

**TOWN OF ELLINGTON, CONNECTICUT  
ANNUAL COMPREHENSIVE FINANCIAL REPORT**



**FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

**TOWN OF ELLINGTON, CONNECTICUT**  
**ANNUAL COMPREHENSIVE FINANCIAL REPORT**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

Department of Finance

Tiffany Pignataro, CPA, MBA  
Finance Officer, Treasurer

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## **INTRODUCTORY SECTION**



STATE OF CONNECTICUT – COUNTY OF TOLLAND  
INCORPORATED 1786

# TOWN OF ELLINGTON

## Finance Office

55 MAIN STREET – PO BOX 187  
ELLINGTON, CONNECTICUT 06029-0187  
TEL 870-3115 FAX 870-3158  
[www.ellington-ct.gov](http://www.ellington-ct.gov)

November 1, 2023

Board of Finance and Citizens  
Town of Ellington, Connecticut

To the Board of Finance and Citizens of the Town of Ellington:

State law requires that every general-purpose local government publish within six months of the close of each fiscal year a complete set of financial statements presented in conformity with accounting principles generally accepted in the United States of America (GAAP) and audited in accordance with auditing standards generally accepted in the United States of America by a firm of licensed certified public accountants. Pursuant to this requirement, we are pleased to issue the Annual Comprehensive Financial Report (ACFR) of the Town of Ellington for the fiscal year ended June 30, 2023.

This report consists of management's representations concerning the finances of the Town of Ellington. Consequently, management assumes full responsibility for the completeness and reliability of all the information presented in this report. To provide a reasonable basis for making these representations, management of the Town of Ellington has established an internal control framework that is designed both to protect the government's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the Town of Ellington's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the Town of Ellington's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The Town of Ellington's financial statements have been audited by CliftonLarsonAllen LLP. The goal of the independent audit was to provide reasonable assurance that the financial statements of the Town of Ellington for the fiscal year ended June 30, 2023 are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the Town of Ellington's financial statements for the fiscal year ended June 30, 2023 are fairly presented in conformity with GAAP. The independent auditors' report is presented as the first component of the financial section of this report.



The independent audit of the financial statements of the Town of Ellington was part of broader “Single Audits” mandated by the federal government and the State of Connecticut and designed to meet the special needs of federal and state grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government’s internal controls and legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal and state awards. These reports are available in the Town of Ellington’s separately issued Single Audit Reports. GAAP requires that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of Management’s Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The Town of Ellington’s MD&A can be found immediately following the report of the independent auditors.

### ***Profile of the Government***

The Town of Ellington, incorporated in May 1786, is nestled in the Connecticut River Valley and set against the backdrop of the Shenipsit State Forest. Ellington is best known for its roots as an agricultural community and remains one of the largest agricultural production towns in Connecticut. The Town currently covers an area of 34.59 square miles and serves an estimated population of 16,630. The Town of Ellington is empowered to levy a property tax on both real and personal properties located within its boundaries.

The legislative power of the Town is vested in a seven-member Board of Selectmen and the Town Meeting. The First Selectman, elected for a two-year term, serves as the full-time chief executive officer of the Town. The First Selectman presides over the Board of Selectmen and has full voting privileges on the Board. Their designee is also an ex-officio member of all Town boards, commissions and agencies, but without power to vote.

The annual budget serves as the foundation for the Town’s financial planning and controls. Annual budgets are recommended by the Board of Selectmen and Board of Education to the Board of Finance. Upon completion of budget hearings and careful review and deliberations, the Board of Finance recommends a final budget which is subject to voter approval through Town Meeting and referendum.

The Town maintains a comprehensive budgetary reporting system and controls to monitor results of budget operations and ensure compliance with legal provisions embodied in the annual appropriated budget approved by referendum. The General Fund is the only fund for which a legal budget is adopted. Activities of the General Fund are included in the annual appropriated budget. The coordination and administration of the budget and financial affairs of the Town is performed by the Finance Officer/Treasurer.

The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is at the department level. Transfers within departments require approval from the Board of Finance after recommendation by the Board of Selectmen. Open encumbrances, reflecting goods and services not received, are reported as an assigned fund balance at June 30.

The Town provides a full range of services, including: general government services; police and fire protection; public works for the management, care and maintenance of Town properties and vehicles, and construction and maintenance of highways, streets and other infrastructure; health and welfare services; library; cultural and recreational activities and education.

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which the Town of Ellington operates.

### ***Economic Condition and Outlook***

Ellington is a desirable rural community with an excellent school system and a high standard of living. The Town has one public beach, in Crystal Lake area, as well as a public boat launch. The Town also owns recreation facilities that provide hiking, camping, picnicking, soccer, lacrosse, tennis, pickleball, football and baseball/softball activities.

Through the Conservation Commission, the Town pursues and reviews opportunities to purchase open space land that would provide for future passive recreational and municipal use, in addition to maintaining open space.

Unemployment in Ellington is consistently lower than state and national averages, standing at 2.80% as of June 2023 compared to the State unemployment rate of 3.7%. The decrease in unemployment for the Town of Ellington and the State of Connecticut is attributed to the after-effect of COVID-19 on local businesses. Ellington's personal per capita income and its education attainment exceed the State of Connecticut averages.

Ellington has a well-balanced, economically diverse mix of businesses, commercial office buildings, medical facilities, and retail space. Major employers include municipal, retail, healthcare services, manufacturing and farming.

The Town's October 1, 2021 Net Taxable Grand List of \$1,557,996,030 increased by \$55,167,731 or 3.67%. The tax base in Ellington is primarily residential (approximately 85% of the total taxable grand list). Property taxes, interest, and lien fees comprise 79.0% of Town General Fund revenues, and the current property tax collection rate remains consistently strong at 99.4%.

Adding to the Town's economic base is a priority, while balancing Ellington's historic status, preserving open space and protection of Ellington's distinctive character as a small, residential town.

### ***Long-Term Financial Planning***

The unassigned fund balance in the General Fund as of June 30, 2023 was 8.2% of annual operating expenditures, an increase from 5.2% as of June 30, 2022. The town has made progress in reaching its recommended guideline of a minimum of 10% of annual operating expenditures pursuant to the formal Fund Balance Policy adopted by the Board of Selectmen. The Policy calls for the Town to maintain the fund balance above the minimum level when reviewed annually during the budget process except under extraordinary events or in unanticipated situations. The maintenance of unassigned levels is an element of sound fiscal management required for sustaining high credit rating and financial management flexibility.

The Town prepares and approves a Capital Improvement Program (CIP) annually, which is subject to the approval of the Board of Selectmen. The CIP is a long-term planning and policy document. Projects are evaluated and prioritized in terms of need, cost effectiveness, ability to generate economic benefit, and sources of funding. The Town funds a portion of the CIP annually through the General Fund operating budget.

### ***Major Initiatives***

During fiscal year 2023, road reconstruction continued to be a key multi-year initiative as the Town was actively involved in several major road and bridge projects. The Town actively pursues all State and Federal grant opportunities to supplement local funding for these projects.

Improvements and maintenance of Town buildings and infrastructure, and the vehicle and equipment replacement program will continue to be a multi-year priority and will be prioritized in accordance with the Five-Year Capital Plan.

***Certificate of Achievement***

The Government Finance Officers Association of the United States and Canada (GFOA) awards a Certificate of Achievement for Excellence in Financial Reporting for the Comprehensive Annual Financial Report. To be awarded a Certificate of Achievement, the Town must publish an easily readable and efficiently organized comprehensive annual financial report. This report satisfies both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement for Excellence in Financial Reporting is valid for a period of one year only. I believe our current report conforms to Certificate of Achievement for Excellence in Financial Reporting Program requirements, and I am submitting it to GFOA to determine its eligibility for a certificate.

The preparation of this report could not have been accomplished without the efficient and dedicated services of the staff of the entire Finance Department and the many departments who provided information. I would like to express my appreciation to all who assisted and contributed to its preparation. The continuing support of the Board of Finance and the Board of Selectmen, who remain committed to fiscal integrity and financial leadership, is greatly appreciated.

Respectfully submitted,

A handwritten signature in black ink, appearing to read 'TPignataro', written in a cursive style.

Tiffany Pignataro, CPA, MBA  
Finance Officer/Treasurer

**TOWN OF ELLINGTON, CONNECTICUT**

**PRINCIPAL OFFICIALS**

**JUNE 30, 2023**

**BOARD OF SELECTMEN**

Lori L. Spielman, First Selectman  
David Stavens, Deputy First Selectman  
Melinda Ferry, Selectman  
Michael Madru, Selectman  
James Prichard, Selectman  
Ronald Stomberg, Selectman  
John Turner, Selectman

**BOARD OF FINANCE**

Michael Purcaro, Chairman  
David Olender, Vice Chairman  
Peg Busse  
James Fay  
Douglas Harding  
Barry Pinto

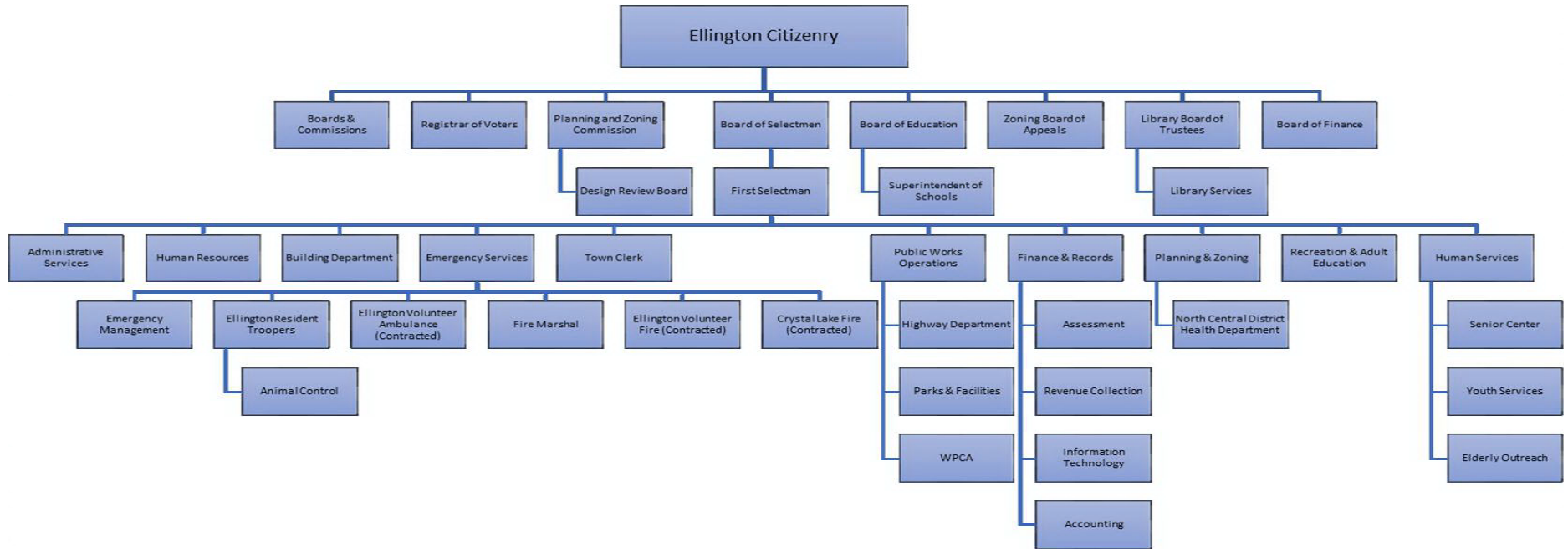
**BOARD OF EDUCATION**

Jennifer Dzen, Chairman  
Michael Young, Vice Chairman  
Gary Blanchette  
Marcia Kupferschmid  
Angela Moser  
Jennifer Mullin, Secretary  
Elizabeth Nord, Treasurer  
Kerry Socha  
Miriam Underwood  
Steve Viens

**OTHER OFFICIALS**

Dr. Scott Nicol, Superintendent of Schools

# TOWN OF ELLINGTON, CONNECTICUT ORGANIZATION CHART



## FINANCIAL SECTION



## INDEPENDENT AUDITORS' REPORT

Board of Finance  
Town of Ellington, Connecticut

### Report on the Audit of the Financial Statements

#### ***Opinions***

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Ellington, Connecticut, as of and for the year ended June 30, 2023, (except for the pension trust fund, for which the year end was July 31, 2022) and the related notes to the financial statements, which collectively comprise the Town of Ellington, Connecticut's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Ellington, Connecticut, as of June 30, 2023, (except for the pension trust fund, for which the year end was July 31, 2022) and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

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

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

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

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

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

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

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Town of Ellington, Connecticut's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Town of Ellington, Connecticut's ability to continue as a going concern for a reasonable period of time.

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

### ***Required Supplementary Information***

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



**Supplementary Information**

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of Ellington, Connecticut's basic financial statements. The 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 GAAS. In our opinion, the accompanying individual fund financial statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

**Other Information**

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditors' report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

**Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated November 1, 2023, on our consideration of the Town of Ellington, Connecticut's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Town of Ellington, Connecticut's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Town of Ellington, Connecticut's internal control over financial reporting and compliance.



**CliftonLarsonAllen LLP**

West Hartford, Connecticut  
November 1, 2023

**TOWN OF ELLINGTON, CONNECTICUT  
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)  
JUNE 30, 2023**

The management of the Town of Ellington, 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, 2023.

**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 \$91,645,060 (net position). Of this amount, \$15,508,317 represents the Town's unrestricted net position, which may be used to meet the Town's ongoing obligations to its citizens and creditors.
- The Town's change in net position for the year ended June 30, 2023 amounted to an increase of \$2,042,180.
- As of the close of the current fiscal year, the Town's governmental funds reported combined ending fund balances of \$23,709,694, an increase of \$115,635 in comparison with the prior year.
- At the end of the current fiscal year, the total fund balance of the Town's General Fund was \$16,056,637, an increase of \$1,774,148 in comparison with the prior year.
- The Town's total long-term debt decreased by \$(2,060,644) or 14.6% due to scheduled principal repayments on general obligation bonds, direct placement notes payable arrangements and lease arrangements.

**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 the difference between these elements reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Town is improving or deteriorating.

The statement of activities presents information showing how the Town's net position changed during the 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 result in cash flows in future fiscal periods.

**TOWN OF ELLINGTON, CONNECTICUT  
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)  
JUNE 30, 2023**

**OVERVIEW OF THE FINANCIAL STATEMENTS (CONTINUED)**

**Government-Wide Financial Statements (*Continued*)**

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

The government-wide financial statements can be found on pages 17 and 18 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 can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

***Governmental Funds***

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. 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 fund statement of revenues, expenditures, and changes in fund balances for the General Fund, ARPA Fund, Education Grants Fund, and Windermere School Addition/Renovation Fund, all of which are considered major funds. Data from the 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 19 through 22 of this report.

**TOWN OF ELLINGTON, CONNECTICUT  
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)  
JUNE 30, 2023**

**OVERVIEW OF THE FINANCIAL STATEMENTS (CONTINUED)**

***Proprietary Funds***

The Town maintains two types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The Town uses enterprise funds to account for its sewer and solid waste disposal operations. Internal service funds are used for the financing of goods and services provided by one department or agency to other departments or agencies of the Town, or to other governments, on a cost reimbursement basis. The Town uses internal service funds to account for the Board of Education's medical and dental self-insurance funds.

The Town maintains four individual enterprise funds and two individual internal service funds. Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. Information is presented separately in the proprietary fund financial statements for the Sewer Authority Fund and the Crystal Lake Sewers Fund, both of which are considered to be major funds. Data from the other two enterprise funds are combined into a single, aggregated presentation. Data from the two internal service funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor enterprise and internal service funds is provided in the form of combining statements elsewhere in this report.

The basic proprietary fund financial statements can be found on pages 23 through 26 of this report.

***Fiduciary Funds***

Fiduciary funds are used to account for resources held for the benefit of parties outside the Town government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to the Town's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The basic fiduciary fund financial statements can be found on pages 27 and 28 of this report.

**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 29 through 79 of this report.

**OTHER INFORMATION**

In addition to the basic financial statements and accompanying notes, this report also contains required supplementary information and combining and individual fund statements and schedules that can be found on pages 80 through 130 of this report.

**TOWN OF ELLINGTON, CONNECTICUT  
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)  
JUNE 30, 2023**

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

**Net Position**

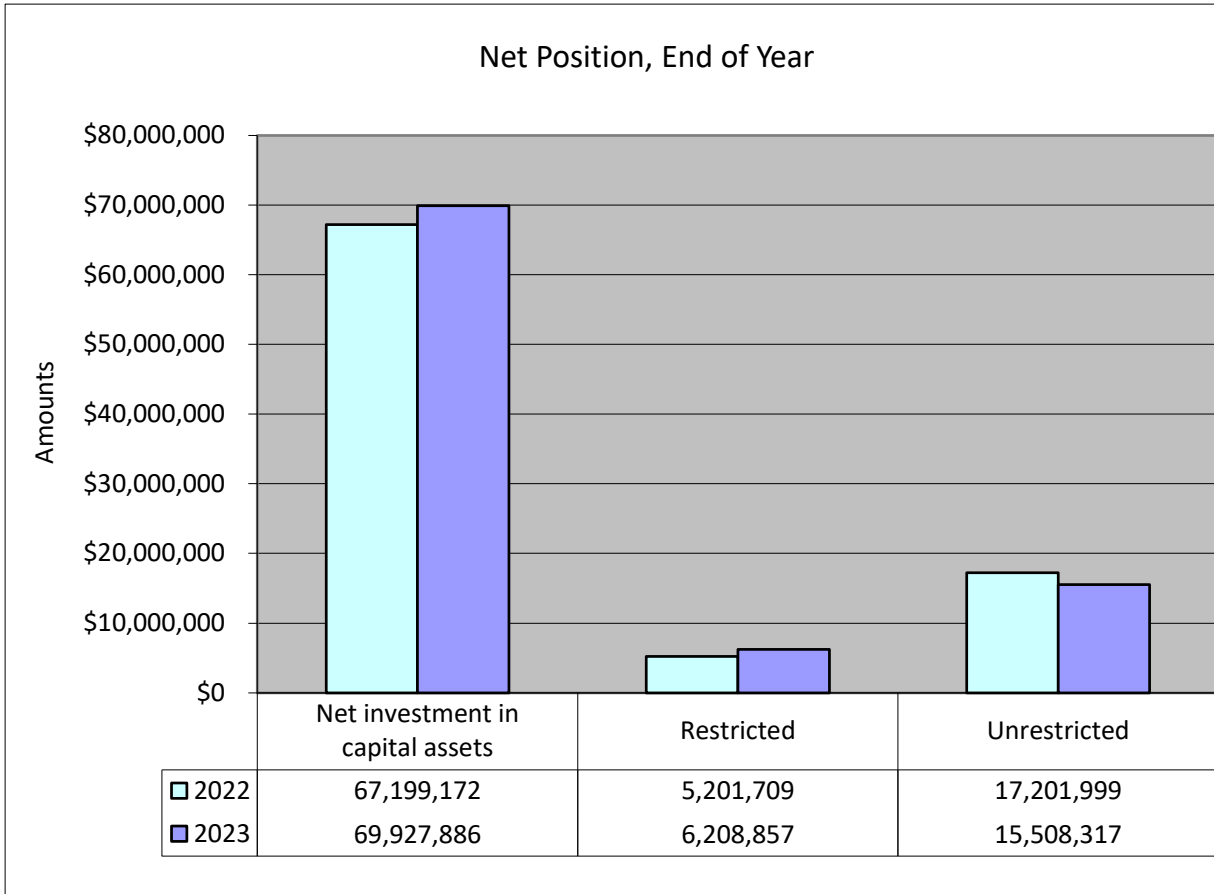
Over time, net position may serve as one measure of a government's financial position. Total net position (governmental and business-type activities combined) of the Town totaled \$91,645,060 and \$89,602,880 as of June 30, 2023 and 2022, respectively, and are summarized below.

	Governmental Activities		Business-Type Activities		Total	
	2023	2022	2023	2022	2023	2022
<b>Assets:</b>						
Current Assets	\$ 32,744,687	\$ 28,923,475	\$ 11,746,894	\$ 11,314,096	\$ 44,491,581	\$ 40,237,571
Capital Assets, Net of Accumulated Depreciation	74,218,851	73,927,188	8,704,677	8,682,812	82,923,528	82,610,000
Total Assets	<u>106,963,538</u>	<u>102,850,663</u>	<u>20,451,571</u>	<u>19,996,908</u>	<u>127,415,109</u>	<u>122,847,571</u>
<b>Deferred Outflows of Resources</b>	4,782,338	3,573,402	-	-	4,782,338	3,573,402
<b>Liabilities:</b>						
Current Liabilities	10,251,090	7,054,872	781,661	864,254	11,032,751	7,919,126
Long-Term Liabilities Outstanding	26,528,775	23,872,656	402,128	527,827	26,930,903	24,400,483
Total Liabilities	<u>36,779,865</u>	<u>30,927,528</u>	<u>1,183,789</u>	<u>1,392,081</u>	<u>37,963,654</u>	<u>32,319,609</u>
<b>Deferred Inflows of Resources</b>	2,588,733	4,498,484	-	-	2,588,733	4,498,484
<b>Net Position:</b>						
Net Investments in Capital Assets	61,724,901	59,143,433	8,202,985	8,055,739	69,927,886	67,199,172
Restricted	6,208,857	5,201,709	-	-	6,208,857	5,201,709
Unrestricted	4,443,520	6,652,911	11,064,797	10,549,088	15,508,317	17,201,999
Total Net Position	<u>\$ 72,377,278</u>	<u>\$ 70,998,053</u>	<u>\$ 19,267,782</u>	<u>\$ 18,604,827</u>	<u>\$ 91,645,060</u>	<u>\$ 89,602,880</u>

**TOWN OF ELLINGTON, CONNECTICUT  
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)  
JUNE 30, 2023**

**GOVERNMENT-WIDE FINANCIAL ANALYSIS (CONTINUED)**

**Net Position (Continued)**



Net position of the Town is reflected 76.3% in 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.

Net position of the Town is comprised 6.8% of which is subject to external restrictions on how they may be used and are therefore presented as restricted net position.

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

Overall, net position increased by \$2,042,180 in comparison to the prior year.

**TOWN OF ELLINGTON, CONNECTICUT  
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)  
JUNE 30, 2023**

**GOVERNMENT-WIDE FINANCIAL ANALYSIS (CONTINUED)**

**Changes in Net Position**

Changes in net position for the years ended June 30, 2023 and 2022 are as follows:

	Governmental		Business-Type		Total	
	Activities		Activities			
	2023	2022	2023	2022	2023	2022
<b>Revenues:</b>						
Program Revenues:						
Charges for Services	\$ 5,385,078	\$ 4,589,304	\$ 2,963,294	\$ 2,892,649	\$ 8,348,372	\$ 7,481,953
Operating Grants and Contributions	25,246,121	19,232,277	-	-	25,246,121	19,232,277
Capital Grants and Contributions	111,348	353,180	-	-	111,348	353,180
General Revenues:						
Property Taxes	50,790,898	48,223,616	-	-	50,790,898	48,223,616
Grants not Restricted to Specific Programs	73,125	74,180	-	-	73,125	74,180
Unrestricted Investment Earnings	1,342,273	77,342	327,879	24,302	1,670,152	101,644
Miscellaneous Revenue	216,308	456,246	-	-	216,308	456,246
Total Revenues	<u>83,165,151</u>	<u>73,006,145</u>	<u>3,291,173</u>	<u>2,916,951</u>	<u>86,456,324</u>	<u>75,923,096</u>
<b>Expenses:</b>						
General Government	4,597,976	4,170,310	-	-	4,597,976	4,170,310
Public Safety	4,932,745	5,063,390	-	-	4,932,745	5,063,390
Public Works	6,604,859	6,258,242	-	-	6,604,859	6,258,242
Recreation	857,538	885,048	-	-	857,538	885,048
Library	1,257,751	1,404,318	-	-	1,257,751	1,404,318
Human Services	1,326,676	1,043,031	-	-	1,326,676	1,043,031
Education	61,863,136	53,303,515	-	-	61,863,136	53,303,515
Interest Expense	345,245	351,521	-	-	345,245	351,521
Sewer and Solid Waste	-	-	2,628,218	3,192,699	2,628,218	3,192,699
Total Expenses	<u>81,785,926</u>	<u>72,479,375</u>	<u>2,628,218</u>	<u>3,192,699</u>	<u>84,414,144</u>	<u>75,672,074</u>
<b>Change in Net Position</b>	1,379,225	526,770	662,955	(275,748)	2,042,180	251,022
Beginning Net Position	<u>70,998,053</u>	<u>70,471,283</u>	<u>18,604,827</u>	<u>18,880,575</u>	<u>89,602,880</u>	<u>89,351,858</u>
<b>Ending Net Position</b>	<u>\$ 72,377,278</u>	<u>\$ 70,998,053</u>	<u>\$ 19,267,782</u>	<u>\$ 18,604,827</u>	<u>\$ 91,645,060</u>	<u>\$ 89,602,880</u>

**TOWN OF ELLINGTON, CONNECTICUT  
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)  
JUNE 30, 2023**

***GOVERNMENT-WIDE FINANCIAL ANALYSIS (CONTINUED)***

***Changes in Net Position (Continued)***

***Governmental Activities***

Governmental activities increased the Town's net position by \$1,379,225 during fiscal year 2023, compared to a prior year increase of \$526,770.

Overall revenues increased by \$10,159,006 or 13.9% from the prior year. Revenues from operating and capital grants increased by \$6,013,844 due to an increase year over year in the State Teachers Retirement, State Teachers Retirement OPEB and Excess Cost Grant revenue. Revenues from charges for services increased by \$795,774 or 17.3%. This increase was mainly due to an increase in the charges for service related to police private and special duty services performed, parks and recreation day camp and youth program activity increases, education district and student activities, as well as the charges for service related to the education special revenue activities. Revenues from property taxes increased by \$2,567,282 or 5.3%, which was driven by an overall increase in the taxable grand list.

Overall expenses increased by \$9,306,551 or 12.8% over the prior year. An increase of \$8,559,621 in Education which includes an increase of \$1,949,708 reallocation of capital outlay expenditures not capitalized, \$958,154 for the CMERS plan and an increase of \$1,922,734 in State Teacher Retirement expenses.

***Business-Type Activities***

Business-type activities increased the Town's net position by \$662,955 during fiscal year 2023, compared to a prior year decrease of \$(275,748).

***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 \$23,709,694, an increase of \$115,635 in comparison with the prior year. Of the total governmental fund balances, \$3,586,997 constitutes unassigned fund balance, which is primarily derived from the General Fund. The remainder of the Town's fund balance has been classified as either nonspendable, restricted, committed or assigned, and is not available for other use without authorization from the governing bodies of the Town or external parties.



**TOWN OF ELLINGTON, CONNECTICUT  
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)  
JUNE 30, 2023**

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

**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 \$5,875,560, while total fund balance was \$16,056,637. In addition to unassigned fund balance, the Town maintains a capital reserve pursuant to its Charter in the amount of \$5,704,946. The remaining General Fund fund balance has been committed or assigned for various other purposes, including \$983,064, which has been assigned for use in the Town's fiscal year 2024 budget.

The fund balance of the Town's General Fund increased by \$1,774,148 in comparison with the prior year.

**ARPA Fund**

The fund balance of the Town's ARPA Fund increased by \$179,999 to \$185,251.

**Windermere School Addition/Renovation Fund**

The fund balance of the Town's Windermere School Addition/Renovation Fund decreased by \$(1,866,091) to \$(1,875,441).

**Proprietary Funds**

Unrestricted net position of the Sewer Authority Fund as of June 30, 2023 totaled \$9,189,692. Unrestricted net position of the Crystal Lake Sewer Fund as of June 30, 2023 totaled \$1,735,451.

***GENERAL FUND BUDGETARY HIGHLIGHTS***

The original budget for 2023 planned for the utilization of fund balance of \$1,585,442. The final budget for 2023 included additional appropriations of \$309,500. The actual net change in fund balance of the General Fund on a budgetary basis was an increase of \$1,787,669. Revenues were \$371,826 more than budgeted and expenditures were \$1,415,843 less than budgeted. The Town recognized a favorable variance in tax collections as the percent of collection ended higher than budgeted, as well as increased revenue to budget in state and federal grants, charges for goods and services, investment earnings and other revenue. This was offset by needing less of an appropriation from fund balance than originally budgeted. Expenditures were generally under budget across all departments, most notably in Board of Selectman, Center Fire Department, Police, General Town Roads, and Sanitary Landfill expenditures. Final budgetary results also reflected continued funding of the Town's Reserve for Other Post-employment Benefits in the amount of \$100,000.

**TOWN OF ELLINGTON, CONNECTICUT  
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)  
JUNE 30, 2023**

**CAPITAL ASSET AND DEBT ADMINISTRATION**

**Capital Assets**

The Town's investment in capital assets for its governmental and business-type activities as of June 30, 2023 totaled \$82,923,528 (net of accumulated depreciation and amortization). This investment in capital assets includes an art collection, land, property development rights, construction in progress, buildings and improvements, machinery, equipment and vehicles, right-to-use assets, and infrastructure. The total increase in the Town's investment in capital assets for the current fiscal year was \$313,528 or 0.4%. The decrease is due to current year depreciation and amortization in the amount of \$4,380,567 offset by current year capital asset additions of \$4,694,095.

Significant capital asset additions included the following:

- Infrastructure improvements made to various Town roads and sidewalks;
- Construction in Progress related to Windermere School Renovation/Addition, Strawberry Road Bridge, Ellington Highschool Track, and Vernon Pump Station in the amount of \$2,812,697;
- Property development rights in the amount of \$83,800;
- Computer replacements in the amount of \$110,842;
- Tennis court resurfacing in the amount of \$149,169;
- Superintendent and Director vehicles for the Department of Public Works in the amount of \$85,113.

