

**TOWN OF MORETOWN, VERMONT**  
FINANCIAL STATEMENTS  
AND  
INDEPENDENT ACCOUNTANT'S REVIEW REPORT  
DECEMBER 31, 2014

**TOWN OF MORETOWN, VERMONT**

**DECEMBER 31, 2014**

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**INDEPENDENT ACCOUNTANT'S REVIEW REPORT**

The Select Board  
Town of Moretown, Vermont

We have reviewed the accompanying modified cash basis financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Town of Moretown, Vermont, as of and for the year ended December 31, 2014, which collectively comprise the Town's basic financial statements as listed in the table of contents. A review includes primarily applying analytical procedures to management's financial data and making inquiries of the management of the Town of Moretown, Vermont. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

The management of the Town of Moretown, Vermont is responsible for the preparation and fair presentation of the financial statements in accordance with the modified cash basis of accounting described in Note 1 and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

Our responsibility is to conduct the review in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. Those standards require us to perform procedures to obtain limited assurance that there are no material modifications that should be made to the financial statements. We believe that the results of our procedures provide a reasonable basis for our report.

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in conformity with the modified cash basis of accounting described in Note 1.

Our review was conducted for the purpose of providing limited assurance on the financial statements that collectively comprise the Town of Moretown, Vermont's basic financial statements. The schedule of budgetary comparison information and the schedules of non-major governmental funds on pages 17 to 24 and pages 25 to 28, respectively, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The schedule of budgetary comparison information and the schedules of non-major governmental funds are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the review procedures applied in the review of the basic financial statements. Based on our review, we are not aware of any material modifications that should be made to the schedule of budgetary comparison information and the schedules of non-major government funds in order for them to be in conformity with the modified cash basis of accounting described in Note 1.

*Pace & Hawley, LLC*

January 23, 2015  
Montpelier, VT

**TOWN OF MORETOWN, VERMONT**  
**Statement of Net Position - Modified Cash Basis**  
**December 31, 2014**

		Governmental Activities
<b>Assets</b>		
Cash and cash equivalents	\$	823,454
Investments		680,398
Due from employee		6,254
Total assets		1,510,106
 <b>Liabilities</b>		
Due to State of Vermont		38,492
Due to Delinquent Tax Collector		3,264
Line of credit		257,198
Due to fiduciary activities		5,206
Total liabilities		304,160
 <b>Deferred inflows of resources</b>		
Prepaid property taxes		1,147
 <b>Net position</b>		
Restricted		95,683
Unrestricted		1,109,116
Total net position	\$	1,204,799

*See accompanying notes and independent accountant's review report.*

**TOWN OF MORETOWN, VERMONT**  
**Statement of Activities - Modified Cash Basis**  
**For the Year Ended December 31, 2014**

Functions/Programs	Expenses	Program Revenues		Net (Expense) Revenue and Change in Net Position
		Charges for Services	Operating Grants and Contributions	Governmental Activities
<b>Governmental activities</b>				
General government	\$ 396,958	\$ 30,892	\$ 201,879	\$ (164,187)
Highways and streets	836,492	1,591	212,800	(622,101)
Public safety	34,169	565	2,500	(31,104)
Culture and recreation	22,519	-	77	(22,442)
Cemetery	8,094	1,000	-	(7,094)
Debt service - principal	104,305	-	-	(104,305)
Debt service - interest	33,351	-	-	(33,351)
Total governmental activities	\$ 1,435,888	\$ 34,048	\$ 417,256	(984,584)
		<b>General revenues</b>		
				606,086
				6,953
				10,770
				9,319
			Total general revenues	633,128
		<b>Other financing sources</b>		
				103,626
			Change in net position	(247,830)
			Net position, beginning of year (as restated)	1,452,629
			Net position, end of year	\$ 1,204,799

*See accompanying notes and independent accountant's review report.*

**TOWN OF MORETOWN, VERMONT**  
**Balance Sheet - Modified Cash Basis - Governmental Funds**  
**December 31, 2014**

	General Fund	Savings Reserve Fund	FEMA Fund	Other Governmental Funds	Total Governmental Funds
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
<b>Assets</b>					
Cash and cash equivalents	\$ 84,335	\$ 606,963	\$ -	\$ 132,156	\$ 823,454
Investments	-	507,788	-	172,610	680,398
Due from employee	6,254	-	-	-	6,254
Due from other funds	-	-	-	117,438	117,438
Total assets	<u>\$ 90,589</u>	<u>\$ 1,114,751</u>	<u>\$ -</u>	<u>\$ 422,204</u>	<u>\$ 1,627,544</u>
<b>Liabilities, deferred inflows of resources and fund balances</b>					
Liabilities:					
Due to State of Vermont	\$ 38,492	\$ -	\$ -	\$ -	\$ 38,492
Due to Delinquent Tax Collector	3,264	-	-	-	3,264
Line of credit	257,198	-	-	-	257,198
Due to other funds	<u>56,418</u>	<u>-</u>	<u>57,950</u>	<u>8,276</u>	<u>122,644</u>
Total liabilities	<u>355,372</u>	<u>-</u>	<u>57,950</u>	<u>8,276</u>	<u>421,598</u>
Deferred inflows of resources:					
Prepaid property taxes	<u>1,147</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,147</u>
Fund balances:					
Restricted	-	-	-	95,683	95,683
Committed	-	1,114,751	-	238,855	1,353,606
Assigned	-	-	-	84,504	84,504
Unassigned	<u>(265,930)</u>	<u>-</u>	<u>(57,950)</u>	<u>(5,114)</u>	<u>(328,994)</u>
Total fund balances	<u>(265,930)</u>	<u>1,114,751</u>	<u>(57,950)</u>	<u>413,928</u>	<u>1,204,799</u>
Total liabilities, deferred inflows of resources and fund balances					
	<u>\$ 90,589</u>	<u>\$ 1,114,751</u>	<u>\$ -</u>	<u>\$ 422,204</u>	<u>\$ 1,627,544</u>

*See accompanying notes and independent accountant's review report.*

**TOWN OF MORETOWN, VERMONT**  
**Statement of Revenues, Expenditures and Changes**  
**in Fund Balances - Modified Cash Basis - Governmental Funds**  
**For the Year Ended December 31, 2014**

