

**TOWN OF GREENSBORO, VERMONT**

**FINANCIAL STATEMENTS  
AND  
INDEPENDENT AUDITOR'S REPORTS**

**JUNE 30, 2020**

TOWN OF GREENSBORO, VERMONT

JUNE 30, 2020

TABLE OF CONTENTS

	<u>Page(s)</u>
Independent Auditor's Report .....	1 - 2
Management's Discussion and Analysis .....	3 - 7
Basic Financial Statements:	
Government-Wide Financial Statements:	
Statement of Net Position .....	8
Statement of Activities .....	9
Fund Financial Statements:	
Balance Sheet - Governmental Funds.....	10
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position .....	11
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds.....	12 - 13
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities .....	14
Notes to Financial Statements .....	15 - 24
Required Supplementary Information:	
Schedule of Revenues and Expenditures - Budget and Actual - General Fund .....	25 - 30
Schedule of Revenues and Expenditures - Budget and Actual - Highway Fund.....	31 - 32
Schedule of Proportionate Share of the Net Pension Liability .....	33
Schedule of Pension Contributions.....	34
Combining Fund Financial Statements:	
Combining Balance Sheet - Nonmajor Governmental Funds.....	35 - 36
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Governmental Funds.....	37 - 38
Internal Control and Compliance:	
Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i> .....	39 - 40
Schedule of Findings.....	41

**INDEPENDENT AUDITOR'S REPORT**

The Select Board  
Town of Greensboro, Vermont

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Town of Greensboro, Vermont, as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the Town of Greensboro, Vermont's basic financial statements as listed in the table of contents.

**Management's Responsibility for the Financial Statements**

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

**Auditor's Responsibility**

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free 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 entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

**Opinions**

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Town of Greensboro, Vermont, as of June 30, 2020, and the respective changes in financial position 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's discussion and analysis, budgetary comparison information, schedule of proportionate share of the net pension liability and schedule of pension contributions on pages 3 to 7, 25 to 32, 33 and 34, respectively, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### *Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of Greensboro, Vermont's basic financial statements. The combining nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

### **Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report, dated November 23, 2020, on our consideration of the Town of Greensboro, Vermont's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Town of Greensboro, Vermont's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Town of Greensboro, Vermont's internal control over financial reporting and compliance.

*Pace & Hawley, LLC*

Berlin, Vermont  
November 23, 2020

**TOWN OF GREENSBORO, VERMONT**  
**Management's Discussion and Analysis**  
**June 30, 2020**

This discussion and analysis of the Town of Greensboro, Vermont's financial performance provides an overview of the Town's financial activities for the year ended June 30, 2020. Please read it in conjunction with the Town's financial statements.

**Financial Highlights**

- The Town's governmental activities net position increased by \$184,957 because of this year's operations.
- The General Fund reported a net increase in fund balance of \$98,714 because of this year's operations.
- The unassigned fund balance for the General Fund was a surplus of \$451,883 as of June 30, 2020.

**Overview of the Financial Statements**

Management's discussion and analysis introduces the Town's basic financial statements. The basic financial statements include: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the financial statements. The government-wide financial statements present a long-term view and are designed to provide the reader with a broad overview of the Town's finances. Governmental fund financial statements report the Town's operations in more detail than the government-wide financial statements by providing information about the Town's most significant funds.

**Government-wide Financial Statements**

One of the most important questions to ask about the Town's finances: "Is the Town as a whole better off or worse off as a result of the year's activities?" The statement of net position and the statement of activities report information about the Town as a whole and about the activities in a way that helps answer this question. The statements are prepared similar to the private sector using the accrual basis of accounting. Under this basis of accounting, all of the current year's revenues and expenses are reported when earned or incurred regardless of when cash is paid or received.

The statement of net position is used to report all that the entity owns and owes. The difference between the two is reported as net position. This classification of net position is broken into three categories, the first being the portion of net investment in capital assets to indicate that this amount is not accessible for other purposes. A second portion of net position reflects resources not accessible for general use because their use is subject to restrictions enforceable by third parties. Any remaining net position is classified as unrestricted.

The statement of activities is used to report all changes in a Town's net position from one year to another. The statement is presented using a net cost format designed to highlight the portion of each functional activity that must be financed from the Town's own resources. The statement first reports all direct costs associated with each functional activity, then reports dedicated outside resources (program revenues) as a direct reduction to arrive at the programs net cost to the Town.

**Fund Financial Statements**

The fund financial statements provide detailed information about the most significant funds, not the Town as a whole. Some funds may be required to be established by accounting principles or state law. The Town's Select Board may establish other funds to help them control and manage money for particular purposes, or to show that it is meeting legal responsibilities for using certain taxes, grants, and other monies.

**TOWN OF GREENSBORO, VERMONT**  
**Management's Discussion and Analysis**  
**June 30, 2020**

Governmental Funds - The Town's operations are reported in the governmental funds. These funds place their focus on near-term financing needs. Financial assets include cash as well as other assets that will convert to cash in the course of their ordinary lives. Governmental funds do not report capital assets, because such assets will be used in operations rather than be converted to cash and therefore are not available to spend. The Town reports four major governmental funds; the General Fund, the Highway Fund, the Capital Budget Fund and the Highway Equipment Reserve Fund.

The Town adopts annual appropriated budgets for its General Fund and Highway Fund. Budgetary comparison schedules have been provided for the General Fund and Highway Fund to demonstrate compliance with these budgets.

**Notes to Financial Statements**

Notes to Financial Statements provide information essential to a full understanding of the government-wide and fund financial statements. The notes to the financial statements begin on page 15.

**Financial Analysis of the Government as a Whole**

Government-wide Net Position – The following analysis focuses on the net position, and the changes in net position of the Town as a whole. The governmental activities net position of the Town increased from \$2,939,145 to \$3,124,102. The governmental activities unrestricted net position, the part of net position that can be used to finance operations without constraints externally imposed by creditors or imposed by law through constitutional provisions or enabling legislation, stood at \$1,085,068 at June 30, 2020.

The following is a summary of the Town's government-wide net position as of June 30, 2020:

	Governmental Activities	
	2020	2019
Current assets	\$ 1,750,192	\$ 1,664,413
Capital assets, net	<u>2,070,603</u>	<u>2,021,794</u>
Total assets	3,820,795	3,686,207
Deferred outflows	<u>52,138</u>	<u>52,479</u>
Current liabilities	83,319	115,160
Noncurrent liabilities	<u>626,234</u>	<u>647,220</u>
Total liabilities	709,553	762,380
Deferred inflows	<u>39,278</u>	<u>37,161</u>
Net position		
Net investment in capital assets	1,537,091	1,437,601
Restricted	501,943	426,036
Unrestricted	<u>1,085,068</u>	<u>1,075,508</u>
Total net position	\$ <u>3,124,102</u>	\$ <u>2,939,145</u>

Government-wide Statement of Activities – For the year ended June 30, 2020, governmental activities reported total revenues of \$2,014,709 and total expenses of \$1,829,752 resulting in a change in net position of \$184,957.

**TOWN OF GREENSBORO, VERMONT**  
**Management's Discussion and Analysis**  
**June 30, 2020**

The following is a summary of the Town's governmental activities for the year ended June 30, 2020:

	Governmental Activities	
	2020	2019
Revenues:		
Program revenues:		
Charges for services	\$ 41,858	\$ 32,431
Operating grants and contributions	300,187	397,040
Capital grants and contributions	-	112,214
General revenues:		
Property taxes	1,623,738	1,627,563
Investment income	35,455	24,505
Miscellaneous	13,471	12,099
Total revenues	2,014,709	2,205,852
Expenses:		
General government	464,218	413,885
Highway	962,320	1,072,462
Public safety	342,877	321,876
Solid waste	6,505	8,863
Culture and recreation	12,127	9,449
Cemetery	23,364	23,268
Interest	18,341	19,962
Total expenses	1,829,752	1,869,765
Increase in net position	184,957	336,087
Net position, beginning of year	2,939,145	2,603,058
Net position, end of year	\$ 3,124,102	\$ 2,939,145

Some of the significant changes in governmental activities revenues and expenses were as follows:

- Widespread effects of COVID resulting in minimal grants and more zoning activity
- Expense of new highway truck

**Financial Analysis of the Town's Governmental Funds**

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

Governmental funds – Governmental fund financial reporting focuses on short-term spendable resources and balances of spendable resources at year-end. The major governmental funds of the Town are the General Fund, Highway Fund, Capital Budget Fund and Highway Equipment Reserve Fund.

As of June 30, 2020, the Town's governmental funds reported combined ending fund balances of \$1,688,519. Of this, \$3,473 was nonspendable, \$501,943 was restricted, \$757,047 was committed for specific purposes, and \$426,056 was unassigned.

