

Town of North Haven, Connecticut



**Comprehensive Annual
Financial Report
Year Ended June 30, 2015**

Town of North Haven, Connecticut



Comprehensive Annual Financial Report

For the Fiscal Year
July 1, 2014 to June 30, 2015

Prepared By:
Finance Department

Edward J. Swinkoski, CPA
Director of Finance/Administration

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Introductory Section



TOWN OF NORTH HAVEN
MEMORIAL TOWN HALL / 18 CHURCH STREET
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December 30, 2015

Honorable Members of the Board of Selectmen
and the Board of Finance
Town of North Haven, Connecticut
18 Church Street
North Haven, CT 06473

State law requires that every general-purpose local government publish within six months of the close of each fiscal year a complete set of audited financial statements. This report is published to fulfill that requirement for the fiscal year ended June 30, 2015.

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.

RSM US LLP, Certified Public Accountants, have issued an unmodified "clean" opinion on the Town of North Haven, Connecticut's financial statements for the year ended June 30, 2015. The independent auditor's report is located at the front of the financial section of this report.

Management's Discussion and Analysis (MD and A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD and A complements this letter of transmittal and should be read in conjunction with it.

PROFILE OF THE GOVERNMENT

The Town of North Haven, settled around 1670 as part of the colony of New Haven, was incorporated as a separate town in 1786. Located in south central Connecticut adjacent to and northeast of the City of New Haven, the Town covers a land area of 21.1 square miles and serves a population of 24,579. The Town of North Haven is empowered to levy a property tax on both real and personal properties located within its boundaries.

It operates under a Board of Selectmen form of government and provides services as authorized by its charter including public safety (police and fire), sanitation, health and social services, recreation, education and general administrative services.

The Town of North Haven has a Board of three selectmen, who are elected for a two year term, and a Board of Finance. The Town Meeting is the legislative body and must approve the annual budget, all special appropriations or expenditures, and all bond and note authorizations.

The Town operates with a total of fourteen elective boards and thirteen appointed boards. Members of the elective boards are chosen on a staggered basis. Powers and privileges are conferred and granted to the Town under the Constitution and General Statutes of the State of Connecticut.

The First Selectman is the full-time Chief Executive and Administrative Officer of the Town and oversees the execution of all laws and ordinances governing the Town. He presides over the Board of Selectmen and has full voting privileges on the Board. The First Selectman is also an ex-officio member of all Town boards, commissions, and agencies with a vote only on the Board of Selectmen, the Board of Finance, the Police Retirement Board and the Water Pollution Control Authority.

The Board of Finance is the budget-making authority responsible for financial and taxation matters, presenting the annual operating budget and special appropriations to the Town Meeting for its approval, and establishing the tax rate.

The Town's full-time professional staff includes an appointed Director of Finance/Administration and five other Department Heads.

The annual budget serves as the foundation for the Town of North Haven's financial planning and control.

The budget is prepared for the General Fund by department. Transfers under \$20,000 may be made within a department. Required transfers are tracked continuously and are formally adopted immediately after the end of the fiscal year as part of the end of the fiscal year closing of the budget.

Budget-to-actual comparisons are provided in this report for each governmental fund for which an appropriated annual budget has been adopted. For the general fund, this comparison is presented on pages 57 through 62.

LOCAL ECONOMY

Connecticut Route No. 15, the Wilbur Cross Parkway, passes through North Haven as does U.S. Route No. 5 and Connecticut Route Nos. 10, 17 and 22. North Haven is accessible from three full interchanges and two partial interchanges to Interstate Route No. 91. In addition, the Route 40 Connector provides a vital link between the center of North Haven, I-91 and Route 10 in the Mount Carmel Section of Hamden. Freight, and passenger service, is provided by Amtrak, Metro-North and Conrail, which also operates the Cedar Hill Classification Yard, one of the largest in the East. Most of this yard is located in the Town. Amtrak presently has its regional maintenance of operations in this area. In addition, interstate and intrastate buses and trucking companies provide freight and passenger service. The Tweed/New Haven Airport provides passenger and air freight service and is located 10 miles away on the New Haven/East Haven city lines.

North Haven is a suburban residential community with many commercial and manufacturing resources. The Town is part of a 12 town region comprising the New Haven labor market. An estimated 18,802 people are employed in North Haven.

There is a diverse commercial tax base including large and small manufacturers, distributors of food, beverage and industrial products, retail centers, entertainment and restaurants. In addition to the ten largest taxpayers (see table 9) other companies include: Brescombe Barton, liquor distributor; United Aluminum, aluminum products manufacturer; O.F. Mossberg & Sons, firearm manufacturer; Target Corp., retail; Hertz Equipment Rental, construction equipment rental; Montowese Health & Rehabilitation, health care; Connecticut Container Corp., corrugated container manufacturer; Rosewood LLC, apartments, Fleetpride, heavy-truck parts supplier; H.B. Communications, AV systems provider, Praxair Surface Technologies, industrial coatings; and C. Cowles, automotive manufacturer.

North Haven has many industrial parks, including the Mersick Industrial Park containing 35 acres; the Wharton Industrial Park containing 200 acres; the Leonardo Drive Industrial Park containing 70 acres; the Exit 10 Industrial Park containing 35 acres; and the Exit 9 Industrial Center containing 130 acres. Although much of the acreage included in these parks has been developed, there are some prime sites still available.

In 1960, there were 4,766 dwellings, as compared with 8,549 in 2013, that include mostly single family, owner occupied homes and condominiums. The average sales price of homes in North Haven was \$299,330, with homes ranging between \$118,000 and \$700,000. The Town's Planning and Zoning Commission is responsible for enforcing subdivision and other Town zoning regulations. In 2005, the Town adopted a new Plan of Conservation and Development to direct future growth and ensures its compatibility with existing uses.

MAJOR INITIATIVES

The Town remains a desirable location for families and businesses. Although the population has remained stable over the last decade, there are still opportunities for additional residential growth. A 76 single-family home development is being built on Middletown Ave., as well as a 149 unit condominium complex on Half Mile Road. In addition, there are two apartment projects currently under construction, a 150 unit complex on State Street for residents 55 years and older, and a 125 unit complex on Washington Avenue with 3,200 sq. ft. of retail on the ground level.

North Haven is committed to expanding its tax base by working closely with our current commercial taxpayers, as well as developers of new properties. We are home to over 1,300 businesses and support one of the largest commercial and industrial tax bases in Connecticut.

The Town Meeting recently approved an Economic Development Tax Incentive ordinance which will provide incentives to both existing businesses that want to expand and new businesses that want to build in town. The tax incentive is in the form of a three to seven year phased-in increase to the value of the property.

Commercial projects that are currently under development are a new Cinemark 14-screen movie theater; expansion of the Unicor-Connecticut Container factory; and the Northeast Gateway Industrial Park is continuing its development by the demolishing of the former Pratt & Whitney factory building.

The expansion of the medical facilities on Devine Street continues to grow. In addition to the 120,000 sq. ft. Yale-New Haven Hospital facility and an 18,000 sq. ft. Cardiology office, a 10,000 sq. ft. emergency and specialty animal hospital has opened in 2014.

Quinnipiac University has completed its multi-million dollar renovation of the former Anthem Insurance campus. The graduate programs for the School of Education, School of Health Sciences, School of Nursing, School of Law and the Frank H. Netter Medical School are not located in the North Haven Campus.

The Town is seeking to connect property on Valley Service Road and Defco Park Road, to provide greater access to this industrially zoned land. The Town intends to take over the sewer pump station on the Pratt & Whitney site and run a sewer line to the industrial sites on Defco Park Road.

The purpose of these improvements is to enhance development of the additional hundreds of acres of vacant industrial property on Valley Service Road and Dodge Avenue. Funding has been obtained through grants from the Economic Development Administration in Washington, D.C. This request also covers over 200 acres of land off Universal Drive, property that was once part of the Cedar Hill rail yards. In particular, the Town seeks funding to build a road network through the property. Each of these large-scale developments involves active participation by property owners to develop these hundreds of acres of land for mixed uses such as technology, manufacturing, a hotel with conference center, health club, retail stores and other varied uses.

The Town is also utilizing a State grant to repair and expand the Muddy River/Universal Road Bridge and is preparing to replace the Sackett Point Road Bridge. Both bridges lead to the highly traveled Universal Road shopping district.

North Haven is a remarkable community with a very rich tradition of being an outstanding place to both work and live. We are a community that will continue to grow. We are committed to stay focused on growing our grand list through productive economic development that is designed to minimize the tax burden for our town residents. By setting goals and objectives, embracing new ideas and being relentless on productive growth, North Haven will continue to be a wonderful community to be part of.

Finance Office: The Finance Office assists the Treasurer, Board of Finance and First Selectman. Its principal responsibility is the Town's day to day financial/administrative management and record keeping. Additional responsibilities include general administration, facilities management, personnel, purchasing, grants management, insurance/risk management, labor relations and wage/benefit administration.

Police: The North Haven Police Department provides full-time police services. The staff consists of 49 regular police officers, 4 civilian dispatchers, 4 clerks and 1 maintenance person. Major equipment includes the Town's central radio communications and dispatch point E 911 PSAP, 8 unmarked cruisers, 15 marked cruisers, 1 motorcycle, 1 armored vehicle, 1 cargo van and 1 traffic light and sign maintenance truck.

Fire: The North Haven Fire Department consists of a full-time career paid Headquarters staff and three volunteer fire companies. The Department has a career staff of 34 firefighters. Each volunteer company carries a maximum of 35 active firefighters and fire-police members. The major equipment includes: one 1,500 GPM pumper engine, seven 1,250 GPM pumper engines, two emergency rescue vehicles and a 105' aerial ladder truck. There are over 650 fire hydrants within the Town. The Town provides emergency medical services to the paramedic level.

Public Works: The Department encompasses the offices of the Building Official, Engineering, Land Use Administration, Zoning Enforcement and the operating divisions of Field Operations, Parks, Equipment Maintenance, Sanitation and Recycling. Additionally, the Department administers the Town's wastewater collection and treatment program under the direction of the Water Pollution Control Authority (WPCA).

Water Pollution Control Authority: The Water Pollution Control Authority (WPCA) oversees the Town's sanitary sewage collection system, the extension of sewer mains, reviews and approves of the expense and capital budget items, establishes policy, procedures and regulations, authorizes expenditures, and approves of assessment and collection charges.

The WPCA also works with property developers in Town to establish new sewer collection systems and pump stations for proposed subdivisions and commercial developments in accordance with Town standards.

Water Pollution Control Division: The Water Pollution Control Division as contracted through Veolia Water North America, oversees the operations of the Town's Water Pollution Control Facility (WPCF) and reports directly to the Director of the Department of Public Works.

The WPCF was constructed in 1966 and was modified and expanded in 1991 and again in 2005 to meet advanced treatment requirements as administered through the State of Connecticut Department of Energy and Environmental Protection (DEEP) and the United States Environmental Protection Agency (USEPA). Approximately 70% of the Town's residential, commercial and industrial properties are served by the WPCF. The WPCF includes preliminary, primary, and advanced secondary treatment of all sanitary sewage received at the plant. The treatment of sanitary sewage is subject to strict State of Connecticut and Federal National Pollutant Discharge Elimination System (NPDES) permit regulations and discharge requirements.

WPCF personnel provide operation and maintenance of the facility, its nine (9) pumping stations, and preventative maintenance of the approximately one hundred ten (110) miles of sanitary sewer mains.

WPCF personnel also perform the marking of underground sewer utilities as outlined in the State of Connecticut's "Call Before You Dig" program and performs inspections of all new and existing sanitary sewer connections to the Town's collection system, and perform inspections of approximately 110 restaurants under the State of Connecticut DEEP General Permit for the Discharge of Wastewater Associated with Food Preparation Establishments. This is also known as the "FOG Program" concerned with the elimination and reduction of Fats, Oils and Greases.

In addition to these duties, facility personnel provided preventive and corrective maintenance of all mechanical systems at the town swimming pool and nine emergency generators located throughout the town.

The latest improvements underway at the WPCF by the Town, include new valves and piping to the Old Broadway Pump Station and the replacement of the Supervisory Control and Data Acquisition (SCADA) system.

Engineering Office: The Town Engineer provides technical assistance and support to various boards and commissions, including Planning and Zoning, Inland Wetlands and the Zoning Board of Appeals and the Water Pollution Control Authority. The Town Engineer also works closely with the Office of the First Selectman and supports other Town departments and divisions within the Department of Public Works.

This assistance includes review of roadway and bridge design, drainage modifications and improvements, sanitary sewer installations, utilities, traffic control and property development issues. Coordination with State of Connecticut and Federal agencies, various consulting engineers, property developers, builders and the general public is provided in order to resolve potential problems prior to and during construction and/or site development.

Other services provided by Engineering include design, technical administrative assistance and inspection for Town construction projects, coordination of Town map updating and the administration of the Town Flood Plan ordinance and regulatory process.

Field Operations: The Field Operations Division is comprised of staff who are assigned to Streets and Roads, Sanitation, Transfer Station operations, Recycling Center operations, Parks and Equipment and Vehicle Maintenance. The Field Operations Division provides year round maintenance services to the Town's 146 plus miles of roadways, public drainage courses, parking lots, parks and other Town-owned open space areas. Field Operations personnel also provide for annual curbside leaf collection and disposal, winter snow and deicing efforts, street sweeping, catch basin cleaning, and replacement of asphalt curbing and road patching services.

The Department's Director of Field Operations also functions as the Town's Tree Warden and oversees the maintenance of where applicable, removal of all trees located on Town property or within the Town's Right of Way (ROW). In the fall of each year, the division operates a leaf collection program, which includes a six week program for scheduled pickup of loose leaves placed at the curb and those placed in brown biodegradable bags.

The Streets and Roads Division is also responsible for the management, maintenance and operations of the Town's Leaf Composting Facility located on the surface of the Town's landfill to the rear of the WPCF.

Parks: The Parks Division, which is an integral part of the Department's Division of Field Operations, is responsible for maintaining nearly 200 acres of park land and other open space areas throughout Town including: 18 ball fields, 10 tennis and basketball courts, 7 playgrounds, and 8 passive or natural areas. Some of the Town's critical open spaces include: Peter's Rock, Hansen Farm Park and Spring Road.

The Parks Division maintains the Town's Central Block and the Town cemeteries and assists with snow removal and deicing efforts as well as curbside leaf collection and removal. This division also provides assistance to other Town departments and support to Community Services and Recreation programs, affiliated sports leagues and special events held at the various Town Parks.

Vehicle and Equipment Maintenance: Supervised by the Field Operations Division, this section is responsible for keeping all of the Town's and Board of Education's vehicles, trucks and equipment operational. Department equipment includes, but is not limited to; plow trucks, sanitation trucks, recycling trucks, large lawn mowers, street sweepers, wood chippers, lawn maintenance equipment and more. A working foreman and three mechanics maintain and repair all Town and Board of Education owned-vehicles and equipment, including police vehicles and general Town vehicles utilized for day-to-day operations.

Vehicle and Equipment Maintenance Staff are also responsible for the daily management of the underground storage tanks (USTs) located at the Public Works Garage, including inspections and obtaining receipts of records and print-outs from the Veeder Root fuel leak detention system associated with tank volumes.

Sanitation: The Sanitation Division is responsible for the weekly collection of municipal solid waste (MSW) and recyclables for the 10,000 homes in Town. On average, this amounts to approximately 24,000 tons per year or 1.1 tons per Town resident annually. The Town also collects twice annually, bulky waste items such as refrigerators, ranges, tires and mattresses and/or other upholstered items. These items can also be disposed of at the Town's Transfer Station located at Universal Drive near Sackett Point Road.

The Sanitation Division provides single-stream curbside collection of State mandated recyclable items. These include: clear, green, and brown glass food and beverage containers; plastics (nos. 1-7) metal food and beverage containers, aluminum foil and pie plates; newspaper, paper and corrugated cardboard.

Residential solid wastes are collected once weekly by the Town's staff and disposed of at the Wallingford Resource Recovery Facility (Incineration Plant). Since July 1, 2010, disposal is made at the same location; however, the facility is owned and operated by COVANTA PROJECTS OF WALLINGFORD, L.P. (Covanta) per agreement between the Town and Covanta dated December 17, 2008 (the Covanta Agreement).

The Town has entered into a Municipal Solid Waste Services Delivery and Disposal Contract with the Covanta Energy pursuant to which it participates with four (4) other central Connecticut municipalities in the Wallingford Resource Recovery System. The system consists of a mass burn solid waste, resource recovery steam and electric generation facility located in the Town of Wallingford.

Under the Service Contract, the Town is required to deliver, or cause to be delivered to the system, solid wastes generated within Town boundaries up to the minimum commitment of the five participating municipalities. The total annual commitment for the five Towns is 125,000 tons per year. The Town's commitment to pay Municipal Disposal fees is a 'put-or-pay' commitment in that if the aggregate minimum commitment is not met by the five municipalities in any year, the Town must pay Municipal Disposal Fees for its full portion of the aggregate minimum commitment even if it did not deliver the full portion of the aggregate minimum commitment.

The Municipal Disposal Fee applicable in any contract year is calculated by estimating and netting out the System Cost and System Revenue for such contract year, as such terms are defined in the Service Contract. System costs include debt service on the Authority's bonds issued to finance the System, costs of operation and administrative costs, among other things. System revenue includes revenues through the sale of steam and electricity.

Municipal Disposal Fees shall be payable so long as the System is accepting solid waste delivery by or on behalf of the Town, whether or not such waste is processed at the facility. The Town's obligation to Municipal Disposal Fees, so long as the Authority is accepting the Town's solid waste, is absolute and unconditional, and shall not be subject to any set-off, counterclaim, recoupment, defense, or other right which the Town may have against the Authority or any other person for any reason. The Town has pledged its full faith and credit to the payment of the Municipal Disposal Fees and has also agreed to

enforce or levy and collect all taxes, cost sharing or other assessment or charges and take all such other action as may be necessary to provide for the payment of Municipal Disposal Fees.

The Town has a 'flow control' ordinance, which requires all collectors of solid waste in North Haven to deliver collected solid waste to the System.

Transfer Station: The Transfer Station is located on Universal Drive, approximately 500 feet south of the intersection with Sackett Point Road. Containers for normal household waste; bulky waste defined upholstered items and mattresses/box springs, brush, tires and white goods are available for use by residents only.

All vehicles must obtain a permit to use the Transfer Station, including trailers for cars or pick-up trucks. Each year, residents must bring their registration and driver's license to the Public Works Office. Each resident is entitled to six (6) passes for the transfer station which are valid for unlimited trips within the same day.

Recycling: The Town's Recycling Program annually ranks in the top 10% of the State of Connecticut Cities and Towns with a total of over 1,100 pounds of recyclables generated per resident and processed annually. In addition, North Haven recycles over 50% of its municipal solid waste, far surpassing the State's goal of 40%. This figure attests to North Haven's consistent ranking in the State's top communities in percentage of recyclables.

Effective August 1, 2013, the Town of North Haven in contract with John's Refuse and Recycling, commenced a no cost single-stream recyclables collection including the acceptance of plastics, (Nos. 1-7) mixed paper materials including junk mail and telephone books, glass and metal food and beverage containers, etc.

Effective April 4, 2013, the Town entered into its second "no cost" electronics recycling contract, this time with Electronics Recycling International and Take2Recycling. This contract allows the Town to comply with the 2009 mandated State of Connecticut Department of Energy and Environmental Protection (CT DEEP) regulations governing electronics recycling.

Leaf Disposal: Leaves are a mandated recyclable item by the State of Connecticut Department of Energy and Environmental Protection (CT DEEP) and must be composted by law. They may be composted by residents in their back yard or through the Town's Fall Leaf Collection and Compost Program. In the Fall of each year, the Division operates a Fall Leaf Collection Program, which includes a six week scheduled pick up program of curbside, loose leaves and those placed in brown biodegradable bags. This program is conducted in November and December annually. The Town does not collect leaves curbside at any other time of the year. However, residents may bring leaves year round to the Town's Recycling Center on Elm Street.

The Town continues to implement its in-house Leaf Composting effort, currently located on the Town's closed landfill and soon to be relocated to another Town-owned property. Residents are able to pick-up composted materials at no cost at the Town's Recycling Center located on Elm Street. Compost materials are for residential use only and are available as early as June of each year. Materials will continue to be available on a first come, first served basis until the supply is exhausted.

Land Use Office: The Land Use Office staff provides administrative support to the Planning and Zoning Commission, the Zoning Board of Appeals and the Inland Wetlands Commission.

Under the direction of the Land Use Administrator, the office assists residents, property owners and developers through the application process, to the appropriate Land Use Board and/or Commission. Procedurally, the office is responsible for accepting the formal application, preparing the legal notices, reviewing all applications for completeness and compliance, preparing the meeting agenda and organizing the actual meeting place(s).

The office also provides administrative support for the Zoning Enforcement Officer and works closely with the Building Department and Engineering offices of Public Works as well.

In addition to applications to the Planning and Zoning Commission, plot plans and Certificates of Compliance, the following are brought to the Land Use Office for review and approval: residential additions, garages, decks, fences and pools. Sign permits are reviewed and approved through the Land Use Office by the Zoning Enforcement Officer. Complaints regarding Zoning and Inland Wetland violations are vigorously pursued by the Zoning Enforcement Officer. The Town continues to achieve a high rate of zoning compliance.

Planning and Zoning Commission: The Planning and Zoning Commission is a five (5) member elected Board with three (3) alternates. The Commission is responsible for regulating all land uses and approving of the development of land in North Haven, including site plans, subdivisions, zone changes, amendments to Zoning Regulations and Special Permits. Zoning Regulations have been adopted to protect the health, safety and general welfare of the Community.

Inland Wetlands Commission: The Inlands Wetlands Commission consists of seven (7) appointed members and three (3) alternates and is responsible for reviewing all development of land that contains wetlands and/or water courses. The primary job of this Commission is to protect and preserve Inland Wetlands and water courses while maintaining a balance with the development and economic growth of North Haven.

Zoning Board of Appeals: The Zoning Board of Appeals is a five (5) member elected Board with three (3) alternates. The Board is responsible for hearing all applications on variances, exceptions and appeals of the decisions of the Zoning Enforcement Officer. Board members attempt to visit each site prior to rendering a decision. Applications submitted to this Board are subject to a Public Hearing. Legal notices for each application are advertised twice prior to a Public Hearing being held.

Zoning Enforcement: The Zoning Enforcement Officer is a critical supporting entity to the Planning and Zoning and Inland Wetlands Commissions. This employee's primary responsibility is to ensure that Land Use Regulations are adhered to throughout the Town of North Haven consistently and fairly.

Other responsibilities include reviewing all plot plans for new residences; reviewing all plot plans for residential additions, fences, and swimming pools, issuing certificates of Zoning Compliance for residential, commercial, and industrial properties and issuing permits for all free-standing and wall signs.

The Zoning Enforcement Officer also plays an integral role in the Building Permit Process. The Zoning Enforcement Officer must provide an approval for all building permit applications received and the two Departments rely on one another prior to permit issuance.

Building Department: The Building Department is responsible for assuring the safety of North Haven residents through the enforcement of all applicable building codes for new or existing structures within the Town. This process typically includes the review of plans and the issuance of a building permit prior to the start of construction, followed by inspections of work in-progress, and ending with the issuance of a Final Inspection Report or a Certificate of Occupancy when all work has been completed in compliance with the current regulations.

New permitting software (ViewPermit) has been implemented to expedite the issuance of permits. Applicants are encouraged to check with the Department on any changes to the Permit Fee Schedule or Code Changes. The Building Code currently adopted by the Town of North Haven is the 2005 Connecticut State Building Code.

Asking questions prior to the start of a project is the most efficient way to ensure that the proper requirements are met. As defined by the State Building Code the following permits for*:

- New homes;
- Additions, renovations or alterations to existing homes;
- Roofing, siding, door and window replacement
- New or repairs to: decks, porches, sheds, pools, garages and carports;
- New Commercial buildings;
- Additions, renovations or alterations to commercial buildings;
- Generators, coolers, outside storage, including pads and retaining walls;
- Installation or removal of gas, propane or oil tanks and or lines;
- Heating, ventilation, hood systems, sprinkler system (new or repairs), air conditioning, plumbing, grease traps, electrical wiring and low voltage;
- Installation of a fire place or wood stove;
- Installation of swimming pools, safety fences for in-ground pools, decks, sheds, etc.; and
- In general the replacement or repair of any existing structure and any new work before it is started.

Blight Enforcement Officer: The Building Office is also responsible for enforcement of the Blight Ordinance adopted in October 2011. This covers any property that is in a blighted condition that may adversely affect the economic well-being of the Town of North Haven, or contribute to the decline of neighborhoods, and jeopardize the health, safety, welfare and/or quality of life of persons within the Town of North Haven. Complaint forms can be found on-line on the Town's website and in the Building Department Office.

Blight Prevention Board of Appeals: The Blight Prevention Board of Appeals is a five (5) member appointed board with one (1) alternate. The Board is responsible for hearing all appeals of the decisions of the Blight Prevention Officer. Appeal applications submitted to the Board are subject to a public hearing. Legal notices for each application are advertised twice prior to a public hearing being held.

Health: The Quinnipiac Valley Health District is made up of North Haven, Hamden and Woodbridge, which joined together in 1978 to form a District Department of Health under provisions of Section 19-106 of the Connecticut General Statutes as amended. The District participates in per capita grants from the State of Connecticut, which help to defray the total cost of public health services.

The Town also participates in a Visiting Nurses Association Services, Inc. ("VNA"), which was formed in 1970 by the towns of North Haven, Woodbridge, Hamden and Bethany. The VNA provides home health care services.

Community Services and Recreation: The Department of Community Services/Recreation operates the Town's Comprehensive Human and Social Services program which includes Outpatient Psychiatric Services (under a contract with BH Care, Inc.), Youth Services, Day Care, Food Program, Energy Assistance, and a Senior Citizen's Program and Center which serves over 1,200 members.

The Recreation component within the Department is responsible for the planning and execution of activities, programs and special events designed to appeal to all age groups including, but not limited to tournaments, trips and a summer concert program; and operation and up-keep of the Town's Community Pool. The Recreation programs operate from the Mildred Wakeley Community and Recreation Center, which is also the site of a multiplicity of indoor recreational programs.

Library: The North Haven Memorial Library is a full service library open 58 hours per week in the winter and 48 hours per week in the summer. The library belongs to a consortium of 27 libraries. Town residents have online access to the collections of these libraries which number over two million volumes. Our library has 111,041 volumes, including audio visual and provides a variety of special information for business, industry and the personal needs of the Community. The Children's Department hosts over 300 programs and story hours a year. The department services children from infancy through age 14.

Utilities: Electric Service – United Illuminating Company and Integrys Energy Services; Gas Service – Southern Connecticut Gas Company; Water Service – South Central Connecticut Regional Water Authority.

EDUCATION SYSTEM

The Town's school system services grades pre-kindergarten through twelve and is governed by the local Board of Education. The Town has a nine-member Board of Education elected to six-year staggered terms. The primary function of the Board is to establish policy. Some of the areas for which such policies are set include curriculum, budget requests submission, ensuring funds for education as appropriated by the Town are properly expended, implementation of both State and Federal laws, and planning for facilities needed by the system, including construction and renovation.

The Department of Education operates four elementary schools, each serving a quadrant of the Town for grades K-5. The middle school serves grades 6-8, and the senior high school serves grades 9-12.

Enrollment in grade kindergarten through twelve as of October 1, 2013 was 3,291. The rated capacity of the system facilities is 4,822.

LONG-TERM FINANCIAL PLANNING

Unreserved, undesignated fund balance in the general fund is 7.9% of total general fund revenues. A portion of the fund balance may be used to offset general fund expenditures in the near future.

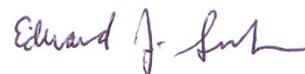
AWARDS AND ACKNOWLEDGEMENTS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Town of North Haven for its comprehensive annual financial report (CAFR) for the fiscal year ended June 30, 2014. This was the thirteenth consecutive year that the government has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report satisfied both generally accepted accounting principles and applicable legal requirements.

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

The preparation of this report on a timely basis could not have been accomplished without the efficient and dedicated services of management and staff of the Department of Finance and members of other departments who assisted in its compilation, to which I hereby express my appreciation. I also extend this appreciation to the Board of Selectmen and Board of Finance for their interest and support in planning and conducting the financial operations of the Town in a responsible and progressive manner.

Respectfully submitted,



Edward J. Swinkoski, CPA
Director of Finance/Administration

**TOWN OF NORTH HAVEN, CONNECTICUT
As of June 30, 2015**

PRINCIPAL OFFICIALS

FIRST SELECTMAN

Michael J. Freda

BOARD OF SELECTMEN

Timothy M. Doheny
Sally J. Buemi

BOARD OF FINANCE

Richard Monico, Chairman
William J. Pieper, Vice Chairman
Michael T. Hallahan, Secretary
Michael J. Freda
James J. Lianos
Patricia A. Brown
Dyann M. Vissicchio

ADMINISTRATION

Director of Finance/Administration	Edward J. Swinkoski, CPA
Manager, Information Technology	William Bennett
Assistant Office Manager/Staff Personnel Specialist	Rose Tryanow
Assessor	Gary Johns
Tax Collector	J. Stacey Yarbrough
Town Counsel	William R. Ryan, Ryan & Ryan, LLC
Town Clerk	J. Stacey Yarbrough
Treasurer	Laurie-Jean Hannon
Director of Public Works	Lynn Sadosky
Director of Field Operations	Victor Palma
Assistant Director of Field Operations, Highway	Michael Landino
Assistant Director of Field Operations, Sanitation	Michael Maturo
Town Engineer	Jonathan Bodwell
Building Official	Elio Floriano
Assistant Building Official	Joseph Milici
Land Use Administrator	Alan Fredricksen
Zoning Enforcement Officer	Laura Magaraci
Chief of Police	Thomas McLoughlin
Deputy Chief of Police	Jonathan Mulhern
Fire Chief/Fire Marshall	Vincent Landisio
Deputy Fire Chief	David Marcarelli
Animal Control Officer	David Carney
Director of Community Services and Recreation	Edward J. Swinkoski, CPA
Assistant Director of Recreation	Eileen Pettit
Assistant Director of Recreation/Pool	Andrew DeVecchio
Youth Services Administrator	Nancy Leddy
Manager of Senior Center	Judy Amarone
Director of Library Services	Lois Baldini
Assistant Director of Library Services	Patricia Dortenzio

BOARD OF EDUCATION

Alicia Clapp
Jennifer Ceccarelli
Goldie Adele
Jennifer A. Caldwell
Randi Petersen
Mathew Kerzner
Wesley J. O'Brien
Chairman - Anita B. Anderson
Bryan P. Bogen

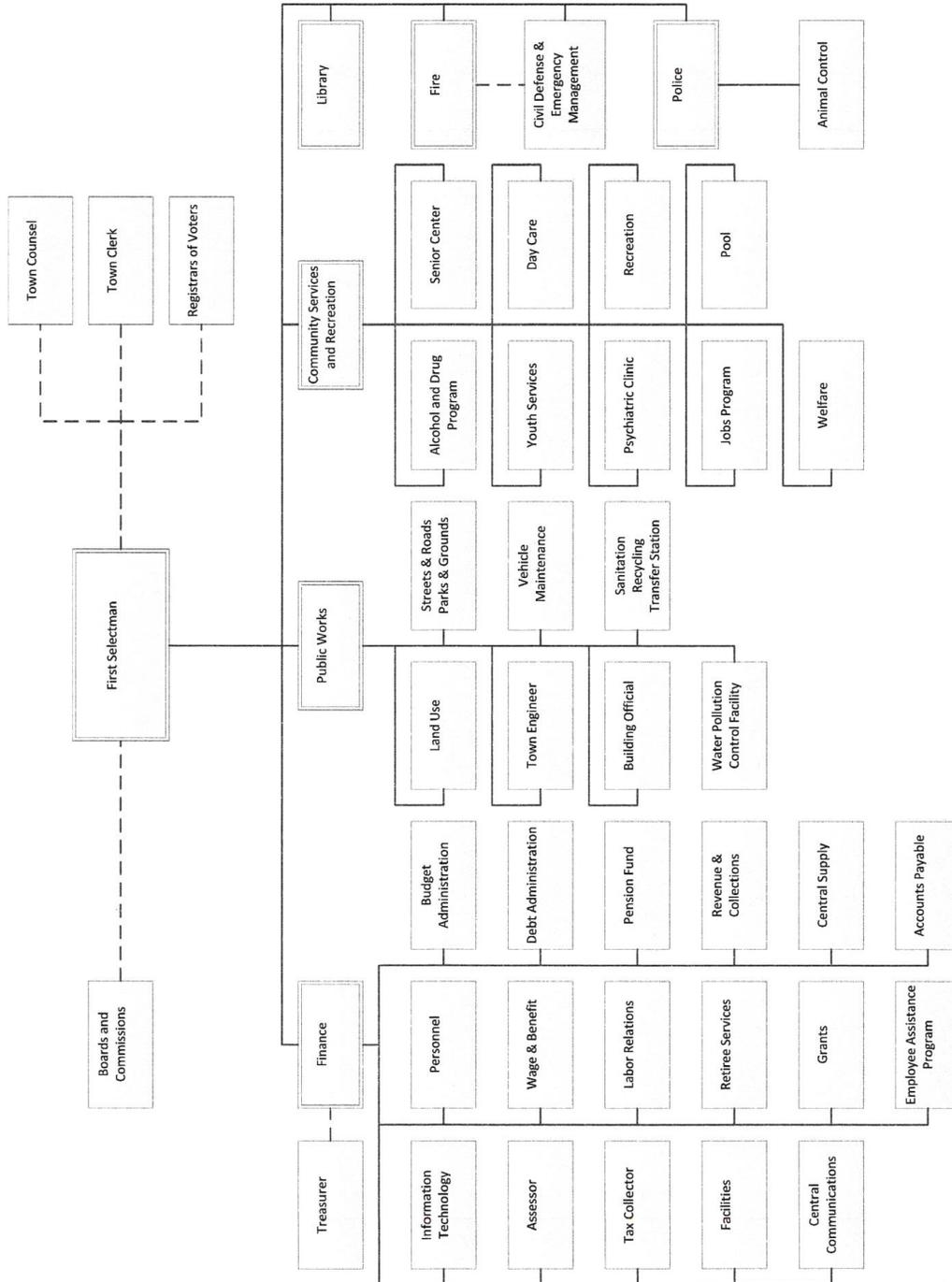
Superintendent of Schools

Dr. Robert Cronin

Director of Business & Operations

Kristine Carling, CPA

Organizational Chart





Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

Town of North Haven
Connecticut

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2014

Executive Director/CEO

Financial Section



Independent Auditor's Report

RSM US LLP

To the Board of Finance
Town of North Haven, Connecticut

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business type activities, each major fund and the aggregate remaining fund information of the Town of North Haven, Connecticut (the Town) as of and for the fiscal year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the Town's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of North Haven, Connecticut as of June 30, 2015, 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.

