

TOWN OF WOLCOTT, CONNECTICUT

**FINANCIAL STATEMENTS AND
SUPPLEMENTARY INFORMATION**

YEAR ENDED JUNE 30, 2025



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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, 2025, 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, 2025, 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.

Emphasis of Matter

As discussed in Note 7, the Town implemented GASB Statement No. 101, *Compensated Absences* in accordance with generally accepted accounting principles. As a result of the implementation, the Town restated the July 1, 2024 balance in governmental activities. Our opinion is not modified with respect to this matter.

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 property taxes levied, collected and outstanding report, combining and individual nonmajor fund financial statements, budgetary comparison reports and statement of debt limitation are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Town Council
Town of Wolcott, Connecticut

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 23, 2025, 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, 2025

**TOWN OF WOLCOTT, CONNECTICUT
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
JUNE 30, 2025**

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, 2025. We encourage readers to consider the information presented here in conjunction with the Town's basic financial statements that follow this section.

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 summary of the Town's finances, on a full accrual basis, taking into account both long-term assets and liabilities.

The Statement of Net Position presents information on all of the Town's assets, deferred outflows and liabilities and deferred inflows, 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 Town's net position changed during the 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 inflows or outflows in future fiscal periods, e.g., uncollected taxes and earned but unused, vacation leave.

Both government-wide financial statements distinguish functions of the Town's between two categories: governmental activities that are principally supported by taxes and intergovernmental revenues and business-type activities that are intended to recover all or a significant portion of their costs through user fees and charges. The governmental activities of the Town include administration and finance, public safety, public works, culture and recreation, health and welfare, and education. The Town does not have any business type activities.

It is important to note that fiduciary funds are not presented in government-wide statements as their assets cannot be used for Town operations. The Town is simply a conduit for these funds.

The government-wide financial statements can be found on pages 16 and 17 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 or modified accrual accounting to ensure and demonstrate compliance with finance-related legal requirements. All Town funds can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

**TOWN OF WOLCOTT, CONNECTICUT
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
JUNE 30, 2025**

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, 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 after the end of the fiscal year. 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. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental fund financial statements 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 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 individual governmental funds that are classified as either major or non-major. Information for the major funds is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances. The Town's major funds are the General Fund, the Capital Improvement Fund and the Small Cities Grant Fund. The other funds are non-major and are combined into a single, aggregate presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements in the Combining and Individual Non-major Fund Financial Statements and Schedules section of this report.

The basic governmental fund financial statements can be found on pages 18 through 21 of this report.

Proprietary funds. The Town maintains one type of proprietary fund: internal service fund. Internal service funds are 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 medical benefits. These services have been included within governmental activities in the government-wide financial statements.

The basic proprietary fund financial statements can be found on pages 22 through 24 of this report.

Fiduciary funds. The Town's fiduciary funds include pension trust funds and a private purpose trust fund scholarship fund. Fiduciary funds are used to account for resources held for the benefit of parties outside the Town government and are not available to support Town programs. Therefore, these funds are not reflected in the government-wide financial statements and appear separately in the fund financial statements.

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

**TOWN OF WOLCOTT, CONNECTICUT
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
JUNE 30, 2025**

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 27 through 76 of this report.

Required Supplementary Information. The required supplementary information includes the General Fund budgetary-basis revenue and expenditure financial report. This report can be found on pages 77 through 80 of this report. Also presented in the required supplementary information is the Town's progress in funding its obligation to provide pension benefits and other post-employment benefits to employees. This information can be found on pages 81 through 88 of this report.

Supplemental and combining non-major fund financial statements and schedules can be found on pages 90 through 101 of this report.

Financial Highlights – Government-wide Financial Statements

- Total assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources resulting in a net position of \$19.678 million. The net position includes \$41.721 million invested in capital assets. The balance also includes \$8.254 million restricted for various programs and an unrestricted net position (deficit) of \$(30.297) million.
- Net position decreased by \$1.141 million resulting in a net position of \$19.678 million. The net investment in capital assets portion of net position increased by \$12.670 million. Restricted net position increased by \$1.048 million and unrestricted net position decreased by \$14.859 million.

Financial Highlights – Fund Financial Statements

- As of the close of the current fiscal year, the Town's governmental funds reported combined ending fund balances of \$22.950 million, an increase of \$5.958 million. This increase was generated mostly from \$7.006 million increase in the Capital Improvements fund balance. This increase resulted from bond sale proceeds of \$11 million and a bond premium \$0.751 million offset by capital outlay. In addition, the General Fund balance decreased by \$0.626 million mostly due to revenues being less than budgeted by \$0.891 million. The \$2 million that was appropriated to revenue from the fund balance was mitigated by several revenue streams that were more than anticipated: investment returns were more than projected, building permit fees increased and tax collections were more than what was conservatively budgeted. Expenditures were \$0.334 million or 0.51% less than budgeted.
- The General Fund balance at June 30, 2025 is \$10.882 million, a decrease of \$0.626 million from the prior fiscal year as noted above. This balance includes \$9.330 million of unassigned fund balance or 13.7% of the Town's fiscal year 2026 budgetary expenditure appropriations. There is also \$1.551 million of nonspendable fund balance. \$1.3 million of the fund balance is assigned for the 2026 fiscal year budget and \$0.251 million for outstanding 2025 fiscal year encumbrances.

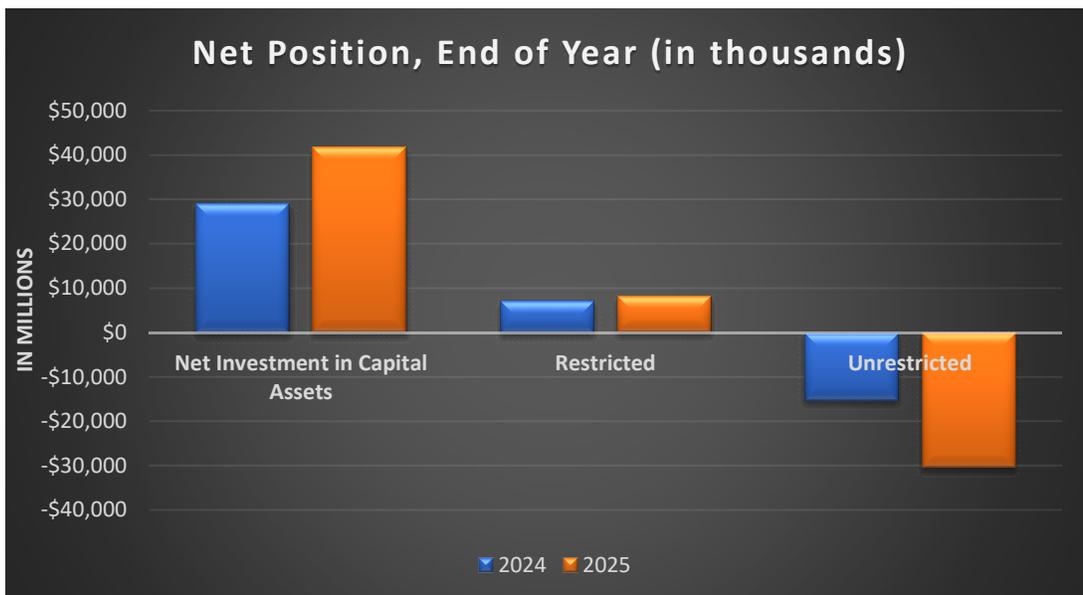
**TOWN OF WOLCOTT, CONNECTICUT
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
JUNE 30, 2025**

Government-Wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the Town, assets and deferred outflows exceeded liabilities and deferred inflows by \$19.678 million as of June 30, 2025 and is summarized as follows:

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

	Governmental Activities	
	2025	2024
ASSETS		
Current Assets	\$ 36,914	\$ 45,331
Capital Assets, Net of Accumulated Depreciation	78,073	75,996
Other Assets	3,990	3,241
Total Assets	118,977	124,568
DEFERRED OUTFLOWS OF RESOURCES		
	5,420	5,077
Current Liabilities	8,326	22,184
Long-Term Liabilities:		
Outstanding	87,413	78,563
Total Liabilities	95,739	100,747
DEFERRED INFLOWS OF RESOURCES		
	8,981	8,079
NET POSITION		
Net Investment in Capital Assets	41,721	29,051
Restricted	8,254	7,206
Unrestricted	(30,297)	(15,438)
Total Net Position	\$ 19,678	\$ 20,819



**TOWN OF WOLCOTT, CONNECTICUT
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
JUNE 30, 2025**

The majority of the Town's net position reflects its net investment in capital assets, e.g. land, buildings, machinery and equipment, and infrastructure, less any related debt used to acquire those assets that is still outstanding. These assets are used to provide services to Town 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.

A small portion of the Town's net position, \$8.254 million, represents resources that are subject to external restrictions from grantors 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) of \$(30.297) million.

For more detailed information, see the Statement of Net Position on page 16.

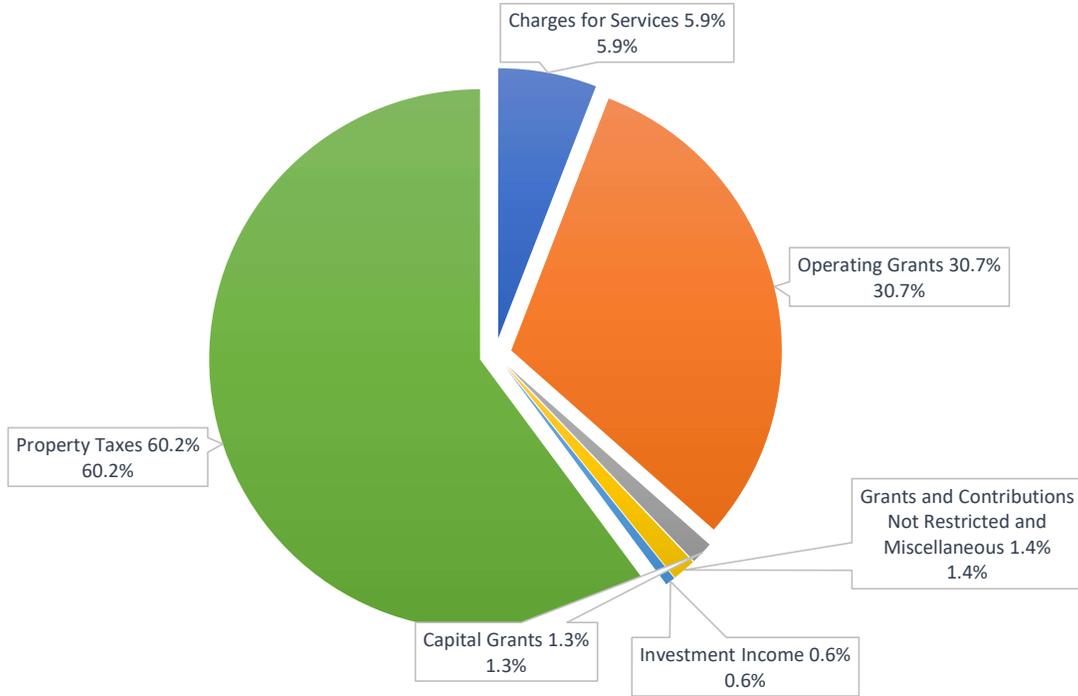
Changes in Net Position. Changes in net position for the years ended June 30, 2025 and 2024 are as follows.

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

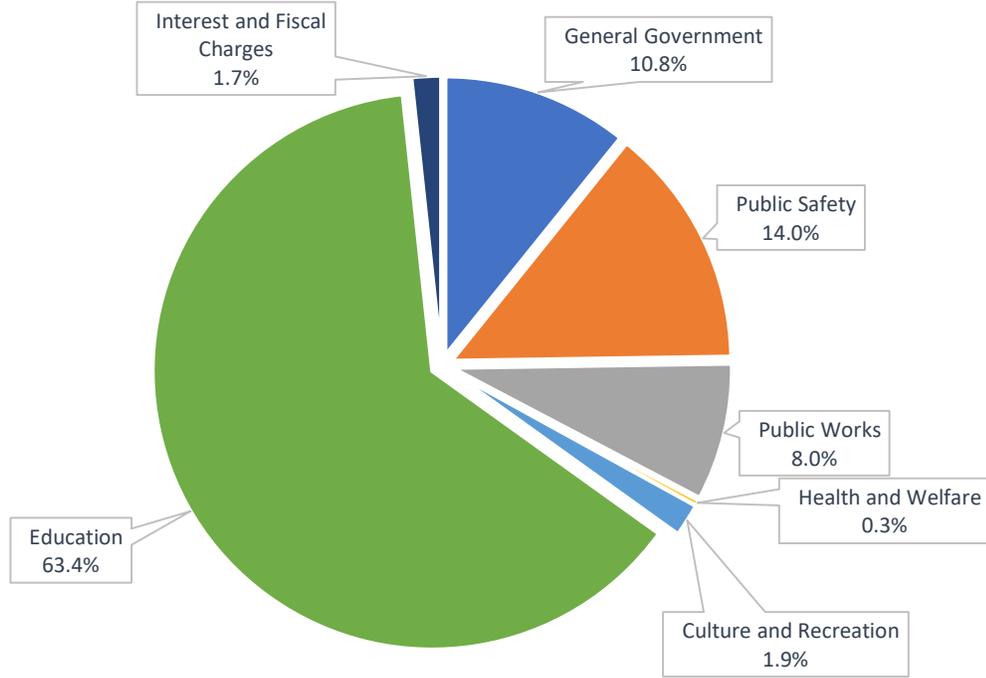
	Governmental Activities	
	2025	2024
REVENUES		
Program Revenues:		
Charges for Services	\$ 4,826	\$ 5,379
Operating Grants and Contributions	25,177	25,667
Capital Grants and Contributions	1,100	2,637
General Revenues:		
Property Taxes	49,408	47,766
Grants Not Restricted to Specific Programs	-	-
Unrestricted Investment Earnings	481	501
Miscellaneous	1,078	1,168
Total Revenues	82,070	83,118
EXPENSES		
General Government	8,958	8,850
Public Safety	11,647	9,277
Public Works	6,623	8,372
Health and Welfare	257	337
Culture and Recreation	1,584	1,234
Education	52,729	50,005
Interest on Long-Term Debt	1,414	911
Total Expenses	83,211	78,986
Change in Net Position Before Transfers and Capital Contribution	\$ (1,141)	\$ 4,132

**TOWN OF WOLCOTT, CONNECTICUT
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
JUNE 30, 2025**

2025 Revenues by Source - Governmental Activities



2025 Expense by Function - Governmental Activities



**TOWN OF WOLCOTT, CONNECTICUT
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
JUNE 30, 2025**

Governmental Activities

Governmental activities decreased the Town's net position by \$1.141 million.

