710</u>	<u>425,929,858</u>
Net Position at End of Year	<u>\$ 411,519,581</u>	<u>\$ 104,387,466</u>	<u>\$ 4,647,815</u>	<u>\$ 27,704,236</u>	<u>\$ 548,259,098</u>

The accompanying notes are an integral part of the financial statements

Other Schedules

TOWN OF WESTPORT, CONNECTICUT
 GENERAL FUND
 REPORT OF THE PROPERTY TAX COLLECTOR
 FOR THE YEAR ENDED JUNE 30, 2021

Grand List Date	Uncollected Taxes July 1, 2020	Current Year Levy	Lawful Corrections		Transfers to Suspense	Transfers from Suspense	Adjusted Taxes Collectible	Collections					Uncollected Taxes June 30, 2021		
			Additions	Deductions				Taxes Collected	Refunds	Net Taxes Collected	Interest	Fees		Total Collections	
Prior years	\$ 676,260	\$	\$	\$ 2,127	\$	\$	\$ 674,133	\$ 141,051	\$	\$ 141,051	\$ 124,396	\$	\$ 265,447	\$ 533,082	
2005	247,999						247,999	38,617		38,617	20,836		59,453	209,382	
2006	310,391		100				310,491	38,369		38,369	19,269		57,638	272,122	
2007	406,264						406,264	63,075		63,075	29,721		92,796	343,189	
2008	386,444						386,444	58,773		58,773	27,890		86,663	327,671	
2009	524,321						524,321	87,575		87,575	34,938		122,513	436,746	
2010	509,439						509,439	89,512		89,512	40,155		129,667	419,927	
2011	497,101						497,101	79,835		79,835	19,302		99,137	417,266	
2012	521,425						521,425	67,025		67,025	24,054	72	91,151	454,400	
2013	539,319						539,319	91,529		91,529	38,459	120	130,108	447,790	
2014	581,878						581,878	130,293		130,293	76,409	168	206,870	451,585	
2015	561,974		377				562,351	120,942		120,942	67,180	192	188,314	441,409	
2016	764,073		358				764,431	184,498		184,498	66,065	365	250,928	579,933	
2017	870,542		2,010	4,155			868,397	235,917		235,917	68,888	614	305,419	632,480	
2018	3,961,818		12,114	29,103	151,212		3,793,617	2,903,044		2,903,044	302,477	5,734	3,211,255	890,573	
Total Prior Years	11,359,248		14,959	35,385	151,212		11,187,610	4,330,055		4,330,055	960,039	7,265	5,297,359	6,857,555	
2019		191,230,941	377,519	284,678			191,323,782			188,797,691	555,563	14,324	189,367,578	2,526,091	
Total	\$ 11,359,248	\$ 191,230,941	\$ 392,478	\$ 320,063	\$ 151,212	\$ -	\$ 202,511,392	4,330,055	-	193,127,746	1,515,602	21,589	\$ 194,664,937	\$ 9,383,646	
								Suspense Collections:	51,244		51,244	36,266	1,512		
								Total Collections:	\$ 4,381,299	\$ -	\$ 193,178,990	\$ 1,551,868	\$ 23,101		

**TOWN OF WESTPORT, CONNECTICUT
 SCHEDULE OF CHANGES IN SEWER ASSESSMENTS RECEIVABLE
 FOR THE YEAR ENDED JUNE 30, 2021**

Project Number	Net Balance July 1, 2020	New Billing	Lawful Correction	Total Due	Assessment Paid	Interest Paid	Liens and Fees Paid	Over Paid	Pay Off	Net Balance June 30, 2021	Assessment Not Billed
1	\$ 190	\$ 6,046	\$ (118)	\$ 6,118	\$ 6,455	\$ 32	\$	\$ (132)	\$ 338	\$ 133	\$ 49,071
2	336	810	(251)	895	1,297	29		(301)	403	302	5,443
3	2,667	17,699	(171)	20,195	19,420	332	48	(84)	1,583	2,442	298,045
4	21,504	28,859		50,363	28,660	471	24			21,703	95,481
5	5,344	23,898	(216)	29,026	25,855	595	164	(216)	357	3,744	87,626
6		169		169	169					-	1,694
7	3,852			3,852	3,803		72			49	(50)
8				-						-	-
9	2,472	6,110	(2,472)	6,110	5,939	68		(2,472)		2,643	45,672
10	4,651	7,752	(4,000)	8,403	8,121	169		(4,000)		4,282	39,116
11	16,554	12,964	(5,396)	24,122	12,969	449	72	(4,478)	(819)	14,812	55,628
12	5,533	33,547	(1,104)	37,976	38,180	1,205	120	(752)	3,576	4,124	82,221
13	3,808	16,676		20,484	18,737	1,126	120	(218)		1,965	(434)
14	10,572	44,700		55,272	47,850	939	168		895	8,317	195,315
15	26,899	42,603		69,502	44,069	1,263	232		67	25,500	286,789
16	29,738	107,891	(749)	136,880	125,001	7,354	608	(749)	5,360	17,988	1,074,786
17	44,088	240,994		285,082	278,573	6,054	552		30,367	36,876	2,853,480
18	23,738	102,725	(1,365)	125,098	129,733	5,616	360	(983)	15,095	11,443	1,524,509
19	6,204	40,321		46,525	77,339	1,881	92		33,084	2,270	608,745
20		111,794		111,794	141,850	1,182	92		34,152	4,096	1,986,262
80	7,866	28,632		36,498	35,594	3,148	312		44	948	311,619
81		14,380		14,380	13,262	212				1,118	258,842
82		8,783		8,783	8,783					-	158,101
90	217	14,022		14,239	19,521	101			5,607	325	204,715
Total	\$ 216,233	\$ 911,375	\$ (15,842)	\$ 1,111,766	\$ 1,091,180	\$ 32,226	\$ 3,036	\$ (14,385)	\$ 130,109	\$ 165,080	\$ 10,222,676

