

TOWN OF EAST GRANBY, CONNECTICUT

FINANCIAL STATEMENTS

**AS OF AND FOR THE YEAR ENDED
JUNE 30, 2024**

TOWN OF EAST GRANBY, CONNECTICUT
FINANCIAL STATEMENTS
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INDEPENDENT AUDITOR'S REPORT

INDEPENDENT AUDITOR'S REPORT

To the Board of Finance
Town of East Granby, 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 East Granby, Connecticut, (the Town) as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the Town'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 East Granby, Connecticut, as of June 30, 2024, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Town'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.

Auditor's 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 auditor's 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 generally accepted auditing standards 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 generally accepted auditing standards 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 the Town'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 the Town'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 on pages 4 through 14 and the information on pages 48 through 53 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 auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town's basic financial statements. The accompanying combining and individual fund financial statements and schedules 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 auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 23, 2024, on our consideration of the Town's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Town's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Town's internal control over financial reporting and compliance.



Certified Public Accountants
Glastonbury, Connecticut
December 23, 2024

MANAGEMENT'S DISCUSSION AND ANALYSIS

TOWN OF EAST GRANBY, CONNECTICUT
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
AS OF AND FOR THE YEAR ENDED JUNE 30, 2024

The management of the Town of East Granby, Connecticut (the Town), offers the readers of its financial statements this narrative overview and analysis of the financial activities of the Town for the fiscal year ended June 30, 2024.

FINANCIAL HIGHLIGHTS

- The assets and deferred outflows of resources of the Town exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$34,077,482 (net position). Of this amount, \$5,103,949 represents the unrestricted net position of the Town.
- The Town's total net position increased by \$1,326,257 during the current fiscal year.
- As of the close of the current fiscal year, the Town's governmental funds reported combined ending fund balances of \$11,307,205, a decrease of \$778,159 over the prior year.
- At the end of the current fiscal year, unassigned fund balance for the General Fund totaled \$3,916,264 or 14.2% of the Town's fiscal year 2025 authorized budgetary expenditure appropriations of \$27,502,730. Expressed another way, unassigned fund balance for the General Fund was sufficient to cover 1.71 months of General Fund expenditures.
- The Town's total capital assets increased by \$1,640,339 or 4.6% during the current fiscal year.
- The Town's total long-term bonded debt decreased by \$925,000 or 8.0% during the current fiscal year.

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 basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide Financial Statements

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

The statement of net position presents information on all of the Town's assets, deferred outflows and inflows of resources, and liabilities, with net position as the residual of these elements. 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 most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods.

TOWN OF EAST GRANBY, CONNECTICUT
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) *(Continued)*
AS OF AND FOR THE YEAR ENDED JUNE 30, 2024

OVERVIEW OF THE FINANCIAL STATEMENTS *(Continued)*

Government-wide Financial Statements *(Continued)*

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

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

The government-wide financial statements can be found on pages 15 and 16 of this report.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Town uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Town are considered governmental funds.

Governmental Funds

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

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

The Town maintains several individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances for the General Fund and the Sewer Use Fund, both of which are considered to be major funds. Data from the other remaining governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

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

TOWN OF EAST GRANBY, CONNECTICUT
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) (Continued)
AS OF AND FOR THE YEAR ENDED JUNE 30, 2024

OVERVIEW OF THE FINANCIAL STATEMENTS (Continued)

Notes to the Financial Statements

The notes to the financial statements 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 21 through 47 of this report.

Other Information

Required supplementary information and combining and individual fund statements and schedules and can be found on pages 48 through 74 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net Position

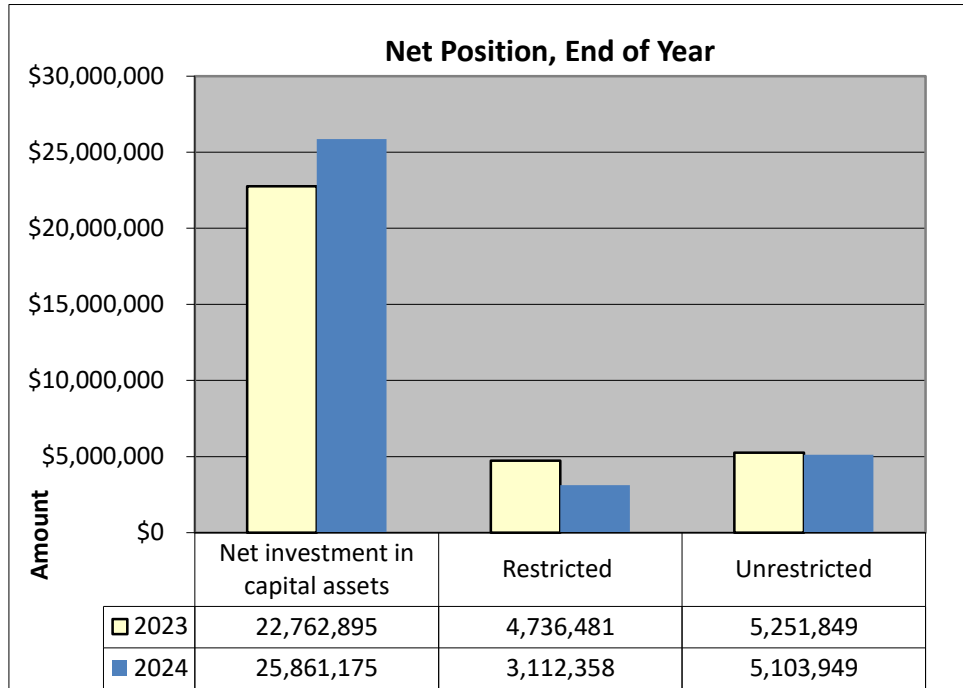
Over time, net position may serve as one measure of a government's financial position. Net position of the Town totaled \$34,077,482 and \$32,751,225 as of June 30, 2024 and 2023, respectively, and are summarized as follows:

	2024	2023	\$ Change	% Change
Current and other assets	\$ 13,872,108	\$ 14,574,488	\$ (702,380)	-4.8%
Capital assets, net	37,127,929	35,487,590	1,640,339	4.6%
Total assets	<u>51,000,037</u>	<u>50,062,078</u>	<u>937,959</u>	1.9%
Deferred outflows of resources	<u>43,771</u>	<u>49,883</u>	<u>(6,112)</u>	-12.3%
Other liabilities	1,995,148	1,974,055	21,093	1.1%
Long-term liabilities	14,144,781	14,472,510	(327,729)	-2.3%
Total liabilities	<u>16,139,929</u>	<u>16,446,565</u>	<u>(306,636)</u>	-1.9%
Deferred inflows of resources	<u>826,397</u>	<u>914,171</u>	<u>(87,774)</u>	-9.6%
Net position:				
Net investment in capital assets	25,861,175	22,762,895	3,098,280	13.6%
Restricted	3,112,358	4,736,481	(1,624,123)	-34.3%
Unrestricted	5,103,949	5,251,849	(147,900)	-2.8%
Total net position	<u>\$ 34,077,482</u>	<u>\$ 32,751,225</u>	<u>\$ 1,326,257</u>	4.0%

TOWN OF EAST GRANBY, CONNECTICUT
 MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) *(Continued)*
 AS OF AND FOR THE YEAR ENDED JUNE 30, 2024

GOVERNMENT-WIDE FINANCIAL ANALYSIS *(Continued)*

Net Position *(Continued)*



Of the Town's net position, 75.9% reflects its investment in capital assets, less any related debt used to acquire those assets that is still outstanding. The Town uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Town's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources since the capital assets themselves cannot be used to liquidate these liabilities.

9.1% of the Town's net position is subject to external restrictions on how they may be used and are, therefore, presented as restricted.

The remainder of the Town's net position is considered unrestricted and may be used to meet the Town's ongoing obligations to citizens and creditors.

Overall, net position increased by \$1,326,257 or 4.0% over the prior year.

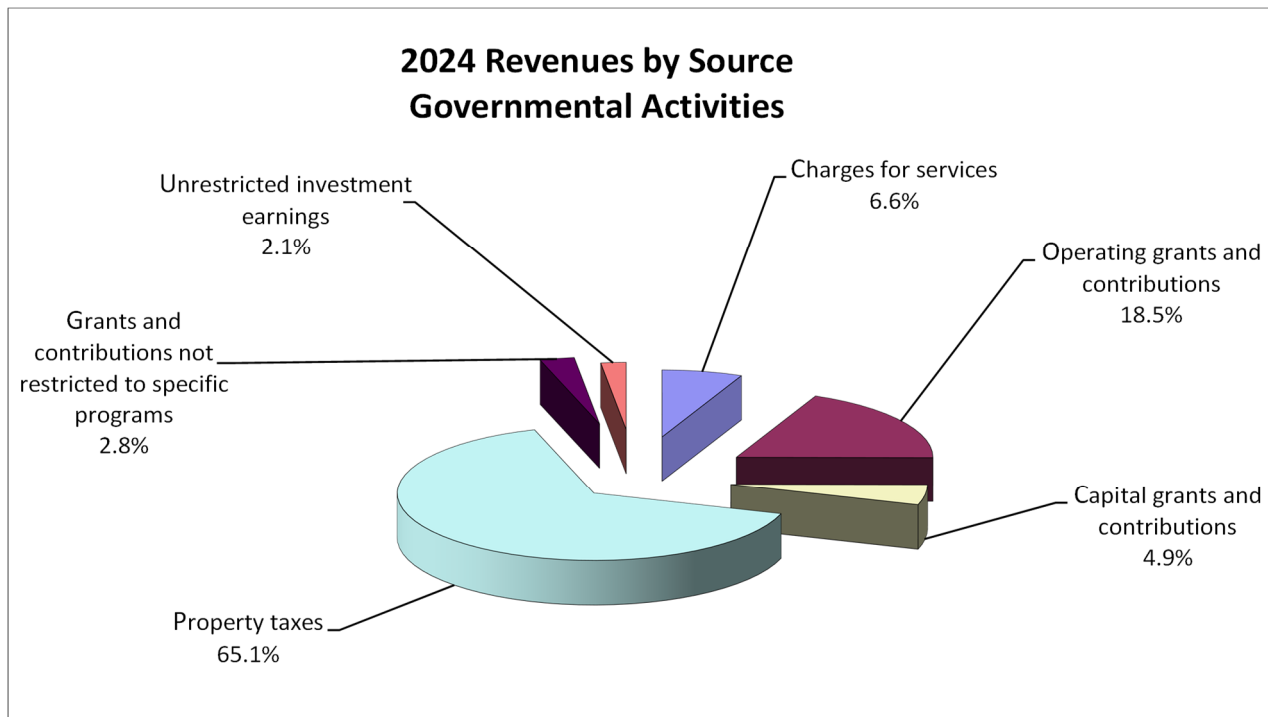
TOWN OF EAST GRANBY, CONNECTICUT
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) (Continued)
AS OF AND FOR THE YEAR ENDED JUNE 30, 2024

GOVERNMENT-WIDE FINANCIAL ANALYSIS (Continued)

Changes in Net Position

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

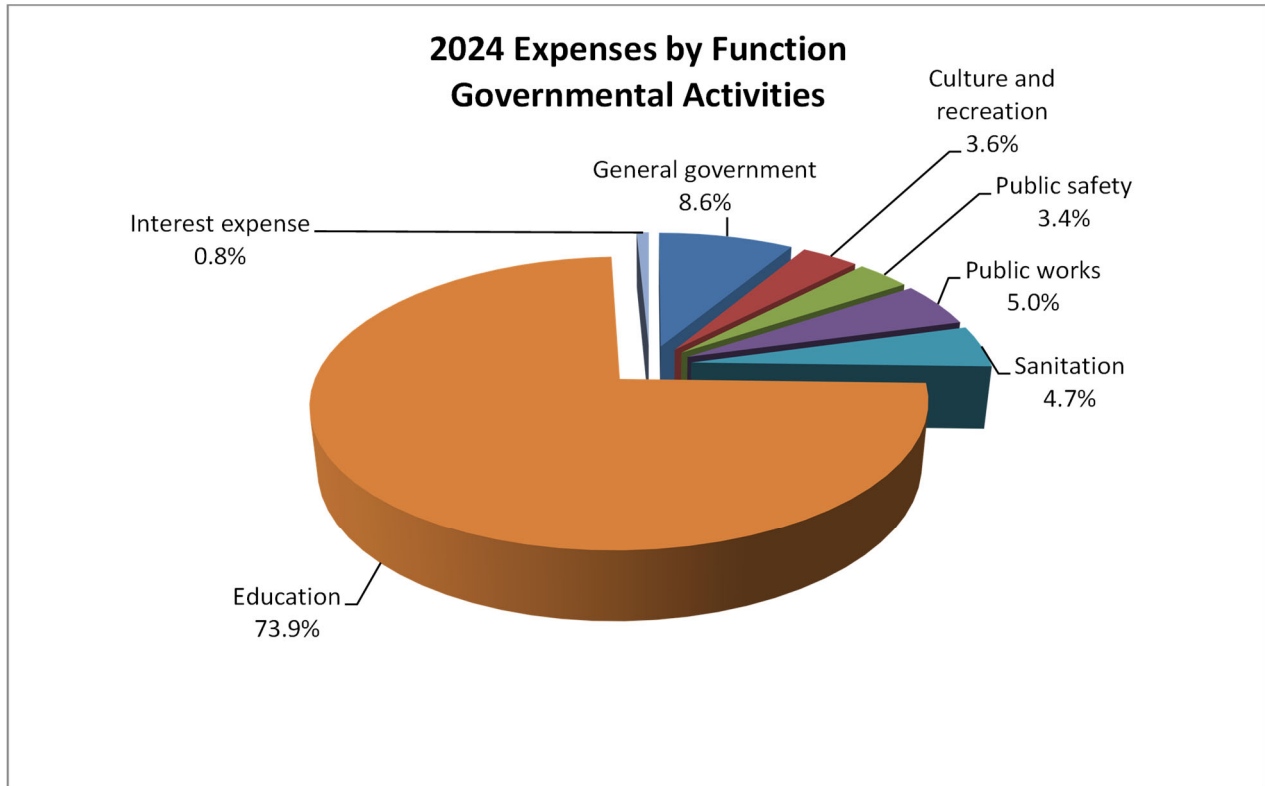
	<u>2024</u>	<u>2023</u>	<u>\$ Change</u>	<u>% Change</u>
Program revenues:				
Charges for services	\$ 2,360,790	\$ 2,103,917	\$ 256,873	12.2%
Operating grants and contributions	6,591,298	7,892,452	(1,301,154)	-16.5%
Capital grants and contributions	1,748,347	1,035,061	713,286	68.9%
General revenues:				
Property taxes	23,253,985	21,768,627	1,485,358	6.8%
Grants and contributions	1,004,944	896,103	108,841	12.1%
Investment earnings	738,061	558,955	179,106	32.0%
Total revenues	<u>35,697,425</u>	<u>34,255,115</u>	<u>1,442,310</u>	<u>4.2%</u>
Program expenses:				
General government	2,950,308	2,857,048	93,260	3.3%
Culture and recreation	1,253,840	1,248,546	5,294	0.4%
Public safety	1,177,682	1,293,940	(116,258)	-9.0%
Public works	1,733,440	1,618,899	114,541	7.1%
Sanitation	1,626,755	824,032	802,723	97.4%
Education	25,363,592	24,982,457	381,135	1.5%
Interest expense	265,551	304,313	(38,762)	-12.7%
Total expenses	<u>34,371,168</u>	<u>33,129,235</u>	<u>1,241,933</u>	<u>3.7%</u>
Change in net position	<u>\$ 1,326,257</u>	<u>\$ 1,125,880</u>	<u>\$ 200,377</u>	<u>17.8%</u>



TOWN OF EAST GRANBY, CONNECTICUT
 MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) *(Continued)*
 AS OF AND FOR THE YEAR ENDED JUNE 30, 2024

GOVERNMENT-WIDE FINANCIAL ANALYSIS *(Continued)*

Changes in Net Position *(Continued)*



Governmental activities increased the Town's net position by \$1,327,257. Revenues recognized by the Town increased by \$1,442,310 or 4.2% and expenses for the Town increased by \$1,241,933 or 3.7% in comparison to prior year.

A summary of significant items impacting revenues are as follows:

Charges for Services: Revenue from charges for services increased by \$256,873, or 12.2%, from \$2,103,917 in 2023 to \$2,360,790 in 2024. This increase was primarily due to higher fees from building permits and increases in sewer user charges. The amount of building permit fees recognized by the Town can vary significantly from year to year based on the level of new development and construction in the area. The increases in sewer user charges reflect increases in user rates to cover the operating costs of the wastewater system.

Operating Grants and Contributions: Operating grants and contributions decreased by \$1,301,154, or 16.5%, from \$7,892,452 in 2023 to \$6,591,298 in 2024. The decline was primarily due to a reduction of in on-behalf revenues recognized by the Town for its participation in the Connecticut Teachers' Retirement System. Although the Town is not liable for pension and other post-employment benefits provided by the Connecticut Teachers' Retirement System, the Town recognizes both revenues and expenses for the full pension and other post-employment benefit expenses that have been attributed to employees of the Town's School District.

Capital Grants and Contributions: Capital grants and contributions increased by \$713,286, or 68.9%, from \$1,035,061 in 2023 to \$1,748,347 in 2024. This increase was driven by school construction reimbursements and the use of grant funding towards road and infrastructure improvements.

TOWN OF EAST GRANBY, CONNECTICUT
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) *(Continued)*
AS OF AND FOR THE YEAR ENDED JUNE 30, 2024

GOVERNMENT-WIDE FINANCIAL ANALYSIS *(Continued)*

Changes in Net Position *(Continued)*

Property Taxes: The Town's property tax revenues rose by \$1,485,358, or 6.8%, from \$21,768,627 in 2023 to \$23,253,985 in 2024. This increase was primarily due to a 6.5% increase in the mill rate, reflecting the Town's need to raise additional revenue to meet its operational and capital needs.

A summary of significant items impacting expenses are as follows:

Public Safety: Public safety expenses decreased by \$116,258, or 9.0%, from \$1,293,940 in 2023 to \$1,177,682 in 2024. This reduction was primarily due to nonrecurring costs incurred in the prior year related to a federal assistance to firefighters grant.

Sanitation: Sanitation expenses had a substantial increase of \$802,723, or 97.4%, from \$824,032 in 2023 to \$1,626,755 in 2024. This increase was driven by retroactive adjustments and billing issues of charges billed by the Metropolitan District Commission and the Connecticut Airport Authority.

FINANCIAL ANALYSIS OF THE TOWN'S FUNDS

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

Governmental Funds

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

As of the end of the current fiscal year, the Town's governmental funds reported combined ending fund balances of \$11,307,205, a decrease of \$778,159 in comparison with the prior year.