THE POWER OF BEING UNDERSTOOD

AUDIT | TAX | CONSULTING

Emphasis of Matter—Adoption of Standards

As explained in the Summary of Significant Accounting Policies in the notes to the financial statements, the Town adopted Governmental Accounting Standards Board (GASB) Statement No. 68, *Accounting and Financial Reporting for Pensions, an amendment of GASB Statement No. 27*, and GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date – and amendment of GASB 68*, which resulted in the Town restating net position for recognition of the Town's pension related activity incurred prior to July 1, 2014. Our opinion is not modified with respect to this matter.

Other Matters*Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the Management Discussion and Analysis, budgetary comparison information, the schedules of funding progress, the schedule of employer contributions – pensions, and the schedule of changes in net pension liability and related ratios – pensions, schedules of funding progress – OPEB, schedule of employer contributions – OPEB, and the schedule of the Town's proportionate share of the net pension liability – teachers' retirement system 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's basic financial statements. The introductory section, combining and individual fund financial statements and other 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 fund financial statements and other schedules are the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. 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 fund financial statements and other schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 30, 2015 on our consideration of the Town's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Town's internal control over financial reporting and compliance.

RSM US LLP

New Haven, Connecticut
December 30, 2015

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Town of North Haven, Connecticut Management's Discussion and Analysis - Unaudited June 30, 2015

As management of the Town of North Haven, Connecticut we offer readers of the Town of North Haven's financial statements this narrative overview and analysis of the financial activities of the Town of North Haven for the fiscal year ended June 30, 2015. 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 through x, of this report.

Financial Highlights

- As of July 1, 2014, the Town was required to implement GASB Statement No. 68 related to pensions. This Statement required that the unrestricted net position of the government-wide financial statements as of July 1, 2014 be restated and decreased in the amount of \$29,316,245. The decrease did not result from a change in benefits offered to employees, only the presentation of the liability on the balance sheet of the government-wide financial statements.
- The assets of the Town of North Haven exceeded its liabilities at the close of the most recent fiscal year by \$34,629,267 (net position). Of this amount, \$(34,105,540) (unrestricted deficit net position) may be used to meet the government's ongoing obligations to citizens and creditors.
- The government's total net position decreased by \$2,579,136.
- As of the close of the current fiscal year, the Town of North Haven's governmental funds reported combined ending fund balances of \$17,128,250, a decrease of \$6,030,627, in comparison with the prior year.
- At the end of the current fiscal year, unassigned fund balance for the general fund was \$7,519,929, or 7.9% of total general fund expenditures.
- The Town of North Haven's total bonded debt decreased by \$4,350,000, 7.9% during the current fiscal year.

Overview of the Financial Statements

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

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

The statement of net position presents information on all of the Town of North Haven's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Town of North Haven 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 of North Haven 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 of North Haven include general government, public safety, highways and streets, sanitation, economic development, and culture and recreation. The business-type activity of the Town of North Haven is the Water Pollution Control Authority.

The government-wide financial statements include only the Town of North Haven itself (known as the primary government). The Town of North Haven does not have any component units to be reported separately from the financial information presented for the primary government itself. The Water Pollution Control Authority, although also legally separate, functions for all practical purposes as a department of the Town of North Haven, and therefore has been included as an integral part of the primary government.

The government-wide financial statements can be found on pages 11 and 12 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 North Haven, like other state and local governments uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Town of North Haven can be divided into three categories: governmental funds, proprietary funds and fiduciary funds.

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

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

The Town of North Haven maintains 58 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 which is considered to be a major fund. Data from the other 57 governmental funds are combined into a single, aggregated 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 of North Haven adopts an annual appropriated budget for its general fund. A budgetary comparison statement has been provided for the general fund to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 13 and 14 of this report.

Proprietary funds. The Town of North Haven maintains two different types of proprietary funds. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The Town of North Haven uses an enterprise fund to account for its Water Pollution Control Authority. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among the Town of North Haven's various functions. The Town of North Haven uses an internal service fund to account for its dental insurance, prescription and workers' compensation programs. 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 Water

Pollution Control Authority, which is considered to be a major fund of the Town of North Haven. Conversely, six internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements.

The basic proprietary fund financial statements can be found on pages 16-18 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 North Haven's own programs.

The basic fiduciary statements can be found on pages 19 and 20 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 21 through 79 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 of North Haven, Connecticut's progress in funding its obligation to provide pension benefits and other postemployment benefits to its employees and the General Fund budgetary comparison. This information can be found on pages 81 through 99 of this report.

Government-wide Financial Analysis

As noted, earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the Town of North Haven, assets exceeded liabilities by \$34,629,267 at the close of the most recent fiscal year, \$23,190,870 for governmental activities and \$11,438,397 for business-type activities.

By far the largest portion of the Town of North Haven's total net position (258.5%) reflects its investment in capital assets (e.g., land, building, machinery, and equipment), less any related debt used to acquire those assets that are still outstanding. The Town of North Haven uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Town of North Haven'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.

**Town of North Haven's Summary Statement of Net Position
As of June 30, 2015 and 2014**

	Governmental Activities		Business-Type Activities		Total	
	2015	2014	2015	2014	2015	2014
Current and other assets	\$ 26,150,224	\$ 33,702,601	\$ 3,634,011	\$ 2,664,564	\$ 29,784,235	\$ 36,367,165
Capital assets	112,999,765	111,093,938	7,759,939	8,293,763	120,759,704	119,387,701
Total Assets	139,149,989	144,796,539	11,393,950	10,958,327	150,543,939	155,754,866
Deferred outflows of resources	3,391,396	140,063	-	-	3,391,396	140,063
Long-term liabilities outstanding	111,523,991	83,224,509	-	-	111,523,991	83,224,509
Other liabilities	5,316,160	6,453,140	-	-	5,316,160	6,453,140
Total Liabilities	116,840,151	89,677,649	-	-	116,840,151	89,677,649
Deferred inflows of resources	2,755,696	172,702	-	-	2,755,696	172,702
Net position:						
Net investment in capital assets	59,953,136	55,955,494	7,759,939	8,293,763	67,713,075	64,249,257
Restricted	1,021,732	1,151,699	-	-	1,021,732	1,151,699
Unrestricted (deficit)	(37,783,998)	(2,020,942)	3,678,458	3,386,509	(34,105,540)	1,365,567
Total Net Position	\$ 23,190,870	\$ 55,086,251	\$ 11,438,397	\$ 11,680,272	\$ 34,629,267	\$ 66,766,523

An additional portion of the Town of North Haven's governmental activities net position of \$1,021,732 represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position (\$37,783,998) may be used to meet the government's ongoing obligations to citizens and creditors. For business-type activities, unrestricted net position is \$3,686,458.

At the end of the current fiscal year, the Town of North Haven is able to report positive balances in two of the three categories of net position, collectively. For the prior fiscal year, the Town was able to report positive balances in all three categories of net position, collectively.

The Town's total net position decreased by \$2,821,011 during the current fiscal year.

Governmental activities. Governmental activities decreased the Town of North Haven's net position by \$2,579,136 Key elements of this decrease are as follows:

\$1,357,707 in an MRSA bonded distribution was budgeted, but the actual revenue was accounted for in a separate capital project fund and town clerk fees over budget by \$257,361, in lieu of taxes over budget by \$156,759 and other small variances. The net effect of these items negatively impacted the General Fund by \$269,211.

	Governmental Activities		Business-Type Activities		Total	
	2015	2014	2015	2014	2015	2014
Revenues:						
Program Revenues:						
Charges for services	\$ 4,756,894	\$ 4,265,668	\$ 3,381,614	\$ 3,492,744	\$ 8,138,508	\$ 7,758,412
Operating grants and contributions	15,310,986	14,934,140	-	-	15,310,986	14,934,140
Capital grants and contributions	26,571	134,075	-	-	26,571	134,075
General Revenues:						
Property taxes	79,136,203	79,384,196	-	-	79,136,203	79,384,196
Grants and contributions not restricted to specific programs	1,252,080	1,131,131	-	-	1,252,080	1,131,131
Interest income	51,148	72,708	-	-	51,148	72,708
Other	1,045,747	747,526	-	-	1,045,747	747,526
Total revenues	101,579,629	100,669,444	3,381,614	3,492,744	104,961,243	104,162,188
Expenses:						
General government	10,306,762	10,416,099	-	-	10,306,762	10,416,099
Public safety	17,525,716	16,939,381	-	-	17,525,716	16,939,381
Public works	9,076,573	7,877,641	-	-	9,076,573	7,877,641
Health and welfare	1,517,480	1,384,680	-	-	1,517,480	1,384,680
Culture and recreation	1,891,391	1,693,208	-	-	1,891,391	1,693,208
Education	62,269,843	62,060,540	-	-	62,269,843	62,060,540
Interest	1,571,000	1,521,128	-	-	1,571,000	1,521,128
WPCA	-	-	3,623,489	3,555,806	3,623,489	3,555,806
Total expenses	104,158,765	101,892,677	3,623,489	3,555,806	107,782,254	105,448,483
Change in net position	(2,579,136)	(1,223,233)	(241,875)	(63,062)	(2,821,011)	(1,286,295)
Net Position, beginning *	25,770,006	56,309,484	11,680,272	11,743,334	37,450,278	68,052,818
Net Position, ending	\$ 23,190,870	\$ 55,086,251	\$ 11,438,397	\$ 11,680,272	\$ 34,629,267	\$ 66,766,523

* as restated, see Note 1

Business-type activities. Business-type activities decreased the Town of North Haven's net position by \$241,875.

The depreciation charge for the year was \$533,824.

Financial Analysis of the Government's Funds

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

Governmental funds. The focus of the Town of North Haven's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the Town of North Haven's financial requirements. In particular, unreserved 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 of North Haven's governmental funds reported combined ending fund balances of \$17,128,250, a decrease of \$6,030,627 in comparison with the prior year. \$4,957,365 of this fund balance is assigned to indicate that there is intent to spend the funds on a specific purpose: 1) to liquidate contracts and purchase orders of the prior period of \$470,816 or 2) for a variety of other purposes \$346,833. Additionally, \$3,389,716 is assigned for debt retirement, and \$750,000 for the fiscal 2015-2016 budget.

The general fund is the chief operating fund of the Town of North Haven. At the end of the current fiscal year, unassigned fund balance of the general fund was \$7,519,929, while total fund balance reached \$12,513,181. 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 7.9% of the total general fund expenditures, while total fund balance represents 13.1% of that same amount.

The fund balance of the Town of North Haven's General Fund decreased by \$913,082 during the current fiscal year. This was mainly the result of budgeting \$750,000 of fund balance to be used in the fiscal year ended June 30, 2015 budget and a special appropriation of \$260,414.

Proprietary funds. The Town of North Haven's proprietary fund provides the same type of information found in the government-wide financial statements, but in more detail.

Unrestricted net position of the Water Pollution Control Authority at the end of the year amounted to \$3,678,458. The total decrease in net position of the fund was \$241,875.

General Fund Budgetary Highlights

Budget variances in the General Fund were attributable to various revenue items. Revenues from town clerk fees and were \$257,361 more than budgeted. Actual revenues were \$1,019,211 less than budget, which includes the planned use of fund balance of \$750,000 and a special appropriation of \$260,414.

Capital Asset and Debt Administration

Capital assets. The Town of North Haven's investment in capital assets for its governmental type activities as of June 30, 2015, amounts to \$112,999,765 (net of accumulated depreciation). This investment in capital assets includes land, buildings and system, improvements, machinery and equipment, park facilities, roads, highways, and bridges. The Town of North Haven's investment in capital assets for its business-type activities as of June 30, 2015 amounts to \$7,759,939. This investment in capital assets includes buildings and systems along with machinery and equipment. The total increase in the Town of North Haven's investment in capital assets for the current fiscal year was 2.7%.

Major capital asset events during the current fiscal year included various machinery and equipment purchases in the amount of approximately \$866,258 and Building Renovations of \$3.8 million.

Town of North Haven's Capital Assets - Gross

	Governmental Activities		Business-Type Activities		Total	
	June 30, 2015	June 30, 2014	June 30, 2015	June 30, 2014	June 30, 2015	June 30, 2014
Land	\$ 4,057,157	\$ 257,682	\$ -	\$ -	\$ 4,057,157	\$ 257,682
Building and system Improvements other than building	132,177,904	132,079,883	12,929,160	12,929,160	145,107,064	145,009,043
Machinery and equipment Infrastructure	4,836,056	4,831,748	4,565,985	4,565,985	4,836,056	4,831,748
	18,790,922	18,239,555	22,425,904	22,425,904	23,356,907	22,805,540
	29,109,791	27,552,866			51,535,695	49,978,770
Total	\$ 188,971,830	\$ 182,961,734	\$ 39,921,049	\$ 39,921,049	\$ 228,892,879	\$ 222,882,783

Additional information on the Town of North Haven's capital assets can be found in Note 7 of this report.

Long-term debt. At the end of the current fiscal year, the Town of North Haven had total bonded debt outstanding of \$50,575,000 which is backed by the full faith and credit of the government.

**Town of North Haven's Outstanding Debt
General Obligation Bonds**

	Governmental Activities	
	June 30, 2015	June 30, 2014
General Obligation Bonds	\$ 50,575,000	\$ 54,925,000

The Town of North Haven's total bonded debt decreased by \$4,350,000 (7.9%) during the current fiscal year.

The Town of North Haven's rating was upgraded to "AAA" by S&P during the fiscal year for general obligation debt.

State statutes limit the amount of general obligation debt a governmental entity may issue to seven times total tax collections. The current debt limitation for the Town of North Haven's outstanding general obligation debt is \$556,640,616.

Additional information on the Town of North Haven's long-term debt can be found in Note 7 of this report.

Economic Factors and Next Year's Budget and Rates.

The unemployment rate from the Town of North Haven is currently 5.2 percent. Inflationary trends in the region are comparable to national indices.

These factors were considered in preparing the Town of North Haven's budget for the 2015 fiscal year.

During the current fiscal year, unassigned fund balance in the general fund decreased by \$542,893.

Requests for Information

This financial report is designed to provide a general overview of the Town of North Haven'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 Office, Town of North Haven, 18 Church Street, North Haven, Connecticut 06473.

Basic Financial Statements

Town of North Haven, Connecticut

Statement of Net Position
June 30, 2015

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
Assets			
Cash and cash equivalents	\$ 19,936,842	\$ 3,634,011	\$ 23,570,853
Receivables, net of allowance for collection losses:			
Property taxes	2,705,073	-	2,705,073
Assessments and user charges	190,301	-	190,301
Intergovernmental	1,091,479	-	1,091,479
Other	33,155	-	33,155
Prepaid	36,487	-	36,487
Inventories	25,888	-	25,888
Restricted cash	2,130,999	-	2,130,999
Internal balances	245,332	(245,332)	-
Capital assets not being depreciated	6,583,664	-	6,583,664
Capital assets being depreciated, net of accumulated depreciation	106,416,101	7,759,939	114,176,040
Total assets	139,395,321	11,148,618	150,543,939
Deferred Outflow of Resources			
Deferred pension expense	3,298,023	-	3,298,023
Deferred charge on refunding	93,373	-	93,373
Total deferred outflows of resources	3,391,396	-	3,391,396
Liabilities			
Current liabilities:			
Accounts payable	4,242,760	-	4,242,760
Accrued interest payable	770,178	-	770,178
Unearned revenue	303,222	-	303,222
Long-term liabilities:			
Due in less than one year	5,481,705	-	5,481,705
Due in more than one year	106,042,286	-	106,042,286
Total liabilities	116,840,151	-	116,840,151
Deferred Inflow of Resources			
Deferred pension credit	2,733,741	-	2,733,741
Advanced property tax collections	21,955	-	21,955
Total deferred inflows of resources	2,755,696	-	2,755,696
Net Position			
Net investment in capital assets	59,953,136	7,759,939	67,713,075
Restricted for:			
Trust purposes:			
Expendable	37,506	-	37,506
Non-expendable	517,548	-	517,548
Education	307,968	-	307,968
Health and welfare	2,668	-	2,668
Culture and recreation	156,042	-	156,042
Unrestricted (deficit)	(37,783,998)	3,678,458	(34,105,540)
Total net position	\$ 23,190,870	\$ 11,438,397	\$ 34,629,267

See Notes to Financial Statements.

Town of North Haven, Connecticut

Statement of Activities

For the Year Ended June 30, 2015

Functions/Programs	Expenses	Indirect Expense Allocations	Program Revenues			Net (Expense) Revenue and Change in Net Position		
			Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Primary Government								
Governmental activities:								
General government	\$ (10,306,762)	\$ (157,100)	\$ 982,341	\$ -	\$ -	\$ (9,481,521)	\$ -	\$ (9,481,521)
Public safety	(17,525,716)	-	992,195	178,723	-	(16,354,798)	-	(16,354,798)
Public works	(9,076,573)	-	912,893	2,279,008	-	(5,884,672)	-	(5,884,672)
Health and welfare	(1,517,480)	-	87,638	358,629	-	(1,071,213)	-	(1,071,213)
Cultural and recreation	(1,891,391)	-	339,659	29,368	-	(1,522,364)	-	(1,522,364)
Education	(62,269,843)	(1,413,900)	1,442,168	12,465,258	26,571	(49,749,746)	-	(49,749,746)
Interest on long-term debt	(1,571,000)	1,571,000	-	-	-	-	-	-
Total governmental activities	(104,158,765)	-	4,756,894	15,310,986	26,571	(84,064,314)	-	(84,064,314)
Business-type activities:								
WPCA	(3,623,489)	-	3,381,614	-	-	-	(241,875)	(241,875)
Total primary government	\$ (107,782,254)	\$ -	\$ 8,138,508	\$ 15,310,986	\$ 26,571	(84,064,314)	(241,875)	(84,306,189)
General revenues:								
Property taxes						79,136,203	-	79,136,203
Grants and contributions not restricted to specific programs						1,252,080	-	1,252,080
Investment income						51,148	-	51,148
Miscellaneous						1,045,747	-	1,045,747
Total general revenues						81,485,178	-	81,485,178
Change in net position						(2,579,136)	(241,875)	(2,821,011)
Net Position - beginning, as restated (Note 1)						25,770,006	11,680,272	37,450,278
Net Position - ending						\$ 23,190,870	\$ 11,438,397	\$ 34,629,267

See Notes to Financial Statements.

Town of North Haven, Connecticut

Balance Sheet - Governmental Funds
June 30, 2015

	Major Fund			Total Governmental Funds
	General Fund	North Haven Middle School	Nonmajor Governmental Funds	
Assets				
Cash and cash equivalents	\$ 16,057,184	\$ -	\$ 4,572,236	\$ 20,629,420
Receivables (net of allowances for collection losses):				
Property taxes	2,705,073	-	-	2,705,073
Assessments and user charges	190,301	-	-	190,301
Intergovernmental	559,853	-	531,626	1,091,479
Other	33,155	-	-	33,155
Due from other funds	3,189,843	-	3,316,938	6,506,781
Prepaid items	35,887	-	600	36,487
Inventories	-	-	25,888	25,888
Total assets	\$ 22,771,296	\$ -	\$ 8,447,288	\$ 31,218,584
Liabilities				
Accounts payable	\$ 3,475,317	\$ -	\$ 616,670	\$ 4,091,987
Unearned revenue	197,576	-	105,646	303,222
Due to other funds	3,347,472	2,285,140	619,672	6,252,284
Total liabilities	7,020,365	2,285,140	1,341,988	10,647,493
Deferred Inflows of Resources				
Unavailable revenue	3,215,795	-	205,091	3,420,886
Advanced tax collections	21,955	-	-	21,955
Total deferred inflows of resources	3,237,750	-	205,091	3,442,841
Fund Balances (Deficits)				
Nonspendable	35,887	-	544,036	579,923
Restricted	-	-	4,201,213	4,201,213
Committed	-	-	2,571,399	2,571,399
Assigned	4,957,365	-	-	4,957,365
Unassigned (deficit)	7,519,929	(2,285,140)	(416,439)	4,818,350
Total fund balances	12,513,181	(2,285,140)	6,900,209	17,128,250
Total liabilities, deferred inflows of resources and fund balances	\$ 22,771,296	\$ -	\$ 8,447,288	

Amounts reported for governmental activities in the statement of net position are different because:

Capital assets, net of accumulated depreciation, used in governmental fund are not financial resources and, therefore, are not reported in the funds.	112,999,765
Other long-term assets are not available to pay for current period expenditures and, therefore, are reported as deferred inflows of resources in the funds.	3,420,886
Deferred charge on refunding	93,373
Deferred pension credit	(2,733,741)
Deferred pension expense	3,298,023
Accrued interest not recorded in funds	(770,178)
Internal service funds are used by management to charge the costs of risk management to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position.	542,522
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds	(110,788,030)
Net Position of Governmental Activities	\$ 23,190,870

See Notes to Financial Statements.

Town of North Haven, Connecticut

Statement of Revenues, Expenditures and Changes in Fund Balances -
Governmental Funds
For the Year Ended June 30, 2015

	Major Fund			Total Governmental Funds
	General Fund	North Haven Middle School	Nonmajor Governmental Funds	
Revenues				
Property taxes	\$ 79,591,102	\$ -	\$ -	\$ 79,591,102
Licenses, permits, fees and fines	1,924,213	-	-	1,924,213
Intergovernmental	10,825,225	-	5,717,885	16,543,110
Investment income	46,968	-	753	47,721
Charges for services	1,023,780	-	1,808,901	2,832,681
Net increase in fair value of investments	-	-	3,427	3,427
Contributions	-	-	24,320	24,320
Other	1,042,443	-	10,000	1,052,443
Total revenues	94,453,731	-	7,565,286	102,019,017
Expenditures				
Current:				
General government	6,101,528	-	-	6,101,528
Public safety	9,060,091	-	899,558	9,959,649
Public works	4,316,377	-	1,816,363	6,132,740
Health and welfare	1,019,976	-	74,448	1,094,424
Culture and recreation	860,085	-	452,563	1,312,648
Benefits and insurance	11,167,962	-	-	11,167,962
Education	54,392,877	-	3,726,922	58,119,799
Other	1,487,548	-	-	1,487,548
Principal retirements	4,393,327	-	-	4,393,327
Interest	2,042,999	-	-	2,042,999
Capital outlay	910,257	2,214,599	3,465,292	6,590,148
Total expenditures	95,753,027	2,214,599	10,435,146	108,402,772
Excess (deficiency) of revenues over expenditures	(1,299,296)	(2,214,599)	(2,869,860)	(6,383,755)
Other Financing Sources (Uses)				
Transfers in	200,645	-	167,559	368,204
Transfers out	(167,559)	-	(200,645)	(368,204)
Issuance of capital leases	353,128	-	-	353,128
Total other financing sources	386,214	-	(33,086)	353,128
Net change in fund balances	(913,082)	(2,214,599)	(2,902,946)	(6,030,627)
Fund Balances, Beginning	13,426,263	(70,541)	9,803,155	23,158,877
Fund Balances, Ending	\$ 12,513,181	\$ (2,285,140)	\$ 6,900,209	\$ 17,128,250

See Notes to Financial Statements.

Town of North Haven, Connecticut

**Reconciliation of the Statement of Revenues, Expenditures, and
Changes in Fund Balances of Governmental Funds to the
Statement of Activities
For the Year Ended June 30, 2015**

Amounts reported for governmental activities in the statement of activities
are different because:

Net changes in fund balances - total governmental funds \$ (6,030,627)

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 expense in the
current period. 1,905,827

Revenues in the statement of activities that do not provide current financial
resources are not reported as revenues in the funds. (439,388)

The issuance of long-term debt (e.g., bonds, leases) provides current
financial resources to governmental funds, while the repayment of the
principal of long-term debt consumes the current financial resources
of governmental funds. Neither transaction, however, has any effect
on net position. Also, governmental funds report the effect of
premiums, discounts, and similar items when debt is first issued,
whereas these amounts are deferred and amortized in the statement
of activities. This amount is the net effect of these differences in the
treatment of long-term debt and related items. 4,441,447

Some items 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. (2,543,165)

The net revenue of certain activities of internal service funds is reported
with governmental activities. 86,770

Change in net position of governmental activities \$ (2,579,136)

See Notes to Financial Statements.

Town of North Haven, Connecticut

Statement of Net Position - Proprietary Funds
June 30, 2015

	Business-Type Activities Enterprise Fund Water Pollution Control Authority	Governmental Activities Internal Service Funds
Assets		
Current assets:		
Cash and cash equivalents	\$ 3,634,011	\$ 1,438,421
Usage receivable	471,379	-
Due from other funds	-	61,028
Total current assets	<u>4,105,390</u>	<u>1,499,449</u>
Capital assets, net of accumulated depreciation	<u>7,759,939</u>	-
Total assets	<u>11,865,329</u>	<u>1,499,449</u>
Liabilities		
Current liabilities:		
Accounts payable	181,600	150,773
Due to other funds	245,332	70,193
Claims payable	-	735,961
Total current liabilities	<u>426,932</u>	<u>956,927</u>
Total liabilities	<u>426,932</u>	<u>956,927</u>
Net Position		
Net investment in capital assets	7,759,939	-
Unrestricted	<u>3,678,458</u>	<u>542,522</u>
Total net position	<u>\$ 11,438,397</u>	<u>\$ 542,522</u>

See Notes to Financial Statements.

Town of North Haven, Connecticut

Statement of Revenues, Expenses and Changes in Fund Net Position -
Proprietary Funds

For the Year Ended June 30, 2015

	Business-Type Activities Enterprise Fund Water Pollution Control Authority	Governmental Activities Internal Service Funds
Operating Revenues		
Water use fees and charges	\$ 3,258,589	\$ -
Intergovernmental revenue	123,025	-
Premiums	-	2,969,194
Total operating revenues	<u>3,381,614</u>	<u>2,969,194</u>
Operating Expenses		
Claims	-	2,779,549
Depreciation	533,824	-
Administration and operations	3,089,665	102,875
Total operating expenses	<u>3,623,489</u>	<u>2,882,424</u>
Operating income (loss)	(241,875)	86,770
Fund Net Position, Beginning	<u>11,680,272</u>	<u>455,752</u>
Fund Net Position, Ending	<u>\$ 11,438,397</u>	<u>\$ 542,522</u>

See Notes to Financial Statements.

Town of North Haven, Connecticut

Statement of Cash Flows - Proprietary Funds
For the Year Ended June 30, 2015

	Business-Type Activities Enterprise Fund Water Pollution Control Authority	Governmental Activities Internal Service Funds
Cash Flows From Operating Activities		
Cash received from charges for services	\$ 3,632,180	\$ 2,918,559
Cash paid to vendors and claims	(2,662,733)	(2,490,643)
Net cash provided by operating activities	<u>969,447</u>	<u>427,916</u>
Net increase in cash and cash equivalents	969,447	427,916
Cash and Cash Equivalents		
Beginning	<u>2,664,564</u>	<u>1,010,505</u>
Ending	<u>\$ 3,634,011</u>	<u>\$ 1,438,421</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided by Operating Activities		
Operating income (loss)	\$ (241,875)	\$ 86,770
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:		
Depreciation	533,824	-
Changes in assets and liabilities:		
(Increase) in due from	188,028	(50,635)
Decrease in usage receivable	62,538	-
Increase in due to other funds	245,332	70,193
Increase (decrease) in accounts payable	181,600	20,699
Increase in claims payable	-	300,889
Net cash provided by operating activities	<u>\$ 969,447</u>	<u>\$ 427,916</u>

See Notes to Financial Statements.

Town of North Haven, Connecticut

**Statement of Fiduciary Net Position - Fiduciary Funds
June 30, 2015**

	Pension Trust Funds	Agency Funds
Assets		
Cash and cash equivalents	\$ 320,987	\$ 1,580,145
Accounts receivable	76,320	-
Investments:		
U.S. government and agency notes and bonds	2,841,320	-
Corporate bonds	8,119,289	-
Municipal bonds	2,083,260	-
Common stock	34,272,136	-
Money market mutual funds	2,470,954	-
Alternatives	12,533,492	-
Equity mutual funds	28,658,980	-
Total investments	<u>90,979,431</u>	<u>-</u>
Total assets	<u>91,376,738</u>	<u>1,580,145</u>
Liabilities		
Due to student groups and agencies or others	-	1,580,145
Total liabilities	<u>-</u>	<u>1,580,145</u>
Net Position		
Restricted for pension benefits and other	<u>\$ 91,376,738</u>	<u>\$ -</u>

See Notes to Financial Statements.

Town of North Haven, Connecticut

**Statement of Changes in Fiduciary Net Position - Fiduciary Funds
For the Year Ended June 30, 2015**

	Pension Trust Funds
<hr/>	
Additions	
Contributions	
Employer	\$ 4,570,774
Plan members	79,485
Total contributions	<u>4,650,259</u>
Investment income	
Net appreciation in fair value of investments	3,363,103
Interest and dividends	307,444
	<u>3,670,547</u>
Less investment expenses:	
Investment management fees	532,335
Net investment income	<u>3,138,212</u>
Total additions	<u>7,788,471</u>
Deductions	
Benefits	5,597,578
	<u>5,597,578</u>
Changes in net position	2,190,893
Net Position - Restricted for Pension Benefits and Other	
Beginning of year	<u>89,185,845</u>
End of year	<u>\$ 91,376,738</u>

See Notes to Financial Statements.

Town of North Haven, Connecticut

Notes to Financial Statements

Note 1. Significant Accounting Policies

Reporting entity: The Town of North Haven, Connecticut (the Town), was incorporated in 1786 under the provisions of the Home Rule Law of the State of Connecticut. It operates under a Board of Selectmen form of government and provides services as authorized by its charter including public safety (police and fire), sanitation, health and social services, recreation, education and general administrative services. The accompanying financial statements conform to accounting principles generally accepted in the United States of America as applicable to governments.

Accounting principles generally accepted in the United States of America require that the reporting entity include (1) the primary government, (2) organizations for which the primary government is financially accountable and (3) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. The criteria provided in the Governmental Accounting Standards Board (GASB) Codification, Section 2100, have been considered and there are no agencies or entities, which should be presented with the Town.

Accounting standards adopted in the current year:

GASB Statement No. 68, Accounting and Financial Reporting for Pensions, and its amendment, GASB Statement No. 71, was implemented on July 1, 2014. This statement revised and established new financial reporting requirements for most governments that provide their employees with pension benefits. Among other requirements, Statement No. 68 required governments providing defined benefit pensions to recognize their long-term obligation for pension benefits as a liability for the first time and calls for immediate recognition of more pension expense than is currently required. The effects of the implementation of this statement are as follows: The beginning net position was decreased by \$29,316,245, a net pension liability of \$30,043,484 was added, a net pension asset of \$4,816 was removed and a net pension obligation of \$732,055 was removed. Details can be found in Note 9. The adoption of this GASB standard also provided additional disclosures for the State Teachers' Retirement Plan.

GASB Statement No. 69, Government Combinations and Disposals of Government Operations, was implemented on July 1, 2014. This statement provided guidance for determining whether a specific government combination is a government merger, acquisition, or a transfer of operations, which will improve accounting for mergers and acquisitions among state and local governments. The implementation of this statement had no impact on the Town's financial statements.

Government-wide and fund financial statements: The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which are normally supported by taxes and intergovernmental revenues are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

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

Town of North Haven, Connecticut

Notes to Financial Statements

Note 1. Significant Accounting Policies (Continued)

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

The various fund types included in the financial statements are described below:

Governmental funds: Governmental Funds are those through which most governmental functions typically are financed.

Governmental fund reporting focuses on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities is reported as fund balance.

The General Fund is the primary operating fund of the Town. This fund is used to account for and report all financial transactions and resources except those required to be accounted for in another fund. Revenues are derived primarily from property taxes, state and federal grants, licenses, permits, charges for service and interest income.

Special Revenue Funds account for and report the proceeds of specific revenue sources that are restricted or committed for expenditure for specific activities other than debt service or capital projects.

Capital Project Funds account for and report all financial resources that are restricted, committed or assigned to expenditure for capital outlay.

Permanent Funds are used to account for and report resources that are legally restricted to the extent that only earnings, and not principal, may be used for purposes that support the Town's programs.

Proprietary funds: Proprietary funds are used to account for activities that are similar to those often found in the private sector. These funds are accounted for on the flow of economic resources measurement focus and use the accrual basis of accounting.

Enterprise Funds account for operations that are financed in a manner similar to private business enterprises, where the intent is that costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges. The WPCA Fund is the Town's only enterprise fund.

Internal Service Funds account for the financing of goods or services provided by one department to other departments or agencies of the Town on a cost-reimbursement basis. The Town reported four internal service funds, a dental and prescription self-insurance fund for each the Town and Board of Education.

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

The Pension Trust Fund accounts for the Municipal Employees Retirement System.

Town of North Haven, Connecticut

Notes to Financial Statements

Note 1. Significant Accounting Policies (Continued)

Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operation. The Student Activities Fund, Student Scholarship Fund and Performance Bonds Fund are the Town's agency funds.

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 the fiduciary fund financial statements. The agency funds are reported using the accrual basis of accounting but do not have a measurement focus. 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 when levied for. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Town considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures are generally recorded when a liability is incurred as under accrual accounting, however, debt service expenditures, as well as expenditures related to compensated absences, pensions and other post-employment benefit obligations, and claims and judgments, are recorded only when payment is due (matured).

Property taxes, when levied for, intergovernmental revenue when eligibility requirements are met, licenses, charges for services and interest associated with the current fiscal period are all considered to be measurable and so have been recognized as revenues of the current fiscal period, if available. All other revenue items are considered to be measurable and available only when cash is received by the Town.

