

**TOWN OF WOLCOTT, CONNECTICUT**

**FINANCIAL STATEMENTS AND  
SUPPLEMENTARY INFORMATION**

**YEAR ENDED JUNE 30, 2024**



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**TOWN OF WOLCOTT, CONNECTICUT  
TABLE OF CONTENTS  
YEAR ENDED JUNE 30, 2024**

<b>INDEPENDENT AUDITORS' REPORT</b>		<b>1</b>
<b>MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)</b>		<b>4</b>
<b>BASIC FINANCIAL STATEMENTS</b>		
	<b>EXHIBIT</b>	
STATEMENT OF NET POSITION	I	15
STATEMENT OF ACTIVITIES	II	16
BALANCE SHEET – GOVERNMENTAL FUNDS	III	17
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – GOVERNMENTAL FUNDS	IV	19
STATEMENT OF NET POSITION – PROPRIETARY FUND	V	21
STATEMENT OF REVENUES, EXPENSES, AND CHANGE IN NET POSITION – PROPRIETARY FUND	VI	22
STATEMENT OF CASH FLOWS – PROPRIETARY FUND	VII	23
STATEMENT OF FIDUCIARY NET POSITION – FIDUCIARY FUNDS	VIII	24
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION – FIDUCIARY FUNDS	IX	25
NOTES TO BASIC FINANCIAL STATEMENTS		26
<b>REQUIRED SUPPLEMENTARY INFORMATION</b>		
	<b>SCHEDULE</b>	
SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES – BUDGET AND ACTUAL – BUDGETARY BASIS – GENERAL FUND	RSI-1	75
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES – BUDGET AND ACTUAL – BUDGETARY BASIS – GENERAL FUND	RSI-2	77
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS – BOARD OF EDUCATION PENSION PLAN	RSI-3	79
SCHEDULE OF EMPLOYER CONTRIBUTIONS – BOARD OF EDUCATION PENSION PLAN	RSI-4	80
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS – TOWN GENERAL PENSION PLAN	RSI-5	81
SCHEDULE OF EMPLOYER CONTRIBUTIONS – TOWN GENERAL PENSION PLAN	RSI-6	82

**TOWN OF WOLCOTT, CONNECTICUT  
TABLE OF CONTENTS  
YEAR ENDED JUNE 30, 2024**

<b>SCHEDULE OF INVESTMENT RETURNS – PENSION PLANS</b>	<b>RSI-7</b>	<b>83</b>
<b>SCHEDULE OF THE TOWN’S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY – TEACHER’S RETIREMENT PLAN</b>	<b>RSI-8</b>	<b>84</b>
<b>SCHEDULE OF CHANGES IN TOTAL OPEB LIABILITY – OTHER POSTEMPLOYMENT BENEFITS</b>	<b>RSI-9</b>	<b>85</b>
<b>SCHEDULE OF THE TOWN’S PROPORTIONATE SHARE OF THE NET OPEB LIABILITY – TEACHER’S RETIREMENT PLAN</b>	<b>RSI-10</b>	<b>86</b>
<b>SUPPLEMENTARY INFORMATION</b>		
	<b>EXHIBIT</b>	
<b>PROPERTY TAXES LEVIED, COLLECTED, AND OUTSTANDING</b>	<b>A</b>	<b>87</b>
<b>COMBINING BALANCE SHEET – NONMAJOR GOVERNMENTAL FUNDS</b>	<b>B-1</b>	<b>88</b>
<b>COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE – NONMAJOR GOVERNMENTAL FUNDS</b>	<b>B-2</b>	<b>92</b>
<b>SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL – BUDGETARY BASIS – FARMINGBURY HILLS COUNTRY CLUB</b>	<b>B-3</b>	<b>96</b>
<b>SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL – BUDGETARY BASIS – ACQUIRED FACILITIES FUND</b>	<b>B-4</b>	<b>97</b>
<b>SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL – BUDGETARY BASIS – WATER USAGE FUND</b>	<b>B-5</b>	<b>98</b>
<b>SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE – BUDGET AND ACTUAL – BUDGETARY BASIS – SEWER USAGE FUND</b>	<b>B-6</b>	<b>99</b>
<b>STATEMENT OF DEBT LIMITATION</b>	<b>C</b>	<b>100</b>



## INDEPENDENT AUDITORS' REPORT

Town Council  
Town of Wolcott, Connecticut

### Report on the Audit of the Financial Statements

#### ***Opinions***

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Town of Wolcott, Connecticut, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the Town of Wolcott, Connecticut's basic financial statements as listed in the table of contents.

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 Wolcott, Connecticut, as of June 30, 2024, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

#### ***Basis for Opinions***

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Town of Wolcott, Connecticut and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

#### ***Responsibilities of Management for the Financial Statements***

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Town of Wolcott, Connecticut's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

***Auditors' Responsibilities for the Audit of the Financial Statements***

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 Town of Wolcott, Connecticut's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Town of Wolcott, Connecticut's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

**Required Supplementary Information**

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information and the pension and OPEB schedules be presented to supplement the basic financial statements. Such information is the responsibility of management and, 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 GAAS, 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.

**Supplementary Information**

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of Wolcott, Connecticut's basic financial statements. The property taxes levied, collected and outstanding report, combining and individual nonmajor fund financial statements, budgetary comparison reports and statement of debt limitation are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The 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 GAAS. In our opinion, the combining and individual 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 December 23, 2024, on our consideration of the Town of Wolcott, Connecticut'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 Wolcott, Connecticut'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 Town of Wolcott, Connecticut's internal control over financial reporting and compliance.



**CliftonLarsonAllen LLP**

West Hartford, Connecticut  
December 23, 2024

**TOWN OF WOLCOTT, CONNECTICUT  
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)  
JUNE 30, 2024**

As management of the Town of Wolcott, 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, 2024. 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**

- The assets and deferred outflows of resources of the Town exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$25,586,998 (net position). Of this amount, \$10,670,729 represents a deficit in the Town's unrestricted net position. This deficit is primarily attributed to long-term liabilities for pension and other postemployment benefits.
- The Town's total net position increased by \$4,132,247 during the current fiscal year.
- As of the close of the current fiscal year, the Town's governmental funds reported combined ending fund balances of \$16,991,946, an increase of \$3,632,147 in comparison with the prior year.
- At the end of the current fiscal year, unassigned fund balance for the General Fund was \$9,246,687 or 14.2% of the Town's fiscal year 2025 budgetary expenditure appropriations. Expressed another way, unassigned fund balance for the General Fund was sufficient to cover approximately 1.7 months of General Fund operating expenditures.
- The Town's total capital assets increased by \$3,062,048 or 4.2%.
- The Town's total long-term bonded debt decreased by \$2,545,000 or 7.3%.

**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 the 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, deferred outflows of resources and liabilities and deferred inflows of resources, with the difference 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).

**TOWN OF WOLCOTT, CONNECTICUT  
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)  
JUNE 30, 2024**

The government-wide financial statements display information about the Town's governmental activities which include general government, public safety, public works, culture and recreation, health and welfare, and education. The Town does not have any business-type activities.

The government-wide financial statements include only the Town itself because there are no legally separate organizations for which the town is financially accountable.

The government-wide financial statements can be found on pages 15 and 16 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 Wolcott, 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 three categories: governmental funds, proprietary funds, and fiduciary funds.

**Governmental funds.** Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. For example, amounts reported on the balance sheet include items such as cash and receivables collectible within a very short period of time, but do not include capital assets such as land and buildings. Fund liabilities include amounts that are to be paid within a very short period of time after the end of the fiscal year. The difference between a fund's total assets and total liabilities is labeled as the fund balance. Likewise, the operating statement for governmental funds reports only those revenues and expenditures that were collected or paid with cash during the current period, or, shortly after the end of the year.

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 Town'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 maintains several 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, the Capital Improvement Fund, the Small Cities Grant Fund, the American Rescue Plan Fund, and the Miscellaneous Grants Fund, all of which are considered to be major funds. Data from the other governmental funds are combined into a single, aggregate presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in the report.

**TOWN OF WOLCOTT, CONNECTICUT  
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)  
JUNE 30, 2024**

The basic governmental fund financial statements can be found on pages 17 through 20 of this report.

**Proprietary funds.** Internal service funds are an accounting device used to accumulate and allocate costs internally among the Town's various functions. The Town uses an internal service fund to account for self-insured healthcare activities. Because this service benefits governmental activities, it has been included within governmental activities in the government-wide financial statements.

The basic proprietary fund financial statements can be found on pages 21 through 23 of this report.

**Fiduciary funds.** Fiduciary funds are used to account for resources held for the benefit of parties outside the Town government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the Town's own programs.

The basic fiduciary fund financial statements can be found on pages 24 and 25 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 26 through 74 of this report.

**Other information.** In addition to the basic financial statements and accompanying notes, this report also contains required supplementary information other than this management's discussion and analysis that can be found on pages 75 through 87 of this report. Combining and individual fund financial statements and schedules can be found on pages 88 through 99 of this report.

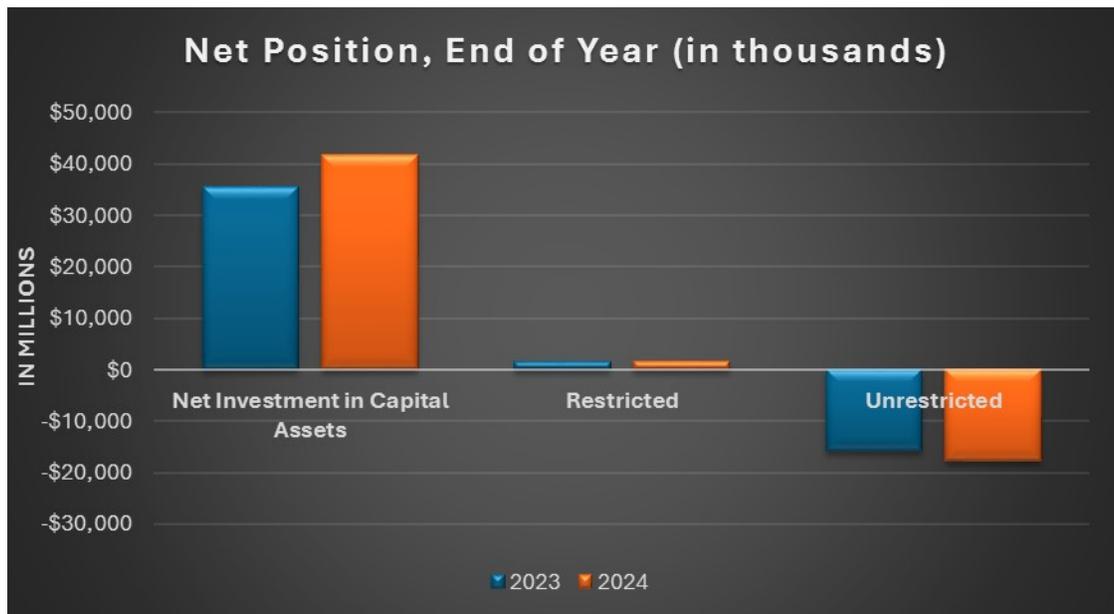
**TOWN OF WOLCOTT, CONNECTICUT  
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)  
JUNE 30, 2024**

**Government-Wide Financial Analysis**

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. The net position of the Town totaled \$25,586,998 as of June 30, 2024 and \$21,454,751 as of June 30, 2023, and is summarized as follows:

**Town of Wolcott, Connecticut  
Summary Statement of Net Position (000's)**

	Governmental Activities	
	2024	2023
<b>ASSETS</b>		
Current Assets	\$ 45,331	\$ 35,609
Capital Assets, Net of Accumulated Depreciation	75,996	72,934
Other Assets	3,241	2,132
Total Assets	124,568	110,675
<b>DEFERRED OUTFLOWS OF RESOURCES</b>		
	5,077	7,180
Current Liabilities	22,183	10,218
Long-Term Liabilities:		
Outstanding	73,796	78,664
Total Liabilities	95,978	88,882
<b>DEFERRED INFLOWS OF RESOURCES</b>		
	8,079	7,518
<b>NET POSITION</b>		
Net Investment in Capital Assets	29,051	35,694
Restricted	7,206	1,567
Unrestricted	(10,671)	(15,806)
Total Net Position	\$ 25,587	\$ 21,455



**TOWN OF WOLCOTT, CONNECTICUT  
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)  
JUNE 30, 2024**

For more detailed information, see the Statement of Net Position (page 15).

The majority of the Town's net position reflects its investment in capital assets, less any related debt used to acquire those assets that is 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's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources since the capital assets themselves cannot be used to liquidate these liabilities.

7% of the Town's net position is subject to external restrictions on how they may be used and are therefore presented as restricted net position.

The remainder of the Town's net position represents an unrestricted deficit. Overall, the Town's net position increased by \$4,132,247.

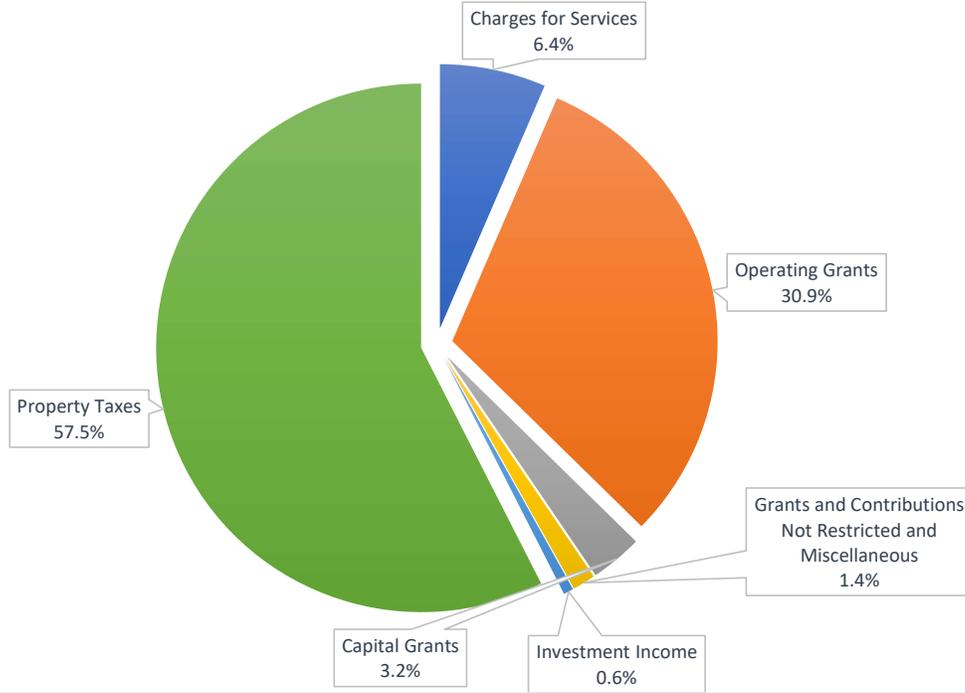
**Changes in Net Position.** Changes in net position for the years ended June 30, 2024 and 2023 are as follows.

**Town of Wolcott, Connecticut  
Summary Statement of Activities (000's)**

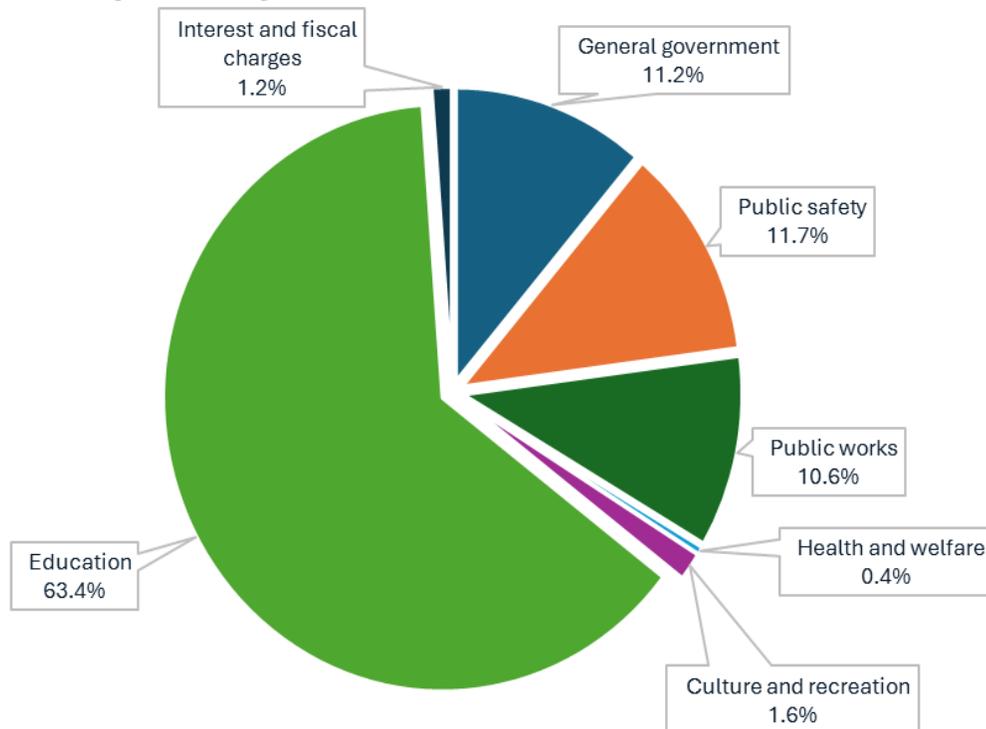
	Governmental Activities	
	2024	2023
<b>REVENUES</b>		
Program Revenues:		
Charges for Services	\$ 5,379	\$ 4,615
Operating Grants and Contributions	25,667	24,283
Capital Grants and Contributions	2,637	302
General Revenues:		
Property Taxes	47,766	45,859
Grants Not Restricted to Specific Programs	-	-
Unrestricted Investment Earnings	501	256
Miscellaneous	1,168	807
Total Revenues	83,118	76,122
<b>EXPENSES</b>		
General Government	8,850	8,325
Public Safety	9,277	9,355
Public Works	8,372	6,753
Health and Welfare	337	372
Culture and Recreation	1,234	1,154
Education	50,005	48,235
Interest on Long-Term Debt	911	1,266
Total Expenses	78,986	75,460
Change in Net Position Before Transfers and Capital Contribution	\$ 4,132	\$ 662

**TOWN OF WOLCOTT, CONNECTICUT  
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)  
JUNE 30, 2024**

**2024 Revenues by Source - Governmental Activities**



**2024 Expense by Function - Governmental Activities**



**TOWN OF WOLCOTT, CONNECTICUT  
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)  
JUNE 30, 2024**

**Governmental Activities**

Governmental activities increased the Town's net position by \$4,132,247.

Revenues generated by the Town increased by \$6,995,334 or 9.2% in comparison to revenues reported in the prior year. Key elements of the current year change in revenues included increase in property taxes of \$1,907,306, capital grants and contributions of \$2,333,957, and operating grants and contributions of \$1,384,002.

Expenses incurred by the Town increased by \$3,524,831 or 4.7% in comparison to expenses reported in the prior year. This is mainly attributed to an increase in education expenses and the increase in the amount of pension expense recognized by the State of Connecticut in connection with the Town's participation in the Connecticut State Teachers' Retirement System.

**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, unassigned fund balance may serve as a useful measure of the Town'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 \$16,991,946, a decrease of \$3,632,146 in comparison with the prior year balance. Of this amount, \$11,507,576 represents the total fund balance of the Town.

**General Fund.** The General Fund is the chief operating fund of the Town. At the end of the current fiscal year, unassigned fund balance of the General Fund was \$9,246,687. As a measure of the General Fund's liquidity, it may be useful to compare unassigned fund balance to total fund expenditures. Unassigned fund balance represents 14.2% of the Town's fiscal year 2025 budgetary expenditure appropriations. Expressed another way, unassigned fund balance for the General Fund was sufficient to cover approximately 1.7 months of General Fund operating expenditures.

The fund balance of the Town's General Fund increased by \$780,890 during the current fiscal year as result of favorable budget results as outlined in the General Fund Budgetary Highlights section below.

**Capital Improvement Fund.** The fund balance of the Capital Improvement Fund is \$33,149, which is a decrease of \$4,935,702. This decrease is primarily attributable to an increase in capital outlays consisting of road reconstruction, repairs and renovation projects. These outlays will be permanently financed by the issuance of general obligation bonds in February 2025.

**TOWN OF WOLCOTT, CONNECTICUT  
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)  
JUNE 30, 2024**

**Small Cities Grant Program Fund.** The fund balance of the Small Cities Grant Fund increased by \$4,893 during the current fiscal year.

**American Rescue Plan Fund..** As of June 30, 2024, total expenditures incurred were \$775,973 primarily attributed to capital asset purchases.

**General Fund Budgetary Highlights**

The original and final budgets for the year ended June 30, 2024 planned for the utilization of fund balance in the amount of \$1,500,000. The actual net change in the fund balance of the General Fund on a budgetary basis was an increase of \$780,163, resulting in a favorable budgetary variance of \$2,280,163. No supplemental appropriations were made during the fiscal year.

Revenues exceeded budgetary estimates by \$1,925,938 or 3.1%. The increase is primarily due to favorable collections on the current year and prior year delinquent property taxes levied, interest income and licenses and permits. Expenditures were \$286,440 or .5% less than budgeted.

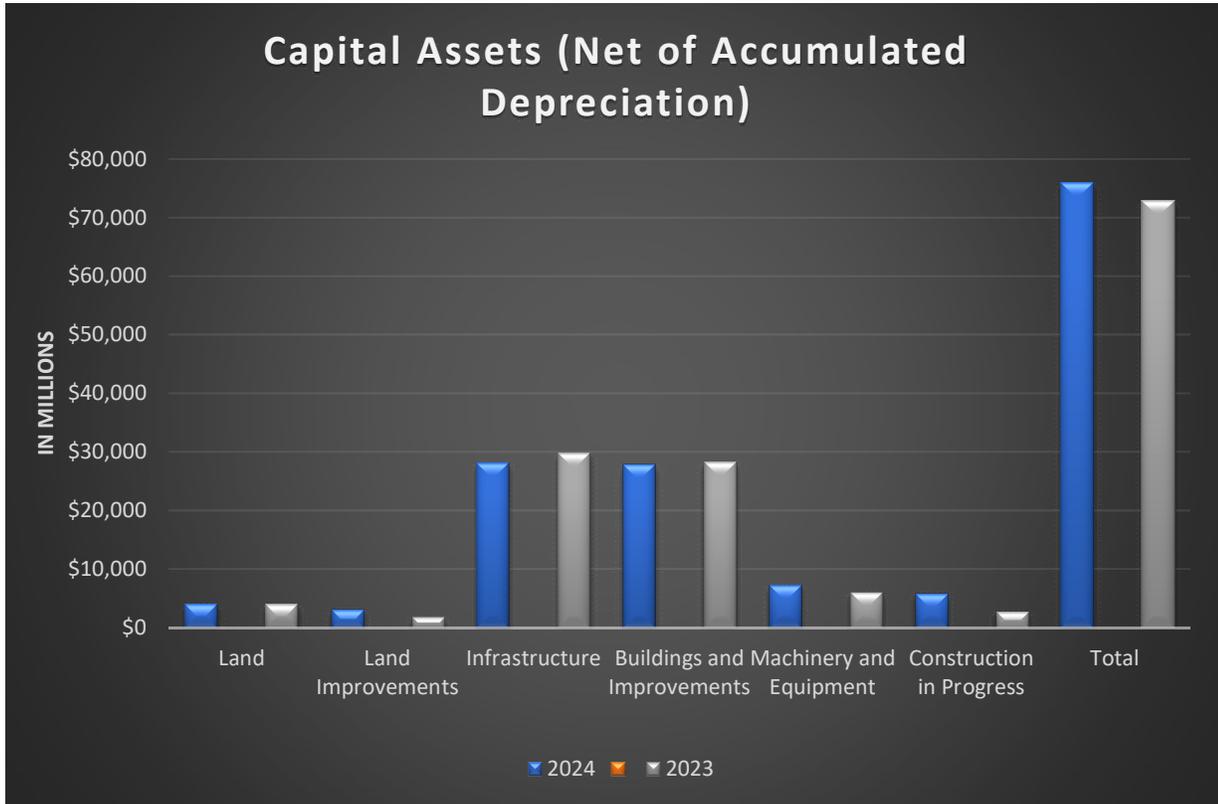
**Capital Asset and Debt Administration**

**Capital Assets.** The Town's investment in capital assets for its governmental funds as of June 30, 2024, amounts to approximately \$76 million (net of accumulated depreciation). This investment in capital assets includes land, buildings and related systems, improvements, roads, highways, bridges, machinery, furniture, vehicles, and equipment, as well as construction in progress. The Town's investment in capital assets increased by \$3,062,048.