General Fund

The General Fund is the chief operating fund of the Town. At the end of the current fiscal year, unassigned fund balance of the General Fund was \$3,916,264, while total fund balance was \$6,106,471. As a measure of the General Fund's liquidity, it may be useful to compare unassigned fund balance to total fund expenditures. Unassigned fund balance for the General Fund totaled 14.2% of the Town's fiscal year 2025 budgetary expenditure appropriations of \$27,502,730. Expressed another way, unassigned fund balance for the General Fund was sufficient to cover 1.71 months of General Fund operating expenditures.

The fund balance of the General Fund increased by \$1,680,387 during the current fiscal year driven by a \$1,441,379 budgetary revenue surplus. Refer to General Fund budgetary highlights below for discussions related to current year activities.

TOWN OF EAST GRANBY, CONNECTICUT
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) *(Continued)*
AS OF AND FOR THE YEAR ENDED JUNE 30, 2024

FINANCIAL ANALYSIS OF THE TOWN'S FUNDS *(Continued)*

Sewer Use Fund

The fund balance of the Sewer Use Fund decreased by \$261,732 during the current fiscal year from a deficit of \$730,066 to a deficit of \$991,798. This fund accounts for the collection of fees for maintaining the sewer system. The increase in the deficit was driven by retroactive adjustments and billing issues of charges billed by the Metropolitan District Commission and the Connecticut Airport Authority. Due to liquidity issues within the Fund, the MDC agreed to allow the Town to pay the charges over a three year period. This portion of the liability has been converted to a long-term liability and has been recognized as an other financing source in the statement of revenues, expenditures, and changes in fund balance of the Sewer Use Fund.

GENERAL FUND BUDGETARY HIGHLIGHTS

The original budget for the year ended June 30, 2024 planned for the use of fund balance in the amount of \$732,365 to balance the budget. During the year, the Board of Finance authorized a transfer of \$61,171 from the Board of Education's (BOE) prior year budgetary surplus to the BOE Nonlapsing Fund. This resulted in a final planned use of fund balance in the amount of \$793,536. The actual change in fund balance on a budgetary basis was an increase of \$1,652,915, resulting in a favorable budgetary variance in the amount of \$2,446,451. Revenues and other financing sources exceeded budgetary estimates by \$2,062,744 and expenditures were less than budgetary estimates by \$383,707. The revenue surplus included favorable collections on property taxes, State-aid, building permits and interest income on short-term investments. In addition, current year budgetary results included an unbudgeted transfer in of \$565,727 from the subsequent closure of the Elementary School Renovation Fund.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

The Town's investment in capital assets for its governmental activities as of June 30, 2024 totaled \$37,127,929 (net of accumulated depreciation). This investment in capital assets includes land and land improvements, buildings and improvements, machinery, equipment and furniture and fixtures, vehicles, and infrastructure. The Town's investment in capital assets increased by \$1,640,339 or 4.6%.

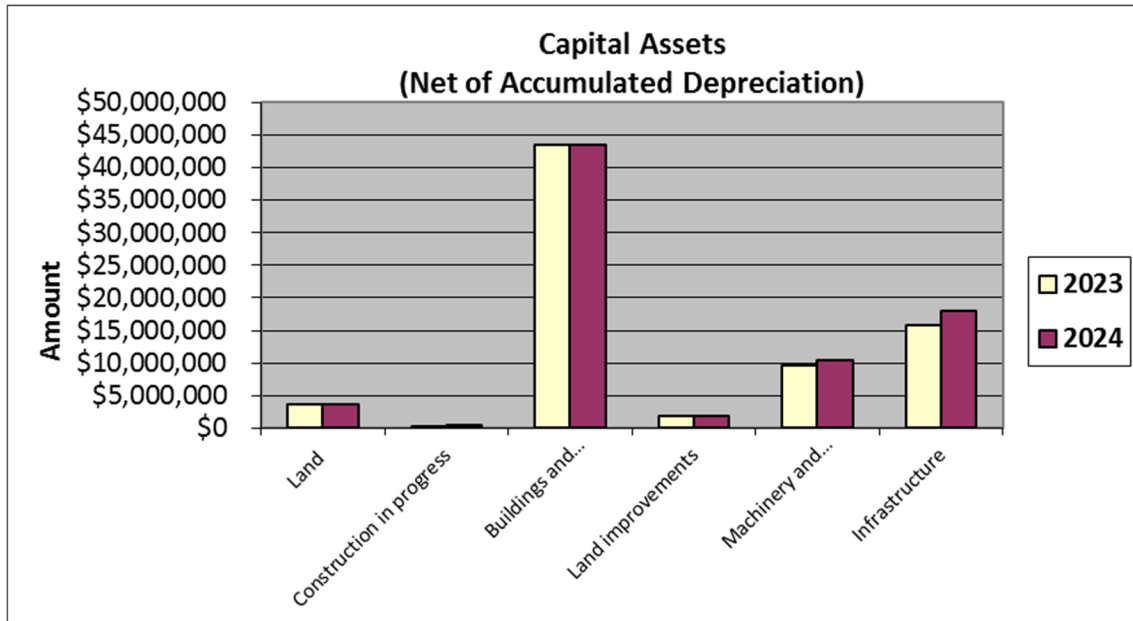
The following table is a two-year comparison of the investment in capital assets, net of accumulated depreciation:

	<u>2024</u>	<u>2023</u>	<u>\$ Change</u>	<u>% Change</u>
Land	\$ 3,571,922	\$ 3,571,922	\$ -	0.0%
Construction in progress	502,715	229,423	273,292	119.1%
Buildings and improvements	43,596,762	43,572,462	24,300	0.1%
Land improvements	1,930,872	1,900,872	30,000	1.6%
Machinery and equipment	10,482,353	9,606,526	875,827	9.1%
Infrastructure	17,912,017	15,717,646	2,194,371	14.0%
Accumulated depreciation	(40,868,712)	(39,111,261)	(1,757,451)	4.5%
Totals	<u>\$ 37,127,929</u>	<u>\$ 35,487,590</u>	<u>\$ 1,640,339</u>	4.6%

TOWN OF EAST GRANBY, CONNECTICUT
 MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) *(Continued)*
 AS OF AND FOR THE YEAR ENDED JUNE 30, 2024

CAPITAL ASSET AND DEBT ADMINISTRATION *(Continued)*

Capital Assets *(Continued)*



Major capital asset events during the current fiscal year consisted of capital asset additions of \$3,397,790 offset by depreciation expense of \$1,757,451.

Significant capital asset activity consisted of infrastructure improvements to roads and bridges, the purchase of a plow truck, the refurbishment of a ladder truck and costs incurred in connection with an HVAC project at the middle and high schools.

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

Debt

At the end of the current fiscal year, the Town had total long-term bonded debt outstanding of \$10,650,000, all of which is backed by the full faith and credit of the Town. The Town's total long-term bonded debt decreased by \$925,000 or 8.0% during the current fiscal year due to scheduled debt service payments.

The Town maintains an "Aa2" rating from Moody's Investor Service for general obligation debt.

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

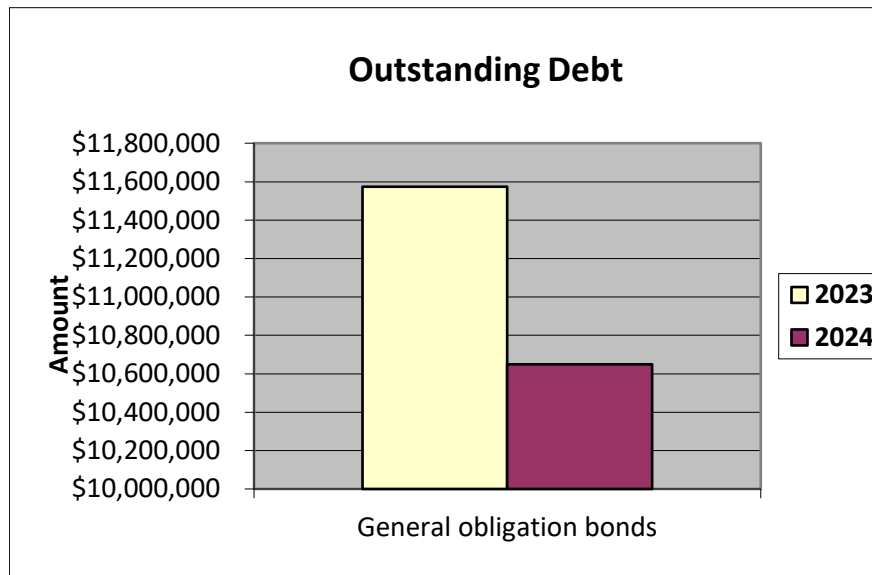
TOWN OF EAST GRANBY, CONNECTICUT
 MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) (Continued)
 AS OF AND FOR THE YEAR ENDED JUNE 30, 2024

CAPITAL ASSET AND DEBT ADMINISTRATION (Continued)

Debt

The following is a two-year comparison of long-term bonded debt:

	<u>2024</u>	<u>2023</u>	<u>\$ Change</u>	<u>% Change</u>
General obligation bonds	\$ 10,650,000	\$ 11,575,000	\$ (925,000)	-8.0%



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

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

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

- Inflationary trends in the region approximate national indices.
- For purposes of calculating property tax revenues, the assessor's grand list is used along with an estimated tax rate and an estimated rate of collection, with deductions for payment in lieu of taxes to be paid by the State on-behalf of certain taxpayers.
- The Town receives a significant amount of municipal aid from the State of Connecticut. Potential cuts in funding could negatively impact the Town's mill rate and/or the types and quality of services provided to its citizens.

All of these factors were considered in preparing the Town's budget for fiscal year 2025. The Town's fiscal year 2025 approved budget contemplates budgetary expenditure appropriations in the amount of \$27,502,730. The fiscal year 2025 budget contemplates the use of fund balance in the amount of \$1,255,599 to reduce the overall impact on the Town's mill rate.

TOWN OF EAST GRANBY, CONNECTICUT
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED) *(Continued)*
AS OF AND FOR THE YEAR ENDED JUNE 30, 2024

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 Town's finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the Office of the First Selectman, 9 Center Street, P.O. Box 1858, East Granby, Connecticut 06026-1858.

BASIC FINANCIAL STATEMENTS

TOWN OF EAST GRANBY, CONNECTICUT
STATEMENT OF NET POSITION
AS OF JUNE 30, 2024

	Governmental Activities
ASSETS	
Cash and cash equivalents	\$ 12,636,937
Investments	19,465
Receivables:	
Property taxes and interest, net	545,394
Grants and contracts	380,385
Other	289,927
Capital assets:	
Non-depreciable	4,074,637
Depreciable, net	33,053,292
Total assets	51,000,037
 DEFERRED OUTFLOWS OF RESOURCES	
OPEB related	43,771
 LIABILITIES	
Accounts payable	896,466
Accrued liabilities	424,864
Performance deposits payable	188,433
Unearned revenue	485,385
Noncurrent liabilities:	
Due within one year	1,267,958
Due in more than one year	12,876,823
Total liabilities	16,139,929
 DEFERRED INFLOWS OF RESOURCES	
OPEB related	826,397
Total deferred inflows of resources	826,397
 NET POSITION	
Net investment in capital assets	25,861,175
Restricted for:	
Capital purposes	351,502
Road maintenance and improvements	1,965,594
Educational purposes	672,919
Other purposes	122,343
Unrestricted	5,103,949
Total net position	\$ 34,077,482

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

TOWN OF EAST GRANBY, CONNECTICUT
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2024

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>			<u>Net (Expense) Revenue and Change in Net Position</u>
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	
Primary Government:					
Governmental activities:					
General government	\$ 2,950,308	\$ 200,499	\$ 225,917	\$ 130,808	\$ (2,393,084)
Culture and recreation	1,253,840	362,300	-	-	(891,540)
Public safety	1,177,682	84,214	-	-	(1,093,468)
Public works	1,733,440	487,346	392,556	905,766	52,228
Sanitation	1,626,755	542,786	-	-	(1,083,969)
Education	25,363,592	683,645	5,972,825	711,773	(17,995,349)
Interest expense	265,551	-	-	-	(265,551)
Total governmental activities	<u>\$ 34,371,168</u>	<u>\$ 2,360,790</u>	<u>\$ 6,591,298</u>	<u>\$ 1,748,347</u>	<u>(23,670,733)</u>
General revenues:					
					23,253,985
					1,004,944
					738,061
					<u>24,996,990</u>
					1,326,257
					<u>32,751,225</u>
					<u>\$ 34,077,482</u>

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

TOWN OF EAST GRANBY, CONNECTICUT

BALANCE SHEET -
GOVERNMENTAL FUNDS
AS OF JUNE 30, 2024

	General Fund	Sewer Use Fund	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS				
Cash and cash equivalents	\$ 11,728,039	\$ -	\$ 908,898	\$ 12,636,937
Investments	-	-	19,465	19,465
Receivables:				
Property taxes and interest, net	545,394	-	-	545,394
Grants and contracts	-	-	380,385	380,385
Other	57,575	232,352	-	289,927
Due from other funds	317,128	-	5,747,737	6,064,865
Advance to other fund	695,951	-	-	695,951
Total assets	<u>\$ 13,344,087</u>	<u>\$ 232,352</u>	<u>\$ 7,056,485</u>	<u>\$ 20,632,924</u>
LIABILITIES				
Accounts payable	\$ 539,179	\$ 295,847	\$ 61,440	\$ 896,466
Salaries and benefits payable	265,509	-	-	265,509
Performance bonds payable	188,433	-	-	188,433
Due to other funds	5,747,737	-	317,128	6,064,865
Advance from other fund	-	695,951	-	695,951
Unearned revenue	-	-	485,385	485,385
Total liabilities	<u>6,740,858</u>	<u>991,798</u>	<u>863,953</u>	<u>8,596,609</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenue	<u>496,758</u>	<u>232,352</u>	<u>-</u>	<u>729,110</u>
FUND BALANCES				
Nonspendable: Interfund advance	695,951	-	-	695,951
Restricted for:				
Capital purposes	-	-	351,502	351,502
Road maintenance and improvements	-	-	1,965,594	1,965,594
Educational purposes	-	-	672,919	672,919
Other purposes	-	-	122,343	122,343
Committed for:				
Capital purposes	-	-	487,198	487,198
Educational purposes	-	-	167,755	167,755
Other purposes	-	-	1,385,143	1,385,143
Assigned to:				
Capital purposes	-	-	1,040,078	1,040,078
Encumbrances	238,657	-	-	238,657
Use in subsequent year's budget	1,255,599	-	-	1,255,599
Unassigned	3,916,264	(991,798)	-	2,924,466
Total fund balances	<u>6,106,471</u>	<u>(991,798)</u>	<u>6,192,532</u>	<u>11,307,205</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 13,344,087</u>	<u>\$ 232,352</u>	<u>\$ 7,056,485</u>	<u>\$ 20,632,924</u>

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

TOWN OF EAST GRANBY, CONNECTICUT
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
AS OF JUNE 30, 2024

Total fund balance for governmental funds		\$ 11,307,205
Total net position reported for governmental activities in the statement of net position is different because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds. Those assets consist of:		
Capital assets	\$ 77,996,641	
Less: accumulated depreciation	<u>(40,868,712)</u>	
Total capital assets, net		37,127,929
Some of the Town's taxes, assessments, and interest receivables will be collected after year-end, but are not available soon enough to pay for the current period's expenditures, and therefore are deferred in the funds.		
		729,110
Deferred charges on the total OPEB liability is not susceptible to accrual and therefore is not reported in the funds.		
		(782,626)
Long-term liabilities applicable to the Town's governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities. All liabilities - both current and long-term - are reported in the statement of net position.		
Accrued interest payable	(159,355)	
Long-term debt:		
Bonds payable	(10,650,000)	
Unamortized bond premium	(968,256)	
Contract payable	(631,861)	
Other long-term liabilities:		
Compensated absences	(205,145)	
Total OPEB liability	<u>(1,689,519)</u>	
		<u>(14,304,136)</u>
Net position of governmental activities		<u><u>\$ 34,077,482</u></u>

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

TOWN OF EAST GRANBY, CONNECTICUT
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2024

	<u>General Fund</u>	<u>Sewer Use Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
REVENUES				
Property taxes	\$ 23,160,830	\$ -	\$ -	\$ 23,160,830
Intergovernmental	5,942,649	-	3,686,416	9,629,065
Charges for services	1,133,751	430,405	747,638	2,311,794
Interest income	537,819	2,538	197,704	738,061
Other	-	-	74,671	74,671
Total revenues	<u>30,775,049</u>	<u>432,943</u>	<u>4,706,429</u>	<u>35,914,421</u>
EXPENDITURES				
Current:				
General government	2,842,883	-	239,340	3,082,223
Culture and recreation	360,841	-	537,721	898,562
Public safety	1,045,106	-	29,501	1,074,607
Public works	801,127	-	1,830,950	2,632,077
Sanitation	250,775	1,326,536	-	1,577,311
Education	22,385,815	-	2,314,928	24,700,743
Capital outlays	-	-	1,974,808	1,974,808
Debt service	1,384,110	78,982	-	1,463,092
Total expenditures	<u>29,070,657</u>	<u>1,405,518</u>	<u>6,927,248</u>	<u>37,403,423</u>
Excess (deficiency) of revenues over expenditures	1,704,392	(972,575)	(2,220,819)	(1,489,002)
OTHER FINANCING SOURCES (USES)				
Long-term contract	-	710,843	-	710,843
Transfers in	747,166	-	806,415	1,553,581
Transfers out	(771,171)	-	(782,410)	(1,553,581)
Total other financing sources (uses)	<u>(24,005)</u>	<u>710,843</u>	<u>24,005</u>	<u>710,843</u>
Net change in fund balances	1,680,387	(261,732)	(2,196,814)	(778,159)
Fund balances - beginning	<u>4,426,084</u>	<u>(730,066)</u>	<u>8,389,346</u>	<u>12,085,364</u>
Fund balances - ending	<u>\$ 6,106,471</u>	<u>\$ (991,798)</u>	<u>\$ 6,192,532</u>	<u>\$ 11,307,205</u>

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

TOWN OF EAST GRANBY, CONNECTICUT
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2024

Net change in fund balances - total governmental funds \$ (778,159)

Total change in net position reported for governmental activities in the statement of activities is different because:

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. The amount by which capital outlays exceeded depreciation and amortization expense in the current period is as follows:

Expenditures for capital assets	\$ 3,397,790	
Depreciation and amortization expense	<u>(1,757,451)</u>	
Net adjustment		1,640,339

The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of principal on long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. The net effect of these differences in the treatment of long-term obligations is as follows:

Debt issued or incurred:		
Long-term contract	(710,843)	
Principal repayments:		
Bonds	925,000	
Note payable	78,982	
Net adjustment		293,139

Under the modified accrual basis of accounting used in the governmental funds, expenditures are not recognized for transactions that are not normally paid with expendable available financial resources. In the statement of activities, however, which is presented on the accrual basis, expenses and liabilities are reported regardless of when financial resources are available. In addition, interest on long-term debt is not recognized under the modified accrual basis of accounting until due, rather than as it accrues. The net effect of such items is as follows:

Accrued interest	12,120	
Amortization of bond premium	181,439	
Compensated absences	(73,060)	
Total OPEB liability	(73,789)	
Deferred charges on total OPEB liability	<u>28,108</u>	
		74,818

Certain revenues reported in the statement of activities do not provide current financial resources and, therefore, are reported as unavailable revenues in the governmental funds. This amount represents the change in unavailable revenues.

