

**TOWN OF SUFFIELD, CONNECTICUT**

**FINANCIAL STATEMENTS**

**AS OF AND FOR THE YEAR ENDED  
JUNE 30, 2023**

**TOWN OF SUFFIELD, CONNECTICUT**  
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**INDEPENDENT AUDITOR'S REPORT**

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## INDEPENDENT AUDITOR'S REPORT

To the Board of Finance  
Town of Suffield, Connecticut

### Report on the Audit of the Financial Statements

#### *Opinions*

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

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

#### *Basis for Opinions*

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

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

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

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

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

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

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

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

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

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

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 4 through 14 and the information on pages 67 through 78 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### ***Supplementary Information***

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

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

In accordance with *Government Auditing Standards*, we have also issued our report dated February 27, 2024, on our consideration of the Town's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Town's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Town's internal control over financial reporting and compliance.

*Mahoney Sabol + Company, LLP*

Certified Public Accountants  
Glastonbury, Connecticut  
February 27, 2024

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**MANAGEMENT'S DISCUSSION AND ANALYSIS**

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**TOWN OF SUFFIELD, CONNECTICUT**  
MANAGEMENTS DISCUSSION AND ANALYSIS (UNAUDITED)  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2023

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The management of the Town of Suffield, Connecticut, (the Town) offers the readers of its financial statements this narrative overview and analysis of the financial activities of the Town for the fiscal year ended June 30, 2023.

**HIGHLIGHTS**

- The assets and deferred outflows of resources of the Town exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$137,695,001 (net position). Of this amount, \$15,204,170 represents the Town's unrestricted net position. The unrestricted net position represents the amounts available to meet the Town's ongoing obligations to citizens and creditors.
- The Town's total net position increased by \$5,177,237 during the current fiscal year.
- As of the close of the current fiscal year, the Town's governmental funds reported combined ending fund balances of \$26,863,882, an increase of \$3,291,305 in comparison with the prior year. Of this amount \$22,845,459 or 85.0% is considered unrestricted (committed, assigned or unassigned) and is available for spending at the Town's discretion.
- At the close of the current fiscal year, unassigned fund balance of the General Fund was \$9,501,602 or 14.5% of the Town's fiscal year 2024 General Fund budgetary expenditure appropriations. Expressed another way, unassigned fund balance for the General Fund is sufficient to cover approximately 1.74 months of the Town's General Fund budgetary expenditures.

**OVERVIEW OF THE FINANCIAL STATEMENTS**

This discussion and analysis is intended to serve as an introduction to the Town's basic financial statements. The Town's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

**Government-wide Financial Statements**

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

The statement of net position presents information on all of the Town's assets, deferred outflows and inflows of resources, and liabilities, with net position as the residual of these elements. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Town is improving or deteriorating.

**TOWN OF SUFFIELD, CONNECTICUT**  
MANAGEMENTS DISCUSSION AND ANALYSIS (UNAUDITED) *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2023

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

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

The statement of activities presents information showing how the Town's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will result in cash flows in future fiscal periods.

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

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

**Fund Financial Statements**

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Town uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Town can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

***Governmental Funds***

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

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

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

The basic governmental fund financial statements can be found on pages 17 through 21 of this report.

**TOWN OF SUFFIELD, CONNECTICUT**  
MANAGEMENTS DISCUSSION AND ANALYSIS (UNAUDITED) *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2023

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

**Fund Financial Statements *(Continued)***

***Proprietary Funds***

Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The Town uses enterprise funds to account for its sewer operations. Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail.

Internal service funds are an accounting device used to accumulate and allocate costs internally among the Town's various functions. The Town uses an internal service fund to account for its risk management activities. Because this service predominantly benefits governmental rather than business-type functions it has been included within governmental activities in the government-wide financial statements.

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

***Fiduciary Funds***

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

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

**Notes to the Financial Statements**

The notes to the financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 27 through 66 of this report.

**Other Information**

In addition to the basic financial statements and accompanying notes, this report also contains required supplementary information which can be found on pages 67 through 78 of this report, and combining fund and individual fund statements and schedules, which can be found on pages 79 through 99 of this report.

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

**Net Position**

Over time, net position may serve as one measure of a government's financial position. The Town's total net position (governmental and business-type activities combined) totaled \$137,695,001 as of June 30, 2023 and \$132,517,764 as of June 30, 2022.

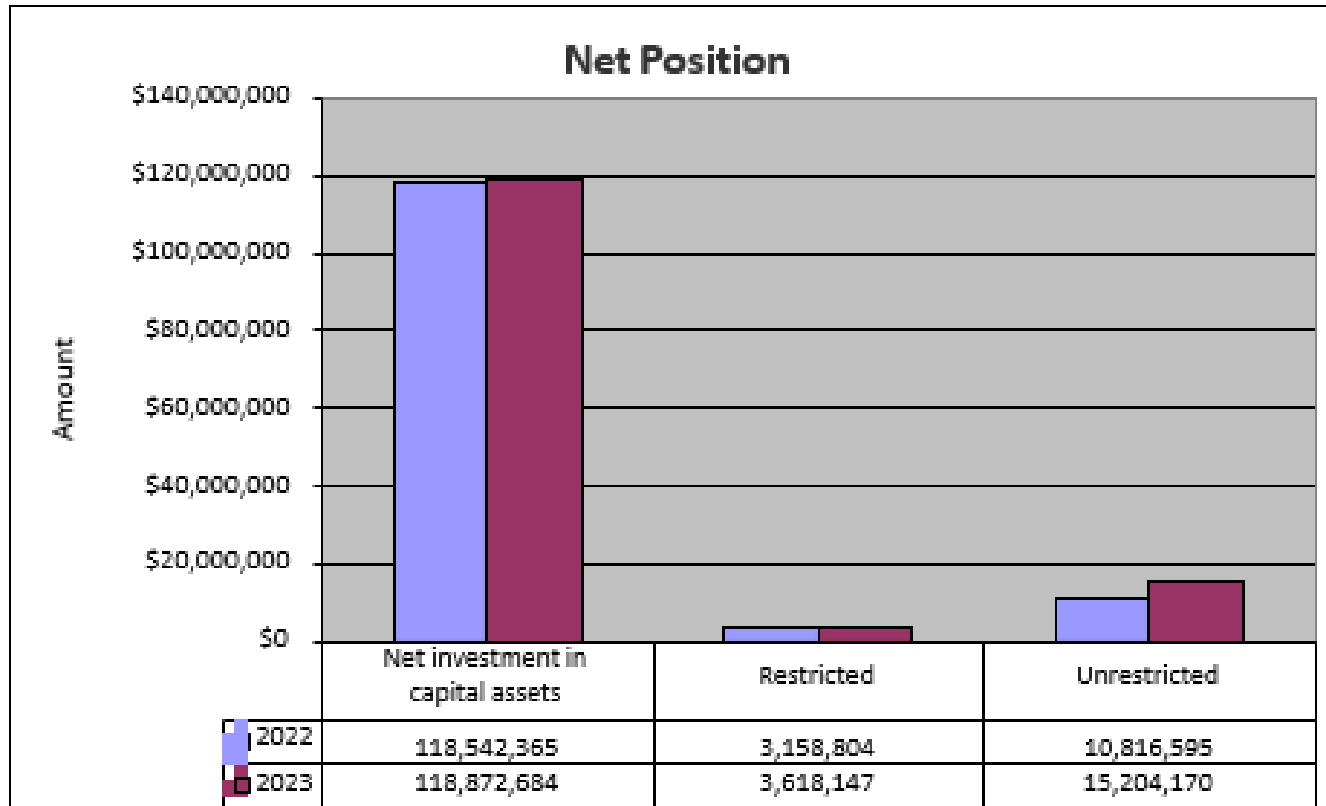
**TOWN OF SUFFIELD, CONNECTICUT**  
**MANAGEMENTS DISCUSSION AND ANALYSIS (UNAUDITED) (Continued)**  
**AS OF AND FOR THE YEAR ENDED JUNE 30, 2023**

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

**Net Position (Continued)**

The Town's total net position as of June 30, 2023 and 2022 are summarized as follows:

	June 30, 2023			June 30, 2022		
	Governmental Activities	Business-type Activities	Total	Total	\$ Variance	% Variance
Current and other assets	\$ 37,487,912	\$ 3,819,551	\$ 41,307,463	\$ 35,157,032	\$ 6,150,431	17.5%
Capital assets	<u>120,341,334</u>	18,906,336	139,247,670	141,001,855	(1,754,185)	-1.2%
Total assets	<u>157,829,246</u>	22,725,887	180,555,133	176,158,887	4,396,246	2.5%
Deferred outflows of resources	<u>3,710,175</u>	-	3,710,175	6,389,760	(2,679,585)	-41.9%
Other liabilities	6,314,860	226,017	6,540,877	6,170,033	370,844	6.0%
Long-term liabilities	<u>37,262,162</u>	132,292	37,394,454	41,485,720	(4,091,266)	-9.9%
Total liabilities	<u>43,577,022</u>	358,309	43,935,331	47,655,753	(3,720,422)	-7.8%
Deferred inflows of resources	<u>2,634,976</u>	-	2,634,976	2,375,130	259,846	10.9%
Net position:						
Net investment in capital assets	100,098,640	18,774,044	118,872,684	118,542,365	330,319	0.3%
Restricted	3,618,147	-	3,618,147	3,158,804	459,343	14.5%
Unrestricted	<u>11,610,636</u>	3,593,534	15,204,170	10,816,595	4,387,575	40.6%
Total net position	<u>\$ 115,327,423</u>	\$ 22,367,578	\$ 137,695,001	\$ 132,517,764	\$ 5,177,237	3.9%



As of June 30, 2023, approximately 86.3% of the Town's net position reflects its investment in capital assets, less any related debt used to acquire those assets that is still outstanding. The Town uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Town's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources since the capital assets themselves cannot be used to liquidate these liabilities.



**TOWN OF SUFFIELD, CONNECTICUT**  
**MANAGEMENTS DISCUSSION AND ANALYSIS (UNAUDITED) (Continued)**  
**AS OF AND FOR THE YEAR ENDED JUNE 30, 2023**

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

**Net Position (Continued)**

As of June 30, 2023, approximately 2.6% of net position represents resources that are subject to external restrictions on how they may be used.

The remainder of the Town's net position is considered unrestricted. The Town's unrestricted net position increased by \$4,387,575 over the prior year while the Town's overall net position increased by \$5,177,237 over the prior year.

**Change in Net Position**

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

	June 30, 2023			June 30, 2022		
	Governmental Activities	Business-type Activities	Total	Total	\$ Variance	% Variance
<b>Revenues</b>						
Program revenues:						
Charges for services	\$ 4,471,899	\$ 3,315,793	\$ 7,787,692	\$ 7,805,812	\$ (18,120)	-0.2%
Operating grants and contributions	20,683,855	1,188	20,685,043	16,236,399	4,448,644	27.4%
Capital grants and contributions	966,160	-	966,160	1,659,000	(692,840)	-41.8%
General revenues:						
Property taxes, levied for general purposes	45,019,055	-	45,019,055	43,939,302	1,079,753	2.5%
Grants and contributions not restricted to specific programs	6,183,811	-	6,183,811	5,804,580	379,231	6.5%
Investment earnings	<u>1,357,004</u>	<u>54,731</u>	<u>1,411,735</u>	<u>(409,282)</u>	<u>1,821,017</u>	-444.9%
Total revenues	<u>78,681,784</u>	<u>3,371,712</u>	<u>82,053,496</u>	<u>75,035,811</u>	<u>7,017,685</u>	9.4%
<b>Expenses</b>						
General government	3,492,833	-	3,492,833	3,014,895	477,938	15.9%
Planning and development	419,374	-	419,374	374,472	44,902	12.0%
Public safety	7,665,161	-	7,665,161	7,650,234	14,927	0.2%
Public works	7,723,295	-	7,723,295	6,647,622	1,075,673	16.2%
Community services	3,202,810	-	3,202,810	2,983,939	218,871	7.3%
Education	51,171,468	-	51,171,468	46,732,926	4,438,542	9.5%
Interest expense	348,732	-	348,732	449,936	(101,204)	-22.5%
Sewers	-	<u>2,852,586</u>	<u>2,852,586</u>	<u>3,149,486</u>	<u>(296,900)</u>	-9.4%
Total expenses	<u>74,023,673</u>	<u>2,852,586</u>	<u>76,876,259</u>	<u>71,003,510</u>	<u>5,872,749</u>	8.3%
Changes in net position before transfers	4,658,111	519,126	5,177,237	4,032,301	1,144,936	28.4%
Transfers	<u>(103,415)</u>	<u>103,415</u>	-	-	-	-
Change in net position	<u>\$ 4,554,696</u>	<u>\$ 622,541</u>	<u>\$ 5,177,237</u>	<u>\$ 4,032,301</u>	<u>\$ 1,144,936</u>	28.4%