**TOWN OF GREENSBORO, VERMONT**  
**Management's Discussion and Analysis**  
**June 30, 2020**

General Fund - The General Fund is the primary operating fund of the Town and supports the majority of the services provided by the Town. Total fund balance of the General Fund as of June 30, 2020, was \$455,356 of which \$451,883 was unassigned. The General Fund had an increase in fund balance of \$98,714 for the year ended June 30, 2020, compared to a net budgeted decrease in fund balance of \$0.

Highway Fund - This special revenue fund is used to account for activity of the Town's highway department. Total fund balance of the Highway Fund as of June 30, 2020, was \$263,747. The entire fund balance was restricted for highway use. The Highway Fund had an increase in fund balance of \$59,468 for the year ended June 30, 2020, compared to a net budgeted change in fund balance of \$0.

Capital Budget Fund - The Capital Budget Fund is used to account for funds committed for non-highway capital projects, capital equipment and related purposes. Total fund balance of the Capital Project Fund as of June 30, 2020, was \$320,411. The Capital Budget Fund had an increase in fund balance of \$791 for the year ended June 30, 2020.

Highway Equipment Reserve Fund - The Highway Equipment Reserve Fund is used to account for funds committed for highway related capital projects, capital equipment or related purposes. Total fund balance of the Highway Equipment Reserve Fund as of June 30, 2020, was \$436,242. The Highway Equipment Reserve Fund had a decrease in fund balance of \$63,960 for the year ended June 30, 2020.

### **General Fund Budgetary Highlights**

The schedule comparing the Town's original budget and actual results are included on pages 25 to 30.

For the year ended June 30, 2020, actual General Fund revenues were \$1,226,964 compared to budgeted amounts of \$1,179,962. Differences in actual versus budgeted revenues were primarily the results of the following items:

- Recording fee revenue increased due to mortgage refinancing
- Current use increased due to more people enrolling in the program
- Increased zoning revenue from building activity around the lake
- Rental income from use of Grange building

For the year ended June 30, 2020, actual General Fund expenditures and transfers were \$1,128,250 compared to budgeted amounts of \$1,179,962. Differences in actual versus budgeted expenditures were primarily the results of the following items:

- Restraint due to COVID pandemic
- Termination of custodian due to COVID
- Limited repairs of building due to COVID
- Heating fuel reduction due to negotiated pre-buy
- Building insurance, P & C, went down in cost
- Solid waste employee payroll reduced due to COVID
- Crushed less gravel
- Received no highway grants match due to COVID

### **Capital Assets and Debt Administration**

Capital assets governmental activities - As of June 30, 2020, the Town had \$2,070,603 net of accumulated depreciation, invested in capital assets including land, infrastructure, buildings and improvements, vehicles and equipment for governmental activities. The amount represents a \$48,809 increase from the prior year. Significant additions to capital assets for the year ended June 30, 2020 were:

- New truck purchase for Highway

**TOWN OF GREENSBORO, VERMONT**  
**Management's Discussion and Analysis**  
**June 30, 2020**

Debt governmental activities – As of June 30, 2020, the Town's governmental activities outstanding debt, consisting of notes payable, VMERS net pension liability, and accrued compensated absences, was \$678,437, a decrease of \$19,390 over the prior year. There were no new governmental activities debt additions for the year ended June 30, 2020.

**Economic Factors and Next Year's Budgets and Rates**

The Town's elected and appointed officials considered many factors when setting the fiscal year 2021 budget and tax rates. Some of these factors are the economy, wages and unemployment in the region and the fees charged in other municipalities as well as the capital improvements authorized by voters.

The Select Board recommends a fiscal year 2021 General Fund operating expenditure and transfer budget of \$1,246,442. This represents an increase of 5.63% over the fiscal year 2020 General Fund operating expenditure and transfer budget of \$1,179,962.

**Request 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 information should be directed to Town of Greensboro, P.O. Box 119, Greensboro, VT 05841.

**TOWN OF GREENSBORO, VERMONT**  
**Statement of Net Position**  
**June 30, 2020**

	Governmental Activities
<b>Assets</b>	
Current assets:	
Cash and cash equivalents	\$ 1,740,781
Prepaid expenses	3,473
Other assets	5,938
Total current assets	1,750,192
Noncurrent assets:	
Capital assets	3,402,560
(Accumulated depreciation)	(1,331,957)
Total noncurrent assets	2,070,603
Total assets	3,820,795
<b>Deferred outflows of resources</b>	
Pension related - VMERS	52,138
<b>Liabilities</b>	
Current liabilities:	
Accounts payable	30,719
Other liabilities	397
Note payable, current portion	52,203
Total current liabilities	83,319
Noncurrent liabilities:	
Accrued vacation	2,296
Note payable, less current portion	481,309
Net pension liability - VMERS	142,629
Total noncurrent liabilities	626,234
Total liabilities	709,553
<b>Deferred inflows of resources</b>	
Property taxes received in advance	30,557
Pension related - VMERS	8,721
	39,278
<b>Net position</b>	
Net investment in capital assets	1,537,091
Restricted	501,943
Unrestricted	1,085,068
Total net position	\$ 3,124,102

*The accompanying notes are an integral part of these financial statements.*

**TOWN OF GREENSBORO, VERMONT**  
**Statement of Activities**  
**For the Year Ended June 30, 2020**

Functions/Programs	Program Revenues			Net (Expense) Revenue and Change in Net Position
Governmental activities	Expenses	Charges for Services	Operating Grants and Contributions	Governmental Activities
General government	\$ 464,218	\$ 31,685	\$ 156,123	\$ (276,410)
Highway	962,320	-	130,971	(831,349)
Public safety	342,877	8,098	-	(334,779)
Solid waste	6,505	-	-	(6,505)
Culture and recreation	12,127	-	12,093	(34)
Cemetery	23,364	2,075	1,000	(20,289)
Interest expense	18,341	-	-	(18,341)
Total governmental activities	\$ 1,829,752	\$ 41,858	\$ 300,187	\$ (1,487,707)

**General revenues**

Property taxes and related interest	1,623,738
Interest on cash deposits	35,455
Miscellaneous	13,471
Total general revenues	1,672,664
Change in net position	184,957
Net position, beginning of year	2,939,145
Net position, end of year	\$ 3,124,102

The accompanying notes are an integral part of these financial statements.

**TOWN OF GREENSBORO, VERMONT**  
**Balance Sheet - Governmental Funds**  
**June 30, 2020**

	General Fund	Highway Fund	Capital Budget Fund	Highway Equipment Reserve Fund	Nonmajor Governmental Funds	Total Governmental Funds
<b>Assets</b>						
Cash and cash equivalents	\$ 600,346	\$ -	\$ 349,895	\$ 634,043	\$ 156,497	\$ 1,740,781
Due from other funds	-	263,747	-	-	87,166	350,913
Prepaid expenditures	3,473	-	-	-	-	3,473
Other assets	5,938	-	-	-	-	5,938
<b>Total assets</b>	<b>\$ 609,757</b>	<b>\$ 263,747</b>	<b>\$ 349,895</b>	<b>\$ 634,043</b>	<b>\$ 243,663</b>	<b>\$ 2,101,105</b>
<b>Liabilities, deferred inflows of resources and fund balances</b>						
<b>Liabilities:</b>						
Accounts payable	\$ 30,719	\$ -	\$ -	\$ -	\$ -	\$ 30,719
Other liabilities	397	-	-	-	-	397
Due to other funds	92,728	-	29,484	197,801	30,900	350,913
<b>Total liabilities</b>	<b>123,844</b>	<b>-</b>	<b>29,484</b>	<b>197,801</b>	<b>30,900</b>	<b>382,029</b>
<b>Deferred inflows of resources:</b>						
Property taxes received in advance	30,557	-	-	-	-	30,557
<b>Fund balance:</b>						
Nonspendable	3,473	-	-	-	-	3,473
Restricted	-	263,747	-	-	238,196	501,943
Committed	-	-	320,411	436,242	394	757,047
Unassigned	451,883	-	-	-	(25,827)	426,056
<b>Total fund balance</b>	<b>455,356</b>	<b>263,747</b>	<b>320,411</b>	<b>436,242</b>	<b>212,763</b>	<b>1,688,519</b>
<b>Total liabilities and fund balances</b>	<b>\$ 609,757</b>	<b>\$ 263,747</b>	<b>\$ 349,895</b>	<b>\$ 634,043</b>	<b>\$ 243,663</b>	<b>\$ 2,101,105</b>

The accompanying notes are an integral part of these financial statements.