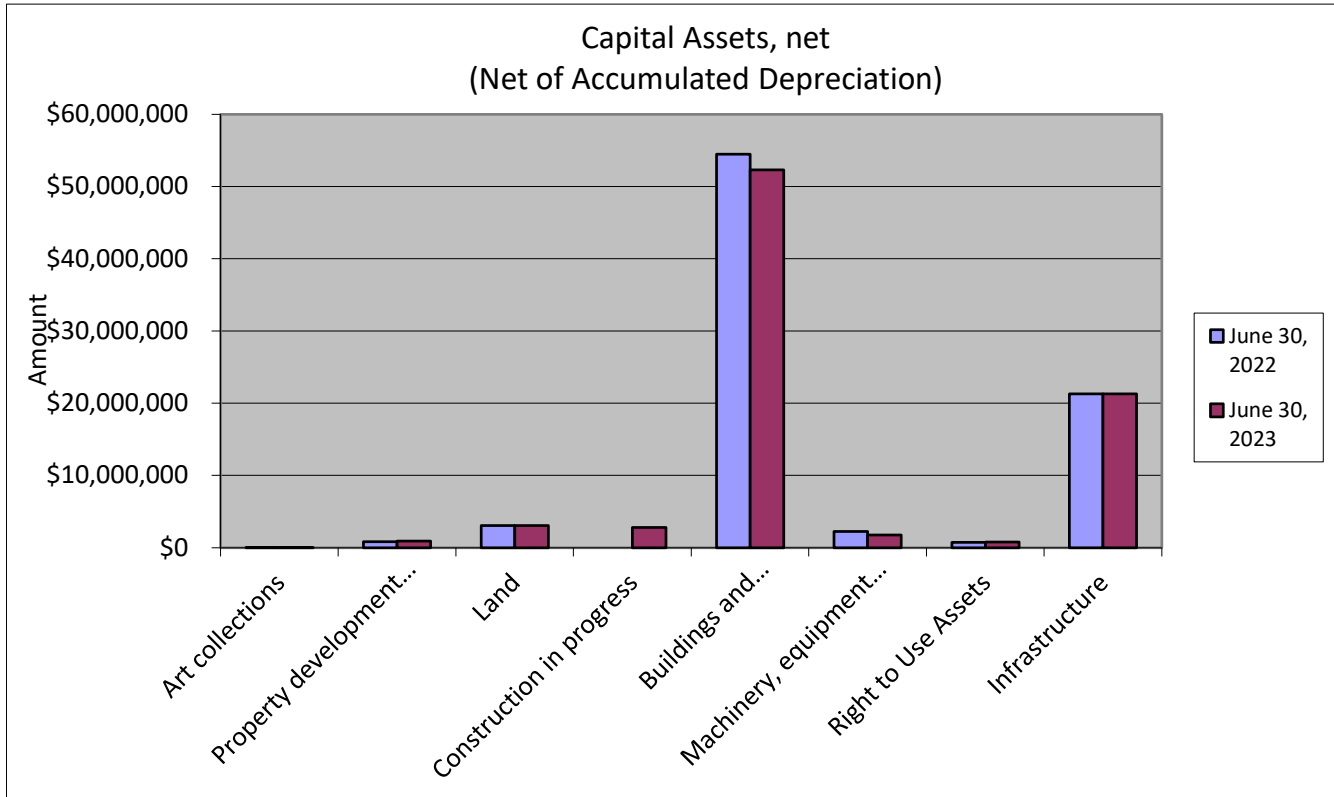
The following table is a two year comparison of the investment in capital assets presented for both governmental and business-type activities:

	Governmental		Business-Type		Total	
	Activities		Activities			
	2023	2022	2023	2022	2023	2022
Art Collections	\$ 35,598	\$ 35,598	\$ -	\$ -	\$ 35,598	\$ 35,598
Property Development Rights	901,677	817,877	-	-	901,677	817,877
Construction in Progress	2,448,388	-	364,309	-	2,812,697	-
Land	3,056,666	3,056,666	-	-	3,056,666	3,056,666
Buildings and Improvements	52,277,078	54,439,938	-	-	52,277,078	54,439,938
Machinery, Equipment, and Vehicles	1,637,927	2,217,868	92,844	-	1,730,771	2,217,868
Right to Use Assets	718,595	637,409	79,613	99,516	798,208	736,925
Infrastructure	13,142,922	12,721,832	8,167,911	8,583,296	21,310,833	21,305,128
Total	<u>\$ 74,218,851</u>	<u>\$ 73,927,188</u>	<u>\$ 8,704,677</u>	<u>\$ 8,682,812</u>	<u>\$ 82,923,528</u>	<u>\$ 82,610,000</u>

**TOWN OF ELLINGTON, CONNECTICUT  
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)  
JUNE 30, 2023**

**CAPITAL ASSET AND DEBT ADMINISTRATION (CONTINUED)**

**Capital Assets (Continued)**



Additional information on the Town's capital assets can be found in Note 3C to the basic financial statements.

**Long-Term Debt**

At the end of the current fiscal year, the Town had total general obligation debt outstanding of \$12,064,463. This entire amount is comprised of debt backed by the full faith and credit of the Town. In addition, the Town had notes payable from direct borrowings outstanding of \$422,771, which are collateralized by the related capital assets.

The Town's total debt decreased by \$(2,060,644) or (14.6)% due to scheduled principal repayments.

State statutes limit the amount of general obligation debt the Town may issue to approximately 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.

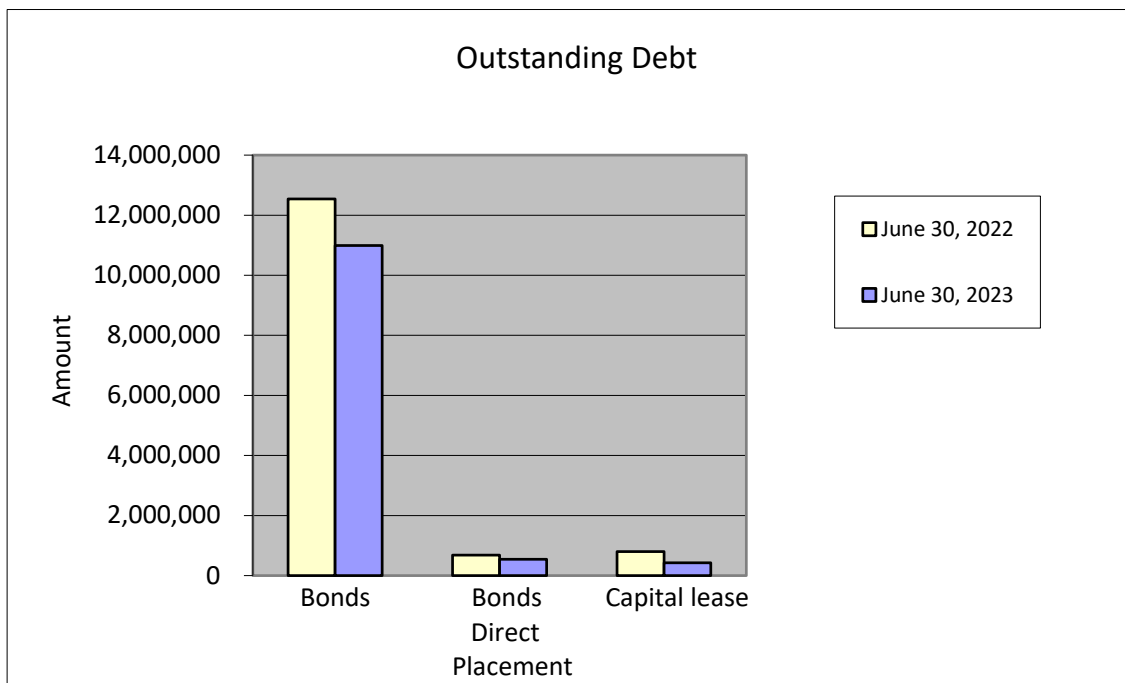
**TOWN OF ELLINGTON, CONNECTICUT  
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)  
JUNE 30, 2023**

**CAPITAL ASSET AND DEBT ADMINISTRATION (CONTINUED)**

**Long-term Debt (Continued)**

The following table is a two-year comparison of long-term debt presented for both governmental and business-type activities:

	Governmental Activities		Business-Type Activities		Total	
	2023	2022	2023	2022	2023	2022
General Obligation Bonds	\$ 10,600,000	\$ 12,031,750	\$ 501,692	\$ 627,073	\$ 11,101,692	\$ 12,658,823
General Obligation Bonds - Direct Placement	540,000	675,000	-	-	540,000	675,000
Notes Payable - Direct Placement	422,771	791,284	-	-	422,771	791,284
Total	<u>\$ 11,562,771</u>	<u>\$ 13,498,034</u>	<u>\$ 501,692</u>	<u>\$ 627,073</u>	<u>\$ 12,064,463</u>	<u>\$ 14,125,107</u>



Additional information on the Town's long-term debt can be found in Note 3E to the basic financial statements.

**TOWN OF ELLINGTON, CONNECTICUT  
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)  
JUNE 30, 2023**

**ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES**

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

- The Town receives intergovernmental revenues from the State of Connecticut. Connecticut's economy moves in the same general cycle as the national economy, which may affect the amount of intergovernmental revenues the Town will receive in fiscal year 2024 and thereafter.
- The State imposes a cap on municipal spending to limit the budgeted expenditures to 2.5% above the previous year, or the rate of inflation, whichever is greater. The cap includes certain exemptions relating to increases in debt service, special education costs, claims and judgements and costs incurred related to major disaster or emergency declarations. Municipalities that increase their adopted budget expenditures over the previous fiscal year by an amount that exceeds the cap may receive a reduced municipal revenue sharing grant.
- The State has established a minimum budget requirement ("MBR") for budgeted education expenditures. The MBR prohibits towns from budgeting less for education than it did in the previous year unless, and within limits, the Town can demonstrate a decrease in school enrollment or savings through increased efficiencies. Any increases or decreases that the Town receives in its Education Cost Sharing grant will result in a corresponding increase or decrease in the Town's MBR.
- Inflationary trends in the region compare favorably to national indices.
- The financial implications of COVID-19 and the current economy in which costs have increased and revenue has slightly decreased.

All of these factors were considered in preparing the Town's budget for fiscal year 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 Finance Officer, Town of Ellington, 55 Main Street, Ellington, CT 06029.

## **BASIC FINANCIAL STATEMENTS**

**TOWN OF ELLINGTON, CONNECTICUT**  
**STATEMENT OF NET POSITION**  
**JUNE 30, 2023**

	Governmental Activities	Business-Type Activities	Total
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 28,772,947	\$ 8,670,095	\$ 37,443,042
Investments	1,260,240	-	1,260,240
Receivables	4,528,629	911,973	5,440,602
Internal Balances	(1,846,524)	1,846,524	-
Supplies	29,395	-	29,395
Assessments Receivable - Long-Term Portion	-	318,302	318,302
Capital Assets, Nondepreciable	6,442,329	-	6,442,329
Capital Assets, Net of Accumulated Depreciation/Amortization	67,776,522	8,704,677	76,481,199
Total Assets	<u>106,963,538</u>	<u>20,451,571</u>	<u>127,415,109</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Deferred Outflows Related to LOSAP	269,207	-	269,207
Deferred Outflows Related to MERS	3,364,200	-	3,364,200
Deferred Outflows Related to OPEB	1,148,931	-	1,148,931
Total Deferred Outflows of Resources	<u>4,782,338</u>	<u>-</u>	<u>4,782,338</u>
<b>LIABILITIES</b>			
Current Liabilities:			
Accounts Payable and Accrued Liabilities	2,663,597	638,720	3,302,317
Unearned Revenue	4,783,501	43,377	4,826,878
Due to Fiduciary Funds	860	-	860
Noncurrent Liabilities:			
Due Within One Year	2,803,132	99,564	2,902,696
Due in More than One Year	26,528,775	402,128	26,930,903
Total Liabilities	<u>36,779,865</u>	<u>1,183,789</u>	<u>37,963,654</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Deferred Inflows Related to LOSAP	288,433	-	288,433
Deferred Inflows Related to MERS	755,641	-	755,641
Deferred Inflows Related to OPEB	1,544,659	-	1,544,659
Total Deferred Inflows of Resources	<u>2,588,733</u>	<u>-</u>	<u>2,588,733</u>
<b>NET POSITION</b>			
Net Investment in Capital Assets	61,724,901	8,202,985	69,927,886
Restricted for:			
Grant Purposes	4,866,187	-	4,866,187
Employee Benefits	47,929	-	47,929
Endowments - Expendable	1,242,244	-	1,242,244
Endowments - Nonexpendable	52,497	-	52,497
Unrestricted	4,443,520	11,064,797	15,508,317
Total Net Position	<u>\$ 72,377,278</u>	<u>\$ 19,267,782</u>	<u>\$ 91,645,060</u>

See accompanying Notes to Financial Statements.

**TOWN OF ELLINGTON, CONNECTICUT  
STATEMENT OF ACTIVITIES  
YEAR ENDED JUNE 30, 2023**

Functions/Programs	Expenses	Program Revenues			Net Revenue (Expense) and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Primary Government							
Governmental Activities:							
General Government	\$ 4,597,976	\$ 459,947	\$ 989,995	\$ -	\$ (3,148,034)	\$ -	\$ (3,148,034)
Public Safety	4,932,745	1,485,536	27,473	-	(3,419,736)	-	(3,419,736)
Public Works	6,604,859	2,170	455,852	111,348	(6,035,489)	-	(6,035,489)
Recreation	857,538	382,856	27,492	-	(447,190)	-	(447,190)
Library	1,257,751	-	34,168	-	(1,223,583)	-	(1,223,583)
Human Services	1,326,676	66,364	129,689	-	(1,130,623)	-	(1,130,623)
Education	61,863,136	2,988,205	23,581,452	-	(35,293,479)	-	(35,293,479)
Interest and Fiscal Charges	345,245	-	-	-	(345,245)	-	(345,245)
Total Governmental Activities	81,785,926	5,385,078	25,246,121	111,348	(51,043,379)	-	(51,043,379)
Business-Type Activities:							
Sewer Authority Fund	2,292,994	2,713,882	-	-	-	420,888	420,888
Crystal Lake Sewers Fund	335,224	243,214	-	-	-	(92,010)	(92,010)
Nonmajor Enterprise Funds	-	6,198	-	-	-	6,198	6,198
Total Business-Type Activities	2,628,218	2,963,294	-	-	-	335,076	335,076
Total	\$ 84,414,144	\$ 8,348,372	\$ 25,246,121	\$ 111,348	(51,043,379)	335,076	(50,708,303)
<b>GENERAL REVENUES</b>							
Property Taxes					50,790,898	-	50,790,898
Grants and Contributions not Restricted to Specific Programs					73,125	-	73,125
Unrestricted Investment Earnings					1,342,273	327,879	1,670,152
Miscellaneous					216,308	-	216,308
Total General Revenues					52,422,604	327,879	52,750,483
<b>CHANGE IN NET POSITION</b>					1,379,225	662,955	2,042,180
Net Position - Beginning of Year					70,998,053	18,604,827	89,602,880
<b>NET POSITION - END OF YEAR</b>					\$ 72,377,278	\$ 19,267,782	\$ 91,645,060

See accompanying Notes to Financial Statements.



**TOWN OF ELLINGTON, CONNECTICUT  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2023**

	General Fund	ARPA Fund	Education Grants Fund	Windermere School Addition/ Renovation Fund	Nonmajor Governmental Funds	Total Governmental Funds
<b>ASSETS</b>						
Cash and Cash Equivalents	\$ 17,996,064	\$ 4,919,910	\$ 1,801,153	\$ -	\$ 3,973,854	\$ 28,690,981
Investments	-	-	-	-	1,260,240	1,260,240
Receivables, Net	443,660	-	60,617	-	3,963,995	4,468,272
Due from Other Funds	4,715,661	-	-	-	2,426,829	7,142,490
Supplies	-	-	-	-	29,395	29,395
<b>Total Assets</b>	<b>\$ 23,155,385</b>	<b>\$ 4,919,910</b>	<b>\$ 1,861,770</b>	<b>\$ -</b>	<b>\$ 11,654,313</b>	<b>\$ 41,591,378</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>						
<b>LIABILITIES</b>						
Accounts Payable and Accrued Liabilities	\$ 1,433,576	\$ 182,153	\$ 28,344	\$ 209,147	\$ 344,939	\$ 2,198,159
Due to Other Funds	5,456,293	-	1,806,028	1,666,294	1,133,798	10,062,413
Unearned Revenue	-	4,552,506	27,398	-	203,597	4,783,501
<b>Total Liabilities</b>	<b>6,889,869</b>	<b>4,734,659</b>	<b>1,861,770</b>	<b>1,875,441</b>	<b>1,682,334</b>	<b>17,044,073</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>						
Unavailable Revenue - Property Taxes	208,879	-	-	-	-	208,879
Unavailable Revenue - Grants	-	-	-	-	628,732	628,732
<b>Total Deferred Inflows of Resources</b>	<b>208,879</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>628,732</b>	<b>837,611</b>
<b>FUND BALANCES</b>						
Nonspendable	-	-	-	-	81,892	81,892
Restricted	-	185,251	-	-	5,342,377	5,527,628
Committed	9,050,506	-	-	-	4,332,100	13,382,606
Assigned	1,130,571	-	-	-	-	1,130,571
Unassigned	5,875,560	-	-	(1,875,441)	(413,122)	3,586,997
<b>Total Fund Balances</b>	<b>16,056,637</b>	<b>185,251</b>	<b>-</b>	<b>(1,875,441)</b>	<b>9,343,247</b>	<b>23,709,694</b>
<b>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</b>	<b>\$ 23,155,385</b>	<b>\$ 4,919,910</b>	<b>\$ 1,861,770</b>	<b>\$ -</b>	<b>\$ 11,654,313</b>	<b>\$ 41,591,378</b>

See accompanying Notes to Financial Statements.

**TOWN OF ELLINGTON, CONNECTICUT  
BALANCE SHEET  
GOVERNMENTAL FUNDS (CONTINUED)  
JUNE 30, 2023**

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

Amounts reported for governmental activities in the statement of net position (Exhibit I) are different because of the following:

Fund Balances - Total Governmental Funds (Exhibit III)	\$ 23,709,694
--	---------------

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds:

Governmental Capital Assets	\$ 146,942,016	
Less: Accumulated Depreciation	<u>(72,723,165)</u>	
Net Capital Assets		74,218,851

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

Property Tax Receivables Greater than 60 Days		208,879
Interest Receivable on Property Taxes		60,357
Grant Receivable Greater than 60 Days		628,732
Deferred Outflows Related to MERS		3,364,200
Deferred Outflows Related to LOSAP		269,207
Deferred Outflows Related to OPEB		1,148,931

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

743,092

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

Bonds Payable		(11,140,000)
Unamortized Premium on Bonds Payable		(536,357)
Notes Payable		(422,771)
Lease Liability		(733,914)
Interest Payable on Bonds		(54,025)
Total OPEB Liability		(5,010,093)
Compensated Absences		(1,024,778)
Net MERS Liability		(9,745,341)
Net LOSAP Liability		(718,653)
Deferred Inflows Related to MERS		(755,641)
Deferred Inflows Related to LOSAP		(288,433)
Deferred Inflows Related to OPEB		<u>(1,544,659)</u>

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

\$ 72,377,278

See accompanying Notes to Financial Statements.

**TOWN OF ELLINGTON, CONNECTICUT  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
YEAR ENDED JUNE 30, 2023**

	General Fund	ARPA Fund	Education Grants Fund	Windermere School Addition/ Renovation Fund	Nonmajor Governmental Funds	Total Governmental Funds
<b>REVENUES</b>						
Property Taxes, Interest, and Lien Fees	\$ 51,053,057	\$ -	\$ -	\$ -	\$ -	\$ 51,053,057
Intergovernmental Revenues	19,183,521	320,913	1,231,962	-	2,236,410	22,972,806
Charges for Services	1,840,814	-	-	-	3,633,561	5,474,375
Investment Earnings	1,049,469	179,999	-	-	112,805	1,342,273
Other Revenues	127,851	-	-	-	201,582	329,433
Total Revenues	<u>73,254,712</u>	<u>500,912</u>	<u>1,231,962</u>	<u>-</u>	<u>6,184,358</u>	<u>81,171,944</u>
<b>EXPENDITURES</b>						
Current:						
General Government	2,093,415	320,913	-	-	174,809	2,589,137
Boards and Agencies	110,608	-	-	-	-	110,608
Public Safety	3,385,255	-	-	-	213,474	3,598,729
Public Works	5,030,285	-	-	-	-	5,030,285
Recreation	629,488	-	-	-	-	629,488
Library	730,788	-	-	-	26,339	757,127
Human Services	797,680	-	-	-	148,624	946,304
Town Properties	690,474	-	-	-	-	690,474
Education	50,828,018	-	1,231,962	-	5,109,588	57,169,568
Other	3,291,806	-	-	-	-	3,291,806
Debt Service:						
Principal Payments	2,222,874	-	-	-	-	2,222,874
Interest and Fiscal Charges	460,655	-	-	-	-	460,655
Capital Outlay	1,585,484	-	-	1,866,091	483,945	3,935,520
Total Expenditures	<u>71,856,830</u>	<u>320,913</u>	<u>1,231,962</u>	<u>1,866,091</u>	<u>6,156,779</u>	<u>81,432,575</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	1,397,882	179,999	-	(1,866,091)	27,579	(260,631)
<b>OTHER FINANCING SOURCES (USES)</b>						
Leases (as Lessee)	\$ 376,266	\$ -	\$ -	\$ -	\$ -	\$ 376,266
<b>NET CHANGE IN FUND BALANCES</b>	1,774,148	179,999	-	(1,866,091)	27,579	115,635
Fund Balances - Beginning of Year	14,282,489	5,252	-	(9,350)	9,315,668	23,594,059
<b>FUND BALANCES - END OF YEAR</b>	<u>\$ 16,056,637</u>	<u>\$ 185,251</u>	<u>\$ -</u>	<u>\$ (1,875,441)</u>	<u>\$ 9,343,247</u>	<u>\$ 23,709,694</u>

See accompanying Notes to Financial Statements.

**TOWN OF ELLINGTON, CONNECTICUT  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS (CONTINUED)  
YEAR ENDED JUNE 30, 2023**

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

Net Change in Fund Balances - Total Governmental Funds (Exhibit IV) \$ 115,635

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense:

Capital Outlay	4,226,626
Depreciation and Amortization Expense	(3,934,963)

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

Property Taxes Collected after 60 Days	(258,529)
Change in Interest Receivable on Property Taxes	(3,630)
Grants Collected after 60 Days	332,712
Deferred Outflows Related to MERS	1,128,489
Deferred Outflows Related to LOSAP	(11,673)
Deferred Outflows Related to OPEB	92,120

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

Lease Proceeds	(376,266)
Principal Payments on Bonds Payable	1,566,750
Principal Payments on Notes Payable	368,513
Principal Payments on Leases	287,611

Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds:

Amortization of Premium	104,105
Accrued Interest	11,305
Change in Total OPEB Liability	317,119
Change in Long-Term Compensated Absences	5,655
Change in Net Pension Liability - MERS Plans	306,537
Change in Net Pension Liability - LOSAP Plan	(4,729,131)
Deferred Inflows Related to MERS Plans	2,612,710
Deferred Inflows Related to LOSAP Plan	(252,022)
Deferred Inflows Related to OPEB	(450,937)

Internal service funds are used by management to charge costs to individual funds. The net revenue of certain activities of internal services funds is reported with governmental activities.

(79,511)

Change in Net Position of Governmental Activities as Reported on the Statement of Activities (Exhibit II) \$ 1,379,225

See accompanying Notes to Financial Statements.

**TOWN OF ELLINGTON, CONNECTICUT**  
**STATEMENT OF NET POSITION**  
**PROPRIETARY FUND**  
**JUNE 30, 2023**

	Business-Type Activities - Enterprise Funds				Governmental
	Sewer Authority Fund	Crystal Lake Sewers Fund	Nonmajor Enterprise Funds	Total	Internal Service Funds
<b>ASSETS</b>					
Current Assets:					
Cash and Cash Equivalents	\$ 7,392,488	\$ 1,277,607	\$ -	\$ 8,670,095	\$ 81,966
Receivables, Net	776,419	134,069	1,485	911,973	-
Due from Other Funds	1,398,138	348,400	209,527	1,956,065	1,072,539
Total Current Assets	9,567,045	1,760,076	211,012	11,538,133	1,154,505
Noncurrent Assets:					
Assessments Receivable	280,119	-	38,183	318,302	-
Capital Assets, Net of Accumulated Depreciation and Amortization	5,954,690	2,749,987	-	8,704,677	-
Total Noncurrent Assets	6,234,809	2,749,987	38,183	9,022,979	-
Total Assets	15,801,854	4,510,063	249,195	20,561,112	1,154,505
<b>LIABILITIES</b>					
Current Liabilities:					
Accounts Payable and Accrued Liabilities	614,095	24,625	-	638,720	411,413
Bonds Payable - Current	99,564	-	-	99,564	-
Due to Other Funds	-	-	109,541	109,541	-
Unearned Revenue	43,377	-	-	43,377	-
Total Current Liabilities	757,036	24,625	109,541	891,202	411,413
Noncurrent Liabilities:					
Bonds Payable after One Year	402,128	-	-	402,128	-
Total Liabilities	1,159,164	24,625	109,541	1,293,330	411,413
<b>NET POSITION</b>					
Net Investment in Capital Assets	5,452,998	2,749,987	-	8,202,985	-
Unrestricted	9,189,692	1,735,451	139,654	11,064,797	743,092
Total Net Position	\$ 14,642,690	\$ 4,485,438	\$ 139,654	\$ 19,267,782	\$ 743,092

See accompanying Notes to Financial Statements.

**TOWN OF ELLINGTON, CONNECTICUT**  
**STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION**  
**PROPRIETARY FUND**  
**YEAR ENDED JUNE 30, 2023**

	Business-Type Activities - Enterprise Funds				Governmental Activities
	Sewer Authority Fund	Crystal Lake Sewers Fund	Nonmajor Enterprise Funds	Total	Internal Service Funds
<b>OPERATING REVENUES</b>					
User Charges	\$ 2,683,692	\$ 236,134	\$ -	\$ 2,919,826	\$ -
Assessments	8,268	-	-	8,268	-
Permits and Fees	2,700	-	-	2,700	-
Solid Waste Fees	-	-	6,198	6,198	-
Charges For Services	-	-	-	-	6,646,172
Other	19,222	7,080	-	26,302	-
Total Operating Revenues	<u>2,713,882</u>	<u>243,214</u>	<u>6,198</u>	<u>2,963,294</u>	<u>6,646,172</u>
<b>OPERATING EXPENSES</b>					
Town of Vernon Fees	1,806,665	-	-	1,806,665	-
Town of Stafford Fees	-	90,568	-	90,568	-
Depreciation and Amortization	306,022	139,582	-	445,604	-
Salaries and Benefits	54,868	82,301	-	137,169	-
Utilities	26,208	9,553	-	35,761	-
Equipment	14,827	8,695	-	23,522	-
Administration	30,421	3,380	-	33,801	-
Engineering	42,360	-	-	42,360	-
Repairs and Maintenance	1,024	90	-	1,114	-
Claims	-	-	-	-	6,725,683
Other	16,170	1,055	-	17,225	-
Total Operating Expenses	<u>2,298,565</u>	<u>335,224</u>	<u>-</u>	<u>2,633,789</u>	<u>6,725,683</u>
<b>OPERATING INCOME (LOSS)</b>	415,317	(92,010)	6,198	329,505	(79,511)
<b>NONOPERATING REVENUES (EXPENSES)</b>					
Income on Investments	279,564	48,315	-	327,879	-
Interest Expense and premium amortization	5,571	-	-	5,571	-
Total Nonoperating Revenues (Expenses)	<u>285,135</u>	<u>48,315</u>	<u>-</u>	<u>333,450</u>	<u>-</u>
<b>CHANGE IN NET POSITION</b>	700,452	(43,695)	6,198	662,955	(79,511)
Net Position - Beginning of Year	<u>13,942,238</u>	<u>4,529,133</u>	<u>133,456</u>	<u>18,604,827</u>	<u>822,603</u>
<b>NET POSITION - END OF YEAR</b>	<u>\$ 14,642,690</u>	<u>\$ 4,485,438</u>	<u>\$ 139,654</u>	<u>\$ 19,267,782</u>	<u>\$ 743,092</u>

See accompanying Notes to Financial Statements.

**TOWN OF ELLINGTON, CONNECTICUT  
STATEMENT OF CASH FLOWS  
PROPRIETARY FUND  
YEAR ENDED JUNE 30, 2023**

	Business-Type Activities - Enterprise Funds				Governmental Activities
	Sewer Authority Fund	Crystal Lake Sewers Fund	Nonmajor Enterprise Funds	Total	Internal Service Funds
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>					
Receipts from Customers and Users	\$ 2,788,562	\$ 241,174	\$ 7,472	\$ 3,037,208	\$ 6,665,582
Payments to Suppliers	(2,023,245)	(110,682)	-	(2,133,927)	(6,656,714)
Payments to Employees	(54,868)	(82,301)	-	(137,169)	-
Payments for Interfund Services Used	(126,546)	(44,813)	(7,472)	(178,831)	(411,806)
Net Cash Provided (Used) by Operating Activities	583,903	3,378	-	587,281	(402,938)
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>					
Additions to Capital Assets	(464,092)	(3,377)	-	(467,469)	-
Interest Paid	(20,564)	-	-	(20,564)	-
Principal Paid on Leases	(4,246)	-	-	(4,246)	-
Principal Paid on Bonds Outstanding	(95,000)	-	-	(95,000)	-
Net Cash Used by Capital and Related Financing Activities	(583,902)	(3,377)	-	(587,279)	-
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>					
Income on Investments	279,564	48,315	-	327,879	-
Net Cash Provided by Investing Activities	279,564	48,315	-	327,879	-
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	279,565	48,316	-	327,881	(402,938)
Cash and Cash Equivalents - Beginning of Year	7,112,923	1,229,291	-	8,342,214	484,904
<b>CASH AND CASH EQUIVALENTS - END OF YEAR</b>	<u>\$ 7,392,488</u>	<u>\$ 1,277,607</u>	<u>\$ -</u>	<u>\$ 8,670,095</u>	<u>\$ 81,966</u>

See accompanying Notes to Financial Statements.

TOWN OF ELLINGTON, CONNECTICUT  
STATEMENT OF CASH FLOWS  
PROPRIETARY FUND (CONTINUED)  
YEAR ENDED JUNE 30, 2023

	Business-Type Activities - Enterprise Funds				Governmental
	Sewer Authority Fund	Crystal Lake Sewers Fund	Nonmajor Enterprise Funds	Total	Internal Service Funds
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>					
Operating Income (Loss)	\$ 415,317	\$ (92,010)	\$ 6,198	\$ 329,505	\$ (79,511)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operating Activities:					
Depreciation and Amortization	306,022	139,582	-	445,604	-
Change in Assets and Liabilities:					
(Increase) Decrease in Accounts Receivable, Net	74,680	(2,040)	1,274	73,914	19,410
Decrease in Due from Other Funds	-	-	(7,472)	(7,472)	-
Increase (Decrease) in Accounts Payable and Accrued Items	(85,570)	2,659	-	(82,911)	-
(Increase) Decrease in Due from Other Funds	(126,546)	(44,813)	-	(171,359)	(411,806)
Increase (Decrease) in Claims Payable	-	-	-	-	68,969
Total Adjustments	<u>168,586</u>	<u>95,388</u>	<u>(6,198)</u>	<u>257,776</u>	<u>(323,427)</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ 583,903</u>	<u>\$ 3,378</u>	<u>\$ -</u>	<u>\$ 587,281</u>	<u>\$ (402,938)</u>

See accompanying Notes to Financial Statements.



**TOWN OF ELLINGTON, CONNECTICUT  
STATEMENT OF FIDUCIARY NET POSITION  
FIDUCIARY FUNDS  
JUNE 30, 2023**

	Pension Trust Fund (July 31, 2022)	Private Purpose Trust Funds
<b>ASSETS</b>		
Cash and Cash Equivalents	\$ 2,055	\$ 64,707
Investments:		
Insurance Contracts	1,266,253	-
Receivables:		
Due from Other Funds	-	860
	<u>1,268,308</u>	<u>65,567</u>
Total Assets		
	<u>1,268,308</u>	<u>65,567</u>
<b>NET POSITION</b>		
Restricted for Pension Benefits and Trust Purposes	<u>\$ 1,268,308</u>	<u>\$ 65,567</u>

See accompanying Notes to Financial Statements.