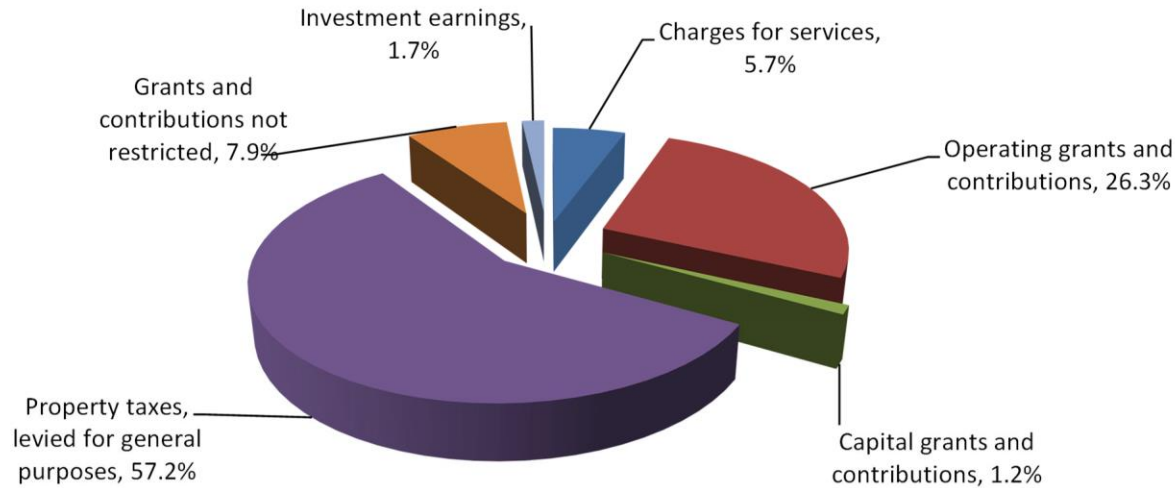
**TOWN OF SUFFIELD, CONNECTICUT**  
MANAGEMENTS DISCUSSION AND ANALYSIS (UNAUDITED) *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2023

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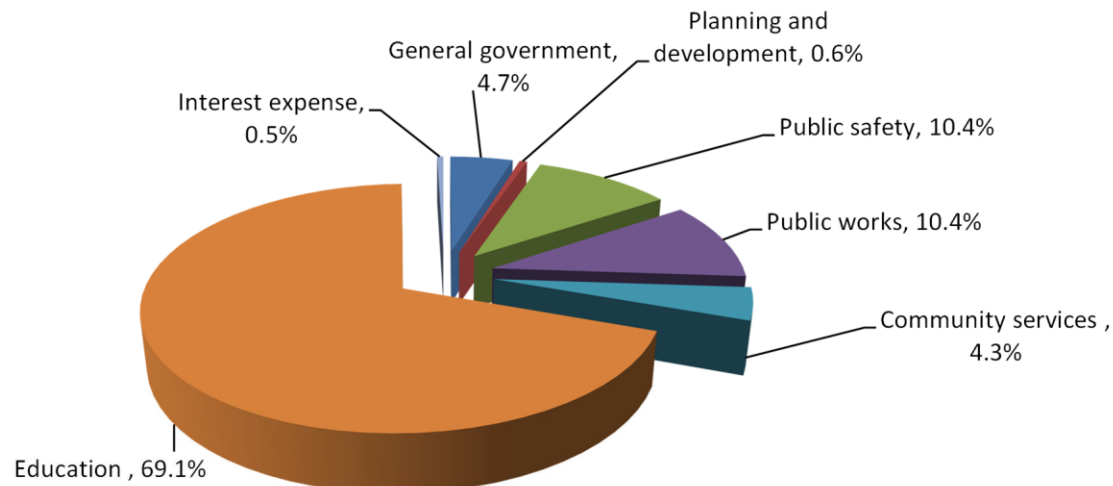
**GOVERNMENT-WIDE FINANCIAL ANALYSIS *(Continued)***

**Change in Net Position *(Continued)***

**2023 Revenue by Source -  
Governmental Activities**



**2023 Expenses by Function -  
Governmental Activities**

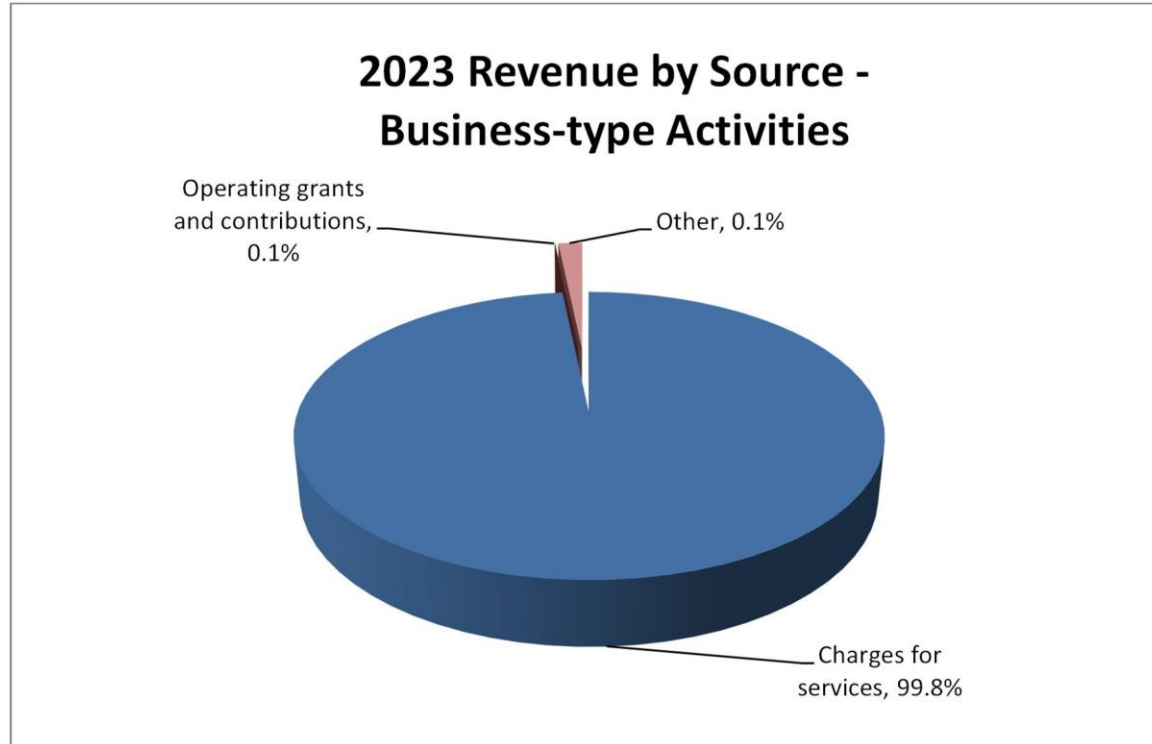


**TOWN OF SUFFIELD, CONNECTICUT**  
MANAGEMENTS DISCUSSION AND ANALYSIS (UNAUDITED) *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2023

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

**Change in Net Position *(Continued)***



Governmental activities increased the Town's net position by \$4,554,696. Business-type activities increased the Town's net position by \$622,541.

Revenues generated by the Town increased by \$7,017,685 or 9.4% over the prior year. Significant changes from prior year consisted of the following:

- an increase in operating contributions of approximately \$4.4 million driven by an increase of approximately \$4.0 million in pension and other post-employment benefit contributions recognized by the Town for its participation in the Connecticut Teachers' Retirement System. Although the Town is not liable for pension and other post-employment benefits provided by the Connecticut Teachers' Retirement System, the Town recognizes both revenues and expenses for the full pension and other post-employment benefit expenses that have been attributed to employees of the Town's School District.
- an increase in property taxes levied of approximately \$1.1 million or 2.5% to fund budgeted increases in town-wide and educational activities.
- an increase in investment earnings of approximately \$1.8 million due to increases in interest rates and overall gains on the Town's investments.

Expenses incurred by the Town increased by \$5,872,749 or 8.3% over the prior year. Significant changes from prior year consisted of the following:

- an increase in public works expenses of approximately \$1.1 million primarily due to an increase in depreciation expense and non-capitalized road and related infrastructure repairs and maintenance.

**TOWN OF SUFFIELD, CONNECTICUT**  
MANAGEMENTS DISCUSSION AND ANALYSIS (UNAUDITED) *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2023

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

**Change in Net Position *(Continued)***

- an increase in education expenses of approximately \$4.4 million primarily due to the \$4.0 million increase in non-cash pension and other post-employment benefits expenses recognized by the Town for its participation in the Connecticut Teachers' Retirement System.

**FINANCIAL ANALYSIS OF THE TOWN'S FUNDS**

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

**Governmental Funds**

The focus of the Town's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the Town's financing requirements. In particular, unassigned fund balance may serve as a useful measure of the Town's net resources available for spending at the end of the fiscal year. As of the end of the current fiscal year, the Town's governmental funds reported combined ending fund balances of \$26,863,882. Of this amount \$22,845,459 or 85.0% is considered unrestricted (committed, assigned or unassigned) and is available for spending at the Town's discretion.

**General Fund**

The General Fund is the chief operating fund of the Town. At the end of the current fiscal year, unassigned fund balance of the General Fund was \$9,501,602, while total fund balance was \$10,289,381. As a measure of the General Fund's liquidity, it may be useful to compare unassigned fund balance to total fund expenditures. Unassigned fund balance represents 14.5% of the Town's fiscal year 2024 General Fund budgetary appropriations. Expressed another way, unassigned fund balance for the General Fund is sufficient to cover approximately 1.74 months of the Town's General Fund budgetary expenditures.

The total fund balance of the Town's General Fund increased by \$2,114,111 during the current fiscal year. This increase was driven by an increase of approximately \$3.5 million in revenues and other financing sources over the prior year, offset by an increase of approximately \$274 thousand in expenditures and other financing sources over the prior year.

**Capital Projects Fund**

The fund balance of the Capital Projects Fund increased by \$1,093,471 during the current fiscal year. The increase was driven transfers in of approximately \$5.8 million, offset by current year capital outlays of approximately \$5.2 million.

**American Rescue Plan Fund**

The American Rescue Plan Fund was established to account for the receipt of grant funds provided by the American Rescue Plan Act. The Town allocated \$2.5 million of funds through its annual budgeting process and recognized grant revenues of approximately \$1.6 million based on allowable costs incurred.

**TOWN OF SUFFIELD, CONNECTICUT**  
MANAGEMENTS DISCUSSION AND ANALYSIS (UNAUDITED) *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2023

**GENERAL FUND BUDGETARY HIGHLIGHTS**

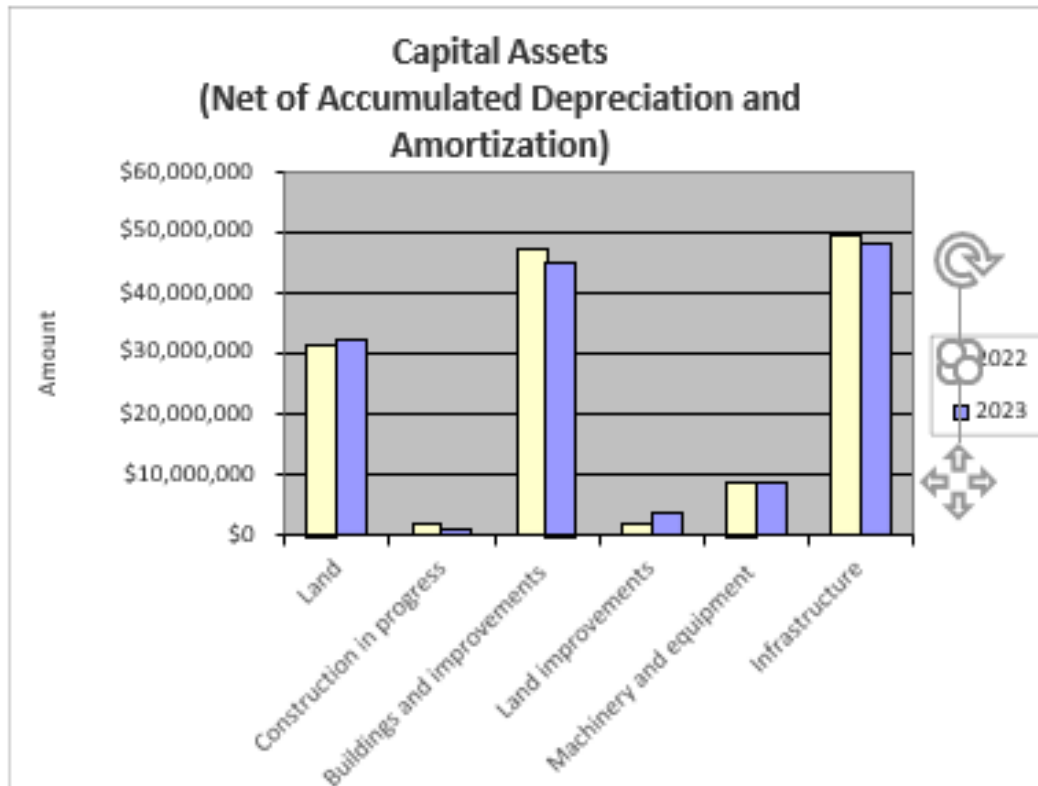
The original budget for the General Fund included the planned use of restricted fund balance in the amount of \$141,431. The Town authorized the use of prior year encumbrances in the amount of \$117,914 during the year, resulting in a planned use of fund balance in the amount of \$259,345. The actual net change in fund balance of the General Fund on a budgetary basis was an increase of \$1,752,943, resulting in a favorable budgetary variance of \$2,012,288. The budgetary surplus was due to a revenue surplus of \$1,843,186 combined with an expenditure surplus of \$169,102.

