

**CITY OF SHELTON, CONNECTICUT**

ANNUAL FINANCIAL REPORT

June 30, 2024

**CITY OF SHELTON, CONNECTICUT**  
**JUNE 30, 2024**

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# CLERMONT

ACCOUNTANTS • ADVISORS

Clermont & Associates, LLC  
301 Highland Avenue  
Waterbury CT 06708

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Main: 203-758-6658  
Fax: 203-758-6758

## INDEPENDENT AUDITOR'S REPORT

Board of Aldermen  
City of Shelton, Connecticut  
Shelton, CT 06484

### **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 City of Shelton, Connecticut, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the City of Shelton, 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 governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the City of Shelton, Connecticut as of June 30, 2024, and the respective changes in the financial position, and, where applicable, cash flows thereof and the respective budgetary comparison for the General Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

#### ***Basis for Opinion***

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Financial Statements section of our report. We are required to be independent of the City of Shelton, Connecticut and to meet our 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 these 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, which raise substantial doubt about the City of Shelton, 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.

## ***Auditor's Responsibilities for the Audit of the Financial Statements***

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

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we;

- Exercise professional judgement and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City of Shelton, 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 judgement, there are conditions or events considered in aggregate, which raise substantial doubt about the City of Shelton, 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* on pages 4a through 4g and the required supplemental information on pages 51-54, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who consider it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### ***Supplementary Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Shelton, Connecticut's basic financial statements. The accompanying combining and individual nonmajor fund financial statements and schedules, the schedule of property taxes levied, collected and outstanding, and the schedule of debt limitation, are presented for the purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and schedules are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

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

In accordance with *Government Auditing Standards*, we have also issued our report dated January 31, 2025 reporting on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of this 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 City of Shelton, 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 City of Shelton, Connecticut's internal control over financial reporting and compliance.

**CLERMONT & ASSOCIATES LLC**  
Waterbury, Connecticut



January 31, 2025

**CITY OF SHELTON, CONNECTICUT**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**JUNE 30, 2024**

This discussion and analysis of the City of Shelton, Connecticut's, (the City), financial performance is provided by management to provide an overview of the City's financial activities for the fiscal year ended June 30, 2024. Please read this MD&A in conjunction with the City's financial statements.

**Financial Highlights**

- The net position of our governmental activities decreased by \$8.5 million.
- The net position of our business-type activities decreased by \$755 thousand.
- The General Fund reported a fund balance this year of \$2.2 million; \$3.0 million less than the General Fund balance reported in the prior year.

**Overview of the Financial Statements**

This annual report consists of a series of financial statements. The Statement of Net Position and the Statement of Activities (Exhibits A and B, respectively) provide information about the activities of the City as a whole and present a longer-term view of the City's finances. Fund financial statements are presented in Exhibits C and D. For governmental activities, these statements tell how these services were financed in the short-term as well as what remains for future spending. Fund financial statements also report the City's operations in more detail than the government-wide financial statements by providing information about the City's most significant funds. In addition, the City maintains the Water Pollution Control Authority as a proprietary fund (Exhibit G, H, and I). The remaining statements provide financial information about activities for which the City acts solely as a trustee or agent for the benefit of those outside of the government.

**Government-Wide Financial Statements**

The analysis of the City as a whole begins on Exhibits A and B. The Statement of Net Position and the Statement of Activities reports information about the City as a whole and about its activities for the current period. These statements include all assets and liabilities using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the City's net position and changes within them. The City's net position, the difference between assets and liabilities, is one way to measure the City's financial health or financial position. Over time, increases or decreases in the City's net position are one indicator of whether its financial health is improving or deteriorating. The reader needs to consider other nonfinancial factors, such as changes in the City's property tax base and the condition of the City's capital assets, to assess the overall health of the City.



In the Statement of Net Position and the Statement of Activities, the City reports its activities as follows:

- *Governmental activities* - The City's basic services are reported here, including general government, public safety, community services, public works, education, public library, and municipal facilities. Property taxes, charges for services and state and federal grants finance most of these activities.
- *Business-type activities* – The Water Pollution Control Authority's activity is reported here.

### **Fund Financial Statements**

The fund financial statements begin with Exhibit C and provide detailed information about the most significant funds - not the City as a whole. Some funds are required to be established by Charter. However, the Board of Aldermen establishes many other funds to help control and manage financial activities for particular purposes or to show that it is meeting legal responsibilities for using grants and other money (like grants received for education from the State and Federal governments). The City's funds are divided into three categories: governmental, proprietary, and fiduciary.

- *Governmental funds (Exhibits C and D)* - Most of the City's basic services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the City's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the City's programs. The relationship (or differences) between governmental activities (reported in the statement of net position and the statement of activities) and governmental funds is described in a reconciliation at the bottom of the fund financial statements.
- *Proprietary funds (Exhibits G, H, and I)* - When the City charges customers for the services it provides, whether to outside customers or to other units of the City, these services are generally reported in proprietary funds. Proprietary funds are reported in the same way that all activities are reported in the Statement of Net Position and the Statement of Activities. Internal service funds (the component of proprietary funds) are used to report activities that provide supplies and services for the City's other programs and activities, such as the City's Worker's Compensation Internal Service Fund.
- *Fiduciary funds (Exhibits J and K)* - The City is the trustee, or fiduciary, for its employees' pension plans. All of the City's fiduciary activities are reported in separate statements of fiduciary net assets and changes in fiduciary net position. These activities are excluded from the City's other financial statements because the City cannot use these assets to finance its operations. The City is responsible for ensuring that the assets reported in these funds are used for their intended purposes.

## **Government-Wide Financial Analysis**

The analysis below focuses on the net position (Table 1) and changes in net position (Table 2) of the City's governmental activities and business-type activities. The City's net position for governmental activities decreased \$2.4 million from \$184.1million in 2022 to \$181.7 million in 2024. The majority of this decrease was attributed to the use of prior years surpluses in the general fund.

The City's net position for the business-type activities decreased \$143 thousand for the fiscal year ending June 30, 2024, which was due to depreciation expense. The net position was \$31.9 million at June 30, 2024.

**TABLE 1 - NET POSITION**

		<b>Governmental Activities</b>	
		<b>2024</b>	<b>2023</b>
Current and other assets	\$	19,698,906	25,342,490
Capital assets		201,688,809	202,865,585
Deferred outflows		6,537,446	6,360,453
Total assets & deferred outflows	\$	27,925,161	234,568,528
Current and other liabilities	\$	9,398,435	12,581,752
Deferred inflows		4,584,498	5,345,619
Long-term liabilities		40,768,783	34,928,306
Total liabilities & deferred inflows	\$	54,751,716	52,855,677
Net position:			
Investment in capital assets	\$	190,600,531	192,450,874
Restricted		5,048,461	5,202,527
Unrestricted		(22,475,547)	(15,940,550)
Total net position	\$	173,173,445	181,712,851
		<b>Business-type Activities</b>	
		<b>2024</b>	<b>2023</b>
Current and other assets	\$	2,988,039	5,672,213
Capital assets		33,305,138	34,909,008
Total assets	\$	36,293,177	40,581,221
Current and other liabilities	\$	638,013	3,121,633
Long-term liabilities		4,489,627	5,539,446
Total liabilities	\$	5,127,640	8,661,079
Net position:			
Investment in capital assets, net of related debt	\$	28,815,511	29,369,562
Unrestricted		2,350,026	2,550,580
Total net position	\$	31,165,537	31,920,142

**TABLE 2 - CHANGE IN NET ASSETS**

	<b>Governmental Activities</b>	
	<b>2024</b>	<b>2023</b>
Revenues:		
Program revenues:		
Charges for services	\$ 6,476,780	5,258,193
Operating grants and contributions	28,723,191	34,323,431
Capital grants and contributions	3,865,149	6,846,473
General revenues:		
Property taxes	107,333,035	106,875,354
Grants and contributions not restricted to specific purposes	825,813	1,518,198
Unrestricted investment earnings	2,334,062	2,283,990
Other general revenues (and transfers)	45,628	(93,347)
Total revenues	<u>\$ 149,603,658</u>	<u>157,012,292</u>
Program expenses:		
General government	\$ 18,972,183	18,493,498
Public safety	11,811,314	14,899,775
Public works	11,920,878	14,168,297
Health and welfare	332,223	1,390,299
Culture and recreation	4,583,471	4,716,203
Education	110,239,030	105,570,929
Interest and fiscal charges	283,965	160,960
Total program expenses	<u>\$ 158,143,064</u>	<u>159,399,961</u>
(Decrease) increase in net position	<u>\$ (8,539,406)</u>	<u>(2,387,669)</u>
	<b>Business-type Activities</b>	
	<b>2024</b>	<b>2023</b>
Revenues:		
Operating revenues:		
Charges for services	\$ 3,324,844	3,282,257
Non-operating revenues:		
Capital contributions		
Other general revenues (and transfers)	1,151,019	1,151,019
Total revenues	<u>\$ 4,475,863</u>	<u>4,433,276</u>
Operating expenses:		
Salaries and benefits	\$ 1,424,189	1,140,867
Materials and supplies	142,497	119,912
Utilities	430,586	356,390
Depreciation	1,603,870	1,603,869
Administration	1,528,126	1,233,900
Interest and fiscal charges	101,200	121,519
Total expenses	<u>\$ 5,230,468</u>	<u>4,576,457</u>
(Decrease) increase in net position	<u>\$ (754,605)</u>	<u>(143,181)</u>

## **City Funds Financial Analysis**

### **Governmental Funds**

As the City completed the year, its governmental funds (as presented in the balance sheet - Exhibit C) reported a combined fund balance of \$9.5 million, which is a \$151 thousand decrease from the previous year. Included in this year's total includes a decrease of \$2.3 million in general fund balance is a increase of \$2.6 million in the City's Capital projects and a \$2.9 million in the City's increase in Other Governmental Funds.

The General Fund deficit was a result of higher than anticipated healthcare and special education costs. These deficits were netted against the better-than-expected investment income to produce a \$3.6 million operating deficit on a budgetary basis. \$1.9 million was committed by the alderman to settle outstanding litigation and \$311 thousand remained in unassigned fund balance.

### **Proprietary Funds**

The City reports the Water Pollution Control Authority as a proprietary fund (Exhibit G, H, and I). Under this presentation, the loss was \$755 thousand as the W.P.C.A. builds capital for future capital projects, \$201 thousand loss from operations (before depreciation and interest). The loss as the result of included operating costs.

The Internal Service Fund recorded a deficit in net fund position. Operating expenses were over the operating revenues by \$1.9 Million. Management is aware of the accumulated net deficits in the workers' compensation and medical self-insurance funds and has a long-term financing plan to fund this through growing employer contributions, reducing the worker's compensation expenses and reorganizing the funding structure. The loss was attributed to the accrued expenses in reserves due to the increase in medical expenses.

### **General Fund Budgetary Highlights**

Exhibit F shows the summary information of budget to actual revenues, expenditures, and changes in undesignated, unreserved fund balance (funds available to be appropriated).

- Investment income was more than expected due to the interest rate increase.
- Charges for services were more than expected as new construction continues within the City.
- The medical expenses and educational expenses increased, which were funded by savings in the City departments as well as prior year surpluses. This was a two year trend and management of the City and Board of Education have made adjustments to lower the expenditures in these areas as well as increased future budgets fund the budget deficit.

## **Capital Assets**

At June 30, 2024, the City's governmental activities had \$203 million invested in a broad range of capital assets, including land, buildings, park facilities, vehicles and equipment, roads, bridges, and water and sewer lines. In separating the Water Pollution Control Authority from the government funds, \$37.1 million in capital assets, which mainly includes sewers and the newly constructed facility. The City's total amount represents a net decrease (including additions and deductions) of \$5.5 million, net of depreciation expenses. The construction in progress includes a school construction program and a bridge program.

**TABLE 3 - CAPITAL ASSETS** (Net of Depreciation)

		<b>Governmental Activities</b>	
		<b>2024</b>	<b>2023</b>
Land	\$	37,862,466	36,998,480
Buildings and improvements		111,921,285	112,865,201
Furniture, fixtures, and equipment		7,956,716	7,839,491
Infrastructure		43,948,342	41,129,356
Construction in progress		-	4,033,057
Totals	\$	<u>201,688,809</u>	<u>202,865,585</u>

  

		<b>Business-type Activities</b>	
		<b>2024</b>	<b>2023</b>
Buildings and improvements	\$	10,497,793	12,084,353
Infrastructure		22,344,676	22,361,986
Construction in progress		462,669	462,669
Totals	\$	<u>33,305,138</u>	<u>34,909,008</u>

The City continues to support economic development through state programs and the improvement of lands and roads as well as balancing this growth with a substantial investment in open space. In the June 30, 2024, fiscal year, the City invested \$863,986 into land purchases for these programs.

## TABLE 4 - OUTSTANDING DEBT

### Long-Term Liabilities

At June 30, 2024, the City had \$45.3 million in long term liabilities versus \$41.2 million last year, a increase of 10.0%, as shown in Table 4.

**TABLE 4**

		<b>2024</b>	<b>2023</b>
Debt obligations	\$	15,577,905	16,718,290
Other long-term liabilities		29,680,505	24,513,595
Total long-term liabilities	\$	45,258,410	41,231,885

General obligation bonds and banknotes increased by \$674 thousand as the City uses the General Fund surplus and intergovernmental grants to fund major capital projects to maintain the outstanding debt. Included in the business-type activities is \$4.5 million in notes payable, which was the State of Connecticut's Clean Water Notes for the construction of the new water pollution control facilities.

Other obligations include accrued vacation pay and sick leave and the state administered pension plan for the police. The claims and judgement incurred the largest increase of \$4.9 million. More detailed information about the City's long-term liabilities is presented in Note 8 to the financial statements.

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

The City's elected and appointed officials considered many factors when setting the fiscal year 2024-2025 budget tax rates. One of those factors is the economy and the benefits of continual development within the City.

These indicators along with a projected modest inflationary increase were considered when adopting the General Fund budget for 2024-2025.

### **Contacting the City's Financial Management**

This financial report is designed to provide citizens, taxpayers, customers, investors, and creditors with a general overview of the City's finances and to show the City's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Director of Finance, City of Shelton, 54 Hill Street, Shelton, Connecticut, 06484.

STATEMENT OF NET POSITION  
June 30, 2024

	Governmental Activities	Business-type Activities	Total*
<b>Assets:</b>			
Cash and cash equivalents	\$ 10,260,154		10,260,154
Investments	5,984,812		5,984,812
Receivables, net	6,223,464	99,785	6,323,249
Prepaid assets	5,950		5,950
Inventory	111,281		111,281
Internal balances	(2,888,254)	2,888,254	-
Due from agency funds	1,499		1,499
Capital assets:			
Capital assets, not being depreciated	37,862,466	462,669	38,325,135
Capital assets, being depreciated, net	163,826,343	32,842,469	196,668,812
<b>Total assets</b>	<u>\$ 221,387,715</u>	<u>36,293,177</u>	<u>257,680,892</u>
<b>Deferred outflows of resources:</b>			
Deferred pension expense	\$ 6,537,446	-	6,537,446
<b>Total deferred outflows of resources</b>	<u>\$ 6,537,446</u>	<u>-</u>	<u>6,537,446</u>
<b>Liabilities:</b>			
Accounts payable and other current liabilities	\$ 3,092,967	471,544	3,564,511
Accrued interest	130,720		130,720
Claims incurred, but not reported	3,773,129		3,773,129
Unearned revenue	2,401,619	166,469	2,568,088
Noncurrent liabilities:			
Due within one year	3,358,786	1,071,009	4,429,795
Due in more than one year	37,409,997	3,418,618	40,828,615
<b>Total liabilities</b>	<u>\$ 50,167,218</u>	<u>5,127,640</u>	<u>55,294,858</u>
<b>Deferred inflows of resources:</b>			
Resources from pension	\$ 902,165		902,165
Advance tax collections	3,682,333		3,682,333
<b>Total deferred inflows of resources</b>	<u>\$ 4,584,498</u>	<u>-</u>	<u>4,584,498</u>
<b>Net position:</b>			
Invested in capital assets, net of related debt	\$ 190,600,531	28,815,511	219,416,042
Restricted for:			
Donor's intentions	5,048,461		5,048,461
Unrestricted	(22,475,547)	2,350,026	(20,125,521)
<b>Total net position</b>	<u>\$ 173,173,445</u>	<u>31,165,537</u>	<u>204,338,982</u>

\* After internal balances have been eliminated

The notes to the financial statements are an integral part of this statement.

STATEMENT OF ACTIVITIES  
For the Year Ended June 30, 2024

Functions/programs	Expenses	Program Revenues			Net (Expenses) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		
					Governmental Activities	Business-type Activities	Total
<b>Primary government:</b>							
<b>Governmental activities:</b>							
General government	\$ 18,972,183	2,000,410	18,500	2,420,192	(14,533,081)		(14,533,081)
Public safety	11,811,314	1,614,208	10,120		(10,186,986)		(10,186,986)
Public works	11,920,878	278,895	1,088,371	1,444,957	(9,108,655)		(9,108,655)
Health and welfare	332,223		14,498		(317,725)		(317,725)
Culture and recreation	4,583,471	464,880	23,535		(4,095,056)		(4,095,056)
Education	110,239,030	2,118,387	27,568,167		(80,552,476)		(80,552,476)
Interest on long-term debt	283,965				(283,965)		(283,965)
<b>Total governmental activities</b>	<u>\$ 158,143,064</u>	<u>6,476,780</u>	<u>28,723,191</u>	<u>3,865,149</u>	<u>(119,077,944)</u>	<u>-</u>	<u>(119,077,944)</u>
<b>Business-type activities:</b>							
Water Pollution Control Authority	\$ 5,129,268	3,067,933			-	(2,061,335)	(2,061,335)
Interest on long-term debt	101,200				-	(101,200)	(101,200)
<b>Total business-type activities</b>	<u>\$ 5,230,468</u>	<u>3,067,933</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(2,162,535)</u>	<u>(2,162,535)</u>
<b>Total primary government</b>	<u>\$ 163,373,532</u>	<u>9,544,713</u>	<u>28,723,191</u>	<u>3,865,149</u>	<u>(119,077,944)</u>	<u>(2,162,535)</u>	<u>(121,240,479)</u>
<b>General revenues and transfers:</b>							
Property taxes					\$ 107,333,035		107,333,035
Grants and contributions not restricted for specific programs					825,813		825,813
Unrestricted investment earnings					2,334,062		2,334,062
Other unrestricted income					1,196,647	256,911	1,453,558
Transfers					(1,151,019)	1,151,019	-
<b>Total general revenues and transfers</b>					<u>\$ 110,538,538</u>	<u>1,407,930</u>	<u>111,946,468</u>
<b>Change in net position</b>					\$ (8,539,406)	(754,605)	(9,294,011)
<b>Net position, beginning</b>					<u>181,712,851</u>	<u>31,920,142</u>	<u>213,632,993</u>
<b>Net position, ended</b>					<u>\$ 173,173,445</u>	<u>31,165,537</u>	<u>204,338,982</u>

The notes to the financial statements are an integral part of this statement.



