

**TOWN OF MORETOWN, VERMONT**  
FINANCIAL STATEMENTS  
AND  
INDEPENDENT ACCOUNTANT'S REVIEW REPORT  
DECEMBER 31, 2015

**TOWN OF MORETOWN, VERMONT**

**DECEMBER 31, 2015**

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## INDEPENDENT ACCOUNTANT'S REVIEW REPORT

The Select Board  
Town of Moretown, VT

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, VT, as of and for the year ended December 31, 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. A review includes primarily applying analytical procedures to management's financial data and making inquiries of management. 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.

### Management's Responsibility for the Financial Statements

Management 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; this includes determining that the modified cash basis of accounting is an acceptable basis for the preparation of financial statements in the circumstances. Management is also responsible for 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.

### Accountant's Responsibility

Our responsibility is to conduct the review engagement in accordance with Statements on Standards for Accounting and Review Services issued by the Accounting and Review Services Committee of the American Institute of Certified Public Accountants. Those standards require us to perform procedures to obtain limited assurance as a basis for reporting whether we are aware of any material modifications that should be made to the financial statements for them to be in accordance with the modified cash basis of accounting. We believe that the results of our procedures prove a reasonable basis for our conclusion.

### Accountant's Conclusion

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.

### Other Information

Our review was conducted for the purpose of providing limited assurance on the financial statements that collectively comprise the Town of Moretown, VT'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.

The Select Board  
Town of Moretown, VT

**Basis of Accounting**

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared in accordance with the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our conclusion is not modified with respect to this matter.

*Pace & Hawley, LLC*

January 25, 2016  
Montpelier, VT

**TOWN OF MORETOWN, VERMONT**  
**Statement of Net Position - Modified Cash Basis**  
**December 31, 2015**

		Governmental Activities
<b>Assets</b>		
Cash and cash equivalents	\$	837,759
Investments		574,127
Due from employee		2,395
Total assets		1,414,281
 <b>Liabilities</b>		
Due to State of Vermont		37,388
Due to Delinquent Tax Collector		6,671
Line of credit		125,000
Total liabilities		169,059
 <b>Deferred inflows of resources</b>		
Prepaid property taxes		3,588
 <b>Net position</b>		
Restricted		252,170
Unrestricted		989,464
Total net position	\$	1,241,634

*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, 2015**

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Change in Net Position
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities
<b>Governmental activities</b>					
General government	\$ 644,476	\$ 34,611	\$ 163,588	\$ 166,744	\$ (279,533)
Highways and streets	529,856	683	83,239	31,414	(414,520)
Public safety	36,003	1,295	-	-	(34,708)
Culture and recreation	34,955	-	11,537	-	(23,418)
Cemetery	8,763	500	-	-	(8,263)
Debt service - principal	102,581	-	-	-	(102,581)
Debt service - interest	30,905	-	-	-	(30,905)
Total governmental activities	\$ <u>1,387,539</u>	\$ <u>37,089</u>	\$ <u>258,364</u>	\$ <u>198,158</u>	<u>(893,928)</u>
		<b>General revenues</b>			
					846,058
					7,735
					20,274
					16,696
					<u>890,763</u>
		<b>Other financing sources</b>			
					40,000
					36,835
					<u>1,204,799</u>
					\$ <u>1,241,634</u>

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

**TOWN OF MORETOWN, VERMONT**  
**Balance Sheet - Modified Cash Basis - Governmental Funds**  
**December 31, 2015**

	General Fund	Savings Reserve Fund	Town Office Fund	FEMA Fund	Other Governmental Funds	Total Governmental Funds
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
<b>Assets</b>						
Cash and cash equivalents	\$ 74,439	\$ 607,240	\$ 140,083	\$ -	\$ 15,997	\$ 837,759
Investments	-	522,416	-	-	51,711	574,127
Due from employee	2,395	-	-	-	-	2,395
Due from other funds	-	-	-	-	118,612	118,612
Total assets	<u>\$ 76,834</u>	<u>\$ 1,129,656</u>	<u>\$ 140,083</u>	<u>\$ -</u>	<u>\$ 186,320</u>	<u>\$ 1,532,893</u>
<b>Liabilities, deferred inflows of resources and fund balances</b>						
Liabilities:						
Due to State of Vermont	\$ 37,388	\$ -	\$ -	\$ -	\$ -	\$ 37,388
Due to Delinquent Tax Collector	6,671	-	-	-	-	6,671
Line of credit	125,000	-	-	-	-	125,000
Due to other funds	61,438	-	-	57,174	-	118,612
Total liabilities	<u>230,497</u>	<u>-</u>	<u>-</u>	<u>57,174</u>	<u>-</u>	<u>287,671</u>
Deferred inflows of resources:						
Prepaid property taxes	3,588	-	-	-	-	3,588
Fund balances:						
Restricted	-	-	140,083	-	112,087	252,170
Committed	-	1,129,656	-	-	75,357	1,205,013
Assigned	-	-	-	-	-	-
Unassigned	(157,251)	-	-	(57,174)	(1,124)	(215,549)
Total fund balances	<u>(157,251)</u>	<u>1,129,656</u>	<u>140,083</u>	<u>(57,174)</u>	<u>186,320</u>	<u>1,241,634</u>
Total liabilities, deferred inflows of resources and fund balances						
	<u>\$ 76,834</u>	<u>\$ 1,129,656</u>	<u>\$ 140,083</u>	<u>\$ -</u>	<u>\$ 186,320</u>	<u>\$ 1,532,893</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, 2015**