**Town of Wolcott, Connecticut  
Capital Assets, Net of Depreciation (000's)**

	Governmental Activities	
	2024	2023
Land	\$ 3,956	\$ 3,956
Land Improvements	3,063	1,867
Infrastructure	28,031	29,846
Buildings and Improvements	27,761	28,298
Machinery and Equipment	7,351	6,152
Construction in Progress	5,834	2,815
Total	<u>\$ 75,996</u>	<u>\$ 72,934</u>

**TOWN OF WOLCOTT, CONNECTICUT  
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)  
JUNE 30, 2024**



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

- Additions of \$3 million in construction in progress include Beach Road reconstruction and emergency communications equipment.
- Additions of \$2.2 Million in vehicles, machinery, and equipment related to costs incurred in connection with the purchase of new Town vehicles including two (2) fire tankers, three (3) fire utilities, two (2) sewer and water trucks, and two (2) police vehicles.

Additional information on the Town’s capital assets can be found in Note 3C of this report.

**Debt Obligations.** At the end of the current fiscal year, the Town had total long-term debt (consisting of bonds, notes) outstanding of \$32,833,732, all of which is backed by the full faith and credit of the Town. The Town’s total principal long-term debt decreased by \$2,545,000. This increase can be attributed to scheduled debt service payments.

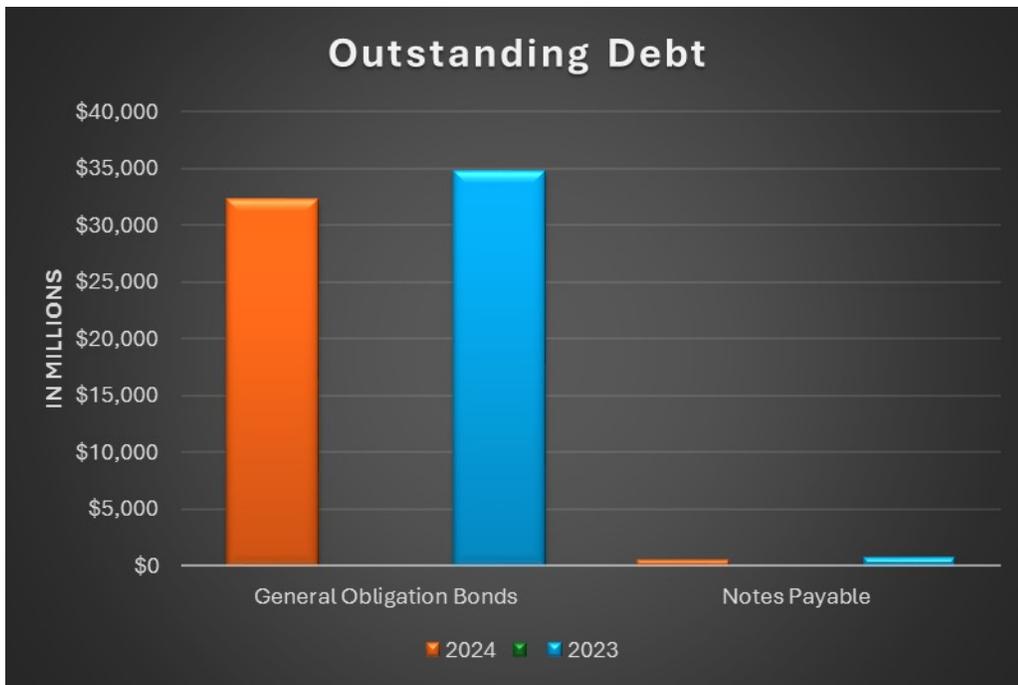
State statutes limit the amount of general obligation debt the Town may issue to seven times its annual receipts from taxation, as defined by the statutes. The current debt limitation for the Town is significantly in excess of the Town’s outstanding general obligation debt.

**TOWN OF WOLCOTT, CONNECTICUT  
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)  
JUNE 30, 2024**

The following summarizes the changes in the Town's long-term debt:

**Town of Wolcott, Connecticut  
Changes in Town Debt (000's)**

	Governmental Activities	
	2024	2023
General Obligation Bonds	\$ 32,325	\$ 34,870
Notes Payable	509	729
Total	<u>\$ 32,834</u>	<u>\$ 35,599</u>



Additional information on the Town's long-term debt can be found in Note 3F of this report.

**TOWN OF WOLCOTT, CONNECTICUT  
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)  
JUNE 30, 2024**

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

A summary of key economic factors affecting the Town are as follows:

Significant estimates affecting next year's budget that are subject to change in the near term consist of the following:

- For purposes of calculating property tax revenues for fiscal year 2025, the assessor's grand list was used along with an estimated tax rate, and an estimated rate of collection, with deductions for taxes to be paid by the State on behalf of certain taxpayers.
- The Town receives intergovernmental revenues from the State of Connecticut. Connecticut's economy moves in the same general cycle as the national economy, which from time to time will affect the amount of intergovernmental revenues the Town will receive. The Town's budget for such grants were based on estimates from the State.
- It is unknown how changes in market interest rates will impact real estate activity and related revenues collected by the Town Clerk and the amount of conveyance taxes and interest income.

All these factors were considered in preparing the Town's budget for fiscal year 2025.

The Town's fiscal year 2025 General Fund budget was approved by the Town Council on June 6, 2024. The approved budget contemplated expenditures of \$65,135,255, which is an increase of \$2,204,022 over the original fiscal year 2024 budgeted expenditures. The Town has assigned \$2,000,000 from fund balance of the General Fund for spending in the 2025 fiscal year 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, Town of Wolcott, 10 Keena Avenue, Wolcott, Connecticut 06716.

**TOWN OF WOLCOTT, CONNECTICUT**  
**STATEMENT OF NET POSITION**  
**JUNE 30, 2024**

	Governmental Activities
<b>ASSETS</b>	
Cash and Cash Equivalents	\$ 36,274,842
Receivables, Net:	
Property Taxes, Current	2,322,805
Other	6,703,053
Inventories and Prepaids	30,100
Net Pension Asset	3,240,918
Capital Assets, Nondepreciable	9,790,073
Capital Assets, Net of Accumulated Depreciation	66,205,737
Total Assets	124,567,528
<b>DEFERRED OUTFLOWS OF RESOURCES</b>	
Deferred Outflows Related to Pension	192,478
Deferred Outflows Related to OPEB	4,884,774
Total Deferred Outflows of Resources	5,077,252
<b>LIABILITIES</b>	
Accounts Payable and Accrued Items	6,010,222
Bond Anticipation Notes	11,000,000
Unearned Revenue	1,001,955
Noncurrent Liabilities:	
Due Within One Year	4,170,469
Due in More Than One Year	73,795,707
Total Liabilities	95,978,353
<b>DEFERRED INFLOWS OF RESOURCES</b>	
Deferred Inflows Related to Pension	1,739,688
Deferred Inflows Related to OPEB	5,687,991
Lease Receivable	651,750
Total Deferred Inflows of Resources	8,079,429
<b>NET POSITION</b>	
Net Investment in Capital Assets	29,051,482
Restricted for:	
Grant and Donor Programs	607,966
Pension Benefits	3,240,918
Loans Receivable	2,158,765
Education	1,068,936
Public Safety	50,830
Open Space	78,830
Unrestricted	(10,670,729)
Total Net Position	\$ 25,586,998

See accompanying Notes to Basic Financial Statements.

**TOWN OF WOLCOTT, CONNECTICUT  
STATEMENT OF ACTIVITIES  
YEAR ENDED JUNE 30, 2024**

Function/Program Activities	Expenses	Program Revenues			Net Revenue (Expense) and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities
Primary Government:					
Governmental Activities:					
General Government	\$ 8,849,997	\$ 867,466	\$ 1,777,942	\$ 5,301	\$ (6,199,288)
Public Safety	9,276,671	1,027,819	1,698,776	-	(6,550,076)
Public Works	8,371,816	1,671,860	-	2,631,206	(4,068,750)
Health and Welfare	337,020	15,265	46,840	-	(274,915)
Culture and Recreation	1,233,923	297,120	1,866	-	(934,937)
Education	50,005,494	1,499,628	22,141,252	-	(26,364,614)
Interest on Long-Term Debt	911,100	-	-	-	(911,100)
Total	\$ 78,986,021	\$ 5,379,158	\$ 25,666,676	\$ 2,636,507	(45,303,680)
General Revenues:					
Property Taxes					47,766,356
Unrestricted Investment Earnings					501,237
Miscellaneous					1,168,334
Total General Revenues					49,435,927
<b>CHANGE IN NET POSITION</b>					4,132,247
Net Position - Beginning of Year					21,454,751
<b>NET POSITION - END OF YEAR</b>					<b>\$ 25,586,998</b>

See accompanying Notes to Basic Financial Statements.

**TOWN OF WOLCOTT, CONNECTICUT  
BALANCE SHEET – GOVERNMENTAL FUNDS  
JUNE 30, 2024**

	General Fund	Capital Improvement Fund	Small Cities Grant Fund	American Rescue Plan Fund	Miscellaneous Grants Fund	Nonmajor Governmental Funds	Total Governmental Funds
<b>ASSETS</b>							
Cash and Cash Equivalents	\$ 13,311,105	\$ 12,855,843	\$ 273,009	\$ 215,488	\$ 1,459,449	\$ 5,429,300	\$ 33,544,194
Receivables	3,624,397	-	2,158,765	-	20,993	3,221,703	9,025,858
Due from Other Funds	748,150	-	-	-	1,561	-	749,711
Inventories	-	-	-	-	-	30,100	30,100
Total Assets	<u>\$ 17,683,652</u>	<u>\$ 12,855,843</u>	<u>\$ 2,431,774</u>	<u>\$ 215,488</u>	<u>\$ 1,482,003</u>	<u>\$ 8,681,103</u>	<u>\$ 43,349,863</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>							
<b>LIABILITIES</b>							
Accounts Payable and Accrued Items	\$ 1,962,757	\$ 1,822,694	\$ 1,539	\$ 13,300	\$ 519,815	\$ 887,023	\$ 5,207,128
Bond Anticipation Notes	-	11,000,000	-	-	-	-	11,000,000
Due to Other Funds	933,055	-	-	-	230,005	518,145	1,681,205
Unearned Revenue	54,417	-	-	158,109	697,301	92,128	1,001,955
Total Liabilities	<u>2,950,229</u>	<u>12,822,694</u>	<u>1,539</u>	<u>171,409</u>	<u>1,447,121</u>	<u>1,497,296</u>	<u>18,890,288</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>							
Unavailable Revenue - Property Taxes	3,225,847	-	-	-	-	-	3,225,847
Unavailable Revenue - Loans Receivable	-	-	2,158,765	-	-	-	2,158,765
Unavailable Revenue - Water and Sewer Use	-	-	-	-	-	1,431,267	1,431,267
Deferred Inflows - Lease Receivables	-	-	-	-	19,935	631,815	651,750
Total Deferred Inflows of Resources	<u>3,225,847</u>	<u>-</u>	<u>2,158,765</u>	<u>-</u>	<u>19,935</u>	<u>2,063,082</u>	<u>7,467,629</u>
<b>FUND BALANCES</b>							
Nonspendable	-	-	-	-	-	30,100	30,100
Restricted	-	-	271,470	44,079	14,947	1,476,066	1,806,562
Committed	-	33,149	-	-	-	3,901,983	3,935,132
Assigned	2,260,889	-	-	-	-	-	2,260,889
Unassigned	9,246,687	-	-	-	-	(287,424)	8,959,263
Total Fund Balances	<u>11,507,576</u>	<u>33,149</u>	<u>271,470</u>	<u>44,079</u>	<u>14,947</u>	<u>5,120,725</u>	<u>16,991,946</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 17,683,652</u>	<u>\$ 12,855,843</u>	<u>\$ 2,431,774</u>	<u>\$ 215,488</u>	<u>\$ 1,482,003</u>	<u>\$ 8,681,103</u>	<u>\$ 43,349,863</u>

See accompanying Notes to Basic Financial Statements.

**TOWN OF WOLCOTT, CONNECTICUT  
BALANCE SHEET – GOVERNMENTAL FUNDS (CONTINUED)  
JUNE 30, 2024**

**RECONCILIATION OF THE BALANCE SHEET - GOVERNMENTAL FUNDS TO THE STATEMENT OF NET POSITION**

Amounts reported for governmental activities in the Statement of Net Position (Exhibit I) are different because of the following:

Fund balances - total governmental funds (Exhibit III)	\$ 16,991,946
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Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds:

Governmental Capital Assets	\$ 147,203,659	
Less Accumulated Depreciation	<u>(71,207,849)</u>	
Net Capital Assets		75,995,810

Other long-term assets and deferred outflows of resources are not available to pay for current-period expenditures and, therefore, are deferred in the funds:

Property Tax Receivables Greater Than 30 Days	2,245,852
Interest Receivable on Property Taxes	979,995
Loan Receivable	2,158,765
Water and Sewer Receivables	1,431,267
Net Pension Asset	3,240,918
Deferred Outflows Related to Pension	192,478
Deferred Outflows Related to OPEB	4,884,774

Internal service funds are used by management to charge the costs of risk management to individual funds. The assets and liabilities of the internal service funds are reported with governmental activities in the Statement of Net Position.

3,032,146

Long-term liabilities and deferred inflows of resources are not due and payable in the current period and, therefore, are not reported in the funds:

Bonds Payable	(32,325,000)
Bonds Premium	(1,411,729)
Deferred Inflows Related to OPEB	(5,687,991)
Deferred Inflows Related to Pension	(1,739,688)
Interest Payable on Bonds	(173,098)
Heart and Hypertension Claims	(943,459)
Notes Payable	(508,732)
Net OPEB Obligation	(30,455,659)
Compensated Absences	(2,516,739)
Net Pension Liability	<u>(9,804,858)</u>

Net Position of Governmental Activities as Reported on the Statement of Net Position (Exhibit I)

\$ 25,586,998

**TOWN OF WOLCOTT, CONNECTICUT  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –  
GOVERNMENTAL FUNDS  
YEAR ENDED JUNE 30, 2024**

	General Fund	Capital Improvement Fund	Small Cities Grant Fund	American Rescue Plan Fund	Miscellaneous Grants Fund	Nonmajor Governmental Funds	Total Governmental Funds
<b>REVENUES</b>							
Property Taxes	\$ 47,521,394	\$ -	\$ -	\$ -		\$ -	\$ 47,521,394
Intergovernmental Revenues	20,890,213	-	-	775,973	\$ 3,849,798	3,440,653	28,956,637
Investment Earnings	-	446,766	-	24,970		29,501	501,237
Charges for Services	947,574	-	-	-	15,265	3,871,821	4,834,660
Other Revenues	1,018,619	-	80,714	-	11,903	565,190	1,676,426
Total Revenues	<u>70,377,800</u>	<u>446,766</u>	<u>80,714</u>	<u>800,943</u>	<u>3,876,966</u>	<u>7,907,165</u>	<u>83,490,354</u>
<b>EXPENDITURES</b>							
Current:							
General Government	8,614,317	-	-	6,890	46,072	3,200	8,670,479
Public Safety	8,086,139	1,627,009	-	226,778	1,672,415	931,637	12,543,978
Public Works	2,022,525	-	-	540,703	2,066,104	1,772,918	6,402,250
Health and Welfare	231,266	-	75,821	-	62,099	-	369,186
Culture and Recreation	782,160	-	-	-	4,549	150,783	937,492
Education	46,392,240	-	-	1,602	-	4,311,146	50,704,988
Capital Outlay	-	3,475,753	-	-	-	77,626	3,553,379
Debt Service:							
Principal Retirement	2,805,508	-	-	-	-	-	2,805,508
Interest and Other Charges	1,217,803	36,250	-	-	-	-	1,254,053
Total Expenditures	<u>70,151,958</u>	<u>5,139,012</u>	<u>75,821</u>	<u>775,973</u>	<u>3,851,239</u>	<u>7,247,310</u>	<u>87,241,313</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	225,842	(4,692,246)	4,893	24,970	25,727	659,855	(3,750,959)
<b>OTHER FINANCING SOURCES (USES)</b>							
Issuance of Financing Arrangement	118,812	-	-	-	-	-	118,812
Transfers In	460,565	24,329	-	-	-	-	484,894
Transfers Out	(24,329)	(267,785)	-	-	-	(192,780)	(484,894)
Total Other Financing Sources (Uses)	<u>555,048</u>	<u>(243,456)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(192,780)</u>	<u>118,812</u>
<b>NET CHANGE IN FUND BALANCES</b>	780,890	(4,935,702)	4,893	24,970	25,727	467,075	(3,632,147)
Fund Balances - Beginning As Originally Reported	10,726,686	4,968,851	266,577	19,109	-	4,642,870	20,624,093
Adjustment					(10,780)	10,780	-
Fund Balances - Beginning As Adjusted	<u>10,726,686</u>	<u>4,968,851</u>	<u>266,577</u>	<u>19,109</u>	<u>(10,780)</u>	<u>4,653,650</u>	<u>20,624,093</u>
<b>FUND BALANCES - END OF YEAR</b>	<u>\$ 11,507,576</u>	<u>\$ 33,149</u>	<u>\$ 271,470</u>	<u>\$ 44,079</u>	<u>\$ 14,947</u>	<u>\$ 5,120,725</u>	<u>\$ 16,991,946</u>

See accompanying Notes to Basic Financial Statements.

**TOWN OF WOLCOTT, CONNECTICUT  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –  
GOVERNMENTAL FUNDS (CONTINUED)  
YEAR ENDED JUNE 30, 2024**

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES**

Amounts reported for governmental activities in the Statement of Activities (Exhibit II)  
are different because of the following:

Net Change in Fund Balances - Total Governmental Funds (Exhibit IV)	\$	(3,632,147)
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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:

Capital Outlay		7,603,302
Depreciation Expense		(4,303,360)
Loss on Disposition of Capital Assets		(237,894)

Revenues in the Statement of Activities that do not provide current financial  
resources are not reported as revenues in the funds:

Property Taxes Collected After 60 Days		98,877
Interest Receivable on Property Taxes		146,085
Water and Sewer Collected After 60 Days		60,314
Loans Receivables		(23,908)
Change in Net OPEB Asset		1,108,581

Change in Deferred Outflows Related to Pension and OPEB		(2,103,078)
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The issuance of long-term debt (e.g., bonds, leases) provides current financial resources  
to governmental funds, while the repayment of the principal of long-term debt consumes the  
current financial resources of governmental funds. Neither transaction, however, has any  
effect on net position. Also, governmental funds report the effect of issuance costs,  
premiums, discounts, and similar items when debt is first issued, whereas these amounts  
are deferred and amortized in the Statement of Activities. This amount is the net effect of  
these differences in the treatment of long-term debt and related items:

Proceeds on direct borrowings		(118,812)
Principal Payments on Bonds and Notes Payable		2,883,620

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:

Amortization of Premium		229,697
Accrued Interest		35,145
Change in Heart and Hypertension Obligation		96,480
Change in Net OPEB Obligation		(255,461)
Change in Long-Term Compensated Absences		79,824
Change in Deferred Inflows Related to Pension and OPEB		(653,317)
Change in Net Pension Liability		2,242,910

The net expense of the internal service funds is reported with governmental activities.		875,389
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Change in Net Position of Governmental Activities as Reported on the Statement of Activities (Exhibit II)	\$	4,132,247
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**TOWN OF WOLCOTT, CONNECTICUT  
STATEMENT OF NET POSITION – PROPRIETARY FUND  
JUNE 30, 2024**

	<u>Governmental Activities Internal Service Fund</u>
<b>ASSETS</b>	
Current Assets:	
Cash and Cash Equivalents	\$ 2,730,648
Due from Other Funds	<u>931,494</u>
Total Assets	<u>3,662,142</u>
<b>LIABILITIES</b>	
Current Liabilities:	
Accounts Payable and Accrued Items	58,996
Claims Payable	<u>571,000</u>
Total Liabilities	<u>629,996</u>
<b>NET POSITION</b>	
Unrestricted	<u>3,032,146</u>
Total Net Position	<u>\$ 3,032,146</u>

See accompanying Notes to Basic Financial Statements.

**TOWN OF WOLCOTT, CONNECTICUT  
STATEMENT OF REVENUES, EXPENSES, AND CHANGE IN NET POSITION –  
PROPRIETARY FUND  
YEAR ENDED JUNE 30, 2024**

	Governmental Activities
	Internal Service Fund
<b>REVENUES</b>	
Operating Revenues	\$ 9,187,195
<b>EXPENSES</b>	
Operating Expenses	8,311,806
<b>OPERATING INCOME</b>	875,389
Net Position - Beginning of Year	2,156,757
<b>NET POSITION - END OF YEAR</b>	\$ 3,032,146

See accompanying Notes to Basic Financial Statements.

**TOWN OF WOLCOTT, CONNECTICUT  
STATEMENT OF CASH FLOWS – PROPRIETARY FUND  
YEAR ENDED JUNE 30, 2024**

	Governmental Activities
	Internal Service Fund
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	
Receipts from Employer and Employees	\$ 8,554,672
Receipts from Interfund Services Provided	(5,043)
Payments for Premiums, Claims, and Administration	(8,328,806)
Net Cash Provided by Operating Activities	220,823
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	220,823
Cash and Cash Equivalents - Beginning of Year	2,509,825
<b>CASH AND CASH EQUIVALENTS - END OF YEAR</b>	\$ 2,730,648
<b>RECONCILIATION OF OPERATING LOSS TO NET CASH USED BY OPERATING ACTIVITIES:</b>	
Operating Income	\$ 875,389
Adjustments to Reconcile Operating Loss to Net Cash Used by Operating Activities:	
Change in Assets and Liabilities:	
(Increase) Decrease in Accounts Receivable	298,971
(Increase) Decrease in Due from Other Funds	(931,494)
Increase (Decrease) in Due to other funds	(5,043)
Increase (Decrease) in Accounts Payable and Accrued Items	(17,000)
Total Adjustments	(654,566)
Net Cash Provided by Operating Activities	\$ 220,823

See accompanying Notes to Basic Financial Statements.