**TOWN OF ELLINGTON, CONNECTICUT**  
**STATEMENT OF CHANGES IN FIDUCIARY NET POSITION**  
**FIDUCIARY FUNDS**  
**YEAR ENDED JUNE 30, 2023**

	Pension Trust Fund (July 31, 2022)	Private Purpose Trust Funds
<b>ADDITIONS:</b>		
Contributions:		
Employer	\$ 86,968	\$ -
Private		28,771
Total Contributions	<u>86,968</u>	<u>28,771</u>
Investment Income:		
Interest	<u>36,065</u>	<u>2,183</u>
Total Additions	123,033	30,954
<b>DEDUCTIONS:</b>		
Benefits	<u>95,105</u>	<u>28,052</u>
Total Deductions	<u>95,105</u>	<u>28,052</u>
<b>CHANGE IN NET POSITION</b>	27,928	2,902
Net Position - Beginning of Year	<u>1,240,380</u>	<u>62,665</u>
<b>NET POSITION - END OF YEAR</b>	<u><u>\$ 1,268,308</u></u>	<u><u>\$ 65,567</u></u>

See accompanying Notes to Financial Statements.

**TOWN OF ELLINGTON, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2023**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A. Reporting Entity**

The Town of Ellington, Connecticut (the Town) was incorporated in 1786. It operates under an elected, seven-member Board of Selectmen and an elected, six-member Board of Finance form of government and provides the following services: public safety (police, ambulance and fire), public works, recreation, library, human services, education and general government.

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

Accounting principles generally accepted in the United States of America (GAAP) require that the reporting entity include the primary government, organizations for which the primary government is financially accountable, and other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. A government is financially accountable for a legally separate organization if it appoints a voting majority of the organization's governing body and there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the government. These criteria have been considered and have resulted in the inclusion of the fiduciary component units as detailed below.

Fiduciary Component Unit

The Town has established a single-employer Length of Service Award Program (LOSAP) to provide retirement benefits to active volunteer firefighters of the Crystal Lake Fire Department, the Ellington Ambulance and the Ellington Fire Department. The Town appoints a majority of the Pension Board and is required to make contributions to the pension plan and can impose its will.

The financial statements of the fiduciary component unit are reported as a Pension Trust fund in the fiduciary fund financial statements. Separate financial statements have not been prepared for the fiduciary component unit.

Related Organizations

The Board of Selectmen is responsible for appointing members to the Board of the Housing Authority of the Town of Ellington, but the Town's accountability for the Housing Authority does not extend beyond making the appointments.

The Board of Selectmen is also responsible for appointing a Board member to the Town's regional group for public health, the North Central District Health Department, but the Town's accountability for the Health Department does not extend beyond making the appointment.

**TOWN OF ELLINGTON, CONNECTICUT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2023**

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

**B. Basis of Presentation**

The financial statements of the Town have been prepared in conformity with GAAP 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 more significant of the Town's accounting policies are described below.

Government-Wide and Fund Financial Statements

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

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

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

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

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

Revenues are recorded when earned, and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue when all eligibility requirements imposed by the provider have been met.

**TOWN OF ELLINGTON, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2023**

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

**B. Basis of Presentation (Continued)**

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

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 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 tax revenues to be available if they are collected within 60 days of the end of the current fiscal period, and grant revenues to be available if it is collected within 60 days of the end of the current fiscal period.

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

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

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

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

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

**TOWN OF ELLINGTON, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2023**

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

**B. Basis of Presentation (Continued)**

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

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

The Town reports the following major governmental funds:

- The *General Fund* is the government's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.
- The *ARPA Fund* accounts for the American Rescue Plan Act of 2021 grant.
- The *Education Grants Fund* accounts for Federal and State Education grants revenues and expenditures.
- The *Windemere School Addition/Renovation Fund* accounts for the addition and renovation of the Windemere School.

The Town reports the following major enterprise funds:

- The *Sewer Authority Fund* accounts for all sewer use activities and assessments in the Hockanum River section of the Town.
- The *Crystal Lake Sewers Fund* accounts for all sewer use activities and assessments in the Crystal Lake section of the Town.

Additionally, the Town reports the following fund types:

- The *Internal Service Funds* are used to account for the Board of Education's self-insured medical and dental programs.
- The *Pension Trust Fund* is used to account for resources held in trust for participants in the Town's volunteer firefighters' LOSAP.
- The *Private Purpose Trust Funds* are used to account for trust arrangements under which principal and income benefit individuals, private organizations or other governments.

**TOWN OF ELLINGTON, CONNECTICUT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2023**

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

**C. Cash and Cash Equivalents**

The Town's cash and cash equivalents consist of all cash on hand, checking, savings, money market accounts, and certificates of deposit with an original maturity of 90 days or less.

**D. Investments**

Investments are stated at fair value.

**E. Supplies and Prepaid Items**

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

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

**F. Receivables and Payables**

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the noncurrent portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds." Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources. All trade and property tax receivables are shown net of an allowance for uncollectible amounts.

The Town provides low interest loans in connection with the Town's small business and residential housing rehabilitation loan programs. Loans made by the Town under the program bear an interest rate of 0% and repayment of the loans is deferred. These loans become due and payable only upon sale or transfer of the property, the owner's demise, or when the subject property is no longer the applicant's principal place of residence. The Town records loans receivable at the time the loan proceeds are advanced, and such amounts are reported net of an allowance for uncollectible amounts.

**TOWN OF ELLINGTON, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2023**

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

**G. Capital Assets**

Capital assets, which include arts collection, property development rights, land, construction in progress, buildings and improvements, equipment, vehicles, right-to-use leased equipment and infrastructure assets, (e.g., roads, bridges, sidewalks and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial individual cost of more than \$5,000. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated acquisition value at the date of donation.

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

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

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

Infrastructure	50 Years
Building and Improvements	40 Years
Vehicles	5 to 10 Years
Equipment	3 to 7 Years

**H. Deferred Outflows/Inflows of Resources**

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets or fund balance that applies to a future period or periods and so will not be recognized as an outflow of resources (expense/expenditure) until then. The Town reports a deferred charge on refunding and deferred outflows related to pension and other post-employment benefits (OPEB) in the government-wide statement of net position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. A deferred outflow of resources related to pension and OPEB results from differences between expected and actual experience, changes in assumptions or other inputs, and difference between projected and actual earnings on investments. These amounts are deferred and included in pension and OPEB expense in a systematic and rational manner over a period equal to the average of the expected remaining service lives of all employees that are provided with benefits through the pension and OPEB plans (active employees and inactive employees), with the exception of investment related deferrals which are amortized over five years.



**TOWN OF ELLINGTON, CONNECTICUT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2023**

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

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

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets or fund balance that applies to a future period or periods and so will not be recognized as an inflow of resources (revenue) until that time. The Town reports deferred inflows of resources for pension and OPEB in the government-wide statement of net position. A deferred inflow of resources related to pension and OPEB results from differences between expected and actual experience and changes in assumptions or other inputs. These amounts are deferred and included in pension and OPEB expense in a systematic and rational manner over a period equal to the average of the expected remaining service lives of all employees that are provided with benefits through the pension and OPEB plans (active employees and inactive employees). For governmental funds, the Town reports unavailable revenue, which arises only under the modified accrual basis of accounting. The governmental funds report unavailable revenues from property taxes and grants. These amounts are deferred and recognized as an inflow of resources (revenue) in the period in which the amounts become available.

**I. Compensated Absences**

Both the Town and Board of Education employees accumulate compensated leave balances for subsequent use or for payment upon termination or retirement. The Town employees can accumulate vacation time and the Board of Education employees can accumulate both vacation time and sick leave. Compensated absences are accrued when incurred in the government-wide, proprietary or fiduciary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

**J. Net Pension Liability**

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

**K. Total Other Postemployment Benefits Other than Pensions Liability**

The total OPEB liability is measured as the portion of the actuarial present value of projected benefits that is attributed to past periods of employee service. The total OPEB liability is measured as of a date (measurement date) no earlier than the end of the employer's prior fiscal year and no later than the end of the current fiscal year, consistently applied from period to period.

**TOWN OF ELLINGTON, CONNECTICUT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2023**

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

**L. Long-Term Obligations**

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

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

**M. Leases**

The Town determines if an arrangement is a lease at inception. Leases are included in lease assets and lease liabilities in the statements of net position.

Lease assets represent the Town's control of the right to use an underlying asset for the lease term, as specified in the contract, in an exchange or exchange-like transaction. Lease assets are recognized at the commencement date based on the initial measurement of the lease liability, plus any payments made to the lessor at or before the commencement of the lease term and certain direct costs. Lease assets are amortized in a systematic and rational manner over the shorter of the lease term or the useful life of the underlying asset.

Lease liabilities represent the Town's obligation to make lease payments arising from the lease. Lease liabilities are recognized at the commencement date based on the present value of expected lease payments over the lease term, less any lease incentives. Interest expense is recognized ratably over the lease term.

The lease term may include options to extend the lease when it is reasonably certain that the Town will exercise that option.

The Town has recognized payments for short-term leases with a lease term of 12 months or less as an expense as incurred, and as such are not included as lease liabilities or right-to-use lease assets on the statement of net position.

The individual lease contracts do not provide information about the discount rate implicit in the lease. Therefore, the Town has elected to use their incremental borrowing rate to calculate the present value of expected lease payments.

**TOWN OF ELLINGTON, CONNECTICUT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2023**

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

**M. Leases (Continued)**

The Town accounts for contracts containing both lease and non-lease components as separate contracts when possible. In cases where the contract does not provide separate price information for lease and non-lease components, and it is impractical to estimate the price of such components, the Town treats the components as a single lease unit.

**N. Equity**

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

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

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

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

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

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

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

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

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

**TOWN OF ELLINGTON, CONNECTICUT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2023**

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

**N. Equity (Continued)**

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

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the Town considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the Town considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds.

**O. Property Taxes**

Property taxes are assessed annually 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 annually on July 1 and supplemental motor vehicle taxes are payable on January 1. Interest at the rate of 1.5% per month accrues on all overdue taxes. Assessments for real and personal property, excluding motor vehicles, are computed at 70% of appraised market value. A lien is placed on the property if real estate taxes are unpaid as of May 15 following the payable date. The Town establishes an allowance for doubtful accounts based on historical collections, experience and other factors.

Property tax revenues are recognized when they become available. Available means due or past due and receivable within the current period or expected to be collected soon enough thereafter to be used to pay liabilities of the current period. The Town defines the current period to mean within 60 days after year-end. Property taxes receivable not expected to be collected during the available period are reflected as a deferred inflow in the fund financial statements. The entire receivable is recorded as revenue in the government-wide financial statements. Property taxes collected prior to June 30 that are applicable to the subsequent years' assessment are reflected as a deferred inflow in both the fund financial statements and the government-wide financial statements.

**P. Sewer Use Charges and Assessments**

User charges and assessments are due and payable within thirty days and delinquent amounts are subject to interest at prevailing rates. Upon completion of sewer projects, sewer assessments are levied and assessed to the users. The Town establishes an allowance for doubtful accounts based on historical collections, experience and other factors.

**TOWN OF ELLINGTON, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2023**

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

**Q. Accounting Estimates**

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

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

**A. Budgetary Information**

The annual budget is prepared by the Board of Finance and employed for management control of the General Fund.

The budget is adopted via Town Meeting. The Town adhered to the following procedures in establishing the budgetary data included in the General Fund financial statements:

- The Board of Finance submits a proposed operating budget for the fiscal year commencing July 1 to a public budget hearing, at which taxpayer comments are obtained. The Board of Finance then prepares the recommended Town budget, which it presents at the annual Town Meeting held on the second Tuesday in May. The operating budget includes proposed expenditures and the means of financing them.
- Expenditures are budgeted by function, department and object. Management may not exceed appropriations at the department level and must seek approval from the Board of Finance to reassign resources within a department, except for the Board of Education. The Board of Education may reassign resources within its department without seeking Board of Finance approval.
- The legal level of budgetary control (the level at which expenditures may not exceed appropriations) is the department level. The Board of Finance is authorized to transfer budgeted amounts within and between departments and objects during the last three months of the fiscal year.
- Additional appropriations of less than one half of one percent of the total annual budget must be approved by the Board of Finance. Appropriations in excess of one half of one percent of the total annual budget must be approved at a Town Meeting. During the year, the Board of Finance and, where required, Town Meeting(s), approved additional appropriations of \$319,395.
- Formal budgetary integration is employed as a management control device during the year.

**TOWN OF ELLINGTON, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2023**

**NOTE 2 STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (CONTINUED)**

**A. Budgetary Information (Continued)**

- The budget is prepared on the modified accrual basis of accounting. Intergovernmental and other reimbursement for certain special education 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 capital projects.

**B. Deficit Fund Equity**

For the year ended June 30, 2023, the following funds had deficit balances:

Nonmajor Governmental Funds:

Special Revenue Fund:

Small Cities Regular Rehabilitation 17 Fund	\$ 2,624
Athletic Lighting Project Fund	84,412
Windermere School Addition/Renovation Fund	1,875,441
Town Land Preservation Fund	807
Strawberry Road Bridge Fund	300,953
State Grants Miscellaneous Projects Fund	24,326

Nonmajor Enterprise Funds:

Watermains Tripp and Middle Roads	71,358
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These amounts will be funded through bonds, contributions, and future revenues.

**NOTE 3 DETAILED NOTES ON ALL FUNDS**

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

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

**TOWN OF ELLINGTON, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2023**

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

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

The Connecticut General Statutes (Section 7-400) permit municipalities to invest in: 1) obligations of the United States and its agencies; 2) highly rated obligations of any state of the United States or of any political subdivision, authority or agency thereof; and 3) shares or other interests in custodial arrangements or pools maintaining constant net asset values and in highly rated no-load open end money market and mutual funds (with constant or fluctuating net asset values) whose portfolios are limited to obligations of the United States and its agencies, and repurchase agreements fully collateralized by such obligations. Other provisions of the Statutes cover specific municipal funds with particular investment authority. The provisions of the Statutes regarding the investment of municipal pension funds do not specify permitted investments. Therefore, investment of such funds is generally controlled by the laws applicable to fiduciaries and the provisions of the applicable plan.

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

Deposits

Based on the criteria described in the GASB Statement No. 40, *Deposits and Investment Risk Disclosures*, \$4,874,312 of the Town's bank balance of \$5,508,220 was exposed to custodial credit risk as follows:

Uninsured and Uncollateralized	\$	4,336,881
Uninsured and Collateral Held by the Pledging Bank's Trust Department, Not in the Town's Name		537,431
Total Amount Subject to Custodial Risk	\$	4,874,312

**TOWN OF ELLINGTON, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2023**

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

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

Cash Equivalents

Cash equivalents are short-term, highly liquid investments that are both readily convertible to known amounts of cash and purchased within 90 days of maturity. At June 30, 2023, the Town's cash equivalents amounted to \$33,440,730. The following table provides the balance of the Town's cash equivalents at June 30, 2023 and details of the Town's cash equivalents (excluding U.S. government guaranteed obligations) as rated by nationally recognized statistical rating organizations.

Cash Equivalents	
STIF	\$ 33,355,297
M&T Bank	83,378
Flushing Bank	2,055
Total	\$ 33,440,730

Investments

As of June 30, 2023, the Town had the following investments:

Investment Type	Value	Investment Maturities (Years)		
		Less than 1	1 - 10	More than 10
Interest-Bearing Investments:				
U.S. Government Securities	\$ 64,225	\$ -	\$ 64,225	\$ -
U.S. Government Agencies	111,281	19,555	91,726	-
Corporate Bonds	194,363	-	194,363	-
Total	369,869	\$ 19,555	\$ 350,314	\$ -
Other Investments:				
Mutual Funds	620,386			
Common Stock	269,985			
Insurance Contracts	1,266,253			
Total Investments	\$ 2,526,493			

Investment Custodial Credit Risk

The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, 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. To limit its exposure, the Town's investment policy requires all security transactions that are exposed to custodial credit risk to be processed on a delivery versus payment (DVP) basis with the underlying investments held by a third party acting as the Town's agent separate from where the investment was purchased or by the trust department of the bank where purchased, in the Town's name.



**TOWN OF ELLINGTON, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2023**

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

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

Credit Risk

The Town has no investment policy that would limit its investment choices due to credit risk other than state statutes governing investments in obligations of any state or political subdivision or in obligations of the state of Connecticut or political subdivision.

Average Rating	Corporate Bonds	U.S. Government Securities	U.S. Government Agencies
Aaa	\$ 18,830	\$ 64,225	\$ 111,281
Aa3	12,301	-	-
A1	44,439	-	-
A2	55,025	-	-
A3	46,311	-	-
Baa2	17,457	-	-
Total	\$ 194,363	\$ 64,225	\$ 111,281

Concentration of Credit Risk

The Town places no limit on the amount invested in any one issuer. As of June 30, 2023, 100% of the investments of the Volunteer Firefighters' Length of Service Award Program were invested in an insurance contract held with First Security Benefit Life Insurance and Annuity Company of New York. Fully guaranteed insurance contracts totaled \$1,266,253.

Interest Rate Risk

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

The Pension Trust Fund is also authorized to invest in corporate bonds, domestic common stocks, domestic equity real estate and international equities. The investments of this fund are held in trust by a trustee bank, which executes investment transactions under the direction of the pension plan's investment manager.

Fair Value

The Town categorizes its fair value measurements within the fair value hierarchy established by GAAP. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements); followed by quoted prices in inactive markets or for similar assets or with observable inputs (Level 2 measurements); and the lowest priority to unobservable inputs (Level 3 measurements).

**TOWN OF ELLINGTON, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2023**

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

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

Fair Value (Continued)

The Town has the following recurring fair value measurements as of June 30, 2023:

	June 30, 2023	Fair Value Measurements Using		
		Level 1	Level 2	Level 3
Investments by Fair Value Level:				
U.S. Government Securities	\$ 64,225	\$ 64,225	\$ -	\$ -
U.S. Government Agencies	111,281	111,281	-	-
Corporate Bonds	194,363	-	194,363	-
Common Stock	269,985	269,985	-	-
Mutual Funds	620,386	620,386	-	-
Total Investments by Fair Value Level	1,260,240	\$ 1,065,877	\$ 194,363	\$ -
Investments not Recorded at Fair Value:				
Insurance Contracts	1,266,253			
Total Investments	\$ 2,526,493			

Debt and equity securities classified in Level 1 of the fair value hierarchy are valued using prices quoted in active markets for those securities. Debt securities classified in Level 2 of the fair value hierarchy are valued using a matrix pricing technique. Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted prices.

The insurance contract is valued at cost.

Donor-Restricted Endowments

The original principal received remains in the net position on the statement of net position and is restricted for the trust principal, and in nonspendable fund balance on the balance sheet - governmental funds. The net appreciation on investments available for expenditures is included in Unrestricted Net Position on the statement of net position, and in Committed Fund Balance on the balance sheet - governmental funds, and is spent based on the original criteria established by the trust. The Town's policy is to spend only investment income for the purposes of the trust.

**TOWN OF ELLINGTON, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2023**

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

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

Donor-Restricted Endowments (Continued)

The Town has interpreted the Connecticut Prudent Management of Institutional Funds Act (CTPMIFA) as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary. As a result of this interpretation, the Town classifies as nonspendable fund balance (a) the original value of gifts donated to the permanent endowment, (b) the original value of subsequent gifts to the permanent endowment, and (c) accumulations to the permanent endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund. The remaining portion of the donor-restricted endowment fund that is not classified in nonspendable fund balance is classified as committed fund balance until those amounts are appropriated for expenditure by the Town in a manner consistent with the standard of prudence prescribed by CTPMIFA. In accordance with CTPMIFA, the Town considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds: the duration and preservation of the fund; the purposes of the organization and the donor-restricted endowment fund; general economic conditions; the possible effect of inflation and deflation; the expected total return from income and the appreciation of investments; other resources of the Town; the investment policies of the Town.

**B. Receivables**

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

	General Fund	Sewer Authority Fund	Crystal Lake Sewers Fund	Nonmajor and Other Funds	Total
Property Taxes Receivable	\$ 329,167	\$ -	\$ -	\$ -	\$ 329,167
Sewer Usage	-	648,635	76,786	-	725,421
Assessments	-	100,896	50,575	-	151,471
Solid Waste	-	-	-	5,525	5,525
Grants and Contracts	760	-	-	1,068,330	1,069,090
Loans	-	-	-	2,597,035	2,657,652
Other	173,733	30,369	7,332	298,630	510,064
Less: Allowance for Uncollectible Accounts	(60,000)	(3,481)	(624)	(4,040)	(68,145)
Net Accounts Receivable	<u>\$ 443,660</u>	<u>\$ 776,419</u>	<u>\$ 134,069</u>	<u>\$ 3,965,480</u>	<u>\$ 5,380,245</u>

**TOWN OF ELLINGTON, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2023**

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

**C. Capital Assets**

Capital asset activity for the year ended June 30, 2023 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental Activities:				
Capital Assets Not Being Depreciated:				
Arts Collection	\$ 35,598	\$ -	\$ -	\$ 35,598
Construction in Progress	-	2,448,388	-	2,448,388
Property Development Rights	817,877	83,800	-	901,677
Land	3,056,666	-	-	3,056,666
Total Capital Assets Not Being Depreciated	3,910,141	2,532,188	-	6,442,329
Capital Assets Being Depreciated:				
Buildings and Improvements	104,441,059	441,035	-	104,882,094
Machinery, Equipment, and Vehicles	15,520,849	85,113	-	15,605,962
Right-to-Use - Leased Equipment	844,606	376,266	-	1,220,872
Infrastructure	17,998,735	792,024	-	18,790,759
Total Capital Assets Being Depreciated	138,805,249	1,694,438	-	140,499,687
Less Accumulated Depreciation for:				
Buildings and Improvements	50,001,121	2,603,895	-	52,605,016
Machinery, Equipment, and Vehicles	13,302,981	665,054	-	13,968,035
Right-to-Use - Leased Equipment	207,197	295,080	-	502,277
Infrastructure	5,276,903	370,934	-	5,647,837
Total Accumulated Depreciation	68,788,202	3,934,963	-	72,723,165
Total Capital Assets Being Depreciated, Net	70,017,047	(2,240,525)	-	67,776,522
Governmental Activities Capital Assets, Net	<u>\$ 73,927,188</u>	<u>\$ 291,663</u>	<u>\$ -</u>	<u>\$ 74,218,851</u>

**TOWN OF ELLINGTON, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2023**

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

**C. Capital Assets (Continued)**

	Beginning Balance	Increases	Decreases	Ending Balance
Business-Type Activities:				
Capital Assets Not Being Depreciated:				
Construction in Progress	\$ -	\$ 364,309	\$ -	\$ 364,309
Capital Assets Being Depreciated:				
Equipment - Sewer Authority	222,854	99,783	36,747	285,890
Infrastructure - Sewer Authority	13,308,073	-	-	13,308,073
Right-to-Use - Leased Equipment	119,419	-	-	119,419
Infrastructure - Watermains	162,015	-	-	162,015
Equipment - Crystal Lake	23,135	3,377	1,519	24,993
Infrastructure - Crystal Lake	6,962,205	-	-	6,962,205
Total Capital Assets Being Depreciated	20,797,701	103,160	38,266	20,862,595
Less Accumulated Depreciation for:				
Equipment - Sewer Authority	222,854	9,978	36,747	196,085
Infrastructure - Sewer Authority	7,610,969	276,141	-	7,887,110
Right-to-Use - Leased Equipment	19,903	19,903	-	39,806
Infrastructure - Watermains	162,015	-	-	162,015
Equipment - Crystal Lake	23,135	338	1,519	21,954
Infrastructure - Crystal Lake	4,076,013	139,244	-	4,215,257
Total Accumulated Depreciation	12,114,889	445,604	38,266	12,522,227
Total Capital Assets Being Depreciated, Net	8,682,812	21,865	-	8,704,677
Business-Type Activities Capital Assets, Net	<u>\$ 8,682,812</u>	<u>\$ 21,865</u>	<u>\$ -</u>	<u>\$ 8,704,677</u>

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

Governmental Activities:	
General Government	\$ 817,873
Public Safety	550,106
Public Works	596,264
Library	21,012
Education	1,949,708
Total Depreciation Expense - Governmental Activities	<u>\$ 3,934,963</u>
Business-Type Activities:	
Sewer	\$ 445,604
Total Depreciation Expense - Business-Type Activities	<u>\$ 445,604</u>

**TOWN OF ELLINGTON, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2023**

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

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

The composition of interfund balances as of June 30, 2023 is as follows:

Receivable Fund	Payable Fund	Amount
General Fund	Education Grants Fund	\$ 1,806,028
	Windermere School/Addition Renovation Fund	1,666,294
	Nonmajor Enterprise	109,541
	Nonmajor Governmental Funds	1,133,798
		4,715,661
Nonmajor Enterprise	General Fund	209,527
Sewer Authority	General Fund	1,398,138
Crystal Lake Sewers Fund	General Fund	348,400
Nonmajor Governmental Funds	General Fund	2,426,829
Internal Service Funds	General Fund	1,072,539
Fiduciary Funds	General Fund	860
Total		\$ 10,171,954

The outstanding balances between funds result mainly from the timing 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 ELLINGTON, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2023**

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

**E. Long-Term Debt**

Changes in Long-Term Liabilities

Long-term liability activity for the year ended June 30, 2023 was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental Activities:					
Bonds Payable:					
General Obligation Bonds	\$ 12,031,750	\$ -	\$ 1,431,750	\$ 10,600,000	\$ 1,125,000
General Obligation Bonds - Direct Placement	675,000	-	135,000	540,000	135,000
Unamortized Premium	640,462	-	104,105	536,357	-
Total Bonds Payable	<u>13,347,212</u>	<u>-</u>	<u>1,670,855</u>	<u>11,676,357</u>	<u>1,260,000</u>
Notes Payable - Direct Placement	791,284	-	368,513	422,771	208,477
Lease Liability	645,259	376,266	287,611	733,914	250,988
Compensated Absences	1,030,433	838,345	844,000	1,024,778	759,000
Net Pension Liability - LOSAP	1,025,190	-	306,537	718,653	-
Net Pension Liability - MERS	5,016,210	4,729,131	-	9,745,341	-
Total OPEB Liability	<u>5,327,212</u>	<u>-</u>	<u>317,119</u>	<u>5,010,093</u>	<u>324,667</u>
Total Governmental Activities Long-Term Liabilities	<u>\$ 27,182,800</u>	<u>\$ 5,943,742</u>	<u>\$ 3,794,635</u>	<u>\$ 29,331,907</u>	<u>\$ 2,803,132</u>

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

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Business-Type Activities:					
Bonds Payable:					
General Obligation Bonds	\$ 460,000	\$ -	\$ 95,000	\$ 365,000	\$ 95,000
Premium on Bonds	51,596	-	26,135	25,461	-
Subtotal	<u>511,596</u>	<u>-</u>	<u>121,135</u>	<u>390,461</u>	<u>95,000</u>
Lease Liability	115,477	-	4,246	111,231	4,564
Total Business-Type Activities Long-Term Liabilities	<u>\$ 627,073</u>	<u>\$ -</u>	<u>\$ 125,381</u>	<u>\$ 501,692</u>	<u>\$ 99,564</u>

**TOWN OF ELLINGTON, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2023**

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

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

Changes in Long-Term Liabilities (Continued)

General obligation bonds currently outstanding are as follows:

Description	Date of Issue	Date of Maturity	Interest Rate (%)	Amount of Original Issue	Balance Outstanding June 30, 2023
<b>Governmental Activities:</b>					
General Obligation	2015	6/15/35	2-4.0%	\$ 10,630,000	\$ 6,360,000
General Obligation	2021	9/15/40	2-4.0%	5,345,000	4,240,000
<b>Direct Placement:</b>					
General Obligation	2017	6/15/27	2.06%	1,375,000	540,000
Total Governmental Activities					<u>11,140,000</u>
<b>Business-Type Activities:</b>					
General Obligation	2021	9/15/26	3-4.0%	560,000	365,000
Total Business-Type Activities					<u>365,000</u>
Total Outstanding					<u><u>\$ 11,505,000</u></u>

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

General Obligation

	Governmental Activities		Business-Type Activities	
	General Obligation Bonds		General Obligation Bonds	
	Principal	Interest	Principal	Interest
2024	\$ 1,125,000	\$ 403,723	\$ 95,000	\$ 12,600
2025	825,000	351,688	90,000	9,000
2026	825,000	311,553	90,000	5,400
2027	825,000	281,903	90,000	1,800
2028	825,000	255,034	-	-
2029-2033	4,100,000	730,225	-	-
2034-2038	1,760,000	144,900	-	-
2039-2043	315,000	14,175	-	-
Total	<u>\$ 10,600,000</u>	<u>\$ 2,493,201</u>	<u>\$ 365,000</u>	<u>\$ 28,800</u>

Direct Placement

	Governmental Activities	
	General Obligation Bonds	
	Principal	Interest
2024	\$ 135,000	\$ 11,124
2025	135,000	8,343
2026	135,000	5,562
2027	135,000	2,781
Total	<u>\$ 540,000</u>	<u>\$ 27,810</u>



**TOWN OF ELLINGTON, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2023**

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

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

Changes in Long-Term Liabilities (Continued)

The Town is subject to the general statutes of Connecticut, which limits the amount of debt outstanding at June 30, 2023 to the following:

Category	Debt Limit	Net Indebtedness	Balance
General Purpose	\$ 108,595,031	\$ 3,480,000	\$ 105,115,031
Schools	217,190,061	8,462,812	208,727,249
Sewers	180,991,718	365,000	180,626,718
Urban Renewal	156,859,489	-	156,859,489
Pension Deficit	144,793,374	-	144,793,374

Total debt outstanding may not exceed seven times annual receipts of taxation of \$337,851,206.

Notes Payable – Direct Placement

The Town has financing agreements for various vehicles, equipment and technology. These agreements vary in duration through June 30, 2025 and interest rates from 1.87% to 3.1%.

The following is a schedule of future payments as of June 30, 2023:

	<u>Governmental Activities</u>	
	<u>Notes Payable-Direct Placement</u>	
	<u>Principal</u>	<u>Interest</u>
2024	\$ 208,477	\$ 11,797
2025	214,294	5,980
Total	<u>\$ 422,771</u>	<u>\$ 17,777</u>

Authorized but Unissued Bonds

The total of authorized but unissued bonds at June 30, 2023 is \$32,966,062. In most cases, interim financing is obtained through bond anticipation notes or other short-term borrowings until the issuance of long-term debt.

**F. Lease Liability**

The Town leases equipment as well as certain operating and office facilities for various terms under long-term, noncancelable lease agreements. The leases expire at various dates through 2038.

**TOWN OF ELLINGTON, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2023**

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

**F. Lease Liability (Continued)**

Total future minimum lease payments under lease agreements are as follows:

	Governmental Activities		Business-Type	
	Principal	Interest	Principal	Interest
2024	\$ 250,988	\$ 20,767	\$ 4,564	\$ 3,664
2025	239,665	11,755	4,896	3,495
2026	183,111	4,971	5,244	3,315
2027	60,150	807	5,608	3,123
2028	-	-	5,988	2,917
2029-2033	-	-	36,271	11,000
2034-2038	-	-	48,660	3,531
Total	<u>\$ 733,914</u>	<u>\$ 38,300</u>	<u>\$ 111,231</u>	<u>\$ 31,045</u>

Right-to-use assets acquired through outstanding leases are shown below, by underlying asset class.