		<u>96,120</u>
Change in net position of governmental activities	\$	<u><u>1,326,257</u></u>

TOWN OF EAST GRANBY, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of Town of East Granby, Connecticut, (the Town) have been prepared in conformity with accounting principles generally accepted in the United States of America, as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The Town's significant accounting policies are described below.

Financial Reporting Entity

History and Organization

The Town was formed under the Statutes of the State of Connecticut and is governed by an elected Board of Selectmen, a Board of Finance and through Town meetings. The Town provides general government, culture and recreation, public safety, public works, sanitation and education services.

The Board of Selectmen is the executive branch of the Town and is responsible for the administration of the Town. The legislative power, including enacting, amending or repealing ordinances and resolutions, is conducted through Town Meetings. The Board of Finance is responsible for financial and taxation matters as prescribed by Connecticut General Statutes and is responsible for presenting fiscal operating budgets for Town Meeting 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. The basic financial statements of the reporting entity include only the funds of the Town as no component units exist based these criteria.

Jointly Governed Organizations

The Town is a member of the Capitol Region Council of Governments (CRCOG), which is a voluntary Council of Governments formed to initiate and implement regional programs of benefit to member towns within the Greater Hartford region. CRCOG is governed by the chief elected officials of 38 Metro Hartford municipalities and the First Selectman of the Town serves on the CRCOG's governing Board.

The Town is a founding member, along with the Towns of Suffield, Windsor, and Windsor Locks, of the Bradley Development League (BDL). The BDL consists of a private/public board of directors, and allows its member towns and the State to more effectively market the area. The First Selectman of the Town currently serves on the BDL's governing Board.

The Town is a member of the Farmington Valley Health District, which is a regional public health agency serving several towns in the Farmington Valley region of Connecticut. The First Selectman of the Town serves on the District's governing Board.

TOWN OF EAST GRANBY, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS *(Continued)*
AS OF AND FOR THE YEAR ENDED JUNE 30, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(Continued)*

Government-Wide and Fund Financial Statements

Government-wide Financial Statements

The statement of net position and the statement of activities display information about the Town and include the financial activities of the overall government, except for fiduciary activities. Eliminations have been made to minimize the double-counting of internal activities. The statements distinguish between governmental and business-type activities. Governmental activities generally are financed through payments from the member towns, intergovernmental revenues, and other nonexchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties. The Town has no business-type activities.

The statement of activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. 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 and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported as general revenues.

Fund Financial Statements

The fund financial statements provide information about the Town's funds, including its fiduciary funds. Separate statements for each fund category - governmental and fiduciary - are presented. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. All remaining governmental funds are aggregated and reported as nonmajor funds.

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 required to be accounted for in another fund.

Sewer Use Fund - This fund accounts for both the collection of fees for sewer usage by the Town and the fees paid by the Town for the processing of wastewater by the Metropolitan District Commission.

Measurement Focus and Basis of Accounting

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as *current financial resources* or *economic resources*. The basis of accounting indicates the timing of recognition in the financial statements of various kinds of transactions or events.

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

TOWN OF EAST GRANBY, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS *(Continued)*
AS OF AND FOR THE YEAR ENDED JUNE 30, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(Continued)*

Measurement Focus and Basis of Accounting *(Continued)*

The governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized when they have been earned and they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Town considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service principal and interest expenditures on general long-term debt, including lease liabilities, as well as expenditures related to compensated absences, claims and judgments, and postemployment benefits are recognized later based on specific accounting rules applicable to each, generally when payment is due. General capital asset acquisitions, including entering into contracts giving the Town the right to use leased assets, are reported as expenditures in governmental funds. Issuance of long-term debt and financing through leases are reported as other financing sources.

Property taxes and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues in the current fiscal period. Entitlements are recorded as revenues when all eligibility requirements are met, including any time requirements, and the amount is either received or available to be received during the period or within the availability period for this revenue source (within 60 days of yearend). Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements have been met, and the amount is either received or available to be received during the period or within the availability period for this revenue source (within 60 days of yearend). All other revenue items are considered to be measurable and available only when the cash is received.

Assets, Liabilities, Deferred Outflows and Inflows of Resources and Net Position/Fund Balances

Cash and Cash Equivalents

The Town's cash and cash equivalents include cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

Investments

Investments with a maturity of less than one year when purchased, non-negotiable certificates of deposit, and other nonparticipating investments are reported at cost or amortized cost. Investments in certain external investment pools that meet specific criteria for measuring its investments at amortized cost are reported at amortized cost. All other investments in external investment pools and investments with maturity greater than one year when purchased are stated at fair value. Fair value is the price that would be received to sell an investment in an orderly transaction at year end.

Inventories and Prepaid Items

Inventories are reported at cost using the first-in first-out (FIFO) method. Inventories are recorded as expenditures/expenses 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. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

TOWN OF EAST GRANBY, CONNECTICUT
 NOTES TO FINANCIAL STATEMENTS *(Continued)*
 AS OF AND FOR THE YEAR ENDED JUNE 30, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(Continued)*

Assets, Liabilities, Deferred Outflows and Inflows of Resources and Net Position/Fund Balances *(Continued)*

Property Taxes

Property taxes are assessed as of October 1 and are levied on the following July 1. Real estate and personal property taxes are due in two installments, July 1 and the following January 1. Motor vehicle taxes are payable on July 1 and supplemental motor vehicle taxes are payable on January 1. Taxes become delinquent thirty days after the installment is due and liens are filed on delinquent real estate taxes within one year. Interest is charged on delinquent amounts at a statutory rate of 1.5% per month. Based on historical collection experience and other factors, the Town has established an allowance for uncollectible taxes and interest of \$90,000 and \$108,000, respectively, as of June 30, 2024.

Sewer Usage Charges

Usage charges are billed either semi-annually. Usage charges are due and payable within thirty days. Interest is charged on delinquent amounts at a statutory rate of 1.5% per month. Based on historical collection experience and other factors, no allowance has been established for uncollectible usage charges and interest.

Capital Assets

Capital assets are tangible and intangible assets, which include property and equipment, are reported in the government-wide financial statements. Capital assets are defined by the Town as assets with an initial individual cost of more than \$5,000 and an estimated useful life in excess of two years.

As the Town constructs or acquires capital assets each period, they are capitalized and reported at historical cost. The reported value excludes normal maintenance and repairs, which are amounts spent in relation to capital assets that do not increase the asset's capacity or efficiency or increase its estimated useful life. Donated capital assets are recorded at acquisition value at the date of donation. Acquisition value is the price that would be paid to acquire an asset with equivalent service potential on the date of the donation. Intangible assets follow the same capitalization policies as tangible capital assets and are reported with tangible assets in the appropriate capital asset class.

Land and construction in progress are not depreciated. Other tangible and intangible property and equipment are depreciated/amortized using the straight-line method over the following estimated useful lives:

Assets	Years
Land improvements	20
Buildings and improvements	20 - 40
Machinery, equipment, furniture and Fixtures	5 - 10
Vehicles	8
Infrastructure	20 - 50

Unearned Revenue

This liability represents resources that have been received but not yet earned.

TOWN OF EAST GRANBY, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS *(Continued)*
AS OF AND FOR THE YEAR ENDED JUNE 30, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(Continued)*

Assets, Liabilities, Deferred Outflows and Inflows of Resources and Net Position/Fund Balances (Continued)

Deferred Outflows and Inflows of Resources

Deferred outflows and inflows of resources represent an acquisition or consumption of net assets that applies to a future period(s) and so will not be recognized as an inflow or outflow of resources until that time. Deferred inflows of resources include unavailable revenues from property taxes, sewer usage charges, and related interest in the governmental funds balance sheet. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. Deferred outflows and inflows of resources also include deferred charges on the Town's OPEB expenses, which are amortized as a component of OPEB expense on a systematic and rational basis.

Long-term Obligations

Long-term Debt

The applicable accounting standards define debt as a liability that arises from a contractual obligation to pay cash, or other assets that may be used in lieu of cash, in one or more payments to settle an amount that is fixed at the date the contractual obligation is established. For disclosure purposes, debt does not include accounts payable or leases, except for contracts reported as financed purchase of the underlying assets.

In the government-wide financial statements, long-term debt is reported as liabilities in the statement of net position. Premiums and discounts on long-term debt are deferred and amortized over the life of the related debt using the effective interest rate method and the debt is reported net of any unamortized premium or discount. In the governmental fund financial statements, premiums and discounts are recognized in the current period.

In the governmental fund financial statements, debt premiums and discounts are recognized 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.

Compensated Absences and Early Retirement Incentives

Employees are granted vacation and sick leave pursuant to Town policies and terms negotiated in union contracts. For Town employees, unused vacation and sick days can be accumulated from year to year up to certain limits. For certain eligible employees of the Board of Education, only unused vacation days can be accumulated from year to year up to certain limits.

The Town provides special termination benefits to certain former employees of the Board of Education in the form of early retirement incentives.

All compensated absences and early retirement incentives are recorded when incurred in the government-wide financial statements. Expenditures for compensated absences and early retirement incentives are recognized in the governmental fund financial statements in the current year to the extent they are paid during the year, or the vested amount is expected to be paid with available resources.

TOWN OF EAST GRANBY, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS *(Continued)*
AS OF AND FOR THE YEAR ENDED JUNE 30, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(Continued)*

Assets, Liabilities, Deferred Outflows and Inflows of Resources and Net Position/Fund Balances *(Continued)*

Long-term Obligations *(Continued)*

Leases (as Lessee)

The Town recognizes a lease liability and an intangible right-to-use lease asset (lease asset) for a noncancellable lease in the government-wide financial statements. The Town recognizes lease liabilities with an initial, individual value of \$20,000 or more.

Net Position

For government-wide reporting, the difference between assets and deferred outflows of resources less liabilities and deferred inflows of resources is called net position. Net position is comprised of the following three components:

Net investment in capital assets - This component of net position consists of capital assets, net of accumulated depreciation and amortization and reduced by outstanding balances for bonds, notes and other debt that are attributed to the acquisition, construction or improvement of those assets. Deferred outflows and inflows of resources that are attributable to the acquisition, construction, or improvement of those assets or related are also included in this component of net position.

Restricted net position - This component of net position consists of restricted assets reduced by liabilities and deferred inflows of resources related to those assets. Assets are reported as restricted when constraints are placed on the use of those assets either by external parties or by law through constitutional provision or enabling legislation.

Unrestricted net position - This component of net position is the net amount of the assets, deferred outflows of resources, liabilities, and deferred inflows of resources that does not meet the definition of the two preceding categories.

Sometimes the Town will fund outlays for a particular purpose from both restricted and unrestricted resources. In order to calculate the amounts to report as restricted net position and unrestricted net position in the government-wide financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the Town's policy to consider restricted net position to have been depleted before unrestricted net position is applied.

Fund Balance

In governmental fund types, the difference between assets and deferred outflows of resources less liabilities and deferred inflows of resources is called fund balance. The Town's governmental funds report the following categories of fund balance, based on the nature of any limitations requiring the use of resources for specific purposes.

Nonspendable - Amounts that are either not in spendable form or are legally or contractually required to remain intact.

Restricted - Amounts that can be spent only for specific purposes stipulated by external resource providers such as grantors or enabling federal, state, or local legislation. Restrictions may be changed or lifted only with the consent of the resource providers.

TOWN OF EAST GRANBY, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS *(Continued)*
AS OF AND FOR THE YEAR ENDED JUNE 30, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(Continued)*

Assets, Liabilities, Deferred Outflows and Inflows of Resources and Net Position/Fund Balances *(Continued)*

Fund Balance *(Continued)*

Committed - Amounts that can be used only for the specific purposes determined by the approval of a resolution by the Board of Finance committing fund balance for the specified purpose. Once approved, the limitation imposed by the resolution remains in place until the resources have been spent for the specified purpose or the Board of Finance approves another resolution removing or revising the limitation.

Assigned - Amounts that are intended to be used by the Town for specific purposes but do not meet the criteria to be classified as committed. Amounts may be constrained to be used for a specific purpose by a governing board or body or official that has been delegated authority to assign amounts by Connecticut General Statutes and include Town officials and the Superintendent of Schools. Unlike commitments, assignments generally only exist temporarily. In other words, an additional action does not normally have to be taken for the removal of an assignment.

Unassigned - Residual classification for the General Fund or amounts necessary in other governmental funds to eliminate otherwise negative fund balance amounts in the other four categories.

Sometimes the Town will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. In accordance with the Town's practice, the Town uses restricted resources first, then unrestricted resources as needed. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

Internal Activities

During the course of operations the Town has activity between funds for various purposes. Any residual balances outstanding at year end are reported as due from/to other funds or advances to/from other funds. Further, certain activity occurs during the year involving transfers of resources between funds reported at gross amounts as transfers in/out. While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between the funds included in governmental activities are eliminated so that only the net amount is included as internal balances in the governmental activities column. Transfers between the funds included in governmental activities are eliminated so that only the net amount is included as transfers in the governmental activities column.

Use of 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 and disclosures in the financial statements. Actual results could differ from those estimates.

TOWN OF EAST GRANBY, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS *(Continued)*
AS OF AND FOR THE YEAR ENDED JUNE 30, 2024

NOTE 2 - CASH DEPOSITS AND INVESTMENTS

Cash Deposits

A reconciliation of the Town's cash deposits as of June 30, 2024 is as follows:

Cash and cash equivalents:	
Government-wide statement of net position	\$ 12,636,937
Add: certificates of deposit considered cash deposits for disclosure purposes	19,465
Less: cash equivalents considered investments for disclosure purposes	(9,684,332)
Total cash deposits	\$ 3,115,867

Custodial Credit Risk

Custodial credit risk is the risk that, in the event of a bank failure, the Town will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The Town does not have a deposit policy for custodial credit risk. As of June 30, 2024, \$2,440,271 of the Town's bank balance of \$3,190,271 was exposed to custodial credit risk as follows:

Uninsured and uncollateralized	\$ 2,196,244
Uninsured and collateralized with securities held by the pledging bank's trust department or agent but not in the Town's name	244,027
	\$ 2,440,271

All of the Town's deposits were in qualified public institutions as defined by Connecticut state statute. Under this statute, any bank holding public deposits must at all times maintain, segregated from its other assets, eligible collateral in an amount equal to a certain percentage of its public deposits. The applicable percentage is determined based on the bank's risk-based capital ratio. The amount of public deposits is determined based on either the public deposits reported on the most recent quarterly call report, or the average of the public deposits reported on the four most recent quarterly call reports, whichever is greater. The collateral is kept in the custody of the trust department of either the pledging bank or another bank in the name of the pledging bank.

Investments

A reconciliation of the Town's investments as of June 30, 2024 is as follows:

Investments:	
Government-wide statement of net position	\$ 19,465
Add: cash equivalents considered investments for disclosure purposes	9,684,332
Less: certificates of deposit considered cash deposits for disclosure purposes	(19,465)
	\$ 9,684,332

TOWN OF EAST GRANBY, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS *(Continued)*
AS OF AND FOR THE YEAR ENDED JUNE 30, 2024

NOTE 2 - CASH DEPOSITS AND INVESTMENTS *(Continued)*

Investments *(Continued)*

As of June 30, 2024, the Town's investments consisted of the following:

<u>Investment type</u>	<u>Valuation Basis</u>	<u>Credit Rating</u>	<u>Value</u>	<u>Investment Maturities (In Years) Less Than 1</u>
Debt Securities:				
<i>Governmental Activities:</i>				
Short-term Investment Fund (STIF)	Amortized cost	AAA	\$ 9,684,332	\$ 9,684,332

Because investments in the Short-term Investment Fund have weighted average maturities of less than 90 days, they have been presented as investments with maturities of less than one year.

Interest Rate Risk

The Town does not have a formal investment policy that limits Town investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Custodial Credit Risk

For an investment, custodial credit risk is the risk that, in the event of the failure of a counterparty, the Town will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Town does not have a policy for custodial credit risk. The Town's investments in external investment pools are not evidenced by securities and are therefore not exposed to custodial credit risk.

Concentrations of Credit Risk

Concentration of credit risk is the risk of loss attributed to the magnitude of the Town's investment in a single issuer. Investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments are excluded from concentration of credit risk disclosures. As of June 30, 2024, none of the Town's investments, in any one issuer that is subject to concentration of credit risk disclosures, exceeded 5.0% or more of the total investments reported for the Town.

Credit Risk

The Town has no investment policy that would further limit its investment choices beyond those already limited by Connecticut state statutes. Connecticut state statutes permit the Town to invest in: (1) obligations of the United States, including its instrumentalities and agencies; (2) in obligations of any state or of any political subdivision, authority or agency thereof, provided such obligations are rated within one of the top two rating categories of any recognized rating service; (3) in 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; (4) or in obligations of the State of Connecticut or of any political subdivision thereof, provided such obligations are rated within one of the top three rating categories of any recognized rating service. Other provisions of the statutes cover specific municipal funds with particular investment authority. The Town's investments in debt securities consist of the Short-Term Investment Fund, which was rated as AAA by Standard & Poor's.