**TOWN OF WOLCOTT, CONNECTICUT**  
**STATEMENT OF FIDUCIARY NET POSITION – FIDUCIARY FUNDS**  
**JUNE 30, 2024**

	Pension Trust Funds	Private Purpose Trust Fund Scholarship Fund
	<u>                    </u>	<u>                    </u>
<b>ASSETS</b>		
Cash and Cash Equivalents	\$ 4,746,453	\$ 217,720
Investments, at Fair Value:		
Mutual Funds	20,887,734	-
Insurance Contracts	4,061,386	-
Common Stock	2,321,570	-
Exchange Traded Funds	18,596,641	-
Total Investments	<u>45,867,331</u>	<u>-</u>
Accounts Receivable	77,021	-
Total Assets	<u>50,690,805</u>	<u>217,720</u>
<b>NET POSITION</b>		
Restricted for Trust	<u>50,690,805</u>	<u>217,720</u>
Total Net Position	<u><u>\$ 50,690,805</u></u>	<u><u>\$ 217,720</u></u>

See accompanying Notes to Basic Financial Statements.

**TOWN OF WOLCOTT, CONNECTICUT**  
**STATEMENT OF CHANGES IN FIDUCIARY NET POSITION – FIDUCIARY FUNDS**  
**YEAR ENDED JUNE 30, 2024**

	Pension Trust Funds	Private Purpose Trust Fund Scholarship Fund
<b>ADDITIONS</b>		
Contributions:		
Employer	\$ 1,450,012	\$ -
Plan Members and TRB Subsidy	77,021	-
Total Contributions	1,527,033	-
Investment Earnings:		
Net Change in Fair Value of Investments	5,519,623	-
Dividend and Interest	762,034	-
Total Investment Earnings	6,281,657	-
Less Investment Fees	(118,953)	-
Net Investment Income	6,162,704	-
Total Additions	7,689,737	-
<b>DEDUCTIONS</b>		
Benefits	3,120,825	-
Administration and Other	31,594	3,292
Total Deductions	3,152,419	3,292
<b>CHANGE IN NET POSITION</b>	4,537,318	(3,292)
Net Position - Beginning of Year	46,153,487	221,012
<b>NET POSITION - END OF YEAR</b>	\$ 50,690,805	\$ 217,720

See accompanying Notes to Basic Financial Statements.

**TOWN OF WOLCOTT, CONNECTICUT**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2024**

**NOTE 1      SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A. Reporting Entity**

The Town, originally named Farmingbury, was incorporated as Wolcott in 1796, under the provisions of the Connecticut General Statutes. The Town operates under a Town Council/Mayor form of government and provides the following services as authorized by its charter: public safety, public works, culture and recreation, health and welfare, education, and other miscellaneous programs.

The legislative power of the Town is vested with the Town Council and Town Meeting. The Town Council may enact, amend, or repeal ordinances and resolutions. The Town Council is responsible for financial and taxation matters as prescribed by Connecticut General Statutes, and the Mayor is responsible for presenting fiscal operating budgets for Town Council approval.

Accounting principles generally accepted in the United States of America require that the reporting entity include the primary government, organizations for which the primary government is financially accountable, and 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. A government is financially accountable for a legally separate organization if it appoints a voting majority of the organization's governing body and there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the government. These criteria have been considered and have resulted in the inclusion of the fiduciary component units as detailed below.

**Fiduciary Component Units**

The Town has established two single employer defined benefit pension plans to provide retirement benefits primary to employees and their beneficiaries. The Town performs the duties of a governing board for the Pension and is required to make contributions to the pension plans.

In addition, the Olga Krasnovsky Endowment Fund has been established and amounts held in trust for the restricted use of scholarships for Wolcott High School students.

The financial statements of the fiduciary component units are reported as Pension Trust funds and a Private Purpose Trust in the fiduciary fund financial statements. Separate financial statements have not been prepared for the fiduciary component units.

**B. Basis of Presentation**

The financial statements of the Town have been prepared in conformity with GAAP as applied to government units. The GASB is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the Town's accounting policies are described below.

**TOWN OF WOLCOTT, CONNECTICUT**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2024**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**C. Government-Wide and Fund Financial Statements**

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

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

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. The Town's major individual governmental funds are reported as a separate column in the fund financial statements.

**D. Measurement Focus, Basis of Accounting, and Financial Statement Presentation**

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements.

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.

**TOWN OF WOLCOTT, CONNECTICUT  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**D. Measurement Focus, Basis of Accounting, and Financial Statement Presentation  
(Continued)**

Property taxes and interest associated with the current fiscal period are all considered to be susceptible to accrual and have been recognized as revenues of the current fiscal period. In determining when to recognize intergovernmental revenues (grants and entitlements), the legal and contractual requirements of the individual programs are used as guidance. Revenues are recognized when the eligibility requirements have been met. All other revenue items are considered to be measurable and available only when cash is received by the Town.

Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

The Town reports the following major governmental funds:

*General Fund* – This fund is the Town’s primary operating fund. It accounts for all financial resources of the general government, except those not accounted for and reported in another fund.

*Capital Improvement Fund* – This fund is used to account for financial resources designated for capital projects.

*Small Cities Grant Fund* – This fund accounts for the proceeds and expenditures related to the Community Development Block Grant Small Cities program operated by the Town. Funding is used to provide loans to low-income residents for home improvements.

*American Rescue Plan Fund* – This fund accounts for the proceeds and expenditures under the American Rescue Plan Act of 2021.

*Miscellaneous Grants* – This fund accounts for the miscellaneous grants activity for both the Town and the BOE.

Additionally, the Town reports the following fund types:

*Internal Service Fund (Proprietary)* – This fund accounts for activities that provide goods or services to other funds, departments, or agencies of the Town on a cost-reimbursement basis. The Town utilizes an internal service fund to account for risk management activities related to medical and dental insurance.

*Pension Trust Funds (Fiduciary)* – These funds are used to account for resources held in trust for the members and beneficiaries of the Town’s defined benefit pension plans. The Town utilizes these funds to account for activities of the following plans:

Town and Police Pension Trust Fund and the Board of Education Pension Trust Fund.

**TOWN OF WOLCOTT, CONNECTICUT  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**D. Measurement Focus, Basis of Accounting, and Financial Statement Presentation  
(Continued)**

*Private Purpose Trust Fund (Fiduciary)* – This fund type is used to account for trust arrangements under which principal and income benefit individuals, private organizations, or other governments. There is no requirement that any portion of the resources be preserved as capital. The Town utilizes a private purpose trust fund to account for activities of the School Scholarship Private Purpose Trust Fund.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the enterprise funds and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the proprietary funds are charges to customers for services. Operating expenses for internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the government's policy to use restricted resources first, then unrestricted resources as they are needed. Unrestricted resources are used in the following order: committed, assigned, then unassigned.

**E. Cash Equivalents**

For purposes of reporting cash flows, all savings, checking, money market accounts and certificates of deposit with an original maturity of less than 90 days are considered to be cash equivalents.

**F. Investments**

Investments are stated at fair value.

**TOWN OF WOLCOTT, CONNECTICUT**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2024**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**G. Inventories and Prepaid Items**

All inventories are valued at cost using the first-in/first-out (FIFO) method. Inventories of donated commodities are stated at fair value. Inventories of governmental funds are recorded as expenditures when consumed rather than when purchased.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements.

**H. Receivables and Payables**

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." Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

All trade and property tax receivables are shown net of an allowance for doubtful accounts. The allowance for doubtful accounts represents those accounts which are deemed uncollectible based upon analysis of creditor's ability to pay.

**I. Capital Assets**

Capital assets, which include property, plant and equipment, and infrastructure assets are reported in the applicable governmental or business-type activities columns 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 of more than one years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated 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 lives are not capitalized.

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

**TOWN OF WOLCOTT, CONNECTICUT  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**I. Capital Assets (Continued)**

Capital assets are depreciated using the straight-line method over the following estimated useful lives.

Land Improvements	20 Years
Buildings	50 Years
Vehicles, Machinery, and Equipment	5 to 15 Years
Infrastructure	10 to 50 Years

**J. Leases**

Lessor

The Town determines if an arrangement is a lease at inception. Leases are included in other current and noncurrent assets and deferred inflows of resources related to leases in the nonmajor governmental fund Farmingbury Hills Country Club Fund and in the Governmental Activities statement of net position.

Lease receivables represent the Town's claim to receive lease payments over the lease term, as specified in the contract, in an exchange or exchange-like transaction. Lease receivables are recognized at commencement date based on the present value of expected lease payments over the lease term, reduced by any provision for estimated uncollectible amounts. Interest revenue is recognized ratably over the contract term.

Deferred inflows of resources related to leases are recognized at the commencement date based on the initial measurement of the lease receivable, plus any payments received from the lessee at or before the commencement of the lease term that relate to future periods, less any lease incentives paid to, or on behalf of, the lessee at or before the commencement of the lease term. The deferred inflows related to leases are recognized as lease revenue in a systematic and rational manner over the lease term.

**K. 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 and OPEB in the government-wide statement of net position. A deferred outflow of resources related to pension and OPEB results from differences between expected and actual pension and OPEB investment earnings, differences between expected and actual experience and change in proportionate share of the total pension liability. These amounts are deferred and included in pension and OPEB expense in a systematic and rational manner over a period equal to the average of the expected remaining service lives of all employees that are provided with benefits through the pension and OPEB plan (active employees and inactive employees).

**TOWN OF WOLCOTT, CONNECTICUT**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2024**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**K. Deferred Outflows/Inflows of Resources (Continued)**

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position or fund balance that applies to a future period or periods and so will not be recognized as an inflow of resources (revenue) until that time. The Town reports deferred inflows of resources related to pensions and OPEB and deferred inflow on refundings in the government-wide statement of net position. A deferred inflow of resources related to pension and OPEB results from changes in the Town's proportionate share in liability. These amounts are deferred and included in pension and OPEB expense in a systematic and rational manner over a period equal to the average of the expected remaining service lives of all employees that are provided with benefits through the pension plan (active employees and inactive employees). A deferred inflow on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. For governmental funds, the Town reports advance collections which represent taxes and fees inherently associated with a future period. This amount is recognized during the period in which the revenue is associated. 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. These amounts are deferred and recognized as an inflow of resources (revenue) in the period in which the amounts become available.

**M. Compensated Absences**

Based on union or employment contracts, certain employees may accumulate a certain amount of unused sick and vacation leave until retirement, termination, or death, at which time the accumulated amounts become vested and the employee is paid a percentage of the accumulated leave. The amount recorded as a liability is based upon current salary levels. Vacation time earned during the fiscal year may, in some situations, be carried over to the next fiscal year. All vacation and sick pay is accrued when incurred in the government-wide financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

**N. Net Pension (Asset) Liability**

The net pension (asset) 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 (asset) 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.

**TOWN OF WOLCOTT, CONNECTICUT**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**JUNE 30, 2024**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**N. Other Postemployment Benefit (OPEB) Liability**

The total OPEB liability is measured as the portion of the present value of projected benefit payments to be provided to current active and inactive employees that is attributed to those employees' past periods of service (total OPEB liability). The total OPEB (asset) 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.

**O. Long-Term Obligations**

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

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

**P. Equity**

Equity in the government-wide financial statements is defined as "net position" and is classified in the following categories:

*Net Investment in Capital Assets* – This component of net position consists of capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, notes or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

*Restricted* – Restrictions are externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments, or imposed by law through constitutional provisions or enabling legislation.

*Unrestricted* – This component of net position consists of amounts that do not meet the definition of "restricted" or "net investment in capital assets."

**TOWN OF WOLCOTT, CONNECTICUT  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**P. Equity (Continued)**

The equity of the fund financial statements is defined as “fund balance” and is classified in the following categories:

*Nonspendable Fund Balance* – This represents amounts that cannot be spent due to form (e.g., inventories and prepaid amounts).

*Restricted Fund Balance* – This represents amounts constrained for a specific purpose by external parties, such as grantors, creditors, contributors or laws and regulations of their governments.

*Committed Fund Balance* – This represents amounts constrained for a specific purpose by a government using its highest level of decision-making authority (Town of Wolcott Town Council). Amounts remain committed until action is taken by the Town Council (resolution) to remove or revise the limitations.

*Assigned Fund Balance* – This includes amounts constrained for the intent to be used for a specific purpose by the Town Council that has been delegated authority to assign amounts by the Town Charter.

*Unassigned Fund Balance* – This represents fund balance in the General Fund in excess of nonspendable, restricted, committed and assigned fund balance. If another governmental fund has a fund balance deficit, it is reported as a negative amount in unassigned fund balance.

**Q. Property Taxes, Assessments, and Usage Charges**

Property taxes are assessed as of October 1. Real estate and personal property taxes are billed in the following July and are due in two installments, July 1 and January 1. Motor vehicle taxes are billed in July and are due in one installment, July 1, and supplemental motor vehicle taxes are due in full January 1. Taxes become delinquent 30 days after the installment is due and interest on delinquent accounts is charged at a rate of 1.5% per month. Liens are effective on the assessment date and are continued by filing before the end of the year following the due date. Based on historical collection experience and other factors, the Town has established an allowance for uncollectible taxes and interest of \$286,981 and \$164,818, respectively, as of June 30, 2024.

**TOWN OF WOLCOTT, CONNECTICUT  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Q. Property Taxes, Assessments, and Usage Charges (Continued)**

Upon completion of projects, water and sewer assessments are levied and assessed to the users annually. The timing of billings is based on which phase of the assessment the property is located in. Sewer usage charges are billed annually on July 1. Water usage charges are billed quarterly. Assessments and user charges are due and payable within thirty days and delinquent amounts are subject to interest at a rate of 1.5% per month. Liens are filed on all delinquent properties until the assessment is paid in full. Based on historical collection experience and other factors, the Town has established an allowance for uncollectible water and sewer assessments of \$47,100 and \$6,900, respectively, as of June 30, 2024. In addition, the Town has established an allowance for uncollectible water and sewer usage charges of \$4,000 and \$33,000, respectively, as of June 30, 2024.

Property tax revenues are recognized when they become available. Available means due or past due and receivable within the current period or expected to be collected soon enough thereafter to be used to pay liabilities of the current period. The Town defines the current period to mean within 30 days after year-end. Property taxes receivable not expected to be collected during the available period are reflected in deferred inflows of resources in the fund financial statements. The entire receivable is recorded as revenue in the government-wide financial statements. Property taxes collected prior to June 30 that are applicable to the subsequent years' assessment are reflected as advance tax collections in both the fund financial statements and the government-wide financial statements.

**R. Accounting Estimates**

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

**TOWN OF WOLCOTT, CONNECTICUT  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 2 STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY**

**A. Budgetary Information**

As provided in the Town Charter, the Town adheres to the following procedures in establishing the budgetary data included in the General Fund financial statements. The Mayor shall at least 90 days before the end of the fiscal year present to the Council an annual budget proposal. Not less than 30 days before the beginning of the fiscal year the Council shall hold a public hearing. The Council shall adopt an operating budget not less than 20 days before the beginning of the fiscal year. The General Fund operating budget includes proposed expenditures and the means of financing them. The three major special revenue funds do not have formally adopted budgets.

The Mayor may approve additional expenditures for a budget item up to \$5,000 not to exceed the contingent fund and shall notify the Council within 30 days and the Council shall make necessary appropriations, therefore.

Effective January 1, 2022, appropriations that exceed \$5,000 but less than \$50,000 can be made upon recommendation of the Mayor with the approval by the Council up to a maximum additional appropriation of \$100,000.

Any additional appropriation during the fiscal year that exceeds \$100,000 must be voted by the Town at a meeting called for such purpose, provided that the appropriation has been recommended by the Mayor and approved by the Council.

The Town's budgeting system requires accounting for certain transactions to be on a basis other than GAAP. The major difference between the budgetary and GAAP basis is that encumbrances are recognized as a charge against a budget appropriation in the year in which the purchase order is issued and, accordingly, encumbrances outstanding at year-end are recorded in budgetary reports as expenditures of the current year, whereas, on a GAAP basis, encumbrances are recorded as either restricted, committed or assigned fund balance depending on the level of restriction.

**B. Deficit Fund Equity**

For the year ended June 30, 2024, the Farmingbury Hills Country Club Fund had a fund balance deficit of \$287,424.

The Town now leases the golf club associated with the Farmingbury Hills Country Club deficit. Pursuant to the lease, the Town will receive rental income on a monthly basis and the lessee is responsible for managing and paying the costs to operate the golf course. The Town expects to eliminate the deficit within this Fund through future rental income from the lease.

**TOWN OF WOLCOTT, CONNECTICUT  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 3 DETAILED NOTES ON ALL FUNDS**

**A. Cash, Cash Equivalents, and Investments**

The deposit of public funds is controlled by the Connecticut General Statutes (Section 7-402). Deposits may be made in a “qualified public depository” as defined by the Statutes, or, in amounts not exceeding the Federal Deposit Insurance Corporation insurance limit, in an “out of state bank” as defined by the Statutes, which is not a “qualified public depository.”

The Connecticut General Statutes (Section 7-400) permit municipalities to invest in: 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. Other provisions of the Statutes cover specific municipal funds with particular investment authority. The provisions of the Statutes regarding the investment of municipal pension funds do not specify permitted investments. Therefore, investment of such funds is generally controlled by the laws applicable to fiduciaries and the provisions of the applicable plan.

The Statutes (Sections 3-24f and 3-27f) also provide for investment in shares of the State Short-Term Investment Fund (STIF). These investment pools are under the control of the state treasurer, with oversight provided by the Treasurer’s Cash Management Advisory Board and are regulated under the state statutes and subject to annual audit by the Auditors of Public Accounts. Investment yields are accounted for on an amortized-cost basis with an investment portfolio that is designed to attain a market-average rate of return throughout budgetary and economic cycles. Investors accrue interest daily based on actual earnings, less expenses and transfers to the designated surplus reserve, and the fair value of the position in the pool is the same as the value of the pool shares.

Deposits

Based on the criteria described in GASB Statement No. 40, *Deposits and Investment Risk Disclosures*, \$11,410,923 of the Town’s bank balance of \$12,198,218 was exposed to custodial credit risk as follows:

Uninsured and Uncollateralized	\$ 10,212,873
Uninsured and Collateral Held by the Pledging Bank's Trust Department, Not in the Town's Name	1,198,050
Total Amount Subject to Custodial Risk	\$ 11,410,923

**TOWN OF WOLCOTT, CONNECTICUT  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)**

**A. Cash, Cash Equivalents, and Investments (Continued)**

Cash Equivalents

Cash equivalents are short-term, highly liquid investments that are both readily convertible to known amounts of cash and purchased within 90 days of maturity. At June 30, 2024, the Town's cash equivalents amounted to \$29,491,159. The following table provides a summary of the Town's cash equivalents (excluding U.S. government guaranteed obligations) as rated by nationally recognized statistical rating organizations.

	Standard & Poor's
State of Connecticut Short-Term Investment Fund (STIF)	AAAm
Commonwealth	Not Rated

Investments

As of June 30, 2024, the Town had the following investments:

Investment Type	Fair Value	Investment Maturities (Years)		
		Less Than 1	1 - 10	More Than 10
Interest-Bearing Investments:				
Certificates of Deposit	*	\$ -	\$ -	\$ -
Total		\$ -	\$ -	\$ -
Other Investments:				
Mutual Funds	20,887,734			
Insurance Contracts	4,061,386			
Common Stock	2,321,570			
Exchange Traded Funds	18,596,641			
Total Investments	\$ 45,867,331			

\*Subject to coverage by Federal Depository Insurance and collateralization.

Investment Custodial Credit Risk

Custodial credit risk is the risk that, in the event of the failure of the counterparty, the Town will not be able to recover the value if its investment or collateral securities that are in the possession of an outside party.

Credit Risk

The Town has an investment policy that would limit its investment choices due to credit risk other than state statutes governing investments in obligations of any state or political subdivision or in obligations of the state of Connecticut or political subdivision.

**TOWN OF WOLCOTT, CONNECTICUT  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)**

**A. Cash, Cash Equivalents, and Investments (Continued)**

Concentration of Credit Risk

The Town places limits on the amount invested in any one issuer. As of June 30, 2024, the following investments in the pension plans each had fair market values that represented more than 5% of the plan's net position as of June 30, 2024:

<u>Investment Type</u>	<u>Investment Name</u>	<u>Fair Value</u>
Mutual Funds	Large Cap S&P 500 Index	\$ 2,981,942
Insurance Contract	Immediate Participation Guarantee	4,061,386
Exchange Traded Funds	INVESCO QQQ TR UNIT SER 1	3,225,848
Exchange Traded Funds	SPDR S&P500 ETF Trust Unit	9,949,430

Interest Rate Risk

The Town does have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

The Town categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements); followed by quoted prices in inactive markets or for similar assets or with observable inputs (Level 2 measurements); and the lowest priority to unobservable inputs (Level 3 measurements). The Town has the following recurring fair value measurements as of June 30, 2024:

	June 30, 2024	Fair Value Measurements Using		
		Level 1	Level 2	Level 3
Investments by Fair Value Level:				
Common Stock	\$ 2,321,570	\$ 2,321,570	\$ -	\$ -
Exchange Traded Funds	18,596,641	18,596,641	-	-
Mutual Funds	20,887,734	20,887,734	-	-
Total Investments by Fair Value Level	41,805,945	<u>\$ 41,805,945</u>	<u>\$ -</u>	<u>\$ -</u>
Other Investments:				
Insurance Contracts	Unrated 4,061,386			
Total		<u>\$ 45,867,331</u>		

**TOWN OF WOLCOTT, CONNECTICUT  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)**

**B. Receivables**

Receivables by type at year-end for the Town's government-wide financial statements, including the applicable allowances for uncollectible accounts, are as follows:

	General Fund	Capital Improvement Fund	Small Cities Grant	Miscellaneous Grants Fund	Nonmajor and Other Funds	Total
Receivables:						
Taxes	\$ 2,774,604	\$ -	\$ -		\$ -	\$ 2,774,604
Interest	1,144,813	-	-		-	1,144,813
Sewer	-	-	-		1,465,645	1,465,645
Water	-	-	-		93,923	93,923
Assessments	-	-	-		809,482	809,482
Loans	-	-	2,158,765		-	2,158,765
Intergovernmental	-	-	-		189,270	189,270
Leases	-	-	-		706,044	706,044
Other	156,779	-	-	20,993	1,056,854	1,234,626
Less: Allowance for Uncollectible Accounts	(451,799)	-	-		(91,000)	(542,799)
Net Accounts Receivable	<u>\$ 3,624,397</u>	<u>\$ -</u>	<u>\$ 2,158,765</u>	<u>\$ 20,993</u>	<u>\$ 4,230,218</u>	<u>\$ 10,034,373</u>

**TOWN OF WOLCOTT, CONNECTICUT  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)**

**C. Capital Assets**

Capital asset activity for the year ended June 30, 2024, was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental Activities:				
Capital Assets Not Being Depreciated:				
Land	\$ 3,955,774	\$ -	\$ -	\$ 3,955,774
Construction in Progress	2,814,514	4,394,138	1,374,353	5,834,299
Total Capital Assets Not Being Depreciated	6,770,288	4,394,138	1,374,353	9,790,073
Capital Assets Being Depreciated:				
Land Improvements	5,291,082	1,374,353	-	6,665,435
Buildings and Improvements	62,064,513	625,929	56,312	62,634,130
Machinery and Equipment	20,979,890	2,563,301	5,404,423	18,138,768
Infrastructure	49,999,169	19,934	43,850	49,975,253
Total Capital Assets Being Depreciated	138,334,654	4,583,517	5,504,585	137,413,586
Less Accumulated Depreciation for:				
Land Improvements	3,423,965	178,711	-	3,602,676
Buildings and Improvements	33,766,354	1,127,559	20,327	34,873,586
Machinery and Equipment	14,828,234	1,192,069	5,232,844	10,787,459
Infrastructure	20,152,627	1,805,021	13,520	21,944,128
Total Accumulated Depreciation	72,171,180	4,303,360	5,266,691	71,207,849
Total Capital Assets Being Depreciated, Net	66,163,474	280,157	237,894	66,205,737
Governmental Activities Capital Assets, Net	<u>\$ 72,933,762</u>	<u>\$ 4,674,295</u>	<u>\$ 1,612,247</u>	<u>\$ 75,995,810</u>

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

Governmental Activities:	
General Government	\$ 99,290
Public Safety	2,419,326
Public Works	620,043
Health and Welfare	83,586
Culture and Recreation	154,065
Education	927,050
Total Depreciation Expense - Governmental Activities	<u>\$ 4,303,360</u>

**TOWN OF WOLCOTT, CONNECTICUT  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)**

**C. Capital Assets (Continued)**

Construction Commitments

The active construction projects as of June 30, 2024, are as follows:

<u>Project</u>	<u>Spent to Date</u>	<u>Remaining Commitment</u>
Ambulance Building - Phase 1	\$ 1,395,858	\$ 704,142
Ambulance Building - Phase II	38,764	1,961,236
Total	<u>\$ 1,434,622</u>	<u>\$ 2,665,378</u>

**D. Interfund Receivables, Payables, and Transfers**

Interfund loans were generally used to transfer monies as a result of issuing bonds. The composition of interfund balances as of June 30, 2024, is as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
Miscellaneous Grant Fund	General Fund	\$ 1,561
General Fund	Miscellaneous Grants Fund	230,005
General Fund	Nonmajor Governmental Funds	518,145
Internal Service Fund	General Fund	931,494
	Total	<u>\$ 1,681,205</u>

All balances are expected to be repaid within a year.