	Governmental Activities	Business-Type Activities
Leased Assets Being Amortized:		
Buildings	\$ 246,737	\$ -
Equipment	974,137	119,419
Less: Accumulated Amortization:		
Buildings	(61,684)	-
Equipment	(440,593)	(39,806)
Total	<u>\$ 718,597</u>	<u>\$ 79,613</u>

**TOWN OF ELLINGTON, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2023**

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

**G. Fund Balance**

The components of fund balance for the governmental funds at June 30, 2023 are as follows:

	General Fund	ARPA Fund	Windermere School Addition/ Renovation Fund	Nonmajor Governmental Funds	Total
Fund Balances:					
Nonspendable:					
Supplies	\$ -	\$ -	\$ -	\$ 29,395	\$ 29,395
Endowments	-	-	-	52,497	52,497
Restricted for:					
Grants	-	-	-	253,955	253,955
Loans Receivable	-	-	-	3,019,695	3,019,695
Education	-	185,251	-	826,483	1,011,734
Special Reserves - External	-	-	-	1,242,244	1,242,244
Committed to:					
General Government	-	-	-	158,360	158,360
Capital Reserves	5,704,946	-	-	-	5,704,946
Capital and Nonrecurring	1,131,054	-	-	-	1,131,054
School Alterations	-	-	-	164,163	164,163
OPEB	1,783,774	-	-	-	1,783,774
Land Acquisition	-	-	-	575,852	575,852
Road Repair and Sidewalk	-	-	-	4,844	4,844
Public Safety	-	-	-	943,314	943,314
Mill Rate Stabilization	300,000	-	-	-	300,000
Education	120,342	-	-	1,622,908	1,743,250
Culture and Recreation Programs	-	-	-	73,052	73,052
Sanitation	10,390	-	-	-	10,390
Library	-	-	-	572,271	572,271
Various Capital Projects	-	-	-	217,336	217,336
Assigned to:					
General Government Encumbrances	58,128	-	-	-	58,128
Public Safety Encumbrances	41,798	-	-	-	41,798
Public Works Encumbrances	26,038	-	-	-	26,038
Health and Welfare Encumbrances	2,248	-	-	-	2,248
Culture and Recreation Encumbrances	14,057	-	-	-	14,057
Library Encumbrances	5,238	-	-	-	5,238
Use in Subsequent Budget	983,064	-	-	-	983,064
Unassigned	5,875,560	-	(1,875,441)	(413,122)	3,586,997
Total Fund Balances	<u>\$ 16,056,637</u>	<u>\$ 185,251</u>	<u>\$ (1,875,441)</u>	<u>\$ 9,343,247</u>	<u>\$ 23,709,694</u>

Major encumbrances are reported in the assigned fund balance of the General Fund totaling \$147,507.

**TOWN OF ELLINGTON, CONNECTICUT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2023**

**NOTE 4 EMPLOYEE RETIREMENT PLANS**

**A. Defined Contribution Money Purchase Plan**

The Town provides retirement benefits for all full-time and eligible part-time employees of the Town through a noncontributory money purchase plan. Eligible employees are able to participate from the date of employment. The Town's contributions for each employee (and interest allocated to the employee's account) are fully vested from the date of employment. The Town is required to contribute 7.1% of the payroll of active employees. In addition, the Town matches employee contributions up to an additional 4.64% of the employee's salary.

The Town's contribution amounted to \$525,174 for the year ended June 30, 2023. All monies contributed are used to purchase insurance contracts on-behalf of the participants, therefore, the assets of the plan are not included in the Town's basic financial statements.

**B. Deferred Compensation Plan**

The Town offers its employees a deferred compensation plan (the Plan) in accordance with Internal Revenue Code Section 457. The Plan, available to all Town employees, permits employees to defer a portion of their salary until future years. Employee deferrals totaled \$168,860 for the year ended June 30, 2023. All amounts of compensation deferred under the plan, all property and rights purchased with those amounts, and all income attributable to those amounts, are held in trust for the exclusive benefit of the plan participants and their beneficiaries. Accordingly, the assets of the Plan are not included in the Town's basic financial statements.

**C. Volunteer Firefighters' Length of Service Award Program (LOSAP)**

The Town sponsors a single-employer defined benefit LOSAP for active volunteer firefighters of the Crystal Lake Fire Department and the Ellington Fire Department. The program was established pursuant to Connecticut General Statutes and provides municipally-funded pension-like benefits to facilitate the recruitment and retention of active volunteer firefighters.

Plan Description and Benefits Provided

Active volunteer firefighters who have reached the age of 17 and who have completed one year of firefighting service are eligible to participate in the program. Participants acquire a nonforfeitable right to a service award after being credited with five years of firefighting service or upon attaining the program's entitlement age. The program's entitlement age is 65.

A participant's benefit under the program is the actuarial equivalent of a monthly payment for life equal to \$8.00 multiplied by the person's total number of years of firefighting service. The number of years of firefighting service used to compute the benefit cannot exceed 35 years. Except in the case of disability or death, benefits are payable when a participant reaches entitlement age. The program also provides certain death and disability benefits on some active participants, which is provided through a group term life insurance policy.

**TOWN OF ELLINGTON, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2023**

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

**C. Volunteer Firefighters' Length of Service Award Program (LOSAP) (Continued)**

Plan Description and Benefits Provided (Continued)

The Town funds the plan based on an actuarial recommended contribution, which includes the current year cost plus a payment to amortize the unfunded liability. The plan actuarial required contribution for the year was between \$58,137 and \$95,715. The Town contributed \$86,968 to the plan for the year ended June 30, 2023.

At August 1, 2021, plan membership consisted of the following:

Entitled Participants	53
Inactive Participants with Deferred Benefits	101
Active Participants	70
Total Participants	224

Summary of Significant Accounting Policies

Basis of Accounting

Financial statements are prepared using the accrual basis of accounting for the LOSAP. Employee and employer contributions are recognized as revenues in the period in which employee services are performed. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan.

Method Used to Value Investments

Investments are reported at fair value. Investments in insurance contracts are measured at contract value, which approximates fair value. Investment income is recognized as earned.

Investment Policy

The allocation of invested assets for the LOSAP is developed by Town management and the investment advisor. It is the policy of the Town to pursue an investment strategy that reduces risk through the prudent diversification of the portfolio across a broad selection of distinct asset classes.

Rate of Return

For the year ended July 31, 2022, the annual money-weighted rate of return on pension investments, net of pension plan investment expense, was 4.01%. The money-weighted rate of return expressed investment performance, net of investment expense, adjusted for the changing amounts actually invested.

**TOWN OF ELLINGTON, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2023**

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

**C. Volunteer Firefighters' Length of Service Award Program (LOSAP) (Continued)**

Summary of Significant Accounting Policies (Continued)

Net Pension Liability of the Town

The components of the net pension liability of the Town at July 31, 2022 were as follows:

Total LOSAP Liability	\$ 1,986,961
Plan Fiduciary Net Position	1,268,308
Net LOSAP Liability	\$ 718,653

Plan Fiduciary Net Position as a Percentage of the Total LOSAP Liability	64%
--	-----

Actuarial Assumptions

The total pension liability was measured as of July 31, 2022 and it was determined by an actuarial valuation as of August 1, 2021, using the following actuarial assumptions, applied to all periods included in the measurement:

Investment Rate of Return, Including Inflation	4.00 %
Discount Rate	3.97 %

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class.

Mortality was assumed using the RP2000 Combined – Unisex table.

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.

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Insurance Contract	100.00 %	4.00 %

**TOWN OF ELLINGTON, CONNECTICUT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2023**

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

**C. Volunteer Firefighters' Length of Service Award Program (LOSAP) (Continued)**

Summary of Significant Accounting Policies (Continued)

Changes in the Net Pension Liability

	Volunteer Firefighter's LOSAP		
	Increase (Decrease)		
	Total LOSAP Liability	Plan Fiduciary Net Position	Net LOSAP Liability
	(a)	(b)	(a)-(b)
Balance as of August 1, 2021	\$ 2,265,570	\$ 1,240,380	\$ 1,025,190
Changes for the Year:			
Service Cost	25,994	-	25,994
Interest on Total Pension Liability	79,258	-	79,258
Effect of Plan Changes	-	-	-
Difference Between Expected and Actual Experience	5,656	-	5,656
Effect of Assumption Changes or Inputs	(294,412)	-	(294,412)
Employer Contributions	-	86,968	(86,968)
Member Contributions	-	-	-
Net Investment Income	-	36,065	(36,065)
Benefit Payments, Including Refund Employee Contributions	(95,105)	(95,105)	-
Net Changes	(278,609)	27,928	(306,537)
Balance as of July 31, 2022	\$ 1,986,961	\$ 1,268,308	\$ 718,653

Discount Rate

The discount rate used to measure the total pension liability was 3.97%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that Town contributions will be made at rates equal to the actuarially determined contribution rate. For this purpose, only Town contributions that are intended to fund benefits of current plan members and their beneficiaries are included.

Projected contributions that are intended to fund the service costs of future plan members and their beneficiaries, as well as projected contributions from future plan members, are not included. Based on those assumptions, the LOSAP's fiduciary net position was projected to be depleted prior to making 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 up to the depletion date and the municipal bond rate was applied to all periods after the depletion date to determine the total pension liability.

**TOWN OF ELLINGTON, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2023**

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

**C. Volunteer Firefighters' Length of Service Award Program (LOSAP) (Continued)**

Summary of Significant Accounting Policies (Continued)

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

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

	1% Decrease (2.97%)	Current Discount Rate (3.97%)	1% Increase (4.97%)
Employee's Net Pension Liability	\$ 997,000	\$ 718,653	\$ 493,000

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

For the year ended June 30, 2023, the Town recognized pension expense of \$29,411 and reported deferred outflows of resources and deferred inflows of resources related to pension from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	\$ 15,717	\$ 19,095
Changes of Assumptions	132,554	269,338
Net Difference Between Projected and Actual Earning on Pension Plan Investments	25,221	-
Town Contributions Subsequent to the Measurement Date	95,715	-
Total	\$ 269,207	\$ 288,433

Amounts reported as deferred outflows of resources related to Town contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the subsequent year. Amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

Year Ending June 30,	Amount
2024	\$ (8,776)
2025	(11,827)
2026	(14,892)
2027	(17,623)
2028	(19,516)
Thereafter	(42,307)
Total	\$ (114,941)



**TOWN OF ELLINGTON, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2023**

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

**D. Municipal Employees' Retirement System**

Plan Description

Certain Town employees participate in the Municipal Employees' Retirement System (MERS). MERS is a cost-sharing multiple-employer public employee retirement system established by the state of Connecticut and administered by the State Retirement Commission to provide pension benefits to employees of participating municipalities. Chapters 7-425 to 7-451 of the state of Connecticut General Statutes, which can be amended by legislative action, establishes MERS benefits, member contribution rates and other plan provisions. MERS is considered to be part of the state of Connecticut's financial reporting entity and is included in the state's financial reports as a pension trust fund. Those reports can be obtained at [www.ct.gov](http://www.ct.gov).

Benefit Provisions

The plan provides retirement, disability and death benefits and annual cost-of-living adjustments to plan members and their beneficiaries. Employees are eligible to retire at age 55 with 5 years of continuous service, or 15 years of active aggregate service or 25 years of aggregate service. In addition, compulsory retirement is at age 65 for police and fire members. Employees under the age of 55 are eligible to retire with 25 years of service.

Normal Retirement

For members not covered by social security, retirement benefits are calculated as 2% of the average of the three highest paid years of service times the years of service. For members covered by social security, retirement benefits are calculated as 1½% of the average of the three highest paid years of service not in excess of the year's breakpoint plus 2% of average of the three highest paid years of service in excess of the year's breakpoint, times years of service. The year's breakpoint is defined as \$10,700 increased by 6.0% each year after 1982, rounded to the nearest multiple of \$100. Maximum benefit is 100% of average final compensation and the minimum benefit is \$1,000 annually.

Early Retirement

Members must have 5 years of continuous or 15 years of active aggregate service. Benefits are calculated as a service retirement allowance on the basis of the average of the three highest paid years of service to the date of termination. Benefits are deferred to normal retirement age, or an actuarially reduced allowance may begin at the time of separation.

Disability Retirement – Service Connected

This applies to employees who are totally and permanently disabled and such disability has arisen out of and in the course of employment with the municipality. Disability due to heart and hypertension in the case of fire and police, who began employment prior to July 1, 1996, is presumed to have been suffered in the line of duty. Benefits are calculated as a service retirement allowance based on compensation and service to the date of the disability with a minimum benefit (including workers' compensation benefits) of 50% of compensation at the time of disability.

**TOWN OF ELLINGTON, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2023**

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

**D. Municipal Employees' Retirement System (Continued)**

Disability Retirement – Non-Service Connected

This applies to employees who have 10 years of service and are totally and permanently disabled. Benefits are calculated as a service retirement allowance based on compensation and service to the date of the disability.

Pre-Retirement Death Benefit

The plan offers a lump-sum return of contributions with interest, or, if vested and married, the surviving spouse will receive a lifetime benefit.

Contributions

Member

Contributions for members not covered by Social Security are 5% of compensation; for members covered by Social Security, 2¼% of compensation up to the Social Security taxable wage base plus 5%, if any, in excess of such base. Effective July 1, 2019, member contribution rates are set to increase by 0.5% of compensation each year for six years.

Employer

Participating employers make annual contributions consisting of a normal cost contribution, a contribution for the amortization of the net unfunded accrued liability and a prior service amortization payment, which covers the liabilities of MERS not met by member contributions. In addition, there is also an annual administrative fee per active and retired member. The Town's required contribution rate for the year ended June 30, 2023, was 17.55% percent of annual payroll. Contributions to the pension plan from the Town were \$1,075,501 for the year ended June 30, 2023.

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

At June 30, 2023, the Town reports a liability of \$9,745,341 for its proportionate share of the net pension liability. The net pension liability was measured at June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation at June 30, 2022. The actuarial assumptions used in the June 30, 2022 valuation were based on results of an actuarial experience study for the period July 1, 2012 through June 30, 2017. The Town's proportion of the net pension liability was based on a projection of the Town's long-term share of contributions to the pension plan relative to the projected contributions of all participants, actuarially determined. At June 30, 2023, the Town's proportion was 0.71%. The decrease in proportion from the prior year was 0.002%.

**TOWN OF ELLINGTON, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2023**

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

**D. Municipal Employees' Retirement System (Continued)**

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

For the year ended June 30, 2023, the Town recognized pension expense of \$2,035,042. At June 30, 2023, the Town reported deferred outflows of resources related to pension from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	\$ 1,434,387	\$ -
Change in Proportionate Share	122,030	344,278
Change of Assumptions		-
Net Difference Between Projected and Actual Actuarial Experience	732,282	411,363
Town Contributions Subsequent to the Measurement Date	1,075,501	-
Total	<u>\$ 3,364,200</u>	<u>\$ 755,641</u>

Amounts reported as deferred outflows of resources related to Town contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the subsequent year. Amounts reported as deferred inflows of resources related to pension will be recognized in pension expense as follows:

<u>Year Ending June 30,</u>	<u>Amount</u>
2024	\$ 102,477
2025	267,921
2026	207,562
2027	955,098
Total	<u>\$ 1,533,058</u>

Actuarial Assumptions

The total pension liability was determined by an actuarial valuation as of June 30, 2022, using the following actuarial assumptions, applied to all periods included in the measurement period:

Inflation	2.50%
Salary Increase	3.50-10.00%, including inflation
Investment Rate of Return	7.00% net of pension plan investment expense, including inflation

**TOWN OF ELLINGTON, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2023**

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

**D. Municipal Employees' Retirement System (Continued)**

Actuarial Assumptions (Continued)

Mortality rates were based on:

RP-2014 Combined Mortality Table adjusted to 2006 and projected to 2015 with Scale MP-2017 and projected to 2022 with Scale BB for General Employees.

RP-2014 Blue Collar Mortality Table adjusted to 2006 and projected to 2015 with Scale MP-2017 and projected to 2022 with Scale BB for Police and Fire.

For disabled retirees, the RP-2014 Disabled Mortality Table projected with Scale BB to 2020 was used.

Future cost-of-living adjustments (COLA) for members who retire on or after January 1, 2002 are 60% of the annual increase in the Consumer Price Index (CPI) up to 6%. The minimum annual COLA is 2.5%; the maximum is 6%.

The long-term expected rate of return on pension plan investments was determined using a statistical 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.

Best estimates of arithmetic real rates of return for each major class are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Global Equity	37.00 %	6.90 %
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	6.2
Real Estate	10.0	6.3
Infra. & Natural Resources	7.0	7.7
Total	<u>100.00 %</u>	

**TOWN OF ELLINGTON, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2023**

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

**D. Municipal Employees' Retirement System (Continued)**

Discount Rate

The discount rate used to measure the total pension liability was 7.00%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at the actuarially determined contribution rates in the future years. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

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

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

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Town's Proportionate Share of the Net Pension Liability	\$ 13,475,484	\$ 9,745,341	\$ 6,616,859

**E. Connecticut Teachers Retirement System – Pension**

Plan Description

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

Benefit Provisions

The plan provides retirement, disability and death benefits. Employees are eligible to retire at age 60 with 20 years of credited service in Connecticut, or 35 years of credited service including at least 25 years of service in Connecticut.

Normal Retirement

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

**TOWN OF ELLINGTON, CONNECTICUT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2023**

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

**E. Connecticut Teachers Retirement System – Pension (Continued)**

Benefit Provisions (Continued)

Early Retirement

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

Disability Retirement

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

Contributions

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

Employer (School Districts)

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

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

For the year ended June 30, 2023 the amount of "on-behalf" contributions made by the state was \$6,899,085 and is recognized in the General Fund as intergovernmental revenues and education expenditures.

Employees

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

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

**TOWN OF ELLINGTON, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2023**

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

**E. Connecticut Teachers Retirement System – Pension (Continued)**

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

At June 30, 2023, the Town reports no amounts for its proportionate share of the net pension liability, and related deferred outflows and inflows, due to the statutory requirement that the state pay 100% of the required contribution. The amount recognized by the Town as its proportionate share of the net pension liability, the related state support and the total portion of the net pension liability that was associated with the Town were as follows:

Town's Proportionate Share of the Net Pension Liability	\$	-
State's Proportionate Share of the Net Pension Liability Associated with the Town		87,504,330
Total		\$ 87,504,330

The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2022. At June 30, 2023, the Town has no proportionate share of the net pension liability.

For the year ended June 30, 2023, the Town recognized pension expense and revenue of \$8,457,391 in Exhibit II.

Actuarial Assumptions

The total pension liability was determined by an actuarial valuation as of June 30, 2022, using the following actuarial assumptions, applied to all periods included in the measurement:

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

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

The actuarial assumptions used in the June 30, 2022 valuation were based on the results of an actuarial experience study for the five-year period ending June 30, 2019.

**TOWN OF ELLINGTON, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2023**

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

**E. Connecticut Teachers Retirement System – Pension (Continued)**

Actuarial Assumptions (Continued)

Assumption changes since the prior year are as follows:

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

Benefit changes since the prior year are as follows:

- Legislation was passed restoring the 25% wear down of Plan N benefits to vested members as of June 30, 2019.

Cost-of-Living Allowance

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

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

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



**TOWN OF ELLINGTON, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2023**

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

**E. Connecticut Teachers Retirement System – Pension (Continued)**

Long-Term Rate of Return

The long-term expected rate of return on pension plan investments was determined using a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The current capital market assumptions and the target asset allocation as provided by the State of Connecticut Treasurer’s Office are summarized in the following table:

<u>Asset Class</u>	<u>Expected Return</u>	<u>Target Allocation</u>
Domestic Equity Fund	5.40 %	20.00 %
Developed Market Intl. Stock Fund	6.4	11.00
Emerging Market Intl. Stock Fund	8.6	9.00
Core Fixed Income Fund	0.8	13.00
Private Credit	6.5	5.00
Emerging Market Debt Fund	3.8	5.00
High Yield Bond Fund	3.4	3.00
Real Estate Fund	5.2	19.00
Private Equity	9.4	10.00
Alternative Investments	3.1	3.00
Liquidity Fund	(0.4)	2.00
Total		<u>100.00 %</u>

Discount Rate

The discount rate used to measure the total pension liability was 6.90%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that State contributions will be made at the actuarially determined contribution rates in the future years. Based on those assumptions, the pension plan’s fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

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

The Town’s proportionate share of the net pension liability is \$-0- and, therefore, the change in the discount rate would only impact the amount recorded by the state of Connecticut.

Pension Plan Fiduciary Net Position

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

**TOWN OF ELLINGTON, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2023**

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

**E. Connecticut Teachers Retirement System – Pension (Continued)**

Other Information

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

**F. Aggregate Pension Information**

The Town recognized the following amounts related to pension plans as of and for the year ended June 30, 2023:

Plan	Net Pension Liability	Deferred Outflows	Deferred Inflows	Pension Expense
LOSAP Plan	\$ 718,653	\$ 269,207	\$ 288,433	\$ 29,411
MERS	9,745,341	3,364,200	755,641	2,035,042
Connecticut Teachers Retirement System	-	-	-	6,889,085
Total	<u>\$ 10,463,994</u>	<u>\$ 3,633,407</u>	<u>\$ 1,044,074</u>	<u>\$ 8,953,538</u>

**NOTE 5 OTHER POSTEMPLOYMENT BENEFIT PLANS**

**A. Town and Board of Education Program**

Plan Description

The Town provides eligible retirees and their spouses with OPEB Program for medical and dental coverage through the Town’s group health insurance plans, which cover both active and retired members in a single employer OPEB defined benefit plan. Benefit and contribution provisions are established through negotiations between the Town and the union representing Town employees and are renegotiated between three-year and five-year bargaining periods.

The Town currently pays for postemployment health care benefits on a pay-as-you-go basis. As of June 30, 2023, the Town has not established a trust fund to irrevocably segregate assets to fund liability associated with the postemployment benefits, which would require the reporting of a trust fund in accordance with GASB guidelines.

Funding Policy

Participant contribution requirements are established and may be amended through negotiations between the Town and the respective labor union. Board of Education employees age 55 with 5 or more consecutive years of service or any age with 25 years of service in the Ellington school system are eligible to receive benefits. Town employees with 25 or more years of service, and age plus service greater than or equal to 75 years, are eligible to receive benefits.

**TOWN OF ELLINGTON, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2023**

**NOTE 5 OTHER POSTEMPLOYMENT BENEFIT PLANS (CONTINUED)**

**A. Town and Board of Education Program (Continued)**

Funding Policy (Continued)

Board of Education retirees contribute 100% towards dental and medical premiums. For nonunion employees, the Town contributes 100% of the premium cost for retiree's health and dental insurance coverage. For Town Hall employees, the Town contributes 85% towards pre-age 65 retiree medical and dental premiums and 100% of the premium cost for Medicare and dental coverage for retirees age 65 and older. Employees hired on or after December 4, 2008 are not eligible for any postemployment premium cost share by the Town. For public works department employees, the Town contributes 85% towards pre-age 65 retiree and medical and dental premiums and 100% of the premium cost for Medicare and dental coverage for retirees age 65 and older. Employees hired on or after September 28, 2009 are not eligible for any postemployment premium cost share by the Town.

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

Retirees, Beneficiaries, and Dependents Currently	
Receiving Benefits	46
Active Participants	461
Total	<u>507</u>

Total OPEB Liability

The Town's total OPEB liability of \$5,010,093 was measured as of June 30, 2023 and was determined by an actuarial valuation dated July 1, 2022 rolled forward to June 30, 2023.

Actuarial Assumptions and Other Inputs

The total OPEB liability in the July 1, 2022 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement unless otherwise specified:

Inflation Rate	2.00%
Discount Rate	3.65%
Salary Increases:	3.50% annually
Medical Trend Rates	6.50% decreasing to an ultimate rate of 5.00%

The discount rate was based on the Bond Buyer General Obligation 20-Bond Municipal Index as of the measurement date. This represents municipal bond trends based on a portfolio of 20 general obligation bonds that mature in 20 years. Mortality rates were based on PUB-2010 head-weighted projected generationally with scale MP-2020.

**TOWN OF ELLINGTON, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2023**

**NOTE 5 OTHER POSTEMPLOYMENT BENEFIT PLANS (CONTINUED)**

**A. Town and Board of Education Program (Continued)**

Actuarial Assumptions and Other Inputs (Continued)

Other significant assumptions were as follows:

- The healthcare cost trend rate was reset to 7.00% in 2020, grading down 0.50% per annum to an ultimate rate of 5.00% in years 2026 and later.
- The mortality table improvement scale was updated to MP-2021.
- The participation rate for Town employees who are eligible to receive a Town contribution in retirement was reset to 75% and the participation rate for Town employees who are not eligible to receive a Town contribution in retirement was reset to 25% to reflect actual experience.
- The participation rate for the Board of Education employees was reset to 25% to reflect actual experience.
- The demographic assumptions for non-teachers were updated to reflect assumptions included in the State of Connecticut State Employee OPEB Plan GASB 75 valuation report prepared by Segal as of June 30, 2022.
- The demographic assumptions for teachers were updated to reflect assumptions included in the Connecticut State Teacher's Retirement System Actuarial Valuation report prepared by Cavanaugh Macdonald as of June 30, 2022.

Changes in the Total OPEB Liability

	Total OPEB Liability
Balance as of July 1, 2022	\$ 5,327,212
Changes for the Year:	
Service Cost	149,740
Interest on Total OPEB Liability	178,377
Changes of Benefit Terms	-
Differences Between Expected and Actual Experience	(675,944)
Changes in Assumptions or Other Inputs	303,717
Benefit Payments	(273,009)
Net Changes	(317,119)
Balance as of June 30, 2023	\$ 5,010,093

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 one percentage point lower or one percentage point higher than the current discount rate:

	1% Decrease (2.65%)	Current Discount Rate (3.65%)	1% Increase (4.65%)
Total OPEB Liability	\$ 5,699,262	\$ 5,010,093	\$ 4,439,776

**TOWN OF ELLINGTON, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2023**

**NOTE 5 OTHER POSTEMPLOYMENT BENEFIT PLANS (CONTINUED)**

**A. Town and Board of Education Program (Continued)**

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 the current healthcare cost trend rates that are one percentage point lower or one percentage point higher than the current healthcare cost trend rates:

	1% Decrease (6.00%) Decreasing to 4.00%)	Healthcare Cost Trend Rates (7.00%) Decreasing to 5.00%)	1% Increase (8.00%) Decreasing to 6.00%)
Total OPEB Liability	\$ 4,374,380	\$ 5,010,093	\$ 5,803,973

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

For the year ended June 30, 2023, the Town recognized OPEB expense of \$324,667. At June 30, 2023, the Town reported deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	\$ 182,536	\$ 694,757
Changes in Assumptions	966,395	849,902
Total	\$ 1,148,931	\$ 1,544,659

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

<u>Year Ending June 30,</u>	<u>Amount</u>
2024	\$ 5,899
2025	28,796
2026	(49,327)
2027	(229,615)
2028	(57,984)
Thereafter	(93,497)
Total	\$ (395,728)

**TOWN OF ELLINGTON, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2023**

**NOTE 5 OTHER POSTEMPLOYMENT BENEFIT PLANS (CONTINUED)**

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

Plan Description

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

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

Benefit Provisions

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

Any member who is not currently participating in Medicare Parts A & B is eligible to continue health care coverage with their former employer. A subsidy of up to \$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, and any remaining portion is used to offset the district's cost. The subsidy amount is set by statute.

A subsidy amount of \$440 per month may be paid for a retired member, spouse, or the surviving spouse of a member who has attained the normal retirement age to participate in Medicare, is not eligible for Part A of Medicare without cost, and contributes at least \$440 per month towards coverage under a local school district plan.

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

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

**TOWN OF ELLINGTON, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2023**

**NOTE 5 OTHER POSTEMPLOYMENT BENEFIT PLANS (CONTINUED)**

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

Survivor Health Care Coverage

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

Eligibility

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

Credited Service

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

Normal Retirement

Age 60 with 20 years of Credited Service in Connecticut, or 35 years of Credited Service including at least 25 years of service in Connecticut.

Early Retirement

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

Proratable Retirement

Age 60 with 10 years of Credited Service.

Disability Retirement

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

Termination of Employment

Ten or more years of Credited Service.

**TOWN OF ELLINGTON, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2023**

**NOTE 5 OTHER POSTEMPLOYMENT BENEFIT PLANS (CONTINUED)**

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

Contributions

State of Connecticut

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

Employer (School Districts)

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

For the year ended June 30, 2023, the amount of "on-behalf" contributions made by the state was \$97,580 and is recognized in the General Fund as intergovernmental revenues and education expenditures.

Employees/Retirees

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

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

At June 30, 2023, the Town reports no amounts for its proportionate share of the net OPEB liability, and related deferred outflows and inflows, due to the statutory requirement that the state pay 100% of the required contribution. The amount recognized by the Town as its proportionate share of the net OPEB liability, the related State support and the total portion of the net OPEB liability that was associated with the Town was as follows:

Town's Proportionate Share of the Net OPEB Liability	\$ -
State's Proportionate Share of the Net OPEB Liability Associated with the Town	7,663,372
Total	<u>\$ 7,663,372</u>



**TOWN OF ELLINGTON, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2023**

**NOTE 5 OTHER POSTEMPLOYMENT BENEFIT PLANS (CONTINUED)**

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

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

The net OPEB liability was measured as of June 30, 2022, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of June 30, 2022. At June 30, 2023, the Town has no proportionate share of the net OPEB liability.

For the year ended June 30, 2023, the Town recognized OPEB expense and revenue of \$461,928 in Exhibit II.

Actuarial Assumptions

The total OPEB liability was determined by an actuarial valuation as of June 30, 2022, using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.50%
Health care costs trend rate	Known increases until calendar year 2024 then general trend decreasing to an ultimate rate of 4.50% by 2031
Salary increases	3.00-6.50%, including inflation
Investment rate of return	3.53%, net of OPEB plan investment expense, including inflation
Year fund net position will be depleted	2027

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

The actuarial assumptions used in the June 30, 2022 valuation were based on the results of an actuarial experience study for the period July 1, 2014 – June 30, 2019.

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

- Discount rate changed from 2.17% to 3.53%;
- Expected annual per capita claims costs were updated to better reflect anticipated medical and prescription drug claim experience;
- The assumed age-related annual percentage increases in expected annual per capita health care claim costs were updated;
- Long-term health care cost trend rates were updated; and
- The percentages of participating retirees who are expected to enroll in the Medicare Supplement Plan and the Medicare Advantage Plan options were updated to better reflect anticipated plan experience.

**TOWN OF ELLINGTON, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2023**

**NOTE 5 OTHER POSTEMPLOYMENT BENEFIT PLANS (CONTINUED)**

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

Actuarial Assumptions (Continued)

The changes in the benefit terms since the prior year are as follows:

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

The long-term expected rate of return on plan assets is reviewed as part of the GASB 75 valuation process. Several factors are considered in evaluating the long-term rate of return assumption, including the plan's current asset allocations and a log-normal distribution analysis using the best-estimate ranges of expected future real rates of return (expected return, net investment expense and inflation) for each major asset class. The long-term expected rate of return was determined by weighting the expected future real rates of return by the target asset allocation percentage and then adding expected inflation. The assumption is not expected to change absent a significant change in the asset allocation, a change in the inflation assumption, or a fundamental change in the market that alters expected returns in future years. The plan is 100% invested in U.S. Treasuries (Cash Equivalents) for which the expected 10-Year Geometric Real Rate of Return is (0.98%).