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

<u>Project Number</u>	<u>Net Balance July 1, 2020</u>	<u>New Billing</u>	<u>Lawful Correction</u>	<u>Total Due</u>	<u>Use Charge Paid</u>	<u>Interest Paid</u>	<u>Liens and Fees Paid</u>	<u>Over Paid</u>	<u>Net Balance June 30, 2021</u>
No designated project	\$ 5,727	\$ 22,869	\$	\$ 28,596	\$ 21,021	\$ 595	\$ 48	\$	\$ 7,575
1	149,735	965,843	(102)	1,115,476	990,913	19,636	2,048		124,563
2	67,625	315,197	(6,560)	376,262	332,991	14,445	916		43,271
3	76,259	378,397		454,656	395,115	15,755	1,392		59,541
4	116,479	475,065	(2,997)	588,547	481,909	12,401	1,202		106,638
5	152,746	426,004		578,750	414,858	9,150	1,024		163,892
6	12,106	60,407		72,513	59,030	83			13,483
7	6,417	18,995		25,412	23,485	1,951	96		1,927
8	3,489	31,562	(350)	34,701	32,241	702	96		2,460
9	6,203	58,132		64,335	61,987	1,852	288		2,348
10	16,345	123,026	(665)	138,706	119,442	2,519	304		19,264
11	14,145	129,664	(192)	143,617	136,064	2,636	191		7,553
12	16,375	79,638		96,013	82,430	3,397	168	(1,227)	14,810
13	2,257	10,952		13,209	13,204	938	96		5
14	8,803	31,432		40,235	33,332	842	168		6,903
15	822	9,903		10,725	10,721	213	48		4
16	3,689	26,842		30,531	28,595	906	120		1,936
17	13,209	73,748		86,957	71,527	1,133	216		15,430
18		21,372		22,386	20,798	169	24		1,588
19		5,615		5,615	5,615	3			-
20		2,253		2,253	2,253	15	24		-
Total	\$ 673,445	\$ 3,266,916	\$ (10,866)	\$ 3,929,495	\$ 3,337,531	\$ 89,341	\$ 8,469	\$ (1,227)	\$ 593,191

Statistical Section

Statistical Section

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

Statistical section information is presented in the following categories:

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

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

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

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

	FISCAL YEAR									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Governmental Activities:										
Net investment in capital assets	\$ 173,829	\$ 172,068	\$ 179,785	\$ 189,372	\$ 191,337	\$ 194,977	\$ 206,998	\$ 201,410	\$ 201,889	\$ 214,675
Restricted	565	5,721	1,942	1,563	1,448	6,450	11,302	17	17	1,874
Unrestricted	<u>36,446</u>	<u>47,384</u>	<u>47,800</u>	<u>30,090</u>	<u>35,272</u>	<u>28,349</u>	<u>(41,470) *</u>	<u>(12,768)</u>	<u>(7,295)</u>	<u>5,838</u>
Total Governmental Activities Net Position	<u>\$ 210,840</u>	<u>\$ 225,173</u>	<u>\$ 229,527</u>	<u>\$ 221,025</u>	<u>\$ 228,057</u>	<u>\$ 229,776</u>	<u>\$ 176,830</u>	<u>\$ 188,659</u>	<u>\$ 194,611</u>	<u>\$ 222,387</u>