Interfund transfers are generally used to supplement revenues of other funds. The transfers that occurred during the year are as follows:

	<u>Transfers In</u>		
	<u>General</u>	<u>Capital Improvement Fund</u>	<u>Transfers</u>
Transfers Out:			
General Fund	\$ -	\$ 24,329	\$ 24,329
Nonmajor Governmental Funds	192,780	-	192,780
Capital Improvement Fund	267,785	-	267,785
Total	<u>\$ 460,565</u>	<u>\$ 24,329</u>	<u>\$ 484,894</u>

**E. Lease Receivable**

The Town, acting as a lessor, leases the Farmingbury Hills Golf Course under a long-term noncancelable lease agreement. The initial lease term commenced March 1, 2020, through February 28, 2025, with three five-year renewal terms through February 28, 2040. The initial term of the lease was \$9,800 a month increased annually based on the lesser of 3% or the percentage change in the Consumer Price Index. During the year ended June 30, 2024, the Town recognized \$111,497 and \$33,628 in lease revenue and interest revenue, respectively, pursuant to this contract.

**TOWN OF WOLCOTT, CONNECTICUT  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)**

**E. Lease Receivable (Continued)**

Total future minimum lease payments to be received under lease agreement are as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 102,671	\$ 29,197	\$ 131,868
2026	111,445	24,383	135,828
2027	120,737	19,163	139,900
2028	130,583	13,513	144,096
2029	141,012	7,408	148,420
2030 - 2034	99,594	1,310	100,904
Total	<u>\$ 706,042</u>	<u>\$ 94,974</u>	<u>\$ 801,016</u>

**F. Long-Term Debt**

Changes in Long-Term Liabilities

Long-term liability activity for the year ended June 30, 2024, was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Governmental Activities:					
Bonds Payable:					
General Obligation Bonds	\$ 34,870,000	\$ -	\$ 2,545,000	\$ 32,325,000	\$ 2,530,000
Unamortized Premium	1,641,426	-	229,697	1,411,729	-
Total Bonds Payable	<u>36,511,426</u>	<u>-</u>	<u>2,774,697</u>	<u>33,736,729</u>	<u>2,530,000</u>
Direct Borrowings:					
Notes Payable	728,540	118,812	338,620	508,732	229,487
Compensated Absences	2,596,563	47,134	126,958	2,516,739	422,457
Heart and Hypertension	1,039,939	-	96,480	943,459	52,414
Net Pension Liability	12,047,768	-	2,242,910	9,804,858	-
Total OPEB Liability	<u>30,200,198</u>	<u>255,461</u>	<u>-</u>	<u>30,455,659</u>	<u>936,111</u>
Total Governmental Activities Long-Term Liabilities	<u>\$ 83,124,434</u>	<u>\$ 421,407</u>	<u>\$ 5,579,665</u>	<u>\$ 77,966,176</u>	<u>\$ 4,170,469</u>

For the governmental activities, compensated absences, net pension liability, and total OPEB obligations are generally liquidated by the General Fund.

General obligation bonds currently outstanding are as follows:

<u>Description</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rate (%)</u>	<u>Amount of Original Issue</u>	<u>Annual Principal</u>	<u>Balance Outstanding June 30, 2024</u>
Bonds Payable:						
General Obligation Refunding General Obligation Bonds	10/2014	10/2033	2.0%-4.0%	\$ 6,960,000	Various	\$ 3,835,000
General Obligation Refunding Bonds	1/2015	8/2025	2.0%-4.0%	4,030,000	Various	635,000
General Obligation	10/2016	10/2033	2.0%-5.0%	4,590,000	Various	2,880,000
General Obligation	10/2017	10/2042	2.0%-5.0%	11,300,000	Various	8,930,000
General Obligation Refunding Bonds	11/2017	6/2030	4.0%-5.0%	2,630,000	Various	1,385,000
General Obligation	10/2019	11/2039	2.0%-5.0%	6,845,000	Various	5,465,000
General Obligation	8/2023	08/2043	4.0%-5.0%	10,155,000	Various	9,195,000
Total Outstanding				<u>\$ 46,510,000</u>		<u>\$ 32,325,000</u>

**TOWN OF WOLCOTT, CONNECTICUT  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)**

**F. Long-Term Debt (Continued)**

Annual debt service requirements to maturity for general obligation bonds are as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>
2025	\$ 2,530,000	\$ 1,086,319
2026	2,475,000	976,650
2027	2,200,000	877,228
2028	2,200,000	792,700
2029	2,210,000	715,968
2030-2034	10,075,000	2,570,554
2035-2039	6,475,000	1,287,590
2040-2043	4,160,000	315,456
Total	<u>\$ 32,325,000</u>	<u>\$ 8,622,465</u>

Notes Payable – Direct Borrowings

The Town has entered into numerous financing agreements with vendors to purchase equipment and vehicles. Annual debt service requirements to maturity for these direct payments are as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>
2025	\$ 229,487	\$ 15,940
2026	157,688	8,889
2027	121,557	3,549
Total	<u>\$ 508,732</u>	<u>\$ 28,378</u>

Bond Anticipation Notes

On February 13, 2024, the Town issued bond anticipation notes with an interest rate of 4.25% due February 11, 2025. These notes are recorded as short-term liabilities in the Capital Improvement Fund.

Authorized But Unissued Bonds

There is currently \$40,000 of authorized but unissued debt related to schools. In most cases, interim financing is obtained through bond anticipation notes or other short-term borrowings until the issuance of long-term debt.

**TOWN OF WOLCOTT, CONNECTICUT  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)**

**F. Long-Term Debt (Continued)**

Debt Limitation

The Town's indebtedness does not exceed the legal debt limitation as required by the Connecticut General Statutes as reflected in the following schedule:

Category	Debt Limit	Net Indebtedness	Balance
General Purpose	\$ 99,966,371	\$ 28,269,430	\$ 71,696,941
Schools	199,932,741	3,721,995	196,210,746
Sewers	166,610,618	-	166,610,618
Urban Renewal	144,395,869	-	144,395,869
Pension Deficit	133,288,494	-	133,288,494

Heart and Hypertension Obligations

The Town maintains the risk related to heart and hypertension claims payable to police employees under state benefit requirements. The Town does not maintain a separate cash reserve to cover the benefits provided by the heart and hypertension program and does not prefund the benefits to be paid in future years. Expenditures related to this program are funded annually through General Fund appropriations. The estimated liability at June 30, 2024, is \$943,459.

**G. Fund Balance**

The components of fund balance for the governmental funds at June 30, 2024, are as follows:

	General Fund	Capital Improvement Fund	Small Cities Grant	American Rescue Plan Fund	Miscellaneous Grants Fund	Nonmajor and Other Funds	Total
Fund Balances:							
Nonspendable:							
Inventory	\$ -	\$ -	\$ -	\$ -		\$ 30,100	\$ 30,100
Restricted for:							
Grant Programs	-	-	271,470	44,079	14,947	253,360	583,856
Donor Restrictions	-	-	-	-		24,110	24,110
Public Safety	-	-	-	-		50,830	50,830
School Lunch Programs	-	-	-	-		866,061	866,061
Student Activities	-	-	-	-		202,875	202,875
Open Space	-	-	-	-		78,830	78,830
Committed to:							
General Government	-	-	-	-		4,544	4,544
Public Safety	-	-	-	-		280,228	280,228
Culture and Recreation	-	-	-	-		44,325	44,325
Health and Welfare	-	-	-	-		67,450	67,450
Education	-	-	-	-		243,961	243,961
Capital Purposes	-	33,149	-	-		938	34,087
Water and Sewer Operations	-	-	-	-		3,260,537	3,260,537
Assigned to:							
Education - Reserve	2,578	-	-	-		-	2,578
Education - Encumbrances	258,311	-	-	-		-	258,311
Subsequent Year's Budget	2,000,000	-	-	-		-	2,000,000
Unassigned	9,246,687	-	-	-		(287,424)	8,959,263
Total Fund Balances	<u>\$ 11,507,576</u>	<u>\$ 33,149</u>	<u>\$ 271,470</u>	<u>\$ 44,079</u>	<u>\$ 14,947</u>	<u>\$ 5,120,725</u>	<u>\$ 16,991,946</u>

**TOWN OF WOLCOTT, CONNECTICUT  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)**

**G. Fund Balance (Continued)**

Encumbrances of \$258,311 at June 30, 2024, are contained in the above table in the assigned category of the General Fund.

**NOTE 4 EMPLOYEE RETIREMENT PLANS**

The Town maintains two single employer defined benefit pension plans: the Town General Pension Plan and the Board of Education Pension Plan. The Plans cover substantially all full-time employees except professional personnel at the Board of Education who are covered by the State of Connecticut Teachers' Retirement System. The Plans do not issue stand-alone financial statements and are part of the Town' financial reporting entity. As such, the Plans are accounted for in the fiduciary fund financial statements as Pension Trust Funds.

**Town General Pension Plan**

**A. Plan Description and Membership**

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

Eligible regular full-time employees of the Town and Police are members of the Town Plan. Eligible employees become members after completion of one year of service. Nonunion Town employees are not permitted to participate in the plan after June 30, 2011. The Town Plan was closed to new Police union hires in September 2015, Town Hall union Dispatchers in October 2011, and Public Works union employees in September 2018. At January 1, 2023, the valuation date, Town Plan membership consisted of the following:

Retired Participants and Beneficiaries Receiving Benefits	77
Terminated Members Entitled to, But Not Yet Receiving Benefits	24
Active Plan Members	43
Total	144

**B. Summary of Significant Accounting Policies and Plan Asset Matters**

**Basis of Accounting**

The pension trust funds' financial statements are prepared using the accrual basis of accounting. Contributions are recognized when due, pursuant to formal commitments and contractual requirements, and investment income is recognized when earned. Expenses (benefits and administration) are recognized when due and payable in accordance with the terms of each plan.

**TOWN OF WOLCOTT, CONNECTICUT  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 4 EMPLOYEE RETIREMENT PLANS (CONTINUED)**

**Town General Pension Plan (Continued)**

**B. Summary of Significant Accounting Policies and Plan Asset Matters (Continued)**

Value of Investments

Investments are valued at fair value, based upon quoted market prices. Securities traded on national exchanges are valued at the last reported sales price.

Benefits Provided

The Town Plan provides retirement and disability benefits. The normal retirement age for police officers is either 60 with 20 years of service, age 50 with 25 years of service, or age 65. The normal retirement age for public works is age 62 with 30 years of service or age 65. The normal retirement age for all other employees is 65. Normal retirement benefits consist of yearly annuity. Police officers vest after seven years of service and are fully vested at that time. All other employees will vest in accordance with the following schedule in regard to Town contributions:

<u>Years of Service</u>	<u>Vested Percentage</u>
Less Than 3	0%
3	20%
4	40%
5	60%
6	80%
7 or More	100%

For police officers, the benefit is based on 50% of final average earnings less 2.5% for each year of service if less than 20 years plus 2.5% of final earnings for years of service in excess of 25 years, with a maximum of 30 years of service. Final average salary is defined as average total earnings that are subject to federal income taxes for the 5 consecutive calendar years in the last 10 calendar years that gives the highest average.

For other employees, the benefit is based on 1.8% of final average salary times years of credited service, to a maximum of 30 years. For participants who contribute to the plan, the multiplier is 1.9%. Final average salary is defined as an average of gross wages for the 3 highest consecutive years out of the last 10 years of service.

Police officers are eligible for early retirement not more than 10 years prior to normal retirement age with at least 15 years of service. Benefits include normal pension benefits reduced by applying actuarial reduction for each year earlier than normal retirement date. For all other employees, the early retirement age is 55 with 15 years of service. Normal pension benefits are reduced by appropriate plan factors for each month younger than normal retirement age.

**TOWN OF WOLCOTT, CONNECTICUT  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 4 EMPLOYEE RETIREMENT PLANS (CONTINUED)**

**Town General Pension Plan (Continued)**

**B. Summary of Significant Accounting Policies and Plan Asset Matters (Continued)**

Disability benefits are available for police officers based on non-service and service disability. Nonservice disability includes 50% of salary at point of disability and is available for all police officers who are at least age 50 and have 10 years of services. Service disability for full-time officers who are disabled in the performance of their duties includes 50% of salary reduced by any other compensation from the Town. Payments continue if no employment is available upon the officer's maximum recovery. All other employees who are at least age 47 with 10 years of service are eligible for annuity payments calculated in accordance with normal retirement benefits.

**C. Funding Policy**

The contribution requirements of plan members are established and may be amended by the Town Council, subject to union contract negotiation. The actuarially determined contribution rate is the estimated amount necessary to finance the costs of benefits earned by plan members during the year, with an additional amount to finance any unfunded accrued liability. The Town is required to contribute the difference between the actuarially determined rate and the contribution rate of plan members. Police officers as of October 1, 1996 contribute 2% of W-2 wages. Any officers hired after October 1, 1996 contribute 5% of W-2 wages. Employee contributions are 1.5% for members of UPSEU Local 424, Unit 58 and Local 1303-63 of Council 4 AFSCME, AFL-CIO. All other employees are not required to make contributions to the Town Plan.

**D. Investments**

**Investment Policy**

The Town Plan's policy in regard to the allocation of invested assets is established and may be amended by the Town Council. It is the policy of the Town to pursue an investment strategy that reduces risk through the prudent diversification of the portfolio across a broad selection of distinct asset classes. The Town Plan's investment policy discourages the use of cash equivalents, except for liquidity purposes, and aims to refrain from dramatically shifting asset class allocations over short time spans.

**Rate of Return**

For the year ended June 30, 2024, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, for the Town Plan was 15.15%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

**TOWN OF WOLCOTT, CONNECTICUT  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 4 EMPLOYEE RETIREMENT PLANS (CONTINUED)**

**Town General Pension Plan (Continued)**

**E. Net Pension Liability of the Town**

The components of the net pension liability of the Town Plan at June 30, 2024, were as follows:

Total Pension Liability	\$ 39,233,391
Plan Fiduciary Net Position	<u>29,428,533</u>
Net Pension Liability	<u><u>9,804,858</u></u>
 Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	 75.01%

**Actuarial Assumptions**

The total pension liability for the Town Plan was determined by an actuarial valuation as of January 1, 2023, using the following actuarial assumptions, applied to all periods included in the measurement:

Discount Rate	7.00%
Salary Increases	Varies by age and position
Investment Rate of Return	7.00%, net of pension plan investment expense, including inflation

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return included in the pension plan's target asset allocation as of June 30, 2024 (see the discussion of the pension plan's investment policy) are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Domestic Equity	75.00 %	6.60%
Core Fixed Income	16.00	1.80%
High-Yield Fixed Income	5.00	3.60%
Cash	4.00	1.00%
Total	<u><u>100.00 %</u></u>	

**TOWN OF WOLCOTT, CONNECTICUT  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 4 EMPLOYEE RETIREMENT PLANS (CONTINUED)**

**Town General Pension Plan (Continued)**

**E. Net Pension Liability of the Town (Continued)**

Discount Rate

The discount rate used to measure the total pension liability of the Town Plan was 7.00%. The projection of cash flows used to determine the discount rate assumed plan member contributions will be made at the current contribution rate and that the Town contributes at rates equal to the actuarially determined contribution rates. For this purpose, only employer contributions that are intended to fund benefits of current plan members and their beneficiaries are included. Projected employer contributions that are intended to fund the service costs of future plan members and their beneficiaries, as well as projected contributions from future plan members, are not included. Based on those assumptions, the Town 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.

The discount rate of 7.00% for the Town plan did not change as of June 30, 2024.

Sensitivity of the Net Pension Liability to Changes in the Discount Rate

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

	<u>1% Decrease (6.00%)</u>	<u>Discount Rate (7.00%)</u>	<u>1% Increase (8.00%)</u>
Net Pension Liability	\$ 14,283,350	\$ 9,804,858	\$ 6,051,034

**TOWN OF WOLCOTT, CONNECTICUT  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 4 EMPLOYEE RETIREMENT PLANS (CONTINUED)**

**Town General Pension Plan (Continued)**

**E. Net Pension Liability of the Town (Continued)**

Changes in the Net Pension Liability

	Town Pension Plan		
	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (Asset) (a)-(b)
Balances as of July 1, 2023	\$ 38,518,722	\$ 26,470,954	\$ 12,047,768
Changes for the Year:			
Service Cost	334,806	-	334,806
Interest on Total Pension Liability	2,640,620	-	2,640,620
Employer Contributions	-	1,237,872	(1,237,872)
Member Contributions	-	77,021	(77,021)
Net Investment Income	-	3,935,037	(3,935,037)
Benefit Payments, Including Refund to Employee Contributions	(2,260,757)	(2,260,757)	-
Administrative Expenses	-	(31,594)	31,594
Net Changes	<u>714,669</u>	<u>2,957,579</u>	<u>(2,242,910)</u>
Balances as of June 30, 2024	<u>\$ 39,233,391</u>	<u>\$ 29,428,533</u>	<u>\$ 9,804,858</u>

Schedule of Plan Net Position

	Pension Trust Funds		
	General Pension Plan	Board of Education Plan	Total Trust Funds
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 4,746,453	\$ -	\$ 4,746,453
Investments	24,605,059	21,262,272	45,867,331
Receivables	77,021	-	77,021
Total Assets	<u>29,428,533</u>	<u>21,262,272</u>	<u>50,690,805</u>
<b>LIABILITIES</b>			
Accounts Payable	-	-	-
<b>NET POSITION</b>			
Restricted for Pension Benefits	<u>\$ 29,428,533</u>	<u>\$ 21,262,272</u>	<u>\$ 50,690,805</u>

**TOWN OF WOLCOTT, CONNECTICUT  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 4 EMPLOYEE RETIREMENT PLANS (CONTINUED)**

**Town General Pension Plan (Continued)**

**E. Net Pension Liability of the Town (Continued)**

	Pension Trust Funds		
	General Pension Plan	Board of Education Plan	Total Trust Funds
<b>ADDITIONS</b>			
Contributions:			
Employer	\$ 1,237,872	\$ 212,140	\$ 1,450,012
Plan Members	77,021	-	77,021
Total Contributions	<u>1,314,893</u>	<u>212,140</u>	<u>1,527,033</u>
Investment Income:			
Net Change in Fair Value of Investments	3,291,956	2,227,667	5,519,623
Interest and Dividends	762,034	-	762,034
Total Investment Earnings	<u>4,053,990</u>	<u>2,227,667</u>	<u>6,281,657</u>
Less: Investment Fees	(118,953)	-	(118,953)
Net Investment Income	<u>3,935,037</u>	<u>2,227,667</u>	<u>6,162,704</u>
Total Additions	5,249,930	2,439,807	7,689,737
<b>DEDUCTIONS</b>			
Benefits	2,260,757	860,068	3,120,825
Administration	31,594	-	31,594
Total Deductions	<u>2,292,351</u>	<u>860,068</u>	<u>3,152,419</u>
<b>CHANGE IN NET POSITION</b>	2,957,579	1,579,739	4,537,318
Net Position - Beginning of Year	<u>26,470,954</u>	<u>19,682,533</u>	<u>46,153,487</u>
<b>NET POSITION - END OF YEAR</b>	<u>\$ 29,428,533</u>	<u>\$ 21,262,272</u>	<u>\$ 50,690,805</u>

**F. Pension Expense and Deferred Outflows of Resources and Deferred inflows of Resources Related to Pensions**

For the year ended June 30, 2024, the Town recognized pension expense related to the Town Plan of \$1,117,124. At June 30, 2024, the Town reported deferred outflows and inflows of resources related to the Town Plan from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
<u>Governmental Activities</u>		
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	\$ -	\$ 1,293,564
Differences Between Expected and Actual Experience	-	16,328
Changes in Assumptions	192,478	-
Total	<u>\$ 192,478</u>	<u>\$ 1,309,892</u>

**TOWN OF WOLCOTT, CONNECTICUT  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 4 EMPLOYEE RETIREMENT PLANS (CONTINUED)**

**Town General Pension Plan (Continued)**

**F. Pension Expense and Deferred Outflows of Resources and Deferred inflows of Resources Related to Pensions (Continued)**

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

<u>Year Ending June 30,</u>	<u>Governmental Activities</u>
2025	\$ (316,538)
2026	233,110
2027	(610,730)
2028	(423,256)
Total	<u>\$ (1,117,414)</u>

**Board of Education Pension Plan**

**A. Plan Description and Membership**

The Town's Board of Education administers a single-employer, contributory defined benefit pension plan (the BOE Plan). The BOE Plan provides retirement, disability, and survivorship benefits for eligible employees. The BOE Plan is administered by a Retirement Board composed of selected members.