BALANCE SHEET  
GOVERNMENTAL FUNDS  
June 30, 2024

	General	Capital Projects	American Recovery	Plumb Library	Other Governmental Funds	Total Governmental Funds
<b>Assets:</b>						
Cash and cash equivalents	\$ 7,098,258			188,624	2,973,272	10,260,154
Investments	1,145,497	1,136		4,239,925	1,939	5,388,497
Receivables, net	5,112,648				699,173	5,811,821
Due from other funds	6,288,622	961,791	1,824,726		713,820	9,788,959
Inventories	57,293				53,988	111,281
Prepaid expenses	5,950					5,950
<b>Total assets</b>	<u>\$ 19,708,268</u>	<u>962,927</u>	<u>1,824,726</u>	<u>4,428,549</u>	<u>4,442,192</u>	<u>31,366,662</u>
<b>Liabilities:</b>						
Accounts and other payables	\$ 2,577,076	375,039	13,771		119,168	3,085,054
Payments in advance	59,878	105,938	1,777,068		458,735	2,401,619
Due to other funds	6,666,346				1,527,912	8,194,258
<b>Total liabilities</b>	<u>\$ 9,303,300</u>	<u>480,977</u>	<u>1,790,839</u>	<u>-</u>	<u>2,105,815</u>	<u>13,680,931</u>
<b>Deferred inflows of resources:</b>						
Unavailable receipts	\$ 4,456,801				1,939	4,458,740
Tax payments in advance	3,682,332					3,682,332
<b>Total deferred inflows of resources</b>	<u>\$ 8,139,133</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,939</u>	<u>8,141,072</u>
<b>Fund balances:</b>						
Nonspendable	\$ 63,243				53,988	117,231
Restricted for:						
Donor's intentions			33,887	4,428,549	586,025	5,048,461
Committed for:						
Settlement	1,891,500					1,891,500
Specific use					248,879	248,879
Assigned					2,091,586	2,091,586
Unassigned	311,092	481,950			(646,040)	147,002
<b>Total fund balances</b>	<u>\$ 2,265,835</u>	<u>481,950</u>	<u>33,887</u>	<u>4,428,549</u>	<u>2,334,438</u>	<u>9,544,659</u>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<u>\$ 19,708,268</u>	<u>962,927</u>	<u>1,824,726</u>	<u>4,428,549</u>	<u>4,442,192</u>	

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

<b>Capital assets</b> used in the governmental activities are not financial resources, and therefore, are not reported in the funds.	201,688,809
<b>Other long-term assets, deferred inflows and outflows</b> are not available to pay for current period expenditures, and therefore, are deferred in the funds.	10,094,020
<b>Internal service funds</b> are used by management to charge the costs of risk management to individual funds. The assets and liabilities of the internal service funds are included in the governmental activities column in the Statement of Net Position.	(7,254,540)
<b>Long-term liabilities</b> , including bonds payable, are not due and payable in the current period, and therefore, are not reported in the funds.	(40,899,503)
Net position of governmental activities ( <b>Exhibit A</b> )	<u>\$ 173,173,445</u>

The notes to the financial statements are an integral part of this statement.

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (DEFICIT)  
GOVERNMENTAL FUNDS  
For the Year Ended June 30, 2024

	General	Capital Projects	American Recovery	Plumb Library	Other Governmental Funds	Total Governmental Funds
<b>Revenues:</b>						
Property taxes and assessments	\$ 106,959,057					106,959,057
Intergovernmental	22,811,487	743,625	2,420,192		7,438,849	33,414,153
Charges for services	3,911,147				1,804,022	5,715,169
Investment income	1,586,252		12,387	724,207	11,216	2,334,062
Miscellaneous	1,634,403			1,092	301,258	1,936,753
<b>Total revenues</b>	<b>\$ 136,902,346</b>	<b>743,625</b>	<b>2,432,579</b>	<b>725,299</b>	<b>9,555,345</b>	<b>150,359,194</b>
<b>Expenditures:</b>						
Current:						
General government	\$ 16,391,743			-	-	16,391,743
Public safety	8,974,352				859,908	9,834,260
Public works	7,014,537				566,374	7,580,911
Public health	311,055					311,055
Culture and recreation	3,919,116			225,461	7,750	4,152,327
Education	92,518,902				8,278,942	100,797,844
Other	4,108,451				50,848	4,159,299
Capital outlay	685,106	3,445,760	2,420,192			6,551,058
Debt service	4,865,414					4,865,414
<b>Total expenditures</b>	<b>\$ 138,788,676</b>	<b>3,445,760</b>	<b>2,420,192</b>	<b>225,461</b>	<b>9,763,822</b>	<b>154,643,911</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>\$ (1,886,330)</b>	<b>(2,702,135)</b>	<b>12,387</b>	<b>499,838</b>	<b>(208,477)</b>	<b>(4,284,717)</b>
<b>Other financing sources (uses):</b>						
Transfer from other funds	\$					-
Transfer to other funds	(1,151,019)					(1,151,019)
Proceeds from sale of bonds		5,285,000				5,285,000
<b>Total other financing sources (uses)</b>	<b>\$ (1,151,019)</b>	<b>5,285,000</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>4,133,981</b>
<b>Net changes in fund balances</b>	<b>\$ (3,037,349)</b>	<b>2,582,865</b>	<b>12,387</b>	<b>499,838</b>	<b>(208,477)</b>	<b>(150,736)</b>
<b>Fund balances (deficits) - beginning</b>	<b>5,303,184</b>	<b>(2,100,915)</b>	<b>21,500</b>	<b>3,928,711</b>	<b>2,542,915</b>	<b>9,695,395</b>
<b>Fund balances (deficits) - ended</b>	<b>\$ 2,265,835</b>	<b>481,950</b>	<b>33,887</b>	<b>4,428,549</b>	<b>2,334,438</b>	<b>9,544,659</b>

The notes to the financial statements are an integral part of this statement.

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES (DEFICIT) OF GOVERNMENTAL FUNDS  
TO THE STATEMENT OF ACTIVITIES  
For the Year Ended June 30, 2024

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Differences in amounts reported for government-wide activities in the Statement of Activities are due to:

Net change in fund balances - total governmental funds ( <b>Exhibit D</b> )	\$ (150,736)
Governmental funds report <b>capital outlays</b> 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. This is the amount by which capital outlays exceeded depreciation in the current period.	(1,176,776)
<b>Noncurrent assets</b> previously recognized in the Statement of Activities that provided current financial resources in the current year.	496,590
The issuance of <b>long-term debt</b> (e.g., bonds, leases) provide 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 assets. 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.	(5,870,462)
The net expense of certain activities of <b>internal service funds</b> is reported with governmental activities.	<u>(1,838,022)</u>
Change in net position of governmental activities ( <b>Exhibit B</b> )	<u>\$ (8,539,406)</u>

*The notes to the financial statements are an integral part of this statement.*

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -  
BUDGETARY BASIS - BUDGET AND ACTUAL - GENERAL FUND  
For the Year Ended June 30, 2024

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance With Final Budget Positive/ (Negative)
	Original	Final		
<b>Revenues:</b>				
Property taxes	\$ 107,361,161	107,361,161	106,959,057	(402,104)
Intergovernmental	7,846,619	7,846,619	8,551,502	704,883
Charges for services	7,475,800	7,475,800	7,463,052	(12,748)
Investment income	400,000	400,000	1,586,252	1,186,252
Other revenues	1,950,192	1,950,192	1,634,403	(315,789)
<b>Total revenues</b>	<b>\$ 125,033,772</b>	<b>125,033,772</b>	<b>126,194,266</b>	<b>1,160,494</b>
<b>Expenditures:</b>				
Current:				
General government	\$ 17,241,257	18,335,864	17,691,744	644,120
Public safety	10,540,596	9,565,389	8,974,352	591,037
Public works	8,115,599	7,810,860	7,011,670	799,190
Health and welfare	321,055	321,055	311,055	10,000
Culture and recreation	4,227,369	4,228,026	3,919,116	308,910
Education	80,654,538	81,876,912	81,810,822	66,090
Other	4,626,816	4,279,503	4,108,451	171,052
Debt service:				
Principal retirements	4,344,659	4,344,659	4,335,207	9,452
Capital lease payments	270,520	270,520	270,519	1
Interest and other charges	140,343	249,964	259,688	(9,724)
Payment on behalf of W.P.C.A.	1,151,020	1,151,020	1,151,019	1
<b>Total expenditures</b>	<b>\$ 131,633,772</b>	<b>132,433,772</b>	<b>129,843,643</b>	<b>2,590,129</b>
<b>Revenues over (under) expenditures</b>	<b>\$ (6,600,000)</b>	<b>(7,400,000)</b>	<b>(3,649,377)</b>	<b>3,750,623</b>
<b>Other financing sources (uses):</b>				
Transfer from insurance reserve	\$ 500,000	1,300,000	1,300,000	-
Appropriation of fund balance	6,100,000	6,100,000	4,551,969	(1,548,031)
<b>Total other financing sources (uses)</b>	<b>\$ 6,600,000</b>	<b>7,400,000</b>	<b>5,851,969</b>	<b>(1,548,031)</b>
<b>Revenues over expenditures and other financing sources (uses)</b>	<b>\$ -</b>	<b>-</b>	<b>2,202,592</b>	<b>2,202,592</b>
<b>Less:</b>				
Committed for settlement			(1,891,500)	
Net change in unassigned fund balance			\$ 311,092	
Unassigned fund balance, July 1, 2023			-	
Unassigned fund balance, June 30, 2024			\$ 311,092	

The notes to the financial statements are an integral part of this statement.

STATEMENT OF NET FUND POSITION  
 PROPRIETARY FUNDS  
 June 30, 2024

	Business-type Activities Water Pollution Control	Governmental Activities Internal Service Funds
<b>Assets:</b>		
Current assets:		
Cash and cash equivalents	\$	
Investments		596,315
Receivables, net of allowance	99,785	411,643
Due from other funds	2,888,254	277,755
<b>Total current assets</b>	<b>\$ 2,988,039</b>	<b>1,285,713</b>
<b>Noncurrent assets:</b>		
Capital assets, not being depreciated	\$ 462,669	-
Capital assets, net of accumulated depreciation	32,842,469	-
<b>Total noncurrent assets</b>	<b>\$ 33,305,138</b>	<b>-</b>
<b>Total assets</b>	<b>\$ 36,293,177</b>	<b>1,285,713</b>
<b>Liabilities:</b>		
Current liabilities:		
Accounts payable and accrued liabilities	\$ 471,544	7,913
Payments in advance	166,469	
Due to other funds		4,759,211
Notes payable - current	1,071,009	
<b>Total current liabilities</b>	<b>\$ 1,709,022</b>	<b>4,767,124</b>
<b>Noncurrent liabilities:</b>		
Claims incurred, but not reported	\$	3,773,129
Notes payable, less current portion	3,418,618	
<b>Total noncurrent liabilities</b>	<b>\$ 3,418,618</b>	<b>3,773,129</b>
<b>Total liabilities</b>	<b>\$ 5,127,640</b>	<b>8,540,253</b>
<b>Net fund position:</b>		
Invested in capital assets, net of related debt	\$ 28,815,511	
Unrestricted	2,350,026	(7,254,540)
<b>Total net fund position</b>	<b>\$ 31,165,537</b>	<b>(7,254,540)</b>

The notes to the financial statements are an integral part of this statement.

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET FUND POSITION (DEFICIT)  
 PROPRIETARY FUNDS  
 For the Year Ended June 30, 2024

	Business-type Activities Water Pollution Control	Governmental Activities Internal Service Funds
<b>Operating revenues:</b>		
Charges for services and other revenues	\$ 3,067,933	
Employer's contribution		15,810,525
Employee's contribution		
Other	256,911	
<b>Total operating revenues</b>	<b>\$ 3,324,844</b>	<b>15,810,525</b>
<b>Operating expenses:</b>		
Salaries and benefits	\$ 1,424,189	17,493,286
Material and supplies	142,497	
Utilities	430,586	
Depreciation	1,603,870	
Administration and operation	1,528,126	189,288
<b>Total operating expenses</b>	<b>\$ 5,129,268</b>	<b>17,682,574</b>
<b>Operating income (loss)</b>	<b>\$ (1,804,424)</b>	<b>(1,872,049)</b>
<b>Nonoperating revenues (expenses):</b>		
Gain (loss) on investments	\$	34,027
Interest expense	(101,200)	
<b>Total nonoperating revenues (expenses)</b>	<b>\$ (101,200)</b>	<b>34,027</b>
<b>Transfer from other funds</b>	<b>\$ 1,151,019</b>	<b>-</b>
<b>Change in net fund position</b>	<b>\$ (754,605)</b>	<b>(1,838,022)</b>
<b>Net fund position (deficit), beginning</b>	<b>31,920,142</b>	<b>(5,416,518)</b>
<b>Net fund position (deficit), ended</b>	<b>\$ 31,165,537</b>	<b>(7,254,540)</b>

The notes to the financial statements are an integral part of this statement.

STATEMENT OF CASH FLOWS  
 PROPRIETARY FUNDS  
 For the Year Ended June 30, 2024

	Business-type Activities Water Pollution Control	Governmental Activities Internal Service Funds
<b>Cash flows from operating activities:</b>		
Receipts from customers and users	\$ 3,466,456	15,947,418
Payments to suppliers		
Payments to employees and benefits	(5,898,895)	(15,947,418)
<b>Net cash flows provided by (used in) operating activities</b>	<b>\$ (2,432,439)</b>	<b>-</b>
<b>Cash flows from capital and related financing activities:</b>		
Principal payments on capital debt	\$ (1,049,819)	
Interest paid on capital debt	(101,200)	
<b>Net cash provided by (used in) capital and related financing activities</b>	<b>\$ (1,151,019)</b>	<b>-</b>
<b>Cash flows from noncapital and related financing activities:</b>		
Transfer in and payments made through governmental activities	\$ 1,151,019	
<b>Net cash provided by (used in) noncapital and related financing activities</b>	<b>\$ 1,151,019</b>	<b>-</b>
<b>Cash flows from investing activities:</b>		
Gain (loss) on investments	\$ -	34,027
<b>Net cash provided by (used in) investing activities</b>	<b>\$ -</b>	<b>34,027</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>\$ (2,432,439)</b>	<b>34,027</b>
<b>Cash and cash equivalents, beginning</b>	<b>2,432,439</b>	<b>562,289</b>
<b>Cash and cash equivalents, ended</b>	<b>\$ -</b>	<b>596,316</b>
<b>Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:</b>		
Operating income (loss)	\$ (1,804,424)	(1,872,049)
Adjustments to reconcile operating loss to net cash provided by (used in) operating activities:		
Depreciation	1,603,870	
Changes in assets and liabilities:		
Decrease (increase) in receivable accounts	(50,454)	136,893
Decrease (increase) in due from other funds	302,187	1,984,733
Increase (decrease) in accounts payable	(2,373,497)	
Increase (decrease) in payments in advance	(110,121)	
Increase (decrease) in claims incurred but not reported		(249,577)
<b>Net cash flows from operating activities</b>	<b>\$ (2,432,439)</b>	<b>-</b>

The notes to the financial statements are an integral part of this statement.

STATEMENT OF FIDUCIARY NET POSITION  
 CUSTODIAL FUNDS  
 June 30, 2024

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	Custodial Funds
<b>Assets:</b>	
Cash and cash equivalents	\$ 1,376,330
<b>Total assets</b>	<u>\$ 1,376,330</u>
<b>Liabilities:</b>	
Due to other funds	\$ 1,499
<b>Total liabilities</b>	<u>\$ 1,499</u>
<b>Net position:</b>	
Held in deposit for employees	\$ 710,831
Held in deposit for contractors	68,212
Held in deposit for organizations	142,169
Held in deposit for students	453,619
Held in trust for benefits and other purposes	<u>\$ 1,374,831</u>

*The notes to the financial statements are an integral part of this statement.*



STATEMENT OF CHANGES IN FIDUCIARY NET POSITION  
 CUSTODIAL FUNDS  
 For the Year Ended June 30, 2024

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	<u>Custodial Funds</u>
<b>Additions:</b>	
<b>Contributions:</b>	
Contributions and donations	\$
Other	949,997
<b>Total contributions</b>	<u>\$ 949,997</u>
<b>Investment earnings:</b>	
Interest and dividends	8,206
<b>Total investment earnings</b>	<u>\$ 8,206</u>
<b>Total additions</b>	<u>\$ 958,203</u>
<b>Deductions:</b>	
Other deductions	\$ 979,518
<b>Total deductions</b>	<u>\$ 979,518</u>
<b>Change in net position</b>	\$ (21,315)
<b>Net position, beginning</b>	<u>1,396,146</u>
<b>Net position, ended</b>	<u><u>\$ 1,374,831</u></u>

*The notes to the financial statements are an integral part of this statement.*

## CITY OF SHELTON, CONNECTICUT

### NOTES TO THE FINANCIAL STATEMENTS

June 30, 2024

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#### **Note 1 - Summary of Significant Accounting Policies**

##### Reporting entity

The City of Shelton, Connecticut, (the City), was settled in 1789 and incorporated as a City in 1919. It operates under an elected mayor and an eight-member Board of Aldermen.

The City provides a full range of services including public safety, roads, sanitation, health, social services, culture and recreation, education, planning, zoning, and general administrative services to its residents.

##### Measurement focus, basis of accounting and financial statement presentation

The financial statements of the City have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting board for governmental accounting financial reporting principles. These principles require that the City report government-wide and fund financial statements, which are described below.

#### **Government-wide financial statements**

The government-wide financial statements (i.e., the statement of net position and the statement of changes in net position) report information on all of the non-fiduciary activities of the primary government. *Government activities*, which are normally supported by taxes and intergovernmental revenues, are reported separately than *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 of, 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*.

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are proprietary fund and fiduciary fund financial statements. Under this method, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenues as soon as all eligibility requirements imposed by the provider have been met.

As a general rule, the effect of inter-fund activity, or internal balances, has been eliminated from government-wide financial statements. Exceptions to this rule are the charges between the business-type funds and the various other functions of the City. Elimination of these charges would distort the direct costs and program revenues reported for the various functions.

## CITY OF SHELTON, CONNECTICUT

### NOTES TO THE FINANCIAL STATEMENTS

June 30, 2024, Continued

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#### Fund financial statements

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 are reported as separate columns in the fund financial statements.

The governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. Expenditures are generally recorded when a liability has occurred, as under accrual accounting. However, expenditures related to long-term liabilities, such as debt service payments and compensated absences, are recorded only when payment is due.

Property taxes are levied on all taxable assessed property on the grand list of October 1 prior to the beginning of the fiscal year. Real estate taxes are payable in two installments (July 1 and January 1). Personal property taxes are payable annually (July 1) and motor vehicle taxes are due in one single payment on July 1. Liens are filed on delinquent real estate taxes within one year. Revenues from property taxes 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. For this purpose, the City considers property tax revenue to be available if it is collected within 60 days of the end of the fiscal year.

Those revenues susceptible to accrual are property taxes, special assessments, and interest revenue. Fines, permits, and charges for services are not susceptible to accrual because generally they are not measurable until received in cash.

Intergovernmental revenues, grants, and similar items are recognized as soon as all eligible requirements imposed by the provider have been met and are collected soon enough to pay liabilities of the current period. For this purpose, grants may be recognized and received after 60 days of the fiscal year end.