**TOWN OF GREENSBORO, VERMONT**  
**Reconciliation of the Governmental Funds Balance Sheet**  
**to the Statement of Net Position**  
**June 30, 2020**

Total fund balances - governmental funds \$ 1,688,519

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

Capital assets used in governmental funds are not current financial resources and therefore are not reported in the governmental funds balance sheet:

Capital assets	3,402,560
Accumulated depreciation	(1,331,957)

Deferred outflows of resources, deferred inflows of resources and the net pension liability related to the Town's proportionate share of the VMERS pension plan are not reported in the governmental funds balance sheet

(99,212)

Liabilities not due and payable in the year are not reported in the governmental funds:

Accrued vacation	(2,296)
Note payable	<u>(533,512)</u>

Net position - governmental activities

\$ 3,124,102

*The accompanying notes are an integral part of these financial statements.*

**TOWN OF GREENSBORO, VERMONT**  
**Statement of Revenues, Expenditures and Changes**  
**in Fund Balances - Governmental Funds**  
**For the Year Ended June 30, 2020**

(Page 1 of 2)

	General Fund	Highway Fund	Capital Budget Fund	Highway Equipment Reserve Fund	Nonmajor Governmental Funds	Total Governmental Funds
<b>Revenues</b>						
Property taxes	\$ 996,432	\$ 625,784	\$ -	\$ -	\$ -	\$ 1,622,216
Interest on delinquent taxes	1,522	-	-	-	-	1,522
Licenses and permits	10,576	-	-	-	-	10,576
Intergovernmental	153,946	130,971	-	-	11,999	296,916
Charges for services	26,726	-	-	-	5,587	32,313
Interest	24,723	-	2,994	5,899	1,839	35,455
Donations	-	-	-	-	2,240	2,240
Miscellaneous	13,039	-	-	-	432	13,471
Total revenues	<u>1,226,964</u>	<u>756,755</u>	<u>2,994</u>	<u>5,899</u>	<u>22,097</u>	<u>2,014,709</u>
<b>Expenditures</b>						
Current:						
General government	396,100	-	55,181	-	295	451,576
Highways, streets and bridges	130,013	697,287	-	-	-	827,300
Public safety	312,682	-	-	-	-	312,682
Solid waste	6,505	-	-	-	-	6,505
Culture and recreation	6,195	-	-	-	5,332	11,527
Cemetery	22,755	-	-	-	609	23,364
Capital outlay	-	-	-	199,859	-	199,859
Debt service - principal	-	-	50,681	-	-	50,681
Debt service - interest	-	-	18,341	-	-	18,341
Total expenditures	<u>874,250</u>	<u>697,287</u>	<u>124,203</u>	<u>199,859</u>	<u>6,236</u>	<u>1,901,835</u>
Excess of revenues or (expenditures)	352,714	59,468	(121,209)	(193,960)	15,861	112,874
(continued)						

The accompanying notes are an integral part of these financial statements.

**TOWN OF GREENSBORO, VERMONT**  
**Statement of Revenues, Expenditures and Changes**  
**in Fund Balances - Governmental Funds**  
**For the Year Ended June 30, 2020**  
 (Page 2 of 2)

	General Fund	Highway Fund	Capital Budget Fund	Highway Equipment Reserve Fund	Nonmajor Governmental Funds	Total Governmental Funds
<i>(continued)</i>						
<b>Other financing sources (uses)</b>						
Transfers in (out)	(254,000)	-	122,000	130,000	2,000	-
Net change in fund balances	98,714	59,468	791	(63,960)	17,861	112,874
Fund balances, beginning of year	356,642	204,279	319,620	500,202	194,902	1,575,645
Fund balances, end of year	\$ 455,356	\$ 263,747	\$ 320,411	\$ 436,242	\$ 212,763	\$ 1,688,519

The accompanying notes are an integral part of these financial statements.



**TOWN OF GREENSBORO, VERMONT**  
**Notes to Financial Statements**  
**June 30, 2020**

**1. Summary of significant accounting policies**

The Town of Greensboro, VT (the Town) was chartered in 1781 under the provisions of the State of Vermont. The Town operates under a Board of Selectmen form of government and provides the following services as authorized by its charter: public safety, streets and highways, public improvements, planning and zoning, and general administrative services.

The Governmental Accounting and Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The financial statements of the Town have been prepared in conformity with generally accepted accounting principles as applied to governmental entities. The following is a summary of the Town's more significant accounting policies:

A. Reporting entity - The Town is a primary unit of government under reporting criteria established by the GASB. In evaluating how to define the government, for financial reporting purposes, management has considered all potential component units and evaluated them against the criteria established by the GASB. Based on these criteria, there are no other entities that are considered to be component units of the Town that should be included in these financial statements.

B. Basis of presentation

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

Government-wide statements: The Statement of Net Position and the Statement of Activities present financial information about the Town's governmental activities. These statements include the financial activities of the overall government in its entirety, except those that are fiduciary. The effect of interfund activity has been removed from these statements.

Fund financial statements: Fund financial statements are presented according to each fund category; governmental, proprietary and fiduciary. The Town does not report any proprietary or fiduciary funds. Major governmental funds are reported as separate columns in the fund financial statements. All remaining funds are aggregated and reported as nonmajor funds.

The Town reports the following major funds:

Governmental funds:

General Fund - This fund is used to account for the primary activity of the Town. Property tax revenues and other sources of revenue used to finance the fundamental operations of the Town are included in this fund. This fund is charged with all costs of operating the government for which a separate fund has not been established.

Highway Fund - This special revenue fund is used to account for activity related to the Town's highway department.

Capital Budget Fund - This capital project fund is used to account for assets that have been committed, by taxpayer approved articles, for non-highway capital equipment purchases and projects.

Highway Equipment Reserve Fund - This capital project fund is used to account for assets that have been committed, by taxpayer approved articles, for highway capital equipment and projects.

**TOWN OF GREENSBORO, VERMONT**  
**Notes to Financial Statements**  
**June 30, 2020**

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

- C. Measurement focus and basis of accounting - The accounting and financial reporting treatment applied to a fund is determined by its measurement focus and basis of accounting. Measurement focus refers to what items are reported on the financial statements. Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements.

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows.

The governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this model, revenues are recognized when both measurable and available for use. Expenditures are recorded when the liability has occurred, if measurable. Measurable means that the amount of the transaction can be determined and available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. For this purpose, the Town considers property tax revenues to be available if they are collected within 60 days of the end of the fiscal year and other revenues to be available if they are collected within 6 months of the end of the fiscal year. Expenditures related to principal and interest on general long-term debt that has not matured, compensated absences, and claims and judgments are recorded only when payment is due.

- D. Governmental fund equity - In the fund financial statements, governmental fund balance is presented in five possible categories:

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

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

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

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

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

For the classification of governmental fund balances, the Town does not have a formal policy regarding which classification should be reduced first when more than one classification is available. However, the Town has generally considered an expenditure to be made from the most restrictive first when more than one classification is available.

**TOWN OF GREENSBORO, VERMONT**  
**Notes to Financial Statements**  
**June 30, 2020**

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

- E. Budgetary accounting - The operating budgets of the General Fund and Highway Fund are prepared by the Town on the modified accrual basis of accounting. The budget is approved at Town Meeting and the Select Board sets the municipal property tax rate based on the grand list and approved budget.
- F. Estimates - The preparation of the financial statements require management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues, expenditures, or expenses, during the reported period. Actual results could differ from those estimates.
- G. Cash and cash equivalents - Cash and cash equivalents consists of cash, non-negotiable certificates of deposit and short-term investments with an original maturity of three months or less.
- H. Receivables - The Town has not recorded an allowance for doubtful accounts. Management estimates that all receivables are collectible.
- I. Interfund balances and transfers - Interfund receivables and payables represent transactions incurred within the fund for other funds. These accounts are expected to be eliminated in the normal course of operations. Interfund transfers represent the flow of cash or goods from one fund to another without a requirement for repayment.
- J. Deferred outflows/inflows of resources - In addition to assets and liabilities, deferred outflows of resources and deferred inflows of resources, if applicable, are reported as separate sections in the Government-wide Statement of Net Position and the Balance Sheet - Governmental Funds. Deferred outflows of resources represent a consumption of net assets that is applicable to a future reporting period. Deferred inflows of resources represent the current acquisition of net assets that is applicable to a future reporting period.
- K. Property tax calendar - Property taxes attach as an enforceable lien on property as of April 1<sup>st</sup>. Property taxes for fiscal year 2020 were payable in one installment due on November 7, 2019. Taxes not paid by the installment due date were declared delinquent and turned over to the Delinquent Tax Collector.
- L. Capital Assets- Capital assets, which include property, plant, equipment, and infrastructure are reported in the government-wide statements. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. The Town does not have a formal policy establishing criteria above which assets are capitalized. However, major outlays for capital assets and improvements are capitalized as projects are constructed. 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. Donated capital assets are recorded at acquisition value at the date of donation. The Town began reporting capital assets for the year ended June 30, 2014. The Town did not retroactively report infrastructure assets for prior years. Capital assets of the Town are depreciated using the straight-line method over the following useful lives:

Building and improvements	50 years
Equipment, machinery, and vehicles	10 - 15 years
Infrastructure	50 years

**TOWN OF GREENSBORO, VERMONT**  
**Notes to Financial Statements**  
**June 30, 2020**

**2. Cash**

At June 30, 2020, the Town's bank balance was \$1,765,030. The corresponding carrying amount of the Town's cash was \$1,740,781. Of the Town's total bank balance, \$500,000 was covered by the FDIC. And \$1,265,030 was covered through participation in a public unit deposit and backed by a letter of credit from the Federal Home Loan Bank of Boston.