TOWN OF EAST GRANBY, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS (Continued)
AS OF AND FOR THE YEAR ENDED JUNE 30, 2024

NOTE 3 - CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2024 consisted of the following:

Governmental Activities	Beginning Balance	Increases	Decreases/ Transfers	Ending Balance
Capital assets, not being depreciated:				
Land	\$ 3,571,922	\$ -	\$ -	\$ 3,571,922
Construction in progress	229,423	303,292	(30,000)	502,715
Total capital assets, not being depreciated	<u>3,801,345</u>	<u>303,292</u>	<u>(30,000)</u>	<u>4,074,637</u>
Capital assets, being depreciated:				
Buildings and improvements	43,572,462	24,300	-	43,596,762
Land improvements	1,900,872	-	30,000	1,930,872
Machinery and equipment	9,606,526	875,827	-	10,482,353
Infrastructure	15,717,646	2,194,371	-	17,912,017
Total capital assets, being depreciated	<u>70,797,506</u>	<u>3,094,498</u>	<u>30,000</u>	<u>73,922,004</u>
Less accumulated depreciation and amortization for:				
Buildings and improvements	22,877,691	998,872	-	23,876,563
Land improvements	1,623,054	34,059	-	1,657,113
Machinery and equipment	7,467,898	354,527	-	7,822,425
Infrastructure	7,142,618	369,993	-	7,512,611
Total accumulated depreciation and amortization	<u>39,111,261</u>	<u>1,757,451</u>	<u>-</u>	<u>40,868,712</u>
Total capital assets, being depreciated, net	<u>31,686,245</u>	<u>1,337,047</u>	<u>30,000</u>	<u>33,053,292</u>
Governmental activities capital assets, net	<u>\$ 35,487,590</u>	<u>\$ 1,640,339</u>	<u>\$ -</u>	<u>\$ 37,127,929</u>

Depreciation and amortization expense was charged to functions of the Town as follows:

Governmental Activities:	
General government	\$ 18,576
Public safety	144,549
Culture and recreation	355,278
Public Works	229,421
Sanitation	49,444
Education	960,183
Total depreciation expense - governmental activities	<u>\$ 1,757,451</u>

NOTE 4 - INTERFUND RECEIVABLES AND PAYABLES

Interfund receivables and payables at June 30, 2024 are as follows:

Receivable Fund	Payable Fund	Amount
Governmental Funds		
General Fund	Nonmajor Governmental Funds	\$ 317,128
Nonmajor Governmental Funds	General Fund	5,747,737
		<u>\$ 6,064,865</u>

The interfund balances resulted from pooled cash and cash equivalents reported in the General Fund, and from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

TOWN OF EAST GRANBY, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS *(Continued)*
AS OF AND FOR THE YEAR ENDED JUNE 30, 2024

NOTE 4 - INTERFUND RECEIVABLES AND PAYABLES *(Continued)*

Advances to and from other funds at June 30, 2024 are as follows:

Receivable Fund	Payable Fund	Amount
Governmental Funds		
General Fund	Sewer Use Fund	\$ 695,951

Amounts payable to the General Fund relate to working capital advances made to the Sewer Use Fund which is not expected to be collected within the subsequent year.

NOTE 5 - INTERFUND TRANSFERS

Interfund transfers for the year ended June 30, 2024 consisted of the following:

Transfers In	Transfers Out	Amount
Governmental Funds		
General Fund	Nonmajor Governmental Funds	\$ 747,166
Nonmajor Governmental Funds	General Fund	771,171
	Nonmajor Governmental Funds	35,244
		806,415
Total transfers		\$ 1,553,581

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them, to the fund that statute or budget requires to expend them, and (2) use revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

NOTE 6 - LONG-TERM LIABILITIES

Changes in Long-term Liabilities

Changes in the Town's long-term liabilities for the year ended June 30, 2024, are as follows:

	Beginning Balance	Increases	Decreases	Ending Balance	Due Within One Year
Governmental Activities					
<i>Long-term debt:</i>					
Bonds payable:					
General obligation bonds	\$ 11,575,000	\$ -	\$ (925,000)	\$ 10,650,000	\$ 925,000
Unamortized bond premium	1,149,695	-	(181,439)	968,256	-
Total bonds payable	12,724,695	-	(1,106,439)	11,618,256	925,000
Contract payable	-	710,843	(78,982)	631,861	236,948
<i>Other long-term liabilities:</i>					
Compensated absences	132,085	133,530	(60,470)	205,145	106,010
Total OPEB Liability <i>(see Note 8)</i>	1,615,730	73,789	-	1,689,519	-
	\$ 14,472,510	\$ 918,162	\$ (1,245,891)	\$ 14,144,781	\$ 1,267,958

TOWN OF EAST GRANBY, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS *(Continued)*
AS OF AND FOR THE YEAR ENDED JUNE 30, 2024

NOTE 6 - LONG-TERM LIABILITIES *(Continued)*

Changes in Long-term Liabilities

Long-term liabilities are typically liquidated in the General Fund, except for the contract payable which will be liquidated in the Sewer Use Fund.

General Obligation Bonds

The Town issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds are uncollateralized, direct obligations and are pledged by the full faith and credit of the Town. General obligation bonds outstanding at June 30, 2024, are as follows:

	<u>Issue Year</u>	<u>Original Amount</u>	<u>Final Maturity Year</u>	<u>Interest Rates</u>	<u>Amount Outstanding</u>
Governmental Activities					
General obligation bonds	4/2012	\$ 7,200,000	4/2027	2.0% - 3.0%	\$ 1,550,000
General obligation bonds	7/2021	9,900,000	7/2041	2.0% - 5.0%	9,100,000
					<u>\$ 10,650,000</u>

Contract Payable

The Town has entered into a long-term arrangement with The Metropolitan District (MDC) to repay \$710,843 in sewer processing charges billed by the MDC during the year ended June 30, 2024. The amounts billed by the MDC included retroactive adjustments to estimated charges previously billed from January 2022. Under the terms of the arrangement, the Town committed to making thirty-six monthly payments of \$19,745, with no interest charged, commencing in April 2024.

Legal Debt Limit

Connecticut General Statutes Section 7-374(b) provides that authorized debt of the Town shall not exceed seven times base receipts, as defined in the statute. Further, the statute limits the amount of debt that may be authorized by the Town for general purposes, schools, sewers, urban renewal and pension deficit. The statute does exclude from the Town's aggregate debt calculation any debt issued (a) in anticipation of taxes; (b) for water, gas, or electricity supply, electric demand response, conservation and load management, distributed generation, renewable energy projects, cable, wire, and pipe subway construction, underground cable, wire, and pipe conduit construction, constructing and operating a municipal community antenna television system, or a combination of such projects; (c) in anticipation of public improvement benefit assessment revenue; (d) in anticipation of state or federal grant funding; (e) for water pollution control projects in order to meet the energy and environmental protection commissioner's abatement order requirements; and debt issued (f) for which funds have been placed in escrow (from the proceeds of refunding bonds, notes, or other obligations or other municipal funds) in an amount sufficient, together with investment earnings, to provide for the payment when due of the principal of and interest on such debt. The Town did not exceed this statutory debt limitation as of June 30, 2024.

Authorized, Unissued Bonds

As of June 30, 2024, the Town had authorized but unissued bonds of \$51,000.

TOWN OF EAST GRANBY, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS *(Continued)*
AS OF AND FOR THE YEAR ENDED JUNE 30, 2024

NOTE 6 - LONG-TERM LIABILITIES *(Continued)*

Long-term Debt Service Requirements

The debt service requirements for the Town's long-term debt are as follows:

Year ending June 30:	Governmental Activities		
	General Obligation Bonds		Contract Payable
	Principal	Interest	Principal
2025	\$ 925,000	\$ 355,750	\$ 236,948
2026	925,000	322,625	236,948
2027	1,000,000	287,000	157,965
2028	500,000	248,500	-
2029	600,000	221,000	-
2030-2034	3,000,000	664,000	-
2035-2039	2,500,000	237,000	-
2040-2042	1,200,000	36,000	-
	<u>\$ 10,650,000</u>	<u>\$ 2,371,875</u>	<u>\$ 631,861</u>

NOTE 7 - PENSION PLANS

The Town accounts for activity relating to one defined benefit pension plan, the Connecticut Teachers' Retirement System. As of and for the year ended June 30, 2024, the plan had the following balances reported in the Town's government-wide financial statements:

	Net Pension Liability	Deferred Outflows of Resources	Deferred Inflows of Resources	On Behalf Revenues	Pension Expense
Connecticut Teachers' Retirement System (proportionate share)	\$ -	\$ -	\$ -	\$ 3,209,380	\$ 3,209,380

Detailed disclosures for the plan follows.

Connecticut Teachers' Retirement System

Plan Description

The Connecticut Teachers' Retirement System (TRS or the Plan) is the public pension plan offered by the State of Connecticut (the State) to provide retirement, disability, survivorship and health insurance benefits for Connecticut public school teachers and their beneficiaries. The Plan is governed by Connecticut Statute Title 10, Chapter 167a of the Connecticut General Statutes. TRS is a multi-employer pension plan administered by the Connecticut State Teachers' Retirement Board (TRB). The State Treasurer is responsible for investing TRS funds for the exclusive benefit of TRS members.

Teachers, principals, superintendents or supervisors engaged in the service of public schools are provided with pensions through the Connecticut Teachers' Retirement System - a cost sharing multi-employer defined benefit pension plan administered by the TRB. Chapter 167a of the State Statutes grants authority to establish and amend the benefit terms to the TRB. TRS issues a publicly available financial report that can be obtained at www.ct.gov.

TOWN OF EAST GRANBY, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS *(Continued)*
AS OF AND FOR THE YEAR ENDED JUNE 30, 2024

NOTE 7 - PENSION PLANS *(Continued)*

Connecticut Teachers' Retirement System *(Continued)*

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 the employees are calculated as 2.0% of the average annual salary times the years of credited service (maximum benefit is 75.0% of average annual salary during the 3 years of highest salary). In addition, amounts derived from the accumulation of the 6.0% contributions made prior to July 1, 1989 and voluntary contributions are payable.

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. Benefit amounts are reduced by 6.0% per year for the first 5 years preceding normal retirement age and 4.0% per year for the next 5 years preceding normal retirement age. Effective July 1, 1999, the reduction for individuals with 30 or more years of service is 3% per year by which retirement precedes normal retirement date.

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

Disability Retirement: Employees are eligible for service-related disability benefits regardless of length of service. Five years of credited service is required to be eligible for non-service related disability. Disability benefits are calculated as 2.0% per year of service times the average of the highest three years of pensionable salary, but not less than 15.0%, nor more than 50.0%. In addition, disability benefits under this Plan (without regard to cost-of-living adjustments) plus any initial award of Social Security benefits and workers' compensation cannot exceed 75.0% of average annual salary. A plan member who leaves service and has attained 10 years of service will be entitled to 100.0% of the accrued benefit as of the date of termination of covered employment. Benefits are payable at age 60, and early retirement reductions are based on the number of years of service the member would have had if they had continued work until age 60.

Pre-Retirement Death Benefit: The plan also offers a lump-sum return of contributions with interest or surviving spouse benefit depending on length of service.

Contributions

State of Connecticut - Per Connecticut General Statutes Section 10-183z (which reflects Public Act 79-436 as amended), contribution requirements of active employees and the State are amended and certified by the TRB and appropriated by the General Assembly. The contributions are actuarially determined as an amount that, when combined with employee contributions and investment earnings, is expected to finance the costs of the benefits earned by employees during the year, with any additional amounts to finance any unfunded accrued liability.

Employers - School District employers are not required to make contributions to the Plan, as contributions are required only from employees and the State.

Employees - Each teacher is required to contribute 7.0% of pensionable salary for the pension benefit.

TOWN OF EAST GRANBY, CONNECTICUT
 NOTES TO FINANCIAL STATEMENTS *(Continued)*
 AS OF AND FOR THE YEAR ENDED JUNE 30, 2024

NOTE 7 - PENSION PLANS *(Continued)*

Connecticut Teachers' Retirement System *(Continued)*

Administrative Expenses

Administrative costs of the plan are to be paid by the General Assembly per Section 10-183r of the Connecticut General Statutes.

Basis of Presentation

The components associated with pension expense and deferred outflows and inflows of resources have been determined based on fiduciary net position as audited by the State of Connecticut Auditors of Public Accounts as part of the State of Connecticut Annual Comprehensive Financial Report as of and for the year ended June 30, 2023. The net pension liability has been calculated using the audited amounts. TRS is included in the State of Connecticut audit as a pension trust fund. The State of Connecticut's Annual Comprehensive Financial Report can be obtained at www.ct.gov.

The accounting standards require participating employers to recognize their proportional share of the collective net pension liability, deferred outflows and inflows of resources and pension expense on the full accrual basis of accounting. Contributions remitted by the State are recognized when legally due, based upon statutory requirements.

Allocation Methodology

The allocations for participating employers are based on an expected contribution effort for each participating employer. The employer allocations were then applied to the net pension liability and pension expense to determine the amount applicable to each employer. Based upon the employee contributions made by the employees of each employer, as compared to the total employee contributions, an employer allocation percentage is calculated to six decimal places and is used to allocate the elements noted above. The employer allocation applied to Town totaled 0.197% as of the most recent measurement date.

Collective Net Pension Liability

The following summarizes the collective net pension liability of the State for the TRS as of June 30, 2023, the measurement date, in addition to the Town's and State's proportionate shares of the collective net pension liability that is attributed to the Town:

Collective Net Pension Liability of the State for the TRS		\$ <u>17,007,295,000</u>
	Proportion	Proportionate Share
Town's proportionate share of the Collective Net Pension Liability	0.000%	\$ <u>-</u>
State's proportionate share of the Collective Net Pension Liability attributed to the Town	0.197%	\$ <u>33,520,000</u>

TOWN OF EAST GRANBY, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS *(Continued)*
AS OF AND FOR THE YEAR ENDED JUNE 30, 2024

NOTE 7 - PENSION PLANS *(Continued)*

Connecticut Teachers' Retirement System *(Continued)*

Collective Pension Expense

The Town's expected contribution effort for allocation purposes totaled \$3,110,213 or 0.197% of the total expected contribution effort. The Town has recognized this amount as an on-behalf payment into the TRS as intergovernmental revenues and related education expenditures in the General Fund for the year ended June 30, 2024.

The collective pension expense includes certain current period changes in the collective net pension liability, projected earnings on pension plan investments and the amortization of deferred outflows of resources and deferred inflows of resources for the current period. The portion of the collective pension expense attributed to the Town totaled \$3,209,380 or 0.197% of the total collective pension expense and has been recognized as an operating contribution and related education expense in the statement of activities for the year ended June 30, 2024.

Actuarial Assumptions

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

Inflation	2.50%
Salary increases	3.00% - 6.50%, including inflation
Investment rate of return	6.90%, net of pension plan investment expense, including inflation
Administrative expenses	\$0 assumption as expenses are paid for by the General Assembly

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

Future cost-of-living increases for teachers who retired prior to September 1, 1992, are made in accordance with increases in the Consumer Price Index, with a minimum of 3.0% and a maximum of 5.0% 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 6.0% 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 5.0% per annum. If the return on assets in the previous year was less than 11.5%, the maximum increase is 3.0%, 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.

TOWN OF EAST GRANBY, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS *(Continued)*
AS OF AND FOR THE YEAR ENDED JUNE 30, 2024

NOTE 7 - PENSION PLANS *(Continued)*

Connecticut Teachers' Retirement System *(Continued)*

Long-Term Rate of Return *(Continued)*

The current capital market assumptions and the target asset allocation as provided by the Treasurer's Office are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Global Equity	37.0%	6.8%
Public Credit	2.0%	2.9%
Core Fixed Income	13.0%	0.4%
Liquidity Fund	1.0%	-0.4%
Risk Mitigation	5.0%	0.1%
Private Equity	15.0%	11.2%
Private Credit	10.0%	6.1%
Real Estate	10.0%	6.2%
Infrastructure and Natural Resources	7.0%	7.7%
	100.0%	

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 the State contributions will be made at the actuarially determined rates in future years. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

NOTE 8 - OTHER POST-EMPLOYMENT BENEFITS (OPEB)

The Town accounts for activity relating to two other post-employment benefits plans, (1) the East Granby Board of Education Other Post-Employment Benefit Plan and (2) the Connecticut Teachers' Retirement System. As of and for the year ended June 30, 2024, the two plans had the following balances reported in the Town's government-wide financial statements:

	Total OPEB Liability	Deferred Outflows of Resources	Deferred Inflows of Resources	On Behalf Revenues	OPEB Expense
Town of East Granby Other Post-employment Benefits Plan	\$ 1,689,519	\$ 43,771	\$ 826,397	\$ -	\$ 68,647
Connecticut Teachers' Retirement System (proportionate share)	-	-	-	(369,959)	(369,959)
	\$ 1,689,519	\$ 43,771	\$ 826,397	\$ (369,959)	\$ (301,312)

Detailed disclosures for each plan follows.

TOWN OF EAST GRANBY, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS *(Continued)*
AS OF AND FOR THE YEAR ENDED JUNE 30, 2024

NOTE 8 - OTHER POST-EMPLOYMENT BENEFITS (OPEB) *(Continued)*

Board of Education Other Post-Employment Benefits Plan

Plan Descriptions

The Town's Board of Education administers a single-employer defined benefit healthcare plan (the Plan). The Plan provides healthcare and dental insurance benefits for all eligible Board of Education retirees and their spouses through the Board of Education's group healthcare and dental insurance plans. Benefits provisions are established by contract and may be amended by union negotiations each bargaining period. The Plan does not issue a publicly available financial report and is not included in the financial statements of another entity.

The OPEB Plan provides for medical, prescription, dental and life insurance benefits to eligible retirees, spouses and beneficiaries. Contribution requirements of the participants and the Town are established by and may be amended through negotiations between the Town and the union representing the employees.

Under provisions of certain union negotiated contracts, the Town will contribute 25.0% of the health care premiums for the first three years of the employee's retirement, provided the employee notifies the Town prior to January 1st of the year in which they retire. Administrators' have a similar arrangement, but the Town will contribute 90.0% of the health care premiums for the first four years. For administrators with fifteen years of service, the Board will assume the cost of insurance at the prevailing participation rate for the first three years following the retirement of the administrator. Otherwise, participants are required to contribute 100% of their healthcare and dental premiums to the Town, less any reimbursements received by the Town from the State Retirement Board.

Teachers - The Town contributes 25.0% of the cost of insurance for teachers with 25 years of service for three years following retirement. Thereafter, the retiree contributes 100.0% of the cost, less any reimbursements received by the Town from the State Teachers' Retirement Board. Teachers with less than 25 years of service at retirement pay 100.0% of the cost, less any reimbursements received by the Town from the State Teachers' Retirement Board.

Administrators - Retirees with 15 or more years of service contribute 21.5% of the HMO, 30.5% of the dental insurance costs and 18.5% of the HDHP/HSA insurance costs. The Town contributes the remaining percentage of the costs for three years (four years through June 30, 2015) following retirement. Thereafter, the retiree contributes 100.0%. Retirees with 10 or more years of service contribute 50.0% of the medical and dental insurance costs. The Town contributes the remaining percentage of the cost for three years following retirement. Thereafter, the retiree contributes 100.0%.