The City reports the following major governmental funds:

The **general fund** is the general operating fund of the City's government. All unrestricted resources, except those required to be accounted for in another fund, are accounted for in this fund. From this fund are paid general operating expenditures, fixed charges, principal and interest on long-term debt, and capital improvement costs of the City, which were not paid through a special fund.

The **capital projects fund** is used to account for resources used for capital expenditures or for the acquisition or construction of capital facilities, improvements, and equipment. Most of the capital outlays are financed by the issuance of general obligation bonds and capital grants. Other sources include current tax revenues and low interest state loans.

## CITY OF SHELTON, CONNECTICUT

### NOTES TO THE FINANCIAL STATEMENTS

June 30, 2024, Continued

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The City reports on the following major proprietary funds:

The ***Water Pollution Control Authority (W.P.C.A.)*** accounts for the operations of the City's wastewater treatment system. The City operates its own sewage treatment plant, sewage pumping stations, and collection system. Its operations are financed from direct charges to the users of the service.

Additionally, the City reports the following fund types:

The ***internal service funds*** account for employee heart and hypertension and workers' compensation insurance provided to departments of the City.

The ***private-purpose trust fund*** is used to account for assets held by the City in a trustee capacity or as an agent on behalf of others. An example includes the Plumb Memorial Library, which maintains the assets received through contributions, fees, and charges of the library.

The ***custodial funds*** account for monies held as a custodian for outside groups and agencies such as student activity funds, senior trip funds, and performance bonds.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and the enterprise funds reported in the proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the option of following subsequent private-sector guidance for their government-wide and propriety fund financial statements subject to this same limitation. The City has elected not to follow subsequent private-sector guidance.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services 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 and internal service funds include the cost of operations and maintenance, provisions for doubtful accounts, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

#### Assets, liabilities and net assets or equity

##### **Cash and cash equivalents**

The City considers cash on hand, deposits, and short-term investments, with an original maturity of three months or less, to be cash and cash equivalents.

##### **Investments**

Investments are stated at fair value using quoted market prices.

## CITY OF SHELTON, CONNECTICUT

### NOTES TO THE FINANCIAL STATEMENTS

June 30, 2024, Continued

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#### **Inventories**

Inventories are stated at the lower of cost or market using the consumption method on the first-in, first-out basis for governmental fund types.

#### **Receivables and payables**

Activities between funds that are representative of lending or borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (current portion of interfund loans) or "advances to/from other funds" (noncurrent portion of interfund loans). Any residual balances outstanding between 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 funds to indicate that they are not available for appropriation and are not expendable as financial resources.

All trade and property tax receivables, including those for W.P.C.A. funds, are shown net of an allowance for uncollectible accounts. The allowance for uncollectible accounts is estimated based on the inherent risk associated with the accounts.

#### **Capital assets**

Capital assets, which include property, plant and equipment and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items) are reported in the applicable governmental or business-type activities columns in government-wide financial statements. Capital assets are defined by the government as assets with an initial individual cost of more than \$20,000 and an estimated useful life in excess of two years.

Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair value at the date of donation. The cost of normal maintenance and repairs that do not add to the value of the net assets or materially extend assets lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of the business-type activities is included as part of the capitalized value of the assets constructed.

Property, plant, and equipment of the City are depreciated using the straight-line method over the following estimated useful lives:

<u>Asset</u>	<u>Years</u>
Buildings and improvements	25-50
Infrastructure	10-65
Machinery and equipment	5-20

Capital assets are reported as expenditures and no depreciation expense is reported in the governmental fund financial statements.

## **CITY OF SHELTON, CONNECTICUT**

### **NOTES TO THE FINANCIAL STATEMENTS**

June 30, 2024, Continued

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#### **Deferred outflows/inflows of resources**

The Statement of Net Position (Exhibit A) reports a separate section for deferred outflows of resources. This separate financial element represents a consumption of net position that applies to a future period or periods and so will not be recognized as an outflow of resources until a future period. The City reports borrowing costs as well as a deferred charge on refunding as a result from the differences in the carrying value of the refunded debt and its reacquisition price. These amounts are deferred and amortized over the shorter of the life of the related debt. A deferred outflow of resources related to pension and other post-employment benefits other than pension ("OPEB") results from differences between expected and actual experience and earnings, changes in proportionate share, and other factors. These amounts are deferred and will be included as pension expenses in a systematic and rational manner.

The Statement of Net Position (Exhibit A) and the balance sheet for the government funds (Exhibit C) report a separate section for deferred inflows of resources. This separate financial element represents the addition of net position or fund balance that applies to a future period and will not be recognized as revenue until that time. The City reports advance tax collections in the statement of net position and the balance sheet for the government funds. If applicable, the City reports a deferred inflow of resources related to pensions in the statement of net position.

A deferred inflow of resources related to pension and OPEB can result from differences between expected and actual experience and other inputs. These amounts are deferred and will be included in pension expenses in a systematic and rational manner, if applicable. The government funds report unavailable revenue, which arises only under the modified accrual basis of accounting because it does not meet the measurable and available criteria for recognition in the current period.

#### **Compensated absences**

Under the terms of its various union contracts, City and Board of Education employees are granted vacation and sick time in varying amounts based on length of service. Certain employees may also carry over a limited number of unused vacation days to subsequent years based on the terms of an employment or union contract. In the event of termination, these employees are reimbursed for accumulated vacation. The City recognizes liability in the government-wide financial statements for the vested portion, as well as the unvested portion to the extent expected to be paid, as compensated absences.

#### **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.

## CITY OF SHELTON, CONNECTICUT

### NOTES TO THE FINANCIAL STATEMENTS

June 30, 2024, Continued

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#### Net OPEB liability

The net OPEB liability is measured as the portion of the present value of projected benefit payments to be provided to current active and inactive employees that is attributed to those employees past periods of service (total OPEB liability), less the amount of the OPEB plan's fiduciary net position. The OPEB plan's fiduciary net position is determined using the same valuation methods that are used by the OPEB plan for purposes of preparing its statement of fiduciary net position. The net OPEB 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.

#### Long-term obligations

In the government-wide financial statements and proprietary fund types in 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 assets. Bond premiums and discounts, as well as issuance costs, 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 are reported as deferred charges and amortized over the terms of the related debt.

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 the debt issued is reported as other financial 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.

#### Fund equity and net position

In the government-wide financial statements, net position is classified in the following categories:

***Investment in capital assets, net of related debt*** - This category groups all capital assets, including infrastructure, into one component of net position. Accumulated depreciation and the outstanding balances of debt that are attributable to the acquisition, construction, or improvement of these assets reduce this category.

The ***restricted net position*** represents amounts of external restrictions imposed by creditors, grantors, contributors, and laws or regulations of other governments and restrictions imposed by law through constitutional provisions or enabling legislation.

The ***unrestricted net position*** represents the net position of the City which is not restricted for any project or other purpose.

## CITY OF SHELTON, CONNECTICUT

### NOTES TO THE FINANCIAL STATEMENTS

June 30, 2024, Continued

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In the fund financial statements, fund balances of governmental funds are classified into five separate categories. The five categories and their general meanings are as follows:

The ***nonspendable*** are those net assets that are not in expendable form or are legally or contractually required to be maintained.

The ***restricted fund balances*** are defined in the same manner as for the restricted government-wide net assets.

***Committed fund balances*** are those balances that can only be used for a specific purpose as a result of constraints imposed by formal action of the government's highest level of decision-making authority. For the *City of Shelton*, that was considered to be the Board of Aldermen.

***Assigned fund balances*** are amounts that are contained by the government's intent to be used as a specific purpose.

***Unassigned fund balance*** is defined as the residual classification for the general fund and includes those remaining balances that cannot be categorized in the above four categories.

#### Fair value of financial instruments

In accordance with GASB 72, the City is required to measure the fair value of its assets and liabilities under a three-level hierarchy, as follows:

**Level 1:** Quoted market prices for identical assets or liabilities to which an entity has access to at the measurement date.

**Level 2:** Inputs and information other than quoted market indices included in Level 1 that are observable for the asset or liability, either directly or indirectly. Level 2 inputs include:

- a. Quoted prices for similar assets or liabilities in active markets;
- b. Quoted prices for identical or similar assets in markets that are not active;
- c. Observable inputs other than quoted prices for the assets or liabilities;
- d. Inputs derived principally from, or corroborated by, observable market data by correlation or by other means.

**Level 3:** Unobservable inputs for the asset or liability. Unobservable inputs should be used to measure the fair value to the extent that observable inputs are not available.

***Observable inputs*** reflect the assumptions market participants would use in pricing the asset or liability developed from sources independent of the reporting entity; and ***unobservable inputs*** reflect the reporting entity's own assumptions about the assumptions market participants would use in pricing the asset or liability developed based on the best information available in the circumstances. Investments are carried at fair value based on quoted market prices and are presented in Note 4.



## **CITY OF SHELTON, CONNECTICUT**

### **NOTES TO THE FINANCIAL STATEMENTS**

June 30, 2024, Continued

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#### **Note 2 - Budgets and Budgetary Accounting**

##### General fund

The statement of revenues and expenditures and change in fund balance - budgetary basis - budget to actual presented in the financial statements for the general fund is on the budgetary basis of accounting which is a basis of accounting other than the accrual basis and the modified basis of accounting. The budgetary basis of accounting and the City's general budget policies are as follows:

- A. The manager of each department, office and agency submits to the Mayor, by February 15, estimates of revenues and expenditures for the following year.
- B. The Mayor reviews these estimates and may revise them as he deems advisable, except that in the case of the Department of Education, he has the authority to revise only the total estimated expenditures.
- C. On or before March 22, the Mayor, with the assistance of the Director of Finance, submits it to the Board of Apportionment and Taxation. The Board, by majority vote of full membership, approves the budget and submits it to the Board of Aldermen by May 1.
- D. The City's Board of Apportionment and Taxation is authorized to transfer budgeted amounts within one department. However, any transfers between departments or additional appropriations, must be approved by the City Aldermen. Additional appropriations by the Aldermen may be approved from any contingency fund or the general fund's undesignated fund balance, without levying a special tax.
- E. All unencumbered appropriations lapse at year-end except those for capital projects and nonrecurring special revenue funds. Appropriations for these funds are continued until completion of applicable projects, which generally last more than one year.
- F. 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 reflected in budgetary reports as expenditures of the current year.
- G. The legal level of budgetary control is at the department level.

## CITY OF SHELTON, CONNECTICUT

### NOTES TO THE FINANCIAL STATEMENTS

June 30, 2024, Continued

A reconciliation of general fund operations and fund balance presented on a budgetary basis to the amounts presented in accordance with accounting principles generally accepted in the United States of America (GAAP) is as follows:

	Revenues	Expenditures and Encumbrances
<b>Balance, budgetary basis</b>	\$ 126,194,266	129,843,643
<b>State Teachers' Retirement</b> "on-behalf" payment, not recognized for budgetary purposes	12,198,962	12,198,962
In accordance with State Statutes, the City's Board of Education recognizes the following receipts net of expenses for budgetary purposes:		
<b>Excess costs grant</b>	2,061,023	2,061,023
<b>The Shelton bus contract</b> is funds received by the City from the City's Board of Education to operate and maintain the school buses	(3,551,905)	(3,551,905)
<b>Change in Encumbrances</b> as of: June 30, 2024		2,867
<b>Expenditure from lawsuit verdict</b> budgeted in the subsequent year's expenditures, but incurred and paid during the current fiscal year		685,105
<b>Payment received from other financial resources for health insurance</b>		(1,300,000)
<b>Payment on-behalf of W.P.C.A.</b> was made through the operating budget, but was recorded as a transfer for budgetary purposes, netted against capital grants		(1,151,019)
<b>Balance, GAAP basis</b>	\$ 136,902,346	138,788,677

#### Special revenue funds

The City does not have legally adopted annual budgets for the special revenue funds. Budgets for the various special revenue funds which are utilized to account for specific grant programs are established in accordance with the requirements of the grantor agencies. Such budgets carry over until completion of the grants, and therefore, may comprise more than one fiscal year.

## CITY OF SHELTON, CONNECTICUT

### NOTES TO THE FINANCIAL STATEMENTS

June 30, 2024, Continued

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#### Capital projects funds

Legal authorization for expenditures of the capital projects funds is provided by the related bond ordinances and/or intergovernmental grant agreements or Connecticut State Statutes. Capital appropriations do not lapse until the purpose for which the appropriation was made has been accomplished or abandoned.

#### **Note 3 - Reconciliation of Government-Wide and Fund Financial Statements**

##### Explanation of certain differences between the government fund Balance Sheet and the government-wide Statement of Net Position

The details of the components included in Exhibit C are as follows:

**Capitalized assets** are expensed in the fund financial statements in the period the expense is incurred while the expense is incurred over the useful life of the related asset in the government-wide financial statements:

Land	\$	37,862,466
Net capital assets being depreciated		<u>163,826,343</u>
Net adjustment to increase fund balance to arrive at net position of government activities	\$	<u>201,688,809</u>

**Long-term liabilities**, including bonds payable, are not due and payable in the current period, and therefore, are not reported in the funds. The detail of this difference is as follows:

Net long-term debt	\$	(11,088,278)
Compensated absences		(7,730,278)
Accrued interest on debt		(130,720)
Net pension obligation		(17,077,227)
Litigation obligation		<u>(4,873,000)</u>
Net adjustment to reduce fund balance to arrive at net position of government activities	\$	<u>(40,899,503)</u>

**Other long-term assets, deferred outflows and deferred inflows** are not available to pay for current period expenditures, and therefore, are deferred in the funds. This amount includes the following:

Delinquent property tax and interest	\$	4,119,810
Deferred outflows (inflows) of pension charges		5,635,281
Notes receivable – assessments		<u>338,929</u>
Net adjustment to increase fund balance to arrive at net position of government activities	\$	<u>10,094,020</u>

## CITY OF SHELTON, CONNECTICUT

### NOTES TO THE FINANCIAL STATEMENTS

June 30, 2024, Continued

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Explanation of certain differences between the governmental fund Statement of Revenues, Expenditures and Changes in Fund Balance and the government-wide Statement of Activities

The governmental fund Statement of Revenues, Expenditures and Changes in Fund Balances includes reconciliation between net changes in fund balances - total governmental funds and changes in net position of governmental activities as reported in the government-wide statement of activities. One element of that reconciliation explains that "governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense." The details of this difference are as follows:

Acquisitions	\$ 6,063,120
Depreciation	<u>(7,239,896)</u>
Net adjustment to increase net changes in fund balances to arrive at changes in net position of governmental activities	\$ <u>(1,176,776)</u>

Another element of that reconciliation states that "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." The details of this difference are as follows:

Payments of debt	4,611,433
Issuance of new debt	(5,285,000)
Net pension obligation	(293,910)
Accrued interest	(29,985)
Litigation settlement	<u>(4,873,000)</u>
Net adjustment to reduce net changes in fund balances to arrive at changes in net position of governmental activities	\$ <u>5,870,462</u>

Other long-term assets, deferred outflows and deferred inflows previously recognized in the State of Activities that provided current financial resources in the current fiscal year:

Net changes in deferred pension outflows (inflows)	\$ 101,107
Change in delinquent accounts and assessments	<u>395,483</u>
Net adjustment to increase net changes in fund balances to arrive at changes in net position of governmental activities	\$ <u>496,590</u>

## CITY OF SHELTON, CONNECTICUT

### NOTES TO THE FINANCIAL STATEMENTS

June 30, 2024, Continued

#### Note 4 - Deposits and Investments

The City's deposits and investments are presented in the accompanying balance sheets as follows:

	Deposit	Investments	Total
<b>Cash and cash equivalents:</b>			
Governmental activities	\$ 10,260,154		10,260,154
<b>Investments:</b>			
Governmental activities		5,984,812	5,984,812
<b>Total deposits and investments</b>	\$ 10,260,154	5,984,812	16,244,966

#### Custodial credit risk

As of June 30, 2024, the carrying amount of the City's deposits had bank balances of approximately \$19,320,966. The amount of the bank balance covered under federal depository insurance was approximately \$1,250,000. The remaining deposits were uninsured; however, provisions of the Connecticut General Statutes provide for protection against loss in excess of deposit insurance by requiring all qualified public depositories to maintain segregated collateral for public deposits. As of June 30, 2024, approximately \$1,932,097 of uninsured deposits were collateralized under the provision.

#### Investments

As of June 30, 2024, the City held the following investments:

Investment Type	Fund	Fair Value (Level 1 hierarchy)	Weighted Average to Maturity (years)	Risk
State Investment Fund	General Fund	\$ 1,148,572	.2	Na
Mutual Funds	Plumb Library	4,239,925	.2	Na
Mutual Funds	Internal Service	596,315	.2	Na
<b>Total investments</b>		\$ 5,984,812		

#### Interest rate risk

Interest rate risk is the risk that changes in the market interest rates which will adversely affect the fair value of an investment. The City has no formal policy specifically related to interest rate risk. The City minimizes its exposure to interest rate risk by investing its operating funds in short-term investments.

#### Credit risk

Generally, credit risk is the risk that the issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. It is the City's policy to invest only in securities that meet the ratings requirements set by General State Statute Chapter 112, Section 7-400, which is described below in the Investment policies of the City.

## CITY OF SHELTON, CONNECTICUT

### NOTES TO THE FINANCIAL STATEMENTS

June 30, 2024, Continued

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#### Investment policies

The City maintains an investment policy, which excludes certain private purpose fund investments. The City's investment policy strictly prohibits all funds to invest in investments not included in Chapter 12, Section 7-400 of the State of Connecticut's General Statutes, which permits municipalities to invest in (a) obligations of the United States and its agencies, (b) highly rated obligations of any state of the United States or of any political subdivision, authority of agency thereof, and (c) shares of interests in custodial arrangements or pools maintaining constant net asset values and in highly rated no-load open end money market and mutual funds whose portfolios are limited to obligations of the United States and its agencies, and repurchase agreements fully collateralized by such obligation. Other provisions of the Statutes regarding the investment of such funds is generally controlled by the laws applicable to fiduciaries and the provisions of the applicable plan.