	General Fund	Savings Reserve Fund	Town Office Fund	FEMA Fund	Other Governmental Funds	Total Governmental Funds
<b>Revenues</b>						
Property taxes	846,058	\$ -	\$ -	\$ -	\$ -	\$ 846,058
Penalties and interest on delinquent taxes	7,735	-	-	-	-	7,735
Intergovernmental	210,968	-	166,744	-	41,914	419,626
Insurance proceeds	-	-	-	25,359	-	25,359
Permits, licenses and fees	36,588	-	-	-	500	37,088
Investment income	227	18,879	38	-	1,130	20,274
Donations	311	-	-	-	11,227	11,538
Other	16,696	-	-	-	-	16,696
Total revenues	<u>1,118,583</u>	<u>18,879</u>	<u>166,782</u>	<u>25,359</u>	<u>54,771</u>	<u>1,384,374</u>
<b>Expenditures</b>						
General government	466,229	3,974	-	24,583	559	495,345
Highways and streets	502,432	-	-	-	-	502,432
Public safety	36,003	-	-	-	-	36,003
Culture and recreation	29,568	-	-	-	5,387	34,955
Cemetery	8,018	-	-	-	745	8,763
Capital outlay	-	-	149,131	-	27,424	176,555
Debt service - principal	102,581	-	-	-	-	102,581
Debt service - interest	30,905	-	-	-	-	30,905
Total expenditures	<u>1,175,736</u>	<u>3,974</u>	<u>149,131</u>	<u>24,583</u>	<u>34,115</u>	<u>1,387,539</u>
Excess of revenues or (expenditures)	<u>(57,153)</u>	<u>14,905</u>	<u>17,651</u>	<u>776</u>	<u>20,656</u>	<u>(3,165)</u>
<b>Other financing sources (uses)</b>						
Proceeds from long-term debt	-	-	40,000	-	-	40,000
Transfers in (out)	165,832	-	-	-	(165,832)	-
Total other financing sources (uses)	<u>165,832</u>	<u>-</u>	<u>40,000</u>	<u>-</u>	<u>(165,832)</u>	<u>40,000</u>
Net change in fund balances	108,679	14,905	57,651	776	(145,176)	36,835
Fund balances, beginning of year	<u>(265,930)</u>	<u>1,114,751</u>	<u>82,432</u>	<u>(57,950)</u>	<u>331,496</u>	<u>1,204,799</u>
Fund balances, end of year	<u>(157,251)</u>	<u>\$ 1,129,656</u>	<u>\$ 140,083</u>	<u>\$ (57,174)</u>	<u>\$ 186,320</u>	<u>\$ 1,241,634</u>

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

**TOWN OF MORETOWN, VERMONT**  
**Statement of Fiduciary Net Position - Modified Cash Basis**  
**December 31, 2015**

		Private Purpose Trust Fund
		<u>Charles O'Davis Fund</u>
<b>Assets</b>		
Cash and cash equivalents	\$	10,903
Investments		<u>62,049</u>
Total assets		<u>72,952</u>
<b>Liabilities</b>		
		<u>-</u>
<b>Net position</b>		
Restricted for:		
Held in trust for individuals and organizations		<u>72,952</u>
Total net position	\$	<u><u>72,952</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, 2015**

	Private Purpose Trust Funds
	Charles O'Davis Fund
<b>Additions</b>	
Investment income	\$ <u>2,800</u>
<b>Deductions</b>	
Donations	<u>7,743</u>
Change in net position	(4,943)
Net position, beginning of year	<u>77,895</u>
Net position, end of year	\$ <u><u>72,952</u></u>

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

**TOWN OF MORETOWN, VERMONT**  
**Notes to Financial Statements**  
**December 31, 2015**

**1. Summary of significant accounting policies**

The Town of Moretown, VT (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.

Town Office Fund - This capital project fund accounts for the activity related to the construction of the new Town office in the village of Moretown.

**TOWN OF MORETOWN, VERMONT**  
**Notes to Financial Statements**  
**December 31, 2015**

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

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

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, 2015**

**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 accounts are expected to be eliminated in the normal course of operations. Interfund transfers represent flows of cash or goods from one fund to another without a requirement for repayment.

**TOWN OF MORETOWN, VERMONT**  
**Notes to Financial Statements**  
**December 31, 2015**

**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. At December 31, 2015, the Town reported cash and cash equivalents of \$848,662, which included \$10,903 of cash held in a trustee capacity and reported as fiduciary activities. As of December 31, 2015 the entire amount of the Town’s cash bank balance was insured by the FDIC.

As of December 31, 2015, the Town reported investments at cost value of \$636,176, which included \$62,049 held in a trustee capacity and reported as fiduciary activities. The Town’s investments were classified as follows:

<u>Investment</u>	<u>Cost Value</u>	<u>Market Value</u>
Certificates of deposit	\$ 113,760	\$ 113,760
Money market	34,923	34,923
Mutual funds & ETFs - alternatives	45,788	40,924
Mutual funds & ETFs - international equity	113,424	98,130
Mutual funds & ETFs - domestic equity	43,512	38,521
Mutual funds & ETFs - fixed income	<u>284,769</u>	<u>266,520</u>
	\$ <u>636,176</u>	\$ <u>592,778</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, 2015 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 \$522,416 investments in the Savings Reserve Fund, \$113,424 were invested in international equity mutual funds and international equity exchange traded funds (ETFs).