	General Fund	Savings Reserve Fund	FEMA Fund	Other Governmental Funds	Total Governmental Funds
<b>Revenues</b>					
Property taxes	606,086	\$ -	\$ -	\$ -	\$ 606,086
Penalties and interest on delinquent taxes	6,953	-	-	-	6,953
Intergovernmental	250,882	-	141,853	21,254	413,989
Insurance proceeds	-	-	1,577	-	1,577
Permits, licenses and fees	33,048	-	-	2,604	35,652
Investment income	243	8,600	-	1,927	10,770
Donations	77	-	-	9	86
Other	8,449	-	-	870	9,319
Total revenues	<u>905,738</u>	<u>8,600</u>	<u>143,430</u>	<u>26,664</u>	<u>1,084,432</u>
<b>Expenditures</b>					
General government	368,141	292	-	28,525	396,958
Highways and streets	662,446	-	4,042	13,601	680,089
Public safety	34,169	-	-	-	34,169
Culture and recreation	22,519	-	-	-	22,519
Cemetery	7,750	-	-	344	8,094
Capital outlay	156,403	-	-	-	156,403
Debt service:					
Principal	104,305	-	-	-	104,305
Interest	33,351	-	-	-	33,351
Total expenditures	<u>1,389,084</u>	<u>292</u>	<u>4,042</u>	<u>42,470</u>	<u>1,435,888</u>
Excess of revenues or (expenditures)	<u>(483,346)</u>	<u>8,308</u>	<u>139,388</u>	<u>(15,806)</u>	<u>(351,456)</u>
<b>Other financing sources (uses)</b>					
Proceeds from long-term debt	103,626	-	-	-	103,626
Transfers in	52,578	-	-	-	52,578
Transfers (out)	-	-	-	(52,578)	(52,578)
Total other financing sources (uses)	<u>156,204</u>	<u>-</u>	<u>-</u>	<u>(52,578)</u>	<u>103,626</u>
Net change in fund balances	(327,142)	8,308	139,388	(68,384)	(247,830)
Fund balances, beginning of year (as restated)	61,212	1,106,443	(197,338)	482,312	1,452,629
Fund balances, end of year	<u>(265,930)</u>	<u>\$ 1,114,751</u>	<u>\$ (57,950)</u>	<u>\$ 413,928</u>	<u>\$ 1,204,799</u>

*See accompanying notes and independent accountant's review report.*

**TOWN OF MORETOWN, VERMONT**  
**Statement of Fiduciary Net Position - Modified Cash Basis**  
**December 31, 2014**

		Private Purpose Trust Fund
		<u>Charles O'Davis Fund</u>
<b>Assets</b>		
Cash and cash equivalents	\$	11,269
Investments		61,420
Due from other funds		<u>5,206</u>
Total assets		<u>77,895</u>
<b>Liabilities</b>		
		<u>-</u>
<b>Net position</b>		
Restricted for:		
Held in trust for individuals and organizations		<u>77,895</u>
Total net position	\$	<u><u>77,895</u></u>

*See accompanying notes and independent accountant's review report.*



**TOWN OF MORETOWN, VERMONT**  
**Statement of Changes in Fiduciary Net Position - Modified Cash Basis**  
**For the Year Ended December 31, 2014**

		Private Purpose Trust Funds
		Charles O'Davis Fund
		<u>                    </u>
<b>Additions</b>		
Investment income	\$	<u>2,190</u>
Total additions		<u>2,190</u>
 <b>Deductions</b>		
Donations		<u>3,272</u>
Total deductions		<u>3,272</u>
 Change in net position		 (1,082)
Net position, beginning of year		<u>78,977</u>
Net position, end of year	\$	<u><u>77,895</u></u>

*See accompanying notes and independent accountant's review report.*

**TOWN OF MORETOWN, VERMONT**  
**Notes to Financial Statements**  
**December 31, 2014**

**1. Summary of significant accounting policies**

The Town of Moretown, Vermont (the Town) is a unit of local government organized under the statutes of the State of Vermont. The Town operates under a Select Board form of government and provides the following services: public safety, highways and streets, community development, culture and recreation, public improvements, planning and zoning, and general and administrative services.

As discussed further in Note 1.C., these financial statements are presented on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America (GAAP) established by the Governmental Accounting Standards Board (GASB). These modified cash basis financial statements generally meet the presentation and disclosure requirements applicable to GAAP, in substance, but are limited to the elements presented in the financial statements and the constraints of the measurement and recognition criteria of the modified cash basis of accounting.

A. Financial reporting entity

The Town is a primary unit of government under reporting criteria established by the GASB. Those criteria include separate legal standing, separate elected governing body, and fiscal independence from other governmental entities. In evaluating how to define the government for financial reporting purposes, management has considered all potential component units and evaluated them against the criteria established by the GASB. Based on these criteria, there are no other entities that are considered to be component units of the Town that should be included in these financial statements.

B. Basis of presentation

Fund accounting: The accounts of the Town are organized on the basis of funds. A fund is a separate accounting entity with a self-balancing set of accounts which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions or limitations.

Government-wide statements: The Statement of Net Position and the Statement of Activities present financial information about the Town as a whole within the limitations of the modified cash basis of accounting. These statements include the financial activities of the overall government in its entirety, except those that are fiduciary. The effect of interfund activity has been removed from these statements. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange revenues.

Fund financial statements: Fund financial statements are presented according to each fund category; governmental and fiduciary. Separate financial statements are provided for each of these categories. Major governmental funds are reported as separate columns in the fund financial statements. All remaining funds are aggregated and reported as non-major funds.

The Town reports the following major governmental funds:

General Fund - The General Fund is the primary operating fund of the Town. It is used to account for all financial resources not accounted for and reported in another fund.

Savings Reserve Fund - This special revenue fund accounts for landfill hosting fees committed for tax stabilization.

Federal Emergency Management Agency (FEMA) Fund - This special revenue fund accounts for the flood related activity of the Town.

The Town also reports fiduciary activities for the Charles O'Davis Fund.

**TOWN OF MORETOWN, VERMONT**  
**Notes to Financial Statements**  
**December 31, 2014**

**1. Summary of significant accounting policies (continued)**

C. Measurement focus and basis of accounting

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus and basis of accounting. Measurement focus is a term used to describe when transactions or events are recorded within the various financial statements. Basis of accounting refers to when and how transactions or events are recorded, regardless of the measurement focus applied.

Measurement focus - The government-wide financial statements and fiduciary fund financial statements are reported using the economic resources measurement focus, within the limitations of the modified cash basis of accounting. The accounting objectives of this measurement focus are the determination of changes in net position and net financial position. All assets, deferred outflows, liabilities, deferred inflows associated with their activities are generally reported within the limitations of the modified cash basis of accounting.

Governmental fund financial statements are reported using the current financial resources measurement focus within the limitations of the modified cash basis of accounting. Only current financial assets and liabilities are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources for a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.

Basis of accounting - Basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. Basis of accounting refers to the timing of measurement made, regardless of the measurement focus applied.

The financial statements are presented on a modified cash basis of accounting, which is a basis of accounting other than GAAP as established by GASB. This basis of accounting involves modifications to the cash basis of accounting to report in the statements of net position or balance sheets cash transactions or events that provide a benefit or result in an obligation that covers a period greater than the period in which the cash transaction or event occurred. Such reported balances include investments, amounts due to the State of Vermont, payroll withholdings, property taxes paid in advance and amounts outstanding on its lines of credit, interfund receivables and payables. General capital asset acquisitions are reported as expenditures. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

This modified cash basis of accounting differs from GAAP primarily because certain assets and their related revenues and certain liabilities and their related expense or expenditures are not recorded in these financial statements. In addition, other economic assets, deferred outflows, liabilities, and deferred inflows that do not arise from a cash transaction or event are not reported, and the measurement of reported assets and liabilities does not involve adjustment to fair value.