* Restated for GASB 75

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

	FISCAL YEAR									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Expenses:										
Governmental activities:										
General government	\$ 11,073,562	\$ 10,326,736	\$ 10,439,729	\$ 10,701,594	\$ 11,228,235	\$ 11,280,500	\$ 11,417,506	\$ 10,247,310	\$ 11,324,037	\$ 16,824,739
Education	121,730,173	123,891,368	128,050,923	132,548,839	135,571,831	144,834,354	147,032,410	29,485,676	37,631,363	14,705,304
Public safety	32,872,330	34,482,888	37,092,494	35,515,418	38,054,143	37,098,744	36,525,877	18,545,143	17,563,357	17,636,245
Public works	19,327,263	20,209,086	20,914,735	20,691,572	20,052,604	22,645,981	22,208,125	578,111	583,611	587,110
Public health	462,459	476,222	490,398	529,263	542,402	547,789	547,789	2,186,873	2,766,231	2,657,076
Human services	2,182,077	2,190,771	2,544,263	2,370,402	2,324,058	2,307,889	2,385,657	5,179,792	5,132,235	5,364,640
Library	4,491,987	4,727,152	4,167,223	4,757,836	4,797,486	5,257,678	5,539,069	8,330,569	8,201,936	7,606,640
Parks and recreation	7,401,911	7,378,199	7,881,271	7,956,964	8,024,263	8,597,191	9,024,174	143,415,644	158,662,212	176,181,579
Interest on long-term debt	5,747,851	4,518,118	3,624,476	3,719,438	3,084,264	2,820,510	2,115,346	1,379,682	1,636,190	1,380,522
Total governmental activities expenses	<u>205,289,613</u>	<u>208,200,540</u>	<u>215,205,512</u>	<u>218,791,326</u>	<u>223,679,286</u>	<u>235,390,636</u>	<u>236,795,953</u>	<u>219,348,800</u>	<u>243,501,172</u>	<u>242,943,855</u>
Program Revenues:										
Governmental activities:										
Charges for services	33,012,483	40,239,942	35,371,329	43,393,095	38,211,148	45,770,281	50,765,145	24,048,167	20,322,391	21,394,246
Operating grants and contributions	4,834,779	5,558,153	5,889,366	6,153,489	7,634,713	3,678,166	3,277,769	12,561,322	31,364,012	44,301,957
Capital grants and contributions	408,218	1,250,940	2,319,796	1,302,159	1,454,969	1,282,196	1,560,533	1,582,866	640,548	794,295
Total governmental activities program revenues	<u>38,255,480</u>	<u>47,049,035</u>	<u>43,580,491</u>	<u>50,848,743</u>	<u>47,300,830</u>	<u>50,730,643</u>	<u>55,603,447</u>	<u>38,192,355</u>	<u>52,326,951</u>	<u>66,490,498</u>
Net Revenues (Expenses):										
Governmental activities	<u>(167,034,133)</u>	<u>(161,151,505)</u>	<u>(171,625,021)</u>	<u>(167,942,583)</u>	<u>(176,378,456)</u>	<u>(184,659,993)</u>	<u>(181,192,506)</u>	<u>(181,156,445)</u>	<u>(191,174,221)</u>	<u>(176,453,357)</u>
Total Primary Government Net Expense										
General Revenues and Other										
Changes in Net Position:										
Governmental activities:										
Property taxes	166,144,594	175,403,252	175,947,875	179,705,934	183,053,071	185,800,799	186,031,582	190,752,310	195,758,227	201,661,728
Grants and contributions not restricted to specific programs	1,068,828	42,297	170,614	50,377	82,535	297,963	69,380			
Unrestricted investment earnings	393,849	38,253	288,244	253,578	275,190	280,402	607,796	1,483,673	1,366,398	1,293,846
Miscellaneous								750,000		
Total governmental activities general revenues	<u>167,607,271</u>	<u>175,483,802</u>	<u>176,406,733</u>	<u>180,009,889</u>	<u>183,410,796</u>	<u>186,379,164</u>	<u>186,708,758</u>	<u>192,985,983</u>	<u>197,124,625</u>	<u>203,013,844</u>
Change in Net Position:										
Governmental activities	<u>\$ 573,138</u>	<u>\$ 14,332,297</u>	<u>\$ 4,781,712</u>	<u>\$ 12,067,306</u>	<u>\$ 7,032,340</u>	<u>\$ 1,719,171</u>	<u>\$ 5,516,252</u>	<u>\$ 11,829,538</u>	<u>\$ 5,950,404</u>	<u>\$ 26,560,487</u>

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

	FISCAL YEAR									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
General Fund:										
Nonspendable	\$	\$	\$	\$ 358,000	\$ 404,147	\$ 606,686	\$ 550,028	\$ 562,550	\$ 584,639	\$ 576,402
Restricted	232,935	280,679	274,652	411,931	491,129	487,965	*			
Committed	394,952	436,046	290,922	419,970	372,382	573,081	*			
Assigned	6,647,675	6,660,518	9,189,698	9,840,556	10,114,752	9,619,196	8,722,016	6,373,066	9,354,850	9,978,780
Unassigned	<u>20,512,849</u>	<u>26,158,189</u>	<u>26,132,360</u>	<u>24,785,716</u>	<u>27,518,345</u>	<u>26,062,008</u>	<u>25,134,366</u>	<u>25,975,898</u>	<u>29,832,498</u>	<u>30,511,447</u>
Total General Fund	<u>\$ 27,788,411</u>	<u>\$ 33,535,432</u>	<u>\$ 35,887,632</u>	<u>\$ 35,816,173</u>	<u>\$ 38,900,755</u>	<u>\$ 37,348,936</u>	<u>\$ 34,406,410</u>	<u>\$ 32,911,514</u>	<u>\$ 39,771,987</u>	<u>\$ 41,066,629</u>
All other governmental funds:										
Nonspendable	\$ 16,929	\$ 16,897	\$ 16,897	\$ 16,897	\$ 16,897	\$ 16,897	\$ 16,897	\$ 20,703	\$ 16,897	\$ 16,897
Restricted	332,434	5,440,087	1,031,783	1,811,525	2,099,398	1,935,903	2,356,248	1,566,902	1,569,539	939,261
Committed	9,541,358	9,459,812	9,880,394	9,736,412	15,259,182	17,178,747	28,626,895	26,561,898	39,322,389	31,093,557
Assigned	2,326,679	1,981,915	1,708,812	17,902						
Unassigned	<u>(5,632,054)</u>	<u>(330,760)</u>	<u>(1,146,136)</u>	<u>(2,608,721)</u>	<u>(890,105)</u>	<u>(1,689,643)</u>		<u>(311,337)</u>	<u>(394,826)</u>	<u>(615,027)</u>
Total All Other Governmental Funds	<u>\$ 6,585,346</u>	<u>\$ 16,567,951</u>	<u>\$ 11,491,750</u>	<u>\$ 8,974,015</u>	<u>\$ 16,485,372</u>	<u>\$ 17,441,904</u>	<u>\$ 31,000,040</u>	<u>\$ 27,838,166</u>	<u>\$ 40,513,999</u>	<u>\$ 31,434,688</u>