**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, 2015 were payable in one installment, due October 30, 2015. During the year ended December 31, 2015, the Town collected and distributed \$3,106,518 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, 2015**

**5. Short-term debt**

The Town utilizes short-term borrowing to coordinate cash flow needs. On January 2, 2015, the Town obtained a tax anticipation note which allowed for borrowing up to \$500,000 at an interest rate of 1.30% due December 31, 2015. On November 17, 2015, the Town obtained a current expense note to coordinate cash flow needs related to flood damage due to tropical storm Irene. This note allowed for borrowing up to \$125,000 at an interest rate of 2.20% due November 15, 2016.

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

Balance, beginning of year	\$	257,198
Additions		625,000
Retirements		<u>(757,198)</u>
Balance, ending of year	\$	<u>125,000</u>

Subsequent to year ending, on January 4, 2016 the Town obtained a tax anticipation note which allowed for borrowing up to \$500,000 at an interest rate of 1.45% due December 31, 2016.

**6. Long-term liabilities**

Long-term liabilities consisted of the following at December 31, 2015:

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		\$ 5,000
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		630,000
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		69,084
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		34,427
Note payable, Merchants Bank, Town office capital improvements, principal payments of \$8,000 and interest at a rate of 1.72% due annually each May through May 2020		<u>40,000</u>
	\$	<u>778,511</u>

**TOWN OF MORETOWN, VERMONT**  
**Notes to Financial Statements**  
**December 31, 2015**

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

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

	Balance January 1 <u>2015</u>	<u>Additions</u>	<u>Retirements</u>	Balance December 31, <u>2015</u>	Due Within <u>One Year</u>
Governmental activities					
Bonds payable	\$ 695,000	\$ -	\$ 60,000	635,000	\$ 50,000
Notes payable	<u>146,092</u>	<u>40,000</u>	<u>42,581</u>	<u>143,511</u>	<u>50,717</u>
	\$ <u>841,092</u>	\$ <u>40,000</u>	\$ <u>102,581</u>	\$ <u>778,511</u>	\$ <u>100,717</u>

Annual maturities of long-term liabilities are as follows:

Year ending December 31,	<u>Principal</u>	<u>Interest</u>
2016	\$ 100,717	\$ 30,145
2017	96,011	27,544
2018	61,769	25,031
2019	62,014	22,922
2020	53,000	20,725
2021-2025	225,000	74,265
2026-2029	<u>180,000</u>	<u>22,022</u>
	\$ <u>778,511</u>	\$ <u>222,654</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, VT 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 4.750% (4.875 % after 7/1/15) of gross wages and the Town contributes 5.375% (5.500% after 7/1/15) 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, 2015 was \$289,840, while covered payroll was \$209,676. The Town's contributions to VMERS for the year ending December 31, 2015, 2014, and 2013 were \$11,396, \$11,317, and \$10,104, respectively.

The Town has considered the requirements of GASB No 68, *Accounting and Financial Reporting for Pensions*, and has determined that the note disclosures associated with its proportionate share of VMERS are immaterial and therefore has not included those disclosures in these financial statements. In addition, as discussed in Note 1.C. the Town's financial statements are prepared on the modified cash basis of accounting and any potential net pension liability would not be recorded under this basis of accounting.

**TOWN OF MORETOWN, VERMONT**  
**Notes to Financial Statements**  
**December 31, 2015**

**8. Governmental fund equity**

As of December 31, 2015 governmental fund balances consisted of the following:

	General Fund	Savings Reserve Fund	Town Office Fund	FEMA Fund	Other Governmental Funds	Total Governmental Funds
Restricted for:						
Reappraisal	\$ -	\$ -	\$ -	\$ -	\$ 35,979	\$ 35,979
Town Office	-	-	140,083	-	-	140,083
Library	-	-	-	-	5,844	5,844
Preservation	-	-	-	-	7,683	7,683
Cemetery	-	-	-	-	62,581	62,581
	<u>-</u>	<u>-</u>	<u>140,083</u>	<u>-</u>	<u>112,087</u>	<u>252,170</u>
Committed to:						
Tax stabilization	-	1,129,656	-	-	-	1,129,656
Capital projects	-	-	-	-	322	322
Bridge and culvert	-	-	-	-	75,035	75,035
	<u>-</u>	<u>1,129,656</u>	<u>-</u>	<u>-</u>	<u>75,357</u>	<u>1,205,013</u>
Unassigned	(157,251)	-	-	(57,174)	(1,124)	(215,549)
Total fund balances	\$ <u>(157,251)</u>	\$ <u>1,129,656</u>	\$ <u>140,083</u>	\$ <u>(57,174)</u>	\$ <u>186,320</u>	\$ <u>1,241,634</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 2015 and accordingly the Town did not receive any landfill host fees for the year ending December 31, 2015. 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.