Overall, revenues decreased by \$1.048 million or 1.3% in comparison to revenues reported in the prior year. Key elements of the change in revenues included an increase in property taxes of \$1.642 million and small decreases in charges for services, operating grants and contributions, and capital grants and contributions.

Expenses increased by \$4.225 million or 5.3% in comparison to expenses reported in the prior year. This is mainly attributed to an increase in education expenses of \$2.724 million, an increase in public safety expense of \$2.369 million and a decrease in public works expense of \$1.749 million.

Financial Analysis of the Government's Funds

As noted earlier, the Town uses fund or modified accrual accounting to 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 \$22.950 million, an increase of \$5.958 million from the prior year. The \$22.950 million fund balance consists of \$14.065 million that is either nonspendable, restricted, committed, or assigned as defined by Governmental Accounting Standards Board No. 54, and an unassigned fund balance of \$8.885 million. Definitions for these fund balance classifications can be found in Note 1P to the financial statements.

General Fund. The General Fund is the main operating fund of the Town. At the end of the current fiscal year, the unassigned fund balance of the General Fund is \$9.330 million while total fund balance is \$10.882 million. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 13.7% of the Town's fiscal year 2026 budgetary expenditure appropriations. Expressed another way, unassigned fund balance for the General Fund was sufficient to cover approximately 1.7 months of General Fund expenditures.

Capital Improvement Fund. The fund balance of the Capital Improvement Fund is \$7.039 million, which is an increase of \$7.006 million. This increase is mainly attributable to the issuance of \$11 million in general obligation bonds in February 2025, a bond premium of \$0.751 million and capital outlay of \$4.630 million.

**TOWN OF WOLCOTT, CONNECTICUT
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
JUNE 30, 2025**

Small Cities Grant Program Fund. The fund balance of the Small Cities Grant Fund increased by \$0.063 million during the current fiscal year.

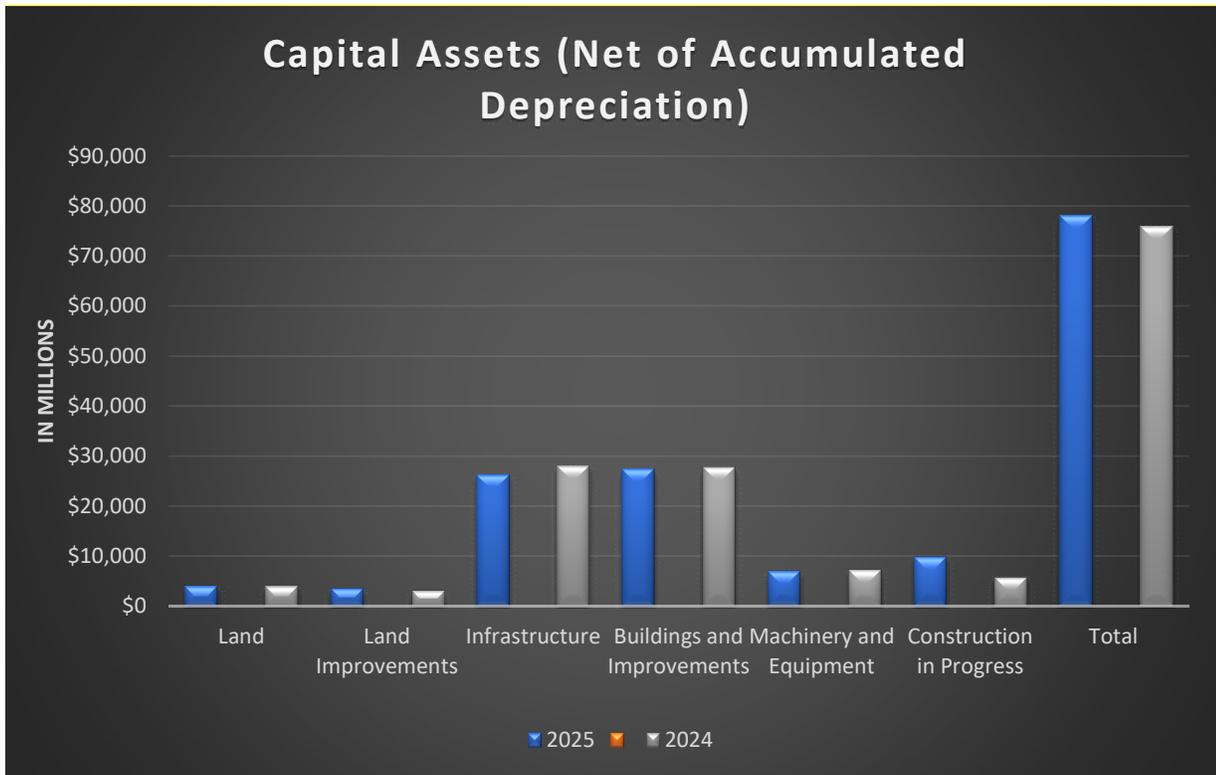
Capital Asset and Debt Administration

Capital Assets. The Town's investment in capital assets, net of accumulated depreciation, for its governmental activities as of June 30, 2025, amounts to \$78.073 million. This investment in capital assets includes land, land improvements, infrastructure, buildings and improvements, machinery and equipment, and construction in progress. The Town's investment in capital assets increased by \$2.077 million.

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

	Governmental Activities	
	2025	2024
Land	\$ 3,956	\$ 3,956
Land Improvements	3,502	3,063
Infrastructure	26,274	28,031
Buildings and Improvements	27,390	27,761
Machinery and Equipment	7,076	7,351
Construction in Progress	9,875	5,834
Total	\$ 78,073	\$ 75,996

**TOWN OF WOLCOTT, CONNECTICUT
MANAGEMENT’S DISCUSSION AND ANALYSIS (UNAUDITED)
JUNE 30, 2025**



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

- The completion of the new Ambulance Headquarters, continued Beach Road reconstruction, upgrades to the emergency communications system, the installation of the pedestrian bridge over Cornelis Dam, and fencing and bathroom upgrades at the Baseball Association of Wolcott
- Vehicles, machinery and equipment included: the purchase of a roll-off truck and pick-up truck for Public Works, 2 vehicles for the Police Department, equipment for the Sewer and Water Departments, HVAC upgrades at Tyrrell Middle School and boiler projects at Frisbee and Wakelee elementary Schools, continued technological upgrades

Additional information on the Town’s capital assets can be found in Note 3C on page 42 of this report.

Long-Term Debt. At the end of the current fiscal year, the Town had total bonded debt and notes outstanding of \$41.429 million. The Town added debt of \$11 million and retired \$2.530 million during the year.

The Town maintains a “AA+” rating from Standard and Poor’s for general obligation debt.

State statutes limit the amount of general obligation debt the Town may issue to seven times total tax collections, including interest and lien fees. The current debt limitation for the Town is significantly in excess of the Town’s outstanding general obligation debt.

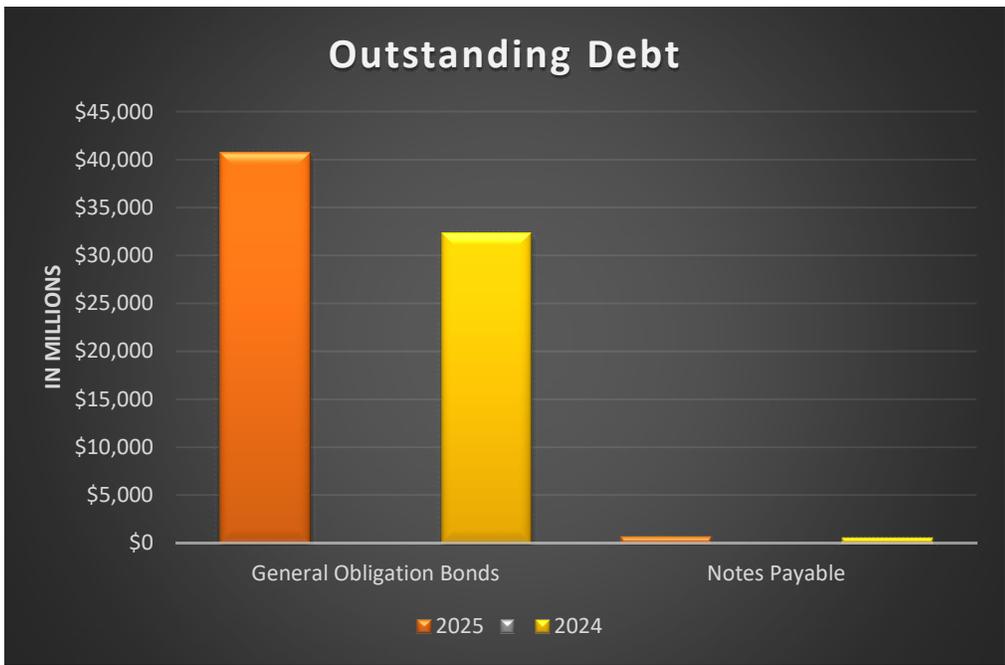
Additional information on the Town’s debt limitation can be found on page 102 of this report.

**TOWN OF WOLCOTT, CONNECTICUT
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
JUNE 30, 2025**

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

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

	Governmental Activities	
	2025	2024
General Obligation Bonds	\$ 40,795	\$ 32,325
Notes Payable	634	509
Total	<u>\$ 41,429</u>	<u>\$ 32,834</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, 2025**

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 2026, 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 2026.

The Town's fiscal year 2026 General Fund budget was approved by the Town Council on June 10, 2025. The approved budget is \$68.202 million which is an increase of \$3.067 million over the fiscal year 2025 budget. The Town has assigned \$1.3 million from fund balance of the General Fund for spending in the 2026 fiscal year budget. The mill rate increased by 2.86 mills to 35.93 mills, or 8.6%.

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 Kenea Avenue, Wolcott, Connecticut 06716.

TOWN OF WOLCOTT, CONNECTICUT
STATEMENT OF NET POSITION
JUNE 30, 2025

	<u>Governmental Activities</u>
ASSETS	
Cash and Cash Equivalents	27,322,454
Receivables, Net:	
Property Taxes, Current	2,496,524
Other	7,071,394
Inventories and Prepaids	23,173
Net Pension Asset	3,990,213
Capital Assets, Nondepreciable	9,411,952
Capital Assets, Net of Accumulated Depreciation	<u>68,661,215</u>
Total Assets	<u>118,976,925</u>
DEFERRED OUTFLOWS OF RESOURCES	
Deferred Outflows Related to Pension	1,500,355
Deferred Outflows Related to OPEB	<u>3,919,836</u>
Total Deferred Outflows of Resources	<u>5,420,191</u>
LIABILITIES	
Accounts Payable and Accrued Items	3,211,795
Unearned Revenue	728,751
Noncurrent Liabilities:	
Due Within One Year	4,385,481
Due in More Than One Year	<u>87,412,501</u>
Total Liabilities	<u>95,738,528</u>
DEFERRED INFLOWS OF RESOURCES	
Deferred Inflows Related to Pension	2,408,191
Deferred Inflows Related to OPEB	6,052,503
Lease Receivable	<u>520,318</u>
Total Deferred Inflows of Resources	<u>8,981,012</u>
NET POSITION	
Net Investment in Capital Assets	41,721,199
Restricted for:	
Grant and Donor Programs	1,127,885
Pension Benefits	3,990,213
Loans Receivable	2,092,429
Education	893,409
Public Safety	67,870
Open Space	81,738
Unrestricted	<u>(30,297,167)</u>
Total Net Position	<u><u>\$ 19,677,576</u></u>

See accompanying Notes to Basic Financial Statements.

**TOWN OF WOLCOTT, CONNECTICUT
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2025**

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	\$ 8,957,704	\$ 802,748	\$ 656,425	\$ 5,229	\$ (7,493,302)
Public Safety	11,646,558	639,659	1,370,732	-	(9,636,167)
Public Works	6,622,572	1,673,410	-	1,094,381	(3,854,781)
Health and Welfare	256,545	6	108,599	-	(147,940)
Culture and Recreation	1,584,324	227,989	285,113	-	(1,071,222)
Education	52,729,171	1,482,632	22,755,946	-	(28,490,593)
Interest on Long-Term Debt	1,414,296	-	-	-	(1,414,296)
Total	<u>\$ 83,211,170</u>	<u>\$ 4,826,444</u>	<u>\$ 25,176,815</u>	<u>\$ 1,099,610</u>	(52,108,301)
General Revenues:					
Property Taxes					49,407,963
Unrestricted Investment Earnings					480,800
Miscellaneous					1,078,103
Total General Revenues					<u>50,966,866</u>
CHANGE IN NET POSITION					(1,141,435)
Net Position - Beginning of Year, as restated					<u>20,819,011</u>
NET POSITION - END OF YEAR					<u>\$ 19,677,576</u>

See accompanying Notes to Basic Financial Statements.

**TOWN OF WOLCOTT, CONNECTICUT
BALANCE SHEET – GOVERNMENTAL FUNDS
JUNE 30, 2025**

	General Fund	Capital Improvement Fund	Small Cities Grant Fund	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS					
Cash and Cash Equivalents	\$ 11,528,639	\$ 7,698,079	\$ 335,222	\$ 4,816,330	\$ 24,378,270
Receivables	3,929,289	-	2,092,429	3,546,200	9,567,918
Due from Other Funds	352,051	-	-	1,912	353,963
Other Assets	-	-	-	23,173	23,173
Total Assets	\$ 15,809,979	\$ 7,698,079	\$ 2,427,651	\$ 8,387,615	\$ 34,323,324
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES					
LIABILITIES					
Accounts Payable and Accrued Items	\$ 1,349,452	\$ 633,027	\$ 598	\$ 293,957	\$ 2,277,034
Due to Other Funds	10,591	26,218	-	325,833	362,642
Unearned Revenue	54,526	-	-	652,961	707,487
Total Liabilities	1,414,569	659,245	598	1,272,751	3,347,163
DEFERRED INFLOWS OF RESOURCES					
Unavailable Revenue - Property Taxes	3,513,723	-	-	-	3,513,723
Unavailable Revenue - Loans Receivable	-	-	2,092,429	-	2,092,429
Unavailable Revenue - Other Grants	-	-	-	354,925	354,925
Unavailable Revenue - Water and Sewer	-	-	-	1,545,204	1,545,204
Deferred Inflows - Lease Receivables	-	-	-	520,318	520,318
Total Deferred Inflows of Resources	3,513,723	-	2,092,429	2,420,447	8,026,599
FUND BALANCES					
Nonspendable	-	-	-	23,173	23,173
Restricted	-	7,038,834	334,624	1,481,353	8,854,811
Committed	-	-	-	3,635,378	3,635,378
Assigned	1,551,315	-	-	-	1,551,315
Unassigned	9,330,372	-	-	(445,487)	8,884,885
Total Fund Balances	10,881,687	7,038,834	334,624	4,694,417	22,949,562
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 15,809,979	\$ 7,698,079	\$ 2,427,651	\$ 8,387,615	\$ 34,323,324

See accompanying Notes to Basic Financial Statements.

