

Preliminary Official Statement Dated June 14, 2018

NEW ISSUE: Book-Entry-Only

RATINGS: (See "Ratings" herein)

In the opinion of Bond Counsel, based on existing statutes and court decisions and assuming the material accuracy of representations and continuing compliance by the Town with certain covenants and procedures relating to requirements of the Internal Revenue Code of 1986, as amended (the "Code"), interest on the Bonds and the Lot A Notes is excludable from gross income of the owners thereof for purposes of Federal income taxation pursuant to Section 103 of the Code, and is not a specific preference item for purposes of the Federal alternative minimum tax. In the opinion of Bond Counsel, based on existing statutes, interest on the Bonds and the Lot A Notes is excluded from taxable income for purposes of the Connecticut income tax on individuals, trusts and estates, and is excluded from amounts on which the net Connecticut minimum tax is based in the case of individuals, trusts and estates required to pay the Federal alternative minimum tax. See Appendix B – "Form of Opinions of Bond Counsel and Tax Exemption – The Bonds and the Lot A Notes" herein.

In the opinion of Bond Counsel, based on existing statutes, interest on the Lot B Notes is **included** in the gross income of the owners thereof for purposes of Federal income taxation, is **excluded** from Connecticut taxable income for purposes of the Connecticut income tax on individuals, trusts and estates; and is **excluded** from amounts on which the net Connecticut minimum tax is based in the case of individuals, trusts and estates required to pay the Federal alternative minimum tax (See Appendix C, "Form of Opinion of Bond Counsel and Taxation – Lot B Notes").

Town of Woodbridge, Connecticut **\$2,100,000** **General Obligation Bonds, Issue of 2018** **(Bank Qualified)**

Dated: Date of Delivery

Due: Serially, July 15, 2019-2028
As detailed inside the front cover.

Interest on the Bonds will be payable on January 15, 2019 and semiannually thereafter on January 15 and July 15 in each year until maturity.

The Bonds are subject to redemption prior to maturity as more fully described under "Optional Redemption" herein.

Electronic bids via PARITY® for the Bonds will be received until 11:30 A.M. (E.D.T.) on Thursday, June 21, 2018, at Phoenix Advisors, LLC, 53 River Street, Suite #1, Milford, Connecticut 06460.

Lot A: \$380,000 **Tax Exempt General Obligation Bond Anticipation Notes** **(Bank Qualified)** **and** **Lot B: \$4,550,000** **Taxable General Obligation Bond Anticipation Notes** **(Not Bank Qualified)**

Dated: July 19, 2018

Due: July 18, 2019

Principal and interest on the Lot A Tax-Exempt Notes and the Lot B Taxable Notes (collectively the "Notes") will be payable at maturity.

The Bonds and the Notes are being offered for sale and will bear interest at such rate or rates per annum as are specified by the successful bidder or bidders in accordance with the Notice of Sale, dated June 14, 2018.

The Bonds and the Notes will be issued by means of a book-entry-only system and registered in the name of Cede & Co., as nominee for the Depository Trust Company ("DTC"), New York, New York. The Beneficial Owners of the Bonds and the Notes will not receive certificates representing their ownership interest in the Bonds and the Notes. Principal of, redemption premium, if any, and interest on the Bonds and the Notes will be payable by the Town or its agent to DTC or its nominee as registered owner of the Bonds and the Notes. Ownership of the Bonds and the Notes may be in principal amounts of \$5,000 or integral multiples thereof. So long as Cede & Co. is the Bondowner, as nominee for DTC, reference herein to the Bondowner or owners shall mean Cede & Co., aforesaid, and shall not mean the Beneficial Owners (as described herein) of the Bonds and the Notes. (See "Book-Entry-Only Transfer System" herein.)

Sealed proposals and electronic bids via PARITY® for the Lot A Tax Exempt Notes will be received until 12:00 o'clock noon and for the Lot B Taxable Notes until 12:30 P.M. (E.D.T.) on Thursday, June 21, 2018, at the offices of Phoenix Advisors, LLC, 53 River Street, Suite #1, Milford, Connecticut 06460. In order to assist bidders Phoenix Advisors, LLC, will transcribe, onto Notice of Sale Bid forms, proposals communicated over the telephone, at (203) 878-4945, provided they are communicated in time and manner for written submission in accordance with the Notice of Sale.

The Bonds and the Notes will be general obligations of the Town of Woodbridge, Connecticut, (the "Town"), and the Town will pledge its full faith and credit to pay the principal and interest on the Bonds and the Notes when due. (See "Security and Remedies" herein.)

The Bonds and the Notes are offered for delivery when, as and if issued, subject to the approving opinion of Joseph Fasi LLC, Bond Counsel of Hartford, Connecticut. It is expected that delivery of the Bonds and the Notes in book-entry-only form will be made to DTC or its agent via "FAST" on or about July 19, 2018. The Registrar, Transfer Agent, Certifying Agent, and Paying Agent will be U.S. Bank National Association.



Town of Woodbridge, Connecticut

\$2,100,000

General Obligation Bonds, Issue of 2018

Due: July 15 as follows:

Year	Principal	Coupon	Yield	CUSIP	Year	Principal	Coupon	Yield	CUSIP
2019	\$ 210,000	__%	__%	978828__	2024	\$ 210,000	__%	__%	978828__
2020	210,000	__%	__%	978828__	2025	210,000	__%	__%	978828__
2021	210,000	__%	__%	978828__	2026	210,000	__%	__%	978828__
2022	210,000	__%	__%	978828__	2027	210,000	__%	__%	978828__
2023	210,000	__%	__%	978828__	2028	210,000	__%	__%	978828__

Lot A: \$380,000

Tax Exempt General Obligation Bond Anticipation Notes

Dated: July 19, 2018

Rate: __%

Underwriter: tbd

Due: July 18, 2019

Yield: __%

CUSIP: 978828__

Lot B: \$4,550,000

Taxable General Obligation Bond Anticipation Notes

Dated: July 19, 2018

Rate: __%

Underwriter: tbd

Due: July 18, 2019

Yield: __%

CUSIP: 978828__

Information regarding reoffering price or yields, if any, is provided by and solely the responsibility of the winning bidder or bidders.

No dealer, broker, salesman or other person has been authorized by the Town to give any information or to make any representations, other than those contained in this Official Statement or any supplement which may be issued hereto, and if given or made, such other information or representations must not be relied upon as having been authorized by the Town. This Official Statement does not constitute an offer to sell or the solicitation of an offer to buy, nor shall there be any sale of the Bonds or Notes by any person in any jurisdiction in which it is unlawful for such person to make such offer, solicitation or sale.

This Official Statement, including the cover page, inside cover and appendices, is provided only in connection with the initial offering and sale of the Bonds and the Notes to present certain financial and supplemental economic and demographic data relevant to the Town of Woodbridge, Connecticut and may not be reproduced or used in whole or in part for any other purpose. The information, estimates and expressions of opinion in this Official Statement are subject to change without notice. Neither the delivery of this Official Statement nor any sale of the Bonds or the Notes shall, under any circumstances, create any implication that there has been no material change in the affairs of the Town since the date of this Official Statement.

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Bond Issue Summary

The information in this Bond Issue Summary and the front cover page is qualified in its entirety by the detailed information and financial statements appearing elsewhere in this Official Statement. This Official Statement speaks only as of its date and the information herein is subject to change.

Date of Sale:	Thursday, June 21, 2018 at 11:30 A.M. (E.D.T).
Location of Sale:	The offices of Phoenix Advisors, LLC, 53 River Street, Suite #1, Milford, Connecticut 06460. Telephone: (203) 878-4945.
Issuer:	Town of Woodbridge, Connecticut (the "Town").
Issue:	\$2,100,000 General Obligation Bonds, Issue of 2018 (the "Bonds").
Dated Date:	July 19, 2018.
Interest Due:	Interest due January 15, 2019 and semiannually thereafter on January 15 and July 15 in each year until maturity.
Principal Due:	Principal due serially, July 15, 2019 through July 15, 2028 as detailed in this Official Statement.
Authorization and Purpose:	The proceeds of the Bonds will finance town-wide radio communication improvements.
Redemption:	The Bonds are subject to redemption prior to maturity, as herein provided.
Security and Remedies:	The Bonds will be general obligations of the Town of Woodbridge, Connecticut, and the Town will pledge its full faith and credit to the payment of principal and interest on the Bonds when due.
Credit Rating:	Application for a rating on the Bonds has been made to Moody's Investors Service. Moody's has an outstanding underlying rating on the Town of "Aaa".
Bond Insurance:	The Town does not expect to direct purchase a credit enhancement facility.
Basis of Award:	Lowest True Interest Cost (TIC), as of the dated date.
Tax Exemption:	See "Tax Matters" herein.
Bank Qualification:	The Bonds <u>SHALL</u> be designated by the Town as qualified tax exempt obligations under the provisions of Section 265(b) of the Internal Revenue Code of 1986, as amended, for purposes of the deduction by financial institutions for interest expense allocable to the Bonds.
Continuing Disclosure:	In accordance with the requirements of Rule 15c2-12(b)(5) promulgated by the Securities and Exchange Commission, the Town will agree to provide, or cause to be provided, annual financial information and operating data and notices of listed events with respect to the Bonds pursuant to a Continuing Disclosure Agreement to be executed by the Town substantially in the form attached as Appendix C-1 to this Official Statement.
Registrar, Transfer Agent, Certifying Agent and Paying Agent:	U.S. Bank National Association, Goodwin Square, 225 Asylum Street, Hartford, Connecticut 06103.
Legal Opinion:	Joseph Fasi LLC, of Hartford, Connecticut will act as Bond Counsel.
Municipal Advisor:	Phoenix Advisors, LLC of Milford, Connecticut will act as Municipal Advisor.
Delivery and Payment:	It is expected that delivery of the Bonds in book-entry-only form will be made to The Depository Trust Company on or about July 19, 2018 against payment in Federal Funds.
Issuer Official:	Questions concerning the Official Statement should be directed to Mr. Anthony F. Genovese, Administrative Officer and Director of Finance, Town Hall, 11 Meetinghouse Lane, Woodbridge, Connecticut 06525. Telephone (203) 389-3414.

Lot A Tax Exempt Notes, Issue Summary

The information in this Note Issue Summary and the front cover page is qualified in its entirety by the detailed information and financial statements appearing elsewhere in this Official Statement. This Official Statement speaks only as of its date and the information herein is subject to change.

Date of Sale:	Thursday, June 21, 2018 at 12:00 o'clock noon (E.D.T).
Location of Sale:	The offices of Phoenix Advisors, LLC, 53 River Street, Suite #1, Milford, Connecticut 06460. Telephone: (203) 878-4945.
Issuer:	Town of Woodbridge, Connecticut (the "Town").
Issue:	\$380,000 Tax-Exempt General Obligation Notes, Issue of 2018 (the "Lot A Notes").
Dated Date:	July 19, 2018.
Interest Due:	At maturity: July 18, 2019.
Principal Due:	At maturity: July 18, 2019.
Authorization and Purpose:	The proceeds of the Lot A Notes will finance a school renovation project.
Redemption:	The Lot A Notes are NOT subject to redemption prior to maturity.
Security and Remedies:	The Lot A Notes will be general obligations of the Town of Woodbridge, Connecticut, and the Town will pledge its full faith and credit to the payment of principal and interest on the Lot A Notes when due.
Credit Rating:	Application for a rating on the Lot A Notes has been made to Moody's Investors Service.
Bond Insurance:	The Town does not expect to direct purchase a credit enhancement facility.
Basis of Award:	Lowest Net Interest Cost (NIC), as of the dated date.
Tax Exemption:	See "Tax Matters" herein.
Bank Qualification:	The Lot A Notes <u>SHALL</u> be designated by the Town as qualified tax exempt obligations under the provisions of Section 265(b) of the Internal Revenue Code of 1986, as amended, for purposes of the deduction by financial institutions for interest expense allocable to the Lot A Notes.
Continuing Disclosure:	In accordance with the requirements of Rule 15c2-12(b)(5) promulgated by the Securities and Exchange Commission, the Town will agree to provide, or cause to be provided, annual financial information and operating data and notices of listed events with respect to the Lot A Notes pursuant to a Continuing Disclosure Agreement to be executed by the Town substantially in the form attached as Appendix C-2 to this Official Statement.
Registrar, Transfer Agent, Certifying Agent and Paying Agent:	U.S. Bank National Association, Goodwin Square, 225 Asylum Street, Hartford, Connecticut 06103.
Legal Opinion:	Joseph Fasi LLC, of Hartford, Connecticut will act as Bond Counsel.
Financial Advisor:	Phoenix Advisors, LLC of Milford, Connecticut will act as Financial Advisor.
Delivery and Payment:	It is expected that delivery of the Lot A Notes in book-entry-only form will be made to The Depository Trust Company on or about July 19, 2018 against payment in Federal Funds.
Issuer Official:	Questions concerning the Official Statement should be directed to Mr. Anthony F. Genovese, Administrative Officer and Director of Finance, Town Hall, 11 Meetinghouse Lane, Woodbridge, Connecticut 06525. Telephone (203) 389-3414.

Lot B Taxable Notes, Issue Summary

The information in this Note Issue Summary and the front cover page is qualified in its entirety by the detailed information and financial statements appearing elsewhere in this Official Statement. This Official Statement speaks only as of its date and the information herein is subject to change.

Date of Sale:	Thursday, June 21, 2018 at 12: 30 P.M. (E.D.T).
Location of Sale:	The offices of Phoenix Advisors, LLC, 53 River Street, Suite #1, Milford, Connecticut 06460. Telephone: (203) 878-4945.
Issuer:	Town of Woodbridge, Connecticut (the "Town").
Issue:	\$4,550,000 Taxable General Obligation Notes, Issue of 2018 (the "Lot B Notes").
Dated Date:	July 19, 2018.
Interest Due:	At maturity: July 18, 2019.
Principal Due:	At maturity: July 18, 2019.
Authorization and Purpose:	The proceeds of the Lot B Notes will refinance notes originally issued for the acquisition of the former Woodbridge Country Club.
Redemption:	The Lot B Notes are NOT subject to redemption prior to maturity.
Security and Remedies:	The Lot B Notes will be general obligations of the Town of Woodbridge, Connecticut, and the Town will pledge its full faith and credit to the payment of principal and interest on the Lot B Notes when due.
Credit Rating:	Application for a rating on the Lot B Notes has been made to Moody's Investors Service.
Bond Insurance:	The Town does not expect to direct purchase a credit enhancement facility.
Basis of Award:	Lowest Net Interest Cost (NIC), as of the dated date.
Tax Exemption:	Interest on the Lot B Notes is included in gross income of the holders thereof for federal income tax purposes. See "Tax Matters" herein.
Bank Qualification:	The Lot B Notes are not bank-qualified.
Continuing Disclosure:	In accordance with the requirements of Rule 15c2-12(b)(5) promulgated by the Securities and Exchange Commission, the Town will agree to provide, or cause to be provided, annual financial information and operating data and notices of listed events with respect to the Lot B Notes pursuant to a Continuing Disclosure Agreement to be executed by the Town substantially in the form attached as Appendix C-2 to this Official Statement.
Registrar, Transfer Agent, Certifying Agent and Paying Agent:	U.S. Bank National Association, Goodwin Square, 225 Asylum Street, Hartford, Connecticut 06103.
Legal Opinion:	Joseph Fasi LLC, of Hartford, Connecticut will act as Bond Counsel.
Financial Advisor:	Phoenix Advisors, LLC of Milford, Connecticut will act as Financial Advisor.
Delivery and Payment:	It is expected that delivery of the Lot B Notes in book-entry-only form will be made to The Depository Trust Company on or about July 19, 2018 against payment in Federal Funds.
Issuer Official:	Questions concerning the Official Statement should be directed to Mr. Anthony F. Genovese, Administrative Officer and Director of Finance, Town Hall, 11 Meetinghouse Lane, Woodbridge, Connecticut 06525. Telephone (203) 389-3414.

OFFICIAL STATEMENT

TOWN OF WOODBRIDGE, CONNECTICUT

I. Bond & Note Information

Introduction

This Official Statement, including the cover page, inside cover and appendices, is provided only to present certain financial and economic and demographic data relevant to the Town of Woodbridge, Connecticut (the "Town"), in connection with the initial offering and sale of \$2,100,000 General Obligation Bonds, Issue of 2018 (the "Bonds"), \$380,000 Tax Exempt Notes of Lot A (the "Tax Exempt Notes"), and \$4,550,000 Taxable Notes of Lot B (the "Taxable Notes") (collectively, the "Notes") of the Town, and may not be reproduced or used in whole or in part for any other purpose.

This Official Statement is not to be construed as a contract or agreement between the Town and the purchasers or holders of any of the Bonds or the Notes. Any statements made in this Official Statement involving matters of opinion or estimates are not intended to be representations of fact, and no representation is made that any such opinion or estimate will be realized. The presentation of information in this Official Statement is intended to show recent historic trends and is not intended to indicate future or continuing trends in financial or other positions of the Town. No representation is made that past experience, as might be shown by financial or other information herein, will necessarily continue or be repeated in the future. Neither the delivery of this Official Statement nor any sale of the Bonds or the Notes shall, under any circumstances, create any implication that there has been no material change in the affairs of the Town since the date of the Official Statement. References to statutes, charters, or other laws herein may not be complete and such provisions of law are subject to repeal or amendment.

All quotations from and summaries and explanations of provisions of statutes, charters, or other laws and acts and proceedings of the Town contained herein do not purport to be complete, are subject to repeal or amendment, and are qualified in their entirety by reference to such laws and the original official documents. All references to the Bonds and the Notes and the proceedings of the Town relating thereto are qualified in their entirety by reference to the definitive form of the Bonds and the Notes and such proceedings.

The Bonds and the Notes are being offered for sale at public bidding. A Notice of Sale dated June 14, 2018 has been furnished to prospective bidders. Reference is made to the Notice of Sale, which is included as separate document, for the terms and conditions of the bidding.

U.S. Bank National Association will certify the Bonds and the Notes and act as Registrar, Transfer Agent, Certifying Agent and Paying Agent for the Bonds and the Notes.

The auditors for the Town have not provided their written consent to use their Independent Auditor's Report. The auditors have not been engaged nor performed audit procedures regarding the post audit period, nor reviewed the Official Statement.

Bond Counsel is not passing upon and does not assume responsibility for the sufficiency, accuracy or completeness of the statements made or financial information presented in this Official Statement (other than the matters expressly set forth as its opinion in Appendices B "Forms of Opinion of Bond Counsel and Tax Exemption" herein) and makes no representation that it has independently verified the same.

Municipal Advisor

Phoenix Advisors, LLC, of Milford, Connecticut has served as Municipal Advisor to the Town with respect to the issuance of the Bonds and the Notes (the "Municipal Advisor"). The Municipal Advisor is not obligated to undertake, and has not undertaken, either to make an independent verification of or to assume responsibility for the accuracy, completeness, or fairness of the information contained in the Official Statement and the appendices hereto.

The Municipal Advisor is an independent firm and is not engaged in the business of underwriting, trading or distributing municipal securities or other public securities.

The Bonds

The \$2,100,000 principal amount of the Bonds will mature on July 15 in each of the years as set forth on the inside front cover of this Official Statement. The Bonds will be dated the Date of Delivery and will bear interest at the rate or rates per annum, payable on January 15, 2019 and semiannually thereafter on January 15 and July 15 in each year until maturity, as set forth on the inside front cover of this Official Statement. Interest will be calculated on the basis of twelve 30-day months and a 360-day year. Interest is payable to the registered owner as of the close of business on the last business day of June and December in each year, by check, mailed to the registered owner at the address as shown on the registration books of the Town kept for such purpose, or so long as the Bonds are registered in the name of Cede & Co., as nominee of DTC, by such other means as DTC, the Paying Agent and the Town shall agree.

Optional Redemption

The Bonds maturing on or before July 15, 2023 are not subject to redemption prior to maturity. The Bonds maturing on July 15, 2024 and thereafter are subject to redemption prior to maturity, at the election of the Town, on and after July 15, 2023 at any time, in whole or in part, and by lot within a maturity, in such amounts and in such order of maturity as the Town may determine, at the redemption price or prices (expressed as a percentage of the principal amount of Bonds to be redeemed) set forth in the following table, plus interest accrued and unpaid to the redemption date:

<i>Period During Which Redeemed</i>	<i>Redemption Prices</i>
July 15, 2023 and thereafter	100%

Notice of redemption shall be given by the Town or its agent by mailing a copy of the redemption notice by first-class mail not less than thirty (30) days prior to the redemption date to the registered owner of the Bonds designated for redemption in whole or in part at the address of such registered owner as the same shall last appear on the registration books for the Bonds kept for such purpose. Failure to give such notice by mailing to any registered owner, or any defect therein, shall not affect the validity of the redemption of any other Bonds. Upon the giving of such notice, if sufficient funds available solely for redemption are on deposit with the Paying Agent, the Bonds or portions thereof so called for redemption will cease to bear interest after the specified redemption date.

If less than all of the Bonds of any one maturity shall be called for redemption, the particular Bonds or portions of Bonds of such maturity to be redeemed shall be selected by lot in such manner as the Town in its discretion may determine; provided, however, that the portion of any Bonds to be redeemed shall be in the principal amount of \$5,000 or a multiple thereof and that, in selecting Bonds for redemption, each Bond shall be considered as representing that number of Bonds which is obtained by dividing the principal amount of such Bond by \$5,000.

The Town, so long as a book-entry system is used for the Bonds, will send any notice of redemption only to DTC (or successor securities depository) or its nominee. Any failure of DTC to advise any DTC Participant, or of any DTC Participant or Indirect Participant to notify any Indirect Participant or Beneficial Owner, of any such notice and its content or effect will not affect the validity of the redemption of such Bonds called for redemption. Redemption of a portion of the Bonds of any maturity by the Town will reduce the outstanding principal amounts of Bonds of such maturity held by DTC. In such event it is the current practice of DTC to allocate by lot, through its book-entry system, among the interest held by DTC Participants in the Bonds to be redeemed, the interest to be reduced by such redemption in accordance with its own rules or other agreements with DTC Participants. The DTC Participants and Indirect Participants may allocate reductions of the interests in the Bonds to be redeemed held by the Beneficial Owners. Any such allocations of interests in the Bonds to be redeemed will not be governed by the determination of the Town authorizing the issuance of the Bonds and will not be conducted by the Town, the Registrar or Paying Agent.

The Notes

Description of the Notes

The Lot A and Lot B Notes will be dated July 19, 2018 and will be due and payable as to both principal and interest at maturity, July 18, 2019. The Notes will bear interest calculated on the basis of twelve 30-day months and a 360-day year at such rate or rates per annum as are specified by the successful bidder or bidders. A book-entry system will be employed evidencing ownership of the Notes in principal amounts of \$5,000 or integral multiples thereof, with transfers of ownership effected on the records of DTC, and its participants pursuant to rules and procedures established by DTC and its participants. See “Book-Entry Transfer System”. The Notes are not subject to redemption prior to maturity.

The Registrar, Transfer Agent, Certifying Agent and Paying Agent for the Notes will be U.S. Bank National Association, Goodwin Square, 225 Asylum Street, Hartford, Connecticut 06103.

Book-Entry-Only Transfer System

The Depository Trust Company (“DTC”), New York, NY, will act as securities depository for the Bonds and the Notes. The Bonds and the Notes will be issued as fully-registered securities registered in the name of Cede & Co. (DTC’s partnership nominee) or such other name as may be requested by an authorized representative of DTC. For the Bonds, one fully-registered Bond certificate will be issued for each maturity of the Bonds in the aggregate principal amount of such maturity and will be deposited with DTC. For the Notes, one fully-registered Note certificate will be issued for each interest rate on the Notes.

DTC, the world’s largest securities depository, is a limited-purpose trust company organized under the New York Banking Law, a “banking organization” within the meaning of the New York Banking Law, a member of the Federal Reserve System, a “clearing corporation” within the meaning of the New York Uniform Commercial Code, and a “clearing agency” registered pursuant to the provisions of Section 17A of the Securities Exchange Act of 1934. DTC holds and provides asset servicing for over 3.5 million issues of U.S. and non-U.S. equity issues, corporate and municipal debt issues, and money market instruments (from over 100 countries) that DTC’s participants (“Direct Participants”) deposit with DTC. DTC also facilitates the post-trade settlement among Direct Participants of sales and other securities transactions in deposited securities, through electronic computerized book-entry transfers and pledges between Direct Participants’ accounts. This eliminates the need for physical movement of securities certificates. Direct Participants include both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, clearing corporations, and certain other organizations. DTC is a wholly-owned subsidiary of The Depository Trust & Clearing Corporation (“DTCC”). DTCC is the holding company for DTC, National Securities Clearing Corporation and Fixed Income Clearing Corporation, all of which are registered clearing agencies. DTCC is owned by the users of its regulated subsidiaries. Access to the DTC system is also available to others such as both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, and clearing corporations that clear through or maintain a custodial relationship with a Direct Participant, either directly or indirectly (“Indirect Participants”). DTC has a Standard & Poor’s rating of AA+. The DTC Rules applicable to its Participants are on file with the Securities and Exchange Commission. More information about DTC can be found at www.dtcc.com.

Purchases of Bonds and Notes under the DTC system must be made by or through Direct Participants, which will receive a credit for the Bonds and the Notes on DTC’s records. The ownership interest of each actual purchaser of each Bond or Note (“Beneficial Owner”) is in turn to be recorded on the Direct and Indirect Participants’ records. Beneficial Owners will not receive written confirmation from DTC of their purchase. Beneficial Owners are, however, expected to receive written confirmations providing details of the transaction, as well as periodic statements of their holdings, from the Direct or Indirect Participant through which the Beneficial Owner entered into the transaction. Transfers of ownership interests in the Bonds and the Notes are to be accomplished by entries made on the books of Direct and Indirect Participants acting on behalf of Beneficial Owners. Beneficial Owners will not receive certificates representing their ownership interests in the Bonds and the Notes, except in the event that use of the book-entry system for the Bonds and the Notes is discontinued.

To facilitate subsequent transfers, all the Bonds and the Notes deposited by Direct Participants with DTC are registered in the name of DTC’s partnership nominee, Cede & Co., or such other name as may be requested by an authorized representative of DTC. The deposit of the Bonds and the Notes with DTC and their registration in the name of Cede & Co. or such other DTC nominee do not effect any change in beneficial ownership. DTC has no knowledge of the actual Beneficial Owners of the Bonds or the Notes; DTC’s records reflect only the identity of the Direct Participants to whose accounts such Bonds and Notes are credited, which may or may not be the Beneficial Owners. The Direct and Indirect Participants will remain responsible for keeping account of their holdings on behalf of their customers.

Conveyance of notices and other communications by DTC to Direct Participants, by Direct Participants to Indirect Participants, and by Direct Participants and Indirect Participants to Beneficial Owners will be governed by arrangements among them, subject to any statutory or regulatory requirements as may be in effect from time to time. Beneficial Owners of Bonds may wish to take certain steps to augment the transmission to them of notices of significant events with respect to the Bonds, such as redemptions, tenders, defaults, and proposed amendments to the Security documents. For example, Beneficial Owners of Bonds may wish to ascertain that the nominee holding the Bonds for their benefit has agreed to obtain and transmit notices to Beneficial Owners. In the alternative, Beneficial Owners may wish to provide their names and addresses to the registrar and request that copies of notices be provided directly to them.

Redemption notices shall be sent to DTC. If less than all of the Bonds within an issue are being redeemed, DTC's practice is to determine by lot the amount of the interest of each Direct Participant in such issue to be redeemed.

Neither DTC nor Cede & Co. (nor any other DTC nominee) will consent or vote with respect to the Bonds and the Notes unless authorized by a Direct Participant in accordance with DTC's MMI Procedures. Under its usual procedures, DTC mails an Omnibus Proxy to the Town as soon as possible after the record date. The Omnibus Proxy assigns Cede & Co.'s consenting or voting rights to those Direct Participants to whose accounts the Bonds and the Notes are credited on the record date (identified in a listing attached to the Omnibus Proxy).

Principal, interest and redemption payments with respect to the Bonds and the Notes will be made to Cede & Co., or such other nominee as may be requested by an authorized representative of DTC. DTC's practice is to credit Direct Participants' accounts upon DTC's receipt of funds and corresponding detail information from the Town or Paying Agent, on the payable date in accordance with their respective holdings shown on DTC's records. Payments by Participants to Beneficial Owners will be governed by standing instructions and customary practices, as is the case with securities held for the accounts of customers in bearer form or registered in "street name," and will be the responsibility of such Participant and not of DTC nor its nominee, the Paying Agent, or the Town, subject to any statutory or regulatory requirements as may be in effect from time to time. Payment of redemption proceeds, distributions, and dividend payments to Cede & Co. (or such other nominee as may be requested by an authorized representative of DTC) is the responsibility of the Town or the Paying Agent, disbursement of such payments to Direct Participants will be the responsibility of DTC, and disbursement of such payments to the Beneficial Owners will be the responsibility of Direct and Indirect Participants.

DTC may discontinue providing its services as depository with respect to the Bonds and the Notes at any time by giving reasonable notice to the Town or the Paying Agent. Under such circumstances, in the event that a successor depository is not obtained, Bond and Note certificates are required to be printed and delivered.

The Town may decide to discontinue use of the system of book-entry-only transfers through DTC (or a successor securities depository). In that event, Bond and Note certificates will be printed and delivered to DTC.

The information in this section concerning DTC and DTC's book-entry system has been obtained from sources that the Town believes to be reliable, but the Town takes no responsibility for the accuracy thereof.

DTC Practices

The Town can make no assurances that DTC, Direct Participants, Indirect Participants or other nominees of the Beneficial Owners of the Bonds or Notes act in a manner described in this Official Statement. DTC is required to act according to rules and procedures established by DTC and its participants which are on file with the Securities and Exchange Commission.

Replacement Bonds and Notes

In the event that: (a) DTC determines not to continue to act as securities depository for the Bonds or the Notes, and the Town fails to identify another qualified securities depository for the Bonds or the Notes to replace DTC; or (b) the Town determines to discontinue the book-entry system of evidence and transfer of ownership of the Bonds or the Notes, the Town will issue fully registered Bond or Note certificates directly to the Beneficial Owner. A Beneficial Owner of the Bonds or the Notes, upon registration of certificates held in such Beneficial Owner's name, will become the registered owner of the Bonds or Notes.

Security and Remedies

The Bonds and the Notes will be general obligations of the Town and the Town will pledge its full faith and credit to pay the principal of and interest on the Bonds and the Notes when due.

Unless paid from other sources, the Bonds and the Notes are payable from general property tax revenues of the Town. The Town has the power under Connecticut statutes to levy ad valorem taxes on all property subject to taxation by the Town without limit as to rate or amount, except as to certain classified property such as certified forest land taxable at a limited rate and dwelling houses of qualified elderly persons of low income and of qualified disabled persons taxable at limited amounts. There was, however, no such certified forest land on the last completed grand list of the Town, and, under existing statutes, the State of Connecticut is obligated to pay the Town the amount of tax revenue which the Town would have received except for the limitation on its power to tax such dwelling houses.

Payment of the Bonds and the Notes is not limited to property tax revenues or any other revenue source, but certain revenues of the Town may be restricted as to use and therefore may not be available to pay debt service on the Bonds and the Notes.

There are no statutory provisions for priorities in the payment of general obligations of the Town. There are no statutory provisions for a lien on any portion of the tax levy or other revenues or Town property to secure the Bonds and the Notes, or judgments thereon, in priority to other claims.

The Town is subject to suit on its general obligation debt including the Bonds and Notes and a court of competent jurisdiction has power in appropriate proceedings to render a judgment against the Town. Courts of competent jurisdiction also have the power in appropriate proceedings to order a payment of a judgment on such Bonds and Notes from funds lawfully available therefor or, in the absence thereof, to order the Town to take all lawful action to obtain the same, including the raising of the required amount in the next annual tax levy. In exercising their discretion as to whether to enter such an order, the courts may take into account all relevant factors, including the current operating needs of the Town and the availability and adequacy of other remedies.

Enforcement of a claim for payment of principal of or interest on the Bonds and the Notes would also be subject to the applicable provisions of Federal bankruptcy laws, as well as other bankruptcy, insolvency, reorganization, moratorium and other similar laws affecting creditors' rights and to provisions of other statutes, if any, heretofore or hereafter enacted by the Congress or the Connecticut General Assembly extending the time for payment or imposing other constraints upon enforcement insofar as the same may be constitutionally applied.

Under the Federal bankruptcy code, the Town may seek relief only, among other requirements, if it is specifically authorized, in its capacity as a municipality or by name, to be a debtor under Chapter 9 thereof, or by State law or a governmental officer or organization empowered by State law to authorize such entity to become a debtor under such chapter. Section 7-566 of the Connecticut General Statutes, as amended, provides that no Connecticut municipality shall file a petition in bankruptcy under Chapter 9 of Title 11 of the United States Code without the express prior written consent of the Governor. This prohibition applies to any town, city, borough, metropolitan district and any other political subdivision of the State of Connecticut having the power to levy taxes and issue bonds or other obligations.

Qualification for Financial Institutions

The Bonds and the Lot A Tax Exempt Notes SHALL be designated by the Town as qualified tax-exempt obligations under the provisions of Section 265(b) of the Internal Revenue Code of 1986, as amended, for purposes of the deduction by financial institutions for interest expense allocable to the Bonds and Notes.

The Lot B Taxable Notes shall NOT be designated by the Town as Qualified Tax Exempt obligations.

Availability of Continuing Disclosure

The Town of Woodbridge prepares, in accordance with State law, annual audited financial statements and files such annual audits with the State Office of Policy and Management on an annual basis. The Town provides, and will continue to provide to the rating agencies ongoing disclosure in the form of the annual financial reports, recommended and adopted budgets, and other materials relating to its management and financial condition, as may be necessary or requested.

The Town will enter into Continuing Disclosure Agreements with respect to the Bonds and the Notes substantially in the form attached as Appendices C-1 and C-2 to this Official Statement (the “Continuing Disclosure Agreements”), to provide or cause to be provided, in accordance with the requirements of the SEC Rule 15c2-12(b)(5) (the “Rule”), (i) annual financial information and operating data (for the Bonds), (ii) timely but not in excess of ten (10) business days after the occurrence of the event, notice of the occurrence of certain events with respect to the Bonds and the Notes, and (iii) timely notice of failure by the Town to provide the required annual financial information and operating data on or before the date specified in the Continuing Disclosure Agreements (for the Bonds). The Underwriter’s obligation to purchase the Bonds and the Notes shall be conditioned upon it receiving, at or prior to the delivery of the Bonds and the Notes, an executed copy of the Continuing Disclosure Agreements.

The Town has previously undertaken in continuing disclosure agreements entered into for the benefit of holders of certain of its general obligation bonds and notes to provide certain annual financial information and event notices pursuant to Rule 15c2-12(b)(5). In the past 5 years the Town has not failed to comply, in any material respect, with its previous undertakings under such agreements.

Authorization and Purpose

The Bonds and the Notes are issued pursuant to Title 7 of the General Statutes of Connecticut, as amended, the Charter of the Town and bond resolutions adopted by the Town.

Projects

Proceeds of the Bonds will be used for town-wide communication system improvements approved on December 5, 2017, and the proceeds of the Notes will be used to provide short term financing for the acquisition by the Town of the former Woodbridge Country Club approved at Town Meeting on May 18, 2009; and renovations to Beecher School approved by referendum vote on February 11, 2014.