The Town reports the following major governmental funds:

The General Fund is the Town's primary operating fund. It accounts for all financial resources of the Town, except those required to be accounted for in another fund. The General Fund pays all general operating expenditures, debt service and the capital improvement costs of the Town which are not paid through other funds. The fund will also liquidate the liability for compensated absences, net pension obligation, and other post-employment benefit obligations.

The North Haven Middle School accounts for the expenditures for building a new school.

The Town reports the following major enterprise fund:

The WPCA Fund accounts for the operations of the Town's sewer and water services. The major source of revenue is user fees.

As a general rule, the effect of inter-fund activity has been eliminated from the government-wide financial statements. Interfund services provided and used are not eliminated in the process of consolidation. Exceptions to this general rule are charges between the proprietary funds and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and

Town of North Haven, Connecticut

Notes to Financial Statements

Note 1. Significant Accounting Policies (Continued)

contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the proprietary funds are charges to customers for services and other funds for premium costs. Operating expenses for proprietary funds, including both enterprise funds and internal service funds, include the cost of operations and maintenance, claims expense, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the Town's policy to use restricted resources first, and then unrestricted resources, as they are needed.

Pension plan accounting:

Pension trust funds: The Pension Trust Funds are 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. Stand-alone statements are not issued.

Government activities and governmental funds: In governmental funds, expenditures are recognized when they are paid or are expected to be paid with current available resources. In governmental activities, expense is recognized based on actuarially required contributions. For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Retirement Plans and additions to/deductions from the Retirement Plans' fiduciary net position have been determined on the same basis as they are reported by the Retirement Plans. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with benefit terms.

Funding policy: The Town funds the contributions to its pension plans based on actuarial valuations.

Other post-employment obligations (OPEB) accounting:

Government activities and governmental funds: In governmental funds, expenditures are recognized when they are paid or are expected to be paid with current available resources. In governmental activities, expense is recognized based on actuarially required contributions. The net OPEB obligation, the cumulative difference between annual OPEB cost and the Town's contributions to the plan since July 1, 2007, is calculated on an actuarial basis consistent with the requirements of Government Accounting Standards Board Statement No. 45. The OPEB obligation (OPEB) is recorded as a noncurrent liability in the government-wide financial statements.

Funding policy: The Town makes annual contributions based on management decisions. These amounts are paid out of the General Fund.

Accounting estimates: The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets

Town of North Haven, Connecticut

Notes to Financial Statements

Note 1. Significant Accounting Policies (Continued)

and liabilities at the date of the financial statements and the reported amounts of revenues, expenses and expenditures during the reporting period. Actual results could differ from those estimates.

Property taxes: Property taxes are assessed as of October 1 and levied on the following June 1st. Real estate taxes are generally due and payable in two installments on July 1 and January 1. Motor vehicle taxes are due and payable in one installment on July 1. Payments not received within one month after the due date become delinquent, with interest charged at the rate of 1 ½% per month. Assessments for real and personal property, excluding motor vehicles, are computed at 70% of the market value. Liens are recorded July 1.

All property tax receivables are shown net of an allowance for uncollectibles. The property tax receivable allowance of \$887 thousand is equal to 25% of outstanding property taxes at June 30, 2015.

Cash equivalents: The Town considers all certificates of deposit, money market accounts and highly liquid short-term investment funds with maturities when purchased of three months or less to be cash equivalents.

Restricted cash: Certain assets are classified as restricted because their use is limited. Restricted cash is to be used for construction purposes.

Allowance for doubtful accounts: Accounts, property taxes and notes receivable for the primary government are reported net of allowance for doubtful accounts. The allowance for doubtful accounts represents those accounts which are deemed uncollectible based upon past collection history and an assessment of the creditor's ability to pay.

Investments: Investments are stated at fair value, based on quoted market prices, except as disclosed below. Most of the Town's investments are recorded in the Pension Trust Fund.

The pension funds allow for investments in certain alternative investments. Alternative investments 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 that represents the net asset value of these funds. 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 values determined if a ready market for the securities existed.

The Connecticut State Treasurer's Short-Term Investment Fund is an investment pool managed by the State of Connecticut Office of the State Treasurer. Investments must be made in instruments authorized by Connecticut General Statutes 3-27c through 3-27e. Investment guidelines are adopted by the State Treasurer. The fair value of the position in the pool is the same as the value of the pool shares.

The balance of the pooled fixed income investments were invested in a pool similar to a 2a-7. The fair value of the position in the pool is the same as the value of the pool shares.

Inventory: Inventory is stated at the lower of cost or market, determined on a first-in, first-out basis. Governmental fund type inventory consists of expendable supplies and is recorded as expenditure when consumed.

Capital assets: Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities column in the government-wide financial statements and proprietary fund financial statements. The government defines capital assets as assets with an initial, individual cost of more than \$1,000, and an estimated useful life in excess of two-years. Such assets are recorded at historical cost or

Town of North Haven, Connecticut

Notes to Financial Statements

Note 1. Significant Accounting Policies (Continued)

estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair 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 assets lives are not capitalized.

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

Assets	Years
Buildings	50
Building improvements	20
Public domain infrastructure	15-50
Vehicles	5-8
Office equipment	5-20
Computer equipment	5

In the governmental fund financial statements, capital assets are reported as expenditures and no depreciation expense is recorded.

Deferred outflows/inflows of resources: In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position or fund balance that applies to a future period or periods and so will not be recognized as an outflow of resources (expense/expenditure) until then. The Town reports a deferred charge on refunding and deferred outflows related to pension in the government-wide statement of net position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. A deferred outflow of resources related to pension results from differences between expected and actual experience, changes in assumptions or other inputs. These amounts are deferred and included in pension expense in a systematic and rational manner over a period equal to the average of the expected remaining service lives of all employees that are provided with benefits through the pension plan (active employees and inactive employees).

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

Town of North Haven, Connecticut

Notes to Financial Statements

Note 1. Significant Accounting Policies (Continued)

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

In the fund financial statements, governmental fund types recognize bond premiums and discounts 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. Bond issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures. Principal payments are reported as debt service expenditures.

Compensated absences: It is the Town's policy to permit employees to accumulate a limited amount of earned but unused vacation and sick pay benefits. Vacation pay and certain sick leave benefits are accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements. Compensated absences are generally paid out of the General Fund.

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

Net position and fund balance:

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

Net investment in capital assets – The net investment in capital assets component of net position consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of bonds, notes, or other borrowings that are attributable to the acquisition, construction or improvement of those 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 represents the net position of the Town, which are restricted by external parties or enabling legislation.

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

Fund balance: In the government fund financial statements, the Town classified fund balances as follows:

Nonspendable fund balance – Amounts which cannot be spent either because they are in a nonspendable form or because they are legally or contractually required to be maintained intact.

Town of North Haven, Connecticut

Notes to Financial Statements

Note 1. Significant Accounting Policies (Continued)

Restricted fund balance – These amounts are restricted to specific purposes when constraints placed on the use of resources are either (a) externally imposed by creditors (such as debt covenants), grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislations.

Committed fund balance – This represents amounts constrained prior to year-end for a specific purpose by the Town using its highest level of decision-making authority (Town of North Haven, Board of Finance) in the form of a resolution/ordinance. The Town of North Haven Board of Finance is the highest level of decision-making authority for the Town and can commit fund balance through the adoption of a resolution prior to the end of the fiscal year. Once adopted, the limitation imposed by the resolution/ordinance remains in place until similar action is taken to remove or revise the limitation.

Assigned fund balance – Amounts constrained for the intent to be used for a specific purpose by the Director of Finance that has been delegated authority to assign amounts by the Board of Finance.

Unassigned fund balance – The residual amount not allocated to any other fund balance category in the General Fund and any residual deficit balance of any other governmental funds.

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.

Note 2. Reconciliation of Government-Wide and Fund Financial Statements

Explanation of certain differences between the governmental fund balance sheet and the government-wide statement of net position: The governmental fund balance sheet includes reconciliation between fund balance - total governmental funds, and net position - governmental activities as reported in the government-wide statement of net position. One element of that reconciliation explains that "long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds." The details of this difference are as follows:

Bond premium	\$ (1,312,603)
Bonds payable	(50,575,000)
Capital leases payable	(854,892)
Net pension liability	(30,344,649)
Landfill costs	(100,000)
Notes payable	(529,306)
Claims payable	(208,000)
Compensated absences	(5,306,405)
OPEB obligation	(21,557,175)
Net adjustment to reduce fund balance - total governmental funds to arrive at net position - governmental activities	<u><u>\$ (110,788,030)</u></u>

Town of North Haven, Connecticut

Notes to Financial Statements

Note 2. Reconciliation of Government-Wide and Fund Financial Statements (Continued)

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

Capital outlay	\$ 6,324,987
Loss on disposal	(18,312)
Depreciation expense	<u>(4,400,848)</u>
Net adjustment to increase net changes in fund balances - total governmental funds to arrive at changes in net position of governmental activities	<u>\$ 1,905,827</u>

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

Debt issued or incurred	
Capital lease proceeds	\$ (353,128)
Principal repayments	
General obligation debt and notes payable	4,393,329
Payment of capital lease	330,986
Amortization of premium	116,950
Amortization of deferred amounts	<u>(46,690)</u>
Net adjustment to decrease net changes in fund balances - total governmental funds to arrive at changes in net position of governmental activities	<u>\$ 4,441,447</u>

Town of North Haven, Connecticut

Notes to Financial Statements

Note 2. Reconciliation of Government-Wide and Fund Financial Statements (Continued)

Another element of that reconciliation states that "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." The details of the changes in various liability accounts that represent this difference are as follows:

Compensated absences	\$ (290,327)
Accrued interest	70,751
Net pension liability	(301,165)
Deferred pension credit	(2,733,741)
Claims payable	900,000
Deferred pension expense	3,298,023
Landfill costs	10,000
OPEB obligation	<u>(3,496,706)</u>
Net adjustment to decrease net changes in fund balances - total governmental funds to arrive at changes in net position of governmental activities	<u><u>\$ (2,543,165)</u></u>

Note 3. Cash, Cash Equivalents and Investments

Deposits: The Town has a policy that deposits can include demand and savings accounts and certificates of deposits. The Town's custodial credit risk policy is to only allow the Town to use banks that are in the State of Connecticut. The Town follows the State of Connecticut collateral requirements for deposits. The State of Connecticut requires that each depository maintain segregated collateral in an amount equal to a defined percentage of its public deposits based upon the bank's risk based capital ratio.

Investments: The investment policies of the Town conform to the policies as set forth by the State of Connecticut. The Town does not have a custodial credit risk policy. The Town's policy is to only allow prequalified financial institution broker/dealers and advisors. The Town policy allows investments in the following: (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. The Statutes (Sections 3-24f and 3-27f) also provide for investment in shares of the Connecticut Short-Term Investment Fund, Cutwater Connecticut Class Plus, and the Tax Exempt Proceeds Fund.

Town of North Haven, Connecticut

Notes to Financial Statements

Note 3. Cash, Cash Equivalents and Investments (Continued)

Other provisions of the Statutes cover specific municipal pension funds with particular investment authority and do not specify permitted investments. Therefore, investment of such funds is generally controlled by the laws applicable to fiduciaries (i.e., prudent person rule) and the provisions of the applicable plan. Their approved policies target an asset mix to provide the probability of meeting or exceeding the return objectives at the lowest possible risk. The set asset allocation parameters are as follows:

Equities	40-70%
Bonds	30-60%
Cash Equivalents	5-30%

Interest rate risk: The Town's and the pension fund's policy is to limit its exposure to fair value losses arising from changes in interest rates by structuring the investment portfolio so that securities mature to meet cash requirements for ongoing operations, 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 fund, or similar investment pools.

Concentrations: 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 maturity.

The following represents the investments in the pension plans that represent more than 5% of the plan's net position as of June 30, 2015:

Vanguard 500 Index Fund	\$15,707,613
Vanguard Instl Index Fund	7,055,070

Custodial credit risk:

Deposits: This is the risk that, in the event of failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. As of June 30, 2015, \$18,326,199 of the Town's bank balance of \$28,995,178 was uninsured and uncollateralized.

Investments: This is the risk that in the event of the failure of the counterparty (e.g., broker-dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. The Town and the pension funds do not have custodial credit risk policies for investments.

Town of North Haven, Connecticut

Notes to Financial Statements

Note 3. Cash, Cash Equivalents and Investments (Continued)

Cash, cash equivalents and investments of the Town consist of the following at June 30, 2015:

Cash and cash equivalents	
Deposits with financial institutions	\$ 20,988,018
State of Connecticut Short-Term Investment fund	6,614,966
Total cash and cash equivalents	<u>27,602,984</u>
Investments	
Pension trust funds:	
U.S. government and agency notes and bonds	2,841,320 *
Corporate bonds	8,119,289 *
Municipal bonds	2,083,260 *
Common stock	34,272,136 *
Money market mutual funds	2,470,954
Alternatives	12,533,492
Equity mutual funds	28,658,980
Total pension investments	<u>90,979,431</u>
Total cash, cash equivalents and investments	<u>\$ 118,582,415</u>

*These investments are uninsured and registered, with securities held by the counterparty, in the Town's or the pension trust's name.

Cash, cash equivalents and investments are classified in the accompanying financial statements as follows:

Statement of net position	
Cash and cash equivalents	\$ 25,701,852
	<u>25,701,852</u>
Fiduciary funds	
Cash and cash equivalents	1,901,132
Investments	90,979,431
	<u>92,880,563</u>
Total cash, cash equivalents and investments	<u>\$ 118,582,415</u>

Town of North Haven, Connecticut

Notes to Financial Statements

Note 3. Cash, Cash Equivalents and Investments (Continued)

Interest rate risk: This is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. Information about the exposure of the Town's debt type investments to this risk using the segmented time distribution model is as follows:

Type of Investment	Fair Value	Investment Maturities (In Years)			
		Less Than 1 Year	1-5 Years	6-10 Years	Over 10 Years
U.S. government and agency	\$ 2,841,320	\$ 458,583	-	\$ 573,115	\$ 1,809,622
Corporate bonds	8,119,289	1,050,035	1,973,459	4,844,722	251,073
Municipal bonds	2,083,260	352,907	1,529,393	200,960	-
Pooled fixed income	6,614,966	6,614,966	-	-	-
Total	\$ 19,658,835	\$ 8,476,491	\$ 3,502,852	\$ 5,618,797	\$ 2,060,695

Credit risk: Generally, credit risk is the risk that an issuer of a debt type investment will not fulfill its obligation to the holder of the investment. This is measured by assignment of a rating by a nationally recognized rating organization. U.S. government securities or obligations explicitly guaranteed by the U.S. government are not considered to have credit risk exposure. Presented below is the actual rating as required for each debt type investment. There is no policy relating to credit risk for pension investments.

Average Rating	Municipal Bonds	Corporate Debt	Pooled Fixed Income	Money Market and Equity Mutual Funds
AAA/M	\$ 1,274,825	\$ -	\$ 6,614,966	\$ -
AA+	-	964,038	-	-
AA	253,330	670,622	-	-
AA-	555,105	-	-	-
A+	-	83,261	-	-
A	-	1,010,125	-	-
A-	-	1,340,519	-	-
BBB+	-	1,218,687	-	-
BBB	-	1,491,444	-	-
BBB-	-	637,616	-	-
BB+	-	424,246	-	-
BB	-	186,081	-	-
BB-	-	92,650	-	-
Unrated	-	-	-	31,129,934
Total	\$ 2,083,260	\$ 8,119,289	\$ 6,614,966	\$ 31,129,934

Town of North Haven, Connecticut

Notes to Financial Statements

Note 4. Deferred Inflows of Resources and Unearned Revenue

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

	Deferred Inflows	Unearned Revenue
General fund		
School building construction receivable	\$ 559,853	\$ -
Delinquent property taxes receivable	2,465,641	-
Water and sewer assessments	190,301	-
Advanced tax collections	21,955	-
Other	-	197,576
	<u>3,237,750</u>	<u>197,576</u>
Nonmajor governmental fund		
Intergovernmental	205,091	105,646
Total	<u>\$ 3,442,841</u>	<u>\$ 303,222</u>

Note 5. Receivables and Payables

Receivables as of year-end for the Town's individual major funds and non-major funds, in the aggregate, including the applicable allowance for uncollectible accounts, are as follows:

	General	Water Pollution Control Authority	Non-Major Funds	Total Receivables
Taxes - property	\$ 3,592,238	\$ -	\$ -	\$ 3,592,238
Sewer use	-	471,379	-	471,379
Intergovernmental	-	-	531,626	531,626
School building construction receivable	559,853	-	-	559,853
Water and sewer assessment	190,301	-	-	190,301
Other	33,155	-	-	33,155
Total receivables	<u>4,375,547</u>	<u>471,379</u>	<u>531,626</u>	<u>5,378,552</u>
Less: allowance for doubtful accounts	887,165	-	-	887,165
Receivables, net	<u>\$ 3,488,382</u>	<u>\$ 471,379</u>	<u>\$ 531,626</u>	<u>\$ 4,491,387</u>

Town of North Haven, Connecticut

Notes to Financial Statements

Note 5. Receivables and Payables (Continued)

Payables as of June 30, 2015 for the Town's individual major funds and non-major governmental funds were as follows:

	General	Non-Major Governmental Funds	Total Payables
Vendors	\$ 3,475,317	\$ 616,670	\$ 4,091,987
Total payables	\$ 3,475,317	\$ 616,670	\$ 4,091,987

Note 6. Interfund Receivables, Payables and Transfers

At June 30, 2015, interfund balances that resulted from various interfund transactions were as follows:

	Due From Other Funds	Due To Other Funds
General fund	\$ 3,189,843	\$ 3,347,472
North Haven middle school	-	2,285,140
Nonmajor governmental funds and other	3,377,966	935,197
	\$ 6,567,809	\$ 6,567,809

The outstanding balances between funds result mainly from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

Interfund transfers during the year ended June 30, 2015 were as follows:

	Transfers In	Transfers Out
General fund	\$ 200,645	\$ 167,559
Nonmajor governmental funds	167,559	200,645
	\$ 368,204	\$ 368,204

Transfers are used to account for funding of various capital improvements and fund close-outs.

Town of North Haven, Connecticut

Notes to Financial Statements

Note 7. Capital Assets

Capital asset activity for the year ended June 30, 2015 was as follows:

	Beginning Balance	Increases	Decreases/ Transfers	Ending Balance
Governmental activities				
Capital assets, not being depreciated:				
Land	\$ 2,526,507	\$ -	\$ -	\$ 2,526,507
Construction in Progress	257,682	3,799,475	-	4,057,157
Total capital assets, not being depreciated	2,784,189	3,799,475	-	6,583,664
Capital assets, being depreciated:				
Land improvements	4,831,748	4,308	-	4,836,056
Buildings	132,079,883	98,021	-	132,177,904
Computer equipment	1,096,817	347,200	(6,450)	1,437,567
Machinery and equipment	17,142,738	519,058	(308,441)	17,353,355
Infrastructure	27,552,866	1,556,925	-	29,109,791
Total capital assets being depreciated	182,704,052	2,525,512	(314,891)	184,914,673
Less accumulated depreciation for:				
Land improvements	1,159,964	203,207	-	1,363,171
Buildings	36,161,585	2,745,173	-	38,906,758
Computer equipment	931,392	69,074	(6,450)	994,016
Machinery and equipment	12,488,143	1,067,760	(290,129)	13,265,774
Infrastructure	23,653,219	315,634	-	23,968,853
Total accumulated depreciation	74,394,303	4,400,848	(296,579)	78,498,572
Total capital assets, being depreciated, net	108,309,749	(1,875,336)	(18,312)	106,416,101
Governmental activities capital assets, net	\$ 111,093,938	\$ 1,924,139	\$ (18,312)	\$ 112,999,765

Town of North Haven, Connecticut

Notes to Financial Statements

Note 7. Capital Assets (Continued)

	Beginning Balance	Increases	Decreases/ Transfers	Ending Balance
Business-type activities				
Capital assets, being depreciated:				
Buildings	\$ 12,929,160	\$ -	\$ -	\$ 12,929,160
Computer equipment	7,500	-	-	7,500
Machinery and equipment	4,558,485	-	-	4,558,485
Infrastructure	22,425,904	-	-	22,425,904
Total capital assets being depreciated	39,921,049	-	-	39,921,049
Less accumulated depreciation for:				
Buildings	7,944,080	291,763	-	8,235,843
Computer equipment	7,500	-	-	7,500
Machinery and equipment	4,501,522	56,963	-	4,558,485
Infrastructure	19,174,184	185,098	-	19,359,282
Total accumulated depreciation	31,627,286	533,824	-	32,161,110
Total capital assets, being depreciated, net	8,293,763	(533,824)	-	7,759,939
Business-type activities capital assets, net	\$ 8,293,763	\$ (533,824)	\$ -	\$ 7,759,939

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

Government activities	
General government	\$ 792,153
Public safety	528,102
Public works	660,127
Health and welfare	88,017
Culture and recreation	132,025
Education	2,200,424
Total depreciation expense-governmental activities	\$ 4,400,848
Business-type activities	
WPCA	\$ 533,824

Town of North Haven, Connecticut

Notes to Financial Statements

Note 8. Long-Term Obligations

A summary of changes in outstanding long-term obligations during the year ended June 30, 2015 is as follows:

	Beginning Balance, as Restated *	Increases	Decreases	Ending Balance	Due Within One Year
Governmental activities					
Bonds payable:					
General purpose	\$ 18,521,703	\$ -	\$ 1,047,056	\$ 17,474,647	\$ 1,038,877
Schools	36,403,297	-	3,302,944	33,100,353	3,856,123
Add: bond issuance premium	1,429,553	-	116,950	1,312,603	-
Total bonds payable	56,354,553	-	4,466,950	51,887,603	4,895,000
Other long-term liabilities:					
Notes payable - pollution facility projects	572,635	-	43,329	529,306	44,201
Estimated liabilities for landfill closure costs	110,000	-	10,000	100,000	10,000
Accrued compensated absences	5,016,078	400,256	109,929	5,306,405	210,000
Capital leases	832,750	353,128	330,986	854,892	322,504
Claims payable	1,108,000	-	900,000	208,000	-
Net pension liability	30,043,484	301,165	-	30,344,649	-
OPEB obligation	18,060,469	3,496,706	-	21,557,175	-
Governmental activity long-term debt	\$ 112,097,969	\$ 4,551,255	\$ 5,861,194	\$ 110,788,030	\$ 5,481,705

* Restated due to the implementation of GASB No. 68.

Included within the Governmental Activities - Long-Term Obligations are liabilities for employee compensated absences, which are generally paid from the General Fund. The amounts of these are as follows:

	Sick Pay	Vacation Pay	Total
Town	\$ 3,943,342	\$ 1,275,573	\$ 5,218,915
Board of Education	87,490	-	87,490
Total	\$ 4,030,832	\$ 1,275,573	\$ 5,306,405

Town of North Haven, Connecticut

Notes to Financial Statements

Note 8. Long-Term Obligations (Continued)

Bonds and notes payable at June 30, 2015 are comprised of the following individual issues:

Description	Interest Rate (%)	Issue Date	Maturity Date	Original Amount	Balance Outstanding June 30, 2015
Bonds payable					
School bond - refunding	1.0%-4.0%	4/29/10	10/15/20	\$ 1,950,000	\$ 1,609,944
General imp. - refunding	1.0%-4.0%	4/29/10	10/15/20	3,510,000	1,515,056
General improvement bond	2.0%-3.0%	12/11/12	8/1/27	6,460,000	5,735,000
School bond - refunding	3.0%-5.0%	3/15/05	9/1/17	10,970,775	2,414,049
General imp. - refunding	3.0%-5.0%	3/15/05	9/1/17	1,914,225	420,951
School bond	3.875%-5.0%	4/26/06	7/15/25	22,445,000	15,269,000
General improvement bond	3.875%-5.0%	4/26/06	7/15/25	935,000	626,000
School bond	3.875%-4.75%	1/23/07	7/15/26	21,850,000	13,800,000
General improvement bond	2.0%-2.625%	6/14/14	7/1/29	9,185,000	9,185,000
Total bonds payable					\$ 50,575,000
Notes payable					
General improvement Note	2.0%	4/20/06	4/30/26	889,772	\$ 529,306
Total notes payable					\$ 529,306

The annual debt service requirements of general obligation bonds and notes are as follows:

	Bonds		Notes		Total Principal	Total Interest
	Principal	Interest	Principal	Interest		
2016	\$ 4,895,000	\$ 1,842,932	\$ 44,201	\$ 10,182	\$ 4,939,201	\$ 1,853,114
2017	5,100,000	1,662,889	45,093	9,290	5,145,093	1,672,179
2018	5,105,000	1,471,964	46,004	8,380	5,151,004	1,480,344
2019	4,185,000	1,294,907	46,932	7,451	4,231,932	1,302,358
2020	4,190,000	1,133,850	47,880	6,504	4,237,880	1,140,354
2021-2025	19,710,000	3,345,325	254,290	18,599	19,964,290	3,363,924
2026-2030	7,390,000	313,938	44,906	413	7,434,906	314,351
	\$ 50,575,000	\$ 11,065,805	\$ 529,306	\$ 60,819	\$ 51,104,306	\$ 11,126,624

Bonds authorized but unissued: Authorization but unissued bonds during the fiscal year ended June 30, 2015, are summarized below:

	Authorized and Unissued June 30, 2015
General obligation bonds	\$ 17,805,000
School bonds	73,379,214
Total	\$ 91,184,214

Town of North Haven, Connecticut

Notes to Financial Statements

Note 8. Long-Term Obligations (Continued)

Operating lease: Commitments under operating lease agreements for equipment and real estate provide for annual payments for future years as follows:

Fiscal Year Ended June 30,	Amount
2016	\$ 45,576
2017	32,120
2018	11,404
2019	4,252
2020 and thereafter	1,269
Total	\$ 94,621

Rental expense was approximately \$40,000 for the year ended June 30, 2015.

Capital lease: The Town has entered into multi-year capital leases for the purchase of equipment at public schools. The following is a summary of capital lease commitments at June 30, 2015.

Fiscal Year Ended June 30,	Amount
2016	\$ 322,504
2017	296,625
2018	252,441
2019	39,117
Total payments	910,687
Less interest	(55,795)
Principal balance	\$ 854,892

The net book value of property under capital leases was approximately \$808,000 and has accumulated depreciation of \$284,000.

Legal debt limit: The Town's indebtedness (including authorized but unissued bonds), net of principal reimbursements expected from the State, does not exceed the legal debt limitation as required by the Connecticut General Statutes as reflected in the following schedule:

Category	Debt Limit	Indebtedness	Balance
General purpose	\$ 178,920,198	\$ 35,287,007	\$ 143,633,191
Unfunded Pension Benefit Obligation	238,560,264	-	238,560,264
Schools	357,840,396	105,912,364	251,928,032
Sewers	298,200,330	529,306	297,671,024
Urban renewal	258,440,286	-	258,440,286

The total overall statutory debt limit for the Town is equal to seven times annual receipts from taxation, or \$556,640,616.

Town of North Haven, Connecticut

Notes to Financial Statements

Note 8. Long-Term Obligations (Continued)

School bond reimbursements: The State of Connecticut reimburses the Town for eligible school bond principal and interest costs. The amount of such reimbursement for the year ended June 30, 2015 was approximately \$189,000. Additional payments for principal and interest aggregating approximately \$593,000 are to be received through the bonds' maturity dates.

Subsequent event: On September 22, 2015, the Town issued \$25,000,000 in general obligation bonds, payable in annual amounts ranging from \$1,000,000 to \$1,500,000 with interest rates ranging from 3.5% to 5.0%, due October 1, 2035.

Construction Commitments: The Town has approximately \$55.2 million related to the North Haven Middle Schools for construction projects as of June 30, 2015, for which the primary source of funding this project will come from grants and bond proceeds.

Note 9. Pension Plans

**Schedule of Plan Net Position
June 30, 2015**

	Pension Trust Funds				
	Municipal Employees Retirement	Police Department Retirement	Fire Department Retirement	Volunteer Firefighters' Pension Plan	Total Pension Trust Funds
Assets					
Cash	\$ 279,969	\$ 25,255	\$ 14,979	\$ 784	\$ 320,987
Accounts Receivable	-	33,529	42,791	-	76,320
Investments:					
U.S. government and agency bonds/notes	2,175,916	412,904	252,500	-	2,841,320
Corporate bonds	1,806,985	3,096,677	3,215,627	-	8,119,289
Municipal Bonds	-	856,377	1,226,883	-	2,083,260
Common Stock	29,907,852	4,364,284	-	-	34,272,136
Money market mutual funds	1,080,219	493,566	856,552	40,617	2,470,954
Alternatives	10,813,388	1,720,104	-	-	12,533,492
Equity mutual funds	7,055,634	11,940,729	8,811,611	851,006	28,658,980
Total investments	52,839,994	22,884,641	14,363,173	891,623	90,979,431
Total assets	53,119,963	22,943,425	14,420,943	892,407	91,376,738
Net position restricted for pension benefits	\$ 53,119,963	\$ 22,943,425	\$ 14,420,943	\$ 892,407	\$ 91,376,738

Town of North Haven, Connecticut

Notes to Financial Statements

Note 9. Pension Plans (Continued)

Schedule of Changes in Plan Net Position
Year Ended June 30, 2015

	Pension Trust Funds				
	Municipal Employees Retirement	Police Department Retirement	Fire Department Retirement	Volunteer Firefighters' Pension Plan	Total Pension Trust Funds
Additions					
Employer contributions	\$ 2,479,521	\$ 1,313,710	\$ 742,505	\$ 35,038	\$ 4,570,774
Employee contributions	79,485	-	-	-	79,485
Total additions	2,559,006	1,313,710	742,505	35,038	4,650,259
Investment Income:					
Net appreciation in fair value of investments	1,707,122	1,091,122	530,477	34,382	3,363,103
Interest and dividends	(7,979)	140,590	166,688	8,145	307,444
	1,699,143	1,231,712	697,165	42,527	3,670,547
Less investment expenses:					
Investment management fees	439,899	77,945	13,556	935	532,335
Net investment income	1,259,244	1,153,767	683,609	41,592	3,138,212
Total additions	3,818,250	2,467,477	1,426,114	76,630	7,788,471
Deductions					
Benefits	3,063,616	1,557,764	909,224	66,974	5,597,578
Total deductions	3,063,616	1,557,764	909,224	66,974	5,597,578
Change in net position	754,634	909,713	516,890	9,656	2,190,893
Net Position - Restricted for Pension Benefits, beginning of year					
	52,365,329	22,033,712	13,904,053	882,751	89,185,845
Net position - restricted for pension benefits, end of year	\$ 53,119,963	\$ 22,943,425	\$ 14,420,943	\$ 892,407	\$ 91,376,738

Town of North Haven, Connecticut

Notes to Financial Statements

Note 9. Pension Plans (Continued)

General employees pension plan:

Plan description:

Plan administration: The Town of North Haven administers the Pension Plan for General Employees of the Town of North Haven – a single-employer, contributory, defined benefit pension plan (the Pension Plan). The Plan provides retirement, disability, and survivorship benefits for eligible employees of the Town. The Plan is administered by a Retirement Board composed of selected members.

Plan membership: Eligible regular full-time employees of the Town are members of the Plan. At June 30, 2015, Pension Plan membership consisted of the following:

Retired participants and beneficiaries receiving benefits	200
Terminated members entitled to, but not yet receiving benefits	17
Active members	159
Total	376

Benefits provided:

Normal retirement:

Age and service requirements

Age 60 with 5 years for Town Government: Library

Age 55 with 5 years for Town Government: Public Works

Age 55 with 5 years for Town Government:
Management, Clerical/Administrative, Supervisors and
Social Workers

Age 65 with 5 years or age 60 with 25 years for Board of
Education: Custodial, Grounds Maintenance

Age 60 with 5 years for Board of Education: Nurses and
Educational Support Staff

Age 55 with 5 years for Board of Education: Exempt
Employees

Town of North Haven, Connecticut

Notes to Financial Statements

Note 9. Pension Plans (Continued)

<i>Amount</i>	2% of final average compensation per year of service
	Effective July 1, 2002 for Clerical/Administrative employees; July 1, 2003 for the Supervisors Union; July 1, 2005 for Social Workers; and July 1, 2007 for Library employees, the benefit multiplier increased from 2.0% to 2.5% and the maximum benefit multiplier times years of service level increased from 70% to 75%.
	Effective July 1, 2006 for Public Works employees: the benefit multiplier increased from 2.0% to 2.5% and the maximum benefit multiplier times years of service level increased from 70% to 80%.
<i>Final average compensation</i>	The average of basic annual rate of pay earned during the highest three years out of the last five years of employment prior to termination. For Department Heads only, the final average compensation is based on the current annualized rate of pay being received by the individual as of the date of retirement.
Early retirement:	
<i>Age requirement</i>	55
<i>Service requirement</i>	10 years
<i>Amount</i>	Normal pension accrued reduced by 6% for each year of age less than normal retirement age.
Disability:	
<u>Service connected</u>	
<i>Age requirement</i>	None
<i>Service requirement</i>	None
<i>Amount</i>	25% of basic annual compensation if less than 15 years of service and 50% of annual compensation on date of injury if 15 or more years of service. Any payments received for Workers' Compensation will be deducted from this pension.

Town of North Haven, Connecticut

Notes to Financial Statements

Note 9. Pension Plans (Continued)

Non-service connected

<i>Age requirement</i>	None
<i>Service requirement</i>	15 years
<i>Amount</i>	Normal pension based on service accrued and final average compensation at disability, payable immediately.

Vesting:

<i>Age requirement</i>	None
<i>Service requirement</i>	10 years
<i>Amount</i>	Normal pension accrued payable at normal retirement date. Employees who terminate employment with less than 10 years receive a refund of their own contributions with interest.

Pre-retirement death benefit:

<i>Age requirement</i>	None
<i>Service requirement</i>	None
<i>Amount</i>	50% of final pay, payable as a life annuity to spouse until remarriage or to dependent child until attaining age 18 or 3, if in school.

Participation:

<i>Age requirement</i>	None
<i>Other requirements</i>	Excluded from the Plan are those eligible to participate in the Connecticut State Teachers' Retirement System, part-time employees, elected officials, and Police and Fire employees.

The BOE Nurses bargaining group elected that employees hired on or after January 1, 2009 enter the DC Plan only.