**TOWN OF WOLCOTT, CONNECTICUT
BALANCE SHEET – GOVERNMENTAL FUNDS (CONTINUED)
JUNE 30, 2025**

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)	\$ 22,949,562
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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	\$ 153,129,091	
Less Accumulated Depreciation	(75,055,924)	
Net Capital Assets		78,073,167

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	2,438,061
Interest Receivable on Property Taxes	1,075,662
Loan Receivable	2,092,429
Grants Receivable	354,925
Water and Sewer Receivables	1,545,204
Net Pension Asset	3,990,213
Deferred Outflows Related to Pension	1,500,355
Deferred Outflows Related to OPEB	3,919,836

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.

2,285,937

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	(40,795,000)
Bonds Premium	(1,961,673)
Deferred Inflows Related to OPEB	(6,052,503)
Deferred Inflows Related to Pension	(2,408,191)
Interest Payable on Bonds	(289,099)
Heart and Hypertension Claims	(1,821,109)
Notes Payable	(634,129)
Net OPEB Obligation	(27,406,402)
Compensated Absences	(7,391,645)
Net Pension Liability	(11,788,024)

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

\$ 19,677,576

**TOWN OF WOLCOTT, CONNECTICUT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2025**

	General Fund	Capital Improvement Fund	Small Cities Grant Fund	American Rescue Plan Fund	Miscellaneous Grants Fund	Nonmajor Governmental Funds	Total Governmental Funds
REVENUES							
Property Taxes	\$ 49,120,087	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 49,120,087
Intergovernmental Revenues	20,606,684	-	-	-	-	5,314,816	25,921,500
Investment Earnings	-	430,426	-	-	-	50,374	480,800
Charges for Services	876,907	-	-	-	-	3,451,428	4,328,335
Other Revenues	862,334	-	137,326	-	-	530,439	1,530,099
Total Revenues	<u>71,466,012</u>	<u>430,426</u>	<u>137,326</u>	<u>-</u>	<u>-</u>	<u>9,347,057</u>	<u>81,380,821</u>
EXPENDITURES							
Current:							
General Government	8,700,891	-	-	-	-	95,239	8,796,130
Public Safety	8,736,800	-	-	-	-	2,136,971	10,873,771
Public Works	2,288,128	-	-	-	-	2,097,325	4,385,453
Health and Welfare	232,962	-	74,172	-	-	117,022	424,156
Culture and Recreation	841,706	-	-	-	-	615,389	1,457,095
Education	47,785,260	-	-	-	-	4,412,585	52,197,845
Capital Outlay	67,976	4,630,379	-	-	-	437,444	5,135,799
Debt Service:							
Principal Retirement	2,791,911	-	-	-	-	-	2,791,911
Interest and Other Charges	1,259,207	321,835	-	-	-	-	1,581,042
Total Expenditures	<u>72,704,841</u>	<u>4,952,214</u>	<u>74,172</u>	<u>-</u>	<u>-</u>	<u>9,911,975</u>	<u>87,643,202</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(1,238,829)	(4,521,788)	63,154	-	-	(564,918)	(6,262,381)
OTHER FINANCING SOURCES (USES)							
Premiums on General Obligation Bonds	-	751,113	-	-	-	-	751,113
Issuance of General Obligation Bonds	-	11,000,000	-	-	-	-	11,000,000
Issuance of Financing Arrangements	213,400	-	-	-	-	255,484	468,884
Transfers In	402,118	2,578	-	-	-	-	404,696
Transfers Out	(2,578)	(226,218)	-	-	-	(175,900)	(404,696)
Total Other Financing Sources (Uses)	<u>612,940</u>	<u>11,527,473</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>79,584</u>	<u>12,219,997</u>
NET CHANGE IN FUND BALANCES	(625,889)	7,005,685	63,154	-	-	(485,334)	5,957,616
Fund Balances - Beginning As Originally Reported	11,507,576	33,149	271,470	44,079	14,947	5,120,725	16,991,946
Adjustment	-	-	-	(44,079)	(14,947)	59,026	-
Fund Balances - Beginning As Adjusted	<u>11,507,576</u>	<u>33,149</u>	<u>271,470</u>	<u>-</u>	<u>-</u>	<u>5,179,751</u>	<u>16,991,946</u>
FUND BALANCES - END OF YEAR	<u>\$ 10,881,687</u>	<u>\$ 7,038,834</u>	<u>\$ 334,624</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,694,417</u>	<u>\$ 22,949,562</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, 2025**

**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)	\$	5,957,616
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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		6,698,440
Depreciation Expense		(4,530,567)
Loss on Disposition of Capital Assets		(90,516)

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		192,209
Interest Receivable on Property Taxes		95,667
Grant Receivable Collected After 60 Days		354,925
Water and Sewer Collected After 60 Days		113,937
Loans Receivables		(66,336)
Change in Net Pension Asset		749,295

Change in Deferred Outflows Related to Pension and OPEB		342,939
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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		(468,884)
Proceeds on Issuance of General Obligation Bonds		(11,000,000)
Premiums on General Obligation Bonds		(751,113)
Principal Payments on Bonds and Notes Payable		2,873,487

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		201,169
Accrued Interest		(116,001)
Change in Heart and Hypertension Obligation		(877,650)
Change in Net OPEB Obligation		3,049,257
Change in Long-Term Compensated Absences		(106,919)
Change in Deferred Inflows Related to Pension and OPEB		(1,033,015)
Change in Net Pension Liability		(1,983,166)

The net expense of the internal service funds is reported with governmental activities.		(746,209)
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Change in Net Position of Governmental Activities as Reported on the Statement of Activities (Exhibit II)	\$	<u>(1,141,435)</u>
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See accompanying Notes to Basic Financial Statements.

**TOWN OF WOLCOTT, CONNECTICUT
STATEMENT OF NET POSITION – PROPRIETARY FUND
JUNE 30, 2025**

	<u>Governmental Activities Internal Service Fund</u>
ASSETS	
Current Assets:	
Cash and Cash Equivalents	\$ 2,944,184
Due from Other Funds	<u>8,679</u>
Total Assets	<u>2,952,863</u>
LIABILITIES	
Current Liabilities:	
Accounts Payable and Accrued Items	16,662
Claims Payable	629,000
Unearned Revenue	<u>21,264</u>
Total Liabilities	<u>666,926</u>
NET POSITION	
Unrestricted	<u>2,285,937</u>
Total Net Position	<u><u>\$ 2,285,937</u></u>

**TOWN OF WOLCOTT, CONNECTICUT
STATEMENT OF REVENUES, EXPENSES, AND CHANGE IN NET POSITION –
PROPRIETARY FUND
YEAR ENDED JUNE 30, 2025**

	Governmental Activities
	Internal Service Fund
REVENUES	
Operating Revenues	\$ 8,622,907
Total Revenues	8,622,907
EXPENSES	
Operating Expenses	9,369,116
OPERATING LOSS	(746,209)
Net Position - Beginning of Year	3,032,146
NET POSITION - END OF YEAR	\$ 2,285,937

See accompanying Notes to Basic Financial Statements.

**TOWN OF WOLCOTT, CONNECTICUT
STATEMENT OF CASH FLOWS – PROPRIETARY FUND
YEAR ENDED JUNE 30, 2025**

	Governmental Activities
	Internal Service Fund
CASH FLOWS FROM OPERATING ACTIVITIES	
Receipts from Employer and Employees	\$ 9,545,722
Receipts from Interfund Services Provided	(42,334)
Payments for Premiums, Claims, and Administration	(9,289,852)
Net Cash Provided by Operating Activities	213,536
NET INCREASE IN CASH AND CASH EQUIVALENTS	213,536
Cash and Cash Equivalents - Beginning of Year	2,730,648
CASH AND CASH EQUIVALENTS - END OF YEAR	\$ 2,944,184
RECONCILIATION OF OPERATING LOSS TO NET CASH PROVIDED BY OPERATING ACTIVITIES:	
Operating Loss	\$ (746,209)
Adjustments to Reconcile Operating Loss to Net Cash Provided by Operating Activities:	
Change in Assets and Liabilities:	
(Increase) Decrease in Accounts Receivable	931,494
(Increase) Decrease in Due from Other Funds	(8,679)
Increase (Decrease) in Due to other funds	(42,334)
Increase (Decrease) in Accounts Payable and Accrued Items	58,000
Increase (Decrease) in Unearned Revenues	21,264
Total Adjustments	959,745
Net Cash Provided by Operating Activities	\$ 213,536

See accompanying Notes to Basic Financial Statements.

TOWN OF WOLCOTT, CONNECTICUT
STATEMENT OF FIDUCIARY NET POSITION – FIDUCIARY FUNDS
JUNE 30, 2025

	Pension Trust Funds	Private Purpose Trust Fund Scholarship Fund
	<u> </u>	<u> </u>
ASSETS		
Cash and Cash Equivalents	\$ 2,239,198	\$ 219,208
Investments, at Fair Value:		
Mutual Funds	24,148,274	-
Insurance Contracts	4,039,987	-
Common Stock	3,429,276	-
Exchange Traded Funds	19,902,688	-
Total Investments	<u>51,520,225</u>	<u>-</u>
Accounts Receivable	64,485	-
Total Assets	<u>53,823,908</u>	<u>219,208</u>
NET POSITION		
Restricted for Trust	<u>53,823,908</u>	<u>219,208</u>
Total Net Position	<u><u>\$ 53,823,908</u></u>	<u><u>\$ 219,208</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, 2025

	Pension Trust Funds	Private Purpose Trust Fund Scholarship Fund
	<u> </u>	<u> </u>
ADDITIONS		
Contributions:		
Employer	\$ 1,482,140	\$ -
Plan Members and TRB Subsidy	64,485	-
Total Contributions	<u>1,546,625</u>	<u>-</u>
Investment Earnings:		
Net Change in Fair Value of Investments	4,695,868	-
Dividend and Interest	681,719	-
Total Investment Earnings	<u>5,377,587</u>	<u>-</u>
Less Investment Fees	<u>(131,728)</u>	<u>-</u>
Net Investment Income	5,245,859	-
Other	-	2,930
Total Additions	<u>6,792,484</u>	<u>2,930</u>
DEDUCTIONS		
Benefits	3,606,884	-
Administration and Other	52,497	1,442
Total Deductions	<u>3,659,381</u>	<u>1,442</u>
CHANGE IN NET POSITION	3,133,103	1,488
Net Position - Beginning of Year	<u>50,690,805</u>	<u>217,720</u>
NET POSITION - END OF YEAR	<u>\$ 53,823,908</u>	<u>\$ 219,208</u>

See accompanying Notes to Basic Financial Statements.

**TOWN OF WOLCOTT, CONNECTICUT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025**

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, 2025

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, 2025

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.

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, 2025

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, 2025

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."

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 activities column in the government-wide financial statements. Capital assets are defined by the government as assets with an initial individual cost of more than \$5,000 and an estimated useful life 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, 2025**

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, 2025

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 leases 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). The leases related deferred inflow of resources is recorded in an amount equal to the corresponding lease receivable plus any payments received at or before the start of the lease term that relates 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 inflow of resources is recognized in a systematic and rational manner over the term of the lease. For governmental funds, the Town reports unavailable revenues from property taxes, loans receivable, grants and water and sewer fees. These amounts are deferred and recognized as an inflow of resources (revenue) in the period in which the amounts become available.

M. Compensated Absences

The liability for compensated absences reported in the government-wide statements consists of leave that has not been used that is attributable to services already rendered, accumulates and is more likely than not to be used for time off or otherwise paid in cash or settled through noncash means. The liability also includes amounts for leave that has been used for time off but has not been paid in cash or settled through noncash means and certain other types of leave.

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, 2025

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, 2025**

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 \$370,782 and \$171,668, respectively, as of June 30, 2025.

TOWN OF WOLCOTT, CONNECTICUT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025

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 \$50,100 and \$7,100, respectively, as of June 30, 2025. In addition, the Town has established an allowance for uncollectible water and sewer usage charges of \$4,000 and \$35,000, respectively, as of June 30, 2025.

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, 2025**

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 one major special revenue fund does not have a formally adopted budget.

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, 2025, the Farmingbury Hills Country Club, Water Assessments Fund, and Miscellaneous Grants Fund had fund balance deficits of \$162,374, \$32,280, and \$250,833 respectively.

The Town expects to eliminate these deficits through future rental income from the golf club on the property, future charges for services, and grant revenues.