Use of Proceeds¹

Project	Amount Authorized	Notes Maturing 7/19/2017			THIS ISSUE:			The Bonds
		Lot A	Lot B	(Paydowns)	Lot A Notes (Exempt)	Lot B Notes (Taxable)		
Land Acquisition.....	\$ 7,000,000	\$ -	\$ 4,900,000	\$ (350,000)	\$ -	\$4,550,000	\$ -	
Beecher School.....	13,345,000	600,000	-	(220,000) ²	380,000	-	-	
Police & Town Radio System....	2,100,000	-	-	-	-	-	2,100,000	
Total.....	\$22,445,000	\$ 600,000	\$ 4,900,000	\$ (570,000)	\$ 380,000	\$4,550,000	\$2,100,000	

¹ The Town may reallocate proceeds among its bond authorized projects to meet its capital cash flow needs.

² Representing State of Connecticut School construction grants and a required statutory paydown from the Town.

School Projects

Pursuant to Section 10-287i of the Connecticut General Statutes, as amended, the State of Connecticut will provide proportional progress payments for eligible school construction expenses on projects approved after July 1, 1996 (the “current program”).

Debt service reimbursement will continue under the prior reimbursement program for all projects approved prior to July 1, 1996. Under the prior program, a municipality issues bonds for the entire amount of the school construction project and the State of Connecticut reimburses the municipality for principal and interest costs for eligible school construction projects over the life of outstanding school bonds and subsequent bond issues necessary to completely fund the approved school project.

Under the current program, the State of Connecticut will make proportional progress payments for eligible construction costs during construction. The State grant will be paid directly to the municipality after it submits its request for progress payments, and accordingly, the municipality will issue its bonds only for its share of projects costs.

Ratings

Application has been made to Moody's Investors Service, Inc. (the "rating agency") for a rating on the Bonds and the Notes. The Town's current outstanding bond rating is "Aaa" by Moody's Investors Service. Such rating reflects only the views of such organization and any explanation of the significance of such rating should be obtained from the rating agency furnishing the same, at the following address: Moody's Investors Service, 7 World Trade Center at 250 Greenwich Street, Public Finance Group, 23rd Floor, New York, New York 10007. Generally, a rating agency bases its rating on the information and materials furnished to it and on investigations, studies and assumptions of its own. The Town furnished certain information and materials to the rating agency, some of which may not have been included in this Official Statement. There is no assurance that such rating will continue for any given period of time or that the rating will not be revised or withdrawn entirely by the agency if, in the judgment of such rating agency, circumstances so warrant. A revision or withdrawal of such ratings may have an effect on the market price of the Town's Notes.

The Town may issue short-term or other debt for which a rating is not required. The Town's Municipal Advisor, Phoenix Advisors, recommends that all bonded debt be submitted for a credit rating.

Insurance

The Town does not expect to purchase a credit enhancement facility for the Bonds or the Notes.

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II. The Issuer



Description of the Municipality

The Town of Woodbridge was originally settled in the early 1600's as part of Milford Colony and New Haven Colony. The Town was incorporated in 1784, the eighty-first town in the State of Connecticut. The Town is 19.3 square miles located in the south central part of the state. The Town is bordered to the west by Seymour, Derby and Ansonia, to the east by Hamden and New Haven, to the north by Bethany and to the south by Orange. The Town is approximately 80 miles east of New York City, 40 miles south of Hartford and approximately 130 miles southwest of Boston.

The Town is intersected by numerous major highways; from the east and west by the Wilbur Cross Parkway (Route 15), State routes 63, 67, 69, 114, 243, 313 and immediately to the west, Route 8, a four-lane north-south road that accesses I-84 to the north and I-95 to the south. The Town is served by numerous interstate transportation carriers including truck services, bus services, and Amtrak and Metro-North which provide both freight and passenger rail services in New Haven. Air transportation is also available from Bradley International Airport in Hartford, Kennedy or LaGuardia Airports in New York, or New Haven's Tweed or Stratford Sikorsky Memorial air terminals that have daily flights throughout the Northeast, Chicago, Washington, and other points throughout the country.

Woodbridge is primarily a residential community with homes in the middle and upper price range. The 2010 U.S. Census report shows that over 63% of the employed population of the Town work in executive, managerial or professional specialty occupations, with 67% of the working population having earned bachelors and advance college degrees. Many professionals work in New Haven and Fairfield Counties in higher education, health services or management positions. The 2014 per capita income of the Town was \$61,717, with the median family income at \$162,059, both significantly higher than state and national averages.

The Town utilizes a Plan of Development to maintain the composition of the existing character of the Town. Zoning regulations have been in effect since the 1930's, with various modifications to date. Approximately 97% of the Town's available acreage is zoned as residential of which approximately half is designated as watershed land. In

the watershed area, a building lot must be at least two acres. The remainder of the Town is zoned with a minimum lot size of one-and-a-half acres. The Town's current plan of development became effective May 1, 2015.

Woodbridge has over 412 acres of parks and open space consisting of 406 acres for open space and six acres dedicated to organized active recreation. The Town operates seven baseball and softball fields, two multi-purpose athletic fields, two tennis courts, a gymnasium, a fitness center, which includes various indoor exercise facilities, an indoor swimming pool, and an outdoor swimming pool. Other programs the Town provides are year-round recreation activities, summer band concerts, youth dances and a very active senior center. There are two private golf courses located in Town as well.

Shopping and commercial areas are primarily located in the southeast section of Town along Route 63 directly adjacent to New Haven. In addition, Town residents have easy access to New Haven, Orange and Milford shopping malls. Woodbridge is served by several banking institutions in its business district. The Town is provided public utilities, including electric and telephone. Woodbridge is partially served by gas, water and sewer lines. The Town has two weekly newspapers, and is covered by the New Haven Register, the Hartford Courant and the Connecticut Post, daily newspapers, and has delivery of all other major regional newspapers including the New York Times and the Boston Globe.

Major Initiatives

Each year the Town prepares a comprehensive Six-Year Capital Improvement Plan that provides a long-term work program, comprehensive physical development plan, along with a responsible long-term fiscal plan to identify and address all of the Town's capital requirements. This plan is evaluated and updated each year as part of the budget process. The Six-Year Capital Improvement Plan accomplishes several objectives. First, the long-term physical development of the Town's facilities can be evaluated against its financial capabilities. Second, the plan serves as a management tool in coordinating the request for improvements, thus assisting to avoid overlap, duplication and delay. Third, priorities for the Town can be established.

The Town is aware of its many needs and evaluates the financial impact of proposed capital projects as well as other needs within the Town. The Town strives to maintain reasonable, level tax increases along with a modest debt burden. In 2016, a Debt Policy was adopted by the Town. This policy assists in evaluating how the Town can proceed with capital projects and maintain the financial strength and integrity for which the Town is known.

Four very important issues have been identified and discussed at length by both Boards of Finance and Selectmen that will affect the quality of life within the Town, education, public safety and the Town's infrastructure. These four issues are highlighted below.

Woodbridge Country Club – The Town received approval at the Annual Town Meeting on May 18, 2009 to purchase the Woodbridge Country Club for an amount not to exceed \$7 million. The Board of Selectmen ("BOS"), at its meeting on March 25, 2009, unanimously authorized then First Selectman Ed Sheehy to actively pursue the purchase of the Woodbridge Country Club. This vote came following the public comment part of the BOS meeting, which over 300 town residents attended. The Board's primary reason for authorizing purchase of the Club was to ensure appropriate development of the largest single tract of land remaining in Woodbridge (150 beautiful undeveloped acres). The BOS was concerned that uncontrolled development could produce a major strain on town services (schools, police, fire etc). The Town believes the purchase of the property by the Town will have extraordinary benefits in the years to come. The Town closed on the property on August 28, 2009. In March 2012, the Town entered into a contract with Billy Casper Golf to run the golf course for the Town. The contract expired on December 31, 2016. Upon expiration of the Billy Casper Golf contract, the Board of Selectmen decided to discontinue golf and keep the property as open space for passive recreational use.

Recently, The Town has received proposals for possible development of a portion of the Woodbridge Country Club property. The Town is currently evaluating those proposals.

Police Department - The Woodbridge Police Department is looking to renovate its existing facility. The existing renovated school facility in the Center building was first occupied for police use in the 1970's with only minor renovations being performed in 1991-1992. The current square footage occupied by the Woodbridge Police Department is 10,200 gross square feet on one floor. The Town contracted with Jacunski Humes Architects, LLC to conduct an assessment to determine the current and future space needs of the Woodbridge Police Department. Based on the report, they developed schematic design documents utilizing adjacent space that is currently available within the existing structure to accommodate additional space recommended in the report. The schematic design and

accompanying budget recommends a two-phased approach. The budget for phase one is \$3.0M while the budget for phase two is \$2.3M totaling \$5.3M. The Town has been awarded a STEAP grant of \$500,000 toward this project.

Radio Communications System – In December 2017, the Town approved \$2.1 million to replace the existing radio simulcast system with a new updated system which this bond issue will finance. The improvements will affect all aspects of the current system including the replacement of the Police console, simulcast radio equipment improvements and upgrades, and improvements at all tower locations. The current system was installed in 2003 and has reached the end of its useful life.

Former Fire Station – The Town’s former Fire station suffered significant damage from a fire in October 2006. The Town settled with the insurance company and has completed all of the required exterior work including new windows, a new copper roof and exterior painting of the facility. The Town has developed plans for the interior work including addition of air conditioning and an elevator, a new heating system, and a new electrical system. A new ad-hoc committee has been created to oversee the completion of this project. The budget for all interior renovations is \$1.3M, however, the Town has been awarded a \$500,000 STEAP grant toward this project making the Town’s contribution \$800,000. The Town plans to complete this project in phases and is currently focusing on interior work funded by the STEAP grant. The Town funded portion will be completed at a later date.

Form of Government

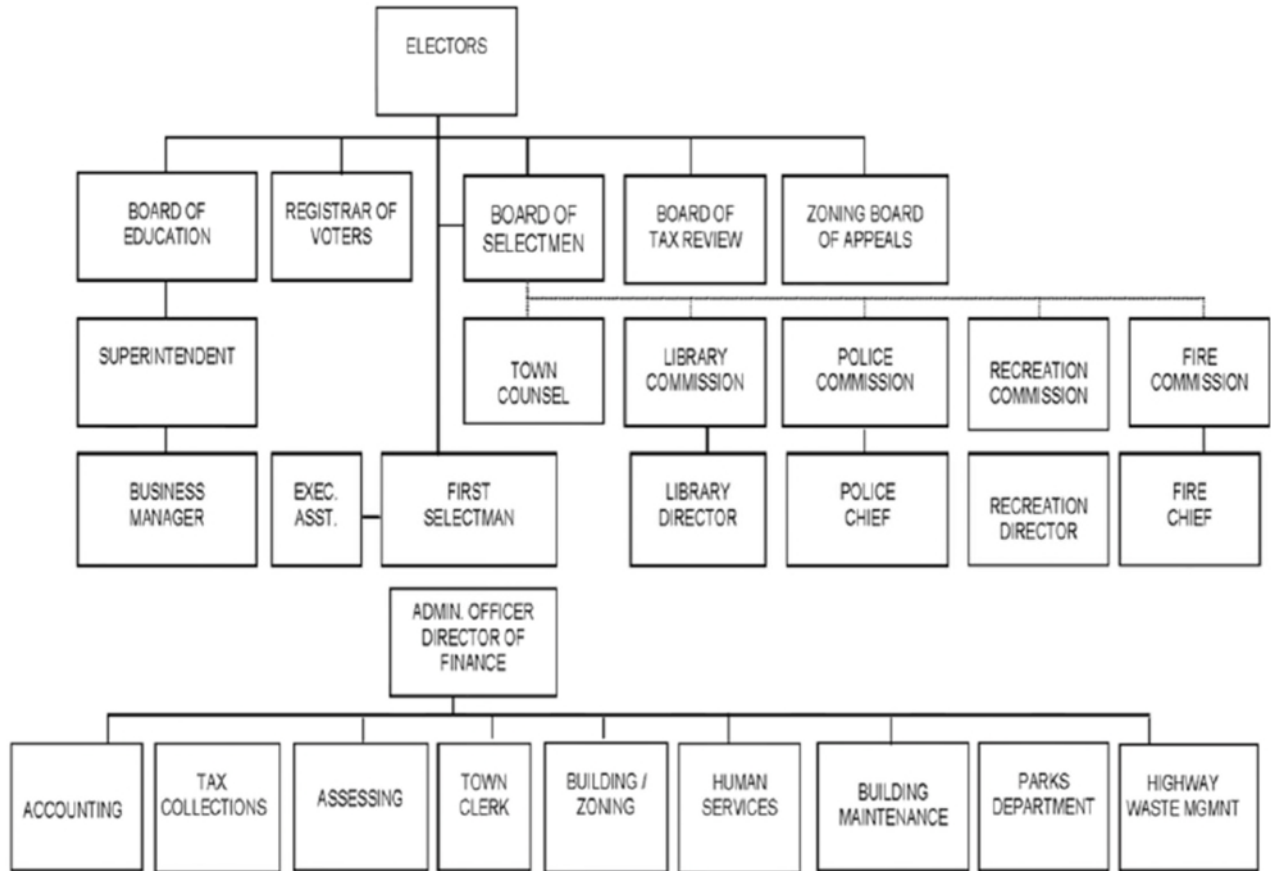
The Town of Woodbridge was incorporated in 1784, and operates under a Charter adopted in 1961 and most recently amended in 2000 and 2005. Pursuant to the Charter, the Town operates with a Town Meeting, Board of Selectmen and Board of Finance. The First Selectman is the chief executive of the Town and the legislative body is the six member Board of Selectmen. The Board of Selectmen and the Board of Finance recommend the annual budget to the Annual Town Meeting. The Town Meeting also has the authority under the Charter to approve supplemental appropriations in excess of the greater of 0.15% of the total Town budget or \$50,000. Bond authorizations must also be approved by the Town Meeting or by the Board of Finance and Board of Selectmen in the event that the Town Meeting is unable to act due to the lack of a quorum, pursuant to the Charter. Refunding bonds may be authorized by vote of the Board of Selectmen if the refunding results in net present value savings to the Town.

The Board of Selectmen is elected biennially, in May in odd years, and serves two-year terms. The Board of Finance is appointed by the Board of Selectmen and serves four year staggered terms.

Principal Municipal Officials

Office	Name	Manner of Selection	Term of Office
First Selectman.....	Beth Heller	Elected	July 2017 – June 2019
Selectman	Joseph J. Crisco, Jr.	Elected	July 2017 – June 2019
Selectman	Mica J. Cardoza	Elected	July 2017 – June 2019
Selectman	Teri L. Schatz	Elected	July 2017 – June 2019
Selectman	Joseph S. Dey III	Elected	July 2017 – June 2019
Selectman	David A. Lober	Elected	July 2017 – June 2019
Town Attorney	Gerald Weiner	Appointed	July 2017 – June 2019
Administrative Officer/Dir. of Finance ...	Anthony F. Genovese	Appointed	Indefinite
Treasurer	Alan Rice	Appointed	July 2017 – June 2019
Superintendent of Schools	Robert Gilbert	Appointed	Contract
Chair, Board of Education	Margaret Hamilton	Elected	July 2015 – June 2019
Chair, Board of Finance	Matthew Giglietti	Appointed	July 2017 – June 2019

Organizational Chart



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Municipal Services

Public Safety: The Woodbridge Police Department, under the general management and control of the Police Commission, employs twenty-five sworn officers consisting of a Chief, Deputy Chief, five Sergeants, two Detectives and sixteen police officers as well as six civilian dispatchers. The Police Department is center dispatch for all Police, Fire and EMS concerns. The Woodbridge Police Department is a State designated 1st responder for all medical emergencies and was the first Police Department to offer cardiac defibrillation in the State.

The Woodbridge Fire Department consists of a Fire Commission and the Woodbridge Volunteer Fire Association, Inc., headed by a Chief who is assisted by an Assistant Chief, three Lieutenants, and a Safety Officer. A new \$7 million firehouse was completed in 2009. The firehouse is located centrally in town near Town Hall and is equipped with the latest technology and equipment used for firefighting and responding to other emergency calls. The Fire Department is capable of mustering up to 45 volunteers for emergency service.

Public Works: The Public Works Department is divided into the Highway, Waste Management, Parks, and Building Maintenance Divisions. The Department currently employs a director, one office manager, one public works foreman, one building maintenance foreman, 16 full-time workers and two seasonal employees. The seasonal employees are generally hired on a full-time basis from March through October. The Town owns seventeen trucks, one street sweeper, a loader, a backhoe, a side cutting mower, a boom mower, and a trailer. The Town also provides occasional public works services for the Board of Education on an in-kind basis. The Parks Department is responsible for maintaining the Town fields, which include: seven ballfields, two athletic fields, and four playgrounds. The Parks Department has two pick-up trucks, a landscape trailer and three mowing machines.

Solid Waste Management: In 1994 the Town of Woodbridge closed its landfill in accordance with federal regulations. In its place the Town has constructed a transfer station for residential use. Woodbridge is one of eight municipalities that have established by interlocal agreement the Greater Bridgeport Regional Solid Waste Interlocal Committee which, on behalf of its members, in 2014 entered into a 10-year agreement with Wheelabrator to dispose of solid waste. The agreement provides that each municipality will deliver or cause to be delivered all acceptable solid waste generated within its boundaries to the Wheelabrator facility located in the City of Bridgeport, Connecticut. The facility began commercial operations in July 1988, is designed to process up to 2,250 tons of solid waste per day and is operated by Wheelabrator, a division of Waste Management Inc. Woodbridge averages delivery of approximately 3,000 tons of solid waste per year. Solid waste in Woodbridge is collected by private firms under direct contract between Woodbridge residents and the private firm.

Each participating Municipality has agreed to pay municipal disposal fees (TIP fees) directly to Wheelabrator for the acceptance and processing and/or disposing of acceptable waste. Municipal disposal fees consist of costs involved in disposing of waste at the facility and all other costs reasonably incurred by the interlocal committee in performing its obligations under its agreement. The municipal disposal fees are payable on a monthly basis and are currently \$62.10 per ton.

Beginning in 2019, Woodbridge is one of ten municipalities that have established by interlocal agreement the Greater Bridgeport Regional Recycling Interlocal Committee which, on behalf of its members, recycles eligible materials collected by each municipality.

Sewer Service: Sewer service is currently furnished to a portion of the Town by the Greater New Haven Water Pollution Control Authority.

Recreation: The Town Recreation Department, headed by a Recreation Director, employs approximately 25 year-round, but hires up to 110 summer part-timers to help run the many summer activities under its jurisdiction. The Town-owned parks contain natural woodlands and 15.5 miles of trails are available for citizens' use. In addition, the Town maintains other parks/recreation facilities offering tennis courts, baseball fields and basketball courts.

Library: The Woodbridge Town Library opened its newly renovated and expanded facility in October 1999 on the Town Green. The Library has grown from 8,100 square feet to just under 22,000 square feet. The Library is a Town department and is administered by a Library Director and a nine-member Library Commission appointed by the Board of Selectmen.

As one of the busiest small libraries in the state, the Library circulates approximately 160,000 titles per year and has a diverse collection of materials totaling approximately 86,811 volumes. The Library offers the community

books, magazines, books on tape, videos, DVDs, CD-ROMs and software. Internet access and e-mail are also available.

The Library is a member of a multi-town library consortium, Libraries Online, Inc., which provides not only the automated circulation system, but online information databases as well. Through LION, Inc. and the Connecticut Library Network, the Library is able to provide library patrons with resources not available in Woodbridge.

Cultural, educational and recreational programs are offered throughout the year. Infant and toddler programs acquaint the very young to library activities while students are encouraged to attend science, craft, puppet, magic and music programs. Adults can join a book discussion group, attend travelogues or attend lectures on art, music, literature or current events.

Water: Water is supplied to Woodbridge from the South Central Regional Water Authority and individual owner wells.

Natural Gas: Natural Gas is currently furnished by the Southern Connecticut Gas Company.

Electricity: Electricity is currently furnished by the United Illuminating Power Company.

Telephone Service: Local telephone service is furnished by Frontier Communications.

Human Services: Woodbridge Human Services offers a Youth Services Bureau, which provides collaborative and coordinated youth and family services that enhance the positive development and well-being of children and families. The Woodbridge Senior Center offers educational, recreation and social programs, an elderly luncheon program and an elderly and handicapped transportation program. Additional programs and services include: a medical loan closet, an emergency food closet, an intake site for fuel assistance applications, advocacy, information, and referral on local, state, and federal social services programs.

Education: The Town directly provides for elementary school education and is part of a tri-town Regional School District for middle and high school students. The Regional School District includes the towns of Bethany and Orange. The Woodbridge Board of Education is required to submit an annual budget to the Boards of Selectmen and Finance, which is included as part of the annual Town budget presented to the Town Meeting for approval. Neither the Boards of Selectmen and Finance nor the Town Meeting may make line item amendments to the Board of Education budget. The Superintendent is responsible for directing and coordinating the administrative staff in realizing the education, philosophy, goals and general objectives adopted by the Board of Education within the guidance established by Board of Education policy, law and employee agreements. The Board of Education is the governing body of the Woodbridge School District as provided by Connecticut Statute, procedures of the Connecticut State Board of Education and the charter of the Town of Woodbridge. The Board of Education consists of nine elected members serving staggered four-year terms.

Employee Relations and Collective Bargaining

The Town of Woodbridge currently employs full-time permanent and part-time persons for general government and the Board of Education as shown by the table below:

Municipal Employees

<i>Fiscal Year Ending</i>	<i>2018</i>	<i>2017</i>	<i>2016</i>	<i>2015</i>	<i>2014</i>
General Government*.....	346	349	369	380	349
Board of Education.....	138	140	138	135	133
Total.....	484	489	507	515	482

* Includes summer part time recreation employees

Source: Town Officials

The following is a breakdown by category of authorized full and part-time Town employees for fiscal year ending 2018:

Department	Number of Employees
Administration	42
Public Safety	36
Public Works	23
Library	22
Recreation	207
Human Services	16
<i>Total General Government</i>	346
Board of Education	138
Total Municipal Employees	484

*Source: Director of Finance, Town of Woodbridge
Superintendent's Office, Town of Woodbridge Public Schools*

Municipal Employee Bargaining Groups

Employees	General Government	Number of Employees	Current Contract Expiration Date
Police	International Brotherhood of Police Officers, Local, IBPO - Local 362	23	6/30/2019
Clerical	Local 1303/4 of Council, AFSCME AFL/CIO	30	6/30/2019
<u>Board of Education</u>			
Teachers	Woodbridge Education Association	75	6/30/2020
Teacher Aides	Local 760, SEIU/AFL/CIO	30	6/30/2019
Clerical, Custodial, Cafeteria	Sub Local 80 CT Independent Labor Union.....	16	6/30/2021
Administrators	Woodbridge Assoc. of School Administrators, AFL/CIO.....	3	6/30/2021
<u>Non-Bargaining Employees</u>			
	General Government	293	N/A
	Board of Education	14	N/A
	Total	484	

*Source: Town of Woodbridge, Finance Department
Superintendent's Office, Town of Woodbridge Public Schools*

Note: Connecticut Statutes Sections 7-473c and 7-474, and 10-153a to 10-153n, as amended, provide a procedure for binding arbitration of collective bargaining agreements between municipal employers and organizations representing municipal employees, including certified teachers and certain other employees. The legislative body of an affected municipality may reject the arbitration panel's decision by a two-thirds majority vote. The State and the employee organization must be advised in writing of the reasons for rejection. The State will then appoint a new panel of either one or three arbitrators to review the decisions on each of the rejected issues. The panel must accept the last best offer of either party. In reaching its determination, the arbitration panel shall give priority to the public interest and the financial capability of the municipal employer, including consideration of other demands as the financial capability of the municipal employer. For binding arbitration contracts, in assessing the financial capability of the town, there is an irrefutable presumption that a budget reserve of (i) 5% or less with respect to teachers, and (ii) 15% or less with respect to municipal employees; is not available for payment of the cost of any item subject to arbitration. In the light of the employer's financial capability, the panel shall consider prior negotiations between the parties, the interests and welfare of the employee group, changes in the cost of living, existing employment conditions, and the wages, salaries, fringe benefits, and other conditions of employment prevailing in the labor market, including developments in private sector wages and benefits.

Education System

The Town's school system consists of one building with two schools for pupils in grades K through 6. The schools are governed by a nine member elected Board of Education.

Pupils attending grades 7-12 attend school at the Amity Regional School District #5 junior and senior high schools. Amity Regional School District was established in 1953 to meet the secondary education needs of Woodbridge, Bethany and Orange. Each town participates in the funding of the District based on the number of students each member town sends to the District. Woodbridge's percentage of participation for the fiscal year 2017-18 is 30.543%. The District is governed by a Regional Board of Education consisting of thirteen members elected from the three towns it serves. Members of the District Board serve for four-year terms. In addition, the District has a Superintendent of Schools and a Director of Financial Services, selected by the District Board, who manage the day-to-day affairs of the District.

School Enrollment

School Year	Primary	Intermediate Grades 4-6	Total Enrollment	Special Education	Amity Regional	Totals
	Grades Pre-K-3				School System ¹	
Historical						
2008-09	325	458	783	66	844	1,693
2009-10	405	332	737	77	793	1,607
2010-11	352	307	732	73	743	1,548
2011-12	416	320	736	70	728	1,534
2012-13	423	254	744	67	710	1,521
2013-14	401	307	768	60	708	1,536
2014-15	396	401	797	64	776	1,637
2015-16	451	337	796	81	698	1,575
2016-17	428	275	703	78	686	1,467
2017-18	483	347	830	83	679	1,592
Projected						
2018-19	480	361	841	83	668	1,592
2019-20	464	389	853	83	667	1,603
2020-21	468	384	852	83	697	1,632
2021-22	469	385	854	83	694	1,631

¹ Woodbridge Students Only. Includes Special Education Students.

Source: Town of Woodbridge, Board of Education; Amity Regional School District, Superintendent's Office

School Facilities

School	Grades ¹	Date of Construction (Remodeling)	Number of Classrooms	10/1/2017 Enrollment ²	Rated Capacity
Beecher Road Elem. School ..	Pre-K-6	1960 ('64, '71, '93, '96, '15)	50	836	906
Bethany Middle School	7-8	1963 ('85, '92, '05)	25	335	600
Orange Middle School	7-8	1959 ('69, '71, '74, '85, '92, '05)	22	378	588
Amity Regional Senior H.S. ..	9-12	1956 ('67, '85, '94, '05)	42	1,461	1,700
Total			139	3,010	3,794

¹ Effective January 18, 2005 both Junior High Schools (grades 7-9) became Middle Schools (grades 7-8) and the High School accommodates grades 9-12.

² Excludes Special Education Students.

III. Economic and Demographic Information

Population and Density

Year	Actual		Density ²
	Population	% Increase	
2016 ¹	8,925	-0.7%	462.4
2010	8,990	0.1%	465.8
2000	8,983	13.4%	465.4
1990	7,924	2.1%	410.6
1980	7,761	1.1%	402.1
1970	7,673	-	397.6

¹ American Community Survey 2012-2016.

² Per square mile: 19.3 square miles.

Source: U.S. Department of Commerce, Bureau of Census.

Age Distribution of the Population

Age	Town of Woodbridge		State of Connecticut	
	Number	Percent	Number	Percent
Under 5 years	493	5.5%	188,812	5.3%
5 to 9 years	448	5.0	210,557	5.9%
10 to 14 years	629	7.0	228,543	6.4%
15 to 19 years	824	9.2	252,522	7.0%
20 to 24 years	388	4.3	242,007	6.7%
25 to 34 years	381	4.3	438,471	12.2%
35 to 44 years	903	10.1	439,606	12.3%
45 to 54 years	1,528	17.1	545,977	15.2%
55 to 59 years	704	7.9	263,778	7.4%
60 to 64 years	604	6.8	223,274	6.2%
65 to 74 years	1,195	13.4	303,959	8.5%
75 to 84 years	418	4.7	163,137	4.5%
85 years and over	410	4.6	87,927	2.5%
Total.....	8,925	100%	3,588,570	100%
Median Age (Years) 2016.....	48.2		40.6	

Source: American Community Survey 2012-2016

Income Distribution

Income	Town of Woodbridge		State of Connecticut	
	Families	Percent	Families	Percent
\$ 0 - \$ 9,999.....	23	1.0%	29,623	3.3%
10,000 - 14,999.....	10	0.4	17,060	1.9%
15,000 - 24,999.....	36	1.5	44,354	5.0%
25,000 - 34,999.....	43	1.8	54,456	6.1%
35,000 - 49,999.....	111	4.7	81,300	9.1%
50,000 - 74,999.....	145	6.2	137,336	15.4%
75,000 - 99,999.....	153	6.5	124,033	13.9%
100,000 - 149,999.....	500	21.3	186,214	20.8%
150,000 - 199,999.....	460	19.6	96,075	10.7%
200,000 and over.....	870	37.0	123,962	13.9%
Total.....	2,351	100.0%	894,413	100.0%

Source: American Community Survey 2011-2015

Income Levels

	Town of Woodbridge	State of Connecticut
Per Capita Income, 2016.....	\$ 55,644	\$ 39,906
Per Capita Income, 2010.....	\$ 73,020	\$ 35,078
Median Family Income, 2016.....	\$ 161,635	\$ 91,274
Median Family Income, 2010.....	\$ 145,321	\$ 84,170
Percent Below Poverty (Families), 2016.....	1.70%	7.30%
Percent Below Poverty (Families), 2010.....	0.60%	5.60%

Source: American Community Survey 2012-2016

Educational Attainment Population Age 25 and Over

	Town of Woodbridge		State of Connecticut	
	Number	Percent	Number	Percent
Less than 9th grade.....	159	2.6%	103,279	4.2%
9th to 12th grade.....	49	0.8	139,653	5.7
High School graduate.....	682	11.1	673,220	27.3
Some college, no degree.....	706	11.5	427,232	17.3
Associate's degree	231	3.8	184,426	7.5
Bachelor's degree.....	1,808	29.4	524,370	21.3
Graduate or professional degree.....	2,508	40.8	413,949	16.8
Total.....	6,143	100.0%	2,466,129	100.0%
Total high school graduate or higher (%).....	96.6%		90.1%	
Total bachelor's degree or higher (%).....	70.3%		38.0%	

Source: American Community Survey 2012-2016

Major Employers As of June 2018

Employer	Business	Number of Employees
Town of Woodbridge	Municipal Government	484
Amity Regional School District No.5	Education	334
Jewish Community Center	Community Center	295
Harborside Willows	Nursing Home	120
Coachman's Square	Assisted Living	106
Brookdale.....	Assisted Living	100
Tradition Golf Club at Oak Lane	Country Club	65
Crest Auto Mall	Car Sales	48
Chemwerth, Inc	Pharmaceuticals	25
Plastic Forming Company	Manufacturing	25

Source: Director of Finance's Office, Town of Woodbridge

Employment by Industry

Sector	Town of Woodbridge		State of Connecticut	
	Number	Percent	Number	Percent
Agriculture, forestry, fishing and hunting, and mining.....	0	0.0%	7,209	0.4%
Construction.....	116	2.7	101,497	5.7
Manufacturing.....	298	7.0	190,713	10.6
Wholesale trade.....	152	3.6	45,110	2.5
Retail trade.....	288	6.8	193,853	10.8
Transportation warehousing, and utilities....	59	1.4	66,516	3.7
Information.....	53	1.2	42,374	2.4
Finance, insurance, real estate, and leasing..	419	9.8	163,765	9.1
Professional, scientific, management, administrative, and waste management....	746	17.5	206,042	11.5
Education, health and social services.....	1,574	37.0	474,976	26.5
Arts, entertainment, recreation, accommodation and food services.....	142	3.3	153,754	8.6
Other services (except public admin.).....	239	5.6	81,588	4.5
Public Administration.....	171	4.0	66,291	3.7
Total Labor Force, Employed.....	4,257	100%	1,793,688	100.0%

Source: American Community Survey 2012-2016

Employment Data

Period	Town of Woodbridge		Percentage Unemployed		
	Employed	Unemployed	Town of Woodbridge	New Haven Labor Market	State of Connecticut
April 2018.....	4,665	148	3.1	4.1	4.3
Annual Average					
2017.....	4,758	151	3.1	4.7	4.7
2016.....	4,746	175	3.6	5.3	5.3
2015.....	4,760	189	3.8	5.7	5.6
2014.....	4,476	208	4.4	6.9	6.7
2013.....	4,372	251	5.4	8.2	7.9
2012.....	4,478	248	5.2	8.7	8.3
2011.....	4,586	275	5.7	9.5	8.8
2010.....	4,627	285	5.8	9.2	9.0
2009.....	4,639	228	4.7	8.2	8.2
2008.....	4,796	186	3.7	6.0	5.7

Source: State of Connecticut, Department of Labor.

Age Distribution of Housing

Year Built	Town of Woodbridge		State of Connecticut	
	Units	Percent	Units	Percent
1939 or earlier.....	497	15.9%	334,202	22.4%
1940 to 1969.....	1,252	40.1	533,202	35.7
1970 to 1979.....	378	12.1	200,614	13.4
1980 to 1989.....	275	8.8	190,755	12.8
1990 to 1999.....	404	13.0	113,584	7.6
2000 or 2009.....	303	9.7	104,308	7.0
2010 or later.....	10	0.3	17,133	1.1
Total Housing Units	3,119	100.0%	1,493,798	100.0%

Source: American Community Survey 2012-2016

Housing Inventory

Housing Units	Town of Woodbridge		State of Connecticut	
	Units	Percent	Units	Percent
1-unit, detached.....	2,913	93.4%	882,236	59.1%
1-unit, attached.....	9	0.3	80,639	5.4
2 units.....	58	1.9	123,152	8.2
3 or 4 units.....	37	1.2	130,686	8.7
5 to 9 units.....	10	0.3	82,581	5.5
10 to 19 units.....	-	-	56,858	3.8
20 or more units.....	92	2.9	125,758	8.4
Mobile home.....	-	-	11,534	0.8
Boat, RV, van, etc.....	-	-	354	0.0
Total Inventory.....	3,119	100.0%	1,493,798	100.0%

Source: American Community Survey 2012-2016

Building Permits

The following schedule of building permits issued over the last several years indicates the development experienced in the Town for the period:

Fiscal Year Ending 6/30	Residential		Commerical / Industrial		Other		All Categories	
	No.	Value	No.	Value	No.	Value	No.	Value
2018 ¹	4	\$1,700,000	-	\$ -	301	\$7,867,690	305	\$ 9,567,690
2017	1	325,000	-	-	218	5,047,626	219	5,372,626
2016	3	447,500	1	450,000	315	6,584,729	319	7,482,229
2015	-	-	7	708,026	197	3,480,705	204	4,188,731
2014	3	1,318,000	-	-	211	3,802,780	214	5,120,780
2013	1	575,000	1	5,285,000	246	5,326,622	248	11,186,622
2012	2	500,000	-	-	271	6,467,379	273	6,967,379
2011	3	714,800	1	296,000	250	7,380,915	254	8,391,715
2010	2	410,000	-	-	672	8,163,621	674	8,573,621
2009	8	1,413,629	1	65,500	387	4,872,209	396	6,351,338

¹ Estimated values.