**11. Interfund balances**

Interfund receivable and payables balances at December 31, 2015 were as follows:

	Interfund Receivables	Interfund Payables
Governmental activities		
General Fund	\$ -	\$ 61,438
FEMA Fund	-	57,174
Other Governmental Funds	<u>118,612</u>	<u>-</u>
	\$ <u>118,612</u>	\$ <u>118,612</u>

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

**TOWN OF MORETOWN, VERMONT**  
**Notes to Financial Statements**  
**December 31, 2015**

**12. Interfund transfers**

Interfund transfers for the year ended December 31, 2015 consisted of the following:

	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$ 165,832	\$ -
Other Governmental Funds	-	165,832
	\$ 165,832	\$ 165,832

The \$160,000 transfer from the Capital Reserve Fund to the General Fund was to pay for unexpected capital highway repairs to the Moretown Mountain Road which were recorded as expenditures in the General Fund. The remaining transfer of \$5,832 from the other government funds to the General Fund was to eliminate the Town Hall Fund and Recreation Fund and record those activities in the General Fund.

**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, 2015, General Fund expenditures exceeded appropriations by \$94,505. This is primarily due to costs for an unbudgeted hazardous mitigation grant of \$88,820 which was offset by an equal amount of unbudgeted grant revenue. Additionally, the Town had unbudgeted costs for repairs to the Moretown Mountain Road which were paid for by a transfer from the Capital Reserve Fund.

**15. Deficit fund balance**

The Town anticipates eliminating the December 31, 2015 fund deficit in the FEMA Fund of \$57,174 by receiving additional reimbursement funds from FEMA. The Town anticipates eliminating the December 31, 2015 fund deficit in the Sidewalk Fund of \$1,124 by receiving additional grant funds.

**16. Commitments**

During the year ending December 31, 2015, the Town entered into a contractual agreement in the amount of \$742,905, subject to additions and deductions as provided in the contract documents, for construction of the new Town office located in the village of Moretown.

**TOWN OF MORETOWN, VERMONT**  
**Schedule of Revenues and Expenditures - Budget and Actual**  
**Budgetary Basis - General Fund**  
**For the Year Ended December 31, 2015**

Schedule 1  
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	Original Budget	Final Budget	Actual Budgetary Basis	Variance Favorable (Unfavorable)
<b>Revenues</b>				
Property taxes	\$ 931,560	\$ 931,560	\$ 846,058	\$ (85,502)
Interest on delinquent taxes	-	-	7,735	7,735
Intergovernmental	296,749	296,749	210,968	(85,781)
Permits, licenses and fees	28,500	28,500	36,588	8,088
Investment income	1,593	1,593	227	(1,366)
Donations	-	-	311	311
Other	3,000	3,000	16,696	13,696
Total revenues	1,261,402	1,261,402	1,118,583	(142,819)
<b>Expenditures</b>				
Town Office				
Custodial services	250	250	1,092	(842)
Equipment maintenance	2,500	2,500	2,785	(285)
Equipment lease-copier	2,200	2,200	2,134	66
Telephone	2,500	2,500	2,586	(86)
Online access	-	-	48	(48)
Postage	2,500	2,500	1,631	869
Land records book	1,000	1,000	1,853	(853)
Supplies	3,500	3,500	3,503	(3)
Electricity	-	-	68	(68)
Equipment purchase	6,900	6,900	4,943	1,957
2011 flood building/misc	-	-	2,870	(2,870)
Total Town Office	21,350	21,350	23,513	(2,163)
Town Hall				
Custodial wages	1,000	1,000	1,000	-
FICA/Medicare	75	75	77	(2)
Building maintenance	1,500	1,500	2,553	(1,053)
Telephone	500	500	692	(192)
Supplies	250	250	702	(452)
Electricity	750	750	657	93
Heating fuel	3,000	3,000	3,107	(107)
Debt retirement-capital improvement	7,899	7,899	7,899	-
Debt retirement-interest	1,503	1,503	1,503	-
Total Town Hall	16,477	16,477	18,190	(1,713)
Library				
Librarian pay	10,549	10,549	9,689	860
Assistant Librarian pay	4,426	4,426	4,043	383
FICA/Medicare	1,115	1,115	1,051	64
Rental port-o-let	1,140	1,140	1,236	(96)
Building maintenance	200	200	71	129
Equipment/maintenance	180	180	145	35
Telephone	1,100	1,100	1,062	38
Training/mileage	200	200	176	24
<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, 2015**