Eligible regular full-time employees of the Board of Education are members of the BOE Plan. Eligible employees become members after completion of one year of service. At September 1, 2022, the valuation date, BOE Plan membership consisted of the following:

Retired Participants and Beneficiaries Receiving Benefits	85
Terminated Members Entitled to, But Not Yet Receiving Benefits	22
Active Plan Members	<u>58</u>
Total	<u><u>165</u></u>

**TOWN OF WOLCOTT, CONNECTICUT  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 4 EMPLOYEE RETIREMENT PLANS (CONTINUED)**

**Board of Education Pension Plan (Continued)**

**B. Summary of Significant Accounting Policies and Plan Asset Matters**

**Basis of Accounting**

The pension trust funds' financial statements are prepared using the accrual basis of accounting. Contributions are recognized when due, pursuant to formal commitments and contractual requirements, and investment income is recognized when earned. Expenses (benefits and administration) are recognized when due and payable in accordance with the terms of each plan.

**Value of Investments**

Investments are valued at fair value, based upon quoted market prices. Securities traded on national exchanges are valued at the last reported sales price.

**Benefits Provided**

The BOE Plan provides retirement, disability, and death benefits. The normal retirement age for the custodial group is either 62 with 30 years of service, or age 65 with 5 years of service. The normal retirement age for the noncustodial group (secretaries, nurses, cafeteria workers, and paraprofessionals) is 62 with 5 years of service. The normal retirement age for the business manager is 60 with 22 years of service. The secretarial group is fully vested after 10 years of service and all other employees vest after 5 years of service and are fully vested at that time. Normal retirement benefits consist of yearly annuity.

For all employees, the benefit is based on 50% of final average salary. Final average salary is defined as the highest five-year average within the last 10 years. The benefit is reduced by 1/20 for every year of service less than 20.

All participants are eligible for early retirement not more than 10 years prior to normal retirement age with at least 15 years of service. Benefits include normal pension benefits reduced by applying actuarial reduction for each year earlier than normal retirement date. In addition, disability benefits are available for all participants. Disability benefits are available for employees at least 45 years of age with 8 years of completed service. Payments consist of the employees accrued benefit to date of the disability and are payable immediately.

**C. Funding Policy**

The contribution requirements are established and may be amended by the Board of Education, superintendent, or his/her designee, subject to union contract negotiation. The actuarially determined contribution rate is the estimated amount necessary to finance the costs of benefits earned by plan members during the year, with an additional amount to finance any unfunded accrued liability. Currently, the plan members do not contribute.

**TOWN OF WOLCOTT, CONNECTICUT  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 4 EMPLOYEE RETIREMENT PLANS (CONTINUED)**

**Board of Education Pension Plan (Continued)**

**D. Investments**

Investment Policy

The BOE Plan's policy in regard to the allocation of invested assets is established and may be amended by the superintendent and Board of Education. It is the policy of the Board of Education to pursue an investment strategy that reduces risk through the prudent diversification of the portfolio across a broad selection of distinct asset classes.

Rate of Return

For the year ended June 30, 2024, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, for the BOE Plan was 11.51%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

**E. Net Pension (Asset) Liability of the BOE**

The components of the net pension (asset) liability of the BOE Plan at June 30, 2024, were as follows:

Total Pension Liability	\$ 18,021,354
Plan Fiduciary Net Position	<u>21,262,272</u>
Net Pension (Asset) Liability	<u>\$ (3,240,918)</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	117.98%

Actuarial Assumptions

The total pension liability for the BOE Plan was determined by an actuarial valuation as of September 1, 2022, using the following actuarial assumptions, applied to all periods included in the measurement:

Discount Rate	6.50%
Salary Increases	3.50%
Investment Rate of Return	6.50%, net of pension plan investment expense, including inflation

**TOWN OF WOLCOTT, CONNECTICUT  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 4 EMPLOYEE RETIREMENT PLANS (CONTINUED)**

**Board of Education Pension Plan (Continued)**

**E. Net Pension (Asset) Liability of the BOE (Continued)**

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return included in the pension plan's target asset allocation as of June 30, 2024 (see the discussion of the pension plan's investment policy) are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Domestic Equity	60.00 %	6.60%
Core Fixed Income	40.00	1.80%
Total	100.00 %	

**Discount Rate**

The discount rate used to measure the total pension liability of the BOE Plan was 6.50%. The projection of cash flows used to determine the discount rate assumed plan member contributions will be made at the current contribution rate and that the Board of Education contributes at rates equal to the actuarially determined contribution rates. For this purpose, only employer contributions that are intended to fund benefits of current plan members and their beneficiaries are included. Projected employer contributions that are intended to fund the service costs of future plan members and their beneficiaries, as well as projected contributions from future plan members, are not included. Based on those assumptions, the BOE 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.

The discount rate of 6.50% for the BOE plan did not change as of June 30, 2024.

**Sensitivity of the Net Pension Liability to Changes in the Discount Rate**

The following presents the net pension liability of the BOE Plan, calculated using the discount rate of 6.50% as well as what the BOE Plan's net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher than the current rate:

	1% Decrease (5.50%)	Discount Rate (6.50%)	1% Increase (7.50%)
Net Pension Liability (Asset)	\$ (1,474,769)	\$ (3,240,918)	\$ (4,755,761)

**TOWN OF WOLCOTT, CONNECTICUT  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 4 EMPLOYEE RETIREMENT PLANS (CONTINUED)**

**Board of Education Pension Plan (Continued)**

**E. Net Pension (Asset) Liability of the BOE (Continued)**

**Changes in the Net Pension Liability (Asset)**

	BOE Pension Plan		
	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (Asset) (a)-(b)
Balances as of July 1, 2023	\$ 17,550,196	\$ 19,682,533	\$ (2,132,337)
Changes for the Year:			
Service Cost	205,085	-	205,085
Interest on Total Pension Liability	1,126,141	-	1,126,141
Employer Contributions	-	212,140	(212,140)
Member Contributions	-	-	-
Net Investment Income (Loss)	-	2,227,667	(2,227,667)
Benefit Payments, Including Refund to Employee Contributions	(860,068)	(860,068)	-
Administrative Expenses	-	-	-
Net Changes	<u>471,158</u>	<u>1,579,739</u>	<u>(1,108,581)</u>
Balances as of June 30, 2024	<u>\$ 18,021,354</u>	<u>\$ 21,262,272</u>	<u>\$ (3,240,918)</u>

**F. Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions**

For the year ended June 30, 2024, the Town recognized pension expense (benefit) related to the BOE Plan of \$(259,006). At June 30, 2024, the Town reported deferred outflows and inflows of resources related to the BOE Plan from the following sources:

<u>Governmental Activities</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Net Difference Between Projected and Actual		
Earnings on Pension Plan Investments	\$ -	\$ 429,796
Differences Between Expected and Actual Experience	-	-
Changes in Assumptions	-	-
Total	<u>\$ -</u>	<u>\$ 429,796</u>

**TOWN OF WOLCOTT, CONNECTICUT  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 4 EMPLOYEE RETIREMENT PLANS (CONTINUED)**

**Board of Education Pension Plan (Continued)**

**F. Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)**

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

<u>Year Ending June 30,</u>	<u>Governmental Activities</u>
2025	\$ (323,321)
2026	417,921
2027	(330,524)
2028	(193,872)
Total	<u>\$ (429,796)</u>

**Connecticut Teachers Retirement System – Pension**

**A. Plan Description**

Teachers, principals, superintendents, or supervisors engaged in service of public schools are provided with pensions through the Connecticut State Teachers' Retirement System, a cost-sharing multiple-employer defined benefit pension plan administered by the Connecticut Teachers' Retirement Board (TRB). Chapter 167a of the state statutes grants authority to establish and amend the benefit terms to the TRB. The TRB issues a publicly available financial report that can be obtained at [www.ct.gov](http://www.ct.gov).

**B. Benefit Provisions**

The plan provides retirement, disability, and death benefits. Employees are eligible to retire 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.

**Normal Retirement**

Retirement benefits for employees are calculated as 2% of the average annual salary times the years of credited service (maximum benefit is 75% of average annual salary during the three years of highest salary).

**Early Retirement**

Employees are eligible after 25 years of credited service with a minimum of 20 years of Connecticut service, or age 55 with 20 years of credited service with a minimum of 15 years of Connecticut service with reduced benefit amounts.

**TOWN OF WOLCOTT, CONNECTICUT  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 4 EMPLOYEE RETIREMENT PLANS (CONTINUED)**

**Connecticut Teachers' Retirement System – Pension (Continued)**

**B. Benefit Provisions (Continued)**

Disability Retirement

Employees are eligible for service-related disability benefits regardless of length of service. Five years of credited service is required for nonservice-related disability eligibility. Disability benefits are calculated as 2% of average annual salary times credited service to date of disability, but not less than 15% of average annual salary, nor more than 50% of average annual salary.

**C. Contributions**

Per Connecticut General Statutes Section 10-183z (which reflects Public Act 79-436 as amended), contribution requirements of active employees and the state of Connecticut are approved, amended, and certified by the TRB and appropriated by the General Assembly.

Employer (School Districts)

School District employers are not required to make contributions to the plan.

The statutes require the state of Connecticut to contribute 100% of each school districts' required contributions, which are actuarially determined as an amount that, when combined with employee contributions, is expected to finance the costs of the benefits earned by employees during the year, with any additional amount to finance any unfunded accrued liability.

For the year ended June 30, 2024, the amount of "on-behalf" contributions made by the state was \$6,490,723.

Employees

Effective July 1, 1992, each teacher is required to contribute 6% of pensionable salary for the pension benefit.

Effective January 1, 2018, the required contribution increased to 7% of pensionable salary.

**TOWN OF WOLCOTT, CONNECTICUT  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 4 EMPLOYEE RETIREMENT PLANS (CONTINUED)**

**Connecticut Teachers' Retirement System – Pension (Continued)**

**D. Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions**

At June 30, 2024, the Town reports no amounts for its proportionate share of the net pension liability, and related deferred outflows and inflows, due to the statutory requirement that the state pay 100% of the required contribution. The amount recognized by the Town as its proportionate share of the net pension liability, the related state support, and the total portion of the net pension liability that was associated with the Town were as follows:

Town's Proportionate Share of the Net Pension Liability	\$	-
State's Proportionate Share of the Net Pension Liability Associated with the Town		69,953,726
Total		\$ 69,953,726

The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2023. At June 30, 2024, the Town has no proportionate share of the net pension liability.

For the year ended June 30, 2024, the Town recognized pension expense and revenue of \$6,697,664 in Exhibit II for the benefits provided by the State.

**Actuarial Assumptions**

The total pension liability was determined by an actuarial valuation as of June 30, 2023, using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.50%	
Salary Increase	3.00-6.50%, including inflation	
Investment Rate of Return	6.90%, net of pension plan investment expense, including inflation	

Mortality rates were based on the PubT-2010 Healthy Retiree Table (adjusted 105% for males and 103% for females at ages 82 and above), projected generationally with MP-2019 for the period after service retirement.

The actuarial assumptions used in the June 30, 2023, valuations were based on the results of an actuarial experience study for the period ending June 30, 2019.

**TOWN OF WOLCOTT, CONNECTICUT  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 4 EMPLOYEE RETIREMENT PLANS (CONTINUED)**

**Connecticut Teachers' Retirement System – Pension (Continued)**

**D. Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)**

Actuarial Assumptions (Continued)

Assumption changes since the prior year are as follows:

- There were no changes in assumptions that affected the measurement of the TPL since the prior measurement date.

Benefit changes since the prior year are as follows:

- There were no changes in assumptions that affected the measurement of the TPL since the prior measurement date.

Cost-of-Living Allowance

For teachers who retired prior to September 1, 1992, pension benefit adjustments are made in accordance with increases in the Consumer Price Index, with a minimum of 3% and a maximum of 5% per annum.

For teachers who were members of the Teachers' Retirement System before July 1, 2007, and retire on or after September 1, 1992, pension benefit adjustments are made that are consistent with those provided for Social Security benefits on January 1 of the year granted, with a maximum of 6% per annum. If the return on assets in the previous year was less than 8.5%, the maximum increase is 1.5%.

For teachers who were members of the Teachers' Retirement System after July 1, 2007, pension benefit adjustments are made that are consistent with those provided for Social Security benefits on January 1 of the year granted, with a maximum of 5% per annum. If the return on assets in the previous year was less than 11.5%, the maximum increase is 3%, and if the return on the assets in the previous year was less than 8.5%, the maximum increase is 1.0%.

Long-Term Rate of Return

The long-term expected rate of return on pension plan 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 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 current capital market assumptions and the target asset allocation as provided by the State of Connecticut Treasurer's Office are summarized in the following table.

**TOWN OF WOLCOTT, CONNECTICUT  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 4 EMPLOYEE RETIREMENT PLANS (CONTINUED)**

**Connecticut Teachers' Retirement System – Pension (Continued)**

**D. Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)**

Long-Term Rate of Return (Continued)

<u>Asset Class</u>	<u>Expected Return</u>	<u>Target Allocation</u>
Global Equity	6.80 %	37.00 %
Public Credit	2.90 %	2.00
Core Fixed Income	0.40 %	13.00
Liquidity Fund	(0.40)%	1.00
Risk Mitigation	0.10 %	5.00
Private Equity	11.20 %	15.00
Private Credit	6.10 %	10.00
Real Estate	6.20 %	10.00
Infrastructure and Natural Resources	7.70 %	7.00
Total		<u>100.00 %</u>

Discount Rate

The discount rate used to measure the total pension liability was 6.90%. 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 state contributions will be made at the actuarially determined contribution rates in the 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 Town's proportionate share of the net pension liability is \$-0- and, therefore, the change in the discount rate would only impact the amount recorded by the state of Connecticut.

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in the separately issued financial statements available at [www.ct.gov](http://www.ct.gov).

Other Information

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

**TOWN OF WOLCOTT, CONNECTICUT  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 4 EMPLOYEE RETIREMENT PLANS (CONTINUED)**

**Money Purchase Defined Contribution Pension Plan**

The Town established a defined contribution pension plan to recognize the contributions made to the successful operation of the Town by its employees and to reward such contributions by providing retirement benefits to eligible participants under this plan. The trustee of the plan is VOYA Retirement Insurance and Annuity Company with the Town serving as the plan administrator. The plan operates on a calendar year. Employees who are 18 years of age and have 1,000 hours of service to the Town shall become participants under the plan. Employees who are eligible under the Town's defined benefit pension plan are excluded from participation in this plan. The Town contributes 6% of the employee's salary to the plan. Employees are obligated to make mandatory contributions of 3%. As of July 1, 2021 Police union employees shall contribute 4% and the Town 7% following the five year anniversary of an employee's initial participation in the plan; and employees shall contribute 5% and the Town 8% following the ten year anniversary. Town and employee contributions for the year ended June 30, 2024, were \$172,867 and \$89,111, respectively. Employees are 100% vested in mandatory participant contributions. Participants vest in accordance with the following schedule in regard to Town contributions:

<u>Years of Service</u>	<u>Vested Percentage</u>
Less Than 2	0%
2	20%
3	40%
4	60%
5	80%
6	100%

In addition, participants become 100% vested in their Town contribution account upon retirement, death, or becoming totally and permanently disabled. Normal retirement age under the plan is 62.

Changes to the plan must be approved by resolution of the Town Council, except for plan changes necessary to comply with changes to Code, Regulation, Revenue Ruling, and other Internal Revenue Service (IRS) published statements.

**Tax Sheltered Annuity Defined Contribution Pension Plan**

The Town's Board of Education established a tax-sheltered annuity plan, also known as a 403(b) Plan. The Wolcott Public Schools 403(b) Plan is a type of defined contribution plan that allows for eligible employees to contribute a portion of their salary to the plan. Participant contributions are solely allowed through salary reduction and are deferred on a pre-tax basis. Employer discretionary contributions are permitted under the plan. This amount is determined uniformly with respect to each employee classification within the applicable collective bargaining agreement, if applicable. Employer contributions for the year ended June 30, 2024, were \$19,149.

Changes to the plan must be approved by resolution of the Board of Education, except for plan changes necessary to comply with changes to Code, Regulation, Revenue Ruling, and other IRS published statements.

**TOWN OF WOLCOTT, CONNECTICUT  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 5 OTHER POSTEMPLOYMENT BENEFITS**

**Plan Description**

The Town, in accordance with collective bargaining agreements, provides other postemployment benefits to certain eligible retirees, spouses and beneficiaries. The program is considered to be a single-employer defined benefit plan, which is administered by the Town. The other postemployment benefit plan (the OPEB Plan) covers certain Town and Board of Education eligible retirees, spouses, and beneficiaries. Benefit provisions are established through negotiations between the Town Council or the Board of Education and the union representing the employees and are renegotiated each three-year bargaining period. The Plan does not issue a publicly available financial report and is not included in the financial statements of another entity.

The Town has opted not to create a trust fund and to remain on a pay-as-you go basis, therefore there is no fund statement presented for this plan within the financial statements. The Town recognizes annual benefit payments as expenses within the internal service fund.

**Benefits Provided**

The OPEB Plan provides for medical, prescription, dental and life insurance benefits to eligible retirees, spouses, and beneficiaries. All retired program members receiving benefits are required to contribute to the program, except for Medicare retirees in the Town Hall/Dispatchers union hired prior to July 1, 2005, and retirees in the Custodian union hired prior to July 1, 2002. The percentage contribution of the employees and retirees for these benefits vary and are detailed in the Town's various collective bargaining agreements. Fulltime employees of the Town or Board of Education who retire from the Town are eligible if they meet the following criteria:

**Town**

- Town Hall/Dispatchers/Nonunion: Age 62 with 15 years of service
- Nonunion Town Administrators: Age 62 with 15 years of service
- Highway - Hired prior to July 1, 2004: Age 60 with 15 years of service
- Highway - Hired after July 1, 2004: Age 60 with 18 years of service
- Police: The earlier of age 50 with 25 years of service, or age 60 with 20 years of service, or age 65
- Elected officials: 15 years of service

**BOE**

- Administrators - hired prior to July 1, 2002: 12 years of service
- Administrators - hired after July 1, 2002: 15 years of service
- CILU Secretaries and Nurses: 15 years of service
- Custodians: Age 55 with 15 years of service
- Teachers: 35 years of service as a Teacher with 25 in the state of Connecticut or age 60 with 20 years of service in the state of Connecticut

**TOWN OF WOLCOTT, CONNECTICUT  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 5 OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)**

**Benefits Provided (Continued)**

The July 1, 2022, plan membership consisted of the following:

Retirees and Beneficiaries Receiving Benefits	140
Active Plan Members	302
Total	<u>442</u>

**Total OPEB Liability**

The Town's total OPEB liability of \$30,455,659 was measured as of July 1, 2022 and rolled to June 30, 2024.

**Actuarial Assumptions**

The total OPEB liability was determined by an actuarial valuation as of July 1, 2022, using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Salary Increases	3.50%
Discount Rate	3.65%
Healthcare Cost Trend Rate:	
Medical and Prescriptions	Non-Medical Plans: 7.00%, reduced by .25% per year, 4.50%
Dental	Medical Plans: 6.00% reduced by .25% per year, 4.5% ultimate
Mortality Rates	4.00%
	Varies by group

Mortality rates were projected to date of decrement using Scale MP-2019 (generational mortality).

**Changes in Total OPEB (Asset) Liability**

	<u>Total OPEB Liability</u>
Balances as of July 1, 2023	\$ 30,200,198
Changes for the Year:	
Service Cost	782,650
Interest on Total Pension Liability	1,076,847
Differences Between Expected and Actual Experience	-
Changes in Assumptions	(467,247)
Benefit Payments, Including Refund to Employee	
Contributions	<u>(1,136,789)</u>
Net Changes	<u>255,461</u>
Balances as of June 30, 2024	<u>\$ 30,455,659</u>

The discount rate increased from 3.54% to 3.65% as of June 30, 2024.

**TOWN OF WOLCOTT, CONNECTICUT  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 5 OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)**

**Sensitivity of the Total OPEB Liability to Changes in the Discount Rate**

The following presents the total OPEB liability of the Town, as well as what the Town's total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher than the current discount rate:

	1% Decrease (2.65%)	Discount Rate (3.65%)	1% Increase (4.65%)
Total OPEB Liability	\$ 35,174,416	\$ 30,455,659	\$ 26,689,921

**Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates**

The following presents the total OPEB liability of the Town, as well as what the Town's total 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:

	1% Decrease	Health Care Cost Trend Rate	1% Increase
Total OPEB Liability	\$ 26,376,998	\$ 30,455,659	\$ 35,627,802

**OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB**

For the year ended June 30, 2024, the Town recognized OPEB expense of \$1,501,885. At June 30, 2024, the Town reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
<u>Governmental Activities</u>		
Town Contributions After the Measurement Date	\$ 1,249,626	\$ -
Changes in Assumptions	1,793,159	5,403,581
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	-	-
Differences Between Expected and Actual Experience	1,841,989	284,410
Total	\$ 4,884,774	\$ 5,687,991

**TOWN OF WOLCOTT, CONNECTICUT  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 5 OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)**

**OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)**

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

<u>Year Ending June 30,</u>	Governmental Activities
2025	\$ (117,789)
2026	(55,885)
2027	(162,438)
2028	(406,649)
2029	(519,462)
Thereafter	(790,620)
Total	<u>\$ (2,052,843)</u>

**Other Postemployment Benefit – Connecticut State Teachers Retirement Plan**

**A. Plan Description**

Teachers, principals, superintendents, or supervisors engaged in service of public schools plus professional employees at state schools of higher education are eligible to participate in the Connecticut State Teachers' Retirement System Retiree Health Insurance Plan (TRS-RHIP), a cost-sharing multiple-employer defined benefit other postemployment benefit plan administered by the Teachers' Retirement Board (TRB), if they choose to be covered.

Chapter 167a of the state statutes grants authority to establish and amend the benefit terms to the TRB. TRS-RHIP issues a publicly available financial report that can be obtained at [www.ct.gov/trb](http://www.ct.gov/trb).

**B. Benefit Provisions**

There are two types of the health care benefits offered through the system. Subsidized Local School District Coverage provides a subsidy paid to members still receiving coverage through their former employer and the CTRB Sponsored Medicare Supplement Plans provide coverage for those participating in Medicare but not receiving Subsidized Local School District Coverage.

Any member who is not currently participating in Medicare Parts A & B is eligible to continue health care coverage with their former employer. A subsidy of up to \$2200 per month for a retired member plus an additional \$220 per month for a spouse enrolled in a local school district plan is provided to the school district to first offset the retiree's share of the cost of coverage, and any remaining portion is used to offset the district's cost. The subsidy amount is set by statute. A subsidy amount of \$440 per month may be paid for a retired member, spouse or the surviving spouse of a member who has attained the normal retirement age to participate in Medicare, is not eligible for Part A of Medicare without cost and contributes at least \$440 per month towards coverage under a local school district plan.

**TOWN OF WOLCOTT, CONNECTICUT  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 5 OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)**

**Other Postemployment Benefit – Connecticut State Teachers Retirement Plan  
(Continued)**

**B. Benefit Provisions (Continued)**

Any member who is currently participating in Medicare Parts A & B is eligible to either continue health care coverage with their former employer, if offered, or enroll in the plan sponsored by the system. If they elect to remain in the plan with their former employer, the same subsidies as above will be paid to offset the cost of coverage.