Source: Building Inspector, Town of Woodbridge

Owner Occupied Housing Values

Specified Owner-Occupied Units	Town of Woodbridge		State of Connecticut	
	Number	Percent	Number	Percent
Less than \$50,000.....	16	0.6%	24,343	2.7%
\$50,000 to \$99,000.....	12	0.4	29,703	3.3
\$100,000 to \$149,999.....	-	-	81,158	9.0
\$150,000 to \$199,000.....	63	2.3	139,979	15.5
\$200,000 to \$299,999.....	272	10.1	246,071	27.3
\$300,000 to \$499,999.....	1,082	40.1	233,345	25.9
\$500,000 to \$999,999.....	1,143	42.4	104,952	11.7
\$1,000,000 or more.....	107	4.0	40,672	4.5
Total.....	2,695	100.0%	900,223	100.0%
Median Value.....	\$484,300		\$269,300	

Source: American Community Survey 2012-2016

Land Use Summary

Woodbridge is a residential community with large tracts set aside as open space and limited areas for commercial and industrial activity. It has some 3,420 dwellings. It is estimated that residential areas comprise 5,760 acres, manufacturing and business uses 155 acres, streets occupy some 740 acres, the South Central Connecticut Regional Water Authority 1,628 acres and some 5,698 acres are devoted to recreation, farm land, open space, publicly owned properties and public utilities.

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IV. Tax Base Data

Property Tax Assessments

Section 12-62 et. seq. of the Connecticut General Statutes govern real property assessments and establish the revaluation cycle for Connecticut municipalities of a revaluation every five years and, generally, a physical inspection every ten years. The Town of Woodbridge had a general property revaluation effective October 1, 2004 which included physical inspections of real property. Per Connecticut General Statutes Section 12-62, the Town updated all real estate values by physical revaluation for the October 1, 2014 grand list and must update all real estate values by statistical revaluation for the October 1, 2019 grand list. Section 12-62 also imposes a penalty on municipalities that fail to effect revaluations as required, with certain exceptions. However, the statute permits the phase-in of a real property assessment increase resulting from a revaluation over a period of up to five years. The maintenance of an equitable tax base by locating and appraising all real and personal property within the Town for inclusion on the Grand List is the responsibility of the Assessor's Office. The Grand List represents the total assessed values for all taxable and tax exempt real estate, taxable personal property, and motor vehicles located within the Town as of October 1. Assessments for real and personal property are computed at seventy percent (70%) of the market value at the time of last revaluation, and at 70% of the annual approval of Motor Vehicles by the Office of Policy and Management. Grand List information is used by municipalities to set the mill rate which in turn becomes the basis for the Town's annual tax levy. Any property owner may seek to appeal its assessment by filing a written appeal to a Town's Board of Assessment Appeals. The Board of Assessment Appeals elects to hear such appeals and determines whether adjustments to the Assessor's list relating to assessments under appeal are warranted. Under Connecticut law, taxpayers who are dissatisfied with a decision by a Town's Board of Assessment Appeals may appeal the decision to the Connecticut Superior Court.

When a new structure or modification to an existing structure is undertaken, a municipality's Assessor's Office receives a copy of the permit issued by the Building Inspector. A physical appraisal is then completed and the structure classified and priced from a schedule developed as of the revaluation. Property depreciation and obsolescence factors are also considered when arriving at an equitable value.

Motor vehicle lists are furnished to municipalities by the State of Connecticut Department of Motor Vehicles and appraisals of motor vehicles are accomplished in accordance with an automobile price schedule developed by the Connecticut Association of Assessing Officials and as recommended by the State Office of Policy and Management. Section 12-71b of The Connecticut General Statutes provides that motor vehicles which are registered with the Commissioner of Motor Vehicles after the October 1 assessment date are subject to property tax as follows: 1) vehicles registered subsequent to November 1 but prior to the following August 1, are subject to a prorated tax based on the period of time from the date of registration until the following October 1; 2) vehicles purchased in August and September are not taxed until the next October 1 Grand List. With respect to replacement vehicles (as compared to additional vehicles) Section 12-71b provides for similar prorating of taxes on the new vehicle and a credit with respect to taxes due on the replaced vehicle during the assessment year.

Section 12-71e of the General Statutes allows municipalities to tax motor vehicles at a different rate than other taxable property but caps the motor vehicle tax rate at (1) 39.00 mills for the 2016 assessment year (fiscal year beginning July 1, 2017 and ending June 30, 2018), or (2) 45 mills for the assessment year commencing October 1, 2017 and each assessment year thereafter. Section 4-66e of the General Statutes establishes the municipal revenue sharing account which provides that sales tax revenue diverted to the fund shall mitigate the revenue loss attributed to the motor vehicle property tax cap.

All commercial personal property (furniture, fixtures, equipment, machinery and leased equipment) is assessed annually. An assessor's check and audit is completed periodically. Assessments for both personal property and motor vehicles are computed at seventy percent (70%) of present market value.

Section 12-124a of the Connecticut General Statutes permits a municipality, upon approval by its legislative body, to abate property taxes on owner-occupied residences to the extent that the taxes exceed eight percent of the owner's total income, from any source, adjusted for self-employed persons to reflect expenses allowed in determining adjusted gross income. The owner must agree to pay the amount of taxes abated with interest at 6% per annum, or at such rate approved by the legislative body, at such time that the residence is sold or transferred or on the death of the last surviving owner. A lien for such amounts is recorded in the land records but does not take precedence over any mortgage recorded before the lien.

Public Act 06-176 permits a municipality upon approval by its legislative body to freeze the property taxes due for certain low-income elderly residents. Any municipality providing such property tax relief may place a lien upon such property in the amount of total tax relief granted plus interest.

Elderly Tax Stabilization Program

On January 8, 2003 the Board of Selectmen adopted an ordinance providing tax stabilization for elderly and/or totally disabled homeowners. For Fiscal Year 2016, the total of such credits shall not exceed \$198,000. The program is needs based and consists of a two tiered system referencing the qualifying income including certain additions as set forth in the State of Connecticut's Elderly and Totally Disabled Tax Relief Program. This ordinance replaces a prior ordinance which provided assistance on a needs-based basis. Should the cost of the program for all eligible applicants exceed this cap, the benefit is prorated among the applicants completely funding those with the greatest need on tier one with the remainder of the funds allocated equally to those on tier two.

Levy

Property taxes are levied on all taxable assessed property on the Grand List of October 1 prior to the beginning of the fiscal year. Real and personal property taxes are generally payable in two installments on July 1 and January 1, except that real and personal property taxes under \$100 are payable in one installment on July 1. Motor vehicle tax bills are payable in July and motor vehicle supplemental bills are payable in January. A margin against delinquencies, legal reductions, and Grand List adjustments, such as Assessor errors, is provided by adjusting the Grand List downward when computing anticipated property tax revenue from the current levy. An estimate for delinquent taxes and outstanding interest and lien fees anticipated to be collected during the fiscal year is normally included as a revenue item in the budget. Delinquent taxes are billed at least four times a year with interest charged at the rate of one and one-half percent per month with a minimum charge of \$2. In accordance with State law, the oldest outstanding tax is collected first. Outstanding real estate tax accounts are automatically liened each year prior to June 30 with legal demands and alias tax warrants used in the collection of personal property and motor vehicle tax bills. Delinquent motor vehicle, real estate, and personal property tax accounts are transferred to a suspense account when collection appears unlikely at which time they cease to be carried as receivables. Tax accounts are uncollectable fifteen years after the due date in accordance with state statutes.

Comparative Assessed Valuations

Grand List of 10/1	Fiscal Year 6/30	Real Property (%)	Motor Vehicle (%)	Personal Property (%)	Gross Taxable Grand List	Less Exemptions ¹	Net Taxable Grand List	Percent Growth
2017	2019	88.1	7.2	4.7	\$ 1,279,518,843	\$ 127,957,360	\$ 1,151,561,483	0.81%
2016	2018	88.6	7.3	4.1	1,270,362,330	128,014,750	1,142,347,580	0.29%
2015	2017	88.5	7.3	4.2	1,267,287,220	128,252,720	1,139,034,500	0.20%
2014 ¹	2016	88.4	7.3	4.4	1,259,407,190	122,670,050	1,136,737,140	-5.47%
2013	2015	89.9	6.3	3.8	1,334,500,050	132,098,900	1,202,451,150	0.09%
2012	2014	88.9	6.9	4.2	1,335,410,380	134,091,450	1,201,318,930	0.26%
2011	2013	88.8	6.9	4.3	1,331,875,860	133,687,390	1,198,188,470	0.76%
2010	2012	89.2	6.4	4.4	1,318,329,510	129,331,320	1,189,112,570	0.34%
2009 ¹	2011	90.4	5.6	4.1	1,314,372,950	129,264,460	1,185,108,490	-4.25%
2008	2010	90.1	6.0	4.0	1,356,943,290	119,256,360	1,237,686,930	1.44%

¹ Revaluation.

Source: Assessor's Office, Town of Woodbridge.

Connecticut General Statutes Section 12-81(72) exempts new manufacturing equipment from property taxation by the Town. The State of Connecticut will directly reimburse the Town for 100% of the foregone taxes.

Exempt Property

The following categories of exempt properties are not included in the Grand Lists.

Public	Assessed Value ¹
State of Connecticut	\$ 2,000,320
Town of Woodbridge	50,140,160
Other (City of New Haven)	12,460
Sub-Total Public	\$ 52,152,940
Private	
Private Hospitals and Colleges	\$ 8,890
Scientific, Educational, Historical & Charitable ..	22,167,670
Churches	15,860,460
Cemeteries	432,530
Public Service	8,746,550
Agriculture.....	25,124,190
Personal Property	1,903,230
Motor Vehicle	278,900
Elderly/Regular Real	1,282,000
Sub-Total Private	75,804,420
Total Exempt Property	\$ 127,957,360
Percent Compared to Net Taxable Grand List.....	11.11%

¹ Based on October 1, 2017 Net Taxable Grand List of \$1,151,561,483.

Source: Assessor's Office, Town of Woodbridge.

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Property Tax Levies and Collections

Grand List of 10/1	Fiscal Year Ending 6/30	Net Taxable Grand List	Mill Rate	Adjusted Annual Levy	Percent of Annual Levy Collected at End of Fiscal Year	Percent of Annual Levy Uncollected at End of Fiscal Year	Percent of Annual Levy Uncollected as of 6/30/2017
2016	2018 ¹	\$ 1,142,347,580	39.44	\$ 44,803,883	99.55%	0.45%	n/a
2015	2017	1,139,034,500	38.54	44,168,515	99.60%	0.40%	0.18%
2014 ²	2016	1,136,737,140	37.66	42,991,276	99.58%	0.42%	0.13%
2013	2015	1,202,451,150	34.97	42,196,734	99.58%	0.42%	0.00%
2012	2014	1,201,318,930	34.14	41,057,655	99.57%	0.43%	0.19%
2011	2013	1,198,188,470	33.73	40,442,516	99.49%	0.51%	0.20%
2010	2012	1,189,112,570	33.08	39,421,876	99.57%	0.43%	0.41%
2009 ²	2011	1,185,108,490	33.11	39,168,996	99.26%	0.74%	0.13%
2008	2010	1,237,686,930	31.09	38,264,590	99.73%	0.27%	0.15%
2007	2009	1,220,121,240	30.83	37,509,061	99.30%	0.70%	0.04%

¹ Subject to audit.

² Revaluation.

Source: Annual Audit Reports and Tax Collector, Town of Woodbridge

Property Taxes Receivable

Fiscal Year Ending 6/30	Total	Current Year
2018	\$ 206,500	\$ 149,500
2017	157,436	159,961
2016	268,349	235,349
2015	297,871	215,871
2014	263,911	175,696
2013	256,483	206,998
2012	323,597	170,063
2011	414,884	290,499
2010	200,177	69,032
2009	405,960	264,603

Source: Annual Audit Reports, Town of Woodbridge

Fiscal year 2018 is subject to audit.

Ten Largest Taxpayers

Name	Nature of Business	Taxable Valuation	Percent of Net Taxable Grand List¹
Eversource	Utility	\$ 27,134,450	2.36%
United Illuminating Company	Utility	12,060,640	1.05%
21 Bradley Road Woodbridge LLC	Real Estate	7,481,390	0.65%
S H Forty Nine Propco Woodbridge LLC	Nursing Home	4,858,350	0.42%
KFP Family Ltd. Partnership	Real Estate	4,652,130	0.40%
1764 Litchfield Turnpike LLC	Real Estate	4,316,350	0.37%
Sabra Health Care Holds III LLC	Real Estate	3,850,000	0.33%
OP Inc.	Real Estate	3,210,760	0.28%
Toyota Lease Trust/TMCC	Motor Vehicle	2,551,870	0.22%
Research Development At Bradley Road LLC	Real Estate	2,549,470	0.22%
Total.....		\$ 72,665,410	6.31%

¹ Based on October 1, 2017 Net Taxable Grand List of \$1,151,561,483.

Source: Assessor's Office, Town of Woodbridge.

V. Debt Summary

Principal Amount of Indebtedness As of July 19, 2018 (Pro Forma)

Long-Term General Obligation Debt:

<u>Date</u>	<u>Purpose</u>	<u>Interest Rate %</u>	<u>Original Issue</u>	<u>Amount Outstanding (Pro-Forma)¹</u>	<u>Fiscal Year of Maturity</u>
07/24/14	General Purpose	2.00-4.00	\$ 4,750,000	\$ 3,865,000	2035
07/01/15	General Purpose Refunding	2.00-4.00	5,487,000	3,770,000	2024
07/01/15	Schools Refunding	2.00-4.00	383,000	220,000	2024
07/23/15	General Purpose	2.00-4.00	395,000	340,000	2036
07/23/15	Schools	2.00-4.00	5,105,000	4,335,000	2036
07/21/16	Schools	2.00-4.00	4,500,000	4,050,000	2037
Total Outstanding Debt			\$ 20,620,000	\$ 16,580,000	
THIS ISSUE					
07/19/18	General Purpose	<i>tbd</i>	\$ 2,100,000	\$ 2,100,000	2029
Grand Total Outstanding Debt			\$ 22,720,000	\$ 18,680,000	

¹ Excludes Refunded Bonds.

Short-Term General Obligation Debt

As of July 19, 2018 the Town has short-term debt outstanding as follows:

<u>Project</u>	<u>Amount Authorized</u>	<u>This Issue: Notes: Due 7/19/18</u>	
		<u>Lot A (Exempt)</u>	<u>Lot B (Taxable)</u>
Land Acquisition.....	\$ 7,000,000	\$ -	\$ 4,550,000
Beecher School.....	13,345,000	380,000	-
Total.....	\$20,345,000	\$ 380,000	\$ 4,550,000

Capital Leases

The Town of Woodbridge has an outstanding lease agreement for fire apparatus. Please refer to the General Purpose Financial Statements, footnote #7, for more information.

General Fund
Annual Long-Term Bonded Debt Service
As of July 19, 2018
(Pro Forma)

Fiscal Year Ended 6/30	Principal Payments¹	Interest Payments	Total Payments	This Issue General Purpose	Total Principal	Cumulative Principal Retired
2019 ²	\$ 805,000	\$ 326,325	\$ 1,131,325	\$ -	\$ 805,000	4.31%
2020	1,635,000	461,550	2,096,550	210,000	1,845,000	14.19%
2021	1,615,000	400,150	2,015,150	210,000	1,825,000	23.96%
2022	1,245,000	347,750	1,592,750	210,000	1,455,000	31.75%
2023	1,245,000	302,750	1,547,750	210,000	1,455,000	39.53%
2024	1,145,000	259,450	1,404,450	210,000	1,355,000	46.79%
2025	740,000	228,400	968,400	210,000	950,000	51.87%
2026	740,000	209,656	949,656	210,000	950,000	56.96%
2027	740,000	192,175	932,175	210,000	950,000	62.04%
2028	740,000	173,556	913,556	210,000	950,000	67.13%
2029	740,000	153,950	893,950	210,000	950,000	72.22%
2030	740,000	134,000	874,000	-	740,000	76.18%
2031	745,000	113,975	858,975	-	745,000	80.17%
2032	745,000	93,550	838,550	-	745,000	84.15%
2033	745,000	72,800	817,800	-	745,000	88.14%
2034	745,000	51,584	796,584	-	745,000	92.13%
2035	745,000	29,903	774,903	-	745,000	96.12%
2036	500,000	12,063	512,063	-	500,000	98.80%
2037	225,000	2,531	227,531	-	225,000	100.00%
Total.....	\$ 16,580,000	\$ 3,566,119	\$ 20,146,119	\$ 2,100,000	\$ 18,680,000	

¹ Excludes Refunded Bonds.

² Excludes \$740,000 in principal payments and \$195,300 in interest payments from July 1, 2018 through July 19, 2018.

Overlapping/Underlying Debt

The Town of Woodbridge does not report any jurisdictions that would be considered underlying. Amity Regional School District No. 5 represents an overlapping jurisdiction and its outstanding debt is presented as follows:

Amity School District No. 5 General Obligation Debt As of July 19, 2018

Date	Purpose	Interest Rate %	Original Issue	Amount Outstanding (Pro-Forma)	Fiscal Year of Maturity
08/09/12	School Bonds.....	3.75-5.75	\$ 4,010,000 ¹	\$ 2,645,000	2024
01/19/17	School Bonds.....	4.00	1,960,000	1,960,000	2027
01/19/17	Refunding School Bonds.....	1.375-2.95	12,130,000	9,090,000	2025
05/15/18	Refunding School Bonds.....	3.00-5.00	10,300,000	10,300,000	2027
Total Debt			\$ 28,400,000	\$ 23,995,000	

¹ This issue included \$1,530,000 of new money for school projects along with \$2,480,000 of refunding bonds.

Short-Term General Obligation Debt

As of July 19, 2018 the District does not have any short-term debt outstanding.

Analysis of Amity School District Net Debt Impact on the Town

School building grants principal receivable from the State of Connecticut for the District's long-term school debt issued under the old program of state reimbursement (see "School Projects" herein) is \$6,362. When offsetting the District's outstanding debt with those grants receivable as well as adding the debt issued under the new program, the District's outstanding net long term debt is \$23,988,638.

The percentage participation in the Amity Regional School District No. 5 by the Town of Woodbridge for the 2018-19 fiscal year is 30.53%. The estimated net overlapping debt amount applied to the Town of Woodbridge, based on this ratio, is \$7,323,731 of long term debt. Additionally, as of the time of the last bond issue for the District, April 26, 2018, the District listed no authorized but unissued debt, and as a result, no impact to the Town.

**Debt Statement
As of July 19, 2018
(Pro Forma)**

Long-Term Debt ¹	
Bonds:	
General Purpose (Includes this issue).....	\$ 10,075,000
School	8,605,000
Long-Term Debt	<u>18,680,000</u>
Short-Term Debt (This issue to Mature: July 18, 2019)	<u>4,930,000</u>
Direct Debt	23,610,000
Less: School Construction Grants Receivable (6/30/17) ²	-
Net Direct Debt	<u>23,610,000</u>
Overlapping Net Debt: ³	
Amity Regional School District (Long Term Bonds - Town Share)	7,323,731
Overall Net Debt	<u><u>\$ 30,933,731</u></u>

¹ Excludes capital leases and refunded bonds.

² The State of Connecticut Bureau of School Building Grants will reimburse the Town for eligible principal and interest costs over the life of any bonds issued for projects authorized by the General Assembly prior to July 1, 1996. See "School Projects" herein.

³ See "Overlapping/Underlying Debt" herein.

**Current Debt Ratios
As of July 19, 2018
(Pro Forma)**

Population (2016) ¹	8,925
Net Taxable Grand List at 70% of Full Value (10/1/17) ..	\$ 1,151,561,483
Estimated Full Value	\$ 1,645,087,833
Equalized Grand List (10/1/15) ²	\$ 1,650,627,062
Money Income per Capita (2016) ¹	\$ 55,644
Money Income per Capita (2010) ¹	\$ 73,020

	Total Direct Debt \$23,610,000	Total Net Direct Debt \$23,610,000	Total Overall Net Debt \$30,933,731
Per Capita.....	\$2,645.38	\$2,645.38	\$3,465.96
Ratio to Net Taxable Grand List.....	2.05%	2.05%	2.69%
Ratio to Estimated Full Value.....	1.44%	1.44%	1.88%
Ratio to Equalized Grand List.....	1.43%	1.43%	1.87%
Debt per Capita to Money Income per Capita (2016).....	4.75%	4.75%	6.23%
Debt per Capita to Money Income per Capita (2010).....	3.62%	3.62%	4.75%

¹ U.S. Bureau of Census, American Community Survey, 2011-2015.

² Office of Policy and Management, State of Connecticut.

The Town has the power to incur indebtedness by issuing its bonds or notes as authorized by the Connecticut General Statutes, as amended, subject to statutory debt limitations and the requirements of the Town Charter for the authorization of indebtedness. Bond authorizations require approval of the Board of Selectmen, Board of Finance and the Town Meeting or by a two-thirds vote of the Board of Selectmen and Board of Finance in the event the Town Meeting is unable to act due to lack of a quorum.

Pursuant to Section 7-370c of the Connecticut General Statutes, the issuance of refunding bonds is authorized by the elected legislative body, the Board of Selectman in Woodbridge, when there is present value savings.

Maturities

General obligation (serial or term) bonds are required to be payable in maturities wherein a succeeding maturity may not exceed any prior maturity by more than 50% or aggregate annual principal and interest payments must be substantially equal. The term of the issue may not exceed twenty years except in the case of sewer bonds and certain school bonds which may mature in up to thirty years. (The foregoing does not apply to refunding bonds, the issuance of which results in net present value savings to the Town.)

Temporary Financing

When general obligation bonds have been authorized, bond anticipation notes may be issued maturing in not more than two years (CGS Sec. 7-378). Temporary notes may be renewed up to ten years from their original date of issue as long as all project grant payments are applied toward payment of temporary notes when they become due and payable and the legislative body schedules principal reductions starting at the end of the third and continuing in each subsequent year during which such temporary notes remain outstanding in an amount equal to a minimum of 1/20th (1/30th for certain school and sewer projects) of the estimated net project cost (CGS Sec. 7-378a). The term of the bond issue is reduced by the amount of time temporary financing exceeds two years, or, for sewer projects, by the amount of time temporary financing has been outstanding.

Temporary notes may be funded beyond ten years from the initial borrowing if a written commitment exists for State and/or Federal grants for terms not to exceed six months until such time that the final grant payments are received (CGS Sec. 7-378b).

Temporary notes may also be issued for up to fifteen years for certain capital projects associated with the operation of a waterworks system (CGS Sec. 7-244a) or a sewage system (CGS Sec. 7-264a). In the first year following the completion of the project(s), or in the sixth year (whichever is sooner), and in each year thereafter, the notes must be reduced by at least 1/15th of the total amount of the notes issued by funds derived from certain sources of payment. Temporary notes may be issued in one year maturities for up to fifteen years in anticipation of sewer assessments receivable, such notes to be reduced annually by the amount of assessments received during the preceding year (CGS Sec. 7-269a).

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**Statement of Statutory Debt Limitation
As of July 19, 2018
(Pro Forma)**

Total Tax Collections (including interest and lien fees)

Received by the Treasurer for the year ended June 30, 2017..... \$ 44,097,111

Reimbursement For Revenue Loss:

Tax relief for local property and elderly freeze 35,449

Base for Debt Limitation Computation..... \$ 44,132,560

	<u>General Purpose</u>	<u>Schools</u>	<u>Sewers</u>	<u>Urban Renewal</u>	<u>Unfunded Pension</u>
Debt Limitation:					
2 1/4 times base.....	\$ 99,298,260	-	-	-	-
4 1/2 times base.....	-	\$ 198,596,520	-	-	-
3 3/4 times base.....	-	-	\$ 165,497,100	-	-
3 1/4 times base.....	-	-	-	\$ 143,430,820	-
3 times base.....	-	-	-	-	\$ 132,397,680
Total Debt Limitation	\$ 99,298,260	\$ 198,596,520	\$ 165,497,100	\$ 143,430,820	\$ 132,397,680

Indebtedness: ¹

Bonds Outstanding.....	\$ 7,975,000	\$ 8,605,000	\$ -	\$ -	\$ -
Bonds – This Issue.....	2,100,000	-	-	-	-
Notes – This Issue.....	4,550,000	380,000	-	-	-
Overlapping Net Debt - Town Portion of Regional School District No. 5	-	7,323,731	-	-	-
Debt Authorized But Unissued	100,000	293,172 ³	-	-	-
Total Indebtedness	\$ 14,725,000	\$ 16,601,903	\$ -	\$ -	\$ -
Less:					
State School Grants Receivable ²	-	-	-	-	-
Total Net Indebtedness	14,725,000	16,601,903	-	-	-

DEBT LIMITATION IN EXCESS

OF OUTSTANDING INDEBTEDNESS..... \$ 84,573,260 \$ 181,994,617 \$ 165,497,100 \$ 143,430,820 \$ 132,397,680

¹ Excludes capital leases and refunded bonds.

² The State of Connecticut Bureau of School Building Grants will reimburse the Town for eligible principal and interest costs over the life of any bonds issued for projects authorized by the General Assembly prior to July 1, 1996.

³ This includes the Town's share of the authorized but unissued debt of Regional School District No. 5, which is zero.

Note: In no case shall total indebtedness exceed seven times annual receipts from taxation or \$308,927,920.

**THE TOWN OF WOODBRIDGE HAS NEVER DEFAULTED IN THE PAYMENT OF
PRINCIPAL OR INTEREST ON ITS BONDS OR NOTES.**

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**Authorized but Unissued Debt
As of July 19, 2018
(Pro Forma)**

Project	Amount Authorized	Grants Expected or Received	Previously Bonded	(Paid-down)	Notes Maturing 7/19/2017		This Issue:			Debt Authorized but Unissued
					Lot A (Exempt)	Lot B (Taxable)	Lot A Notes (Exempt)	Lot B Notes (Taxable)	The Bonds	
Land Acquisition.....	\$ 7,000,000	\$ -	\$ -	\$(2,450,000)	\$ -	\$4,900,000	\$ -	\$ 4,550,000	\$ -	\$ -
Beecher School.....	13,345,000	3,046,828	9,605,000	(20,000)	600,000	-	380,000	-	-	293,172 ¹
Police & Town Radio System....	2,100,000	-	-	-	-	-	-	-	2,100,000	-
Open Space Acquisition.....	100,000	-	-	-	-	-	-	-	-	100,000
Totals.....	\$22,545,000	\$ 3,046,828	\$ 9,605,000	\$(2,470,000)	\$ 600,000	\$4,900,000	\$ 380,000	\$ 4,550,000	2,100,000	\$ 393,172

¹ The Town does not expect to be borrowing the remaining amount of this authorization.

**Principal Amount of Outstanding Debt
Last Five Fiscal Years**

<u>Long-Term Debt</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Bonds.....	\$ 17,320,000	\$ 19,105,000	\$ 16,170,000	\$ 12,710,000	\$ 9,580,000
<u>Short-Term Debt</u>					
Bond Anticipation Notes....	5,500,000	7,650,000	13,540,000	15,845,000	11,820,000
Totals.....	\$ 22,820,000	\$ 26,755,000	\$ 29,710,000	\$ 28,555,000	\$ 21,400,000

Source: Annual Audited Financial Statements 2013-2017. 2018 is subject to audit.

Ratios of Net Direct Long-Term Debt to Valuation, Population and Income

Fiscal Year Ended 6/30	Net Assessed Value	Estimated Full Value ¹	Net Long-Term Debt ²	Ratio of Net Long-Term Debt to Assessed Value	Ratio of Net Long-Term Debt to Estimated Full Value	Population ³	Net Long-Term Debt per Capita	Ratio of Net Long-Term Debt per Capita to Per Capita Income ³
2018 ⁴	\$ 1,142,347,580	\$ 1,631,925,114	\$17,320,000	1.52%	1.06%	8,925	\$1,940.62	3.49%
2017	1,139,034,500	1,627,192,143	19,105,000	1.68%	1.17%	8,925	2,140.62	3.85%
2016	1,136,737,140	1,623,910,200	16,170,000	1.42%	1.00%	8,925	1,811.76	3.26%
2015	1,202,451,150	1,717,787,357	12,633,317	1.05%	0.74%	8,925	1,415.50	2.54%
2014	1,201,318,930	1,716,169,900	9,580,000	0.80%	0.56%	8,925	1,073.39	1.93%
2013	1,198,188,470	1,711,697,814	10,981,134	0.92%	0.64%	8,925	1,230.38	2.21%

¹ Assessment Ratio, 70%; Revaluation 10/1/09.

² Long-term debt less school building construction grants to be provided by the State of Connecticut.

³ Per Capita Income is \$55,644. U.S. Bureau of Census, American Community Survey, 2012-2016.

⁴ Subject to Audit.

**Ratio of Annual Long-Term Debt Service Expenditures
for Total Long-Term Debt
to Total General Fund Expenditures**

Fiscal Year Ended 6/30	Principal	Interest	Total Debt Service	Total General Fund Expenditures ¹	Ratio of General Fund Debt Service To Total General Fund Expenditures
2018 ¹	\$ 1,785,000	\$ 640,903	\$2,425,903	\$ 268,351	904.00%
2017	1,565,000	670,351	2,235,351	50,615,878	4.42%
2016	1,845,000	492,396	2,337,396	49,110,511	4.76%
2015	1,970,000	502,705	2,472,705	45,270,416	5.46%
2014	1,625,000	479,680	2,104,680	47,307,209	4.45%
2013	1,735,000	483,848	2,218,848	46,914,454	4.73%
2012	1,720,000	543,410	2,263,410	44,253,823	5.11%
2011	1,795,000	605,004	2,400,004	43,293,788	5.54%
2010	1,780,000	670,956	2,450,956	41,448,878	5.91%

¹ GAAP basis of accounting. Includes Transfers out.

Source: Annual Audited Financial Statements, 2010-2017.

Finance Department, 2018. Subject to audit.

Capital Improvement Program

Proposed Projects	2018-19	2019-20	2020-21	2021-22	2022-23	Total
Board of Education	\$ 46,000	\$ 203,000	\$ 68,000	\$ 68,000	\$ 68,000	\$ 453,000
General Government:						
Assessor	25,000	25,000	-	-	-	50,000
Board of Selectmen	-	-	-	-	-	-
Information Technology.....	12,500	-	22,000	-	-	34,500
Human Services	-	64,500	-	-	-	64,500
Total General Government	37,500	89,500	22,000	-	-	149,000
Recreation:						
Parks	8,000	55,000	66,000	27,500	27,500	184,000
Recreation, Pool, & Gym	20,000	13,120	10,000	24,000	28,000	95,120
Total Recreation	28,000	68,120	76,000	51,500	55,500	279,120
Other:						
Public Works	1,064,000	997,000	1,109,000	976,000	1,239,000	5,385,000
Waste Management.....	-	-	-	-	-	-
Outdoor Pool.....	-	20,000	15,000	5,000	13,000	53,000
Building Maintenance	314,000	168,400	191,950	33,600	33,800	741,750
Country Club of Woodbridge.....	-	-	800,000	-	-	800,000
Medical Services.....	-	-	-	-	-	-
Library.....	-	25,000	-	-	15,000	40,000
Police	127,206	2,256,846	2,795,371	72,150	72,150	5,323,723
Fire	333,873	391,524	320,827	346,989	346,989	1,740,202
Total Other Costs	\$ 1,839,079	\$ 3,858,770	\$ 5,232,148	\$ 1,433,739	\$ 1,719,939	\$ 14,083,675
Total Project Costs	\$ 1,950,579	\$ 4,219,390	\$ 5,398,148	\$ 1,553,239	\$ 1,843,439	\$ 14,964,795
Funding Sources						
Operating Budget	1,615,579	2,009,115	1,799,927	1,478,239	1,765,439	8,668,299
State/Federal Funds	75,000	75,000	75,000	75,000	75,000	375,000
Bonds	-	2,135,275	3,523,221	-	-	5,658,496
Other	260,000	-	-	-	3,000	263,000
Total Project Funding	\$ 1,950,579	\$ 4,219,390	\$ 5,398,148	\$ 1,553,239	\$ 1,843,439	\$ 14,964,795

VI. Financial Administration

Fiscal Year

The Town's fiscal year begins July 1 and ends June 30.

Basis of Accounting

The Town utilizes the accrual basis of accounting under which revenues are recognized when earned and expenses are recognized when incurred. See the General Purpose Financial Statements attached as Appendix A.

Audit

The Town of Woodbridge, pursuant to local ordinance and Chapter 111 of the Connecticut General Statutes (Sections 7-391 through 7-397), is required to undergo an annual audit by an independent public accountant. The auditor, appointed by the Board of Finance, is required to conduct the audit under the guidelines promulgated by the Secretary of the Office of Policy and Management who also receives a copy of the audit report and the Auditor of Public Accounts. For the fiscal year ended June 30, 2017, the financial statements of the various funds of the Town were audited by McGladrey LLP, New Haven, Connecticut.

The Town of Woodbridge received the Government Finance Officers' Association of the United States and Canada's (GFOA) Certificate of Achievement for Excellence in Financial Reporting for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2017. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standard of preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized Comprehensive Annual Financial Report, whose contents conform to program standards. Such Comprehensive Annual Financial Report must satisfy both generally accepted accounting principles and applicable legal requirements.

Investment Policy for Operating Funds

The Town's operating and working capital funds are invested at the direction of the Town Treasurer in the following short-term investments: (1) various certificates of deposit with Connecticut banks; (2) State Treasurer's Short Term Investment Fund; and (3) MBIA Class (an investment fund managed by MBIA Municipal Investors Service Corp., which, according to MBIA Class, invests only in (i) high grade short-term federal securities and variable rate obligations backed by federal agencies having monthly or quarterly assets based on indices like the prime rate, LIBOR, or a combination of the two, and (ii) very short-term (usually overnight) repurchase agreements secured by high quality collateral which is valued daily and fully delivered to the Program's custodial bank to be held for the benefit of the Pool's participants).

In addition, the Town monitors the risk based capital ratios and collateral requirements of the qualified public depositories, as defined by the Connecticut General Statutes Section 36a-330, with which it places deposits or makes investments.

Eligible investments for Connecticut municipalities are governed by the Connecticut General Statutes Sections 7-400 and 7-402. Please refer to Appendix A, Notes to the Financial Statements, Note #3 regarding the Town's cash and cash equivalent investments at June 30, 2017.

Pensions

Town employees participate in the municipal employees' retirement system (MERS). MERS is the administrator of a cost sharing, multiple employer public employee retirement system (PERS) established by the State of Connecticut and administered by the State Retirement Commission to provide pension benefits for the employees of participating municipalities. MERS is considered to be a part of the State of Connecticut financial reporting entity and is included in the State's financial report as a pension trust fund.

The Plan, which covers all employees, except teachers who are covered under the Connecticut State Teachers' Retirement System, receives contributions from eligible participants in addition to contributions from the Town.

Plan provisions are set by statute of the State of Connecticut. MERS provides retirement benefits, as well as death and disability benefits.

For further discussion on the plan, see Appendix A, Note #10 of the General Purpose Financial Statements, or for a copy of the latest Actuarial Report, contact the Director of Finance, Town of Woodbridge.

Other Post-Employment Benefits (OPEB)

The Town of Woodbridge contracted with Hooker and Holcombe to complete an actuarial analysis of the Town’s Postretirement Medical Plan starting as of July 1, 2017. The report was designed to satisfy the reporting requirements of the Government Accounting Standards Board’s statements #43 and #45 concerning other post-employment benefits (OPEB). In the case of Woodbridge, the primary benefit is health insurance. According to the report, the annual required contribution (ARC) for the Town and Board of Education to fully fund OPEB at a 6.75% discount rate is \$1.627 million dollars. Because both the Town and Board of Education fund retirement healthcare on an ongoing cash basis totaling \$893,299 in fiscal year 2017, the funding gap in the fiscal year 2017 budget was \$733,744. The Town has a multi-year plan to become fully funded with an additional \$300,000 funded in fiscal year 2018 toward the Town’s OPEB obligation. The Town has established an OPEB trust fund to account for and invest all OPEB funds, and from which OPEB expenses will be paid. The balance of the trust fund as of June 30, 2017 is \$3,833,699. As of December 2016, new Town hires are no longer eligible for retiree health insurance.