**TOWN OF WOLCOTT, CONNECTICUT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025**

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*, \$9,329,778 of the Town’s bank balance of \$10,124,109 was exposed to custodial credit risk as follows:

Uninsured and Uncollateralized	\$	8,339,288
Uninsured and Collateral Held by the Pledging Bank's Trust Department, Not in the Town's Name		990,490
Total Amount Subject to Custodial Risk	\$	9,329,778

**TOWN OF WOLCOTT, CONNECTICUT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025**

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, 2025, the Town's cash equivalents amounted to \$21,489,321. 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, 2025, 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	24,148,274			
Insurance Contracts	4,039,987			
Common Stock	3,429,276			
Exchange Traded Funds	19,902,688			
Total Investments	\$ 51,520,225			

*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, 2025**

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, 2025, 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, 2025:

<u>Investment Type</u>	<u>Investment Name</u>	<u>Fair Value</u>
Mutual Funds	Large Cap S&P 500 Index	\$ 3,230,856
Insurance Contract	Immediate Participation Guarantee	4,039,987
Mutual Funds	Diversified Intl Sep	3,612,045

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, 2025:

	June 30, 2025	Fair Value Measurements Using		
		Level 1	Level 2	Level 3
Investments by Fair Value Level:				
Common Stock	\$ 3,429,276	\$ 3,429,276	\$ -	\$ -
Exchange Traded Funds	19,902,688	19,902,688	-	-
Mutual Funds	24,148,274	24,148,274	-	-
Total Investments by Fair Value Level	47,480,238	<u>\$ 47,480,238</u>	<u>\$ -</u>	<u>\$ -</u>
Other Investments:				
Insurance Contracts	Unrated 4,039,987			
Total	<u>\$ 51,520,225</u>			

**TOWN OF WOLCOTT, CONNECTICUT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025**

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	Nonmajor and Other Funds	Total
Receivables:					
Taxes	\$ 3,038,974	\$ -	\$ -	\$ -	\$ 3,038,974
Interest	1,247,330	-	-	-	1,247,330
Sewer	-	-	-	1,539,844	1,539,844
Water	-	-	-	98,663	98,663
Assessments	-	-	-	853,568	853,568
Loans	-	-	2,092,429	-	2,092,429
Intergovernmental	29,029	-	-	509,062	538,091
Leases	-	-	-	603,913	603,913
Other	156,406	-	-	101,835	258,241
Less: Allowance for Uncollectible Accounts	(542,450)	-	-	(96,200)	(638,650)
Net Accounts Receivable	<u>\$ 3,929,289</u>	<u>\$ -</u>	<u>\$ 2,092,429</u>	<u>\$ 3,610,685</u>	<u>\$ 9,632,403</u>

**TOWN OF WOLCOTT, CONNECTICUT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

C. Capital Assets

Capital asset activity for the year ended June 30, 2025, was as follows:

	General Fund	Capital Improvement Fund	Small Cities Grant	Nonmajor and Other Funds	Total
Receivables:					
Taxes	\$ 3,038,974	\$ -	\$ -	\$ -	\$ 3,038,974
Interest	1,247,330	-	-	-	1,247,330
Sewer	-	-	-	1,539,844	1,539,844
Water	-	-	-	98,663	98,663
Assessments	-	-	-	853,568	853,568
Loans	-	-	2,092,429	-	2,092,429
Intergovernmental	29,029	-	-	509,062	538,091
Leases	-	-	-	603,913	603,913
Other	156,406	-	-	101,835	258,241
Less: Allowance for Uncollectible Accounts	(542,450)	-	-	(96,200)	(638,650)
Net Accounts Receivable	<u>\$ 3,929,289</u>	<u>\$ -</u>	<u>\$ 2,092,429</u>	<u>\$ 3,610,685</u>	<u>\$ 9,632,403</u>

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

Governmental Activities:	
General Government	\$ 102,058
Public Safety	2,418,325
Public Works	734,888
Health and Welfare	144,050
Culture and Recreation	171,361
Education	959,885
Total Depreciation Expense - Governmental Activities	<u>\$ 4,530,567</u>

**TOWN OF WOLCOTT, CONNECTICUT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

C. Capital Assets (Continued)

Construction Commitments

The active construction projects as of June 30, 2025, are as follows:

<u>Project</u>	<u>Spent to Date</u>	<u>Remaining Commitment</u>
Beach Road	\$ 2,198,860	\$ 307,219
DOJ Communications Equipment	2,996,904	203,096
Total	<u>\$ 5,195,764</u>	<u>\$ 510,315</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, 2025, is as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
Internal Service Fund	General Fund	\$ 8,679
General Fund	Nonmajor Governmental Funds	325,833
Nonmajor Governmental Funds	General Fund	1,912
General Fund	Capital Improvement Fund	26,218
	Total	<u>\$ 362,642</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	\$ -	\$ 2,578	\$ 2,578
Nonmajor Governmental Funds	175,900	-	175,900
Capital Improvement Fund	226,218	-	226,218
Total	<u>\$ 402,118</u>	<u>\$ 2,578</u>	<u>\$ 404,696</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, 2025, the Town recognized \$111,497 and \$29,197 in lease revenue and interest revenue, respectively, pursuant to this contract.

**TOWN OF WOLCOTT, CONNECTICUT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025**

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>
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	99,594	1,310	100,904
Total	<u>\$ 603,371</u>	<u>\$ 65,777</u>	<u>\$ 669,148</u>

F. Long-Term Debt

Changes in Long-Term Liabilities

Long-term liability activity for the year ended June 30, 2025, 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	\$ 32,325,000	\$ 11,000,000	\$ 2,530,000	\$ 40,795,000	\$ 2,475,000
Unamortized Premium	1,411,729	751,113	201,169	1,961,673	-
Total Bonds Payable	<u>33,736,729</u>	<u>11,751,113</u>	<u>2,731,169</u>	<u>42,756,673</u>	<u>2,475,000</u>
Direct Borrowings:					
Notes Payable	508,732	468,884	343,487	634,129	263,686
Compensated Absences	7,284,726	106,919		7,391,645	646,660
Heart and Hypertension	943,459	877,650	-	1,821,109	131,388
Net Pension Liability	9,804,858	1,983,166	-	11,788,024	-
Total OPEB Liability	<u>30,455,659</u>	<u>1,904,426</u>	<u>4,953,683</u>	<u>27,406,402</u>	<u>868,747</u>
Total Governmental Activities Long-Term Liabilities	<u>\$ 82,734,163</u>	<u>\$ 17,092,158</u>	<u>\$ 8,028,339</u>	<u>\$ 91,797,982</u>	<u>\$ 4,385,481</u>

*Beginning balance was restated for the implementation of GASB Statement No. 101 *Compensated Absences*

The change in compensated absences liability is presented as a net change.

In February 2025, The Town issued \$11,000,000 in general obligation bonds for various general purpose, school and sewer projects authorized by the Town. The interest rate is 4.0%-5.0% and matures in February of 2047.

The following short-term obligation activity at June 30, 2025 in the Capital Improvement Fund were as follows:

<u>Description</u>	<u>Rate</u>	<u>Maturity Date</u>	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>
Bond						
Anticipation Notes	4.25%	2/11/2025	\$ 11,000,000	\$ -	\$ 11,000,000	\$ -

**TOWN OF WOLCOTT, CONNECTICUT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

F. Long-Term Debt (Continued)

Changes in Long-Term Liabilities (Continued)

General obligation bonds currently outstanding are as follows:

Description	Date of Issue	Date of Maturity	Interest Rate (%)	Amount of Original Issue	Annual Principal	Balance Outstanding June 30, 2025
Bonds Payable:						
General Obligation Refunding						
General Obligation Bonds	10/2014	10/2033	2.0%-4.0%	\$ 6,960,000	Various	\$ 3,460,000
General Obligation Refunding						
Bonds	1/2015	8/2025	2.0%-4.0%	4,030,000	Various	275,000
General Obligation	10/2016	10/2033	2.0%-5.0%	4,590,000	Various	2,605,000
General Obligation	10/2017	10/2042	2.0%-5.0%	11,300,000	Various	7,848,000
General Obligation Refunding						
Bonds	11/2017	6/2030	4.0%-5.0%	2,630,000	Various	1,772,000
General Obligation	10/2019	11/2039	2.0%-5.0%	6,845,000	Various	5,120,000
General Obligation	8/2023	08/2043	4.0%-5.0%	10,155,000	Various	8,715,000
General Obligation	2/2025	2/2047	4.0%-5.0%	11,000,000	Various	11,000,000
Total Outstanding				<u>\$ 57,510,000</u>		<u>\$ 40,795,000</u>

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>
2026	\$ 2,475,000	\$ 1,444,583
2027	2,650,000	1,358,528
2028	2,700,000	1,251,501
2029	2,740,000	1,149,768
2030	2,720,000	1,048,251
2031-2035	11,830,000	3,904,594
2036-2040	9,125,000	2,127,924
2041-2045	5,505,000	708,693
2046-2050	1,050,000	63,000
Total	<u>\$ 40,795,000</u>	<u>\$ 13,056,842</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>
2026	\$ 260,410	\$ 23,649
2027	228,582	14,006
2028	71,106	5,974
2029	74,031	3,047
Total	<u>\$ 634,129</u>	<u>\$ 46,676</u>

**TOWN OF WOLCOTT, CONNECTICUT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025**

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:

<u>Category</u>	<u>Debt Limit</u>	<u>Net Indebtedness</u>	<u>Balance</u>
General Purpose	\$ 106,660,672	\$ 35,001,795	\$ 71,658,877
Schools	213,321,344	4,393,080	208,928,264
Sewers	177,767,786	-	177,767,786
Urban Renewal	154,065,415	-	154,065,415
Pension Deficit	142,214,229	-	142,214,229

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, 2025, is \$1,821,109.

**TOWN OF WOLCOTT, CONNECTICUT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)

G. Fund Balance

The components of fund balance for the governmental funds at June 30, 2025, are as follows:

	General Fund	Capital Improvement Fund	Small Cities Grant	Nonmajor and Other Funds	Total
Fund Balances:					
Nonspendable:					
Inventory	\$ -	\$ -	\$ -	\$ 23,173	\$ 23,173
Restricted for:					
Grant Programs	-	-	334,624	422,241	756,865
Donor Restrictions	-	-	-	16,095	16,095
Public Safety	-	-	-	67,870	67,870
School Lunch Programs	-	-	-	716,437	716,437
Student Activities	-	-	-	176,972	176,972
Open Space	-	-	-	81,738	81,738
Capital Purposes	-	7,038,834	-	-	7,038,834
Committed to:					
General Government	-	-	-	4,765	4,765
Public Safety	-	-	-	226,197	226,197
Culture and Recreation	-	-	-	41,577	41,577
Health and Welfare	-	-	-	19,543	19,543
Education	-	-	-	181,221	181,221
Capital Purposes	-	-	-	984	984
Water and Sewer Operations	-	-	-	3,161,091	3,161,091
Assigned to:					
Education - Reserve	58,770	-	-	-	58,770
Education - Encumbrances	192,545	-	-	-	192,545
Subsequent Year's Budget	1,300,000	-	-	-	1,300,000
Unassigned	9,330,372	-	-	(445,487)	8,884,885
Total Fund Balances	<u>\$ 10,881,687</u>	<u>\$ 7,038,834</u>	<u>\$ 334,624</u>	<u>\$ 4,694,417</u>	<u>\$ 22,949,562</u>

Encumbrances of \$192,545 at June 30, 2025, are contained in the above table in the assigned category of the General Fund.

**TOWN OF WOLCOTT, CONNECTICUT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025**

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, 2025, the valuation date, Town Plan membership consisted of the following:

Retired Participants and Beneficiaries Receiving Benefits	91
Terminated Members Entitled to, But Not Yet Receiving Benefits	20
Active Plan Members	31
Total	<hr style="border: 0; border-top: 1px solid black; margin-bottom: 2px;"/> <hr style="border: 0; border-top: 3px double black; margin-top: 2px;"/> 142

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, 2025**

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, 2025**

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, 2025, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, for the Town Plan was 10.18%. 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, 2025**

NOTE 4 EMPLOYEE RETIREMENT PLANS (CONTINUED)

Town General Pension Plan (Continued)

E. Net Pension Liability of the Town

Rate of Return (Continued)

The components of the net pension liability of the Town Plan at June 30, 2025, were as follows:

Total Pension Liability	\$ 42,691,685
Plan Fiduciary Net Position	30,903,661
Net Pension Liability	<u>\$ 11,788,024</u>

Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	72.39%
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Actuarial Assumptions

The total pension liability for the Town Plan was determined by an actuarial valuation as of January 1, 2025, 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, 2025 (see the discussion of the pension plan's investment policy) are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Domestic Equity	75.00 %	6.10%
Core Fixed Income	16.00	1.90%
High-Yield Fixed Income	5.00	3.50%
Cash	4.00	1.10%
Total	<u>100.00 %</u>	

**TOWN OF WOLCOTT, CONNECTICUT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025**

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, 2025.

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	\$ 16,760,368	\$ 11,788,024	\$ 7,633,236

**TOWN OF WOLCOTT, CONNECTICUT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025**

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, 2024	\$ 39,233,391	\$ 29,428,533	\$ 9,804,858
Changes for the Year:			
Service Cost	268,298	-	268,298
Interest on Total Pension Liability	2,670,231	-	2,670,231
Change in benefit terms	-	-	-
Differences Between Expected and Actual Experience	1,714,696	-	1,714,696
Changes in Assumptions	1,516,129	-	1,516,129
Employer Contributions	-	1,270,000	(1,270,000)
Member Contributions	-	64,485	(64,485)
Net Investment Income	-	2,904,200	(2,904,200)
Benefit Payments, Including Refund to Employee Contributions	(2,711,060)	(2,711,060)	-
Administrative Expenses	-	(52,497)	52,497
Net Changes	<u>3,458,294</u>	<u>1,475,128</u>	<u>1,983,166</u>
Balances as of June 30, 2025	<u>\$ 42,691,685</u>	<u>\$ 30,903,661</u>	<u>\$ 11,788,024</u>

Schedule of Plan Net Position

	Pension Trust Funds		
	General Pension Plan	Board of Education Plan	Total Trust Funds
ASSETS			
Cash and Cash Equivalents	\$ 2,239,198	\$ -	\$ 2,239,198
Investments	28,599,978	22,920,247	51,520,225
Receivables	64,485	-	64,485
Total Assets	<u>30,903,661</u>	<u>22,920,247</u>	<u>53,823,908</u>
LIABILITIES			
Accounts Payable	-	-	-
NET POSITION			
Restricted for Pension Benefits	<u>\$ 30,903,661</u>	<u>\$ 22,920,247</u>	<u>\$ 53,823,908</u>

**TOWN OF WOLCOTT, CONNECTICUT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025**

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
ADDITIONS			
Contributions:			
Employer	\$ 1,270,000	\$ 212,140	\$ 1,482,140
Plan Members	64,485	-	64,485
Total Contributions	<u>1,334,485</u>	<u>212,140</u>	<u>1,546,625</u>
Investment Income:			
Net Change in Fair Value of Investments	2,354,209	2,341,659	4,695,868
Interest and Dividends	681,719	-	681,719
Total Investment Earnings	<u>3,035,928</u>	<u>2,341,659</u>	<u>5,377,587</u>
Less: Investment Fees	(131,728)	-	(131,728)
Net Investment Income	<u>2,904,200</u>	<u>2,341,659</u>	<u>5,245,859</u>
Total Additions	4,238,685	2,553,799	6,792,484
DEDUCTIONS			
Benefits	2,711,060	895,824	3,606,884
Administration	52,497	-	52,497
Total Deductions	<u>2,763,557</u>	<u>895,824</u>	<u>3,659,381</u>
CHANGE IN NET POSITION	1,475,128	1,657,975	3,133,103
Net Position - Beginning of Year	<u>29,428,533</u>	<u>21,262,272</u>	<u>50,690,805</u>
NET POSITION - END OF YEAR	<u>\$ 30,903,661</u>	<u>\$ 22,920,247</u>	<u>\$ 53,823,908</u>