**CAPITAL ASSET AND DEBT ADMINISTRATION**

**Capital Assets**

The Town’s investment in capital assets as of June 30, 2023 and 2022 totaled \$139,247,670 and \$141,001,855. This investment in capital assets includes land, construction in progress, buildings and improvements, land improvements, furniture and equipment, and infrastructure. The decrease in the Town’s investment in capital assets for the current fiscal year was \$1,754,185 or 1.2%. The following table is a two-year comparison of the investment in capital assets:

	Governmental Activities		Business-Type Activities		Total	
	2023	2022	2023	2022	2023	2022
Land	\$ 16,306,872	\$ 15,604,234	\$ 16,038,335	\$ 16,038,335	\$ 32,345,207	\$ 31,642,569
Construction in progress	529,904	1,747,349	497,494	325,158	1,027,398	2,072,507
Buildings and improvements	44,455,852	46,627,690	594,737	645,307	45,050,589	47,272,997
Land improvements	3,846,618	1,771,678	-	-	3,846,618	1,771,678
Machinery and equipment	7,744,078	7,350,656	1,096,724	1,236,942	8,840,802	8,587,598
Infrastructure	47,458,010	48,864,316	679,046	790,190	48,137,056	49,654,506
<b>Totals</b>	<b>\$ 120,341,334</b>	<b>\$ 121,965,923</b>	<b>\$ 18,906,336</b>	<b>\$ 19,035,932</b>	<b>\$ 139,247,670</b>	<b>\$ 141,001,855</b>



Additional information on the Town’s capital assets can be found in Note 4 of this report.

**TOWN OF SUFFIELD, CONNECTICUT**  
MANAGEMENTS DISCUSSION AND ANALYSIS (UNAUDITED) *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2023

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

**Long-term Debt**

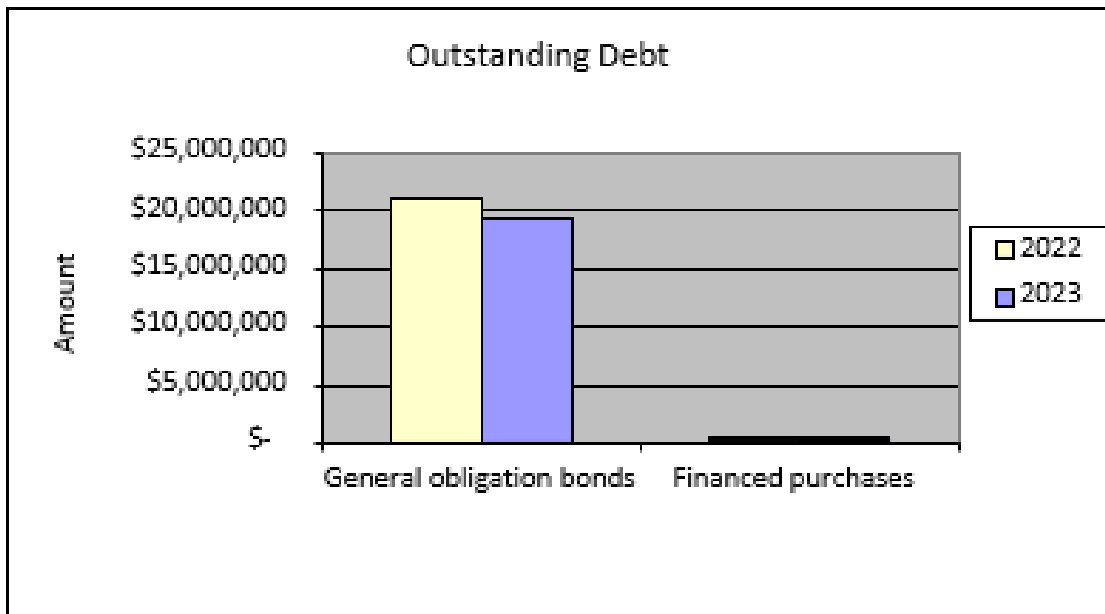
At the end of the current fiscal year, the Town had total long-term debt outstanding of \$19,484,562, consisting of general obligation bonds outstanding of \$19,280,000 and financed purchases of capital assets in the amount of \$204,562. This entire amount is comprised of debt backed by the full faith and credit of the Town. The Town's total long-term debt decreased by \$1,784,319 or 8.4% during the current fiscal year primarily due to scheduled debt service repayments.

The Town currently maintains a bond rating of AA+ by Standard & Poor's.

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

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

	Governmental Activities		Business-Type Activities		Total	
	2023	2022	2023	2022	2023	2022
General obligation bonds	\$ 19,280,000	\$ 20,950,000	\$ -	\$ -	\$ 19,280,000	\$ 20,950,000
Financed purchases	72,269	123,611	132,293	195,270	204,562	318,881
Totals	<u>\$ 19,352,269</u>	<u>\$ 21,073,611</u>	<u>\$ 132,293</u>	<u>\$ 195,270</u>	<u>\$ 19,484,562</u>	<u>\$ 21,268,881</u>



Additional information on the Town's long-term debt can be found in Note 8 of this report.

**TOWN OF SUFFIELD, CONNECTICUT**  
MANAGEMENTS DISCUSSION AND ANALYSIS (UNAUDITED) *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2023

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

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

- For purposes of calculating property tax revenues for fiscal year 2024, the assessor's grand list was used along with an estimated tax rate, and an estimated rate of collection, with deductions for taxes to be paid by the State on-behalf of certain taxpayers.
- The Town receives intergovernmental revenues from the State of Connecticut. Connecticut's economy moves in the same general cycle as the national economy, which from time to time will affect the amount of intergovernmental revenues the Town will receive.
- The State has established a minimum budget requirement (MBR) for budgeted education expenditures. The MBR prohibits towns from budgeting less for education than it did in the previous year unless, and within limits, the Town can demonstrate a decrease in school enrollment or savings through increased efficiencies. Any increases or decreases that the Town receives in its Education Cost Sharing grant will result in a corresponding increase or decrease in the Town's MBR.
- It is unknown how the weakened economy will impact real estate activity and related revenues collected by the Town Clerk, the Building Department and the amount of conveyance taxes and interest income.

All of these factors were considered in preparing the Town's budget for fiscal year 2024.

**REQUESTS FOR INFORMATION**

This financial report is designed to provide a general overview of the Town's finances for all those with an interest in the Town's finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the Finance Department, Town of Suffield, 83 Mountain Road, Suffield, Connecticut 06078.

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**BASIC FINANCIAL STATEMENTS**

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**TOWN OF SUFFIELD, CONNECTICUT**  
**STATEMENT OF NET POSITION**  
**AS OF JUNE 30, 2023**

	<b>Governmental Activities</b>	<b>Business-type Activities</b>	<b>Total</b>
<b>ASSETS</b>			
Cash and cash equivalents	\$ 26,796,419	\$ 3,242,824	\$ 30,039,243
Investments	6,329,598	-	6,329,598
Receivables:			
Property taxes and interest, net	1,846,988	-	1,846,988
Assessments and user charges, net	124,540	565,611	690,151
Grants and contracts	797,641	-	797,641
Loans	80,609	-	80,609
Other	1,493,053	5,180	1,498,233
Inventories	25,000	-	25,000
Internal balances	(5,936)	5,936	-
Capital assets:			
Non-depreciable	16,836,776	16,535,829	33,372,605
Depreciable, net	103,504,558	2,370,507	105,875,065
Total assets	<u>157,829,246</u>	<u>22,725,887</u>	<u>180,555,133</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Pension related	1,859,237	-	1,859,237
OPEB related	1,850,938	-	1,850,938
Total deferred outflows of resources	<u>3,710,175</u>	<u>-</u>	<u>3,710,175</u>
<b>LIABILITIES</b>			
Accounts payable	1,648,838	194,882	1,843,720
Accrued liabilities	1,032,792	31,135	1,063,927
Unearned revenue	3,633,230	-	3,633,230
Noncurrent liabilities:			
Due within one year	2,271,277	62,977	2,334,254
Due in more than one year	34,990,885	69,315	35,060,200
Total liabilities	<u>43,577,022</u>	<u>358,309</u>	<u>43,935,331</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
OPEB related	2,573,676	-	2,573,676
Advance property tax collections	61,300	-	61,300
Total deferred inflows of resources	<u>2,634,976</u>	<u>-</u>	<u>2,634,976</u>
<b>NET POSITION</b>			
Net investment in capital assets	100,098,640	18,774,044	118,872,684
Restricted for:			
Trust purposes	392,787	-	392,787
Grant and other programs	3,225,360	-	3,225,360
Unrestricted	11,610,636	3,593,534	15,204,170
Total net position	<u>\$ 115,327,423</u>	<u>\$ 22,367,578</u>	<u>\$ 137,695,001</u>

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

**TOWN OF SUFFIELD, CONNECTICUT**  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2023

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position			
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business - Type Activities	Total	
<b>Primary Government:</b>								
Governmental activities:								
General government	\$ 3,492,833	\$ 1,395,859	\$ 500,000	\$ -	\$ (1,596,974)	\$ -	\$ (1,596,974)	
Planning and development	419,374	-	-	-	(419,374)	-	(419,374)	
Public safety	7,665,161	376,858	89,767	-	(7,198,536)	-	(7,198,536)	
Public works	7,723,295	305,318	1,148,089	271,537	(5,998,351)	-	(5,998,351)	
Community services	3,202,810	385,899	123,657	-	(2,693,254)	-	(2,693,254)	
Education	51,171,468	2,007,965	18,822,342	694,623	(29,646,538)	-	(29,646,538)	
Interest expense	348,732	-	-	-	(348,732)	-	(348,732)	
Total governmental activities	<u>74,023,673</u>	<u>4,471,899</u>	<u>20,683,855</u>	<u>966,160</u>	<u>(47,901,759)</u>	<u>-</u>	<u>(47,901,759)</u>	
<b>Business-type activities:</b>								
Sewer	<u>2,852,586</u>	<u>3,315,793</u>	<u>1,188</u>	<u>-</u>	<u>-</u>	<u>464,395</u>	<u>464,395</u>	
<b>Total</b>	<u>\$ 76,876,259</u>	<u>\$ 7,787,692</u>	<u>\$ 20,685,043</u>	<u>\$ 966,160</u>	<u>(47,901,759)</u>	<u>464,395</u>	<u>(47,437,364)</u>	
General revenues:								
Property taxes, levied for general purposes					45,019,055	-	45,019,055	
Grants and contributions not restricted to specific programs					6,183,811	-	6,183,811	
Investment earnings					1,357,004	54,731	1,411,735	
Transfers, net					(103,415)	103,415	-	
Total general revenues					<u>52,456,455</u>	<u>158,146</u>	<u>52,614,601</u>	
					Change in net position	4,554,696	622,541	5,177,237
					Net position - beginning	110,772,727	21,745,037	132,517,764
					Net position - ending	<u>\$ 115,327,423</u>	<u>\$ 22,367,578</u>	<u>\$ 137,695,001</u>

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

**TOWN OF SUFFIELD, CONNECTICUT**  
BALANCE SHEET -  
GOVERNMENTAL FUNDS  
AS OF JUNE 30, 2023

	General Fund	Capital Projects Fund	American Rescue Plan Fund	Nonmajor Governmental Funds	Total Governmental Funds
<b>ASSETS</b>					
Cash and cash equivalents	\$ 23,533,633	\$ 1,188,166	\$ -	\$ 1,496,262	\$ 26,218,061
Investments	-	5,322,584	-	1,007,014	6,329,598
Receivables:					
Property taxes, net	1,079,327	-	-	-	1,079,327
Interest on property taxes, net	767,661	-	-	-	767,661
Assessments, net	-	-	-	124,540	124,540
Grants and contracts	-	375,944	-	421,697	797,641
Loans	-	-	-	80,609	80,609
Other	1,181,394	-	-	141,510	1,322,904
Due from other funds	1,700,551	7,175,153	3,027,642	2,292,573	14,195,919
Inventories	-	-	-	25,000	25,000
Total assets	<u>\$ 28,262,566</u>	<u>\$ 14,061,847</u>	<u>\$ 3,027,642</u>	<u>\$ 5,589,205</u>	<u>\$ 50,941,260</u>
<b>LIABILITIES</b>					
Accounts payable	\$ 571,172	\$ 307,031	\$ -	\$ 592,249	\$ 1,470,452
Accrued liabilities	244,768	-	-	390	245,158
Due to other funds	15,019,147	1,619,870	-	80,681	16,719,698
Performance deposits payable	215,084	-	-	-	215,084
Unearned revenue	206,907	124,650	3,024,630	149,543	3,505,730
Total liabilities	<u>16,257,078</u>	<u>2,051,551</u>	<u>3,024,630</u>	<u>822,863</u>	<u>22,156,122</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>					
Unavailable revenue - property taxes and interest	1,654,807	-	-	-	1,654,807
Unavailable revenue -other	-	-	-	205,149	205,149
Advance property tax collections	61,300	-	-	-	61,300
Total deferred inflows of resources	<u>1,716,107</u>	<u>-</u>	<u>-</u>	<u>205,149</u>	<u>1,921,256</u>
<b>FUND BALANCES</b>					
Nonspendable	-	-	-	417,787	417,787
Restricted	-	375,276	-	3,225,360	3,600,636
Committed	147,080	12,431,663	3,012	945,962	13,527,717
Assigned	640,699	-	-	-	640,699
Unassigned	9,501,602	(796,643)	-	(27,916)	8,677,043
Total fund balances	<u>10,289,381</u>	<u>12,010,296</u>	<u>3,012</u>	<u>4,561,193</u>	<u>26,863,882</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 28,262,566</u>	<u>\$ 14,061,847</u>	<u>\$ 3,027,642</u>	<u>\$ 5,589,205</u>	<u>\$ 50,941,260</u>