For further information, see Appendix A Note #10 of the General Purpose Financial Statements.

Capital and Operating Budget Procedure

The Town follows the following procedure in establishing the budgetary data included in the General Fund financial statements. Financial controls are provided under the Town Meeting which has the responsibility for approving annual budgets and all other additional Town appropriations based on guidelines set forth in the Charter. The Board of Finance sets the tax rate immediately following the Annual Town Meeting. The timetable is established annually but all actions must be completed at least 30 days prior to the beginning of each fiscal year based upon a budget submitted by the Board of Finance. The budget making process is detailed below:

<i>On or About</i>	<i>Action</i>
August 31	Capital budget preparation manuals are distributed to departments.
October 31	Capital budget forms are returned to the Finance Department.
November 15	Capital improvements are submitted to the Board of Selectmen and the Board of Finance for review.
	Operating budget preparation manuals are distributed to departments.
December.....	Capital budget presentations are made to the Board of Selectmen and the Board of Finance by department heads.
January 9	Departments, offices, boards, commissions, including the Board of Education, submit estimates of receipts and expenditures for the following fiscal year to the Board of Selectmen.
February 1.....	Estimated receipts and expenditures submitted to Board of Selectmen and Board of Finance.
January 22 to February 4	Joint meetings are scheduled with the Boards of Selectmen and Finance to review budgets with department heads, boards and commissions.
March 1	Board of Selectmen submits estimated receipts and recommended expenditures to Board of Finance for operating and capital budgets.
March 31	The Board of Finance submits budget recommendations to the public hearing.
April 20	The Board of Finance holds a public hearing to present the budget and estimated mill rate.
May 18.....	The Annual Town Meeting is held and adopts a recommended budget.
May 18.....	Upon passage of the budget the Board of Finance sets the mill rate.
July 1	The new fiscal year begins.

The Town's budget process must also anticipate the impact of the State's budget which proceeds simultaneously with the Town's.

Section 4-661(h), as amended, (the "Act") reduces a municipality's revenue sharing grant if its general budget expenditures (as modified by the Act) in any fiscal year exceeds a threshold set forth in the Act. As a result of utilizing modified budget growth to reduce a municipality's revenue sharing grant the Act is sometimes popularly referred to as imposing a "spending cap". Beginning in fiscal year 2018, the Office of Policy and Management ("OPM") must reduce the municipal revenue sharing grant amount for those municipalities whose spending, with certain exceptions, exceeds the spending limits specified in the Act. Each fiscal year, OPM must determine the municipality's percentage growth in spending over the prior fiscal year and reduce the grant if the growth rate is equal to or greater than 2.5% or the inflation rate, whichever is greater. The reduction is generally equal to 50 cents for every dollar the municipality spends over this cap.

The Act requires that each municipality annually certify to the Secretary of OPM whether the municipality exceeded the spending cap and if so, the amount over the cap.

Under the Act, municipal spending does not include expenditures: (1) for debt service, special education, costs to implement court orders or arbitration awards, budgeting for an audited deficit, nonrecurring grants, capital expenditures of \$100,000 or more, or payments on unfunded pension liabilities; (2) associated with a major disaster or emergency declaration by the President or disaster emergency declaration issued by the Governor under the civil preparedness law; or (3) for any municipal revenue sharing grant the municipality disburses to a special taxing district, up to the difference between the amount of property taxes the district levied on motor vehicles in the 2013 assessment year and the amount the levy would have been had the motor vehicle mill rate been 32 mills, for FY 17 disbursements, or 29.63 mills, for FY 18 disbursements and thereafter. In addition, if budget expenditures exceed the 2.5% cap, but are proportional to population growth from the previous year, the municipal; revenue sharing grant will not be reduced.

For fiscal years ending June 20, 2020 and each year thereafter, each municipal revenue sharing grant is proportionally reduced if amounts in the revenue sharing account are insufficient to fund all the revenue sharing grants.

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General Fund Revenues and Expenditures
Four Year Summary of Audited Revenues and Expenditure (GAAP Basis)
and Estimated Actuals and Adopted Budget (Budgetary Basis)

	Adopted Budget ¹ 6/30/2019	Estimated Actual ² 6/30/2018	Actual 6/30/2017	Actual 6/30/2016	Actual 6/30/2015	Actual 6/30/2014
Revenues:						
Property Taxes	\$ 46,581,711	\$ 45,085,883	\$ 44,564,309	\$ 43,412,488	\$ 42,721,174	\$ 41,484,475
Intergovernmental	946,910	1,028,435	3,839,858	2,769,051	2,789,596	2,753,321
Charges for Services	963,511	925,740	1,973,039	2,049,038	1,799,061	2,248,985
Investment Income	160,000	150,000	99,622	44,495	19,271	22,068
Donations	-	-	13,941	7,228	18,595	9,979
Other	298,488	698,371	486,424	675,685	295,693	333,763
Total.....	\$ 48,950,620	\$ 47,888,429	\$ 50,977,193	\$ 48,957,985	\$ 47,643,390	\$ 46,852,591
Expenditures:						
General Government	\$ 2,430,133	\$ 2,009,090	\$ 1,986,261	\$ 1,913,724	\$ 1,987,725	\$ 1,881,648
Board of Education	14,672,285	14,343,502	16,846,806	15,715,562	15,325,783	14,655,653
Public Safety	4,375,158	4,240,155	4,394,446	4,439,364	4,286,272	4,037,961
Public Works	2,599,836	2,574,250	2,529,214	2,492,580	2,561,623	2,460,613
Town Library	835,159	819,743	779,762	791,825	744,791	768,017
Recreation	839,834	856,656	1,275,758	1,447,213	1,385,081	2,146,468
Human Services	475,312	465,114	388,275	389,582	366,362	357,787
Employee Benefits	4,378,430	4,080,649	4,197,684	3,996,733	3,956,715	3,842,995
Amity Regional School	14,712,485	14,737,047	14,290,054	13,506,655	13,245,805	12,987,101
Debt Service	2,561,409	2,844,911	2,235,407	2,337,396	2,122,703	2,104,680
Capital Outlay	1,615,579	979,407	273,000	670,604	-	-
Total.....	\$ 49,495,620	\$ 47,950,524	\$ 49,196,667	\$ 47,701,238	\$ 45,982,860	\$ 45,242,923
Excess (Deficiency) of Revenues						
Over Expenditures.....	\$ (545,000)	\$ (62,095)	\$ 1,780,526	\$ 1,256,747	\$ 1,660,530	\$ 1,609,668
Other Financing Source (Uses):						
Transfer from Fund Balance	\$ 400,000	\$ -	\$ -	-	-	-
Operating transfers in	145,000	175,000	4,649	-	26,928	334,298
Operating transfers (out)	-	-	(1,419,211)	(1,409,273)	(1,951,064)	(2,064,286)
Premium of Refunding Bonds	-	-	-	558,237	-	-
Proceeds of Refunding Bonds	-	-	-	5,870,000	-	-
Payment to Refunding Escrow	-	-	-	(6,309,188)	-	-
Capital Lease	-	-	273,000	753,738	-	-
Gain on Sale of Assets.....	-	-	-	-	-	-
Premiums on Bond Insurance.....	-	-	-	-	-	-
Net Other Financing Sources (Uses).....	\$ 545,000	\$ 175,000	\$ (1,141,562)	\$ (536,486)	\$ (1,924,136)	\$ (1,729,988)
Excess (Deficiency) Of Revenues And						
Other Financing Sources Over						
Expenditures & Other Financing Uses.....	\$ -	\$ 112,905	\$ 638,964	\$ 720,261	\$ (263,606)	\$ (120,320)
Fund Balance, Beginning of Year.....	N/A	7,025,671	6,386,707	5,666,446	5,930,052	6,050,372
Fund Balance, End of Year.....	N/A	\$ 7,138,576	\$ 7,025,671	\$ 6,386,707	\$ 5,666,446	\$ 5,930,052

¹ Budgetary Basis.

² Estimated, subject to audit.

Analysis of General Fund Equity

	Adopted Budget ¹ 6/30/2018	Actual 6/30/2017	Actual 6/30/2016	Actual 6/30/2015	Actual 6/30/2014
Nonspendable.....	N/A	\$ 46,454	\$ 83,638	\$ 85,819	\$ 85,502
Restricted.....	N/A	-	-	-	-
Assigned.....	N/A	1,344,541	1,435,596	989,289	1,360,507
Unassigned.....	N/A	5,634,676	4,867,473	4,591,338	4,484,043
Total	N/A	\$ 7,025,671	\$ 6,386,707	\$ 5,666,446	\$ 5,930,052

¹ Budgetary Basis.

VII. Legal and Other Information

Litigation

The Town Attorney has advised that the Town of Woodbridge, its officers, employees, boards and commissions are named defendants in a number of lawsuits. With regard to these pending lawsuits, it is the Town Attorney's opinion that such pending litigation will not be finally determined so as to result individually or in the aggregate in final judgments against the Town which would materially adversely affect its financial position.

Transcript and Documents Delivered at Closing

Upon delivery of the Bonds and the Notes, the winning purchasers will be furnished with the following documents:

1. A Signature and No Litigation Certificate stating that at the time of delivery no litigation is pending or threatened affecting the validity of the Bonds and the Notes or the levy or collection of taxes to pay them.
2. Certificates on behalf of the Town of Woodbridge, Connecticut signed by the First Selectman, the Treasurer and the Administrative Officer and Director of Finance, which will be dated the date of delivery and attached to a confirmed copy of the Official Statement, and which will certify, to the best of said officials' knowledge and belief, that at the time bids on the Bonds and the Notes were accepted the description and statements in the Official Statement relating to the Town and its finances were true and correct in all material respects and did not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements therein, in light of the circumstances under which they were made, not misleading, and that there has been no material adverse change in the financial condition of the Town from that set forth in or contemplated by the Official Statement.
3. Receipts for the purchase price of the Bonds and the Notes.
4. The approving opinions of Joseph Fasi LLC, of Hartford, Connecticut substantially in the form of Appendix B attached hereto.
5. Executed Continuing Disclosure Agreements for the Bonds and the Notes substantially in the form of Appendix C attached hereto.
6. The Town of Woodbridge, Connecticut has prepared an Official Statement for this Bond and Note Issue. The Town deems such Official Statement final as of its date for purposes of SEC Rule 15c2-12 (b) (5), but it is subject to revision or amendment. The Town will provide to the winning bidder(s) of the Bonds 50 copies and each of the Lots of Notes 10 copies of the Official Statement prepared at the Town's expense and delivered not later than seven business days after the bid opening.

Additional copies may be obtained by the winning bidder at its own expense by arrangement with the printer. If the Issuer's Municipal Advisor is provided with the necessary information from the winning bidder by noon of the day after the bid opening, the copies of the Official Statement will include an additional cover page and other pages, if necessary, indicating the interest rates, rating, yields or reoffering prices, the name of the managing underwriter, and the name of the insurer, if any, of the Bonds and the Notes.

Concluding Statement

To the extent that any statements made in this Official Statement involve matters of opinion or estimates such statements are made as such and not as representations of fact or certainty, and no representation is made that any of such statements will be realized. Information herein has been derived by the Town from official and other sources and is believed by the Town to be reliable, but such information other than that obtained from official records of the Town has not been independently confirmed or verified by the Town and its accuracy is not guaranteed.

This Official Statement has been duly prepared and delivered by the Town, and executed for and on behalf of the Town, by the following officials:

Town of Woodbridge, Connecticut

By: _____
Beth Heller, *First Selectman*

By: _____
Anthony F. Genovese, *Administrative Officer and Director of Finance*

By: _____
Alan Rice, *Treasurer*

June __, 2018

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Appendix A

The following includes the General Purpose Financial Statements of the Town of Woodbridge, Connecticut for the fiscal year ended June 30, 2017. The supplemental data which was a part of that report has not been reproduced herein. A copy of the complete report is available upon request from Matthew A. Spoerndle, Senior Managing Director, Phoenix Advisors, 53 River Street, Suite 1, Milford, Connecticut 06460. Telephone (203) 878-4945.

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Independent Auditor's Report

RSM US LLP

To the Members of the Board of Finance
Town of Woodbridge, Connecticut

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Town of Woodbridge, Connecticut (the Town) as of and for the fiscal year ended June 30, 2017, and the related notes thereto which collectively comprise the Town's basic financial statements as listed in the table of content.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Town of Woodbridge, Connecticut as of June 30, 2017, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management Discussion and Analysis, budgetary comparison information, and pension related schedules, as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town's basic financial statements. The combining and individual fund financial statements and other schedules and the introductory and statistical sections are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 28, 2017 on our consideration of the Town's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Town's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Town's internal control over financial reporting and compliance.

RSM US LLP

New Haven, Connecticut
December 28, 2017

TOWN OF WOODBRIDGE, CONNECTICUT
Management's Discussion and Analysis - *unaudited*
June 30, 2017
(In Thousands)

As management of the Town of Woodbridge, Connecticut (the "Town"), we offer readers of the Town's financial statements this narrative overview and analysis of the financial activities of the Town for the fiscal year ended June 30, 2017. We encourage readers to consider the information presented here in conjunction with the Town's basic financial statements that follow this section. All amounts, unless otherwise indicated, are expressed in thousands of dollars.

Financial Highlights - Primary Government

The assets and deferred outflows of resources and deferred inflows of resources of the Town of Woodbridge exceeded its liabilities at the close of the most recent fiscal year by \$64,142 (net position).

The Town's total net position increased by \$2,419. This increase is primarily attributable to an increase in property tax revenue combined with a decrease in general government, public safety, and public works expenditures. As of the close of the current fiscal year, the Town of Woodbridge's governmental funds reported combined ending fund balances of \$3,275 with a general fund total fund balance of \$7,026. The total fund balance of \$3,275 includes a deficit fund balance of \$5,250 in the Woodbridge Country Club Fund and a deficit fund balance of \$500 in the Beecher School Renovation fund both due to a notes payable liability. Management has committed to maintaining a minimum unassigned fund balance in the General Fund of 8 percent to 14 percent of the subsequent year's annual budget.

As of the end of the current fiscal year, unassigned fund balance for the general fund was \$5,635, or approximately 11.5 percent of general fund expenditures.

The Town's total general obligation bonds increased by \$2,935 during the current fiscal year. The key factor in this is the repayment of principal in the Town's debt service combined with the issuance of \$4,500 in bonds for the renovation of the Beecher Road School. The bonds outstanding are for school construction, land acquisition and other general municipal improvements. In July of 2016, the Town issued \$4,500 on general obligation bonds and issued short term notes in the amount of \$7,650 to finance the purchase of the Woodbridge Country Club and to finance the renovations at Beecher Road School. See Note 7 for more information.

Overview of the Financial Statements

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

Government-Wide Financial Statements

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

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

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

Both of the government-wide financial statements distinguish functions of the Town that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the Town include general government, public safety, highways and streets, solid waste disposal, human services, economic development, and culture and recreation activities.

The government-wide financial statements can be found on pages 11-12 of this report.

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

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

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

The Town of Woodbridge maintains twenty-one (21) individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund, Beecher School Renovation fund and the Woodbridge Country Club fund, all of which are considered to be major funds. Nine (9) special revenue funds, seven (7) capital project funds and two (2) permanent funds are combined into aggregate funds in this presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

The Town adopts an annual appropriated budget for its general fund. A budgetary comparison statement has been provided for the general fund to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 13-15 of this report.

Fiduciary funds. The Town of Woodbridge maintains four (4) individual fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the Town of Woodbridge's own programs.

Fiduciary funds provide the same type of information as the government-wide financial statements, only in more detail. The fiduciary fund financial statements provide separate information for Student Activities, Senior Center Activities and Senior Center Arts and Crafts and the OPEB fund. Conversely, these funds are combined into a single, aggregated presentation in the fiduciary fund financial statements. Individual fund data for these funds is provided in the form of combining statements elsewhere in this report.

The basic fiduciary fund financial statements can be found on pages 16-17 of this report.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 18-50 of this report.

Government-Wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the Town of Woodbridge, assets exceeded liabilities by \$64,142 at the close of the most recent fiscal year. This is an increase of \$2,419 over the prior year.

**TOWN OF WOODBRIDGE, CONNECTICUT
SUMMARY STATEMENT OF NET POSITION
June 30, 2017 and 2016**

	<u>June 30, 2017</u>	<u>June 30, 2016</u>
	<u>Governmental</u>	<u>Governmental</u>
	<u>Activities</u>	<u>Activities</u>
Current and other assets	\$ 12,575	\$ 14,389
Capital assets	<u>92,313</u>	<u>91,832</u>
Total assets	104,888	106,221
Deferred Outflows of Resources	<u>3,181</u>	<u>1,521</u>
Long-term liabilities	<u>34,306</u>	34,495
Other liabilities	<u>9,307</u>	<u>11,497</u>
Total liabilities	43,613	45,992
Deferred Inflows of Resources	<u>314</u>	<u>27</u>
Net position:		
Net investment in capital assets	64,825	62,366
Restricted	1,137	743
Unrestricted	(1,820)	(1,386)
Total net position	\$ 64,142	\$ 61,723

By far the largest portion of the Town's net position reflects its investment in capital assets (e.g., land, buildings, machinery, and equipment); less any related debt used to acquire those assets that are still outstanding. The Town uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Town investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

The Town also has \$1,137 in restricted assets. These are assets restricted for a specific purpose and cannot be used for any other purpose other than its original intent.

The remaining balance of unrestricted net position (deficit) of (\$1,820) may be used to meet the government's ongoing obligations to citizens and creditors. This compares to last year's total unrestricted net position (deficit) of (\$1,386), a decrease of \$434. The decrease and deficit is mainly due to the outstanding bond anticipation notes.

At the end of the current fiscal year, the Town is able to report positive balances in all categories of net position, both for the government as a whole, as well as for its separate governmental activities except for unrestricted net position. As stated earlier, this is mainly due to the issuance of bond anticipation notes issued to finance the purchase of the Woodbridge Country Club and renovations to Beecher Road School.

Governmental activities. Governmental activities increased the Town's net position by \$2,419, thereby accounting for a 3.9 percent growth. The increase of \$2,419 of net position is \$1,414 less than the previous increase of \$3,833.

**TOWN OF WOODBRIDGE, CONNECTICUT
SUMMARY STATEMENT OF ACTIVITIES
For the Years Ended June 30, 2017 and 2016**

	<u>2017</u>	<u>2016</u>
Revenues:		
Program revenues:		
Charges for services	\$ 2,486	\$ 2,183
Operating grants and contributions	4,192	4,381
Capital grants and contributions	361	2,939
General Revenues:		
Property taxes	44,494	43,444
Grants and contributions not restricted to specific programs	350	162
Miscellaneous	493	685
Investment income	145	56
Total revenues	52,521	53,849
Expenses:		
General Government	2,485	2,308
Public Safety	5,869	5,881
Public Works	3,013	5,288
Human Services	541	566
Library	1,058	1,062
Education	20,254	19,114
Amity Regional School District	14,290	13,507
Recreation	1,642	1,803
Debt Service	951	487
Total expenses	50,103	50,017
Increase in net position	2,418	3,833
Net Position, beginning	61,723	57,890
Net Position, ending	\$ 64,141	\$ 61,723

Key elements of this increase are as follows:

Eighty-five percent (85 percent) of the revenues of the Town were derived from property taxes, followed by nine percent (9 percent) from grants and contributions, five percent (5 percent) from charges for services, and one percent (1 percent) from miscellaneous revenues.

Major revenue factors included:

- Property tax revenues recorded for the fiscal year 2017, up \$1,050, or 2.4 percent reflects growth in the tax rate of 2.25 percent. In 2017, the State required the Town to cap our motor vehicle mill rate at 37.00. This caused the Town to issue two mill rates: 37.00 for motor vehicles and 38.54 for real estate.

- Governmental Fund investment earnings increased by \$89 from \$56 in the prior fiscal year to \$145 in the fiscal year ended June 30, 2017.
- Intergovernmental revenue decreased from the prior fiscal year by \$2,579. This is primarily due to a decrease in education capital grants of \$2,578. The Town received \$2,591 in 2016 related to the renovations of the Beecher Road School.
- Charges for services increased by approximately \$303 from the prior fiscal year, primarily due to increased fees from general government of \$287 and recreation fees of \$131.

For Governmental Activities, 69 percent of the Town's expenses relate to education, 12 percent relates to public safety, 6 percent relates to parks and public works operations, 6 percent relates to health and welfare, recreation activities, and library, 5 percent relates to government administration, and other areas, and the remaining 2 percent to interest payments on long term debt.

Major expense factors include:

- The cost of education services from Amity increased \$783 primarily due to negotiated wage settlements, employee health insurance cost increases and other cost increases. In addition, the Town's average daily membership, or percent of the budget paid by the Town, increased from 29.784% to 30.871%.
- A decrease of \$2,275 in public works. In 2016, public works contained expenses related to the construction of the new public works facility as well as road and bridge reconstruction expenses.
- An increase of \$1,140 in education expenses related to Beecher Road School primarily due to expenses related to the renovation of Beecher Road School.
- An increase of \$464 in interest related to debt service payments. This is related to the first interest payment for improvements to Beecher Road School.

Expenses and Program Revenues - Government-Wide Activities

For the most part, increases in expenses and closely paralleled inflation and growth in the demand for services. A noteworthy exception, however, relates to the Town's construction activity. Education capital grant revenue decreases from the prior year due to \$2,592 received in 2016 related to the Beecher School renovation. Additionally, as noted earlier, public works expenses decreased due to the decline in construction activity by \$2,191 from the prior year.

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

Financial Analysis of the Government's Funds

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

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

As of the end of the current fiscal year, the Town's governmental funds reported combined ending fund balances of \$3,275. Please note the total fund balance of \$3,275 includes a deficit fund balance of \$5,250 in the Woodbridge Country Club Fund due to a \$5,250 notes payable liability and a deficit fund balance of \$500 in the Beecher School Renovation Fund due to a \$2,400 notes payable liability. The remainder of fund balance totaling \$9,025 includes \$1,345 assigned to liquidate contracts and purchase orders of the prior period, \$916 restricted for specific purposes, \$1,134 committed to certain functions, \$50 identified as nonspendable and \$5,580 as unassigned in the general fund and other nonmajor funds.

General fund. At the end of the current fiscal year, unassigned fund balance of the general fund was \$6,368, while total fund balance equals \$7,026. As a measure of the general fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 12.6 percent of total general fund expenditures, while total fund balance represents 13.9 percent of that same amount.

In 2017, the total fund balance of the Town's general fund increased by \$639 from \$6,387 to \$7,026.

Woodbridge Country Club Fund. This fund is a capital improvement fund dedicated to the purchase of the Woodbridge Country Club in August 2009. The Town approved a bond referendum totaling \$7,000 in May of 2009. There were no expenditures for this capital project in 2017 with a debt pay down of \$350. The Woodbridge Country Club fund balance (deficit) was (\$5,250) on June 30, 2017 representing that fund's note liability.

Beecher School Renovations. This fund is a capital improvement fund related to the renovations of Beecher School including: updated HVAC controls, air conditioning, new light fixtures, new windows, new roofs, new and updated mechanical equipment, solar photovoltaic roof array, security enhancements, and other necessary improvements. The Town began renovations in June of 2014. In fiscal year 2017, there were expenses totaling \$496. The Town has appropriated \$5,105 in 2016 and \$4,500 in 2017 in bonds toward the construction of this facility. In addition, the Town has a note liability totaling \$2,400 as of June 30, 2017. The total project authorization is \$13,345 funded with a combination of borrowed funds, utility incentives, and grants.

General Fund Budgetary Highlights

The difference between the original budget and the final amended budget was an increase of \$84 and can be briefly summarized as follows:

- \$231 increase to capital and non-recurring of which \$40 is used for a boiler replacement in the Center building and \$44 for equipment related to the replacement of the police tower.
- \$109 increase various departments to payment of retroactive wage increases.
- \$403 decrease in Contingency to fund increases in other departments
- \$147 in net increases allocated to all other budgetary departments.

Capital Asset and Debt Administration

Capital assets. The Town's investment in capital assets for its governmental activities as of June 30, 2017, amounts to \$92,314. This is an increase of \$481 from the prior year's total of \$91,833 (net of accumulated depreciation). This investment in capital assets includes land, buildings and system, improvements, machinery and equipment, park facilities, roads, highways, and bridges.

Major capital asset events during the current fiscal year included the following:

- \$73 for improvements to the library following a water leak
- \$462 in infrastructure improvements related to road reclamation.
- \$88 in vehicle purchases
- \$298 for the purchase of air packs in the fire department
- \$13,801 in additions to buildings for renovations at Beecher Road School including \$12,526 from construction in progress.

**TOWN OF WOODBRIDGE, CONNECTICUT
CAPITAL ASSETS (NET OF DEPRECIATION)
June 30, 2017 and 2016**

	Governmental Activities	
	2017	2016
Land	\$ 20,567	\$ 20,567
Buildings and improvements	44,622	31,450
Machinery and equipment	3,255	3,406
Infrastructure	22,878	22,950
Construction in progress	992	13,460
Total	<u>\$ 92,314</u>	<u>\$ 91,833</u>

Additional information on the Town's capital assets can be found in Note 6 of this report.

Long-term debt. At the end of the current fiscal year, the Town had total bonded debt outstanding of \$19,105. The Town has issued no debt secured solely by specified revenue sources (i.e., revenue bonds).

**TOWN OF WOODBRIDGE, CONNECTICUT
OUTSTANDING DEBT**

	Governmental Activities	
	2017	2016
General obligation bonds	<u>\$ 19,105</u>	<u>\$ 16,170</u>

The Town's total debt increased by \$2,935 (18.2 percent) during the current fiscal year. The key factor in this increase was the issuance of \$4,500 in debt for the renovations of the Beecher School. Additionally, the Town continued payment of principal on all Town Bond issues.

The Town maintained a "AAA" rating from Moody's Investors Service. This rating was awarded in May of 2010 and was the result of a Moody's global recalibration.

State statutes limit the amount of general obligation debt a governmental entity may issue to seven times its annual tax collections. The current debt limitation for the Town is \$308,928, which is significantly in excess of the Town's outstanding general obligation debt.

Additional information on the Town's long-term debt can be found in note 6 of this report.

The Town utilizes a budget model to project the tax consequences associated with funding the annual budget projections and capital expenditures over a ten-year period. The model enables Town administration and the general public to view various scenarios for projecting the impact of operating expenditures and capital projects by utilizing various budgetary assumptions which include debt service, projected annual growth in operating revenues and expenditures, use of undesignated fund balance, tax collection rates and grand list growth.

Economic Factors and Next Year's Budgets and Rates

- The unemployment rate for the Town is currently 3.8 percent, which is a decrease from a rate of 4.3 percent a year ago. This compares favorably to the State's average unemployment rate of 5.1 percent and the Bridgeport-Stamford Labor Market of 5.2 percent.

- Primarily a residential community, the Town experienced an increase in the total taxable assessed value in 2017 of 0.24 percent.
- Inflationary trends in the region compare favorably to national indices.

All of these factors were considered in preparing the Town of Woodbridge's annual budget.

Requests for Information

This financial report is designed to provide a general overview of the Town's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Finance Department, 11 Meetinghouse Lane, Woodbridge, CT 06525.

Basic Financial Statements

Town of Woodbridge, Connecticut

**Statement of Net Position
June 30, 2017**

	Governmental Activities
Assets	
Cash and cash equivalents	\$ 11,682,029
Investments	447,887
Receivables:	
Property taxes, net of allowance for collection losses	159,788
Assessments and user fees	64,800
Accounts receivable	126,242
Intergovernmental receivable	43,598
Inventories and other assets	50,917
Capital assets, non-depreciable	21,559,157
Capital assets, net of accumulated depreciation	70,753,864
Total assets	<u>104,888,282</u>
Deferred outflows of resources:	
Deferred amounts on refunding	183,811
Pension related amounts	2,996,927
Total deferred outflows of resources	<u>3,180,738</u>
Liabilities	
Accounts payable and accrued expenses	1,362,151
Unearned revenues	294,520
Bond anticipation notes payable	7,650,000
Long-term liabilities:	
Due within one year	2,119,100
Due in more than one year	32,187,069
Total liabilities	<u>43,612,840</u>
Deferred inflows of resources:	
Pension related amounts	271,515
Advance tax collections	42,656
Total deferred inflows of resources	<u>314,171</u>
Net position:	
Net investment in capital assets	64,825,312
Restricted for:	
Trust purposes:	
Expendable	442,352
General government	35,312
Human services	156,573
Education	74,239
Capital projects	72,255
Library	356,121
Unrestricted (deficit)	<u>(1,820,155)</u>
Total net position	<u>\$ 64,142,009</u>

See notes to financial statements.

Town of Woodbridge, Connecticut

**Statement of Activities
For the Year Ended June 30, 2017**

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:					Total
General government	\$ (2,484,567)	\$ 547,314	\$ 245,489	\$ -	\$ (1,691,764)
Board of education	(20,254,142)	878,032	3,633,372	-	(15,742,738)
Public safety	(5,868,576)	547,314	245,489	-	(5,075,773)
Public works	(3,013,306)	157,773	25,400	307,189	(2,522,944)
Town library	(1,057,542)	8,109	31,200	-	(1,018,233)
Recreation	(1,641,650)	346,974	-	-	(1,294,676)
Human services	(541,458)	-	11,520	54,087	(475,851)
Amity Regional School District	(14,290,054)	-	-	-	(14,290,054)
Interest	(951,111)	-	-	-	(951,111)
Total governmental activities	\$ (50,102,406)	\$ 2,485,516	\$ 4,192,470	\$ 361,276	(43,063,144)
General revenues:					
Property taxes					44,494,171
Grants and contributions not restricted to specific programs					349,842
Unrestricted investment earnings					144,996
Miscellaneous					493,250
Total general revenues					45,482,259
Change in net position					2,419,115
Net position - beginning					61,722,894
Net position - ending					\$ 64,142,009

See notes to financial statements.

Town of Woodbridge, Connecticut

Balance Sheet - Governmental Funds
June 30, 2017

	Major Funds				Total Governmental Funds
	General	Beecher School Renovation	Woodbridge Country Club	Nonmajor Governmental Funds	
Assets					
Cash and cash equivalents	\$ 11,423,462	\$ -	\$ -	\$ 258,567	\$ 11,682,029
Investments	-	-	-	447,887	447,887
Receivables (net of allowances for collection losses):					
Property taxes	159,788	-	-	-	159,788
Assessments and user fees	-	-	-	64,800	64,800
State and Federal governments	-	-	-	43,598	43,598
Other	125,842	-	-	400	126,242
Inventories and other assets	46,454	-	-	4,463	50,917
Due from other funds	520,458	1,901,041	-	1,865,066	4,286,565
Total assets	\$ 12,276,004	\$ 1,901,041	\$ -	\$ 2,684,781	\$ 16,861,826
Liabilities					
Accounts payable	919,277	\$ 800	\$ -	\$ 66,274	\$ 986,351
Due to other funds	3,920,564	-	-	366,001	4,286,565
Unearned revenues	241,631	-	-	52,889	294,520
BANS payable	-	2,400,000	5,250,000	-	7,650,000
Total liabilities	5,081,472	2,400,800	5,250,000	485,164	13,217,436
Deferred Inflows of Resources					
Unavailable resources	168,861	-	-	200,181	369,042
Total deferred inflows of resources	168,861	-	-	200,181	369,042
Fund Balances (Deficits)					
Nonspendable	46,454	-	-	4,463	50,917
Restricted	-	-	-	916,081	916,081
Committed	-	-	-	1,133,845	1,133,845
Assigned	1,344,541	-	-	-	1,344,541
Unassigned	5,634,676	(499,759)	(5,250,000)	(54,953)	(170,036)
Total fund balances (deficits)	7,025,671	(499,759)	(5,250,000)	1,999,436	3,275,348
Total liabilities, deferred inflows of resources and fund balances (deficits)	\$ 12,276,004	\$ 1,901,041	\$ -	\$ 2,684,781	

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

Capital assets purchased in governmental funds are reported as expenditures, however, the statement of net position includes those capital assets among the assets of the Town as a whole.	92,313,021
Deferred amounts on refunding	183,811
Deferred pension expense, net of deferred inflows	2,725,412
Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds.	326,386
Long-term liabilities, including bonds payable and net pension liability, are not due and payable in the current period and therefore are not reported in the funds.	(34,306,169)
Accrued interest payable	(375,800)

Net position of governmental activities

\$ 64,142,009

See notes to financial statements.

Town of Woodbridge, Connecticut

Statement of Revenues, Expenditures and Changes in Fund Balances (Deficits) - Governmental Funds
For the Year Ended June 30, 2017

	Major Funds			Nonmajor Governmental Funds	Total Governmental Funds
	General	Beecher School Renovations	Woodbridge Country Club		
Revenues:					
Property taxes	\$ 44,564,309	\$ -	\$ -	\$ -	\$ 44,564,309
Intergovernmental	3,839,858	-	-	782,470	4,622,328
Charges for services	1,973,039	-	-	230,290	2,203,329
Investment income	99,622	2,341	-	33,248	135,211
Donations	13,941	-	-	29,339	43,280
Other	486,424	-	-	9,928	496,352
Total revenues	50,977,193	2,341	-	1,085,275	52,064,809
Expenditures:					
Current:					
General government	1,986,261	-	-	-	1,986,261
Board of education	16,846,806	-	-	610,258	17,457,064
Public safety	4,394,446	-	-	244,995	4,639,441
Public works	2,529,214	-	-	-	2,529,214
Town library	779,762	-	-	36,183	815,945
Recreation	1,275,758	-	-	-	1,275,758
Human services	388,275	-	-	74,580	462,855
Employee benefits	4,197,684	-	-	-	4,197,684
Intergovernmental:					
Amity Regional School District	14,290,054	-	-	-	14,290,054
Debt service:					
Principal	1,565,056	4,500,000	-	-	6,065,056
Interest	670,351	138,178	-	-	808,529
Capital outlay	273,000	496,498	-	1,361,475	2,130,973
Total expenditures	49,196,667	5,134,676	-	2,327,491	56,658,834
Excess (deficiency) of revenues over expenditures	1,780,526	(5,132,335)	-	(1,242,216)	(4,594,025)
Other financing sources (uses):					
Transfers in	4,649	-	350,000	1,069,211	1,423,860
Transfers (out)	(1,419,211)	-	-	(4,649)	(1,423,860)
Premium on bonds	-	228,983	-	-	228,983
Issuance of capital lease	273,000	-	-	-	273,000
Issuance of bonds	-	4,500,000	-	-	4,500,000
Total other financing sources (uses)	(1,141,562)	4,728,983	350,000	1,064,562	5,001,983
Change in fund balances (deficits)	638,964	(403,352)	350,000	(177,654)	407,958
Fund balance (deficits) - July 1, 2016	6,386,707	(96,407)	(5,600,000)	2,177,090	2,867,390
Fund balance (deficits) - June 30, 2017	\$ 7,025,671	\$ (499,759)	\$ (5,250,000)	\$ 1,999,436	\$ 3,275,348

See notes to financial statements.