Schedule 1  
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	Original Budget	Final Budget	Actual Budgetary Basis	Variance Favorable (Unfavorable)
<i>continued</i>				
Memberships	350	350	350	-
Supplies	300	300	220	80
Postage	275	275	362	(87)
Electricity	575	575	388	187
Heating fuel	1,320	1,320	667	653
Books, periodicals, etc.	2,500	2,500	2,758	(258)
Resource sharing grant	-	-	100	(100)
Programming	100	100	168	(68)
Total Library	24,330	24,330	22,486	1,844
<b>Town Meeting</b>				
Election officials pay	1,000	1,000	1,189	(189)
FICA/Medicare	90	90	135	(45)
Printing and publications	2,300	2,300	2,857	(557)
Meals	100	100	60	40
Total Town Meeting	3,490	3,490	4,241	(751)
<b>Town Reports</b>				
Postage/labeling	400	400	1,090	(690)
Printing	2,900	2,900	2,389	511
Total Town Reports	3,300	3,300	3,479	(179)
<b>General town expenses</b>				
Miscellaneous	1,200	1,200	2,615	(1,415)
Unemployment	638	638	1,802	(1,164)
Legal - Select Board	-	-	570	(570)
Legal - tax sales	-	-	1,253	(1,253)
General legal	5,000	5,000	9,114	(4,114)
Washington County tax	16,460	16,460	16,398	62
Liability - workers compensation	50,167	50,167	50,821	(654)
Website	900	900	320	580
FICA/Medicare	400	400	45	355
Health Reimbursement Account	8,750	8,750	8,692	58
Street flags	500	500	419	81
Disaster recovery - NEMRC	600	600	-	600
HMGPMC Wetzell	-	-	88,820	(88,820)
Street lights	4,000	4,000	3,808	192
Flood expense LOC - interest	2,500	2,500	4,386	(1,886)
Tax anticipation note - interest	500	500	4,360	(3,860)
Total general town expenses	91,615	91,615	193,423	(101,808)
<b>Memberships</b>				
Montpelier ambulance	11,870	11,870	11,870	-
CVEDC dues	800	800	800	-
Central VT regional plan	1,850	1,850	1,824	26
VLCT dues	2,700	2,700	2,749	(49)
<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, 2015**

Schedule 1  
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	Original Budget	Final Budget	Actual Budgetary Basis	Variance Favorable (Unfavorable)
<i>continued</i>				
MRRM Alliance	5,000	5,000	6,632	(1,632)
Northern VT Resource	100	100	100	-
Total memberships	<u>22,320</u>	<u>22,320</u>	<u>23,975</u>	<u>(1,655)</u>
Tax Collector				
FICA/Medicare	750	750	1,551	(801)
Supplies	250	250	250	-
Total Tax Collector	<u>1,000</u>	<u>1,000</u>	<u>1,801</u>	<u>(801)</u>
Constables				
Constable pay	300	300	250	50
FICA/Medicare	50	50	-	50
Total Constables	<u>350</u>	<u>350</u>	<u>250</u>	<u>100</u>
Health Officer	50	50	-	50
Animal control				
Animal Control Officer pay	1,000	1,000	1,000	-
FICA/Medicare	75	75	77	(2)
Expenses	300	300	80	220
Mileage	100	100	29	71
Total animal control	<u>1,475</u>	<u>1,475</u>	<u>1,186</u>	<u>289</u>
Auditors				
Auditor's pay	1,000	1,000	969	31
FICA/Medicare	70	70	74	(4)
CPA/bookkeeping services	5,500	5,500	4,750	750
Supplies	50	50	85	(35)
Total auditors	<u>6,620</u>	<u>6,620</u>	<u>5,878</u>	<u>742</u>
Listers				
Consultant pay	7,800	7,800	7,800	-
Listers pay	4,800	4,800	2,820	1,980
FICA/Medicare	384	384	202	182
FICA/Medicare-consultant	30	30	21	9
Update tax maps	20,000	20,000	4,100	15,900
Postage	100	100	106	(6)
Mileage	200	200	94	106
Supplies	750	750	1,508	(758)
Total listers	<u>34,064</u>	<u>34,064</u>	<u>16,651</u>	<u>17,413</u>
Tax appeals				
Legal services	75	75	-	75
Mileage	100	100	-	100
Total tax appeals	<u>175</u>	<u>175</u>	<u>-</u>	<u>175</u>
Zoning Administrator				
Zoning Administrator pay	23,000	23,000	14,138	8,862
<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, 2015**

Schedule 1  
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	Original Budget	Final Budget	Actual Budgetary Basis	Variance Favorable (Unfavorable)
<i>continued</i>				
FICA/Medicare	2,000	2,000	1,082	918
Supplies/printing	500	500	123	377
Expenses - 911 Coordinator	-	-	158	(158)
Total Zoning Administrator	25,500	25,500	15,501	9,999
<b>Planning Commission</b>				
Postage	50	50	-	50
Printing/advertising	300	300	95	205
Supplies	50	50	60	(10)
Planning grant/Town share	-	-	426	(426)
Total Planning Commission	400	400	581	(181)
<b>Development Review Board</b>				
Secretary pay	-	-	419	(419)
FICA/Medicare	-	-	32	(32)
Postage	-	-	24	(24)
Printing/advertisement	1,000	1,000	757	243
Supplies	-	-	40	(40)
Total Development Review Board	1,000	1,000	1,272	(272)
<b>Cemeteries</b>				
Contracted mowing	7,750	7,750	7,972	(222)
Maintenance	500	500	-	500
Administrative expenses	200	200	-	200
Supplies	100	100	46	54
Cleaning stones	800	800	-	800
Total cemeteries	9,350	9,350	8,018	1,332
<b>Town Clerk</b>				
Town Clerk pay	34,095	34,095	34,150	(55)
Health insurance	11,235	11,235	10,786	449
FICA/Medicare - Town Clerk	2,650	2,650	2,559	91
Municipal retirement	1,833	1,833	2,321	(488)
Expenses - Town Clerk	300	300	48	252
Dog licenses	1,300	1,300	64	1,236
Marriage licenses	250	250	105	145
Assistant Town Clerk	11,993	11,993	12,001	(8)
FICA/Medicare-Asst. Town Clerk	850	850	902	(52)
Total Town Clerk	64,506	64,506	62,936	1,570
<b>Town Treasurer</b>				
Town Treasurer pay	8,524	8,524	8,538	(14)
FICA/Medicare - Town Treasurer	700	700	640	60
Municipal retirement	458	458	-	458
Expenses - Treasurer	500	500	248	252
Training/membership	300	300	90	210
<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, 2015**