Noncertified Employees - The retiree contributes 75.0% of the cost for medical and dental insurance. The Town contributes the remaining percentage of the cost for three years following retirement. Thereafter, the retiree contributes 100.0%.

The Town pays the benefits on a pay-as-you-go basis.

Employees Covered by Benefit Terms

As of July 1, 2022, the valuation date, the following employees were covered by the benefit terms:

Retirees, beneficiaries, and dependents currently receiving benefits	25
Active participants	<u>119</u>
	<u><u>144</u></u>

TOWN OF EAST GRANBY, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS *(Continued)*
AS OF AND FOR THE YEAR ENDED JUNE 30, 2024

NOTE 8 - OTHER POST-EMPLOYMENT BENEFITS (OPEB) *(Continued)*

Board of Education Other Post-Employment Benefits Plan

Total OPEB Liability

The Town's total OPEB liability reported as of June 30, 2024 totaled \$1,689,519. The total OPEB liability was measured as of June 30, 2024 using an actuarial valuation performed as of July 1, 2022.

Actuarial Assumptions and Other Inputs - The total OPEB liability as of June 30, 2024 was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Valuation date:	July 1, 2022
Actuarial cost method:	Entry Age Normal Cost
Actuarial assumptions:	
Discount rate	3.93%
Inflation rate	2.50%
Healthcare cost trend rate	6.30% initial 4.10% final

The discount rate was based on the Bond Buyer General Obligation 20-Bond Municipal Index as of the measurement date. Mortality rates were based on the PubT-2010 mortality table for employees and healthy annuitants with generational projection of future improvements per the MP-2021 ultimate scale. The PubT-2010 contingent survivor table projected generationally per the MP-2021 ultimate scale and set forward one year for both males and females is used for survivors and beneficiaries.

Assumptions regarding participation and coverage election relating to benefits provided to Teachers and Board of Education Administrators are as follows:

- 80% of teachers and administrators and 10% of all others active members are assumed to elect coverage at retirement. Beyond the period of BOE-subsidized benefits after retirement, 40% of retirees are assumed to elect coverage at retirement.
- 50% of current active teachers and administrators and pre-65 retirees are assumed either to enroll in retiree health coverage through the Connecticut State Teachers Retirement System at age 65, or transfer to a Medicare Supplement Plan. 95% of current actives and pre-65 retirees are assumed to be Medicare eligible. All other current actives and pre-65 retirees are assumed to be covered under a Medicare Supplement plan at age 65.

TOWN OF EAST GRANBY, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS (Continued)
AS OF AND FOR THE YEAR ENDED JUNE 30, 2024

NOTE 8 - OTHER POST-EMPLOYMENT BENEFITS (OPEB) (Continued)

Board of Education Other Post-Employment Benefits Plan (Continued)

Changes in the Total OPEB Liability

	Total OPEB Liability
Balance as of June 30, 2023	\$ 1,615,730
Changes for the year:	
Service cost	97,699
Interest	62,125
Effects of gains and losses	-
Changes in assumptions or other inputs	(63,069)
Benefit payments	(22,966)
Net changes	73,789
Balance as of June 30, 2024	\$ 1,689,519

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

	1% Decrease	Current Discount	1% Increase
Total OPEB Liability	\$ 1,930,771	\$ 1,689,519	\$ 1,488,572

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates - The following presents the total OPEB liability of the Town, as well as what the Town's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

	1% Decrease in Trend Rates	Current Trend Rates	1% Increase in Trend Rates
Total OPEB Liability	\$ 1,403,721	\$ 1,689,519	\$ 2,057,812

OPEB Expense and Deferred Outflows and Inflows of Resources

For the year ended June 30, 2024, the Town recognized OPEB expense of \$68,647. As of June 30, 2024, the Town reported deferred outflows and inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Net Deferrals
Differences between expected and actual experience	\$ -	\$ 313,561	\$ (313,561)
Changes of assumptions	43,771	512,836	(469,065)
	\$ 43,771	\$ 826,397	\$ (782,626)

TOWN OF EAST GRANBY, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS *(Continued)*
AS OF AND FOR THE YEAR ENDED JUNE 30, 2024

NOTE 8 - OTHER POST-EMPLOYMENT BENEFITS (OPEB) *(Continued)*

Board of Education Other Post-Employment Benefits Plan *(Continued)*

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

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

Year ended June 30,			
2025	\$	(91,177)	
2026		(91,177)	
2027		(91,177)	
2028		(91,177)	
2029		(86,215)	
Thereafter		(331,703)	
	<u>\$</u>	<u>(782,626)</u>	

Connecticut Teachers' Retirement System

Plan Description

The Connecticut Teachers' Retirement System (TRS or the Plan) is the public pension plan offered by the State of Connecticut (the State) to provide retirement, disability, survivorship and health insurance benefits for Connecticut public school teachers and their beneficiaries. The Plan is governed by Connecticut Statute Title 10, Chapter 167a of the Connecticut General Statutes. TRS is a multi-employer pension plan administered by the Connecticut State Teachers' Retirement Board (TRB). The State Treasurer is responsible for investing TRS funds for the exclusive benefit of TRS members.

Teachers, principals, superintendents or supervisors engaged in service of public schools are provided with benefits, including retiree health insurance, through the Connecticut Teachers' Retirement System - a cost sharing multi employer defined benefit pension plan administered by the TRB. Chapter 167a of the State Statutes grants authority to establish and amend the benefit terms to the TRB. TRS issues a publicly available financial report that can be obtained at www.ct.gov.

Benefit Provisions

The Plan covers retired teachers and administrators of public schools in the State who are receiving benefits from the Plan. The Plan provides healthcare insurance benefits to eligible retirees and their spouses. Any member that is currently receiving a retirement or disability benefit through the Plan is eligible to participate in the healthcare portion of the Plan. Subsidized Local School District Coverage provides a subsidy paid to members still receiving coverage through their former employer and the TRB Sponsored Medicare Supplemental Plans provide coverage for those participating in Medicare, but not receiving Subsidized Local School District Coverage.

Any member that 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 \$220 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, with any remaining portion used to offset the school district's costs. 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 EAST GRANBY, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS *(Continued)*
AS OF AND FOR THE YEAR ENDED JUNE 30, 2024

NOTE 8 - OTHER POST-EMPLOYMENT BENEFITS (OPEB) *(Continued)*

Connecticut Teachers' Retirement System *(Continued)*

Benefit Provisions *(Continued)*

Any member that is not 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 previously disclosed 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 System's Sponsored Medicare Supplemental Plans. Active members, retirees, and the State pay equally towards the cost of the basic coverage (medical and prescription drug 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.

Contributions

State of Connecticut - 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 amended and certified by the TRB and appropriated by the General Assembly. The State pays for one third of plan costs through an annual appropriation in the General Fund.

Employers - School District employers are not required to make contributions to the Plan.

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.

Administrative Expenses

Administrative costs of the Plan are to be paid by the General Assembly per Section 10-183r of the Connecticut General Statutes.

Basis of Presentation

The components associated with the other postemployment benefits (OPEB) expense and deferred outflows and inflows of resources have been determined using the unrecognized portions of each year's experience and assumption changes as audited by the State of Connecticut Auditors of Public Accounts as part of the State of Connecticut Annual Comprehensive Financial Report as of and for the year ended June 30, 2023. The net OPEB liability has been calculated using the audited amounts. TRS is included in the State of Connecticut audit as a pension trust fund. The State of Connecticut's Annual Comprehensive Financial Report can be obtained at www.ct.gov.

The accounting standards require participating employers to recognize their proportional share of the collective net OPEB liability, deferred outflows and inflows of resources and OPEB expense on the full accrual basis of accounting. Contributions remitted by the State are recognized when legally due, based upon statutory requirements.

TOWN OF EAST GRANBY, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS *(Continued)*
AS OF AND FOR THE YEAR ENDED JUNE 30, 2024

NOTE 8 - OTHER POST-EMPLOYMENT BENEFITS (OPEB) *(Continued)*

Connecticut Teachers' Retirement System *(Continued)*

Allocation Methodology

The allocations for participating employers are based on an expected contribution effort for each participating employer. The employer allocations were then applied to the net OPEB liability and OPEB expense to determine the amount applicable to each employer. Based upon the employee contributions made by the employees of each employer, as compared to the total employee contributions, an employer allocation percentage is calculated to six decimal places and is used to allocate the elements noted above. The employer allocation applied to the Town totaled 0.197% as of the most recent measurement date.

Collective Net OPEB Liability

The following summarizes the collective net OPEB liability of the State for the TRS as of June 30, 2023, the measurement date, in addition to the Town's and State's proportionate shares of the collective net OPEB liability that is attributed to the Town:

Collective Net OPEB Liability of the State for the TRS		\$ 1,593,350,000
	<u>Proportion</u>	<u>Proportionate Share</u>
Town's proportionate share of the Collective Net OPEB Liability	0.000%	\$ -
State's proportionate share of the Collective Net OPEB Liability attributed to the Town	0.197%	\$ 3,140,000

Collective OPEB Expense

The Town's expected contribution effort for allocation purposes totaled \$42,324 or 0.197% of the total expected contribution effort. The Town has recognized this amount as an on-behalf payment into the TRS as intergovernmental revenues and related education expenditures in the General Fund for the year ended June 30, 2024.

The collective OPEB expense includes certain current period changes in the collective net OPEB liability, projected earnings on OPEB plan investments and the amortization of deferred outflows of resources and deferred inflows of resources for the current period. The portion of the negative collective OPEB expense attributed to the Town totaled \$(369,959) or 0.197% of the total negative collective OPEB expense and has been recognized as a decrease in the Town's operating contributions and related education expenses in the statement of activities for the year ended June 30, 2024.

TOWN OF EAST GRANBY, CONNECTICUT
 NOTES TO FINANCIAL STATEMENTS *(Continued)*
 AS OF AND FOR THE YEAR ENDED JUNE 30, 2024

NOTE 8 - OTHER POST-EMPLOYMENT BENEFITS (OPEB) *(Continued)*

Connecticut Teachers' Retirement System *(Continued)*

Actuarial Assumptions

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

Inflation	2.50%
Real Wage Growth	0.50%
Wage Inflation	3.00%
Salary increases	3.00% - 6.50%, including inflation
Investment rate of return	3.00%, net of OPEB plan investment expense, including inflation
Discount rate	3.53%, net of OPEB plan investment expense, including inflation
Healthcare cost trend rates:	
Medicare	Known increases until calendar year 2024, then general trend decreasing to an ultimate rate of 4.5% by 2031

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

Long-Term Rate of Return

The long-term expected rate of return on plan assets is reviewed as part of the actuarial valuation process. Several factors are considered in evaluation 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 of investment expense and inflation) for each major asset class. The long-term expected rate of return was determined by weighing 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 target asset allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
U.S. Treasuries (Cash Equivalents)	100.0%	0.77%

Discount Rate

The discount rate used to measure the total OPEB liability was 3.64%. The projection of cash flows used to determine the discount rate was performed in accordance with the applicable standards. The projection's basis was an actuarial valuation performed as of June 30, 2023.

TOWN OF EAST GRANBY, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS *(Continued)*
AS OF AND FOR THE YEAR ENDED JUNE 30, 2024

NOTE 8 - OTHER POST-EMPLOYMENT BENEFITS (OPEB) *(Continued)*

Connecticut Teachers' Retirement System *(Continued)*

Discount Rate *(Continued)*

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

- Total payroll for the initial projection year consists of the payroll of the active membership present on the valuation date. In subsequent projection years, total payroll was assumed to increase annual 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.

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 of 3.65% was used in the determination of the single equivalent rate of 3.64%.

NOTE 9 - OTHER RETIREMENT PLANS

Defined Contribution Money Purchase Retirement Plans

Effective September 1, 1978, the Town established separate defined contribution money purchase plans for general government employees and Board of Education employees respectively. These types of plans provide retirement benefits in return for services rendered, an individual account for each participant, and specifies how contributions to the individual's account are to be determined instead of specifying the amount of benefits the individual is to receive. Under a defined contribution retirement plan, the benefits a participant will receive depend solely on the amount contributed to the participant's account and the returns earned on investments of those contributions.

The Plans cover all Town and Board of Education employees not covered by the State of Connecticut's Teachers' Retirement System who have completed one year of service. Town contributions vary based on designated employee classes. Eligible Board of Education employees who contribute 2.0% of compensation receive a Town contribution of 5.0%. Eligible Town employees who contribute 2.0% of compensation receive a Town contribution of 4.0%. In addition, Town employees that contribute an additional 3.0% of compensation receive an additional Town contribution of 3.0%. Plan participants are not required to contribute to the Plan. Contributions made by a participant vest immediately and contributions made by the Town vest after five years of service.

Employer contributions totaled \$135,210 and employee contributions totaled \$93,993 for the Town Plan for year ended June 30, 2024. Employer contributions totaled \$38,902 and employee contributions totaled \$39,458 for the Board of Education Plan for year ended June 30, 2024.

Deferred Compensation Plan

The Town offers employees who are eligible for benefits a deferred compensation plan in accordance with Internal Revenue Code Section 457. Deferred compensation is not available to participants until termination, retirement, death, or unforeseeable emergency. All amounts of compensation deferred under the plans, all property and rights purchased with those amounts, and all income attributable to those amounts, property or rights are held in trust for the exclusive benefit of the plan participants and their beneficiaries.

TOWN OF EAST GRANBY, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS *(Continued)*
AS OF AND FOR THE YEAR ENDED JUNE 30, 2024

NOTE 10 - FUND BALANCE

Fund Balance Policy

The Town does not have a formal policy on the level of unrestricted or unassigned fund balance that should be maintained in the General Fund. As of June 30, 2024, fund balance was classified for the following purposes:

	<u>General Fund</u>	<u>Sewer Use Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total</u>
Nonspendable: Long-term interfund advance	\$ 695,951	\$ -	\$ -	\$ 695,951
Restricted for:				
Capital purposes - grant restrictions	-	-	351,502	351,502
Roads - statutory restrictions	-	-	1,965,594	1,965,594
Educational purposes - grant restrictions	-	-	672,919	672,919
Other purposes - statutory restrictions	-	-	122,343	122,343
Committed for:				
Capital purposes	-	-	487,198	487,198
Educational programs	-	-	167,755	167,755
Other programs	-	-	1,385,143	1,385,143
Assigned to:				
Capital purposes	-	-	1,040,078	1,040,078
Education encumbrances	132,558	-	-	132,558
Town encumbrances	106,099	-	-	106,099
Use in subsequent year's budget	1,255,599	-	-	1,255,599
Unassigned	3,916,264	(991,798)	-	2,924,466
	<u>\$ 6,106,471</u>	<u>\$ (991,798)</u>	<u>\$ 6,192,532</u>	<u>\$ 11,307,205</u>

Fund Balance Deficit

The Sewer Use Fund, a major governmental fund, has a deficit fund balance of \$991,798 as of June 30, 2024. This deficit is partially attributed to timing differences between when usage charges are billed and collected. Usage charges for the six month period ending June 30 are billed during the following October. As such, the deficit will be partially eliminated in this fund when unavailable revenues of \$232,352 as of June 30 become available. In addition, the Town is currently in the process of developing a comprehensive plan to address the ongoing deficit in the Sewer Use Fund. As part of this initiative, the Town is undertaking engineering studies to identify the sources of excess water infiltration into the sewer system. These studies will help determine the underlying causes of the increased flow and provide a foundation for implementing effective solutions to reduce the deficit and improve the system's overall efficiency.

NOTE 11 - RISK MANAGEMENT

The Town is exposed to various risks of loss related to torts, theft of, damage to, or destruction of assets; errors or omissions; injuries to employees or acts of God for which the Town carries commercial insurance. During the year ended June 30, 2024, the Town settled a claim in excess of insurance coverage in the amount of \$13,495. Neither the Town nor its insurers have settled any claims which exceeded the Town's insurance coverage during the years ended June 30, 2023 and 2022.

During the year ended June 30, 2024, the Town changed insurance carries and is now 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. The Town participates in the following risk sharing pools through CIRMA.

TOWN OF EAST GRANBY, CONNECTICUT
NOTES TO FINANCIAL STATEMENTS *(Continued)*
AS OF AND FOR THE YEAR ENDED JUNE 30, 2024

NOTE 11 - RISK MANAGEMENT *(Continued)*

Workers' Compensation Pool

The Town is a member of CIRMA's Workers' Compensation Pool. The Workers' Compensation Pool provides statutory benefits pursuant to the provisions of the Connecticut Workers' Compensation Act. The Town has workers compensation coverage at statutory required limits with CIRMA and carries \$1,000,000 employer's liability through CIRMA.

Liability-Automobile-Property Pool

The Town is a member of CIRMA's Liability-Automobile-Property Pool. The Liability-Automobile-Property Pool provides general liability, automobile liability, employee benefit liability, law enforcement liability, public officials and property coverage. The premium is subject to these coverages, and claims and expense payments falling within the deductible amounts are the responsibility of the Town. CIRMA's Liability-Automobile-Property Pool retains \$1,000,000 per occurrence for each line of liability coverage.

NOTE 12 - COMMITMENTS AND CONTINGENCIES

Federal Awards and State Financial Assistance

The Town has received state and federal funding 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.

Legal Contingencies

The Town, in the normal course of operations, is named as defendants in lawsuits, tax appeals, administrative proceedings and other miscellaneous claims. The outcome and eventual liability to the Town, if any, for such matters are not known at this time. The Town's management, based upon consultation with legal counsel, estimates that potential claims against the Town, not covered by insurance, resulting from such matters would not materially affect the financial position of the Town.

Arbitrage Rebates

The Town may be subject to arbitrage rebate penalties to the federal government relating to bond issuances. Town management believes such penalties, if any, would not materially affect the financial position of the Town.

Split Interest Agreements

The Town is a beneficiary of the Richard Dudley Seymour Charitable Trust, a perpetual charitable support trust (CST). Under the CST, the Town receives 25% of the total annual income of the CST for the purpose of maintaining the upkeep of the Holcomb Cemetery. Amounts received totaled \$5,152 for the year ended June 30, 2024.