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

For the year ended June 30, 2025, the Town recognized pension expense related to the Town Plan of \$2,321,665. At June 30, 2025, 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	\$ -	\$ 1,516,252
Differences Between Expected and Actual Experience	706,051	-
Changes in Assumptions	624,288	-
Total	<u>\$ 1,330,339</u>	<u>\$ 1,516,252</u>

**TOWN OF WOLCOTT, CONNECTICUT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025**

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>
2026	\$ 1,384,605
2027	(789,574)
2028	(602,100)
2029	(178,844)
Total	<u>\$ (185,913)</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, 2024, the valuation date, BOE Plan membership consisted of the following:

Retired Participants and Beneficiaries Receiving Benefits	84
Terminated Members Entitled to, But Not Yet Receiving Benefits	22
Active Plan Members	<u>52</u>
Total	<u><u>158</u></u>

TOWN OF WOLCOTT, CONNECTICUT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025

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, 2025**

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, 2025, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, for the BOE Plan was 11.19%. 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, 2025, were as follows:

Total Pension Liability	\$ 18,930,034
Plan Fiduciary Net Position	<u>22,920,247</u>
Net Pension (Asset) Liability	<u>\$ (3,990,213)</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	121.08%

Actuarial Assumptions

The total pension liability for the BOE Plan was determined by an actuarial valuation as of September 1, 2024, using the following actuarial assumptions, applied to all periods included in the measurement:

Discount Rate	6.25%
Salary Increases	3.75%
Investment Rate of Return	6.25%, net of pension plan investment expense, including inflation

**TOWN OF WOLCOTT, CONNECTICUT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025**

NOTE 4 EMPLOYEE RETIREMENT PLANS (CONTINUED)

Board of Education Pension Plan (Continued)

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

Actuarial Assumptions (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, 2025 (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 %	6.10%
Core Fixed Income	40.00	1.90%
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 6.25% for the BOE plan did change as of June 30, 2025.

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 6.25% 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 (5.25%)	Discount Rate (6.25%)	1% Increase (7.25%)
Net Pension Liability (Asset)	\$ (2,064,976)	\$ (3,990,213)	\$ (5,634,539)

**TOWN OF WOLCOTT, CONNECTICUT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025**

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, 2024	\$ 18,021,354	\$ 21,262,272	\$ (3,240,918)
Changes for the Year:			
Service Cost	196,107	-	196,107
Interest on Total Pension Liability	1,155,021	-	1,155,021
Differences Between Expected and Actual Experience	169,944	-	169,944
Changes in Assumptions	283,432	-	283,432
Employer Contributions	-	212,140	(212,140)
Member Contributions	-	-	-
Net Investment Income (Loss)	-	2,341,659	(2,341,659)
Benefit Payments, Including Refund to Employee Contributions	(895,824)	(895,824)	-
Administrative Expenses	-	-	-
Net Changes	<u>908,680</u>	<u>1,657,975</u>	<u>(749,295)</u>
Balances as of June 30, 2025	<u>\$ 18,930,034</u>	<u>\$ 22,920,247</u>	<u>\$ (3,990,213)</u>

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

For the year ended June 30, 2025, the Town recognized pension expense (benefit) related to the BOE Plan of \$(245,028). At June 30, 2025, 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	\$ -	\$ 891,939
Differences Between Expected and Actual Experience	63,729	-
Changes in Assumptions	106,287	-
Total	<u>\$ 170,016</u>	<u>\$ 891,939</u>

**TOWN OF WOLCOTT, CONNECTICUT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025**

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>
2026	\$ 391,571
2027	(526,890)
2028	(390,238)
2029	(196,366)
Total	<u>\$ (721,923)</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.

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, 2025**

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, 2025, the amount of "on-behalf" contributions made by the state was \$6,407,753.

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, 2025**

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, 2025, 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		65,008,309
Total		\$ 65,008,309

The net pension liability was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2024. At June 30, 2025, the Town has no proportionate share of the net pension liability.

For the year ended June 30, 2025, the Town recognized pension expense and revenue of \$7,456,593 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, 2024, 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, 2024, 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, 2025**

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, 2025**

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.

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, 2025**

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, 2025, were \$229,451 and \$118,738, 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, 2025, were \$25,920.

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, 2025**

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, 2025**

NOTE 5 OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

Benefits Provided (Continued)

The July 1, 2024, plan membership consisted of the following:

Retirees and Beneficiaries Receiving Benefits	142
Active Plan Members	288
Total	<u>430</u>

Total OPEB Liability

The Town's total OPEB liability of \$27,406,402 was measured as of July 1, 2024 and rolled to June 30, 2025.

Actuarial Assumptions

The total OPEB liability was determined by an actuarial valuation as of July 1, 2024, using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Salary Increases	3.50%
Discount Rate	3.93%
Healthcare Cost Trend Rate:	
Medical and Prescriptions	Non-Medical Plans: 7.50%, reduced by .25% per year, 4.50% ultimate rate
	Medical Plans: 7.00% reduced by .25% per year, 4.5% ultimate rate
Dental	4.00%
Mortality Rates	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, 2024	\$ 30,455,659
Changes for the Year:	
Service Cost	786,682
Interest on Total Pension Liability	1,117,744
Differences Between Expected and Actual	(1,995,306)
Experience	(501,332)
Changes in Assumptions	(1,207,419)
Benefit Payments, Including Refund to Employee	
Contributions	<u>(1,249,626)</u>
Net Changes	<u>(3,049,257)</u>
Balances as of June 30, 2025	<u>\$ 27,406,402</u>

The discount rate increased from 3.65% to 3.93% as of June 30, 2025.

**TOWN OF WOLCOTT, CONNECTICUT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025**

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:

	<u>1% Decrease (2.93%)</u>	<u>Discount Rate (3.93%)</u>	<u>1% Increase (4.93%)</u>
Total OPEB Liability	\$ 31,150,828	\$ 27,406,402	\$ 24,341,297

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:

	<u>1% Decrease</u>	<u>Health Care Cost Trend Rate</u>	<u>1% Increase</u>
Total OPEB Liability	\$ 24,270,595	\$ 27,406,402	\$ 31,285,388

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

For the year ended June 30, 2025, the Town recognized OPEB expense (benefit) of \$(411,609). At June 30, 2025, the Town reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
<u>Governmental Activities</u>		
Town Contributions After the Measurement Date	\$ 1,308,198	\$ -
Changes in Assumptions	1,049,587	5,494,539
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	-	-
Differences Between Expected and Actual Experience	1,562,051	557,964
Total	<u>\$ 3,919,836</u>	<u>\$ 6,052,503</u>

**TOWN OF WOLCOTT, CONNECTICUT
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2025**

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>	<u>Governmental Activities</u>
2026	\$ (258,825)
2027	(365,378)
2028	(609,589)
2029	(722,402)
2030	(690,170)
Thereafter	(794,501)
Total	<u>\$ (3,440,865)</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.

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, 2025**

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, 2025**

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, 2025, the amount of “on-behalf” contributions made by the state was \$89,714 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, 2025**

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, 2025, 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		13,335,439
Total	\$	<u><u>13,335,439</u></u>

The net OPEB liability was measured as of June 30, 2024, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as June 30, 2024. At June 30, 2025, the Town has no proportionate share of the net OPEB liability.

For the year ended June 30, 2025, the Town recognized OPEB expense and revenue of \$184,771 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, 2024, 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	2027

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, 2025**

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, 2024 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 3.64% to 3.93%;
- 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 3.93%. 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, 2024.

In addition to the actuarial methods and assumptions of the June 30, 2024, 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, 2025**

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.

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, 2025.

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, 2025**

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>
2023 - 2024	588,000	8,311,803	8,328,803	571,000
2024 - 2025	571,000	9,369,116	9,311,116	629,000

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, 2025**

NOTE 7 RESTATEMENT OF BEGINNING NET POSITION AND FUND BALANCE

A. Changes to or within Financial Reporting Entity

The Miscellaneous Grants Fund and American Rescue Plan Fund, previously met the criteria to be reported as major governmental funds. However, effective July 1, 2024, the funds have been reported as nonmajor governmental funds for the fiscal year ended June 30, 2025. The effect of that change to or within the financial reporting entity is shown below

	Miscellaneous Grants Fund	American Rescue Plan Fund	Library Donations Fund	Nonmajor Governmental Funds
June 30, 2024, As Previously Reported	14,947	44,079	-	5,120,725
Library Donation Activity Separated from Miscellaneous Grants Fund	(21,343)	-	21,343	-
Change in Fund Presentation from Major to Non Major	6,396	(44,079)	(21,343)	59,026
June 30, 2024, As Adjusted	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,179,751</u>

B. Change in Accounting Principle

Effective July 1, 2024, the Town implemented GASB Statement No. 101, *Compensated Absences*. This statement updated the recognition and measurement guidance for compensated absences and associated salary-related payments and amended certain previously required disclosures. As a result of the implementation of this standard, the compensated absences liability as of July 1, 2024 was understated by \$4.5 million in the governmental activities. The effect of the implementation of this standard is shown in the table below.

	Governmental Activities Net Position
Balance at June 30, 2024, as Previously Reported	\$ 25,586,998
Adjustments:	
Implementation of GASB Statement No. 101	<u>(4,767,987)</u>
Balance at July 1, 2024, as Restated	<u>\$ 20,819,011</u>

TOWN OF WOLCOTT, CONNECTICUT
SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES
BUDGET AND ACTUAL – BUDGETARY BASIS – GENERAL FUND
YEAR ENDED JUNE 30, 2025

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Property Taxes:				
Current Levy	\$ 47,538,065	\$ 47,538,065	\$ 47,534,323	\$ (3,742)
Prior Year Levies	600,000	600,000	1,024,328	424,328
Interest and Lien Fees	300,000	300,000	555,437	255,437
Credit Card Collection	6,500	6,500	5,999	(501)
Total Property Taxes	<u>48,444,565</u>	<u>48,444,565</u>	<u>49,120,087</u>	<u>675,522</u>
Intergovernmental Revenues:				
Education Equalization Grant	12,387,171	12,387,171	12,405,110	17,939
School Bonded Projects - Principal	167,000	167,000	167,000	-
School Bonded Projects - Interest	6,120	6,120	8,900	2,780
Municipal Aid Adjustment Grant	234,916	234,916	234,916	-
Pequot Grant	16,939	16,939	16,939	-
Medicare Reimbursement	40,000	40,000	62,484	22,484
Municipal Revenue Sharing	196,026	196,026	136,938	(59,088)
Veterans Tax Relief	13,085	13,085	13,567	482
Regional Water Authority - PILOT Program	10,426	10,426	10,874	448
Adult Education	5,057	5,057	4,821	(236)
Totally Disabled Tax Relief	2,458	2,458	2,448	(10)
Payment in Lieu of Taxes: State-Owned Property	2,207	2,207	2,207	-
Total Intergovernmental Revenues	<u>13,081,405</u>	<u>13,081,405</u>	<u>13,066,204</u>	<u>(15,201)</u>
Charges for Services:				
Records Money	1,100	1,100	1,333	233
Parks and Recreation	20,000	20,000	17,572	(2,428)
Zoning Board of Appeals	1,000	1,000	504	(496)
Rainbow Day Camp Fees	2,900	2,900	1,800	(1,100)
Solicitor and Vendor Permits	75	75	2,125	2,050
Inland Wetlands Permits	1,000	1,000	1,314	314
Parking Tickets	10	10	60	50
Public Works Salvage Revenue	100,000	100,000	33,075	(66,925)
In-Kind Services	20,400	20,400	20,400	-
Total Charges for Services	<u>146,485</u>	<u>146,485</u>	<u>78,183</u>	<u>(68,302)</u>
License and Permits:				
Town Clerk	300,000	300,000	313,794	13,794
Planning and Zoning	15,000	15,000	10,360	(4,640)
Building Permits	300,000	300,000	395,611	95,611
Recycling Permits	60,000	60,000	58,388	(1,612)
Gun Permits	13,500	13,500	8,890	(4,610)
Fire Marshal Permits	500	500	255	(245)
Game Permits	100	100	185	85
Total License and Permits	<u>689,100</u>	<u>689,100</u>	<u>787,483</u>	<u>98,383</u>
Interest Income	500,000	500,000	862,334	362,334

**TOWN OF WOLCOTT, CONNECTICUT
SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES
BUDGET AND ACTUAL – BUDGETARY BASIS – GENERAL FUND (CONTINUED)
YEAR ENDED JUNE 30, 2025**

REVENUES (CONTINUED)	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
Other Revenues:				
Library Fines	\$ 5,000	\$ 5,000	\$ 4,941	\$ (59)
False Alarm Fines	700	700	375	(325)
Telephone Access Grant Pavilion	32,000	32,000	30,149	(1,851)
Unanticipated Revenues	6,000	6,000	5,925	(75)
Total Other Revenues	30,000	30,000	62,282	32,282
Total Revenues	73,700	73,700	103,672	29,972
Total Revenues	62,935,255	62,935,255	64,017,963	1,082,708
OTHER FINANCING SOURCES				
Transfers In:				
Capital Improvement Fund	200,000	200,000	226,218	26,218
Appropriation of Fund Balance	2,000,000	2,000,000	-	(2,000,000)
Total Other Financing Sources	2,200,000	2,200,000	226,218	(1,973,782)
Total Revenues and Other Financing Sources	\$ 65,135,255	\$ 65,135,255	64,244,181	\$ (891,074)
Budgetary revenues are different than GAAP revenues because:				
GASB 87 Lease Purchase not budgeted			213,400	
State of Connecticut on-behalf contributions to the Connecticut State Teachers' Retirement System for Town teachers are not budgeted - Pension			6,407,753	
State of Connecticut on-behalf contributions to the Connecticut State Teachers' Retirement System for Town teachers are not budgeted - OPEB			89,714	
State of Connecticut grants for Special Education Excess Costs and Magnet Schools that are netted for budgetary purposes			1,126,482	
Total Revenues and Other Financing Sources as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds - Exhibit IV			\$ 72,081,530	

TOWN OF WOLCOTT, CONNECTICUT
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES
BUDGET AND ACTUAL – BUDGETARY BASIS – GENERAL FUND
YEAR ENDED JUNE 30, 2025