Schedule 1  
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	Original Budget	Final Budget	Actual Budgetary Basis	Variance Favorable (Unfavorable)
<i>continued</i>				
Assistant Town Treasurer	7,462	7,462	7,541	(79)
FICA/Medicare - Asst. Town Treasurer	600	600	568	32
Total Town Treasurer	<u>18,544</u>	<u>18,544</u>	<u>17,625</u>	<u>919</u>
Select Board				
Select Board pay	2,500	2,500	2,500	-
FICA/Medicare - Select Board	200	200	163	37
Postage	50	50	-	50
Supplies	250	250	226	24
Town Administrator	43,619	43,619	43,926	(307)
Health insurance/HSA's	11,235	11,235	10,786	449
Disability insurance - SBA's	500	500	407	93
FICA/Medicare - Select Board Clerk	3,200	3,200	3,351	(151)
Municipal retirement	2,500	2,500	2,450	50
Total Select Board	<u>64,054</u>	<u>64,054</u>	<u>63,809</u>	<u>245</u>
Fire department				
Stipend	4,500	4,500	4,500	-
Dispatching service	12,000	12,000	7,405	4,595
Building maintenance	1,500	1,500	560	940
Telephone	1,200	1,200	1,578	(378)
Supplies	500	500	475	25
Electricity	800	800	851	(51)
Heating fuel	3,000	3,000	2,908	92
Total fire department	<u>23,500</u>	<u>23,500</u>	<u>18,277</u>	<u>5,223</u>
Fire equipment				
Radio repairs/maintenance	1,000	1,000	-	1,000
Supplies/expenses	7,000	7,000	2,844	4,156
Gas/diesel	300	300	47	253
AFG grant	-	-	123	(123)
Total fire equipment	<u>8,300</u>	<u>8,300</u>	<u>3,014</u>	<u>5,286</u>
Firemen				
Training	500	500	-	500
Expenses	400	400	-	400
Mileage	200	200	-	200
Total firemen	<u>1,100</u>	<u>1,100</u>	<u>-</u>	<u>1,100</u>
Fire vehicles				
Maintenance and repairs	7,000	7,000	7,404	(404)
Vehicle supplies	-	-	18	(18)
Total fire vehicles	<u>7,000</u>	<u>7,000</u>	<u>7,422</u>	<u>(422)</u>
Fire Warden	250	250	250	-
Fire contracted services				
<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, 2015**

Schedule 1  
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	Original Budget	Final Budget	Actual Budgetary Basis	Variance Favorable (Unfavorable)
<i>continued</i>				
Mutual aid	-	-	3,102	(3,102)
Waterbury	2,500	2,500	2,500	-
Total fire contracted services	2,500	2,500	5,602	(3,102)
Debt retirement - fire				
Muni bond '04	15,000	15,000	15,000	-
Muni bond '04 - interest	886	886	575	311
Total debt retirement - fire	15,886	15,886	15,575	311
Highways				
Highway crew pay	130,225	130,225	123,968	6,257
Health insurance	23,095	23,095	25,688	(2,593)
Disability insurance	500	500	366	134
FICA Medicare	9,802	9,802	9,343	459
Municipal retirement	6,900	6,900	6,625	275
Uniforms	2,100	2,100	2,239	(139)
Misc. expense/mileage	500	500	1,809	(1,309)
Total highways	173,122	173,122	170,038	3,084
Highway contract services				
Sidewalk maintenance	2,500	2,500	-	2,500
Blasting	2,500	2,500	-	2,500
Highway surveys	1,000	1,000	-	1,000
Road Commissioner pay	2,500	2,500	-	2,500
Road crew - mileage	-	-	28	(28)
Total highway contract services	8,500	8,500	28	8,472
Highway work				
Highway work	29,000	29,000	102,062	(73,062)
Cemetery Road TH 28	-	-	193	(193)
River Road	-	-	2,456	(2,456)
South Hill Road	-	-	210	(210)
Ward Brook Road	-	-	1,064	(1,064)
Mountain Road	-	-	746	(746)
Farnham Road	-	-	171	(171)
Moretown Common Road	-	-	651	(651)
Herring Brook Road	-	-	193	(193)
Howes Road	-	-	336	(336)
Pony Farm Road	-	-	565	(565)
Stevens Brook Road	-	-	177	(177)
Williams Road	-	-	385	(385)
Total highway work	29,000	29,000	109,209	(80,209)
Highway supplies				
Signs	1,500	1,500	499	1,001
Chloride	10,000	10,000	8,246	1,754
<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, 2015**