The Town Public Works bargaining group elected that employees hired on or after May 4, 2009 enter the DC Plan only.

The BOE Support Staff bargaining group elected that employees hired on or after July 1, 2009 enter the DC Plan only.

Town of North Haven, Connecticut

Notes to Financial Statements

Note 9. Pension Plans (Continued)

The Town Clerical bargaining group elected that employees hired on or after November 24, 2014 enter the DC Plan only.

The Town Supervisors bargaining group elected that employees hired on or after February 15, 2010 enter the DC Plan only.

The Town Social Workers bargaining group elected that employees hired on or after December 5, 2013 enter the DC Plan only.

The Town Library bargaining group elected that employees hired on or after January 1, 2009 enter the DC Plan only.

The following groups remain open to new hires: Board of Education Custodial, Grounds Maintenance, Exempt Employees and Town Management.

Pre-retirement death benefit:

Service connected death (payable to spouse only)

<i>Age requirement</i>	None
<i>Service requirement</i>	None
<i>Amount</i>	25% of annual compensation less any payments for Worker's Compensation.

Non-service connected death

<i>Age requirement</i>	None
<i>Service requirement</i>	None
<i>Amount</i>	Refund of employee contributions with interest.

Post-retirement death benefit:

<i>Lump-sum benefit</i>	100% of employee contributions plus interest, less total benefits paid to the pensioner.
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Town of North Haven, Connecticut

Notes to Financial Statements

Note 9. Pension Plans (Continued)

Employee contributions:

3.0% for all Board of Education participants
 4.0% for Public Works employees of the Town Government. Contributions for Public Works employees were phased out, and are no longer required as of the Plan Year beginning July 1, 2013.
 0.0% for all other Town Government employees

Cost-of-living increases:

On January 1 of each year, the benefits for retirees of the Town Government Management, Clerical/Administrative, Supervisors, Social Workers, and Board of Education Exempt Employees are adjusted in accordance with percentage changes in Social Security retirement benefits.

Effective for retirements beginning in May 2009, the benefits of Public Works retirees who are age 62 or older are adjusted annually each March, in accordance with changes in the CPI-U Northeast Region (1982-84).

The components of the net pension liability of the Pension Plan for General Employees of the Town of North Haven at June 30, 2015 were as follows:

General Employees Retirement		
Net Pension Liability	2015	2014
	<hr/>	<hr/>
Total pension liability	\$ 64,955,186	\$ 62,565,512
Plan fiduciary net position	53,119,838	52,365,324
Net pension liability	<hr/> <u>\$ 11,835,348</u>	<hr/> <u>\$ 10,200,188</u>
Plan fiduciary net position as a percentage of total pension liability	81.78%	83.70%

Actuarial assumptions: The total pension liability was determined by an actuarial valuation as of July 1, 2015, using the following actuarial assumptions, applied to all periods included in the measurement:

Salary increases	Varies from 3.0% to 6.7%
Discount rate	7.00%

The Town's funding policy is to contribute the actuary's recommended contribution each year. The contribution is calculated as the normal cost under the projected unit credit funding method, plus an amortization of the plan's unfunded liability over 16 years from July 1, 2013, as a level percentage of pay.

Town of North Haven, Connecticut

Notes to Financial Statements

Note 9. Pension Plans (Continued)

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of real rates of return for each major asset class included in the pension plan's target asset allocation as of June 30, 2015 are summarized in the following table:

General Employees

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Domestic equity	40%	6.70%
International developed equity	20%	7.40%
Core fixed income	35%	1.60%
High yield bonds	5%	4.45%
Total	100%	

Discount rate: The discount rate used to measure the total pension liability as of June 30, 2015 was 7.00%. The projection of cash flows used to determine the discount rate assumed plan member contributions will be made at the current contribution rate and that the Town of North Haven Police Department contributes at rates equal to the actuarially determined contribution rates. For this purpose, only employer contributions that are intended to fund benefits of current plan members and their beneficiaries are included. Projected employer contributions that are intended to fund the service costs of future plan members and their beneficiaries, as well as projected contributions from future plan members, are not included. Based on those assumptions, the pension plan's fiduciary net position was not 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 some periods of projected benefit payments to determine the total pension liability.

Sensitivity of the net pension liability to changes in the discount rate: The following presents the net pension liability of the Town of North Haven General Employees, calculated using the discount rate of 7.00% as well as what the Town of North Haven General Employees' net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.00%) or 1-percentage-point higher (8.00%) than the current rate:

General Employees' Retirement	1% Decrease 6.00%	Current Discount Rate 7.00%	1% Increase 8.00%
Total pension liability	\$ 19,002,717	\$ 11,835,348	\$ 5,779,165

Town of North Haven, Connecticut

Notes to Financial Statements

Note 9. Pension Plans (Continued)

Net pension liability of the Town: The components of the net pension liability of the Town at June 30, 2015 were as follows:

Changes in the net pension liability:

	General Employees Pension Plan		
	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balances at 6/30/14	\$ 62,565,512	\$ 52,365,324	\$ 10,200,188
Changes for the year:			
Service cost	1,298,632	-	1,298,632
Interest	4,272,359	-	4,272,359
Differences between expected and actual experience	812,771	-	812,771
Changes of assumptions	(930,472)	-	(930,472)
Contributions - employer	-	2,479,521	(2,479,521)
Contributions - employee	-	79,485	(79,485)
Projected earnings on pension plan investments	-	1,259,124	(1,259,124)
Differences between projected and actual earnings	-	-	-
Benefit payments, including refunds of employee contributions	(3,063,616)	(3,063,616)	-
Administrative expense	-	-	-
Net changes	2,389,674	754,514	1,635,160
Balances at 6/30/15	\$ 64,955,186	\$ 53,119,838	\$ 11,835,348

For the year ended June 30, 2015, the Town recognized pension expense of \$2,273,700. At June 30, 2015, the Town reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	General Employees Retirement	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 483,714	\$ -	-
Changes of assumptions	-	-	553,763
Net difference between projected and actual earnings on pension plan investments	-	1,911,030	-
Total	\$ 2,394,744	\$ 553,763	\$ -

Town of North Haven, Connecticut

Notes to Financial Statements

Note 9. Pension Plans (Continued)

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

<u>Year Ended June 30,</u>	<u>General Employee Pension Plan</u>
2016	\$ 430,105
2017	455,360
2018	477,757
2019	477,759
2020	-
Thereafter	-

Police Department pension plan:

Plan description:

Plan administration: The Town of North Haven administers the Pension Plan for General Employees of the Town of North Haven – a single-employer, contributory, defined benefit pension plan (the Pension Plan). The Plan provides retirement, disability, and survivorship benefits for eligible employees of the Town. The Plan is administered by a Retirement Board composed of selected members.

Plan membership: Eligible regular full-time employees of the Town are members of the Plan. At June 30, 2015, Pension Plan membership consisted of the following:

Retired participants and beneficiaries receiving benefits	49
Terminated members entitled to, but not yet receiving benefits	1
Active members	33
Total	83

Benefits provided:

Normal retirement:

<i>Age requirement</i>	None
<i>Service requirements</i>	25 years of service but not later than age
<i>Amount</i>	2.5% of average annual pay per year of service subject to a maximum of 75%. Average annual pay is defined as the average of basic rate of compensation earned during the highest three years out of the last five years of employment prior to termination and includes a \$1,050 annual clothing allowance%.

Town of North Haven, Connecticut

Notes to Financial Statements

Note 9. Pension Plans (Continued)

Disability:

Non-service connected

<i>Age requirement</i>	None
<i>Service requirement</i>	10 years
<i>Amount</i>	Normal pension based on service accrued and average annual pay at disability with a minimum benefit of 50% of average annual pay. Average annual pay shall include awards payable under the Worker's Compensation Act. Benefits from this plan together with primary Social Security benefits and benefits awarded under the Connecticut Worker's Compensation Act cannot exceed 100% of the member's average annual pay.

Service connected

<i>Age requirement</i>	None
<i>Service requirement</i>	None
<i>Amount</i>	Normal pension based on service accrued and final average compensation at disability, payable immediately.

Vesting:

<i>Age requirement</i>	None
<i>Service requirement</i>	10 years
<i>Amount</i>	Normal pension accrued, payable when the employee would have completed 25 years of service had the participant not terminated employment, but not later than age 65.

Pre-retirement death benefit:

<i>Age requirement</i>	None
<i>Service requirement</i>	None
<i>Amount</i>	50% of final pay, payable as a life annuity to spouse until remarriage or to dependent child until attaining age 18 or 23, if in school.

Town of North Haven, Connecticut

Notes to Financial Statements

Note 9. Pension Plans (Continued)

Participation:

Age requirement None

Other requirements The first day of the month coincidental with or next following date of hire.

Effective September 6, 2012, new hires are not eligible for retirement benefits under the plan. However, employees hired after this date are still eligible for disability benefits.

Credited service: The number of full years and fractions thereof to the nearest month of continuous service not in excess of 30 years. This includes military service.

Post-retirement death benefit:

Cost-of-living increases: On July 1 of each year following a pensioner's 62nd birthday, a 3% compounding cost-of-living increase will be granted. For disability pensioners, the cost-of-living increase is also deferred to age 62. Terminated vested participants and beneficiaries are not eligible for the cost-of-living increases.

The components of the net pension liability of the Town of North Haven Police Department at June 30, 2015 were as follows:

Police Department Retirement		
Net Pension Liability	2015	2014
	<hr/>	<hr/>
Total pension liability	\$ 33,696,429	\$ 34,432,338
Plan fiduciary net position	22,909,104	22,033,710
Net pension liability	<hr/> <hr/> \$ 10,787,325	<hr/> <hr/> \$ 12,398,628
Plan fiduciary net position as a percentage of total pension liability	67.99%	63.99%

The net pension liability was measured as of June 30, 2015 and determined based on rolling forward the total pension liability from the July 1, 2014 actuarial valuation.

Actuarial assumptions: The total pension liability was determined by an actuarial valuation as of July 1, 2014, using the following actuarial assumptions, applied to all periods included in the measurement:

Salary increases	4.00%
Discount rate	7.00%

Town of North Haven, Connecticut

Notes to Financial Statements

Note 9. Pension Plans (Continued)

The Town's funding policy is to contribute the actuary's recommended contribution each year. The contribution is calculated as the normal cost under the projected unit credit funding method, plus an amortization of the plan's unfunded liability over 16 years from July 1, 2014, as a level percentage of pay.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of real rates of return for each major asset class included in the pension plan's target asset allocation as of June 30, 2015 are summarized in the following table:

Police

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Domestic equity	65%	6.70%
Core fixed income	30%	1.60%
Cash	5%	1.00%
Total	100%	

Discount rate: The discount rate used to measure the total pension liability as of June 30, 2015 was 7.0%.

Sensitivity of the net pension liability to changes in the discount rate: The following presents the net pension liability of the Town of North Haven Police Department, calculated using the discount rate of 7.00% as well as what the Town of North Haven Police Department's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.00%) or 1-percentage-point higher (8.00%) than the current rate:

Police Department Retirement	1% Decrease 6.00%	Current Discount Rate 7.00%	1% Increase 8.00%
Total pension liability	\$ 15,123,206	\$ 10,787,325	\$ 7,198,801

Town of North Haven, Connecticut

Notes to Financial Statements

Note 9. Pension Plans (Continued)

Net pension liability of the Town: The components of the net pension liability of the Town at June 30, 2015 were as follows:

Changes in the net pension liability:

	Police Pension Plan		
	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balances at 6/30/14	\$ 34,432,338	\$ 22,033,710	\$ 12,398,628
Changes for the year:			
Service cost	701,881	-	701,881
Interest	2,082,903	-	2,082,903
Differences between expected and actual experience	(485,465)	-	(485,465)
Changes of assumptions	(1,477,464)	-	(1,477,464)
Contributions - employer	-	1,313,710	(1,313,710)
Projected earnings on pension plan investments	-	1,119,448	(1,119,448)
Differences between projected and actual earnings	-	-	-
Benefit payments, including refunds of employee contributions	(1,557,764)	(1,557,764)	-
Administrative expense	-	-	-
Net changes	(735,909)	875,394	(1,611,303)
Balances at 6/30/15	\$ 33,696,429	\$ 22,909,104	\$ 10,787,325

For the year ended June 30, 2015, the Town recognized pension expense of \$1,148,475. At June 30, 2015, the Town reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Police Department Retirement	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ -	\$ 408,407
Changes of assumptions	-	-	1,242,946
Net difference between projected and actual earnings on pension plan investments		205,285	-
Total		\$ 205,285	\$ 1,651,353

Town of North Haven, Connecticut

Notes to Financial Statements

Note 9. Pension Plans (Continued)

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

<u>Year Ended June 30,</u>	<u>Police Pension Plan</u>
2016	\$ 260,255
2017	260,255
2018	260,255
2019	260,255
2020	311,576
Thereafter	93,472

Fire Department pension plan:

Plan description:

Plan administration: The Town of North Haven administers the Town of North Haven Fire Department Pension Plan – a single-employer, contributory, defined benefit pension plan (the Pension Plan). The Plan provides retirement, disability, and survivorship benefits for eligible employees of the Town. The Plan is administered by a Retirement Board composed of selected members.

Plan membership: Eligible regular full-time employees of the Town are members of the Plan. Eligible employees become members after completion of 25 years of service. At June 30, 2015, Pension Plan membership consisted of the following:

Retired participants and beneficiaries receiving benefits	27
Terminated members entitled to, but not yet receiving benefits	0
Active members	31
Total	<u>58</u>

Benefits provided:

Normal retirement:

<i>Age requirement</i>	None
<i>Service requirements</i>	25 years of service but not later than age 65
<i>Amount</i>	2.5% (prior to July 1, 2002, 2.0%) of average annual pay per year of service subject to a maximum of 75% (prior to July 1, 2002, 70%). Average annual pay is defined as the average of basic rate of compensation earned during the highest three years out of the last five years of employment prior to termination.

Town of North Haven, Connecticut

Notes to Financial Statements

Note 9. Pension Plans (Continued)

Disability:

Non-service connected

<i>Age requirement</i>	None
<i>Service requirement</i>	10 years
<i>Amount</i>	Normal pension based on service accrued and average annual pay at disability with a minimum benefit of 50% of average annual pay. Average annual pay shall include awards payable under the Worker's Compensation Act. Benefits from this plan together with primary Social Security benefits and benefits awarded under the Connecticut Worker's Compensation Act cannot exceed 100% of the member's average annual pay.

Service connected

<i>Age requirement</i>	None
<i>Service requirement</i>	None
<i>Amount</i>	Normal pension based on service accrued and average annual pay at disability with a minimum benefit of 50% of average annual pay. Average annual pay shall include awards payable under the Worker's Compensation Act. Benefits from this plan together with primary Social Security benefits and benefits awarded under the Connecticut Worker's Compensation Act cannot exceed 100% of the member's average annual pay.

Vesting:

<i>Age requirement</i>	None
<i>Service requirement</i>	10 years
<i>Amount</i>	Normal pension accrued, payable when the employee would have completed 25 years of service had the participant not terminated employment, but not later than age 65.

Pre-retirement death benefit:

<i>Age Requirement</i>	None
<i>Service Requirement</i>	None
<i>Amount</i>	50% of final pay, payable as a life annuity to spouse until remarriage or to dependent child until attaining age 18 or 23, if in school.

Town of North Haven, Connecticut

Notes to Financial Statements

Note 9. Pension Plans (Continued)

Participation:

Age requirement None

Other requirements The first day of the month coincidental with or next following date of hire.

Effective September 6, 2012, new hires are not eligible for retirement benefits under the plan. However, employees hired after this date are still eligible for disability benefits.

Credited service: The number of full years and fractions thereof to the nearest month of continuous service not in excess of 30 years. This includes military service.

Post-retirement death benefit:

Cost-of-living increases: On July 1 of each year following a pensioner's 62nd birthday, a 3% compounding cost-of-living increase will be granted. For disability pensioners, the cost-of-living increase is also deferred to age 62. Terminated vested participants and beneficiaries are not eligible for the cost-of-living increases.

Net Pension Liability

The components of the net pension liability of the Town of North Haven Police Department at June 30, 2015 were as follows:

Fire Department Retirement		
Net Pension Liability	<u>2015</u>	<u>2014</u>
Total pension liability	\$ 20,062,612	\$ 19,425,911
Plan fiduciary net position	<u>14,420,873</u>	<u>13,904,051</u>
Net pension liability	<u>\$ 5,641,739</u>	<u>\$ 5,521,860</u>
Plan fiduciary net position as a percentage of total pension liability	71.88%	71.57%

The net pension liability was measured as of June 30, 2015 and determined based on rolling forward the total pension liability from the July 1, 2014 actuarial valuation.

Actuarial assumptions. The total pension liability was determined by an actuarial valuation as of July 1, 2014, using the following actuarial assumptions, applied to all periods included in the measurement:

Salary increases	4.00%
Discount rate	7.00%

Town of North Haven, Connecticut

Notes to Financial Statements

Note 9. Pension Plans (Continued)

The Town's funding policy is to contribute the actuary's recommended contribution each year. The contribution is calculated as the normal cost under the projected unit credit funding method, plus an amortization of the plan's unfunded liability over 16 years from July 1, 2014, as a level percentage of pay.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of real rates of return for each major asset class included in the pension plan's target asset allocation as of June 30, 2015 are summarized in the following table:

Fire

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Domestic equity	60%	6.70%
Core fixed income	35%	1.60%
Cash	5%	1.00%
Total	100%	

Discount rate: The discount rate used to measure the total pension liability as of June 30, 2015 was 7.00%.

Sensitivity of the net pension liability to changes in the discount rate: The following presents the net pension liability of the Town of North Haven Fire Department, calculated using the discount rate of 7.00% as well as what the Town of North Haven Fire Department's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.00%) or 1-percentage-point higher (8.00%) than the current rate:

Fire Department Retirement	1% Decrease 6.00%	Current Discount Rate 7.00%	1% Increase 8.00%
Total pension liability	\$ 8,190,714	\$ 5,641,739	\$ 3,513,043

Town of North Haven, Connecticut

Notes to Financial Statements

Note 9. Pension Plans (Continued)

Net pension liability of the Town: The components of the net pension liability of the Town at June 30, 2015 were as follows:

Changes in the net pension liability:

	Fire Pension Plan		
	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
	(a)	(b)	(a) - (b)
Balances at 6/30/14	\$ 19,425,911	\$ 13,904,051	\$ 5,521,860
Changes for the year:			
Service cost	434,080	-	434,080
Interest	1,256,024	-	1,256,024
Differences between expected and actual experience	472,257	-	472,257
Changes of assumptions	(616,436)	-	(616,436)
Contributions - employer	-	742,505	(742,505)
Projected earnings on pension plan investments	-	683,541	(683,541)
Differences between projected and actual earnings	-	-	-
Benefit payments, including refunds of employee contributions	(909,224)	(909,224)	-
Administrative expense	-	-	-
Net changes	636,701	516,822	119,879
Balances at 6/30/15	\$ 20,062,612	\$ 14,420,873	\$ 5,641,739

For the year ended June 30, 2015, the Town recognized pension expense of \$818,604. At June 30, 2015, the Town reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Fire Department Retirement	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 404,984	\$ -	-
Changes of assumptions	-	-	528,625
Net difference between projected and actual earnings on pension plan investments	-	167,421	-
Total	\$ 572,405	\$ 528,625	\$ -

Town of North Haven, Connecticut

Notes to Financial Statements

Note 9. Pension Plans (Continued)

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

<u>Year Ended June 30,</u>	<u>Fire Pension Plan</u>
2016	\$ 21,317
2017	21,317
2018	21,317
2019	21,318
2020	(20,538)
Thereafter	(20,951)

Volunteer Firefighters pension plan:

Plan description:

Plan administration: The Town of North Haven administers the Town of North Haven Volunteer Firefighters' Pension Plan- a single-employer, defined benefit pension plan (the Pension Plan). The Plan provides retirement, disability, and survivorship benefits for eligible employees of the Town. The Plan is administered by a Retirement Board composed of selected members.

Plan membership: Eligible regular full-time employees of the Town are members of the Plan. Eligible employees become members after completion of 20 years of service. At June 30, 2013, Pension Plan membership consisted of the following:

Retired participants and beneficiaries receiving benefits	32
Terminated members entitled to, but not yet receiving benefits	7
Active members	60
Total	<u><u>99</u></u>

Benefits provided:

Normal retirement:

<i>Age requirement</i>	None
<i>Service requirements</i>	20 years of service
<i>Amount</i>	\$200 per month plus \$4 per month for each year of service in excess of twenty years plus the Supplemental Officer Benefit up to a maximum of \$300 per month.

Town of North Haven, Connecticut

Notes to Financial Statements

Note 9. Pension Plans (Continued)

Disability:

Non-service connected

<i>Age requirement</i>	N/A
<i>Service requirement</i>	10 years
<i>Amount</i>	Additional monthly amount for each year of service in excess of twenty years depending on officer grade level as follows:
<i>Officer grade level</i>	Additional Monthly Amount
	2nd Foreman \$1
	1st Foreman \$2
	2nd Lieutenant \$3
	1st Lieutenant \$4
	Captain \$5

Must have 3 years at Grade Level to qualify for that monthly amount.

Vesting:

Upon termination prior to becoming eligible for a retirement benefit, a member is entitled to the following based on his vested percentage as shown below:

<i>Age requirement</i>	None
<i>Service requirement</i>	20 years of service
<i>Amount</i>	Normal pension accrued, payable at normal retirement date

Pre-retirement death benefit:

<i>Age requirement</i>	None
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Post-retirement death benefit:

<i>Lump sum benefit</i>	50% of benefit pensioner was receiving payable to surviving spouse until death or remarriage or to children until age 18. If the surviving spouse is more than 3 years younger than the participant, the benefit shall be reduced by 0.5% for each year the spouse is more than 3 years younger.
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Participation:

On first date performs duties, if less than age 45 at the date.

Town of North Haven, Connecticut

Notes to Financial Statements

Note 9. Pension Plans (Continued)

Years of service: One year of credited service for each Plan Year in which 100 points are credited. No service is credited prior to age 18.

Net Pension Liability

The components of the net pension liability of the Town of North Haven Police Department at June 30, 2015 were as follows:

Volunteer Firefighters' Pension Plan			
Net Pension Liability		<u>2015</u>	<u>2014</u>
Total pension liability	\$	943,874	\$ 936,778
Plan fiduciary net position		<u>892,409</u>	<u>882,752</u>
Net pension liability	\$	<u>51,465</u>	\$ 54,026
Plan fiduciary net position as a percentage of total pension liability		94.55%	94.23%

The net pension liability was measured as of June 30, 2015 and determined based on rolling forward the total pension liability from the July 1, 2013 actuarial valuation.

Actuarial assumptions: The total pension liability was determined by an actuarial valuation as of July 1, 2013, using the following actuarial assumptions, applied to all periods included in the measurement:

Salary increases	NIA
Discount rate	7.00%

The Town's funding policy is to contribute the actuary's recommended contribution each year. The contribution is calculated as the normal cost under the projected unit credit funding method, plus an amortization of the plan's unfunded liability over 6 years from July 1, 2013, as a level dollar amount.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of real rates of return for each major asset class included in the pension plan's target asset allocation as of June 30, 2015 are summarized in the following table:

Volunteer

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Domestic equity	55%	6.70%
Core fixed income	40%	1.60%
Cash	<u>5%</u>	1.00%
Total	<u>100%</u>	

Town of North Haven, Connecticut

Notes to Financial Statements

Note 9. Pension Plans (Continued)

Discount rate: The discount rate used to measure the total pension liability as of June 30, 2015 was 7.00%. The projection of cash flows used to determine the discount rate assumed plan member contributions will be made at the current contribution rate and that the Town of North Haven Volunteer Firefighters contributes at rates equal to the actuarially determined contribution rates. For this purpose, only employer contributions that are intended to fund benefits of current plan members and their beneficiaries are included. Projected employer contributions that are intended to fund the service costs of future plan members and their beneficiaries, as well as projected contributions from future plan members, are not included. Based on those assumptions, the pension plan's fiduciary net position was not 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 some periods of projected benefit payments to determine the total pension liability.

Sensitivity of the net pension liability to changes in the discount rate: The following presents the net pension liability of the Town of North Haven Volunteer Firefighters, calculated using the discount rate of 7.00% as well as what the Town of North Haven Volunteer Firefighters' net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.00%) or 1-percentage-point higher (8.00%) than the current rate:

Volunteer Firefighters' Pension Plan	1% Decrease 6.00%	Current Discount Rate 7.00%	1% Increase 8.00%
Total pension liability	\$ 155,471	\$ 51,465	\$ (35,469)

Town of North Haven, Connecticut

Notes to Financial Statements

Note 9. Pension Plans (Continued)

Net pension liability of the Town: The components of the net pension liability of the Town at June 30, 2015 were as follows:

Changes in the net pension liability:

	Volunteer Fire Department Pension Plan		
	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balances at 6/30/14	\$ 936,778	\$ 882,752	\$ 54,026
Changes for the year:			
Service cost	10,800	-	10,800
Interest	63,270	-	63,270
Differences between expected and actual experience	-	-	-
Changes of assumptions	-	-	-
Contributions - employer	-	35,038	(35,038)
Projected earnings on pension plan investments	-	41,593	(41,593)
Differences between projected and actual earnings	-	-	-
Benefit payments, including refunds of employee contributions	(66,974)	(66,974)	-
Administrative expense	-	-	-
Net changes	7,096	9,657	(2,561)
Balances at 6/30/15	\$ 943,874	\$ 892,409	\$ 51,465

For the year ended June 30, 2015, the Town recognized pension expense of \$17,211. At June 30, 2015, the Town reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Volunteer Fire Department Retirement	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ -
Changes of assumptions	-	-
Net difference between projected and actual earnings on pension plan investments	15,266	-
Total	\$ 15,266	\$ -

Town of North Haven, Connecticut

Notes to Financial Statements

Note 9. Pension Plans (Continued)

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

<u>Year Ended June 30,</u>	<u>Volunteer Fire Pension Plan</u>
2016	\$ 3,816
2017	3,816
2018	3,816
2019	3,818
2020	-
Thereafter	-

Elected officials:

Plan description:

Plan administration: The Town of North Haven administers the Pension Plan for the Chief Executive, Town Clerk, and Tax Collector of the Town of North Haven— a single-employer, contributory, defined benefit pension plan (the Pension Plan). The Plan provides retirement, disability, and survivorship benefits for eligible employees of the Town. The Plan is administered by a Retirement Board composed of selected members.

Plan membership: Eligible regular full-time employees of the Town are members of the Plan. Eligible employees become members after completion of one year of service. At June 30, 2015, Pension Plan membership consisted of the following:

Retired participants and beneficiaries receiving benefits	4
Terminated members entitled to, but not yet receiving benefits	0
Active members	<u>2</u>
Total	<u><u>6</u></u>

Funding policy: The Town’s policy is to make contributions equal to the benefit payments for the year.

Investment policy: The Plan is unfunded.

Benefits provided:

Normal retirement:

<i>Age requirement</i>	65
<i>Service requirement</i>	8 years

Town of North Haven, Connecticut

Notes to Financial Statements

Note 9. Pension Plans (Continued)

Amount 5% of final average compensation per year of service to a maximum of 50%.

Final average compensation is defined as the average of basic salary earned during the highest five years of employment prior to termination.

Early Retirement (with the approval of the Board of Selectmen of the Town of North Haven):

Age requirement 62

Service requirement 8 years

Amount Normal pension accrued, reduced by 20% if official is age 62, 15% if age 63, or 10% if age 64.

Funded form of annuity benefit: Pension benefits are paid in the form of a 50% Joint and Survivor annuity to married participants and a straight life annuity to non-married participants.

Cost-of-living increase: On January 1 of each year, benefits for retirees shall be adjusted in accordance with the percentage change in Social Security retirement benefits.

Net pension liability:

The components of the net pension liability of the Town of North Haven Elected Officials at June 30, 2015 were as follows:

Elected Officials Pension Plan		
Net Pension Liability	2015	2014
	<hr/>	<hr/>
Total pension liability	\$ 2,028,772	\$ 1,869,082
Plan fiduciary net position	-	-
Net pension liability	<hr/> <u>\$ 2,028,772</u>	<hr/> <u>\$ 1,869,082</u>
Plan fiduciary net position as a percentage of total pension liability	0.00%	0.00%

Actuarial assumptions: The total pension liability was determined by an actuarial valuation as of July 1, 2015, using the following actuarial assumptions, applied to all periods included in the measurement:

Cost of living adjustment: 2.25% (previously 3.00%)

Salary increases: 3.00%

Discount rate (7/1/2014): 4.29% (based on Bond Buyer GO-20 index as of June 26, 2014)

Town of North Haven, Connecticut

Notes to Financial Statements

Note 9. Pension Plans (Continued)

Discount rate (6/30/2015): 3.80% (based on Bond Buyer GO-20 index as of June 25, 2015)

Sensitivity of the net pension liability to changes in the discount rate: The following presents the net pension liability of the Town of North Haven, calculated using the discount rate of 3.80% as well as what the Town of North Haven's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (2.80%) or 1-percentage-point higher (4.80%) than the current rate:

Elected Officials	Current Discount		
	1% Decrease 2.80%	Rate 3.80%	1% Increase 4.80%
Total pension liability	\$ 2,242,301	\$ 2,028,772	\$ 1,848,530

Changes in the net pension liability: For the year ended June 30, 2015, the Town recognized pension expense of \$208,328. At June 30, 2015, the Town reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Elected Officials Plan		
	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balances at 6/30/14	\$ 1,869,082	\$ -	\$ 1,869,082
Changes for the year:			
Service cost	94,029	-	94,029
Interest	76,774	-	76,774
Differences between expected and actual experience	112,972	-	112,972
Changes of assumptions	34,876	-	34,876
Contributions - employer	-	158,961	(158,961)
Projected earnings on pension plan investments	-	-	-
Differences between projected and actual earnings	-	-	-
Benefit payments, including refunds of employee contributions	(158,961)	(158,961)	-
Administrative expense	-	-	-
Net changes	159,690	-	159,690
Balances at 6/30/15	\$ 2,028,772	\$ -	\$ 2,028,772

Town of North Haven, Connecticut

Notes to Financial Statements

Note 9. Pension Plans (Continued)

For the year ended June 30, 2015, the Town recognized pension expense of \$208,328. At June 30, 2015, the Town reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Elected Officials Retirement	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 84,299	\$ -
Changes of assumptions	-	-
Net difference between projected and actual earnings on pension plan investments	26,024	-
Total	\$ 110,323	\$ -

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

<u>Year Ended June 30,</u>	<u>Elected Officials Pension Plan</u>
2016	\$ 37,525
2017	37,525
2018	37,525
2019	-
2020	-
Thereafter	-

Connecticut Teachers' Retirement System:

Description of system: Certified personnel within the Town's school system participate in a retirement system administered by the Connecticut State Teachers' Retirement Board. This Connecticut State Teachers' Retirement System (the "System") is a cost sharing multiple employer defined benefit pension system with a special funding situation.

The System is considered a part of the State of Connecticut financial reporting entity and is included in the State's financial reports as a pension trust fund. Those reports may be obtained at www.ct.gov.

The System is administered under the provisions of Chapter 167a of the Connecticut General Statutes (CGS). Participation in the System is restricted to certified staff employed in the public schools of Connecticut and members of the professional staff of the State Department of Education or the board of Governors of Higher Education and their constituent units. Participation in the System is mandatory for certified personnel of local boards of education who are employed for an average of at least one-half of a school day. Members of the professional staff of the State Department of Education or the Board of Governors of Higher Education and their constituent units may elect to participate in this system, the State Employees' Retirement System, or the Alternate Retirement System (TIAA-CREF).

Town of North Haven, Connecticut

Notes to Financial Statements

Note 9. Pension Plans (Continued)

Summary of significant accounting policies: For purposes of measuring the liability, deferred outflows of resources and deferred inflows of resources, and expense associated with the State's requirement to contribute to the System, information about System's fiduciary net position and additions to/deductions from the System's fiduciary net position have been determined on the same basis as they are reported by the System. For this purpose, benefit payments (including refunds of contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value. The Town has recorded, in the General Fund, intergovernmental revenue and education expenditures in the amount of \$5,837,000 as payments made by the State of Connecticut on-behalf of the Town. The Town does not have any liability for the Connecticut Teachers' Retirement System.

Benefits provided: The benefits provided to participants by the System are as follows:

Normal Benefit: A member 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 is eligible for vested benefits of 2% of average annual salary times years of credited service (maximum benefit is 75% of average annual salary.)

Prorated benefit: A member who completes 10 years of Connecticut public school service is eligible for a vested benefit commencing at age 60. The benefit is 2% less 0.1% for each year less than 20 years of average annual salary times years of credited service.

Minimum benefit: Effective January 1, 1999, Public Act 98-251 provides a minimum monthly retirement benefit of \$1,200 to teachers who retire under the Normal Benefit provisions and who have completed at least 25 years of full time Connecticut service at retirement.

Contribution requirements: The pension contributions made by the State to the System are determined on an actuarial reserve basis as described in CGS Sections 10-1831 and 10-183z. Participants are required to contribute 6.0% of their annual salary rate to the System as required by CGS Section 10-183b (7). For the 2014/2015 school year, \$1,677,591 mandatory contributions were deducted from the salaries of teachers who were participants of the System during that school year. The estimated covered payroll for the Town is \$23,139,000. The School District is not required to make contributions to the plan.

Actuarial assumptions: The actuarial assumptions used in the June 30, 2014 valuation were based on the results of an actuarial experience study for the period July 1, 2005 – June 30, 2010. The total pension liability was determined by an actuarial valuation as of June 30, 2014, using the following key actuarial assumptions:

Inflation	3.00 Percent
Salary increases, including inflation	3.75-7.00 Percent
Long-term investment rate of return net of pension investment expense, including inflation	8.50 Percent

Mortality rates were based on the RP-2000 Combined Mortality Table RP-2000 projected 19 years using scale AA, with a two-year setback for males and females for the period after service retirement and for dependent beneficiaries.