If a member participating in Medicare Parts A & B so elects, they may enroll in one of the CTRB Sponsored Medicare Supplement Plans. Effective July 1, 2018, the system added a Medicare Advantage Plan option. Active members, retirees and the state pay equally toward the cost of the basic coverage (medical and prescription drug benefits) under the Medicare Advantage Plan. Retired members who choose to enroll in the Medicare Supplement Plan are responsible for the full difference in the premium cost between the two plans. Additionally, effective July 1, 2018, retired members who cancel their health care coverage or elect to not enroll in a CTRB-sponsored health care coverage option must wait two years to re-enroll.

**Survivor Health Care Coverage**

Survivors of former employees or retirees remain eligible to participate in the plan and continue to be eligible to receive either the \$220 monthly subsidy or participate in the CTRB Sponsored Medicare Supplement or Medicare Advantage Plan options, as long as they do not remarry.

**C. Eligibility**

Any member who is currently receiving a retirement or disability benefit is eligible to participate in the plan.

**Credited Service**

One month for each month of service as a teacher in Connecticut public schools, maximum 10 months for each school year. Ten months of credited service constitutes one year of Credited Service. Certain other types of teaching services, state employment, or wartime military service may be purchased prior to retirement if the member pays one-half the cost.

**Normal Retirement**

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.

**Early Retirement**

Age 55 with 20 years of Credited Service including 15 years of Connecticut service, or 25 years of Credited Service including 20 years of Connecticut service.

**TOWN OF WOLCOTT, CONNECTICUT  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 5 OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)**

**Other Postemployment Benefit – Connecticut State Teachers Retirement Plan  
(Continued)**

**C. Eligibility (Continued)**

Proratable Retirement

Age 60 with 10 years of Credited Service.

Disability Retirement

No service requirement if incurred in the performance of duty, and five years of Credited Service in Connecticut if not incurred in the performance of duty.

Termination of Employment

Ten or more years of Credited Service.

**D. Contributions**

State of Connecticut

Per Connecticut General Statutes Section 10-183z, contribution requirements of active employees and the state of Connecticut are approved, amended, and certified by the TRB and appropriated by the General Assembly. The state contributions are not currently actuarially funded. The state appropriates from the General Fund one third of the annual costs of the Plan. Administrative costs of the Plan are financed by the state. Based upon Chapter 167a, Subsection D of Section 10-183t of the Connecticut statutes, it is assumed the state will pay for any long-term shortfall arising from insufficient active member contributions.

Employer (School Districts)

School District employers are not required to make contributions to the plan.

For the year ended June 30, 2024, the amount of “on-behalf” contributions made by the state was \$88,326 and is recognized in the General Fund as intergovernmental revenues and education expenditures.

Employees Retirees

The cost of providing plan benefits is financed on a pay-as-you-go basis as follows: active teachers’ pay for one-third of the Plan costs through a contribution of 1.25% of their pensionable salaries, and retired teachers pay for one-third of the Plan costs through monthly premiums, which helps reduce the cost of health insurance for eligible retired members and dependents.

**TOWN OF WOLCOTT, CONNECTICUT  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 5 OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)**

**Other Postemployment Benefit – Connecticut State Teachers Retirement Plan  
(Continued)**

**E. OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and  
Deferred Inflows of Resources Related to OPEB**

At June 30, 2024, the Town reports no amounts for its proportionate share of the net OPEB liability, and related deferred outflows and inflows, due to the statutory requirement that the state pay 100% of the required contribution. The amount recognized by the Town as its proportionate share of the net OPEB liability, the related state support, and the total portion of the net OPEB liability that was associated with the Town was as follows:

Town's Proportionate Share of the Net OPEB Liability	\$	-
State's Proportionate Share of the Net OPEB Liability Associated with the Town		6,553,703
Total	\$	<u>6,553,703</u>

The net OPEB liability was measured as of June 30, 2023, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as June 30, 2023. At June 30, 2024, the Town has no proportionate share of the net OPEB liability.

For the year ended June 30, 2024, the Town recognized OPEB expense and revenue of \$(772,069) in Exhibit II for the benefits provided by the state.

**F. Actuarial Assumptions**

The total OPEB liability was determined by an actuarial valuation as of June 30, 2023, using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.50%
Health Care Costs Trend Rate:	Known increases until calendar year 2024 then general trend decreasing to an ultimate rate of 4.5% by 2031
Salary Increase	3.00-6.50%, including inflation
Investment Rate of Return	3%, net of OPEB plan investment expense, including inflation
Year Fund Net Position Will be Depleted	2028

Mortality rates were based on the PubT-2010 Healthy Retiree Table (adjusted 105% for males and 103% for females at ages 82 and above), projected generationally with MP-2019 for the period after service retirement.

**TOWN OF WOLCOTT, CONNECTICUT  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 5 OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)**

**Other Postemployment Benefit – Connecticut State Teachers Retirement Plan  
(Continued)**

**F. Actuarial Assumptions (Continued)**

The actuarial assumptions used in the June 30, 2023 valuation were based on the results of an actuarial experience study for the period July 1, 2014 – June 30, 2019.

The changes in the assumptions since the prior year are as follows:

- Discount rate changed from 3.53% to 3.64%;
- Expected annual per capita claims costs were updated to better reflect anticipated medical and prescription drug claim experience.

The long-term expected rate of return on plan assets is reviewed as part of the GASB 75 valuation process. Several factors are considered in evaluating the long-term rate of return assumption, including the plan's current asset allocations and a log-normal distribution analysis using the best-estimate ranges of expected future real rates of return (expected return, net investment expense and inflation) for each major asset class. The long-term expected rate of return was determined by weighting the expected future real rates of return by the target asset allocation percentage and then adding expected inflation. The assumption is not expected to change absent a significant change in the asset allocation, a change in the inflation assumption, or a fundamental change in the market that alters expected returns in future years. The plan is 100% invested in U.S. Treasuries (Cash Equivalents) for which the expected 10-Year Geometric Real Rate of Return is (0.77%).

**G. Discount Rate**

The discount rate used to measure the total OPEB liability was 3.64%. The projection of cash flows used to determine the discount rate was performed in accordance with GASB 75. The projection was based on an actuarial valuation as of June 30, 2023.

In addition to the actuarial methods and assumptions of the June 30, 2023, actuarial valuation, the following actuarial methods and assumptions were used in the projection of cash flows:

- Total payroll for the initial projection year consists of the payroll of the active membership present on the valuation date. In subsequent projection years, total payroll was assumed to increase annually at a rate of 3.00%.
- Employee contributions were assumed to be made at the current member contribution rate. Employee contributions for future plan members were used to reduce the estimated amount of total service costs for future plan members.
- Annual state contributions were assumed to be equal to the most recent five-year average of state contributions toward the fund.

**TOWN OF WOLCOTT, CONNECTICUT  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 5 OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)**

**Other Postemployment Benefit – Connecticut State Teachers Retirement Plan  
(Continued)**

**G. Discount Rate (Continued)**

Based on those assumptions, the Plan's fiduciary net position was projected to be depleted in 2028 and, as a result, the Municipal Bond Index Rate was used in the determination of the single equivalent rate.

**H. Sensitivity of the Net OPEB Liability to Changes in the Health Care Cost Trend Rate and the Discount Rate**

The Town's proportionate share of the net OPEB liability is \$-0- and, therefore, the change in the health care cost trend rate or the discount rate would only impact the amount recorded by the state of Connecticut.

**I. OPEB Plan Fiduciary Net Position**

Detailed information about the Connecticut State Teachers OPEB Plan fiduciary net position is available in the separately issued State of Connecticut Annual Comprehensive Financial Report at [www.ct.gov](http://www.ct.gov).

**J. Other Information**

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

**NOTE 6 OTHER INFORMATION**

**Risk Management**

The Town is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; error and omissions; injuries to employees; and natural disasters. The Town is a member of the Connecticut Interlocal Risk Management Agency (CIRMA), an unincorporated association of Connecticut local public agencies that was formed in 1980 by the Connecticut Conference of Municipalities for the purpose of establishing and administering an interlocal risk management program pursuant to the provisions of Section 7479a et. seq. of the Connecticut General Statutes. Settled claims from these risks did not exceed commercial insurance coverage during the three years ended June 30, 2024.

The Town purchases commercial insurance for all other risks of loss. Neither the Town nor its insurers have settled any claims which exceeded the Town's insurance coverage in the past three years. There has been no reduction in any insurance coverage from coverage in the prior year.

**TOWN OF WOLCOTT, CONNECTICUT  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 6 OTHER INFORMATION (CONTINUED)**

**Risk Management (Continued)**

The internal service fund was established on July 1, 1996, to provide health coverage for Town and Board of Education employees previously covered by insured hospital and major medical insurance. The Town retains the risk of loss under the plan. A third party processes the claims filed under the self-insured health plan, for which the Town is charged an administrative fee. The Town has purchased a stop-loss policy for total claims in any one year exceeding an aggregate of 125% of expected claims and for individual claims exceeding \$225,000 for combined hospital and major medical.

Changes in the claims liability for the past two years are as follows:

	<u>Liability July 1,</u>	<u>Current Year Claims and Changes in Estimates</u>	<u>Claim Payments</u>	<u>Liability June 30,</u>
2022 - 2023	799,000	9,043,260	9,254,260	588,000
2023 - 2024	588,000	8,311,803	8,328,803	571,000

**Contingent Liabilities**

There are various suits and claims pending against the Town, none of which, individually or in the aggregate, is believed by counsel to be likely to result in judgment or judgments that could materially affect the Town's financial position.

The Town has received state and federal grants for specific purposes that are subject to review and audit by the grantor agencies. Such audits could lead to requests for reimbursement to the grantor agency for any expenditure disallowed under terms of the grant. Based on prior experience, Town management believes such disallowances, if any, will not be material.

The Town may be subject to rebate penalties to the federal government relating to various bond and note issues. The Town expects such amounts, if any, to be immaterial.

**TOWN OF WOLCOTT, CONNECTICUT  
NOTES TO BASIC FINANCIAL STATEMENTS  
JUNE 30, 2024**

**NOTE 7 CHANGE IN FUND PRESENTATION FROM NONMAJOR TO MAJOR**

The Miscellaneous Grants Fund previously met the criteria to be reported as a nonmajor governmental fund. However, effective July 1, 2023, the fund has been reported as a major governmental fund for the fiscal year ended June 30, 2024. The effect of that change to or within the financial reporting entity is shown below

	<b>Miscellaneous Grants Fund</b>	<b>Nonmajor Governmental Funds</b>
June 30, 2023, As Previously Reported	-	4,642,870
Change in Fund Presentation from Nonmajor to Major	(10,780)	10,780
June 30, 2023, As Adjusted	(10,780)	4,653,650

**TOWN OF WOLCOTT, CONNECTICUT**  
**SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES**  
**BUDGET AND ACTUAL – BUDGETARY BASIS – GENERAL FUND**  
**YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
<b>REVENUES</b>				
Property Taxes:				
Current Levy	\$ 46,178,046	\$ 46,178,046	\$ 46,256,968	\$ 78,922
Prior Year Levies	600,000	600,000	822,762	222,762
Interest and Lien Fees	260,000	260,000	436,726	176,726
Credit Card Collection	6,500	6,500	4,938	(1,562)
Total Property Taxes	<u>47,044,546</u>	<u>47,044,546</u>	<u>47,521,394</u>	<u>476,848</u>
Intergovernmental Revenues:				
Education Equalization Grant	12,387,171	12,387,171	12,416,866	29,695
School Bonded Projects - Principal	177,000	177,000	177,000	-
School Bonded Projects - Interest	15,780	15,780	15,780	-
Municipal Aid Adjustment Grant	234,916	234,916	234,916	-
Pequot Grant	16,939	16,939	16,939	-
Medicare Reimbursement	25,000	25,000	113,984	88,984
Municipal Revenue Sharing	136,938	136,938	544,744	407,806
Veterans Tax Relief	19,374	19,374	20,662	1,288
Regional Water Authority - PILOT Program	10,426	10,426	10,479	53
Adult Education	4,930	4,930	5,057	127
Totally Disabled Tax Relief	2,644	2,644	2,567	(77)
Payment in Lieu of Taxes: State-Owned Property	1,984	1,984	2,133	149
Total Intergovernmental Revenues	<u>13,033,102</u>	<u>13,033,102</u>	<u>13,561,127</u>	<u>528,025</u>
Charges for Services:				
Special Education - Tuition	20,000	20,000	20,838	838
Records Money	1,000	1,000	1,428	428
Parks and Recreation	20,000	20,000	22,115	2,115
Zoning Board of Appeals	1,000	1,000	756	(244)
Rainbow Day Camp Fees	2,100	2,100	2,875	775
Solicitor and Vendor Permits	75	75	25	(50)
Inland Wetlands Permits	1,000	1,000	821	(179)
Parking Tickets	10	10	10	-
Public Works Salvage Revenue	100,000	100,000	9,665	(90,335)
In-Kind Services	18,200	18,200	18,200	-
Total Charges for Services	<u>163,385</u>	<u>163,385</u>	<u>76,733</u>	<u>(86,652)</u>
License and Permits:				
Town Clerk	280,000	280,000	302,205	22,205
Planning and Zoning	15,000	15,000	23,637	8,637
Building Permits	200,000	200,000	459,785	259,785
Recycling Permits	60,000	60,000	62,062	2,062
Gun Permits	13,000	13,000	12,530	(470)
Fire Marshal Permits	500	500	245	(255)
Game Permits	100	100	175	75
Total License and Permits	<u>568,600</u>	<u>568,600</u>	<u>860,639</u>	<u>292,039</u>
Interest Income	350,000	350,000	1,018,619	668,619

**TOWN OF WOLCOTT, CONNECTICUT  
SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES  
BUDGET AND ACTUAL – BUDGETARY BASIS – GENERAL FUND (CONTINUED)  
YEAR ENDED JUNE 30, 2024**

REVENUES (CONTINUED)	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
Other Revenues:				
Library Fines	\$ 5,000	\$ 5,000	\$ 3,627	\$ (1,373)
False Alarm Fines	600	600	425	(175)
Telephone Access Grant Pavilion	20,000	20,000	39,382	19,382
Unanticipated Revenues	6,000	6,000	6,150	150
Total Other Revenues	40,000	40,000	69,075	29,075
	71,600	71,600	118,659	47,059
 Total Revenues	 61,231,233	 61,231,233	 63,157,171	 1,925,938
 <b>OTHER FINANCING SOURCES</b>				
Transfers In:				
Capital Improvement Fund	200,000	200,000	267,785	67,785
Appropriation of Fund Balance	1,500,000	1,500,000	-	(1,500,000)
Total Other Financing Sources	1,700,000	1,700,000	267,785	(1,432,215)
 Total Revenues and Other Financing Sources	 \$ 62,931,233	 \$ 62,931,233	 63,424,956	 \$ 493,723
 Budgetary revenues are different than GAAP revenues because:				
GASB 87 Lease Purchase not budgeted			118,812	
State of Connecticut on-behalf contributions to the Connecticut State Teachers' Retirement System for Town teachers are not budgeted - Pension			6,490,723	
State of Connecticut on-behalf contributions to the Connecticut State Teachers' Retirement System for Town teachers are not budgeted - OPEB			88,326	
State of Connecticut grants for Special Education Excess Costs and Magnet Schools that are netted for budgetary purposes			834,360	
 Total Revenues and Other Financing Sources as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds - Exhibit IV			 \$ 70,957,177	

**TOWN OF WOLCOTT, CONNECTICUT**  
**SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES**  
**BUDGET AND ACTUAL – BUDGETARY BASIS – GENERAL FUND**  
**YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
General Government:				
Mayor's Office	\$ 256,726	\$ 252,486	\$ 252,486	\$ -
Treasurer's Office	138,982	141,273	141,273	-
Finance Office	350,236	349,712	349,712	-
Town Council	90,510	88,012	88,012	-
Town Clerk	223,343	217,718	217,718	-
Tax Collector	217,368	206,582	206,582	-
Assessor	210,985	196,402	196,402	-
Board of Assessment Appeals	4,410	2,626	2,626	-
Building Inspector	84,510	99,182	99,182	-
Planning and Zoning	84,773	79,817	79,817	-
Inland/Wetlands Conservation	8,300	3,658	3,658	-
Industrial Development	13,500	12,700	12,700	-
Zoning Board of Appeals	2,540	2,157	2,157	-
Registrar of Voters	103,379	96,957	96,957	-
Other General Government:				
Wages	453,477	425,994	425,994	-
Benefits and Insurance	2,770,137	3,323,971	3,323,971	-
Refuse and Recycling	2,045,470	2,020,510	1,991,855	28,655
Legal and Consulting	215,000	182,040	144,376	37,664
Tri-Town Health District	211,939	211,938	211,938	-
Street Lighting	56,000	56,988	56,988	-
Other	793,665	754,938	709,913	45,025
Total General Government	8,335,250	8,725,661	8,614,317	111,344
Public Safety:				
Police Department	4,566,529	4,478,412	4,472,391	6,021
Public Safety Communication	515,911	489,915	471,731	18,184
Animal Control Officer	96,089	97,707	97,707	-
Public Safety Building	121,424	107,460	97,460	10,000
Fire Department	887,039	757,523	757,523	-
Fire Marshal	64,248	62,738	62,738	-
Civil Preparedness	38,949	26,859	21,859	5,000
Volunteer Ambulance	1,988,450	1,985,918	1,985,918	-
Total Public Safety	8,278,639	8,006,532	7,967,327	39,205
Public Works:				
Highway and Streets	2,161,111	2,042,808	2,022,525	20,283
Culture and Recreation:				
Parks and Recreation	245,833	245,833	209,913	35,920
Library	520,972	520,972	513,706	7,266
Total Culture and Recreation	766,805	766,805	723,619	43,186

**TOWN OF WOLCOTT, CONNECTICUT  
SCHEDULE OF EXPENDITURES AND OTHER FINANCING SOURCES  
BUDGET AND ACTUAL – BUDGETARY BASIS – GENERAL FUND (CONTINUED)  
YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
Health and Welfare:				
Commission on Aging	\$ 267,116	\$ 267,115	\$ 231,266	\$ 35,849
Commission for Special Needs	62,532	62,532	58,541	3,991
Total Health and Welfare	329,648	329,647	289,807	39,840
Education:				
Board of Education	39,006,466	39,006,466	39,003,887	2,579
Debt Service:				
Principal	2,835,491	2,835,508	2,805,508	30,000
Interest	1,217,823	1,217,806	1,217,803	3
Total Debt Service	4,053,314	4,053,314	4,023,311	30,003
Total Expenditures	62,931,233	62,931,233	62,644,793	286,440
Other Financing Uses:				
Transfers Out	-	24,329	24,329	-
Total Expenditures and Other Financing Uses	\$ 62,931,233	\$ 62,955,562	62,669,122	\$ 286,440
Budgetary expenditures are different than GAAP expenditures because:				
Encumbrances outstanding at June 30, 2023			(258,311)	
Liquidation of prior year encumbrances			233,255	
GASB 87 Lease Purchase not budgeted			118,812	
State of Connecticut on-behalf payments to the Connecticut State Teachers' Retirement System for Town teachers are not budgeted - Pension			6,490,723	
State of Connecticut on-behalf payments to the Connecticut State Teachers' Retirement System for Town teachers are not budgeted - OPEB			88,326	
State of Connecticut grants for Special Education Excess Costs and Magnet Schools that are netted for budgetary purposes			834,360	
Total Expenditures and Other Financing Uses as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds - Exhibit IV			\$ 70,176,287	

**TOWN OF WOLCOTT, CONNECTICUT  
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS  
BOARD OF EDUCATION PENSION PLAN  
LAST TEN YEARS**

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<b>Total Pension Liability:</b>										
Service Cost	\$ 278,025	\$ 278,025	\$ 266,565	\$ 269,588	\$ 279,024	\$ 302,826	\$ 234,683	\$ 241,897	\$ 194,624	\$ 205,085
Interest	992,977	1,019,622	1,077,943	1,100,555	1,139,751	1,076,636	1,104,654	1,074,336	1,098,923	1,126,141
Differences Between Expected and Actual Experience	(684,393)	-	(367,559)	-	(314,074)	-	(808,999)	-	(269,342)	-
Changes of Assumptions	508,697	-	1,161,385	-	18,233	-	(116,259)	-	254,091	-
Benefit Payments, Including Refunds of Member Contributions	(719,995)	(760,100)	(800,602)	(795,309)	(843,977)	(886,523)	(874,036)	(901,406)	(879,982)	(860,068)
Net Change in Total Pension Liability	375,311	537,547	1,337,732	574,834	278,957	492,939	(459,957)	414,827	398,314	471,158
Total Pension Liability - Beginning	13,599,692	13,975,003	14,512,550	15,850,282	16,425,116	16,704,073	17,197,012	16,737,055	17,151,882	17,550,196
Total Pension Liability - Ending	13,975,003	14,512,550	15,850,282	16,425,116	16,704,073	17,197,012	16,737,055	17,151,882	17,550,196	18,021,354
<b>Plan Fiduciary Net Position:</b>										
Contributions - Employer	1,226,677	610,934	764,343	724,012	909,674	715,673	583,536	259,597	250,218	212,140
Net Investment Income (Loss)	788,429	202,366	2,086,366	1,231,080	810,052	1,048,226	4,798,653	(2,368,168)	1,862,056	2,227,667
Benefit Payments, Including Refunds of Member Contributions	(719,995)	(760,100)	(800,602)	(795,309)	(843,977)	(886,523)	(874,036)	(901,406)	(879,982)	(860,068)
Administrative Expense	(61,684)	(19,498)	(20,581)	-	(19,998)	(21,902)	-	-	-	-
Net Change in Plan Fiduciary Net Position	1,233,427	33,702	2,029,526	1,159,783	855,751	855,474	4,508,153	(3,009,977)	1,232,292	1,579,739
Plan Fiduciary Net Position - Beginning	10,784,402	12,017,829	12,051,531	14,081,057	15,240,840	16,096,591	16,952,065	21,460,218	18,450,241	19,682,533
Plan Fiduciary Net Position - Ending	12,017,829	12,051,531	14,081,057	15,240,840	16,096,591	16,952,065	21,460,218	18,450,241	19,682,533	21,262,272
<b>Net Pension Liability (Asset) - Ending</b>	<b>\$ 1,957,174</b>	<b>\$ 2,461,019</b>	<b>\$ 1,769,225</b>	<b>\$ 1,184,276</b>	<b>\$ 607,482</b>	<b>\$ 244,947</b>	<b>\$ (4,723,163)</b>	<b>\$ (1,298,359)</b>	<b>\$ (2,132,337)</b>	<b>\$ (3,240,918)</b>
<b>Plan Fiduciary Net Position as a Percentage of the Total Pension Liability</b>	<b>86.00%</b>	<b>83.04%</b>	<b>88.84%</b>	<b>92.79%</b>	<b>96.36%</b>	<b>98.58%</b>	<b>128.22%</b>	<b>107.57%</b>	<b>112.15%</b>	<b>117.98%</b>
<b>Covered Payroll</b>	<b>\$ 2,984,471</b>	<b>\$ 2,984,471</b>	<b>\$ 2,721,990</b>	<b>\$ 2,721,990</b>	<b>\$ 2,736,267</b>	<b>\$ 2,736,267</b>	<b>\$ 2,552,488</b>	<b>\$ 2,552,488</b>	<b>\$ 2,277,926</b>	<b>\$ 2,277,926</b>
<b>Net Pension Liability as a Percentage of Covered Payroll</b>	<b>65.58%</b>	<b>82.46%</b>	<b>65.00%</b>	<b>43.51%</b>	<b>22.20%</b>	<b>8.95%</b>	<b>-185.04%</b>	<b>-50.87%</b>	<b>-93.61%</b>	<b>-142.27%</b>