Town of Woodbridge, Connecticut

**Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of
Governmental Funds to the Statement of Activities
For the Year Ended June 30, 2017**

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

Net change in fund balances (deficits) – total governmental funds	\$ 407,958
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.	481,213
Revenues in the statement of activities that do not provide current financial resources and are not reported as revenues in the funds.	(46,813)
The issuance of long-term debt (e.g., bonds, leases), including related premiums, provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position	1,444,549
Some expenses (e.g. interest and pension expense) reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.	<u>132,208</u>
Change in net position of governmental activities	<u><u>\$ 2,419,115</u></u>

See notes to financial statements.

Town of Woodbridge, Connecticut

**Statement of Fiduciary Net Position - Fiduciary Funds
June 30, 2017**

	OPEB Trust Fund	Agency Funds
Assets		
Cash and cash equivalents	\$ 17,296	\$ 7,260
Investments:		
Mutual funds	3,816,403	-
Accounts receivable	-	18,234
Total assets	<u>3,833,699</u>	<u>25,494</u>
Liabilities		
Due to student groups and other	-	25,494
Total liabilities	<u>-</u>	<u>\$ 25,494</u>
Net position held in trust	<u>\$ 3,833,699</u>	

See notes to financial statements.

Town of Woodbridge, Connecticut

**Statement of Changes in Fiduciary Net Position - Fiduciary Funds
For the Year Ended June 30, 2017**

	OPEB Trust Fund
<hr/>	
Additions:	
Contributions	\$ 300,000
Investment Income:	
Net appreciation in fair value of investments	246,013
Interest and dividends	105,102
Investment income	<u>351,115</u>
Total additions	<u>651,115</u>
Deductions:	
Benefits	<u>29,993</u>
Change in net position	621,122
Net position held in trust:	
Beginning of year	<u>3,212,577</u>
End of year	<u><u>\$ 3,833,699</u></u>

See notes to financial statements.

Town of Woodbridge, Connecticut

Notes to Financial Statements

Note 1. Summary of Significant Accounting Policies

Reporting entity: The Town of Woodbridge, Connecticut (the Town) was incorporated in 1784. The Town operates under a Board of Selectmen – Town Meeting form of government and provides the following services: general government, public works, parks and recreation, education, public safety, library and social services. The accompanying basic financial statements conform to accounting principles generally accepted in the United States of America (GAAP) as applicable to governments.

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

Accounting standards adopted in the current year:

GASB Statement No. 74, *Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans*, addresses reporting by OPEB plans that administer benefits on behalf of governments. Statement 74 addresses the financial reports of defined benefit OPEB plans that are administered through trusts that meet specified criteria. The Statement follows the framework for financial reporting of defined benefit OPEB plans in Statement 45 by requiring a statement of fiduciary net position and a statement of changes in fiduciary net position. The Statement requires more extensive note disclosures and RSI related to the measurement of the OPEB liabilities for which assets have been accumulated, including information about the annual money-weighted rates of return on plan investments. Statement 74 also sets forth note disclosure requirements for defined contribution OPEB plans. The implementation of this statement resulted in additional disclosures (see Note 11). See Note 15 for the impact the adoption of GASB 75 will have on the OPEB liability in the next fiscal year.

GASB Statement No. 77, *Tax Abatement Disclosures*. Financial statements prepared by state and local governments in conformity with generally accepted accounting principles provide citizens and taxpayers, legislative and oversight bodies, municipal bond analysts, and others with information they need to evaluate the financial health of governments, make decisions, and assess accountability. This information is intended, among other things, to assist these users of financial statements in assessing (1) whether a government's current-year revenues were sufficient to pay for current-year services (known as interperiod equity), (2) whether a government complied with finance-related legal and contractual obligations, (3) where a government's financial resources come from and how it uses them, and (4) a government's financial position and economic condition and how they have changed over time. The implementation of this statement had no impact on the Town's financial statements.

GASB Statement No. 78, *Pensions Provided through Certain Multiple-Employer Defined Benefit Pension Plans*. This standard narrows the scope and applicability of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, to exclude pensions provided to employees of state or local governmental employers through a cost-sharing multiple-employer defined benefit pension plan meeting specific criteria; establishes new guidance for these employers, including separate requirements for recognition and measurement of pension expense or expenditures and liabilities, note disclosures and required supplementary information (RSI). The implementation of this statement had no impact on the Town's financial statements.

Town of Woodbridge, Connecticut

Notes to Financial Statements

Note 1. Summary of Significant Accounting Policies (Continued)

GASB Statement No. 80, *Blending Requirements for Certain Component Units – An Amendment of GASB Statement No. 14*. The objective of this Statement is to improve financial reporting by clarifying the financial statement presentation requirements for certain component units. This Statement amends the blending requirements established in paragraph 53 of Statement No. 14, The Financial Reporting Entity, as amended. This Statement amends the blending requirements for the financial statement presentation of component units of all state and local governments. The additional criterion requires blending of a component unit incorporated as a not-for-profit corporation in which the primary government is the sole corporate member. The additional criterion does not apply to component units included in the financial reporting entity pursuant to the provisions of Statement No. 39, Determining Whether Certain Organizations Are Component Units. The implementation of this statement had no impact on the Town's financial statements.

Government-wide and fund financial statements: The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the non-fiduciary activities of the Town. The effect of interfund activity has been removed from these statements; however, interfund services provided and used are not eliminated in the process of consolidation. Governmental activities are normally supported by taxes and intergovernmental revenues.

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

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

The various funds included in the financial statements are described below:

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

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

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

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

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

Town of Woodbridge, Connecticut

Notes to Financial Statements

Note 1. Summary of Significant Accounting Policies (Continued)

Measurement focus, basis of accounting, and financial statement presentation: The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are fiduciary fund financial statements. Agency fund financial statements are on the accrual basis with no measurement focus. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

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

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

The Town reports the following major governmental funds.

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

The **Woodbridge Country Club Fund** is a capital projects fund. It accounts for the activities associated with the purchase and improvement of the golf course.

The **Beecher School Renovation Fund** is a capital projects fund. It accounts for the activities associated with the improvement of the Beecher Road School.

Additionally, the Town reports the following fund types:

Fiduciary fund types:

The *Agency Funds* account for monies held as a custodian for outside student and senior groups. Agency funds use the accrual basis of accounting, and have no measurement focus.

The *Other Post-Employment Benefits Trust Fund (OPEB Trust Fund)* accounts for other post-employment benefits given to Town employees. Income from this fund may only be used for payment of other postemployment benefits, most notably health insurance for Town retirees.

Accounting estimates: The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

Town of Woodbridge, Connecticut

Notes to Financial Statements

Note 1. Summary of Significant Accounting Policies (Continued)

Cash equivalents: Cash equivalents are short-term, highly liquid investments with original maturities of three months or less, when purchased, such as certificates of deposit and investment pools. The Connecticut State Treasurer's Short-Term Investment Fund is an investment pool managed by the State of Connecticut Office of the State Treasurer. Investments must be made in instruments authorized by Connecticut General Statutes 3-27c through 3-27e. Investment guidelines are adopted by the State Treasurer. The fair value of the position in the pool is the same as the value of the pool shares. The cash portfolio adheres to GASB Statement No. 79, Certain Investment Pools and Pool Participants, which amends Statement No. 31 and establishes accounting and financial reporting standards for state and local governments that participate in a qualifying external investment pool that measures for financial reporting purposes all of its investments at amortized cost.

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

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

Property taxes: The Town's property tax is levied each July 1, on the assessed value listed on the prior October 1 Grand List for all taxable property located in the Town. Although taxes are levied in June, the legal right to attach the property does not exist until July 1. Therefore, taxes are due and payable in equal installments on July 1, and January 1, following the date of the Grand List. Interest of 1 ½ percent per month is charged on delinquent taxes. Liens are effective on the attachment date and are continued by filing prior to the following levy date. Additional property taxes are assessed for motor vehicles registered subsequent to the Grand List date through July 31, and are payable in one installment due January 1. An amount of \$21,000 has been established as an allowance for uncollectible taxes. At June 30, 2017, this represents approximately 11.7 percent of all property taxes receivable. Property tax receivables are reported net of an allowance for uncollectibles.

Investments: All investments are stated at fair value.

Fair value: The Town uses fair value measurements to record fair value adjustments to certain assets and to determine fair value disclosures. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Fair value is best determined based upon quoted market prices. However, in certain instances, there are no quoted market prices for certain assets or liabilities. In cases where quoted market prices are not available, fair values are based on estimates using present value or other valuation techniques. Those techniques are significantly affected by the assumptions used, including the discount rate and estimates of future cash flows. Accordingly, the fair value estimates may not be realized in an immediate settlement of the asset or liability.

Fair value measurements focus on exit prices in an orderly transaction (that is, not a forced liquidation or distressed sale) between market participants at the measurement date under current market conditions. If there has been a significant decrease in the volume and level of activity for the asset or liability, a change in valuation technique or the use of multiple valuation techniques may be appropriate. In such instances, determining the price at which willing market participants would transact at the measurement date under current market conditions depends on the facts and circumstances and requires the use of significant judgment.

Town of Woodbridge, Connecticut

Notes to Financial Statements

Note 1. Summary of Significant Accounting Policies (Continued)

The Town's fair value measurements are classified into a fair value hierarchy based on the markets in which the assets and liabilities are traded and the reliability of the assumptions used to determine fair value.

The three categories within the hierarchy are as follows:

Level 1: Quoted prices in active markets for identical assets and liabilities.

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly, including quoted prices for similar assets or liabilities in active markets, quoted prices for identical or similar assets or liabilities in markets that are not active, interest rates and yield curves observable at commonly quoted intervals, implied volatilities, credit spreads, and market-corroborated inputs.

Level 3: Unobservable inputs shall be used to measure fair value to the extent that relevant observable inputs are not available, thereby allowing for situations in which there is little, if any, market activity for the asset or liability at the measurement date. Level 3 assets and liabilities include financial instruments whose value is determined using pricing models, discounted cash flows methodologies, or similar techniques, as well as instruments for which the determination of fair value requires significant management judgement.

See Note 3 for additional information regarding fair value.

Inventory: Purchased inventory for the school cafeteria fund, a special revenue fund, is valued at lower of cost or market (first-in, first-out method). USDA donated commodities are valued at acquisition value plus the amount disbursed for processing and storage charges. Expenditures are recognized when incurred.

Interfunds: Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the noncurrent portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds."

Capital assets: Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the governmental activity column in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed.

Town of Woodbridge, Connecticut

Notes to Financial Statements

Note 1. Summary of Significant Accounting Policies (Continued)

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

<u>Assets</u>	<u>Years</u>
Buildings	50
Building improvements	20-50
Distribution and collection systems	75
Public domain infrastructure	75
Machinery and equipment	5-20

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

Compensated absences: Town employees accumulate vacation and sick leave hours for subsequent use or for payment upon termination, death or retirement. Vacation and sick leave expenses to be paid in future periods are accrued when incurred in the government-wide financial statements. A liability for these amounts is reported in governmental funds only for amounts due, for example, as a result of employee resignations and retirements. The general fund is typically used to liquidate the liability.

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

Deferred outflows/inflows of resources: In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position or fund balance that applies to a future period or periods and so will not be recognized as an outflow of resources (expense/expenditure) until then. The Town reports deferred outflows related to pension in the government-wide statement of net position. Deferred outflows of resources consist of unrecognized items not yet charged to pension expense and contributions from the employer after the measurement date but before the end of the employer's reporting period.

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position or fund balance that applies to a future period or periods and so will not be recognized as an inflow of resources (revenue) until that time. Also, for governmental funds, the Town reports unavailable revenue, which arises only under the modified accrual basis of accounting. The governmental funds report unavailable revenues from property taxes, interest on property taxes, and charges for services. These amounts are deferred and recognized as an inflow of resources (revenue) in the period during which the amounts become available. The Town reports advance property tax collection in the government-wide statement of net position and in the governmental fund balance sheet. Advance property taxes represents taxes that inherently associated with a future period.

Town of Woodbridge, Connecticut

Notes to Financial Statements

Note 1. Summary of Significant Accounting Policies (Continued)

Long-term obligations: In the government-wide financial statement, long-term debt and other long-term obligations are reported as liabilities in the governmental activities statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the interest method. Bonds payable are reported net of the applicable bond premium or discount.

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

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

Net investment in capital assets: The net investment in capital assets component of net position consists of capital assets, including accumulated depreciation, reduced by the outstanding balances of bonds, notes or other borrowings that are attributable to the acquisition, construction or improvement of these assets. Deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction or improvement of those assets or related debt are included in this component of net position.

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

Unrestricted net position: This category represents the net position of the Town, which are not restricted for any project or other purpose. A deficit will require future funding.

Fund balance: In the governmental fund financial statements, the Town reported the following governmental fund balances:

Nonspendable fund balance: These amounts cannot be spent because they are not in spendable form, or because they are legally or contractually required to be maintained intact.

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

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

Assigned fund balance: For all governmental funds other than the General Fund, this represents any remaining positive amounts not classified as restricted or committed. For the General Fund, this includes amounts constrained for the intent to be used for a specific purpose by Board of Finance, which have been delegated to assign amounts by the Town Charter.

Town of Woodbridge, Connecticut

Notes to Financial Statements

Note 1. Summary of Significant Accounting Policies (Continued)

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

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

OPEB accounting:

OPEB trust: Employer contributions are recognized in the period in which the contributions are due, and the Town has made a formal commitment to provide the contributions.

Governmental funds and governmental activities: In governmental funds, expenditures are recognized when they are paid or are expected to be paid with current available resources. In governmental activities, expense is recognized based on actuarially required contributions. The net OPEB obligation, the cumulative difference between annual OPEB cost and the Town's contributions to the plan since July 1, 2008, is calculated on an actuarial basis consistent with the requirements of Government Accounting Standards Board Statement No. 45. The OPEB obligation (OPEB) is recorded as a noncurrent liability in the government-wide financial statements.

Funding policy: The Town makes annual contributions based on management decisions.

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

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

Bonds payable	\$ (19,105,000)
Capital leases payable	(736,310)
Premium on bonds	(847,139)
Compensated absences	(1,371,110)
Landfill closure	(140,000)
Net pension liability	(6,547,772)
OPEB liability	<u>(5,558,838)</u>
Net adjustment to reduce fund balance – total governmental funds to arrive at net position – governmental activities	<u><u>\$ (34,306,169)</u></u>

Town of Woodbridge, Connecticut

Notes to Financial Statements

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

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

Capital outlay	\$ 2,388,730
Depreciation expense	(1,811,950)
Loss on disposal	<u>(95,567)</u>
Net adjustment to increase net changes in fund balances - total governmental funds to arrive at changes in net position of governmental activities	<u>\$ 481,213</u>

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

Debt issued or incurred:	
Issuance of Bonds	\$ (4,500,000)
Premiums on bonds	(228,983)
Issuance of capital lease	<u>(273,000)</u>
Principal repayments:	
General obligation debt	1,565,000
Payment of BANS	4,500,000
Amortization of premiums	116,382
Amortization of refunding amounts	(29,744)
Payment of capital lease	<u>294,894</u>
Net adjustment to increase net changes in fund balances- total governmental funds to arrive at changes in net position of governmental activities	<u>\$ 1,444,549</u>

Town of Woodbridge, Connecticut

Notes to Financial Statements

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

Another element of that reconciliation states that “Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.” The details of the changes in various liability accounts that represent this difference are as follows:

Accrued interest	\$ (237)
Landfill closure costs	20,000
Retainage	674,286
Compensated absences	(68,070)
Net pension liability	(1,707,440)
Pension expense	1,418,152
Net OPEB obligation	<u>(204,483)</u>
Net adjustment to decrease net changes in fund balances – total governmental funds to arrive at changes in net position of governmental activities	<u>\$ 132,208</u>

Note 3. Cash, Cash Equivalents and Investments

Policies and procedures:

Deposits: The Town does not have a policy for deposits. The State of Connecticut requires that each depository maintain segregated collateral in an amount equal to a defined percentage of its public deposits based upon the bank’s risk based capital ratio.

Investments: The investment policies of the Town conform to the policies as set forth by the State of Connecticut (the Statutes). The Town allows investments in the following: (1) obligations of the United States and its agencies (2) highly rated obligations of any state of the United States or of any political subdivision, authority or agency thereof; and (3) shares or other interests in custodial arrangements or pools maintaining constant net asset values and in highly rated no-load open end money market and mutual funds (with constant or fluctuating net asset values) whose portfolios are limited to obligations of the United States and its agencies, and repurchase agreements fully collateralized by such obligations. The Statutes (Sections 3-24f and 3-27f) also provide for investment in shares of the Connecticut Short Term Investment Fund. These investments are carried at amortized cost.

Other provisions of the Statutes cover specific other post-employment benefit obligation funds with particular investment authority and do not specify permitted investments. Therefore, investment of such funds is generally controlled by the laws applicable to fiduciaries (i.e., prudent person rule) and the provisions of the applicable plan. Their approved policies target an asset mix to provide the probability of meeting or exceeding the return objectives at the lowest possible risk.

The Town does not have a policy for custodial credit risk for investments.

Interest rate risk: The Town does not have a policy that limits investment maturities as a means of managing its exposure to fair value losses arising from changes in interest rates. However, its practice is to structure the investment portfolio so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities on the open market prior to maturity, and investing operating funds primarily in shorter-term securities, money market mutual funds, or similar investment pools.

Town of Woodbridge, Connecticut

Notes to Financial Statements

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

Concentration of credit risk: The Town does have a policy that limits the amounts invested in any one issuer. Its practice is to maintain a diversified portfolio to minimize the risk of loss resulting from over-concentration of assets in a specific issuer.

Custodial credit risk:

Deposits: This is the risk that, in the event of failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. As of June 30, 2017, \$725,000 of the Town's bank balance of \$1,100,000 was uninsured or uncollateralized.

Investments: This is the risk that in the event of the failure of the counterparty (e.g., broker-dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party.

Credit risk: The Town conforms to the policies as set forth by the State of Connecticut.

Cash, cash equivalents and investments of the Town consist of the following at June 30, 2017:

Cash and cash equivalents:

Deposits with financial institutions	\$ 995,719
State of Connecticut Short-Term Investment Fund	10,710,866
Total cash and cash equivalents	<u>11,706,585</u>

Investments:

Nonmajor governmental funds:

Mutual funds	447,887
Total nonmajor funds	<u>447,887</u>

OPEB Trust Fund:

Mutual funds	3,816,403
Total OPEB trust fund	<u>3,816,403</u>
Total cash, cash equivalents and investments	<u>\$ 15,970,875</u>

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

Statement of net position:

Cash and cash equivalents	\$ 11,682,029
Investments	447,887
	<u>12,129,916</u>

Fiduciary funds:

Cash and cash equivalents	24,556
Investments	3,816,403
	<u>3,840,959</u>
Total cash, cash equivalents and investments	<u>\$ 15,970,875</u>

Town of Woodbridge, Connecticut

Notes to Financial Statements

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

Interest rate risk: This is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. The Town has no investment subject to interest rate risk.

Credit risk: Generally, credit risk is the risk that an issuer of a debt type investment will not fulfill its obligation to the holder of the investment. This is measured by assignment of a rating by a nationally recognized rating organization. U.S. government securities or obligations explicitly guaranteed by the U.S. government are not considered to have credit risk exposure. Presented below is the rating of the Town's investment in an external investment pool.

	<u>Standard and Poor's</u>	
State of Connecticut Pooled Income Fund	AAAm	<u>\$ 10,710,866</u>

Fair value: The Plan categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The Plan has the following recurring fair value measurements as of June 30, 2017:

	Fair Value Measurements Using			
	Quoted Prices in Active Markets for Identical Assets June 30, 2017	Significant Other Observable Inputs (Level 2)	Significant Other Observable Inputs (Level 3)	
Investments by fair value level:				
Mutual funds	\$ 4,264,290	\$ 4,264,290	\$ -	\$ -
Total investments by fair value level	<u>4,264,290</u>	<u>4,264,290</u>	<u>-</u>	<u>-</u>

Debt and equity securities: Debt and equity securities, classified in Level 1 of the fair value hierarchy, are valued using prices quoted in active markets for those securities.

Town of Woodbridge, Connecticut

Notes to Financial Statements

Note 4. Unearned Revenues/Deferred Inflows of Resources

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

	<u>Deferred Inflows</u>	<u>Unearned</u>
General Fund:		
Delinquent property taxes receivable	\$ 95,629	\$ -
Advanced tax collections	42,656	-
Other	30,576	241,631
Nonmajor Governmental Fund:		
Various education grants	135,381	37,000
Other revenues	64,800	15,889
	<u>\$ 369,042</u>	<u>\$ 294,520</u>

Note 5. Interfund Receivables, Payables and Transfers

As of June 30, 2017, interfund receivables and payables that resulted from various interfund transactions were as follows:

	<u>Due From Other Funds</u>	<u>Due To Other Funds</u>
General Fund	\$ 520,458	\$ 3,920,564
Beecher School Renovation	1,901,041	-
Nonmajor and other funds	1,865,066	366,001
Totals	<u>\$ 4,286,565</u>	<u>\$ 4,286,565</u>

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

Interfund transfers during the year ended June 30, 2017 were as follows:

	<u>Transfers From Other Funds</u>	<u>Transfers To Other Funds</u>
General Fund	\$ 4,649	\$ 1,419,211
Woodbridge Country Club	350,000	-
Nonmajor and other funds	1,069,211	4,649
Totals	<u>\$ 1,423,860</u>	<u>\$ 1,423,860</u>

The principal transfer was from the General Fund to the Capital and Nonrecurring Fund for future capital outlays.

Town of Woodbridge, Connecticut

Notes to Financial Statements

Note 6. Capital Assets

Capital asset activity for the year ended June 30, 2017 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 20,566,765	\$ -	\$ -	\$ 20,566,765
Construction in progress	13,459,600	1,334,157	13,801,365	992,392
Total capital assets, not being depreciated	34,026,365	1,334,157	13,801,365	21,559,157
Capital assets, being depreciated:				
Buildings and improvements	41,316,670	13,942,658	-	55,259,328
Machinery and equipment	8,706,658	451,319	220,330	8,937,647
Infrastructure	30,234,735	461,961	-	30,696,696
Total capital assets being depreciated	80,258,063	14,855,938	220,330	94,893,671
Less accumulated depreciation for:				
Buildings and improvements	9,866,568	771,083	-	10,637,651
Machinery and equipment	5,300,912	506,932	124,763	5,683,081
Infrastructure	7,285,140	533,935	-	7,819,075
Total accumulated depreciation	22,452,620	1,811,950	124,763	24,139,807
Total capital assets, being depreciated, net	57,805,443	13,043,988	95,567	70,753,864
Governmental activities capital assets, net	\$ 91,831,808	\$ 14,378,145	\$ 13,896,932	\$ 92,313,021

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

Governmental activities:	
Board of education	\$ 273,914
General government	19,708
Public works	787,950
Town library	123,015
Human services	5,025
Public safety	447,552
Parks and recreation	154,786
Total depreciation expense – governmental activities	\$ 1,811,950

Town of Woodbridge, Connecticut

Notes to Financial Statements

Note 7. Long-Term Liabilities

Long-term liability activity for the year ended June 30, 2017 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance	Due Within One Year
Governmental activities:					
Bonds payable:					
General obligation bonds	\$ 16,170,000	\$ 4,500,000	\$ (1,565,000)	\$ 19,105,000	\$ 1,785,000
Premiums on bonds	734,538	228,983	(116,382)	847,139	-
BANS	4,500,000	-	(4,500,000)	-	-
Compensated absences	1,303,040	129,702	(61,632)	1,371,110	100,000
Capital Leases	758,204	273,000	(294,894)	736,310	214,100
Retainage	674,286	-	(674,286)	-	-
Landfill postclosure costs	160,000	-	(20,000)	140,000	20,000
Net pension liability	4,840,332	1,707,440	-	6,547,772	-
OPEB liability	5,354,355	204,483	-	5,558,838	-
Governmental activity long-term liabilities	<u>\$ 34,494,755</u>	<u>\$ 7,043,608</u>	<u>\$ (7,232,194)</u>	<u>\$ 34,306,169</u>	<u>\$ 2,119,100</u>

All long-term liabilities are retired through General Fund appropriations.

General obligation bonds:

As of June 30, 2017, the outstanding long-term indebtedness of the Town was as follows:

	Outstanding Amount
General Obligation bond; issuance of \$4,500,000; due 7/15/36; annual principal payments ranging from \$350,000 to \$400,000; plus interest due semi-annually at 2.00% - 4.00%	\$ 4,500,000
General Obligation bond; issuance of \$4,750,000; due 7/15/34; annual principal payments ranging from \$165,000 to \$245,000; plus interest due semi-annually at 2.00% - 4.00%.	4,345,000
General Obligation refunding bond; issuance of \$5,870,000; due 8/15/23; annual principal payments ranging from \$405,000 to \$1,045,000; plus interest due semi-annually at 2.00% - 4.00%.	5,035,000
General Obligation bond; issuance of \$5,500,000; due 7/15/35; annual principal payments of \$275,000; plus interest due semi-annually at 2.00% - 4.00%	5,225,000
Total	<u>\$ 19,105,000</u>

Town of Woodbridge, Connecticut

Notes to Financial Statements

Note 7. Long-Term Liabilities (Continued)

At June 30, 2017, the Town has the following authorized but unissued bonds in which issue dates have not been established:

Open space land purchase	\$ 100,000
Beecher school	1,340,000
	<u>\$ 1,440,000</u>

The annual debt service requirement of the Town's general obligation bonds are as follows:

Year:	Bonds	
	Principal	Interest
2018	\$ 1,785,000	\$ 640,903
2019	1,545,000	521,625
2020	1,635,000	461,550
2021	1,615,000	400,150
2022	1,245,000	347,750
2023-2028	4,610,000	1,192,431
2028-2032	3,710,000	669,031
2033-2037	2,960,000	168,881
	<u>\$ 19,105,000</u>	<u>\$ 4,402,321</u>

Overlapping debt: At June 30, 2017, the Town is obligated to pay for its pro rata share, which is \$8,961,851, of Regional School District No. 5's (Amity) outstanding bonds.

Bond anticipation notes and subsequent event: Bond anticipation notes (BAN's) of \$7,650,000 were issued in July 2016, have an interest rate of 1.50 percent, and matured on July 20, 2017. On July 20, 2017 the Town payed down \$2,150,000 of the BAN's and issued \$5,500,000 on new BAN's with an interest rate of 1.45% to 2.00% due on July 19, 2018.

Town of Woodbridge, Connecticut

Notes to Financial Statements

Note 7. Long-Term Liabilities (Continued)

Bond anticipation note transactions for the year ended June 30, 2017 were as follows:

Outstanding, July 1, 2016	\$ 13,540,000
New borrowings	7,650,000
Payments	<u>(13,540,000)</u>
Outstanding, June 30, 2017	<u><u>\$ 7,650,000</u></u>

The BANS were issued for the financing of the Beecher Road School renovations and the purchase of the former Woodbridge Country Club.

Debt limitation: The Town's indebtedness (including authorized but unissued bonds) does not exceed the legal debt limitation as established by the Connecticut General Statutes as reflected in the following schedule:

Category	Debt Limit	Net Indebtedness	Balance
General purpose	\$ 99,298,260	\$ 14,849,000	\$ 84,449,260
Schools	198,596,520	22,305,887	176,290,633
Sewers	165,497,100	-	165,497,100
Urban renewal	143,430,820	-	143,430,820
Pension deficit	132,397,680	-	132,397,680

The total overall statutory debt limit for the Town is equal to seven times annual receipts from taxation, or \$308,679,707.

Indebtedness, in accordance with State statutes, includes long-term debt outstanding in addition to the amount of bonds authorized and unissued against which bonds have been issued to partially finance the project or bond anticipation notes are issued and outstanding.

Capital lease: The Town leases a fire truck and other fire equipment carried at approximately \$1,197,575 in the governmental activities acquired under capital lease arrangements.

The Town is obligated under a capital lease to make the following aggregate annual lease payments:

2018	\$ 227,753
2019	227,753
2020	227,753
2021	<u>78,528</u>
Total minimum lease payments	761,787
Less interest	<u>(25,477)</u>
Present value of minimum payments	<u><u>\$ 736,310</u></u>

Town of Woodbridge, Connecticut

Notes to Financial Statements

Note 8. Landfill Closure and Post-Closure Care Costs

State and Federal laws and regulations require landfill closures to meet certain standards. The Town landfill is closed. Monitoring costs for the next 7 years at \$20,000 per year are \$140,000. This amount is based on estimates, which are subject to change due to inflation, technology or applicable laws and regulations. The estimated liability for the monitoring costs is recorded as a noncurrent liability in the government-wide financial statements, since the liability has not matured and will be funded from future financial resources, not from expendable available financial resources.

Note 9. Risk Management

The Town is exposed to various risks of loss related to torts, thefts of, damage to, or destruction of assets; errors or omissions; injuries to employees, or acts of God. The Town purchases commercial insurance for all risks of loss. Neither the Town nor its insurers have settled any claims which exceeded the Town's insurance coverage in any of the past three years. There has been no reduction in any insurance coverage from coverage in the prior year.

Note 10. Employee Retirement Plans

Connecticut Municipal Employees' Retirement System:

Plan description: Certain employees of the Town participate in a cost-sharing multiple-employer defined benefit pension plan administered by the State of Connecticut Municipal Employees' Retirement System (MERS). Under a cost-sharing plan, pension obligations for employees of all employers are pooled and plan assets are available to pay the benefits of the employees of any participating employer providing pension benefits through the plan, regardless of the status of the employers' payment of its pension obligation to the plan. The plan provides retirement and disability benefits and death benefits to plan members and beneficiaries.

The System issues a publicly available financial report that includes financial statements and required supplementary information for the plans. The report may be obtained at www.ct.gov.

Benefit provisions: Plan provisions are set by Statute of the State of Connecticut. MERS provides retirement benefits, as well as death and disability benefits. Membership is mandatory for all regular full time employees of participating departments except Police and Fire hired after age 60.

Average final compensation: Average of the three highest paid years of service.

Normal form of benefit: Life annuity.

Service retirement allowance:

Condition for allowance: Age 55 and 5 years of continuous service, or 15 years of active aggregate service, or 25 years of aggregate service. Compulsory retirement at age 65 for police and fire members.

Amount of allowance: For members not covered by Social Security: 2 percent of average final compensation times years of service. For members covered by Social Security: 1-1/2 percent of the average final compensation not in excess of the year's breakpoint plus 2 percent of average final compensation in excess of the year's breakpoint, times years of service. The maximum benefit is 100 percent of average final compensation and the minimum benefit is \$1,000 annually. Both the minimum and the maximum include Workers Compensation and Social Security benefits. If any member covered by Social Security retires before age 62, his/her benefit until he/she reaches age 62 or receives a Social Security disability award is computed as if he/she were not under Social Security.

Town of Woodbridge, Connecticut

Notes to Financial Statements

Note 10. Employee Retirement Plans (Continued)

Disability retirement allowance:

Condition for allowance: 10 years of service and permanently and totally disabled from engaging in any gainful employment in the service of the Municipality.

Amount of allowance: Calculated as a service retirement allowance based on compensation and service to the date of the disability.

Service connected disability:

Condition for allowance: Totally and permanently disabled from engaging in any gainful employment in the service of the Municipality provided such disability has arisen out of and in the course of his/her employment with the Municipality. Disability due to hypertension or heart disease, in the case of firemen and policemen, is presumed to have been suffered in the line of duty.

Amount of allowance: Calculated as a service retirement allowance based on compensation and service to the date of the disability with a minimum benefit (including Worker's Compensation benefits) of 50 percent of compensation at the time of the disability.

Vesting retirement allowance:

Condition for allowance: 5 years of continuous or 15 years of active aggregate service.

Amount of allowance: Calculated as a service retirement allowance on the basis of average final compensation and service to the date of termination. Deferred to normal retirement age, or an actuarially reduced allowance may begin at the time of separation.

Death benefit:

Condition for benefit: Eligible for service, disability retirement, or vested allowance, and married for at least 12 months preceding death.

Amount of benefit: Computed on the basis of the member's average final compensation and creditable service at date of death, payable to the spouse. Benefit is equal to 50 percent of the average of the life annuity allowance and the reduced 50 percent joint and survivor allowance.

Return of deductions: Upon the withdrawal of a member the amount of his accumulated deductions is payable to him/her on demand, with 5 percent interest from July 1, 1983.

Optional benefits: Prior to the retirement, a member may elect to convert his retirement allowance into a benefit of equivalent actuarial value in accordance with one of the optional forms described below: 1. A reduced retirement allowance payable during his life with the provision that after his death the beneficiary designated by him at the time of his retirement; or 2. A reduced retirement allowance payable during his life with the provision that after his death an allowance of one half of his reduced allowance will be continued for life to the beneficiary designated by him at the time of his retirement; 3. A reduced retirement allowance payable during his life with a guarantee of 120 or 240 monthly payments to the member or his designated beneficiary.

Town of Woodbridge, Connecticut

Notes to Financial Statements

Note 10. Employee Retirement Plans (Continued)

Cost-of-living adjustment: For those retired prior to January 1, 2002: (i) the benefits of disabled retirees, service retirees who have reached age 65, and beneficiaries of deceased retirees who would have reached age 65 are adjusted each July 1. The difference between the actual annual yield of the actuarial value of assets on a calendar year basis to a 6 percent yield is calculated. This difference is the adjustment applied the following July 1. The minimum adjustment is 3 percent and the maximum is 5 percent. (ii) The benefits for all others on the roll are adjusted on January 1, 2002 and on each subsequent July 1. The amount of each adjustment is 2.5 percent. For those retiring in or after January 1, 2002, benefits are adjusted each July 1. The adjustment is 60 percent of the annual increase in the CPI up to 6 percent. The minimum annual COLA is 2.5 percent; the maximum is 6 percent.

Contributions - by members: For members not covered by Social Security: 5 percent of compensation. For members covered by the Social Security: 2-1/4 percent of compensation up to the Social Security taxable wage base plus 5 percent of compensation, if any, in excess of such base.

Contributions - by municipalities: Participating Municipalities make annual contributions consisting of a normal cost contribution, a contribution for the amortization of the net unfunded accrued liability and a prior service amortization payment which covers the liabilities of the System not met by member contributions.

Assumptions: The total pension liability was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Valuation date	7/1/2016
Actuarial cost method	Entry Age Normal
Investment rate return*	8.00%, net of investment related expense
Projected salary increases*	4.25-11.00%
Social Security Wage Base	3.50%
* Includes inflation at 3.25%	
Mortality	The RP2000 Mortality Table for Annuitants and Non-Annuitants (set forward one year for males and set back one year for females). For disabled retirees, the same table is used, adjusted with the male table set forward five years and the female table set forward one year

Town of Woodbridge, Connecticut

Notes to Financial Statements

Note 10. Employee Retirement Plans (Continued)

The long-term expected rate of return: the long-term expected rate of return on pension plan investments was determined using a lognormal distribution analysis in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target asset allocation and most recent best estimates of arithmetic real rates of return for each major asset class are to be provided by the Fiduciary of the Plan.