Custodial credit risk - Custodial credit risk is the risk that, in the event of a bank failure, the Town's deposits might not be recovered. The Town does not have a formal deposit policy for custodial credit risk.

**3. Long-term liabilities**

Long-term liabilities consisted of the following at June 30, 2020:

Community National Bank, fire station note payable, interest at 3.15%, principal and interest of \$69,023 due annually until October 2028	\$ 533,512
Net pension liability - VMERS	142,629
Accrued vacation	<u>2,296</u>
	<u>\$ 678,437</u>

Changes in long-term liabilities for the year ended June 30, 2020 were as follows:

	Balance July 1, 2019	Additions	Retirements	Balance June 30, 2020	Due Within One Year
Governmental activities:					
Note from direct borrowing	\$ 584,193	\$ -	\$ 50,681	\$ 533,512	\$ 52,203
Net pension liability - VMERS	111,338	31,291	-	142,629	-
Accrued vacation	<u>2,296</u>	<u>-</u>	<u>-</u>	<u>2,296</u>	<u>-</u>
	<u>\$ 697,827</u>	<u>\$ 31,291</u>	<u>\$ 50,681</u>	<u>\$ 678,437</u>	<u>\$ 52,203</u>

Annual maturities of long-term notes payable at June 30, 2020 were as follows:

Year ending June 30,	<u>Notes from Direct Borrowings</u>	
	<u>Principal</u>	<u>Interest</u>
2021	\$ 52,203	\$ 16,820
2022	53,848	15,175
2023	55,545	13,477
2024	57,296	11,726
2025	59,102	9,920
2026-2030	<u>255,518</u>	<u>20,456</u>
	<u>\$ 533,512</u>	<u>\$ 87,574</u>

On August 17, 2020, the Town refinanced the \$533,512 note payable. The new note payable is at an annual interest rate of 2.02% payable, with principal and interest due annually starting October 6, 2020 through October 6, 2028.

**TOWN OF GREENSBORO, VERMONT**  
**Notes to Financial Statements**  
**June 30, 2020**

**4. Interfund balances**

Interfund receivable and payable balances at June 30, 2020 were as follows:

	<u>Interfund</u>		<u>Interfund</u>	
	<u>Receivables</u>		<u>Payables</u>	
General Fund	\$ -		\$ 92,728	
Highway Fund	263,747		-	
Capital Budget Fund	-		29,484	
Highway Equipment Reserve Fund	-		197,801	
Nonmajor Governmental Funds	56,266		-	
	<u>\$ 320,013</u>		<u>\$ 320,013</u>	

The interfund payable from the General Fund to the Highway Fund is the result of pooling cash in a common bank account.

**5. Interfund transfers**

Interfund transfers for the year ended June 30, 2020 were as follows:

	<u>Transfers In</u>		<u>Transfers Out</u>	
General Fund	\$ -		\$ 254,000	
Capital Budget Fund	122,000		-	
Highway Equipment Reserve Fund	130,000		-	
Nonmajor Governmental Funds	2,000		-	
	<u>\$ 254,000</u>		<u>\$ 254,000</u>	

Transfers out of the General Fund to the Capital Budget Fund, Highway Equipment Reserve Fund and Nonmajor Governmental Funds were due to voter approved articles and budget appropriations which committed amounts for specific purposes.

**6. Risk management**

The Town is exposed to various risks of loss related to torts: theft of, damage to, and destruction of assets, errors and omissions, injuries to employees, and natural disasters. The Town manages these risks through commercial insurance packages and participation in public entity risk pools covering each of those risks of loss. Management believes such coverage is sufficient to preclude any significant uninsured loss to the Town.

**7. Agency funds**

The Town acts in an agency capacity for the State of Vermont for the purpose of collecting and distributing property taxes which are used to pay for public education. During the year ended June 30, 2020, the Town collected and distributed \$3,575,727 in educational property taxes as instructed by the State of Vermont.

**TOWN OF GREENSBORO, VERMONT**  
**Notes to Financial Statements**  
**June 30, 2020**

**8. Pension plan – Vermont Municipal Employees' Retirement System**

Plan description – The Vermont Municipal Employees' Retirement System (VMERS) is a cost-sharing, multiple-employer defined benefit pension plan that is administered by the Vermont State Treasurer and its Board of Trustees. The plan was established effective July 1, 1975. The State statutory provisions, found in Title 24, V.S.A. Chapter 125, govern eligibility for benefits, service requirements, contribution requirements and benefit provisions. The general administration and responsibility for formulating administrative policy and procedures of the retirement System for its members and their beneficiaries is vested in the Board of Trustees. All assets are held in a single trust and are available to pay retirement benefits to all members. VMERS does not issue stand-alone financial reports, but instead are included as part of the State of Vermont's Comprehensive Annual Financial Report (CAFR). The CAFR can be viewed on the State of Vermont's Department of Finance and Management's website.

Benefits – Full-time employees of participating municipalities are covered under VMERS. Municipalities elect coverage under Groups A, B, C or D provisions. VMERS provides retirement and disability benefits, annual cost of living adjustments, and death benefits to plan members and beneficiaries. Benefits are based on average final compensation, years of creditable service, age upon retirement, and on the benefit structure of the Group. Vesting occurs upon the attainment of five years of creditable service.

Contributions – Municipal employees participating in the plan were required to contribute 2.750%, 5.125%, 10.250%, and 11.600% of gross wages for Groups A, B, C and D, respectively, for the year ended June 30, 2020. Municipal employers were required to contribute 4.250%, 5.750%, 7.500%, and 10.100% of gross wages for Groups A, B, C and D, respectively, for the year ended June 30, 2020.

Employees of the Town are covered under Group C. Town employees contributed \$21,281 to VMERS for the year ended June 30, 2020. The Town contributed \$15,572 to VMERS for the year ended June 30, 2020.

The State of Vermont has provided the following information to all employers participating in VMERS; net pension liability, each Town's proportionate share of the net pension liability, expected rate of return on investments and discount rates. The information specific to the Town is based on its proportionate share of VMERS relative to all participating employers. Actuarial reports and schedules of employer allocations can be obtained by visiting the office of the Vermont State Treasurer at the following internet address: [www.vermonttreasurer.gov](http://www.vermonttreasurer.gov).

Pension liabilities, pension expense, and deferred outflows of resources and deferred inflows of resources related to pensions – As of June 30, 2020, the Town reported a liability of \$142,629 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2018. The Town's proportion of the net pension liability was based on the Town's proportionate share of employer contributions to the total contributions to VMERS during the fiscal year. At June 30, 2019, the Town's proportion was 0.08221%, which was an increase of 0.00311% from its proportion measured as of June 30, 2018.

**TOWN OF GREENSBORO, VERMONT**  
**Notes to Financial Statements**  
**June 30, 2020**

**8. Pension plan – Vermont Municipal Employees’ Retirement System (continued)**

For the year ended June 30, 2020, the Town recognized pension expense of \$42,979, related to VMERS. At June 30, 2019, the Town reported deferred outflows of resources and deferred inflows of resources related to VMERS from the following sources:

	<u>Deferred Outflows</u> <u>of Resources</u>	<u>Deferred Inflows</u> <u>of Resources</u>
Difference between expected and actual experience	\$ 18,479	\$ 1,233
Changes in assumptions	4,762	-
Difference between projected and actual earnings on pension plan investments	9,715	-
Changes in proportional share of contributions	3,610	7,488
Town contributions subsequent to the measurement date	15,572	-
	<u>\$ 52,138</u>	<u>\$ 8,721</u>

\$15,572 reported as deferred outflows of resources related to pensions resulting from Town contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2020. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be amortized and recognized in pension expense over a period of five years.

Actuarial assumptions – The total pension liability, measured as of June 30, 2019, was based on a June 30, 2018 actuarial valuation using the following actuarial assumptions: investment rate of return 7.50%, salary increases 5.00%, inflation 2.50%, cost of living adjustments 1.15% to 1.30%. Mortality rates were based on RP-2006 tables.

The long-term expected rate of return of pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expenses 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 by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic rates of return for each major asset class included in the target asset allocation as of June 30, 2019, are summarized in the following table:

<u>Asset Class</u>	<u>Target</u> <u>Allocation</u>	<u>Long-Term Expected</u> <u>Rate of Return</u>
Global equity	29.00%	6.90%
US equity - large cap	4.00%	5.94%
US equity - small/mid cap	3.00%	6.72%
Non-US equity - large cap	5.00%	6.81%
Non-US equity - small cap	2.00%	7.31%
Emerging markets debt	4.00%	4.26%
Core bond	14.00%	1.79%
Non-core bonds	6.00%	3.22%
Short quality credit	5.00%	1.81%
Private credit	5.00%	6.00%
US TIPS	3.00%	1.45%
Core real estate	5.00%	4.26%
Non-core real estate	3.00%	5.76%
Private equity	10.00%	10.81%
Infrastructure/farmland	2.00%	4.89%
	100.00%	

**TOWN OF GREENSBORO, VERMONT**  
**Notes to Financial Statements**  
**June 30, 2020**

**8. Pension plan – Vermont Municipal Employees' Retirement System (continued)**

Discount rate – The discount rate used to measure the total pension liability was 7.50%. The projection of cash flows used to determine the discount rate assumed that contributions would continue to be made in accordance with the current funding policy at the rates set by the Board of Trustees.