* Restated in Fiscal Year 2019

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

	FISCAL YEAR									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Revenues:										
Property taxes, interest and liens, net	\$ 165,268,513	\$ 173,863,514	\$ 178,097,978	\$ 179,504,226	\$ 185,227,581	\$ 184,527,068	\$ 186,894,912	\$ 190,820,404	\$ 192,549,994	\$ 193,049,773
Intergovernmental	6,612,807	7,152,150	8,182,321	7,361,358	9,255,252	5,633,354	(3,827,001)	15,234,239	5,320,052	6,183,517
Charges for services	6,019,878	5,563,917	5,730,505	5,973,050	5,826,688	7,223,397	6,314,320	9,357,957	7,432,240	5,716,938
State on-behalf payments*						20,752,000	23,014,964	8,260,459	18,180,427	16,658,044
Interest and dividends	393,482	38,253	276,195	253,579	275,190	280,402	607,796	1,282,751	1,266,129	935,029
Other	27,116,625	33,546,877	32,538,756	33,792,720	33,317,989	19,056,509	21,718,778	19,994,565	17,800,851	20,528,920
Total revenues	205,411,305	220,164,711	224,825,755	226,884,933	233,902,700	237,472,730	234,723,769	244,950,375	242,549,693	243,072,221
Expenditures:										
General government	6,463,201	5,063,248	5,421,786	5,822,907	5,781,138	5,912,087	5,994,912	6,414,270	7,234,720	7,872,234
Public safety	20,332,221	21,015,315	21,851,861	22,343,671	22,586,747	22,881,574	23,683,238	23,810,864	25,141,460	25,085,356
Public works	9,554,113	12,089,597	11,304,310	11,859,964	11,412,128	12,292,090	11,921,574	11,833,984	11,766,218	12,674,337
Public health	462,459	476,222	490,398	529,263	542,402	547,789	547,789	578,111	583,611	587,110
Human services	1,116,349	1,141,292	1,309,001	1,196,548	1,187,742	1,183,846	1,267,286	1,426,767	1,903,595	1,682,953
Library	4,249,027	4,310,415	4,463,377	4,588,170	4,702,998	4,755,561	4,900,096	4,871,703	4,985,375	5,111,360
Parks and recreation	4,468,075	4,340,770	4,664,282	4,843,760	4,807,374	5,283,370	5,618,441	5,969,517	5,812,799	5,424,536
Education	114,716,201	117,411,271	122,770,261	127,170,273	128,859,855	139,261,039	134,457,421	142,250,027	140,853,501	143,671,193
Benefits and other	25,925,636	23,314,310	27,920,503	26,351,531	25,443,018	25,216,164	25,074,385	24,670,814	19,209,139	20,433,964
Capital outlay	4,890,238	4,065,139	9,880,178	7,663,433	6,221,634	11,517,737	16,934,160	17,282,275	26,390,357	26,589,506
Debt Service:										
Principal	13,021,732	12,936,062	12,741,549	12,767,215	13,231,287	13,375,111	13,802,361	14,812,316	13,459,173	11,580,002
Interest	6,216,111	5,629,031	4,732,249	4,337,392	3,953,491	3,382,544	3,044,342	3,115,207	2,786,894	3,485,084
Total expenditures	211,415,363	211,792,672	227,549,755	229,474,127	228,729,814	245,608,912	247,246,005	257,035,855	260,126,842	264,197,635
Excess (Deficiency) of Revenues over Expenditures	(6,004,058)	8,372,039	(2,724,000)	(2,589,194)	5,172,886	(8,136,182)	(12,522,236)	(12,085,480)	(17,577,149)	(21,125,414)
Other Financing Sources (Uses):										
Issuance of long term debt		6,990,000			5,220,000	6,900,000	230,000	7,600,000	34,400,000	10,830,000
Issuance of capital lease							6,715,000			328,071
Issuance of refunding bonds	13,210,000	28,450,000			8,480,000	11,875,000		4,470,000		21,720,000
Payment to escrow agent	(15,201,508)	(31,844,772)			(8,806,210)	(12,467,357)		(4,827,746)		(25,010,857)
Premium on long term debt	2,142,810	3,752,359			529,263	1,233,252	287,846	792,771	2,713,455	4,257,109
Transfers in	1,385,650	1,447,865	1,883,829	2,004,201	2,550,841	2,693,284	3,163,000	3,326,103	3,475,696	3,261,700
Transfers out	(1,385,650)	(1,447,865)	(1,883,829)	(2,004,201)	(2,550,841)	(2,693,284)	(3,163,000)	(3,326,103)	(3,475,696)	(3,261,700)
Total other financing sources (uses)	151,302	7,347,587	-	-	5,423,053	7,540,895	7,232,846	8,035,025	37,113,455	12,124,323
Net Change in Fund Balances	\$ (5,852,756)	\$ 15,719,626	\$ (2,724,000)	\$ (2,589,194)	\$ 10,595,939	\$ (595,287)	\$ (5,289,390)	\$ (4,050,455)	\$ 19,536,306	\$ (9,001,091)
Debt Service as a Percentage to Noncapital Expenditures	9.30%	8.90%	8.00%	7.70%	7.70%	7.20%	7.00%	7.71%	7.71%	6.29%