#### Note 5 - Receivables, Deferred Revenue and Payables

##### Receivables

The receivables as of June 30, 2024, for the City's individual major funds and non-major, internal service and fiduciary funds in the aggregate, including the applicable allowance for uncollectible accounts are as follows:

Government Funds			
	General Fund	Non-major Funds	Total
Property taxes	\$ 3,087,206		3,087,206
Interest and liens	1,357,491		1,357,491
Intergovernmental	86,547	699,173	785,720
Accounts	303,309		303,309
Assessments	278,095		278,095
<b>Total net receivables</b>	<b>\$ 5,112,648</b>	<b>699,173</b>	<b>5,811,821</b>

Proprietary Funds			
	W.P.C.A.	Internal Service funds	Total
Accounts	\$ 99,785	411,643	511,428
<b>Total net receivables</b>	<b>\$ 99,785</b>	<b>411,643</b>	<b>511,428</b>

# CITY OF SHELTON, CONNECTICUT

## NOTES TO THE FINANCIAL STATEMENTS

June 30, 2024, Continued

### Payments unavailable and unearned

Governmental funds report deferred revenue in connection with receivables for revenue that are not considered to be available to liquidate liabilities in the current period. Governmental funds also defer revenue recognition in connection with resources that have been received but not yet earned. At the end of the fiscal year the components of deferred revenue and unearned revenues reported in the governmental fund were as follows:

	<u>Unavailable</u>	<u>Unearned</u>
<b>General fund:</b>		
Delinquent property taxes and interest	\$ 4,119,811	
Delinquent accounts	58,728	
Overpayment of taxes		7,433
Advanced payment of taxes		3,674,899
Other advanced payments		59,878
Assessments	278,262	
<b>Capital Projects</b>		
Payments in advance		105,938
<b>American Recovery</b>		
Payments in advance		1,777,068
<b>Other governmental funds:</b>		
Grants paid in advance		458,735
Assessments	1,939	
<b>Total unavailable &amp; unearned revenue</b>	<b>\$ 4,458,740</b>	<b>6,083,951</b>

### Payables

Payables as of June 30, 2024, for the City's individual major funds and non-major funds were as follows:

	<u>Vendors</u>	<u>Payroll</u>	<u>Total</u>
General fund	\$ 1,430,871	1,146,205	2,577,076
Capital projects fund	375,039		375,039
American recovery fund	13,771		13,771
Non-major funds	119,168		119,168
<b>Total governmental funds</b>	<b>\$ 1,938,849</b>	<b>1,146,205</b>	<b>3,085,054</b>
Internal service funds	7,913		7,913
W.P.C.A.	471,544		471,544
<b>Total payables</b>	<b>\$ 2,418,306</b>	<b>1,146,205</b>	<b>3,564,511</b>

## CITY OF SHELTON, CONNECTICUT

### NOTES TO THE FINANCIAL STATEMENTS

June 30, 2024, Continued

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#### Note 6 - Inter-fund Receivables, Payables and Transfers

##### Inter-funds receivables and payables

Inter-fund receivables and payables at June 30, 2024 consisted of the following:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General fund	Internal service funds	\$ 4,759,211
General fund	Nonmajor funds	1,527,912
General fund	Trust and agency funds	1,499
Capital projects	General fund	961,791
American recovery	General fund	1,824,726
W.P.C.A.	General fund	2,888,254
Internal Service fund	General fund	277,755
Nonmajor funds	General fund	713,820
	Total	\$ <u>12,954,968</u>

##### Inter-fund transfers

The following inter-fund payments were also made:

- The government subsidized the activities of the W.P.C.A. through the payments to the clean water loan on behalf of the W.P.C.A. in an amount of \$1,151,019.
- The government budgeted and transferred funds from the medical reserve in order to help cover the increase in healthcare costs incurred during the fiscal year in an amount of \$1,300,000.



# CITY OF SHELTON, CONNECTICUT

## NOTES TO THE FINANCIAL STATEMENTS

June 30, 2024, Continued

### Note 7 - Capital Assets

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

	Beginning Balance	Additions	Disposals	Ending Balance
<b>Governmental activities:</b>				
Capital assets not being depreciated:				
Land	\$ 36,998,480	863,986		37,862,466
Construction in progress	4,033,057		4,033,057	-
Total capital assets not being deprec.	<u>\$ 41,031,537</u>	<u>863,986</u>	<u>4,033,057</u>	<u>37,862,466</u>
Capital assets being depreciated:				
Buildings and improvements	\$ 196,688,960	1,910,617		198,599,577
Machinery and equipment	30,988,311	2,016,940		33,005,251
Infrastructure	94,664,937	5,304,633		99,969,570
Total capital assets being deprec.	<u>\$ 322,342,208</u>	<u>9,232,190</u>		<u>331,574,398</u>
Less: accumulated depreciation:				
Buildings and improvements	\$ 83,823,759	2,854,533		86,678,292
Machinery and equipment	23,148,820	1,899,715		25,048,535
Infrastructure	53,535,581	2,485,647		56,021,228
Total accumulated depreciation	<u>\$ 160,508,160</u>	<u>7,239,895</u>		<u>167,748,055</u>
<b>Net capital assets being depreciated</b>	<u>\$ 161,834,048</u>	<u>1,992,295</u>	<u>-</u>	<u>163,826,343</u>
<b>Total capital assets, governmental</b>	<u>\$ 202,865,585</u>	<u>2,856,281</u>	<u>4,033,057</u>	<u>201,688,809</u>

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

<b>Governmental activities:</b>	
General government	\$ 71,594
Education	2,417,120
Public works	3,580,408
Public safety	1,031,673
Culture and recreation	<u>139,100</u>
<b>Total depreciation expense governmental activities</b>	<u>\$ 7,239,895</u>

# CITY OF SHELTON, CONNECTICUT

## NOTES TO THE FINANCIAL STATEMENTS

June 30, 2024, Continued

	Beginning Balance	Additions	Disposals	Ending Balance
<b>Business-type activities:</b>				
Capital assets not being depreciated:				
Construction in progress	\$ 462,669	-	-	462,669
Capital assets being depreciated:				
Buildings and improvements	\$ 51,531,760	-	-	51,531,760
Sewers	40,578,832	-	-	40,578,832
Total capital assets being depreciated	\$ 92,110,592	-	-	92,110,592
Less: accumulated depreciation:				
Buildings and improvements	\$ 39,447,407	1,586,560	-	41,033,967
Sewers	18,216,846	17,310	-	18,234,156
Total accumulated depreciation	\$ 57,664,253	1,603,870	-	59,268,123
<b>Net capital assets being depreciated</b>	<b>\$ 34,446,339</b>	<b>(1,603,870)</b>	<b>-</b>	<b>32,842,469</b>
<b>Total capital assets, business-type</b>	<b>\$ 34,909,008</b>	<b>(1,603,870)</b>	<b>-</b>	<b>33,305,138</b>

### Note 8 - Long-Term Liabilities

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

	Beginning Balance	Additions	Reductions	Balance	Due In One Year
<b>Governmental activities:</b>					
Long-term debt:					
General obligation bonds	\$ 9,386,798	5,285,000	3,964,659	10,707,139	3,090,139
G.O.B. refunding bonds	380,000		380,000	-	
Bank promissory notes	647,913		266,774	381,139	268,647
Total long-term debt	\$ 10,414,711	5,285,000	4,611,433	11,088,278	3,358,786
Other long-term liabilities:					
Net pension obligation	16,783,317	293,910		17,077,227	
Claims and judgments		4,873,000		4,873,000	
Compensated absences	7,730,278			7,730,278	
Total governmental activities long-term liabilities	\$ 34,928,306	10,451,910	4,611,433	40,768,783	3,358,786
<b>Business-type activities:</b>					
Clean water fund notes	\$ 6,303,579		1,813,952	4,489,627	1,071,009
Total business-type activities long-term liabilities	\$ 6,303,579		1,813,952	4,489,627	1,071,009
<b>Total long-term liabilities</b>	<b>\$ 41,231,885</b>	<b>10,451,910</b>	<b>6,425,385</b>	<b>45,258,410</b>	<b>4,429,795</b>

# CITY OF SHELTON, CONNECTICUT

## NOTES TO THE FINANCIAL STATEMENTS

June 30, 2024, Continued

### General obligation bonds

The City issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds have been issued for both governmental and business-type activities and are direct obligations and pledge the good faith and credit of the government. Certain general obligation bonds are to be repaid by revenues of the enterprise funds. These bonds generally are issued as 5 year and 10-year serial bonds with equal amounts of principal maturing each year. As of June 30, 2024, the outstanding general obligation bonded indebtedness of the City was as follows:

	<u>General</u>
<b>\$8,815,000 G.O. Bond 2014</b> , issue of 8/1/2014, due 8/1/2024, interest at 2.0% to 5.0%, annual principal and interest payments	\$ 725,000
<b>\$2,750,000 G.O. Bank loan 2015, lot B</b> , issue of 8/10/2015, due 8/1/2025, interest at 2.0% to 5.0%, annual principal and interest payments	615,000
<b>\$6,101,000 G.O. Bank loan 2018</b> , issue of 11/29/2018, due 11/24/2024, interest at 2.6% to 2.7%, annual principal and interest payments	322,139
<b>\$3,100,000 G.O. Bank loan 2019</b> , issue of 12/10/2019, due 1/10/2025, interest at 1.72%, annual principal and interest payments	727,000
<b>\$5,055,000 G.O. Bank loan 2021</b> , issue of 12/9/2021, due 1/10/2025, interest at 1.72%, annual principal and interest payments	3,033,000
<b>\$5,285,000 G.O. Bank loan 2023</b> , issue of 12/19/2023, due 12/15/2028, interest at 4.3%, annual principal and interest payments	<u>5,285,000</u>
<b>Total general obligation bond and loans</b>	<u>\$ 10,707,139</u>

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

Year Ended, June 30	Governmental Activity	
	Principal	Interest
2025	\$ 4,147,139	261,441
2026	2,378,000	172,812
2027	2,068,000	118,049
2028	1,057,000	69,313
2029	1,057,000	23,104
<b>Total</b>	<u>\$ 10,707,139</u>	<u>644,719</u>

## CITY OF SHELTON, CONNECTICUT

### NOTES TO THE FINANCIAL STATEMENTS

June 30, 2024, Continued

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#### Bonds authorized but unissued

Under regulations issued by the Internal Revenue Service, effective March 2, 1992, in order for capital projects to be funded through tax-exempt debt, all projects must be appropriated and designated as being funded through debt prior to any expenditure on these projects.

The City has authorized but unissued bonds relating to capital projects at June 30, 2024, as follows:

Sewer	\$	4,259,171
General purpose		4,650,164
Schools		729,145
<b>Total</b>	\$	<u>9,638,480</u>

A portion of bonds authorized and unissued will be reduced by grants received.

#### Bank promissory note

The City has an outstanding balance of \$381,140 on a bank promissory note due to Newton Savings. The note was issued on November 30, 2020 and requires 60 equal monthly payments of combined principal and interest (rate of .70%) until the maturity date of December 16, 2025. The note is secured by, among other things, a security interest in certain assets of the City.

Debt service requirements until maturity are as follows:

Year Ended, June 30		Governmental Activity	
		Principal	Interest
2025	\$	268,647	1,807
2026		112,493	197
<b>Total</b>	\$	<u>381,140</u>	<u>2,004</u>

#### Clean water fund loans payable

The City has an outstanding balance on loans payable to the State of Connecticut's Department of Environmental Protection, under its Clean Water Fund Program, for sanitary sewer projects. The individual loans were as follows:

Note		Balance
165-C	\$	3,975,555
104-C		514,072
<b>Total clean water fund loans</b>	\$	<u>4,489,627</u>

## CITY OF SHELTON, CONNECTICUT

### NOTES TO THE FINANCIAL STATEMENTS

June 30, 2024, Continued

These loans bear interest at 2% per annum and the annual debt service requirements to maturity are as follows:

Year Ended June 30,	Business-type Activity	
	Principal	Interest
2025	1,071,009	80,010
2026	1,092,626	58,393
2027	1,114,680	36,339
2028	1,045,823	14,322
2029	165,489	387
	<u>\$ 4,489,627</u>	<u>189,451</u>

#### Lawsuit settlement

During the fiscal year, the City of Shelton was found liable in a case involving the Shelton Police Department. After further negotiations, a final settlement was reached of \$4,873,000 to be paid by the City. Appropriations for the payment have been made in the subsequent year and insurance is expected to incur a portion of the liability.

### **Note 9 - Commitments and Contingencies**

#### Lawsuits

There were several personal injuries, negligence, and personnel related lawsuits pending against the City. The outcome and eventual liability of the City, if any in these cases, is not known at this time. Based upon consultation with counsel, the City's management estimates that potential claims against the City not covered by insurance resulting from such litigation would not materially affect the financial position of the City.

The City received federal and state grants for specific purposes and is subject to review and audit by the grantor agency for compliance and disallowed expenses under the grant. Management believes that such disallowances, if any, will not be material to the financial position of the City.

The spread of the COVID-19 virus has caused business disruption throughout the United States and in the State of Connecticut specifically through the State of Connecticut Executive Orders. While disruption is expected to be temporary, there is considerable uncertainty concerning the duration and financial impact of this disruption. Although the City does not expect this matter to negatively impact its financial condition, results of operation, or cash flow, the extent of the financial impact and duration cannot be reasonably estimated.

#### **Municipal solid waste management services contract**

The City has entered into a ten-year municipal solid waste management services contract on December 1, 2014, with WIN Waste Innovations. The City agrees to pay \$60.25 per short ton (2,000 lb.) of acceptable waste delivered to the facility with a minimum charge of 1 ton per delivery. The tip fee will escalate by 75% of the consumer price index each year on July 1.

## CITY OF SHELTON, CONNECTICUT

### NOTES TO THE FINANCIAL STATEMENTS

June 30, 2024, Continued

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#### Risk management and self-insurance

The City is exposed to various risks of loss including torts, theft of, damage to, and destruction of assets; error and omissions; injuries to employees; employee health; and natural disasters. The City generally obtains commercial insurance for these risks but has chosen to retain the risks for workers' compensation, including heart and hypertension, and physical damage of the City's vehicles.

The worker's compensation fund purchases a self-insured retention worker's compensation excess policy for claims exceeding \$500,000. All other claims are funded by the General Fund. Payments to the fund are estimated based on payroll amounts, job classification rates, experience, and second injury fund assessments.

Under Public Act 9-342, health insurance for retired teachers, subsidy equal to the equivalent's flat dollar premium amount of Blue Cross 65/Blue Shield 65 is paid by the State directly to the local school districts. Where it is applied to reduce premium payments of the retired members' 1% supplemental contributions, since July 1, 1989, have been directly applied to a dedicated health insurance fund. There is no cost to the City.

Changes in the balance of claim liabilities for the worker's compensation and health insurance were as follows:

<u>Fiscal Year Ended June 30,</u>	<u>Claims Payable Beginning</u>	<u>Claims and Changes in Estimates</u>	<u>Claims Paid</u>	<u>Claims Payable Ending</u>
<b>Worker's Compensation</b>				
2023 \$	1,977,177	1,433,693	1,409,631	2,001,239
2024	2,001,239	1,538,161	1,350,000	2,189,400
<b>Health Insurance</b>				
2023	1,508,001	18,963,415	18,449,949	2,021,467
2024	2,021,467	14,159,680	14,597,418	1,583,729
<b>Total Internal Service</b>				
2023	3,485,178	20,397,108	19,859,580	4,022,706
2024	4,022,706	15,697,841	15,947,418	3,773,129

#### **Note 10 - Employee Retirement Plans**

##### Merit employee's retirement plan

The City of Shelton maintains a contributory money purchase defined contribution pension plan, (City of Shelton Money Purchase Plan), which covers merit employees and Board of Education non-certified employees who work more than 20 hours per week and more than 5 months per year, except policemen who participate in a defined benefit pension plan administered by the Connecticut Municipal Employees' Retirement Fund, and teachers who participate in a contributory retirement plan administered by the Connecticut State Teachers' Retirement System.

## **CITY OF SHELTON, CONNECTICUT**

### **NOTES TO THE FINANCIAL STATEMENTS**

June 30, 2024, Continued

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The defined contribution pension plan provides pension benefits in return for services rendered, provides an individual account for each participant, and specifies how contributions to the individual's account are to be determined instead of specifying the amount of benefits the individual is to receive. Under a defined contribution pension plan, the benefits a participant will receive depend solely on the amount contributed to the participant's account, the returns earned on investments of those contributions, and forfeitures of other participant's benefits that may be allocated to such participant's account.

Employees are eligible to participate once they have completed one year of continuous service, with no minimum age requirement. The City contributes an amount equal to 6% of the employees' annual base wages, while employees must contribute 3%. Employees may also make voluntary contributions up to 10% of annual wages.

Contributions made by an employee vest immediately and contributions made by the City for each employee (and interest allocated to the employee's account) are 20% vested for each year of service until 100% vested after 5 years of service. Both participant and employer contributions are invested per employee direction.

The City's total covered payroll under the plan, excluding the Board of Education, for the fiscal year ended June 30, 2024, was approximately \$6.6 million. The City's matching contribution for city employees was \$478,276 and \$422,070 for Board of Education employees.

No pension provision changes occurred during the year that affected the required contributions to be made by the City or its employees. The City of Shelton's Money Purchase Plan held no securities of the City or other related parties during, or as of the close of, the fiscal year.

#### Connecticut municipal employees' retirement system – defined benefit plan

##### **Plan description**

The City's police officers participate in Connecticut's Municipal Employees' Retirement System (CMERS), a cost-sharing, multiple-employer public employee retirement system (PERS) established by the State of Connecticut and administered by the State Retirement Commission to provide retirement, disability, and death benefits to the employees and beneficiaries of participating municipalities. Title 7, Chapter 113 of the General Statutes of Connecticut, which can be amended by legislative action, establishes PERS benefits, member contribution rates, and other plan provisions.

CMERS is considered to be a part of the State of Connecticut financial reporting entity and is included in the State's financial reports as a pension trust fund. Those reports may be obtained by writing to the State of Connecticut, Office of the State Comptroller, 165 Capital Ave, Hartford, Connecticut 06106, by calling 860-702-3480, or by visiting the State's website [www.ct.gov](http://www.ct.gov).

## CITY OF SHELTON, CONNECTICUT

### NOTES TO THE FINANCIAL STATEMENTS

June 30, 2024, Continued

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#### **Summary of significant accounting policies**

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources, and expense information about CMERS net position and additions to/deductions from CMERS net position have been determined on the same basis they are reported by CMERS. For this purpose, benefit payments (including refunds of contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

#### **Benefit provisions**

The benefits provided by CMERS to its participants include retirement, disability, and death benefits.

*General Employees:* Employees are eligible to retire at age 55 with 5 years of continuous service, or 15 years of active aggregate service. Employees under the age of 55 are eligible to retire with 25 years of service.

*Police Officers and Firefighters:* Compulsory retirement age for police and fire members is age 65.

*Normal Retirement:* Members not covered by social security receive a benefit of 2% of average final compensation times years of service. Members covered by social security receive a benefit of 1.5% of the average final compensation not in excess of the year's breakpoint plus 2% of average final compensation in excess of the year's breakpoint, times years of service.

The maximum benefit is 100% of average final compensation and the minimum benefit is \$1,000 annually. Both the minimum and the maximum include workers' compensation and social security benefits.

*Early Retirement:* Employees are eligible after 5 years of active continuous service or 15 years of active aggregate service. The benefit is calculated based on average final compensation and service to date of termination. Deferred to normal retirement age or an actuarially reduced allowance may begin at the time of separation.

*Disability Retirement:* Employees are eligible for service-related disability benefits from being permanently or totally disabled from engaging in the service of the municipality, provided such disability has arisen out of and in the course of employment with the municipality. Disability due to hypertension or heart disease, in the case of police officers and firefighters, who began employment prior to July 1, 1996, is presumed to have been suffered in the line of duty. Benefits are calculated based on compensation and service to the date of the disability with a minimum benefit of 50% of compensation at the time of disability. Non-service-related disability benefits are provided to employees with 10 years of service and being permanently or totally disabled from engaging in gainful employment in the service of the municipality. Disability benefits are calculated based on compensation and service to the date of the disability.

*Pre-Retirement Death Benefit:* The Plan also offers a lump-sum return of contributions with interest or if vested and married, the surviving spouse will receive a lifetime benefit.