The following presents the Town's proportionate share of the net pension liability calculated using the discount rate of 7.50%, as well as what the Town's proportionate share would be if it were calculated using a discount rate that is one percent lower (6.50%) or one percent higher (8.50%) than the current rate:

	1 % Decrease <u>(6.50%)</u>	Current Discount Rate <u>(7.50%)</u>	1 % Increase <u>(8.50%)</u>
Town's proportionate share of the net pension liability	\$ 233,891	\$ 142,629	\$ 67,082

**9. Capital assets**

Changes in governmental activities capital assets consisted of the following:

	Balance July 1, <u>2019</u>	<u>Increase</u>	<u>Decrease</u>	Balance June 30, <u>2020</u>
Capital assets, not depreciated				
Land	\$ 300,346	\$ -	\$ -	\$ 300,346
Capital assets, depreciated				
Infrastructure	133,206	-	-	133,206
Buildings & improvements	1,217,344	-	-	1,217,344
Equipment, machinery and vehicles	<u>1,409,805</u>	<u>199,859</u>	-	<u>1,609,664</u>
	<u>2,760,355</u>	<u>199,859</u>	-	<u>2,960,214</u>
Capital assets, depleted				
Gravel pit	<u>142,000</u>	-	-	<u>142,000</u>
Less: accumulated depreciation and depletion				
Infrastructure	2,664	2,664	-	5,328
Buildings & improvements	351,972	23,173	-	375,145
Equipment, machinery and vehicles	791,956	123,320	-	915,276
Gravel pit	<u>34,315</u>	<u>1,893</u>	-	<u>36,208</u>
	<u>1,180,907</u>	<u>151,050</u>	-	<u>1,331,957</u>
Total capital assets depreciated and depleted, net	<u>1,721,448</u>	<u>48,809</u>	-	<u>1,770,257</u>
Capital assets, net, governmental activities	<u>\$ 2,021,794</u>	<u>\$ 48,809</u>	<u>\$ -</u>	<u>\$ 2,070,603</u>

Depreciation expense in the governmental activities totaling \$151,050 was allocated to the following functions: general government \$5,790, public safety \$30,195, highways and streets \$114,465 and library \$600.

**TOWN OF GREENSBORO, VERMONT**  
**Notes to Financial Statements**  
**June 30, 2020**

**10. Governmental fund equity**

As of June 30, 2020, governmental fund balances consisted of the following:

	General Fund	Highway Fund	Capital Budget Fund	Hwy Equip Reserve Fund	Nonmajor Governmental Funds	Total Funds
Nonspendable for:						
Prepaid expenditures	\$ 3,473	\$ -	\$ -	\$ -	\$ -	\$ 3,473
Restricted for:						
Lake Eligo milfoil	-	-	-	-	17,404	17,404
Greensboro Grange	-	-	-	-	1,193	1,193
Energy committee	-	-	-	-	6,384	6,384
Our community park	-	-	-	-	3,720	3,720
Reappraisal	-	-	-	-	111,710	111,710
Recreation	-	-	-	-	4,651	4,651
Restoration of records	-	-	-	-	44,445	44,445
Tolman Fund - ball field	-	-	-	-	490	490
Caspian Lake beach	-	-	-	-	4,026	4,026
Community project	-	-	-	-	364	364
Highway	-	263,747	-	-	-	263,747
Cemetery	-	-	-	-	43,809	43,809
	<u>-</u>	<u>263,747</u>	<u>-</u>	<u>-</u>	<u>238,196</u>	<u>501,943</u>
Committed for:						
Capital assets	-	-	320,411	-	-	320,411
Highway capital assets	-	-	-	436,242	-	436,242
Findlay Forest	-	-	-	-	309	309
Conservation Comm.	-	-	-	-	85	85
	<u>-</u>	<u>-</u>	<u>320,411</u>	<u>436,242</u>	<u>394</u>	<u>757,047</u>
Unassigned	451,883	-	-	-	(25,827)	426,056
	<u>\$ 455,356</u>	<u>\$ 263,747</u>	<u>\$ 320,411</u>	<u>\$ 436,242</u>	<u>\$ 212,763</u>	<u>\$ 1,688,519</u>

**11. Commitments**

Police Services Contract - The Town has a contract with the Town of Hardwick, VT for the Hardwick Police Department to provide police service to Greensboro on a twenty-four hour, seven-day a week basis through June 30, 2021. The contract specifies payments for these services will be up to \$267,938, for the fiscal years ending June 30, 2021. The Town of Hardwick provides the equipment necessary for normal police function and provides all required insurance. Operations and scheduling are at the discretion of the Chief of Police of the Town of Hardwick, VT. In compensation for providing police services, the Town has paid the Town of Hardwick \$244,355 for the year ended June 30, 2020.

Plowing Services Contract - The Town has a contract with Brian Perry & Sons Construction, Inc, to plow all driveways for Town residents who request such services through May 1, 2022. The contract specifies payments for these services will be \$133,176, and \$136,418, for the fiscal years ending June 30, 2021, and 2022, respectively. For the year ended June 30, 2020, the town paid Brian Perry & Sons \$130,013 for these services.

**TOWN OF GREENSBORO, VERMONT**  
**Notes to Financial Statements**  
**June 30, 2020**

**12. Contingencies**

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

**13. Deficit fund balances**

The Town anticipates eliminating the June 30, 2020 fund deficit in the Fire Station Fund of \$25,552 and the Caspian Milfoil Fund of \$275 through a budgeted transfer from the General Fund.

**14. Northeast Kingdom Waste Management District**

The Town is a participating member in the Northeast Kingdom Waste Management District (the District); which is a union municipal district that exists to cooperatively and comprehensively address the solid waste management interest of its 49-member towns. The District is governed by a Board of Supervisors composed of one representative from each of the participating municipalities. The District has primary liability for its future obligations, including operating costs and debt service. Municipalities have contingent liability through membership in the District.

**TOWN OF GREENSBORO, VERMONT**  
**Schedule of Revenues and Expenditures**  
**Budget and Actual - General Fund**  
**For the Year Ended June 30, 2020**  
(Page 1 of 6)

	Original Budget	Amended Budget	Actual Budgetary Basis	Variance Favorable (Unfavorable)
<b>Revenues</b>				
Property taxes	\$ 992,682	\$ 992,682	\$ 996,432	\$ 3,750
Interest on delinquent taxes	3,693	3,693	1,522	(2,171)
Licenses and permits	6,498	6,498	10,576	4,078
Intergovernmental	137,081	137,081	153,946	16,865
Charges for services	7,480	7,480	26,726	19,246
Interest	21,232	21,232	24,723	3,491
Miscellaneous	11,296	11,296	13,039	1,743
Total revenues	<u>1,179,962</u>	<u>1,179,962</u>	<u>1,226,964</u>	<u>47,002</u>
<b>Expenditures</b>				
Town Clerk's office				
Payroll	88,973	88,973	79,737	9,236
FICA/MEDI	6,806	6,806	6,469	337
Retirement	4,340	4,340	3,974	366
Health insurance	6,800	6,800	8,164	(1,364)
Health reimbursement account	2,650	2,650	1,270	1,380
Unemployment	1,575	1,575	1,110	465
Unemployment - Library	1,292	1,292	805	487
Workers' compensation	500	500	446	54
Workers' compensation - Library	500	500	389	111
Office training	500	500	694	(194)
Employee miscellaneous	500	500	-	500
Total Town Clerk's office	<u>114,436</u>	<u>114,436</u>	<u>103,058</u>	<u>11,378</u>
Select Board				
Payroll	5,000	5,000	4,000	1,000
Clerk payroll	4,015	4,015	1,667	2,348
FICA/MEDI	383	383	230	153
Clerk FICA/MEDI	307	307	127	180
Training	250	250	120	130
Miscellaneous	250	250	146	104
Total Select Board	<u>10,205</u>	<u>10,205</u>	<u>6,290</u>	<u>3,915</u>
General				
Technology / IT	3,000	3,000	5,092	(2,092)
Software licenses	2,500	2,500	1,460	1,040
Office supplies	5,000	5,000	2,700	2,300
Telephone	3,400	3,400	3,323	77
Telephone - Library	1,800	1,800	1,410	390
Telephone - Historical Society	900	900	1,169	(269)
Postage	2,500	2,500	2,035	465
Interest	3,000	3,000	3,000	-
Miscellaneous	500	500	519	(19)
Copiers	3,000	3,000	2,002	998
Mileage reimbursement	500	500	234	266
NEMRC software support	1,380	1,380	102	1,278
NEMRC annual support	580	580	615	(35)
<i>continued</i>				