**TOWN OF WOLCOTT, CONNECTICUT  
SCHEDULE OF EMPLOYER CONTRIBUTIONS  
BOARD OF EDUCATION PENSION PLAN  
LAST TEN FISCAL YEARS**

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Actuarially Determined Contribution	\$ 642,343	\$ 642,343	\$ 640,013	\$ 673,012	\$ 673,012	\$ 583,536	\$ 583,536	\$ 250,218	\$ 250,218	\$ 212,140
Contributions in Relation to the Actuarially Determined Contribution	655,743	610,934	764,343	727,092	909,674	715,673	583,536	259,597	250,218	212,140
Contribution Deficiency (Excess)	<u>\$ (13,400)</u>	<u>\$ 31,409</u>	<u>\$ (124,330)</u>	<u>\$ (54,080)</u>	<u>\$ (236,662)</u>	<u>\$ (132,137)</u>	<u>\$ -</u>	<u>\$ (9,379)</u>	<u>\$ -</u>	<u>\$ -</u>
Covered Payroll	\$ 2,984,471	\$ 2,984,471	\$ 2,721,990	\$ 2,721,990	\$ 2,736,267	\$ 2,736,267	\$ 2,552,488	\$ 2,552,488	\$ 2,277,926	\$ 2,277,926
Contributions as a Percentage of Covered-Employee Payroll	21.97%	20.47%	28.08%	26.71%	33.25%	26.16%	22.86%	10.17%	10.98%	9.31%

**Notes to Schedule**

Valuation Date: September 1, 2022  
 Measurement Date: June 30, 2024

Methods and Assumptions Used to Determine Contribution Rates:  
 Actuarial Cost Method: Entry Age  
 Amortization Method: Level Dollar  
 Single Equivalent Amortization Period: 12 years as of September 1, 2022  
 Salary Increases: 3.50%  
 Investment Rate of Return: 6.5%, including inflation, net of pension plan investment expense

**TOWN OF WOLCOTT, CONNECTICUT**  
**SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS**  
**TOWN GENERAL PENSION PLAN**  
**LAST TEN FISCAL YEARS**

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<b>Total Pension Liability:</b>										
Service Cost	\$ 745,140	\$ 745,140	\$ 612,282	\$ 634,477	\$ 634,477	\$ 506,514	\$ 497,787	\$ 374,267	\$ 374,622	\$ 334,806
Interest	1,974,211	2,104,216	2,291,920	2,225,628	2,331,665	2,409,463	2,499,527	2,510,510	2,622,466	2,640,620
Changes of Benefit Terms	-	-	140,289	-	-	-	-	512,355	-	-
Differences Between Expected and Actual Experience	(1,339,217)	-	(1,137,220)	-	83,390	-	(669,545)	-	(64,352)	-
Changes of Assumptions	(674,595)	-	1,506,515	-	(264,646)	-	(325,514)	-	758,586	-
Benefit Payments, Including Refunds of Member Contributions	(1,024,906)	(1,065,813)	(1,164,865)	(1,439,016)	(1,525,488)	(1,642,195)	(1,687,800)	(1,766,685)	(1,939,845)	(2,260,757)
Net Change in Total Pension Liability	(319,367)	1,783,543	2,248,921	1,421,089	1,259,398	1,273,782	314,455	1,630,447	1,751,477	714,669
Total Pension Liability - Beginning	27,154,977	26,835,610	28,619,153	30,868,074	32,289,163	33,548,561	34,822,343	35,136,798	36,767,245	38,518,722
Total Pension Liability - Ending	26,835,610	28,619,153	30,868,074	32,289,163	33,548,561	34,822,343	35,136,798	36,767,245	38,518,722	39,233,391
<b>Plan Fiduciary Net Position:</b>										
Contributions - Employer	1,058,150	1,158,500	1,345,461	1,399,948	1,336,547	1,238,367	1,287,726	1,298,058	1,266,750	1,237,872
Contributions - Employee	107,189	119,043	114,683	103,928	97,180	93,018	91,578	88,798	89,725	77,021
Net Investment Income (Loss)	1,185,216	(182,181)	2,278,742	1,668,453	532,881	378,194	5,238,206	(2,263,931)	2,684,885	3,935,037
Benefit Payments, Including Refunds of Member Contributions	(1,024,906)	(1,065,813)	(1,164,865)	(1,439,016)	(1,525,488)	(1,642,195)	(1,687,800)	(1,766,685)	(1,939,845)	(2,260,757)
Administrative Expense	(102,275)	(84,969)	(55,341)	(29,526)	(59,917)	(31,272)	(53,364)	(188,377)	(51,749)	(31,594)
Net Change in Plan Fiduciary Net Position	1,223,374	(55,420)	2,518,680	1,703,787	381,203	36,112	4,876,346	(2,832,137)	2,049,766	2,957,579
Plan Fiduciary Net Position - Beginning	16,569,243	17,792,617	17,737,197	20,255,877	21,959,664	22,340,867	22,376,979	27,253,325	24,421,188	26,470,954
Plan Fiduciary Net Position - Ending	17,792,617	17,737,197	20,255,877	21,959,664	22,340,867	22,376,979	27,253,325	24,421,188	26,470,954	29,428,533
<b>Net Pension Liability - Ending</b>	<b>\$ 9,042,993</b>	<b>\$ 10,881,956</b>	<b>\$ 10,612,197</b>	<b>\$ 10,329,499</b>	<b>\$ 11,207,694</b>	<b>\$ 12,445,364</b>	<b>\$ 7,883,473</b>	<b>\$ 12,346,057</b>	<b>\$ 12,047,768</b>	<b>\$ 9,804,858</b>
<b>Plan Fiduciary Net Position as a Percentage of the Total Pension Liability</b>	66.30%	61.98%	65.62%	68.01%	66.59%	64.26%	77.56%	66.42%	68.72%	75.01%
<b>Covered Payroll</b>	<b>\$ 5,635,836</b>	<b>\$ 5,635,836</b>	<b>\$ 5,513,671</b>	<b>\$ 5,513,671</b>	<b>\$ 4,959,996</b>	<b>\$ 4,959,996</b>	<b>\$ 3,898,387</b>	<b>\$ 3,898,387</b>	<b>\$ 3,558,382</b>	<b>\$ 3,558,382</b>
<b>Net Pension Liability as a Percentage of Covered Payroll</b>	160.46%	193.09%	192.47%	187.34%	225.96%	250.91%	202.22%	316.70%	338.57%	275.54%

**TOWN OF WOLCOTT, CONNECTICUT  
SCHEDULE OF EMPLOYER CONTRIBUTIONS  
TOWN GENERAL PENSION PLAN  
LAST TEN FISCAL YEARS**

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Actuarially Determined Contribution	\$ 1,058,150	\$ 1,158,247	\$ 1,345,461	\$ 1,399,948	\$ 1,336,546	\$ 1,238,367	\$ 1,287,726	\$ 1,122,944	\$ 1,222,735	\$ 1,237,872
Contributions in Relation to the Actuarially Determined Contribution	<u>1,058,150</u>	<u>1,158,500</u>	<u>1,345,461</u>	<u>1,399,948</u>	<u>1,336,547</u>	<u>1,238,367</u>	<u>1,287,726</u>	<u>1,298,058</u>	<u>1,266,750</u>	<u>1,237,872</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ (253)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (1)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (175,114)</u>	<u>\$ (44,015)</u>	<u>\$ -</u>
Covered Payroll	\$ 5,635,836	\$ 5,635,836	\$ 5,513,671	\$ 5,513,671	\$ 4,959,996	\$ 4,959,996	\$ 3,898,387	\$ 3,898,387	\$ 3,558,382	\$ 3,558,382
Contributions as a Percentage of Covered-Employee Payroll	18.78%	20.56%	24.40%	25.39%	26.95%	24.97%	33.03%	33.30%	35.60%	34.79%

**Notes to Schedule**

Valuation Date: January 1, 2023  
 Measurement Date: June 30, 2024

Methods and Assumptions Used to Determine Contribution Rates:  
 Actuarial Cost Method: Entry age actuarial cost method  
 Amortization Method: Amortization assuming 3.25% per year increase, closed  
 Remaining Amortization Period: 16 years remaining as of January 1, 2023  
 Asset Valuation Method: The market

Salary Increases: 2.50%  
 Investment Rate of Return: 7.00%, net of pension plan investment expense, including inflation

**TOWN OF WOLCOTT, CONNECTICUT  
SCHEDULE OF INVESTMENT RETURNS  
PENSION PLANS  
LAST TEN FISCAL YEARS**

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Annual Money-Weighted Rate of Return, Net of Investment Expense:										
Board of Education Plan	7.18%	1.51%	16.84%	8.74%	5.31%	6.55%	28.55%	-11.20%	10.27%	11.51%
General Pension Plan	7.18%	-1.02%	13.04%	8.16%	2.55%	1.71%	25.00%	-8.39%	11.14%	15.15%

**TOWN OF WOLCOTT, CONNECTICUT  
SCHEDULE OF THE TOWN'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY  
TEACHER'S RETIREMENT PLAN  
LAST TEN FISCAL YEARS**

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Town's Proportion of the Net Pension Liability	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	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	43,148,000	46,682,000	57,772,000	54,759,000	52,281,000	67,804,000	75,576,967	59,857,598	73,894,824	69,953,726
<b>Total</b>	<b>\$ 43,148,000</b>	<b>\$ 46,682,000</b>	<b>\$ 57,772,000</b>	<b>\$ 54,759,000</b>	<b>\$ 52,281,000</b>	<b>\$ 67,804,000</b>	<b>\$ 75,576,967</b>	<b>\$ 59,857,598</b>	<b>\$ 73,894,824</b>	<b>\$ 69,953,726</b>
Town's Covered Payroll	\$ 16,707,000	\$ 17,333,000	\$ 16,748,000	\$ 17,376,000	\$ 17,163,000	\$ 17,433,000	\$ 17,484,983	\$ 18,213,040	\$ 19,043,938	\$ 19,707,569
Town's Proportionate Share of the Net Pension Liability as a Percentage of Its Covered Payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	61.51%	59.50%	52.26%	55.93%	57.69%	52.00%	49.24%	60.77%	54.06%	58.39%

**Notes to Schedule**

Changes in Benefit Terms	Legislation was passed restoring the 25% wear down of Plan N benefits to vested members as of June 30, 2019.
Changes of Assumptions	None
Actuarial Cost Method	Entry age
Amortization Method	Level percent of pay, closed, grading to a level dollar amortization method for the June 30, 2024 valuation
Single Equivalent Amortization Period	27.8 years
Asset Valuation Method	4-year smoothed market
Inflation	2.50%
Salary Increase	3.00%-6.50%, including inflation
Investment Rate of Return	6.90%, net of investment related expense

\* This schedule is intended to show information for 10 years. Additional information will be displayed as it becomes available.

\*\* The measurement date is one year earlier than the employer's reporting date.

**TOWN OF WOLCOTT, CONNECTICUT  
SCHEDULE OF CHANGES IN TOTAL OPEB LIABILITY  
OTHER POSTEMPLOYMENT BENEFITS  
LAST SEVEN FISCAL YEARS\***

	2018	2019	2020	2021	2022	2023	2024
Total OPEB Liability:							
Service Cost	\$ 888,651	\$ 758,253	\$ 724,895	\$ 778,513	\$ 988,774	\$ 1,036,908	\$ 782,650
Interest	816,041	941,186	1,095,304	1,040,718	734,024	719,664	1,076,847
Changes of Benefit Terms	-	-	-	24,661	-	-	-
Differences Between Expected and Actual Experience	-	(1,018,432)	-	(216,428)	-	2,401,865	-
Changes of Assumptions	(3,068,057)	2,261,354	544,656	2,651,813	(658,455)	(5,724,267)	(467,247)
Benefit Payments, Including Refunds of Member Contributions	(860,811)	(837,454)	(955,922)	(1,025,086)	(992,674)	(1,024,254)	(1,136,789)
Net Change in Total OPEB Liability	(2,224,176)	2,104,907	1,408,933	3,254,191	71,669	(2,590,084)	255,461
Total OPEB Liability - Beginning	28,174,758	25,950,582	28,055,489	29,464,422	32,718,613	32,790,282	30,200,198
Total OPEB Liability - Ending	<u>\$ 25,950,582</u>	<u>\$ 28,055,489</u>	<u>\$ 29,464,422</u>	<u>\$ 32,718,613</u>	<u>\$ 32,790,282</u>	<u>\$ 30,200,198</u>	<u>\$ 30,455,659</u>

Note: No assets are accumulated in a trust for the payment of OPEB benefits.

\* This schedule is intended to show information for 10 years. Additional years' information will be displayed as it becomes available.

\*\* The measurement date is one year earlier than the employer's reporting date.

**TOWN OF WOLCOTT, CONNECTICUT  
SCHEDULE OF THE TOWN'S PROPORTIONATE SHARE OF THE NET OPEB LIABILITY  
TEACHER'S RETIREMENT PLAN  
LAST SEVEN FISCAL YEARS\***

	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
Town's Proportion of the Net OPEB Liability	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Town's Proportionate Share of the Net OPEB Liability	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State's Proportionate Share of the Net OPEB Liability Associated with the Town	<u>14,094,000</u>	<u>10,451,000</u>	<u>10,574,000</u>	<u>11,272,307</u>	<u>6,521,376</u>	<u>6,471,492</u>	<u>6,553,703</u>
Total	<u>\$ 14,094,000</u>	<u>\$ 10,451,000</u>	<u>\$ 10,574,000</u>	<u>\$ 11,272,307</u>	<u>\$ 6,521,376</u>	<u>\$ 6,471,492</u>	<u>\$ 6,553,703</u>
Town's Covered Payroll	\$ 17,376,000	\$ 17,163,000	\$ 17,433,000	\$ 17,484,983	\$ 18,213,040	\$ 19,043,938	\$ 19,707,569
Town's Proportionate Share of the Net OPEB Liability as a Percentage of Its Covered Payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	1.79%	1.49%	2.08%	2.50%	6.11%	9.46%	11.92%

**Notes to Schedule**

Changes in Benefit Terms      There was a change in the maximum monthly subsidy amounts offered to retirees and their dependents from \$110/\$220 to \$220/\$440.

Changes of Assumptions      Based on the procedure described in GASB 74, the discount rate used to measure plan obligations for financial accounting purposes as of June 30, 2023 was updated to equal the SEIR of 3.64% as of June 30, 2023;  
Expected annual per capita claims costs were updated to better reflect anticipated medical and prescription drug claim experience;  
The assumed age-related annual percentage increases in expected annual per capita health care claims costs were updated;  
Long-term health care cost trend rates were updated; and  
The percentages of participating retirees who are expected to enroll in the Medicare Supplement Plan and the Medicare Advantage Plan options were updated to better reflect anticipated plan experience.

Actuarial Cost Method	Entry age
Amortization Method	Level percent of payroll over an open period
Remaining Amortization Period	30 years
Asset Valuation Method	Market value of assets
Investment Rate of Return	3.00%, net of investment related expense including price inflation
Price Inflation	2.50%

\* This schedule is intended to show information for 10 years. Additional years' information will be displayed as it becomes available.

\*\* The measurement date is one year earlier than the employer's reporting date.

**TOWN OF WOLCOTT, CONNECTICUT  
PROPERTY TAXES LEVIED, COLLECTED, AND OUTSTANDING  
YEAR ENDED JUNE 30, 2024**

Grand List of October 1,	Uncollected Taxes June 30, 2023 and Current Levy	Lawful Additions	Lawful Deductions	Suspense Transfers	Balance To Be Collected	Collections			Uncollected Taxes June 30, 2024
						Taxes	Interest and Liens	Total	
2022	\$ 47,371,081	\$ 39,955	\$ 129,798	\$ -	\$ 47,281,238	\$ 46,127,387	\$ 156,441	\$ 46,283,828	\$ 1,153,851
2021	1,080,612	1,420	17,515	-	1,064,517	521,484	111,653	633,137	543,033
2020	487,228	930	3,292	-	484,866	149,574	61,123	210,697	335,292
2019	316,237	16	563	-	315,690	66,382	38,948	105,330	249,308
2018	224,321	17	205	-	224,133	42,553	34,774	77,327	181,580
2017	169,773	3	-	-	169,776	14,627	7,810	22,437	155,149
2016	158,724	1,538	132	48,552	111,578	5,331	8,756	14,087	106,247
2015	45,072	2,937	-	1,996	46,013	2,577	5,431	8,008	43,436
2014	2,277	3,678	-	-	5,955	3,387	6,079	9,466	2,568
2013	1,912	3,798	-	-	5,710	3,798	5,421	9,219	1,912
2012	742	1,638	-	-	2,380	1,638	2,924	4,562	742
2011	631	1,098	-	-	1,729	1,097	2,272	3,369	632
2010 and Prior	-	11	-	-	11	11	36	47	-
	<u>\$ 49,858,610</u>	<u>\$ 57,039</u>	<u>\$ 151,505</u>	<u>\$ 50,548</u>	<u>\$ 49,713,596</u>	<u>\$ 46,939,846</u>	<u>\$ 441,668</u>	<u>\$ 47,381,514</u>	<u>\$ 2,773,750</u>

**TOWN OF WOLCOTT, CONNECTICUT  
COMBINING BALANCE SHEET – NONMAJOR GOVERNMENTAL FUNDS  
JUNE 30, 2024**

	Special Revenue Funds					
	Farmingbury Hills Country Club	Acquired Facilities Woodtick Recreation Area	Water Assessments Fund	Police Dept. Asset Forfeiture Fund	Police Donations Fund	Sewer Assessments Fund
<b>ASSETS</b>						
Cash and Cash Equivalents	\$ 44,363	\$ 53,340	\$ 114,073	\$ 14,253	\$ 24,110	\$ 231,030
Receivables	707,662	-	745,039	-	-	10,443
Inventories	-	-	-	-	-	-
<b>Total Assets</b>	<b>\$ 752,025</b>	<b>\$ 53,340</b>	<b>\$ 859,112</b>	<b>\$ 14,253</b>	<b>\$ 24,110</b>	<b>\$ 241,473</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>						
<b>LIABILITIES</b>						
Accounts Payable and Accrued Items	\$ 1,618	\$ 4,863	\$ -	\$ -	\$ -	\$ -
Due to Other Funds	406,016	8,752	-	-	-	-
Unearned Revenue	-	-	-	-	-	-
<b>Total Liabilities</b>	<b>407,634</b>	<b>13,615</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>						
Unavailable Revenue	631,815	-	745,039	-	-	10,443
<b>Total Deferred Inflows of Resources</b>	<b>631,815</b>	<b>-</b>	<b>745,039</b>	<b>-</b>	<b>-</b>	<b>10,443</b>
<b>FUND BALANCES</b>						
Nonspendable	-	-	-	-	-	-
Restricted	-	-	-	14,253	24,110	-
Committed	-	39,725	114,073	-	-	231,030
Unassigned	(287,424)	-	-	-	-	-
<b>Total Fund Balances</b>	<b>(287,424)</b>	<b>39,725</b>	<b>114,073</b>	<b>14,253</b>	<b>24,110</b>	<b>231,030</b>
<b>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</b>	<b>\$ 752,025</b>	<b>\$ 53,340</b>	<b>\$ 859,112</b>	<b>\$ 14,253</b>	<b>\$ 24,110</b>	<b>\$ 241,473</b>

**TOWN OF WOLCOTT, CONNECTICUT**  
**COMBINING BALANCE SHEET – NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)**  
**JUNE 30, 2024**

	Special Revenue Funds					
<b>ASSETS</b>	Water Usage Fund	Dog Fund	School Lunch Fund	Peterson Park Fund	Planning and Zoning Fund	Open Space Fund
Cash and Cash Equivalents	\$ 1,029,497	\$ 48,508	\$ 765,625	\$ 4,600	\$ 4,544	\$ 78,830
Receivables	120,532	10,173	119,769	-	-	-
Inventories	-	-	30,100	-	-	-
Total Assets	<u>\$ 1,150,029</u>	<u>\$ 58,681</u>	<u>\$ 915,494</u>	<u>\$ 4,600</u>	<u>\$ 4,544</u>	<u>\$ 78,830</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>						
<b>LIABILITIES</b>						
Accounts Payable and Accrued Items	\$ 256,897	\$ 7,851	\$ -	\$ -	\$ -	\$ -
Due to Other Funds	1,917	-	-	-	-	-
Unearned Revenue	-	-	19,333	-	-	-
Total Liabilities	<u>258,814</u>	<u>7,851</u>	<u>19,333</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>						
Unavailable Revenue	95,354	-	-	-	-	-
Total Deferred Inflows of Resources	<u>95,354</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCES</b>						
Nonspendable	-	-	30,100	-	-	-
Restricted	-	50,830	866,061	-	-	78,830
Committed	795,861	-	-	4,600	4,544	-
Unassigned	-	-	-	-	-	-
Total Fund Balances	<u>795,861</u>	<u>50,830</u>	<u>896,161</u>	<u>4,600</u>	<u>4,544</u>	<u>78,830</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 1,150,029</u>	<u>\$ 58,681</u>	<u>\$ 915,494</u>	<u>\$ 4,600</u>	<u>\$ 4,544</u>	<u>\$ 78,830</u>

TOWN OF WOLCOTT, CONNECTICUT  
COMBINING BALANCE SHEET – NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)  
JUNE 30, 2024

	Special Revenue Funds						
	LOCIP Land Preservation Fund	Police Private Duty Fund	Insurance Claims Fund	Senior Center Fund	BOE School Studies Fund	BOE Latch Key Program Fund	Town Aid Road Fund
<b>ASSETS</b>							
Cash and Cash Equivalents	\$ 63,167	\$ 325,909	\$ 48,571	\$ 17,615	\$ 27,673	\$ 217,628	\$ 28
Receivables	426	3,505	-	1,264	-	-	-
Inventories	-	-	-	-	-	-	-
Total Assets	<u>\$ 63,593</u>	<u>\$ 329,414</u>	<u>\$ 48,571</u>	<u>\$ 18,879</u>	<u>\$ 27,673</u>	<u>\$ 217,628</u>	<u>\$ 28</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>							
<b>LIABILITIES</b>							
Accounts Payable and Accrued Items	\$ -	\$ 27,965	\$ -	\$ -	\$ -	\$ 1,340	\$ -
Due to Other Funds	-	21,221	-	-	-	-	-
Unearned Revenue	-	-	-	-	-	-	-
Total Liabilities	-	49,186	-	-	-	1,340	-
<b>DEFERRED INFLOWS OF RESOURCES</b>							
Unavailable Revenue	-	-	-	-	-	-	-
Total Deferred Inflows of Resources	-	-	-	-	-	-	-
<b>FUND BALANCES</b>							
Nonspendable	-	-	-	-	-	-	-
Restricted	63,593	-	-	-	-	-	28
Committed	-	280,228	48,571	18,879	27,673	216,288	-
Unassigned	-	-	-	-	-	-	-
Total Fund Balances	<u>63,593</u>	<u>280,228</u>	<u>48,571</u>	<u>18,879</u>	<u>27,673</u>	<u>216,288</u>	<u>28</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 63,593</u>	<u>\$ 329,414</u>	<u>\$ 48,571</u>	<u>\$ 18,879</u>	<u>\$ 27,673</u>	<u>\$ 217,628</u>	<u>\$ 28</u>