Schedule 1  
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	Original Budget	Final Budget	Actual Budgetary Basis	Variance Favorable (Unfavorable)
<i>continued</i>				
Class IV road maintenance/supplies	1,000	1,000	2,682	(1,682)
Gravel	32,500	32,500	23,689	8,811
Other: hay, seed	1,000	1,000	1,035	(35)
Salt	4,500	4,500	3,174	1,326
Sand	57,500	57,500	55,343	2,157
Stone	3,000	3,000	3,596	(596)
Culverts	15,000	15,000	10,188	4,812
2011 Flood highway Irene	-	-	390	(390)
Total highway supplies	<u>126,000</u>	<u>126,000</u>	<u>108,842</u>	<u>17,158</u>
Town garage				
Trash removal	1,000	1,000	-	1,000
Building maintenance	2,000	2,000	889	1,111
Repairs/maintenance	-	-	2,404	(2,404)
Telephone	1,500	1,500	1,797	(297)
Supplies	3,000	3,000	2,478	522
Welding	500	500	523	(23)
Electricity	1,500	1,500	1,452	48
Propane	-	-	290	(290)
Heating fuel	8,000	8,000	4,825	3,175
Total town garage	<u>17,500</u>	<u>17,500</u>	<u>14,658</u>	<u>2,842</u>
Highway vehicles & equipment				
2001 International	3,000	3,000	744	2,256
2015 Mack	1,000	1,000	1,260	(260)
2007 International	3,000	3,000	12,723	(9,723)
2011 Chevy truck	200	200	1,199	(999)
All trucks	500	500	576	(76)
Grader	3,000	3,000	348	2,652
Loader	1,000	1,000	3,496	(2,496)
Excavator	3,500	3,500	435	3,065
JD-sidewalk tractor	500	500	404	96
All equipment	500	500	399	101
Chains	2,000	2,000	3,497	(1,497)
Tires	6,000	6,000	9,103	(3,103)
2012 Mack truck	3,000	3,000	7,733	(4,733)
Wear items	6,000	6,000	7,471	(1,471)
Accident repairs	-	-	485	(485)
Miscellaneous equipment	-	-	355	(355)
Gas, diesel, oil	54,500	54,500	41,411	13,089
Total highway vehicles & equipment	<u>87,700</u>	<u>87,700</u>	<u>91,639</u>	<u>(3,939)</u>
Highway equipment & tools				
Wrecker charge	1,000	1,000	1,168	(168)
Mowing roadsides	6,000	6,000	5,600	400
Maintenance	500	500	-	500
<i>continued</i>				

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	Original Budget	Final Budget	Actual Budgetary Basis	Variance Favorable (Unfavorable)
<i>continued</i>				
Rentals & leases	500	500	369	131
Supplies	1,500	1,500	801	699
Purchases	-	-	80	(80)
Radio equipment	500	500	-	500
Total highway equip	10,000	10,000	8,018	1,982
Debt retirement highway				
Town Garage - principal	45,000	45,000	45,000	-
Town Garage - interest	28,316	28,316	28,316	-
2015 Mack dump truck - principal	34,542	34,542	34,542	-
2015 Mack dump truck - interest	651	651	651	-
Total debt retirement highway	108,509	108,509	108,509	-
Other articles				
Battered Women's Services	200	200	200	-
Central VT Council on Aging	1,100	1,100	1,100	-
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	-
Green Mtn Transit Agency	945	945	945	-
Mad River Valley Sr. Citizens	1,000	1,000	1,000	-
Our House of Central VT	250	250	250	-
Peoples Health & Wellness	1,400	1,400	1,400	-
Prevent Child Abuse VT	400	400	400	-
Retired Senior Volunteers	200	200	200	-
Sexual Assault Crisis	150	150	150	-
Montpelier Senior Center	300	300	300	-
VT Assoc. for Blind & Visual Impaired	500	500	500	-
Washington Cty Youth Svcs	150	150	150	-
Waterbury Area Senior Center	4,999	4,999	4,999	-
Town events	1,000	1,000	266	734
Home Share Now Inc.	400	400	400	-
Highway/Town share	28,000	28,000	28	27,972
Sidewalk/Town share	5,000	5,000	4,071	929
Couples field	500	500	500	-
Deeryard/Sidewalk	-	-	7,081	(7,081)
Total other articles	52,394	52,394	29,840	22,554
Total expenditures	1,081,231	1,081,231	1,175,736	(94,505)
Excess of revenues or (expenditures)	180,171	180,171	(57,153)	(237,324)
<b>Other financing sources (uses)</b>				
Transfers in	150,000	150,000	165,832	15,832
Net change in fund balances	\$ 330,171	\$ 330,171	\$ 108,679	\$ (221,492)

*See independent accountant's review report.*

**TOWN OF MORETOWN, VERMONT**  
**Balance Sheet - Modified Cash Basis - Other Governmental Funds**  
**December 31, 2015**

Schedule 2  
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	Capital Reserve Fund	Library Fund	Town Hall Fund	Recreation Fund	Preservation of Land Records Fund	Reappraisal Fund
<b>Assets</b>						
Cash and cash equivalents	\$ 244	\$ 4,805	\$ -	\$ -	\$ -	\$ -
Investments	78	-	-	-	-	-
Due from other funds	-	1,039	-	-	7,683	35,979
Total assets	\$ 322	\$ 5,844	\$ -	\$ -	\$ 7,683	\$ 35,979
<b>Liabilities and fund balances</b>						
Liabilities:						
Due to other funds	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Fund balances:						
Restricted	-	5,844	-	-	7,683	35,979
Committed	322	-	-	-	-	-
Assigned	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-
Total fund balances	322	5,844	-	-	7,683	35,979
Total liabilities and fund balances	\$ 322	\$ 5,844	\$ -	\$ -	\$ 7,683	\$ 35,979