Discount Rate

The discount rate used to measure the total OPEB liability was 3.53%. The projection of cash flows used to determine the discount rate was performed in accordance with GASB 75. The projection was based on an actuarial valuation performed as of June 30, 2022.

In addition to the actuarial methods and assumptions of the June 30, 2022, actuarial valuation, the following actuarial methods and assumptions were used in the projection of cash flows:

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

Based on those assumptions, the Plan's fiduciary net position was projected to be depleted in 2027 and, as a result, the Municipal Bond Index Rate was used in the determination of the single equivalent rate.

**TOWN OF ELLINGTON, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2023**

**NOTE 5 OTHER POSTEMPLOYMENT BENEFIT PLANS (CONTINUED)**

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

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

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

OPEB Fiduciary Net Position

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

Other Information

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

**C. Aggregate OPEB Information**

The Town recognized the following amounts related to OPEB plans as of and for the year ended June 30, 2023:

Plan	Net Pension Liability	Deferred Outflows	Deferred Inflows	Pension Expense
Town OPEB Plan	\$ 5,010,093	\$ 1,148,931	\$ 1,544,659	\$ 29,411
Connecticut Teachers Retirement System	-	-	-	97,580
Total	<u>\$ 5,010,093</u>	<u>\$ 1,148,931</u>	<u>\$ 1,544,659</u>	<u>\$ 126,991</u>

**NOTE 6 OTHER INFORMATION**

**A. Risk Management**

The Town is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; error and omissions; injuries to employees; and natural disasters. These risks are covered by commercial insurance purchased from independent third parties except for workers’ compensation and Liability-Automobile-Property insurance, for which the Town participates in risk-sharing pools. Settled claims from these risks did not exceed commercial insurance coverage during the three years ended June 30, 2023.

**TOWN OF ELLINGTON, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2023**

**NOTE 6 OTHER INFORMATION (CONTINUED)**

**A. Risk Management (Continued)**

The Town is a member of CIRMA's Liability-Automobile-Property Pool, a risk-sharing 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-Automotive-Property Pool retains \$1,000,000 per occurrence for each line of liability coverage.

The Town is a member of CIRMA's Workers' Compensation Pool, a risk-sharing pool. The Workers' Compensation Pool provides statutory benefits pursuant to the provisions of the Connecticut Workers' Compensation Act. The coverage is subject to an incurred loss retrospective rating plan, and losses incurred in the coverage period will be evaluated at 18, 32, and 40 months after the effective date of coverage. The premium is subject to payroll audit at the close of the coverage period. CIRMA's Workers' Compensation Pool retains \$1,000,000 per occurrence.

The Town has chosen to retain the risks for Board of Education employee dental claims and Board of Education employee medical insurance claims. These funds are reported as Internal Service Funds.

The claims liability of \$26,224 for the BOE Dental Self-Insurance Fund, reported at June 30, 2023 is based on estimated claims incurred but not reported. The changes in the claim liability was as follows:

BOE Dental Self-Insurance	Liability July 1,	Current Year Claims and Changes in Estimates	Claim Payments	Liability June 30,	Due Within One Year
2022 - 2023	\$ 45,200	\$ 284,473	\$ 303,449	\$ 26,224	\$ 26,224
2021 - 2022	39,270	299,430	293,500	45,200	45,200

The claims liability of \$382,079 for the BOE Medical Self Insurance Fund, reported at June 30, 2023 is based on estimated claims incurred but not reported. The changes in the claim liability was as follows:

BOE Medical Self-Insurance	Liability July 1,	Current Year Claims and Changes in Estimates	Claim Payments	Liability June 30,	Due Within One Year
2022 - 2023	\$ 297,244	\$ 6,507,069	\$ 6,422,234	\$ 382,079	\$ 382,079
2021 - 2022	-	6,230,527	5,933,283	297,244	297,244

**TOWN OF ELLINGTON, CONNECTICUT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2023**

**NOTE 6 OTHER INFORMATION (CONTINUED)**

**B. Contingent Liabilities**

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

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

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

**REQUIRED SUPPLEMENTARY INFORMATION**

**TOWN OF ELLINGTON, CONNECTICUT  
GENERAL FUND  
SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES  
BUDGET AND ACTUAL  
YEAR ENDED JUNE 30, 2023  
(NONGAAP BUDGETARY BASIS)**

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
<b>Property Taxation:</b>				
Current Year Levy	\$ 50,171,464	\$ 50,171,464	\$ 50,736,593	\$ 565,129
Prior Year Levy	80,000	80,000	103,426	23,426
Interest and Lien Fees	80,000	80,000	213,038	133,038
Total Property Taxation	50,331,464	50,331,464	51,053,057	721,593
<b>State and Federal Grants:</b>				
Education Cost Sharing Grant	10,105,344	10,105,344	10,099,936	(5,408)
Adult Education and Vocational Agriculture	20,825	20,825	22,971	2,146
Town Road Aid	340,896	340,896	339,087	(1,809)
Disability Reimbursement	1,715	1,715	1,941	226
State Property Forest	4,540	4,540	-	(4,540)
Pequot/Mohegan Funds	4,081	4,081	4,081	-
Circuit Court Fines	6,338	6,338	3,633	(2,705)
Telecomm Serv Pers Prop Tax	14,868	14,868	17,706	2,838
Additional Income Veterans	10,457	10,457	10,135	(322)
Local Capital Improvement Program	108,297	108,297	111,348	3,051
Revenue Sharing	-	-	322,221	322,221
Erase Grant	3,907	3,907	4,153	246
Emergency Management	18,379	18,379	-	(18,379)
North Central Area Agency on Aging	5,930	5,930	-	(5,930)
Municipal Grants-in-Aid	223,527	223,527	223,527	-
NCAAA-Nutrition PP (ENPP)	4,000	4,000	4,000	-
CT Fair Plan Anti Arson Grant	500	500	500	-
DOT Elderly and Disabled	27,023	27,023	-	(27,023)
PILOT	8,404	8,404	8,404	-
State of CT 'Nip Sales'	21,989	21,989	22,948	959
State of CT Police Grants	-	-	23,840	23,840
State of CT Elections	-	-	5,240	5,240
STEAP	-	-	116,765	116,765
State of CT Parks and Recreation	-	-	27,492	27,492
FEMA	-	-	789	789
Hartford Foundation for Public Giving	-	-	2,421	2,421
Total State and Federal Grants	10,931,020	10,931,020	11,373,138	442,118

**TOWN OF ELLINGTON, CONNECTICUT  
GENERAL FUND  
SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES  
BUDGET AND ACTUAL (CONTINUED)  
YEAR ENDED JUNE 30, 2023  
(NONGAAP BUDGETARY BASIS)**

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
Charges for Goods and Services:				
Building Department	\$ 325,000	\$ 325,000	\$ 375,294	\$ 50,294
Rights of Way Permits	2,250	2,250	2,170	(80)
Fire Marshal	400	400	405	5
Planning and Zoning	40,000	40,000	27,952	(12,048)
Recreation Program Receipts	310,977	310,977	382,856	71,879
Town Clerk Conveyance Tax	275,000	275,000	269,118	(5,882)
Town Clerk Record Fees and License	173,000	173,000	66,276	(106,724)
Aircraft Registration	1,080	1,080	990	(90)
Animal Control Officer Fees and Licenses	20,000	20,000	19,445	(555)
Adhoc Patriotic Committee	200	200	-	(200)
Adhoc Ell Trails Committee	500	500	-	(500)
Board of Education	32,000	32,000	32,000	-
Police-Special Duty	377,000	377,000	437,826	60,826
Police-Dare Donations	-	-	1,600	1,600
Youth Services Donations	-	-	475	475
Youth Services Activities	10,000	10,000	16,947	6,947
Human Services-Fuel Administration	1,030	1,030	2,650	1,620
Human Services Donations	-	-	2,019	2,019
Senior Center Donations	350	350	600	250
Senior Center Emats	250	250	(43)	(293)
Senior Center Transportation Center	400	400	9,047	8,647
Senior Center Programs	27,000	27,000	34,179	7,179
Senior Center Rental Income	-	-	490	490
Hall Memorial Library Reimbursement	30,000	30,000	4,071	(25,929)
Library Program Revenue	-	-	2,863	2,863
Friends of the Library Reimbursement	10,000	10,000	11,317	1,317
Total Charges for Goods and Services	1,636,437	1,636,437	1,700,547	64,110
Investment Earnings:				
Interest on Earnings	20,000	20,000	1,049,077	1,029,077
Airport Sewer Debt	100,000	100,000	95,000	(5,000)
Other Revenues:				
Ambulance Fee Program	125,000	134,895	134,895	-
Insurance Claims and Refunds	4,000	4,000	21,529	17,529
WPCA Reimbursement	-	-	33,801	33,801
Recycling Revenue	-	-	9,006	9,006
Snow Removal Charge - Developers	10,000	10,000	-	(10,000)
Sundry Refunds and Receipts	72,000	72,000	54,554	(17,446)
Rental Income of Town Property	29,270	29,270	31,283	2,013
Sale of Property	35,000	35,000	1,301	(33,699)
Total Other Revenues	275,270	285,165	286,369	1,204
Total Revenues	63,294,191	63,304,086	65,557,188	2,253,102



**TOWN OF ELLINGTON, CONNECTICUT  
GENERAL FUND  
SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES  
BUDGET AND ACTUAL (CONTINUED)  
YEAR ENDED JUNE 30, 2023  
(NONGAAP BUDGETARY BASIS)**

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
<b>OTHER FINANCING SOURCES</b>				
Appropriation of Fund Balance	\$ 1,585,442	\$ 1,894,942	\$ -	\$ (1,894,942)
Transfer from Capital Reserve Fund	402,800	402,800	416,466	13,666
Total Other Financing Sources	<u>1,988,242</u>	<u>2,297,742</u>	416,466	<u>(1,881,276)</u>
 Total Revenues and Other Financing Sources	 <u>\$ 65,282,433</u>	 <u>\$ 65,601,828</u>	 65,973,654	 <u>\$ 371,826</u>

Budgetary revenues are different than GAAP revenues because:

State of Connecticut on-behalf payments related to the Connecticut State Teachers' Retirement Pension System for Town teachers are not budgeted	6,899,085
State of Connecticut on-behalf payments related to the Connecticut State Teachers' Retirement OPEB System for Town teachers are not budgeted	97,580
CRRRA Sanitation fund not budgeted	392
State of Connecticut grants for Special Education Excess Costs are netted for budgetary purposes	795,467
Airport sewer debt payment receipts not included for GAAP	(95,000)
Transfers from capital reserve are budgeted but are not recognized as a revenue for GAAP	(416,466)
Lease issuance, not budgeted for	<u>376,266</u>

Total Revenues and Other Financing Sources as Reported on the Statement of Revenues, Expenditures and Changes in Fund Balance - Governmental Funds - Exhibit IV

\$ 73,630,978

**TOWN OF ELLINGTON, CONNECTICUT  
GENERAL FUND  
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES  
BUDGET AND ACTUAL  
YEAR ENDED JUNE 30, 2023  
(NONGAAP BUDGETARY BASIS)**

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
<b>General Government:</b>				
Board of Selectmen	\$ 398,784	\$ 406,693	\$ 328,377	\$ 78,316
Board of Finance	11,350	12,592	12,592	-
Auditors	55,300	65,458	65,458	-
Auditors - Special Project	1	1	-	1
Finance Officer	579,650	589,057	564,496	24,561
Tax Assessor	234,668	234,668	226,289	8,379
Tax Collector	192,468	196,135	193,189	2,946
Board of Assessment Appeals	110	110	-	110
Insurance Advisory Board	125	125	-	125
Town Clerk	196,663	200,198	172,719	27,479
Town Counsel	105,000	120,265	120,265	-
Probate Court	32,471	32,471	9,214	23,257
Town Planner	252,167	257,455	256,966	489
Total	<u>2,058,757</u>	<u>2,115,228</u>	<u>1,949,565</u>	<u>165,663</u>
<b>Boards and Agencies:</b>				
Registrars and Electors	72,836	72,836	68,741	4,095
Economic Development Commission	4,950	4,950	3,911	1,039
Planning and Zoning	28,700	28,700	26,570	2,130
Design Review Board	1	1	-	1
Zoning Board of Appeals	4,700	4,700	3,082	1,618
Shared Services Commission	1	1	-	1
Permanent Building Commission	1,750	1,750	1,693	57
Ethics Commission	70	70	-	70
Inland Wetland Agency	6,800	6,800	3,833	2,967
Flood and Erosion Control Board	1	1	-	1
Conservation Commission	3,350	3,350	2,337	1,013
WPCA	1	1	-	1
Total	<u>123,160</u>	<u>123,160</u>	<u>110,167</u>	<u>12,993</u>
<b>Public Safety:</b>				
Center Fire Department	257,745	257,745	223,523	34,222
Crystal Lake Fire Department	111,951	128,463	128,463	-
Fire Protection Hydrants	403,200	427,784	427,784	-
Emergency 911	53,730	53,730	53,627	103
Police	1,354,834	1,362,598	1,246,283	116,315
Police Special Duty	227,000	234,491	234,491	-
Police Drug Abuse Resistance Education	1,500	2,607	2,607	-
Animal Control Officer	110,089	110,089	106,039	4,050
Emergency Management	106,863	111,203	108,669	2,534
Building Department	174,539	178,720	178,720	-
Volunteer Ambulance	373,281	390,855	390,855	-
Emergency Service Incentive Program	160,000	160,000	131,280	28,720
Adhoc Emergency Service Committee	250	250	-	250
Preemption	5,000	5,000	1,900	3,100
Public Safety Commission	1	1	-	1
Fire Marshall	177,711	182,951	179,733	3,218
Total	<u>3,517,694</u>	<u>3,606,487</u>	<u>3,413,974</u>	<u>192,513</u>

**TOWN OF ELLINGTON, CONNECTICUT  
GENERAL FUND  
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES  
BUDGET AND ACTUAL (CONTINUED)  
YEAR ENDED JUNE 30, 2023  
(NONGAAP BUDGETARY BASIS)**

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
Public Works:				
General Town Roads	\$ 2,078,194	\$ 2,286,504	\$ 2,051,188	\$ 235,316
New Equipment	10,000	10,000	9,052	948
Equipment Maintenance	266,700	266,700	255,231	11,469
Town Garage Maintenance	74,500	74,500	70,139	4,361
Street Signs	10,000	10,000	7,819	2,181
Grounds Maintenance - BOE/Parks	120,000	120,000	115,993	4,007
Town Aid Road - Winter	208,000	208,000	168,289	39,711
Town Aid Road - Materials	275,000	275,000	275,000	-
Sanitary Landfill	667,500	667,500	599,294	68,206
Mun-Solid/Bulky Waste Curb	627,200	687,052	687,052	-
Sanitary Recycling	445,312	488,700	488,700	-
Household Hazardous Waste	17,500	20,727	20,727	-
Street Lighting	87,000	87,000	83,030	3,970
Engineering and Inspections	105,000	105,000	100,408	4,592
Total	4,991,906	5,306,683	4,931,922	374,761
Recreation:				
Parks Recreation Equipment	566,549	613,479	586,609	26,870
Crystal Lake Water Monitor	40,000	40,000	37,542	2,458
Total	606,549	653,479	624,151	29,328
Library:				
Hall Memorial Library	755,492	755,492	732,426	23,066
Human Services:				
Nutmeg Big Brothers Big Sisters	3,000	3,000	3,000	-
Cornerstone Foundation, Inc.	5,000	5,000	5,000	-
Connecticut Legal Services	2,200	2,200	2,200	-
YWCA/SACS	2,000	2,000	2,000	-
Regional Mental Health Board	1,149	1,149	1,149	-
Kidsafe CT	3,000	3,000	3,000	-
Hockanum Valley Community Council	17,500	17,500	17,500	-
Youth Activity Programs	221,567	228,711	214,687	14,024
Hartford Interval House	3,000	3,000	3,000	-
Human Services	231,675	231,675	191,221	40,454
North Central Health District	76,719	76,719	76,719	-
Municipal Agent	2,000	2,000	1,511	489
Senior Center	292,493	296,196	278,941	17,255
Total	861,303	872,150	799,928	72,222

**TOWN OF ELLINGTON, CONNECTICUT  
GENERAL FUND  
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES  
BUDGET AND ACTUAL (CONTINUED)  
YEAR ENDED JUNE 30, 2023  
(NONGAAP BUDGETARY BASIS)**

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
<b>Town Properties:</b>				
Town Hall	\$ 404,935	\$ 404,935	\$ 400,199	\$ 4,736
Center Cemetery	3,700	3,700	3,700	-
Hall Memorial Library Building	115,600	115,600	112,542	3,058
EVAC Building	41,000	41,000	26,944	14,056
Crystal Lake Fire Building	34,337	34,337	27,613	6,724
Crystal Fire Building - Main Street	36,741	37,000	37,000	-
Crystal Fire Building - Nutmeg Drive	22,666	22,666	18,794	3,872
Arbor Commons - Human Services	20,700	20,700	20,621	79
Arbor Commons - Police	14,386	14,386	10,823	3,563
Animal Control Facility	2,000	2,000	1,780	220
Senior Center Building	66,000	66,000	51,073	14,927
Pinney House	2,400	2,400	1,146	1,254
Old Crystal Lake School House	12,250	12,250	6,757	5,493
Total	776,715	776,974	718,992	57,982
<b>Debt Service:</b>				
Principal Retirement	2,195,405	2,216,825	2,216,825	-
Interest	457,349	460,655	460,655	-
Total	2,652,754	2,677,480	2,677,480	-
<b>Other:</b>				
Social Security	551,964	551,964	499,049	52,915
Insurance	2,956,120	2,906,072	2,719,275	186,797
Insurance Reimbursement and Claims	5,000	5,000	3,837	1,163
Service Insurance	95,715	95,715	95,715	-
Contingency Fund	200,000	-	-	-
Capital Reserve Fund	200,000	-	-	-
AD HOC Prevention Council Developing	10,000	10,000	9,921	79
Erase	3,907	3,907	3,904	3
AD HOC Patriotic Committee	5,000	5,000	4,886	114
AD HOC Beautification Committee	2,300	2,300	2,000	300
AD HOC Trails Committee	8,000	8,000	6,797	1,203
AD HOC Committee on Diversity and Inclusion	2,000	2,000	240	1,760
Charter Revision Commission	1	1	-	1
Miscellaneous	1,500	3,075	3,075	-
GASB-OPEB	100,000	100,000	100,000	-
Debt Stabilization	100,000	300,000	300,000	-
Referendum/Primaries	17,500	17,500	15,847	1,653
Building Demolition/Eviction	5,000	5,000	-	5,000
Salary Adjustment	204,062	16,627	-	16,627
Employee Education Development	7,500	7,500	-	7,500
Town Communications	3,208	3,208	3,108	100
Town Website	20,000	20,000	20,000	-
Grant Applications	100	100	-	100
GIS	4,700	5,200	5,200	-
Total	4,503,577	4,068,169	3,792,854	275,315

**TOWN OF ELLINGTON, CONNECTICUT  
GENERAL FUND  
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES  
BUDGET AND ACTUAL (CONTINUED)  
YEAR ENDED JUNE 30, 2023  
(NONGAAP BUDGETARY BASIS)**

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
Education	\$ 43,006,229	\$ 43,006,229	\$ 43,006,229	\$ -
Capital Outlays	1,428,297	1,640,297	1,428,297	212,000
Total Budgetary Expenditures	<u>\$ 65,282,433</u>	<u>\$ 65,601,828</u>	<u>\$ 64,185,985</u>	<u>\$ 1,415,843</u>

Budgetary expenditures are different than GAAP expenditures because:

State of Connecticut on-behalf payments related to the Connecticut State Teachers' Retirement Pension System for Town teachers are not budgeted	\$ 6,899,085
State of Connecticut on-behalf payments related to the Connecticut State Teachers' Retirement OPEB System for Town teachers are not budgeted	97,580
Unexpended fund not budgeted	29,658
State of Connecticut grants for Special Education Excess Costs are netted for budgetary purposes	795,467
Change in designations recorded as expenditures for budget purposes:	
Capital reserve	(23,840)
Capital and nonrecurring	(184,097)
Debt service	(300,000)
OPEB Reserve	(100,000)
Lease issuance, not budgeted for	376,266
Airport debt payment receipts not included for GAAP	(95,000)
Capital close outs	(11,141)
Tax appeal payment not budgeted for	154,103
Encumbrances outstanding at June 30, 2022 paid during current year	180,271
Encumbrances outstanding at June 30, 2023	<u>(147,507)</u>
 Total Expenditures and Other Financing Uses as Reported on the Statement of Revenues, Expenditures and Changes in Fund Balance - Governmental Funds Exhibit IV	 <u>\$ 71,856,830</u>

**TOWN OF ELLINGTON, CONNECTICUT  
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND  
RELATED RATIOS – VOLUNTEER FIREFIGHTERS’  
LENGTH OF SERVICE AWARD PROGRAM  
LAST FIVE FISCAL YEARS**

	2023	2022	2021	2020	2019
Total LOSAP Liability:					
Service Cost	\$ 25,994	\$ 27,133	\$ 27,489	\$ 23,340	\$ 31,255
Interest on Total Pension Liability	79,258	82,727	85,458	84,438	84,051
Difference Between Expected and Actual Experience	5,656	4,982	(26,343)	(1,974)	13,832
Effect of Assumption Changes or Inputs	(294,412)	49,724	106,446	34,885	(23,954)
Benefit Payments	(95,105)	(86,716)	(89,049)	(94,420)	(100,133)
Net Change in Total LOSAP Liability	(278,609)	77,850	104,001	46,269	5,051
Total LOSAP Liability - Beginning	2,265,570	2,187,720	2,083,719	2,037,450	2,032,399
Total LOSAP Liability - Ending	1,986,961	2,265,570	2,187,720	2,083,719	2,037,450
Plan Fiduciary Net Position:					
Contributions - Employer	86,968	-	214,977	-	107,681
Net Investment Income (Loss)	36,065	37,231	32,271	34,972	36,735
Benefit Payments	(95,105)	(86,716)	(89,049)	(94,420)	(100,133)
Net Change in Plan Fiduciary Net Position	27,928	(49,485)	158,199	(59,448)	44,283
Plan Fiduciary Net Position - Beginning	1,240,380	1,289,865	1,131,666	1,191,114	1,146,831
Plan Fiduciary Net Position - Ending	1,268,308	1,240,380	1,289,865	1,131,666	1,191,114
Town's Net LOSAP Liability	<u>\$ 718,653</u>	<u>\$ 1,025,190</u>	<u>\$ 897,855</u>	<u>\$ 952,053</u>	<u>\$ 846,336</u>
Plan Fiduciary Net Position as a Percentage of Total LOSAP Liability	63.83%	54.75%	58.96%	54.31%	58.46%
Covered Payroll	N/A	N/A	N/A	N/A	N/A
Town Net LOSAP Liability as a Percentage of Covered Payroll	N/A	N/A	N/A	N/A	N/A

## Notes:

The Town does not have a trust to pay related benefits for the LOSAP plan.

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

**TOWN OF ELLINGTON, CONNECTICUT  
SCHEDULE OF EMPLOYER CONTRIBUTIONS  
VOLUNTEER FIREFIGHTERS' LENGTH OF SERVICE AWARD PROGRAM  
LAST TEN FISCAL YEARS\***

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Actuarially Determined Contribution*	\$ 55,918	\$ 95,715	\$ 86,968	\$ 101,156	\$ 107,681	\$ 93,306	\$ 100,911	\$ 96,341	\$ 99,463	\$ 65,123
Contributions in Relation to the Actuarially Determined Contribution	86,968	86,716	214,977	-	107,681	93,306	101,000	96,341	90,200	79,200
Contribution Deficiency (Excess)	\$ 31,050	\$ (8,999)	\$ (128,009)	\$ 101,156	\$ -	\$ -	\$ (89)	\$ -	\$ 9,263	\$ (14,077)
Covered Payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Contributions as a Percentage of Covered Payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

## Notes to Schedule:

Valuation date: August 1, 2022

Measurement date: July 31, 2022

Actuarially determined contribution rates are calculated based on actuarial valuation as of August 1 of the beginning of each fiscal year in which contributions are reported.

## Methods and assumptions used to determine contribution rates:

Actuarial cost method	Unit credit
Amortization method	10 and 29 years
Single equivalent amortization period	10 year/29 year
Asset valuation method	Smoothed fair value
Inflation	5.0%
Investment rate of return	3.51%, net of investment related expense
Mortality Table	RP2000 - Combined Unisex

\* Contribution amounts for fiscal year ending June 30, 2014 are Annual Required Contribution (ARC) under GASB 27.

**TOWN OF ELLINGTON, CONNECTICUT  
 SCHEDULE OF INVESTMENT RETURNS  
 VOLUNTEER FIREFIGHTERS' LENGTH OF SERVICE AWARD PROGRAM  
 LAST NINE FISCAL YEARS\***

	<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>
Annual Money-Weighted Rate of Return, Net of Investment Expense	4.01 %	3.81 %	3.79 %	3.93 %	4.22 %	3.59 %	3.82 %	3.57 %	3.57 %

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



**TOWN OF ELLINGTON, CONNECTICUT  
SCHEDULE OF THE TOWN'S PROPORTIONATE SHARE  
OF THE NET PENSION LIABILITY  
CONNECTICUT MUNICIPAL EMPLOYEES' RETIREMENT SYSTEM  
LAST NINE FISCAL YEARS\***

	2023	2022	2021	2020	2019	2018	2017	2016	2015
Town's Proportion of the Net Pension Liability	0.71 %	0.71 %	0.81 %	0.82 %	0.92 %	1.32 %	1.16 %	0.86 %	0.90 %
Town's Proportionate Share of the Net Pension Liability	<u>\$ 9,745,341</u>	<u>\$ 5,016,210</u>	<u>\$ 8,987,144</u>	<u>\$ 8,425,498</u>	<u>\$ 8,814,000</u>	<u>\$ 3,265,400</u>	<u>\$ 3,877,319</u>	<u>\$ 2,853,323</u>	<u>\$ 2,143,846</u>
Town's Covered Payroll	\$ 5,736,463	\$ 5,736,463	\$ 6,770,657	\$ 6,487,231	\$ 5,641,060	\$ 4,702,434	\$ 4,624,684	\$ 4,624,684	\$ 4,434,633
Town's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	58.86%	114.36%	75.34%	77.00%	64.00%	144.01%	119.28%	162.08%	206.85%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	68.71 %	82.59 %	71.18 %	72.69 %	73.60 %	91.68 %	88.29 %	92.72 %	90.48 %

Notes: This schedule is intended to show information for ten years. Additional years' information will be displayed as it becomes available.  
The measurement date is one year earlier than the employer's reporting date.

**TOWN OF ELLINGTON, CONNECTICUT  
SCHEDULE OF EMPLOYER CONTRIBUTIONS  
CONNECTICUT MUNICIPAL EMPLOYEES' RETIREMENT SYSTEM  
LAST TEN FISCAL YEARS\***

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Actuarially Determined Contribution*	\$ 1,075,501	\$ 974,235	\$ 952,257	\$ 811,260	\$ 809,991	\$ 692,362	\$ 662,260	\$ 535,138	\$ 587,703	\$ 526,289
Contributions in Relation to the Actuarily Determined Contribution	1,075,501	974,235	952,257	811,260	809,991	692,362	662,260	535,138	587,703	526,289
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered Payroll	\$ 6,130,309	\$ 5,986,905	\$ 5,736,463	\$ 6,770,657	\$ 6,487,231	\$ 5,641,060	\$ 4,702,434	\$ 4,624,684	\$ 4,624,684	\$ 4,434,633
Contributions as a Percentage of Covered Payroll	17.54 %	15.91 %	16.60 %	11.98 %	12.49 %	12.27 %	14.08 %	11.57 %	12.71 %	11.87 %

## Notes to Schedule:

Valuation date: June 30, 2022

Measurement date: June 30, 2022

The actuarially determined contributions are calculated as of June 30, for the fiscal year ending two years after the valuation date.

## Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry age
Amortization method	Level dollar, closed
Single equivalent amortization period	20 years
Asset valuation method	5 years smoothed fair value
Inflation	2.50%
Salary increases	3.50% - 10.00%, including inflation
Investment rate of return	7%, net of investment related expense

Changes in assumptions In 2019, the latest experience study for the System updated most of the actuarial assumptions utilized in the June 30, 2020 valuation to include: rates of inflation, real investment return mortality, withdrawal, disability, retirement and salary increase were adjusted to more closely reflect actual and anticipated experience. These assumptions were recommended as part of the Experience Study for the System for the five year period ended June 30, 2017.

\* Contribution amounts for fiscal year ending June 30, 2014 are Annual Required Contribution (ARC) under GASB 27.

**TOWN OF ELLINGTON, CONNECTICUT  
SCHEDULE OF THE TOWN'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY  
CONNECTICUT STATE TEACHERS RETIREMENT PLAN  
LAST NINE FISCAL YEARS\***

	<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 Net Pension Liability	- %	- %	- %	- %	- %	- %	- %	- %	- %
Town's Proportionate Share of the Net Pension Liability	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State's Proportionate Share of the Net Pension Liability Attributed to the Town	<u>87,504,330</u>	<u>70,585,999</u>	<u>89,122,783</u>	<u>78,949,572</u>	<u>60,875,000</u>	<u>59,744,000</u>	<u>63,060,000</u>	<u>48,421,000</u>	<u>44,756,000</u>
<b>Total</b>	<b><u>\$ 87,504,330</u></b>	<b><u>\$ 70,585,999</u></b>	<b><u>\$ 89,122,783</u></b>	<b><u>\$ 78,949,572</u></b>	<b><u>\$ 60,875,000</u></b>	<b><u>\$ 59,744,000</u></b>	<b><u>\$ 63,060,000</u></b>	<b><u>\$ 48,421,000</u></b>	<b><u>\$ 44,756,000</u></b>
Town's Covered Payroll	\$ 22,491,951	\$ 21,561,516	\$ 20,684,364	\$ 20,202,945	\$ 18,831,000	\$ 18,122,000	\$ 17,669,000	\$ 17,616,000	\$ 17,176,000
Town's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	- %	- %	- %	- %	- %	- %	- %	- %	- %
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	54.06 %	60.77 %	49.24 %	52.00 %	57.69 %	55.93 %	52.26 %	59.50 %	61.51 %

Notes to Schedule:

Changes in benefit terms	Legislation was passed restoring the 25% wear down of Plan N benefits to vested members as of June 30, 2019.
Changes of assumptions	None
Actuarial cost method	Entry age
Amortization method	Level percent of pay, closed, grading to a level dollar amortization method for the June 30, 2024 valuation
Single equivalent amortization period	27.8 years
Asset valuation method	4-year smoothed fair value
Inflation	2.50%
Salary increase	3.00%-6.50%, including inflation
Investment rate of return	6.90%, net of investment related expense

Notes:  
 - This schedule is intended to show information for ten years. Additional years' information will be displayed as it becomes available.  
 - The measurement date is one year earlier than the employer's reporting date.