REQUIRED SUPPLEMENTARY INFORMATION

TOWN OF EAST GRANBY, CONNECTICUT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - BUDGETARY BASIS - GENERAL FUND (UNAUDITED)
FOR THE YEAR ENDED JUNE 30, 2024

	Budgeted Amounts		Actual	Variance With Final Budget Over (Under)
	Original	Final		
REVENUES				
Property taxes	\$ 22,880,468	\$ 22,880,468	\$ 23,160,830	\$ 280,362
Intergovernmental	2,518,617	2,518,617	2,790,202	271,585
Charges for services	301,927	311,927	730,671	418,744
Interest income	67,131	67,131	537,819	470,688
Total revenues	<u>25,768,143</u>	<u>25,778,143</u>	<u>27,219,522</u>	<u>1,441,379</u>
EXPENDITURES				
Current:				
General government	3,001,674	2,969,174	2,877,287	(91,887)
Culture and recreation	353,960	363,460	360,841	(2,619)
Public safety	996,821	1,074,821	1,045,106	(29,715)
Public works	841,853	841,853	841,476	(377)
Sanitation	209,707	179,707	179,312	(395)
Education	19,142,402	19,142,402	18,904,943	(237,459)
Contingency	30,900	5,900	5,165	(735)
Debt service:				
Principal payments	1,017,067	1,017,067	996,547	(20,520)
Interest and fiscal charges	206,124	206,124	206,124	-
Total expenditures	<u>25,800,508</u>	<u>25,800,508</u>	<u>25,416,801</u>	<u>(383,707)</u>
Excess (deficiency) of revenues over expenditures	(32,365)	(22,365)	1,802,721	1,825,086
OTHER FINANCING SOURCES (USES)				
Appropriation of fund balance	732,365	793,536	-	(793,536)
Prior year unliquidated encumbrances	-	-	55,638	55,638
Transfers in	-	-	565,727	565,727
Transfers out	(700,000)	(771,171)	(771,171)	-
Total other financing sources (uses)	<u>32,365</u>	<u>22,365</u>	<u>(149,806)</u>	<u>(172,171)</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,652,915</u>	<u>\$ 1,652,915</u>

See accompanying notes to required supplementary information.

TOWN OF EAST GRANBY, CONNECTICUT
SCHEDULE OF THE TOWN'S PROPORTIONATE SHARE OF THE COLLECTIVE NET PENSION LIABILITY -
CONNECTICUT TEACHERS' RETIREMENT SYSTEM (UNAUDITED)
LAST TEN FISCAL YEARS
(Rounded to nearest thousand)

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Town's proportion of the collective 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 collective net pension liability	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State's proportionate share of the collective net pension liability attributed to the Town	33,520,000	36,542,000	28,759,000	36,312,000	34,124,000	26,312,000	26,405,000	27,858,000	19,647,000	19,647,000
Total	<u>\$ 33,520,000</u>	<u>\$ 36,542,000</u>	<u>\$ 28,759,000</u>	<u>\$ 36,312,000</u>	<u>\$ 34,124,000</u>	<u>\$ 26,312,000</u>	<u>\$ 26,405,000</u>	<u>\$ 27,858,000</u>	<u>\$ 19,647,000</u>	<u>\$ 19,647,000</u>
Town's covered payroll	\$ 9,849,000	\$ 9,123,000	\$ 8,672,000	\$ 8,387,000	\$ 8,779,000	\$ 8,643,000	\$ 8,560,000	\$ 8,250,000	\$ 7,341,000	\$ 7,076,000
Town's proportionate share of the collective net pension liability as a percentage of its covered payroll	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Plan fiduciary net position as a percentage of the total collective pension liability	58.39%	54.06%	60.77%	49.24%	52.00%	57.69%	55.93%	52.26%	59.50%	61.51%

See accompanying notes to required supplementary information.

TOWN OF EAST GRANBY, CONNECTICUT
SCHEDULE OF CHANGES IN TOTAL OPEB LIABILITY -**
OTHER POST-EMPLOYMENT BENEFITS PROGRAM (UNAUDITED)
LAST FIVE FISCAL YEARS*

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Total OPEB liability					
Service cost	\$ 97,699	\$ 108,738	\$ 139,191	\$ 139,799	\$ 124,618
Interest	62,125	68,030	47,413	48,193	70,174
Effect of liability gains or losses	-	(188,075)	-	(103,142)	-
Changes of assumptions	(63,069)	(167,996)	(375,896)	11,291	62,151
Benefit payments, including refunds	(22,966)	(35,710)	(71,417)	(90,604)	(101,931)
Net change in total OPEB liability	73,789	(215,013)	(260,709)	5,537	155,012
Total OPEB liability - beginning	1,615,730	1,830,743	2,091,452	2,085,915	1,930,903
Total OPEB liability - ending	<u>\$ 1,689,519</u>	<u>\$ 1,615,730</u>	<u>\$ 1,830,743</u>	<u>\$ 2,091,452</u>	<u>\$ 2,085,915</u>

* This schedule is intended to show information for ten years and additional years' information will be displayed as it becomes available.

** There are no assets being accumulated in a trust to pay benefits.

See accompanying notes to required supplementary information.

TOWN OF EAST GRANBY, CONNECTICUT
SCHEDULE OF THE TOWN'S PROPORTIONATE SHARE OF THE COLLECTIVE NET OPEB LIABILITY -
CONNECTICUT TEACHERS' RETIREMENT SYSTEM (UNAUDITED)
LAST SEVEN FISCAL YEARS*
(Rounded to the Nearest Thousand)

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Town's proportion of the collective net OPEB liability	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Town's proportionate share of the collective net OPEB liability	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State's proportionate share of the collective net OPEB liability attributed to the Town	3,140,000	3,200,000	3,133,000	5,416,000	5,322,000	5,260,000	6,796,000
Total	<u>\$ 3,140,000</u>	<u>\$ 3,200,000</u>	<u>\$ 3,133,000</u>	<u>\$ 5,416,000</u>	<u>\$ 5,322,000</u>	<u>\$ 5,260,000</u>	<u>\$ 6,796,000</u>
Town's covered payroll	\$ 9,849,000	\$ 9,123,000	\$ 8,672,000	\$ 8,387,000	\$ 8,779,000	\$ 8,643,000	\$ 8,560,000
Town's proportionate share of the collective net OPEB liability as a percentage of its covered payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Plan fiduciary net position as a percentage of the total collective OPEB liability	11.90%	9.46%	6.11%	2.50%	2.08%	1.49%	1.79%

* This schedule is intended to show information for ten years and additional years' information will be displayed as it becomes available.

See accompanying notes to required supplementary information.

TOWN OF EAST GRANBY, CONNECTICUT
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION (UNAUDITED)
AS OF AND FOR THE YEAR ENDED JUNE 30, 2024

NOTE 1 - STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - BUDGETARY BASIS - GENERAL FUND

Budgetary Information

The General Fund is the only fund for which an annual budget is legally adopted. The Town adheres to the following procedures in establishing the budgetary data included in the General Fund financial statements.

- The Board of Selectmen, Board of Education and the Board of Finance prepare an operating budget for the fiscal year commencing July 1 which is presented at the annual Town meeting for approval or submitted to referendum. The operating budget includes proposed expenditures and the means of financing them.
- Expenditures are budgeted by function, department and object. The legal level of budget control is the department level. The Board of Finance is authorized to transfer budgeted amounts within and between departments and objects for amounts not exceeding \$20,000 or representing a second transfer to a department. Additional appropriations in excess of \$20,000 must be approved at a Town meeting.
- Formal budgetary integration is employed as a management control device during the year.
- The budget is prepared on a basis consistent with accounting principles generally accepted in the United States of America, except for intergovernmental revenues and encumbrances. Intergovernmental revenues and other reimbursement for certain costs are recorded as reductions to expenditures for budgetary purposes and “on-behalf” payments made by the State of Connecticut into the State Teachers’ Retirement System are not recorded for budgetary purposes. Encumbrances are recognized as a valid and proper charge against a budget appropriation in the year in which the purchase order, contract or other commitment is issued and, accordingly, encumbrances outstanding at year-end are reported in budgetary reports as expenditures of the current year.
- All unexpended appropriations lapse at year-end, except those for capital projects funds. Appropriations for capital projects are continued until completion of applicable projects, even when projects extend more than one fiscal year.

As described above, accounting principles applied for purposes of developing data on a budgetary basis differ from those used to present financial statements in conformity with accounting principles generally accepted in the United States of America (GAAP basis). A reconciliation of General Fund amounts presented on the budgetary basis to amounts presented on the GAAP basis is as follows for the year ended June 30, 2024:

	<u>Total Revenues</u>	<u>Total Expenditures</u>	<u>Other Financing Uses</u>	<u>Net Change In Fund Balance</u>
Budgetary basis	\$ 27,219,522	\$ 25,416,801	\$ (149,806)	\$ 1,652,915
"On-behalf" payments - State Teachers' Retirement Fund	3,152,447	3,152,447	-	-
Transfers netted against expenditures for budgetary purposes	-	181,439	181,439	-
Revenues netted against expenditures for budgetary purposes	403,080	403,080	-	-
Change in encumbrances	-	(83,110)	(55,638)	27,472
GAAP basis	<u>\$ 30,775,049</u>	<u>\$ 29,070,657</u>	<u>\$ (24,005)</u>	<u>\$ 1,680,387</u>

TOWN OF EAST GRANBY, CONNECTICUT
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION (UNAUDITED) *(Continued)*
AS OF AND FOR THE YEAR ENDED JUNE 30, 2024

NOTE 2 - SCHEDULE OF THE TOWN'S PROPORTIONATE SHARE OF THE COLLECTIVE NET PENSION LIABILITY - CONNECTICUT TEACHERS' RETIREMENT SYSTEM

Actuarial valuations are prepared every two years with the most recent available actuarial valuation performed as of June 30, 2022. The liabilities were estimated based on a measurement date of June 30, 2023. The employer allocations were then applied to the net pension liability and pension expense to determine the amount applicable to each employer. This information is utilized by the District for reporting as of June 30, 2024.

Benefit Changes - There were no benefit term changes that had a significant effect on the measurement of the collective net pension liability as of June 30, 2024.

Assumption Changes - There were no assumption changes that had a significant effect on the measurement of the collective net pension liability as of June 30, 2024.

NOTE 3 - SCHEDULE OF CHANGES IN TOTAL OPEB LIABILITY - OTHER POST-EMPLOYMENT BENEFITS PLAN

The Town began to report this schedule when it implemented GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pension*, in fiscal year 2018. GASB Statement No. 75 requires the information within this schedule to be presented for the ten most recent fiscal years. Information prior to fiscal year 2018 is not available.

Actuarial valuations are prepared every two years with the most recent available actuarial valuation performed as of July 1, 2022. This information is utilized by the Town for reporting as of June 30, 2024.

Benefit Changes - There were no benefit term changes that had a significant effect on the measurement of the total OPEB liability reported as of June 30, 2024.

Assumption Changes - There were no assumption changes that had a significant effect on the measurement of the total OPEB liability as of June 30, 2024.

NOTE 4 - SCHEDULE OF THE TOWN'S PROPORTIONATE SHARE OF THE COLLECTIVE NET OTHER POST-EMPLOYMENT BENEFITS LIABILITY - CONNECTICUT TEACHERS' RETIREMENT SYSTEM

The Town began to report this schedule when it implemented GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pension*, in fiscal year 2018. GASB Statement No. 75 requires the information within this schedule to be presented for the ten most recent fiscal years.

Actuarial valuations are prepared every two years with the most recent available actuarial valuation performed as of June 30, 2023. The liabilities were estimated based on a measurement date of June 30, 2023. The employer allocations were then applied to the net OPEB liability and OPEB expense to determine the amount applicable to each employer. This information is utilized by the Town for reporting as of June 30, 2024.

Benefit Changes - There were no benefit term changes that had a significant effect on the measurement of the collective net OPEB liability reported as of June 30, 2024.

Assumption Changes - There were no assumption changes that had a significant effect on the measurement of the collective net OPEB liability reported as of June 30, 2024.

COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES

TOWN OF EAST GRANBY, CONNECTICUT
SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES -
BUDGET AND ACTUAL - BUDGETARY BASIS - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2024

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance With Final Budget Over (Under)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES:				
PROPERTY TAXES:				
Property taxes - current year	\$ 22,652,297	\$ 22,652,297	\$ 22,902,253	\$ 249,956
Property taxes - prior years	141,556	141,556	156,674	15,118
Interest and lien fees	86,615	86,615	101,903	15,288
Total property taxes	<u>22,880,468</u>	<u>22,880,468</u>	<u>23,160,830</u>	<u>280,362</u>
INTERGOVERNMENTAL:				
Education cost sharing	1,476,503	1,476,503	1,480,433	3,930
Special education excess cost	100,000	100,000	332,541	232,541
Adult education	2,019	2,019	1,911	(108)
PILOT - Airport Authority	657,991	657,991	657,991	-
Municipal transition	151,966	151,966	151,966	-
Municipal revenue sharing	-	-	132,030	132,030
Municipal grants-in-aid	100,000	100,000	-	(100,000)
Property tax relief	3,762	3,762	3,706	(56)
Tiered Payment in Lieu of Taxes	26,376	26,376	28,354	1,978
Other	-	-	1,270	1,270
Total intergovernmental	<u>2,518,617</u>	<u>2,518,617</u>	<u>2,790,202</u>	<u>271,585</u>
CHARGES FOR SERVICES:				
Building permits	80,363	80,363	487,346	406,983
Conveyance taxes	100,000	100,000	110,188	10,188
Town clerk fees	40,181	40,181	25,640	(14,541)
Aircraft registration fees	31,000	31,000	31,500	500
Telephone line tax	13,251	13,251	16,314	3,063
Miscellaneous and other fees	37,132	47,132	59,683	12,551
Total charges for services	<u>301,927</u>	<u>311,927</u>	<u>730,671</u>	<u>418,744</u>
INTEREST INCOME				
	<u>67,131</u>	<u>67,131</u>	<u>537,819</u>	<u>470,688</u>
Total revenues	<u>25,768,143</u>	<u>25,778,143</u>	<u>27,219,522</u>	<u>1,441,379</u>
OTHER FINANCING SOURCES:				
Appropriation of fund balance	732,365	793,536	-	(793,536)
Prior year unliquidated encumbrances	-	-	55,638	55,638
Transfer in	-	-	565,727	565,727
Total other financing sources	<u>732,365</u>	<u>793,536</u>	<u>621,365</u>	<u>(172,171)</u>
Total revenues and other financing sources	<u><u>\$ 26,500,508</u></u>	<u><u>\$ 26,571,679</u></u>	<u><u>\$ 27,840,887</u></u>	<u><u>\$ 1,269,208</u></u>

TOWN OF EAST GRANBY, CONNECTICUT
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES -
BUDGET AND ACTUAL - BUDGETARY BASIS - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2024

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance With Final Budget Over (Under)</u>
	<u>Original</u>	<u>Final</u>		
EXPENDITURES:				
GENERAL GOVERNMENT:				
Selectmen's office	\$ 220,144	\$ 210,144	\$ 209,064	\$ (1,080)
Probate	2,500	3,500	2,951	(549)
Registrars	72,051	64,051	50,105	(13,946)
Board of Finance	32,398	35,398	34,008	(1,390)
Audit	26,000	28,000	24,290	(3,710)
Assessor's office	156,478	156,478	154,781	(1,697)
Assessment of appeals	150	150	-	(150)
Tax collector's office	113,422	111,422	98,537	(12,885)
Treasurer's office	36,051	36,051	36,050	(1)
Legal	20,000	25,000	23,005	(1,995)
Town clerk's office	136,223	136,223	136,194	(29)
Planning and Zoning Commission	70,738	70,738	70,474	(264)
Data services	125,290	128,290	123,109	(5,181)
Public buildings	190,904	190,904	190,855	(49)
Building inspector	149,301	149,301	141,181	(8,120)
Engineering	15,000	15,000	10,506	(4,494)
Health services	42,377	42,377	41,600	(777)
Social services	28,460	28,460	28,435	(25)
Insurance	882,086	845,086	833,661	(11,425)
Economic and development	49,000	49,000	47,942	(1,058)
Animal control	26,000	26,000	26,000	-
Payroll taxes	185,625	200,625	185,803	(14,822)
Street lighting	41,800	39,800	33,829	(5,971)
Dues and memberships	22,835	27,835	26,717	(1,118)
Commission on aging	75,660	77,660	76,652	(1,008)
Commission on youth services	41,416	41,416	41,415	(1)
Utilities	179,500	170,000	169,858	(142)
Facilities maintenance	60,265	60,265	60,265	-
Total general government	<u>3,001,674</u>	<u>2,969,174</u>	<u>2,877,287</u>	<u>(91,887)</u>
CULTURE AND RECREATION:				
Library	227,041	227,041	227,040	(1)
Parks and recreation	126,919	136,419	133,801	(2,618)
Total culture and recreation	<u>353,960</u>	<u>363,460</u>	<u>360,841</u>	<u>(2,619)</u>

(Continued)

TOWN OF EAST GRANBY, CONNECTICUT
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES -
BUDGET AND ACTUAL - BUDGETARY BASIS - GENERAL FUND *(Continued)*
FOR THE YEAR ENDED JUNE 30, 2024

	Budgeted Amounts		Actual	Variance With Final Budget Over (Under)
	Original	Final		
EXPENDITURES (Continued) :				
PUBLIC SAFETY:				
Fire department	\$ 128,691	\$ 133,691	\$ 131,123	\$ (2,568)
Police department	704,031	777,031	769,410	(7,621)
Fire marshal	95,892	95,892	91,893	(3,999)
Ambulance service	68,207	68,207	52,680	(15,527)
Total public safety	<u>996,821</u>	<u>1,074,821</u>	<u>1,045,106</u>	<u>(29,715)</u>
PUBLIC WORKS	<u>841,853</u>	<u>841,853</u>	<u>841,476</u>	<u>(377)</u>
DEBT SERVICE:				
Principal	1,017,067	1,017,067	996,547	(20,520)
Interest	206,124	206,124	206,124	-
Total debt service	<u>1,223,191</u>	<u>1,223,191</u>	<u>1,202,671</u>	<u>(20,520)</u>
SANITATION	<u>209,707</u>	<u>179,707</u>	<u>179,312</u>	<u>(395)</u>
EDUCATION	<u>19,142,402</u>	<u>19,142,402</u>	<u>18,904,943</u>	<u>(237,459)</u>
CONTINGENCY	<u>30,900</u>	<u>5,900</u>	<u>5,165</u>	<u>(735)</u>
Total expenditures	<u>25,800,508</u>	<u>25,800,508</u>	<u>25,416,801</u>	<u>(383,707)</u>
OTHER FINANCING USES:				
TRANSFERS OUT:				
Capital and Nonrecurring Fund	700,000	700,000	700,000	-
Police Fund	-	10,000	10,000	-
BOE Nonlapsing Fund	-	61,171	61,171	-
Total other financing uses	<u>700,000</u>	<u>771,171</u>	<u>771,171</u>	<u>-</u>
Total expenditures and other financing uses	<u>\$ 26,500,508</u>	<u>\$ 26,571,679</u>	<u>\$ 26,187,972</u>	<u>\$ (383,707)</u> <i>(Concluded)</i>