Asset Class	Target Allocation	Long-Term Expected Rate of Return
Large Cap US equities	16.00%	5.80%
Developing non-US equities	14.00%	6.60%
Emerging markets (non U.S.)	7.00%	8.30%
Core Fixed Income	8.00%	1.30%
Inflation Linked Bonds	5.00%	1.00%
Emerging market bonds	8.00%	3.70%
High Yield Bonds	8.00%	3.90%
Real Estate	14.00%	5.10%
Private Equity	7.00%	7.60%
Alternative Investments	10.00%	4.10%
Liquidity fund	3.00%	0.40%
	100.00%	

Discount rate: The discount rate used to measure the total pension liability was 8.0 percent. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at the actuarially determined rates in future years. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the net pension liability to changes in the discount rate: The following presents the net pension liability of the System, calculated using the discount rate of 8.0 percent, as well as what the System's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (7.00 percent) or 1-percentage-point higher (9.00 percent) than the current rate:

	1% Decrease 7.00%	Current Discount Rate 8.00%	1% Increase 9.00%
Net pension liability	\$ 13,401,043	\$ 6,547,772	\$ 778,157

Town of Woodbridge, Connecticut

Notes to Financial Statements

Note 10. Employee Retirement Plans (Continued)

Pension liabilities, pension expense, and deferred outflows of resources and deferred inflows of resources: At June 30, 2017, the Town reported a liability of \$6,547,772 for its proportionate share of the net pension liability related to its participation in MERS. The net pension liability was measured as of June 30, 2016 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2016. The Town's proportion of the net pension liability was based on its share of contributions to the MERS for fiscal year 2016 relative to the total contributions of all participating employers for that fiscal year. At June 30, 2016, the Town's proportion was 6.978 percent, this is a decrease of 0.61% from the previous fiscal year.

For the year ended June 30, 2017, the Town recognized pension expense of \$1,504,109. At June 30, 2017, The Town reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual earnings	\$ 279,818	\$ -
Cumulative effect on investment earnings	1,514,109	-
Change in proportionate share		271,515
Town contributions made subsequent to the measurement date	1,203,000	-
Total	<u>\$ 2,996,927</u>	<u>\$ 271,515</u>

\$1,203,000 reported as deferred outflows of resources related to pensions resulting from the Town's contributions in fiscal year 2017 subsequent to the measurement date will be recognized as a reduction of the net pension liability for the year ended June 30, 2018. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Years ending June 30:	
2018	\$ 330,572
2019	330,572
2020	546,642
2021	314,626

Connecticut State Teachers' Retirement System:

All certified personnel participate in the State of Connecticut Teachers' Retirement System under Section 10.183 of the General Statutes of the State of Connecticut. All employees are eligible to receive a normal retirement benefit if he or she has: 1) attained age 60 and has accumulated 20 years of credited service in the public schools of Connecticut, or 2) attained any age and has accumulated 35 years of credited service, at least 25 years of which are serviced in the public schools of Connecticut.

Description of system: Eligible employees within the Town's school system participate in a retirement system administered by the Connecticut State Teachers' Retirement Board. This Connecticut State Teachers' Retirement System (the System) is a cost sharing multiple employer defined benefit pension system with a special funding situation. As such, the Town does not have a liability.

Town of Woodbridge, Connecticut

Notes to Financial Statements

Note 10. Employee Retirement Plans (Continued)

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

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

Summary of significant accounting policies: For purposes of measuring the liability, deferred outflows of resources and deferred inflows of resources, and expense associated with the State's requirement to contribute to the System, information about System's fiduciary net position and additions to/deductions from the System's fiduciary net position have been determined on the same basis as they are reported by the System. For this purpose, benefit payments (including refunds of contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value. The Town does not have any liability for teacher pensions.

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

Normal benefit: A member at age 60 with 20 years of Credited Service in Connecticut, or 35 years of Credited Service including at least 25 years of service in Connecticut is eligible for vested benefits of 2 percent of average annual salary times years of credited service (maximum benefit is 75 percent of average annual salary.)

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

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

Contribution requirements: The pension contributions made by the State to the System are determined on an actuarial reserve basis as described in CGS Sections 10-1831 and 10-183z.

Employees are required to contribute 6.0 percent of their annual salary rate to the System as required by CGS Section 10-183b (7). Employers are not required to make contributions to the Plan.

Town of Woodbridge, Connecticut

Notes to Financial Statements

Note 10. Employee Retirement Plans (Continued)

Actuarial assumptions: The actuarial assumptions used in the June 30, 2016 valuation were based on the results of an actuarial experience study for the period July 1, 2010 – June 30, 2015. The total pension liability was determined by an actuarial valuation as of June 30, 2016, using the following key actuarial assumptions:

Inflation	2.75 Percent
Salary increases, including inflation	3.25-6.50 Percent
Long-term investment rate of return, net of pension investment expense, including inflation	8.00 Percent

Mortality rates were based on the RPH-2014 White Collar table with employee and annuitant blended from ages 50 to 80, projected to the year 2020 using BB improvement table, and further adjusted to grade in increased rates (5% for females and 8% for males) over age 80 for the period after service retirement and for dependent beneficiaries as well as active members. The RPH Disables Mortality Table projected to 2017 with Scale BB is used for the period after disability retirement.

The long-term expected rate of return on pension investments was determined using a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected returns, net of pension investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target asset allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Large cap US equities	21.0%	5.8%
Developed non-US equities	18.0%	6.6%
Emerging markets (non-US)	9.0%	8.3%
Real estate	7.0%	5.1%
Private equity	11.0%	7.6%
Alternative investments	8.0%	4.1%
Core fixed income	7.0%	1.3%
High Yield Bonds	5.0%	3.9%
Emerging market bond	5.0%	3.7%
Inflation linked bond fund	3.0%	1.0%
Cash	6.0%	0.4%
	<u>100.0%</u>	

Discount rate: The discount rate used to measure the total pension liability was 8.0 percent. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that State contributions will be made at the actuarially determined rates in future years. Based on those assumptions, the pension's fiduciary net position was projected to be available to make all projected future benefit payments of current members. Therefore, the long-term expected rate of return on pension investments was applied to all periods of projected benefit payments to determine the total pension liability.

Town of Woodbridge, Connecticut

Notes to Financial Statements

Note 10. Employee Retirement Plans (Continued)

Sensitivity of the proportionate share of the net pension liability (NPL) to changes in the discount rate: The following presents the State's proportionate share of the net pension liability associated with the Town, calculated using the discount rate of 8.0 percent, as well as what the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (7.00 percent) or 1-percentage-point higher (9.00 percent) than the current rate.

	1% Decrease 7.00%	Current Discount Rate 8.00%	1% Increase 9.00%
State's proportionate share of the NPL associated with the Town	\$ 27,576,941	\$ 22,352,681	\$ 17,936,391

Pension liabilities, pension expense, and deferred inflows/outflows of resources: The State makes all contributions to the System on behalf of employees of the participating districts. Therefore, participating employers are considered to be in a special funding situation as defined by Governmental Accounting Standards Board No. 68 and the State is treated as a non-employer contributing entity in the System. Since the districts do not contribute directly to the System, there is no net pension liability or deferred inflows or outflows to report in the financial statements of the Town. The portion of the State net pension liability that was associated with the Town was \$22,352,681 and 100 percent of the collective net pension liability is allocated to the State. The Town has no proportionate share of the liability. The Town has recognized revenues and expenditures for on-behalf payments for pension contributions paid directly to the System by the State of Connecticut. Such on-behalf payments were approximately \$2,437,640 for the year ended June 30, 2017.

Since the prior valuation, the State adopted new assumptions based on the 2015 Experience Study. The changes in assumptions are summarized below:

Economic assumptions:

1. Reduce the inflation assumption from 3.00% to 2.75%.
2. Reduce the real rate of return assumption from 5.50% to 5.25% which, when combined with the inflation assumption change results in a decrease in the investment rate of return assumption from 8.50% to 8.00%.
3. Reduce the annual rate of wage increase assumption from 0.75% to 0.50%.
4. Slightly modify the merit portion of the salary scale.
5. Reduce the payroll growth assumption from 3.75% to 3.25%.

Demographic assumptions:

6. Update mortality tables to projected versions of the RPH-2014 mortality tables.
7. Increase normal retirement rates for females at most ages and proratable retirement rates for males at most ages. Decrease early retirement rates for both males and females.
8. Increase rates of withdrawal.
9. Decrease rates of disability for males.

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

Town of Woodbridge, Connecticut

Notes to Financial Statements

Note 11. Other Post-Employment Benefits

Post-retirement benefits: The Town provides post-retirement benefits for certain employees for current and future health and dental benefit expenses through a single-employer defined benefit plan. An annual actuarial valuation is made to determine whether the contributions are sufficient to meet the plan obligations. The latest actuarial valuation was made July 1, 2015. The post-retirement plan does not issue stand-alone financial reports.

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

The contribution requirements of plan members and the Town are established and may be amended by the Town. The Town determines the required contribution using the Entry Age Method.

Funding policy: The contribution requirements of plan members and the Town are also negotiated with the various unions representing the employees. Retired plan members and beneficiaries currently receiving benefits are required to contribute specified amounts monthly toward the cost of health insurance premiums.

Membership in the plan consisted of the following at July 1, 2015, the date of the last actuarial valuation.

Retirees and beneficiaries receiving benefits	87
Active plan members	<u>146</u>
Total	<u>233</u>

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

Fiscal Year Ending	Annual OPEB Cost	Employer Contributions	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
6/30/15	\$ 1,757,537	\$ 1,085,545	62%	\$ 4,710,174
6/30/16	\$ 1,793,541	\$ 1,149,360	64%	\$ 5,354,355
6/30/17	\$ 1,594,391	\$ 1,389,908	88%	\$ 5,558,838

Town of Woodbridge, Connecticut

Notes to Financial Statements

Note 11. Other Post-Employment Benefits (Continued)

OPEB obligation:

Annual required contribution	\$ 1,627,073
Interest on net OPEB obligation	361,419
Adjustments to ARC	(394,101)
Annual OPEB cost	<u>1,594,391</u>
Contributions made	<u>1,389,908</u>
Increase in net OPEB liability	204,483
Net OPEB obligation, beginning of year	<u>5,354,355</u>
Net OPEB obligation, end of year	<u><u>\$ 5,558,838</u></u>

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

Actuarial Valuation Date	Actuarial Value of Assets (a)	Accrued Liability (b)	Unfunded Accrued Liability (UAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (C)	UAL as a Percentage of Covered Payroll ((b-a)/c)
7/1/2015	\$ 2,865,396	\$ 18,908,708	\$ (16,043,312)	15%	\$ 10,749,746	-149%

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

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

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

Town of Woodbridge, Connecticut

Notes to Financial Statements

Note 11. Other Post-Employment Benefits (Continued)

The information presented was determined as part of the actuarial valuation. Additional information as of the last actuarial valuations follows:

Valuation Date:	July 1, 2015
Actuarial Cost Method:	Entry Age
Asset Valuation Method:	Market Value
Amortization Method:	30 years, level dollar open
Remaining Amortization Period	30 Years Decreasing
Actuarial Assumptions:	
Investment rate of return	6.75%
Inflation rate	2.6%
Health cost trend rates	8.0% for 2015, decreasing 0.5% per year, to an ultimate rate of 4.6% for 2022 and later.
Mortality	RP-2000 Combined Disability Mortality with generational projection per Scale BB.

Investments:

Investment policy: The OPEB plan's policy in regard to the allocation of invested assets is established and may be amended by the Board. Plan assets are managed on a total return basis with a long-term objective of achieving and maintaining a fully funded status for the benefits provided through the OPEB plan.

Rate of return: For the year ended June 30, 2017, the annual money-weighted rate of return on OPEB plan investments, net of OPEB plan investment expense, was as follows. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

	<u>OPEB Plan</u>
Rate of return	9.83%

Net OPEB liability of the Town: The components of the net OPEB liability of the Town at June 30, 2017 were as follows:

	Net OPEB Liability as of June 30, 2017	<u>OPEB Plan</u>
Total OPEB liability		\$ 20,589,178
Plan fiduciary net position		3,833,699
Net OPEB liability		16,755,479
Plan fiduciary net position as a percentage of total OPEB liability		18.62%

Town of Woodbridge, Connecticut

Notes to Financial Statements

Note 11. Other Post-Employment Benefits (Continued)

The \$16,755,479 will be recognized as a liability of July 1, 2017, when GASB Statement No. 75 takes effect for the year ended June 30, 2018.

Assumed rate of return: The long-term expected rate of return on OPEB plan investments was determined by adding expected inflation to expected long-term real returns and reflecting expected volatility and correlation. Best estimates of the real rates of returns for each major asset class are included in the OPEB plan's target asset allocation. Best estimates of arithmetic real rates of return for each major asset class included in the OPEB plan's target asset allocation as of July 1, 2016, and the final vestment return assumption, are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return	Weighting
Large Cap US Equities	25.00%	5.60%	1.40%
Mid/Small Cap US Equities	5.00%	5.90%	0.30%
International Developed Equity	25.00%	5.80%	1.45%
Broad Market Fixed Income	35.00%	1.75%	0.61%
Inflation - Protected Fixed Income	5.00%	1.75%	0.09%
REIT's	5.00%	4.50%	0.23%
	<u>100.00%</u>		<u>4.08%</u>
Long-Term Inflation Expectation			<u>2.60%</u>
Long-term expected nominal return			<u>6.68%</u>

Discount rate: The discount rate used to measure the total OPEB liability was 6.75%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that Town contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Also, based on the net position of the plans and contribution policies, it was assumed the plan's projected fiduciary net position would be sufficient to cover projected benefit payments and administrative expenses indefinitely. Therefore, the long-term expected rates of return on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

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

	Healthcare Cost Trend Rates		
	(8.0% decreasing to 4.6%)	1.0% Decrease (7.0% decreasing to 3.6%)	1.0% Increase (9.0% increasing to 5.6%)
Net OPEB Liability			
Net OPEB liability as of June 30, 2017	\$ 16,755,475	\$ 13,758,354	\$ 20,512,900

Town of Woodbridge, Connecticut

Notes to Financial Statements

Note 11. Other Post-Employment Benefits (Continued)

Sensitivity of estimates used in calculating the net OPEB liability: The following presents the net OPEB liability of the City, calculated using the discount rate of 6.75%, as well as what the Town's net OPEB liability would be if it were calculated using a discount rate that is 1% lower or 1% higher than the rate utilized.

	1% Decrease	Current Discount Rate	1% Increase
Net OPEB Liability	5.75%	6.75%	7.75%
OPEB Plan	\$ 19,750,268	\$ 16,755,476	\$ 14,334,610

Note 12. Fund Deficits

The Town has the following fund deficits at June 30, 2017:

Special revenue:	
Education grants	\$ 41,613
Capital projects:	
Beecher School renovations	499,759
Woodbridge Country Club	5,250,000
Animal Shelter	13,340

The Town anticipates the deficits in the Woodbridge Country Club and Beecher School Renovations will be funded by permanent financing. The special revenue funds and the Animal Shelter will be funded through future receipts.

Town of Woodbridge, Connecticut

Notes to Financial Statements

Note 13. Fund Balance (Deficits)

Below is a table of fund balance categories and classifications at June 30, 2017 for the Town governmental funds:

	General Fund	Beecher School Renovation	Woodbridge Country Club	Nonmajor Governmental Funds	Total
Fund balances (deficits):					
Non-spendable:					
Prepays	\$ 46,454	\$ -	\$ -	\$ -	\$ 46,454
Permanent funds	-	-	-	-	-
Inventory	-	-	-	4,463	4,463
Total non-spendable	46,454	-	-	4,463	50,917
Restricted:					
General government	-	-	-	35,312	35,312
Public safety:					
Police	-	-	-	74,910	74,910
Housing	-	-	-	146,671	146,671
Human services	-	-	-	156,573	156,573
Education	-	-	-	74,239	74,239
Capital projects	-	-	-	72,255	72,255
Library	-	-	-	356,121	356,121
Total restricted	-	-	-	916,081	916,081
Committed:					
Parks and recreation	-	-	-	15,107	15,107
Capital projects	-	-	-	1,118,738	1,118,738
Total committed	-	-	-	1,133,845	1,133,845
Assigned:					
Subsequent year's budget	400,000	-	-	-	400,000
General government:					
Selectmen	1,950	-	-	-	1,950
Tax collector	3,357	-	-	-	3,357
Town clerk	12,362	-	-	-	12,362
Other	1,542	-	-	-	1,542
Public safety:					
Police	4,080	-	-	-	4,080
Fire marshal	124,464	-	-	-	124,464
Medical	5,700	-	-	-	5,700
Public works:					
Waste disposal	47,140	-	-	-	47,140
Remediation	10,054	-	-	-	10,054
Other	16,829	-	-	-	16,829
Human services:					
Regional services	10,484	-	-	-	10,484
Education	665,559	-	-	-	665,559
Recreation	40,770	-	-	-	40,770
Pool	250	-	-	-	250
Total assigned	1,344,541	-	-	-	1,344,541
Unassigned (deficit)					
Total unassigned	5,634,676	(499,759)	(5,250,000)	(54,953)	(170,036)
Total fund balance (deficits)	\$ 7,025,671	\$ (499,759)	\$ (5,250,000)	\$ 1,999,436	\$ 3,275,348

Significant encumbrances at June 30, 2017 are contained in the above table in the assigned category of the General Fund.

Town of Woodbridge, Connecticut

Notes to Financial Statements

Note 14. Commitments and Contingent Liabilities

The Town is a defendant in various lawsuits. The outcome and eventual liability of the Town, if any, in these cases is not known at this time. Based upon consultation with legal counsel, the Town's management estimates that potential claims against the Town resulting from such litigation would not materially affect the financial position of the Town.

Note 15. Governmental Accounting Standards Board (GASB) Statements

The Governmental Accounting Standards Board (GASB) has issued several pronouncements that have effective dates that may impact future financial presentations. Management has not currently determined what, if any, impact implementation of the following statements may have on the financial statements, except for GASB 75, which will have a material impact, increasing the OPEB liability by approximately \$11,200,000 at July 1, 2017.

GASB Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions (OPEB): This Statement addresses reporting by governments that provide OPEB to their employees and for governments that finance OPEB for employees of other governments. GASB Statement No. 75 requires governments to report a liability on the face of the financial statements for the OPEB that they provide: Governments that are responsible only for OPEB liabilities related to their own employees and that provide OPEB through a defined benefit OPEB plan administered through a trust that meets specified criteria will report a net OPEB liability—the difference between the total OPEB liability and assets accumulated in the trust and restricted to making benefit payments; Governments that participate in a cost-sharing OPEB plan that is administered through a trust that meets the specified criteria will report a liability equal to their proportionate share of the collective OPEB liability for all entities participating in the cost-sharing plan; Governments that do not provide OPEB through a trust that meets specified criteria will report the total OPEB liability related to their employees. The provisions of this Statement are effective for fiscal years beginning after June 15, 2017.

GASB Statement No. 81, Irrevocable Split-Interest Agreements: This Statement requires that a government that receives resources pursuant to an irrevocable split-interest agreement recognize assets, liabilities, and deferred inflows of resources at the inception of the agreement. Furthermore, this Statement requires that a government recognize assets representing its beneficial interests in irrevocable split-interest agreements that are administered by a third party, if the government controls the present service capacity of the beneficial interests. This Statement requires that a government recognize revenue when the resources become applicable to the reporting period. The requirements of this Statement are effective for financial statements for periods beginning after December 15, 2016, and should be applied retroactively.

GASB Statement No. 83, Certain Asset Retirement Obligations: This Statement addresses accounting and financial reporting for certain asset retirement obligations (AROs). An ARO is a legally enforceable liability associated with the retirement of a tangible capital asset. A government that has legal obligations to perform future asset retirement activities related to its tangible capital assets should recognize a liability based on the guidance in this Statement. The requirements of this Statement are effective for reporting periods beginning after June 15, 2018.

Town of Woodbridge, Connecticut

Notes to Financial Statements

Note 15. Governmental Accounting Standards Board (GASB) Statements (Continued)

GASB Statement No. 84, *Fiduciary Activities*: This Statement establishes criteria for identifying fiduciary activities of all state and local governments. The focus of the criteria generally is on (1) whether a government is controlling the assets of the fiduciary activity and (2) the beneficiaries with whom a fiduciary relationship exists. Separate criteria are included to identify fiduciary component units and postemployment benefit arrangements that are fiduciary activities. This Statement describes four fiduciary funds that should be reported, if applicable: (1) pension (and other employee benefit) trust funds, (2) investment trust funds, (3) private-purpose trust funds, and (4) custodial funds. Custodial funds generally should report fiduciary activities that are not held in a trust or equivalent arrangement that meets specific criteria. The requirements of this Statement are effective for reporting periods beginning after December 15, 2018.

GASB Statement No. 86, *Certain Debt Extinguishment Issues*: This Statement improves the consistency in accounting and financial reporting for in-substance defeasance of debt by providing guidance for transactions in which cash and other monetary assets acquired with only existing resources—resources other than the proceeds of refunding debt—are placed in an irrevocable trust for the sole purpose of extinguishing debt. This Statement also improves accounting and financial reporting for prepaid insurance on debt that is extinguished and notes to financial statements for debt that is defeased in substance. The requirements of this Statement are effective for reporting periods beginning after June 15, 2017.

GASB Statement No. 87, *Leases*: This Statement improves the accounting and financial reporting for leases by governments. This Statement increases the usefulness of governments' financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Under this Statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources, thereby enhancing the relevance and consistency of information about governments' leasing activities. The requirements of this Statement are effective for reporting periods beginning after December 15, 2019.

**Required Supplementary
Information – unaudited**

Town of Woodbridge, Connecticut

**Required Supplementary Information - unaudited
 Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual -
 Budgetary Basis - General Fund
 For the Year Ended June 30, 2017**

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final		
Revenues:				
Property taxes	\$ 44,450,515	\$ 44,450,515	\$ 44,564,307	\$ 113,792
Intergovernmental	1,345,674	1,345,674	1,402,218	56,544
Charges for services	905,118	916,673	829,703	(86,970)
Investment income	30,000	30,000	99,622	69,622
Other	57,602	60,602	124,833	64,231
Total revenues	46,788,909	46,803,464	47,020,683	217,219
Expenditures:				
Current:				
General government	2,634,296	2,330,008	2,016,448	313,560
Board of education	13,769,036	13,769,036	13,749,805	19,231
Public safety	4,056,936	4,130,225	4,099,093	31,132
Public works	2,490,908	2,541,176	2,474,745	66,431
Town library	802,159	802,159	781,660	20,499
Parks and recreation	1,148,436	1,205,527	1,187,467	18,060
Human services	425,693	425,693	419,057	6,636
Employee benefits	4,308,676	4,284,681	4,192,530	92,151
Intergovernmental:				
Amity Regional School District	14,290,054	14,290,054	14,290,054	-
Debt service	2,707,851	2,707,851	2,585,351	122,500
Total expenditures and encumbrances	46,634,045	46,486,410	45,796,210	690,200
Revenues over expenditures	154,864	317,054	1,224,473	907,419
Other financing sources (uses):				
Transfers in	150,000	219,157	218,806	(351)
Appropriation of fund balance	500,000	500,000	100,000	(400,000)
Transfers out	(804,864)	(1,036,211)	(1,036,211)	-
Total other financing uses	(154,864)	(317,054)	(717,405)	(400,351)
Revenues and other financing sources over expenditures	\$ -	\$ -	\$ 507,068	\$ 507,068

See note to required supplementary information.

Town of Woodbridge, Connecticut

**Required Supplementary Information - unaudited
Schedules of Funding Progress and Employer Contributions - OPEB Plan
Last Nine Fiscal Years**

Schedule of Funding Progress

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll (b-a)/(c)
July 1, 2015	\$ 2,865,396	\$ 18,908,708	\$ 16,043,312	15%	\$ 10,749,746	-149%
July 1, 2013	1,813,601	17,221,076	(15,407,475)	11%	9,790,000	157%
July 1, 2011	923,184	16,150,729	(15,227,545)	6%	9,400,000	-162%
July 1, 2009	277,660	15,683,305	(15,960,965)	2%	12,604,723	122%
July 1, 2007	-	16,339,046	(16,339,046)	0%	10,928,626	150%

Schedule of Employer Contributions

Year Ended June 30,	Annual Required Contribution	Percentage Contributed
2017	\$ 1,627,073	85%
2016	1,811,158	63%
2015	1,772,640	61%
2014	1,776,048	61%
2013	1,738,953	62%
2012	1,732,843	62%
2011	1,696,603	59%
2010	1,662,892	62%
2009	1,842,118	60%

Town of Woodbridge, Connecticut

**Required Supplementary Information - unaudited
Schedule of Contributions - OPEB Plan
Last Fiscal Year***

	Schedule of Contributions - OPEB Plan
	<u>2017</u>
Actuarially determined contribution	\$ 1,627,073
Contributions in relation to the actuarially determined contribution	<u>1,389,908</u>
Contribution deficiency (excess)	<u>\$ 237,165</u>
Covered-employee payroll	\$ 11,515,397
Contributions as a percentage of covered-employee payroll	12.07%

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

Town of Woodbridge, Connecticut

Required Supplementary Information - unaudited
 Schedule of Changes in the Town's OPEB Liability and Related Ratios
 Last Fiscal Year*

	OPEB Plan
Changes in Net OPEB Liability	2017
Total pension liability:	
Service cost	\$ 393,941
Interest	1,330,595
Differences between expected and actual experience	206,742
Changes in assumptions	
Benefit payments, including refunds of member contributions	(1,100,041)
Net change in total OPEB liability	831,237
Total pension liability, beginning	19,757,938
Total OPEB liability, ending (a)	20,589,175
Fiduciary net position:	
Employer contributions	1,389,908
Member contributions	
Investment (loss) income net of investment expenses	336,606
Benefit payments, including refunds of member contributions	(1,100,041)
Administrative expenses	(15,484)
Contributions -TRB subsidy	10,133
Net change in plan fiduciary net position	621,122
Fiduciary net position, beginning	3,212,577
Fiduciary net position, ending (b)	3,833,699
Net OPEB liability, ending = (a) - (b)	\$ 16,755,476
Fiduciary net position as a % of total OPEB liability	18.62%
Covered payroll	\$ -
Net OPEB liability as a % of covered payroll	11,515,397 145.50%

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

Town of Woodbridge, Connecticut

**Required Supplementary Information - unaudited
Schedule of Contributions - Connecticut Municipal Employees' Retirement System (CMERS)
Last Four Fiscal Years**

	2017	2016	2015	2014
Actuarially determined contribution	\$ 1,005,631	\$ 940,430	\$ 1,107,834	\$ 966,222
Contribution in relation to the actuarially determined contribution	1,005,631	940,430	1,107,834	966,222
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -
Covered-employee payroll	\$ 7,444,346	\$ 5,930,456	\$ 5,164,965	\$ 5,164,965
Contributions as a percentage of covered-employee payroll	13.51%	15.86%	21.45%	18.71%
Valuation date:	June 30, 2016			
Measurement date:	June 30, 2016			
Actuarially determined contribution rates are calculated as of June 30, each biennium for the fiscal years ending two and three years after the valuation date.				
Methods and assumptions used to determine contribution rates:				
Actuarial cost method	Entry Age			
Amortization method	Level dollar, closed			
Single equivalent amortization period	27 years			
Asset valuation method	5 years smoothed market (20% write up)			
Inflation	3.25%			
Salary increases	4.25% - 11%, including inflation			
Investment rate of return	8%, net of investment related expense			
Changes in assumptions:	In 2013, rates of mortality, withdrawal, retirement and assumed rates of salary increases were adjusted to more closely reflect actual and anticipated experience.			

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, the Town will present information for those years for which information is available.

Town of Woodbridge, Connecticut

**Required Supplementary Information - unaudited
 Schedule of the Town's Proportionate Share of the Net Pension Liability -
 Connecticut Municipal Employees' Retirement System (CMERS)
 Last Three Fiscal Years**

	2017	2016	2015
Town's proportion of the net pension liability	6.97835%	7.73218%	7.73218%
Town's proportionate share of the net pension liability	\$ 6,547,772	\$ 4,840,332	\$ 3,481,934
Town's covered-employee payroll	<u>\$ 7,444,346</u>	<u>\$ 5,164,965</u>	<u>\$ 5,164,965</u>
Town's proportionate share of the net pension liability as a percentage of its covered payroll	<u>87.96%</u>	<u>93.71%</u>	<u>67.41%</u>
System fiduciary net position as a percentage of the total pension liability	<u>88.29%</u>	<u>92.72%</u>	<u>90.48%</u>

* restated

Note to Schedule

Valuation date	June 30, 2016
Actuarial cost method	Entry age
Investment rate of return	8.00%
Amortization method	Level dollar, closed
Remaining amortization period	22.4
Asset valuation method	4-year smoothed market
Assumption changes	None
Benefit changes	None

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, the Town will present information for those years for which information is available.

Town of Woodbridge, Connecticut

**Required Supplementary Information - unaudited
Schedule of the Town's Proportionate Share of the Net Pension Liability -
Teachers' Retirement System
Last Three Fiscal Years**

	2017	2016	2015
Town's proportion of the net pension liability	0.00%	0.00%	0.00%
Town's proportionate share of the net pension liability	\$ -	\$ -	\$ -
State's proportionate share of the net pension liability associated with the Town	\$ 22,352,681	\$ 17,140,167	\$ 15,822,132
Total	<u>\$ 22,352,681</u>	<u>\$ 17,140,167</u>	<u>\$ 15,822,132</u>
Town's covered-employee payroll	<u>\$ 6,331,000</u>	<u>\$ 6,291,000</u>	<u>\$ 6,202,000</u>
Town's proportionate share of the net pension liability as a percentage of its covered payroll	<u>0.00%</u>	<u>0.00%</u>	<u>0.00%</u>
System fiduciary net position as a percentage of the total pension liability	<u>52.26%</u>	<u>59.50%</u>	<u>61.51%</u>

Notes to Schedule

Change in benefit terms	None
Changes of assumptions	During 2011, rates of withdrawal, retirement and assumed rates of salary increases were adjusted to reflect actual and anticipated experience. These assumptions were recommended as part of the Experience Study for the System for the five-year period ended June 30, 2010.
Actuarial cost method	Entry age
Amortization method	Level percent of salary, closed
Remaining amortization period	22.4 years
Asset valuation method	4-year smoothed market

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, the Town will present information for those years for which information is available.

Town of Woodbridge, Connecticut

Note to Required Supplementary Information – unaudited

Note 1. Budgets and Budgetary Accounting

The Town adheres to the following procedures in establishing the budgetary data included in the basic financial statements. The general fund is the only fund for which a legal budget is adopted.

The Board of Selectmen recommends an operating budget to the Board of Finance. The Board of Finance submits a proposed operating budget for the year commencing July 1 to a public budget hearing, at which taxpayer comments are obtained. The Board of Finance then prepares the recommended town budget, which it presents to the annual Town Meeting. The operating budget includes proposed expenditures and the means of financing them.

The Board of Finance may allot from any contingency fund to a department a sum of money up to the amount of a request, provided that the aggregate amount allotted to any one department in each fiscal year does not exceed the greater of 0.3 percent of the total Town Budget for that fiscal year or \$100,000. In addition, the Board of Finance may transfer to a department the sum of money allocated from all or part of an unexpended balance of any appropriation previously approved for in the current fiscal year. Finally, the Board of Finance may make a supplementary appropriation from the undesignated and unreserved general fund balance to a department in an amount not exceeding the greater of .15 percent of the total Town Budget for that fiscal year or \$50,000. A supplementary appropriation to any one department in an amount which exceeds the greater of .15 percent of the total Town Budget for that fiscal year or \$50,000 can be made only upon the vote of a Town Meeting. The Board of Finance shall not, in any fiscal year, authorize supplementary appropriations which exceed the greater of 0.2 percent of the total Town Budget for that fiscal year or \$75,000 to all departments without the vote of a Town Meeting.

Formal budgetary integration is employed as a management control device during the year.

The legal level of control, the level at which expenditures may not legally exceed appropriations, is at the department level. Management may transfer budget amounts between line items within a department without seeking approval from the Board of Finance.

The Board of Education, which is not a separate legal entity but a function of the Town, is authorized under state law to make any transfers required within their budget at their discretion.

Generally, all unencumbered appropriations lapse at year-end except those for capital projects funds. However, on occasion, completion of specifically planned general fund budget expenditures cannot be accomplished by year-end. The Board of Finance must approve the continuance of those appropriations and thus encumber those funds to be expended in the subsequent budget year. Encumbered appropriations are carried forward to the ensuing year. Appropriations for capital projects are continued until completion of applicable projects even when projects extend more than one year.

Town of Woodbridge, Connecticut

Note to Required Supplementary Information – unaudited

Note 1. Budgets and Budgetary Accounting (Continued)

Budget – GAAP reconciliation: A reconciliation of general fund revenues, expenditures and fund balance between the accounting treatment required by GAAP, and budgetary requirements, is as follows:

	Revenues and Transfers In	Expenditures and Transfers Out
	<u> </u>	<u> </u>
Balance, budgetary basis – June 30, 2017	\$ 47,339,489	\$ 46,832,421
Encumbrances and continued appropriations outstanding at June 30, 2016, liquidated during the year ended June 30, 2017	-	682,891
Encumbrances and continued appropriations outstanding at June 30, 2017, charged to budgetary expenditures	-	(612,420)
Capital lease	273,000	273,000
Change in reserved for future use	(100,000)	-
Teachers' Retirement System – on-behalf payments	2,437,640	2,437,640
Cancellation of prior year encumbrances	72,570	-
Effect of GASB 54 Activity of certain special revenue funds is now consolidated into the General Fund	<u>1,232,143</u>	<u>1,002,346</u>
Balance, GAAP basis - June 30, 2017	<u>\$ 51,254,842</u>	<u>\$ 50,615,878</u>

Special revenue funds: The Town does not have legally adopted annual budgets for its special revenue funds. Budgets for the various special revenue funds that are utilized to account for specific grant programs are established in accordance with the requirements of the grantor agencies. Such budgets are non-lapsing and may comprise more than one fiscal year.

Capital projects funds: Legal authorization for expenditures of the capital projects funds is provided by the related bond ordinances and/or intergovernmental grant agreements. Capital appropriations do not lapse until completion of the applicable projects.

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Appendix B

Form of Opinions of Bond Counsel and Tax Exemption – the Bonds and Lots A & B Notes

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JOSEPH FASI LLC

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FORM OF OPINION OF BOND COUNSEL – Bonds

Town of Woodbridge
Woodbridge, Connecticut

Ladies and Gentlemen:

We have represented the Town of Woodbridge, Connecticut as bond counsel with respect to the issuance and sale of \$2,100,000 Town of Woodbridge, Connecticut General Obligation Bonds, Issue of 2018, bearing a Dated Date and an Original Issue Date of July 19, 2018 (the "bonds").

We have examined a record of the proceedings authorizing the bonds, a Tax Regulatory Agreement of the Town dated July 19, 2018 (the "Tax Regulatory Agreement"), and other proofs submitted to us.

The bonds are subject to redemption prior to maturity as therein provided. The bonds are originally registered in the name of Cede & Co., as nominee of The Depository Trust Company, to effect a book-entry system for the ownership and transfer of the bonds, and are certified by U.S. Bank National Association, Hartford, Connecticut (the "Certifying Agent").

We have not been engaged or undertaken to review the accuracy, completeness or sufficiency of the Official Statement or other offering material relating to the bonds (except to the extent, if any, stated in the Official Statement) and we express no opinion relating thereto.

We are of the opinion that such proceedings and proofs show lawful authority for the issuance and sale of the bonds under authority of the constitution and statutes of the State of Connecticut and that when certified by the Certifying Agent the bonds are valid and binding general obligations of the Town of Woodbridge payable both principal and interest from ad valorem taxes which may be levied on all taxable property subject to taxation by the Town without limitation as to rate or amount except as to classified property such as certified forest land taxable at a limited rate and dwelling houses of qualified elderly persons of low income or of qualified disabled persons taxable at limited amounts. There was, however, no such certified forest land on the last completed grand list of the Town and under existing statutes the State of Connecticut is obligated to pay the Town the amount of tax revenue which the Town would have received except for the limitation upon its power to tax such dwelling houses. We are further of the opinion that the Tax Regulatory Agreement is a valid and binding agreement of the Town.