**TOWN OF ELLINGTON, CONNECTICUT**  
**SCHEDULE OF CHANGES IN TOTAL OPEB LIABILITY AND RELATED RATIOS**  
**OTHER POSTEMPLOYMENT BENEFITS PLAN**  
**LAST SIX FISCAL YEARS\***

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Total OPEB Liability:						
Service Cost	\$ 149,740	\$ 156,290	\$ 150,622	\$ 108,160	\$ 96,754	\$ 134,486
Interest	178,377	140,866	142,646	186,939	194,158	170,578
Changes of Benefit Terms	-	-	-	-	(1,791)	-
Differences in Expected and Actual Experience	(675,944)	-	(45,467)	-	-	-
Changes of Assumptions and Other Inputs	303,717	(1,186,653)	(22,665)	1,158,435	849,238	(192,419)
Benefit Payments, Including Refunds of Member Contributions	<u>(273,009)</u>	<u>(295,643)</u>	<u>(267,879)</u>	<u>(260,508)</u>	<u>(244,996)</u>	<u>(543,651)</u>
Net Change in Total OPEB Liability	<u>(317,119)</u>	<u>(1,185,140)</u>	<u>(42,743)</u>	<u>1,193,026</u>	<u>893,363</u>	<u>(431,006)</u>
Total OPEB Liability - Beginning	<u>5,327,212</u>	<u>6,512,352</u>	<u>6,555,095</u>	<u>5,362,069</u>	<u>4,468,706</u>	<u>4,899,712</u>
Total OPEB Liability - Ending	<u><u>\$ 5,010,093</u></u>	<u><u>\$ 5,327,212</u></u>	<u><u>\$ 6,512,352</u></u>	<u><u>\$ 6,555,095</u></u>	<u><u>\$ 5,362,069</u></u>	<u><u>\$ 4,468,706</u></u>
Covered-Employee Payroll	\$ 29,360,690	\$ 30,600,591	\$ 29,854,235	\$ 26,874,892	26,219,407	N/A
Total OPEB Liability as a Percentage of Covered-Employee Payroll	17.06 %	17.41 %	21.81 %	24.39 %	20.45 %	N/A
Notes to Schedule:						
Changes of Assumptions	None					

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

**TOWN OF ELLINGTON, CONNECTICUT**  
**SCHEDULE OF THE TOWN'S PROPORTIONATE SHARE OF THE NET OPEB LIABILITY**  
**CONNECTICUT STATE TEACHERS RETIREMENT PLAN**  
**LAST SIX FISCAL YEARS\***

	2023	2022	2021	2020	2019	2018
Town's Proportion of the Net OPEB Liability	-	-	-	-	-	-
Town's Proportionate Share of the Net OPEB Liability	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State's Proportionate Share of the Net OPEB Liability Attributed to the Town	<u>7,663,372</u>	<u>7,690,215</u>	<u>13,292,666</u>	<u>12,312,630</u>	<u>12,169,000</u>	<u>15,377,000</u>
<b>Total</b>	<b><u>\$ 7,663,372</u></b>	<b><u>\$ 7,690,215</u></b>	<b><u>\$ 13,292,666</u></b>	<b><u>\$ 12,312,630</u></b>	<b><u>\$ 12,169,000</u></b>	<b><u>\$ 15,377,000</u></b>
Town's Covered Payroll	\$ 22,491,951	\$ 21,561,516	\$ 20,684,364	\$ 20,202,945	\$ 18,831,000	\$ 18,122,000
Town's Proportionate Share of the Net OPEB Liability as a Percentage of its Covered Payroll	-	-	-	-	-	-
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	9.46 %	6.11 %	2.50 %	2.08 %	1.49 %	1.79 %

## Notes to Schedule:

Changes in benefit terms	There was a change in the maximum monthly subsidy amounts offered to retirees and their dependents from \$110/\$220 to \$220/\$440.
Changes of assumptions	Based on the procedure described in GASB 74, the discount rate used to measure plan obligations for financial accounting purposes as of June 30, 2022 was updated to equal the SEIR of 3.53% as of June 30, 2022;  Expected annual per capita claims costs were updated to better reflect anticipated medical and prescription drug claim experience;  The assumed age-related annual percentage increases in expected annual per capita health care claims costs were updated;  Long-term health care cost trend rates were updated; and  The percentages of participating retirees who are expected to enroll in the Medicare Supplement Plan and the Medicare Advantage Plan options were updated to better reflect anticipated plan experience.

Actuarial cost method	Entry age
Amortization method	Level percent of payroll over an open period
Remaining amortization period	30 years
Asset valuation method	Fair value of assets
Investment rate of return	3.00%, net of investment related expense including price inflation
Price inflation	2.50%

## Notes:

- This schedule is intended to show information for ten years. Additional years' information will be displayed as it becomes available.
- The measurement date is one year earlier than the employer's reporting date.

**COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES**

## **GENERAL FUND**

The General Fund is the principal operating fund of the Town. It is used to account for activities traditionally associated with government that are not required to be accounted for in another fund.

**TOWN OF ELLINGTON, CONNECTICUT  
COMBINING BALANCE SHEET  
GENERAL FUND  
JUNE 30, 2023**

	General	CRRA Sanitation	Unexpended Fund	Eliminations	Total General Fund
<b>ASSETS</b>					
Cash and Cash Equivalents	\$ 17,985,674	\$ 10,390	\$ -	\$ -	\$ 17,996,064
Receivables, Net	443,660	-	-	-	443,660
Due from Other Funds	4,715,661	-	120,342	(120,342)	4,715,661
	<u>\$ 23,144,995</u>	<u>\$ 10,390</u>	<u>\$ 120,342</u>	<u>\$ (120,342)</u>	<u>\$ 23,155,385</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>					
<b>LIABILITIES</b>					
Accounts Payable and Accrued Liabilities	\$ 1,433,576	\$ -	\$ -	\$ -	\$ 1,433,576
Due to Other Funds	5,576,635	-	-	(120,342)	5,456,293
Total Liabilities	7,010,211	-	-	(120,342)	6,889,869
<b>DEFERRED INFLOWS OF RESOURCES</b>					
Unavailable Revenue - Property Taxes	208,879	-	-	-	208,879
<b>FUND BALANCES</b>					
Committed	8,919,774	10,390	120,342	-	9,050,506
Assigned	1,130,571	-	-	-	1,130,571
Unassigned	5,875,560	-	-	-	5,875,560
Total Fund Balances	15,925,905	10,390	120,342	-	16,056,637
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 23,144,995</u>	<u>\$ 10,390</u>	<u>\$ 120,342</u>	<u>\$ (120,342)</u>	<u>\$ 23,155,385</u>



**TOWN OF ELLINGTON, CONNECTICUT  
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCES  
GENERAL FUND  
YEAR ENDED JUNE 30, 2023**

	General	CRRRA Sanitation	Unexpended Fund	Total General Fund
<b>REVENUES</b>				
Property Taxes, Interest, and Lien Fees	\$ 51,053,057	\$ -	\$ -	\$ 51,053,057
Intergovernmental Revenues	19,183,521	-	-	19,183,521
Charges for Services	1,840,814	-	-	1,840,814
Investment Income	1,049,077	392	-	1,049,469
Other	127,851	-	-	127,851
Total Revenues	<u>73,254,320</u>	<u>392</u>	<u>-</u>	<u>73,254,712</u>
<b>EXPENDITURES</b>				
Current:				
General Government	2,093,415	-	-	2,093,415
Boards and Agencies	110,608	-	-	110,608
Public Safety	3,385,255	-	-	3,385,255
Public Works	5,030,285	-	-	5,030,285
Recreation	629,488	-	-	629,488
Library	730,788	-	-	730,788
Human Services	797,680	-	-	797,680
Town Properties	690,474	-	-	690,474
Education	50,798,360	-	29,658	50,828,018
Other	3,291,806	-	-	3,291,806
Debt Service:				
Principal Payments	2,222,874	-	-	2,222,874
Interest and Fiscal Charges	460,655	-	-	460,655
Capital Outlay	1,585,484	-	-	1,585,484
Total Expenditures	<u>71,827,172</u>	<u>-</u>	<u>29,658</u>	<u>71,856,830</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	1,427,148	392	(29,658)	1,397,882
<b>OTHER FINANCING SOURCES (USES)</b>				
Leases (as Lessee)	376,266	-	-	376,266
Total Other Financing Sources	<u>376,266</u>	<u>-</u>	<u>-</u>	<u>376,266</u>
<b>NET CHANGE IN FUND BALANCES</b>	1,803,414	392	(29,658)	1,774,148
Fund Balances - Beginning of Year	<u>14,122,491</u>	<u>9,998</u>	<u>150,000</u>	<u>14,282,489</u>
<b>FUND BALANCES - END OF YEAR</b>	<u>\$ 15,925,905</u>	<u>\$ 10,390</u>	<u>\$ 120,342</u>	<u>\$ 16,056,637</u>

**NONMAJOR GOVERNMENTAL FUNDS**

## SPECIAL REVENUE FUNDS

Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than expendable trusts or major capital projects) that are restricted to expenditures for specific purposes. The nature and purpose of each Special Revenue Fund is as follows:

Fund	Funding Source	Function
Small Cities Program Income	Grants	General government
Education Programs	Grants and charges for services	Education
District and Student Activities	Charges for services	Education
Education	Grants	Education
School Lunch	Grants	Education
Central Office Flex Spending	Charges for services	Education
Ambulance Fee Program	Charges for services	Public safety
Youth Service Bureau	Grants	Human services
HUD Small Cities Housing Rehab	Grants	Human services
Historic Document Preservation	Grants	General government
Town Land Preservation	Charges for services	General government
Land Use Fees	Local funding	General government
Open Space	Local funding	General government
Opioid Settlement	Settlement	Human Services
Small Cities Regular Rehab 16	Grants	General government
Small Cities Regular Rehab 17	Grants	General government
Veteran	Local funding	Human services
Robert Tedford	Local funding	Human services
Food Bank	Local funding	Human services
Fuel Bank	Local funding	Human services
Hall Memorial Library	Local funding	Library
Municipal Land Trust	Private donations	General government
John T. McKnight	Private donations	Library
Hall Memorial Library	Private donations	Library
Senior Center Activity	Private donations	Human services
Hall Memorial Endowment	Private donations	Library
Hall Memorial Myrtle Eddy	Private donations	Library
Hall Memorial Moriarty	Private donations	Library
Ellington Senior Center Building	Private donations	Human services

## CAPITAL PROJECT FUNDS

Capital Project Funds are used to account for the proceeds of specific revenue sources (other than special revenue or expendable trusts) that are restricted to expenditures for specific purposes. The nature and purpose of each Capital Project Fund is as follows:

Fund	Funding Source	Function
Crystal Lake School Addition/Renovation	Capital	Education
Town Sidewalk	Capital	General government
Department of Public Works Maintenance	Capital	General government
Windermere School Alterations	Capital	Education
Oakridge Dairy Farmland Preservation	Capital	General government
Athletic Lighting Project	Capital	General government
Strawberry Road Bridge	Capital	General government
State Grants Miscellaneous Projects	Capital	General government

### Permanent Funds

Permanent funds are used to report resources that are legally restricted to the extent that only earnings, not principal, may be used for purposes as categorized by the fund title. They account for the funds endowed to the Town to benefit various purposes.

**TOWN OF ELLINGTON, CONNECTICUT  
NONMAJOR GOVERNMENTAL FUNDS  
COMBINING BALANCE SHEET  
JUNE 30, 2023**

	Special Revenue Funds							
	Small Cities Program Income Fund	Education Programs Fund	District and Student Activities	Education Special Revenue Fund	School Lunch Fund	Central Office Flex Spending	Ambulance Fee Program Fund	Youth Service Bureau Fund
<b>ASSETS</b>								
Cash and Cash Equivalents	\$ 35,978	\$ 197,638	\$ 421,464	\$ -	\$ 927,452	\$ 48,832	\$ 402,369	\$ -
Investments	-	-	-	-	-	-	-	-
Receivables	2,506,280	37,242	-	68,978	244,427	-	192,410	-
Due from Other Funds	477,437	1,025,422	-	174,357	-	-	349,491	-
Supplies	-	-	-	-	29,395	-	-	-
<b>Total Assets</b>	<b>\$ 3,019,695</b>	<b>\$ 1,260,302</b>	<b>\$ 421,464</b>	<b>\$ 243,335</b>	<b>\$ 1,201,274</b>	<b>\$ 48,832</b>	<b>\$ 944,270</b>	<b>\$ -</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>								
Liabilities:								
Accounts Payable	\$ -	508	\$ 65,228	\$ 472	122,523	\$ -	\$ 956	\$ -
Due to Other Funds	-	-	10	-	513,665	903	-	-
Unearned Revenue	-	-	-	-	-	-	-	-
<b>Total Liabilities</b>	<b>-</b>	<b>508</b>	<b>65,238</b>	<b>472</b>	<b>636,188</b>	<b>903</b>	<b>956</b>	<b>-</b>
Deferred Inflows of Resources:								
Unavailable Revenue - Grants	-	7,433	-	-	-	-	-	-
<b>Total Deferred Inflows of Resources</b>	<b>-</b>	<b>7,433</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Fund Balances:								
Nonspendable	-	-	-	-	29,395	-	-	-
Restricted	3,019,695	-	-	242,863	535,691	47,929	-	-
Committed	-	1,252,361	356,226	-	-	-	943,314	-
Unassigned	-	-	-	-	-	-	-	-
<b>Total Fund Balances</b>	<b>3,019,695</b>	<b>1,252,361</b>	<b>356,226</b>	<b>242,863</b>	<b>565,086</b>	<b>47,929</b>	<b>943,314</b>	<b>-</b>
<b>Total Liabilities, Deferred Inflows of Resources and Fund Balances</b>	<b>\$ 3,019,695</b>	<b>\$ 1,260,302</b>	<b>\$ 421,464</b>	<b>\$ 243,335</b>	<b>\$ 1,201,274</b>	<b>\$ 48,832</b>	<b>\$ 944,270</b>	<b>\$ -</b>

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**TOWN OF ELLINGTON, CONNECTICUT  
NONMAJOR GOVERNMENTAL FUNDS  
COMBINING BALANCE SHEET (CONTINUED)  
JUNE 30, 2023**

	Special Revenue Funds							
	HUD Small Cities Housing Rehab Program Fund	Historic Document Preservation Fund	Town Land Preservation Fund	Land Use Fees Fund	Open Space Fund	Opioid Settlement Fund	Small Cities Regular Rehab 16 Fund	Small Cities Regular Rehab 17 Fund
<b>ASSETS</b>								
Cash and Cash Equivalents	\$ 109,331	\$ 120,116	\$ 58,388	\$ 50,107	\$ 779,449	\$ 32,800	\$ -	\$ -
Investments	-	-	-	-	-	-	-	-
Receivables	-	-	-	-	-	-	184,346	109,013
Due from Other Funds	-	4,827	-	-	-	6,362	-	-
Supplies	-	-	-	-	-	-	-	-
Total Assets	<u>\$ 109,331</u>	<u>\$ 124,943</u>	<u>\$ 58,388</u>	<u>\$ 50,107</u>	<u>\$ 779,449</u>	<u>\$ 39,162</u>	<u>\$ 184,346</u>	<u>\$ 109,013</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>								
Liabilities:								
Accounts Payable	\$ 13,491	\$ -	\$ 9,400	\$ 84	\$ -	\$ -	\$ -	\$ -
Due to Other Funds	30,588	-	49,795	38,005	-	-	83,926	111,637
Unearned Revenue	-	-	-	-	203,597	-	-	-
Total Liabilities	<u>44,079</u>	<u>-</u>	<u>59,195</u>	<u>38,089</u>	<u>203,597</u>	<u>-</u>	<u>83,926</u>	<u>111,637</u>
Deferred Inflows of Resources:								
Unavailable Revenue - Grants	-	-	-	-	-	-	-	-
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances:								
Nonspendable	-	-	-	-	-	-	-	-
Restricted	65,252	-	-	-	-	39,162	100,420	-
Committed	-	124,943	-	12,018	575,852	-	-	-
Unassigned	-	-	(807)	-	-	-	-	(2,624)
Total Fund Balances	<u>65,252</u>	<u>124,943</u>	<u>(807)</u>	<u>12,018</u>	<u>575,852</u>	<u>39,162</u>	<u>100,420</u>	<u>(2,624)</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 109,331</u>	<u>\$ 124,943</u>	<u>\$ 58,388</u>	<u>\$ 50,107</u>	<u>\$ 779,449</u>	<u>\$ 39,162</u>	<u>\$ 184,346</u>	<u>\$ 109,013</u>

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**TOWN OF ELLINGTON, CONNECTICUT  
NONMAJOR GOVERNMENTAL FUNDS  
COMBINING BALANCE SHEET (CONTINUED)  
JUNE 30, 2023**

Special Revenue Funds								
	Veteran Fund	Robert Tedford Fund	Food Bank Fund	Fuel Bank Fund	Hall Memorial Library	Municipal Land Trust Fund	John T. McKnight Fund	Hall Memorial Library Fund
<b>ASSETS</b>								
Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 21,399	\$ 28,311	\$ 207,242
Investments	-	-	-	-	-	-	-	-
Receivables	-	-	-	-	-	-	-	-
Due from Other Funds	-	4,449	20,255	12,880	80,000	-	-	-
Supplies	-	-	-	-	-	-	-	-
<b>Total Assets</b>	<b>\$ -</b>	<b>\$ 4,449</b>	<b>\$ 20,255</b>	<b>\$ 12,880</b>	<b>\$ 80,000</b>	<b>\$ 21,399</b>	<b>\$ 28,311</b>	<b>\$ 207,242</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>								
<b>Liabilities:</b>								
Accounts Payable	\$ -	\$ -	480	\$ -	\$ -	\$ -	\$ -	\$ -
Due to Other Funds	-	-	-	-	-	-	-	-
Unearned Revenue	-	-	-	-	-	-	-	-
<b>Total Liabilities</b>	<b>-</b>	<b>-</b>	<b>480</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Deferred Inflows of Resources:</b>								
Unavailable Revenue - Grants	-	-	-	-	-	-	-	-
<b>Total Deferred Inflows of Resources</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund Balances:</b>								
Nonspendable	-	-	-	-	-	-	-	-
Restricted	-	-	-	-	-	-	-	-
Committed	-	4,449	19,775	12,880	80,000	21,399	28,311	207,242
Unassigned	-	-	-	-	-	-	-	-
<b>Total Fund Balances</b>	<b>-</b>	<b>4,449</b>	<b>19,775</b>	<b>12,880</b>	<b>80,000</b>	<b>21,399</b>	<b>28,311</b>	<b>207,242</b>
<b>Total Liabilities, Deferred Inflows of Resources and Fund Balances</b>	<b>\$ -</b>	<b>\$ 4,449</b>	<b>\$ 20,255</b>	<b>\$ 12,880</b>	<b>\$ 80,000</b>	<b>\$ 21,399</b>	<b>\$ 28,311</b>	<b>\$ 207,242</b>

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**TOWN OF ELLINGTON, CONNECTICUT  
NONMAJOR GOVERNMENTAL FUNDS  
COMBINING BALANCE SHEET (CONTINUED)  
JUNE 30, 2023**

	Special Revenue Funds				Capital Project Funds		
	Senior Center Activity Fund	Hall Memorial Endowment Fund	Hall Memorial Myrtle Eddy Fund	Hall Memorial Moriarty Fund	Ellington Senior Center Building	Strawberry Road Bridge Fund	Crystal Lake School Addition Renovation Fund
<b>ASSETS</b>							
Cash and Cash Equivalents	\$ 36,373	\$ 18,576	\$ 665	\$ 1,330	\$ 1,999	\$ -	\$ -
Investments	-	234,696	7,800	15,600	-	-	-
Receivables	-	-	-	-	-	300,953	210,612
Due from Other Funds	-	-	935	1,870	-	-	49,122
Supplies	-	-	-	-	-	-	-
<b>Total Assets</b>	<b>\$ 36,373</b>	<b>\$ 253,272</b>	<b>\$ 9,400</b>	<b>\$ 18,800</b>	<b>\$ 1,999</b>	<b>\$ 300,953</b>	<b>\$ 259,734</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>							
<b>Liabilities:</b>							
Accounts Payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 129,945	\$ 1
Due to Other Funds	425	24,861	-	-	1,892	171,008	-
Unearned Revenue	-	-	-	-	-	-	-
<b>Total Liabilities</b>	<b>425</b>	<b>24,861</b>	<b>-</b>	<b>-</b>	<b>1,892</b>	<b>300,953</b>	<b>1</b>
<b>Deferred Inflows of Resources:</b>							
Unavailable Revenue - Grants	-	-	-	-	-	300,953	210,612
<b>Total Deferred Inflows of Resources</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>300,953</b>	<b>210,612</b>
<b>Fund Balances:</b>							
Nonspendable	-	-	-	-	-	-	-
Restricted	-	-	-	-	-	-	49,121
Committed	35,948	228,411	9,400	18,800	107	-	-
Unassigned	-	-	-	-	-	(300,953)	-
<b>Total Fund Balances</b>	<b>35,948</b>	<b>228,411</b>	<b>9,400</b>	<b>18,800</b>	<b>107</b>	<b>(300,953)</b>	<b>49,121</b>
<b>Total Liabilities, Deferred Inflows of Resources and Fund Balances</b>	<b>\$ 36,373</b>	<b>\$ 253,272</b>	<b>\$ 9,400</b>	<b>\$ 18,800</b>	<b>\$ 1,999</b>	<b>\$ 300,953</b>	<b>\$ 259,734</b>

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**TOWN OF ELLINGTON, CONNECTICUT  
NONMAJOR GOVERNMENTAL FUNDS  
COMBINING BALANCE SHEET (CONTINUED)  
JUNE 30, 2023**

	Capital Project Funds					Permanent Funds		
	Town Sidewalk Fund	Department of Public Works Maintenance Fund	Windermere School Alterations Fund	Oakridge Dairy Farm Land Preservation Fund	Athletic Lighting Project Fund	State Grants Miscellaneous Projects Fund	Marshall E. Charter Fund	Kimball Memorial Fund
<b>ASSETS</b>								
Cash and Cash Equivalents	\$ 4,844	\$ 217,336	\$ -	\$ -	\$ -	\$ -	\$ 166,123	\$ 26,570
Investments	-	-	-	-	-	-	510,576	116,749
Receivables	-	-	85,408	-	-	24,326	-	-
Due from Other Funds	-	-	164,163	14,321	-	-	21,408	4,895
Supplies	-	-	-	-	-	-	-	-
<b>Total Assets</b>	<b>\$ 4,844</b>	<b>\$ 217,336</b>	<b>\$ 249,571</b>	<b>\$ 14,321</b>	<b>\$ -</b>	<b>\$ 24,326</b>	<b>\$ 698,107</b>	<b>\$ 148,214</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>								
Liabilities:								
Accounts Payable	\$ -	\$ -	\$ -	\$ -	\$ 1,329	\$ 326	\$ -	\$ -
Due to Other Funds	-	-	-	-	83,083	24,000	-	-
Unearned Revenue	-	-	-	-	-	-	-	-
<b>Total Liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>84,412</b>	<b>24,326</b>	<b>-</b>	<b>-</b>
Deferred Inflows of Resources:								
Unavailable Revenue - Grants	-	-	85,408	-	-	24,326	-	-
<b>Total Deferred Inflows of Resources</b>	<b>-</b>	<b>-</b>	<b>85,408</b>	<b>-</b>	<b>-</b>	<b>24,326</b>	<b>-</b>	<b>-</b>
Fund Balances:								
Nonspendable	-	-	-	-	-	-	29,697	5,000
Restricted	-	-	-	-	-	-	668,410	143,214
Committed	4,844	217,336	164,163	14,321	-	-	-	-
Unassigned	-	-	-	-	(84,412)	(24,326)	-	-
<b>Total Fund Balances</b>	<b>4,844</b>	<b>217,336</b>	<b>164,163</b>	<b>14,321</b>	<b>(84,412)</b>	<b>(24,326)</b>	<b>698,107</b>	<b>148,214</b>
<b>Total Liabilities, Deferred Inflows of Resources and Fund Balances</b>	<b>\$ 4,844</b>	<b>\$ 217,336</b>	<b>\$ 249,571</b>	<b>\$ 14,321</b>	<b>\$ -</b>	<b>\$ 24,326</b>	<b>\$ 698,107</b>	<b>\$ 148,214</b>

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**TOWN OF ELLINGTON, CONNECTICUT  
NONMAJOR GOVERNMENTAL FUNDS  
COMBINING BALANCE SHEET (CONTINUED)  
JUNE 30, 2023**

		Permanent Funds							
		John T. McKnight Maintenance Fund	Eugene K. Mosley Fund	Arthur Hyde Fund	Sarah H. McKinney Fund	Mary Wadsworth Gardner Fund	Hall Memorial Library Fund	Wiley Fund	Total
<b>ASSETS</b>									
Cash and Cash Equivalents	\$	5,326	\$ 112	\$ 221	\$ 554	\$ 17,024	\$ 34,816	\$ 1,109	\$ 3,973,854
Investments		23,399	-	-	-	85,921	265,499	-	1,260,240
Receivables		-	-	-	-	-	-	-	3,963,995
Due from Other Funds		981	-	-	-	3,397	10,257	-	2,426,829
Supplies		-	-	-	-	-	-	-	29,395
<b>Total Assets</b>	<b>\$</b>	<b>29,706</b>	<b>\$ 112</b>	<b>\$ 221</b>	<b>\$ 554</b>	<b>\$ 106,342</b>	<b>\$ 310,572</b>	<b>\$ 1,109</b>	<b>\$ 11,654,313</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>									
Liabilities:									
Accounts Payable	\$	-	\$ 12	\$ 21	\$ 54	\$ -	\$ -	\$ 109	\$ 344,939
Due to Other Funds		-	-	-	-	-	-	-	1,133,798
Unearned Revenue		-	-	-	-	-	-	-	203,597
<b>Total Liabilities</b>		<b>-</b>	<b>12</b>	<b>21</b>	<b>54</b>	<b>-</b>	<b>-</b>	<b>109</b>	<b>1,682,334</b>
Deferred Inflows of Resources:									
Unavailable Revenue - Grants		-	-	-	-	-	-	-	628,732
<b>Total Deferred Inflows of Resources</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>628,732</b>
Fund Balances:									
Nonspendable		1,000	100	200	500	5,000	10,000	1,000	81,892
Restricted		28,706	-	-	-	101,342	300,572	-	5,342,377
Committed		-	-	-	-	-	-	-	4,332,100
Unassigned		-	-	-	-	-	-	-	(413,122)
<b>Total Fund Balances</b>		<b>29,706</b>	<b>100</b>	<b>200</b>	<b>500</b>	<b>106,342</b>	<b>310,572</b>	<b>1,000</b>	<b>9,343,247</b>
<b>Total Liabilities, Deferred Inflows of Resources and Fund Balances</b>	<b>\$</b>	<b>29,706</b>	<b>\$ 112</b>	<b>\$ 221</b>	<b>\$ 554</b>	<b>\$ 106,342</b>	<b>\$ 310,572</b>	<b>\$ 1,109</b>	<b>\$ 11,654,313</b>

**TOWN OF ELLINGTON, CONNECTICUT  
NONMAJOR GOVERNMENTAL FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
YEAR ENDED JUNE 30, 2023**

	Special Revenue Funds							
	Small Cities Program Income Fund	Education Programs Fund	District and Student Activities	Education Special Revenue Fund	School Lunch Fund	Central Office Flex Spending	Ambulance Fee Program Fund	Youth Service Bureau Fund
<b>REVENUES</b>								
Intergovernmental Revenues	\$ -	\$ 853,009	\$ -	\$ 70,783	\$ 1,278,264	\$ -	\$ -	\$ 30,004
Other Local Revenues:								
Charges for Services	-	404,908	882,893	1,280,431	315,495	72,478	523,731	-
Investment Earnings	1,361	-	-	-	-	-	10,119	-
Other Revenue	-	-	-	-	-	-	-	-
Total Revenues	<u>1,361</u>	<u>1,257,917</u>	<u>882,893</u>	<u>1,351,214</u>	<u>1,593,759</u>	<u>72,478</u>	<u>533,850</u>	<u>30,004</u>
<b>EXPENDITURES</b>								
General Government	25,176	-	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-	213,474	-
Library	-	-	-	-	-	-	-	-
Human Services	-	-	-	-	-	-	-	30,004
Education	-	1,377,566	819,268	1,344,254	1,506,797	61,703	-	-
Capital Outlay	-	-	-	-	-	-	-	-
Total Expenditures	<u>25,176</u>	<u>1,377,566</u>	<u>819,268</u>	<u>1,344,254</u>	<u>1,506,797</u>	<u>61,703</u>	<u>213,474</u>	<u>30,004</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	(23,815)	(119,649)	63,625	6,960	86,962	10,775	320,376	-
Fund Balance - Beginning of Year	<u>3,043,510</u>	<u>1,372,010</u>	<u>292,601</u>	<u>235,903</u>	<u>478,124</u>	<u>37,154</u>	<u>622,938</u>	<u>-</u>
<b>FUND BALANCE - END OF YEAR</b>	<u>\$ 3,019,695</u>	<u>\$ 1,252,361</u>	<u>\$ 356,226</u>	<u>\$ 242,863</u>	<u>\$ 565,086</u>	<u>\$ 47,929</u>	<u>\$ 943,314</u>	<u>\$ -</u>

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**TOWN OF ELLINGTON, CONNECTICUT  
NONMAJOR GOVERNMENTAL FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (CONTINUED)  
YEAR ENDED JUNE 30, 2023**

	Special Revenue Funds							
	HUD Small Cities Housing Rehab Program Fund	Historic Document Preservation Fund	Town Land Preservation Fund	Land Use Fees Fund	Open Space Fund	Opioid Settlement Fund	Small Cities Regular Rehab 16 Fund	Small Cities Regular Rehab 17 Fund
<b>REVENUES</b>								
Intergovernmental Revenues	\$ -	\$ 4,350	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other Local Revenues:								
Charges for Services	-	-	64,328	-	-	-	-	-
Investment Earnings	4,134	4,521	2,197	1,895	29,342	538	-	-
Other Revenue	-	-	-	4,752	-	38,624	-	-
Total Revenues	<u>4,134</u>	<u>8,871</u>	<u>66,525</u>	<u>6,647</u>	<u>29,342</u>	<u>39,162</u>	<u>-</u>	<u>-</u>
<b>EXPENDITURES</b>								
General Government	-	-	117,401	22,656	-	-	-	-
Public Safety	-	-	-	-	-	-	-	-
Library	-	-	-	-	-	-	-	-
Human Services	13,680	-	-	-	-	-	-	-
Education	-	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-	-	-
Total Expenditures	<u>13,680</u>	<u>-</u>	<u>117,401</u>	<u>22,656</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	(9,546)	8,871	(50,876)	(16,009)	29,342	39,162	-	-
Fund Balance - Beginning of Year	74,798	116,072	50,069	28,027	546,510	-	100,420	(2,624)
<b>FUND BALANCE - END OF YEAR</b>	<u>\$ 65,252</u>	<u>\$ 124,943</u>	<u>\$ (807)</u>	<u>\$ 12,018</u>	<u>\$ 575,852</u>	<u>\$ 39,162</u>	<u>\$ 100,420</u>	<u>\$ (2,624)</u>