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
General Government:				
Mayor's Office	\$ 263,242	\$ 263,242	\$ 260,308	\$ 2,934
Treasurer's Office	143,794	143,794	142,904	890
Finance Office	353,938	353,938	349,292	4,646
Town Council	112,310	111,212	98,727	12,485
Town Clerk	228,462	228,462	222,559	5,903
Tax Collector	226,053	226,053	217,013	9,040
Assessor	411,223	411,223	375,896	35,327
Board of Assessment Appeals	4,410	4,410	2,529	1,881
Building Inspector	110,535	110,535	109,277	1,258
Planning and Zoning	91,728	91,728	89,291	2,437
Inland/Wetlands Conservation	8,300	8,300	2,102	6,198
Industrial Development	13,500	13,500	12,725	775
Zoning Board of Appeals	2,540	2,540	2,536	4
Registrar of Voters	116,604	116,604	100,450	16,154
Other General Government:				
Wages	478,030	462,984	457,900	5,084
Benefits and Insurance	2,826,262	2,821,626	2,811,045	10,581
Refuse and Recycling	2,148,175	2,124,294	2,124,294	-
Legal and Consulting	215,000	271,767	271,767	-
Tri-Town Health District	180,519	180,519	180,519	-
Street Lighting	56,000	66,737	66,737	-
Other	827,541	803,601	803,020	581
Total General Government	8,818,166	8,817,069	8,700,891	116,178
Public Safety:				
Police Department	4,751,166	4,828,195	4,828,195	-
Public Safety Communication	522,413	514,417	514,417	-
Animal Control Officer	100,358	91,856	91,856	-
Public Safety Building	115,408	125,531	125,531	-
Fire Department	829,193	803,168	803,168	-
Fire Marshal	64,461	63,688	63,688	-
Civil Preparedness	39,470	26,893	26,893	-
Volunteer Ambulance	2,071,350	2,071,350	2,069,652	1,698
Total Public Safety	8,493,819	8,525,098	8,523,400	1,698
Public Works:				
Highway and Streets	2,417,727	2,386,575	2,288,128	98,447
Culture and Recreation:				
Parks and Recreation	247,692	241,747	230,205	11,542
Library	560,083	560,084	541,496	18,588
Total Culture and Recreation	807,775	801,831	771,701	30,130

**TOWN OF WOLCOTT, CONNECTICUT
SCHEDULE OF EXPENDITURES AND OTHER FINANCING SOURCES
BUDGET AND ACTUAL – BUDGETARY BASIS – GENERAL FUND (CONTINUED)
YEAR ENDED JUNE 30, 2025**

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
Health and Welfare:				
Commission on Aging	\$ 251,171	\$ 251,171	\$ 232,962	\$ 18,209
Commission for Special Needs	64,060	70,005	70,005	-
Total Health and Welfare	315,231	321,176	302,967	18,209
Education:				
Board of Education	40,154,315	40,154,315	40,095,545	58,770
Debt Service:				
Principal	2,801,911	2,801,911	2,791,911	10,000
Interest	1,259,211	1,259,211	1,259,207	4
Total Debt Service	4,061,122	4,061,122	4,051,118	10,004
Capital Outlay	67,100	68,076	67,976	100
Total Expenditures	65,135,255	65,135,262	64,801,726	333,536
Other Financing Uses:				
Transfers Out	-	-	2,578	(2,578)
Total Expenditures and Other Financing Uses	\$ 65,135,255	\$ 65,135,262	64,804,304	\$ 330,958
Budgetary expenditures are different than GAAP expenditures because:				
Encumbrances outstanding at June 30, 2023			(192,545)	
Liquidation of prior year encumbrances			258,311	
GASB 87 Lease Purchase not budgeted			213,400	
State of Connecticut on-behalf payments to the Connecticut State Teachers' Retirement System for Town teachers are not budgeted - Pension			6,407,753	
State of Connecticut on-behalf payments to the Connecticut State Teachers' Retirement System for Town teachers are not budgeted - OPEB			89,714	
State of Connecticut grants for Special Education Excess Costs and Magnet Schools that are netted for budgetary purposes			1,126,482	
Total Expenditures and Other Financing Uses as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds - Exhibit IV			\$ 72,707,419	

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

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Total Pension Liability:										
Service Cost	\$ 278,025	\$ 266,565	\$ 269,588	\$ 279,024	\$ 302,826	\$ 234,683	\$ 241,897	\$ 194,624	\$ 205,085	\$ 196,107
Interest	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	1,155,021
Differences Between Expected and Actual Experience	-	(367,559)	-	(314,074)	-	(808,999)	-	(269,342)	-	169,944
Changes of Assumptions	-	1,161,385	-	18,233	-	(116,259)	-	254,091	-	283,432
Benefit Payments, Including Refunds of Member Contributions	(760,100)	(800,602)	(795,309)	(843,977)	(886,523)	(874,036)	(901,406)	(879,982)	(860,068)	(895,824)
Net Change in Total Pension Liability	537,547	1,337,732	574,834	278,957	492,939	(459,957)	414,827	398,314	471,158	908,680
Total Pension Liability - Beginning	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
Total Pension Liability - Ending	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	18,930,034
Plan Fiduciary Net Position:										
Contributions - Employer	610,934	764,343	724,012	909,674	715,673	583,536	259,597	250,218	212,140	212,140
Net Investment Income (Loss)	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	2,341,659
Benefit Payments, Including Refunds of Member Contributions	(760,100)	(800,602)	(795,309)	(843,977)	(886,523)	(874,036)	(901,406)	(879,982)	(860,068)	(895,824)
Administrative Expense	(19,498)	(20,581)	-	(19,998)	(21,902)	-	-	-	-	-
Net Change in Plan Fiduciary Net Position	33,702	2,029,526	1,159,783	855,751	855,474	4,508,153	(3,009,977)	1,232,292	1,579,739	1,657,975
Plan Fiduciary Net Position - Beginning	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
Plan Fiduciary Net Position - Ending	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	22,920,247
Net Pension Liability (Asset) - Ending	<u>\$ 2,461,019</u>	<u>\$ 1,769,225</u>	<u>\$ 1,184,276</u>	<u>\$ 607,482</u>	<u>\$ 244,947</u>	<u>\$ (4,723,163)</u>	<u>\$ (1,298,359)</u>	<u>\$ (2,132,337)</u>	<u>\$ (3,240,918)</u>	<u>\$ (3,990,213)</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	83.04%	88.84%	92.79%	96.36%	98.58%	128.22%	107.57%	112.15%	117.98%	121.08%
Covered Payroll	\$ 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	\$ 2,315,096
Net Pension Liability as a Percentage of Covered Payroll	82.46%	65.00%	43.51%	22.20%	8.95%	-185.04%	-50.87%	-93.61%	-142.27%	-172.36%

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

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Actuarially Determined Contribution	\$ 642,343	\$ 640,013	\$ 673,012	\$ 673,012	\$ 583,536	\$ 583,536	\$ 250,218	\$ 250,218	\$ 212,140	\$ 212,140
Contributions in Relation to the Actuarially Determined Contribution	610,934	764,343	727,092	909,674	715,673	583,536	259,597	250,218	212,140	212,140
Contribution Deficiency (Excess)	\$ 31,409	\$ (124,330)	\$ (54,080)	\$ (236,662)	\$ (132,137)	\$ -	\$ (9,379)	\$ -	\$ -	\$ -
Covered Payroll	\$ 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	\$ 2,315,096
Contributions as a Percentage of Covered-Employee Payroll	20.47%	28.08%	26.71%	33.25%	26.16%	22.86%	10.17%	10.98%	9.31%	9.16%

Notes to Schedule

Valuation Date: September 1, 2024
 Measurement Date: June 30, 2025

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: 3.75%
 Investment Rate of Return: 6.25%, 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

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Total Pension Liability:										
Service Cost	\$ 745,140	\$ 612,282	\$ 634,477	\$ 634,477	\$ 506,514	\$ 497,787	\$ 374,267	\$ 374,622	\$ 334,806	\$ 268,298
Interest	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	2,670,231
Changes of Benefit Terms	-	140,289	-	-	-	-	512,355	-	-	-
Differences Between Expected and Actual Experience	-	(1,137,220)	-	83,390	-	(669,545)	-	(64,352)	-	1,714,696
Changes of Assumptions	-	1,506,515	-	(264,646)	-	(325,514)	-	758,586	-	1,516,129
Benefit Payments, Including Refunds of Member Contributions	(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)	(2,711,060)
Net Change in Total Pension Liability	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	3,458,294
Total Pension Liability - Beginning	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
Total Pension Liability - Ending	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	42,691,685
Plan Fiduciary Net Position:										
Contributions - Employer	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	1,270,000
Contributions - Employee	119,043	114,683	103,928	97,180	93,018	91,578	88,798	89,725	77,021	64,485
Net Investment Income (Loss)	(182,181)	2,278,742	1,668,453	532,881	378,194	5,238,206	(2,263,931)	2,684,885	3,935,037	2,904,200
Benefit Payments, Including Refunds of Member Contributions	(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)	(2,711,060)
Administrative Expense	(84,969)	(55,341)	(29,526)	(59,917)	(31,272)	(53,364)	(188,377)	(51,749)	(31,594)	(52,497)
Net Change in Plan Fiduciary Net Position	(55,420)	2,518,680	1,703,787	381,203	36,112	4,876,346	(2,832,137)	2,049,766	2,957,579	1,475,128
Plan Fiduciary Net Position - Beginning	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
Plan Fiduciary Net Position - Ending	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	30,903,661
Net Pension Liability - Ending	\$ 10,881,956	\$ 10,612,197	\$ 10,329,499	\$ 11,207,694	\$ 12,445,364	\$ 7,883,473	\$ 12,346,057	\$ 12,047,768	\$ 9,804,858	\$ 11,788,024
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	61.98%	65.62%	68.01%	66.59%	64.26%	77.56%	66.42%	68.72%	75.01%	72.39%
Covered Payroll	\$ 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	\$ 2,839,374
Net Pension Liability as a Percentage of Covered Payroll	193.09%	192.47%	187.34%	225.96%	250.91%	202.22%	316.70%	338.57%	275.54%	415.16%

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

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Actuarially Determined Contribution	\$ 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	\$ 1,270,000
Contributions in Relation to the Actuarially Determined Contribution	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	1,270,000
Contribution Deficiency (Excess)	\$ (253)	\$ -	\$ -	\$ (1)	\$ -	\$ -	\$ (175,114)	\$ (44,015)	\$ -	\$ -
Covered Payroll	\$ 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	\$ 2,839,374
Contributions as a Percentage of Covered-Employee Payroll	20.56%	24.40%	25.39%	26.95%	24.97%	33.03%	33.30%	35.60%	34.79%	44.73%

Notes to Schedule

Valuation Date: January 1, 2025
 Measurement Date: June 30, 2025

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method: Entry age actuarial cost method
 Amortization Method: Level percent of payroll, using 3.25% annual increases
 Remaining Amortization Period: 16 years remaining as of January 1, 2023
 Asset Valuation Method: The market value of assets less unrecognized returns in each of the last four years. Unrecognized return is equal to the difference between actual and expected returns on a market value basis and is recognized over a five-year period, further adjusted, if necessary, to be within 20% of the market value.

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**

	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
Annual Money-Weighted Rate of Return, Net of Investment Expense:										
Board of Education Plan	1.51%	16.84%	8.74%	5.31%	6.55%	28.55%	-11.20%	10.27%	11.51%	11.19%
General Pension Plan	-1.02%	13.04%	8.16%	2.55%	1.71%	25.00%	-8.39%	11.14%	15.15%	10.18%

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

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
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	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	65,008,309
Total	\$ 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	\$ 65,008,309
Town's Covered Payroll	\$ 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	\$ 19,967,426
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	59.50%	52.26%	55.93%	57.69%	52.00%	49.24%	60.77%	54.06%	58.39%	62.68%

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	25.9 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 EIGHT FISCAL YEARS***

	2018	2019	2020	2021	2022	2023	2024	2025
Total OPEB Liability:								
Service Cost	\$ 888,651	\$ 758,253	\$ 724,895	\$ 778,513	\$ 988,774	\$ 1,036,908	\$ 782,650	\$ 786,682
Interest	816,041	941,186	1,095,304	1,040,718	734,024	719,664	1,076,847	1,117,744
Changes of Benefit Terms	-	-	-	24,661	-	-	-	(1,995,306)
Differences Between Expected and Actual Experience	-	(1,018,432)	-	(216,428)	-	2,401,865	-	(501,332)
Changes of Assumptions	(3,068,057)	2,261,354	544,656	2,651,813	(658,455)	(5,724,267)	(467,247)	(1,207,419)
Benefit Payments, Including Refunds of Member Contributions	(860,811)	(837,454)	(955,922)	(1,025,086)	(992,674)	(1,024,254)	(1,136,789)	(1,249,626)
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	(3,049,257)
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	30,455,659
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>	<u>\$ 27,406,402</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 EIGHT FISCAL YEARS***

	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
Town's Proportion of the Net OPEB Liability	0.00%	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>	<u>13,335,439</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>	<u>\$ 13,335,439</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	\$ 19,967,426
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%	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%	7.40%

Notes to Schedule

Changes in Benefit Terms	There were no changes to benefit terms since the prior Measurement Date.
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, 2024 was updated to equal the SEIR of 3.93% as of June 30, 2024; Expected annual per capita claims costs were updated to better reflect anticipated medical and prescription drug claim experience; Assumed election rates for post-65 retirees between the Local School District Coverage Subsidy and CTRB Sponsored Medical Plans were updated to reflect the recent plan experiences. Spouse coverage election assumptions were also updated with this change; and Long-term health care cost trend rates were updated to reflect expected future trend for participants in the health plans.
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 OPEB plan 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, 2025**