TABLE 5

TOWN OF WESTPORT, CONNECTICUT
ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS
(Unaudited)

<u>Fiscal Year</u>	<u>Residential Property</u>	<u>Commercial Property</u>	<u>Miscellaneous Land</u>	<u>Personal Property</u>	<u>Motor Vehicle</u>	<u>Total Taxable Assessed Value</u>	<u>Total Direct Tax Rate</u>	<u>Actual Taxable Value</u>	<u>Value as a Percentage of Actual Value</u>
2012*	\$ 7,734,262,100	\$ 1,158,169,490	\$ 113,250,700	\$ 253,810,518	\$ 298,384,513	\$ 9,557,877,321	17.43	\$ 13,654,110,450	70.00%
2013	7,763,534,000	1,183,104,010	134,947,500	257,481,363	316,208,815	9,655,275,688	17.91	13,793,250,982	70.00%
2014	7,907,326,510	1,172,334,840	128,435,260	285,092,327	311,509,693	9,804,698,630	18.07	14,006,712,414	70.00%
2015	7,998,152,457	1,181,605,840	142,159,475	296,675,630	319,602,814	9,938,196,216	17.94	14,197,423,166	70.00%
2016	8,127,443,492	1,204,193,240	141,210,470	293,247,451	323,594,003	10,089,688,656	18.09	14,413,840,937	70.00%
2017*	8,759,894,620	1,329,451,610	174,663,910	287,220,331	321,974,254	10,873,204,725	16.86	15,533,149,607	70.00%
2018	8,893,897,661	1,348,570,760	150,157,030	293,333,837	331,207,599	11,017,166,887	16.86	15,738,809,859	70.00%
2019	9,022,899,714	1,373,746,900	142,727,230	304,208,870	341,031,493	11,184,614,207	16.86	15,978,020,296	70.00%
2020	9,118,216,852	1,392,503,136	142,911,330	312,440,559	341,640,457	11,307,712,334	16.86	16,153,874,763	70.00%
2021	9,238,599,005	1,403,564,979	130,934,761	317,925,555	350,622,910	11,441,647,210	16.71	16,345,210,300	70.00%

Source: Assessor's Office

* Revaluation

**TOWN OF WESTPORT, CONNECTICUT
PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND TEN YEARS AGO
(Unaudited)**

Taxpayer	2021			2012		
	Taxable Assessed Value	Rank	Percentage of Total Town Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Town Taxable Assessed Value
Eversource (CT Light & Power)	\$ 139,409,760	1	1.23%	\$ 115,676,470	1	1.06%
60 Nyala Farms Road LLC ⁽²⁾	89,277,600	2	0.79%			
Bedford Square Assoc LLC	58,800,800	3	0.52%			
Equity One Westport Village Ctr	35,890,600	4	0.32%			
Byelas LLC	24,424,500	5	0.22%			
Aquarion	23,549,350	6	0.21%			
285 & 355 Riverside LLC	21,291,300	7	0.19%			
Campana 125 LLC	20,767,800	8	0.18%			
1735 Ashley LLC	19,949,400	9	0.18%			
Heyman, Ronnie F Trustee	19,508,800	10	0.17%			
Nyala Farms Inc ⁽²⁾				78,274,120	2	0.72%
Lasry Marc & Cathy				22,607,600	3	0.21%
Riverside Office 285 & 355 LLC				21,990,600	4	0.20%
Heyman Ronnie & Samuel J Est.				19,994,700	5	0.18%
Roseville Estates				19,832,960	6	0.18%
Allianz Life Insurance Company ⁽¹⁾				19,075,500	7	0.17%
Byelas Irving Irrevocable Trust				17,112,200	8	0.16%
Bridgewater Associates Inc				15,818,830	9	0.14%
Westjust LLC				14,519,200	10	0.13%
Total	\$ 452,869,910		4.00%	\$ 344,902,180		3.16%

Source: Town Records

⁽¹⁾55 Greens Farms Road

⁽²⁾60 Nyala Farm

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

<u>Fiscal Year Ended June 30</u>	<u>Grand List Year</u>	<u>Taxes Levied for the Tax Year*</u>	<u>Collected Within the Fiscal Year of the Levy</u>		<u>Collections in Subsequent Years</u>	<u>Total Collections to Date</u>	
			<u>Amount**</u>	<u>Percentage of Levy</u>		<u>Amount</u>	<u>Percentage of Levy</u>
2012	2010	165,869,302	162,978,853	98.26%	2,430,330	165,409,183	99.72%
2013	2011	172,389,099	169,741,946	98.46%	2,179,070	171,921,016	99.73%
2014	2012	177,158,678	174,541,441	98.52%	2,109,657	176,651,098	99.71%
2015	2013	178,586,782	176,006,759	98.56%	2,080,112	178,086,871	99.72%
2016	2014	182,788,557	181,081,114	99.07%	1,197,587	182,278,701	99.72%
2017	2015	183,614,216	182,148,028	99.20%	907,625	183,055,653	99.70%
2018	2016	186,200,623	184,666,823	99.18%	852,274	185,519,097	99.63%
2019	2017	188,674,229	186,417,183	98.80%	1,522,163	187,939,346	99.61%
2020	2018	190,864,472	186,902,654	97.92%	2,922,402	189,825,056	99.46%
2021	2019	191,323,782	188,797,691	98.68%	n/a	n/a	n/a

Source: Town Tax Records

* Adjusted for subsequent years' lawful additions/deletions

** Modified accrual basis

n/a: Information not applicable.