**TOWN OF GREENSBORO, VERMONT**  
**Schedule of Revenues and Expenditures**  
**Budget and Actual - General Fund**  
**For the Year Ended June 30, 2020**  
(Page 2 of 6)

	Original Budget	Amended Budget	Actual Budgetary Basis	Variance Favorable (Unfavorable)
<i>continued</i>				
County tax	38,600	38,600	38,522	78
Dues - VT League of Cities & Towns	2,000	2,000	1,934	66
Notices	900	900	347	553
4th of July	4,000	4,000	3,924	76
Town Report	1,000	1,000	1,282	(282)
Bank fees	100	100	-	100
Election payroll	600	600	200	400
FICA/MEDI	50	50	15	35
Total general	<u>75,310</u>	<u>75,310</u>	<u>69,885</u>	<u>5,425</u>
Elections				
Town Meeting	275	275	278	(3)
Elections	200	200	20	180
Total elections	<u>475</u>	<u>475</u>	<u>298</u>	<u>177</u>
Planning and zoning				
Zoning - payroll	9,711	9,711	7,043	2,668
Zoning - FICA/MEDI	743	743	489	254
DRB Clerk - payroll	3,000	3,000	1,963	1,037
Planning - FICA/MEDI	230	230	150	80
Training	500	500	360	140
Planning - postage	150	150	69	81
Zoning - postage	50	50	21	29
Miscellaneous	2,000	2,000	1,384	616
Mileage	100	100	-	100
Planning - notices	500	500	967	(467)
Zoning - notices	500	500	622	(122)
Legal fees	3,000	3,000	16,648	(13,648)
Planning members	1,500	1,500	895	605
DRB stipends	1,500	1,500	-	1,500
Planning projects	6,500	6,500	2,906	3,594
Total planning and zoning	<u>29,984</u>	<u>29,984</u>	<u>33,517</u>	<u>(3,533)</u>
Listers				
Postage	100	100	-	100
NEMRC	930	930	1,185	(255)
NEMRC - Disaster recovery	650	650	633	17
Assessor	12,000	12,000	12,000	-
Total listers	<u>13,680</u>	<u>13,680</u>	<u>13,818</u>	<u>(138)</u>
Delinquent Tax Collector				
FICA/MEDI	1,300	1,300	942	358
Dog Warden				
Stipend	1,250	1,250	1,250	-
FICA/MEDI	105	105	-	105
Total Dog Warden	<u>1,355</u>	<u>1,355</u>	<u>1,250</u>	<u>105</u>
<i>continued</i>				

**TOWN OF GREENSBORO, VERMONT**  
**Schedule of Revenues and Expenditures**  
**Budget and Actual - General Fund**  
**For the Year Ended June 30, 2020**  
(Page 3 of 6)

	Original Budget	Amended Budget	Actual Budgetary Basis	Variance Favorable (Unfavorable)
<i>continued</i>				
Town Hall and properties				
Custodian	2,496	2,496	1,080	1,416
Assistant custodian	1,150	1,150	756	394
Custodian - FICA/MEDI	191	191	140	51
Assistant custodian - FICA/MEDI	100	100	-	100
Repairs and maintenance	5,000	5,000	793	4,207
Custodial supplies	800	800	887	(87)
Heating fuel	7,000	7,000	5,374	1,626
Contracted services	678	678	2,225	(1,547)
Electric - Town Hall	4,400	4,400	3,586	814
Electric - playground	500	500	400	100
Street lights	5,000	5,000	4,663	337
Village Green	100	100	-	100
Electric - Grange	205	205	240	(35)
Water bill	1,200	1,200	1,700	(500)
Generator	800	800	782	18
Grounds	6,000	6,000	9,145	(3,145)
Insurance - Town Hall	12,000	12,000	9,186	2,814
Insurance - Historical Society	1,700	1,700	1,214	486
Insurance - Library	4,700	4,700	3,262	1,438
Insurance - Greensboro Grange	400	400	277	123
Rubbish removal	1,200	1,200	1,734	(534)
Trash - Greensboro Bend park	100	100	-	100
Total Town Hall and properties	<u>55,720</u>	<u>55,720</u>	<u>47,444</u>	<u>8,276</u>
Caspian Beach				
Beach maintenance	2,000	2,000	2,466	(466)
Beach projects	2,450	2,450	2,459	(9)
Total Caspian Beach	<u>4,450</u>	<u>4,450</u>	<u>4,925</u>	<u>(475)</u>
Recreation				
Swim lessons payroll	900	900	732	168
Swim lessons FICA/MEDI	69	69	26	43
Workers' compensation	-	-	46	(46)
Recreation committee	2,000	2,000	465	1,535
Recreation grant expenditures	1,500	1,500	-	1,500
Facilities	600	600	-	600
Total recreation	<u>5,069</u>	<u>5,069</u>	<u>1,269</u>	<u>3,800</u>
Police				
Insurance - Constables	800	800	994	(194)
Police services	244,355	244,355	244,355	-
Dispatch	28,035	28,035	13,433	14,602
Total police	<u>273,190</u>	<u>273,190</u>	<u>258,782</u>	<u>14,408</u>
<i>continued</i>				

**TOWN OF GREENSBORO, VERMONT**  
**Schedule of Revenues and Expenditures**  
**Budget and Actual - General Fund**  
**For the Year Ended June 30, 2020**  
(Page 4 of 6)

	Original Budget	Amended Budget	Actual Budgetary Basis	Variance Favorable (Unfavorable)
<i>continued</i>				
Services				
Driveway plowing	126,513	126,513	126,513	-
Plowing Lake Road	3,500	3,500	3,500	-
Total services	<u>130,013</u>	<u>130,013</u>	<u>130,013</u>	<u>-</u>
Professional fees				
Audit	8,650	8,650	8,650	-
Legal	5,000	5,000	-	5,000
Total professional fees	<u>13,650</u>	<u>13,650</u>	<u>8,650</u>	<u>5,000</u>
Fire department				
Payroll	9,000	9,000	7,276	1,724
FICA/MEDI	689	689	449	240
Workers' compensation	2,200	2,200	395	1,805
Dues/education	750	750	637	113
Federal mandates	600	600	-	600
Ads/notices	500	500	141	359
IT and software	1,440	1,440	35	1,405
Telephone	2,100	2,100	2,254	(154)
Firehouse - maintenance	2,500	2,500	1,946	554
Firehouse - garbage	100	100	-	100
Heating fuel	4,000	4,000	1,985	2,015
Electricity	1,200	1,200	1,241	(41)
Property and casualty insurance	6,195	6,195	4,972	1,223
Dispatch	8,843	8,843	13,433	(4,590)
Equipment fuel	800	800	966	(166)
Equipment repairs	1,200	1,200	9,075	(7,875)
New equipment	3,500	3,500	2,438	1,062
Radio replacement/repairs	1,000	1,000	2,285	(1,285)
Custodial supplies	100	100	700	(600)
Truck repair	4,500	4,500	3,672	828
Total fire department	<u>51,217</u>	<u>51,217</u>	<u>53,900</u>	<u>(2,683)</u>
Cemetery				
Payroll	300	300	500	(200)
FICA/MEDI	23	23	38	(15)
Cemetery maintenance	13,000	13,000	13,583	(583)
Cemetery projects	7,000	7,000	8,374	(1,374)
Corner stones	50	50	260	(210)
Flags/miscellaneous	250	250	-	250
Total cemetery	<u>20,623</u>	<u>20,623</u>	<u>22,755</u>	<u>(2,132)</u>
Caspian milfoil				
Payroll	10,000	10,000	10,988	(988)
FICA/MEDI	765	765	824	(59)
Unemployment	458	458	458	2
<i>continued</i>				

**TOWN OF GREENSBORO, VERMONT**  
**Schedule of Revenues and Expenditures**  
**Budget and Actual - General Fund**  
**For the Year Ended June 30, 2020**  
(Page 5 of 6)