The Internal Revenue Code of 1986, as amended (the "Code"), establishes certain requirements that must be met subsequent to the issuance and delivery of the bonds in order that interest on the bonds not be included in gross income under Section 103 of the Code. The Town has covenanted in the Tax Regulatory Agreement that it will at all times perform all acts and things necessary or appropriate under any valid provision of law to ensure that interest paid on the bonds shall not be included in the gross income of the owners thereof for Federal income tax purposes under the Code.

In our opinion, under existing statutes and court decisions, interest on the bonds is excludable from gross income of the owners thereof for purposes of Federal income taxation pursuant to Section 103 of the Code and is not a specific preference item for purposes of the Federal alternative minimum tax. We express no opinion regarding any other Federal tax consequences of ownership or disposition of, or receipt of interest on, the bonds.

In rendering the foregoing opinions regarding the Federal income tax treatment of interest on the bonds, we have relied upon and assumed (i) the material accuracy of the representations, statements of intention and expectations, and certifications of fact contained in the Tax Regulatory Agreement, and (ii) continuing compliance by the Town with the covenants and procedures set forth in the Tax Regulatory Agreement as to such tax matters.

We are further of the opinion that, under existing statutes, interest on the bonds is excluded from Connecticut taxable income for purposes of the Connecticut income tax on individuals, trusts and estates, and is excluded from amounts on which the net Connecticut minimum tax is based in the case of individuals, trusts and estates required to pay the Federal alternative minimum tax. We express no opinion regarding any other State tax consequences of ownership or disposition of, or receipt of interest on, the bonds.

The rights of owners of the bonds and the enforceability of the bonds may be limited by bankruptcy, insolvency, reorganization, moratorium and other similar laws affecting creditors' rights generally and by application of equitable principles, whether considered at law or in equity.

This opinion is given as of the date hereof, and we assume no obligation to revise or supplement this opinion to reflect any facts or circumstances that may hereafter come to our attention, or any changes in law that may hereafter occur.

Respectfully yours,

JOSEPH FASI LLC

JOSEPH FASI LLC

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FORM OF OPINION OF BOND COUNSEL – Lot A Tax Exempt Notes

Town of Woodbridge
Woodbridge, Connecticut

Ladies and Gentlemen:

We have represented the Town of Woodbridge, Connecticut as bond counsel with respect to the issuance and sale of \$380,000 Town of Woodbridge, Connecticut General Obligation Bond Anticipation Notes, Lot A, bearing a Dated Date and an Original Issue Date of July 19, 2018, maturing July 18, 2019 (the "notes").

We have examined a record of the proceedings authorizing the notes, a Tax Regulatory Agreement of the Town dated July 19, 2018 (the "Tax Regulatory Agreement"), and other proofs submitted to us.

The notes are originally registered in the name of Cede & Co., as nominee of The Depository Trust Company, to effect a book-entry system for the ownership and transfer of the notes, and are certified by U.S. Bank National Association, Hartford, Connecticut (the "Certifying Agent").

We have not been engaged or undertaken to review the accuracy, completeness or sufficiency of the Official Statement or other offering material relating to the notes (except to the extent, if any, stated in such Official Statement) and we express no opinion relating thereto.

We are of the opinion that such proceedings and proofs show lawful authority for the issuance and sale of the notes under authority of the constitution and statutes of the State of Connecticut and that when certified by the Certifying Agent the notes are a valid and binding general obligation of the Town of Woodbridge payable both principal and interest from ad valorem taxes which may be levied on all taxable property subject to taxation by the Town without limitation as to rate or amount except as to classified property such as certified forest land taxable at a limited rate and dwelling houses of qualified elderly persons of low income or of qualified disabled persons taxable at limited amounts. There was, however, no such certified forest land on the last completed grand list of the Town and under existing statutes the State of Connecticut is obligated to pay the Town the amount of tax revenue which the Town would have received except for the limitation upon its power to tax such dwelling houses. We are further of the opinion that the Tax Regulatory Agreement is a valid and binding agreement of the Town.

The Internal Revenue Code of 1986, as amended (the "Code"), establishes certain requirements that must be met subsequent to the issuance and delivery of the notes in order that interest on the notes not be included in gross income under Section 103 of the Code. The Town has covenanted in the Tax Regulatory Agreement that it will at all times perform all acts and things necessary or appropriate under any valid provision of law to ensure that interest paid on the notes shall not be included in the gross income of the owners thereof for Federal income tax purposes under the Code.

In our opinion, under existing statutes and court decisions, interest on the notes is excludable from gross income of the owners thereof for purposes of Federal income taxation pursuant to Section 103 of the Code and is not a specific preference item for purposes of the Federal alternative minimum tax. We express no opinion regarding any other Federal tax consequences of ownership or disposition of, or receipt of interest on, the notes.

In rendering the foregoing opinions regarding the Federal income tax treatment of interest on the notes, we have relied upon and assumed (i) the material accuracy of the representations, statements of intention and expectations, and certifications of fact contained in the Tax Regulatory Agreement, and (ii) continuing compliance by the Town with the covenants and procedures set forth in the Tax Regulatory Agreement as to such tax matters.

We are further of the opinion that, under existing statutes, interest on the notes is excluded from Connecticut taxable income for purposes of the Connecticut income tax on individuals, trusts and estates, and is excluded from amounts on which the net Connecticut minimum tax is based in the case of individuals, trusts and estates required to pay the Federal alternative minimum tax. We express no opinion regarding any other State tax consequences of ownership or disposition of, or receipt of interest on, the notes.

The rights of owners of the notes and the enforceability of the notes may be limited by bankruptcy, insolvency, reorganization, moratorium and other similar laws affecting creditors' rights generally and by application of equitable principles, whether considered at law or in equity.

This opinion is given as of the date hereof, and we assume no obligation to revise or supplement this opinion to reflect any facts or circumstances that may hereafter come to our attention, or any changes in law that may hereafter occur.

Respectfully yours,

JOSEPH FASI LLC

JOSEPH FASI LLC

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FORM OF OPINION OF BOND COUNSEL – Lot B Taxable Notes

Town of Woodbridge
Woodbridge, Connecticut

Ladies and Gentlemen:

We have represented the Town of Woodbridge, Connecticut as bond counsel with respect to the issuance and sale of \$4,550,000 Town of Woodbridge, Connecticut **Taxable** General Obligation Bond Anticipation Notes, Lot B, bearing a Dated Date and an Original Issue Date of July 19, 2018, maturing July 18, 2019 (the "notes").

We have examined a record of the proceedings authorizing the notes and other proofs submitted to us.

The notes are originally registered in the name of Cede & Co., as nominee of The Depository Trust Company, to effect a book-entry system for the ownership and transfer of the notes, and are certified by U.S. Bank National Association, Hartford, Connecticut (the "Certifying Agent").

We have not been engaged or undertaken to review the accuracy, completeness or sufficiency of the Official Statement or other offering material relating to the notes (except to the extent, if any, stated in such Official Statement) and we express no opinion relating thereto.

We are of the opinion that such proceedings and proofs show lawful authority for the issuance and sale of the notes under authority of the constitution and statutes of the State of Connecticut and that when certified by the Certifying Agent the notes are a valid and binding general obligation of the Town of Woodbridge payable both principal and interest from ad valorem taxes which may be levied on all taxable property subject to taxation by the Town without limitation as to rate or amount except as to classified property such as certified forest land taxable at a limited rate and dwelling houses of qualified elderly persons of low income or of qualified disabled persons taxable at limited amounts. There was, however, no such certified forest land on the last completed grand list of the Town and under existing statutes the State of Connecticut is obligated to pay the Town the amount of tax revenue which the Town would have received except for the limitation upon its power to tax such dwelling houses.

In our opinion, under existing statutes and court decisions, interest on the notes is included in the gross income of the owners thereof for purposes of Federal income taxation. We

express no opinion regarding any other Federal tax consequences caused by ownership or disposition of, or receipt of interest on, the notes.

We are further of the opinion that, under existing statutes, interest on the notes is excluded from Connecticut taxable income for purposes of the Connecticut income tax on individuals, trusts and estates, and is excluded from amounts on which the net Connecticut minimum tax is based in the case of individuals, trusts and estates required to pay the Federal alternative minimum tax. We express no opinion regarding any other State tax consequences caused by ownership or disposition of, or receipt of interest on, the notes. Each owner of the notes should seek advice based on its particular circumstances from an independent tax advisor.

The rights of owners of the notes and the enforceability of the notes may be limited by bankruptcy, insolvency, reorganization, moratorium and other similar laws affecting creditors' rights generally and by application of equitable principles, whether considered at law or in equity.

This opinion is given as of the date hereof, and we assume no obligation to revise or supplement this opinion to reflect any facts or circumstances that may hereafter come to our attention, or any changes in law that may hereafter occur.

Respectfully yours,

JOSEPH FASI LLC

TAX MATTERS – Tax Exempt Bonds and Lot A Notes

Opinion of Bond Counsel

The Internal Revenue Code of 1986, as amended (the "Code"), imposes certain requirements which must be met subsequent to delivery of the Bonds and Lot A Notes in order that interest on the Bonds and Lot A Notes not be included in gross income under Section 103 of the Code. The Tax Regulatory Agreement, which will be executed and delivered by the Issuer concurrently with the Bonds and Lot A Notes, contains representations, covenants and procedures relating to the use, expenditure and investment of proceeds of the Bonds and Lot A Notes in order to comply with such requirements of the Code. Pursuant to the Tax Regulatory Agreement, the Issuer also covenants and agrees that it shall perform all things necessary or appropriate under any valid provision of law to ensure interest on the Bonds and Lot A Notes shall not be included in gross income of owners thereof for purposes of Federal income taxation under the Code. Failure to comply with the continuing requirements of the Code may cause the interest on the Bonds and Lot A Notes to be included in gross income for federal income tax purposes retroactively to the date of issuance of the Bonds and Lot A Notes irrespective of the date on which non compliance occurs. In rendering its opinion, Bond Counsel relies on the continuing compliance by the Town with the Tax Regulatory Agreement.

In the opinion of Bond Counsel, based on existing statutes and court decisions and assuming continuing compliance by the Issuer with its covenants and the procedures contained in the Tax Regulatory Agreement, interest on the Bonds and Lot A Notes is excludable from gross income of the owners thereof for purposes of Federal income taxation pursuant to Section 103 of the Code and is not a specific preference item for purposes of the Federal alternative minimum tax.

The "Tax Cut and Jobs Act" (H.R.1), repealed the Federal alternative minimum tax on corporations for taxable years beginning after December 31, 2017. For tax years on or prior to December 31, 2017, interest on the Bonds and Lot A Notes is, however, includable in the adjusted current earnings of certain corporations (as defined for federal income tax purposes) for purposes of the Federal alternative minimum tax on corporations.

In the opinion of Bond Counsel, based on existing statutes, interest on the Bonds and Lot A Notes is excluded from Connecticut taxable income for purposes of the Connecticut income tax on individuals, trusts and estates, and is excluded from amounts on which the net Connecticut minimum tax is based in the case of individuals, trusts and estates required to pay the Federal alternative minimum tax. Prospective purchasers of the Bonds and Lot A Notes are advised to consult their own tax advisors regarding the state and local tax consequences of ownership and disposition of the Bonds and Lot A Notes.

Bond Counsel expresses no opinion regarding any other Federal or State tax consequences of ownership or disposition of, or receipt of interest on the Bonds and Lot A Notes.

Additional Tax Matters

The following is a brief discussion of certain Additional Tax Matters associated with purchase and ownership of the Bonds and Lot A Notes. Bond Counsel's opinion does not address these issues (see opinion above) and prospective purchasers are advised to consult their own tax advisors regarding federal and state consequences of ownership and disposition of the Bonds and Lot A Notes.

Ownership of tax exempt obligations such as the Bonds and Lot A Notes may result in certain collateral Federal tax consequences to certain taxpayers, including, without limitation, financial institutions, property and casualty insurance companies, certain foreign corporations doing business in the United States, certain S corporations with excess passive income, individual recipients of Social Security and Railroad Retirement benefits and taxpayers who have or are deemed to have incurred indebtedness to purchase or carry tax exempt obligations, such as the Bonds and Lot A Notes. Prospective purchasers of the Bonds and Lot A Notes, particularly those who may be subject to special rules, are advised to consult their own tax advisors regarding the Federal tax consequences of ownership and disposition of the Bonds and Lot A Notes.

Original Issue Discount and Premium

The following is a general discussion of Original Issue Discount and Premium and not an opinion of Bond Counsel. Prospective Investors are advised to consult their own tax advisors regarding original issue discount and original issue premium in connection with their ownership and disposition of the Bonds.

The initial public offering prices of certain maturities of the Bonds (the "OID Bonds") may be less than their stated principal amounts. Under existing law, the difference between the stated principal amount and the initial offering price of each maturity of the OID Bonds to the public (excluding bond houses and brokers) at which a substantial amount of such maturity of the OID Bonds is sold will constitute original issue discount ("OID"). Based solely on information provided by the Underwriters, the offering prices relating to the yields set forth on the cover page of this Official Statement for the OID Bonds are expected to be the initial offering prices to the public at which a substantial amount of each maturity of the OID Bonds are sold. Under existing law OID on the Bonds accrued and properly allocable to the owners thereof under the Code is not included in gross income for federal income tax purposes if interest on the Bonds is not included in gross income for federal income tax purposes.

In general, however, under the Code, for purposes of determining an owner's adjusted basis in an OID Bond, OID treated as having accrued while the owner holds the OID Bond will be added to the owner's basis. OID will accrue on a constant-yield-to-maturity method based on regular compounding. The owner's adjusted basis will be used to determine taxable gain or loss upon the sale or other disposition (including redemption or payment at maturity) of an OID Bond. For certain corporations (as defined for federal income tax purposes) a portion of the original issue discount that accrues in each year to such an owner of an OID Bond will be included in the calculation of the corporation's federal alternative minimum tax liability for taxable years beginning on or before December 31, 2017. As a result, ownership of an OID

Bond by such a corporation may result in an alternative minimum tax liability even though such owner has not received a corresponding cash payment.

Prospective purchasers of OID Bonds, including those not purchasing a Bond at its initial public offering, should consult their own tax advisors as to the calculation of accrued OID, the accrual of OID in the cases of owners of the OID Bonds purchasing such Bonds after the initial offering and sale, and the federal, state and local tax consequences of owning or disposing of such OID Bonds.

Original Issue Premium

The initial public offering prices of certain maturities of the Bonds (the “OIP Bonds”) may be more than their stated principal amounts. An owner who purchases a Bond at a premium to its principal amount must amortize bond premium as provided in applicable Treasury Regulations, and amortized premium reduces the owner’s basis in the Bond for federal income tax purposes. Prospective purchasers of OIP Bonds should consult their own tax advisors regarding the treatment of bond premium for federal, state and local income tax purposes, including special rules regarding the consequences of ownership, amortization of bond premium, basis, and gain or loss from the sale or exchange of OIP Bonds.

TAX MATTERS – Taxable Notes (Lot B)

In the opinion of Bond Counsel, under existing statutes, interest on the Lot B Taxable Notes is **included** in the gross income of the owners thereof for purposes of Federal income taxation. We express no opinion regarding any other Federal tax consequences caused by ownership or disposition of, or receipt of interest on, the Lot B Taxable Notes.

We are further of the opinion that, under existing statutes, interest on the Lot B Taxable Notes is **excluded** from Connecticut taxable income for purposes of the Connecticut income tax on individuals, trusts and estates, and is **excluded** from amounts on which the net Connecticut minimum tax is based in the case of individuals, trusts and estates required to pay the Federal alternative minimum tax. We express no opinion regarding any other State tax consequences caused by ownership or disposition of, or receipt of interest on, the Lot B Taxable Notes.

Prospective purchasers of the Lot B Notes, particularly those who may be subject to special rules, are advised to consult their own tax advisors regarding the Federal tax consequences of ownership and disposition of the Bonds and Lot A Notes.

FUTURE EVENTS

The Federal and State tax treatment of municipal bonds (including bond anticipation notes) is determined by Federal, State and local legislation, administrative pronouncements and court decisions. For example, The Tax Cut and Jobs Act, H.R.1, signed by the President on December 22, 2017, eliminated the alternative minimum tax on corporations for tax years beginning January 1, 2018, and changed individual and corporate tax rates and deductions. These changes to Federal tax law may also change the benefit of tax exempt bond ownership.

Such Federal legislative proposals are continually being proposed and introduced into Congress which, if enacted, would eliminate or curtail the exclusion from gross income of interest paid on municipal bonds or have other collateral tax consequences that will adversely affect their tax treatment, including limiting the exclusion from gross income on tax exempt bonds for higher income taxpayers. The enactment of such proposals may adversely affect the tax treatment of: the interest paid on the Bonds and Notes, their sale or disposition, market price, marketability, or otherwise prevent Beneficial Owners from receiving the full current tax benefit of ownership. There can be no assurance that changes of law by Federal or State governments will not occur or that they will not be made retroactive. Bond Counsel does not opine as to post issuance acts, including changes of law. Prospective purchasers and Beneficial Owners should consult their own tax advisors regarding pending or proposed law changes.

Appendix C

Form of Continuing Disclosure Agreements – the Bonds and Lots A & B Notes

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CONTINUING DISCLOSURE AGREEMENT

By The

TOWN OF WOODBRIDGE, CONNECTICUT

Dated As Of July 19, 2018

In Connection With The Issuance And Sale Of

\$2,100,000 Town Of Woodbridge, Connecticut

General Obligation Bonds, Issue of 2018,

Dated July 19, 2018

WHEREAS, the Town of Woodbridge, Connecticut (the "Issuer") has heretofore authorized the issuance of \$2,100,000 in aggregate principal amount of its General Obligation Bonds, Issue of 2018 (the "Bonds") to be dated July 19, 2018 and to mature in the principal amounts and on the dates set forth in the Issuer's Official Statement describing the Bonds (the "Official Statement"); and

WHEREAS, the Issuer acknowledges that an underwriter may not purchase or sell the Bonds unless it has reasonably determined that the Issuer has undertaken in a written agreement for the benefit of the beneficial owners of the Bonds to provide certain continuing disclosure information as required by Securities and Exchange Commission Rule 15c2-12(b)(5) as amended from time to time (the "Rule"), and the Issuer desires to assist the underwriter of the Bonds in complying with the Rule; and

WHEREAS, the Issuer is authorized pursuant to Public Act 95-270 enacted by the Connecticut General Assembly to make representations and agreements for the benefit of the beneficial owners of the Bonds to meet the requirements of the Rule; and

WHEREAS, in order to assist the underwriter of the Bonds in complying with the Rule, this Continuing Disclosure Agreement is to be made, executed and delivered in connection with the issuance of the Bonds, all for the benefit of the beneficial owners of the Bonds, as they may be from time to time;

NOW, THEREFORE, THE ISSUER HEREBY REPRESENTS, COVENANTS AND AGREES AS FOLLOWS:

Section 1. Definitions. In addition to the terms defined above, the following capitalized terms shall have the meanings ascribed thereto:

"Annual Report" shall mean any Annual Report provided by the Issuer pursuant to, and as described in, Sections 2 and 3 of this Continuing Disclosure Agreement.

"Fiscal Year End" shall mean the last day of the Issuer's fiscal year, currently June 30.

"Listed Events" shall mean any of the events listed in Section 4 of this Continuing Disclosure Agreement.

"MSRB" shall mean the Municipal Securities Rulemaking Board established under the Securities Exchange Act of 1934, as amended, or any successor thereto. For purposes of this agreement, continuing disclosure information will be filed where approved from time to time by the MSRB, and which as of the date hereof means:

<http://emma.msrb.org>

Section 2. Annual Reports.

A. The Issuer shall provide or cause to be provided to the MSRB, the following annual financial information and operating data regarding the Issuer:

1) Audited financial statements as of and for the year ending on its Fiscal Year End for the general fund, capital projects funds and special revenue funds, prepared in accordance with generally accepted accounting principles, as promulgated by the Governmental Accounting Standards Board from time to time or mandated state statutory principles as in effect from time to time; and

2) Financial information and operating data as of and for the year ending on its Fiscal Year End of the following type to the extent not included in the audited financial statements described in 1) above:

- (a) the amounts of the gross and net taxable grand list;
- (b) a listing of the ten largest taxpayers on the grand list, together with each such taxpayer's taxable valuation thereon;
- (c) the percentage or amount of the annual property tax levy collected and uncollected;
- (d) a schedule of the annual debt service on outstanding long-term bonded indebtedness;
- (e) a calculation of the direct debt, net direct debt and overall net debt (reflecting overlapping and underlying debt);
- (f) the direct debt and overall net debt of the Issuer per capita;

(g) the ratios of direct debt and overall net debt of the Issuer to the Issuer's equalized net (taxable) grand list;

(h) a statement of statutory debt limitations and debt margins;

(i) the funding status of the Issuer's pension benefit obligation.

B. The above-referenced information is expected to be provided by the filing of and cross reference to the Issuer's Annual Report. The information may be provided in whole or in part by cross-reference to other documents provided to the MSRB, including official statements of the Issuer which will be available from the MSRB. The information will be provided in an electronic format and accompanied by identifying information as prescribed by the MSRB.

C. Subject to the requirements of Section 8 hereof, the Issuer reserves the right to modify from time to time the specific types of information or data provided or the format of the presentation of such information or data, to the extent necessary or appropriate; provided that the Issuer agrees that any such modification will be done in a manner consistent with the Rule. The Issuer also reserves the right to modify the preparation and presentation of financial statements described herein as may be required to conform with changes in Connecticut law applicable to municipalities or any changes in generally accepted accounting principles, as promulgated by the Governmental Accounting Standards Board from time to time.

Section 3. Timing. The Issuer shall provide the information and data referenced in Section 2(A) not later than eight months after each Fiscal Year End subsequent to the date of issuance of the bonds, provided, however, that if such financial information and data for the Fiscal Year End preceding the date of issuance of the Bonds is not contained in the Official Statement for the Bonds or has not otherwise been previously provided, the Issuer shall provide such information and data no later than eight months after the close of such preceding Fiscal Year End. The Issuer agrees that if audited information is not available eight months after the close of any Fiscal Year End, it shall submit unaudited information by such time and will submit audited information within a reasonable time.

Section 4. Event Notices. The Issuer agrees to provide or cause to be provided, in a timely manner not in excess of 10 business days after the occurrence of the event to the MSRB, notice of the occurrence of any of the following events:

- a) principal and interest payment delinquencies;
- b) non-payment related defaults, if material;
- c) unscheduled draws on debt service reserves reflecting financial difficulties;
- d) unscheduled draws on credit enhancements reflecting financial difficulties;

- e) substitution of credit or liquidity providers, or their failure to perform;
- f) adverse tax opinions, the issuance by the Internal Revenue Service of proposed or final determinations of taxability, Notices of Proposed Issue (IRS Form 5701-TEB) or other material notices or determinations with respect to the tax status of the security, or other material events affecting the tax status of the security;
- g) modifications to rights of security holders, if material;
- h) bond calls, if material, and tender offers;
- i) defeasances;
- j) release, substitution or sale of property securing repayment of the securities, if material;
- k) rating changes;
- l) bankruptcy, insolvency, receivership or similar event of the Issuer;
- m) the consummation of a merger, consolidation or acquisition involving the Issuer or the sale of all or substantially all of the assets of the Issuer, other than in the ordinary course of business, the entry into a definitive agreement to undertake such an action or the termination of a definitive agreement relating to any such actions, other than pursuant to its terms, if material;
- n) appointment of a successor or additional trustee or the change of name of a trustee, if material.

Section 5. Notice of Failure. The Issuer agrees to provide or cause to be provided, in a timely manner, to the MSRB, notice of any failure by the Issuer to provide the annual financial information described in Section 2.A of this Continuing Disclosure Agreement.

Section 6. Termination of Reporting Obligation. The Issuer's obligations under this Continuing Disclosure Agreement shall terminate upon the defeasance, prior redemption or payment in full of all of the Bonds.

Section 7. Agent. The Issuer may, from time to time, appoint or engage an agent to assist it in carrying out its obligations under this Continuing Disclosure Agreement, and may discharge any such agent, with or without appointing a successor agent.

Section 8. Amendment; Waiver. Notwithstanding any other provision of this Continuing Disclosure Agreement, the Issuer may amend this Continuing Disclosure Agreement, and any provision of this Continuing Disclosure Agreement may be waived, if such amendment

or waiver is made in connection with a change in circumstances that arises from a change in legal requirements, a change in law, or a change in the identity, nature or status of the Issuer, and is supported by an opinion of counsel expert in federal securities laws, to the effect that (i) such amendment or waiver would not materially adversely affect the beneficial owners of the Bonds and (ii) the Agreement as so amended would have complied with the requirements of the Rule as of the date of the Agreement, taking into account any amendments or interpretations of the Rule as well as any changes in circumstances. A copy of any such amendment will be filed in a timely manner with the MSRB. The annual financial information provided on the first date following adoption of any such amendment will explain, in narrative form, the reasons for the amendment and the impact of the change in the type of operating or financial information provided.

Section 9. Additional Information. Nothing in this Continuing Disclosure Agreement shall be deemed to prevent the Issuer from disseminating any other information, using the means of dissemination set forth in this Continuing Disclosure Agreement or any other means of communication, or including any other information in any Annual Report or notice of occurrence of a Listed Event, in addition to that which is required by this Continuing Disclosure Agreement. If the Issuer chooses to include any information in any Annual Report or notice of occurrence of a Listed Event in addition to that which is specifically required by this Continuing Disclosure Agreement, the Issuer shall have no obligation under this Continuing Disclosure Agreement to update such information or include it in any future Annual Report or notice of occurrence of a Listed Event.

Section 10. Indemnification. The Issuer agrees to indemnify and save its officers, directors, employees and agents, harmless against any loss, expense and liabilities which it may incur arising out of or in the exercise or performance of its powers and duties hereunder, including the costs and expenses (including attorneys' fees) of defending against any claim of liability, but excluding liabilities due to any agent's negligence or misconduct. The obligations of the Issuer under this Section shall survive resignation or removal of any agent and payment of the Bonds.

Section 11. Enforceability. The Issuer agrees that its undertaking pursuant to the Rule set forth in this Continuing Disclosure Agreement is intended to be for the benefit and enforceable by the beneficial owners of the Bonds. In the event the Issuer shall fail to perform its duties hereunder, the Issuer shall have the option to cure such failure after its receipt of written notice from any beneficial owner of the Bonds of such failure. In the event the Issuer does not cure such failure, the right of any beneficial owner of the Bonds to enforce the provisions of this undertaking shall be limited to a right to obtain specific enforcement of the Issuer's obligations hereunder. No monetary damages shall arise or be payable hereunder nor shall any failure to comply with this Agreement constitute default of the Issuer with respect to the Bonds.

[Signature Page Follows]

CONTINUING DISCLOSURE AGREEMENT

By The

TOWN OF WOODBRIDGE, CONNECTICUT

Dated As Of July 19, 2018

In Connection With The Issuance And Sale Of

\$2,100,000 Town Of Woodbridge, Connecticut

General Obligation Bonds, Issue of 2018,

Dated July 19, 2018

IN WITNESS WHEREOF, the Issuer has caused this Continuing Disclosure Agreement to be executed in its name by its undersigned officers, duly authorized, all as of the date first above written.

TOWN OF WOODBRIDGE, CONNECTICUT

By _____
Beth Heller
First Selectman

By _____
Alan Rice
Treasurer

By _____
Anthony F. Genovese
Administrative Officer and Director of Finance

CONTINUING DISCLOSURE AGREEMENT

By The

TOWN OF WOODBRIDGE, CONNECTICUT

In Connection With The Issuance And Sale Of

\$380,000 Tax Exempt Lot A

And

\$4,550,000 Taxable Lot B

Town Of Woodbridge, Connecticut

General Obligation Bond Anticipation Notes, Dated July 19, 2018

WHEREAS, the Town of Woodbridge, Connecticut (the "Issuer") has heretofore authorized the issuance of \$380,000 Tax Exempt Lot A and \$4,550,000 Taxable Lot B in aggregate principal amount of its General Obligation Bond Anticipation Notes (the "Notes") bearing a Dated Date of July 19, 2018, maturing on July 18, 2019; said Notes as more fully described in the Issuer's Official Statement describing the Notes and prepared in connection with their sale (the "Official Statement"); and

WHEREAS, the Issuer acknowledges that an underwriter may not purchase or sell the Notes unless it has reasonably determined that the Issuer has undertaken in a written agreement for the benefit of the beneficial owners of the notes to provide notices of listed events as required by Securities and Exchange Commission Rule 15c2-12(b)(5) as amended from time to time (the "Rule"), and the Issuer desires to assist the underwriter of the notes in complying with the Rule; and

WHEREAS, the Issuer is authorized pursuant to Public Act 95-270 enacted by the Connecticut General Assembly to make representations and agreements for the benefit of the beneficial owners of the Notes to meet the requirements of the Rule; and

WHEREAS, in order to assist the underwriter of the Notes in complying with the Rule, this Continuing Disclosure Agreement is to be made, executed and delivered in connection with the issuance of the Notes, all for the benefit of the beneficial owners of the Notes, as they may be from time to time;

NOW, THEREFORE, THE ISSUER HEREBY REPRESENTS, COVENANTS AND AGREES AS FOLLOWS:

Section 1. Definitions. In addition to the terms defined above, the following capitalized terms shall have the meanings ascribed thereto:

"Listed Events" shall mean any of the events listed in Section 2 of this Continuing Disclosure Agreement.

"MSRB" shall mean the Municipal Securities Rulemaking Board established under the Securities Exchange Act of 1934, as amended, or any successor thereto. For purposes of this agreement, continuing disclosure information will be filed where approved from time to time by the MSRB, and which as of the date hereof means:

<http://emma.msrb.org>

Section 2. Event Notices. The Issuer agrees to provide or cause to be provided in a timely manner not in excess of 10 business days after the occurrence of the event to the MSRB, notice of the occurrence of any of the following events:

- (i) principal and interest payment delinquencies;
- (ii) non-payment related defaults, if material;
- (iii) unscheduled draws on debt service reserves reflecting financial difficulties;
- (iv) unscheduled draws on credit enhancements reflecting financial difficulties;
- (v) substitution of credit or liquidity providers, or their failure to perform;
- (vi) adverse tax opinions, the issuance by the Internal Revenue Service of proposed or final determinations of taxability, Notices of Proposed Issue (IRS Form 5701-TEB) or other material notices or determinations with respect to the tax status of the security, or other material events affecting the tax status of the security;
- (vii) modifications to rights of security holders, if material;
- (viii) bond calls, if material, and tender offers;
- (ix) defeasances;
- (x) release, substitution or sale of property securing repayment of the securities; if material;
- (xi) rating changes;
- (xii) bankruptcy, insolvency, receivership or similar event of the Issuer;

(xiii) the consummation of a merger, consolidation or acquisition involving the Issuer or the sale of all or substantially all of the assets of the Issuer, other than in the ordinary course of business, the entry into a definitive agreement to undertake such an action or the termination of a definitive agreement relating to any such actions, other than pursuant to its terms, if material;

(xiv) appointment of a successor or additional trustee or the change of name of a trustee, if material.

Section 3. Termination of Reporting Obligation. The Issuer's obligations under this Continuing Disclosure Agreement shall terminate upon the defeasance, prior redemption or payment in full of all of the Notes.

Section 4. Agent. The Issuer may, from time to time, appoint or engage an agent to assist it in carrying out its obligations under this Continuing Disclosure Agreement, and may discharge any such agent, with or without appointing a successor agent.

Section 5. Amendment; Waiver. Notwithstanding any other provision of this Continuing Disclosure Agreement, the Issuer may amend this Continuing Disclosure Agreement, and any provision of this Continuing Disclosure Agreement may be waived, if such amendment or waiver is made in connection with a change in circumstances that arises from a change in legal requirements, a change in law, or a change in the identity, nature or status of the Issuer, and is supported by an opinion of counsel expert in federal securities laws, to the effect that (i) such amendment or waiver would not adversely affect the beneficial owners of the Notes and (ii) the Agreement as so amended would have complied with the requirements of the Rule as of the date of the Agreement, taking into account any amendments or interpretations of the Rule as well as any changes in circumstances. A copy of any such amendment will be filed in a timely manner with the MSRB.

Section 6. Additional Information. Nothing in this Continuing Disclosure Agreement shall be deemed to prevent the Issuer from disseminating any other information, using the means of dissemination set forth in this Continuing Disclosure Agreement or any other means of communication, or including any other information in any notice of occurrence of a Listed Event, in addition to that which is required by this Continuing Disclosure Agreement. If the Issuer chooses to include any information in any notice of occurrence of a Listed Event in addition to that which is specifically required by this Continuing Disclosure Agreement, the Issuer shall have no obligation under this Continuing Disclosure Agreement to update such information or include it in any future notice of occurrence of a Listed Event.

Section 7. Indemnification. The Issuer agrees to indemnify and save its officers, directors, employees and agents, harmless against any loss, expense and liabilities which it may incur arising out of or in the exercise or performance of its powers and duties hereunder, including the costs and expenses (including attorneys' fees) of defending against any claim of liability, but excluding liabilities due to any agent's negligence or misconduct. The obligations

of the Issuer under this Section shall survive resignation or removal of any agent and payment of the Notes.

Section 8. Enforceability. The Issuer agrees that its undertaking pursuant to the Rule set forth in this Continuing Disclosure Agreement is intended to be for the benefit of the beneficial owners of the Notes and shall be enforceable by them. In the event the Issuer shall fail to perform its duties hereunder, the Issuer shall have the option to cure such failure after its receipt of written notice from any beneficial owner of the Notes of such failure. In the event the Issuer does not cure such failure, the right of any beneficial owner of the Notes to enforce the provisions of this undertaking shall be limited to a right to obtain specific enforcement of the Issuer's obligations hereunder. No monetary damages shall arise or be payable hereunder nor shall any failure to comply with this Agreement constitute default of the Issuer with respect to the Notes.

[Signature Page Follows]

CONTINUING DISCLOSURE AGREEMENT

By The

TOWN OF WOODBRIDGE, CONNECTICUT

In Connection With The Issuance And Sale Of

\$380,000 Tax Exempt Lot A

And

\$4,550,000 Taxable Lot B

Town Of Woodbridge, Connecticut

General Obligation Bond Anticipation Notes, Dated July 19, 2018

IN WITNESS WHEREOF, the Issuer has caused this Continuing Disclosure Agreement to be executed in its name by its undersigned officers, duly authorized, all as of the date first above written.

TOWN OF WOODBRIDGE, CONNECTICUT

By _____
Beth Heller
First Selectman

By _____
Alan Rice
Treasurer

By _____
Anthony F. Genovese
Administrative Officer and Director of Finance

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Appendix D

Notice of Sale and Bid Forms – the Bonds and Lots A & B Notes

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NOTICE OF SALE

TOWN OF WOODBRIDGE, CONNECTICUT

\$2,100,000

GENERAL OBLIGATION BONDS, ISSUE OF 2018

AND

\$4,930,000

GENERAL OBLIGATION BOND ANTICIPATION NOTES

Bids will be received by the Town of Woodbridge, Connecticut (the "Issuer"), at Phoenix Advisors, LLC, 53 River Street, Suite 1, Milford, Connecticut 06460 on **Thursday, June 21, 2018** for the purchase of:

\$2,100,000 General Obligation Bonds
(the "Bonds")

BANK QUALIFIED

Bid until 11:30 A.M. (E.D.T.)