*See independent accountant's review report.*

**TOWN OF MORETOWN, VERMONT**  
**Balance Sheet - Modified Cash Basis - Other Governmental Funds**  
**December 31, 2015**

Schedule 2  
(Page 2 of 2)

	Bridge & Culvert Fund	Cemetery Fund	Planning Grant Fund	Sidewalk Fund	Total Governmental Funds
<b>Assets</b>					
Cash and cash equivalents	\$ -	\$ 10,948	\$ -	\$ -	\$ 15,997
Investments	-	51,633	-	-	51,711
Due from other funds	<u>75,035</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>119,736</u>
<b>Total assets</b>	<b>\$ <u>75,035</u></b>	<b>\$ <u>62,581</u></b>	<b>\$ <u>-</u></b>	<b>\$ <u>-</u></b>	<b>\$ <u>187,444</u></b>
<b>Liabilities and fund balances</b>					
Liabilities:					
Due to other funds	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>1,124</u>	\$ <u>1,124</u>
Fund balances:					
Restricted	-	62,581	-	-	112,087
Committed	75,035	-	-	-	75,357
Assigned	-	-	-	-	-
Unassigned	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,124)</u>	<u>(1,124)</u>
<b>Total fund balances</b>	<b><u>75,035</u></b>	<b><u>62,581</u></b>	<b><u>-</u></b>	<b><u>(1,124)</u></b>	<b><u>186,320</u></b>
<b>Total liabilities and     fund balances</b>	<b>\$ <u>75,035</u></b>	<b>\$ <u>62,581</u></b>	<b>\$ <u>-</u></b>	<b>\$ <u>-</u></b>	<b>\$ <u>187,444</u></b>

*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, 2015**

Schedule 3  
(Page 1 of 2)

	Capital Reserve Fund	Library Fund	Town Hall Fund	Recreation Fund	Preservation of Land Records Fund	Reappraisal Fund
<b>Revenues</b>						
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ 1,884	\$ 8,616
Permits, licenses and fees	-	-	-	-	-	-
Investment income	262	4	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Donations	-	11,227	-	-	-	-
Total revenues	<u>262</u>	<u>11,231</u>	<u>-</u>	<u>-</u>	<u>1,884</u>	<u>8,616</u>
<b>Expenditures</b>						
General government	-	-	-	-	559	-
Cemetery	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Culture and recreation	-	5,387	-	-	-	-
Total expenditures	<u>-</u>	<u>5,387</u>	<u>-</u>	<u>-</u>	<u>559</u>	<u>-</u>
Excess of revenues or or (expenditures)	<u>262</u>	<u>5,844</u>	<u>-</u>	<u>-</u>	<u>1,325</u>	<u>8,616</u>
<b>Other financing sources</b>						
Transfers (out)	<u>(160,000)</u>	<u>-</u>	<u>(2,072)</u>	<u>(3,760)</u>	<u>-</u>	<u>-</u>
Net change in fund balance	(159,738)	5,844	(2,072)	(3,760)	1,325	8,616
Fund balances, beginning of year	<u>160,060</u>	<u>-</u>	<u>2,072</u>	<u>3,760</u>	<u>6,358</u>	<u>27,363</u>
Fund balances, end of year	\$ <u>322</u>	\$ <u>5,844</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>7,683</u>	\$ <u>35,979</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, 2015**

Schedule 3  
(Page 2 of 2)

	Bridge & Culvert Fund	Cemetery Fund	Planning Grant Fund	Sidewalk Fund	Total Governmental Funds
<b>Revenues</b>					
Intergovernmental	\$ -	\$ -	\$ -	\$ 31,414	\$ 41,914
Permits, licenses and fees	-	500	-	-	500
Investment income	-	864	-	-	1,130
Miscellaneous	-	-	-	-	-
Donations	-	-	-	-	11,227
Total revenues	<u>-</u>	<u>1,364</u>	<u>-</u>	<u>31,414</u>	<u>54,771</u>
<b>Expenditures</b>					
General government	-	-	-	-	559
Cemetery	-	745	-	-	745
Capital outlay	-	-	-	27,424	27,424
Culture and recreation	-	-	-	-	5,387
Total expenditures	<u>-</u>	<u>745</u>	<u>-</u>	<u>27,424</u>	<u>34,115</u>
Excess of revenues or or (expenditures)	<u>-</u>	<u>619</u>	<u>-</u>	<u>3,990</u>	<u>20,656</u>
<b>Other financing sources</b>					
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(165,832)</u>
Net change in fund balances	-	619	-	3,990	(145,176)
Fund balances, beginning of year	<u>75,035</u>	<u>61,962</u>	<u>-</u>	<u>(5,114)</u>	<u>331,496</u>
Fund balances, end of year	\$ <u>75,035</u>	\$ <u>62,581</u>	\$ <u>-</u>	\$ <u>(1,124)</u>	\$ <u>186,320</u>

*See independent accountant's review report.*