	Original Budget	Amended Budget	Actual Budgetary Basis	Variance Favorable (Unfavorable)
<i>continued</i>				
Workers' compensation	318	318	-	318
Electric	50	50	-	50
Water bill	400	400	425	(25)
Mileage	50	50	-	50
Miscellaneous	450	450	-	450
Total Caspian milfoil	<u>12,491</u>	<u>12,491</u>	<u>12,693</u>	<u>(202)</u>
Solid waste				
Payroll	5,980	5,980	1,354	4,626
FICA/MEDI	276	276	104	172
Unemployment	113	113	117	(4)
Workers' compensation	400	400	757	(357)
Recycling supplies	560	560	828	(268)
Hauling fee	1,708	1,708	1,246	462
Compost fee	1,000	1,000	878	122
Recycle center improvements	4,000	4,000	-	4,000
Recycling trailer garbage	-	-	1,220	(1,220)
Total solid waste	<u>14,037</u>	<u>14,037</u>	<u>6,504</u>	<u>7,533</u>
Appropriations				
NEK Council on Aging	1,000	1,000	1,000	-
AWARE	2,000	2,000	2,000	-
Caledonia Home Health	1,400	1,400	1,400	-
Clarina Howards Nichols	1,500	1,500	1,500	-
Craftsbury Community Care	10,500	10,500	10,500	-
4 Seasons of Early Learning	9,500	9,500	9,500	-
Green Up	50	50	50	-
Greensboro Nursing Home	22,500	22,500	22,500	-
Hardwick Area Coalition	500	500	-	500
Hardwick Area Food Shelf	2,500	2,500	2,500	-
Hardwick/Greensboro Restorative	1,500	1,500	1,500	-
Lamoille Family	500	500	500	-
NEK Human Services	800	800	800	-
NEK Learning Services	250	250	250	-
North Country Animal League	600	600	600	-
NVDA	572	572	572	-
Orleans County Historical Society	625	625	625	-
Orleans County Citizens Advocacy	800	800	800	-
NECKA Community & Justice	300	300	300	-
Red Cross	250	250	250	-
Rescue squad	10,000	10,000	10,000	-
Rural Community Transportation	900	900	900	-
Vermont Center for Independent Living	210	210	210	-
WonderArts	3,500	3,500	3,500	-
Total appropriations	<u>72,257</u>	<u>72,257</u>	<u>71,757</u>	<u>500</u>
<i>continued</i>				

**TOWN OF GREENSBORO, VERMONT**  
**Schedule of Revenues and Expenditures**  
**Budget and Actual - General Fund**  
**For the Year Ended June 30, 2020**  
(Page 6 of 6)

	<u>Original Budget</u>	<u>Amended Budget</u>	<u>Actual Budgetary Basis</u>	<u>Variance Favorable (Unfavorable)</u>
<i>continued</i>				
Special appropriations				
Greensboro Free Library	25,000	25,000	25,000	-
Greensboro Historical Society	1,500	1,500	1,500	-
Total special appropriations	<u>26,500</u>	<u>26,500</u>	<u>26,500</u>	<u>-</u>
Total expenditures	<u>925,962</u>	<u>925,962</u>	<u>874,250</u>	<u>51,712</u>
Excess of revenues or (expenditures)	<u>254,000</u>	<u>254,000</u>	<u>352,714</u>	<u>98,714</u>
<b>Other financing sources (uses)</b>				
Transfer (out)	<u>(254,000)</u>	<u>(254,000)</u>	<u>(254,000)</u>	<u>-</u>
Net change in fund balances	\$ <u>-</u>	\$ <u>-</u>	\$ <u>98,714</u>	\$ <u>98,714</u>

**TOWN OF GREENSBORO, VERMONT**  
**Schedule of Revenues and Expenditures**  
**Budget and Actual - Highway Fund**  
**For the Year Ended June 30, 2020**  
(Page 1 of 2)

	Original Budget	Amended Budget	Actual Budgetary Basis	Variance Favorable (Unfavorable)
<b>Revenues</b>				
Property taxes	\$ 625,784	\$ 625,784	\$ 625,784	\$ -
Intergovernmental	116,795	116,795	130,971	14,176
Total revenues	<u>742,579</u>	<u>742,579</u>	<u>756,755</u>	<u>14,176</u>
<b>Expenditures</b>				
Highway materials				
Gravel pit - taxes	4,700	4,700	4,708	(8)
Chloride	33,000	33,000	29,358	3,642
Sand	30,500	30,500	13,959	16,541
Salt	65,000	65,000	62,318	2,682
Gravel	38,000	38,000	29,938	8,062
Culverts	3,500	3,500	7,545	(4,045)
Signs	2,000	2,000	1,265	735
Road project materials	3,000	3,000	3,305	(305)
Total highway materials	<u>179,700</u>	<u>179,700</u>	<u>152,396</u>	<u>27,304</u>
Highway contracted services				
Act 250 - gravel pit	-	-	20,292	(20,292)
Mowing/brush	10,000	10,000	7,300	2,700
Road projects	4,000	4,000	1,900	2,100
Guard rails	5,000	5,000	6,045	(1,045)
Sidewalks	15,000	15,000	-	15,000
Permits	2,000	2,000	-	2,000
Total highway contracted services	<u>36,000</u>	<u>36,000</u>	<u>35,537</u>	<u>463</u>
Equipment operation and maintenance				
Small equipment	3,000	3,000	1,532	1,468
Equipment repairs	25,000	25,000	51,122	(26,122)
Equipment maintenance	20,000	20,000	36,779	(16,779)
Fuel/diesel	40,000	40,000	30,770	9,230
Fuel/gas	3,000	3,000	2,260	740
Equipment rental	1,500	1,500	137	1,363
Total equipment operation and maint.	<u>92,500</u>	<u>92,500</u>	<u>122,600</u>	<u>(30,100)</u>
Payroll and benefits				
Payroll	180,446	180,446	166,304	14,142
FICA/MEDI	12,817	12,817	12,445	372
Retirement	12,566	12,566	11,597	969
Health insurance	28,000	28,000	34,393	(6,393)
Health reimbursement account	10,600	10,600	2,951	7,649
Unemployment	4,200	4,200	3,103	1,097
Workers' comp insurance	17,900	17,900	13,201	4,699
Training	450	450	340	110
Uniforms	3,200	3,200	5,159	(1,959)
Employee miscellaneous	600	600	915	(315)
Total payroll and benefits	<u>270,779</u>	<u>270,779</u>	<u>250,408</u>	<u>20,371</u>

*continued*

**TOWN OF GREENSBORO, VERMONT**  
**Schedule of Revenues and Expenditures**  
**Budget and Actual - Highway Fund**  
**For the Year Ended June 30, 2020**  
 (Page 2 of 2)

	Original Budget	Amended Budget	Actual Budgetary Basis	Variance Favorable (Unfavorable)
<i>continued</i>				
Garage				
Garage maintenance	1,500	1,500	-	1,500
Supplies	1,500	1,500	4,572	(3,072)
Telephone	1,300	1,300	1,695	(395)
Heating fuel	3,000	3,000	3,127	(127)
Electricity	3,000	3,000	2,032	968
Water	400	400	425	(25)
Property and casualty insurance	11,000	11,000	7,358	3,642
Garbage	700	700	875	(175)
Mileage	100	100	108	(8)
Notices	500	500	1,374	(874)
Miscellaneous	600	600	6,780	(6,180)
Total garage	<u>23,600</u>	<u>23,600</u>	<u>28,346</u>	<u>(4,746)</u>
Highway projects				
Paving projects	110,000	110,000	108,000	2,000
Grants match	30,000	30,000	-	30,000
Total highway projects	<u>140,000</u>	<u>140,000</u>	<u>108,000</u>	<u>32,000</u>
Total expenditures	<u>742,579</u>	<u>742,579</u>	<u>697,287</u>	<u>45,292</u>
Net change in fund balances	\$ <u>-</u>	\$ <u>-</u>	\$ <u>59,468</u>	\$ <u>59,468</u>

**TOWN OF GREENSBORO, VERMONT**  
**Schedule of Proportionate Share of the Net Pension Liability**  
**June 30,**

	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
VMERS						
Town's proportion of the net pension liability	0.08221%	0.07910%	0.09538%	0.09073%	0.09708%	0.10347%
Town's proportionate share of the net pension liability	\$ 142,629	\$ 111,338	\$ 115,563	\$ 116,761	\$ 74,843	\$ 9,443
Town's covered payroll	\$ 214,189	\$ 191,219	\$ 214,858	\$ 191,827	\$ 195,611	\$ 199,517
Town's proportionate share of the net pension liability as a percentage of its covered payroll	66.59%	58.23%	53.79%	60.87%	38.26%	4.73%
Plan fiduciary net position as a percentage of the total pension liability	80.35%	82.60%	83.64%	80.95%	87.42%	98.32%

Notes to schedule:

Data presented as of the measurement date. Historical information prior to implementation of GASB 68 is not required. The plan provisions used in the measurement of the net pension liability are the same as those used in the actuarial valuation as of June 30, 2018.

**TOWN OF GREENSBORO, VERMONT**  
**Schedule of Pension Contributions**  
**For the year ended June 30,**

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
VMERS						
Contractually required contribution	\$ 15,572	\$ 15,796	\$ 13,863	\$ 15,577	\$ 13,790	\$ 13,570
Contributions in relation to the contractually required contribution	<u>(15,572)</u>	<u>(15,796)</u>	<u>(13,863)</u>	<u>(15,577)</u>	<u>(13,790)</u>	<u>(13,570)</u>
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Town's covered payroll	<u>207,613</u>	<u>214,189</u>	<u>191,219</u>	<u>214,858</u>	<u>191,827</u>	<u>195,611</u>
Contributions as a percentage of covered payroll	7.500%	7.375%	7.250%	7.250%	7.189%	6.937%

Notes to schedule:  
Historical information prior to implementation of GASB 68 is not required.