TOWN OF EAST GRANBY, CONNECTICUT
SCHEDULE OF EDUCATION EXPENDITURES -
BUDGET AND ACTUAL - BUDGETARY BASIS - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2024

	Budgeted Amounts		Actual	Variance With
	Original	Final		Final Budget
				Over (Under)
EXPENDITURES:				
EDUCATION				
Certified personnel	\$ 8,628,656	\$ 8,628,656	\$ 8,743,681	\$ 115,025
Noncertified personnel	1,955,531	1,955,531	1,903,447	(52,084)
Certified substitutes	135,000	135,000	264,311	129,311
Custodial overtime - events	-	-	3,324	3,324
Contracted substitutes	40,000	40,000	34,633	(5,367)
Other salaries	276,000	276,000	248,367	(27,633)
Group health life insurance	2,650,000	2,650,000	2,581,197	(68,803)
Social security	135,000	135,000	143,527	8,527
Medicare	167,000	167,000	173,475	6,475
Employer pension	75,000	75,000	76,720	1,720
Unemployment payments	25,000	25,000	2,512	(22,488)
Workers' compensation	70,000	70,000	54,152	(15,848)
Professional improvement	99,000	99,000	40,897	(58,103)
Assessment services	1,050	1,050	-	(1,050)
Other professional & technology services	666,742	666,742	843,970	177,228
Data processing	80,800	80,800	28,036	(52,764)
Water/sewage	34,750	34,750	27,781	(6,969)
Rubbish removal	17,000	17,000	5,823	(11,177)
Contracted maintenance services	205,982	205,982	195,337	(10,645)
Repairs to buildings	94,000	94,000	87,395	(6,605)
Pupil transportation	1,088,335	1,088,335	1,002,150	(86,185)
Property insurance	57,000	57,000	1,917	(55,083)
Liability insurance	33,500	33,500	67,952	34,452
Errors & omissions insurance	19,000	19,000	-	(19,000)
Telephone	44,250	44,250	43,884	(366)
Postage	8,274	8,274	4,664	(3,610)
Advertisements	1,000	1,000	152	(848)
Job printing & binding	2,150	2,150	645	(1,505)
Public school tuition	269,000	269,000	132,828	(136,172)
Private school tuition	919,091	919,091	989,637	70,546
Travel & conferences	10,283	10,283	6,215	(4,068)
Field trips	3,835	3,835	2,164	(1,671)
Supplies	155,235	155,235	147,793	(7,442)
Custodial supplies	35,000	35,000	50,009	15,009
Natural gas	37,500	37,500	26,707	(10,793)
Electricity	395,000	395,000	291,183	(103,817)
Propane gas	500	500	64	(436)
Heating supplies oil	181,150	181,150	184,399	3,249
Gasoline - buses	55,000	55,000	86,518	31,518
Books/textbooks/workbooks	65,132	65,132	70,127	4,995
Licenses/subscriptions	165,521	165,521	151,013	(14,508)
Equipment	94,608	94,608	51,102	(43,506)
Memberships & special programs	53,988	53,988	41,561	(12,427)
Legal fees	90,000	90,000	93,674	3,674
Total education expenditures	<u>\$ 19,140,863</u>	<u>\$ 19,140,863</u>	<u>\$ 18,904,943</u>	<u>\$ (235,920)</u>

TOWN OF EAST GRANBY, CONNECTICUT
SCHEDULE OF PROPERTY TAXES LEVIED, COLLECTED AND OUTSTANDING
FOR THE YEAR ENDED JUNE 30, 2024

Grand List Year	Balance Uncollected June 30, 2023	Current Levy	Lawful Corrections		Transfers To Suspense	Balance To Be Collected	Collections			Balance Uncollected June 30, 2024
			Additions	Deductions			Taxes	Interest, Liens and Fees	Total	
2022	\$ -	\$ 23,247,663	\$ 17,846	\$ 157,129	\$ -	\$ 23,108,380	\$ 22,839,154	\$ 63,217	\$ 22,902,371	\$ 269,226
2021	217,002	-	11,868	5,853	-	223,017	133,931	26,341	160,272	89,086
2020	58,524	-	410	468	-	58,466	16,821	7,277	24,098	41,645
2019	31,027	-	-	784	20,834	9,409	2,853	1,915	4,768	6,556
2018	9,093	-	-	-	-	9,093	-	-	-	9,093
2017	8,298	-	-	-	-	8,298	-	-	-	8,298
2016	8,808	-	-	-	-	8,808	-	-	-	8,808
2015	8,346	-	-	-	-	8,346	-	-	-	8,346
2014	8,156	-	-	-	-	8,156	-	-	-	8,156
2013	7,995	-	-	-	-	7,995	-	-	-	7,995
2012	8,347	-	-	-	-	8,347	-	-	-	8,347
2011	8,067	-	-	-	-	8,067	-	-	-	8,067
2010	7,725	-	-	-	-	7,725	-	-	-	7,725
2009	7,756	-	-	-	-	7,756	-	-	-	7,756
2008	7,654	-	-	-	-	7,654	-	-	-	7,654
2007	6,805	-	-	6,805	-	-	-	-	-	-
	<u>\$ 403,603</u>	<u>\$ 23,247,663</u>	<u>\$ 30,124</u>	<u>\$ 171,039</u>	<u>\$ 20,834</u>	<u>\$ 23,489,517</u>	<u>\$ 22,992,759</u>	<u>\$ 98,750</u>	<u>\$ 23,091,509</u>	<u>\$ 496,758</u>

TOWN OF EAST GRANBY, CONNECTICUT
 SCHEDULE OF DEBT LIMITATION
 CONNECTICUT GENERAL STATUTES, SECTION 7-374(b)
 AS OF JUNE 30, 2024

Total cash collections for the year ended
 June 30, 2024:

Taxes	\$ 22,992,759
Interest and lien fees	98,750
Total	<u>23,091,509</u>

Reimbursement for revenue loss:

Tax relief for elderly (CGS 12-129d)	-
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Base	<u>\$ 23,091,509</u>
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	General Purposes	Schools	Sewers	Urban Renewal	Pension Deficit
Debt limitation:					
2-1/4 times base	\$ 51,955,895	\$ -	\$ -	\$ -	\$ -
4-1/2 times base	-	103,911,791	-	-	-
3-3/4 times base	-	-	86,593,159	-	-
3-1/4 times base	-	-	-	75,047,404	-
3 times base	-	-	-	-	69,274,527
Total debt limitation	<u>51,955,895</u>	<u>103,911,791</u>	<u>86,593,159</u>	<u>75,047,404</u>	<u>69,274,527</u>
Indebtedness:					
Bonds	5,205,000	5,445,000	-	-	-
Authorized, but unissued debt	51,000	-	-	-	-
Total indebtedness	<u>5,256,000</u>	<u>5,445,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Debt limitation in excess of outstanding and authorized debt	<u>\$ 46,699,895</u>	<u>\$ 98,466,791</u>	<u>\$ 86,593,159</u>	<u>\$ 75,047,404</u>	<u>\$ 69,274,527</u>
Total capacity of borrowing (7 times base)	\$ 161,640,563				
Total present indebtedness	<u>10,701,000</u>				
Margin for additional borrowing	<u>\$ 150,939,563</u>				

TOWN OF EAST GRANBY, CONNECTICUT
CAPITAL AND NONRECURRING FUND -
SCHEDULE OF APPROPRIATIONS AND EXPENDITURES - BY PROJECT
AS OF AND FOR THE YEAR ENDED JUNE 30, 2024

	Appropriations			Expenditures			Close Out of Appropriation	Remaining Balance June 30, 2024
	Balance June 30, 2023	Current Year	Balance June 30, 2024	Balance June 30, 2023	Current Year	Balance June 30, 2024		
Capital and Nonrecurring Fund								
2021 School Operating System Upgrade	\$ 36,018	\$ -	\$ 36,018	\$ 22,678	\$ 1,674	\$ 24,352	\$ -	\$ 11,666
2021 RCC Compactor Pad	8,000	-	8,000	3,697	-	3,697	(4,303)	-
2022 Engine 2 Modifications	30,000	-	30,000	20,207	-	20,207	-	9,793
2022 Police Body/Car Cameras	70,000	-	70,000	60,745	9,015	69,760	-	240
2022 Assessor Revaluation	50,000	-	50,000	14,223	31,280	45,503	-	4,497
2022 School Security System Upgrades	10,000	-	10,000	-	-	-	-	10,000
2022 HS Tennis Court Repair	14,028	-	14,028	10,058	-	10,058	(3,970)	-
2022 HS Tree Removal	6,975	-	6,975	-	-	-	-	6,975
2022 School Custodial Equipment	29,674	-	29,674	11,512	9,356	20,868	(8,806)	-
2022 Seymour/HS Sidewalk Repair	30,000	-	30,000	10,000	20,000	30,000	-	-
2023 HS/MS HVAC	825,000	-	825,000	-	283,292	283,292	-	541,708
2023 School Aerohive WIFI	12,500	-	12,500	-	11,942	11,942	(558)	-
2023 School Tile Cleaning	22,000	-	22,000	-	22,000	22,000	-	-
2023 MS/HS Door Replacement	50,000	-	50,000	-	10,322	10,322	-	39,678
2023 Field Maintenance	50,000	-	50,000	-	-	-	-	50,000
2023 Main Gym Floor Refinish	7,500	-	7,500	-	7,500	7,500	-	-
2023 Soundproof MS Conference Room	15,000	-	15,000	-	15,000	15,000	-	-
2023 Fire Dept PPE, EMS, Rescue Equipment	40,000	-	40,000	-	39,911	39,911	-	89
2023 Fire Truck Lettering	14,500	-	14,500	-	14,050	14,050	(450)	-
2023 Ladder Truck Refurbishment	95,000	-	95,000	-	94,750	94,750	-	250
2023 Police Cruiser	85,000	-	85,000	-	80,586	80,586	-	4,414
2023 SRO Acrive Threat Equipment	5,000	-	5,000	-	-	-	-	5,000
2023 Accounting Software	51,000	-	51,000	-	45,082	45,082	(5,918)	-
2023 Police Department Rot	7,100	-	7,100	-	-	-	-	7,100
2024 Allgrove Mini-Split Units	-	12,000	12,000	-	11,800	11,800	(200)	-
2024 Plow Truck	-	230,000	230,000	-	228,007	228,007	(1,993)	-
2024 Fire Department Vehicle Maintenance	-	40,000	40,000	-	37,669	37,669	-	2,331
2024 Ladder Truck Equipment Tower	-	60,000	60,000	-	59,982	59,982	(18)	-
2024 Tennis Court Repairs	-	15,000	15,000	-	-	-	-	15,000
2024 Ipad Protective Cases	-	6,000	6,000	-	3,794	3,794	-	2,206
2024 MS/HS Door Repair/Replacement	-	50,000	50,000	-	-	-	-	50,000
2024 Equipment Police Vehicle	-	33,000	33,000	-	7,119	7,119	-	25,881
2024 Ambulance Generator	-	26,000	26,000	-	-	-	-	26,000
2024 Saniglase Bathrooms	-	13,000	13,000	-	-	-	-	13,000
2024 Carpet Extractor	-	10,000	10,000	-	-	-	-	10,000
2024 Sears Facia Wrap	-	19,000	19,000	-	-	-	-	19,000
2024 Field Irrigation	-	75,000	75,000	-	-	-	-	75,000
2024 Ball Field Fencing	-	25,000	25,000	-	-	-	-	25,000
2024 Classroom Viewboards	-	25,250	25,250	-	-	-	-	25,250
2024 Indoor Air Quality Testing	-	40,000	40,000	-	-	-	-	40,000
2024 Fire Dept Air Packs and Cylinders	-	20,000	20,000	-	-	-	-	20,000
Total Capital and Nonrecurring Fund	\$ 1,564,295	\$ 699,250	\$ 2,263,545	\$ 153,120	\$ 1,044,131	\$ 1,197,251	\$ (26,216)	\$ 1,040,078

TOWN OF EAST GRANBY, CONNECTICUT
COMBINING BALANCE SHEET -
NONMAJOR GOVERNMENTAL FUNDS - BY FUND TYPE
AS OF JUNE 30, 2024

	Nonmajor Governmental Funds				Total Nonmajor Governmental Funds
	Special Revenue Funds	Capital Projects Funds	Debt Service Fund	Permanent Funds	
ASSETS					
Cash and cash equivalents	\$ 774,438	\$ -	\$ -	\$ 134,460	\$ 908,898
Investments	19,465	-	-	-	19,465
Grants and contracts receivables	61,825	318,560	-	-	380,385
Due from other funds	2,836,028	1,943,453	968,256	-	5,747,737
Total assets	<u>\$ 3,691,756</u>	<u>\$ 2,262,013</u>	<u>\$ 968,256</u>	<u>\$ 134,460</u>	<u>\$ 7,056,485</u>
LIABILITIES					
Accounts payable	\$ 48,376	\$ 13,064	\$ -	\$ -	\$ 61,440
Due to other funds	-	317,128	-	-	317,128
Unearned revenue	432,342	53,043	-	-	485,385
Total liabilities	<u>480,718</u>	<u>383,235</u>	<u>-</u>	<u>-</u>	<u>863,953</u>
FUND BALANCES					
Restricted for:					
Capital purposes	-	351,502	-	-	351,502
Road maintenance and improvements	1,965,594	-	-	-	1,965,594
Educational purposes	539,943	-	-	132,976	672,919
Other purposes	120,859	-	-	1,484	122,343
Committed for:					
Capital purposes	-	487,198	-	-	487,198
Educational purposes	167,755	-	-	-	167,755
Other purposes	416,887	-	968,256	-	1,385,143
Assigned to:					
Capital purposes	-	1,040,078	-	-	1,040,078
Total fund balances	<u>3,211,038</u>	<u>1,878,778</u>	<u>968,256</u>	<u>134,460</u>	<u>6,192,532</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 3,691,756</u>	<u>\$ 2,262,013</u>	<u>\$ 968,256</u>	<u>\$ 134,460</u>	<u>\$ 7,056,485</u>

TOWN OF EAST GRANBY, CONNECTICUT
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
 NONMAJOR GOVERNMENTAL FUNDS - BY FUND TYPE
 FOR THE YEAR ENDED JUNE 30, 2024

	Nonmajor Governmental Funds				Total Nonmajor Governmental Funds
	Special Revenue Funds	Capital Projects Funds	Debt Service Fund	Permanent Funds	
REVENUES					
Intergovernmental	\$ 2,981,147	\$ 705,269	\$ -	\$ -	\$ 3,686,416
Charges for services	747,638	-	-	-	747,638
Interest income	91,703	105,612	-	389	197,704
Other	72,964	1,707	-	-	74,671
Total revenues	<u>3,893,452</u>	<u>812,588</u>	<u>-</u>	<u>389</u>	<u>4,706,429</u>
EXPENDITURES					
Current:					
General government	239,340	-	-	-	239,340
Culture and recreation	537,721	-	-	-	537,721
Public safety	29,501	-	-	-	29,501
Public works	1,830,839	-	-	111	1,830,950
Education	2,310,928	-	-	4,000	2,314,928
Capital outlays	-	1,974,808	-	-	1,974,808
Total expenditures	<u>4,948,329</u>	<u>1,974,808</u>	<u>-</u>	<u>4,111</u>	<u>6,927,248</u>
Deficiency of revenues over expenditures	(1,054,877)	(1,162,220)	-	(3,722)	(2,220,819)
OTHER FINANCING SOURCES (USES)					
Transfers in	106,415	700,000	-	-	806,415
Transfers out	-	(600,971)	(181,439)	-	(782,410)
Total other financing sources (uses)	<u>106,415</u>	<u>99,029</u>	<u>(181,439)</u>	<u>-</u>	<u>24,005</u>
Net change in fund balances	(948,462)	(1,063,191)	(181,439)	(3,722)	(2,196,814)
Fund balances - beginning	<u>4,159,500</u>	<u>2,941,969</u>	<u>1,149,695</u>	<u>138,182</u>	<u>8,389,346</u>
Fund balances - ending	<u>\$ 3,211,038</u>	<u>\$ 1,878,778</u>	<u>\$ 968,256</u>	<u>\$ 134,460</u>	<u>\$ 6,192,532</u>

TOWN OF EAST GRANBY, CONNECTICUT
 COMBINING BALANCE SHEET -
 NONMAJOR SPECIAL REVENUE FUNDS
 AS OF JUNE 30, 2024

	Town Aid Road Fund	Education Program Fund	American Rescue Plan Fund	Dog Fund	Milk Fund	Parks & Recreation Fund	Open Space Fund
ASSETS							
Cash and cash equivalents	\$ -	\$ 179,443	\$ -	\$ -	\$ 14,618	\$ 132,694	\$ -
Investments	-	-	-	-	-	-	-
Grants and contracts receivables	-	60,403	-	-	1,422	-	-
Due from other funds	1,966,704	-	275,007	15,580	-	-	31,957
Total assets	<u>\$ 1,966,704</u>	<u>\$ 239,846</u>	<u>\$ 275,007</u>	<u>\$ 15,580</u>	<u>\$ 16,040</u>	<u>\$ 132,694</u>	<u>\$ 31,957</u>
LIABILITIES							
Accounts payable	\$ 1,110	\$ 39,305	\$ 750	\$ 4,391	\$ -	\$ -	\$ -
Unearned revenue	-	-	274,257	-	-	96,189	-
Total liabilities	<u>1,110</u>	<u>39,305</u>	<u>275,007</u>	<u>4,391</u>	<u>-</u>	<u>96,189</u>	<u>-</u>
FUND BALANCES							
Restricted for:							
Road maintenance and improvements	1,965,594	-	-	-	-	-	-
Educational purposes	-	200,541	-	-	-	-	-
Other purposes	-	-	-	11,189	16,040	-	-
Committed for:							
Educational purposes	-	-	-	-	-	-	-
Other purposes	-	-	-	-	-	36,505	31,957
Total fund balances	<u>1,965,594</u>	<u>200,541</u>	<u>-</u>	<u>11,189</u>	<u>16,040</u>	<u>36,505</u>	<u>31,957</u>
Total liabilities and fund balances and deferred inflows of resources	<u>\$ 1,966,704</u>	<u>\$ 239,846</u>	<u>\$ 275,007</u>	<u>\$ 15,580</u>	<u>\$ 16,040</u>	<u>\$ 132,694</u>	<u>\$ 31,957</u>

(Continued)

TOWN OF EAST GRANBY, CONNECTICUT
 COMBINING BALANCE SHEET -
 NONMAJOR SPECIAL REVENUE FUNDS (Continued)
 AS OF JUNE 30, 2024