If the Town utilized the basis of accounting recognized as generally accepted in the United States, the fund financial statements for governmental funds would use the modified accrual basis of accounting. All government-wide financial statements would be presented on the accrual basis of accounting.

D. Governmental fund equity – The difference among assets, deferred outflows, liabilities, and deferred inflows of governmental funds is reported as fund balance and classified as nonspendable, restricted, committed, assigned and unassigned based on the respective level of constraint. These constraints are defined as follows:

Nonspendable – Resources which cannot be spent because they are either not in spendable form or legally or contractually required to be maintained intact.

**TOWN OF MORETOWN, VERMONT**  
**Notes to Financial Statements**  
**December 31, 2014**

**1. Summary of significant accounting policies (continued)**

Restricted – Resources with constraints placed on the use of resources which are either externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or imposed by law through constitutional provisions or enabling legislation.

Committed – Resources which are subject to limitations the government imposes upon itself at its highest level of decision making, and that remain binding unless removed in the same manner. For the purposes of defining the committed fund balance category, the Town considers the taxpayers, through voted Town Articles, its highest level of decision making authority.

Assigned – Resources neither restricted nor committed for which a government has a stated intended use as established by the Select Board or a body or official to which the Select Board has delegated the authority to assign amounts for specific purposes.

Unassigned – Resources which cannot be properly classified in one of the other four categories. The General Fund is the only fund that reports a positive unassigned fund balance amount. Unassigned balances also include any negative residual balance resulting from expenditures exceeded amounts restricted, committed or assigned for a specific purpose.

The Town has not formalized a policy which identifies which fund balance classification is affected when an expenditure has been incurred for purposes for which restricted, committed, assigned or unassigned amounts could be used.

- E. Budgetary accounting - The operating budget of the General Fund is prepared by the Town on the budgetary basis of accounting. The budget is approved at Town Meeting and the Select Board sets the tax rate based on the grand list and approved budget.
- F. Estimates - The preparation of the financial statements require management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues, expenditures, or expenses during the reported period. Actual results could differ from those estimates.
- G. Cash and cash equivalents - Cash and cash equivalents consists of cash and short-term investments with an original maturity of three months or less.
- H. Investments - Investments are recorded at cost.
- I. Education property taxes – The Town serves as an agent for the State of Vermont. As required by State statute, the Town bills, collects and remits education property taxes. Amounts received for such purposes are considered an agency function and are not recorded as Town revenues.
- J. Interfund balances and transfers - Interfund receivables and payables represent transactions incurred within the fund for other funds. These transactions are in the form of receipts of revenues, payments of expenses, and operating transfers to and from other funds. These accounts are expected to be eliminated in the normal course of operations.

**TOWN OF MORETOWN, VERMONT**  
**Notes to Financial Statements**  
**December 31, 2014**

**2. Cash and investments**

Custodial credit risk-deposits – Is the risk that in the event of bank failure, the Town’s deposits may not be returned to it. The Town maintains cash balances which may, at times throughout the year, exceed amounts covered by the Federal Deposit Insurance Corporation (FDIC). At December 31, 2014 the Town’s bank balance was \$857,741; the corresponding carrying amount of the Town’s cash was \$834,723, which included \$11,269 of cash held in a trustee or agency capacity and reported as fiduciary activities. Of the Town’s total bank balance as of December 31, 2014, \$30,705 was collateralized through a repurchase agreement and \$71,455 was uninsured and uncollateralized.

As of December 31, 2014, the Town held the following investments:

<u>Investment</u>	<u>Fair Value</u>
Certificates of deposit	\$ 172,610
Money market	26,084
Mutual funds - fixed income	320,592
Mutual funds - equity	<u>161,112</u>
	<u>680,398</u>

The Town is not restricted by state statute as to the type of investments that it is authorized to hold. The Town has adopted a formal investment policy identifying investment objectives and authorized specific investments. The Town’s investment policy covers cash and investment in the following funds; Savings Reserve Fund, Capital Reserve Fund, Town Office Fund, Town Hall Fund, Recreation Fund, and the Bridge and Culvert Fund.

Interest rate risk – Is the risk that changes in market interest rates will affect the fair value of an interest-earning investment over time. The Town’s investment policy states that fixed income mutual funds will be evaluated by yield only and that the maturity of fixed income securities shall not exceed 10 years. The average effective maturity of fixed income mutual funds for December 31, 2014 was not available as of the date the financial statements were available to be issued.

Credit risk – Is the risk that the bond issuer will not fulfill its obligations. The Town’s investment policy states that fixed income mutual funds will be evaluated by yield only and the fixed income securities shall be rated at least investment grade. Fixed income mutual funds are not rated by the major credit rating agencies.

Foreign currency risk – Is the risk that changes in exchange rates will adversely affect the fair value of an investment. The Town’s investment policy limits foreign investments to those held in mutual funds. Of the Town’s \$161,112 invested in equity mutual funds \$58,400 was invested in international equity mutual funds.

**3. Property taxes**

Property taxes attach as an enforceable lien on property owned as of April 1<sup>st</sup>. Property taxes for the year ended December 31, 2014 were payable in one installment, due November 1, 2014. During the year ended December 31, 2014, the Town collected and distributed \$3,040,382 in educational property taxes as instructed by the State of Vermont.

**4. Risk management**

The Town is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions, and injuries to employees. The Town maintains commercial insurance coverage covering each of those risks of loss. Management believes such coverage is sufficient to preclude any significant uninsured losses to the Town.

**TOWN OF MORETOWN, VERMONT**  
**Notes to Financial Statements**  
**December 31, 2014**

**5. Short-term debt**

The Town utilizes short-term borrowing to coordinate cash flow needs. On May 19, 2014, the Town obtained a tax anticipation note which allowed for borrowing up to \$154,000 at an interest rate of 1.23% due December 31, 2014. On November 18, 2014, the Town obtained a current expense note to coordinate cash flow needs related to flood damage due to tropical storm Irene. The note allowed for borrowing up to \$257,198 at an interest rate of 1.71% due November 17, 2015.

The following is a summary of changes in short-term debt:

Balance, beginning of year	\$	292,746
Additions		154,000
Retirements		<u>(189,548)</u>
Balance, ending of year	\$	<u>257,198</u>

**6. Long-term liabilities**

Long-term liabilities consisted of the following at December 31, 2014:

Governmental activities -

Bond payable, Vermont Municipal Bond Bank, fire station, principal payments of \$15,000 payable on December 1 annually through December 1, 2015, then \$5,000 annually through December 1, 2016, interest rate of 3.86% payable on June 1 and December 1 through December 1, 2016		\$ 20,000
Bond payable, Vermont Municipal Bond Bank, town garage, principal payments of \$45,000 payable on November 15 annually, interest rate of 4.21% payable on May 15 and November 15, through November 15, 2029		675,000
Note payable, Merchants Bank, highway equipment, principal payments of \$34,542 payable on January 30 annually, interest rate of 1.46%, through January 30, 2017		103,626
Note payable, Community National Bank, town hall capital improvements, principal and interest payments of \$9,403 payable on December 28 annually, interest rate of 3.5%, through December 28, 2019		<u>42,466</u>
	\$	<u>841,092</u>