**TOWN OF WOLCOTT, CONNECTICUT**  
**COMBINING BALANCE SHEET – NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)**  
**JUNE 30, 2024**

	Special Revenue Funds			Capital Project Funds		Service Funds	Total
	Student Activities Fund	Education Special Grants and Programs Fund	Sewer Usage Fund	Capital Nonrecurring Fund	Local Capital Improvement Program Fund	Debt Service Reserve Fund	
<b>ASSETS</b>							
Cash and Cash Equivalents	\$ 202,875	\$ 74,605	\$ 1,863,571	\$ 938	\$ 173,947	\$ -	\$ 5,429,300
Receivables	-	-	1,432,645	-	70,245	-	3,221,703
Inventories	-	-	-	-	-	-	30,100
Total Assets	<u>\$ 202,875</u>	<u>\$ 74,605</u>	<u>\$ 3,296,216</u>	<u>\$ 938</u>	<u>\$ 244,192</u>	<u>\$ -</u>	<u>\$ 8,681,103</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>							
<b>LIABILITIES</b>							
Accounts Payable and Accrued Items	\$ -	\$ (80)	\$ 586,569	\$ -	\$ -	\$ -	\$ 887,023
Due to Other Funds	-	-	9,643	-	70,596	-	518,145
Unearned Revenue	-	46,813	-	-	25,982	-	92,128
Total Liabilities	<u>-</u>	<u>46,733</u>	<u>596,212</u>	<u>-</u>	<u>96,578</u>	<u>-</u>	<u>1,497,296</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>							
Unavailable Revenue	-	-	580,431	-	-	-	2,063,082
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>580,431</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,063,082</u>
<b>FUND BALANCES</b>							
Nonspendable	-	-	-	-	-	-	30,100
Restricted	202,875	27,872	-	-	147,614	-	1,476,066
Committed	-	-	2,119,573	938	-	-	3,901,983
Unassigned	-	-	-	-	-	-	(287,424)
Total Fund Balances	<u>202,875</u>	<u>27,872</u>	<u>2,119,573</u>	<u>938</u>	<u>147,614</u>	<u>-</u>	<u>5,120,725</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 202,875</u>	<u>\$ 74,605</u>	<u>\$ 3,296,216</u>	<u>\$ 938</u>	<u>\$ 244,192</u>	<u>\$ -</u>	<u>\$ 8,681,103</u>

**TOWN OF WOLCOTT, CONNECTICUT  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –  
NONMAJOR GOVERNMENTAL FUNDS  
YEAR ENDED JUNE 30, 2024**

	Special Revenue Funds						
	Farmingbury Hills Country Club	Acquired Facilities Woodtick Recreation Area	Water Assessments Fund	Police Dept. Asset Forfeiture Fund	Police Donations Fund	Miscellaneous Grants Fund	Sewer Assessments Fund
<b>REVENUES</b>							
Intergovernmental	\$ -	\$ -	\$ -	\$ 4,925	\$ -	\$ -	\$ -
Interest and Dividends	-	-	-	-	-	-	-
Charges for Services	145,121	116,315	73,641	-	21,276	-	12,125
Miscellaneous	-	-	-	-	-	-	-
<b>Total Revenues</b>	<u>145,121</u>	<u>116,315</u>	<u>73,641</u>	<u>4,925</u>	<u>21,276</u>	<u>-</u>	<u>12,125</u>
<b>EXPENDITURES</b>							
General Government	-	-	-	-	-	-	-
Public Safety	-	-	-	446	15,533	-	-
Public Works	-	-	-	-	-	-	-
Culture and Recreation	8,925	141,858	-	-	-	-	-
Education	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-	-
<b>Total Expenditures</b>	<u>8,925</u>	<u>141,858</u>	<u>-</u>	<u>446</u>	<u>15,533</u>	<u>-</u>	<u>-</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	136,196	(25,543)	73,641	4,479	5,743	-	12,125
<b>OTHER FINANCING USES</b>							
Transfers Out	-	-	(192,780)	-	-	-	-
<b>Total Other Financing Uses</b>	<u>-</u>	<u>-</u>	<u>(192,780)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>NET CHANGE IN FUND BALANCES</b>	136,196	(25,543)	(119,139)	4,479	5,743	-	12,125
Fund Balances - Beginning of Year	(423,620)	65,268	233,212	9,774	18,367	(10,780)	218,905
Adjustments	-	-	-	-	-	10,780	-
<b>Fund Balances - As Adjusted</b>	<u>(423,620)</u>	<u>65,268</u>	<u>233,212</u>	<u>9,774</u>	<u>18,367</u>	<u>-</u>	<u>218,905</u>
<b>FUND BALANCES - END OF YEAR</b>	<u>\$ (287,424)</u>	<u>\$ 39,725</u>	<u>\$ 114,073</u>	<u>\$ 14,253</u>	<u>\$ 24,110</u>	<u>-</u>	<u>\$ 231,030</u>

**TOWN OF WOLCOTT, CONNECTICUT  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –  
NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)  
YEAR ENDED JUNE 30, 2024**

	Special Revenue Funds						
	Water Usage Fund	Dog Fund	School Lunch Fund	Peterson Park Fund	Planning and Zoning Fund	Open Space Fund	LOCIP Land Preservation Fund
<b>REVENUES</b>							
Intergovernmental	\$ -	\$ -	\$ 813,625	\$ -	\$ -	\$ -	\$ 5,301
Interest and Dividends	28,437	-	790	-	-	-	-
Charges for Services	380,736	13,546	558,182	-	-	-	-
Miscellaneous	-	22,573	-	-	153	3,140	-
Total Revenues	<u>409,173</u>	<u>36,119</u>	<u>1,372,597</u>	<u>-</u>	<u>153</u>	<u>3,140</u>	<u>5,301</u>
<b>EXPENDITURES</b>							
General Government	-	-	-	-	-	-	-
Public Safety	-	41,483	-	-	-	-	-
Public Works	389,249	-	-	-	-	-	-
Culture and Recreation	-	-	-	-	-	-	-
Education	-	-	1,342,099	-	-	-	-
Capital Outlay	-	-	-	-	-	-	-
Total Expenditures	<u>389,249</u>	<u>41,483</u>	<u>1,342,099</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	19,924	(5,364)	30,498	-	153	3,140	5,301
<b>OTHER FINANCING USES</b>							
Transfers Out	-	-	-	-	-	-	-
Total Other Financing Uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>NET CHANGE IN FUND BALANCES</b>	19,924	(5,364)	30,498	-	153	3,140	5,301
Fund Balances - Beginning of Year	775,937	56,194	865,663	4,600	4,391	75,690	58,292
Adjustments	-	-	-	-	-	-	-
Fund Balances - As Adjusted	<u>775,937</u>	<u>56,194</u>	<u>865,663</u>	<u>4,600</u>	<u>4,391</u>	<u>75,690</u>	<u>58,292</u>
<b>FUND BALANCES - END OF YEAR</b>	<u>\$ 795,861</u>	<u>\$ 50,830</u>	<u>\$ 896,161</u>	<u>\$ 4,600</u>	<u>\$ 4,544</u>	<u>\$ 78,830</u>	<u>\$ 63,593</u>

**TOWN OF WOLCOTT, CONNECTICUT  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –  
NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)  
YEAR ENDED JUNE 30, 2024**

	Special Revenue Funds					
	Police Private Duty Fund	Insurance Claims Fund	Senior Center Fund	BOE School Studies Fund	BOE Latch Key Program Fund	Town Aid Road Fund
<b>REVENUES</b>						
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 297,132
Interest and Dividends	-	-	-	-	215	-
Charges for Services	925,633	119,724	-	-	394,281	-
Miscellaneous	-	804	4,313	26,115	-	-
Total Revenues	<u>925,633</u>	<u>120,528</u>	<u>4,313</u>	<u>26,115</u>	<u>394,496</u>	<u>297,132</u>
<b>EXPENDITURES</b>						
General Government	-	3,200	-	-	-	-
Public Safety	867,024	7,151	-	-	-	-
Public Works	-	69,734	-	-	-	297,104
Culture and Recreation	-	-	-	-	-	-
Education	-	-	-	22,450	402,509	-
Capital Outlay	-	-	-	-	-	-
Total Expenditures	<u>867,024</u>	<u>80,085</u>	<u>-</u>	<u>22,450</u>	<u>402,509</u>	<u>297,104</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	58,609	40,443	4,313	3,665	(8,013)	28
<b>OTHER FINANCING USES</b>						
Transfers Out	-	-	-	-	-	-
Total Other Financing Uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>NET CHANGE IN FUND BALANCES</b>	58,609	40,443	4,313	3,665	(8,013)	28
Fund Balances - Beginning of Year	221,619	8,128	14,566	24,008	224,301	-
Adjustments	-	-	-	-	-	-
Fund Balances - As Adjusted	<u>221,619</u>	<u>8,128</u>	<u>14,566</u>	<u>24,008</u>	<u>224,301</u>	<u>-</u>
<b>FUND BALANCES - END OF YEAR</b>	<u>\$ 280,228</u>	<u>\$ 48,571</u>	<u>\$ 18,879</u>	<u>\$ 27,673</u>	<u>\$ 216,288</u>	<u>\$ 28</u>

**TOWN OF WOLCOTT, CONNECTICUT**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –**  
**NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)**  
**YEAR ENDED JUNE 30, 2024**

	Special Revenue Funds			Capital Project Funds		Debt Service Funds	Total
	Student Activities Fund	Education Special Grants and Programs Fund	Sewer Usage Fund	Capital Nonrecurring Fund	Local Capital Improvement Program Fund	Debt Service Reserve Fund	
<b>REVENUES</b>							
Intergovernmental	\$ -	\$ 2,031,765	\$ -	\$ -	\$ 287,905	\$ -	\$ 3,440,653
Interest and Dividends	-	10	-	49	-	-	29,501
Charges for Services	-	15,360	1,095,881	-	-	-	3,871,821
Miscellaneous	508,092	-	-	-	-	-	565,190
Total Revenues	<u>508,092</u>	<u>2,047,135</u>	<u>1,095,881</u>	<u>49</u>	<u>287,905</u>	<u>-</u>	<u>7,907,165</u>
<b>EXPENDITURES</b>							
General Government	-	-	-	-	-	-	3,200
Public Safety	-	-	-	-	-	-	931,637
Public Works	-	-	1,016,831	-	-	-	1,772,918
Culture and Recreation	-	-	-	-	-	-	150,783
Education	503,651	2,040,437	-	-	-	-	4,311,146
Capital Outlay	-	-	-	-	77,626	-	77,626
Total Expenditures	<u>503,651</u>	<u>2,040,437</u>	<u>1,016,831</u>	<u>-</u>	<u>77,626</u>	<u>-</u>	<u>7,247,310</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	4,441	6,698	79,050	49	210,279	-	659,855
<b>OTHER FINANCING USES</b>							
Transfers Out	-	-	-	-	-	-	(192,780)
Total Other Financing Uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(192,780)</u>
<b>NET CHANGE IN FUND BALANCES</b>	4,441	6,698	79,050	49	210,279	-	467,075
Fund Balances - Beginning of Year	198,434	21,174	2,040,523	889	(62,665)	-	4,642,870
Adjustments	-	-	-	-	-	-	10,780
Fund Balances - As Adjusted	<u>198,434</u>	<u>21,174</u>	<u>2,040,523</u>	<u>889</u>	<u>(62,665)</u>	<u>-</u>	<u>4,653,650</u>
<b>FUND BALANCES - END OF YEAR</b>	<u>\$ 202,875</u>	<u>\$ 27,872</u>	<u>\$ 2,119,573</u>	<u>\$ 938</u>	<u>\$ 147,614</u>	<u>\$ -</u>	<u>\$ 5,120,725</u>

**TOWN OF WOLCOTT, CONNECTICUT  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –  
 BUDGET AND ACTUAL – BUDGETARY BASIS –  
 FARMINGBURY HILLS COUNTRY CLUB  
 YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
<b>REVENUES</b>				
Facility Rentals	\$ 126,758	\$ 126,758	\$ 145,121	\$ 18,363
Total Revenues	<u>126,758</u>	<u>126,758</u>	<u>145,121</u>	<u>18,363</u>
<b>EXPENDITURES</b>				
Repair and Maintenance - Equipment	15,000	15,000	2,728	12,272
Contracted Services	15,000	15,000	1,035	13,965
Water System Testing	1,000	1,000	439	561
Dues and Fees	2,500	2,500	523	1,977
Liability Insurance	4,200	4,200	4,200	-
Total Expenditures	<u>37,700</u>	<u>37,700</u>	<u>8,925</u>	<u>28,775</u>
Excess in Revenues Over Expenditures	89,058	89,058	136,196	47,138
<b>OTHER FINANCING SOURCES</b>				
Payment of Debt to General Fund	89,058	89,058	-	89,058
Total Other Financing Sources	<u>89,058</u>	<u>89,058</u>	<u>-</u>	<u>89,058</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 136,196</u>	<u>\$ 136,196</u>

**TOWN OF WOLCOTT, CONNECTICUT  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –  
 BUDGET AND ACTUAL – BUDGETARY BASIS –  
 ACQUIRED FACILITIES FUND  
 YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget - Positive (Negative)
<b>REVENUES</b>				
Gate Receipts	\$ 75,000	\$ 75,000	\$ 73,180	\$ (1,820)
Rental of Facilities	20,000	20,000	20,900	900
Food Sales	20,000	20,000	14,058	(5,942)
Security Deposits	6,000	6,000	5,875	(125)
Housing Rental Income	3,000	3,000	2,000	(1,000)
Unanticipated Revenue	-	-	302	302
Appropriation of Fund Balance	39,000	39,000	-	(39,000)
Total Revenues	<u>163,000</u>	<u>163,000</u>	<u>116,315</u>	<u>(46,685)</u>
<b>EXPENDITURES</b>				
Salary - Administrative	25,000	25,000	25,000	-
Wages - Operations	62,706	62,706	55,353	7,353
FICA	6,709	6,709	6,147	562
Workers' Compensation Insurance	2,350	2,350	2,350	-
Legal Services	500	479	-	479
Electricity	3,700	6,527	6,527	-
Repairs & Maintenance - Equipment	5,500	6,757	6,757	-
Dam & Reservoirs - Maintenance	5,000	2,293	-	2,293
Repairs & Maintenance - Buildings	7,685	6,428	4,498	1,930
Snack Bar Supplies	11,200	8,373	8,221	152
Maintenance Supplies	4,000	1,584	897	687
Tele-Communications	150	378	378	-
Liability Insurance	3,000	3,000	3,000	-
Operations	6,000	10,916	10,916	-
Office Supplies	700	700	55	645
Capital Outlay - Equipment	10,000	10,000	3,859	6,141
Capital Outlay - Buildings	-	-	-	-
Refunds	6,000	6,000	5,100	900
In-Kind Services	2,800	2,800	2,800	-
Total Expenditures	<u>163,000</u>	<u>163,000</u>	<u>141,858</u>	<u>21,142</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (25,543)</u>	<u>\$ (25,543)</u>

**TOWN OF WOLCOTT, CONNECTICUT**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –**  
**BUDGET AND ACTUAL – BUDGETARY BASIS –**  
**WATER USAGE FUND**  
**YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget - Positive (Negative)
<b>REVENUES</b>				
Water Usage	\$ 445,966	\$ 445,966	\$ 341,174	\$ (104,792)
Water Meter Set-Up Parts	11,000	11,000	6,640	(4,360)
Unanticipated Revenue	15,000	15,000	27,122	12,122
Water Connection Revenues	15,000	15,000	4,900	(10,100)
Water Permits and Applications	1,000	1,000	900	(100)
CD Interest	800	800	28,437	27,637
Total Revenues	<u>488,766</u>	<u>488,766</u>	<u>409,173</u>	<u>(79,593)</u>
<b>EXPENDITURES</b>				
Salary - Administrative	20,270	20,270	20,269	1
Wages - Clerical	13,942	14,358	12,073	2,285
Wages - Operations	27,398	28,220	17,620	10,600
Operating Reserve	1,238	-	-	-
Group Life Insurance	170	170	170	-
Medical Insurance	22,475	22,475	22,475	-
FICA	4,808	4,808	3,822	986
Pension - Defined Benefit Plan	5,015	5,015	5,015	-
Workers' Compensation Insurance	1,975	1,975	1,975	-
Postage	1,300	1,784	1,784	-
Legal Services	2,000	1,400	-	1,400
Testing Expense	15,574	15,574	9,158	6,416
QDS Assessment Support	1,351	1,351	1,351	-
QDS Bill Preparations	1,775	1,775	1,469	306
Education & Professional Development	1,500	1,500	84	1,416
Electricity	29,000	29,007	29,007	-
Fuel - Heating	550	550	338	212
Water Usage	280,000	280,000	224,678	55,322
Repairs and Maintenance - Water	20,000	19,392	7,888	11,504
Water Meter Set-Up Parts	17,700	17,700	13,555	4,145
Tele-Communications	7,190	7,190	4,453	2,737
In-Kind Services	2,800	3,400	3,400	-
Liability Insurance	6,535	6,535	6,535	-
Office Supplies	950	950	620	330
Dues and Fees	2,400	2,400	543	1,857
Capital Outlay - Equipment	-	-	-	-
Bank Service Fees	850	967	967	-
Total Expenditures	<u>488,766</u>	<u>488,766</u>	<u>389,249</u>	<u>99,517</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 19,924</u>	<u>\$ 19,924</u>

**TOWN OF WOLCOTT, CONNECTICUT  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –  
 BUDGET AND ACTUAL – BUDGETARY BASIS –  
 SEWER USAGE FUND  
 YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
<b>REVENUES</b>				
Sewer Usage	\$ 1,107,113	\$ 1,107,113	\$ 1,003,676	\$ (103,437)
Connection Fees	30,000	30,000	5,100	(24,900)
CD Interest	1,500	1,500	253	(1,247)
Sewer Permits and Applications	1,000	1,000	3,000	2,000
STIF Interest Sewer Usage	800	800	83,257	82,457
STIF Interest STP Upgrade	-	-	115	115
Unanticipated Revenue	-	-	480	480
Total Revenues	<u>1,140,413</u>	<u>1,140,413</u>	<u>1,095,881</u>	<u>(44,532)</u>
<b>EXPENDITURES</b>				
Salary - Administrative	81,078	81,078	81,078	-
Wages - Clerical	48,359	49,800	48,293	1,507
Wages - Operations	110,142	113,173	54,559	58,614
Operating Reserve	5,428	-	-	-
Wages - Part-Time	5,000	5,000	1,416	3,584
Wages - Part-Time Billing Clerk	23,296	24,252	24,252	-
Wages - Overtime	5,000	5,000	2,248	2,752
Uniform Allowance	1,100	1,100	550	550
Group Life Insurance	700	700	700	-
Medical Insurance	89,890	89,890	89,890	-
FICA	21,375	21,340	14,568	6,772
Pension - Defined Benefit Plan	20,065	20,065	20,065	-
Pension - Deferred Contribution	1,419	1,454	1,454	-
Workers' Compensation Insurance	5,975	5,975	5,975	-
Postage	1,750	1,750	1,750	-
Legal Services	30,000	30,000	3,900	26,100
QDS Assessment Support	1,351	1,351	1,351	-
QDS Bill Preparations	1,610	1,610	1,506	104
Electricity	9,900	9,900	9,436	464
Fuel - Heating	4,000	4,000	1,827	2,173
Sewer Usage	530,000	530,000	583,631	(53,631)
Repairs and Maintenance - Equipment	10,000	10,000	6,292	3,708
Repairs and Maintenance - Buildings	1,250	1,250	-	1,250
Repairs and Maintenance - Sewer	20,000	20,000	8,799	11,201
Contracted Services	4,000	-	-	-
Tele-Communications	6,030	6,030	941	5,089
In-Kind Services	10,000	12,000	12,000	-
Liability Insurance	24,070	24,070	24,070	-
Vehicle Gasoline and Diesel	8,225	8,225	7,188	1,037
Office Supplies	3,000	7,000	4,690	2,310
Capital Outlay - Equipment	55,000	53,000	3,242	49,758
Bank Service Fees	1,400	1,400	1,160	240
Total Expenditures	<u>1,140,413</u>	<u>1,140,413</u>	<u>1,016,831</u>	<u>123,582</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 79,050</u>	<u>\$ 79,050</u>

**TOWN OF WOLCOTT, CONNECTICUT  
STATEMENT OF DEBT LIMITATION  
JUNE 30, 2024**

Total tax collections, including interest and lien fees for fiscal year ended June 30, 2023	\$ 44,404,611						
State Reimbursement for Revenue Loss on Tax Relief for Elderly	<u>24,887</u>						
<b>BASE</b>	<b><u>\$ 44,429,498</u></b>						
	<table style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 30%;"></th> <th style="width: 15%; text-align: center; border-bottom: 1px solid black;">General Purpose</th> <th style="width: 15%; text-align: center; border-bottom: 1px solid black;">Schools</th> <th style="width: 15%; text-align: center; border-bottom: 1px solid black;">Sewers</th> <th style="width: 15%; text-align: center; border-bottom: 1px solid black;">Urban Renewal</th> <th style="width: 15%; text-align: center; border-bottom: 1px solid black;">Pension Deficit</th> </tr> </thead> </table>		General Purpose	Schools	Sewers	Urban Renewal	Pension Deficit
	General Purpose	Schools	Sewers	Urban Renewal	Pension Deficit		
Debt Limitation:							
2-1/4 Times Base	\$ 99,966,371	\$ -	\$ -	\$ -	\$ -		
4-1/2 Times Base	-	199,932,741	-	-	-		
3-3/4 Times Base	-	-	166,610,618	-	-		
3-1/4 Times Base	-	-	-	144,395,869	-		
3 Times Base	-	-	-	-	133,288,494		
Total Debt Limitation	<u>99,966,371</u>	<u>199,932,741</u>	<u>166,610,618</u>	<u>144,395,869</u>	<u>133,288,494</u>		
Indebtedness:							
Bonds Payable	28,269,430	3,681,995	-	-	-		
Authorized But Unissued Debt	<u>-</u>	<u>40,000</u>	<u>-</u>	<u>-</u>	<u>-</u>		
Net Indebtedness	<u>28,269,430</u>	<u>3,721,995</u>	<u>-</u>	<u>-</u>	<u>-</u>		
Debt Limitation in Excess of Outstanding and Authorized Debt	<u>\$ 71,696,941</u>	<u>\$ 196,210,746</u>	<u>\$ 166,610,618</u>	<u>\$ 144,395,869</u>	<u>\$ 133,288,494</u>		

Note: In no case shall total indebtedness exceed seven times annual receipts from taxation (\$302,409,128).



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