(Continued on next page)

**TOWN OF ELLINGTON, CONNECTICUT  
NONMAJOR GOVERNMENTAL FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (CONTINUED)  
YEAR ENDED JUNE 30, 2023**

Special Revenue Funds								
	Veteran Fund	Robert Tedford Fund	Food Bank Fund	Fuel Bank Fund	Hall Memorial Library	Municipal Land Trust Fund	John T. McKnight Fund	Hall Memorial Library Fund
<b>REVENUES</b>								
Intergovernmental Revenues	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other Local Revenues:								
Charges for Services	-	-	-	-	-	-	-	30,097
Investment Earnings	-	-	-	-	-	806	1,066	58
Other Revenue	-	50	9,101	18,700	40,000	-	-	17,230
Total Revenues	<u>-</u>	<u>50</u>	<u>9,101</u>	<u>18,700</u>	<u>40,000</u>	<u>806</u>	<u>1,066</u>	<u>47,385</u>
<b>EXPENDITURES</b>								
General Government	-	-	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-	-	-
Library	-	-	-	-	-	-	-	19,945
Human Services	6,503	-	10,597	7,579	-	-	-	-
Education	-	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-	-	-
Total Expenditures	<u>6,503</u>	<u>-</u>	<u>10,597</u>	<u>7,579</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>19,945</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	(6,503)	50	(1,496)	11,121	40,000	806	1,066	27,440
Fund Balance - Beginning of Year	6,503	4,399	21,271	1,759	40,000	20,593	27,245	179,802
<b>FUND BALANCE - END OF YEAR</b>	<u>\$ -</u>	<u>\$ 4,449</u>	<u>\$ 19,775</u>	<u>\$ 12,880</u>	<u>\$ 80,000</u>	<u>\$ 21,399</u>	<u>\$ 28,311</u>	<u>\$ 207,242</u>

(Continued on next page)

**TOWN OF ELLINGTON, CONNECTICUT  
NONMAJOR GOVERNMENTAL FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (CONTINUED)  
YEAR ENDED JUNE 30, 2023**

	Special Revenue Funds					Capital Project Funds	
	Senior Center Activity Fund	Hall Memorial Endowment Fund	Hall Memorial Myrtle Eddy Fund	Hall Memorial Moriarty Fund	Ellington Senior Center Building	Strawberry Road Bridge Fund	Crystal Lake School Addition Renovation Fund
<b>REVENUES</b>							
Intergovernmental Revenues	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other Local Revenues:							
Charges for Services	59,200	-	-	-	-	-	-
Investment Earnings	33	7,762	259	519	75	-	-
Other Revenue	-	13,785	461	920	-	-	-
Total Revenues	<u>59,233</u>	<u>21,547</u>	<u>720</u>	<u>1,439</u>	<u>75</u>	<u>-</u>	<u>-</u>
<b>EXPENDITURES</b>							
General Government	-	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-	-
Library	-	2,978	96	198	-	-	-
Human Services	78,369	-	-	-	1,892	-	-
Education	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	300,953	-
Total Expenditures	<u>78,369</u>	<u>2,978</u>	<u>96</u>	<u>198</u>	<u>1,892</u>	<u>300,953</u>	<u>-</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	(19,136)	18,569	624	1,241	(1,817)	(300,953)	-
Fund Balance - Beginning of Year	55,084	209,842	8,776	17,559	1,924	-	49,121
<b>FUND BALANCE - END OF YEAR</b>	<u>\$ 35,948</u>	<u>\$ 228,411</u>	<u>\$ 9,400</u>	<u>\$ 18,800</u>	<u>\$ 107</u>	<u>\$ (300,953)</u>	<u>\$ 49,121</u>

(Continued on next page)

**TOWN OF ELLINGTON, CONNECTICUT  
NONMAJOR GOVERNMENTAL FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (CONTINUED)  
YEAR ENDED JUNE 30, 2023**

	Capital Project Funds					Permanent Funds		
	Town Sidewalk Fund	Department of Public Works Maintenance Fund	Windemere School Alterations Fund	Oakridge Dairy Farm Land Preservation Fund	Athletic Lighting Project Fund	State Grants Miscellaneous Projects Fund	Marshall E. Charter Fund	Kimball Memorial Fund
<b>REVENUES</b>								
Intergovernmental Revenues	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other Local Revenues:								
Charges for Services	-	-	-	-	-	-	-	-
Investment Earnings	183	8,182	-	-	-	-	21,596	4,509
Other Revenue	-	-	-	-	-	-	30,157	6,896
Total Revenues	<u>183</u>	<u>8,182</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>51,753</u>	<u>11,405</u>
<b>EXPENDITURES</b>								
General Government	-	-	-	-	-	-	6,513	1,490
Public Safety	-	-	-	-	-	-	-	-
Library	-	-	-	-	-	-	-	-
Human Services	-	-	-	-	-	-	-	-
Education	-	-	-	-	-	-	-	-
Capital Outlay	-	-	-	83,800	74,866	24,326	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>83,800</u>	<u>74,866</u>	<u>24,326</u>	<u>6,513</u>	<u>1,490</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	183	8,182	-	(83,800)	(74,866)	(24,326)	45,240	9,915
Fund Balance - Beginning of Year	<u>4,661</u>	<u>209,154</u>	<u>164,163</u>	<u>98,121</u>	<u>(9,546)</u>	<u>-</u>	<u>652,867</u>	<u>138,299</u>
<b>FUND BALANCE - END OF YEAR</b>	<u>\$ 4,844</u>	<u>\$ 217,336</u>	<u>\$ 164,163</u>	<u>\$ 14,321</u>	<u>\$ (84,412)</u>	<u>\$ (24,326)</u>	<u>\$ 698,107</u>	<u>\$ 148,214</u>

(Continued on next page)

**TOWN OF ELLINGTON, CONNECTICUT  
NONMAJOR GOVERNMENTAL FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (CONTINUED)  
YEAR ENDED JUNE 30, 2023**

	Permanent Funds							
	John T. McKnight Maintenance Fund	Eugene K. Mosley Fund	Arthur Hyde Fund	Sarah H. McKinney Fund	Mary Wadsworth Gardner Fund	Hall Memorial Library Fund	Wiley Fund	Total
<b>REVENUES</b>								
Intergovernmental Revenues	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,236,410
Other Local Revenues:								
Charges for Services	-	-	-	-	-	-	-	3,633,561
Investment Earnings	904	5	8	21	3,223	9,448	41	112,805
Other Revenue	1,382	-	-	-	5,074	14,450	-	201,582
Total Revenues	<u>2,286</u>	<u>5</u>	<u>8</u>	<u>21</u>	<u>8,297</u>	<u>23,898</u>	<u>41</u>	<u>6,184,358</u>
<b>EXPENDITURES</b>								
General Government	299	5	8	21	1,199	-	41	174,809
Public Safety	-	-	-	-	-	-	-	213,474
Library	-	-	-	-	-	3,122	-	26,339
Human Services	-	-	-	-	-	-	-	148,624
Education	-	-	-	-	-	-	-	5,109,588
Capital Outlay	-	-	-	-	-	-	-	483,945
Total Expenditures	<u>299</u>	<u>5</u>	<u>8</u>	<u>21</u>	<u>1,199</u>	<u>3,122</u>	<u>41</u>	<u>6,156,779</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	1,987	-	-	-	7,098	20,776	-	27,579
Fund Balance - Beginning of Year	27,719	100	200	500	99,244	289,796	1,000	9,315,668
<b>FUND BALANCE - END OF YEAR</b>	<u>\$ 29,706</u>	<u>\$ 100</u>	<u>\$ 200</u>	<u>\$ 500</u>	<u>\$ 106,342</u>	<u>\$ 310,572</u>	<u>\$ 1,000</u>	<u>\$ 9,343,247</u>



**NONMAJOR ENTERPRISE FUNDS**

## ENTERPRISE FUNDS

Enterprise funds are used for the operations financed and operated primarily through user fees.

*Solid Waste Collection Fund* – Accounts for the revenues and related expenses for the collection of solid waste.

*Watermains Tripp and Middle Roads Fund* – Accounts for the assessment revenues and related expenses for the extension of water mains on Tripp and Middle Road. The installation was necessitated by the discovery of EDB tainted wells in the area in 1985. Local ordinance 180-1 and 180-2, as well as State Statute 7-137 (c) (d), allow the Board of Selectmen to levy water main assessments to recover the cost of the installation.

**TOWN OF ELLINGTON, CONNECTICUT**  
**COMBINING STATEMENT OF NET POSITION**  
**NONMAJOR ENTERPRISE FUNDS**  
**JUNE 30, 2023**

	Solid Waste Collection Fund	Watermains Tripp and Middle Roads Fund	Total
<b>ASSETS</b>			
Current Assets:			
Accounts Receivable, Net	\$ 1,485	\$ -	\$ 1,485
Due from Other Funds	209,527	-	209,527
Total Current Assets	<u>211,012</u>	<u>-</u>	<u>211,012</u>
Noncurrent Assets:			
Assessments Receivable	<u>-</u>	<u>38,183</u>	<u>38,183</u>
Total Assets	211,012	38,183	249,195
<b>LIABILITIES</b>			
Current Liabilities:			
Due to Other Funds	<u>-</u>	<u>109,541</u>	<u>109,541</u>
<b>NET POSITION</b>			
Unrestricted	<u>211,012</u>	<u>(71,358)</u>	<u>139,654</u>
Total Net Position	<u>\$ 211,012</u>	<u>\$ (71,358)</u>	<u>\$ 139,654</u>

**TOWN OF ELLINGTON, CONNECTICUT**  
**COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION**  
**NONMAJOR ENTERPRISE FUNDS**  
**YEAR ENDED JUNE 30, 2023**

	Solid Waste Collection Fund	Watermains Tripp and Middle Roads Fund	Total
	<u>        </u>	<u>        </u>	<u>        </u>
<b>OPERATING REVENUES</b>			
Solid Waste Fees	\$      6,198	\$              -	\$      6,198
<b>CHANGE IN NET POSITION</b>	6,198	-	6,198
Net Position - Beginning of Year	<u>204,814</u>	<u>(71,358)</u>	<u>133,456</u>
<b>NET POSITION - END OF YEAR</b>	<u><u>\$      211,012</u></u>	<u><u>\$      (71,358)</u></u>	<u><u>\$      139,654</u></u>

**TOWN OF ELLINGTON, CONNECTICUT  
COMBINING STATEMENT OF CASH FLOWS  
NONMAJOR ENTERPRISE FUNDS  
YEAR ENDED JUNE 30, 2023**

	Solid Waste Collection Fund	Watermains Tripp and Middle Roads Fund	Total
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Receipts from Customers and Users	\$ 7,472	\$ -	\$ 7,472
Interfund Activities	(7,472)	-	(7,472)
Net Cash Provided (Used) by Operating Activities	<u>-</u>	<u>-</u>	<u>-</u>
<b>NET INCREASE (DECREASE) IN CASH</b>	-	-	-
Cash and Cash Equivalents - Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>
<b>CASH AND CASH EQUIVALENTS - END OF YEAR</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities:			
Operating Income	\$ 6,198	\$ -	\$ 6,198
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities:			
Change in Assets and Liabilities:			
(Increase) Decrease in Accounts Receivable, Net	1,274	-	1,274
(Increase) Decrease in Due from Other Funds	(7,472)	-	(7,472)
Total Adjustments	<u>(6,198)</u>	<u>-</u>	<u>(6,198)</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**INTERNAL SERVICE FUNDS**

## INTERNAL SERVICE FUNDS

Internal Service funds are used for the financing of goods and services provided by one department or agency to other departments or agencies of the Town, or to other governments, on a cost reimbursement basis.

*BOE Medical Self - Insurance Fund* – To account for the revenues and related expenses for the health self-insurance plan for Board of Education employees.

*BOE Dental Self - Insurance Fund* – To account for the revenues and related expenses for the dental self-insurance plan for Board of Education employees.

**TOWN OF ELLINGTON, CONNECTICUT  
COMBINING STATEMENT OF NET POSITION  
INTERNAL SERVICE FUNDS  
JUNE 30, 2023**

	BOE Medical Self-Insurance Fund	BOE Dental Self-Insurance Fund	Total
<b>ASSETS</b>			
Current Assets:			
Cash and Cash Equivalents	\$ 81,966	\$ -	\$ 81,966
Due From Other Funds	968,348	104,191	1,072,539
Total Assets	<u>1,050,314</u>	<u>104,191</u>	<u>1,154,505</u>
<b>LIABILITIES</b>			
Current Liabilities:			
Claims Payable and Accrued Items	385,189	26,224	411,413
<b>NET POSITION</b>			
Unrestricted	<u>665,125</u>	<u>77,967</u>	<u>743,092</u>
Total Net Position	<u><u>\$ 665,125</u></u>	<u><u>\$ 77,967</u></u>	<u><u>\$ 743,092</u></u>



**TOWN OF ELLINGTON, CONNECTICUT**  
**COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION**  
**INTERNAL SERVICE FUNDS**  
**YEAR ENDED JUNE 30, 2023**

	BOE Medical Self-Insurance Fund	BOE Dental Self-Insurance Fund	Total
<b>OPERATING REVENUES</b>			
Charges for Services	\$ 6,342,980	\$ 303,192	\$ 6,646,172
Total Operating Revenues	<u>6,342,980</u>	<u>303,192</u>	<u>6,646,172</u>
<b>OPERATING EXPENSES</b>			
Claims	6,422,234	303,449	6,725,683
Total Operating Expenses	<u>6,422,234</u>	<u>303,449</u>	<u>6,725,683</u>
<b>CHANGE IN NET POSITION</b>	(79,254)	(257)	(79,511)
Net Position - Beginning of Year	<u>744,379</u>	<u>78,224</u>	<u>822,603</u>
<b>NET POSITION - END OF YEAR</b>	<u>\$ 665,125</u>	<u>\$ 77,967</u>	<u>\$ 743,092</u>

**TOWN OF ELLINGTON, CONNECTICUT  
COMBINING STATEMENT OF CASH FLOWS  
INTERNAL SERVICE FUNDS  
YEAR ENDED JUNE 30, 2023**

	BOE Medical Self-Insurance Fund	BOE Dental Self-Insurance Fund	Total
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Receipts from Customers and Users	\$ 6,362,390	\$ 303,192	\$ 6,665,582
Payments to Suppliers	(6,334,289)	(322,425)	(6,656,714)
Interfund Activities	(431,039)	19,233	(411,806)
Net Cash Provided by (Used By) Operating Activities	<u>(402,938)</u>	<u>-</u>	<u>(402,938)</u>
<b>NET INCREASE IN CASH</b>	(402,938)	-	(402,938)
Cash and Cash Equivalents - Beginning of Year	<u>484,904</u>	<u>-</u>	<u>484,904</u>
<b>CASH AND CASH EQUIVALENTS - END OF YEAR</b>	<u>\$ 81,966</u>	<u>\$ -</u>	<u>\$ 81,966</u>
Reconciliation of Operating Income to Net Cash Provided by (Used By) Operating Activities:			
Operating Income	\$ (79,254)	\$ (257)	\$ (79,511)
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:			
Change in Assets and Liabilities:			
(Increase) Decrease in Accounts Receivable, Net	19,410	-	19,410
(Increase) Decrease in Due from Other Funds	(431,039)	19,233	(411,806)
Increase (Decrease) in Claims Payable	87,945	(18,976)	68,969
Total Adjustments	<u>(323,684)</u>	<u>257</u>	<u>(323,427)</u>
Net Cash Provided by (Used by) Operating Activities	<u>\$ (402,938)</u>	<u>\$ -</u>	<u>\$ (402,938)</u>

## **FIDUCIARY FUNDS**

## **FIDUCIARY FUNDS**

### **PRIVATE PURPOSE TRUST FUNDS**

The Private Purpose Trust Funds are used to account for resources legally held in trust for the benefit of individual, private organizations, or other governments. The Town's private purpose trust funds are listed below:

Public Health Nursing Fund is used to accept funds for a Public Health Nursing Fund which shall be added to as the Town sees fit, until such a time as the Town may establish its own Public Health Nursing Association and that a vote of thanks be given to Miss Hattie R.M. Berr, Chairman of the Committee which had raised the original sum of money.

Graduation Fund is used to account for the revenues and expenditures involved with the annual Ellington High School Graduation Party put on by the Graduation Committee.

**TOWN OF ELLINGTON, CONNECTICUT  
COMBINING STATEMENT OF FIDUCIARY NET POSITION  
PRIVATE PURPOSE TRUST FUNDS  
YEAR ENDED JUNE 30, 2023**

	Public Health Nursing Fund	Graduation Fund	Total
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 2,513	\$ 62,194	\$ 64,707
Due from Other Funds	-	860	860
	<u>2,513</u>	<u>63,054</u>	<u>65,567</u>
Total Assets	<u>\$ 2,513</u>	<u>\$ 63,054</u>	<u>\$ 65,567</u>
<b>LIABILITIES AND NET POSITION</b>			
Liabilities:			
Accounts Payable	\$ -	\$ -	\$ -
Due to Other Funds	-	-	-
Total Liabilities	<u>-</u>	<u>-</u>	<u>-</u>
<b>NET POSITION</b>			
Restricted For Trust Purposes	<u>2,513</u>	<u>63,054</u>	<u>65,567</u>
Total Net Position	<u>2,513</u>	<u>63,054</u>	<u>65,567</u>
	<u>\$ 2,513</u>	<u>\$ 63,054</u>	<u>\$ 65,567</u>
Total Liabilities and Net Position	<u>\$ 2,513</u>	<u>\$ 63,054</u>	<u>\$ 65,567</u>

**TOWN OF ELLINGTON, CONNECTICUT  
COMBINING STATEMENT OF CHANGES IN NET POSITION  
PRIVATE PURPOSE TRUST FUNDS  
YEAR ENDED JUNE 30, 2023**

	Public Health Nursing Fund	Graduation Fund	Total
<b>ADDITIONS:</b>			
Contributions	\$ -	\$ 28,771	\$ 28,771
Other	-	-	-
Total Contributions and Other	<u>-</u>	<u>28,771</u>	<u>28,771</u>
Interest	95	2,088	2,183
Total Additions	<u>95</u>	<u>30,859</u>	<u>30,954</u>
<b>DEDUCTIONS:</b>			
Program Expenses	-	28,052	28,052
Total Deductions	<u>-</u>	<u>28,052</u>	<u>28,052</u>
<b>CHANGE IN NET POSITION</b>	95	2,807	2,902
Net Position - Beginning of Year	<u>2,418</u>	<u>60,247</u>	<u>62,665</u>
<b>NET POSITION - END OF YEAR</b>	<u>\$ 2,513</u>	<u>\$ 63,054</u>	<u>\$ 65,567</u>

## **OTHER SCHEDULES**

**TOWN OF ELLINGTON, CONNECTICUT  
SCHEDULE OF PROPERTY TAXES LEVIED, COLLECTED, AND OUTSTANDING  
YEAR ENDED JUNE 30, 2023**

Grand List of October 1,	Uncollected Taxes July 1, 2022 and Current Levy	Lawful Corrections		Transfers to Suspense	Adjusted Tax Levy	Collections				Uncollected Taxes June 30, 2023
		Additions	Deductions			Taxes	Interest	Liens	Total	
2021	\$ 51,277,010	\$ 123,713	\$ 475,083	\$ -	\$ 50,925,640	\$ 50,667,306	\$ 117,740	\$ 3,167	\$ 50,788,213	\$ 258,334
2020	342,188	20,812	286,661	-	76,339	30,293	47,100	1,014	78,407	46,046
2019	142,618	3,190	4,931	59,199	81,678	74,435	24,763	390	99,588	7,243
2018	1,694	-	34	-	1,660	(68)	-	-	(68)	1,728
2017	2,009	-	-	-	2,009	-	-	-	-	2,009
2016	2,009	-	-	-	2,009	-	-	-	-	2,009
2015	1,870	-	-	-	1,870	-	-	-	-	1,870
2014	1,874	201	-	-	2,075	-	-	-	-	2,075
2013	1,432	189	-	-	1,621	-	-	-	-	1,621
2012	1,407	-	-	-	1,407	-	-	-	-	1,407
2011	1,383	-	-	-	1,383	-	-	-	-	1,383
2010	1,363	-	-	-	1,363	-	-	-	-	1,363
2009	1,283	-	-	-	1,283	-	-	-	-	1,283
2008	683	-	-	-	683	-	-	-	-	683
2007	113	-	-	-	113	-	-	-	-	113
	<u>\$ 501,926</u>	<u>\$ 148,105</u>	<u>\$ 766,709</u>	<u>\$ 59,199</u>	<u>\$ 51,101,133</u>	50,771,966	<u>\$ 189,603</u>	<u>\$ 4,571</u>	50,966,140	<u>\$ 329,167</u>
				Suspense Collections		-			-	
				Total Collections		<u>\$ 50,771,966</u>			<u>\$ 50,966,140</u>	



**STATISTICAL SECTION**

## STATISTICAL SECTION

The objectives of statistical section information are to provide financial statement users with additional historical perspective, context and detail to assist in using the information in the financial statements, notes to financial statements and required supplementary information to understand and assess economic condition.

Statistical section information is presented in the following categories:

- *Financial trends information* is intended to assist users in understanding and assessing how financial position has changed over time.
- *Revenue capacity information* is intended to assist users in understanding and assessing the factors affecting the ability to generate *own-source revenues* (property taxes, charges for services, etc.).
- *Debt capacity information* is intended to assist users in understanding and assessing debt burden and the ability to issue additional debt.
- *Demographic and economic information* is intended 1) to assist users in understanding the socioeconomic environment and 2) to provide information that facilitates comparisons of financial statement information over time and among governments.
- *Operating information* is intended to provide contextual information about operations and resources to assist readers in using financial statement information to understand and assess economic condition.

**TOWN OF ELLINGTON, CONNECTICUT  
NET POSITION BY COMPONENT  
LAST TEN FISCAL YEARS  
(ACCRUAL BASIS OF ACCOUNTING)**

	Fiscal Year									
	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
<b>Governmental Activities:</b>										
Net Investment in Capital Assets	\$ 61,724,901	\$ 59,143,433	\$ 58,724,896	\$ 60,996,188	\$ 64,181,710	\$ 63,480,746	\$ 63,117,556	\$ 62,378,909	\$ 51,171,283	\$ 49,480,060
Restricted	6,208,857	5,201,709	5,557,415	4,387,994	5,394,264	4,103,173	4,553,133	3,730,455	3,756,332	3,800,869
Unrestricted	4,443,520	6,652,911	6,188,972	4,015,132	803,394	3,122,600	4,372,058	883,399	9,697,129	9,462,071
<b>Total Governmental Activities Net Position</b>	<b>\$ 72,377,278</b>	<b>\$ 70,998,053</b>	<b>\$ 70,471,283</b>	<b>\$ 69,399,314</b>	<b>\$ 70,379,368</b>	<b>\$ 70,706,519</b>	<b>\$ 72,042,747</b>	<b>\$ 66,992,763</b>	<b>\$ 64,624,744</b>	<b>\$ 62,743,000</b>
<b>Business-Type Activities:</b>										
Net Investment in Capital Assets	\$ 8,202,985	\$ 8,055,739	\$ 8,363,458	\$ 8,689,211	\$ 8,466,861	\$ 8,778,160	\$ 9,095,729	\$ 9,580,773	\$ 9,760,379	\$ 9,642,673
Restricted	-	-	-	-	-	-	-	-	-	-
Unrestricted	11,064,797	10,549,088	10,517,117	8,965,852	8,677,482	8,129,206	7,527,622	7,003,997	6,526,112	6,126,739
<b>Total Business-Type Activities Net Position</b>	<b>\$ 19,267,782</b>	<b>\$ 18,604,827</b>	<b>\$ 18,880,575</b>	<b>\$ 17,655,063</b>	<b>\$ 17,144,343</b>	<b>\$ 16,907,366</b>	<b>\$ 16,623,351</b>	<b>\$ 16,584,770</b>	<b>\$ 16,286,491</b>	<b>\$ 15,769,412</b>
<b>Primary Government:</b>										
Net Investment in Capital Assets	\$ 69,927,886	\$ 67,199,172	\$ 67,088,354	\$ 69,685,399	\$ 72,648,571	\$ 72,258,906	\$ 72,213,285	\$ 71,959,682	\$ 60,931,662	\$ 59,122,733
Restricted	6,208,857	5,201,709	5,557,415	4,387,994	5,394,264	4,103,173	4,553,133	3,730,455	3,756,332	3,800,869
Unrestricted	15,508,317	17,201,999	16,706,089	12,980,984	9,480,876	11,251,806	11,899,680	7,887,396	16,223,241	15,588,810
<b>Total Primary Government Net Position</b>	<b>\$ 91,645,060</b>	<b>\$ 89,602,880</b>	<b>\$ 89,351,858</b>	<b>\$ 87,054,377</b>	<b>\$ 87,523,711</b>	<b>\$ 87,613,885</b>	<b>\$ 88,666,098</b>	<b>\$ 83,577,533</b>	<b>\$ 80,911,235</b>	<b>\$ 78,512,412</b>

**TOWN OF ELLINGTON, CONNECTICUT  
CHANGES IN NET POSITION  
LAST TEN FISCAL YEARS  
(ACCRUAL BASIS OF ACCOUNTING)**

	Fiscal Year									
	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
<b>EXPENSES</b>										
Governmental Activities:										
General Government	\$ 4,597,976	\$ 4,170,310	\$ 5,012,849	\$ 2,892,490	\$ 3,488,861	\$ 2,360,988	\$ 5,068,504	\$ 5,237,130	\$ 4,549,832	\$ 3,687,078
Public Safety	4,932,745	5,063,390	4,680,388	5,367,237	4,653,766	4,746,307	3,863,314	3,749,440	3,092,339	2,811,699
Public Works	6,604,859	6,258,242	5,758,110	5,997,920	5,355,904	4,975,686	4,177,237	3,773,923	4,132,255	3,817,452
Recreation	857,538	885,048	618,773	806,586	689,235	661,809	481,008	452,503	438,095	457,629
Library	1,257,751	1,404,318	1,183,120	1,518,703	1,209,463	956,542	672,689	650,886	631,713	766,496
Human Services	1,326,676	1,043,031	1,156,472	1,109,667	1,153,003	1,291,835	879,329	884,363	1,247,971	1,269,587
Education	61,863,136	53,303,515	60,756,248	55,226,175	47,615,905	51,516,128	44,234,592	43,166,230	42,793,916	41,508,765
Interest and Fiscal Charges	345,245	351,521	536,234	529,006	668,700	535,276	633,486	664,166	368,361	126,740
Total Governmental Activities Expenses	81,785,926	72,479,375	79,702,194	73,447,784	64,834,837	67,044,571	60,010,159	58,578,641	57,254,482	54,445,446
Business-Type Activities:										
Sewer Authority Fund	2,292,994	2,813,476	2,092,478	2,144,828	1,960,249	1,823,722	1,744,844	1,660,757	1,536,411	1,759,090
Crystal Lake Sewers Fund	335,224	375,297	332,283	254,322	333,824	266,194	419,096	269,899	278,123	337,532
Nonmajor Enterprise Funds	-	3,926	628,249	623,946	623,670	615,266	604,939	589,272	599,312	601,445
Total Business-Type Activities Expenses	2,628,218	3,192,699	3,053,010	3,023,096	2,917,743	2,705,182	2,768,879	2,519,928	2,413,846	2,698,067
Total Primary Government Expenses	\$ 84,414,144	\$ 75,672,074	\$ 82,755,204	\$ 76,470,880	\$ 67,752,580	\$ 69,749,753	\$ 62,779,038	\$ 61,098,569	\$ 59,668,328	\$ 57,143,513
<b>PROGRAM REVENUES</b>										
Governmental Activities:										
Charges for Services:										
General Government	\$ 459,947	\$ 816,572	\$ 726,293	\$ 481,078	\$ 990,471	\$ 1,013,569	\$ 1,757,466	\$ 1,415,276	\$ 1,157,275	\$ 1,132,407
Public Safety	1,485,536	1,404,205	1,212,838	1,813,375	247,084	675,817	428,151	542,122	392,365	532,359
Public Works	2,170	2,800	2,240	125,172	8,155	60,347	108,662	-	-	4,709
Recreation	382,856	285,473	140,981	180,212	292,913	286,678	278,849	273,758	239,705	266,066
Human Services	66,364	36,411	10,838	25,579	47,633	193,763	167,453	191,152	252,608	239,187
Education	2,988,205	2,043,843	1,560,790	2,113,438	2,201,305	2,679,262	1,527,906	896,583	477,441	454,771
Operating Grants and Contributions	25,246,121	19,232,277	27,297,852	21,839,596	15,242,912	18,592,979	16,548,906	16,167,164	16,781,648	16,883,532
Capital Grants And Contributions	111,348	353,180	704,512	2,514,966	591,871	2,549,043	3,029,350	634,113	4,976,047	997,814
Total Governmental Activities Program Revenues	30,742,547	24,174,761	31,656,344	29,093,416	19,622,344	26,051,458	23,846,743	20,120,168	24,277,089	20,510,845

**TABLE 2  
(CONTINUED)**

**TOWN OF ELLINGTON, CONNECTICUT  
CHANGES IN NET POSITION (CONTINUED)  
LAST TEN FISCAL YEARS  
(ACCRUAL BASIS OF ACCOUNTING)**