	Halloween Party Fund	High School Food Store Fund	Small Cities Fund	Community Center Fund	Document Restoration Fund	Seniors Fund	Rockbestos Fund
ASSETS							
Cash and cash equivalents	\$ 384	\$ 1	\$ 1,000	\$ 4,730	\$ -	\$ 21,950	\$ 308
Investments	-	-	19,465	-	-	-	-
Grants and contracts receivables	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	6,952	-	-
Total assets	<u>\$ 384</u>	<u>\$ 1</u>	<u>\$ 20,465</u>	<u>\$ 4,730</u>	<u>\$ 6,952</u>	<u>\$ 21,950</u>	<u>\$ 308</u>
LIABILITIES							
Accounts payable	\$ -	\$ 1,500	\$ -	\$ -	\$ 1,320	\$ -	\$ -
Unearned revenue	-	-	-	-	-	-	-
Total liabilities	<u>-</u>	<u>1,500</u>	<u>-</u>	<u>-</u>	<u>1,320</u>	<u>-</u>	<u>-</u>
FUND BALANCES							
Restricted for:							
Road maintenance and improvements	-	-	-	-	-	-	-
Educational purposes	-	-	-	-	-	-	-
Other purposes	-	-	20,465	-	5,632	-	-
Committed for:							
Educational purposes	-	(1,499)	-	-	-	-	308
Other purposes	384	-	-	4,730	-	21,950	-
Total fund balances	<u>384</u>	<u>(1,499)</u>	<u>20,465</u>	<u>4,730</u>	<u>5,632</u>	<u>21,950</u>	<u>308</u>
Total liabilities and fund balances and deferred inflows of resources	<u>\$ 384</u>	<u>\$ 1</u>	<u>\$ 20,465</u>	<u>\$ 4,730</u>	<u>\$ 6,952</u>	<u>\$ 21,950</u>	<u>\$ 308</u>

(Continued)

TOWN OF EAST GRANBY, CONNECTICUT
 COMBINING BALANCE SHEET -
 NONMAJOR SPECIAL REVENUE FUNDS (Continued)
 AS OF JUNE 30, 2024

	Family Resource Center Fund	Emergency Fund	BOE Nonlapsing Fund	Fournier-Roy Youth Fund	State Grants Fund	Sewer Reserve Fund	Emergency Fuel Fund
ASSETS							
Cash and cash equivalents	\$ 45,196	\$ 1,399	\$ -	\$ 40,022	\$ -	\$ -	\$ 13,273
Investments	-	-	-	-	-	-	-
Grants and contracts receivables	-	-	-	-	-	-	-
Due from other funds	-	-	168,946	-	61,896	231,453	-
Total assets	<u>\$ 45,196</u>	<u>\$ 1,399</u>	<u>\$ 168,946</u>	<u>\$ 40,022</u>	<u>\$ 61,896</u>	<u>\$ 231,453</u>	<u>\$ 13,273</u>
LIABILITIES							
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unearned revenue	-	-	-	-	61,896	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>61,896</u>	<u>-</u>	<u>-</u>
FUND BALANCES							
Restricted for:							
Road maintenance and improvements	-	-	-	-	-	-	-
Educational purposes	45,196	-	-	-	-	-	-
Other purposes	-	-	-	-	-	-	-
Committed for:							
Educational purposes	-	-	168,946	-	-	-	-
Other purposes	-	1,399	-	40,022	-	231,453	13,273
Total fund balances	<u>45,196</u>	<u>1,399</u>	<u>168,946</u>	<u>40,022</u>	<u>-</u>	<u>231,453</u>	<u>13,273</u>
Total liabilities and fund balances and deferred inflows of resources	<u>\$ 45,196</u>	<u>\$ 1,399</u>	<u>\$ 168,946</u>	<u>\$ 40,022</u>	<u>\$ 61,896</u>	<u>\$ 231,453</u>	<u>\$ 13,273</u>

(Continued)

TOWN OF EAST GRANBY, CONNECTICUT
COMBINING BALANCE SHEET -
NONMAJOR SPECIAL REVENUE FUNDS (Continued)
AS OF JUNE 30, 2024

	Summer Concert Fund	Town Clerk Fund	Recreation Center Fund	Seymour Cemetery Fund	School Activity Fund	Police Fund	Total Special Revenue Funds
ASSETS							
Cash and cash equivalents	\$ 9,267	\$ -	\$ 15,947	\$ -	\$ 294,206	\$ -	\$ 774,438
Investments	-	-	-	-	-	-	19,465
Grants and contracts receivables	-	-	-	-	-	-	61,825
Due from other funds	-	8,368	-	59,165	-	10,000	2,836,028
Total assets	<u>\$ 9,267</u>	<u>\$ 8,368</u>	<u>\$ 15,947</u>	<u>\$ 59,165</u>	<u>\$ 294,206</u>	<u>\$ 10,000</u>	<u>\$ 3,691,756</u>
LIABILITIES							
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 48,376
Unearned revenue	-	-	-	-	-	-	432,342
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>480,718</u>
FUND BALANCES							
Restricted for:							
Road maintenance and improvements	-	-	-	-	-	-	1,965,594
Educational purposes	-	-	-	-	294,206	-	539,943
Other purposes	-	8,368	-	59,165	-	-	120,859
Committed for:							
Educational purposes	-	-	-	-	-	-	167,755
Other purposes	9,267	-	15,947	-	-	10,000	416,887
Total fund balances	<u>9,267</u>	<u>8,368</u>	<u>15,947</u>	<u>59,165</u>	<u>294,206</u>	<u>10,000</u>	<u>3,211,038</u>
Total liabilities and fund balances and deferred inflows of resources	<u>\$ 9,267</u>	<u>\$ 8,368</u>	<u>\$ 15,947</u>	<u>\$ 59,165</u>	<u>\$ 294,206</u>	<u>\$ 10,000</u>	<u>\$ 3,691,756</u>

(Concluded)

TOWN OF EAST GRANBY, CONNECTICUT
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
 NONMAJOR SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED JUNE 30, 2024

	Town Aid Road Fund	Education Program Fund	American Rescue Plan Fund	Dog Fund	Milk Fund	Parks & Recreation Fund	Open Space Fund
REVENUES							
Intergovernmental	\$ 1,298,322	\$ 1,318,609	\$ 329,364	\$ -	\$ 7,491	\$ -	\$ -
Charges for services	-	2,950	-	2,669	12,639	319,246	-
Interest income	77,351	-	-	631	-	7	1,696
Other	-	-	-	-	-	-	-
Total revenues	<u>1,375,673</u>	<u>1,321,559</u>	<u>329,364</u>	<u>3,300</u>	<u>20,130</u>	<u>319,253</u>	<u>1,696</u>
EXPENDITURES							
Current:							
General government	-	-	178,189	-	-	-	-
Culture and recreation	-	-	72,626	217	-	359,002	-
Public safety	-	-	27,000	-	-	-	-
Public works	1,775,496	-	51,549	-	-	-	-
Education	-	1,949,881	-	-	12,321	-	-
Total expenditures	<u>1,775,496</u>	<u>1,949,881</u>	<u>329,364</u>	<u>217</u>	<u>12,321</u>	<u>359,002</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	(399,823)	(628,322)	-	3,083	7,809	(39,749)	1,696
OTHER FINANCING SOURCES							
Transfers in	35,244	-	-	-	-	-	-
Net change in fund balances	(364,579)	(628,322)	-	3,083	7,809	(39,749)	1,696
Fund balances - beginning	<u>2,330,173</u>	<u>828,863</u>	<u>-</u>	<u>8,106</u>	<u>8,231</u>	<u>76,254</u>	<u>30,261</u>
Fund balances - ending	<u>\$ 1,965,594</u>	<u>\$ 200,541</u>	<u>\$ -</u>	<u>\$ 11,189</u>	<u>\$ 16,040</u>	<u>\$ 36,505</u>	<u>\$ 31,957</u>

(Continued)

TOWN OF EAST GRANBY, CONNECTICUT
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
 NONMAJOR SPECIAL REVENUE FUNDS *(Continued)*
 FOR THE YEAR ENDED JUNE 30, 2024

	Halloween Party Fund	High School Food Store Fund	Small Cities Fund	Community Center Fund	Document Restoration Fund	Seniors Fund	Rockbestos Fund
REVENUES							
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ 6,000	\$ -	\$ -
Charges for services	-	3,882	-	-	1,138	13,291	-
Interest income	-	-	-	-	594	-	-
Other	1,050	-	515	2,780	-	-	-
Total revenues	<u>1,050</u>	<u>3,882</u>	<u>515</u>	<u>2,780</u>	<u>7,732</u>	<u>13,291</u>	<u>-</u>
EXPENDITURES							
Current:							
General government	-	-	-	1,105	-	-	-
Culture and recreation	1,852	-	-	-	8,446	9,813	-
Public safety	-	-	-	-	-	-	-
Public works	-	-	-	-	-	-	-
Education	-	12,688	-	-	-	-	4,661
Total expenditures	<u>1,852</u>	<u>12,688</u>	<u>-</u>	<u>1,105</u>	<u>8,446</u>	<u>9,813</u>	<u>4,661</u>
Excess (deficiency) of revenues over expenditures	(802)	(8,806)	515	1,675	(714)	3,478	(4,661)
OTHER FINANCING SOURCES							
Transfers in	-	-	-	-	-	-	-
Net change in fund balances	(802)	(8,806)	515	1,675	(714)	3,478	(4,661)
Fund balances - beginning	<u>1,186</u>	<u>7,307</u>	<u>19,950</u>	<u>3,055</u>	<u>6,346</u>	<u>18,472</u>	<u>4,969</u>
Fund balances - ending	<u>\$ 384</u>	<u>\$ (1,499)</u>	<u>\$ 20,465</u>	<u>\$ 4,730</u>	<u>\$ 5,632</u>	<u>\$ 21,950</u>	<u>\$ 308</u>

(Continued)

TOWN OF EAST GRANBY, CONNECTICUT
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
 NONMAJOR SPECIAL REVENUE FUNDS *(Continued)*
 FOR THE YEAR ENDED JUNE 30, 2024

	Family Resource Center Fund	Emergency Fund	BOE Nonlapsing Fund	Fournier Roy Youth Fund	State Grants Fund	Sewer Reserve Fund	Emergency Fuel Fund
REVENUES							
Intergovernmental	\$ -	\$ -	\$ -	\$ 21,361	\$ -	\$ -	\$ -
Charges for services	72,989	-	-	-	-	37,500	-
Interest income	-	-	-	12	-	10,818	-
Other	-	24,228	-	19,602	-	-	12,629
Total revenues	<u>72,989</u>	<u>24,228</u>	<u>-</u>	<u>40,975</u>	<u>-</u>	<u>48,318</u>	<u>12,629</u>
EXPENDITURES							
Current:							
General government	-	25,859	-	-	-	-	22,189
Culture and recreation	-	-	-	40,970	-	-	-
Public safety	-	-	-	-	2,501	-	-
Public works	-	-	-	-	-	3,794	-
Education	27,793	-	65,359	-	-	-	-
Total expenditures	<u>27,793</u>	<u>25,859</u>	<u>65,359</u>	<u>40,970</u>	<u>2,501</u>	<u>3,794</u>	<u>22,189</u>
Excess (deficiency) of revenues over expenditures	45,196	(1,631)	(65,359)	5	(2,501)	44,524	(9,560)
OTHER FINANCING SOURCES							
Transfers in	-	-	61,171	-	-	-	-
Net change in fund balances	45,196	(1,631)	(4,188)	5	(2,501)	44,524	(9,560)
Fund balances - beginning	-	3,030	173,134	40,017	2,501	186,929	22,833
Fund balances - ending	<u>\$ 45,196</u>	<u>\$ 1,399</u>	<u>\$ 168,946</u>	<u>\$ 40,022</u>	<u>\$ -</u>	<u>\$ 231,453</u>	<u>\$ 13,273</u>

(Continued)

TOWN OF EAST GRANBY, CONNECTICUT
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
 NONMAJOR SPECIAL REVENUE FUNDS *(Continued)*
 FOR THE YEAR ENDED JUNE 30, 2024

	Summer Concert Fund	Town Clerk Fund	Recreation Center Fund	Seymour Cemetery Fund	School Activity Fund	Police Fund	Total Nonmajor Special Revenue Funds
REVENUES							
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,981,147
Charges for services	-	780	20,533	-	260,021	-	747,638
Interest income	-	581	13	-	-	-	91,703
Other	5,400	-	-	6,760	-	-	72,964
Total revenues	<u>5,400</u>	<u>1,361</u>	<u>20,546</u>	<u>6,760</u>	<u>260,021</u>	<u>-</u>	<u>3,893,452</u>
EXPENDITURES							
Current:							
General government	-	5,123	-	6,875	-	-	239,340
Culture and recreation	2,988	-	41,807	-	-	-	537,721
Public safety	-	-	-	-	-	-	29,501
Public works	-	-	-	-	-	-	1,830,839
Education	-	-	-	-	238,225	-	2,310,928
Total expenditures	<u>2,988</u>	<u>5,123</u>	<u>41,807</u>	<u>6,875</u>	<u>238,225</u>	<u>-</u>	<u>4,948,329</u>
Excess (deficiency) of revenues over expenditures	2,412	(3,762)	(21,261)	(115)	21,796	-	(1,054,877)
OTHER FINANCING SOURCES							
Transfers in	-	-	-	-	-	10,000	106,415
Net change in fund balances	2,412	(3,762)	(21,261)	(115)	21,796	10,000	(948,462)
Fund balances - beginning	<u>6,855</u>	<u>12,130</u>	<u>37,208</u>	<u>59,280</u>	<u>272,410</u>	<u>-</u>	<u>4,159,500</u>
Fund balances - ending	<u>\$ 9,267</u>	<u>\$ 8,368</u>	<u>\$ 15,947</u>	<u>\$ 59,165</u>	<u>\$ 294,206</u>	<u>\$ 10,000</u>	<u>\$ 3,211,038</u>

(Concluded)

TOWN OF EAST GRANBY, CONNECTICUT
COMBINING BALANCE SHEET -
NONMAJOR CAPITAL PROJECTS FUNDS
AS OF JUNE 30, 2024

	Elementary School Renovation Fund	LOCIP Fund	Capital and Nonrecurring Fund	Capital Bond Fund	Total
ASSETS					
Grants and contracts receivables	\$ 318,560	\$ -	\$ -	\$ -	\$ 318,560
Due from other funds	-	53,043	1,538,908	351,502	1,943,453
Total assets	<u>\$ 318,560</u>	<u>\$ 53,043</u>	<u>\$ 1,538,908</u>	<u>\$ 351,502</u>	<u>\$ 2,262,013</u>
LIABILITIES					
Accounts payable	\$ 1,432	\$ -	\$ 11,632	\$ -	\$ 13,064
Due to other funds	317,128	-	-	-	317,128
Unearned revenue	-	53,043	-	-	53,043
Total liabilities	<u>318,560</u>	<u>53,043</u>	<u>11,632</u>	<u>-</u>	<u>383,235</u>
FUND BALANCES					
Restricted for:					
Capital purposes	-	-	-	351,502	351,502
Committed for:					
Capital purposes	-	-	487,198	-	487,198
Assigned to:					
Capital purposes	-	-	1,040,078	-	1,040,078
Total fund balances	<u>-</u>	<u>-</u>	<u>1,527,276</u>	<u>351,502</u>	<u>1,878,778</u>
Total liabilities and fund balances	<u>\$ 318,560</u>	<u>\$ 53,043</u>	<u>\$ 1,538,908</u>	<u>\$ 351,502</u>	<u>\$ 2,262,013</u>

TOWN OF EAST GRANBY, CONNECTICUT
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
 NONMAJOR CAPITAL PROJECTS FUNDS
 FOR THE YEAR ENDED JUNE 30, 2024

	Elementary School Renovation Fund	LOCIP Fund	Capital and Nonrecurring Fund	Capital Bond Fund	Total
REVENUES					
Intergovernmental	\$ 372,286	\$ -	\$ 987	\$ 331,996	\$ 705,269
Interest income	-	-	105,612	-	105,612
Other	-	-	1,707	-	1,707
Total revenues	<u>372,286</u>	<u>-</u>	<u>108,306</u>	<u>331,996</u>	<u>812,588</u>
EXPENDITURES					
Capital outlays	1,432	-	1,044,131	929,245	1,974,808
Total expenditures	<u>1,432</u>	<u>-</u>	<u>1,044,131</u>	<u>929,245</u>	<u>1,974,808</u>
Excess (deficiency) of revenues over expenditures	370,854	-	(935,825)	(597,249)	(1,162,220)
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	700,000	-	700,000
Transfers out	(565,727)	-	(35,244)	-	(600,971)
Total other financing sources (uses)	<u>(565,727)</u>	<u>-</u>	<u>664,756</u>	<u>-</u>	<u>99,029</u>
Net change in fund balances	(194,873)	-	(271,069)	(597,249)	(1,063,191)
Fund balances - beginning	194,873	-	1,798,345	948,751	2,941,969
Fund balances - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,527,276</u>	<u>\$ 351,502</u>	<u>\$ 1,878,778</u>

TOWN OF EAST GRANBY, CONNECTICUT
COMBINING BALANCE SHEET -
NONMAJOR PERMANENT FUNDS
AS OF JUNE 30, 2024

	Holcomb Loomis Trust Fund	Lloyd and Stephanie Griggs Scholarship Fund	Total Nonmajor Permanent Funds
ASSETS			
Cash and cash equivalents	\$ 1,484	\$ 132,976	\$ 134,460
Total assets	\$ 1,484	\$ 132,976	\$ 134,460
LIABILITIES			
Accounts payable	\$ -	\$ -	\$ -
Total liabilities	-	-	-
FUND BALANCES			
Restricted for:			
Educational purposes	-	132,976	132,976
Other purposes	1,484	-	1,484
Total fund balances	1,484	132,976	134,460
Total liabilities and fund balances	\$ 1,484	\$ 132,976	\$ 134,460

TOWN OF EAST GRANBY, CONNECTICUT
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
 NONMAJOR PERMANENT FUNDS
 FOR THE YEAR ENDED JUNE 30, 2024

	Holcomb Loomis Trust Fund	Lloyd and Stephanie Griggs Scholarship Fund	Total Nonmajor Permanent Funds
REVENUES			
Interest income	\$ -	\$ 389	\$ 389
Total revenues	-	389	389
EXPENDITURES			
Current:			
Public works	111	-	111
Education	-	4,000	4,000
Total expenditures	111	4,000	4,111
Deficiency of revenues over expenditures / net change in fund balance	(111)	(3,611)	(3,722)
Fund balances - beginning	1,595	136,587	138,182
Fund balances - ending	\$ 1,484	\$ 132,976	\$ 134,460