Grand List of October 1,	Uncollected Taxes June 30, 2024 and Current Levy	Lawful Additions	Lawful Deductions	Suspense Transfers	Balance To Be Collected	Collections			Uncollected Taxes June 30, 2025
						Taxes	Interest and Liens	Total	
2023	\$ 48,938,911	\$ 19,202	\$ 91,451	\$ -	\$ 48,866,662	\$ 47,530,876	\$ 153,374	\$ 47,684,250	\$ 1,335,786
2022	1,153,850	3,413	14,562	-	1,142,701	568,163	140,952	709,115	574,538
2021	543,033	2,735	5,390	-	540,378	200,292	82,399	282,691	340,086
2020	335,290	1,487	583	-	336,194	93,369	56,671	150,040	242,825
2019	249,307	-	-	-	249,307	57,676	43,576	101,252	191,631
2018	181,578	-	52	-	181,526	39,168	25,231	64,399	142,358
2017	155,148	-	96	-	155,052	22,073	25,282	47,355	132,979
2016	106,248	-	319	34,855	71,074	17,880	23,195	41,075	53,194
2015	43,437	-	327	11,222	31,888	8,512	5,593	14,105	23,376
2014	2,568	-	-	2,568	-	-	954	954	-
2013	1,913	-	-	1,913	-	-	1,110	1,110	-
2012	742	-	-	484	258	-	1,291	1,291	258
2011 and Prior	631	-	-	-	631	-	1,572	1,572	631
	<u>\$ 51,712,656</u>	<u>\$ 26,837</u>	<u>\$ 112,780</u>	<u>\$ 51,042</u>	<u>\$ 51,575,671</u>	<u>\$ 48,538,009</u>	<u>\$ 561,200</u>	<u>\$ 49,099,209</u>	<u>\$ 3,037,662</u>

**TOWN OF WOLCOTT, CONNECTICUT
COMBINING BALANCE SHEET – NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2025**

	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
ASSETS							
Cash and Cash Equivalents	\$ 16,451	\$ 16,830	\$ 14,734	\$ 12,935	\$ 16,095	\$ 289,341	\$ 194,718
Receivables	603,913	-	785,742	-	-	279,084	10,626
Inventories	-	-	-	-	-	-	-
Due from Other Funds	-	-	-	-	-	-	47,014
Total Assets	\$ 620,364	\$ 16,830	\$ 800,476	\$ 12,935	\$ 16,095	\$ 568,425	\$ 252,358
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES							
LIABILITIES							
Accounts Payable and Accrued Items	\$ 1,404	\$ 1,737	\$ -	\$ -	\$ -	\$ 21,498	\$ -
Due to Other Funds	261,016	794	47,014	-	-	1,299	-
Unearned Revenue	-	-	-	-	-	532,083	-
Total Liabilities	262,420	2,531	47,014	-	-	554,880	-
DEFERRED INFLOWS OF RESOURCES							
Unavailable Revenue	520,318	-	785,742	-	-	264,378	10,626
Total Deferred Inflows of Resources	520,318	-	785,742	-	-	264,378	10,626
FUND BALANCES							
Nonspendable	-	-	-	-	-	-	-
Restricted	-	-	-	12,935	16,095	-	-
Committed	-	14,299	-	-	-	-	241,732
Unassigned	(162,374)	-	(32,280)	-	-	(250,833)	-
Total Fund Balances	(162,374)	14,299	(32,280)	12,935	16,095	(250,833)	241,732
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 620,364	\$ 16,830	\$ 800,476	\$ 12,935	\$ 16,095	\$ 568,425	\$ 252,358

TOWN OF WOLCOTT, CONNECTICUT
COMBINING BALANCE SHEET – NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)
JUNE 30, 2025

	Special Revenue Funds					
	Water Usage Fund	Dog Fund	School Lunch Fund	Peterson Park Fund	Planning and Zoning Fund	Open Space Fund
ASSETS						
Cash and Cash Equivalents	\$ 964,216	\$ 63,729	\$ 626,204	\$ 4,600	\$ 4,765	\$ 81,738
Receivables	94,663	12,124	108,596	-	-	-
Inventories	-	-	23,173	-	-	-
Due from Other Funds	-	-	-	-	-	-
Total Assets	<u>\$ 1,058,879</u>	<u>\$ 75,853</u>	<u>\$ 757,973</u>	<u>\$ 4,600</u>	<u>\$ 4,765</u>	<u>\$ 81,738</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES						
LIABILITIES						
Accounts Payable and Accrued Items	\$ 211,478	\$ 7,983	\$ 244	\$ -	\$ -	\$ -
Due to Other Funds	2,028	-	-	-	-	-
Unearned Revenue	-	-	18,119	-	-	-
Total Liabilities	<u>213,506</u>	<u>7,983</u>	<u>18,363</u>	<u>-</u>	<u>-</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES						
Unavailable Revenue	78,856	-	-	-	-	-
Total Deferred Inflows of Resources	<u>78,856</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES						
Nonspendable	-	-	23,173	-	-	-
Restricted	-	67,870	716,437	-	-	81,738
Committed	766,517	-	-	4,600	4,765	-
Unassigned	-	-	-	-	-	-
Total Fund Balances	<u>766,517</u>	<u>67,870</u>	<u>739,610</u>	<u>4,600</u>	<u>4,765</u>	<u>81,738</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 1,058,879</u>	<u>\$ 75,853</u>	<u>\$ 757,973</u>	<u>\$ 4,600</u>	<u>\$ 4,765</u>	<u>\$ 81,738</u>

TOWN OF WOLCOTT, CONNECTICUT
COMBINING BALANCE SHEET – NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)
JUNE 30, 2025

	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	American Rescue Plan Fund
ASSETS								
Cash and Cash Equivalents	\$ 68,339	\$ 236,220	\$ -	\$ 17,200	\$ 28,769	\$ 152,544	\$ 28	\$ 127,301
Receivables	483	20,793	3,600	350	-	-	-	-
Inventories	-	-	-	-	-	-	-	-
Due from Other Funds	-	-	-	-	-	-	-	-
Total Assets	<u>\$ 68,822</u>	<u>\$ 257,013</u>	<u>\$ 3,600</u>	<u>\$ 17,550</u>	<u>\$ 28,769</u>	<u>\$ 152,544</u>	<u>\$ 28</u>	<u>\$ 127,301</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES								
LIABILITIES								
Accounts Payable and Accrued Items	\$ -	\$ 16,046	\$ -	\$ -	\$ -	\$ 92	\$ -	\$ 3,300
Due to Other Funds	-	14,770	1,607	-	-	-	-	-
Unearned Revenue	-	-	-	-	-	-	-	72,029
Total Liabilities	<u>-</u>	<u>30,816</u>	<u>1,607</u>	<u>-</u>	<u>-</u>	<u>92</u>	<u>-</u>	<u>75,329</u>
DEFERRED INFLOWS OF RESOURCES								
Unavailable Revenue	-	-	-	-	-	-	-	-
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES								
Nonspendable	-	-	-	-	-	-	-	-
Restricted	68,822	-	-	-	-	-	28	51,972
Committed	-	226,197	1,993	17,550	28,769	152,452	-	-
Unassigned	-	-	-	-	-	-	-	-
Total Fund Balances	<u>68,822</u>	<u>226,197</u>	<u>1,993</u>	<u>17,550</u>	<u>28,769</u>	<u>152,452</u>	<u>28</u>	<u>51,972</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 68,822</u>	<u>\$ 257,013</u>	<u>\$ 3,600</u>	<u>\$ 17,550</u>	<u>\$ 28,769</u>	<u>\$ 152,544</u>	<u>\$ 28</u>	<u>\$ 127,301</u>

TOWN OF WOLCOTT, CONNECTICUT
COMBINING BALANCE SHEET – NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)
JUNE 30, 2025

ASSETS	Special Revenue Funds				Capital Project Funds		Debt Service Funds		Total
	Student Activities Fund	Education Special Grants and Programs Fund	Sewer Usage Fund	Library Donation Fund	Capital Nonrecurring Fund	Local Capital Improvement Program Fund	Debt Service Reserve Fund	Interfund Elimination	
Cash and Cash Equivalents									
Receivables	\$ 176,972	\$ 61,633	\$ 1,357,621	\$ 20,766	\$ 984	\$ 261,597	\$ -	\$ -	\$ 4,816,330
Inventories	-	2,378	1,504,844	-	-	119,004	-	-	3,546,200
Due from Other Funds	-	-	-	-	-	-	-	-	23,173
	-	-	-	1,912	-	-	-	(47,014)	1,912
Total Assets	<u>\$ 176,972</u>	<u>\$ 64,011</u>	<u>\$ 2,862,465</u>	<u>\$ 22,678</u>	<u>\$ 984</u>	<u>\$ 380,601</u>	<u>\$ -</u>	<u>\$ (47,014)</u>	<u>\$ 8,387,615</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES									
LIABILITIES									
Accounts Payable and Accrued Items	\$ -	\$ 80	\$ 30,095	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 293,957
Due to Other Funds	-	-	9,548	-	-	34,771	-	(47,014)	325,833
Unearned Revenue	-	30,730	-	-	-	-	-	-	652,961
Total Liabilities	<u>-</u>	<u>30,810</u>	<u>39,643</u>	<u>-</u>	<u>-</u>	<u>34,771</u>	<u>-</u>	<u>(47,014)</u>	<u>1,272,751</u>
DEFERRED INFLOWS OF RESOURCES									
Unavailable Revenue	-	2,378	669,980	-	-	88,169	-	-	2,420,447
Total Deferred Inflows of Resources	<u>-</u>	<u>2,378</u>	<u>669,980</u>	<u>-</u>	<u>-</u>	<u>88,169</u>	<u>-</u>	<u>-</u>	<u>2,420,447</u>
FUND BALANCES									
Nonspendable	-	-	-	-	-	-	-	-	23,173
Restricted	176,972	30,823	-	-	-	257,661	-	-	1,481,353
Committed	-	-	2,152,842	22,678	984	-	-	-	3,635,378
Unassigned	-	-	-	-	-	-	-	-	(445,487)
Total Fund Balances	<u>176,972</u>	<u>30,823</u>	<u>2,152,842</u>	<u>22,678</u>	<u>984</u>	<u>257,661</u>	<u>-</u>	<u>-</u>	<u>4,694,417</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 176,972</u>	<u>\$ 64,011</u>	<u>\$ 2,862,465</u>	<u>\$ 22,678</u>	<u>\$ 984</u>	<u>\$ 380,601</u>	<u>\$ -</u>	<u>\$ (47,014)</u>	<u>\$ 8,387,615</u>

**TOWN OF WOLCOTT, CONNECTICUT
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2025**

	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
REVENUES							
Intergovernmental	\$ -	\$ -	\$ -	\$ 183	\$ -	\$ 1,976,977	\$ -
Interest and Dividends	-	-	-	-	-	-	-
Charges for Services	140,608	58,943	29,547	-	6,166	2,383	10,702
Miscellaneous	-	-	-	-	-	-	-
Total Revenues	<u>140,608</u>	<u>58,943</u>	<u>29,547</u>	<u>183</u>	<u>6,166</u>	<u>1,979,360</u>	<u>10,702</u>
EXPENDITURES							
General Government	-	-	-	-	-	62,402	-
Public Safety	-	-	-	1,501	14,181	1,390,215	-
Public Works	-	-	-	-	-	152,691	-
Culture and Recreation	15,558	84,369	-	-	-	509,890	-
Health and Welfare	-	-	-	-	-	108,599	-
Education	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-	-
Total Expenditures	<u>15,558</u>	<u>84,369</u>	<u>-</u>	<u>1,501</u>	<u>14,181</u>	<u>2,223,797</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	125,050	(25,426)	29,547	(1,318)	(8,015)	(244,437)	10,702
OTHER FINANCING USES							
Transfers Out	-	-	(175,900)	-	-	-	-
Issuance of Financing Arrangements	-	-	-	-	-	-	-
Total Other Financing Uses	<u>-</u>	<u>-</u>	<u>(175,900)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	125,050	(25,426)	(146,353)	(1,318)	(8,015)	(244,437)	10,702
Fund Balances - Beginning of Year	(287,424)	39,725	114,073	14,253	24,110	-	231,030
Adjustments	-	-	-	-	-	(6,396)	-
Fund Balances - As Adjusted	<u>(287,424)</u>	<u>39,725</u>	<u>114,073</u>	<u>14,253</u>	<u>24,110</u>	<u>(6,396)</u>	<u>231,030</u>
FUND BALANCES - END OF YEAR	<u>\$ (162,374)</u>	<u>\$ 14,299</u>	<u>\$ (32,280)</u>	<u>\$ 12,935</u>	<u>\$ 16,095</u>	<u>\$ (250,833)</u>	<u>\$ 241,732</u>

TOWN OF WOLCOTT, CONNECTICUT
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –
NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)
YEAR ENDED JUNE 30, 2025

	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
REVENUES							
Intergovernmental	\$ -	\$ -	\$ 686,299	\$ -	\$ -	\$ -	\$ 5,229
Interest and Dividends	41,487	-	742	-	-	-	-
Charges for Services	440,706	16,540	615,043	-	-	-	-
Miscellaneous	-	26,927	-	-	221	2,908	-
Total Revenues	<u>482,193</u>	<u>43,467</u>	<u>1,302,084</u>	<u>-</u>	<u>221</u>	<u>2,908</u>	<u>5,229</u>
EXPENDITURES							
General Government	-	-	-	-	-	-	-
Public Safety	-	26,427	-	-	-	-	-
Public Works	511,537	-	-	-	-	-	-
Culture and Recreation	-	-	-	-	-	-	-
Health and Welfare	-	-	-	-	-	-	-
Education	-	-	1,458,635	-	-	-	-
Capital Outlay	-	-	-	-	-	-	-
Total Expenditures	<u>511,537</u>	<u>26,427</u>	<u>1,458,635</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(29,344)	17,040	(156,551)	-	221	2,908	5,229
OTHER FINANCING USES							
Transfers Out	-	-	-	-	-	-	-
Issuance of Financing Arrangements	-	-	-	-	-	-	-
Total Other Financing Uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	(29,344)	17,040	(156,551)	-	221	2,908	5,229
Fund Balances - Beginning of Year	795,861	50,830	896,161	4,600	4,544	78,830	63,593
Adjustments	-	-	-	-	-	-	-
Fund Balances - As Adjusted	<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>
FUND BALANCES - END OF YEAR	<u>\$ 766,517</u>	<u>\$ 67,870</u>	<u>\$ 739,610</u>	<u>\$ 4,600</u>	<u>\$ 4,765</u>	<u>\$ 81,738</u>	<u>\$ 68,822</u>

TOWN OF WOLCOTT, CONNECTICUT
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –
NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)
YEAR ENDED JUNE 30, 2025