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

**TOWN OF SUFFIELD, CONNECTICUT**  
**RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS**  
**TO THE STATEMENT OF NET POSITION**  
**AS OF JUNE 30, 2023**

Total fund balances for governmental funds		\$	26,863,882
Total net position reported for governmental activities in the statement of net position is different because:			
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds.			120,341,334
Some of the Town's taxes, sewer assessments and loan receivables will be collected after year end, but are not available soon enough to pay for the current period's expenditures and, therefore, are reported as deferred inflows of resources in the funds.			1,859,956
Nonrefundable lease payments received in advance are reported as liabilities and are recognized as revenues over the terms of the lease.			(127,500)
Long-term liabilities applicable to the Town's governmental activities are not due and payable in the current period and accordingly are not reported in the governmental funds. All liabilities and related amounts -both current and long-term -are reported in the statement of net position.			
Bonds payable	\$	(19,280,000)	
Unamortized bond premiums		(921,505)	
Financed purchases		(72,269)	
Leases		(37,165)	
Accrued interest payable		(172,550)	
Net pension liability		(11,693,715)	
Net OPEB liability		(4,747,198)	
Landfill post-closure care liability		(16,200)	
Compensated absences		(494,110)	
Total long-term liabilities		(37,434,712)	
An internal service fund is used by the Town to charge the cost of risk management activities to individual funds. The assets and liabilities of the internal service fund are included in governmental activities in the statement of net position.			2,687,964
Deferred charges on net pension and net OPEB liabilities are not susceptible to accrual and therefore are not reported in the funds.			1,136,499
Net position of governmental activities		\$	115,327,423

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

**TOWN OF SUFFIELD, CONNECTICUT**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCES -**  
**GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2023**

	<b>General Fund</b>	<b>Capital Projects Fund</b>	<b>American Rescue Plan Fund</b>	<b>Nonmajor Governmental Funds</b>	<b>Total Governmental Funds</b>
<b>REVENUES</b>					
Property taxes	\$ 44,991,239	\$ -	\$ -	\$ 114,522	\$ 45,105,761
Intergovernmental	20,170,301	235,766	1,655,535	3,132,978	25,194,580
Charges for services	2,929,948	-	-	1,903,094	4,833,042
Interest income	1,011,986	251,876	4,133	89,009	1,357,004
Other	359,247	35,771	-	213,374	608,392
Total revenues	<u>69,462,721</u>	<u>523,413</u>	<u>1,659,668</u>	<u>5,452,977</u>	<u>77,098,779</u>
<b>EXPENDITURES</b>					
Current:					
General government	2,823,091	-	640	14,916	2,838,647
Planning and development	420,616	-	-	-	420,616
Public safety	6,868,138	-	-	233,941	7,102,079
Public works	5,019,038	-	-	-	5,019,038
Community services	1,910,136	-	-	717,948	2,628,084
Education	43,258,751	-	-	4,553,995	47,812,746
Debt service	2,250,700	37,911	-	-	2,288,611
Capital outlays	-	5,152,610	-	37,284	5,189,894
Total expenditures	<u>62,550,470</u>	<u>5,190,521</u>	<u>640</u>	<u>5,558,084</u>	<u>73,299,715</u>
Excess (deficiency) of revenues over expenditures	6,912,251	(4,667,108)	1,659,028	(105,107)	3,799,064
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers in	1,655,535	5,823,630	-	1,095,337	8,574,502
Transfers out	(6,453,675)	(63,051)	(1,655,535)	(910,000)	(9,082,261)
Total other financing sources (uses)	<u>(4,798,140)</u>	<u>5,760,579</u>	<u>(1,655,535)</u>	<u>185,337</u>	<u>(507,759)</u>
Net change in fund balances	2,114,111	1,093,471	3,493	80,230	3,291,305
Fund balances -beginning	<u>8,175,270</u>	<u>10,916,825</u>	<u>(481)</u>	<u>4,480,963</u>	<u>23,572,577</u>
Fund balances -ending	<u>\$ 10,289,381</u>	<u>\$ 12,010,296</u>	<u>\$ 3,012</u>	<u>\$ 4,561,193</u>	<u>\$ 26,863,882</u>

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

**TOWN OF SUFFIELD, CONNECTICUT**  
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGE IN FUND BALANCES OF GOVERNMENTAL FUNDS  
TO THE STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2023

Net change in fund balances -total governmental funds \$ 3,291,305

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

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

Expenditures for capital assets	\$ 3,912,708	
Depreciation and amortization expense	(5,439,134)	
Loss on disposal/write-off of capital assets	(98,163)	
Net adjustment		(1,624,589)

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

Principal repayments:		
Bonds	1,670,000	
Financed purchases	51,342	
Leases	36,068	
Net adjustment		1,757,410

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

Accrued interest	17,369	
Amortization of bond premiums	165,100	
Compensated absences	(194,285)	
Landfill post-closure care costs	16,200	
Net pension liability	1,523,019	
Net OPEB liability	760,844	2,288,247

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

(128,364)  
*(Continued)*

**TOWN OF SUFFIELD, CONNECTICUT**  
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGE IN FUND BALANCES OF GOVERNMENTAL FUNDS  
TO THE STATEMENT OF ACTIVITIES *(Concluded)*  
FOR THE YEAR ENDED JUNE 30, 2023

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An internal service fund is used by management to charge the costs of certain activities to individual funds. The net revenue (expense) of the Town's internal service fund is reported with governmental activities.	\$ 2,005,448
Deferred outflows of resources resulting from changes in the components of the net pension and net OPEB liabilities are amortized as a component of pension expense in the statements of activities.	<u>(3,034,761)</u>
Change in net position of governmental activities	<u>\$ 4,554,696</u> <i>(Concluded)</i>

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

**TOWN OF SUFFIELD, CONNECTICUT**  
**STATEMENT OF NET POSITION -**  
**PROPRIETARY FUNDS**  
**AS OF JUNE 30, 2023**

	<b>Business-Type Activities</b>	<b>Governmental Activities</b>
	<b>WPCA Enterprise Fund</b>	<b>Internal Service Funds</b>
<b>ASSETS</b>		
Current assets:		
Cash and cash equivalents	\$ 3,242,824	\$ 578,358
Receivables:		
User charges	565,611	-
Other	5,180	170,149
Due from other funds	5,936	2,517,843
Total current assets	<u>3,819,551</u>	<u>3,266,350</u>
Noncurrent assets:		
Capital assets:		
Non-depreciable	16,535,829	-
Depreciable, net	2,370,507	-
Total noncurrent assets	<u>18,906,336</u>	<u>-</u>
Total assets	<u>22,725,887</u>	<u>3,266,350</u>
<b>LIABILITIES</b>		
Current liabilities:		
Accounts payable	194,882	178,386
Accrued liabilities	31,135	400,000
Total liabilities	<u>226,017</u>	<u>578,386</u>
Noncurrent liabilities:		
Due within one year	62,977	-
Due in more than one year	69,315	-
Total noncurrent liabilities	<u>132,292</u>	<u>-</u>
Total liabilities	<u>358,309</u>	<u>578,386</u>
<b>NET POSITION</b>		
Net investment in capital assets	18,774,044	-
Unrestricted	3,593,534	2,687,964
Total net position	<u>\$ 22,367,578</u>	<u>\$ 2,687,964</u>

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



**TOWN OF SUFFIELD, CONNECTICUT**  
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION -  
PROPRIETARY FUNDS  
FOR THE YEAR ENDED JUNE 30, 2023

	<b>Business-Type Activities</b>	<b>Governmental Activities</b>
	<b>WPCA</b>	<b>Internal Service</b>
	<b>Enterprise Fund</b>	<b>Funds</b>
<b>OPERATING REVENUES</b>		
Charges for services	\$ 3,304,805	\$ 8,387,412
Contributions	-	868,748
Grants and contracts	1,188	-
Other income	10,988	-
Total operating revenues	<u>3,316,981</u>	<u>9,256,160</u>
<b>OPERATING EXPENSES</b>		
Payroll and benefits	1,485,219	-
Sludge disposal	239,474	-
Plant maintenance, supplies and materials	358,975	-
Utilities	325,088	-
Depreciation and amortization	361,639	-
Insurance and program services	34,479	7,336,192
Administration	38,608	189,970
Other	2,609	365,858
Total operating expenses	<u>2,846,091</u>	<u>7,892,020</u>
Operating income	470,890	1,364,140
<b>NONOPERATING REVENUE (EXPENSE)</b>		
Interest income	54,731	17,600
Interest expense	(6,495)	-
Total non-operating revenue (expense)	<u>48,236</u>	<u>17,600</u>
Change in net position before capital contributions and transfers	519,126	1,381,740
<b>CAPITAL CONTRIBUTIONS AND TRANSFERS</b>		
Capital contribution	219,364	-
Transfers in	63,051	623,708
Transfers out	(179,000)	-
Total transfers	<u>103,415</u>	<u>623,708</u>
Change in net position	622,541	2,005,448
Net position - beginning	<u>21,745,037</u>	<u>682,516</u>
Net position - ending	<u>\$ 22,367,578</u>	<u>\$ 2,687,964</u>

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

**TOWN OF SUFFIELD, CONNECTICUT**  
**STATEMENT OF CASH FLOWS -**  
**PROPRIETARY FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2023**

	<b>Business-Type Activities WPCA Enterprise Fund</b>	<b>Governmental Activities Internal Service Funds</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Cash received from the following:		
Customers and users	\$ 3,271,737	\$ 8,132,972
Contributions	1,188	-
Cash paid for the following:		
Payroll and benefits	(1,479,673)	-
Insurance	(34,479)	(7,435,737)
Goods and services	(935,718)	(385,553)
Net cash provided by operating activities	823,055	311,682
<b>CASH FLOWS FROM NON-CAPITAL RELATED FINANCING ACTIVITIES</b>		
Interfund borrowings	(4,167)	(1,672,021)
Interfund transfer	(179,000)	-
Net cash provided by non-capital related financing activities	(183,167)	(1,672,021)
<b>CASH FLOWS FROM CAPITAL FINANCING ACTIVITIES</b>		
Interfund activities	63,051	-
Acquisition of capital assets	(12,679)	-
Payment on debt	(62,978)	-
Interest paid on debt	(6,495)	-
Net cash used in capital financing activities	(19,101)	-
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Interest received on investments	54,731	17,600
Net increase (decrease) in cash and cash equivalents	675,518	(1,342,739)
Cash and cash equivalents, beginning of year	2,567,306	1,921,097
Cash and cash equivalents, end of year	\$ 3,242,824	\$ 578,358
<b>RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES</b>		
Operating income	\$ 470,890	\$ 1,364,140
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation and amortization	361,639	-
Change in assets and liabilities:		
Receivables	(44,056)	881,662
Accounts payable	29,036	70,730
Accrued liabilities	5,546	(2,004,850)
Net cash provided by operating activities	\$ 823,055	\$ 311,682

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

**TOWN OF SUFFIELD, CONNECTICUT**  
**STATEMENT OF FIDUCIARY NET POSITION -**  
**FIDUCIARY FUNDS**  
**AS OF JUNE 30, 2023**

	<b>Pension and OPEB Trust Funds</b>
<b>ASSETS</b>	
Cash and cash equivalents	\$ 311,937
Investments:	
Corporate bonds	8,700,015
U.S. Treasury securities	4,761,660
Municipal bonds	1,101,998
Asset backed securities	583,092
Mutual funds	10,055,130
Common stock	10,597,360
Pooled separate accounts	18,946,845
Other	394,462
	55,140,562
Receivables	33,552
Total assets	55,486,051
<b>LIABILITIES</b>	
Payables	727,141
Total liabilities	727,141
<b>NET POSITION</b>	
Restricted for:	
Pension benefits	39,486,199
OPEB benefits	15,272,711
Total net position	\$ 54,758,910

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

**TOWN OF SUFFIELD, CONNECTICUT**  
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION -  
FIDUCIARY FUNDS  
FOR THE YEAR ENDED JUNE 30, 2023

	<b>Pension and OPEB Trust Funds</b>
<b>ADDITIONS</b>	
Contributions:	
Employer	\$ 2,311,996
Participants	730,957
Total contributions	3,042,953
Investment earnings:	
Net decrease in fair value of investments, net of investment fees	5,002,775
Total additions	8,045,728
<b>DEDUCTIONS</b>	
Benefit payments	3,969,977
Administrative expenses	14,850
Total deductions	3,984,827
Change in net position	4,060,901
Net position - beginning	50,698,009
Net position - ending	\$ 54,758,910

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

**TOWN OF SUFFIELD, CONNECTICUT**  
NOTES TO FINANCIAL STATEMENTS  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2023

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

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

**Financial Reporting Entity**

The Town was incorporated in 1749 under the General Statutes of the State of Connecticut. The Town adopted its original charter in 1985 with the most recent revisions in 2022. The Town operates under a Selectman/Town Meeting form of government and provides the following services as authorized by the General Statutes and its charter: public safety (police and fire), public works, health and social services, culture-recreation, education, public improvements, planning and zoning, and general administrative services.