**TOWN OF MORETOWN, VERMONT**  
**Notes to Financial Statements**  
**December 31, 2014**

**6. Long-term liabilities (continued)**

The following is a summary of changes in long-term liabilities:

	Balance January 1 <u>2013</u>	<u>Additions</u>	<u>Retirements</u>	Balance December 31, <u>2014</u>	Due Within <u>One Year</u>
Governmental activities -					
Bonds payable	\$ 755,000	\$ -	\$ (60,000)	\$ 695,000	\$ 60,000
Notes payable	<u>86,770</u>	<u>103,626</u>	<u>(44,304)</u>	<u>146,092</u>	<u>42,431</u>
	\$ <u>841,770</u>	\$ <u>103,626</u>	\$ <u>(104,304)</u>	\$ <u>841,092</u>	\$ <u>102,431</u>

Annual maturities of long-term liabilities are as follows:

Year ending December 31,	<u>Principal</u>	<u>Interest</u>
2015	\$ 102,431	\$ 32,219
2016	92,718	29,457
2017	88,011	26,994
2018	53,769	24,619
2019	54,163	22,647
2020-2024	225,000	84,014
2025-2029	<u>225,000</u>	<u>32,860</u>
	\$ <u>841,092</u>	\$ <u>252,810</u>

**7. Retirement plan**

Vermont Municipal Employees Retirement System - The Town contributes to the Vermont Municipal Employees Retirement System (VMERS), a cost-sharing multiple-employer public employee retirement system with defined benefit plans, administered by the State of Vermont. VMERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. The State statutory provisions, found in Title 24, V.S.A., Chapter 125, govern eligibility for benefits, service requirements and benefit provisions. The general administration and responsibility for the operation of VMERS is vested in the Board of Trustees. VMERS issues annual financial information which is available at the VMERS' office, 133 State Street, Montpelier, Vermont 05602.

Town Employees meeting certain eligibility requirements are covered under the VMERS defined benefit plan. The Town has elected to participate in Plan B. Employees participating in this plan are required to contribute 4.625% (4.75 % after 7/1/14) of gross wages and the Town contributes 5.125% (5.375% after 7/1/14) of the employees' gross wages to the plan. The contribution requirements of plan members and the Town are established and may be amended by the Board of Trustees of VMERS.

Total payroll for the year ending December 31, 2014 was \$293,531, while covered payroll was \$215,462. The Town's contributions to VMERS for the year ending December 31, 2014, 2013, and 2012 were \$11,317, \$10,104, and \$9,667, respectively.

**TOWN OF MORETOWN, VERMONT**  
**Notes to Financial Statements**  
**December 31, 2014**

**8. Governmental fund equity**

As of December 31, 2014 governmental fund balances consisted of the following:

	General Fund	Savings Reserve Fund	FEMA Fund	Other Governmental Funds	Total Governmental Funds
Restricted for:					
Reappraisal	\$ -	\$ -	\$ -	\$ 27,363	\$ 27,363
Preservation	-	-	-	6,358	6,358
Cemetery	-	-	-	61,962	61,962
	<u>-</u>	<u>-</u>	<u>-</u>	<u>95,683</u>	<u>95,683</u>
Committed to:					
Tax stabilization	-	1,114,751	-	-	1,114,751
Capital projects	-	-	-	160,060	160,060
Bridge and culvert	-	-	-	75,035	75,035
Recreation	-	-	-	3,760	3,760
	<u>-</u>	<u>1,114,751</u>	<u>-</u>	<u>238,855</u>	<u>1,353,606</u>
Assigned to:					
Town Office	-	-	-	82,432	82,432
Town Hall	-	-	-	2,072	2,072
	<u>-</u>	<u>-</u>	<u>-</u>	<u>84,504</u>	<u>84,504</u>
Unassigned	<u>(265,930)</u>	<u>-</u>	<u>(57,950)</u>	<u>(5,114)</u>	<u>(328,994)</u>
Total fund balances	\$ <u>(265,930)</u>	\$ <u>1,114,751</u>	\$ <u>(57,950)</u>	\$ <u>413,928</u>	\$ <u>1,204,799</u>

**9. Tax stabilization**

Amounts committed for tax stabilization in the Savings Reserve Fund were primarily the result of previous landfill host fees being committed for such purposes by voter approved articles. The Moretown landfill did not accept solid waste during 2014 and accordingly the Town did not receive any landfill host fees for the year ending December 31, 2014. There are no specific requirements for additions to the Savings Reserve Fund. Distributions from the Savings Reserve Fund shall be approved by the Select Board and shall be required to coincide with the Town budget and the capital improvement plan.

**10. Contingencies**

The Town receives significant financial assistance from the State of Vermont through grants and other forms of state aid. Entitlement to these resources is generally based on compliance with terms and conditions of grant agreements and applicable state regulations, including the expenditure of the resources for eligible purposes. These funds are subject to audit by the granting authority in order to ensure compliance. Any disallowance as a result of these audits becomes a liability of the Town. Management believes that there are no significant contingent liabilities relating to compliance with grant agreements and applicable state regulations.



**TOWN OF MORETOWN, VERMONT**  
**Notes to Financial Statements**  
**December 31, 2014**

**11. Interfund balances**

Interfund receivable and payables balances at December 31, 2014 were as follows:

	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
Governmental activities:		
General Fund	\$ -	\$ 56,418
FEMA Fund	-	57,950
Other Governmental Funds	109,162	-
Fiduciary activities:		
Charles O'Davis Fund	<u>5,206</u>	<u>-</u>
	<u>\$ 114,368</u>	<u>\$ 114,368</u>

The interfund payable and interfund receivables result from the pooling of cash in a common bank account.

**12. Interfund transfers**

Interfund transfers for the year ended December 31, 2014 consisted of the following:

	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$ 52,578	\$ -
Other Governmental Funds	<u>-</u>	<u>52,578</u>
	<u>\$ 52,578</u>	<u>\$ 52,578</u>

The \$52,578 transfer from the other government funds to the General Fund was for a taxpayer approved article to pay for a capital purchase and a payment on the line of credit related to flood expenditures.

**13. Mad River Resource Management Alliance**

The Town is a participating member in the Mad River Resource Management Alliance. The Town could be subject to a portion of the Alliance's debt if the Alliance experiences financial problems.

**14. Excess expenditures over budget**

For the year ending December 31, 2014, General Fund expenditures exceeded appropriations by \$307,417. This is primarily due to \$213,681 in expenditures related to a grant the Town received for Moretown Mountain Road for which only \$29,000 in expenditures were budgeted and \$156,403 in expenditures related to a capital outlay for a dump truck for which only \$22,617 in expenditures were budgeted.

**15. Deficit fund balance**

The Town anticipates eliminating the December 31, 2014 fund deficit in the FEMA Fund of \$57,950 by receiving additional reimbursement funds from FEMA. The Town anticipates eliminating the December 31, 2014 fund deficit in the Sidewalk Fund of \$5,114 by receiving additional grant funds.

**16. Subsequent event**

On January 2, 2015, the Town obtained a tax anticipation note in the amount of \$500,000 at an interest rate of 1.30% due December 31, 2015.