**TOWN OF WESTPORT, CONNECTICUT
TAX REVENUES BY SOURCE, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
(Unaudited)**

<u>Fiscal Year</u>	<u>Real Estate</u>	<u>Personal Property</u>	<u>Motor Vehicle</u>	<u>Total</u>
2012	\$ 153,052,005	\$ 4,268,967	\$ 5,657,881	\$ 162,978,853
2013	159,186,715	4,440,637	6,114,594	169,741,946
2014	163,452,655	4,932,287	6,156,499	174,541,441
2015	164,687,590	5,000,344	6,318,824	176,006,758
2016	169,598,693	5,044,579	6,437,843	181,081,115
2017	171,285,417	4,725,057	6,137,554	182,148,028
2018	173,732,818	4,691,698	6,242,307	184,666,823
2019	175,159,350	4,886,759	6,371,769	186,417,878
2020	175,354,640	5,090,392	6,457,622	186,902,654
2021	<u>177,317,718</u>	<u>5,050,714</u>	<u>6,429,259</u>	<u>188,797,691</u>
Change	<u>15.85%</u>	<u>18.31%</u>	<u>13.63%</u>	<u>15.84%</u>

Source: Town Tax Office

**TOWN OF WESTPORT, CONNECTICUT
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING BY TYPE
LAST TEN FISCAL YEARS
(Unaudited)**

Fiscal Year	Governmental Activities		Net General Bonded Debt ⁽¹⁾	Percentage of Actual Property Value	Gross Debt as a Percentage of Personal Income	Net Debt Per Capita ⁽²⁾
	General Obligation Debt	Less Amount Available in Debt Service				
2012	142,625,922	2,524,395	140,101,527	1.026%	6.027%	5,256
2013	139,377,372	1,964,130	137,413,242	0.996%	5.800%	5,077
2014	128,605,339	1,690,173	126,915,166	0.906%	5.410%	4,689
2015	114,924,691	1,546,536	113,378,155	0.799%	4.792%	4,152
2016	106,523,982	1,431,357	105,092,625	0.729%	4.151%	3,767
2017*	99,870,319	1,225,189	98,645,130	0.635%	3.944%	3,543
2018*	101,299,433	1,033,641	100,265,792	0.637%	3.930%	3,576
2019	93,120,732	896,188	92,224,544	0.577%	3.056%	3,280
2020	115,791,430	753,123	115,038,307	0.712%	3.663%	4,038
2021	114,397,322	565,436	113,831,886	0.696%	3.685%	4,196

*Revaluation

⁽¹⁾ Nonrestricted assets.

⁽²⁾ State of Connecticut Department of Public Health July 1, 2012.

**TOWN OF WESTPORT, CONNECTICUT
DIRECT GOVERNMENTAL ACTIVITIES DEBT
FOR THE YEAR ENDED JUNE 30, 2021
(Unaudited)**

Governmental Unit	Debt Outstanding
General obligation debt	\$ 114,397,322
Less school construction grants receivable - principal portion only	<u>-</u>
Total Direct Debt	\$ <u>114,397,322</u>

Sources: Town records

Note: The Town is not subject to the debt of overlapping governments.

Note: School construction grants are receivable in substantially equal installments over the life of outstanding school bonds, obtained from the Office of Policy and Management, State of Connecticut.

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

Total tax collections (including interest and lien fees) received by Treasurer at June 30, 2020	\$ 190,488,975
Reimbursement for Revenue Loss: Tax Relief for Elderly	<u>-</u>
Base for Debt Limitation Computation	<u>\$ 190,488,975</u>

	<u>General Purposes</u>	<u>Schools</u>	<u>Sewers</u>	<u>Urban Renewal</u>	<u>Pension Deficit</u>
Debt Limitation:					
2-1/4 times base	\$ 428,600,194	\$	\$	\$	\$
4-1/2 times base		857,200,388			
3-3/4 times base			714,333,656		
3-1/4 times base				619,089,169	
3 times base					571,466,925
Total debt limitation	<u>428,600,194</u>	<u>857,200,388</u>	<u>714,333,656</u>	<u>619,089,169</u>	<u>571,466,925</u>
Indebtedness:					
Bonds and notes payable	37,865,200	51,676,800	17,163,000		
Capital lease	614,148	4,621,912			
Bonds authorized but unissued	2,789,878	3,955,634	591,508		
Net indebtedness (1)	<u>41,269,226</u>	<u>60,254,346</u>	<u>17,754,508</u>	<u>-</u>	<u>-</u>
Debt Limitation in Excess of Outstanding Debt	<u>\$ 387,330,968</u>	<u>\$ 796,946,042</u>	<u>\$ 696,579,148</u>	<u>\$ 619,089,169</u>	<u>\$ 571,466,925</u>