	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	American Rescue Plan Fund
REVENUES							
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 297,136	\$ 86,080
Interest and Dividends	-	-	-	-	190	-	7,893
Charges for Services	592,395	34,932	-	-	400,233	-	-
Miscellaneous	-	7,808	7,094	29,870	-	-	-
Total Revenues	<u>592,395</u>	<u>42,740</u>	<u>7,094</u>	<u>29,870</u>	<u>400,423</u>	<u>297,136</u>	<u>93,973</u>
EXPENDITURES							
General Government	-	14,507	-	-	-	-	18,330
Public Safety	646,426	58,221	-	-	-	-	-
Public Works	-	16,590	-	-	-	297,136	64,458
Culture and Recreation	-	-	-	-	-	-	3,292
Health and Welfare	-	-	8,423	-	-	-	-
Education	-	-	-	28,774	464,259	-	-
Capital Outlay	255,484	-	-	-	-	-	-
Total Expenditures	<u>901,910</u>	<u>89,318</u>	<u>8,423</u>	<u>28,774</u>	<u>464,259</u>	<u>297,136</u>	<u>86,080</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(309,515)	(46,578)	(1,329)	1,096	(63,836)	-	7,893
OTHER FINANCING USES							
Transfers Out	-	-	-	-	-	-	-
Issuance of Financing Arrangements	255,484	-	-	-	-	-	-
Total Other Financing Uses	<u>255,484</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	(54,031)	(46,578)	(1,329)	1,096	(63,836)	-	7,893
Fund Balances - Beginning of Year	280,228	48,571	18,879	27,673	216,288	28	-
Adjustments	-	-	-	-	-	-	44,079
Fund Balances - As Adjusted	<u>280,228</u>	<u>48,571</u>	<u>18,879</u>	<u>27,673</u>	<u>216,288</u>	<u>28</u>	<u>44,079</u>
FUND BALANCES - END OF YEAR	<u>\$ 226,197</u>	<u>\$ 1,993</u>	<u>\$ 17,550</u>	<u>\$ 28,769</u>	<u>\$ 152,452</u>	<u>\$ 28</u>	<u>\$ 51,972</u>

**TOWN OF WOLCOTT, CONNECTICUT
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –
NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)
YEAR ENDED JUNE 30, 2025**

	Special Revenue Funds				Capital Project Funds		Debt Service Funds	Total
	Student Activities Fund	Education Special Grants and Programs Fund	Sewer Usage Fund	Library Donations Fund	Capital Nonrecurring Fund	Local Capital Improvement Program Fund	Debt Service Reserve Fund	
REVENUES								
Intergovernmental	\$ -	\$ 1,970,905	\$ -	\$ -	\$ -	\$ 292,007	\$ -	\$ 5,314,816
Interest and Dividends	-	16	-	-	46	-	-	50,374
Charges for Services	-	15,048	1,088,182	-	-	-	-	3,451,428
Miscellaneous	451,996	-	-	3,615	-	-	-	530,439
Total Revenues	<u>451,996</u>	<u>1,985,969</u>	<u>1,088,182</u>	<u>3,615</u>	<u>46</u>	<u>292,007</u>	<u>-</u>	<u>9,347,057</u>
EXPENDITURES								
General Government	-	-	-	-	-	-	-	95,239
Public Safety	-	-	-	-	-	-	-	2,136,971
Public Works	-	-	1,054,913	-	-	-	-	2,097,325
Culture and Recreation	-	-	-	2,280	-	-	-	615,389
Health and Welfare	-	-	-	-	-	-	-	117,022
Education	477,899	1,983,018	-	-	-	-	-	4,412,585
Capital Outlay	-	-	-	-	-	181,960	-	437,444
Total Expenditures	<u>477,899</u>	<u>1,983,018</u>	<u>1,054,913</u>	<u>2,280</u>	<u>-</u>	<u>181,960</u>	<u>-</u>	<u>9,911,975</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(25,903)	2,951	33,269	1,335	46	110,047	-	(564,918)
OTHER FINANCING USES								
Transfers Out	-	-	-	-	-	-	-	(175,900)
Issuance of Financing Arrangements	-	-	-	-	-	-	-	255,484
Total Other Financing Uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>79,584</u>
NET CHANGE IN FUND BALANCES	(25,903)	2,951	33,269	1,335	46	110,047	-	(485,334)
Fund Balances - Beginning of Year	202,875	27,872	2,119,573	-	938	147,614	-	5,120,725
Adjustments	-	-	-	21,343	-	-	-	59,026
Fund Balances - As Adjusted	<u>202,875</u>	<u>27,872</u>	<u>2,119,573</u>	<u>21,343</u>	<u>938</u>	<u>147,614</u>	<u>-</u>	<u>5,179,751</u>
FUND BALANCES - END OF YEAR	<u>\$ 176,972</u>	<u>\$ 30,823</u>	<u>\$ 2,152,842</u>	<u>\$ 22,678</u>	<u>\$ 984</u>	<u>\$ 257,661</u>	<u>\$ -</u>	<u>\$ 4,694,417</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, 2025**

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Facility Rentals	\$ 130,560	\$ 130,560	\$ 140,608	\$ 10,048
Total Revenues	<u>130,560</u>	<u>130,560</u>	<u>140,608</u>	<u>10,048</u>
EXPENDITURES				
Repair and Maintenance - Equipment	15,000	15,000	7,584	7,416
Contracted Services	15,000	15,000	-	15,000
Water System Testing	1,000	1,000	440	560
In Kind Services	2,000	2,000	2,001	(1)
Dues and Fees	2,500	2,500	1,333	1,167
Liability Insurance	5,000	5,000	4,200	800
Total Expenditures	<u>40,500</u>	<u>40,500</u>	<u>15,558</u>	<u>24,942</u>
Excess in Revenues Over Expenditures	90,060	90,060	125,050	34,990
OTHER FINANCING USES				
Transfer out	89,058	89,058	-	89,058
Total Other Financing Uses	<u>89,058</u>	<u>89,058</u>	<u>-</u>	<u>89,058</u>
Net Change in Fund Balance	<u>\$ 1,002</u>	<u>\$ 1,002</u>	<u>\$ 125,050</u>	<u>\$ 124,048</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, 2025

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget - Positive (Negative)
REVENUES				
Gate Receipts	\$ 65,000	\$ 65,000	\$ 22,605	\$ (42,395)
Rental of Facilities	25,000	25,000	20,070	(4,930)
Food Sales	16,000	16,000	5,986	(10,014)
Security Deposits	6,000	6,000	7,300	1,300
Housing Rental Income	3,000	3,000	2,500	(500)
Unanticipated Revenue	-	-	482	482
Appropriation of Fund Balance	51,973	51,973	-	(51,973)
Total Revenues	<u>166,973</u>	<u>166,973</u>	<u>58,943</u>	<u>(108,030)</u>
EXPENDITURES				
Salary - Administrative	25,750	25,750	17,167	8,583
Wages - Operations	62,706	62,706	29,500	33,206
FICA	6,767	6,767	3,570	3,197
Workers' Compensation Insurance	2,350	2,350	2,350	-
Legal Services	500	500	-	500
Electricity	6,900	6,900	5,914	986
Repairs & Maintenance - Equipment	6,500	6,500	2,454	4,046
Dam & Reservoirs - Maintenance	2,500	-	-	-
Repairs & Maintenance - Buildings	8,000	8,000	1,939	6,061
Snack Bar Supplies	11,200	11,200	2,416	8,784
Maintenance Supplies	4,000	4,000	88	3,912
Tele-Communications	600	600	377	223
Liability Insurance	3,000	3,000	3,000	-
Operations	6,500	9,000	7,093	1,907
Office Supplies	700	700	-	700
Capital Outlay - Equipment	10,000	10,000	1,101	8,899
Capital Outlay - Buildings	-	-	-	-
Refunds	6,000	6,000	4,400	1,600
In-Kind Services	3,000	3,000	3,000	-
Total Expenditures	<u>166,973</u>	<u>166,973</u>	<u>84,369</u>	<u>82,604</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (25,426)</u>	<u>\$ (25,426)</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, 2025

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget - Positive (Negative)
REVENUES				
Water Usage	\$ 438,915	\$ 438,915	\$ 386,256	\$ (52,659)
Water Meter Set-Up Parts	5,000	5,000	3,996	(1,004)
Unanticipated Revenue	25,000	25,000	41,754	16,754
Water Connection Revenues	10,000	10,000	7,700	(2,300)
Water Permits and Applications	1,000	1,000	1,000	-
CD Interest	15,000	15,000	41,487	26,487
Transfer In	100,000	100,000	-	(100,000)
Total Revenues	<u>594,915</u>	<u>594,915</u>	<u>482,193</u>	<u>(112,722)</u>
EXPENDITURES				
Salary - Administrative	20,675	20,754	20,754	-
Wages - Clerical	14,713	14,634	12,686	1,948
Wages - Operations	28,821	28,821	11,375	17,446
Operating Reserve	-	-	-	-
Group Life Insurance	200	200	200	-
Medical Insurance	24,725	24,725	24,725	-
FICA	4,912	4,912	3,428	1,484
Pension - Defined Benefit Plan	5,400	5,400	5,400	-
Workers' Compensation Insurance	2,050	2,050	2,050	-
Postage	2,000	2,000	1,999	1
Legal Services	2,000	2,000	-	2,000
Testing Expense	15,574	15,574	10,641	4,933
QDS Assessment Support	1,400	1,400	1,400	-
QDS Bill Preparations	1,775	1,775	1,496	279
Education & Professional Development	1,500	1,500	760	740
Electricity	29,000	33,493	33,493	-
Fuel - Heating	550	550	247	303
Water Usage	280,000	280,000	240,353	39,647
Repairs and Maintenance - Water	20,000	20,000	13,477	6,523
Water Meter Set-Up Parts	17,700	13,207	8,399	4,808
Tele-Communications	7,190	7,190	6,741	449
In-Kind Services	3,400	3,400	3,400	-
Liability Insurance	6,780	6,780	6,535	245
Office Supplies	950	950	481	469
Dues and Fees	2,400	2,400	467	1,933
Capital Outlay - Equipment	100,000	100,000	99,912	88
Bank Service Fees	1,200	1,200	1,118	82
Total Expenditures	<u>594,915</u>	<u>594,915</u>	<u>511,537</u>	<u>83,378</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (29,344)</u>	<u>\$ (29,344)</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, 2025**

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget - Positive (Negative)
REVENUES				
Sewer Usage	\$ 1,107,156	\$ 1,107,156	\$ 981,111	\$ (126,045)
Connection Fees	30,000	30,000	40,000	10,000
CD Interest	-	-	-	-
Sewer Permits and Applications	1,000	1,000	1,700	700
STIF Interest Sewer Usage	45,000	45,000	64,723	19,723
STIF Interest STP Upgrade	-	-	106	106
Unanticipated Revenue	-	-	542	542
Transfer In	79,000	79,000	-	(79,000)
Total Revenues	<u>1,262,156</u>	<u>1,262,156</u>	<u>1,088,182</u>	<u>(173,974)</u>
EXPENDITURES				
Salary - Administrative	82,600	83,017	83,017	0
Wages - Clerical	51,030	51,030	50,745	285
Wages - Operations	115,832	114,890	47,078	67,812
Operating Reserve	-	-	-	-
Wages - Part-Time	5,000	5,000	1,511	3,489
Wages - Part-Time Billing Clerk	24,598	25,104	25,104	-
Wages - Overtime	5,000	5,000	1,392	3,608
Uniform Allowance	1,100	1,100	275	825
Group Life Insurance	800	800	800	-
Medical Insurance	98,880	98,880	98,880	-
FICA	21,815	21,815	14,451	7,364
Pension - Defined Benefit Plan	21,600	21,600	21,600	-
Pension - Deferred Contribution	1,476	1,495	1,495	-
Workers' Compensation Insurance	6,200	6,200	6,200	-
Postage	750	750	751	(1)
Legal Services	30,000	7,339	3,463	3,876
QDS Assessment Support	1,400	1,400	1,400	-
QDS Bill Preparations	3,810	3,810	3,625	185
Electricity	10,400	10,400	8,888	1,512
Fuel - Heating	4,000	4,000	1,955	2,045
Sewer Usage	530,000	552,661	552,661	-
Repairs and Maintenance - Equipment	10,000	10,000	1,877	8,123
Repairs and Maintenance - Buildings	1,250	1,250	-	1,250
Repairs and Maintenance - Sewer	20,000	20,000	4,870	15,130
Contracted Services	4,000	4,000	1,710	2,290
Tele-Communications	6,030	6,030	2,862	3,168
In-Kind Services	12,000	12,000	12,000	-
Liability Insurance	24,960	24,960	24,070	890
Vehicle Gasoline and Diesel	8,225	8,225	5,535	2,690
Office Supplies	3,000	3,000	1,692	1,308
Capital Outlay - Equipment	155,000	155,000	73,646	81,354
Bank Service Fees	1,400	1,400	1,360	40
Total Expenditures	<u>1,262,156</u>	<u>1,262,156</u>	<u>1,054,913</u>	<u>207,243</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 33,269</u>	<u>\$ 33,269</u>

**TOWN OF WOLCOTT, CONNECTICUT
STATEMENT OF DEBT LIMITATION
JUNE 30, 2025**

Total tax collections, including interest and lien fees for fiscal year ended June 30, 2024	\$ 47,381,514
State Reimbursement for Revenue Loss on Tax Relief for Elderly	<u>23,229</u>

BASE	<u><u>\$ 47,404,743</u></u>
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	General Purpose	Schools	Sewers	Urban Renewal	Pension Deficit
Debt Limitation:					
2-1/4 Times Base	\$ 106,660,672	\$ -	\$ -	\$ -	\$ -
4-1/2 Times Base	-	213,321,344	-	-	-
3-3/4 Times Base	-	-	177,767,786	-	-
3-1/4 Times Base	-	-	-	154,065,415	-
3 Times Base	-	-	-	-	142,214,229
Total Debt Limitation	<u>106,660,672</u>	<u>213,321,344</u>	<u>177,767,786</u>	<u>154,065,415</u>	<u>142,214,229</u>
Indebtedness:					
Bonds Payable	35,001,795	4,393,080	-	-	-
Authorized But Unissued Debt	-	-	-	-	-
Net Indebtedness	<u>35,001,795</u>	<u>4,393,080</u>	<u>-</u>	<u>-</u>	<u>-</u>
Debt Limitation in Excess of Outstanding and Authorized Debt	<u>\$ 71,658,877</u>	<u>\$ 208,928,264</u>	<u>\$ 177,767,786</u>	<u>\$ 154,065,415</u>	<u>\$ 142,214,229</u>

Note: In no case shall total indebtedness exceed seven times annual receipts from taxation (\$331,833,201).



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