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

*Fiduciary Component Units* - The Town has established a single-employer defined benefit pension plan and an other post-employment benefit (OPEB) plan to provide retirement and health care benefits to employees and their beneficiaries. The Town performs the duties of a governing board for the pension and OPEB plans and makes contributions to the plans. The financial statements of the fiduciary component units are reported as Pension and OPEB Trust Funds in the fiduciary fund financial statements. Separate financial statements have not been prepared for the fiduciary component units.

**Government-wide and Fund Financial Statements**

**Government-wide Financial Statements**

The statement of net position and the statement of activities display information about the Town and include the financial activities of the overall government, except for fiduciary activities. Eliminations have been made to minimize the double-counting of internal activities, however interfund services provided and used are not eliminated in the process of consolidation. The statements distinguish between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties.

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

**TOWN OF SUFFIELD, CONNECTICUT**  
NOTES TO FINANCIAL STATEMENTS *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2023

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

**Government-wide and Fund Financial Statements *(Continued)***

**Fund Financial Statements**

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

The Town reports the following major governmental funds:

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

*Capital Projects Fund* - This fund is used to account for the financial resources for the acquisition and construction of major capital facilities.

*American Rescue Plan Fund* - This fund is used to account for the receipt of Coronavirus State and Local Fiscal Recovery Funds established by the American Rescue Plan Act.

The Town reports the following major proprietary fund:

*WPCA Enterprise Fund* - This fund is used to account for the activities of the Water Pollution Control Authority.

In addition, the Town reports the following fund types:

*Internal Service Funds (proprietary)* - These funds are used to account for the Town's self-insured healthcare plans and the purchases of fuel by various departments.

*Pension Trust Funds* - These funds are used to account for the activities of the Town's defined benefit pension and other post-employment benefits plans.

**Measurement Focus and Basis of Accounting**

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

The government-wide, proprietary, and fiduciary fund financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

**TOWN OF SUFFIELD, CONNECTICUT**  
NOTES TO FINANCIAL STATEMENTS *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2023

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

**Measurement Focus and Basis of Accounting *(Continued)***

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

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

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connections with a proprietary fund's principal ongoing operations. The principal operating revenues of the Town's enterprise fund consist of charges to customers for services relating to sewer usage. Operating expenses of the Town's enterprise fund include the cost of operations and maintenance, administrative expenses, and depreciation of capital assets. The principal operating revenues of the Town's internal service fund consist of charges for premiums. Operating expenses of the Town's internal service fund consist of claims incurred and administrative expenses. Revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

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

**Cash and Cash Equivalents**

The Town's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition. For purposes of the statement of cash flows, the Town's proprietary funds consider their demand deposits and all highly liquid investments with an original maturity of three months or less when purchased to be cash equivalents.

**TOWN OF SUFFIELD, CONNECTICUT**  
NOTES TO FINANCIAL STATEMENTS *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2023

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

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

**Investments**

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

**Donor-restricted Funds**

The Town allocates investment income of donor-restricted funds in accordance with donor restrictions and Connecticut law, which has adopted the provisions of the Uniform Prudent Management of Institutional Funds Act (UPMIFA). Under UPMIFA, investment income earned on donor-restricted endowment funds is considered to be unrestricted in the absence of explicit donor restrictions. Further, in the absence of explicit donor restrictions regarding investment appreciation, such appreciation is treated the same as the related investment income. Investment losses that reduce the value of endowment investments below the original principal amount serve to reduce restricted net position or unrestricted net position, depending on the applicable donor's stipulations regarding the treatment of investment income and appreciation.

**Property Taxes**

Property taxes are assessed as of October 1. Taxes are billed in the following July and are due in two installments, July 1 and January 1. Personal property and motor vehicle taxes are billed in July and are due in one installment, July 1. Taxes not paid within 30 days of the due date are subject to an interest charge of 1.5% per month. Liens are effective on the assessment date and are continued by filing before the end of the year following the due date. Based on historical collection experience and other factors, the Town has established an allowance for uncollectible taxes and interest receivable of \$75,000 as of June 30, 2023.

**Sewer Assessments and Usage Charges**

Sewer assessments are levied by the Water Pollution Control Authority annually, upon issuance of a certificate of occupancy or completion of a connection permit for existing homes/businesses. Assessment charges are billed annually in September. Usage charges are billed annually in July. Commercial usage is billed based on water usage – with a minimum charge of 1 Equivalent Dwelling Unit (EDU), and residential usage is billed at a flat fee of \$370 in fiscal 2023. Assessments and user charges are due and payable within thirty days and delinquent amounts are subject to interest at prevailing rates. Liens filed on all properties until the assessment is paid in full.



**TOWN OF SUFFIELD, CONNECTICUT**  
NOTES TO FINANCIAL STATEMENTS *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2023

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

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

**Inventories and Prepaid Items**

Inventories are reported at cost using the first-in first-out (FIFO) method, except for donated commodities, which are recorded at market value. Inventories are recorded as expenditures when consumed rather than when purchased.

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

**Loans Receivable**

Rehabilitation loans consist of deferred loans made to certain qualifying individuals for home improvements in connection with funding received by the Town under a Small Cities Development Block Grant to administer the Town's Housing Rehabilitation Program. The loans bear no interest. Repayment of the loans is deferred, but the loans become due and payable upon sale or transfer of the property, the owner's demise, or when the subject property is no longer the applicant's place of residence. The notes may be paid in full or in part by the borrower at any time without penalty. As of June 30, 2023, loans receivable totaled \$80,609 under this program.

**Leases (as Lessor)**

The Town recognizes a lease receivable and a deferred inflow of resources in the government-wide and governmental fund financial statements. At the commencement of a lease, the Town initially measures the lease receivable at the present value of payments expected to be received during the lease term. Subsequently, the lease receivable is reduced by the principal portion of lease payments received. The deferred inflow of resources is initially measured as the initial amount of the lease receivable, adjusted for lease payments received at or before the lease commencement date. Subsequently, the deferred inflow of resources is recognized as revenue over the life of the lease term.

Key estimates and judgments include how the Town determines (1) the discount rate it uses to discount the expected lease receipts to present value, (2) lease term, and (3) lease receipts. The Town uses its estimated incremental borrowing rate as the discount rate for leases. The lease term includes the noncancellable period of the lease. Lease receipts included in the measurement of the lease receivable is composed of fixed payments from the lessee. The Town monitors changes in circumstances that would require a remeasurement of its lease, and will remeasure the lease receivable and deferred inflows of resources if certain changes occur that are expected to significantly affect the amount of the lease receivable.

**Capital Assets**

Capital assets, which include property, plant, equipment and infrastructure assets (e.g., roads, bridges, sidewalks and similar items) are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the Town and WPCA as assets with an initial individual cost of more than \$5,000.

**TOWN OF SUFFIELD, CONNECTICUT**  
NOTES TO FINANCIAL STATEMENTS *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2023

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

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

**Capital Assets *(Continued)***

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

Capital assets of the Town are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings and improvements	20 – 45
Public domain infrastructure	35
System infrastructure	50
Vehicles	5 – 20
Office Equipment	5 – 10
Computer equipment	7 – 10

**Unearned Revenue**

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

**Deferred Outflows and Inflows of Resources**

Deferred outflows and inflows of resources represent a consumption or an acquisition of net assets that applies to a future period(s) and so will not be recognized as an outflow or inflow of resources until that time.

Deferred outflows and inflows of resources consists of deferred charges on pension and OPEB expenses and deferred charges on refunding reported in the government-wide statement of net position. Deferred charges on pension and OPEB expenses result from changes in the components of the Town's net pension and OPEB liabilities and are amortized as a component of pension and OPEB expenses on a systematic and rational basis. Deferred charges on refunding resulted from the difference in the carrying value of previously refunded debt and the reacquisition price of the debt and are being amortized to interest expense using the effective-interest method over the life of the related bonds.

Deferred inflows of resources also consist of revenue that is considered unavailable under the modified accrual basis of accounting. Unavailable revenue is reported within the governmental funds balance sheet and is recognized as an inflow of resources in the period that the amounts become available.

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

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

**Long-term Obligations**

***Long-term Debt***

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

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

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

***Leases (as Lessee)***

The Town recognizes a lease liability and an intangible right-to-use lease asset (lease asset) for a noncancellable lease in the government-wide financial statements. The Town recognizes lease liabilities with an initial, individual value of \$20,000 or more. At the commencement of a lease, the Town initially measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments made. The lease asset is initially measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized on a straight-line basis over its useful life.

Key estimates and judgments related to leases include how the District determines (1) the discount rate it uses to discount the expected lease payments to present value, (2) lease term, and (3) lease payments. The Town uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the Town generally uses its estimated incremental borrowing rate as the discount rate for leases. The lease term includes the noncancellable period of the lease. Lease payments included in the measurement of the lease liability are composed of fixed payments and purchase option price that the Town reasonably certain to exercise. The Town monitors changes in circumstances that would require a remeasurement of its lease and will remeasure the lease asset and liability if certain changes occur that are expected to significantly affect the amount of the lease liability. Lease assets are reported with other capital assets and lease liabilities are reported with long-term debt and other long-term obligations on the statement of net position.

***Compensated Absences***

Town employees earn and carryover various amounts of vacation and leave time based upon Town policy or bargaining unit contracts. All compensated absences are accrued when incurred in the government-wide financial statements. Expenditures for compensated absences are recognized in the governmental fund financial statements in the current year to the extent they are paid during the year, or the vested amount is expected to be paid with available resources.

**TOWN OF SUFFIELD, CONNECTICUT**  
NOTES TO FINANCIAL STATEMENTS *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2023

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

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

**Net Position and Fund Balance**

The government-wide statement of net position presents the Town's non-fiduciary assets, deferred outflows and inflows of resources and liabilities, with net position as the residual of these elements. Net position is reported in three categories:

*Net investment in capital assets* - This component of net position consists of capital assets, net of accumulated depreciation and amortization and reduced by outstanding balances for bonds, notes and other debt that are attributed to the acquisition, construction or improvement of capital assets.

*Restricted net position* - This component of net position consists of net position whose use is restricted either through external restrictions imposed by creditors, grantors, contributors, and the like, or through restrictions imposed by law through constitutional provisions or enabling legislation.

*Unrestricted net position* - This component of net position is the net amount of assets, liabilities, and deferred outflows and inflows of resources.

The Town's governmental funds report the following fund balance categories:

*Nonspendable* - Amounts that cannot be spent because they are not in spendable form or they are legally or contractually required to be maintained intact.

*Restricted* - Constraints are placed on the use of resources that are either externally imposed by creditors, grantors, contributors or laws and regulations of other governments or imposed by law through enabling legislation.

*Committed* - Amounts can only be used for specific purposes pursuant to constraints imposed by formal action of the Board of Finance and Town Meeting (the highest level of decision making authority of the Town) and cannot be used for any other purpose unless the Town removes or changes the specified use by taking the same formal action. The formal action required to be taken by the Board of Finance to commit fund balance is by adoption of a resolution.

*Assigned* - Amounts are constrained by the Town's intent to be used for specific purposes, but are not restricted or committed, by a governing board or a body or official that has been delegated authority to assign amounts by the Town Charter (Board of Finance, Town Meeting, management of the Town).

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

**TOWN OF SUFFIELD, CONNECTICUT**  
NOTES TO FINANCIAL STATEMENTS *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2023

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

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

***Net Position Flow Assumption***

Sometimes the Town will fund outlays for a particular purpose from both restricted (e.g. restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted net position and unrestricted net position in the government-wide financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. The Town considers restricted net position to have been depleted before unrestricted net position is applied.

***Fund Balance Flow Assumption***

Sometimes the Town will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. The Town's policy is to first use restricted resources when available. When committed, assigned and unassigned resources are available for use, it is assumed that the Town will use committed resources first, then assigned resources and then unassigned resources as they are needed.

***Interfund Activity***

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

**Use of Estimates**

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts and disclosures in the financial statements. Actual results could differ from those estimates.