Bonds: Only ELECTRONIC BIDS via *PARITY*[®]

\$4,930,000 General Obligation Bond Anticipation Notes
Dated: July 19, 2018
Due: July 18, 2019
Consisting of:

LOT A NOTES:

\$380,000 TAX EXEMPT General Obligation Bond Anticipation Notes

BANK QUALIFIED

Bid until 12:00 Noon (E.D.T.)

LOT B NOTES:

\$4,550,000 TAXABLE General Obligation Bond Anticipation Notes

NOT BANK QUALIFIED

Bid until 12:30 P.M. (E.D.T.)

Notes: ELECTRONIC BIDS via *PARITY*[®] and SEALED PROPOSALS

(Lots A and B collectively referred to in this Notice of Sale as the "Notes")

Separate forms of proposal will be provided for the Bonds and the Notes. Bidders may submit proposals for either the Bonds or either lot of the Notes, and are not required to submit proposals for each.

The Notes

The Notes will be payable to the registered owner on the maturity date and are not subject to redemption prior to maturity. They will bear interest (which interest shall be computed on the basis of a 360-day year consisting of twelve 30-day months) payable at maturity at the rate or rates per annum fixed in the proposal or proposals accepted for their purchase, which rates shall be in multiples of 1/100 of 1% per annum.

The Bonds

The Bonds will be dated July 19, 2018, and will mature and become payable on July 15 in each of the years and in the principal amounts as follows:

Year	Amount	Year	Amount
2019	\$210,000	2024	\$210,000
2020	\$210,000	2025	\$210,000
2021	\$210,000	2026	\$210,000
2022	\$210,000	2027	\$210,000
2023	\$210,000	2028	\$210,000

bearing interest payable semi-annually on January 15 and July 15 in each year until maturity, commencing January 15, 2019. Interest shall be computed on the basis of 360-day year consisting of twelve 30-day months.

Redemption – The Bonds

The Bonds maturing on or before July 15, 2023 are not subject to redemption prior to maturity. The Bonds maturing on July 15, 2024 and thereafter are subject to redemption prior to maturity, at the election of the Issuer, on and after July 15, 2023, at any time, in whole or in part, and by lot within a maturity, in such amounts and in such order of maturity as the Issuer may determine, at the redemption price or prices (expressed as a percentage of the principal amount of the Bonds to be redeemed) set forth in the following table, plus interest accrued and unpaid to the redemption date:

	<u>Redemption Dates</u>	<u>Redemption Price</u>
From:	July 15, 2023 and thereafter	100%

Book-Entry/Denominations

The Bonds and Notes will be issued by means of a book-entry system with no physical distribution of bond or note certificates made to the public. The Bonds and Notes will be issued in registered form and one bond certificate for each maturity and one note certificate for each interest rate will be issued to The Depository Trust Company, New York, New York (DTC), registered in the name of its nominee, Cede & Co., and immobilized in their custody. The book-entry system will evidence ownership of the Bonds and Notes in the minimum principal amounts

of \$5,000 or integral multiples thereof, with transfers of ownership affected on the records of DTC and its participants pursuant to rules and procedures adopted by DTC and its participants. The winning bidders, as a condition to delivery of the Bonds and Notes, will be required to deposit the bond and note certificates with DTC, registered in the name of Cede & Co. Principal of and interest on the Bonds and Notes will be payable by the Issuer or its agent in same-day funds to DTC or its nominee as registered owner of the Bonds and Notes. Transfer of principal and interest payments to participants of DTC will be the responsibility of DTC; transfer of principal and interest payments to beneficial owners by participants of DTC will be the responsibility of such participants and other nominees of beneficial owners. The Issuer will not be responsible or liable for payments by DTC to its participants or by DTC participants to beneficial owners or for maintaining, supervising or reviewing the records maintained by DTC, its participants or persons acting through such participants.

Submitting Proposals - Bonds

Proposals for the purchase of the Bonds will be accepted **only** electronically via **PARITY**[®], and must be in the form of proposal for purchase attached hereto. Each bid must be for the entire \$2,100,000 of bonds and must specify the rate or rates of interest therefor in a multiple of 1/20 or 1/8 of 1% per annum; provided such bid shall not state (a) more than one interest rate for any Bonds having like maturity, or (b) any interest rate for any Bonds which exceeds the interest rate stated in the proposal for any other Bonds by more than 2%. No bid for less than par and accrued interest will be considered. Unless all bids are rejected the bonds will be awarded to the bidder offering to purchase them at the lowest true interest cost.

For the purposes of determining the successful bidder, the true interest cost to the Issuer will be the annual interest rate, compounded semiannually, which, when used to discount all payments of principal and interest payable on the Bonds to July 19, 2018, the date of the Bonds, results in an amount equal to the purchase price for the Bonds, not including interest accrued to July 19, 2018, the delivery date of the Bonds. It is requested that each proposal be accompanied by a statement of the percentage of true interest cost computed and rounded to four decimal places. Such statement shall not be considered as a part of the proposal. The purchase price must be paid in Federal Funds.

See “Electronic Proposals Bidding Procedure” for submitting a proposal electronically.

Submitting Proposals - Notes

Written proposals for the purchase of said Notes must be in the form of proposal for purchase attached hereto; or may be submitted electronically **only** via **PARITY**[®]. A proposal may be for all or any part of the Notes but any proposal for a part must be for a minimum of \$100,000, of principal amount per interest rate bid, or a whole multiple thereof, except that one such proposal for a part may include the odd \$180,000, of principal amount per interest rate bid for the Lot A Notes and \$150,000 for the Lot B Notes, and the total of all principal amounts bid shall not exceed \$380,000 for Lot A and \$4,550,000 for Lot B.

See “Electronic Proposals Bidding Procedure” for submitting a proposal electronically.

Unless all bids are rejected the Notes will be awarded to the bidder or bidders offering to purchase the Notes at the lowest net interest cost, computed as to each interest rate stated by adding the total interest which will be paid at such rate and deducting therefrom the premium offered, if any. As between proposals resulting in the same lowest net interest cost to the Issuer, the award will be made on the basis of the highest principal amount of the Notes specified. No bid for less than par and accrued interest, if any, will be considered and the Issuer reserves the right to award to any bidder all or any part of the Notes bid for in his proposal. If a bidder is awarded only a part of the Notes bid for in his proposal, any premium offered in such proposal will be proportionately reduced so that the resulting net interest cost to the Issuer with respect to the Notes awarded is the same as that contained in the bidder's proposal with respect to the entire amount bid, carried to four places. The purchase price must be paid in Federal Funds.

Electronic Proposals Bidding Procedure. Electronic bids for the purchase of the Bonds and/or Notes must be submitted on Thursday, June 21, 2018 through the facilities of **PARITY**[®] until:

11:30 A.M. (E.D.T.) Bonds
12:00 Noon (E.D.T.) Lot A (Tax Exempt) Notes
12:30 P.M. (E.D.T.) Lot B (Taxable) Notes

Any prospective bidder must be a subscriber of i-Deal's BiDCOMP competitive bidding system. Further information about **PARITY**[®], including any fee charged, may be obtained from **PARITY**[®], c/o i-Deal LLC, 1359 Broadway, 2nd Floor New York, New York 10018, Attention: Customer Support (telephone: (212) 849-5021 - email notice: parity@i-deal.com). The Issuer neither will confirm any subscription nor be responsible for any failure of a prospective bidder to subscribe.

Once an electronic bid made through the facilities of **PARITY**[®] is communicated to the Issuer, it shall constitute an irrevocable offer, in response to this Notice, and shall be binding upon the bidder as if made by the signed, sealed bid delivered to the Issuer. By submitting a bid for the Bonds and/or Notes via **PARITY**[®], the bidder represents and warrants to the Issuer that such bidder's bid for the purchase of the Bonds and/or Notes is submitted for and on behalf of such prospective bidder by an officer or agent who is duly authorized to bind the prospective bidder by an irrevocable offer and that acceptance of such bid by the Issuer will bind the bidder by a legal, valid and enforceable contract, for the purchase of the Bonds and/or Notes on the terms described in this Notice. **The Issuer shall not be responsible for any malfunction or mistake made by, or as a result of the use of the facilities of PARITY[®], or the inaccuracies of any information, including bid information or worksheets supplied by PARITY[®], the use of PARITY[®] facilities being the sole risk of the prospective bidder. Each Bidder is solely responsible for knowing the terms of the sale as set forth herein.**

Disclaimer. Each of **PARITY**[®] prospective electronic bidders shall be solely responsible to make necessary arrangements to access **PARITY**[®] for the purpose of submitting its bid in a timely manner and in compliance with the requirements of this Notice. Neither the Issuer nor **PARITY**[®] shall have any duty or obligation to undertake such arrangements to bid for

any prospective bidder or to provide or assure such access to any prospective bidder, and neither the Issuer or **PARITY**[®] shall be responsible for a bidder's failure to make a bid or for the proper operation of, or have any liability for any delays or interruptions of, or any damages caused by, **PARITY**[®]. The Issuer is using **PARITY**[®] as a communication mechanism, and not as the Issuer's agent, to conduct the electronic bidding for the Bonds and/or Notes. The Issuer is not bound by any advice and determination of **PARITY**[®] to the effect that any particular bid complies with the terms of this Notice and in particular the bid requirements herein set forth. All cost and expenses incurred by prospective bidders in connection with their subscription to, arrangements with and submission of bids via **PARITY**[®] are the sole responsibility of the bidders; and the Issuer is not responsible directly or indirectly, for any of such costs or expenses. If the prospective bidder encounters any difficulty in arranging to bid or submitting, modifying or withdrawing a bid for the Bonds and/or Notes, the prospective bidder should telephone **PARITY**[®] at (212) 849-5021. If any provision of this Notice shall conflict with information provided by **PARITY**[®], this Notice shall control.

For the purpose of the electronic bidding process, the time maintained on **PARITY**[®] shall constitute the official time.

Note Sealed Bids

Written proposals for the Notes must be in the form of proposal for purchase attached hereto, enclosed in sealed envelopes marked "Proposal for Notes", and addressed to Beth Heller, First Selectman and Alan Rice, Treasurer, Town of Woodbridge, c/o Phoenix Advisors, LLC, 53 River Street, Suite 1, Milford, Connecticut 06460.

Award

The Bonds and Notes will be awarded or all bids will be rejected promptly after each respective bid opening and not later than 4:00 P.M. (Hartford time) on June 21, 2018. The right is reserved to reject any and all proposals and to waive any irregularity or informality with respect to any proposal.

Legal Opinion

The legality of the issues will be passed upon by Joseph Fasi LLC, Bond Counsel, of Hartford, Connecticut, and the winning bidders will be furnished with their opinion without charge.

The Bonds and Notes will be general obligations of the Issuer payable, unless paid from other sources, from ad valorem taxes which may be levied on all taxable property subject to taxation by the Issuer without limit as to rate or amount except as to classified property such as certified forest land taxable at a limited rate and dwelling houses of qualified elderly persons of low income or of qualified disabled persons taxable at limited amounts. There was, however, no such certified forest land on the last completed grand list of the Issuer and under existing statutes the State of Connecticut is obligated to pay to the Issuer the amount of tax revenue which the Issuer would have received except for the limitation upon its power to tax such dwelling houses.

Bonds and Lot A Notes

The legal opinion will further state that, under existing statutes and court decisions interest on the **Bonds** and the **tax exempt Notes of Lot A** (i) is excludable from gross income of the owners thereof for purposes of Federal income taxation pursuant to Section 103 of the Internal Revenue Code of 1986, as amended (the "Code"), and (ii) is not a specific preference item for purposes of the Federal alternative minimum tax.

Under existing statutes, the interest on the **Bonds** and the **Lot A Notes** is **excluded** from Connecticut taxable income for purposes of the Connecticut income tax on individuals, trusts and estates, and is excluded from amounts on which the net Connecticut minimum tax is based in the case of individuals, trusts and estates required to pay Federal alternative minimum tax.

In rendering the legal opinion, Joseph Fasi LLC will rely upon and assume the material accuracy of the representations and statements of expectation contained in the Tax Regulatory Agreement entered into by the Issuer for the benefit of the owners of the Bonds and **Lot A** Notes, and further, will assume continuing compliance by the Issuer with the covenants and procedures set forth in such Tax Regulatory Agreement. A copy of the opinion will be printed upon each of the Bonds, and a signed opinion and transcript of proceedings will be filed with U.S. Bank National Association, in Hartford, Connecticut, and will be available for examination upon request.

Lot B Notes

The legal opinion with respect to the **taxable Notes of Lot B** will further state that, (i) under existing statutes and court decisions, interest on the taxable Notes is **included** in the gross income of the owners thereof for purposes of Federal income taxation, (ii) under existing statutes, interest on the taxable Lot B Notes is **excluded** from Connecticut taxable income for purposes of the Connecticut income tax on individuals, trusts, and estates, and (iii) such interest is **excluded** from amounts on which the net Connecticut minimum tax is based in the case of individuals, trusts, and estates required to pay the Federal alternative minimum tax.

No opinion regarding any other Federal or State tax consequences of ownership or disposition of, or receipt of interest on, the **Bonds** and **Notes** will be expressed.

See "Form of Opinion of Bond Counsel and Tax Exemption" herein.

Issue Price Establishment and Certification

10% Test to Apply if Competitive Sale Requirements are Not Satisfied

Summary: The issue price for the Bonds and the Lot A Notes will be determined separately pursuant to the method set forth herein.

As used in this section entitled “Issue Price Establishment and Certification”, unless otherwise indicated, “Bonds” means the Bonds and Lot A Notes, and winning bidder means each of the winning bidders for the Bonds and the Lot A Notes.

To establish issue price the Issuer expects the sale of each of the Bonds and Notes to separately qualify under the competitive sale provisions of Treasury Regulation Section 1.148-1(f)(3)(i) and to establish the issue price pursuant to the competitive sale regulations.

In the event, in the opinion of Bond Counsel, the competitive sale regulations are not satisfied the Issuer will utilize the general rule of Treasury Regulation Section 1.148-1(f)(2) with respect to the Bonds or Notes, depending upon which issue failed to satisfy the competitive sale regulations, and establish the issue price as the first price at which 10% of each maturity is sold to the public.

The Notes have one maturity date July 18, 2019.

The Issuer will not utilize the hold the price provisions of Treasury Regulation Section 1.148-1(f)(2)(ii). Bids will not be subject to cancellation in the event that the competitive sale requirements are not satisfied.

This Summary is qualified by the Terms of Issue Price Establishment and Certification of this Notice of Sale as follows:

Establishment of Issue Price: The winning bidder shall assist the Issuer in establishing the issue price of the Bonds and Notes and shall execute and deliver to the Issuer at Closing an “issue price” or similar certificate setting forth the reasonably expected initial offering price to the public or the sales price or prices of the Bonds and Notes, together with the supporting pricing wires or equivalent communications, substantially in the form attached hereto as Notice of Sale Exhibits A-1 and A-2 (and as adapted to apply to the Notes) (depending on the method of issue price determination), with such modifications as may be appropriate or necessary, in the reasonable judgment of the winning bidder, the Issuer and Bond Counsel. A separate issue price certificate will be required for the Bonds and the Notes.

All actions to be taken by the Issuer under this notice of sale to establish the issue price of the Bonds may be taken on behalf of the Issuer by its Municipal Advisor. Any notice or report to be provided to the Issuer shall be provided to the Issuer’s Bond Counsel.

Competitive Sale: The Issuer intends that the provisions of Treasury Regulation Section 1.148-1(f)(3)(i) (defining “competitive sale” for purposes of establishing the issue price of the Bonds) will apply to the initial sale of the Bonds (the “competitive sale requirements”) because:

- (i) the Issuer shall disseminate this Notice of Sale to potential underwriters in a manner that is reasonably designed to reach potential underwriters;
- (ii) all bidders shall have an equal opportunity to bid;

- (iii) the Issuer may receive bids from at least three underwriters of municipal bonds who have established industry reputations for underwriting new issuances of municipal bonds; and
- (iv) the Issuer anticipates awarding the sale of the Bonds to the bidder who submits a firm offer to purchase the Bonds at the highest price (or lowest interest cost), as set forth in this Notice of Sale.

Any bid submitted pursuant to this Notice of Sale shall be considered a firm offer for the purchase of the Bonds, as specified in the bid, and by submitting a bid, a bidder is representing that it has an established industry reputation for underwriting new issuances of municipal bonds.

Failure to Meet Competitive Sale Requirements; 10% Sale Test To Apply: In the event that the competitive sale regulations are not satisfied, the Issuer shall so advise the winning bidder. The Issuer shall treat the first price at which 10% of a maturity of the Bonds (the “10% test”) is sold to the public as the issue price of that maturity, applied on a maturity-by-maturity basis. The winning bidder shall advise the Issuer if any maturity of the Bonds satisfies the 10% test as of the date and time of the award of the Bonds. The Issuer will not require bidders to comply with the “hold-the-offering-price rule” and therefore does not intend to use the initial offering price to the public as of the sale date of any maturity of the Bonds as the issue price of that maturity. Bids will not be subject to cancellation in the event that the competitive sale requirements are not satisfied. Bidders should prepare their bids on the assumption that all of the maturities of the Bonds will be subject to the 10% test in order to establish the issue price of the Bonds.

If the competitive sale requirements are not satisfied, then until the 10% test has been satisfied as to each maturity of the Bonds, the winning bidder agrees to promptly report to the Issuer the prices at which the unsold Bonds of that maturity have been sold to the public. That reporting obligation shall continue, whether or not the Closing Date has occurred, until the 10% test has been satisfied as to the Bonds of that maturity or until all Bonds of that maturity have been sold.

By submitting a bid, each bidder confirms that: (i) any agreement among underwriters, any selling group agreement and each retail distribution agreement (to which the bidder is a party) relating to the initial sale of the Bonds to the public, together with the related pricing wires, contains or will contain language obligating each underwriter, each dealer who is a member of the selling group, and each broker-dealer that is a party to such retail distribution agreement, as applicable, to report the prices at which it sells to the public the unsold Bonds of each maturity allotted to it until it is notified by the winning bidder that either the 10% test has been satisfied as to the Bonds of that maturity or all Bonds of that maturity have been sold to the public, if and for so long as directed by the winning bidder and as set forth in the related pricing wires, and (ii) any agreement among underwriters relating to the initial sale of the Bonds to the public, together with the related pricing wires, contains or will contain language obligating each underwriter that is a party to a retail distribution agreement to be employed in connection with the initial sale of the Bonds to the public to require each broker-dealer that is a party to such retail distribution agreement to report the prices at which it sells to the public the unsold Bonds

of each maturity allotted to it until it is notified by the winning bidder or such underwriter that either the 10% test has been satisfied as to the Bonds of that maturity or all Bonds of that maturity have been sold to the public, if and for so long as directed by the winning bidder or such underwriter and as set forth in the related pricing wires.

Sales of any Bonds to any person that is a related party to an underwriter shall not constitute sales to the public for purposes of this Notice of Sale. Further, for purposes of this Notice of Sale:

- (i) “public” means any person other than an underwriter or a related party,
- (ii) “underwriter” means (A) any person that agrees pursuant to a written contract with the Issuer (or with the lead underwriter to form an underwriting syndicate) to participate in the initial sale of the Bonds to the public and (B) any person that agrees pursuant to a written contract directly or indirectly with a person described in clause (A) to participate in the initial sale of the Bonds to the public (including a member of a selling group or a party to a retail distribution agreement participating in the initial sale of the Bonds to the public),
- (iii) a purchaser of any of the Bonds is a “related party” to an underwriter if the underwriter and the purchaser are subject, directly or indirectly, to (i) at least 50% common ownership of the voting power or the total value of their stock, if both entities are corporations (including direct ownership by one corporation of another), (ii) more than 50% common ownership of their capital interests or profits interests, if both entities are partnerships (including direct ownership by one partnership of another), or (iii) more than 50% common ownership of the value of the outstanding stock of the corporation or the capital interests or profit interests of the partnership, as applicable, if one entity is a corporation and the other entity is a partnership (including direct ownership of the applicable stock or interests by one entity of the other), and
- (iv) “sale date” means the date that the Bonds are awarded by the Issuer to the winning bidder.

Documentation to Winning Bidders

In addition to Bond Counsel’s opinion, the winning bidders will also be furnished with a signature and no litigation certificate, a receipt of payment satisfactory in form to said firm, a confirmed copy of the Official Statement prepared for this sale, a certificate signed by the appropriate officials of the Issuer relating to the accuracy and completeness of information contained in the Official Statement, and an executed continuing disclosure agreement.

Certifying/Paying Agent

The Bonds and Notes will be certified by U.S. Bank National Association.

Bank Qualification

The Bonds and the Lot A Notes **SHALL, and the Lot B Notes shall NOT**, be designated by the Issuer as qualified tax exempt obligations under the provisions of Section 265(b) of the Code for purposes of the deduction by financial institutions for interest expense allocable to the Bonds and Notes.

Delivery and Payment

The Bonds and Notes will be delivered to DTC or its Agent via "Fast" on or about July 19, 2018. The deposit of the Bonds and Notes with DTC under a book-entry system requires the assignment of CUSIP numbers prior to delivery. It shall be the responsibility of the winning bidder to obtain CUSIP numbers for the Bonds and Notes prior to delivery, and the Issuer will not be responsible for any delay occasioned by the inability to deposit the Bonds and Notes with DTC due to the failure of the winning bidder to obtain such numbers and to supply them to the Issuer in a timely manner. The Issuer assumes no responsibility for any CUSIP Service Bureau charge or other charge that may be imposed for the assignment of such numbers, which charges shall be the responsibility of and shall be paid for the purchaser. The Issuer's Municipal Advisor will apply for CUSIP numbers in accordance with MSRB Rule G-34.

Deemed Final; Pricing Information

The Official Statement is in a form "deemed final" by the Issuer for purposes of SEC Rule 15c2-12(b)(1), but is subject to revision or amendment. The Issuer will provide to the winning bidder of the Bonds 50 copies, and 10 copies to each winning bidder of the Notes, of the Official Statement prepared at the Issuer's expense and delivered not later than seven business days after the bid opening. Additional copies may be obtained by the winning bidder at its own expense by arrangement with the printer. If the Issuer's municipal advisor is provided with the necessary information from the winning bidder by noon of the day after the bid opening, the copies of the Official Statement will include an additional cover page and other pages, if necessary, indicating the interest rates, rating, yields or reoffering prices, the name of the managing underwriter, and the name of the insurer, if any, of the Bonds and Notes.

Continuing Disclosure

The Issuer will undertake in a Continuing Disclosure Agreement entered into in accordance with the requirements of Rule 15c2-12(b)(5), promulgated by the Securities and Exchange Commission, to provide with respect to the Bonds (i) certain annual financial information and operating data, including audited financial statements; (ii) timely notice of the occurrence of certain listed events; and (iii) timely notice of its failure to provide such annual financial information. With respect to the Notes, the Issuer will undertake in a Continuing

Disclosure Agreement to provide timely notice of the occurrence of certain listed events. The winning bidder's obligation to purchase the Bonds and Notes shall be conditioned upon its receiving, at or prior to the delivery of the Bonds and Notes, an executed copy of the Continuing Disclosure Agreement.

More Information

For more information regarding this issue and the Issuer, reference is made to the Official Statement. Bid forms and copies of the Official Statement dated June 14, 2018, may be obtained from Matthew A. Spoerndle, Senior Managing Director, Phoenix Advisors, LLC, 53 River Street, Suite 1, Milford, Connecticut 06460, (203) 878-4945.

Beth Heller
First Selectman

Alan Rice
Treasurer

Anthony F. Genovese
Administrative Officer and Director of Finance

June 14, 2018

(See attached for forms of Proposal for Purchase)

PROPOSAL FOR BONDS
 ONLY Electronic Bids via **PARITY**® Accepted

June 21, 2018

Beth Heller, First Selectman
 Alan Rice, Treasurer
 Town of Woodbridge
 c/o Phoenix Advisors, LLC
 53 River Street, Suite 1
 Milford, Connecticut 06460

Ladies and Gentlemen:

Subject to the provisions of the Notice of Sale dated June 14, 2018, which Notice is made a part of this proposal, we offer to purchase all \$2,100,000 bonds of the Town of Woodbridge, Connecticut comprising the issue described in said notice and to pay therefor par and accrued interest to date of delivery, plus a premium of \$_____, provided that the bonds maturing in the several years set forth below shall bear interest from their date until maturity at the respective rates per annum stated in the following table:

Year of Maturity	Principal Amount	Interest Rate	Year of Maturity	Principal Amount	Interest Rate
2019	\$210,000	_____ %	2024	\$210,000	_____ %
2020	\$210,000	_____ %	2025	\$210,000	_____ %
2021	\$210,000	_____ %	2026	\$210,000	_____ %
2022	\$210,000	_____ %	2027	\$210,000	_____ %
2023	\$210,000	_____ %	2028	\$210,000	_____ %

(Name of Bidder)	(Mailing Address)
	(Telephone Number)
(Authorized Signature)	(Facsimile Number)

The following is our computation of the interest cost, made as provided in the above-mentioned Notice of Sale, but not constituting any part of the foregoing proposal, for the purchase of \$2,100,000 bonds under the foregoing proposal:

Gross Interest	\$ _____
Less Premium Bid Over Par	\$ _____
Net Interest Cost	\$ _____
Percent True Interest Cost	_____ %
	(Four Decimals)

PROPOSAL FOR NOTES

LOT A
\$380,000 TAX EXEMPT BOND ANTICIPATION NOTES

Electronic Bids via *PARITY*[®] or Sealed Proposals Accepted

June 21, 2018

Beth Heller, First Selectman
Alan Rice, Treasurer
Town of Woodbridge
c/o Phoenix Advisors, LLC
53 River Street, Suite 1
Milford, Connecticut 06460

Ladies and Gentlemen:

Subject to the provisions of the Notice of Sale dated June 14, 2018, which Notice is made a part of this proposal, we offer to purchase the indicated principal amount of \$380,000 of Town of Woodbridge, Connecticut General Obligation Bond Anticipation Notes and to pay therefor par and accrued interest, if any, to the date of delivery, and pay the premium specified below, if any (and we provide our computations of net interest cost carried to four decimals and made as provided in the above-mentioned Notice of Sale, but not constituting any part of the foregoing proposal) as follows:

Principal amount _____ %
Stated interest rate _____ Percent Net Interest Cost
Premium _____ (Four Decimals)

Principal amount _____ %
Stated interest rate _____ Percent Net Interest Cost
Premium _____ (Four Decimals)

Principal amount _____ %
Stated interest rate _____ Percent Net Interest Cost
Premium _____ (Four Decimals)

Principal amount _____ %
Stated interest rate _____ Percent Net Interest Cost
Premium _____ (Four Decimals)

The undersigned hereby agrees to accept delivery of and make payment for the indicated principal amount of Notes in Federal Funds on the date of the Notes or as soon thereafter (but no later than 30 days thereafter) as such Notes may be prepared and ready for delivery by the Issuer.

(Name of Bidder)

(Mailing Address)

(Telephone Number)

(Authorized Signature)

(Facsimile Number)

PROPOSAL FOR NOTES

LOT B

\$4,550,000 TAXABLE BOND ANTICIPATION NOTES

Electronic Bids via *PARITY*[®] or Sealed Proposals Accepted

June 21, 2018

Beth Heller, First Selectman
Alan Rice, Treasurer
Town of Woodbridge
c/o Phoenix Advisors, LLC
53 River Street, Suite 1
Milford, Connecticut 06460

Ladies and Gentlemen:

Subject to the provisions of the Notice of Sale dated June 14, 2018, which Notice is made a part of this proposal, we offer to purchase the indicated principal amount of \$4,550,000 of Town of Woodbridge, Connecticut General Obligation Bond Anticipation Notes and to pay therefor par and accrued interest, if any, to the date of delivery, and pay the premium specified below, if any (and we provide our computations of net interest cost carried to four decimals and made as provided in the above-mentioned Notice of Sale, but not constituting any part of the foregoing proposal) as follows:

Principal amount _____ %
Stated interest rate _____ Percent Net Interest Cost
Premium _____ (Four Decimals)

Principal amount _____ %
Stated interest rate _____ Percent Net Interest Cost
Premium _____ (Four Decimals)

Principal amount _____ %
Stated interest rate _____ Percent Net Interest Cost
Premium _____ (Four Decimals)

Principal amount _____ %
Stated interest rate _____ Percent Net Interest Cost
Premium _____ (Four Decimals)

The undersigned hereby agrees to accept delivery of and make payment for the indicated principal amount of Notes in Federal Funds on the date of the Notes or as soon thereafter (but no later than 30 days thereafter) as such Notes may be prepared and ready for delivery by the Issuer.

(Name of Bidder)

(Mailing Address)

(Telephone Number)

(Authorized Signature)

(Facsimile Number)

**NOTICE OF SALE EXHIBIT A-1
COMPETITIVE SALE
\$2,100,000 TOWN OF WOODBRIDGE, CONNECTICUT
GENERAL OBLIGATION BONDS, ISSUE OF 2018
ISSUE PRICE CERTIFICATE**

Will Be Adapted To The Notes, If Applicable

The undersigned, on behalf of [NAME OF UNDERWRITER/REPRESENTATIVE] ([“[SHORT NAME OF UNDERWRITER]”])[the “Representative”][, on behalf of itself and [NAMES OF OTHER UNDERWRITERS] (together, the “Underwriting Group”),] hereby certifies as set forth below with respect to the sale of the above-captioned obligations (the “Bonds”).

1. ***Reasonably Expected Initial Offering Price.*** (a) As of the Sale Date, the reasonably expected initial offering prices of the Bonds to the Public by [SHORT NAME OF UNDERWRITER] are the prices listed in the [Bond Report/(or Schedule A)] (the “Expected Offering Prices”) attached hereto. The Expected Offering Prices are the prices for the Maturities of the Bonds used by [SHORT NAME OF UNDERWRITER] in formulating its bid to purchase the Bonds. Attached as Schedule B is a true and correct copy of the bid provided by [SHORT NAME OF UNDERWRITER] to purchase the Bonds. (b) [SHORT NAME OF UNDERWRITER] was not given the opportunity to review other bids prior to submitting its bid. (c) The bid submitted by [SHORT NAME OF UNDERWRITER] constituted a firm offer to purchase the Bonds in accordance with the specified written terms contained in the Notice of Sale published by the Issuer.

2. [SHORT NAME OF UNDERWRITER] believes it has an established industry reputation for underwriting new issuances of municipal bonds.

3. ***Defined Terms.*** (a) *Maturity* means Bonds with the same credit and payment terms. Bonds with different maturity dates, or Bonds with the same maturity date but different stated interest rates, are treated as separate Maturities. [The Notes have one maturity date]. (b) *Public* means any person (including an individual, trust, estate, partnership, association, company, or corporation) other than an Underwriter or a related party to an Underwriter. The term “related party” for purposes of this certificate generally means any two or more persons who have greater than 50 percent common ownership, directly or indirectly. (c) *Sale Date* means the first day on which there is a binding contract in writing for the sale of a Maturity of the Bonds. The Sale Date of the Bonds is Thursday, June 21, 2018. (d) *Underwriter* means (i) any person that agrees pursuant to a written contract with the Issuer (or with the lead underwriter to form an underwriting syndicate, including the Underwriter Group Members) to participate in the initial sale of the Bonds to the Public, and (ii) any person that agrees pursuant to a written contract directly or indirectly with a person described in clause (i) of this paragraph to participate in the initial sale of the Bonds to the Public (including a member of a selling group or a party to a retail distribution agreement participating in the initial sale of the Bonds to the Public).

The undersigned understands that the foregoing information will be relied upon by the Issuer with respect to certain of the representations set forth in the Tax Regulatory Agreement and with respect to compliance with the federal income tax rules affecting the Bonds, and by Joseph Fasi LLC, Bond Counsel, in connection with rendering its opinion that the interest on the Bonds is excluded from gross income for federal income tax purposes, the preparation of the Internal Revenue Service Form 8038G, and other federal income tax advice that it may give to the Issuer from time to time relating to the Bonds.

[UNDERWRITER][REPRESENTATIVE]

By: _____

Name: _____

Title: _____

Dated: June 21, 2018

SCHEDULE A EXPECTED OFFERING PRICES *(To Be Attached)*

SCHEDULE B COPY OF UNDERWRITER'S BID *(To Be Attached)*

NOTICE OF SALE EXHIBIT A-2

AT LEAST 10% OF EACH MATURITY

ACTUALLY SOLD AT A SINGLE PRICE

**\$2,100,000 TOWN OF WOODBRIDGE, CONNECTICUT
GENERAL OBLIGATION BONDS, ISSUE OF 2018
ISSUE PRICE CERTIFICATE**

Will Be Adapted To The Notes, If Applicable

The undersigned, on behalf of [NAME OF UNDERWRITER/REPRESENTATIVE] ([“SHORT NAME OF UNDERWRITER”])[the “Representative”][, on behalf of itself and [NAMES OF OTHER UNDERWRITERS] (together, the “Underwriting Group”),] hereby certifies as set forth below with respect to the sale of the above-captioned obligations (the “Bonds”).

1. ***Sale of the Bonds.*** As of the date of this certificate, for each Maturity of the Bonds, the first price at which at least 10% of such Maturity of the Bonds was sold to the Public is the respective price listed in Schedule A.

2. ***Defined Terms.***

(a) ***Issuer*** means TOWN OF WOODBRIDGE, CONNECTICUT.

(b) ***Maturity*** means Bonds with the same credit and payment terms. Bonds with different maturity dates, or Bonds with the same maturity date but different stated interest rates, are treated as separate Maturities. The Notes have one Maturity Date.

(c) ***Public*** means any person (including an individual, trust, estate, partnership, association, company, or corporation) other than an Underwriter or a related party to an Underwriter. The term “related party” for purposes of this certificate generally means any two or more persons who have greater than 50 percent common ownership, directly or indirectly.

(d) ***Underwriter*** means (i) any person that agrees pursuant to a written contract with the Issuer (or with the lead underwriter to form an underwriting syndicate) to participate in the initial sale of the Bonds to the Public, and (ii) any person that agrees pursuant to a written contract directly or indirectly with a person described in clause (i) of this paragraph to participate in the initial sale of the Bonds to the Public (including a member of a selling group or a party to a retail distribution agreement participating in the initial sale of the Bonds to the Public).

The representations set forth in this certificate are limited to factual matters only. Nothing in this certificate represents [NAME OF UNDERWRITING FIRM][the Representative’s] interpretation of any laws, including specifically Sections 103 and 148 of the Internal Revenue Code of 1986, as amended, and the Treasury Regulations thereunder. The

undersigned understands that the foregoing information will be relied upon by the Issuer[and the Borrower] with respect to certain of the representations set forth in the [Tax Certificate] and with respect to compliance with the federal income tax rules affecting the Bonds, and by JOSEPH FASI LLC, Bond Counsel, in connection with rendering its opinion that the interest on the Bonds is excluded from gross income for federal income tax purposes, the preparation of the Internal Revenue Service Form 8038-G, and other federal income tax advice that it may give to the Issuer from time to time relating to the Bonds.

[UNDERWRITER][REPRESENTATIVE]

By: _____

Name: _____

Title: _____

Dated: June 21, 2018

SCHEDULE A SALE PRICES *(To Be Attached)*

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