	Fiscal Year									
	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
<b>PROGRAM REVENUES (CONTINUED)</b>										
Business-Type Activities:										
Sewer Authority Fund	\$ 2,713,882	\$ 2,642,851	\$ 2,731,625	\$ 2,457,611	\$ 1,953,976	\$ 1,824,662	\$ 1,711,005	\$ 1,811,558	\$ 1,987,065	\$ 2,183,717
Crystal Lake Sewers Fund	243,214	239,797	247,181	263,235	329,805	417,105	378,160	308,883	239,252	235,445
Nonmajor Enterprise Funds	6,198	10,001	692,487	653,729	649,440	649,390	645,374	647,323	651,664	554,283
Total Business-Type Activities Revenues	<u>2,963,294</u>	<u>2,892,649</u>	<u>3,671,293</u>	<u>3,374,575</u>	<u>2,933,221</u>	<u>2,891,157</u>	<u>2,734,539</u>	<u>2,767,764</u>	<u>2,877,981</u>	<u>2,973,445</u>
Total Primary Government Program Revenues	33,705,841	27,067,410	35,327,637	32,467,991	22,555,565	28,942,615	26,581,282	22,887,932	27,155,070	23,484,290
<b>NET REVENUE (EXPENSES)</b>										
Governmental Activities	(51,043,379)	(48,304,614)	(48,045,850)	(44,354,368)	(45,212,493)	(40,993,113)	(36,163,416)	(38,458,473)	(32,977,393)	(33,934,601)
Business-Type Activities	<u>335,076</u>	<u>(300,050)</u>	<u>618,283</u>	<u>351,479</u>	<u>15,478</u>	<u>185,975</u>	<u>(34,340)</u>	<u>247,836</u>	<u>464,135</u>	<u>275,378</u>
Total Primary Government Net Expense	(50,708,303)	(48,604,664)	(47,427,567)	(44,002,889)	(45,197,015)	(40,807,138)	(36,197,756)	(38,210,637)	(32,513,258)	(33,659,223)
<b>GENERAL REVENUES AND OTHER CHANGES IN NET POSITION</b>										
Governmental Activities:										
Property Taxes	50,790,898	48,223,616	47,330,283	46,552,654	44,468,447	43,595,630	41,020,985	40,669,789	37,651,098	36,483,519
Grants and Contributions Not Restricted to Specific Programs	73,125	74,180	88,849	50,613	26,898	165,345	160,304	175,887	189,781	340,532
Unrestricted Investment Earnings	1,342,273	77,342	180,487	301,052	427,497	249,891	77,361	29,816	69,328	15,312
Miscellaneous	216,308	456,246	353,420	175,709	-	-	-	-	-	-
Transfers	-	-	(29,375)	(33,500)	(37,500)	-	(45,250)	(49,000)	(52,750)	(260,000)
Total Governmental Activities	<u>52,422,604</u>	<u>48,831,384</u>	<u>47,923,664</u>	<u>47,046,528</u>	<u>44,885,342</u>	<u>44,010,866</u>	<u>41,213,400</u>	<u>40,826,492</u>	<u>37,857,457</u>	<u>36,579,363</u>
Business-Type Activities:										
Unrestricted Investment Earnings	327,879	24,302	8,369	125,741	183,999	98,040	27,671	1,443	194	4,505
Transfers	-	-	29,375	33,500	37,500	-	45,250	49,000	52,750	260,000
Total Business-Type Activities	<u>327,879</u>	<u>24,302</u>	<u>37,744</u>	<u>159,241</u>	<u>221,499</u>	<u>98,040</u>	<u>72,921</u>	<u>50,443</u>	<u>52,944</u>	<u>264,505</u>
Total Primary Government	52,750,483	48,855,686	47,961,408	47,205,769	45,106,841	44,108,906	41,286,321	40,876,935	37,910,401	36,843,868
<b>CHANGES IN NET POSITION</b>										
Governmental Activities	1,379,225	526,770	(122,186)	2,692,160	(327,151)	3,017,753	5,049,984	2,368,019	4,880,064	2,644,762
Business-Type Activities	<u>662,955</u>	<u>(275,748)</u>	<u>656,027</u>	<u>510,720</u>	<u>236,977</u>	<u>284,015</u>	<u>38,581</u>	<u>298,279</u>	<u>517,079</u>	<u>539,883</u>
Total Primary Government	<u>\$ 2,042,180</u>	<u>\$ 251,022</u>	<u>\$ 533,841</u>	<u>\$ 3,202,880</u>	<u>\$ (90,174)</u>	<u>\$ 3,301,768</u>	<u>\$ 5,088,565</u>	<u>\$ 2,666,298</u>	<u>\$ 5,397,143</u>	<u>\$ 3,184,645</u>

**TOWN OF ELLINGTON, CONNECTICUT  
FUND BALANCES – GOVERNMENTAL FUNDS  
LAST TEN FISCAL YEARS  
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)**

	Fiscal Year									
	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
General Fund:										
Nonspendable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 259,407	\$ -
Committed	9,050,506	8,888,301	8,621,323	9,008,378	7,730,242	6,964,229	6,379,338	5,964,646	5,544,838	4,967,019
Assigned	1,130,571	1,765,712	2,970,608	1,824,156	3,047,746	3,668,890	3,336,518	4,472,781	3,341,901	3,983,701
Unassigned	5,875,560	3,628,476	3,554,601	3,403,758	1,338,387	2,059,204	2,590,354	1,750,335	1,867,100	2,094,065
Total General Fund	<u>\$ 16,056,637</u>	<u>\$ 14,282,489</u>	<u>\$ 15,146,532</u>	<u>\$ 14,236,292</u>	<u>\$ 12,116,375</u>	<u>\$ 12,692,323</u>	<u>\$ 12,306,210</u>	<u>\$ 12,187,762</u>	<u>\$ 11,013,246</u>	<u>\$ 11,044,785</u>
All Other Governmental Funds:										
Nonspendable	\$ 81,892	\$ 84,795	\$ 70,391	\$ 78,564	\$ 74,590	\$ 55,683	\$ 56,794	\$ 57,905	\$ 59,969	\$ 62,715
Restricted	5,527,628	5,149,212	4,940,287	4,854,501	5,341,767	4,050,676	4,500,636	3,677,958	2,821,343	2,882,909
Committed	4,332,100	4,099,083	3,586,976	2,349,640	1,803,365	2,665,285	2,005,286	2,120,483	1,290,458	1,224,289
Assigned	-	-	-	-	-	-	-	-	-	-
Unassigned	(2,288,563)	(21,520)	(62,783)	(3,256,049)	(3,267,838)	(3,258,514)	(5,254,246)	(8,632,512)	2,617,069	(694,777)
Total All Other Governmental Funds	<u>\$ 7,653,057</u>	<u>\$ 9,311,570</u>	<u>\$ 8,534,871</u>	<u>\$ 4,026,656</u>	<u>\$ 3,951,884</u>	<u>\$ 3,513,130</u>	<u>\$ 1,308,470</u>	<u>\$ (2,776,166)</u>	<u>\$ 6,788,839</u>	<u>\$ 3,475,136</u>

**TOWN OF ELLINGTON, CONNECTICUT  
CHANGES IN FUND BALANCES – GOVERNMENTAL FUNDS  
LAST TEN FISCAL YEARS  
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)**

	Fiscal Year									
	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
<b>REVENUES</b>										
Property Taxes, Interest, and Lien Fees	\$ 51,053,057	\$ 48,203,657	\$ 47,391,833	\$ 46,433,841	\$ 44,470,458	\$ 43,643,949	\$ 41,134,356	\$ 40,924,360	\$ 37,720,924	\$ 36,379,511
Intergovernmental Revenues	22,972,806	21,529,423	21,129,111	20,449,312	18,898,644	18,250,750	19,906,476	16,975,273	21,920,370	18,279,731
Charges for Services	5,474,375	4,690,963	1,495,801	1,985,263	3,511,090	4,397,226	3,042,747	2,206,109	1,495,631	1,612,994
Investment Income	1,342,273	(182,511)	20,314	262,857	427,540	249,891	130,047	9,887	(23,084)	68,580
Other Local Revenues	329,433	530,426	2,792,533	3,018,108	475,986	519,098	1,005,138	1,134,602	1,143,281	1,313,906
Total Revenues	<u>81,171,944</u>	<u>74,771,958</u>	<u>72,829,592</u>	<u>72,149,381</u>	<u>67,783,718</u>	<u>67,060,914</u>	<u>65,218,764</u>	<u>61,250,231</u>	<u>62,257,122</u>	<u>57,654,722</u>
<b>EXPENDITURES</b>										
Current:										
General Government	2,589,137	1,931,439	1,974,331	1,734,741	1,702,215	1,531,117	1,480,368	1,432,694	1,404,465	1,315,806
Board and Agencies	110,608	90,278	111,711	101,470	125,925	107,064	118,433	109,798	97,454	95,993
Public Safety	3,598,729	3,315,190	3,505,657	3,909,808	3,326,155	3,637,499	3,203,054	2,863,610	2,442,775	2,283,245
Public Works	5,030,285	4,852,726	4,098,906	4,666,249	3,927,874	3,751,595	3,902,341	3,380,905	3,752,066	3,429,914
Recreation	629,488	504,709	388,628	435,600	457,988	479,758	481,008	452,503	438,095	457,629
Library	757,127	798,228	698,833	679,654	622,760	622,512	597,624	572,804	557,052	689,922
Human Services	946,304	816,136	789,028	876,549	764,378	681,067	633,693	633,748	659,203	636,646
Town Properties	690,474	839,021	814,963	749,294	939,789	693,116	766,685	701,597	705,558	594,015
Education	57,169,568	53,718,444	50,502,925	48,652,526	48,136,406	42,806,046	40,678,815	39,371,523	39,195,495	37,658,420
Other	3,291,806	3,244,047	2,974,691	3,076,672	3,082,443	6,441,636	6,284,881	6,297,963	6,112,188	5,972,866
Capital Outlay	3,935,520	2,384,153	2,413,735	2,841,461	2,979,490	1,344,264	1,805,529	10,967,463	12,625,121	4,941,834
Debt Service:										
Principal Retirement	2,222,874	2,256,151	2,213,072	2,018,399	2,380,840	2,259,027	2,016,595	2,051,728	1,843,512	1,718,671
Interest	460,655	482,122	615,726	575,697	636,455	676,824	710,332	755,384	433,928	208,870
Total Expenditures	<u>81,432,575</u>	<u>75,232,644</u>	<u>71,102,206</u>	<u>70,318,120</u>	<u>69,082,718</u>	<u>65,031,525</u>	<u>62,679,358</u>	<u>69,591,720</u>	<u>70,266,912</u>	<u>60,003,831</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	(260,631)	(460,686)	1,727,386	1,831,261	(1,299,000)	2,029,389	2,539,406	(8,341,489)	(8,009,790)	(2,349,109)

**TOWN OF ELLINGTON, CONNECTICUT  
CHANGES IN FUND BALANCES – GOVERNMENTAL FUNDS (CONTINUED)  
LAST TEN FISCAL YEARS  
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)**

	Fiscal Year									
	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
<b>OTHER FINANCING SOURCES (USES)</b>										
Bonds Issued	\$ -	\$ -	\$ 2,145,000	\$ -	\$ -	\$ -	\$ 1,375,000	\$ -	\$ 10,630,000	\$ 4,361,533
Capital Lease	376,266	373,342	624,424	396,928	1,199,306	561,384	333,928	-	455,297	-
Premium On Issuance Of Debt	-	-	271,487	-	-	-	-	-	259,407	-
Premium On Refunding Bonds	-	-	3,200,000	-	-	-	-	-	-	-
Payment To Refunded Bond Escrow Agent	-	-	393,324	-	-	-	-	-	-	-
Issuance Of Refunding Bonds	-	-	(3,533,527)	-	-	-	-	-	-	-
Transfers In From Other Funds	-	94,298	47,025	-	302,632	1,279,066	786,484	-	-	274,730
Transfers Out To Other Funds	-	(94,298)	(299,400)	-	(340,132)	(1,279,066)	(831,734)	(49,000)	(52,750)	(534,730)
Total Other Financing Sources (Uses)	<u>376,266</u>	<u>373,342</u>	<u>2,848,333</u>	<u>396,928</u>	<u>1,161,806</u>	<u>561,384</u>	<u>1,663,678</u>	<u>(49,000)</u>	<u>11,291,954</u>	<u>4,101,533</u>
<b>NET CHANGE IN FUND BALANCES</b>	115,635	(87,344)	4,575,719	2,228,189	(137,194)	2,590,773	4,203,084	(8,390,489)	3,282,164	1,752,424
Fund Balances - Beginning of Year	<u>23,594,059</u>	<u>23,681,403</u>	<u>16,068,259</u>	<u>16,068,259</u>	<u>16,205,453</u>	<u>13,614,680</u>	<u>9,411,596</u>	<u>17,802,085</u>	<u>14,519,921</u>	<u>12,767,497</u>
<b>FUND BALANCES - END OF YEAR</b>	<u>\$ 23,709,694</u>	<u>\$ 23,594,059</u>	<u>\$ 20,643,978</u>	<u>\$ 18,296,448</u>	<u>\$ 16,068,259</u>	<u>\$ 16,205,453</u>	<u>\$ 13,614,680</u>	<u>\$ 9,411,596</u>	<u>\$ 17,802,085</u>	<u>\$ 14,519,921</u>
Debit Service as a Percentage to Noncapital Expenditures	3.48%	3.75%	4.11%	3.83%	4.56%	4.65%	4.56%	4.85%	4.02%	3.60%



**TOWN OF ELLINGTON, CONNECTICUT  
 ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY  
 LAST TEN FISCAL YEARS**

Fiscal Year	Real Property			Total RE Exemptions	Personal Property	Motor Vehicle	Total Taxable Assessed Value	Total Direct Tax Rate	Taxable Estimated Actual Taxable Value	Assessed Value As a Percentage of Actual Taxable Value
	Residential	Commercial	Industrial							
2023	\$ 1,041,004,780	\$ 215,947,710	\$ 39,089,490	\$ (12,325,040)	\$ 101,769,160	\$ 209,786,780	\$ 1,595,272,880	32.5 %	\$ 51,846,369	70%
2022	1,035,793,900	219,154,200	38,749,240	(10,594,650)	98,865,380	198,378,580	1,580,346,650	31.6	49,938,954	70%
2021	1,027,560,949	220,621,090	38,051,780	(35,667,240)	92,441,619	159,848,570	1,502,856,768	32.6	48,993,131	70%
2020	1,019,124,313	191,390,400	18,217,200	(10,145,405)	63,560,638	148,746,155	1,430,893,301	32.6	46,647,122	70%
2019	1,022,801,783	186,170,740	18,178,320	(13,021,470)	56,872,222	142,923,980	1,413,925,575	31.7	44,821,441	70%
2018	1,014,178,621	174,169,550	18,013,700	(13,149,600)	53,839,455	137,867,285	1,384,919,011	31.7	43,901,933	70%
2017	990,758,392	165,980,540	18,318,620	(6,640,070)	51,014,877	134,557,157	1,353,989,516	30.5	41,296,680	70%
2016	977,904,755	162,195,490	17,488,550	(6,502,990)	46,312,830	130,222,777	1,327,621,412	30.5	40,492,453	70%
2015	987,684,153	141,417,630	18,118,470	(6,187,770)	45,777,946	124,565,500	1,311,375,929	28.7	37,636,489	70%
2014	977,255,086	137,050,440	18,070,990	(6,186,580)	44,136,675	121,673,858	1,292,000,469	28.4	35,400,813	70%

**TOWN OF ELLINGTON, CONNECTICUT  
PROPERTY TAX RATES  
LAST TEN FISCAL YEARS**

Fiscal Year Ended June 30,	Town Direct Rates			
	General Town Government Rate	Board of Education Rate	Debt Service Rate	Total Direct Rate
2023	9.77	21.41	1.32	32.5
2022	9.61	20.64	1.35	31.6
2021	10.30	20.90	1.40	32.6
2020 (a)	9.89	21.24	1.46	32.6
2019	9.25	20.80	1.65	31.7
2018	9.39	20.47	1.84	31.7
2017	8.99	19.89	1.61	30.5
2016	8.89	19.81	1.80	30.5
2015	8.38	18.96	1.35	28.7
2014 (a)	8.25	18.63	1.53	28.4

Note: The Town has no overlapping debt.

(a) - Revaluation year

Source: Town of Ellington Finance Department

**TOWN OF ELLINGTON, CONNECTICUT  
PRINCIPAL PROPERTY TAXPAYERS  
LAST TEN FISCAL YEARS  
OCTOBER 1, 2021 AND OCTOBER 1, 2012**

Taxpayer	Grand List Year 10/1/2021			Taxpayer	Grand List Year 10/1/2012		
	Taxable Assessed Value	Rank	Percentage of Total Town Taxable Assessed Value		Taxable Assessed Value	Rank	Percentage of Total Town Taxable Assessed Value
Deer Valley LLC	\$ 36,563,040	1	2.29 %	Autumn Chase LLC	\$ 22,395,410	1	1.76 %
Autumn Chase LLC	34,691,180	2	2.17	Deer Valley LLC	21,855,270	2	1.72
Deer Valley North LLC	32,970,850	3	2.07	Cornerstone Ellington LLC	10,504,600	3	0.83
Connecticut Light & Power Co	22,683,720	4	1.42	Connecticut Water Company	8,903,150	4	0.70
Ellington Cornfield Associates LLC	16,413,550	5	1.03	Connecticut Light & Power	8,426,890	5	0.66
Cornerstone Ellington LLC	12,845,540	6	0.81	Cornfield Associates Limited Partnership	6,711,890	6	0.53
Connecticut Water Company	9,815,310	7	0.62	Johnny Appleseed LLC	4,575,510	7	0.36
Natural Country Farms Inc	8,350,400	8	0.52	GPT-High Meadow LLC	4,402,500	8	0.35
West Road Limited Partnership	8,326,590	9	0.52	Meadowbrook Apartments LLC	4,268,730	9	0.34
Johnny Appleseed LLC	6,473,380	10	0.41	Yankee Gas Services Company	3,919,420	10	0.31
<b>Total</b>	<b>\$ 189,133,560</b>		<b>11.86</b>		<b>\$ 95,963,370</b>		<b>7.56</b>

Source: Town of Ellington, Office of Tax Assessor

**TOWN OF ELLINGTON, CONNECTICUT  
PROPERTY TAX LEVIES AND COLLECTIONS  
LAST TEN FISCAL YEARS**

Fiscal Year Ended June 30,	Tax Rate In Mills	Taxes Levied For The Fiscal Year	Collected Within The Fiscal Year of Levy		Collections In Subsequent Years	Total Collections to Date	
			Amount	Percentage of Levy		Amount	Percentage of Levy
2023	32.5	\$ 50,925,639	\$ 50,667,306	99.5 %	\$ -	\$ 50,667,306	99.5 %
2022	31.6	48,126,579	47,784,391	99.3	30,293	47,814,684	99.4
2021	32.6	47,144,136	46,789,173	99.2	292,828	47,082,001	99.9
2020	32.6	46,435,907	46,043,904	99.2	334,351	46,378,255	99.9
2019	31.7	44,342,640	44,059,691	99.4	176,150	44,235,841	99.8
2018	31.7	43,371,144	43,133,192	99.5	89,591	43,222,783	99.7
2017	30.5	40,882,815	40,648,318	99.4	24,226	40,672,544	99.5
2016	30.5	40,405,604	40,168,926	99.4	120,207	40,289,133	99.7
2015	28.7	37,320,836	36,992,464	99.1	177,081	37,169,545	99.6
2014	28.4	36,315,834	35,893,052	98.8	148,572	36,041,624	99.2

Source: Town of Ellington, Office of Tax Collector

**TOWN OF ELLINGTON, CONNECTICUT  
RATIOS OF OUTSTANDING DEBT BY TYPE  
LAST TEN FISCAL YEARS**

<u>Fiscal Year</u>	<u>General Bonded Debt Bonds General Obligation Bonds</u>	<u>Accumulated Resources Restricted for Debt Repayment</u>	<u>Net Bonded Debt</u>	<u>Ratio of Net General Bonded Debt to Estimated Actual Taxable Value</u>	<u>Bonded Debt Per Capita (not Rounded)</u>	<u>Direct Placement Notes Payable</u>	<u>Total Debt</u>	<u>Debt Per Capita (not Rounded)</u>	<u>Percentage of Debt to Personal Income</u>
2023	\$ 12,066,818	\$ -	\$ 12,066,818	23.27 %	\$ 736	\$ 422,771	\$ 12,489,589	\$ 762	0.09 %
2022	13,858,808	-	13,858,808	27.75	848	791,284	14,650,092	896	0.15
2021	15,881,661	-	15,881,661	32.42	982	1,369,588	17,251,249	1,067	0.17
2020	14,935,000	-	14,935,000	32.02	909	1,383,629	16,318,629	993	0.16
2019	16,655,000	-	16,655,000	37.16	1,011	1,322,717	17,977,717	1,092	0.19
2018	18,207,465	-	18,207,465	41.47	1,117	650,515	18,857,980	1,157	0.22
2017	20,190,399	-	20,190,399	48.89	1,249	382,483	20,572,882	1,273	0.23
2016	20,732,245	-	20,732,245	51.20	1,292	225,149	20,957,394	1,306	0.25
2015	22,683,464	-	22,683,464	60.27	1,425	416,876	23,100,340	1,451	0.27
2014	13,208,689	-	13,208,689	37.31	837	456,025	13,664,714	866	0.17

Note: Details regarding the Town's outstanding debt can be found in the notes to the financial statements.

**TOWN OF ELLINGTON, CONNECTICUT  
LEGAL DEBT MARGIN INFORMATION  
LAST TEN FISCAL YEARS**

	Fiscal Year									
	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Debt Limit	\$ 337,851,206	\$ 331,729,020	\$ 324,872,618	\$ 311,050,327	\$ 311,050,327	\$ 305,431,966	\$ 288,098,167	\$ 287,986,153	\$ 264,344,381	\$ 256,809,119
Total Net Debt Applicable to Limit	<u>12,307,812</u>	<u>13,969,562</u>	<u>15,867,812</u>	<u>18,725,658</u>	<u>16,655,000</u>	<u>23,220,658</u>	<u>28,109,574</u>	<u>34,570,000</u>	<u>23,235,000</u>	<u>14,422,375</u>
Legal Debt Margin	<u>\$ 325,543,394</u>	<u>\$ 317,759,458</u>	<u>\$ 309,004,806</u>	<u>\$ 292,324,669</u>	<u>\$ 294,395,327</u>	<u>\$ 282,211,308</u>	<u>\$ 259,988,593</u>	<u>\$ 253,416,153</u>	<u>\$ 241,109,381</u>	<u>\$ 242,386,744</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	3.64%	4.21%	4.88%	6.02%	5.35%	7.60%	9.76%	12.00%	8.79%	5.62%

Note: The State of Connecticut General Statutes require that in no event shall the total debt of the Town exceed seven (7) times the annual receipts from taxation. The calculation of the 2021 debt limit can be found on Table 11 of this report.

**TOWN OF ELLINGTON, CONNECTICUT  
SCHEDULE OF DEBT LIMITATION  
YEAR ENDED JUNE 30, 2023**

Total Tax Collections, (Including Interest and Lien Fees) Received by Treasurer for the prior fiscal year	\$ 48,264,458
Base	\$ 48,264,458

	General Purposes	Schools	Sewers	Urban Renewal	Pension Deficit
Debt Limitation:					
2.25 times base	\$ 108,595,031				
4.50 times base		\$ 217,190,061			
3.75 times base			\$ 180,991,718		
3.25 times base				\$ 156,859,489	
3 times base					\$ 144,793,374
Total debt limitation	108,595,031	217,190,061	180,991,718	156,859,489	144,793,374
Indebtedness:					
General Obligation Bonds	3,480,000	7,660,000	365,000	-	-
Bond Anticipation Notes			-	-	-
Authorized but Unissued Debt		802,812	-	-	-
Total Indebtedness	3,480,000	8,462,812	365,000	-	-
Debt Limitation in Excess of Outstanding and Authorized Debt	\$ 105,115,031	\$ 208,727,249	\$ 180,626,718	\$ 156,859,489	\$ 144,793,374

Note: In no case shall total indebtedness exceed seven times annual receipts from taxation, or \$331,729,020.

Note: School bonds authorized and unissued of \$801,312 are presented net of State grants in the amount of \$9,718,688.

**TOWN OF ELLINGTON, CONNECTICUT  
DEMOGRAPHIC AND ECONOMIC STATISTICS  
LAST TEN CALENDAR YEARS  
(UNAUDITED)**

Calendar Year	Population(1)	Per Capita Income(5)	Median Age(6)	School Enrollment(3)	Unemployment Rate(6)	Total Personal Income(6) (in Thousands)
2023	16,399	\$ 48,985	39.3	2,586	2.80 %	\$ 881,998
2022	16,348	48,985	40	2,621	3.10	613,530
2021	16,170	50,643	41	2,699	6.00	640,570
2020	16,426	50,643	41	2,682	5.80	640,570
2019	16,467	50,643	41	2,732	3.00	563,770
2018	16,305	50,643	42	2,684	3.40	536,802
2017	16,166	50,643	40	2,644	3.70	546,033
2016	16,044	50,643	40	2,630	4.10	532,853
2015	15,920	43,323	43	2,655	4.90	545,870
2014	15,783	41,200	43	2,655	5.50	519,120

(1) Source: Connecticut Department of Public Health and Census

(3) Source: Annual Budget

(5) Source: Census ACS

(6) Source: Advance CT

U.S. Census - American Fact Finder

Board of Education

U.S. Census data (2015-2019)

CT DOL



**TOWN OF ELLINGTON, CONNECTICUT  
PRINCIPAL EMPLOYERS  
2023 AND 2014**

Employer	Nature of Business	2023			2014		
		Employees	Rank	Percentage of Total Town Employment	Employees	Rank	Percentage of Total Town Employment
Town of Ellington	Municipality	543	1	13.94 %	466	1	13.44 %
Country Pure Foods	Dairy Products/Fruit Juices	196	2	5.03	109	4	3.14
Indian Valley Family YMCA	Youth Organization Center	118	3	3.03	200	2	5.77
Big Y	Plastic-Mold Manufacturer	112	4	2.87	92	5	2.65
Kloter Farms Country Store	Solar Energy	100	5	2.57	5	8	0.14
Earthlight	Supermarket	84	6	2.16	160	3	4.62
LuAnn's Bakery	Bakery	75	7	1.93	0	9	-
Barn Yard/Great Country Garages	Information Technology	68	8	1.75	54	7	1.56
Dymotek	Retail Country Store	63	9	1.62	0	10	-
Oakridge Dairy	Packaging	56	10	1.44	52	6	1.50
	Supermarket						
<b>Total</b>		<b>1,415</b>		<b>36.34 %</b>	<b>1,138</b>		<b>32.82 %</b>

Source: Town of Ellington, Community Development Office/Assessor  
Employees are full and part-time. Total town employment is based on full-time.

**TOWN OF ELLINGTON, CONNECTICUT  
FULL-TIME EQUIVALENT TOWN GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM  
LAST TEN FISCAL YEARS**

Function/Program	Full-Time Equivalent Town Government Employees As of June 30,									
	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
General Government	27	40	41	36	36	37	38	36	36	37
Police	7	7	7	7	6	5	4	4	4	4
Fire	0	0	0	0	0	0	0	0	0	0
Refuse Collection	0	0	0	0	0	0	0	0	0	0
Other Public Works	24	24	21	25	24	24	22	22	23	21
Parks and Recreation	5	8	6	15	8	8	5	7	6	7
Library	6	8	8	6	6	5	5	5	5	5
Education	<u>474</u>	<u>473</u>	<u>430</u>	<u>426</u>	<u>431</u>	<u>417</u>	<u>416</u>	<u>403</u>	<u>404</u>	<u>399</u>
Total	<u><u>543</u></u>	<u><u>560</u></u>	<u><u>513</u></u>	<u><u>515</u></u>	<u><u>511</u></u>	<u><u>496</u></u>	<u><u>490</u></u>	<u><u>477</u></u>	<u><u>478</u></u>	<u><u>473</u></u>

**TOWN OF ELLINGTON, CONNECTICUT  
OPERATING INDICATORS BY FUNCTION/PROGRAM  
LAST TEN FISCAL YEARS**

Function/Program	Fiscal Year									
	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
General Government:										
Building Permits Issued	991	1,299	1,430	1,095	1,168	1,116	1,162	1,231	1,164	1,184
Building Inspections Conducted	1,077	1,228	1,322	1,079	1,315	1,392	1,491	1,401	1,373	1,261
Police:										
Physical Arrests	92	123	89	96	106	80	130	119	84	161
Parking Violations	2	146	-	5	4	2	2	10	2	-
Traffic Violations	164	2	350	864	1,723	1,360	1,762	2,263	2,411	2,923
Fire:										
Emergency Responses	1,310	1,167	1,136	903	903	801	787	774	774	689
Fires Extinguished	39	37	72	43	22	31	39	51	43	37
Inspections	2,052	1,559	1,705	1,461	2,115	1,761	1,341	1,993	1,095	996
Refuse Collection:										
Refuse Collected (Tons Per Day)	18	17	18	18	22	22	21	20	20	20
Recyclables Collected (Tons Per Day)	5	1	5	5	5	5	5	5	5	5
Other Public Works:										
Street Resurfacing (Miles)	2	6	2	4	4	6	5	8	7	6
Potholes Repaired	12	65	12	NT	NT	NT	NT	NT	NT	NT
Parks And Recreation:										
Athletic Field Permits Issued	13	14	16	11	15	15	14	14	13	13
Community Center Admissions	-	-	-	-	-	-	-	-	-	-
Library:										
Volumes In Collection	66,115	65,147	57,415	67,415	71,791	70,857	72,390	71,708	69,233	67,573
Total Volumes Borrowed	94,744	89,035	92,604	92,604	117,514	119,971	124,279	125,197	129,232	141,249
Water:										
New Connections	-	-	-	-	-	-	-	-	-	-
Water Main Breaks	-	-	-	-	-	-	-	-	-	-
Average Daily Consumption (Thousands Of Gallons)	-	-	-	-	-	-	-	-	-	-
Peak Daily Consumption (Thousands Of Gallons)	-	-	-	-	-	-	-	-	-	-
Wastewater:										
Average Daily Sewage Treatment (Thousands Of Gallons)	619,471	724,598	619,471	593,040	634,650	639,670	542,910	507,415	500,992	589,495
	44,095	45,117	44,095	41,491	43,417	45,900	40,350	37,712	40,720	140,713
Transit:										
Total Route Miles	4,405	14,697	66	650	3,583	5,321	8,979	6,425	16,467	12,255
Passengers	790	1,424	-	187	741	1,613	1,960	2,356	2,370	2,044

Source: Annual Reports, Budgets, and Department records

\* Including digital titles

\*\* Library buildings were closed 3/24-6/30/20

\*\*\*NT (Not Tracked), pot holes tracked starting 21-22

**TOWN OF ELLINGTON, CONNECTICUT  
CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM  
LAST TEN FISCAL YEARS**

Function/Program	Fiscal Year									
	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Police:										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol Units	6	7	6	6	6	5	5	5	5	5
Fire Stations	3	3	3	3	3	3	3	2	2	2
Refuse Collection:										
Collection Trucks	0	0	0	0	0	0	0	0	0	0
Other Public Works:										
Streets (Miles)	110.4	110.4	101.13	101.13	101.13	100.13	99.13	99.13	99.13	98.13
Streetlights	598	3861	595	595	595	595	590	590	590	590
Traffic Signals	1	351	1	1	1	1	1	1	1	1
Parks and Recreation: ***										
Acreage	106.41	106.41	106.41	106.41	106.41	106.41	106.41	106.41	86.28	86.28
Playgrounds	4	4	1	1	1	1	1	1	1	1
Baseball/Softball Diamonds	12	10	5	5	5	5	5	5	5	5
Soccer/Football Fields	21	20	6	6	6	6	6	6	6	6
Community Centers	0	0	0	0	0	0	0	0	0	0
Water:										
Water Mains (Miles)	**	**	**	**	**	**	**	**	**	**
Fire Hydrants	194	351	221	221	226	226	226	226	226	226
Storage Capacity (Thousands of Gallons)	**	**	**	**	**	**	**	**	**	**
Wastewater:										
Sanitary Sewers (Miles)	56.8	56.8	43.77	43.77	n/a	n/a	n/a	n/a	n/a	n/a
Storm Sewers (Miles)	101.13	62	101.13	101.13	n/a	n/a	n/a	n/a	n/a	n/a
Treatment Capacity (Thousands of Gallons)*	0	0	0	0	n/a	n/a	n/a	n/a	n/a	n/a
Transit - Mini-Buses	1	1	1	1	1	1	1	1	1	1

Source: Annual Reports, Budgets and Department records

\*all outsource to Town of Vernon and Town of Stafford

\*\*all owned and operated by CT Water Company

\*\*\* Includes fields at schools 2023 & 2022