**TOWN OF MORETOWN, VERMONT**  
**Notes to Financial Statements**  
**December 31, 2014**

**17. Commitment**

On September 10, 2014, the Town entered into a contractual agreement in the amount of \$341,555 for highway construction and repairs to Moretown Mountain Road.

**18. Prior period restatement**

The Town has restated the beginning balance of the non-major Library Fund from \$11,163 to \$0 upon further analysis of the library's legal structure. This resulted in a change in the beginning balance of the governmental activities net position from \$1,463,792 to \$1,452,629. If reported in the prior year, the effect of this change on the government wide statement of activities for the year ending December 31, 2013 would have been a decrease of \$10,000.

**TOWN OF MORETOWN, VERMONT**  
**Schedule of Revenues and Expenditures - Budget and Actual**  
**Budgetary Basis - General Fund**  
**For the Year Ended December 31, 2014**

Schedule 1  
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	Original Budget	Final Budget	Actual Budgetary Basis	Variance Favorable (Unfavorable)
<b>Revenues</b>				
Property taxes	\$ 710,677	\$ 710,677	\$ 606,086	\$ (104,591)
Penalties and interest on delinquent taxes	750	750	6,953	6,203
Intergovernmental	122,649	122,649	250,882	128,233
Permits, licenses and fees	31,000	31,000	33,048	2,048
Investment income	-	-	243	243
Donations	-	-	77	77
Other	5,239	5,239	8,449	3,210
Total revenues	870,315	870,315	905,738	35,423
<b>Expenditures</b>				
<b>Town Office</b>				
Equipment maintenance	2,000	2,000	3,546	(1,546)
Equipment lease-copier	2,016	2,016	2,124	(108)
Telephone	2,500	2,500	2,725	(225)
Online access	200	200	32	168
Postage	2,500	2,500	1,921	579
Land records book	1,000	1,000	634	366
Supplies	3,000	3,000	3,528	(528)
Electricity	500	500	-	500
Heating fuel	500	500	-	500
Equipment purchase	3,900	3,900	7,408	(3,508)
Total Town Office	18,116	18,116	21,918	(3,802)
<b>Town Hall</b>				
Custodial wages	700	700	1,085	(385)
FICA/Medicare	55	55	138	(83)
Restoration and planning	-	-	5,677	(5,677)
Building maintenance	1,500	1,500	5,430	(3,930)
Telephone	-	-	175	(175)
Supplies	250	250	745	(495)
Electricity	750	750	727	23
Heating fuel	3,000	3,000	4,584	(1,584)
Debt retirement-capital improvement	7,628	7,628	7,638	(10)
Debt retirement-interest	1,775	1,775	1,765	10
Total Town Hall	15,658	15,658	27,964	(12,306)
<b>Library</b>				
Librarian pay	10,148	10,148	9,803	345
Assistant Librarian pay	4,426	4,426	4,370	56
FICA/Medicare	1,115	1,115	1,080	35
Equipment/maintenance	180	180	46	134
Telephone	1,030	1,030	1,042	(12)
Training/mileage	180	180	237	(57)
<i>continued</i>				

*See independent accountant's review report.*

**TOWN OF MORETOWN, VERMONT**  
**Schedule of Revenues and Expenditures - Budget and Actual**  
**Budgetary Basis - General Fund**  
**For the Year Ended December 31, 2014**

Schedule 1  
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	Original Budget	Final Budget	Actual Budgetary Basis	Variance Favorable (Unfavorable)
<i>continued</i>				
Memberships	350	350	350	-
Supplies	250	250	247	3
Postage	240	240	325	(85)
Electricity	575	575	455	120
Heating fuel	1,200	1,200	1,094	106
Books, periodicals, etc.	2,500	2,500	2,624	(124)
Purchases through donation	-	-	584	(584)
Performer grant	-	-	100	(100)
Resource sharing grant	-	-	50	(50)
Programming	100	100	112	(12)
Total Library	<u>22,294</u>	<u>22,294</u>	<u>22,519</u>	<u>(225)</u>
Town Meeting				
Election officials pay	2,000	2,000	1,048	952
FICA/Medicare	150	150	167	(17)
Printing and publications	3,400	3,400	4,064	(664)
Total Town Meeting	<u>5,550</u>	<u>5,550</u>	<u>5,279</u>	<u>271</u>
Town Reports				
Postage/labeling	450	450	376	74
Printing	2,900	2,900	2,950	(50)
Total Town Reports	<u>3,350</u>	<u>3,350</u>	<u>3,326</u>	<u>24</u>
General town expenses				
Miscellaneous	600	600	1,434	(834)
Unemployment	645	645	297	348
Legal-WSI/MLI	-	-	1,117	(1,117)
General legal	5,000	5,000	4,015	985
Law enforcement/sheriff	3,000	3,000	3,696	(696)
Washington County tax	16,500	16,500	16,081	419
Liability-workers compensation	44,565	44,565	43,225	1,340
Website	4,500	4,500	5,520	(1,020)
FICA/Medicare	310	310	413	(103)
Health Reimbursement Account	-	-	6,762	(6,762)
Street flags	936	936	936	-
Charter sign	2,000	2,000	530	1,470
Disaster recovery-NEMRC	650	650	546	104
Street lights	3,500	3,500	3,871	(371)
Flood expense LOC-interest	2,500	2,500	4,731	(2,231)
Tax anticipation note-interest	500	500	430	70
Total general town expenses	<u>85,206</u>	<u>85,206</u>	<u>93,604</u>	<u>(8,398)</u>
Memberships				
Montpelier ambulance	11,270	11,270	11,468	(198)
CVEDC dues	800	800	800	-
Central VT regional plan	1,824	1,824	1,824	-
<i>continued</i>				

*See independent accountant's review report.*

**TOWN OF MORETOWN, VERMONT**  
**Schedule of Revenues and Expenditures - Budget and Actual**  
**Budgetary Basis - General Fund**  
**For the Year Ended December 31, 2014**

Schedule 1  
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	Original Budget	Final Budget	Actual Budgetary Basis	Variance Favorable (Unfavorable)
<i>continued</i>				
VLCT dues	2,674	2,674	2,674	-
MRRM Alliance	4,560	4,560	4,560	-
Northern VT Resource	100	100	100	-
Total memberships	<u>21,228</u>	<u>21,228</u>	<u>21,426</u>	<u>(198)</u>
Tax Collector				
FICA/Medicare	500	500	1,015	(515)
Supplies	-	-	125	(125)
Total Tax Collector	<u>500</u>	<u>500</u>	<u>1,140</u>	<u>(640)</u>
Constables				
Constable pay	300	300	-	300
FICA/Medicare	50	50	-	50
Supplies-1st	150	150	-	150
Supplies-2nd	150	150	-	150
Total Constables	<u>650</u>	<u>650</u>	<u>-</u>	<u>650</u>
Health Officer	<u>50</u>	<u>50</u>	<u>6</u>	<u>44</u>
Total Health Officer	<u>50</u>	<u>50</u>	<u>6</u>	<u>44</u>
Animal control				
Animal Control Officer pay	1,000	1,000	255	745
FICA/Medicare	75	75	20	55
Expenses	300	300	265	35
Mileage	100	100	49	51
Total animal control	<u>1,475</u>	<u>1,475</u>	<u>589</u>	<u>886</u>
Auditors				
Auditor's pay	900	900	714	186
FICA/Medicare	70	70	55	15
CPA/bookkeeping services	13,900	13,900	14,938	(1,038)
Supplies	50	50	47	3
Total auditors	<u>14,920</u>	<u>14,920</u>	<u>15,754</u>	<u>(834)</u>
Listers				
Consultant pay	7,800	7,800	7,800	-
Listers pay	1,600	1,600	3,251	(1,651)
FICA/Medicare	125	125	213	(88)
FICA/Medicare-consultant	-	-	36	(36)
Computer support	600	600	-	600
Update tax maps	5,000	5,000	4,849	151
Postage	75	75	128	(53)
Mileage	500	500	-	500
Supplies	700	700	752	(52)
Mapping software	1,000	1,000	-	1,000
<i>continued</i>				