(1) The total of the above net indebtedness amounts to: \$ 119,278,080

In no event shall total indebtedness exceed seven times the base for debt limitation computation: \$ 1,333,422,825

**TOWN OF WESTPORT, CONNECTICUT
 LEGAL DEBT MARGIN INFORMATION
 LAST TEN FISCAL YEARS
 (dollars in thousands)
 (Unaudited)**

	FISCAL YEAR									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Debt limit	\$ 1,124,514	\$ 1,158,882	\$ 1,217,125	\$ 1,248,031	\$ 1,251,172	\$ 1,292,501	\$ 1,293,507	\$ 1,293,452	\$ 1,333,235	\$ 1,333,423
Total net debt applicable to limit	140,943	137,968	120,433	113,973	105,802	99,377	108,014	95,368	87,811	114,397
Legal Debt Margin	\$ <u>983,571</u>	\$ <u>1,020,914</u>	\$ <u>1,096,692</u>	\$ <u>1,134,058</u>	\$ <u>1,145,370</u>	\$ <u>1,193,124</u>	\$ <u>1,185,493</u>	\$ <u>1,198,084</u>	\$ <u>1,245,424</u>	\$ <u>1,219,026</u>
Total net debt applicable to the limit as a percentage of debt limit	12.534%	11.905%	9.895%	9.132%	8.456%	7.689%	8.350%	7.373%	6.586%	8.579%

TOWN OF WESTPORT, CONNECTICUT
PLEDGED-REVENUE COVERAGE
LAST TEN FISCAL YEARS
(dollars in thousands)
(Unaudited)

<u>Fiscal Year</u>	<u>Utility Service Charges</u>	<u>Less Operating Expenses</u>	<u>Net Available Revenue</u>	<u>Debt Service</u>		<u>Coverage</u>
				<u>Principal</u>	<u>Interest</u>	
2012	3,997,067	2,086,437	1,910,630	1,670,929	717,041	125%
2013	4,090,615	2,230,726	1,859,889	1,672,490	678,110	126%
2014	4,419,940	2,165,806	2,254,134	1,866,272	702,606	114%
2015	4,860,525	2,286,781	2,573,744	1,833,521	633,912	96%
2016	4,683,726	2,141,834	2,541,892	1,819,047	589,451	95%
2017	4,487,463	2,192,871	2,294,592	1,935,193	544,132	108%
2018	4,546,874	2,123,604	2,423,270	1,963,021	538,121	103%
2019	4,568,820	2,235,095	2,333,725	2,191,872	637,801	121%
2020	4,725,041	2,232,074	2,492,967	2,145,144	579,745	109%
2021	4,867,298	2,300,398	2,566,900	2,070,683	545,349	102%

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

Fiscal Year Ended June 30	Population*	Per Capita Income**	Median Age**	School Enrollment	Unemployment(***) Rate
2012	26,656	\$ 88,775 **	44.6	5,770	6.4%
2013	27,068	88,775 **	44.0	5,799	6.1%
2014	27,068	87,829 **	44.6	5,796	4.7%
2015	27,308	87,829 **	44.4	5,749	4.1%
2016	27,899	91,990 **	46.0	5,750	4.6%
2017	27,840	90,945 **	45.3	5,634	4.5%
2018	28,042	91,925 **	45.3	5,628	3.9%
2019	28,115	108,398 **	45.2	5,541	3.2%
2020	28,491	110,963 **	45.3	5,333	7.2%
2021	27,128	114,433 **	45.8	5,350	4.7%

*State of CT Dept of Public Health (as of July 1, 2020)