**TOWN OF SUFFIELD, CONNECTICUT**  
NOTES TO FINANCIAL STATEMENTS *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2023

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**NOTE 2 - CASH DEPOSITS AND INVESTMENTS**

**Cash Deposits**

A reconciliation of the Town's cash deposits as of June 30, 2023 is as follows:

Cash and cash equivalents:	
Government-wide statement of net position	\$ 30,039,243
Statement of fiduciary net position	311,937
Less: cash equivalents considered investments for disclosure purposes	<u>(22,616,866)</u>
	<u>\$ 7,734,314</u>

**Custodial Credit Risk**

Custodial credit risk is the risk that, in the event of a bank failure, the Town will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The Town does not have a deposit policy for custodial credit risk. As of June 30, 2023, \$7,577,660 of the Town's bank balance of \$8,678,737 was exposed to custodial credit risk as follows:

Uninsured and uncollateralized	\$ 6,819,894
Uninsured and collateralized with securities held by the pledging bank's trust department or agent but not in the Town's name	<u>757,766</u>
	<u>\$ 7,577,660</u>

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

**Investments**

A reconciliation of the Town's investments as of June 30, 2023 is as follows:

Investments:	
Government-wide statement of net position	\$ 6,329,598
Statement of fiduciary net position	55,140,562
Plus: cash equivalents considered investments for disclosure purposes	<u>22,616,866</u>
	<u>\$ 84,087,026</u>

**TOWN OF SUFFIELD, CONNECTICUT**  
NOTES TO FINANCIAL STATEMENTS *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2023

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

***Investments (Continued)***

As of June 30, 2023, the Town's investments consisted of the following:

Investment type	Valuation Basis	Value	Investment Maturities (In Years)			
			Less Than 1	1 to 5	6 to 10	More Than 10
<b>Debt Securities:</b>						
<i>Governmental activities:</i>						
Short-term Investment Fund (STIF)	Amortized cost	\$ 22,169,754	\$ 22,169,754	\$ -	\$ -	\$ -
Money market mutual funds	Amortized cost	135,175	135,175	-	-	-
U.S. Treasury securities	Fair value	2,110,093	270,487	985,735	853,871	-
U.S. Agency securities	Fair value	595,364	154,050	441,314	-	-
<i>Fiduciary:</i>						
Money market mutual funds	Amortized cost	311,937	311,937	-	-	-
Corporate bonds	Fair value	8,700,015	707,945	1,456,973	3,512,834	3,022,263
Municipal bonds	Fair value	1,101,998	-	93,476	51,292	957,230
U.S. Treasury securities	Fair value	4,761,660	-	806,363	1,521,381	2,433,916
Asset backed securities	Fair value	583,092	130	511,056	4,176	67,730
		40,469,088	<u>\$ 23,749,478</u>	<u>\$ 4,294,917</u>	<u>\$ 5,943,554</u>	<u>\$ 6,481,139</u>
<b>Other investments:</b>						
<i>Governmental activities:</i>						
Mutual funds	Fair value	3,624,141				
<i>Fiduciary:</i>						
Mutual funds	Fair value	10,055,130				
Common stock	Fair value	10,597,360				
Pooled separate accounts	Fair value	18,946,845				
Insurance contracts	Contract value	394,462				
		<u>\$ 84,087,026</u>				

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

**Interest Rate Risk**

The Town does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. However, its practice is to structure the investment portfolio so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities on the open market prior to maturity, and investing operating funds primarily in shorter-term securities, money market mutual funds or similar investment pools.

**Credit Risk**

The Town has no investment policy that would further limit its investment choices beyond those limited by Connecticut state statutes. Connecticut state statutes permit the Town to invest in obligations of the United States, including its instrumentalities and agencies; in obligations of any state or of any political subdivision, authority or agency thereof, provided such obligations are rated within one of the top two rating categories of any recognized rating service; or in obligations of the State of Connecticut or of any political subdivision thereof, provided such obligations are rated within one of the top three rating categories of any recognized rating service. The Pension Trust Funds may also invest in certain real estate mortgages, in certain savings banks or savings and loan associations, or in stocks or bonds or other securities selected by the trustee, with the care of a prudent investor.

**TOWN OF SUFFIELD, CONNECTICUT**  
NOTES TO FINANCIAL STATEMENTS *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2023

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

***Investments (Continued)***

***Credit Risk (Continued)***

The Town's investments in debt securities, excluding U.S. Treasury securities, were rated as follows at June 30, 2023:

Investment Type	AAA	AA	A	BBB	Unrated	Total
<b>Debt Securities:</b>						
Short-Term Investment Fund	\$ 22,169,754	\$ -	\$ -	\$ -	\$ -	\$ 22,169,754
Money market mutual funds	-	-	-	-	447,112	447,112
U.S. Agency securities	538,513	-	-	-	56,851	595,364
Corporate bonds	362,549	1,710,029	3,734,612	2,892,825	-	8,700,015
Municipal bonds	434,287	603,903	63,808	-	-	1,101,998
Asset backed securities	506,046	-	-	-	77,046	583,092
	<u>\$ 24,011,149</u>	<u>\$ 2,313,932</u>	<u>\$ 3,798,420</u>	<u>\$ 2,892,825</u>	<u>\$ 581,009</u>	<u>\$ 33,597,335</u>
				U.S. Treasury securities		<u>6,871,753</u>
				Total debt securities		<u>\$ 40,469,088</u>

**Custodial Credit Risk**

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

**Concentrations of Credit Risk**

Concentration of credit risk is the risk of loss attributed to the magnitude of the Town's investment in a single issuer. Investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments are excluded from concentration of credit risk disclosures. The Town's investment policy generally restricts investments in any one issuer that would expose the Town to a concentration of credit risk. As of June 30, 2023, none of the Town's investments, in any one issuer that is subject to concentration of credit risk disclosures, exceeded 5% or more of the total investments reported for the Town's governmental or business-type activities. Refer to Notes 10 and 12 for concentration of credit risk relating to the Town's pension and OPEB trust funds.

**NOTE 3 - FAIR VALUE MEASUREMENTS**

The Town measures and records its investments using fair value measurement guidelines established by generally accepted accounting principles. These guidelines recognize a three-tiered fair value hierarchy as follows:

- Level 1: Quoted prices for identical investments in active markets;
- Level 2: Observable inputs other than those in Level 1; and
- Level 3: Unobservable inputs.



**TOWN OF SUFFIELD, CONNECTICUT**  
NOTES TO FINANCIAL STATEMENTS (Continued)  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2023

**NOTE 3 - FAIR VALUE MEASUREMENTS (Continued)**

Investments are classified in their entirety based on the lowest level of input that is significant to the fair value measurement. The Town's financial assets that are accounted for at fair value on a recurring basis as of June 30, 2023, by level within the fair value hierarchy are presented in the table below:

Financial Assets Measured at Fair Value	Prices in Active Market (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Total
U.S. Treasury securities	\$ 6,871,753	\$ -	\$ -	\$ 6,871,753
U.S. Agency securities	-	595,364	-	595,364
Corporate Bonds	-	8,700,015	-	8,700,015
Municipal Bonds	-	1,101,998	-	1,101,998
Asset backed securities	-	583,092	-	583,092
Mutual Funds	13,679,271	-	-	13,679,271
Common stock	10,597,360	-	-	10,597,360
Pooled separate accounts	-	18,946,845	-	18,946,845
	<u>\$ 31,148,384</u>	<u>\$ 29,927,314</u>	<u>\$ -</u>	61,075,698
		Investments measured at amortized cost		22,616,866
		Investments measured at contract value		<u>394,462</u>
				<u>\$ 84,087,026</u>

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

**NOTE 4 - CAPITAL ASSETS**

Capital asset activity for governmental activities for the year ended June 30, 2023 consisted of the following:

	Beginning Balance	Increases	Decreases	Transfers	Ending Balance
<b>Governmental Activities</b>					
Capital assets, not being depreciated:					
Land	\$ 15,604,234	\$ 702,638	\$ -	\$ -	\$ 16,306,872
Construction in progress	<u>1,747,349</u>	<u>1,034,609</u>	<u>(65,804)</u>	<u>(2,186,250)</u>	<u>529,904</u>
Total capital assets, not being depreciated	<u>17,351,583</u>	<u>1,737,247</u>	<u>(65,804)</u>	<u>(2,186,250)</u>	<u>16,836,776</u>
Capital assets, being depreciated:					
Buildings and improvements	85,192,742	158,566	(15,500)	268,738	85,604,546
Land improvements	3,127,364	694,623	-	1,561,778	5,383,765
Machinery and equipment	16,657,354	1,038,218	(102,258)	355,734	17,949,048
Right-to-use leased equipment	142,212	-	-	-	142,212
Infrastructure	<u>63,142,389</u>	<u>284,054</u>	<u>-</u>	<u>-</u>	<u>63,426,443</u>
Total capital assets, being depreciated	<u>168,262,061</u>	<u>2,175,461</u>	<u>(117,758)</u>	<u>2,186,250</u>	<u>172,506,014</u>
Less accumulated depreciation for:					
Buildings and improvements	(38,565,052)	(2,588,335)	4,693	-	(41,148,694)
Land improvements	(1,355,686)	(181,461)	-	-	(1,537,147)
Machinery and equipment	(9,378,676)	(942,719)	80,706	-	(10,240,689)
Right-to-use leased equipment	(70,234)	(36,259)	-	-	(106,493)
Infrastructure	<u>(14,278,073)</u>	<u>(1,690,360)</u>	<u>-</u>	<u>-</u>	<u>(15,968,433)</u>
Total accumulated depreciation	<u>(63,647,721)</u>	<u>(5,439,134)</u>	<u>85,399</u>	<u>-</u>	<u>(69,001,456)</u>
Total capital assets, being depreciated, net	<u>104,614,340</u>	<u>(3,263,673)</u>	<u>(32,359)</u>	<u>2,186,250</u>	<u>103,504,558</u>
Governmental activities capital assets, net	<u>\$ 121,965,923</u>	<u>\$ (1,526,426)</u>	<u>\$ (98,163)</u>	<u>\$ -</u>	<u>\$ 120,341,334</u>

**TOWN OF SUFFIELD, CONNECTICUT**  
NOTES TO FINANCIAL STATEMENTS (Continued)  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2023

**NOTE 4 - CAPITAL ASSETS (Continued)**

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

Governmental Activities:	
Education	\$ 2,025,150
Public works	1,940,588
Public safety	525,758
Community services	540,992
General government	406,579
Planning and development	<u>67</u>
Total depreciation expense	<u>\$ 5,439,134</u>

Capital asset activity for business-type activities for the year ended June 30, 2023 consisted of the following:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Transfers</u>	<u>Ending Balance</u>
<b>Business-Type Activities</b>					
Capital assets, not being depreciated:					
Land	\$ 16,038,335	\$ -	\$ -	\$ -	\$ 16,038,335
Construction in progress	<u>325,158</u>	<u>172,336</u>	<u>-</u>	<u>-</u>	<u>497,494</u>
Total capital assets, not being depreciated	<u>16,363,493</u>	<u>172,336</u>	<u>-</u>	<u>-</u>	<u>16,535,829</u>
Capital assets, being depreciated:					
Buildings	10,456,929	5,977	-	-	10,462,906
Machinery and equipment	18,079,756	53,730	(189,987)	-	17,943,499
Vehicles	822,094	-	-	-	822,094
Infrastructure	<u>1,446,730</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,446,730</u>
Total capital assets, being depreciated	<u>30,805,509</u>	<u>59,707</u>	<u>(189,987)</u>	<u>-</u>	<u>30,675,229</u>
Less accumulated depreciation for:					
Buildings	(9,811,622)	(56,547)	-	-	(9,868,169)
Machinery and equipment	(17,238,449)	(117,898)	189,987	-	(17,166,360)
Vehicles	(426,459)	(76,050)	-	-	(502,509)
Infrastructure	<u>(656,540)</u>	<u>(111,144)</u>	<u>-</u>	<u>-</u>	<u>(767,684)</u>
Total accumulated depreciation	<u>(28,133,070)</u>	<u>(361,639)</u>	<u>189,987</u>	<u>-</u>	<u>(28,304,722)</u>
Total capital assets, being depreciated, net	<u>2,672,439</u>	<u>(301,932)</u>	<u>-</u>	<u>-</u>	<u>2,370,507</u>
Governmental activities capital assets, net	<u>\$ 19,035,932</u>	<u>\$ (129,596)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 18,906,336</u>

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

Business-Type Activities:	
Sewer	<u>\$ 361,639</u>

**NOTE 5 - LEASES (AS LESSOR)**

The Town is a lessor of property for the use of cell towers under noncancellable lease agreements. Certain leases of property for cell towers included upfront nonrefundable payments and require revenue sharing from the monthly license fees received by the lessee. The Town has recognized the upfront payments as unearned revenue and is recognizing the revenue over the terms of the leases. As of June 30, 2023, unearned revenue totaled \$127,500. During the year ended June 30, 2023, the Town recognized revenue of \$7,500. In addition, the Town recognized revenues of approximately \$243,000 from the revenue sharing arrangements.