*See independent accountant's review report.*

**TOWN OF MORETOWN, VERMONT**  
**Schedule of Revenues and Expenditures - Budget and Actual**  
**Budgetary Basis - General Fund**  
**For the Year Ended December 31, 2014**

Schedule 1  
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	Original Budget	Final Budget	Actual Budgetary Basis	Variance Favorable (Unfavorable)
<i>continued</i>				
Computer/digital equipment	500	500	-	500
Total listers	17,900	17,900	17,029	871
Tax appeals				
Legal services	75	75	-	75
Mileage	100	100	-	100
Abatement supplies	25	25	6	19
Total tax appeals	200	200	6	194
Zoning Administrator				
Zoning Administrator pay	15,000	15,000	13,246	1,754
911 Coordinator pay	500	500	371	129
FICA/Medicare	1,150	1,150	1,042	108
Supplies/printing	400	400	446	(46)
Expenses-911 Coordinator	150	150	156	(6)
Total Zoning Administrator	17,200	17,200	15,261	1,939
Planning Commission				
Postage	50	50	-	50
Printing/advertising	300	300	-	300
Supplies	50	50	-	50
Planning grant/Town share	1,200	1,200	237	963
Total Planning Commission	1,600	1,600	237	1,363
Development Review Board				
Secretary pay	750	750	-	750
FICA/Medicare	60	60	-	60
Postage	50	50	27	23
Printing/advertisement	1,500	1,500	405	1,095
Total Development Review Board	2,360	2,360	432	1,928
Cemeteries				
Contracted mowing	7,750	7,750	7,750	-
Maintenance	500	500	-	500
Administrative expenses	200	200	-	200
Supplies	100	100	-	100
Cleaning stones	800	800	-	800
Total cemeteries	9,350	9,350	7,750	1,600
Town Clerk				
Town Clerk pay	33,263	33,263	34,543	(1,280)
Health insurance	8,250	8,250	7,589	661
FICA/Medicare-Town Clerk	2,500	2,500	2,618	(118)
Municipal retirement	2,050	2,050	2,265	(215)
Expenses-Town Clerk	300	300	300	-
Dog licenses	1,000	1,000	132	868
<i>continued</i>				

*See independent accountant's review report.*

**TOWN OF MORETOWN, VERMONT**  
**Schedule of Revenues and Expenditures - Budget and Actual**  
**Budgetary Basis - General Fund**  
**For the Year Ended December 31, 2014**

Schedule 1  
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	Original Budget	Final Budget	Actual Budgetary Basis	Variance Favorable (Unfavorable)
<i>continued</i>				
Marriage licenses	250	250	-	250
Assistant Town Clerk	11,700	11,700	11,996	(296)
FICA/Medicare-Asst. Town Clerk	800	800	852	(52)
Total Town Clerk	<u>60,113</u>	<u>60,113</u>	<u>60,295</u>	<u>(182)</u>
Town Treasurer				
Town Treasurer pay	8,316	8,316	8,636	(320)
FICA/Medicare-Town Treasurer	650	650	653	(3)
Municipal retirement	515	515	-	515
Expenses-Treasurer	500	500	455	45
Training/membership	500	500	300	200
Assistant Town Treasurer	7,280	7,280	7,592	(312)
FICA/Medicare-Asst. Town Treasurer	600	600	597	3
Total Town Treasurer	<u>18,361</u>	<u>18,361</u>	<u>18,233</u>	<u>128</u>
Select Board				
Select Board pay	2,500	2,500	2,500	-
FICA/Medicare-Select Board	100	100	194	(94)
Supplies	250	250	302	(52)
Town Administrator	41,579	41,579	43,178	(1,599)
Health insurance/HSA's	12,365	12,365	10,263	2,102
Disability insurance-SBA's	500	500	536	(36)
FICA/Medicare-Select Board Clerk	3,200	3,200	3,303	(103)
Municipal retirement	2,500	2,500	2,299	201
Total Select Board	<u>62,994</u>	<u>62,994</u>	<u>62,575</u>	<u>419</u>
Fire department				
Dispatching service	7,500	7,500	8,940	(1,440)
Building maintenance	2,000	2,000	531	1,469
Telephone	1,400	1,400	1,580	(180)
Supplies	500	500	522	(22)
Electricity	1,000	1,000	904	96
Heating Fuel	2,500	2,500	4,898	(2,398)
Total fire department	<u>14,900</u>	<u>14,900</u>	<u>17,375</u>	<u>(2,475)</u>
Fire equipment				
Radio repairs/maintenance	1,000	1,000	459	541
Supplies/expenses	7,000	7,000	8,350	(1,350)
Gas/diesel	300	300	252	48
Matching grant	-	-	3,198	(3,198)
Total fire equipment	<u>8,300</u>	<u>8,300</u>	<u>12,259</u>	<u>(3,959)</u>
Firemen				
Training	2,000	2,000	-	2,000
Expenses	1,000	1,000	-	1,000
<i>continued</i>				

*See independent accountant's review report.*

**TOWN OF MORETOWN, VERMONT**  
**Schedule of Revenues and Expenditures - Budget and Actual**  
**Budgetary Basis - General Fund**  
**For the Year Ended December 31, 2014**