## CITY OF SHELTON, CONNECTICUT

### NOTES TO THE FINANCIAL STATEMENTS

June 30, 2024, Continued

#### Contribution requirements

Contributions are established by State Statutes as follows:

##### Employer

The City, as a participating municipality, makes 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 CMERS not met by member contributions. There is also an annual administrative fee per active and retired members.

The current rate is 25.03% of the annual covered payroll. The contribution requirements of the City are established and may be amended by the State Retirement Commission. The City's contributions to CMERS for the years ended June 30, 2024, 2023 and 2022 were \$1,665,364, \$1,270,407, and \$1,157,426 respectively, equal to the required contributions for each year.

##### Employee

Plan members not covered by social security are required to contribute 5% of compensation. Employees covered by social security are required to contribute 2.25% of compensation up to the social security taxable wage base plus 5% of compensation, if any, in excess of such base.

#### **Pension liabilities (assets), pension expense, and deferred outflows of resources and deferred inflows of resources related to pensions**

At June 30, 2024, the City reported an asset for its proportionate share of the net pension liability (asset) in the government-wide statement of net position. The amount recognized by the City for its proportionate share of the net pension liability (asset) was \$16,783,317 based on the City's allocation percentage of 3.629673%.

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. The changes in assumptions that affected the measurement of the total pension liability since the prior measurement date, were updating rates of inflation, real investment return mortality, withdrawal, disability, retirement, and salary increase to more closely reflect actual and anticipated experience.

The City recognized its proportionate share of the collective pension expense in the amount of \$2,617,888 for the year ended June 30, 2024.

At June 30, 2024, the City reported deferred outflows of resources and deferred inflows of resources related to CMERS pension benefits as follows:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Net difference between projected and actual earnings on plan investments	\$ 1,127,520	
Change of assumptions	2,021,656	
Change in proportionate share	824,250	(786,210)
Net difference between employers expected and actual experience	2,564,020	(115,955)
<b>Total</b>	<b>\$ 6,537,446</b>	<b>(902,165)</b>

## CITY OF SHELTON, CONNECTICUT

### NOTES TO THE FINANCIAL STATEMENTS

June 30, 2024, Continued

Net deferred outflows and inflows of resources for pensions is amortized and recognized in the net pension expense each year as follows:

Year Ended June 30,		Net Pension Expense Increase
2025	\$	1,565,181
2026		1,433,686
2027		2,135,689
2028		376,022
Thereafter		124,703
	\$	<u>5,635,281</u>

### Actuarial assumptions

The total pension liability is based upon the June 30, 2022 actuarial valuation. The actuarial assumptions used in the valuation were based on the results of an actuarial experience study for the period July 1, 2012 to June 30, 2017. The key actuarial assumptions used in the valuation were as follows:

Inflation	2.50%
Salary increase	3.50-10.00%, including inflation
Long-term investment rate of return	7.00%, net of pension plan investment expense, including inflation

For the period after retirement and for dependent beneficiaries, mortality rates were based on the 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 and the 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. The static projection produces sufficient margin in the mortality rates to reflect future improvement in actuary judgment.

Future Cost-of-Living Adjustments for members who retire on or after January 1, 2002, are 60% of the annual increase in the CPI up to 6%. The minimum annual COLA is 2.5%, and the maximum is 6%.

### Long-term rate of return

The long-term expected rate of return on pension plan investments was determined using 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 weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target asset allocation and most recent best estimates of arithmetic real rates of return for each major asset class as of June 30, 2024 are summarized in the following table:

## CITY OF SHELTON, CONNECTICUT

### NOTES TO THE FINANCIAL STATEMENTS

June 30, 2024, Continued

Asset Class	Target Allocation		Long-Term Expected Real Rate of Return	
Global equity	37.0	%	6.9	%
Public Credit	2.0		2.9	
Core fixed income	13.0		0.4	
Liquidity fund	1.0		(0.4)	
Risk mitigation	5.0		0.1	
Private equity	15.0		11.2	
Private credit	10.0		6.1	
Real estate	10.0		6.3	
Infra. & natural resources	7.0		7.7	
<b>Total</b>	<b>100.0</b>	<b>%</b>		

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

#### Sensitivity of the net pension liability to changes in the discount rate

The following presents the net pension liability (asset) of the City calculated using the discount rate of 7.00%, as well as what the City's net pension liability (asset) would be if it were calculated using a discount rate that is 1% lower or 1% higher than the current rate.

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Proportionate share of the net pension liability/(asset)	\$ 24,082,551	17,077,227	11,425,334

#### Teachers' retirement

All City of Shelton Board of Education certified employees participate in the State of Connecticut Teachers' Retirement System ("TRS" or the "Plan") under Section 10.183 of the General Statutes of the State of Connecticut.

## CITY OF SHELTON, CONNECTICUT

### NOTES TO THE FINANCIAL STATEMENTS

June 30, 2024, Continued

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#### **Plan description**

Teachers, principals, superintendents, or supervisors engaged in service of public schools are provided with benefits, including retiree health insurance, through the Connecticut State Teachers' Retirement System – a cost sharing, multiemployer, defined benefit pension plan administered by the Teachers' Retirement Board. Title 10, Chapter 167a of the State Statutes grants authority to establish and amend the benefit terms to the State Teachers' Retirement

Board ("TRB"). The State Treasurer is responsible for investing Teachers' Retirement System funds for the exclusive benefit of the TRS members.

The Teachers' Retirement System is considered to be a part of the State of Connecticut financial reporting entity and is included in the State's financial reports as a pension trust fund. Those reports may be obtained by writing to the State of Connecticut, Office of the State Comptroller, 165 Capitol Avenue, Hartford, Connecticut 06106, by calling 860-702-3480, or by visiting the State's website [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 the employees are calculated as 2% of the average annual salary times years of credited service (maximum benefit is 75% of average annual salary during the 3 years of highest salary).

In addition, amounts derived from the accumulation of the 6% contributions made prior to July 1, 1989 and voluntary contributions are payable.

*Early Retirement:* Employees are eligible after 25 years of credited service with a minimum of 20 years of Connecticut service, or age 55 with 20 years of credited service with a minimum of 15 years of Connecticut service. Benefits are reduced for those retiring before the normal retirement age.

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

*Disability Retirement:* Employees are eligible for service-related disability benefits regardless of length of service. Five years of credited service is required for nonservice-related disability eligibility. Disability benefits are calculated as 2% per year of service times the average of the highest three years of pensionable salary, as defined per the Plan, but not less than 15%, nor more than 50%. In addition, disability benefits under this plan (without regard to cost-of-living adjustments) plus any initial award of Social Security benefits and workers' compensation cannot exceed 75% of the average annual salary.

A plan member who leaves service and has attained 10 years of service will be entitled to 100% of the accrued benefit as of the date of termination of covered employment. Benefits are payable at age 60, and early retirement deductions are based on the number of years of service the member would have had if they had continued work until age 60.

## CITY OF SHELTON, CONNECTICUT

### NOTES TO THE FINANCIAL STATEMENTS

June 30, 2024, Continued

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

#### Contributions

##### State of Connecticut

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

##### Employer (School Districts)

School district employers are not required to make contributions to the Plan.

##### Employees

Effective July 1, 1992, participants are required to contribute 6.00% of their pensionable salary to the pension System as required by CGS Section 10-183b (7). Effective January 1, 2018, the required contribution increased to 7.00% of pensionable salary. For the year ended June 30, 2024, \$2,781,537 mandatory contributions were deducted from the salaries of teachers who were participants in the System. The estimated covered payroll for the City was \$39,736,237.

#### Administrative expenses

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

#### **Pension liabilities, pension expense, and deferred outflows of resources and deferred inflows of resources related to pensions**

The State has a statutory requirement to pay 100% of the required plan contribution, therefore as of June 30, 2024; the City reports no amounts for its proportionate share of the net pension liability, and related deferred outflows and inflows. The amount recognized by the City as its proportionate share of the net pension liability, the related state support, and the total portion of the net pension liability associated with the City were as follows:

City's proportionate share of the net pension liability	\$	-
State's proportionate share of the net pension liability associated with the City		<u>144,013,012</u>
<b>Total net pension liability</b>	<b>\$</b>	<b><u>144,013,012</u></b>

The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2023. The assumptions used in the June 30, 2023 valuation were based on the results of an actuarial experience study for the period July 1, 2014 - June 30, 2019.

## CITY OF SHELTON, CONNECTICUT

### NOTES TO THE FINANCIAL STATEMENTS

June 30, 2024, Continued

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For the year ended June 30, 2024 the City has recognized, in the General Fund, intergovernmental revenue and education expenditures in the amount of \$15,100,591 as payments made by the State of Connecticut on behalf of the City for teachers' pension.

#### Actuarial assumptions

The total pension liability was determined by an actuarial valuation as of June 30, 2020, 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
Administrative expenses	\$0 assumption as expenses are paid for by the State of CT General Assembly

Mortality rates were based on the PubT-2010 Healthy Retiree Table (adjusted 105% for males and 103% for females as ages 82 and above), projected generationally with MP-2019 for the period after service retirement. The PubT-2010 Disabled Retiree Table projected generationally with the MP-2019 was used for the period after disability retirement. The PubT-2010 Contingent Survivor Table projected generationally with MP-2019 and set forward 1 year for both males and females was used for survivors and beneficiaries. The PubT-2010 Employee Table projected generationally with MP-2019 was used for active members.

Future Cost-of-Living increases for teachers who retired prior to September 1, 1992, are made in accordance with increases in the Consumer Price Index, with a minimum of 3% 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%.

## CITY OF SHELTON, CONNECTICUT

### NOTES TO THE FINANCIAL STATEMENTS

June 30, 2024, Continued

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#### 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 weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target asset allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Global Equity	37.0 %	6.8 %
Public Credit	2.0	2.9
Core Fixed Income	13.0	0.4
Liquidity Fund	1.0	-0.4
Risk Mitigation	5.0	0.1
Private Equity	15.0	11.2
Private Credit	10.0	6.1
Real Estate	10.0	6.2
Infrastructure and Natural Resource	7.0	7.7
<b>Total</b>	<u>100.0%</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 rates in future years. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

#### Sensitivity of the net pension liability to changes in the discount rate

The City's proportionate share of the net pension liability is \$0. Any change in the discount rate would only have an effect on the amount recorded by the State of Connecticut.

#### Note 11 - Other Post-Employment Benefit Plan

##### Teachers' retirement OPEB plan

All City of Shelton Board of Education certified employees participate in the State of Connecticut Teachers' Retirement System ("TRS" or the "Plan") under Section 10.183 of the General Statutes of the State of Connecticut.

## **CITY OF SHELTON, CONNECTICUT**

### **NOTES TO THE FINANCIAL STATEMENTS**

June 30, 2024, Continued

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#### **Plan description**

Teachers, principals, superintendents, or supervisors engaged in service of public schools are provided with benefits, including retiree health insurance, through the Connecticut State Teachers' Retirement System – a cost sharing, multiemployer, defined benefit pension plan administered by the Teachers' Retirement Board. Title 10, Chapter 167a of the State Statutes grants authority to establish and amend the benefit terms to the State Teachers' Retirement Board ("TRB"). The State Treasurer is responsible for investing Teachers' Retirement System funds for the exclusive benefit of the TRS members.

The Teachers' Retirement System is considered to be a part of the State of Connecticut financial reporting entity and is included in the State's financial reports as a pension trust fund. Those reports may be obtained by writing to the State of Connecticut, Office of the State Comptroller, 165 Capitol Ave, Hartford, Connecticut 06106, by calling 860-702-3480, or by visiting the State's website [www.ct.gov](http://www.ct.gov).

#### **Benefit provisions**

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

Any member that is not currently participating in Medicare Parts A & B is eligible to continue health care coverage with their former employer. A subsidy of up to \$110 per month for a retired member plus an additional \$110 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, any remaining portion is used to offset the district's cost. The subsidy amount is set by statute and has not increased since July of 1996. A subsidy amount of \$220 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 or Medicare without cost and contributes at least \$220 per month towards coverage under a local school district plan.

Any member that 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 Supplemental Plans. Active members, retirees, and the State pay equally toward the cost of the basic coverage (medical and prescription drug benefits).

The choices and premiums charged as of July 1, 2023 are as follows:

- Medicare Supplement with Prescriptions
- Medicare Supplement with Prescriptions and Dental
- Medicare Supplement with Prescriptions, Dental, Vision, and Hearing Included



## **CITY OF SHELTON, CONNECTICUT**

### **NOTES TO THE FINANCIAL STATEMENTS**

June 30, 2024, Continued

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*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 \$110 monthly subsidy or participate in the TRB-Sponsored Medicare Supplemental Plans, as long as they do not remarry.

*Normal Retirement:* Eligible after 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:* Eligible after 25 years of credited service with a minimum of 20 years of Connecticut service, or age 55 with 20 years of credited service with a minimum of 15 years of Connecticut service.

*Proratable Retirement:* Eligible after age 60 with 10 years of credited service.

*Disability Retirement:* Eligible after 5 years of credited service in Connecticut if not incurred in the performance of duty and no service requirement if incurred in the performance of duty.

*Termination of Employment:* Eligible after 10 or more years of credited service.

### **Contributions**

#### State of Connecticut

Per Connecticut General Statutes Section 10-183z, (which reflects Public Act 79-436 as amended), contribution requirements of active employees and the State of Connecticut is amended and certified by the State Teachers' Retirement Board and appropriated by the General Assembly. The State pays for one third of the plan costs through an annual appropriation in the General Fund.

#### Employer (School Districts)

School district employers are not required to make contributions to the Plan.

#### Employees

The cost of providing plan benefits is financed on a pay-as-you-go basis as follows:

- Active teachers pay 1.25% of annual salaries in excess of \$500,000.
- Retired teachers pay one third of the Plan costs through monthly premiums.

For the year ended June 30, 2024, \$174,229 mandatory contributions were deducted from the salaries of active teachers who were participants in the System. The estimated covered payroll for the City was \$.39,736,237.

### **Administrative expenses**

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

## CITY OF SHELTON, CONNECTICUT

### NOTES TO THE FINANCIAL STATEMENTS

June 30, 2024, Continued

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#### **OPEB liabilities, OPEB expense, and deferred outflows of resources and deferred inflows of resources related to OPEB**

The State has a statutory requirement to pay 100% of the required plan contribution; therefore, as of June 30, 2024, the City reports no amounts for its proportionate share of the net OPEB liability, and related deferred outflows and inflows. The amount recognized by the City as its proportionate share of the net OPEB liability, the related state support, and the total portion of the net OPEB liability associated with the City were as follows:

City's proportionate share of the net OPEB liability	\$	-
State's proportionate share of the net OPEB liability associated with the City		13,492,042
Total net OPEB liability	\$	<u>13,492,042</u>

The net OPEB liability was measured as of June 30, 2022, and the total OPEB liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2022. The assumptions used in the June 30, 2023 valuation were based on the results of an actuarial experience study for the period July 1, 2014 - June 30, 2019.

For the year ended June 30, 2024, the City has recognized, in the General Fund, intergovernmental revenue and education expenditures related to OPEB in the amount of \$824,769 as payments made by the State of Connecticut on behalf of the City for teachers' OPEB.

#### **Actuarial assumptions**

The total OPEB liability was determined by an actuarial valuation as of June 30, 2020, using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.50%
Salary increase	3.00-6.50%, including inflation
Long-term investment rate of return	3.00%, net of pension plan investment expense, including inflation
Real wage growth	0.50%
Wage inflation	3.00%
Municipal bond index rate	3.54%, (2.16% at prior measurement date)
Single equivalent interest rate	3.53% net of OPEB plan investment expense, including inflation (2.17% at prior measurement date)
Healthcare cost trend rates	Known increases until calendar year 2024, then general trend decreasing to an ultimate rate of 4.50% by 2031
Administrative expenses	\$0 assumption as expenses are paid for by the State of CT General Assembly
Year fund net position will be depleted	2028

## CITY OF SHELTON, CONNECTICUT

### NOTES TO THE FINANCIAL STATEMENTS

June 30, 2024, Continued

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Mortality rates were based on the PubT-2010 Healthy Retiree Table (adjusted 105% for males and 103% for females as ages 82 and above), projected generationally with MP-2019 for the period after service retirement. The PubT-2010 Disabled Retiree Table projected generationally with the MP-2019 was used for the period after disability retirement. The PubT-2010 Contingent Survivor Table projected generationally with MP-2019 and set forward 1 year for both males and females was used for survivors and beneficiaries. The PubT-2010 Employee Table projected generationally with MP-2019 was used for active members.

#### Long-term rate of return

The long-term expected rate of return on 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 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 weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The assumption is not expected to change, absent a significant change in the asset allocation, a change in the inflation assumption, or a fundamental change in the market that alters expected returns in future years. The target asset allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
U.S. Treasuries (cash equivalents)	100.0%	3.25%

#### Discount rate

The discount rate used to measure the total OPEB was 3.53%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current member contribution rate and that contributions for future plan members were used to reduce the estimated amount of total service costs for future plan members. No future State contributions were assumed to have been made. Based on those assumptions, the OPEB 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.

#### Sensitivity of the net OPEB liability to changes in the discount rate

The City's proportionate share of the net OPEB liability is \$0. Any change in the health care cost trend rate or the discount rate would only have an effect on the amount recorded by the State of Connecticut.

## CITY OF SHELTON, CONNECTICUT

### NOTES TO THE FINANCIAL STATEMENTS

June 30, 2024, Continued

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#### Note 12 - Fund Balance and Net Position

##### Restricted Fund Balance

The City has the following restricted fund balances at June 30, 2024,

<u>Fund</u>	<u>Balance</u>	<u>Restriction</u>
American Recovery Act	\$ 33,887	Federal regulation restrictions
Plumb Library	4,428,549	Donor's Intentions
Nonmajor programs	586,025	Donor's Intentions
Total	<u>\$ 5,048,461</u>	

##### Committed Fund balance

The City committed \$1,891,500 in unassigned general fund balance to be used for legal settlement and \$248,879 for specific uses.

##### Fund deficits

The City has the following fund deficits at June 30, 2024, and expects to eliminate the deficits in the future as follows:

<u>Fund</u>	<u>Deficit</u>	<u>Plan For Elimination</u>
Conservation and Open Space	\$ 1,259	Future contributions
Summer School	221,447	Future contributions
School Rental	104,184	Future contributions
Educational Grants	282,830	Educational Grants
Police PVET Grant	885	Future grant receipts
Worker's Compensation	2,009,659	Future employer payments
Medical Insurance	5,244,881	Future employer payments
DUI Grant	35,435	Future grant receipts

#### Note 13 - Subsequent Events

On December 19, 2024, the City of Shelton entered into a tax-exempt note agreement with Newton Saving Bank in the amount of \$5,285,000. The funds will be used to reimburse the City of Shelton for capital projects and purchases authorized by the Board of Alderman. The note will be paid over five years by annual payments made December 15 of each year. Interest payments will be made semiannually at a fixed rate of 4.30%.

Management has evaluated events subsequent to the date of the financial statements through January 31, 2025, the date the financial statements were available to be issued. No other events have occurred subsequent to the Statement of Net Position date through January 31, 2025, that would require readjustment to the financial statements.