**TOWN OF SUFFIELD, CONNECTICUT**  
NOTES TO FINANCIAL STATEMENTS *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2023

**NOTE 6 - INTERFUND RECEIVABLES AND PAYABLES**

Interfund receivable and payable balances at June 30, 2023 are as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
<b>Governmental Funds</b>		
General Fund	Capital Projects Fund	\$ 1,619,870
	Nonmajor Governmental Funds	<u>80,681</u>
		1,700,551
Capital Projects Fund	General Fund	7,175,153
American Rescue Plan Fund	General Fund	3,027,642
Nonmajor Governmental Funds	General Fund	<u>2,292,573</u>
		<u>\$ 14,195,919</u>
<b>Proprietary Funds</b>		
WPCA Enterprise Fund	General Fund	<u>\$ 5,936</u>
Internal Service Funds	General Fund	<u>\$ 2,517,843</u>

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

**NOTE 7 - INTERFUND TRANSFERS**

Interfund transfers for the year ended June 30, 2023 consisted of the following:

<u>Transfers In</u>	<u>Transfers Out</u>	<u>Amount</u>
<b>Governmental Funds</b>		
General Fund	American Rescue Plan Fund	\$ 1,655,535
Capital Projects Fund	General Fund	4,734,630
	Nonmajor Governmental Funds	910,000
	WPCA Enterprise Fund	<u>179,000</u>
		5,823,630
Nonmajor Governmental Funds	General Fund	<u>1,095,337</u>
		<u>\$ 8,574,502</u>
<b>Proprietary Funds</b>		
WPCA Enterprise Fund	Capital Projects Fund	<u>\$ 63,051</u>
Internal Service Funds	General Fund	<u>\$ 623,708</u>

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

**TOWN OF SUFFIELD, CONNECTICUT**  
NOTES TO FINANCIAL STATEMENTS *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2023

**NOTE 8 - LONG-TERM LIABILITIES**

**Changes in Long-term Liabilities**

Changes in the Town's long-term liabilities for the year ended June 30, 2023, are as follows:

	Beginning Balance	Increases	Decreases	Ending Balance	Due Within One Year
<b>Governmental Activities</b>					
<i>Long-term Debt:</i>					
Bonds payable:					
General obligation bonds	\$ 20,950,000	\$ -	\$ (1,670,000)	\$ 19,280,000	\$ 1,670,000
Unamortized premium	1,086,605	-	(165,100)	921,505	-
Total bonds payable	22,036,605	-	(1,835,100)	20,201,505	1,670,000
Financed purchases	123,611	-	(51,342)	72,269	53,802
<i>Other Long-term Liabilities:</i>					
Leases	73,233	-	(36,068)	37,165	37,165
Compensated absences	299,825	194,285	-	494,110	494,110
Landfill post-closure care liability	32,400	-	(16,200)	16,200	16,200
Net pension liability <i>(see Note 10)</i>	13,216,734	-	(1,523,019)	11,693,715	-
Net OPEB liability <i>(see Note 12)</i>	5,508,042	-	(760,844)	4,747,198	-
	<u>\$ 41,290,450</u>	<u>\$ 194,285</u>	<u>\$ (4,222,573)</u>	<u>\$ 37,262,162</u>	<u>\$ 2,271,277</u>
<b>Business-Type Activities</b>					
<i>Long-term Debt:</i>					
Financed purchases	<u>\$ 195,270</u>	<u>\$ -</u>	<u>\$ (62,977)</u>	<u>\$ 132,293</u>	<u>\$ 65,064</u>

Long-term liabilities are typically liquidated by the General Fund and the Capital Projects Fund for governmental activities and the WPCA Enterprise Fund for business-type activities.

**General Obligation Bonds**

The Town issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds are direct obligations of the Town for which full faith and credit are pledged and payable from taxes levied on all taxable properties located within the Town. General obligation bonds currently outstanding are as follows:

A summary of general obligation bonds outstanding at June 30, 2023 is as follows:

Purpose of Bonds	Original Issue	Interest Rates	Maturity Date	Amount Outstanding
<b>Governmental Activities</b>				
2012 General Obligation Bonds	\$ 9,000,000	2.00 -3.00%	12/2027	\$ 3,195,000
2016 General Obligation Bonds	9,100,000	3.00 -3.25%	1/2036	6,600,000
2020 General Obligation Bonds	10,535,000	2.00 -5.00%	10/2040	9,485,000
				<u>\$ 19,280,000</u>

**Financed Purchases**

The Town has entered into financed purchase contracts for the acquisition of capital assets. The contracts include non-appropriation clauses and provide the obligors with security interests in the underlying assets in the event of default. Ownership of the underlying assets are transferred to the Town at the end of the contract. The Town makes equal annual payments of principal and interest at an interest rates ranging from 3.7% to 4.8% through various maturity dates.

**TOWN OF SUFFIELD, CONNECTICUT**  
NOTES TO FINANCIAL STATEMENTS *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2023

**NOTE 8 - LONG-TERM LIABILITIES *(Continued)*****Legal Debt Limit**

Connecticut General Statutes Section 7-374(b) provides that authorized debt of the Town shall not exceed seven times base receipts, as defined in the statute. Further, the statute limits the amount of debt that may be authorized by the Town for general purposes, schools, sewers, urban renewal and pension deficit. The statute does exclude from the Town's aggregate debt calculation any debt issued (a) in anticipation of taxes; (b) for water, gas, or electricity supply, electric demand response, conservation and load management, distributed generation, renewable energy projects, cable, wire, and pipe subway construction, underground cable, wire, and pipe conduit construction, constructing and operating a municipal community antenna television system, or a combination of such projects; (c) in anticipation of public improvement benefit assessment revenue; (d) in anticipation of state or federal grant funding; (e) for water pollution control projects in order to meet the energy and environmental protection commissioner's abatement order requirements; and debt issued (f) for which funds have been placed in escrow (from the proceeds of refunding bonds, notes, or other obligations or other municipal funds) in an amount sufficient, together with investment earnings, to provide for the payment when due of the principal of and interest on such debt. The Town did not exceed this statutory debt limitation as of June 30, 2023.

**Authorized, Unissued Debt**

As of June 30, 2023, the Town had authorized but unissued debt in the amount of \$927,440 for bridge reconstruction and street lights.

**Long-term Debt Service Requirements**

Annual debt service requirements to maturity on long-term debt are as follows as of June 30, 2023:

Year ending June 30:	<b>Governmental Activities</b>			
	<b>General Obligation Bonds</b>		<b>Financed Purchases</b>	
	<b>Principal</b>	<b>Interest</b>	<b>Principal</b>	<b>Interest</b>
2024	\$ 1,670,000	\$ 518,325	\$ 53,802	\$ 3,462
2025	1,665,000	459,225	18,467	885
2026	1,665,000	405,175	-	-
2027	1,670,000	353,800	-	-
2028	1,670,000	304,800	-	-
2029-2033	5,175,000	1,037,000	-	-
2034-2038	4,175,000	389,625	-	-
2039-2041	1,590,000	47,700	-	-
	<u>\$ 19,280,000</u>	<u>\$ 3,515,650</u>	<u>\$ 72,269</u>	<u>\$ 4,347</u>

Year ending June 30:	<b>Business-Type Activities</b>	
	<b>Financed Purchases</b>	
	<b>Principal</b>	<b>Interest</b>
2024	\$ 65,064	\$ 4,408
2025	67,229	2,244
	<u>\$ 132,293</u>	<u>\$ 6,652</u>

**Leases**

The Town is a lessee for a noncancellable lease of copiers and related equipment. The term of the lease is 4 years. The Town makes fixed monthly payments with interest rates at a rate of 3.0%. The net book value of the right-to-use assets as of the end of June 30, 2023 was \$35,719. As of June 30, 2023, the value of the lease liability was \$37,165.

**TOWN OF SUFFIELD, CONNECTICUT**  
NOTES TO FINANCIAL STATEMENTS *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2023

**NOTE 8 - LONG-TERM LIABILITIES *(Continued)***

**Leases *(Continued)***

The future principal and interest lease payments as of June 30, 2023, were as follows:

Year ending	Governmental Activities	
	Leases	
June 30:	Principal	Interest
2024	\$ 37,165	\$ 607
	\$ 37,165	\$ 607

**Landfill Post-Closure Care Liability**

The Town landfill has been closed. State and Federal laws and regulations require that the Town perform certain maintenance and monitoring functions at the landfill for thirty years after closure. Estimated monitoring costs for the final year totaled \$16,200 at June 30, 2023. This amount is based on estimates, which is subject to change due to inflation, technology or changes in applicable laws and regulations.

**NOTE 9 - FUND BALANCE**

The various components of fund balance at June 30, 2023 are as follows:

	General Fund	Capital Projects Fund	American Rescue Plan Fund	Nonmajor Governmental Funds	Total
Nonspendable:					
Inventories	\$ -	\$ -	\$ -	\$ 25,000	\$ 25,000
Endowments	-	-	-	392,787	392,787
	-	-	-	417,787	417,787
Restricted for:					
Bonded projects	-	375,276	-	-	375,276
Grants and donations	-	-	-	344,311	344,311
Community services	-	-	-	13,458	13,458
Education programs	-	-	-	1,775,228	1,775,228
Town clerk	-	-	-	56,099	56,099
Other programs	-	-	-	304,630	304,630
	-	375,276	-	2,493,726	2,869,002
Committed to:					
Public safety	-	-	-	384,131	384,131
Cemetery	-	-	-	731,634	731,634
Community services	-	-	3,012	71,040	74,052
Education programs	147,080	-	-	209,977	357,057
Capital purposes	-	12,431,663	-	110,288	12,541,951
Debt service	-	-	-	170,526	170,526
	147,080	12,431,663	3,012	1,677,596	14,259,351
Assigned to:					
Encumbrances -General government	182,866	-	-	-	182,866
Encumbrances -Education	457,833	-	-	-	457,833
	640,699	-	-	-	640,699
Unassigned	9,501,602	(796,643)	-	(27,916)	8,677,043
	\$ 10,289,381	\$ 12,010,296	\$ 3,012	\$ 4,561,193	\$ 26,863,882

**TOWN OF SUFFIELD, CONNECTICUT**  
NOTES TO FINANCIAL STATEMENTS *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2023

**NOTE 9 - FUND BALANCE *(Continued)***

**Deficit Fund Balances**

The following funds have deficit fund balances as of June 30, 2023, which do not constitute a violation of statutory provisions. The deficits are expected to be eliminated by the future funding sources disclosed below.

<u>Fund</u>	<u>Deficit</u> <u>Fund Balance</u>	<u>Future Funding Source</u>
Agriscience Project Fund	\$ (796,643)	Grant reimbursement and/or General Fund or Capital Reserves
Municipal Grant Fund	(27,916)	Grant reimbursement and/or General Fund

**NOTE 10 - PENSION PLANS**

The Town accounts for activity relating to two defined benefit pension plans, (1) the Town of Suffield Retirement Plan (the Town Plan), and 2) the Connecticut Teachers' Retirement System. As of and for the year ended June 30, 2023, the plans had the following balances reported in the Town's government-wide financial statements:

	<u>Net Pension</u> <u>Liability</u>	<u>Deferred</u> <u>Outflows of</u> <u>Resources</u>	<u>Deferred</u> <u>Inflows of</u> <u>Resources</u>	<u>On Behalf</u> <u>Revenues</u>	<u>Pension</u> <u>Expense</u>
Town of Suffield Retirement Plan	\$ 11,693,715	\$ 1,859,237	\$ -	\$ -	\$ 2,217,146
Connecticut Teachers' Retirement System (proportionate share)	-	-	-	7,528,015	7,528,015
	<u>\$ 11,693,715</u>	<u>\$ 1,859,237</u>	<u>\$ -</u>	<u>\$ 7,528,015</u>	<u>\$ 9,745,161</u>

Detailed disclosures for each plan follow.

**Town of Suffield Retirement Plan**

**Plan Description**

The Town is the administrator of a single-employer public employee retirement system (PERS) defined benefit contributory pension plan established and administered to provide pension benefits for its municipal and Board of Education employees other than teachers. The PERS does not issue stand-alone financial statements and is considered to be part of the Town's financial reporting entity. As such, the PERS is included in the Town's financial statements as a pension trust fund.

Management of the plan rests with the PERS Board, which consists of seven voting members and an additional ad hoc member. Included in the Board is the First Selectman, Treasurer, a Board of Finance member, three citizens, one police union member and one ad hoc non-voting member. Effective January 1, 1989 all regular employees who worked at least 20 hours per week and agreed to make participant contributions were eligible to participate. All groups are now closed to participation for new employees.

**TOWN OF SUFFIELD, CONNECTICUT**  
NOTES TO FINANCIAL STATEMENTS *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2023

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**NOTE 10 - PENSION PLANS *(Continued)***

**Town of Suffield Retirement Plan *(Continued)***

**Summary of Significant Accounting Policies**

The PERS are accounted for using the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. Employer contributions to the plans are recognized when due and the employer has made a formal commitment to provide contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of the Plans.

*Investments* - Investments are generally measured at fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates. Investments in money market mutual funds are measured at net asset value per share as determined by the fund. Investment income is recognized when earned and gains and losses on sales or exchanges are recognized on the transaction date.

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

*Concentrations* - As of June 30, 2023, there were no investments in any one issuer that represented 5.0% or more of the plan's total investments.

*Rate of return* - For the year ended June 30, 2023, the annual money-weighted rate of return on the pension plan, net of pension plan investment expense, was 9.76%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

**Plan Membership**

Membership of the PERS consisted of the following as of at the date of the latest actuarial valuation:

Inactive plan members or beneficiaries currently receiving benefits	153
Inactive plan members entitled to but not yet receiving benefits	55
Active plan members	<u>106</u>
	<u><u>314</u></u>

**Benefit Provisions**

Under the PERS, all employees who work at least 20 hours a week and agree to make contributions are eligible. The retirement benefit is calculated at 2.0% (2.25% for police officers and firefighters) of the average annual salaries during the three highest years out of the final seven years of employment multiplied by service. Participants are 100% vested after five years of continuous service if their contributions remain in the fund. Benefits and contributions are established by contract and may be amended by union negotiations.

**Contributions**

Employees are required to contribute 5.25% of their salary to the PERS except for police and firefighters, who contribute 6.0%. The Town is required to contribute the remaining amounts necessary to finance coverage.