**TOWN OF GREENSBORO, VERMONT**  
**Balance Sheet - Nonmajor Governmental Funds**  
**June 30, 2020**  
 (Page 1 of 2)

	Special Revenue Funds									
	Capital Project Fund	Findlay Forest Fund	Greensboro Grange Fund	Community Project Fund	Conservation Fund	Cemetery Fund	Caspian Lake Beach Fund	Reappraisal Reserve Fund		
<b>Assets</b>										
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ 2,185	\$ 40,826	\$ 3,275	\$ 64,775		
Due from other funds	-	309	1,193	364	-	2,983	751	46,935		
Total assets	\$ -	\$ 309	\$ 1,193	\$ 364	\$ 2,185	\$ 43,809	\$ 4,026	\$ 111,710		
<b>Liabilities and fund balance</b>										
Liabilities:										
Due to other funds	\$ 25,552	\$ -	\$ -	\$ -	\$ 2,100	\$ -	\$ -	\$ -		
Fund balance:										
Restricted	-	-	1,193	364	-	43,809	4,026	111,710		
Committed	-	309	-	-	85	-	-	-		
Unassigned	(25,552)	-	-	-	-	-	-	-		
Total fund balance	(25,552)	309	1,193	364	85	43,809	4,026	111,710		
Total liabilities and fund balance	\$ -	\$ 309	\$ 1,193	\$ 364	\$ 2,185	\$ 43,809	\$ 4,026	\$ 111,710		

See accompanying independent auditor's report

**TOWN OF GREENSBORO, VERMONT**  
**Balance Sheet - Nonmajor Governmental Funds**  
**June 30, 2020**  
 (Page 2 of 2)

	Special Revenue Funds							Total Nonmajor Governmental Funds
	Recreation Fund	Tolman Fund	Records Preservation Fund	Caspian Milfoil Fund	Energy Committee Fund	Eligo Milfoil Fund	Community Park Fund	
<b>Assets</b>								
Cash and cash equivalents	\$ -	\$ -	\$ 18,673	\$ 2,348	\$ 6,384	\$ 18,029	\$ -	\$ 156,495
Due from other funds	4,651	490	25,772	-	-	-	3,720	87,168
Total assets	<u>4,651</u>	<u>490</u>	<u>44,445</u>	<u>2,348</u>	<u>6,384</u>	<u>18,029</u>	<u>3,720</u>	<u>243,663</u>
<b>Liabilities and fund balance</b>								
Liabilities:								
Due to other funds	\$ -	\$ -	\$ -	\$ 2,623	\$ -	\$ 625	\$ -	\$ 30,900
Fund balance:								
Restricted	4,651	490	44,445	-	6,384	17,404	3,720	238,196
Committed	-	-	-	-	-	-	-	394
Unassigned	-	-	-	(275)	-	-	-	(25,827)
Total fund balance	<u>4,651</u>	<u>490</u>	<u>44,445</u>	<u>(275)</u>	<u>6,384</u>	<u>17,404</u>	<u>3,720</u>	<u>212,763</u>
Total liabilities and fund balance	<u>\$ 4,651</u>	<u>\$ 490</u>	<u>\$ 44,445</u>	<u>\$ 2,348</u>	<u>\$ 6,384</u>	<u>\$ 18,029</u>	<u>\$ 3,720</u>	<u>\$ 243,663</u>

See accompanying independent auditor's report

**TOWN OF GREENSBORO, VERMONT**  
**Schedule of Revenues, Expenditures and Changes**  
**in Fund Balances - Nonmajor Governmental Funds**  
**For the Year Ended June 30, 2020**  
 (Page 1 of 2)

	Special Revenue Funds							
	Capital Project Fund	Findlay Forest Fund	Greensboro Grange Fund	Community Project Fund	Conservation Fund	Cemetery Fund	Caspian Lake Beach Fund	Reappraisal Reserve Fund
<b>Revenues</b>								
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 8,749
Charges for services	-	-	-	-	-	-	3,250	-
Donations	-	-	-	-	-	1,000	750	-
Interest	-	-	-	-	18	555	33	521
Miscellaneous	-	-	-	-	-	-	432	-
Total revenues	-	-	-	-	18	1,555	4,465	9,270
<b>Expenditures</b>								
Current:								
General government	-	-	-	-	250	-	-	-
Cemetery	-	-	-	-	-	609	-	-
Culture and recreation	-	-	-	-	-	-	439	-
Total expenditures	-	-	-	-	250	609	439	-
Excess of revenues or (expenditures)	-	-	-	-	(232)	946	4,026	9,270
<b>Other financing sources (uses)</b>								
Transfers in (out)	-	-	-	-	2,000	-	-	-
Net change in fund balances	-	-	-	-	1,768	946	4,026	9,270
Fund balances, beginning of year	(25,552)	309	1,193	364	(1,683)	42,863	-	102,440
Fund balances, end of year	(25,552)	309	1,193	364	85	43,809	4,026	111,710

See accompanying independent auditor's report

**TOWN OF GREENSBORO, VERMONT**  
**Schedule of Revenues, Expenditures and Changes**  
**in Fund Balances - Nonmajor Governmental Funds**  
**For the Year Ended June 30, 2020**  
 (Page 2 of 2)

	Special Revenue Funds							Total Nonmajor Governmental Funds
	Recreation Fund	Tolman Fund	Records Preservation Fund	Caspian Milfoil Fund	Energy Committee Fund	Eligo Milfoil Fund	Community Park Fund	
<b>Revenues</b>								
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 11,999
Charges for services	-	-	5,587	-	-	-	-	5,587
Donations	-	490	-	-	-	-	-	2,240
Interest	-	-	501	18	51	142	-	1,839
Miscellaneous	-	-	-	-	-	-	-	432
Total revenues	-	490	6,088	18	51	142	-	22,097
<b>Expenditures</b>								
Current:								
General government	-	-	45	-	-	-	-	295
Cemetery	-	-	-	-	-	-	-	609
Culture and recreation	-	-	-	-	-	4,893	-	5,332
Total expenditures	-	-	45	-	-	4,893	-	6,236
Excess of revenues or (expenditures)	-	490	6,043	18	51	(4,751)	-	15,861
<b>Other financing sources (uses)</b>								
Transfers in (out)	-	-	-	-	-	-	-	2,000
Net change in fund balances	-	490	6,043	18	51	(4,751)	-	17,861
Fund balances, beginning of year	4,651	-	38,402	(293)	6,333	22,155	3,720	194,902
Fund balances, end of year	\$ 4,651	\$ 490	\$ 44,445	\$ (275)	\$ 6,384	\$ 17,404	\$ 3,720	\$ 212,763

See accompanying independent auditor's report

**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING  
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS  
PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

The Select Board  
Town of Greensboro, Vermont

We have audited, in accordance with the 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, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Town of Greensboro, Vermont, as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the Town of Greensboro, Vermont's basic financial statements and have issued our report thereon dated November 23, 2020.

**Internal Control over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the Town of Greensboro, Vermont's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Town of Greensboro, Vermont's internal control. Accordingly, we do not express an opinion on the effectiveness of the Town of Greensboro, Vermont's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented or detected and corrected, on a timely basis. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that have not been identified. We did identify a certain deficiency in internal control, described in the accompanying schedule of findings as item 2020-001 that we consider to be a material weakness.

**Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the Town of Greensboro, Vermont's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

The Select Board  
Town of Greensboro, Vermont

### **Town of Greensboro, Vermont's Response to Findings**

The Town has not reported management's responses to the findings as required by *Government Auditing Standards*.

#### **Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*Pace & Hawley, LLC*

Berlin, Vermont  
November 23, 2020

**TOWN OF GREENSBORO, VERMONT**  
**Schedule of Findings**  
**For the Year Ended June 30, 2020**

**Finding Number 2020-001 Balance Sheet Accounts Reconciliations**

Condition: Certain balance sheet accounts are not accurately reconciled to supporting documentation and reconciliations are not reviewed by a second person. Specifically, cash, accounts payable, health insurance payable and other accounts were not adjusted and reconciled to actual balances at fiscal year-end.

Criteria: Generally accepted accounting principles require material transactions to reflect actual transactions and balances.

Cause: Town personnel did not complete proper fiscal year end closing procedures.

Effect: We proposed numerous audit adjustments to properly report balance sheet accounts including adjustments posted to cash accounts. Without correction, the financial statements would have been materially misstated.

Recommendation: We recommend that the Town consider, document, and implement year end closing procedures which include reconciling significant balance sheet accounts to supporting documentation and having a second knowledgeable person review those reconciliations for propriety.