Schedule 1  
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	Original Budget	Final Budget	Actual Budgetary Basis	Variance Favorable (Unfavorable)
<i>continued</i>				
Mileage	-	-	57	(57)
Total firemen	<u>3,000</u>	<u>3,000</u>	<u>57</u>	<u>2,943</u>
Fire vehicles				
Maintenance and repairs	<u>3,000</u>	<u>3,000</u>	<u>1,133</u>	<u>1,867</u>
Total fire vehicles	<u>3,000</u>	<u>3,000</u>	<u>1,133</u>	<u>1,867</u>
Fire Warden	<u>250</u>	<u>250</u>	<u>250</u>	<u>-</u>
Total Fire Warden	<u>250</u>	<u>250</u>	<u>250</u>	<u>-</u>
Fire contracted services	<u>2,500</u>	<u>2,500</u>	<u>2,500</u>	<u>-</u>
Total fire contracted services	<u>2,500</u>	<u>2,500</u>	<u>2,500</u>	<u>-</u>
Debt retirement-fire				
Muni bond '04	15,000	15,000	15,000	-
Muni bond '04-Interest	<u>1,532</u>	<u>1,532</u>	<u>1,345</u>	<u>187</u>
Total debt retirement - fire	<u>16,532</u>	<u>16,532</u>	<u>16,345</u>	<u>187</u>
Highways				
Highway crew pay	125,000	125,000	130,920	(5,920)
Health insurance	28,850	28,850	25,050	3,800
Disability insurance	650	650	496	154
FICA Medicare	9,552	9,552	9,996	(444)
Municipal retirement	5,731	5,731	6,733	(1,002)
Uniforms	2,000	2,000	2,051	(51)
Misc. expense/mileage	-	-	456	(456)
Total highways	<u>171,783</u>	<u>171,783</u>	<u>175,702</u>	<u>(3,919)</u>
Highway contract services				
Sidewalk maintenance	2,000	2,000	-	2,000
FICA/Medicare	-	-	-	-
Blasting	2,500	2,500	1,058	1,442
Highway surveys	1,000	1,000	2,298	(1,298)
Road Commissioner pay	<u>2,500</u>	<u>2,500</u>	<u>-</u>	<u>2,500</u>
Total highway contract services	<u>8,000</u>	<u>8,000</u>	<u>3,356</u>	<u>4,644</u>
Highway work				
Sidewalk work	-	-	6	(6)
Highway work	29,000	29,000	213,681	(184,681)
Cobb Hill Road	-	-	285	(285)
Freeman Hill	-	-	595	(595)
Mountain Road	-	-	956	(956)
Hathaway Road	-	-	559	(559)
Pony Farm Road	-	-	1,770	(1,770)
Tarts Road	<u>-</u>	<u>-</u>	<u>189</u>	<u>(189)</u>
Total highway work	<u>29,000</u>	<u>29,000</u>	<u>218,041</u>	<u>(189,041)</u>
<i>continued</i>				

*See independent accountant's review report.*



**TOWN OF MORETOWN, VERMONT**  
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**Budgetary Basis - General Fund**  
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Schedule 1  
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	Original Budget	Final Budget	Actual Budgetary Basis	Variance Favorable (Unfavorable)
<i>continued</i>				
Highway supplies				
Signs	1,500	1,500	1,912	(412)
Chloride	10,000	10,000	10,938	(938)
Class IV road maintenance/supplies	3,000	3,000	-	3,000
Gravel	32,500	32,500	24,336	8,164
Other-hay, seed	1,000	1,000	840	160
Salt	4,500	4,500	3,956	544
Sand	57,500	57,500	55,300	2,200
Stone	3,000	3,000	732	2,268
Culverts	15,000	15,000	16,371	(1,371)
Total highway supplies	<u>128,000</u>	<u>128,000</u>	<u>114,385</u>	<u>13,615</u>
Town garage				
Building maintenance	2,000	2,000	660	1,340
Repairs/maintenance	-	-	1,160	(1,160)
Telephone	1,500	1,500	1,801	(301)
Supplies	3,000	3,000	3,206	(206)
Welding	500	500	705	(205)
Electricity	1,500	1,500	1,552	(52)
Propane	-	-	9,376	(9,376)
Heating fuel	6,000	6,000	-	6,000
Total town garage	<u>14,500</u>	<u>14,500</u>	<u>18,460</u>	<u>(3,960)</u>
Highway vehicles & equipment				
Highway equipment	2,000	2,000	-	2,000
Vehicle parts and supplies	-	-	61	(61)
2001 International	25,000	25,000	16,799	8,201
2004 International	3,000	3,000	11,743	(8,743)
2007 International	3,000	3,000	7,519	(4,519)
2011 Chevy truck	200	200	2,032	(1,832)
All trucks	500	500	1,384	(884)
Grader	3,000	3,000	6,051	(3,051)
Loader	1,000	1,000	2,288	(1,288)
Excavator	3,500	3,500	5,983	(2,483)
JD-sidewalk tractor	-	-	330	(330)
All equipment	500	500	1,812	(1,312)
Chains	2,000	2,000	800	1,200
Tires	6,000	6,000	5,364	636
2012 Mack truck	1,000	1,000	4,120	(3,120)
Insurance deductible	-	-	2,040	(2,040)
Miscellaneous equipment	-	-	1,497	(1,497)
Gas, diesel, oil	54,500	54,500	54,566	(66)
Total highway vehicles & equipment	<u>105,200</u>	<u>105,200</u>	<u>124,389</u>	<u>(19,189)</u>
Highway equipment & tools				
Wrecker charge	1,000	1,000	1,050	(50)
<i>continued</i>				

*See independent accountant's review report.*

**TOWN OF MORETOWN, VERMONT**  
**Schedule of Revenues and Expenditures - Budget and Actual**  
**Budgetary Basis - General Fund**  
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Schedule 1  
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	Original Budget	Final Budget	Actual Budgetary Basis	Variance Favorable (Unfavorable)
<i>continued</i>				
Mowing roadsides	6,000	6,000	5,600	400
Maintenance	500	500	30	470
Rentals & leases	-	-	369	(369)
Supplies	1,500	1,500	899	601
Purchases	-	-	165	(165)
Radio equipment	500	500	-	500
Total highway equip	9,500	9,500	8,113	1,387
<b>Debt retirement highway</b>				
2012 dump truck - principal	37,400	37,400	36,667	733
Garage-Bond Bank 2009 principal	45,000	45,000	45,000	-
2012 dump truck-interest	735	735	733	2
Town garage-loan interest	29,510	29,510	29,508	2
2015 Mack dump truck	22,617	22,617	156,403	(133,786)
Total debt retirement highway	135,262	135,262	268,311	(133,049)
<b>Other articles</b>				
Battered Women's Services	200	200	200	-
Central VT Council on Aging	950	950	950	-
Central VT Adult Basic Ed	1,200	1,200	1,200	-
Central VT Community Action	400	400	400	-
Central VT Home Health	3,500	3,500	3,500	-
Family Ctr. of Washington County	500	500	500	-
Good Beginnings of Central VT	300	300	300	-
Mad River Valley Sr. Citizens	1,000	1,000	1,000	-
Peoples Health & Wellness	500	500	700	(200)
Prevent Child Abuse VT	400	400	400	-
Retired Senior Volunteers	200	200	200	-
Sexual Assault Crisis	150	150	150	-
VT Assoc. for Blind & Visual Impaired	500	500	500	-
Washington Cty Youth Svcs	150	150	150	-
Waterbury Area Senior Center	2,500	2,500	2,500	-
Home Share Now Inc.	415	415	415	-
New Town Office	40,000	40,000	-	40,000
Total other articles	52,865	52,865	13,065	39,800
<b>Total expenditures</b>	1,081,667	1,081,667	1,389,084	(307,417)
<b>Excess of revenues or (expenditures)</b>	(211,352)	(211,352)	(483,346)	(271,994)
<b>Other financing sources (uses)</b>				
Proceeds of long term debt	-	-	103,626	103,626
Transfers in	-	-	52,578	52,578
Total other financing sources (uses)	-	-	156,204	156,204
<b>Net change in fund balances</b>	\$ (211,352)	\$ (211,352)	\$ (327,142)	\$ (115,790)