Town of North Haven, Connecticut

Notes to Financial Statements

Note 9. Pension Plans (Continued)

The long-term expected rate of return on pension 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 investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target asset allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Rate of Return
Large cap U.S. equities	21.0%	7.30%
Developed non- U.S. equities	18.0%	7.50%
Emerging markets (non- U.S.)	9.0%	8.60%
Core fixed income	7.0%	1.70%
Inflation linked bond fund	3.0%	1.30%
Emerging market bond	5.0%	4.80%
High yield bonds	5.0%	3.70%
Real estate	7.0%	5.90%
Private equity	11.0%	10.90%
Alternative investments	8.0%	0.70%
Liquidity fund	6.0%	0.40%
	100.0%	

Discount rate: The discount rate used to measure the total pension liability was 8.50 percent. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that State contributions will be made at the actuarially determined rates in future years. Based on those assumptions, the pension’s fiduciary net position was projected to be available to make all projected future benefit payments of current members. Therefore, the long-term expected rate of return on pension investments was applied to all periods of projected benefit payments to determine the total pension liability.

Pension liabilities, pension expense, and deferred inflows/outflows of resources: The State makes all contributions to the System on behalf of employees of the participating districts. Therefore, participating employers are considered to be in a special funding situation as defined by Governmental Accounting Standards Board No. 68 and the State is treated as a non-employer contributing entity in the System. Since the districts do not contribute directly to the System, there is no net pension liability or deferred inflows or outflows to report in the financial statements of the Town. The portion of the State’s net pension liability that was associated with the Town was \$58,817,682 and 100% of the collective net pension liability is allocated to the State. The Town’s proportionate share of the net pension liability is \$-0-.

Town of North Haven, Connecticut

Notes to Financial Statements

Note 9. Pension Plans (Continued)

Sensitivity of the proportionate share of the net pension liability to changes in the discount rate:

The following presents the Town's proportionate share of the net pension liability of the System, calculated using the discount rate of 8.50 percent, as well as what the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (7.50 percent) or 1-percentage-point higher (9.50 percent) than the current rate.

	1% Decrease 7.50%	Current Discount Rate 8.50%	1% Increase 9.50%
State's Share of NPL associated with the Town	\$75,059,666	\$58,817,682	\$45,011,515

The Town recognized the total pension expense associated with the Town as well as revenue in an amount equal to the non-employer contributing entities' total proportionate share of the collective pension expense associated with the Town. For the fiscal year ended June 30, 2015, the Town recognized \$4,413,008 as the amount expended by the State on behalf of the Town to meet the State's funding requirements.

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 retirement savings plan: Town employees are eligible to participate in a defined contribution retirement savings plan administered by the Town. In a defined contribution plan, benefits depend solely on amounts contributed to the Plan plus investment earnings. Employer contributions are based on union contracts. Employees may make additional contributions subject to IRS regulations. The Plan is not reported as a fiduciary fund by the Town as it does not meet the reporting criterion.

The Plan requires the Town to contribute 10% per union of their bi-weekly salary for those new hires not eligible for the Town Pension Plans. Employees can elect to contribute up to IRS guidelines. Employees are 100% vested.

Upon termination of employment, for any reason other than death or retirement, an employee shall be entitled to a deferred vested benefit based upon the number of years of credited service completed. Payment of benefits is deferred until the later of the employee's normal retirement date, the seventh anniversary of the Plan year in which participation commenced or the date of termination. The unvested accrued benefit of the employee is forfeited and allocated to each participant.

The assets for the plan are held by ICMA Retirement Corporation. The balance of the plan amounted to approximately \$596,991 at June 30, 2015.

Note 10. Other Postemployment Benefits

Post-retirement benefits: The Town provides post-retirement benefits for certain employees for current and future health and life insurance benefit expenses through a single-employer defined benefit plan. An annual actuarial valuation is made to determine whether the contributions are sufficient to meet the plan obligations. The latest actuarial valuation was performed as of June 30, 2013. The post-retirement plan does not issue standalone financial reports.

Town of North Haven, Connecticut

Notes to Financial Statements

Note 10. Other Postemployment Benefits (Continued)

From an accrual accounting perspective, the cost of post-employment healthcare benefits, like the cost of pension benefits, generally should be associated with the periods in which the cost occurs, rather than in the future year when it will be paid. In adopting the requirements of GASB Statement No. 45 during the year ended June 30, 2009, the Town recognizes the cost of post-employment healthcare in the year when the employee services are received, reports the accumulated liability from prior years, and provides information useful in assessing potential demands on the Town's future cash flows. Recognition of the liability accumulated from prior years will be phased in over 30 years, commencing with the 2009 liability.

The contribution requirements of plan members and the Town are established and may be amended by the Town. The Town funds its contributions to the plan under the pay-as-you-go method. The Town determines the required contribution using the Projected Unit Credit Method.

Membership in the plan consisted of the following at June 30, 2013, the date of the last actuarial valuation.

Retirees and beneficiaries receiving benefits	231
Active plan members	601
Total	<u><u>832</u></u>

The Town's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan and the net OPEB obligation was as follows:

Fiscal Year Ended	Annual OPEB Cost	Employer Contributions	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
6/30/13	\$ 5,453,794	\$ 1,801,824	33.0%	\$ 14,691,927
6/30/14	\$ 5,001,054	\$ 1,632,512	32.6%	\$ 18,060,469
6/30/15	\$ 5,288,659	\$ 1,791,953	33.9%	\$ 21,557,175

OPEB obligation:

Annual required contribution	\$ 5,139,339
Interest on net pension obligation	722,419
ARC adjustment	<u>(573,099)</u>
Annual OPEB cost	5,288,659
Contributions made	<u>(1,791,953)</u>
Increase in net OPEB liability	3,496,706
Net OPEB obligation, beginning of year	<u>18,060,469</u>
Net OPEB obligation, end of year	<u><u>\$ 21,557,175</u></u>

Town of North Haven, Connecticut

Notes to Financial Statements

Note 10. Other Postemployment Benefits (Continued)

The Town's annual other post-employment benefit (OPEB) cost (expense) is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. Included in the calculation is an estimate of the implicit rate subsidy for Board of Education retirees. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The schedule of funding progress is as follows:

Actuarial Valuation Date	Actuarial Value of Assets (a)	Accrued Liability (b)	Unfunded Accrued Liability (UAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAL as a Percentage of Covered Payroll ((b-a)/c)
6/30/2013	\$ -	\$ 65,014,308	\$ 65,014,308	0%	\$ 42,569,430	153%

The schedules of funding progress, presented as required supplementary information (RSI) following the notes to the financial statements, present multi-year trend information about whether the actuarial values of plan assets are increasing or decreasing over time relative to the AALs for benefits.

Actuarial Assumptions - OPEB

Valuation date:	June 30, 2013
Actuarial cost method:	Projected unit credit
Asset valuation method:	Market value
Amortization method:	Payments increasing at 4.5%, open
Remaining amortization period:	30 years decreasing
Actuarial assumptions:	
Discount rate	4.00%
Investment rate of return	4.00%
Inflation rate	4.50%
Health cost trend rates:	8.0% graded to 5.0% over 6 years

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

Town of North Haven, Connecticut

Notes to Financial Statements

Note 11. Fund Deficits

The Town has the following fund deficits at June 30, 2015:

	<u>Fund Deficit</u>
Capital projects funds	
Sackett Point Road bridge	\$ (304,343)
Valley Service Road	(38,225)
North Haven Middle School	(2,285,140)
Sanitation Garage	(11,044)
LOCIP	(14,078)
Special revenue funds	
Workforce Alliance	(1,676)
BH Care	(268)

The Town anticipates financing the fund deficits in the Capital Projects funds through future bond issues and/or revenues. The Special Revenue fund deficits will be funded with future revenues.

Note 12. Risk Management and Insurance

The Town is exposed to various risks of loss related to public official liability, police professional liability, theft or impairment of assets, errors and omissions, injury to employees and employee health, natural disasters, and owners and contractors protective liability.

The Town has a Comprehensive Risk Management Program, which is managed by the Finance Office. Such activities are accounted for in the Town's Internal Service Funds.

The Town is self-insured for the deductibles required on its dental insurance and prescriptions.

Commercial insurance is used to handle the various risks of loss. The more significant policies include workers compensation, property and umbrella, professional liability counseling, public officials liability, police professional liability, educators liability, errors and omissions and a fidelity and fiduciary bond.

The amount of settlements did not exceed insurance coverage for the fiscal years ended June 30, 2015 and 2014.

Changes in the balances of claim liabilities during the past years is as follows:

Fiscal Year Ended	Claims Payable July 1	Claims and Changes in Estimates	Claims Paid	Claims Payable June 30
2015	\$ 437,969	\$ 2,779,549	\$ 2,481,557	\$ 735,961
2014	\$ 57,011	\$ 2,591,321	\$ 2,210,363	\$ 437,969

Town of North Haven, Connecticut

Notes to Financial Statements

Note 13. Municipal Solid Waste Landfill Closure and Postclosure Care Costs

State and Federal laws and regulations require that the Town of North Haven place a final cover on its closed landfill and perform certain maintenance and monitoring functions at the landfill site for thirty years. The site which was covered according to Regulations in 1989 had estimated total current costs of landfill closure and postclosure care, aggregating approximately \$100,000 which is based on the amount estimated to be paid for all equipment, facilities and services required to close, monitor and maintain the landfill as of June 30, 2015, and is recorded in the government-wide financial statements. However, the actual cost of monitoring and other postclosure care may be higher due to inflation, changes in technology or changes in landfill laws and regulations. Costs will continue to be funded through the current Public Works operating budget, at approximately \$10,000 annually.

Note 14. Litigation

The Town, its officers and employees, are defendants in numerous lawsuits. Based upon consultation with legal counsel, the Town's management estimates that potential claims against the Town resulting from such litigation would not materially affect the financial position of the Town. The Town has recorded \$208,000 in the government-wide financial statements to cover probable claims.

Town of North Haven, Connecticut

Notes to Financial Statements

Note 15. Fund Balances

Below is a table of fund balance categories and classifications at June 30, 2015 for the Town governmental funds:

	General Fund	North Haven Middle School	Nonmajor Governmental Funds
Fund Balances (deficits)			
Non-spendable:			
Prepays	\$ 35,887	\$ -	\$ 600
Inventory	-	-	25,888
Permanent funds	-	-	517,548
	<u>35,887</u>	<u>-</u>	<u>544,036</u>
Restricted:			
Public safety	-		132,462
Health & welfare	-		55,733
Education	-		2,583,948
Public works	-		1,273,028
Culture & recreation	-		156,042
	<u>-</u>	<u>-</u>	<u>4,201,213</u>
Committed:			
Public safety	-		91,142
Education	-		5,077
Capital projects	-		1,031,243
Public works	-		1,443,937
	<u>-</u>	<u>-</u>	<u>2,571,399</u>
Assigned:			
General government - benefits	213,664		-
Debt retirement	3,389,716		-
Subsequent year budget	750,000		-
Culture & recreation - library	28,014		-
Culture & recreation - community programs	20,778		-
Fire ems	27,686		-
Education - transportation	215,691		-
Education - other programs	261,816		-
Benefits and insurance	50,000		-
	<u>4,957,365</u>	<u>-</u>	<u>-</u>
Unassigned:	7,519,929	(2,285,140)	(416,439)
	<u>7,519,929</u>	<u>(2,285,140)</u>	<u>(416,439)</u>
Total fund balance	<u>\$ 12,513,181</u>	<u>\$ (2,285,140)</u>	<u>\$ 6,900,209</u>

Town of North Haven, Connecticut

Notes to Financial Statements

Note 16. General Fund - Assigned For Debt Retirement

As detailed below, this is composed of amounts relating to sewer assessments and capital project funds and is assigned for repayments of bonded debt relative to these items.

The amount assigned for debt retirement at June 30, 2015 amounted to \$3,389,716 and consisted of the following:

	Amount	Date of Borrowing	Amortization Schedule
Sewer assessment and interest collections	\$ 1,657,416	Various	Unscheduled
Accumulated interest income and grant revenue associated with capital projects:			
Capital project:			
Loan grant	970,177	10/31/92	1992-2012
School renovations	433,214	9/1/97	1997-2018
Public building	72,321	6/15/02	2002-2022
North Haven High School	256,588	4/26/06	2006-2026
	<u>\$ 3,389,716</u>		

Note 17. Governmental Accounting Standards Board (GASB) Statements

The Governmental Accounting Standards Board (GASB) has issued several pronouncements that have effective dates that may impact future financial presentations.

Management has not currently determined what, if any, impact implementation of the following statements may have on the financial statements:

- GASB Statement No. 72, Fair Value Measurement and Application. This Statement addresses accounting and financial reporting issues related to fair value measurements. The definition of fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. This Statement provides guidance for determining a fair value measurement for financial reporting purposes. This Statement also provides guidance for applying fair value to certain investments and disclosures related to all fair value measurements. The provisions of this Statement are effective for fiscal years beginning after June 15, 2015.
- GASB Statement No. 73, Accounting and Financial Reporting for Pensions and Related Assets That Are Not within the Scope of GASB Statement 68, and Amendments to Certain Provisions of GASB Statements 67 and 68, completes the suite of pension standards. Statement 73 establishes requirements for those pensions and pension plans that are not administered through a trust meeting specified criteria (in other words, those not covered by Statements 67 and 68). The requirements in Statement 73 for reporting pensions generally are the same as in Statement 68. However, the lack of a pension plan that is administered through a trust that meets specified criteria is reflected in the measurements. The provisions of this Statement are effective for fiscal years beginning after June 15, 2015.

Town of North Haven, Connecticut

Notes to Financial Statements

Note 17. Governmental Accounting Standards Board (GASB) Statements (Continued)

- GASB Statement No. 74, Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans, addresses reporting by OPEB plans that administer benefits on behalf of governments. Statement 74 addresses the financial reports of defined benefit OPEB plans that are administered through trusts that meet specified criteria. The Statement follows the framework for financial reporting of defined benefit OPEB plans in Statement 45 by requiring a statement of fiduciary net position and a statement of changes in fiduciary net position. The Statement requires more extensive note disclosures and RSI related to the measurement of the OPEB liabilities for which assets have been accumulated, including information about the annual money-weighted rates of return on plan investments. Statement 74 also sets forth note disclosure requirements for defined contribution OPEB plans. The provisions of this Statement are effective for fiscal years beginning after June 15, 2016.
- GASB Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions, addresses reporting by governments that provide OPEB to their employees and for governments that finance OPEB for employees of other governments. Statement 75 requires governments to report a liability on the face of the financial statements for the OPEB that they provide:
 - Governments that are responsible only for OPEB liabilities related to their own employees and that provide OPEB through a defined benefit OPEB plan administered through a trust that meets specified criteria will report a net OPEB liability—the difference between the total OPEB liability and assets accumulated in the trust and restricted to making benefit payments.
 - Governments that participate in a cost-sharing OPEB plan that is administered through a trust that meets the specified criteria will report a liability equal to their proportionate share of the collective OPEB liability for all entities participating in the cost-sharing plan.
 - Governments that do not provide OPEB through a trust that meets specified criteria will report the total OPEB liability related to their employees.

Statement 75 carries forward from Statement 45 the option to use a specified alternative measurement method in place of an actuarial valuation for purposes of determining the total OPEB liability for benefits provided through OPEB plans in which there are fewer than 100 plan members (active and inactive). This option was retained in order to reduce costs for smaller governments. The provisions of this Statement are effective for fiscal years beginning after June 15, 2017.

- GASB Statement No. 76, The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments. The objective of this Statement is to identify—in the context of the current governmental financial reporting environment—the hierarchy of generally accepted accounting principles (GAAP). The “GAAP hierarchy” consists of the sources of accounting principles used to prepare financial statements of state and local governmental entities in conformity with GAAP and the framework for selecting those principles. This Statement reduces the GAAP hierarchy to two categories of authoritative GAAP and addresses the use of authoritative and nonauthoritative literature in the event that the accounting treatment for a transaction or other event is not specified within a source of authoritative GAAP.

This Statement supersedes Statement No. 55, The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments. The requirements of this Statement are effective for financial statements for periods beginning after June 15, 2015, and should be applied retroactively. Earlier application is permitted.

Town of North Haven, Connecticut

Notes to Financial Statements

Note 17. Governmental Accounting Standards Board (GASB) Statements (Continued)

- ***GASB Statement No. 77, Tax Abatement Disclosures.*** Financial statements prepared by state and local governments in conformity with generally accepted accounting principles provide citizens and taxpayers, legislative and oversight bodies, municipal bond analysts, and others with information they need to evaluate the financial health of governments, make decisions, and assess accountability. This information is intended, among other things, to assist these users of financial statements in assessing (1) whether a government's current-year revenues were sufficient to pay for current-year services (known as interperiod equity), (2) whether a government complied with finance-related legal and contractual obligations, (3) where a government's financial resources come from and how it uses them, and (4) a government's financial position and economic condition and how they have changed over time. This Statement requires governments that enter into tax abatement agreements to disclose the following information about the agreements:
 - Brief descriptive information, such as the tax being abated, the authority under which tax abatements are provided, eligibility criteria, the mechanism by which taxes are abated, provisions for recapturing abated taxes, and the types of commitments made by tax abatement recipients
 - The gross dollar amount of taxes abated during the period
 - Commitments made by a government, other than to abate taxes, as part of a tax abatement agreement.

Governments should organize those disclosures by major tax abatement program and may disclose information for individual tax abatement agreements within those programs.

Tax abatement agreements of other governments should be organized by the government that entered into the tax abatement agreement and the specific tax being abated. Governments may disclose information for individual tax abatement agreements of other governments within the specific tax being abated. For those tax abatement agreements, a reporting government should disclose:

- The names of the governments that entered into the agreements
- The specific taxes being abated
- The gross dollar amount of taxes abated during the period.

The requirements of this Statement are effective for financial statements for periods beginning after December 15, 2015. Earlier application is encouraged.

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**Required Supplementary
Information**

Town of North Haven, Connecticut

Required Supplementary Information - Unaudited
 General Fund Revenues and Other Financing Sources - Budgetary Basis -
 Budget and Actual
 For the Year Ended June 30, 2015

	Budgeted Amounts		Actual	Variance With Final Budget Positive (Negative)
	Original	Final		
Property Taxes, Interest and Liens				
Current taxes	\$ 77,080,388	\$ 77,080,388	\$ 77,828,142	\$ 747,754
Arrears taxes	800,000	800,000	486,940	(313,060)
Interest and liens	500,000	500,000	464,221	(35,779)
Supplemental auto tax - current	600,000	600,000	706,693	106,693
Personal property audit taxes	150,000	150,000	105,106	(44,894)
Total property taxes, interest and liens	79,130,388	79,130,388	79,591,102	460,714
Education Grants				
Education grant - ECS	3,377,811	3,377,811	3,437,090	59,279
School transportation	80,090	80,090	78,435	(1,655)
Adult education	15,105	15,105	4,469	(10,636)
School building grants	189,580	189,580	189,580	-
School interest subsidy	26,571	26,571	26,571	-
Total education grants	3,689,157	3,689,157	3,736,145	46,988
Other Government Grants				
Tax relief-elderly disabled homeowner	211,800	211,800	215,596	3,796
Tax relief-totally disabled	3,378	3,378	3,709	331
Telephone access line	94,025	94,025	73,074	(20,951)
PILOT	745,710	745,710	766,948	21,238
Do to street lighting	2,000	2,000	2,209	209
Tax relief vets	31,800	31,800	32,138	338
Mashantucket Pequot	159,138	159,138	158,406	(732)
MRSA bonded distribution	1,359,707	1,359,707	-	(1,359,707)
Total other government grants	2,607,558	2,607,558	1,252,080	(1,355,478)
Investment Income				
Interest on short-term investments	40,000	40,000	46,968	6,968
Total investment income	40,000	40,000	46,968	6,968

(Continued)

Town of North Haven, Connecticut

Required Supplementary Information - Unaudited
 General Fund Revenues and Other Financing Sources - Budgetary Basis -
 Budget and Actual (Continued)
 For the Year Ended June 30, 2015

	Budgeted Amounts		Actual	Variance With Final Budget Positive (Negative)
	Original	Final		
Town Revenue - General				
Sale of Town property	\$ 2,500	\$ 2,500	\$ 15,459	\$ 12,959
In lieu of taxes	240,000	240,000	396,759	156,759
Rental town property	85,000	85,000	80,656	(4,344)
Parking violation	3,000	3,000	901	(2,099)
Town miscellaneous receipts/CRRA refund	275,000	275,000	292,464	17,464
Rent-Mill Road School	101,238	101,238	101,238	-
Town revenue-general	706,738	706,738	887,477	180,739
Licenses, Permits, Fees and Fines				
Cemetery	50,000	50,000	75,517	25,517
Assessor's office	1,000	1,000	952	(48)
Town Clerk fees	375,000	375,000	632,361	257,361
Registrar of Vital Statistics	13,000	13,000	16,990	3,990
Miscellaneous licenses/permits	6,000	6,000	10,540	4,540
Alarm use fee	21,000	21,000	16,006	(4,994)
Police photocopies	3,000	3,000	4,701	1,701
Dog license fees	8,000	8,000	8,272	272
Building fees	875,000	875,000	905,708	30,708
Engineering fees	1,000	1,000	905	(95)
Road permit fees	8,500	8,500	4,890	(3,610)
Public Works fees	2,000	2,000	2,295	295
Sale of recyclables	500	500	936	436
Application inspection	3,000	3,000	2,680	(320)
P&Z Commission fees	12,000	12,000	10,187	(1,813)
Inland Wetlands Commission fees	2,000	2,000	2,360	360
Community service fees/local welfare	150,000	150,000	224,583	74,583
Zoning Board of Appeals	3,000	3,000	4,330	1,330
Total licenses, permits, fees and fines	1,534,000	1,534,000	1,924,213	390,213
Total revenues	87,707,841	87,707,841	87,437,985	(269,856)

(Continued)

Town of North Haven, Connecticut

Required Supplementary Information - Unaudited
 General Fund Revenues and Other Financing Sources - Budgetary Basis -
 Budget and Actual (Continued)
 For the Year Ended June 30, 2015

	Budgeted Amounts		Actual	Variance With Final Budget Positive (Negative)
	Original	Final		
Other Financing Sources				
Appropriated fund balance	\$ 750,000	\$ 750,000	\$ 750,000	\$ -
Transfers in	400,000	400,000	400,645	645
Total other financing sources	1,150,000	1,150,000	1,150,645	645
Total budgetary revenue	\$ 88,857,841	\$ 88,857,841	88,588,630	\$ (269,211)

Budgetary revenues are different than GAAP revenues because:

State of Connecticut "on-behalf" contributions to the Connecticut State Teachers Retirement System for Town Teachers are not budgeted.	5,837,000
Revenues and transfers from other funds charged directly to reserve for debt retirement/claims	48,388
Reclassified to general fund, as funds were previously reported as special revenue fund, and no longer meet the definition in accordance with GASB No. 54	830,476
Issuance of capital leases	353,128
Use of fund balance	(750,000)
Cancellation of prior year encumbrances	<u>99,882</u>
Total revenues as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds - page 12.	<u>\$ 95,007,504</u>

See Note to Required Supplementary Information.

Town of North Haven, Connecticut

Required Supplementary Information - Unaudited
 General Fund Expenditures and Other Financing Uses -
 Budgetary Basis - Budget and Actual
 For the Year Ended June 30, 2015

	Budgeted Amounts		Actual	Variance With Final Budget Positive (Negative)
	Original	Final		
Expenditures				
Current				
General government				
Selectmen	\$ 184,404	\$ 198,712	\$ 198,712	\$ -
Town Clerk	169,992	156,000	156,000	-
Election	104,850	97,564	97,564	-
Legal	219,800	304,144	304,144	-
Probate Court	10,100	9,005	9,005	-
Economic development	10,400	4,167	4,167	-
Land use administration	237,118	231,901	231,901	-
Planning and Zoning	18,000	16,778	16,778	-
Inland Wetlands Commission	10,000	5,411	5,411	-
Zoning Board of Appeals	6,850	4,254	4,254	-
Building Inspection/Permit	285,538	386,269	386,269	-
Public libraries	894,432	933,365	933,365	-
Cemetery Commission	57,400	47,597	47,597	-
Treasurer finance	532,185	510,991	510,991	-
Board of Finance	3,750	2,499	2,499	-
Contingent fund	300,000	300,000	-	300,000
Annual/special audit	69,400	62,280	62,280	-
Personnel policy expenses	632,708	846,698	846,698	-
Central Supply services	379,825	408,607	408,607	-
Central facilities	318,200	369,727	369,727	-
Information technology	405,682	403,399	403,399	-
Assessor	263,399	218,090	218,090	-
Board of Assessment appeals	2,150	1,398	1,398	-
Tax Collector	172,515	163,863	163,863	-
Insurance-general	754,901	740,985	740,985	-
Total general government	6,043,599	6,423,704	6,123,704	300,000
Public Safety				
Police	5,348,083	5,261,501	5,261,501	-
Animal Control/Dog Warden	94,584	90,518	90,518	-
Fire	3,680,915	3,708,066	3,708,066	-
Total public safety	9,123,582	9,060,085	9,060,085	-

(Continued)

Town of North Haven, Connecticut

Required Supplementary Information - Unaudited
 General Fund Expenditures and Other Financing Uses -
 Budgetary Basis - Budget and Actual (Continued)
 For the Year Ended June 30, 2015

	Budgeted Amounts		Actual	Variance With Final Budget Positive (Negative)
	Original	Final		
Expenditures (Continued)				
Current (Continued)				
Public Works				
Department of Public Works	\$ 228,917	\$ 205,343	\$ 205,343	\$ -
Transfer station/recycling	386,209	339,419	339,419	-
Sanitation	1,501,107	1,376,994	1,376,994	-
Streets and roads	2,161,418	1,665,233	1,665,233	-
Maintenance	288,227	283,430	283,430	-
Parks	265,200	298,421	298,421	-
Engineering	148,056	131,397	131,397	-
Total public works	4,979,134	4,300,237	4,300,237	-
Public Services				
Regional health district	126,173	126,173	126,173	-
Regional Visiting Nurse Association	31,857	31,857	31,857	-
Community services	455,978	508,523	508,523	-
Welfare	3,000	1,517	1,517	-
Senior center	296,562	249,543	249,543	-
Total public services	913,570	917,613	917,613	-
Recreation	550,975	550,654	550,654	-
Total recreation	550,975	550,654	550,654	-
Employee Benefits				
Pension and social security	5,322,111	5,689,772	5,689,772	-
Insurance employees	5,507,343	5,476,162	5,476,162	-
Total employee benefits	10,829,454	11,165,934	11,165,934	-
Education	47,951,239	47,951,239	47,951,239	-
Total education	47,951,239	47,951,239	47,951,239	-
Miscellaneous				
Miscellaneous	367,426	348,509	348,509	-
Utilities	1,100,000	1,139,039	1,139,039	-
Total miscellaneous	1,467,426	1,487,548	1,487,548	-

(Continued)

Town of North Haven, Connecticut

Required Supplementary Information - Unaudited
 General Fund Expenditures and Other Financing Uses -
 Budgetary Basis - Budget and Actual (Continued)
 For the Year Ended June 30, 2015

	Budgeted Amounts		Actual	Variance With Final Budget Positive (Negative)
	Original	Final		
Expenditures (Continued)				
Current (Continued)				
Capital	\$ 299,956	\$ 557,130	\$ 557,130	\$ -
Total capital	<u>299,956</u>	<u>557,130</u>	<u>557,130</u>	<u>-</u>
Debt Service				
Principal	4,393,327	4,393,327	4,393,327	-
Interest	2,138,020	2,042,999	2,042,999	-
Total debt service	<u>6,531,347</u>	<u>6,436,326</u>	<u>6,436,326</u>	<u>-</u>
Total expenditures	<u>88,690,282</u>	<u>88,850,470</u>	<u>88,550,470</u>	<u>300,000</u>
Other Financing Uses				
Operating Transfers Out:				
Capital improvement - Town	67,559	67,559	67,559	-
Capital improvement - BOE	100,000	100,000	100,000	-
Total other financing uses	<u>167,559</u>	<u>167,559</u>	<u>167,559</u>	<u>-</u>
Total budgetary expenditures	<u>\$ 88,857,841</u>	<u>\$ 89,018,029</u>	88,718,029	<u>\$ 300,000</u>

Budgetary expenditures are different than GAAP expenditures because:

State of Connecticut "on-behalf" payments to the Connecticut State Teachers Retirement System for Town teachers are not budgeted. 5,837,000

Issuance of capital leases 353,128

Encumbrances for purchases and commitments ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year received for financial reporting purposes. (470,816)

Reclassified to general fund, as funds were previously reported as special revenue fund, and no longer meet the definition in accordance with GASB No. 54 1,031,346

Encumbrances for purchases and commitments ordered in the previous year, that were received and liquidated in the current year are reported for financial statement reporting purposes. 451,899

Total expenditures and other financing uses as reported in the statement of revenues, expenditures and changes in fund balances - governmental funds - Page 12. \$ 95,920,586

See Note to Required Supplementary Information.

Town of North Haven, Connecticut

Required Supplementary Information - Unaudited
 Schedule of Employer Contributions - Pensions
 June 30, 2015

General Employees					
Year Ended June 30,	Actuarial Determined Contribution	Actual Employer Contribution	Contribution Deficiency (Excess)	Covered Payroll	Contribution as a Percentage of Covered Payroll
2015	\$ 2,447,872	\$ 2,479,521	\$ (31,649)	\$ 7,512,900	33.0%
2014	2,313,309	2,313,309	-	7,634,000	30.3%
2013	2,132,607	2,132,607	-	7,634,000	27.9%
2012	1,913,252	1,913,252	-	8,172,000	23.4%
2011	1,838,125	1,838,125	-	8,172,000	22.5%
2010	1,442,647	1,442,647	-	8,171,000	17.7%
2009	1,408,390	1,373,180	35,210	8,171,000	16.8%
2008	1,153,433	1,153,433	-	8,260,000	14.0%
2007	1,177,883	1,177,883	-	8,260,000	14.3%
2006	884,007	884,007	-	7,596,000	11.6%

Notes to Required Supplementary Information

Valuation date	July 1, 2013
Actuarial cost method (GASB 67)	Entry Age Normal, level percentage of salary
Amortization method	Level percent of payroll, closed
Remaining amortization period	16 years remaining as of July 1, 2013
Asset valuation method	Market value of assets less unrecognized returns in each of the last five years. Unrecognized return is equal to the difference between the actual market return and the expected return on the market value, and is recognized over a five-year period, further adjusted, if necessary, to be within 25% of the market value.

Actuarial assumptions:

Investment rate of return (GASB 67)	7.00% as of June 30, 2015
Mortality (Healthy)	RP2000 Combined Healthy tables projected generationally using Scale AA. (Previously, used static projection)
Mortality (Disabled)	RP2000 Disabled Retiree, Set Forward 10 years, projected generationally with Scale AA
Projected salary increases	Varies from 3.0-6.7%
Retirement age	Age 65 with 5 years of service for Board of Education: Custodial, Grounds Maintenance Age 62 with 5 years of service for Board of Education: Nurses and Educational Support Staff, and Town: Library Age 58 with 10 years of service for Town Government: Management, Clerical/Administration, Supervisors, Social Workers, and Public Works: and Board of Education: Exempt Employees
Cost-of-living adjustment	2.25% (previously, 3.0%)

Town of North Haven, Connecticut

Required Supplementary Information - Unaudited
 Schedule of Employer Contributions - Pensions (Continued)
 June 30, 2015

Police Department					
Year Ended June 30,	Actuarial Determined Contribution	Actual Employer Contribution	Contribution Deficiency (Excess)	Covered Payroll	Contribution as a Percentage of Covered Payroll
2015	\$ 1,388,051	\$ 1,313,710	\$ (1,311,695)	\$ 3,419,688	38.4%
2014	1,319,369	1,319,369	(1,317,355)	3,553,608	37.3%
2013	1,181,302	1,181,302	(1,179,289)	3,397,000	34.8%
2012	1,143,362	1,143,362	(1,141,350)	3,397,000	33.7%
2011	809,049	809,049	(807,038)	3,087,400	26.2%
2010	808,780	808,780	(806,770)	3,087,400	26.2%
2009	976,484	976,484	(974,475)	2,975,422	32.8%
2008	867,449	867,449	(865,441)	2,975,442	29.2%
2007	615,624	615,624	(613,617)	2,641,000	23.3%
2006	599,774	599,774	(597,768)	2,641,000	22.7%

Notes to Required Supplementary Information

Valuation date	July 1, 2014
Actuarial cost method (funding)	Projected Unit Credit Cost Method
Actuarial cost method (GASB 67)	Entry Age Normal, level percentage of salary
Amortization method	Level percent of payroll, closed
Remaining amortization period	16 years remaining as of July 1, 2014
Asset valuation method	Market value of assets less unrecognized returns in each of the last five years. Unrecognized return is equal to the difference between the actual market return and the expected return on the market value, and is recognized over a five-year period, further adjusted, if necessary, to be within 25% of the market value.

Actuarial assumptions:

Investment rate of return (GASB 67)	7.00% as of June 30, 2015
Mortality (Healthy)	RP2000 Mortality Table projected with scale AA to 2014
Mortality (Disabled)	RP 2014 Disabled Retiree Mortality Table
Projected salary increases	4.00% (previously, 3.50% next year, 4.00% thereafter)
Retirement age	Earlier of: a) age 54 and completion of 27 years of service, or b) age 65 and completion of 10 years of service
Cost-of-living adjustment	3.00%, beginning at age 62
Inflation	2.60%

Town of North Haven, Connecticut

Required Supplementary Information - Unaudited
 Schedule of Employer Contributions - Pensions (Continued)
 June 30, 2015

Fire Department						
Year Ended June 30,	Actuarial Determined Contribution	Actual Employer Contribution	Contribution Deficiency (Excess)	Covered Payroll	Contribution as a Percentage of Covered Payroll	
2015	\$ 799,260	\$ 742,505	\$ 56,755	\$ 2,182,842	34.0%	
2014	772,232	772,232	-	2,175,961	35.5%	
2013	715,215	715,215	-	2,175,961	32.9%	
2012	689,471	689,471	-	2,100,000	32.8%	
2011	511,620	511,620	-	2,100,000	24.4%	
2010	491,673	491,673	-	1,826,000	26.9%	
2009	594,455	594,455	-	1,826,000	32.6%	
2008	570,584	570,584	-	1,433,000	39.8%	
2007	426,958	426,958	-	1,433,000	29.8%	
2006	424,659	424,659	-	1,228,000	34.6%	

Notes to Required Supplementary Information

Valuation date July 1, 2014
 Actuarial cost method (funding) Projected Unit Credit Cost Method
 Actuarial cost method (GASB 67) Entry Age Normal, level percentage of salary
 Amortization method Level percent of payroll, closed
 Remaining amortization period 16 years remaining as of July 1, 2014
 Asset valuation method Market value of assets less unrecognized returns in each of the last five years. Unrecognized return is equal to the difference between the actual market return and the expected return on the market value, and is recognized over a five-year period, further adjusted, if necessary, to be within 25% of the market value.