## CITY OF SHELTON, CONNECTICUT

RSI-1

## REQUIRED SUPPLEMENTARY INFORMATION - UNAUDITED

SCHEDULE OF THE CITY'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY (ASSET)  
CONNECTICUT MUNICIPAL EMPLOYEES' RETIREMENT SYSTEM  
Last Nine Fiscal Years

	2024	2023	2022	2021	2020	2019	2018	2017	2016
City's proportion of the net pension liability	3.447406%	3.629673%	3.105665%	3.295676%	3.495627%	3.866734%	3.481790%	3.481790%	3.753945%
City's proportionate share of the net pension liability (asset)	\$ <u>17,077,227</u>	<u>16,783,317</u>	<u>7,316,148</u>	<u>11,187,259</u>	<u>11,362,066</u>	<u>10,535,204</u>	<u>2,672,834</u>	<u>1,961,193</u>	<u>3,158,806</u>
City's covered payroll	\$ <u>6,952,645</u>	<u>6,653,085</u>	<u>5,644,365</u>	<u>5,598,181</u>	<u>5,953,782</u>	<u>6,071,799</u>	<u>5,812,452</u>	<u>5,323,127</u>	<u>5,276,705</u>
City's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	245.62%	252.26%	129.62%	199.84%	190.84%	173.51%	45.98%	36.84%	59.86%
Plan fiduciary net position as a percentage of total pension liability	69.54%	68.71%	82.59%	71.18%	72.69%	73.60%	91.68%	88.29%	92.72%

Changes in benefit terms None

Changes in assumptions None

**Methods and assumptions used to determine contribution rate:**

Actuarial cost method	Entry age
Amortization method	Level dollar, closed
Single equivalent amortization period	18 years
Asset valuation method	5-year smoothed market (20% write up)

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

## CITY OF SHELTON, CONNECTICUT

RSI-2

## REQUIRED SUPPLEMENTARY INFORMATION - UNAUDITED

SCHEDULE OF CITY CONTRIBUTIONS  
CONNECTICUT MUNICIPAL EMPLOYEES' RETIREMENT SYSTEM  
Last Nine Fiscal Years

	2024	2023	2022	2021	2020	2019	2018	2017	2016
Contractually required contribution	\$ 1711425	1,665,364	1,270,407	1,157,426	932,980	1,027,956	984,048	914,347	790,450
Contributions in relation to the contractually required contribution	1711425	1,665,364	1,270,407	1,157,426	932,980	1,027,956	984,048	914,347	790,450
Contribution deficiency (excess)	\$ -	-	-	-	-	-	-	-	-
City's covered payroll	\$ 6,952,645	6,653,085	5,644,365	5,598,181	5,953,782	6,071,799	5,812,452	6,103,787	5,276,705
Contributions as a percentage of covered payroll	24.62%	25.03%	22.51%	20.68%	15.67%	16.93%	16.93%	14.98%	14.98%

**Notes to Schedule**

The actuarially determined contributions in the schedule of employer contributions are calculated as of June 30 each biennium for the fiscal years ending two and three years after the valuation date.

Changes in benefit terms None

Changes in assumptions None

**Methods and assumptions used to determine contribution rate:**

Actuarial cost method	Entry age
Amortization method	Level dollar, closed
Single equivalent amortization period	18 years
Asset valuation method	5-year smoothed market (20% write up)
Inflation	2.50%
Salary increase	3.50-10.00%, including inflation
Investment rate of return	7.00%, net of investment related expense

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

## REQUIRED SUPPLEMENTARY INFORMATION - UNAUDITED

SCHEDULE OF THE CITY'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY-  
TEACHERS' RETIREMENT PLAN  
Last Nine Fiscal Years

	2024	2023	2022	2021	2020	2019	2018	2017	2016
City's proportion of the net pension liability	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
City's proportionate share of the net pension liability	\$ -	-	-	-	-	-	-	-	-
State's proportionate share of the net pension liability associated with the City (thousands)	144,013	156,238	131,739	166,335	154,855	119,402	118,187	124,688	95,054
Total	\$ 144,013	156,238	131,739	166,335	154,855	119,402	118,187	124,688	95,054
City's covered payroll	\$ 37,332,959	39,736,237	38,631,032	36,758,643	36,758,643	37,696,000	36,700,000	36,364,599	31,569,440
City's proportionate share of the net pension liability as a percentage of its covered payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Plan fiduciary net position as a percentage of total pension liability	58.39%	54.06%	60.77%	49.24%	52.00%	57.69%	55.93%	52.26%	59.50%

**Notes to Schedule**

Changes in benefit terms                      In 2022, legislation was passed restoring the 25% wear down of Plan N benefits to vested members as of June 30, 2019.

Changes in assumptions                      None

**Methods and assumptions used to determine contribution rate:**

Actuarial cost method	Entry age
Amortization method	Level percent of salary closed, grading to a level dollar amortization method for June 30, 2024 valuation
Single equivalent amortization period	27.8 years
Asset valuation method	4-year smoothed market
Inflation	2.50%
Salary increase	3.00-6.50%, including inflation
Investment rate of return	6.90%, net of investment related expense, including inflation
Administrative expenses	\$0 assumption as expenses are paid for by the General Assembly

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

## REQUIRED SUPPLEMENTARY INFORMATION - UNAUDITED

SCHEDULE OF THE CITY'S PROPORTIONATE SHARE OF THE NET OPEB LIABILITY  
TEACHERS' RETIREMENT PLAN  
Last Six Fiscal Years

	2024	2023	2022	2021	2020	2019
City's proportion of the net OPEB liability	0%	0%	0%	0%	0%	
City's proportionate share of the net OPEB liability	\$ -	-	-	-	-	-
State's proportionate share of the net OPEB liability associated with the City	13,492,042	13,682,878	14,352,712	24,808,903	23,869,248	23,869,248
Total	\$ 13,492,042	13,682,878	14,352,712	24,808,903	23,869,248	23,869,248
City's covered payroll	\$ 37,332,959	39,736,237	38,631,032	36,758,643	36,758,643	37,696,000
City's proportionate share of the net OPEB liability as a percentage of its covered payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Plan fiduciary net position as a percentage of total OPEB liability	11.92%	9.46%	6.11%	2.50%	208%	1.49%

**Notes to Schedule**

Changes in benefit terms	In June 2022, There was a change in the maximum monthly subsidy amounts offered to retirees and their dependents from \$110/\$220 to \$220/\$440.
Changes in assumptions	The single equivalent interest rate was updated to 3.53% as of June 30, 2022.  The expected annual per capita claims cost were updated to 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.

**Methods and assumptions used to determine contribution rate:**

Actuarial cost method	Entry age
Amortization method	Level percent of payroll
Amortization period	30 years, open
Asset valuation method	Market value of assets
Inflation	2.50%
Real Wage Growth	0.50%
Wage inflation	3.00%
Salary increase	3.00-6.50%, including inflation
Investment rate of return	3.00%, net of investment related expense, including inflation

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



GENERAL FUND REVENUES AND OTHER FINANCING SOURCES  
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 For the Year Ended June 30, 2024

	Budgeted Amounts		Actual Amounts - Budgetary Basis	Variance With Final Budget Positive/ (Negative)
	Original	Final		
<b>Property taxes:</b>				
Current years' levy	\$ 105,966,161	105,966,161	105,557,079	(409,082)
Prior years' levies	# 970,000	970,000	780,801	(189,199)
Interest and penalties	475,000	475,000	668,787	193,787
Statutory refunds	(200,000)	(200,000)	(95,396)	104,604
Personal property tax audits	150,000	150,000	47,786	(102,214)
<b>Total property taxes</b>	<u>\$ 107,361,161</u>	<u>107,361,161</u>	<u>106,959,057</u>	<u>(402,104)</u>
<b>Intergovernmental:</b>				
State grants for education	\$ 6,966,098	6,966,098	6,978,692	12,594
Other state grants	880,521	880,521	1,572,810	692,289
<b>Total intergovernmental</b>	<u>\$ 7,846,619</u>	<u>7,846,619</u>	<u>8,551,502</u>	<u>704,883</u>
<b>Charges for services:</b>				
Licenses and permits	\$ 2,394,300	2,394,300	1,977,601	(416,699)
Charges for services	5,069,000	5,069,000	5,462,641	393,641
Fines and forfeits	12,500	12,500	22,810	10,310
<b>Total charges for services</b>	<u>\$ 7,475,800</u>	<u>7,475,800</u>	<u>7,463,052</u>	<u>(12,748)</u>
<b>Investment income</b>	<u>\$ 400,000</u>	<u>400,000</u>	<u>1,586,252</u>	<u>1,186,252</u>
<b>Miscellaneous revenues</b>	<u>\$ 1,950,192</u>	<u>1,950,192</u>	<u>1,634,403</u>	<u>(315,789)</u>
<b>Total revenues</b>	<u>\$ 125,033,772</u>	<u>125,033,772</u>	<u>126,194,266</u>	<u>1,160,494</u>
<b>Other financing sources:</b>				
Appropriation of fund balance	\$ 6,100,000	6,100,000	5,237,075	(862,925)
Transfer from insurance reserve	500,000	1,300,000	1,300,000	-
<b>Total other financing sources</b>	<u>\$ 6,600,000</u>	<u>7,400,000</u>	<u>6,537,075</u>	<u>(862,925)</u>
<b>Total revenue &amp; other financing sources</b>	<u>\$ 131,633,772</u>	<u>132,433,772</u>	<u>132,731,341</u>	<u>297,569</u>

GENERAL FUND EXPENDITURES AND OTHER FINANCING USES -  
BUDGETARY BASIS - BUDGET AND ACTUAL  
For the Year Ended June 30, 2024

	Budgeted Amounts		Actual Amounts - Budgetary Basis	Variance With Final Budget Positive/ (Negative)
	Original	Final		
<b>General government:</b>				
Administrative	\$ 753,376	753,376	602,052	151,324
Employee resources	7,709,356	9,484,563	9,621,455	(136,892)
Legislative	168,437	180,508	180,508	
Board of Ethics	600	600		600
Elections	172,322	198,464	198,464	
Inland wetlands	109,464	109,464	59,718	49,746
Economic development committee	69,801	69,801	53,521	16,280
Economic development	128,000	128,002	128,002	
Planning and zoning	585,139	585,139	484,585	100,554
Probate court	14,700	14,700	10,036	4,664
Elected/appointed officials	18,450	18,450	15,000	3,450
Conservation commission	79,983	79,983	65,152	14,831
City/Town clerk	467,730	467,730	379,122	88,608
Drug and alcohol commission	-	-	-	-
Appeals board	200	200	-	200
Zoning appeals board	24,540	24,540	13,506	11,034
Legal services corporate counsel	242,270	242,270	230,831	11,439
Management information systems	500,870	500,870	401,340	99,530
Assessor	646,380	530,403	517,007	13,396
Tax collector	356,725	356,725	334,048	22,677
Purchasing	396,817	279,593	216,220	63,373
Public risk management	2,308,871	2,151,358	2,146,094	5,264
Accounting and control	680,926	680,926	633,679	47,247
Miscellaneous	1,631,300	1,303,199	1,295,459	7,740
Contingency	175,000	175,000	105,945	69,055
<b>Total general government</b>	<b>\$ 17,241,257</b>	<b>18,335,864</b>	<b>17,691,744</b>	<b>644,120</b>
<b>Public safety:</b>				
Public safety and energy services	\$ 129,909	129,909	88,352	41,557
EMS commission	111,231	111,231	106,729	4,502
Fire marshal	334,196	334,196	289,134	45,062
Animal control	350,300	350,300	301,655	48,645
Fire department	1,196,425	1,196,425	986,361	210,064
Police department	8,418,535	7,443,328	7,202,121	241,207
<b>Total public safety</b>	<b>\$ 10,540,596</b>	<b>9,565,389</b>	<b>8,974,352</b>	<b>591,037</b>
<b>Public works:</b>				
Building department	\$ 405,019	405,019	361,418	43,601
Highways and bridges	3,889,403	3,622,877	3,201,241	421,636
Road repair	25,000	25,000	22,418	2,582
Public works director	78,702	78,702	72,433	6,269
Engineering	441,450	441,450	277,211	164,239
Tree warden	135,175	96,962	59,975	36,987
Recycling program	47,302	47,302	40,427	6,875
Sanitation	3,093,548	3,093,548	2,976,547	117,001
<b>Total public works</b>	<b>\$ 8,115,599</b>	<b>7,810,860</b>	<b>7,011,670</b>	<b>799,190</b>

(Continued)

GENERAL FUND EXPENDITURES AND OTHER FINANCING USES -  
BUDGETARY BASIS - BUDGET AND ACTUAL  
For the Year Ended June 30, 2024

	Budgeted Amounts		Actual Amounts - Budgetary Basis	Variance With Final Budget Positive/ (Negative)
	Original	Final		
<b>Health and welfare:</b>				
Public health	\$ 321,055	321,055	311,055	10,000
<b>Total health and welfare</b>	<u>\$ 321,055</u>	<u>321,055</u>	<u>311,055</u>	<u>10,000</u>
<b>Culture and recreation:</b>				
Recreation	\$ 1,796,596	1,796,596	1,736,753	59,843
Senior center	449,585	449,585	370,203	79,382
Youth service bureau	237,861	237,861	160,193	77,668
Library	1,260,767	1,260,767	1,220,936	39,831
Community development	92,350	92,350	44,439	47,911
Outside agency contributions	390,210	390,867	386,592	4,275
<b>Total culture and recreation</b>	<u>\$ 4,227,369</u>	<u>4,228,026</u>	<u>3,919,116</u>	<u>308,910</u>
<b>Education:</b>				
Board of Education	\$ 77,259,538	78,325,007	78,258,917	66,090
Shelton bus transportation	3,395,000	3,551,905	3,551,905	
<b>Total education</b>	<u>\$ 80,654,538</u>	<u>81,876,912</u>	<u>81,810,822</u>	<u>66,090</u>
<b>Other:</b>				
Utilities	\$ 2,889,220	2,541,907	2,515,297	26,610
Municipal property maintenance	1,737,596	1,737,596	1,593,154	144,442
<b>Total other</b>	<u>\$ 4,626,816</u>	<u>4,279,503</u>	<u>4,108,451</u>	<u>171,052</u>
<b>Debt service:</b>				
Principal	\$ 4,344,659	4,344,659	4,335,207	9,452
Interest	140,343	249,964	259,688	(9,724)
W.P.C.A. transfer	1,151,020	1,151,020	1,151,019	1
Capital leases	270,520	270,520	270,519	1
<b>Total debt service</b>	<u>\$ 5,906,542</u>	<u>6,016,163</u>	<u>6,016,433</u>	<u>(270)</u>
<b>Total expenditures and financial uses</b>	<u>\$ 131,633,772</u>	<u>132,433,772</u>	<u>129,843,643</u>	<u>2,590,129</u>

CITY OF SHELTON, CONNECTICUT

COMBINING BALANCE SHEET  
NON-MAJOR GOVERNMENTAL FUNDS  
June 30, 2024

	Special Revenue			
	Town Road Aid	Conservation and Open Space	Street Opening and Final Patch	Valley Street Crime B
<b>Assets:</b>				
Cash and cash equivalents	\$ 147,342		115,736	44,166
Investments				
Receivables, net	8,290			
Due from other funds	53,933			
Inventory				
<b>Total assets</b>	<u>\$ 209,565</u>	<u>-</u>	<u>115,736</u>	<u>44,166</u>
<b>Liabilities:</b>				
Accounts payable and accrued liabilities	\$			
Payments in advance				
Due to other funds		1,259		
<b>Total liabilities</b>	<u>\$ -</u>	<u>1,259</u>	<u>-</u>	<u>-</u>
<b>Deferred inflows of resources:</b>				
Unavailable receipts	\$ -	-	-	-
<b>Fund balance (deficits):</b>				
Nonspendable	\$			
Restricted for:				
Donor's intentions				
Committed for:				
Specific purposes	209,565			
Assigned			115,736	44,166
Unassigned		(1,259)		
<b>Total fund balance (deficits)</b>	<u>\$ 209,565</u>	<u>(1,259)</u>	<u>115,736</u>	<u>44,166</u>
<b>Total liabilities, deferred inflows of resources, and fund balances (deficits)</b>	<u>\$ 209,565</u>	<u>-</u>	<u>115,736</u>	<u>44,166</u>

<b>Special Revenue</b>						
Emergency Medical Service Training	Police Seizure Fund	Surface Transportation	Gristmill Lane Maintenance	Asset Seizure Account	NIP Fees	Affordable Housing Grant
4,443	3,965	514	1,879		66,176	10,575
				60,829		
<u>4,443</u>	<u>3,965</u>	<u>514</u>	<u>1,879</u>	<u>60,829</u>	<u>66,176</u>	<u>10,575</u>
	586					
-	586	-	-	-	-	-
-	-	-	-	-	-	-
					-	-
	3,379			60,829	66,176	
4,443		514	1,879			10,575
<u>4,443</u>	<u>3,379</u>	<u>514</u>	<u>1,879</u>	<u>60,829</u>	<u>66,176</u>	<u>10,575</u>
<u>4,443</u>	<u>3,965</u>	<u>514</u>	<u>1,879</u>	<u>60,829</u>	<u>66,176</u>	<u>10,575</u>

(Continued)

CITY OF SHELTON, CONNECTICUT

COMBINING BALANCE SHEET  
NON-MAJOR GOVERNMENTAL FUNDS, (Continued)  
June 30, 2024

	Special Revenue			
	LoCIP Fund	Pine Rock	Pine Rock Improvements	Adult Education
<b>Assets:</b>				
Cash and cash equivalents	\$	292,257	6,481	113,712
Investment				
Receivables, net				
Due from other funds	451,650			
Inventory				
<b>Total assets</b>	<b>\$ 451,650</b>	<b>292,257</b>	<b>6,481</b>	<b>113,712</b>
<b>Liabilities:</b>				
Accounts payable and accrued liabilities	\$			10,524
Advanced from other funds	410,621			
Due to other funds				
<b>Total liabilities</b>	<b>\$ 410,621</b>	<b>-</b>	<b>-</b>	<b>10,524</b>
<b>Deferred inflows of resources:</b>				
Unavailable receipts	\$ -	-	-	-
<b>Fund balance (deficits):</b>				
Nonspendable	\$			
Restricted for:				
Donor's intentions	41,029	292,257		
Committed for:				
Specific purposes				
Assigned			6,481	103,188
Unassigned				
<b>Total fund balance (deficits)</b>	<b>\$ 41,029</b>	<b>292,257</b>	<b>6,481</b>	<b>103,188</b>
<b>Total liabilities, deferred inflows of resources, and fund balances (deficits)</b>	<b>\$ 451,650</b>	<b>292,257</b>	<b>6,481</b>	<b>113,712</b>

<b>Special Revenue</b>						
Small Cities Grant	Trails Committee	Sewer Assessments	One Time Use Grant	CRRA Consent Order	Opiods Settlement	Concession Stand
57,756	5,322	77,690 1,939	1,431	140,039	114,969	7,083
<u>57,756</u>	<u>5,322</u>	<u>79,629</u>	<u>1,431</u>	<u>140,039</u>	<u>114,969</u>	<u>7,083</u>
		13,657				
-	-	13,657	-	-	-	-
-	-	1,939	-	-	-	-
57,756						
	5,322	64,033	1,431	140,039	114,969	7,083
<u>57,756</u>	<u>5,322</u>	<u>64,033</u>	<u>1,431</u>	<u>140,039</u>	<u>114,969</u>	<u>7,083</u>
<u>57,756</u>	<u>5,322</u>	<u>79,629</u>	<u>1,431</u>	<u>140,039</u>	<u>114,969</u>	<u>7,083</u>