*See independent accountant's review report.*

**TOWN OF MORETOWN, VERMONT**  
**Balance Sheet - Modified Cash Basis - Other Governmental Funds**  
**December 31, 2014**

Schedule 2  
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	Capital Reserve Fund	Office Fund	Town Hall Fund	Recreation Fund	Preservation of Land Records Fund	Reappraisal Fund
<b>Assets</b>						
Cash and cash equivalents	\$ 38,225	\$ 85,594	\$ -	\$ -	\$ -	\$ -
Investments	121,835	-	-	-	-	-
Due from other funds	-	-	2,072	3,760	6,358	27,363
<b>Total assets</b>	<b>\$ <u>160,060</u></b>	<b>\$ <u>85,594</u></b>	<b>\$ <u>2,072</u></b>	<b>\$ <u>3,760</u></b>	<b>\$ <u>6,358</u></b>	<b>\$ <u>27,363</u></b>
<b>Liabilities and fund balances</b>						
<b>Liabilities:</b>						
Due to other funds	\$ -	\$ 3,162	\$ -	\$ -	\$ -	\$ -
<b>Total liabilities</b>	<b><u>-</u></b>	<b><u>3,162</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>-</u></b>
<b>Fund balances:</b>						
Restricted	-	-	-	-	6,358	27,363
Committed	160,060	-	-	3,760	-	-
Assigned	-	82,432	2,072	-	-	-
Unassigned	-	-	-	-	-	-
<b>Total fund balances</b>	<b><u>160,060</u></b>	<b><u>82,432</u></b>	<b><u>2,072</u></b>	<b><u>3,760</u></b>	<b><u>6,358</u></b>	<b><u>27,363</u></b>
<b>Total liabilities and fund balances</b>	<b>\$ <u>160,060</u></b>	<b>\$ <u>85,594</u></b>	<b>\$ <u>2,072</u></b>	<b>\$ <u>3,760</u></b>	<b>\$ <u>6,358</u></b>	<b>\$ <u>27,363</u></b>

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**TOWN OF MORETOWN, VERMONT**  
**Balance Sheet - Modified Cash Basis - Other Governmental Funds**  
**December 31, 2014**

Schedule 2  
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	Bridge & Culvert Fund	Cemetery Fund	Planning Grant Fund	Sidewalk Fund	Total Governmental Funds
<b>Assets</b>					
Cash and cash equivalents	\$ -	\$ 8,337	\$ -	\$ -	\$ 132,156
Investments	-	50,775	-	-	172,610
Due from other funds	<u>75,035</u>	<u>2,850</u>	-	-	<u>117,438</u>
Total assets	<u>\$ 75,035</u>	<u>\$ 61,962</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 422,204</u>
<b>Liabilities and fund balances</b>					
Liabilities:					
Due to other funds	\$ -	\$ -	\$ -	\$ 5,114	\$ 8,276
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,114</u>	<u>8,276</u>
Fund balances:					
Restricted	-	61,962	-	-	95,683
Committed	75,035	-	-	-	238,855
Assigned	-	-	-	-	84,504
Unassigned	<u>-</u>	<u>-</u>	<u>-</u>	<u>(5,114)</u>	<u>(5,114)</u>
Total fund balances	<u>75,035</u>	<u>61,962</u>	<u>-</u>	<u>(5,114)</u>	<u>413,928</u>
Total liabilities and fund balances	<u>\$ 75,035</u>	<u>\$ 61,962</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 422,204</u>

*See independent accountant's review report.*

**TOWN OF MORETOWN, VERMONT**  
**Schedule of Revenues, Expenditures and Changes**  
**in Fund Balances - Modified Cash Basis - Other Governmental Funds**  
**For the Year Ended December 31, 2014**

Schedule 3  
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	Capital Reserve Fund	Office Fund	Town Hall Fund	Recreation Fund	Preservation of Land Records Fund	Reappraisal Fund
<b>Revenues</b>						
Intergovernmental	\$ -	\$ 3,872	\$ -	\$ -	\$ -	\$ 8,895
Permits, licenses and fees	-	-	-	-	1,604	-
Investment income	272	49	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Donations	-	-	-	9	-	-
Total revenues	<u>272</u>	<u>3,921</u>	<u>-</u>	<u>9</u>	<u>1,604</u>	<u>8,895</u>
<b>Expenditures</b>						
General government	-	28,116	-	-	409	-
Highways	-	-	-	-	-	-
Cemetery	-	-	-	-	-	-
Total expenditures	<u>-</u>	<u>28,116</u>	<u>-</u>	<u>-</u>	<u>409</u>	<u>-</u>
Excess of revenues or or (expenditures)	<u>272</u>	<u>(24,195)</u>	<u>-</u>	<u>9</u>	<u>1,195</u>	<u>8,895</u>
<b>Other financing sources</b>						
Transfers out	<u>(30,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources	<u>(30,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(29,728)	(24,195)	-	9	1,195	8,895
Fund balances, beginning of year	<u>189,788</u>	<u>106,627</u>	<u>2,072</u>	<u>3,751</u>	<u>5,163</u>	<u>18,468</u>
Fund balances, end of year	\$ <u>160,060</u>	\$ <u>82,432</u>	\$ <u>2,072</u>	\$ <u>3,760</u>	\$ <u>6,358</u>	\$ <u>27,363</u>

*See independent accountant's review report.*

**TOWN OF MORETOWN, VERMONT**  
**Schedule of Revenues, Expenditures and Changes**  
**in Fund Balances - Modified Cash Basis - Other Governmental Funds**  
**For the Year Ended December 31, 2014**

Schedule 3  
(Page 2 of 2)

	Bridge & Culvert Fund	Cemetery Fund	Planning Grant Fund	Sidewalk Fund	Total Governmental Funds
<b>Revenues</b>					
Intergovernmental	\$ -	\$ -	\$ 7,596	\$ 891	\$ 21,254
Permits, licenses and fees	-	1,000	-	-	2,604
Investment income	-	1,606	-	-	1,927
Miscellaneous	-	870	-	-	870
Donations	-	-	-	-	9
Total revenues	-	3,476	7,596	891	26,664
<b>Expenditures</b>					
General government	-	-	-	-	28,525
Highways	-	-	7,596	6,005	13,601
Cemetery	-	344	-	-	344
Total expenditures	-	344	7,596	6,005	42,470
Excess of revenues or or (expenditures)	-	3,132	-	(5,114)	(15,806)
<b>Other financing sources</b>					
Transfers out	(22,578)	-	-	-	(52,578)
Total other financing sources	(22,578)	-	-	-	(52,578)
Net change in fund balances	(22,578)	3,132	-	(5,114)	(68,384)
Fund balances, beginning of year	97,613	58,830	-	-	482,312
Fund balances, end of year	\$ 75,035	\$ 61,962	\$ -	\$ (5,114)	\$ 413,928

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