Actuarial assumptions:

Investment rate of return (GASB 67) 7.00% as of June 30, 2015
 Mortality (Healthy) RP2000 Mortality Table projected with scale AA to 2014
 Mortality (Disabled) RP 2000 Disabled Retiree Mortality Table
 Projected salary increases 4.00%
 Retirement age Earlier of: a) age 54 and completion of 27 years of service, or b) age 65 and completion of 10 years of service
 Cost-of-living adjustment 3.00%, beginning at age 62

Town of North Haven, Connecticut

Required Supplementary Information - Unaudited
 Schedule of Employer Contributions - Pensions (Continued)
 June 30, 2015

Volunteer Fire Department						
Year Ended June 30,	Actuarial Determined Contribution	Actual Employer Contribution	Contribution Deficiency (Excess)	Covered Payroll	Contribution as a Percentage of Covered Payroll	
2015	\$ 35,038	\$ 35,038	\$ -	N/A	N/A	
2014	51,890	51,800	90	N/A	N/A	
2013	51,890	51,890	-	N/A	N/A	
2012	68,415	68,415	-	N/A	N/A	
2011	68,415	68,415	-	N/A	N/A	
2010	95,692	95,692	-	N/A	N/A	
2009	95,692	95,692	-	N/A	N/A	
2008	153,277	153,277	-	N/A	N/A	
2007	153,277	153,277	-	N/A	N/A	
2006	145,034	145,034	-	N/A	N/A	

Notes to Required Supplementary Information

Valuation date	July 1, 2013
Actuarial cost method (funding)	Projected Unit Credit
Actuarial cost method (GASB 67)	Entry Age Normal, level dollar
Amortization method	Level percent of payroll, closed
Remaining amortization period	6 years remaining as of July 1, 2013
Asset valuation method	Market value of assets as reported by the Town

Actuarial assumptions:

Investment rate of return (GASB 67)	7.00% as of June 30, 2015
Mortality (Healthy)	RP2000 Combined Healthy Tables projected with scale AA to 2013 to reflect current expected experience. (Previously, 1994 Group Annuity Mortality Table)
Mortality (Disabled)	1994 Group Annuity Mortality Table, set forward 10 years
Retirement age	The later of completion of 20 years of service and age 65.
Inflation	2.30%
Projected salary increases	N/A

Town of North Haven, Connecticut

Required Supplementary Information - Unaudited
 Schedule of Employer Contributions - Pensions (Continued)
 June 30, 2015

Elected Officials					
Year Ended June 30,	Actuarial Determined Contribution	Actual Employer Contribution	Contribution Deficiency (Excess)	Covered Payroll	Contribution as a Percentage of Covered Payroll
2015	\$ 171,507	\$ 158,961	\$ 12,546	\$ 189,941	83.7%
2014	166,512	164,855	1,657	178,000	92.6%
2013	157,756	153,970	3,786	178,000	86.5%
2012	153,161	150,098	3,063	174,000	86.3%
2011	191,527	147,476	44,051	174,000	84.8%
2010	185,948	147,457	38,491	174,000	84.7%
2009	152,129	143,306	8,823	174,000	82.4%
2008	147,245	137,674	9,571	184,000	74.8%
2007	114,415	97,024	17,391	184,000	52.7%
2006	130,577	100,675	29,902	175,000	57.5%

Notes to Required Supplementary Information

Valuation date	July 1, 2013
Actuarial cost method (funding)	Pro rate projected Unit Credit
Actuarial cost method (GASB 67)	Entry Age Normal, level percentage of salary
Amortization method	Level percent of payroll, open
Remaining amortization period	20 years
Asset valuation method	N/A

Actuarial assumptions:

Investment rate of return (GASB 67)	3.80% as of June 30, 2015
Mortality	RP2000 combined annuitant and non-annuitant healthy mortality tables (sex specific) with generational projection using Scale AA and no collar adjustment. (Previously, used static projection)
Projected salary increases	3.00%, including inflation
Retirement age	65
Cost-of-living adjustment	2.25% (previously, 3.0%)

Town of North Haven, Connecticut

Required Supplementary Information - Unaudited
 Schedule of Changes in the Town's Net Position and Related Ratios
 Last Fiscal Years
 June 30, 2015

	2015	2014
	Municipal Employees Retirement	Municipal Employees Retirement
Changes in Net Pension Liability		
Total Pension Liability		
Service cost	\$ 1,298,632	\$ 1,475,199
Interest on total pension liability	4,272,359	4,108,111
Differences between expected and actual experience	812,771	-
Changes of assumptions	(930,472)	(3,129,022)
Benefit payments	(3,063,616)	(2,842,836)
Net change in total pension liability	2,389,674	(388,548)
Total Pension Liability, Beginning	62,565,512	62,954,060
Total pension liability, ending (a)	64,955,186	62,565,512
Fiduciary Net Position		
Employer contributions	2,479,521	2,313,309
Member contributions	79,485	97,713
Investment income net of investment expenses	1,259,124	7,721,782
Benefit payments	(3,063,616)	(2,842,836)
Administrative expenses	-	(289,700)
Net change in plan fiduciary net position	754,514	7,000,268
Fiduciary Net Position, Beginning	52,365,324	45,365,056
Fiduciary net position, ending (b)	53,119,838	52,365,324
Net pension liability, ending = (a) - (b)	\$ 11,835,348	\$ 10,200,188
Fiduciary Net Position as a % of Total Pension Liability	80.62%	72.51%
Covered Payroll	\$ 7,512,900	\$ 7,634,273
Net Pension Liability as a % of Covered Payroll	157.53%	133.61%

Town of North Haven, Connecticut

Required Supplementary Information - Unaudited
 Schedule of Changes in the Town's Net Position and Related Ratios (Continued)
 Last Fiscal Years
 June 30, 2015

	2015	2014
	Police Department Retirement	Police Department Retirement
Changes in Net Pension Liability		
Total Pension Liability		
Service cost	\$ 701,881	\$ 685,828
Interest on total pension liability	2,082,903	2,077,159
Differences between expected and actual experience	(485,465)	-
Changes of assumptions	(1,477,464)	(40,919)
Benefit payments	(1,557,764)	(1,464,875)
Net change in total pension liability	(735,909)	1,257,193
Total Pension Liability, Beginning	34,432,338	33,175,145
Total pension liability, ending (a)	33,696,429	34,432,338
Fiduciary Net Position		
Employer contributions	1,313,710	1,319,369
Member contributions	-	-
Investment income net of investment expenses	1,119,448	3,115,520
Benefit payments	(1,557,764)	(1,464,875)
Administrative expenses	-	(21,513)
Net change in plan fiduciary net position	875,394	2,948,501
Fiduciary Net Position, Beginning	22,033,710	19,805,209
Fiduciary net position, ending (b)	22,909,104	22,033,710
Net pension liability, ending = (a) - (b)	\$ 10,787,325	\$ 12,398,628
Fiduciary Net Position as a % of Total Pension Liability	65.39%	57.52%
Covered Payroll	\$ 3,419,688	\$ 3,533,608
Net Pension Liability as a % of Covered Payroll	315.45%	350.88%

Town of North Haven, Connecticut

Required Supplementary Information - Unaudited
 Schedule of Changes in the Town's Net Position and Related Ratios (Continued)
 Last Fiscal Years
 June 30, 2015

	2015	2014
	Fire Department Retirement	Fire Department Retirement
Changes in Net Pension Liability		
Total Pension Liability		
Service cost	\$ 434,080	\$ 412,809
Interest on total pension liability	1,256,024	1,203,654
Differences between expected and actual experience	472,257	-
Changes of assumptions	(616,436)	(90,301)
Benefit payments	(909,224)	(871,895)
Net change in total pension liability	636,701	654,267
Total Pension Liability, Beginning	19,425,911	18,771,644
Total pension liability, ending (a)	20,062,612	19,425,911
Fiduciary Net Position		
Employer contributions	742,505	772,232
Member contributions	-	-
Investment income net of investment expenses	683,541	1,918,286
Benefit payments	(909,224)	(871,895)
Administrative expenses	-	(13,556)
Net change in plan fiduciary net position	516,822	1,805,067
Fiduciary Net Position, Beginning	13,904,051	12,098,984
Fiduciary net position, ending (b)	14,420,873	13,904,051
Net pension liability, ending = (a) - (b)	\$ 5,641,739	\$ 5,521,860
Fiduciary Net Position as a % of Total Pension Liability	69.30%	62.28%
Covered Payroll	\$ 2,182,842	\$ 2,175,961
Net Pension Liability as a % of Covered Payroll	258.46%	253.77%

Town of North Haven, Connecticut

Required Supplementary Information - Unaudited
 Schedule of Changes in the Town's Net Position and Related Ratios (Continued)
 Last Fiscal Years
 June 30, 2015

	2015	2014
	Volunteer Firefighters' Pension Plan	Volunteer Firefighters' Pension Plan
Changes in Net Pension Liability		
Total Pension Liability		
Service cost	\$ 10,800	\$ 10,800
Interest on total pension liability	63,270	63,844
Differences between expected and actual experience	-	-
Changes of assumptions	-	-
Benefit payments	(66,974)	(78,237)
Net change in total pension liability	7,096	(3,593)
Total Pension Liability, Beginning	936,778	940,371
Total pension liability, ending (a)	943,874	936,778
Fiduciary Net Position		
Employer contributions	35,038	51,800
Member contributions	-	-
Investment income net of investment expenses	41,593	117,118
Benefit payments	(66,974)	(78,237)
Administrative expenses	-	(931)
Net change in plan fiduciary net position	9,657	89,750
Fiduciary Net Position, Beginning	882,752	793,002
Fiduciary net position, ending (b)	892,409	882,752
Net pension liability, ending = (a) - (b)	\$ 51,465	\$ 54,026
Fiduciary Net Position as a % of Total Pension Liability	93.52%	84.65%
Covered Payroll	N/A	N/A
Net Pension Liability as a % of Covered Payroll	N/A	N/A

Town of North Haven, Connecticut

Required Supplementary Information - Unaudited
 Schedule of Changes in the Town's Net Position and Related Ratios (Continued)
 Last Fiscal Years
 June 30, 2015

	2015	2014
	Elected Officials Pension Plan	Elected Officials Pension Plan
Changes in Net Pension Liability		
Total Pension Liability		
Service cost	\$ 94,029	\$ 86,955
Interest on total pension liability	76,774	83,581
Differences between expected and actual experience	112,972	-
Changes of assumptions	34,876	57,941
Benefit payments	(158,961)	(155,292)
Net change in total pension liability	159,690	73,185
Total Pension Liability, Beginning	1,869,082	1,795,897
Total pension liability, ending (a)	2,028,772	1,869,082
Fiduciary Net Position		
Employer contributions	158,961	155,292
Member contributions	-	-
Investment income net of investment expenses	-	-
Benefit payments	(158,961)	(155,292)
Administrative expenses	-	-
Net change in plan fiduciary net position	-	-
Fiduciary Net Position, Beginning	-	-
Fiduciary net position, ending (b)	-	-
Net pension liability, ending = (a) - (b)	\$ 2,028,772	\$ 1,869,082
Fiduciary Net Position as a % of Total Pension Liability	0.00%	0.00%
Covered Payroll	\$ 189,941	\$ 178,222
Net Pension Liability as a % of Covered Payroll	1068.11%	1048.74%

NOTE: As 2014 is the implementation year, only 2014 information is available.

Town of North Haven, Connecticut

Required Supplementary Information - Unaudited
Schedules of Funding Progress and Employer Contributions - OPEB
June 30, 2015

Schedule of Funding Progress - OPEB

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	(Over) Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
6/30/2013	\$ -	\$ 65,014,308	\$ 65,014,308	0.00%	\$ 42,569,430	153%
6/30/2011	-	62,589,632	62,589,632	0.00%	39,961,944	157%
6/30/2009	-	53,767,756	53,767,756	0.00%	40,108,760	134%

Schedule of Employer Contributions - OPEB

Year Ended June 30,	Annual Required Contribution	Percentage Contributed
2015	\$ 5,139,339	34.9%
2014	4,879,585	33.5%
2013	5,307,319	33.9%
2012	5,042,106	33.0%
2011	4,540,125	44.5%
2010	4,320,380	42.7%
2009	4,116,231	39.3%

Town of North Haven, Connecticut

**Schedule of the Town's Proportionate Share of the Net Pension Liability - Teachers' Retirement System
Required Supplementary Information - unaudited
For the Year Ended June 30, 2015**

	2015
Town's proportion of the net pension liability	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>\$ 58,817,682</u>
Total	<u>\$ 58,817,682</u>
Town's covered-employee payroll	<u>\$ 23,139,000</u>
Town's proportionate share of the net pension liability as a percentage of its covered payroll	<u>0%</u>
System fiduciary net position as a percentage of the total pension liability	<u>100%</u>

Notes to Connecticut State Teachers' Retirement System

Changes of Assumptions

In 2011, rates of withdrawal, retirement and assumed rates of salary increase were adjusted to more closely reflect actual and anticipated experience. These assumptions Study for the System for the five year period ended June 30, 2010.

Method and assumptions used in calculations of actuarially determined contributions

The actuarially determined contributions in the schedule of employer contributions are calculated as of June 30 each biennium for the fiscal years ending two and three years after the valuation date. The following actuarial methods and assumptions were used to determine the most recent contributions reported in that schedule:

Actuarial cost method	Entry age
Amortization method	Level percent of pay, closed
Single equivalent amortization period	22.4 years
Asset valuation method	4-year smoothed market
Inflation	3.00 percent
Salary increase	3.75-7.00 percent, including inflation
Investment rate of return	8.50 percent, net of investment related expense

Town of North Haven, Connecticut

Required Supplementary Information

Note to the Required Supplementary Information - Unaudited

Note 1. Budgets and Budgetary Accounting

Budgetary information: Town department heads, except for education, submit expenditure requests to the Board of Selectmen 90 days or more before the annual budget Town meeting, which is held on the second Monday in May unless otherwise scheduled. Not less than 70 days before the annual meeting, the Board of Selectmen after review of these initial estimates, compile the revised estimates and submit them to the Board of Finance. The Education Department, not less than 70 days before the annual meeting, submits its requests directly to the Board of Finance.

One or two more public hearings are held on the budget not less than 21 days before the annual meeting. The budget becomes effective when approved at the annual meeting. No appropriation can be made exceeding that which was originally recommended by the Board of Finance. An appropriation for less than was recommended can be instituted if approved by a majority of those present and voting.

Special budget appropriations must be approved by the Board of Finance and, if in excess of \$20,000, recommended to the Town Meeting for approval. During the fiscal year ended June 30, 2014 there were no special appropriations. The Board of Finance has the power to transfer any portion of the cash surplus not otherwise appropriated.

The annual operating budget for the Town of North Haven is approved at the line item level (e.g. Town Clerk). The budget for the Department of Education is approved as a single amount. The legal level of budgetary control is at the department level. Management can make transfers within a department without limit and without approval from the Board of Finance. The Board of Finance may also approve transfers from contingency for any lawful purpose. Required transfers are tracked continuously and are formally adopted immediately after the end of the fiscal year as part of the end of the fiscal closing of the budget. Appropriations for goods not received or for capital construction projects or work-in-progress may continue in force. Appropriations which have been continued but not utilized lapse if five fiscal years shall elapse without any expenditure or encumbrance.

Only the General Fund has a legally adopted annual budget.

Additional appropriations may be made after the budget's adoption by either the Board of Finance or at a Town meeting.

Except for the Board of Education and Probate Court, all departments wishing to make budgetary transfers must have them approved by the Board of Finance.

The differences between the budgetary and GAAP basis of accounting are as follows:

- Encumbrances are recognized as valid and proper charges against budget appropriations in the year in which the purchase order is issued and, accordingly, encumbrances outstanding at year-end are reflected in budgetary reports as expenditures in the current year but are shown as an assigned fund balance on a GAAP basis.
- State of Connecticut payments on behalf of the Town of North Haven teachers for the State Teachers' Retirement System are reported for GAAP purposes only.
- The effect of the implementation of GASB 54.

Encumbrance accounting is employed in governmental funds. Encumbrances (e.g., purchase orders, contracts) outstanding at year-end are reported as an assigned fund balance and do not constitute expenditures or liabilities because the commitment will be re-appropriated and honored during the subsequent year.

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**Combining and Individual
Fund Financial Statements and Other Schedules**

Nonmajor Governmental Funds

Special Revenue Funds

State Grant P.A. 701

To account for the annual grant from the State Department of Transportation for the repairs and maintenance of Town roads.

Community Services

To account for expenditures for Outreach programs, Project Graduation and Weekend counselors.

School Cafeteria

To account for the operations of the food program by the school system.

DCYS Grant

To account for expenditures for youth service programs.

Crime Control Seizure

To account for monies received under General Statutes Section 54-361.

Education Grants

To account for expenditure of State and Federal grants received for a variety of school programs.

Substance Abuse Prevention Council Grant

To account for expenditures for the education of youth on drugs, alcohol and tobacco prevention.

Day Care

To account for grant funds from the State of Connecticut received by the Town.

Equipment Replacement

To account for cost of significant equipment replacement required by EPA and CT DEP regulations.

BH Care

To account for Mental Health Grant.

Police Outside Duty

To account for operations for jobs requiring policemen on duty to outside contractors.

Fire Outside Duty

To account for operations for jobs requiring firemen on duty to outside contractors.

Library Grant

To account for Connecticard grant and State Library grant received from the State.

Retired Teachers Health Insurance

To account for medical premium expenditures for retired teachers reimbursed by the State.

Board of Education Scholarship Funds

To account for expenditures of scholarship monies.

Emergency Fund

To account for donated funds received for members of the community in need.

Show and Sell

Funds donated and used for economic development project.

Firemen's Benevolent

To provide relief to volunteer and paid fire personnel and families should the need arise.

State/Federal Grants

To account for certain Federal and State grants.

Special Revenue Funds, (Continued)

Workforce Alliance

To account for a state grant that provides job opportunities for students that meet the grant requirements.

ADA Grant

To account for Town expenditures related to Town Hall compliance with the American with Disabilities Act.

Capital Projects Funds

North Haven High School

To account for expenditures for building the new school.

Capital Improvement

To account for expenditures used in the acquisition and construction of capital facilities and other fixed assets.

Sackett Point Road Bridge

To account for expenditures of the Sackett Point Road Bridge renovation.

Sanitation Garage

To account for expenditures for new garage.

Valley Service Road

To account for expenditures on Valley Service Road.

BOE Capital Improvement

To account for expenditures used in the acquisition and construction of capital facilities and other fixed assets.

Todd Drive Drainage

To account for expenditures of the Todd Drive Drainage Project.

Road Paving

To account for the expenditures associated with the paving and milling of approximately 20 miles of town roadways. This project is being financed through a bonding package.

Public Works Garage

To account for the expenditures associated with the design and construction of a public works garage. This project is being financed through a bonding package.

Firehouse Renovations

To account for the expenditures associated with the design and renovation of four firehouses. This project is being financed through a bonding package.

Spring Road Bridge Repair

To account for expenditures of the Spring Road Bridge renovation.

Permanent Funds

Bradley Trust

This fund was established by a bequest from Andrew R. Bradley. The income derived from this bequest is to be used as follows: care of Pierpont Park, maintenance and support of the Library and care of Andrew R. Bradley's cemetery lot.

Stiles Library Maintenance

This fund was established by a bequest from Frank L. Stiles. The income is to be used for repairs to library and purchase of books of reference or other permanent value.

Banton Civic Association Scholarship

This scholarship fund was created in 1976. A portion of the income is to be awarded to a deserving student from the North Haven High School graduating class.

Walter Kraemer Memorial

This fund was established to use income to purchase books for the North Haven Library.

William E. Dickerman Memorial

This fund was established in the memory of William E. Dickerman. The income is to be used for the general educational purposes of the North Haven Library.

Walter T. Berniere Scholarship

This fund was established in 1990 to provide a scholarship to an individual pursuing a career in law enforcement.

Roger Blood Memorial

This fund was established by a bequest from Ida Mastroianni Caccese. The income is to be used to purchase books in English Literature, History and Travel.

Louis and Mary Tagliatella Foundation Scholarship

A scholarship was established by a bequest from Louis F. Tagliatella, Sr. to be available for annual awards to graduates of North Haven High School under the PTSA Scholarship Program.

Louis Mastroianni Endowment Fund

This fund was established by a bequest from Ida Mastroianni Caccese in memory of Louis D. Mastroianni. The income from this fund is to be used for the purpose of purchasing children's books on nature, environment and gardening.

Lester W. Gott Scholarship

A scholarship fund established by a bequest from Louis F. and Mary A. Tagliatella Foundation, Inc. to provide a scholarship to a high school graduate.

Abercrombie Scholarship

A scholarship fund was established in memory of Paul D. Abercrombie to provide a scholarship to a high school graduate.

Carol E. White Endowment Fund

This fund was established by a bequest from Steven D. White in memory of Carol E. White for the purpose of purchasing high quality non-fiction books.

Cemetery Perpetual Care

This fund is used to account for resources legally held for the perpetual care of the cemetery. All resources of the fund, including any earnings on invested resources, may be used to support the maintenance of the cemetery. This is no requirement that any portion of these resources be preserved as capital.

Town of North Haven, Connecticut

Combining Balance Sheet
 Nonmajor Governmental Funds
 June 30, 2015

	Special Revenue Funds									
	State Grant P.A. 701	Community Services	School Cafeteria	DCYS Grant	Crime Control Seizure	Education Grants	Substance Abuse Prevention Council Grant	Day Care	Equipment Replacement	
Assets										
Cash and cash equivalents	\$ -	\$ 16,225	\$ 89,259	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Receivables:										
Intergovernmental	-	-	68,475	-	-	139,031	-	-	-	-
Prepays	-	-	-	-	-	-	-	-	-	-
Due from other funds	376,499	-	-	-	78,069	529,669	2,668	86,038	73,309	-
Inventories	-	-	25,888	-	-	-	-	-	-	-
Total assets	\$ 376,499	\$ 16,225	\$ 183,622	\$ -	\$ 78,069	\$ 668,700	\$ 2,668	\$ 86,038	\$ 73,309	
Liabilities and Fund Balances (Deficits)										
Liabilities										
Accounts payable	\$ -	\$ -	\$ 152,657	\$ -	\$ -	171,161	\$ -	\$ -	\$ -	\$ -
Unearned revenue	-	-	-	-	-	58,671	-	-	-	-
Due to other funds	-	-	-	-	-	88,796	-	-	-	-
Total liabilities	-	-	152,657	-	-	318,628	-	-	-	-
Deferred Inflows of Resources										
Unavailable revenues	-	-	-	-	-	205,091	-	-	-	-
Total deferred inflows of resources	-	-	-	-	-	205,091	-	-	-	-
Fund Balances (Deficits)										
Nonspendable	-	-	25,888	-	-	-	-	-	-	-
Restricted	376,499	16,225	-	-	78,069	144,981	2,668	86,038	-	-
Committed	-	-	5,077	-	-	-	-	-	73,309	-
Assigned	-	-	-	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	-	-	-
Total fund balances (deficits)	376,499	16,225	30,965	-	78,069	144,981	2,668	86,038	73,309	
Total liabilities deferred inflows of resources and fund balances (deficits)	\$ 376,499	\$ 16,225	\$ 183,622	\$ -	\$ 78,069	\$ 668,700	\$ 2,668	\$ 86,038	\$ 73,309	

(Continued)

Town of North Haven, Connecticut

Combining Balance Sheet
 Nonmajor Governmental Funds (Continued)
 June 30, 2015

	Special Revenue Funds							
	BH Care	Police Outside Duty	Fire Outside Duty	Library Grant	Retired Teachers Health Insurance	Board of Education Scholarship Funds	Emergency Fund	Show and Sell
Assets								
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ 8,334	\$ 299,634	\$ 52,510	\$ -
Receivables:								
Intergovernmental	7,849	-	-	-	-	-	-	-
Prepays	-	-	-	-	-	-	600	-
Due from other funds	-	77,169	13,973	16,273	-	-	-	555
Inventories	-	-	-	-	-	-	-	-
Total assets	\$ 7,849	\$ 77,169	\$ 13,973	\$ 16,273	\$ 8,334	\$ 299,634	\$ 53,110	\$ 555
Liabilities and Fund Balances (Deficits)								
Liabilities								
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unearned revenue	-	-	-	-	-	-	-	-
Due to other funds	8,117	-	-	-	-	-	-	-
Total liabilities	8,117	-	-	-	-	-	-	-
Deferred Inflows of Resources								
Unavailable revenues	-	-	-	-	-	-	-	-
Total deferred inflows of resources	-	-	-	-	-	-	-	-
Fund Balances (Deficits)								
Nonspendable	-	-	-	-	-	-	600	-
Restricted	-	-	-	16,273	8,334	299,634	52,510	555
Committed	-	77,169	13,973	-	-	-	-	-
Assigned	-	-	-	-	-	-	-	-
Unassigned	(268)	-	-	-	-	-	-	-
Total fund balances (deficits)	(268)	77,169	13,973	16,273	8,334	299,634	53,110	555
Total liabilities deferred inflows of resources and fund balances (deficits)	\$ 7,849	\$ 77,169	\$ 13,973	\$ 16,273	\$ 8,334	\$ 299,634	\$ 53,110	\$ 555

(Continued)

Town of North Haven, Connecticut

Combining Balance Sheet
 Nonmajor Governmental Funds (Continued)
 June 30, 2015

	Special Revenue Funds			Capital Projects Funds				
	Firemen's Benevolent	State/ Federal Grants	Workforce Alliance	North Haven High School	Capital Improvement	Sackett Point Road Bridge	Sanitation Garage	Valley Service Road
Assets								
Cash and cash equivalents	\$ 54,393	\$ -	\$ -	\$ 2,130,999	\$ 1,412,633	\$ -	\$ -	\$ -
Receivables:								
Intergovernmental	-	-	3,566	-	-	-	-	-
Prepays	-	-	-	-	-	-	-	-
Due from other funds	-	42,722	-	-	-	-	-	-
Inventories	-	-	-	-	-	-	-	-
Total assets	\$ 54,393	\$ 42,722	\$ 3,566	\$ 2,130,999	\$ 1,412,633	\$ -	\$ -	\$ -
Liabilities and Fund Balances (Deficits)								
Liabilities								
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unearned revenue	-	4,970	-	-	42,005	-	-	-
Due to other funds	-	-	5,242	-	-	304,343	11,044	38,225
Total liabilities	-	4,970	5,242	-	42,005	304,343	11,044	38,225
Deferred Inflows of Resources								
Unavailable revenues	-	-	-	-	-	-	-	-
Total deferred inflows of resources	-	-	-	-	-	-	-	-
Fund Balances (Deficits)								
Nonspendable	-	-	-	-	-	-	-	-
Restricted	54,393	37,752	-	2,130,999	-	-	-	-
Committed	-	-	-	-	1,370,628	-	-	-
Assigned	-	-	-	-	-	-	-	-
Unassigned	-	-	(1,676)	-	-	(304,343)	(11,044)	(38,225)
Total fund balances (deficits)	54,393	37,752	(1,676)	2,130,999	1,370,628	(304,343)	(11,044)	(38,225)
Total liabilities deferred inflows of resources and fund balances (deficits)	\$ 54,393	\$ 42,722	\$ 3,566	\$ 2,130,999	\$ 1,412,633	\$ -	\$ -	\$ -

(Continued)

Town of North Haven, Connecticut

Combining Balance Sheet
 Nonmajor Governmental Funds (Continued)
 June 30, 2015

	Capital Projects Funds						
	BOE Capital Improvement	Todd Drive Drainage	Road Paving	Municipal Aid	Firehouse Renovations	Spring Road Bridge Repair	LOCIP
Assets							
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Receivables:							
Intergovernmental	-	162,878	-	-	-	-	149,827
Prepays	-	-	-	-	-	-	-
Due from other funds	201,861	47,041	153,501	858,777	336,239	422,575	-
Inventories	-	-	-	-	-	-	-
Total assets	\$ 201,861	\$ 209,919	\$ 153,501	\$ 858,777	\$ 336,239	\$ 422,575	\$ 149,827
Liabilities and Fund Balances (Deficits)							
Liabilities							
Accounts payable	\$ -	\$ 72,114	-	\$ -	\$ 72,465	\$ 148,273	\$ -
Unearned revenue	-	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	-	163,905
Total liabilities	-	72,114	-	-	72,465	148,273	163,905
Deferred Inflows of Resources							
Unavailable revenues	-	-	-	-	-	-	-
Total deferred inflows of resources	-	-	-	-	-	-	-
Fund Balances (Deficits)							
Nonspendable	-	-	-	-	-	-	-
Restricted	-	-	-	858,777	-	-	-
Committed	201,861	137,805	153,501	-	263,774	274,302	-
Assigned	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	(14,078)
Total fund balances (deficits)	201,861	137,805	153,501	858,777	263,774	274,302	(14,078)
Total liabilities deferred inflows of resources and fund balances (deficits)	\$ 201,861	\$ 209,919	\$ 153,501	\$ 858,777	\$ 336,239	\$ 422,575	\$ 149,827

(Continued)

Town of North Haven, Connecticut

Combining Balance Sheet
 Nonmajor Governmental Funds (Continued)
 June 30, 2015

	Permanent Funds						
	Bradley Trust	Stiles Library Maintenance	Banton Civic Association Scholarship	Walter Kraemer Memorial	William E. Dickerman Memorial	Walter T. Berniere Scholarship	Roger Blood Memorial
Assets							
Cash and cash equivalents	\$ 3,904	\$ 17,852	\$ 3,319	\$ 1,684	\$ 77,160	\$ 14,327	\$ 14,802
Receivables:							
Intergovernmental	-	-	-	-	-	-	-
Prepays	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	-
Inventories	-	-	-	-	-	-	-
Total assets	\$ 3,904	\$ 17,852	\$ 3,319	\$ 1,684	\$ 77,160	\$ 14,327	\$ 14,802
Liabilities and Fund Balances (Deficits)							
Liabilities							
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unearned revenue	-	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	-	-
Total liabilities	-	-	-	-	-	-	-
Deferred Inflows of Resources							
Unavailable revenues	-	-	-	-	-	-	-
Total deferred inflows of resources	-	-	-	-	-	-	-
Fund Balances (Deficits)							
Nonspendable	2,500	10,000	3,250	1,675	68,297	10,000	10,000
Restricted	1,404	7,852	69	9	8,863	4,327	4,802
Committed	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-
Total fund balances (deficits)	3,904	17,852	3,319	1,684	77,160	14,327	14,802
Total liabilities deferred inflows of resources and fund balances (deficits)	\$ 3,904	\$ 17,852	\$ 3,319	\$ 1,684	\$ 77,160	\$ 14,327	\$ 14,802

(Continued)

Town of North Haven, Connecticut

Combining Balance Sheet
 Nonmajor Governmental Funds (Continued)
 June 30, 2015

	Permanent Funds							
	Louis & Mary Tagliatella Foundation Scholarship	Louis Mastroianni Endowment Fund	Lester W. Gott Scholarship	Abercrombie Scholarship	Carol E. White Endowment Fund	Cemetery Perpetual Care	Totals	
Assets								
Cash and cash equivalents	\$ 65,425	\$ 5,381	\$ 30,714	\$ 11,543	\$ 10,030	\$ 252,108	\$ 4,572,236	
Receivables:								
Intergovernmental	-	-	-	-	-	-	531,626	
Prepays	-	-	-	-	-	-	600	
Due from other funds	-	-	-	-	-	-	3,316,938	
Inventories	-	-	-	-	-	-	25,888	
Total assets	\$ 65,425	\$ 5,381	\$ 30,714	\$ 11,543	\$ 10,030	\$ 252,108	\$ 8,447,288	
Liabilities and Fund Balances (Deficits)								
Liabilities								
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 616,670	
Unearned revenue	-	-	-	-	-	-	105,646	
Due to other funds	-	-	-	-	-	-	619,672	
Total liabilities	-	-	-	-	-	-	1,341,988	
Deferred Inflows of Resources								
Unavailable revenues	-	-	-	-	-	-	205,091	
Total deferred inflows of resources	-	-	-	-	-	-	205,091	
Fund Balances (Deficits)								
Nonspendable	65,000	5,000	30,503	11,410	1,000	298,913	544,036	
Restricted	425	381	211	133	9,030	-	4,201,213	
Committed	-	-	-	-	-	-	2,571,399	
Assigned	-	-	-	-	-	-	-	
Unassigned	-	-	-	-	-	(46,805)	(416,439)	
Total fund balances (deficits)	65,425	5,381	30,714	11,543	10,030	252,108	6,900,209	
Total liabilities deferred inflows of resources and fund balances (deficits)	\$ 65,425	\$ 5,381	\$ 30,714	\$ 11,543	\$ 10,030	\$ 252,108	\$ 8,447,288	

Town of North Haven, Connecticut

Combining Statement of Revenues, Expenditures and Changes in
Fund Balances (Deficits)
Nonmajor Governmental Funds
For the Year Ended June 30, 2015