**ADVANCECT - CT Data Collaborative

***State of Connecticut Labor Department

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

Functions/Program	Full-Time Equivalent as of June 30,									
	2011	2012	2013	2014	2015	2016	2017	2018	2020	2021
Governmental services:										
Selectman's office	2	2	2.5	4	4	4	4	4	4	3
Town clerk	5	5	5	5.5	5.5	5.5	5.5	5.5	5.5	5.5
Finance	8	8	9	8	8	8	8	8	7.5	7.5
Internal audit	1	1	1	1	1	1	0	0	0	0
Information technology	2	2	2	2	2	2	2	2	2	3
Legal	1	1	0	0.5	0.5	0.5	0.5	0.5	0.5	0.5
Building department	4	4	4	5	5	5	5	5	5.5	5.5
Personnel	3	3	3	4	4	5	3.5	4	4	4
Planning and zoning	7	7	7	7	7	8	8	8	7	7
Historic district	1	1	1	1	1	1	0	0	1	1
Conservation	5	5	5	5	5	5	5	5	5	4
Human services	14	14	14	14	14	13.5	11	13.5	13	13.5
Assessor	6	6	6	6	6	6	5	5.5	5.5	5.5
Tax collector	5	5	5	5	5	5	5.5	5	5	4.5
Registrar	1	1	1	1	1	1	1	1	1	1
Parks and recreation:										
General and administrative	6	6	7	6	6.5	6	5.5	8	7	6.5
Programs	2	2	2	0	0	4	5	4.5	6.5	2
Field maintenance	4	4	3	3	3	2	0	0.5	0	0
Park maintenance	2	2	2	2	2	4	2	0.5	0	0
Maintenance and development	3	3	3	4	3	4	10.5	9.5	12	12
Golf course(s)	6	5	5	1	0	1	0.5	0	0	0
Boating	1	1	1	1	1	1	1	1	1	1
Police:										
Officers	67	64	64	63	62	60	63	63	62	61
Civilians	24	23	19	19	18.5	17.5	20.5	19	18	19
Fire:										
Firefighters and officers	66	67	67	66	65	64	58	67	68	68
Civilians	6	6	10	7.5	6	7	5.5	6.5	6	6
Public works:										
Engineering	9	9	9	8	11	10	8.5	8	9.5	9
Highway	16	16	16	16	16	18	16	15.5	16.5	17.5
Equipment maintenance	2	2	2	2	2	2	2	2	2	2
Solid waste disposal	3	3	3	3	3	4	3	3	3	4
Building maintenance	6	6	6	6	5	6	7	6	5	6
Custodians	4	3	3	3	5.5	4	3	3	3.5	3
Sewage treatment	5	5	5	5	5	5	4	6.5	5	6
Sewage collection	3	3	3	3	3	3	3	2	3	2
Other programs/functions:										
Library	52	53	53	52	52	52	52	49.5	54.76	48.85
Total	352	348	348.5	339.5	338.5	345	334	342	349	339

Sources: Town and Library Records

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

Function/Program	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Police:										
Calls for service	25,094	24,346	21,327	21,997	n/a	26,170	27,043	26,448	22,127	18,840
Adult arrest	628	595	388	310	n/a	662	628	263	181	126
Juvenile referrals	18	23	39	24	n/a	26	32	26	13	14
Speeding citations only	958	574	537	381	n/a	470	503	86	330	77
Traffic citations	5,100	2,918	2,521	2,300	n/a	2,677	2,460	2,533	1,308	404
EMS Patients	1,832	2,110	2,299	2,354	n/a	2,720	1,930	2,155	1,953	2,109
Fire*:										
Total emergency service calls	3,971*	3,995	3,310	3,170	3,096	3,342*	3,372	3,988	3,673	3,799
Property loss*	\$ 1,305,350	\$ 310,670	\$ 51,150	\$ 64,545	\$ 410,350	\$ 312,813	\$ 1,012,000	\$ 571,900	\$ 132,750	\$ 565,413
Building safety:										
Total building permits	4,972	5,624	5,087	4,610	4,292	3,522	3,733	3,787	3,118	4,554
Total value all permits (\$000)	110,952	147,156	157,413	148,514	202,301	112,160	149,060	145,075	133,571	188,355
Library, volumes in collection (Physical)										
Library, volumes in collection (Physical)	204,813	160,656	170,345	175,498	175,129	150,434	122,612	109,116	108,476	114,804
Library, volumes in collection (Digital)										
Library, volumes in collection (Digital)	n/a	n/a	n/a	n/a	n/a	77,683	90,280	98,938	113,698	128,337
Public works:										
Solid waste collected (ton)	14,615	14,430	14,462	14,794	14,526	13,243	14,410	15,595	15,536	13,261
Recycle collected (ton)	3,417	3,662	3,492	3,463	3,238	3,255	3,210	3,092	3,408	3,585
Parks and recreation:										
Recreation program attendance	10,493	10,333	10,881	10,721	10,589	10,479	10,443	10,102	9,739	3,916
Aquatics program attendance	904	966	877	868	821	862	768	728	712	242
Golf rounds played	36,744	31,728	27,093	34,215	35,831	34,142	32,671	32,445	30,984	40,684

Source: Town Records

*Calendar year reporting

n/a: Information not available.

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

Function/Program	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Police:										
Stations	1	1	1	1	1	1	1	1	1	1
Fire, Fire stations	4	4	4	4	4	4	4	4	4	4
Public works:										
Public works vehicles	49	49	60	60	60	50	50	50	50	50
Streets (miles)	124	124	124	124	124	124	124	124	124	124
Traffic signals	4	4	4	4	4	4	4	4	4	4
Parks and recreation:										
Acreage	419	419	419	419	419	419	419	419	419	419
Parks	22	22	22	22	22	22	22	22	22	22
Golf course	1	1	1	1	1	1	1	1	1	1
Baseball/softball diamonds	24	24	24	24	24	24	24	24	24	24
Soccer/football fields	12	12	12	12	12	12	12	12	12	12
Basketball courts	2	2	2	2	2	2	2	2	2	2
Tennis courts	23	23	23	23	23	23	23	23	23	23
Swimming pools	2	2	2	2	2	2	2	2	2	2
Parks with playground equipment	4	4	4	4	4	4	4	4	4	4
Picnic shelters	2	2	2	2	2	2	2	2	2	2
Library:										
Facilities	1	1	1	1	1	1	1	1	1	1
Volumes	204,813	160,656	170,345	175,498	175,129	150,434*	122,612	109,116	108,476	114,804
Wastewater:										
Sanitary sewers (miles)	86	86	86	86	86	88	90	92	93	93
Storm sewers (miles)	45	45	45	56	56	57	57	57	57	57

Source: Town Records

* Library also has 128,337 in digital volumes