(Continued)

## CITY OF SHELTON, CONNECTICUT

COMBINING BALANCE SHEET  
 NON-MAJOR GOVERNMENTAL FUNDS, (Continued)  
 June 30, 2024

	Special Revenue		
	DUI Grant	Senior Center	Homeland Security Grant
<b>Assets:</b>			
Cash and cash equivalents	\$	66,296	
Investments			
Receivables, net			
Due from other funds			
Inventory			
<b>Total assets</b>	\$ -	66,296	-
<b>Liabilities:</b>			
Accounts payable and accrued liabilities	\$		
Advanced from other funds			
Due to other funds	35,435		26,236
<b>Total liabilities</b>	\$ 35,435	-	26,236
<b>Deferred inflows of resources:</b>			
Unavailable receipts	\$ -	-	-
<b>Fund balance (deficits):</b>			
Nonspendable	\$		
Restricted for:			
Donor's intentions			
Committed for:			
Specific purposes			
Assigned		66,296	(26,236)
Unassigned	(35,435)		
<b>Total fund balance (deficits)</b>	\$ (35,435)	66,296	(26,236)
<b>Total liabilities, deferred inflows of resources, and fund balances (deficits)</b>	\$ -	66,296	-



**Special Revenue**

Recreation Path Grants	COPS TECH Earmark	Housatonic River Estuary	Dog Fund	School Lunch	Educational Grants
969	79,639	2,066	1,729	840,727	250,000
				188,371	502,512
				53,988	
<u>969</u>	<u>79,639</u>	<u>2,066</u>	<u>1,729</u>	<u>1,083,086</u>	<u>752,512</u>
				94,401	48,114
					987,228
-	-	-	-	94,401	1,035,342
-	-	-	-	-	-
-				53,988	
-					
969	79,639	2,066	1,729	934,697	(282,830)
969	79,639	2,066	1,729	988,685	(282,830)
<u>969</u>	<u>79,639</u>	<u>2,066</u>	<u>1,729</u>	<u>1,083,086</u>	<u>752,512</u>

**CITY OF SHELTON, CONNECTICUT**

COMBINING BALANCE SHEET  
NON-MAJOR GOVERNMENTAL FUNDS, (Continued)  
June 30, 2024

	<b>Special Revenue</b>			
	<b>Tech Repair</b>	<b>Summer School</b>	<b>School Rental</b>	<b>Comp Voice Stress Analyzer</b>
<b>Assets:</b>				
Cash and cash equivalents	\$ 25,570	62,065	89,173	1,121
Investments				
Receivables, net				
Due from other funds				
Inventory				
<b>Total assets</b>	<b>\$ 25,570</b>	<b>62,065</b>	<b>89,173</b>	<b>1,121</b>
<b>Liabilities:</b>				
Accounts payable and accrued liabilities	\$			
Advanced from other funds				
Due to other funds		283,512	193,357	
<b>Total liabilities</b>	<b>\$ -</b>	<b>283,512</b>	<b>193,357</b>	<b>-</b>
<b>Deferred inflows of resources:</b>				
Unavailable receipts	\$ -	-	-	-
<b>Fund balance (deficits):</b>				
Nonspendable	\$			
Restricted for:				
Donor's intentions	25,570			
Committed for:				
Specific use				
Assigned				1,121
Unassigned		(221,447)	(104,184)	
<b>Total fund balance (deficits)</b>	<b>\$ 25,570</b>	<b>(221,447)</b>	<b>(104,184)</b>	<b>1,121</b>
<b>Total liabilities, deferred inflows of resources, and fund balances (deficits)</b>	<b>\$ 25,570</b>	<b>62,065</b>	<b>89,173</b>	<b>1,121</b>

<b>Special Revenue</b>					
Other Education Programs	Youth Services	Town Clerk	Conservation Commission	Police PVET Grant	<b>Special Revenue Funds</b>
39,314	5,512	257,527	999		<b>2,934,243</b>
					<b>1,939</b>
	97,568	49,840			<b>699,173</b>
					<b>713,820</b>
					<b>53,988</b>
<u>39,314</u>	<u>103,080</u>	<u>307,367</u>	<u>999</u>	<u>-</u>	<u><b>4,403,163</b></u>
					<b>119,168</b>
				885	<b>458,735</b>
					<b>1,527,912</b>
-	-	-	-	885	<b>2,105,815</b>
-	-	-	-	-	<b>1,939</b>
					<b>53,988</b>
					<b>546,996</b>
39,314	103,080	307,367	999	(885)	<b>248,879</b>
					<b>2,091,586</b>
					<b>(646,040)</b>
<u>39,314</u>	<u>103,080</u>	<u>307,367</u>	<u>999</u>	<u>(885)</u>	<u><b>2,295,409</b></u>
<u>39,314</u>	<u>103,080</u>	<u>307,367</u>	<u>999</u>	<u>-</u>	<u><b>4,403,163</b></u>

(Continued)

CITY OF SHELTON, CONNECTICUT

COMBINING BALANCE SHEET  
NON-MAJOR GOVERNMENTAL FUNDS, (Continued)  
June 30, 2024

	Permanent Funds			
	Edward C. Finn Scholarship	David Clark Scholarship	Paul Gerst Memorial	Lucy Beard
<b>Assets:</b>				
Cash and cash equivalents	\$ 1,751	678	739	1,334
Investments				
Receivables, net				
Due from other funds				
Inventory				
<b>Total assets</b>	<u>\$ 1,751</u>	<u>678</u>	<u>739</u>	<u>1,334</u>
<b>Liabilities:</b>				
Accounts payable and accrued liabilities				
Advanced from other funds				
Due to other funds				
<b>Total liabilities</b>	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Deferred inflows of resources:</b>				
Unavailable receipts	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund balance (deficits):</b>				
Nonspendable	\$			
Restricted for:				
Donor's intentions	1,751	678	739	1,334
Committed for:				
Specific use				
Assigned				
Unassigned				
<b>Total fund balance (deficits)</b>	<u>\$ 1,751</u>	<u>678</u>	<u>739</u>	<u>1,334</u>
<b>Total liabilities, deferred inflows of resources, and fund balances (deficits)</b>	<u>\$ 1,751</u>	<u>678</u>	<u>739</u>	<u>1,334</u>

<b>Permanent Funds</b>				
Hanson Edwards Legacy	War Memorial Scholarship	Mary & Charles Laviates Memorial	Total Permanent Funds	Nonmajor Governmental Funds
1,069	32,966	492	39,029	2,973,272
			-	1,939
			-	699,173
			-	713,820
			-	53,988
1,069	32,966	492	39,029	4,442,192
			-	119,168
			-	458,735
			-	1,527,912
-	-	-	-	2,105,815
-	-	-	-	1,939
			-	53,988
1,069	32,966	492	39,029	586,025
			-	248,879
			-	2,091,586
			-	(646,040)
1,069	32,966	492	39,029	2,334,438
1,069	32,966	492	39,029	4,442,192

**CITY OF SHELTON, CONNECTICUT**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES (DEFICITS) - NON-MAJOR GOVERNMENTAL FUNDS  
For the Year Ended June 30, 2024

	<b>Special Revenue</b>			
	<b>Town Road Aid</b>	<b>Conservation and Open Space</b>	<b>Street Opening and Final Patch</b>	<b>Valley Street Crime B</b>
<b>Revenues:</b>				
Intergovernmental	\$ 504,250			
Charges for services		11,260	15,930	
Investment income	489		326	128
Other				
<b>Total revenues</b>	<b>\$ 504,739</b>	<b>11,260</b>	<b>16,256</b>	<b>128</b>
<b>Expenditures:</b>				
Public safety	\$ 850,678			1,000
Public works				
Culture and recreation				
Education				
Other				
<b>Total expenditures</b>	<b>\$ 850,678</b>	<b>-</b>	<b>-</b>	<b>1,000</b>
<b>Revenue over (under) expenditures</b>	<b>\$ (345,939)</b>	<b>11,260</b>	<b>16,256</b>	<b>(872)</b>
<b>Other financing sources:</b>				
Transfer in from other funds	\$			
Transfer out from other funds				
<b>Total other financing sources</b>	<b>\$ -</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Changes in fund balances (deficits)</b>	<b>\$ (345,939)</b>	<b>11,260</b>	<b>16,256</b>	<b>(872)</b>
<b>Fund balances (deficits) - beginning</b>	<b>555,504</b>	<b>(12,519)</b>	<b>99,480</b>	<b>45,038</b>
<b>Fund balances (deficits) - ended</b>	<b>\$ 209,565</b>	<b>(1,259)</b>	<b>115,736</b>	<b>44,166</b>

**Special Revenue**

Emergency Medical Service Training	Police Seizure Fund	Surface Transportation	Gristmill Lane Maintenance	Asset Seizure Account	NIP Fees	Affordable Housing Grant
	1,799	-	-	6,751	98,393	15,000
13	2,494	2	5		183	30
13	4,293	2	5	6,751	98,576	15,030
-						
	2,494				32,400	4,455
-	2,494	-	-	-	32,400	4,455
13	1,799	2	5	6,751	66,176	10,575
-	-	-	-	-	-	-
13	1,799	2	5	6,751	66,176	10,575
4,430	1,580	512	1,874	54,078	-	-
4,443	3,379	514	1,879	60,829	66,176	10,575

*(Continued)*

**CITY OF SHELTON, CONNECTICUT**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES (DEFICITS) - NON-MAJOR GOVERNMENTAL FUNDS, (Continued)  
For the Year Ended June 30, 2024

	<b>Special Revenue</b>			
	<b>LoCIP Fund</b>	<b>Pine Rock</b>	<b>Pine Rock Improvement</b>	<b>Adult Education</b>
<b>Revenues:</b>				
Intergovernmental	\$ 483,166			954,585
Charges for services				9,247
Investment income			19	
Other				
<b>Total revenues</b>	<b>\$ 483,166</b>	<b>-</b>	<b>19</b>	<b>963,832</b>
<b>Expenditures:</b>				
Public safety	\$			
Public works	442,137			
Culture and recreation				
Education				964,919
Other				
<b>Total expenditures</b>	<b>\$ 442,137</b>	<b>-</b>	<b>-</b>	<b>964,919</b>
<b>Revenue over (under) expenditures</b>	<b>\$ 41,029</b>	<b>-</b>	<b>19</b>	<b>(1,087)</b>
<b>Other financing sources:</b>				
Transfer in from other funds	\$			
Transfer out from other funds				
<b>Total other financing sources</b>	<b>\$ -</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Changes in fund balances (deficits)</b>	<b>\$ 41,029</b>		<b>19</b>	<b>(1,087)</b>
<b>Fund balances (deficits) - beginning</b>		<b>292,257</b>	<b>6,462</b>	<b>104,275</b>
<b>Fund balances (deficits) - ended</b>	<b>\$ 41,029</b>	<b>292,257</b>	<b>6,481</b>	<b>103,188</b>



<b>Special Revenue</b>						
<u>Small Cities Grant</u>	<u>Trails Committee</u>	<u>Sewer Assessment</u>	<u>One Time Use Grant</u>	<u>CRRA Consent Order</u>	<u>Opioids Settlement</u>	<u>Concession Stand</u>
164	15	324	-	399	230 114,739	26 17,018
164	15	324	-	399	114,969	17,044
						1,729
						8,232
		-	-	-	-	9,961
164	15	324	-	399	114,969	7,083
-	-	-	-	-	-	-
164	15	324		399	114,969	7,083
57,592	5,307	63,709	1,431	139,640		
57,756	5,322	64,033	1,431	140,039	114,969	7,083

(Continued)

**CITY OF SHELTON, CONNECTICUT**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES (DEFICITS) - NON-MAJOR GOVERNMENTAL FUNDS, (Continued)  
For the Year Ended June 30, 2024

	<b>Special Revenue</b>			
	<b>DUI Grant</b>	<b>Senior Center</b>	<b>Homeland Security Grant</b>	<b>Recreation Path Grants</b>
<b>Revenues:</b>				
Intergovernmental	\$			
Charges for services				
Investment income		1,182		3
Other		636		
<b>Total revenues</b>	\$ -	1,818	-	3
<b>Expenditures:</b>				
Public safety	\$			
Public works				
Culture and recreation		6,750		
Education				
Other	112			
<b>Total expenditures</b>	\$ 112	6,750	-	-
<b>Revenue over (under) expenditures</b>	\$ (112)	(4,932)	-	3
<b>Other financing sources:</b>				
Transfer in from other funds	\$			
Transfer out from other funds				
<b>Total other financing sources</b>	\$ -	-	-	-
<b>Changes in fund balances (deficits)</b>	\$ (112)	(4,932)		3
<b>Fund balances (deficits) - beginning</b>	(35,323)	71,228	(26,236)	966
<b>Fund balances (deficits) - ended</b>	<u><u>\$ (35,435)</u></u>	<u><u>66,296</u></u>	<u><u>(26,236)</u></u>	<u><u>969</u></u>

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Special Revenue				
COPS TECH Earmark	Housatonic River Estuary	Dog Fund	School Lunch	Educational Grants
			1,373,209	4,001,696
227	5	32	1,579,724	
227	5	32	2,952,933	4,001,696
			2,660,811	4,443,442
-	-	-	2,660,811	4,443,442
227	5	32	292,122	(441,746)
			-	-
227	5	32	292,122	(441,746)
79,412	2,061	1,697	696,563	158,916
79,639	2,066	1,729	988,685	(282,830)

**CITY OF SHELTON, CONNECTICUT**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES (DEFICITS) - NON-MAJOR GOVERNMENTAL FUNDS, (Continued)  
For the Year Ended June 30, 2024

	<b>Special Revenue</b>		
	<b>Tech Repair</b>	<b>Summer School</b>	<b>School Rental</b>
<b>Revenues:</b>			
Intergovernmental	\$		
Charges for services	43,888	20,694	123,254
Investment income		151	62
Other			
<b>Total revenues</b>	<b>\$ 43,888</b>	<b>20,845</b>	<b>123,316</b>
<b>Expenditures:</b>			
Public safety	\$		
Public works			
Culture and recreation			
Education	60,038	88,333	61,006
Other			
<b>Total expenditures</b>	<b>\$ 60,038</b>	<b>88,333</b>	<b>61,006</b>
<b>Revenue over (under) expenditures</b>	<b>\$ (16,150)</b>	<b>(67,488)</b>	<b>62,310</b>
<b>Other financing sources:</b>			
Transfer in from other funds	\$		
Transfer out from other funds			
<b>Total other financing sources</b>	<b>\$ -</b>	<b>-</b>	<b>-</b>
<b>Changes in fund balances (deficits)</b>	<b>\$ (16,150)</b>	<b>(67,488)</b>	<b>62,310</b>
<b>Fund balances (deficits) - beginning</b>	<b>41,720</b>	<b>(153,959)</b>	<b>(166,494)</b>
<b>Fund balances (deficits) - ended</b>	<b>\$ 25,570</b>	<b>(221,447)</b>	<b>(104,184)</b>

Special Revenue						
Comp Voice Stress Analyzer	Other Education Programs	Youth Services	Town Clerk	Conservation Commission	Police PVET Grant	Special Revenue Funds
						7,438,849
		25				1,804,022
33	95	37	4,001	15		10,526
	763	23,378	144,416	144		301,258
33	858	23,440	148,417	159	-	9,554,655
-		8,230				859,908
-			122,508			566,374
-						6,750
-	393					8,278,942
-		3,155				50,848
-	393	11,385	122,508	-	-	9,762,822
33	465	12,055	25,909	159	-	(208,167)
						-
						-
-	-	-	-	-	-	-
33	465	12,055	25,909	159		(208,167)
1,088	38,849	91,025	281,458	840	(885)	2,503,576
1,121	39,314	103,080	307,367	999	(885)	2,295,409

(Continued)

**CITY OF SHELTON, CONNECTICUT**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES (DEFICITS) - NON-MAJOR GOVERNMENTAL FUNDS, (Continued)  
For the Year Ended June 30, 2024

	<b>Permanent Funds</b>			
	Edward C. Finn Scholarship	David Clark Scholarship	Paul Gerst Memorial	Lucy Beard
<b>Revenues:</b>				
Intergovernmental	\$			
Charges for services				
Investment income	30	12	13	23
Other				
<b>Total revenues</b>	\$ 30	12	13	23
<b>Expenditures:</b>				
Public safety	\$			
Public works				
Culture and recreation				
Education				
Other				
<b>Total expenditures</b>	\$ -	-	-	-
<b>Revenue over (under) expenditures</b>	\$ 30	12	13	23
<b>Other financing sources:</b>				
Transfer in from other funds	\$			
Transfer out from other funds				
<b>Total other financing sources</b>	\$ -	-	-	-
<b>Changes in fund balances (deficits)</b>	\$ 30	12	13	23
<b>Fund balances (deficits) - beginning</b>	1,721	666	726	1,311
<b>Fund balances (deficits) - ended</b>	\$ 1,751	678	739	1,334

<b>Permanent Funds</b>				
<u>Hanson Edwards Legacy</u>	<u>War Memorial Scholarship</u>	<u>Mary &amp; Charles Lavietes Memorial</u>	<u>Total Permanent Funds</u>	<u>Nonmajor Governmental Funds</u>
				7,438,849
				1,804,022
19	584	9	690	11,216
				301,258
19	584	9	690	9,555,345
			-	859,908
			-	566,374
	1,000		1,000	7,750
			-	8,278,942
			-	50,848
-	1,000	-	1,000	9,763,822
19	(416)	9	(310)	(208,477)
				-
				-
-	-	-	-	-
19	(416)	9	(310)	(208,477)
1,050	33,382	483	39,339	2,542,915
1,069	32,966	492	39,029	2,334,438

W.P.C.A.  
 COMBINING STATEMENT OF NET FUND POSITION  
 For The Year Ended June 30, 2024

	Operating	Capital Reserve	Total
<b>Assets:</b>			
Current assets:			
Cash and cash equivalents	\$		-
Receivables, net of allowance	38,225	61,560	99,785
Due from other funds	81,992	2,806,262	2,888,254
<b>Total current assets</b>	<b>\$ 120,217</b>	<b>2,867,822</b>	<b>2,988,039</b>
Noncurrent assets:			
Capital assets, not being depreciated	\$ 462,669		462,669
Capital assets, net of accumulated depreciation	32,842,469		32,842,469
<b>Total noncurrent assets</b>	<b>\$ 33,305,138</b>	<b>-</b>	<b>33,305,138</b>
<b>Total assets</b>	<b>\$ 33,425,355</b>	<b>2,867,822</b>	<b>36,293,177</b>
<b>Liabilities:</b>			
Current liabilities:			
Accounts payable and accrued liabilities	\$ 471,544		471,544
Due to other funds			-
Payments in advance	166,469		166,469
Notes payable - current	1,071,009		1,071,009
<b>Total current liabilities</b>	<b>\$ 1,709,022</b>	<b>-</b>	<b>1,709,022</b>
Noncurrent liabilities:			
Notes payable, less current portion	\$ 3,418,618		3,418,618
<b>Total noncurrent liabilities</b>	<b>\$ 3,418,618</b>	<b>-</b>	<b>3,418,618</b>
<b>Total liabilities</b>	<b>\$ 5,127,640</b>	<b>-</b>	<b>5,127,640</b>
<b>Net position:</b>			
Invested in capital assets, net of related debt	\$ 28,815,511		28,815,511
Unrestricted	(517,796)	2,867,822	2,350,026
<b>Total net position</b>	<b>\$ 28,297,715</b>	<b>2,867,822</b>	<b>31,165,537</b>



W.P.C.A.

## COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET FUND POSITION

For the Year Ended June 30, 2024

	Operating	Capital Reserve	Total
<b>Operating revenues:</b>			
Charges for services	\$ 3,067,933		3,067,933
Other revenues	16,850	240,061	256,911
<b>Total operating revenues</b>	<u>\$ 3,084,783</u>	<u>240,061</u>	<u>3,324,844</u>
<b>Operating expenses:</b>			
Salaries and benefits	\$ 1,424,189		1,424,189
Materials and supplies	142,497		142,497
Utilities	430,586		430,586
Depreciation	1,603,870		1,603,870
Administration and operation	1,442,333	85,793	1,528,126
<b>Total operating expenses</b>	<u>\$ 5,043,475</u>	<u>85,793</u>	<u>5,129,268</u>
<b>Operating income</b>	<u>\$ (1,958,692)</u>	<u>154,268</u>	<u>(1,804,424)</u>
<b>Nonoperating revenues (expense):</b>			
Interest expense	\$ (101,200)		(101,200)
<b>Total nonoperating revenues (expense)</b>	<u>\$ (101,200)</u>	<u>-</u>	<u>(101,200)</u>
<b>Transfers to (from) other funds:</b>			
Transfers from general fund - debt	\$ 1,151,019		1,151,019
Transfers to capital reserve	(282,117)	282,117	-
<b>Total transfers to (from) other funds</b>	<u>\$ 868,902</u>	<u>282,117</u>	<u>1,151,019</u>
<b>Changes in fund net position</b>	<u>\$ (1,190,990)</u>	<u>436,385</u>	<u>(754,605)</u>
<b>Fund net position - beginning</b>	<u>29,488,705</u>	<u>2,431,437</u>	<u>31,920,142</u>
<b>Fund net position - ending</b>	<u><u>\$ 28,297,715</u></u>	<u><u>2,867,822</u></u>	<u><u>31,165,537</u></u>

W.P.C.A REVENUES, EXPENDITURES AND OTHER FINANCING USES -  
 BUDGETARY BASIS - BUDGET AND ACTUAL  
 For the Year Ended June 30, 2024

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance With Final Budget Positive/ (Negative)
	Original	Final		
<b>Operating revenues:</b>				
Charges for services	\$ 3,490,463	3,490,463	3,067,933	(422,530)
Miscellaneous	1,000	1,000	16,850	15,850
<b>Total operating revenues</b>	<b>\$ 3,491,463</b>	<b>3,491,463</b>	<b>3,084,783</b>	<b>(406,680)</b>
<b>Operating expenses:</b>				
Salaries and benefits	\$ 1,429,173	1,429,173	1,424,189	(4,984)
Supplies and chemicals	151,888	151,888	142,497	(9,391)
Utilities	431,000	431,000	430,586	(414)
Administration and operation	1,479,402	1,479,402	1,517,333	37,931
<b>Total operating expenses</b>	<b>\$ 3,491,463</b>	<b>3,491,463</b>	<b>3,514,605</b>	<b>23,142</b>
<b>Total operating income, budgetary basis</b>	<b>\$ -</b>	<b>-</b>	<b>(429,822)</b>	
Beginning operating fund balance			119,143	
Transfer surplus reserve to capital			(207,117)	
Ended operating fund balance			<u><u>\$ (517,796)</u></u>	

INTERNAL SERVICE FUNDS  
 COMBINING STATEMENT OF NET FUND POSITION  
 June 30, 2023

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	Workers' Compensation Fund	Medical Insurance Fund	Total
<b>Assets:</b>			
Current assets:			
Cash and cash equivalents	\$		-
Investments		596,315	596,315
Other receivables		411,643	411,643
Due from other funds		277,755	277,755
<b>Total assets</b>	\$ -	1,285,713	1,285,713
<b>Liabilities:</b>			
Current liabilities:			
Accounts payable and accrued liabilities	\$ 7,913		7,913
Due to other funds	3,047,568	1,711,643	4,759,211
<b>Total current liabilities</b>	\$ 3,055,481	1,711,643	4,767,124
Noncurrent liabilities:			
Claims incurred but not reported	\$ 2,189,400	1,583,729	3,773,129
<b>Total liabilities</b>	\$ 5,244,881	3,295,372	8,540,253
<b>Net position:</b>			
Unrestricted	\$ (5,244,881)	(2,009,659)	(7,254,540)
<b>Total net position</b>	\$ (5,244,881)	(2,009,659)	(7,254,540)

## INTERNAL SERVICE FUNDS

## COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET FUND POSITION

For the Year Ended June 30, 2024

	Workers' Compensation Fund	Medical Insurance Fund	Total
<b>Operating revenues:</b>			
Employer contribution	\$ 1,350,000	14,460,525	15,810,525
Employee contribution			-
Other			-
<b>Total operating revenues</b>	<u>\$ 1,350,000</u>	<u>14,460,525</u>	<u>15,810,525</u>
<b>Operating expenses:</b>			
Administrative	\$ 189,288		189,288
Salaries, benefits, and claims	<u>2,150,270</u>	<u>15,343,016</u>	<u>17,493,286</u>
<b>Total operating expenses</b>	<u>\$ 2,339,558</u>	<u>15,343,016</u>	<u>17,682,574</u>
<b>Operating income (loss)</b>	<u>\$ (989,558)</u>	<u>(882,491)</u>	<u>(1,872,049)</u>
<b>Nonoperating revenues (expenses):</b>			
Net gain(loss) on investments	\$ -	34,027	34,027
<b>Total nonoperating revenues (expenses)</b>	<u>\$ -</u>	<u>34,027</u>	<u>34,027</u>
<b>Changes in fund net position</b>	<u>\$ (989,558)</u>	<u>(848,464)</u>	<u>(1,838,022)</u>
<b>Fund net position, beginning</b>	<u>(4,255,323)</u>	<u>(1,161,195)</u>	<u>(5,416,518)</u>
<b>Fund net position, ended</b>	<u><u>\$ (5,244,881)</u></u>	<u><u>(2,009,659)</u></u>	<u><u>(7,254,540)</u></u>

INTERNAL SERVICE FUNDS  
 COMBINING STATEMENT OF CASH FLOWS  
 June 30, 2023

	Workers' Compensation Fund	Medical Insurance Fund	Total
<b>Cash flows from operating activities:</b>			
Receipts from customers and users	\$ 1,350,000	14,563,391	15,913,391
Payments for benefits	(1,350,000)	(14,597,418)	(15,947,418)
<b>Net cash provided by (used in) operating activities</b>	\$ -	(34,027)	(34,027)
<b>Cash flows from noncapital and related financing activities:</b>			
Transfers in and payments made through governmental activities	\$		
<b>Net cash provided by (used in) noncapital and related financing activities</b>	\$ -	-	-
<b>Cash flows from investing activities:</b>			
Interest received on investments	\$	34,027	34,027
<b>Net cash provided by (used in) investing activities</b>	\$ -	34,027	34,027
<b>Net increase (decrease) in cash and cash equivalents</b>	\$		
<b>Cash and cash equivalents, beginning</b>			
<b>Cash and cash equivalents, ended</b>	\$ -	-	-
<b>Reconciliation of operating income to net cash provided by (used in) operating activities:</b>			
Change in net fund position	\$ (989,558)	(882,491)	(1,872,049)
Adjustment to reconcile operating income to net cash provided by (used in) operating activities:			
Change in assets and liabilities:			
(Increase) decrease in other receivables		136,893	136,893
(Increase) decrease in investments		(34,027)	(34,027)
(Decrease) increase in interfund payable	821,625	1,163,108	1,984,733
(Decrease) increase in claims payable	167,933	(417,510)	(249,577)
<b>Net increase (decrease) in cash and cash equivalents</b>	\$ -	(34,027)	(34,027)

**CITY OF SHELTON, CONNECTICUT**

CUSTODIAL ACCOUNTS  
COMBINING STATEMENT OF NET POSITION  
June 30, 2024

	Servicemen's Christmas Fund	DWI Fund	Dog Pound Trust Fund	Police Department Pistol Range
<b>Assets:</b>				
Cash and cash equivalents	\$ 11,716	452	2,249	1,086
<b>Total assets</b>	<u>\$ 11,716</u>	<u>452</u>	<u>2,249</u>	<u>1,086</u>
<b>Liabilities:</b>				
Due to other funds	\$			
<b>Total liabilities</b>	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net position:</b>				
Held in deposit for employees	\$		2,249	1,086
Held in deposit for contractors	11,716			
Held in deposit for organizations		452		
Held in deposit for students				
<b>Total net position</b>	<u>\$ 11,716</u>	<u>452</u>	<u>2,249</u>	<u>1,086</u>

Municipal Parking Lot Improvements	Shelton Park Commission	Gazebo Fund	Project D.A.R.E.	Youth Service Bureau	Constitution Park Donations	Local Schools	Student Activity	Special Response Team
1,458	3,146	64,259	55	837	6,064	2,223	453,619	2,853
1,458	3,146	64,259	55	837	6,064	2,223	453,619	2,853
		85						
-	-	85	-	-	-	-	-	-
		64,174		837				2,853
1,458	3,146		55		6,064	2,223	453,619	
1,458	3,146	64,174	55	837	6,064	2,223	453,619	2,853

(Continued)

**CITY OF SHELTON, CONNECTICUT**

CUSTODIAL ACCOUNTS  
COMBINING STATEMENT OF NET POSITION  
June 30, 2024

	O Smith Police Equipment	Anti- Blight	Shelton Dog Park	Animal Shelter Donations	Argraves AHO
<b>Assets:</b>					
Cash and cash equivalents	\$ 7,078	52,694	68	120,234	6,708
<b>Total assets</b>	<u>\$ 7,078</u>	<u>52,694</u>	<u>68</u>	<u>120,234</u>	<u>6,708</u>
<b>Liabilities:</b>					
Due to other funds	\$				
<b>Total liabilities</b>	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net position:</b>					
Held in deposit for employees	\$ 7,078			120,234	
Held in deposit for contractors		52,694			
Held in deposit for organizations			68		6,708
Held in deposit for students					
<b>Total net position</b>	<u>\$ 7,078</u>	<u>52,694</u>	<u>68</u>	<u>120,234</u>	<u>6,708</u>



Security	Lane Street	SWEROC	Sewer Escrows	Reservoir Associates	Union Highway Pension Escrow	Turro Sewer Assessment	P and Z Developer Bonds	Total
4,234	24,007	2,157	1,645	86,283	9,790	7,471	503,944	1,376,330
4,234	24,007	2,157	1,645	86,283	9,790	7,471	503,944	1,376,330
							1,414	1,499
-	-	-	-	-	-	-	1,414	1,499
					9,790		502,530	710,831
4,234	24,007	2,157	1,645	86,283		7,471		68,212
								142,169
								453,619
4,234	24,007	2,157	1,645	86,283	9,790	7,471	502,530	1,374,831

**CITY OF SHELTON, CONNECTICUT**

CUSTODIAL ACCOUNTS  
 COMBINING STATEMENT OF CHANGES IN NET POSITION  
 For the Year Ended June 30, 2024

	Servicemen's Christmas Fund	DWI Fund	Dog Pound Trust Fund	Police Department Pistol Range	Municipal Parking Lot Improvements
<b>Additions:</b>					
Contributions	\$				
Other					
<b>Total contributions</b>	\$ -	-	-	-	-
<b>Investment earnings:</b>					
Net (decrease) in fair value	\$				
Interest and dividends	202	8	39	19	25
Less: investment expense					
<b>Total investment earnings</b>	\$ 202	8	39	19	25
<b>Deductions:</b>					
Other	\$ -	-	-	-	
<b>Total deductions</b>	\$ -	-	-	-	-
<b>Change in net position</b>	\$ 202	8	39	19	25
<b>Net position - beginning</b>	11,514	444	2,210	1,067	1,433
<b>Net position - ended</b>	<u>\$ 11,716</u>	<u>452</u>	<u>2,249</u>	<u>1,086</u>	<u>1,458</u>

<u>Shelton Park Commission</u>	<u>Gazebo Fund</u>	<u>Project D.A.R.E.</u>	<u>Youth Services Bureau Donation</u>	<u>Constitution Park Donations</u>	<u>Local Schools</u>	<u>Student Activity</u>	<u>Special Response Team</u>
		-	-	-	-	-	-
	6,400	-	-	105	-	915,072	49
-	6,400	-	-	105	-	915,072	49
54	939		15		38		
54	939	-	15	-	38	-	-
	6,860				-	970,658	-
-	6,860	-	-	-	-	970,658	-
54	479	-	15	105	38	(55,586)	49
3,092	63,695	55	822	5,959	2,185	509,205	2,804
3,146	64,174	55	837	6,064	2,223	453,619	2,853

(Continued)

**CITY OF SHELTON, CONNECTICUT**

PRIVATE PURPOSE TRUST FUNDS  
COMBINING STATEMENT OF CHANGES IN NET POSITION  
For the Year Ended June 30, 2024

	O Smith Police Equipment	Anti- Blight	Shelton Dog Park	Animal Shelter Donations	Argraves AHO
<b>Additions:</b>					
Contributions					-
Other	4,325			14,438	6,592
<b>Total contributions</b>	<u>4,325</u>	<u>-</u>	<u>-</u>	<u>14,438</u>	<u>6,592</u>
<b>Investment earnings:</b>					
Net (decrease) in fair value					
Interest and dividends	88	909	2	1,953	116
Less: investment expense					
<b>Total investment earnings</b>	<u>88</u>	<u>909</u>	<u>2</u>	<u>1,953</u>	<u>116</u>
<b>Deductions:</b>					
Other	2,000	-	-		
<b>Total deductions</b>	<u>2,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Change in net position</b>	2,413	909	2	16,391	6,708
<b>Net position - beginning</b>	<u>4,665</u>	<u>51,785</u>	<u>66</u>	<u>103,843</u>	<u>-</u>
<b>Net position - ending</b>	<u><u>7,078</u></u>	<u><u>52,694</u></u>	<u><u>68</u></u>	<u><u>120,234</u></u>	<u><u>6,708</u></u>

Security	Lane Street	SWEROC	Sewer Escrows	Reservoir Associates	Union Highway Pension Escrow	Turro Sewer Assessment	P and Z Developer Bonds	Total
-	-	-	-	-	-	-	3,016	949,997
-	-	-	-	-	-	-	3,016	949,997
73	414	37	29	1,487	169	129	1,461	8,206
73	414	37	29	1,487	169	129	1,461	8,206
-	-	-	-	-	-	-	-	979,518
-	-	-	-	-	-	-	-	979,518
73	414	37	29	1,487	169	129	4,477	(21,315)
4,161	23,593	2,120	1,616	84,796	9,621	7,342	498,053	-
4,234	24,007	2,157	1,645	86,283	9,790	7,471	502,530	1,396,146
4,234	24,007	2,157	1,645	86,283	9,790	7,471	502,530	1,374,831

**CITY OF SHELTON, CONNECTICUT**

**SCHEDULE OF PROPERTY TAXES LEVIED, COLLECTED AND OUTSTANDING**  
For the Year Ended June 30, 2024

Grand List Year	Uncollected Balance & New Levy July 1, 2023	Lawful Corrections		(Transfers to) Recoveries From Suspense	Balance to be Collected
		Increases	Decreases		
2008	7,031		(6,755)	163	439
2009	15,099			487	15,586
2010	16,361			790	17,151
2011	14,898			1,164	16,062
2012	21,735			888	22,623
2013	34,286			592	34,878
2014	49,571			281	49,852
2015	73,687			2,718	76,405
2016	115,263			3,851	119,114
2017	149,322	410		6,501	156,233
2018	218,325	7,253	(78)	845	226,345
2019	335,904	9,088	(769)	(19,319)	324,904
2020	542,132	38,068	(3,137)	(15,893)	561,170
2021	1,145,274	46,571	(127,628)	(6,095)	1,058,122
Total	\$ 2,738,888	101,390	(138,367)	(23,027)	2,678,884
2022	105,939,979	1,336,366	(700,998)	(3,293)	106,572,054
Total	\$ 108,678,867	1,437,756	(839,365)	(26,320)	109,250,938

Collections				Uncollected Balance June 30, 2024
Taxes	Interest	Lien Fees	Total	
439	4,742	72	5,253	-
1,252	2,174	48	3,474	14,334
1,733	3,790	48	5,571	15,418
1,244	3,117	81	4,442	14,818
2,528	1,988	48	4,564	20,095
7,445	2,143	140	9,728	27,433
11,647	16,819	107	28,573	38,205
15,884	19,281	120	35,285	60,521
42,154	26,867	248	69,269	76,960
31,298	47,842	276	79,416	124,935
24,694	20,501	230	45,425	201,651
71,279	34,411	639	106,329	253,625
181,487	67,867	1,637	250,991	379,683
461,990	128,147	3,555	593,692	596,132
855,074	379,689	7,249	1,242,012	1,823,810
105,308,658	275,275	3,943	105,587,876	1,263,396
106,163,732	654,964	11,192	106,829,888	3,087,206

CITY OF SHELTON, CONNECTICUT

**SCHEDULE OF DEBT LIMITATION**  
**For the Year Ended June 30, 2024**

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	<u>General Purpose</u>
<b>Debt limitation:</b>	
2 1/4 times base	\$ 228,615,960
4 1/2 times base	
3 3/4 times base	
3 1/4 times base	
3 times base	
7 times base	
	<hr/>
<b>Total debt limitation</b>	<b>\$ 228,615,960</b>
<b>Indebtedness:</b>	
Bonds payable	\$
Bonds authorized and unissued	
	<hr/>
<b>Total indebtedness</b>	<b>\$ -</b>
<b>Less: School construction grants receivable</b>	<b>-</b>
	<hr/>
<b>Total indebtedness of the City</b>	<b>\$ -</b>
<b>Debt limitation in excess of outstanding and authorized debt</b>	<b>\$ 228,615,960</b>



Total tax collections (including interest and lien fees)  
for the year ended June 30, 2024 \$ 106,829,888

Reimbursement for revenue loss on:  
Elderly Tax Relief - Freeze -

**Base** \$ 106,829,888

<u>Schools</u>	<u>Sewers</u>	<u>Urban Renewal</u>	<u>Pension Bonding</u>	<u>Total Debt</u>
480,734,496	400,612,080	347,197,136	320,489,664	747,809,216
<u>480,734,496</u>	<u>400,612,080</u>	<u>347,197,136</u>	<u>320,489,664</u>	<u>747,809,216</u>
-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>480,734,496</u>	<u>400,612,080</u>	<u>347,197,136</u>	<u>320,489,664</u>	<u>747,809,216</u>