	Special Revenue Funds								
	State Grant P.A. 701	Community Services	School Cafeteria	DCYS Grant	Crime Control Seizure	Education Grants	Substance Abuse Prevention Council Grant	Day Care	Equipment Replacement
Revenues									
Charges for services	\$ -	\$ -	\$ 785,733	\$ -	\$ -	\$ -	\$ -	\$ 87,638	\$ -
Intergovernmental	360,171	-	256,364	23,570	105,223	2,561,992	4,245	254,089	-
Investment income	-	-	-	-	-	-	-	-	-
Net increase in fair value of investments	-	-	-	-	-	-	-	-	-
Contributions	-	7,697	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total revenues	360,171	7,697	1,042,097	23,570	105,223	2,561,992	4,245	341,727	-
Expenditures									
Current:									
Public safety	-	-	-	-	75,680	-	-	-	-
Public works	501,906	-	-	-	-	-	-	-	-
Health and welfare	-	-	-	23,570	-	-	3,222	-	-
Culture and recreation	-	24,572	-	-	-	-	-	398,063	-
Education	-	-	1,011,356	-	-	2,561,992	-	-	-
Capital outlay	-	-	-	-	-	-	-	-	-
Total expenditures	501,906	24,572	1,011,356	23,570	75,680	2,561,992	3,222	398,063	-
Excess (deficiency) of revenues over expenditures	(141,735)	(16,875)	30,741	-	29,543	-	1,023	(56,336)	-
Other Financing Sources (Uses)									
Transfers in	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-
Net other financing sources (uses)	-	-	-	-	-	-	-	-	-
Net change in fund balances (deficits)	(141,735)	(16,875)	30,741	-	29,543	-	1,023	(56,336)	-
Fund Balances (Deficits), beginning of year	518,234	33,100	224	-	48,526	144,981	1,645	142,374	73,309
Fund Balances (Deficits), end of year	\$ 376,499	\$ 16,225	\$ 30,965	\$ -	\$ 78,069	\$ 144,981	\$ 2,668	\$ 86,038	\$ 73,309

(Continued)

Town of North Haven, Connecticut

Combining Statement of Revenues, Expenditures and Changes in
Fund Balances (Deficits) (Continued)
Nonmajor Governmental Funds
For the Year Ended June 30, 2015

	Special Revenue							
	BH Care	Police Outside Duty	Fire Outside Duty	Library Grant	Retired Teachers Health Insurance	Board of Education Scholarship Fund	Emergency Fund	Show and Sell
Revenues								
Charges for services	\$ -	\$ 916,427	\$ 19,103	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	27,649	-	-	11,025	84,720	-	-	-
Investment income	-	-	-	-	-	-	-	-
Net increase in fair value of investments	-	-	-	-	-	-	-	-
Contributions	-	-	-	-	-	97	12,076	-
Other	-	-	-	-	-	-	-	-
Total revenues	27,649	916,427	19,103	11,025	84,720	97	12,076	-
Expenditures								
Current:								
Public safety	-	804,170	19,708	-	-	-	-	-
Public works	-	-	-	-	-	-	-	-
Health and welfare	27,649	-	-	-	-	-	18,007	-
Culture and recreation	-	-	-	15,341	-	-	-	-
Education	-	-	-	-	79,006	35,785	-	-
Capital outlay	-	-	-	-	-	-	-	-
Total expenditures	27,649	804,170	19,708	15,341	79,006	35,785	18,007	-
Excess (deficiency) of revenues over expenditures	-	112,257	(605)	(4,316)	5,714	(35,688)	(5,931)	-
Other Financing Sources (Uses)								
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	(200,000)	-	-	-	-	-	-
Net other financing sources (uses)	-	(200,000)	-	-	-	-	-	-
Net change in fund balances (deficits)	-	(87,743)	(605)	(4,316)	5,714	(35,688)	(5,931)	-
Fund Balances (Deficits), beginning of year	(268)	164,912	14,578	20,589	2,620	335,322	59,041	555
Fund Balances (Deficits), end of year	\$ (268)	\$ 77,169	\$ 13,973	\$ 16,273	\$ 8,334	\$ 299,634	\$ 53,110	\$ 555

(Continued)

Town of North Haven, Connecticut

Combining Statement of Revenues, Expenditures and Changes in
Fund Balances (Deficits) (Continued)
Nonmajor Governmental Funds
For the Year Ended June 30, 2015

	Special Revenue Funds			Capital Projects Funds				
	Firemen's Benevolent	State/ Federal Grants	Workforce Alliance	North Haven High School	Capital Improvement	Sackett Point Road Bridge	Sanitation Garage	Valley Service Road
Revenues								
Charges for services	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	73,000	37,000	-	-	-	-	-
Investment income	6	-	-	-	-	-	-	-
Net increase in fair value of investments	-	-	-	3,427	-	-	-	-
Contributions	500	200	-	-	-	-	-	-
Other	-	10,000	-	-	-	-	-	-
Total revenues	506	83,200	37,000	3,427	-	-	-	-
Expenditures								
Current:								
Public safety	-	-	-	-	-	-	-	-
Public works	-	(21,255)	-	-	15,955	-	-	-
Health and welfare	-	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-	-
Education	-	-	38,783	-	-	-	-	-
Capital outlay	-	91,671	-	(443,236)	193,970	64,165	11,044	1,634
Total expenditures	-	70,416	38,783	(443,236)	209,925	64,165	11,044	1,634
Excess (deficiency) of revenues over expenditures	506	12,784	(1,783)	446,663	(209,925)	(64,165)	(11,044)	(1,634)
Other Financing Sources (Uses)								
Transfers in	-	-	-	-	67,559	-	-	-
Transfers out	-	-	-	-	(645)	-	-	-
Net other financing sources (uses)	-	-	-	-	66,914	-	-	-
Net change in fund balances (deficits)	506	12,784	(1,783)	446,663	(143,011)	(64,165)	(11,044)	(1,634)
Fund Balances (Deficits), beginning of year	53,887	24,968	107	1,684,336	1,513,639	(240,178)	-	(36,591)
Fund Balances (Deficits), end of year	\$ 54,393	\$ 37,752	\$ (1,676)	\$ 2,130,999	\$ 1,370,628	\$ (304,343)	\$ (11,044)	\$ (38,225)

(Continued)

Town of North Haven, Connecticut

Combining Statement of Revenues, Expenditures and Changes in
Fund Balances (Deficits) (Continued)
Nonmajor Governmental Funds
For the Year Ended June 30, 2015

	Capital Projects Funds						
	BOE Capital Improvement	Todd Drive Drainage	Road Paving	Municipal Aid	Firehouse Renovations	Spring Road Bridge Repair	LOCIP
Revenues							
Charges for services	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	162,878	-	1,359,707	-	179,025	217,227
Investment income	-	-	-	-	-	-	-
Net increase in fair value of investments	-	-	-	-	-	-	-
Contributions	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
Total revenues	-	162,878	-	1,359,707	-	179,025	217,227
Expenditures							
Current:							
Public safety	-	-	-	-	-	-	-
Public works	-	-	79,182	1,107,930	-	-	132,645
Health and welfare	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Education	-	-	-	-	-	-	-
Capital outlay	51,037	1,043,537	434,250	-	1,573,832	443,388	-
Total expenditures	51,037	1,043,537	513,432	1,107,930	1,573,832	443,388	132,645
Excess (deficiency) of revenues over expenditures	(51,037)	(880,659)	(513,432)	251,777	(1,573,832)	(264,363)	84,582
Other Financing Sources (Uses)							
Transfers in	100,000	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Net other financing sources (uses)	100,000	-	-	-	-	-	-
Net change in fund balances (deficits)	48,963	(880,659)	(513,432)	251,777	(1,573,832)	(264,363)	84,582
Fund Balances (Deficits), beginning of year	152,898	1,018,464	666,933	607,000	1,837,606	538,665	(98,660)
Fund Balances (Deficits), end of year	\$ 201,861	\$ 137,805	\$ 153,501	\$ 858,777	\$ 263,774	\$ 274,302	\$ (14,078)

(Continued)

Town of North Haven, Connecticut

Combining Statement of Revenues, Expenditures and Changes in
Fund Balances (Deficits) (Continued)
Nonmajor Governmental Funds
For the Year Ended June 30, 2015

	Permanent Funds						
	Bradley Trust	Stiles Library Maintenance	Banton Civic Association Scholarship	Walter Kraemer Memorial	William E. Dickerman Memorial	Walter T. Berniere Scholarship	Roger Blood Memorial
Revenues							
Charges for services	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-	-	-	-
Investment income	6	3	5	2	118	18	23
Net increase in fair value of investments	-	-	-	-	-	-	-
Contributions	-	-	-	-	-	3,750	-
Other	-	-	-	-	-	-	-
Total revenues	6	3	5	2	118	3,768	23
Expenditures							
Current:							
Public safety	-	-	-	-	-	-	-
Public works	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	2,000	-	-
Culture and recreation	-	7,325	-	80	-	750	442
Education	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Total expenditures	-	7,325	-	80	2,000	750	442
Excess (deficiency) of revenues over expenditures	6	(7,322)	5	(78)	(1,882)	3,018	(419)
Other Financing Sources (Uses)							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Net other financing sources (uses)	-	-	-	-	-	-	-
Net change in fund balances (deficits)	6	(7,322)	5	(78)	(1,882)	3,018	(419)
Fund Balances (Deficits), beginning of year	3,898	25,174	3,314	1,762	79,042	11,309	15,221
Fund Balances (Deficits), end of year	\$ 3,904	\$ 17,852	\$ 3,319	\$ 1,684	\$ 77,160	\$ 14,327	\$ 14,802

(Continued)

Town of North Haven, Connecticut

Combining Statement of Revenues, Expenditures and Changes in
Fund Balances (Deficits) (Continued)
Nonmajor Governmental Funds
For the Year Ended June 30, 2015

	Permanent Funds						Totals
	Louis & Mary Tagliatella Foundation Scholarship	Louis Mastroianni Endowment Fund	Lester W. Gott Scholarship	Abercrombie Scholarship	Carol E. White Endowment Fund	Cemetery Perpetual Funds	
Revenues							
Charges for services	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,808,901
Intergovernmental	-	-	-	-	-	-	5,717,885
Investment income	98	8	47	17	15	387	753
Net increase in fair value of investments	-	-	-	-	-	-	3,427
Contributions	-	-	-	-	-	-	24,320
Other	-	-	-	-	-	-	10,000
Total revenues	98	8	47	17	15	387	7,565,286
Expenditures							
Current:							
Public safety	-	-	-	-	-	-	899,558
Public works	-	-	-	-	-	-	1,816,363
Health and welfare	-	-	-	-	-	-	74,448
Culture and recreation	-	-	-	-	240	5,750	452,563
Education	-	-	-	-	-	-	3,726,922
Capital outlay	-	-	-	-	-	-	3,465,292
Total expenditures	-	-	-	-	240	5,750	10,435,146
Excess (deficiency) of revenues over expenditures	98	8	47	17	(225)	(5,363)	(2,869,860)
Other Financing Sources (Uses)							
Transfers in	-	-	-	-	-	-	167,559
Transfers out	-	-	-	-	-	-	(200,645)
Net other financing sources (uses)	-	-	-	-	-	-	(33,086)
Net change in fund balances (deficits)	98	8	47	17	(225)	(5,363)	(2,902,946)
Fund Balances (Deficits), beginning of year	65,327	5,373	30,667	11,526	10,255	257,471	9,803,155
Fund Balances (Deficits), end of year	\$ 65,425	\$ 5,381	\$ 30,714	\$ 11,543	\$ 10,030	\$ 252,108	\$ 6,900,209

Internal Service Funds

Internal Service Funds

Town Dental Self-Insurance Fund

This fund is used to account for the charges and claims of the Town's dental insurance fund.

Town Prescription Self-Insurance Fund

This fund is used to account for the charges and claims of the Town's prescription fund.

BOE Dental Self-Insurance

This fund is used to account for the charges and claims of the BOE's dental insurance fund.

BOE Prescription Self-Insurance Fund

This fund is used to account for the charges and claims of the BOE's prescription fund.

Town Workers' Compensation Self-Insurance Fund

This fund is used to account for the charges and claims of the Town's worker's compensation fund.

BOE Workers' Compensation Self-Insurance Fund

This fund is used to account for the charges and claims of the BOE's worker's compensation fund.

Town of North Haven, Connecticut

Combining Statement of Net Position - Internal Service Funds
June 30, 2015

	Town			Board of Education			Total
	Dental Self-Insurance Fund	Prescription Self-Insurance Fund	Workers' Comp Fund	Dental Self-Insurance Fund	Prescription Self-Insurance Fund	Workers' Comp Fund	
Assets							
Current assets:							
Cash and cash equivalents	\$ 267,075	\$ 152,894	\$ 466,949	\$ 81,489	\$ 234,945	\$ 235,069	\$ 1,438,421
Due from other funds	269	-	-	10,673	37,416	12,670	61,028
Total current assets	<u>267,344</u>	<u>152,894</u>	<u>466,949</u>	<u>92,162</u>	<u>272,361</u>	<u>247,739</u>	<u>1,499,449</u>
Total assets	<u>267,344</u>	<u>152,894</u>	<u>466,949</u>	<u>92,162</u>	<u>272,361</u>	<u>247,739</u>	<u>1,499,449</u>
Liabilities							
Current liabilities:							
Accounts payable	17,818	6,209	-	25,684	101,062	-	150,773
Due to other funds	-	-	70,193	-	-	-	70,193
Claims payable	10,767	17,971	501,088	13,852	34,534	157,749	735,961
Total current liabilities	<u>28,585</u>	<u>24,180</u>	<u>571,281</u>	<u>39,536</u>	<u>135,596</u>	<u>157,749</u>	<u>956,927</u>
Total liabilities	<u>28,585</u>	<u>24,180</u>	<u>571,281</u>	<u>39,536</u>	<u>135,596</u>	<u>157,749</u>	<u>956,927</u>
Net Position							
Unrestricted	<u>\$ 238,759</u>	<u>\$ 128,714</u>	<u>\$ (104,332)</u>	<u>\$ 52,626</u>	<u>\$ 136,765</u>	<u>\$ 89,990</u>	<u>\$ 542,522</u>

Town of North Haven, Connecticut

Combining Statement of Revenues, Expenses and Changes in Fund Net Position -
Internal Service Funds
For the Year Ended June 30, 2015

	Town			Board of Education			Total
	Dental Self-Insurance Fund	Prescription Self-Insurance Fund	Workers' Comp Fund	Dental Self-Insurance Fund	Prescription Self-Insurance Fund	Workers' Comp Fund	
Operating Revenues							
Premiums and other	\$ 280,257	\$ 580,355	\$ 400,000	\$ 341,514	\$ 1,208,448	\$ 158,620	\$ 2,969,194
Total operating revenues	280,257	580,355	400,000	341,514	1,208,448	158,620	2,969,194
Operating Expenses							
Claims	241,310	569,725	434,091	291,178	1,121,371	121,874	2,779,549
Administration and operations	20,837	3,861	27,347	27,650	10,231	12,949	102,875
Total operating expenses	262,147	573,586	461,438	318,828	1,131,602	134,823	2,882,424
Operating income (loss)	18,110	6,769	(61,438)	22,686	76,846	23,797	86,770
Fund Net Position, beginning	220,649	121,945	(42,894)	29,940	59,919	66,193	455,752
Fund Net Position, ending	\$ 238,759	\$ 128,714	\$ (104,332)	\$ 52,626	\$ 136,765	\$ 89,990	\$ 542,522

Town of North Haven, Connecticut

Combining Statement of Cash Flows - Internal Service Funds
For the Year Ended June 30, 2015

	Town			Board of Education			Total
	Dental Self-Insurance Fund	Prescription Self-Insurance Fund	Workers' Comp Fund	Dental Self-Insurance Fund	Prescription Self-Insurance Fund	Workers' Comp Fund	
Cash Flows From Operating Activities							
Cash received from charges for services	\$ 279,988	\$ 580,355	\$ 400,000	\$ 330,841	\$ 1,171,032	\$ 156,343	\$ 2,918,559
Cash paid to vendors and claims	(259,197)	(574,254)	(192,640)	(310,488)	(1,098,515)	(55,549)	(2,490,643)
Net cash provided by operating activities	<u>20,791</u>	<u>6,101</u>	<u>207,360</u>	<u>20,353</u>	<u>72,517</u>	<u>100,794</u>	<u>427,916</u>
Net increase in cash and cash equivalents	20,791	6,101	207,360	20,353	72,517	100,794	427,916
Cash and Cash Equivalents							
Beginning	246,284	146,793	259,589	61,136	162,428	134,275	1,010,505
Ending	<u>\$ 267,075</u>	<u>\$ 152,894</u>	<u>\$ 466,949</u>	<u>\$ 81,489</u>	<u>\$ 234,945</u>	<u>\$ 235,069</u>	<u>\$ 1,438,421</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided by Operating Activities:							
Operating income (loss)	\$ 18,110	\$ 6,769	\$ (61,438)	\$ 22,686	\$ 76,846	\$ 23,797	\$ 86,770
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:							
Changes in assets and liabilities:							
(Increase) in due from	(269)	-	-	(10,673)	(37,416)	(2,277)	(50,635)
Increase in due to other funds	-	-	70,193	-	-	-	70,193
Increase (decrease) in accounts payable	559	(844)	-	5,889	15,095	-	20,699
Increase in claims payable	2,391	176	198,605	2,451	17,992	79,274	300,889
Net cash provided by operating activities	<u>\$ 20,791</u>	<u>\$ 6,101</u>	<u>\$ 207,360</u>	<u>\$ 20,353</u>	<u>\$ 72,517</u>	<u>\$ 100,794</u>	<u>\$ 427,916</u>

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Fiduciary Funds

Town of North Haven, Connecticut

Statement of Changes in Assets and Liabilities - Agency Funds
For the Year Ended June 30, 2015

	Balance July 1, 2014	Additions	Deductions	Balance June 30, 2015
School Activity Fund				
Assets:				
Cash and cash equivalents	\$ 69,966	\$ 165,540	\$ 126,918	\$ 108,588
Total assets	\$ 69,966	\$ 165,540	\$ 126,918	\$ 108,588
Liabilities:				
Accounts payable	\$ 69,966	\$ 165,540	\$ 126,918	\$ 108,588
Total liabilities	\$ 69,966	\$ 165,540	\$ 126,918	\$ 108,588
Performance Bonds				
Assets:				
Cash and cash equivalents	\$ 1,218,934	\$ 252,623	\$ -	\$ 1,471,557
Total assets	\$ 1,218,934	\$ 252,623	\$ -	\$ 1,471,557
Liabilities:				
Accounts payable	\$ 1,218,934	\$ 252,623	\$ -	\$ 1,471,557
Total liabilities	\$ 1,218,934	\$ 252,623	\$ -	\$ 1,471,557
Total				
Assets:				
Cash and cash equivalents	\$ 1,288,900	\$ 418,163	\$ 126,918	\$ 1,580,145
Total assets	\$ 1,288,900	\$ 418,163	\$ 126,918	\$ 1,580,145
Liabilities:				
Accounts payable	\$ 1,288,900	\$ 418,163	\$ 126,918	\$ 1,580,145
Total liabilities	\$ 1,288,900	\$ 418,163	\$ 126,918	\$ 1,580,145

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**Capital Assets Used in the Operation
of Governmental Funds**

Town of North Haven, Connecticut

**Schedule by Category and Source
June 30, 2015**

Capital Assets	
Land	\$ 4,057,157
Land improvements	4,836,056
Buildings	132,177,904
Computer equipment	1,437,567
Machinery and equipment	17,353,355
Infrastructure	<u>29,109,791</u>
Total capital assets	<u>\$ 188,971,830</u>
Investments in governmental funds capital assets:	
Assets put into service prior to July 1, 2015	<u>\$ 188,971,830</u>

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Other Schedules

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Town of North Haven, Connecticut

Balance Sheet - by Account - General Fund
June 30, 2015

	General Fund	Economic Development	Board of Education	Community Services Recreation
Assets				
Cash and cash equivalents	\$ 15,795,368	\$ -	\$ 261,816	\$ -
Receivables:				
Property taxes	2,705,073	-	-	-
Assessments and user charges	190,301	-	-	-
Intergovernmental	559,853	-	-	-
Other	33,121	-	-	34
Prepays	858	-	-	35,029
Due from other funds	3,189,843	10,000	-	188,070
Total assets	\$ 22,474,417	\$ 10,000	\$ 261,816	\$ 223,133
Liabilities				
Accounts payable	\$ 3,475,317	\$ -	\$ -	\$ -
Unearned revenue	30,250	-	-	167,326
Due to other funds	3,609,781	-	-	-
Total liabilities	7,115,348	-	-	167,326
Deferred Inflows of Resources				
Unavailable revenue	\$ 3,215,795	\$ -	\$ -	\$ -
Advanced tax collections	21,955	-	-	-
Total deferred inflows of resources	3,237,750	-	-	-
Fund Balances				
Nonspendable	858	-	-	35,029
Assigned	4,610,532	-	261,816	20,778
Unassigned	7,509,929	10,000	-	-
Total fund balances	12,121,319	10,000	261,816	55,807
Total liabilities and fund balances	\$ 22,474,417	\$ 10,000	\$ 261,816	\$ 223,133

Library Reimbursable	Fire EMS	Center Block Beautification Fund	Eliminate Interfund Receivables	Totals
\$ -	\$ -	\$ -	\$ -	\$ 16,057,184
-	-	-	-	2,705,073
-	-	-	-	190,301
-	-	-	-	559,853
-	-	-	-	33,155
-	-	-	-	35,887
28,014	27,686	8,539	(262,309)	3,189,843
<u>\$ 28,014</u>	<u>\$ 27,686</u>	<u>\$ 8,539</u>	<u>\$ (262,309)</u>	<u>\$ 22,771,296</u>
\$ -	\$ -	\$ -	\$ -	\$ 3,475,317
-	-	-	-	197,576
-	-	-	(262,309)	3,347,472
-	-	-	(262,309)	7,020,365
\$ -	\$ -	\$ -	\$ -	\$ 3,215,795
-	-	-	-	21,955
-	-	-	-	3,237,750
-	-	-	-	35,887
28,014	27,686	8,539	-	4,957,365
-	-	-	-	7,519,929
28,014	27,686	8,539	-	12,513,181
<u>\$ 28,014</u>	<u>\$ 27,686</u>	<u>\$ 8,539</u>	<u>\$ (262,309)</u>	<u>\$ 22,771,296</u>

Town of North Haven, Connecticut

Schedule of Revenues, Expenditures and Changes in Fund Balance - by Account - General Fund
For the Year Ended June 30, 2015

	General Fund	Economic Development	Board of Education	Community Services Recreation
Revenues				
Charges for services	\$ 1,924,213	\$ -	\$ 656,435	\$ 323,896
Property taxes	79,591,102	-	-	-
Intergovernmental	10,825,225	-	-	-
Investment income	46,968	-	-	-
Contributions	-	-	-	-
Other	1,035,747	-	-	-
Total revenues	93,423,255	-	656,435	323,896
Expenditures				
Current:				
General government	6,101,528	-	-	-
Public safety	9,060,091	-	-	-
Public works	4,316,377	-	-	-
Health and welfare	917,612	-	-	-
Culture and recreation	550,654	-	-	288,449
Benefit and insurance	11,167,962	-	-	-
Education	53,773,326	-	619,551	-
Other	1,487,548	-	-	-
Principal Retirements	4,393,327	-	-	-
Interest	2,042,999	-	-	-
Capital outlay	910,257	-	-	-
Total expenditures	94,721,681	-	619,551	288,449
Excess (deficiency) of revenues over expenditures	(1,298,426)	-	36,884	35,447
Other Financing Sources (Uses)				
Transfers in	400,645	-	-	-
Transfers out	(167,559)	-	-	(200,000)
Issuance of capital leases	353,128	-	-	-
Net other financing sources (uses)	586,214	-	-	(200,000)
Net change in fund balances	(712,212)	-	36,884	(164,553)
Fund Balances, Beginning of Year	12,833,531	10,000	224,932	220,360
Fund Balances, End of Year	\$ 12,121,319	\$ 10,000	\$ 261,816	\$ 55,807

Library Reimbursable	Fire EMS	Center Block Beautification Fund	Eliminate Interfold Receivables	Totals
\$ 15,763	\$ 27,686	\$ -	\$ -	\$ 2,947,993
-	-	-	-	79,591,102
-	-	-	-	10,825,225
-	-	-	-	46,968
-	-	-	-	-
6,696	-	-	-	1,042,443
22,459	27,686	-	-	94,453,731
-	-	-	-	-
-	-	-	-	6,101,528
-	-	-	-	9,060,091
-	-	-	-	4,316,377
-	102,364	-	-	1,019,976
20,982	-	-	-	860,085
-	-	-	-	11,167,962
-	-	-	-	54,392,877
-	-	-	-	1,487,548
-	-	-	-	4,393,327
-	-	-	-	2,042,999
-	-	-	-	910,257
20,982	102,364	-	-	95,753,027
-	-	-	-	-
1,477	(74,678)	-	-	(1,299,296)
-	-	-	-	-
-	-	-	(200,000)	200,645
-	-	-	200,000	(167,559)
-	-	-	-	353,128
-	-	-	200,000	-
-	-	-	-	386,214
1,477	(74,678)	-	-	(913,082)
26,537	102,364	8,539	-	13,426,263
\$ 28,014	\$ 27,686	\$ 8,539	\$ -	\$ 12,513,181

Town of North Haven, Connecticut

Schedule of Property Taxes Levied, Collected and Outstanding
For the Year Ended June 30, 2015

Grand List Year	Balance Uncollected July 1, 2014	Current Levy	Lawful Corrections		Transfers to Suspense	Balance to be Collected
			Additions	Deletions		
1999	48,731	-	-	-	(48,627)	104
2000	45,792	-	-	-	(24,858)	20,934
2001	50,000	-	-	-	(26,959)	23,041
2002	49,363	-	-	-	(27,244)	22,119
2003	52,403	-	-	-	(28,895)	23,508
2004	55,216	-	-	-	(29,646)	25,570
2005	55,160	-	395	-	(29,200)	26,355
2006	69,198	-	-	-	(39,794)	29,404
2007	67,167	-	-	-	(21,802)	45,365
2008	64,608	-	-	-	(6,920)	57,688
2009	127,561	-	-	(2,836)	(6,292)	118,433
2010	347,567	-	-	(7,668)	(14,543)	325,356
2011	522,462	-	28,638	(10,694)	1,065	541,471
2012	875,726	-	31,555	(20,541)	22,313	909,053
2013	-	79,450,992	105,399	(380,788)	-	79,175,603
	<u>\$ 2,430,954</u>	<u>\$ 79,450,992</u>	<u>\$ 165,987</u>	<u>\$ (422,527)</u>	<u>\$ (281,402)</u>	<u>\$ 81,344,004</u>

Collections			Balance Uncollected June 30, 2015
Taxes	Interest and Lien Fees	Total	
104	275	379	-
-	3	3	20,934
184	430	614	22,857
369	775	1,144	21,750
418	793	1,211	23,090
1,241	2,102	3,343	24,329
1,064	1,663	2,727	25,291
1,511	2,065	3,576	27,893
14,325	11,947	26,272	31,040
21,647	21,428	43,075	36,041
36,683	24,520	61,203	81,750
67,967	37,852	105,819	257,389
151,028	56,443	207,471	390,443
347,782	111,570	459,352	561,271
78,180,991	207,312	78,388,303	994,612
<u>\$ 78,825,314</u>	<u>\$ 479,178</u>	<u>\$ 79,304,492</u>	<u>\$ 2,518,690</u>

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Statistical Section

Statistical Section

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

Contents

Financial Trends

These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.

Revenue Capacity

These schedules contain information to help the reader assess the government's most significant local revenue source, the property tax.

Debt Capacity

These schedules present information to help the reader assess the affordability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future.

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place.

Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.

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TOWN OF NORTH HAVEN, CONNECTICUT

NET POSITION BY COMPONENT
LAST TEN YEARS - Unaudited

	FISCAL YEAR ENDED			
	2015	2014	2013	2012
Governmental Activities				
Net Investment in Capital Assets	\$ 59,953,136	\$ 55,955,494	\$ 57,590,807	\$ 58,308,056
Restricted for:				
Permanently restricted	863,022	899,723	941,051	892,301
Debt Retirement	-	-	-	-
Other Purposes	158,710	251,976	191,385	422,026
Unrestricted	(37,783,998)	(2,020,942)	(2,413,759)	757,965
Total governmental activities net position	23,190,870	55,086,251	56,309,484	60,380,348
Business-Type Activities				
Net Investment in Capital Assets	7,759,939	8,293,763	8,793,844	9,454,411
Unrestricted	3,678,458	3,386,509	2,949,490	2,511,839
Total business-type activities net position	11,438,397	11,680,272	11,743,334	11,966,250
Primary Government				
Net Investment in Capital Assets	67,713,075	64,249,257	66,384,651	67,762,467
Restricted	1,021,732	1,151,699	1,132,436	1,314,327
Unrestricted	(34,105,540)	1,365,567	535,731	3,269,804
Total primary government net position	\$ 34,629,267	\$ 66,766,523	\$ 68,052,818	\$ 72,346,598

2009 was the first year for Business-Type Activities.

TABLE 1

FISCAL YEAR ENDED						
	2011	2010	2009	2008	2007	2006
\$	53,680,889	\$ 50,307,262	\$ 51,184,225	\$ 61,596,577	\$ 62,384,288	\$ 58,366,141
	526,548	-	-	-	-	-
	-	-	-	-	216,342	2,083,687
	1,001,516	227,635	227,635	219,635	-	3,642
	8,365,834	11,670,199	13,370,513	17,405,540	19,023,633	9,605,058
	63,574,787	62,205,096	64,782,373	79,221,752	81,624,263	70,058,528
	10,059,919	10,735,590	12,744,564	-	-	-
	1,903,217	992,447	432,604	-	-	-
	11,963,136	11,728,037	13,177,168	-	-	-
	63,740,808	61,042,852	63,928,789	61,596,577	62,384,288	58,366,141
	1,528,064	227,635	227,635	219,635	216,342	2,087,329
	10,269,051	12,662,646	13,803,117	17,405,540	19,023,633	9,605,058
\$	75,537,923	\$ 73,933,133	\$ 77,959,541	\$ 79,221,752	\$ 81,624,263	\$ 70,058,528

TOWN OF NORTH HAVEN, CONNECTICUT
CHANGES IN NET POSITION
LAST TEN YEARS - unaudited

	FISCAL YEAR ENDED			
	2015	2014	2013	2012
Expenses				
Governmental Activities:				
General Government	\$ 10,306,762	\$ 10,416,099	\$ 10,334,307	\$ 9,423,818
Public Safety	17,525,716	16,939,381	16,590,227	15,142,891
Public Works	9,076,573	7,877,641	8,495,769	9,942,568
Health and Welfare	1,517,480	1,384,680	1,409,459	1,571,353
Cultural and Recreation	1,891,391	1,693,208	1,829,332	1,305,279
Education	62,269,843	62,060,540	59,728,731	58,489,059
Benefits and Insurance	-	-	-	-
Other	-	-	-	-
Interest Expense	1,571,000	1,521,128	1,919,771	1,942,277
Total governmental expenses	\$ 104,158,765	\$ 101,892,677	\$ 100,307,596	\$ 97,817,245
Business-type Activities:				
WPCA	\$ 3,623,489	\$ 3,555,806	\$ 2,976,378	\$ 3,245,270
Total primary government expenses	\$ 107,782,254	\$ 105,448,483	\$ 103,283,974	\$ 101,062,515
Program Revenues				
Governmental Activities:				
Charges for Services:				
General Government	\$ 982,341	\$ 623,523	\$ 720,794	\$ 547,044
Public Safety	992,195	879,725	914,812	621,852
Public Works	912,893	1,019,366	615,410	778,912
Health and Welfare	87,638	81,163	87,877	95,032
Culture and Recreation	339,659	345,099	366,926	332,773
Education	1,442,168	1,316,792	1,252,737	1,394,008
Operating Grants & Contributions	15,310,986	14,934,140	13,514,889	12,855,923
Capital Grants & Contributions	26,571	134,075	132,974	51,582
Total governmental program revenues	\$ 20,094,451	\$ 19,333,883	\$ 17,606,419	\$ 16,677,126
Business-type Activities:				
WPCA	\$ 3,381,614	\$ 3,492,744	\$ 2,753,462	\$ 3,248,384
Total primary government revenues	\$ 23,476,065	\$ 22,826,627	\$ 20,359,881	\$ 19,925,510
Net Expenses				
Governmental Activities	\$ (84,064,314)	\$ (82,558,794)	\$ (82,701,177)	\$ (81,140,119)
Business-type activities	\$ (241,875)	\$ (63,062)	\$ (222,916)	\$ 3,114
Total primary government net expenses	\$ (84,306,189)	\$ (82,621,856)	\$ (82,924,093)	\$ (81,137,005)

TABLE 2

FISCAL YEAR ENDED						
2011	2010	2009	2008	2007	2006	
\$ 9,384,068	\$ 9,236,513	\$ 9,037,911	\$ 9,679,197	\$ 10,251,737	\$ 8,149,683	
15,017,493	13,907,039	13,436,844	12,440,770	11,701,179	7,219,526	
7,988,896	7,563,157	8,563,617	9,186,468	8,369,826	7,884,891	
1,526,970	1,681,907	1,394,590	1,185,275	1,309,582	1,147,312	
1,353,346	1,283,582	1,314,152	1,095,331	1,112,982	1,021,054	
55,905,612	54,134,369	53,626,915	50,932,151	47,210,165	44,042,805	
-	-	-	-	-	6,629,138	
-	-	-	-	-	1,103,351	
2,020,903	3,123,637	2,731,227	2,812,470	1,674,608	1,328,443	
\$ 93,197,288	\$ 90,930,204	\$ 90,105,256	\$ 87,331,662	\$ 81,630,079	\$ 78,526,203	
\$ 2,752,190	\$ 2,921,684	\$ 2,871,604	\$ -	\$ -	\$ -	
\$ 95,949,478	\$ 93,851,888	\$ 92,976,860	\$ 87,331,662	\$ 81,630,079	\$ 78,526,203	
\$ 528,711	\$ 592,311	\$ 432,740	\$ 630,163	\$ 1,543,937	\$ 1,100,596	
660,888	448,051	578,624	1,093,901	434,354	621,714	
305,169	255,098	646,200	3,351,681	2,136,725	2,228,266	
99,532	94,927	102,367	111,039	93,694	95,937	
354,734	345,572	417,581	489,580	419,957	490,800	
1,421,853	1,445,742	1,490,603	1,531,868	1,669,080	1,571,934	
11,699,711	11,427,537	9,847,702	9,596,836	7,189,649	7,745,445	
157,901	839,675	379,113	233,083	2,353,179	7,798,610	
\$ 15,228,499	\$ 15,448,913	\$ 13,894,930	\$ 17,038,151	\$ 15,840,575	\$ 21,653,302	
\$ 2,987,289	\$ 2,909,703	\$ 2,419,323	\$ -	\$ -	\$ -	
\$ 18,215,788	\$ 18,358,616	\$ 16,314,253	\$ 17,038,151	\$ 15,840,575	\$ 21,653,302	
\$ (77,968,789)	\$ (75,481,291)	\$ (76,210,326)	\$ (70,293,511)	\$ (65,789,504)	\$ (56,872,901)	
\$ 235,099	\$ (11,981)	\$ (452,281)	\$ -	\$ -	\$ -	
\$ (77,733,690)	\$ (75,493,272)	\$ (76,662,607)	\$ (70,293,511)	\$ (65,789,504)	\$ (56,872,901)	

TOWN OF NORTH HAVEN, CONNECTICUT
CHANGES IN NET POSITION, CONTINUED
LAST TEN YEARS-unaudited

	FISCAL YEAR ENDED			
	2015	2014	2013	2012
General Revenues and Other Changes in Net Position				
Governmental Activities:				
Property taxes	\$ 79,136,203	\$ 79,384,196	\$ 75,438,673	\$ 74,843,243
Grants & contributions not restricted to specific programs	1,252,080	1,131,131	2,224,566	2,291,888
Investment earnings	51,148	72,708	44,915	44,669
Settlement	-	-	-	-
Miscellaneous	1,045,747	747,526	922,159	765,880
Total general revenues	\$ 81,485,178	\$ 81,335,561	\$ 78,630,313	\$ 77,945,680
Changes in Net Position				
Governmental activities	(2,579,136)	(1,223,233)	(4,070,864)	(3,194,439)
Business-type activities	(241,875)	(63,062)	(222,916)	3,114
Total primary government	\$ (2,821,011)	\$ (1,286,295)	\$ (4,293,780)	\$ (3,191,325)

2009 was the first year with Business-Type Activities.

TABLE 2, CONTINUED

FISCAL YEAR ENDED					
2011	2010	2009	2008	2007	2006
\$ 73,999,013	\$ 67,316,651	\$ 67,237,887	\$ 64,446,265	\$ 65,341,125	\$ 63,123,592
1,942,138	2,153,040	2,142,670	1,848,601	1,787,885	1,793,225
110,356	163,639	446,301	1,064,896	1,538,461	1,588,505
-	-	-	-	-	1,000,000
3,286,973	1,833,534	5,573,538	531,238	1,925,262	2,844,594
<u>\$ 79,338,480</u>	<u>\$ 71,466,864</u>	<u>\$ 75,400,396</u>	<u>\$ 67,891,000</u>	<u>\$ 70,592,733</u>	<u>\$ 70,349,916</u>
1,369,691	(4,014,427)	(809,930)	(2,402,511)	4,803,229	13,477,015
235,099	(11,981)	(452,281)	-	-	-
<u>\$ 1,604,790</u>	<u>\$ (4,026,408)</u>	<u>\$ (1,262,211)</u>	<u>\$ (2,402,511)</u>	<u>\$ 4,803,229</u>	<u>\$ 13,477,015</u>

TABLE 3

TOWN OF NORTH HAVEN, CONNECTICUT

GENERAL FUND REVENUES AND OTHER FINANCING SOURCES BY SOURCE
LAST TEN FISCAL YEARS - Unaudited

Fiscal Year Ended June 30,	Taxes ⁽¹⁾	Educational Grants	Other Governmental Grants	Charges For Services Programs Receipts	Investment Income	Town Revenue General	Licenses, Permits, Fees Fines	Transfers From Other Funds and Other	Total
2015	\$ 79,591,102	\$ 9,573,145	\$ 1,252,080	1,023,780	\$ 46,968	\$ 1,042,443	\$ 1,924,213	\$ 553,773	\$ 95,007,504
2014	79,605,043	9,267,923	1,131,131	913,095	68,426	1,008,883	1,679,424	-	93,673,925
2013	75,763,749	8,386,894	2,392,499	907,697	38,858	8,329	1,364,741	144,277	89,007,044
2012	74,561,137	8,056,070	2,575,895	914,738	39,310	992,354	1,321,180	110,981	88,571,665
2011	73,908,177	6,572,139	2,157,073	1,022,831	100,182	3,527,213	881,729	116,004	88,285,348
2010	68,165,768	6,647,071	2,155,761	-	136,650	3,042,159	881,725	6,496,290	87,525,424
2009	68,084,739	6,995,868	2,142,670	-	384,205	5,748,213	1,114,246	505,125	84,975,066
2008	66,035,552	4,570,865	1,848,601	2,156,107	824,866	1,679,470	1,253,936	3,401,273	81,770,670
2007	64,497,427	4,786,111	1,748,543	1,935,764	1,256,632	2,616,785	1,148,521	47,945	78,037,728
2006	63,125,559	4,737,926	1,862,288	2,008,646	753,634	1,887,578	1,100,596	441,670	75,917,897

⁽¹⁾ Includes interest and lien fees.

TOWN OF NORTH HAVEN, CONNECTICUT

GENERAL FUND EXPENDITURES AND OTHER FINANCING USES

LAST TEN FISCAL YEARS - Unaudited

Fiscal Year Ended June 30,	Board of Education	General Government	Public Safety	Public Works	Public Services	Recreation	Employee Benefits	Reimbursables	Miscellaneous	Capital Outlay	Debt Service	Operating Transfers and Other	Total
2015	\$54,392,877	\$ 6,101,528	\$ 9,060,091	\$4,316,377	\$1,019,976	\$ 860,085	\$11,167,962	\$ -	\$ 1,487,548	\$ 910,257	\$6,436,326	\$ 167,559	\$ 95,920,586
2014	53,235,992	6,060,468	8,871,099	4,454,481	913,352	847,229	10,947,083	-	1,487,040	1,467,291	6,144,329	238,906	94,667,270
2013	50,439,271	5,972,043	8,680,091	5,193,429	938,344	874,652	10,175,566	-	1,413,462	600,156	5,721,546	132,571	90,141,131
2012	49,716,236	5,217,756	8,294,846	4,956,380	876,561	852,056	9,809,288	-	1,448,891	1,189,907	6,810,334	286,912	89,459,167
2011	47,701,735	5,480,490	8,273,999	4,881,808	781,039	847,376	9,711,664	-	1,452,466	685,408	6,971,368	369,000	87,156,353
2010	45,524,362	5,676,959	7,752,025	4,780,425	756,558	590,147	8,085,522	-	1,392,234	1,049,456	7,200,174	6,078,301	88,886,163
2009	45,468,390	5,941,039	7,454,687	5,192,010	686,075	562,389	7,774,337	-	1,207,761	1,510,056	7,739,178	1,060,242	84,596,164
2008	43,745,733	6,103,676	7,176,031	6,732,334	694,060	521,640	7,807,315	-	1,305,530	911,245	5,744,928	380,000	81,122,492
2007	41,162,636	6,686,740	6,792,625	6,112,152	787,500	495,214	7,089,218	-	1,049,992	372,051	3,868,236	350,000	74,766,364
2006	40,128,977	7,110,160	6,390,132	5,955,660	754,651	495,734	6,629,138	-	1,014,537	501,224	3,945,274	476,678	73,402,165

*Part of Debt Service

**TOWN OF NORTH HAVEN, CONNECTICUT
FUND BALANCES (DEFICITS) OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS - Unaudited**

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
General Fund										
Reserved	\$ 2,507,665	\$ 697,435	\$ 391,112	\$ 182,710	\$ 1,025,989	\$ -	\$ -	\$ -	\$ -	\$ -
Nonspendable	-	-	-	-	-	46,092	28,729	51,454	54,055	35,887
Assigned	-	-	-	-	-	5,756,926	6,028,404	5,423,401	5,309,386	4,957,365
Unassigned	-	-	-	-	-	8,619,912	7,478,295	8,018,349	8,062,822	7,519,929
Unreserved	6,893,520	11,975,114	12,929,615	13,516,919	11,312,901	-	-	-	-	-
Total general fund	\$ 9,401,185	\$ 12,672,549	\$ 13,320,727	\$ 13,699,629	\$ 12,338,890	\$ 14,422,930	\$ 13,535,428	\$ 13,493,204	\$ 13,426,263	\$ 12,513,181
All Other Governmental Funds										
Nonspendable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 542,507	\$ 535,779	\$ 539,901	\$ 545,774	\$ 544,036
Restricted	-	-	-	-	-	4,268,397	2,498,152	2,673,195	3,566,937	4,201,213
Committed	-	-	-	-	-	369,379	1,831,130	4,452,258	5,981,004	2,571,399
Assigned	-	-	-	-	-	-	-	317,536	-	-
Unassigned	-	-	-	-	-	(109,562)	(499,208)	(1,845,707)	(361,101)	(416,439)
Reserved	201,577	243,580	267,089	240,440	251,469	-	-	-	-	-
Unreserved, Reported In:										
Special Revenue Funds	2,045,455	2,240,420	1,545,843	2,852,665	2,141,170	-	-	-	-	-
Capital Project Funds	(16,475,224)	4,276,668	4,776,683	3,983,951	3,753,351	-	-	-	-	-
Permanent Funds	31,565	47,248	62,046	40,594	41,274	-	-	-	-	-
Total all other government funds	\$ (14,196,627)	\$ 6,807,916	\$ 6,651,661	\$ 7,117,650	\$ 6,187,264	\$ 5,070,721	\$ 4,365,853	\$ 6,137,183	\$ 9,732,614	\$ 6,900,209

TABLE 6

TOWN OF NORTH HAVEN, CONNECTICUT
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS - Unaudited

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Revenues										
Property taxes	\$ 63,125,559	\$ 64,497,427	\$ 66,035,552	\$ 68,084,739	\$ 68,165,768	\$ 73,908,177	\$ 74,561,137	\$ 75,763,749	\$ 79,605,043	\$ 79,591,102
Licenses and permits	1,100,596	1,148,521	1,253,936	1,114,246	881,725	881,729	1,321,180	1,364,741	1,679,424	1,924,213
Intergovernmental	17,581,159	11,316,130	12,380,432	12,622,667	14,215,050	13,631,126	15,077,371	15,476,169	16,046,272	16,543,110
Charges for services	5,008,651	4,780,642	4,907,129	2,553,869	2,299,976	2,493,196	2,413,440	2,591,461	2,594,946	2,832,681
Investment earnings	1,588,505	1,521,124	1,064,896	445,855	152,304	110,356	44,669	44,915	72,708	51,148
Miscellaneous	2,550,876	2,893,473	2,578,405	6,969,583	3,252,270	3,655,589	1,082,420	1,511,949	1,091,168	1,076,763
Total revenues	90,955,346	86,157,317	88,220,350	91,790,959	88,967,093	94,680,173	94,500,217	96,752,984	101,089,561	102,019,017
Expenditures										
General Government	7,465,831	6,708,165	6,103,676	5,941,039	5,676,959	5,480,490	5,234,056	5,972,043	6,060,468	6,101,528
Public Safety	6,940,209	7,356,424	7,883,949	8,316,868	8,566,141	8,816,940	8,308,012	9,448,228	9,572,423	9,959,649
Public Works	6,885,881	6,458,129	7,632,089	5,515,392	5,581,946	5,186,068	6,615,223	5,368,999	4,534,961	6,132,740
Health & Welfare	1,144,487	1,179,218	1,053,225	1,159,387	1,436,869	1,233,261	1,274,707	1,007,596	975,237	1,094,424
Benefits & Insurance	6,629,138	7,089,218	7,807,315	7,774,337	8,085,522	9,711,664	9,809,288	10,175,566	10,947,083	11,167,962
Education	43,423,542	45,359,243	48,089,380	49,488,631	50,090,166	51,906,706	53,896,444	54,387,823	57,450,277	58,119,799
Other	1,014,537	1,049,992	1,305,530	1,207,761	1,392,234	1,452,466	1,448,891	1,413,462	1,487,040	1,487,548
Culture & Recreation	1,018,407	922,974	915,114	1,000,952	957,844	962,668	910,688	1,277,416	1,133,779	1,312,648
Capital Outlay	16,185,950	4,785,137	1,193,221	2,802,523	2,842,200	1,991,044	1,843,637	6,711,199	9,366,878	6,590,148
Debt Service:										
Principal	2,846,100	2,833,026	2,833,771	4,964,540	4,575,307	4,646,099	4,641,821	3,706,606	4,122,440	4,393,327
Interest	1,099,174	1,035,210	2,911,157	2,774,638	2,624,867	2,325,270	2,168,513	2,014,940	2,021,889	2,042,999
Total expenditures	94,653,256	84,776,736	87,728,427	90,946,068	91,830,055	93,712,676	96,151,280	101,483,878	107,672,475	108,402,772
Other Financing Sources										
Transfers in	-	-	-	-	-	499,304	339,200	276,848	238,906	368,204
Transfers (out)	-	-	-	-	-	(499,304)	(339,200)	(276,848)	(238,906)	(368,204)
Issuance of capital leases	-	-	-	-	-	-	-	-	-	353,128
Bond proceeds	-	-	-	-	-	-	-	6,460,000	9,185,000	-
Total other financing sources	-	-	-	-	-	-	-	6,460,000	9,185,000	353,128
Excess of revenues over (under) expenditures	\$ (3,697,910)	\$ 1,380,581	\$ 491,923	\$ 844,891	\$ (2,862,962)	\$ 967,497	\$ (1,651,063)	\$ 1,729,106	\$ 2,602,086	\$ (6,030,627)
Debt Service as a Percentage of Noncapital Expenditures	5.2%	5.0%	6.9%	8.8%	8.1%	7.5%	7.2%	6.4%	6.1%	6.3%

TABLE 7

TOWN OF NORTH HAVEN, CONNECTICUT

**ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS - Unaudited**

Fiscal Year Ended June 30,	<u>Real Property</u>		<u>Personal Property</u>		Less: Tax Exempt Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Assessed Value as a Percentage of Actual Value
	Residential Property	Commercial Property	Motor Vehicles	Other					
2006	\$ 1,084,106,170	\$ 510,105,510	\$ 186,194,560	\$ 218,702,011	\$ 53,564,100	\$ 1,945,544,151	32.17	\$ 2,855,868,930	70.00%
2007	1,947,013,184	570,178,769	197,622,160	212,344,027	675,909,118	2,251,249,022	20.53	4,181,654,485	70.00%
2008	1,963,474,103	571,472,776	199,951,055	220,516,980	377,955,402	2,577,459,512	32.17	4,222,021,306	70.00%
2009	1,971,946,093	561,236,627	201,720,557	245,092,193	92,111,518	2,887,883,952	28.70	4,257,136,386	70.00%
2010	1,924,538,674	621,759,361	187,185,428	245,564,092	91,798,027	2,887,249,528	25.44	4,255,782,222	70.00%
2011	1,812,359,923	682,850,758	184,261,165	263,256,690	107,260,352	2,835,468,184	23.50	4,203,897,909	70.00%
2012	1,811,728,635	681,094,625	195,541,450	264,236,458	125,476,286	2,827,124,882	22.48	4,218,001,669	70.00%
2013	1,813,741,095	662,335,710	210,323,266	270,340,885	125,136,771	2,831,604,185	26.18	4,223,915,652	70.00%
2014	1,817,709,352	637,293,683	209,808,992	268,049,040	118,471,610	2,814,389,457	26.54	4,189,801,254	70.00%
2015	1,824,391,729	636,791,604	216,448,873	266,997,059	133,670,336	2,810,958,929	28.10	4,206,613,267	70.00%

⁽¹⁾ Statutory revaluation completed for October 1, 2009 Grand list
Effective fiscal year beginning July 1, 2010

* Source: Town records.

TABLE 8

TOWN OF NORTH HAVEN, CONNECTICUT
PROPERTY TAX RATES-DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN FISCAL YEARS - Unaudited

Fiscal Year Ended June 30,	Operating Millage	Debt Service Millage	<u>Town of North Haven</u> Total Town Millage	<u>Overlapping Rates</u> 2015
2006	30.41	1.76	32.17	
2007	27.16	1.54	28.70	NONE
2008	23.92	1.52	25.44	
2009	21.71	1.80	23.50	
2010	21.21	2.27	23.48	
2011	23.98	2.20	26.18	
2012	24.39	2.15	26.54	
2013	26.11	1.99	28.10	
2014	26.12	1.98	28.10	
2015	27.30	2.12	29.42	

Source: Town records.

TABLE 9

**TOWN OF NORTH HAVEN, CONNECTICUT
PRINCIPAL PROPERTY TAXPAYERS - Unaudited**

Name	Type of Business	2015			2005		
		Percent of Grand List		Taxable Valuation as of 10/1/13	Percent of Grand List		Taxable Valuation as of 10/1/03
Covidien	Manufacturing	5.06%	1	\$ 148,951,010	6.07%	1	\$ 119,390,510
North Haven Industrial LLC	Distribution Center	0.91%	2	26,722,500	1.39%	3	27,322,560
August America	Retail/Shopping Center	0.74%	3	21,730,380	-	-	-
Price REIT	Retail/Shopping Center	0.70%	4	20,700,000	0.62%	5	15,032,170
United Illuminating Co.	Public Utility	0.70%	5	20,550,850	-	-	-
Sim Metal Management Inc.	Scrap Metal Recycler	0.59%	6	17,282,490	-	-	-
North Haven Holdings	Retail/Shopping Center	0.59%	7	17,250,310	-	-	-
Bouwfonds Preston Crossing	Apartments	0.38%	8	13,890,660	0.50%	6	9,724,000
OF Mossboerg & Sons	Firearm Manufacturing	0.44%	9	12,551,520	-	-	-
Drazen Properties	Retail/Shopping Center	0.34%	10	11,270,000	-	-	-
				\$ 310,899,720			\$ 171,469,240

TABLE 10

TOWN OF NORTH HAVEN, CONNECTICUT
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS - Unaudited

Fiscal Year Ended June 30,	Tax Rate In Mills	Grand List of October 1,	Total Tax Levy	Current Collections	Percent of Levy Collections	Collected in Subsequent Years	Total Tax Collections	Collections as a Percent of Current Levy
2006	32.17	2004	62,954,772	61,733,322	98.06%	1,151,662	62,884,984	99.89%
2007	20.53	2005	64,775,645	63,418,367	97.90%	1,269,130	64,687,497	99.86%
2008	32.17	2006	65,579,710	64,297,284	98.04%	1,082,759	65,380,043	99.70%
2009	28.70	2007	67,749,436	66,453,146	98.09%	1,120,255	67,573,401	99.74%
2010	25.44	2008	67,643,247	66,776,879	98.72%	485,301	67,262,180	99.44%
2011	23.50	2009	73,974,689	72,552,212	98.08%	276,784	72,828,996	98.45%
2012	22.48	2010	74,878,914	73,406,669	98.03%	255,890	73,662,559	98.38%
2013	26.18	2011	75,207,636	73,830,387	98.17%	151,028	73,981,415	98.37%
2014	26.54	2012	79,396,003	78,447,387	98.81%	347,782	78,795,169	99.24%
2015	28.10	2013	79,450,992	78,825,314	99.21%	-	78,825,314	99.21%

TABLE 11

TOWN OF NORTH HAVEN, CONNECTICUT

SCHEDULE OF SEWER ASSESSMENT COLLECTIONS
LAST TEN FISCAL YEARS - Unaudited

Fiscal Year Ended June 30,	Current Assessment Due	Current Assessment Collected	Ratio of Collections To Amount Due	Total Outstanding Current and Deferred Assessments
2006	203,558	6,413	3.15%	197,145
2007	197,145	17,372	8.81%	179,772
2008	188,320	10,916	5.80%	177,404
2009	202,638	30,732	15.17%	171,906
2010	173,906	4,722	2.72%	169,185
2011	178,165	16,516	9.27%	161,649
2012	207,649	11,000	5.30%	196,649
2013	206,185	27,748	13.46%	178,437
2014	206,185	62,538	30.33%	143,647
2015	211,760	-	0.00%	211,760

TOWN OF NORTH HAVEN, CONNECTICUT

OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS (Unaudited)

Fiscal Year	Governmental			Total Long-Term Debt	Percentage of Personal Income	Per Capita ⁽²⁾	Estimated Actual Taxable Value ⁽¹⁾
	General Obligation Bonds	Notes Payable	Capital Leases				
2006	\$ 43,735,000	\$ 6,356,372	\$ 315,860	\$ 50,407,232	7.1%	\$ 2,120	1.75%
2007	65,481,332	5,408,346	288,198	71,177,876	10.1%	2,891	1.65%
2008	63,526,070	4,459,575	248,173	68,233,818	9.7%	2,782	1.58%
2009	59,440,804	3,510,045	187,194	63,138,043	9.0%	2,664	1.44%
2010	55,980,538	2,559,738	548,644	59,088,920	8.4%	2,405	1.35%
2011	52,215,276	1,608,640	374,641	54,198,557	7.7%	2,199	1.25%
2012	48,455,014	660,165	325,965	49,441,144	7.0%	1,990	1.14%
2013	51,179,752	615,105	274,860	52,069,717	7.4%	2,075	1.23%
2014	56,354,553	572,635	1,108,000	58,035,188	8.0%	2,278	1.34%
2015	51,887,603	529,306	208,000	52,624,909	8.0%	2,278	1.34%

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

(1) See the Schedule of Assessed Value and Estimated Actual Value of Taxable Property for property value data.

(2) Population data can be found in the Schedule of Demographic and Economic Statistics.

All amounts above are direct governmental activities debt.

TOWN OF NORTH HAVEN, CONNECTICUT
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF JUNE 30, 2015

NONE

TABLE 14

TOWN OF NORTH HAVEN, CONNECTICUT

SCHEDULE OF DEBT LIMITATION - Unaudited
June 30, 2015

Total Tax Collections (Including Interest and Lien Fees For the Fiscal Year Ended June 30, 2015	\$ 79,304,492
Reimbursement For Revenue Loss On: Tax Relief For Elderly	<u>215,596</u>
Base	<u><u>\$ 79,520,088</u></u>

	<u>General Purpose</u>	<u>Schools</u>	<u>Sewers</u>	<u>Urban Renewal</u>	<u>Pension Deficit</u>
Debt Limitation:					
2 1/4 Times Base	\$ 178,920,198	\$ -	\$ -	\$ -	\$ -
4 1/2 Times Base	-	357,840,396	-	-	-
3 3/4 Times Base	-	-	298,200,330	-	-
3 1/4 Times Base	-	-	-	258,440,286	-
3 Times Base	-	-	-	-	238,560,264
	<u>178,920,198</u>	<u>357,840,396</u>	<u>298,200,330</u>	<u>258,440,286</u>	<u>238,560,264</u>
Total Debt Limitation	<u>178,920,198</u>	<u>357,840,396</u>	<u>298,200,330</u>	<u>258,440,286</u>	<u>238,560,264</u>
Indebtedness:					
Bonds Payable	17,482,007	33,092,993	-	-	-
Loans Payable - Pollution Facility	-	-	529,306	-	-
School Grants Receivable	-	(559,843)	-	-	-
Bonds Authorized and Unissued	<u>17,805,000</u>	<u>73,379,214</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Indebtedness	<u>35,287,007</u>	<u>105,912,364</u>	<u>529,306</u>	<u>-</u>	<u>-</u>
Debt Limitation In Excess of Outstanding and Authorized Debt	<u><u>\$ 143,633,191</u></u>	<u><u>\$ 251,928,032</u></u>	<u><u>\$ 297,671,024</u></u>	<u><u>\$ 258,440,286</u></u>	<u><u>\$ 238,560,264</u></u>

TOWN OF NORTH HAVEN, CONNECTICUT

DEBT SUMMARY - Unaudited
June 30, 2015

Short-Term General Obligation Debt Outstanding		\$	-	
Long-Term General Obligation Debt Outstanding:				
Payable From The General Fund:				
General Purposes	\$	17,482,007		
Schools		33,092,993		
Capital lease		854,892		
Sewers		-	\$	51,429,892
Loans Payable - Pollution Control Facility	\$	529,306		529,306
Total Overall General Obligation Debt			\$	51,959,198
Less:				
State School Building Grants Receivable	\$	559,843		
General Fund Reserve For Debt		3,389,716		
	\$	3,949,559		
Total Deductions				3,949,559
Total Overall Net General Obligation Debt			\$	48,009,639
Total Overlapping and Underlying General Obligation Debt				-
Total Overall Net General Obligation Debt (Including Overlapping and Underlying)			\$	48,009,639
Population ⁽¹⁾		23,939		
Net Taxable Grand List 10/1/13	\$	2,831,604,185		
Per Capita Income 1999 ⁽²⁾		118,284		
			Total Overall Debt	Total Overall Net Debt
Debt Per Capita			\$2,005	\$0
Ratio To Net taxable Grand List 10/1/13			1.70%	0.00%
Debt Per Capita To Income Per Capita			40588.40%	0.00%

⁽¹⁾ State of Connecticut Department of Economic and Community Development⁽²⁾ Data Core Partners

TABLE 16

TOWN OF NORTH HAVEN, CONNECTICUT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS - Unaudited

Fiscal Year Ended June 30,	Population ⁽¹⁾	Personal Income	Per Capita Personal Income ⁽²⁾	School Enrollment ⁽³⁾	Unemployment Rate ⁽⁴⁾
2006	23,628	*	*	3,927	5.7%
2007	23,908	*	*	4,000	4.3%
2008	23,908	*	*	4,084	4.9%
2009	23,035	*	*	3,932	7.1%
2010	23,916	*	*	3,822	7.8%
2011	23,961	*	*	3,693	8.2%
2012	23,961	*	*	3,548	7.8%
2013	24,106	*	*	3,635	7.0%
2014	24,033	*	*	3,518	5.6%
2015	24,579	*	*	3,291	5.2%

Source:

⁽¹⁾ State of Connecticut, Department of Health Estimate, 7/1/04

⁽²⁾ U.S. Department of Commerce, Bureau of the Census, Census of Population and Housing

⁽³⁾ North Haven Board of Education as of 10/1

⁽⁴⁾ State of Connecticut, Department of Labor

* Information not available

TOWN OF NORTH HAVEN, CONNECTICUT

MAJOR EMPLOYERS - Unaudited

Employer	Type of Business	2015		2005*	
		Employees	Percentage of Total Town Employment*	Employees	Percentage of Total of Town Employment
Covidien	Wound Closer Devices	2128	*	1,985	*
Town of North Haven	Municipality	671	*	621	*
Brescome Barton	Liquor Distributor	341	*	-	*
Area Cooperative Education Services	Educational	317	*	307	*
HB Communications	Sale/Service Audio Visual and Video Eqmt	220	*	154	*
New Breed Logistics	Freight Traffic Managers	178	*	-	*
Mossberg, OF & Sons	Firearms	215	*	145	*
Connecticut Container Corporation	Corrugated Shipping Containers and Displays	109	*	133	*
Quinnipiac University	Education	440	*	-	*
United Aluminum	Manufacturer	160	*	-	*

(*) Data Not Available

TOWN OF NORTH HAVEN, CONNECTICUT

TOWN GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS - Unaudited

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
<u>Town:</u>										
General Government	24	23	23	23	23	21	20	20	21	23
Public Services & Recreation	33	31	33	33	32	34	41	41	41	42
Public Safety	85	87	89	89	91	93	92	91	93	93
Public Works	50	47	49	48	49	43	43	43	43	44
Total Full-Time	192	188	194	193	195	191	196	195	198	202
Part-Time	148	141	141	147	152	160	156	150	152	150
<u>Total Town</u>	<u>340</u>	<u>329</u>	<u>335</u>	<u>340</u>	<u>347</u>	<u>351</u>	<u>352</u>	<u>345</u>	<u>350</u>	<u>352</u>
<u>Education:</u>										
Teachers	294	304	310	315	315	309	303	304	298	301
Administration	14	16	17	17	17	17	17	17	17	17
Custodial Maintenance	22	23	23	23	23	23	23	23	23	27
Other	82	81	84	86	83	88	83	86	99	100
Total Full-Time	412	424	434	441	438	437	426	430	437	445
Part-Time	81	86	76	71	71	69	49	50	26	26
<u>Total Education</u>	<u>493</u>	<u>510</u>	<u>510</u>	<u>512</u>	<u>509</u>	<u>506</u>	<u>475</u>	<u>480</u>	<u>463</u>	<u>471</u>
<u>Grand Total</u>	<u>833</u>	<u>839</u>	<u>845</u>	<u>852</u>	<u>856</u>	<u>857</u>	<u>827</u>	<u>825</u>	<u>813</u>	<u>823</u>

Source: Town Records

TOWN OF NORTH HAVEN, CONNECTICUT

SUPPLEMENTAL DATA - Unaudited

June 30, 2015

Settled		1670	
Date of Incorporation		1786	
Form of Government		Board of Selectmen / Town Meeting	
Current Charter Adopted		January 1, 1981	
Area of Town		21.1 Square Miles	
<u>Miles of Streets</u>			<u>Education</u>
Town	146.5	Number of Teachers	301
State	58.9	Number of Other Employees	144
		Total enrollment (10/1/2014)	3,291
<u>Miles of Sidewalks</u>			<u>Elections</u>
<u>Recreation</u>			Registered Voters
Acres	210	Number Votes Cast-Last Election	15,186
Baseball Fields Lighted	2	Percentage of Registered Voters	5,698
Basketball Courts(Outdoor)	7	Voting	37%
Little League Fields	4		
Parks	18	<u>Police Protection</u>	
Picnic groves	8	Stations	1
Playground and Ball fields	11	Employees-Uniformed	49
Senior Citizens Center	1	-Civilian	9
Skating Rink	0	Vehicles(Includes Support Vehicles)	27
Softball Diamonds	11		
Softball Diamonds(Lighted)	2	<u>Fire Protection</u>	
Swimming Pool(Indoor)	1	Stations-Full Time	1
Tennis Courts(Lighted)	4	-Volunteer	3
Tennis Courts	10	Career Fire Fighters	34
		Volunteer Fire Fighters	105
<u>Library</u>			
Main Building	1		
Volumes-Collection	111,041		
Annual Circulation(est)	161,541		
<u>Employees</u>			
Town-Full Time	202		
-Part Time	150		
Education-Full Time	445		
-Part Time	26		
Total Employees	823		

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TOWN OF NORTH HAVEN, CONNECTICUT

OPERATING INDICATORS BY FUNCTION/PROGRAM
 LAST TEN FISCAL YEARS
 (Unaudited)

Function/Program	Calendar Year			
	2006	2007	2008	2009
Police:				
Calls for service	25,658	24,330	25,500	23,403
Adult arrest	611	677	693	652
Juvenile arrest	-	-	-	-
Citations	2,590	2,398	2,429	2,088
Fire:				
Total fire runs	4,308	4,367	4,243	4,271
Total rescue runs	3,156	3,151	3,065	2,978
Property loss	551,000	1,294,330	2,409,673	532,800
Building safety:				
Total building permits	617	579	537	427
Total value all permits	\$ 23,892,383	\$ 22,842,701	\$ 29,887,926	\$ 25,636,659
Total mechanical permits	949	861	711	846
Total value all permits	\$ 12,616,121	\$ 11,229,003	\$ 61,166,521	\$ 29,919,892
Library, volumes in collection	11,524	109,841	112,387	111,908
Public service:				
Garbage collected (ton)	-	-	-	-
Recycle collected (ton)	-	-	-	-
Parks and Recreation:				
Recreation program attendance	-	-	-	-
Aquatics program attendance	-	-	-	-
Street trees maintained - miles	146.5	146.5	146.5	146.5

Source: Town Records

Note: * Indicator not available

TABLE 20

Calendar Year						
2010	2011	2012	2013	2014	2015	2016
24,501	25,382	24,273	24,650	*		2,507
677	700	529	419	*		194
-	-	*	*	*		*
1,763	1,964	2,184	1,853	*		1,856
4,617	4,590	4,119	4,058	*		4,040
3,225	3,059	2,780	2,783	*		2,789
815,400	846,200	649,070	408,625	*		1,201,975
2,149	485	1,760	2,041	*		604
\$ 29,643,079	\$ 17,110,653	\$ 42,839,743	\$ 42,839,743	*		\$ 48,609,495
1,268	719	294	325	*		345
\$ 8,974,312	\$ 5,310,484	\$ 9,073,461	\$ 12,432,646	*		\$ 9,764,683
106,789	112,049	112,049	113,472	115,811		111,041
*	20,800	*	10,900	*	*	
*	*	*	2,100	*	*	
*	*	*	*	*	*	*
*	*	*	*	*	*	*
146.5	146.5	146.5	146.5	*		146.5

TOWN OF NORTH HAVEN, CONNECTICUT

**CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS
(Unaudited)**

Function/Program	2006	2007	2008	2009
Police:				
Stations	1	1	1	1
Fire, Fire Stations Full time	1	1	1	1
Fire, Fire Stations Volunteer	3	3	3	3
Refuse Collection:				
Collection Trucks	4	4	4	4
Streets (Miles)	146.5	146.5	146.5	146.5
Traffic Signals - Town Owned	*	*	*	*
Parks & Recreation:				
Acreage	*	210	210	210
Parks	*	18	18	18
Baseball/Softball Diamonds	12	12	12	12
Soccer/Football Fields	*	*	*	*
Basketball Courts	*	7	7	7
Tennis Courts	*	14	14	14
Swimming pools	*	1	1	1
Parks with Playground Equipment	5	5	5	5
Picnic Shelters	8	8	8	8
Community Centers	1	1	1	1
Library:				
Facilities	1	1	1	1
Volumes	111,524	109,841	112,387	111,908
Wastewater:				
Sanitary Sewers (miles)	*	*	*	*
Storm Sewers (miles)	*	*	*	*
Combination Sanitary and Storm (miles)	*	*	*	*

Source: Town Records

Note: * Data not available.

TABLE 21

2010	2011	2012	2013	2014	2015
1	1	1	1	1	1
1	1	1	1	1	1
3	3	3	3	3	3
4	4	4	4	4	4
146.5	146.5	146.5	146.5	146.5	146.5
*	*	*	*	*	*
210	210	210	210	210	210
18	18	18	18	18	18
12	12	12	12	12	13
*	*	*	*	*	*
7	7	7	7	7	2
14	14	12	10	10	2
1	1	1	1	1	1
5	5	5	5	5	3
8	8	8	8	8	1
1	1	1	1	1	1
1	1	1	1	1	1
112,558	106,789	112,049	113,472	115,811	111,041
*	*	110	110	120	120
*	*	*	*	*	*
*	*	*	*	*	*

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