**TOWN OF SUFFIELD, CONNECTICUT**  
NOTES TO FINANCIAL STATEMENTS *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2023

**NOTE 10 - PENSION PLANS *(Continued)***

**Town of Suffield Retirement Plan *(Continued)***

**Net Pension Liability**

The components of the net pension liability of the Town as of June 30, 2023, were as follows:

Total pension liability	\$ 51,179,914
Plan fiduciary net position	<u>39,486,199</u>
Net pension liability	<u>\$ 11,693,715</u>
Plan fiduciary net position as a percentage of the total pension liability	77.15%

The components of the changes in the net pension liability of the Town at June 30, 2023 were as follows:

	<u>Total Pension Liability (a)</u>	<u>Increase (Decrease)</u>	
		<u>Plan Fiduciary Net Position (b)</u>	<u>Net Pension Liability (a) - (b)</u>
Balance as of June 30, 2022	\$ 50,044,936	\$ 36,828,202	\$ 13,216,734
Changes for the year:			
Service cost	1,016,422	-	1,016,422
Interest	3,219,785	-	3,219,785
Differences between expected and actual experience	-	-	-
Changes of assumptions	-	-	-
Contributions - employer	-	1,763,537	(1,763,537)
Contributions - employee	-	359,257	(359,257)
Net investment income	-	3,565,862	(3,565,862)
Benefit payments, including refunds	(3,101,229)	(3,101,229)	-
Administrative expense	-	(2,650)	2,650
Other	-	73,220	(73,220)
Net changes	<u>1,134,978</u>	<u>2,657,997</u>	<u>(1,523,019)</u>
Balance as of June 30, 2023	<u>\$ 51,179,914</u>	<u>\$ 39,486,199</u>	<u>\$ 11,693,715</u>

*Actuarial assumptions* - The total pension liability measured as of June 30, 2023 was determined by actuarial valuations as of July 1, 2021 using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.60%
Salary increases, including inflation	Service Based
Investment rate of return	6.50%
Discount rate	6.50%

Mortality rates were based on the Pub-2010 Public Retirement Plans Mortality Tables, for non-annuitants and annuitants, projected to the valuation date with Scale MP-2021.

**TOWN OF SUFFIELD, CONNECTICUT**  
NOTES TO FINANCIAL STATEMENTS (Continued)  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2023

**NOTE 10 - PENSION PLANS (Continued)**

**Town of Suffield Retirement Plan (Continued)**

**Net Pension Liability (Continued)**

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

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-term Expected Real Rate of Return</u>
Large Cap Equity	25.50%	5.25%
Mid/Small Cap Equity	13.50%	5.75%
Developed International Equity	13.50%	5.75%
Emerging Market Equity	9.00%	7.75%
Real Estate/MLPs	8.50%	5.75%
Intermediate Fixed Income	24.00%	1.25%
High Yield Fixed Income	2.50%	4.00%
Emerging Market Bonds	2.00%	4.25%
Cash Equivalents	<u>1.50%</u>	-0.25%
	<u>100.00%</u>	

*Discount rate* - The discount rate used to measure the total pension liability for the pension plan was 6.5%. The projection of cash flows used to determine the discount rates assumed that plan member contributions will be made at the current contribution rates and that the Town's contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rates. Based on those assumptions, the 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 rates of return on the Plan's investments were applied to all periods of projected benefit payments to determine the Plan's total pension liability.

*Sensitivity of the net pension liability to changes in the discount rate* - The following presents the net pension liability for the Plan, calculated using the discount rate disclosed above, as well as what the Town's net pension liability would be for the Plan if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	<u>1% Decrease</u>	<u>Current Discount Rate</u>	<u>1% Increase</u>
Net pension liability	\$ 17,354,872	\$ 11,693,715	\$ 6,905,422

**TOWN OF SUFFIELD, CONNECTICUT**  
NOTES TO FINANCIAL STATEMENTS *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2023

**NOTE 10 - PENSION PLANS *(Continued)***

**Town of Suffield Retirement Plan *(Continued)***

**Pension Expense and Deferred Outflows and Inflows of Resources**

For the year ended June 30, 2023, the Town recognized pension expense of \$2,217,146 for the Plan. At June 30, 2023, the Town reported deferred outflows and inflows of resources related to the Plan from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>	<u>Net Deferral</u>
Net difference between projected and actual earnings on pension plan investments	\$ 1,422,387	\$ -	\$ 1,422,387
Changes of assumptions	384,669	-	384,669
Differences between expected and actual experience	<u>52,181</u>	-	<u>52,181</u>
Total	<u>\$ 1,859,237</u>	<u>\$ -</u>	<u>\$ 1,859,237</u>

Amounts reported as deferred outflows and inflows of resources will be recognized as a component of pension expense in future years as follows:

Year ended June 30,	
2024	\$ 661,894
2025	(70,383)
2026	1,521,404
2027	<u>(253,678)</u>
	<u>\$ 1,859,237</u>

**Plan Financial Statements**

The following presents the statement of fiduciary net position and the statement of changes in fiduciary net position for the Plan as of and for the year ended June 30, 2023:

<u>Statement of Fiduciary Net Position</u>	
<b>ASSETS</b>	
Cash and cash equivalents	\$ 114,124
Investments	39,338,523
Receivables	<u>33,552</u>
Total assets	<u>39,486,199</u>
<b>PAYABLES</b>	
	<u>-</u>
<b>NET POSITION</b>	
Restricted for pension benefits	<u>\$ 39,486,199</u>

**TOWN OF SUFFIELD, CONNECTICUT**  
NOTES TO FINANCIAL STATEMENTS *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2023

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**NOTE 10 - PENSION PLANS *(Continued)***

**Town of Suffield Retirement Plan *(Continued)***

**Plan Financial Statements *(Continued)***

<u>Statement of Changes in Fiduciary Net Position</u>	
<b>ADDITIONS</b>	
Contributions:	
Employer	\$ 1,763,537
Employees	<u>359,257</u>
Total contributions	<u>2,122,794</u>
Investment earnings:	
Net change in the fair value of	
investments, net of fees	<u>3,565,862</u>
Total investment earnings	<u>3,565,862</u>
Total additions	<u>5,688,656</u>
 <b>DEDUCTIONS</b>	
Benefit payments	3,101,229
Administrative expenses	<u>2,650</u>
Total deductions	<u>3,103,879</u>
 Change in net position	 2,584,777
 Net position restricted for pension benefits:	
Beginning of year	<u>36,901,422</u>
End of year	<u>\$ 39,486,199</u>

**Connecticut Teachers' Retirement System**

**Plan Description**

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

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

**TOWN OF SUFFIELD, CONNECTICUT**  
NOTES TO FINANCIAL STATEMENTS *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2023

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**NOTE 10 - PENSION PLANS *(Continued)***

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

**Benefit Provisions**

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

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

*Early Retirement:* Employees are eligible after 25 years of credited service with a minimum of 20 years of Connecticut service, or age 55 with 20 years of credited service with a minimum of 15 years of Connecticut service. Benefit amounts are reduced by 6.0% per year for the first 5 years preceding normal retirement age and 4.0% per year for the next 5 years preceding normal retirement age. Effective July 1, 1999, the reduction for individuals with 30 or more years of service is 3% per year by which retirement precedes normal retirement date.

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

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

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

**Contributions**

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

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

*Employees* - Effective January 1, 2018, each teacher is required to contribute 7.0% of pensionable salary for the pension benefit.

**TOWN OF SUFFIELD, CONNECTICUT**  
NOTES TO FINANCIAL STATEMENTS *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2023

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**NOTE 10 - PENSION PLANS *(Continued)***

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

**Administrative Expenses**

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

**Basis of Presentation**

The components associated with pension expense and deferred outflows and inflows of resources have been determined based on fiduciary net position as audited by the State of Connecticut Auditors of Public Accounts as part of the State of Connecticut Annual Comprehensive Financial Report as of and for the year ended June 30, 2022. The net pension liability has been calculated using the audited amounts. TRS is included in the State of Connecticut audit as a pension trust fund. The State of Connecticut's Annual Comprehensive Financial Report can be obtained at [www.ct.gov](http://www.ct.gov).

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

**Allocation Methodology**

The allocations for participating employers are based on the expected contribution effort for each participating employer. The employer allocations were then applied to the net pension liability and pension expense to determine the amount applicable to each employer. Based upon the employee contributions made by the employees of each employer, as compared to the total employee contributions, an employer allocation percentage is calculated to six decimal places and is used to allocate the elements noted above. The employer allocation applied to Town totaled 0.425% as of the most recent measurement date.

**Collective Net Pension Liability**

The following summarizes the collective net pension liability of the State for the TRS as of June 30, 2022, the measurement date, in addition to the Town's and State's proportionate shares of the collective net pension liability that is attributed to the Town:

Collective Net Pension Liability of the State for the TRS		<u>\$ 18,310,559,000</u>
	<u>Proportion</u>	<u>Proportionate Share</u>
Town's proportionate share of the Collective Net Pension Liability	0.000%	<u>\$ -</u>
State's proportionate share of the Collective Net Pension Liability attributed to the Town	0.425%	<u>\$ 77,889,000</u>

**TOWN OF SUFFIELD, CONNECTICUT**  
NOTES TO FINANCIAL STATEMENTS *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2023

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**NOTE 10 - PENSION PLANS *(Continued)***

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

**Collective Pension Expense**

The Town's expected contribution effort for allocation purposes totaled \$6,140,956 or 0.425% of the total expected contribution effort. The Town has recognized this amount as an on-behalf payment into the TRS as intergovernmental revenues and related education expenditures in the General Fund for the year ended June 30, 2023.

The collective pension expense includes certain current period changes in the collective net pension liability, projected earnings on pension plan investments and the amortization of deferred outflows of resources and deferred inflows of resources for the current period. The portion of the collective pension expense attributed to the Town totaled \$7,528,015 or 0.425% of the total collective pension expense and has been recognized as an operating contribution and related education expenses in the statement of activities for the year ended June 30, 2023.

**Actuarial Assumptions**

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

Inflation	2.50%
Salary increases	3.25% -6.50%, including inflation
Investment rate of return	6.90%, net of pension plan investment expense, including inflation
Administrative expenses	\$0 assumption as expenses are paid for by the General Assembly

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

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 5.0% per annum. For teachers who were members of the Teachers' Retirement System before July 1, 2007, and retire on or after September 1, 1992, pension benefit adjustments are made that are consistent with those provided for Social Security benefits on January 1 of the year granted, with a maximum of 6.0% per annum. If the return on assets in the previous year was less than 8.5%, the maximum increase is 1.5%. For teachers who were members of the Teachers' Retirement System after July 1, 2007, pension benefit adjustments are made that are consistent with those provided for Social Security benefits on January 1 of the year granted, with a maximum of 5.0% per annum. If the return on assets in the previous year was less than 11.5%, the maximum increase is 3.0%, and if the return on the assets in the previous year was less than 8.5%, the maximum increase is 1.0%.

**Long-Term Rate of Return**

The long-term expected rate of return on pension plan investments was determined using a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

**TOWN OF SUFFIELD, CONNECTICUT**  
NOTES TO FINANCIAL STATEMENTS *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2023

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**NOTE 10 - PENSION PLANS *(Continued)***

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

**Long-Term Rate of Return *(Continued)***

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

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Domestic Equity Fund	20.0%	5.4%
Developed Market Intl. Stock Fund	11.0%	6.4%
Emerging Market Intl. Stock Fund	9.0%	8.6%
Core Fixed Income Fund	13.0%	0.8%
Emerging Market Debt Fund	5.0%	3.8%
High Yield Bond Fund	3.0%	3.4%
Real Estate Fund	19.0%	5.2%
Private Equity	10.0%	9.4%
Private Credit	5.0%	6.5%
Alternative Investments	3.0%	3.1%
Liquidity Fund	2.0%	-0.4%
	<u>100%</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 the State contributions will be made at the actuarially determined rates in future years. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

**NOTE 11 - OTHER RETIREMENT PLANS**

**Deferred Compensation Plan**

The Town offers certain full-time employees deferred compensation plans created in accordance with Internal Revenue Code Section 457. Deferred compensation is not available to participants until termination, retirement, death, or unforeseeable emergency. All amounts of compensation deferred under the plans, all property and rights purchased with those amounts, and all income attributable to those amounts, property or rights are held in trust for the exclusive benefit of the plan participants and their beneficiaries. Employer contributions are determined based on agreements for each participant's group or collective bargaining unit.

Amounts contributed by the Town into the plans totaled \$296,204 for the year ended June 30, 2023.



**TOWN OF SUFFIELD, CONNECTICUT**  
NOTES TO FINANCIAL STATEMENTS *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2023

**NOTE 11 - OTHER RETIREMENT PLANS *(Continued)***

**Money Purchase Retirement Plan**

The Board of Education has established a money-purchase retirement plan in accordance with Section 401(a) of the Internal Revenue Code (the 401(a) Plan) to provide retirement benefits for non-union employees and custodians, secretaries, para-educators, technology support, academic support, food service and nurses hired after July 1, 2016 or July 1, 2017 for all others. Under the provisions of the Plan, all eligible employees (except those covered under a comparable employer plan) may participate. Contribution requirements are established and may be amended by the Board of Education. Participants must contribute 5.25% of their compensation. The Board of Education is currently required to match this 5.25% of the employee's base compensation. In addition, the plan provides for the employees to contribute an optional amount to a separate 403(b) plan. The Board of Education will match up to 1.75% of the employee's compensation contributed to the 403(b) plan. The Board of Education matching contribution will be deposited to the 401(a) plan. Participants become 100% vested in employer contributions upon completion of five years of service.

Amounts contributed by the Board of Education into this plan totaled \$161,543 for the year ended June 30, 2023.

**NOTE 12 - OTHER POST-EMPLOYMENT BENEFITS PLANS**

The Town accounts for activity relating to two other post-employment benefits plans, (1) the Town of Suffield Other Post-Employment Benefit Plan and (2) the Connecticut Teachers' Retirement System. As of and for the year ended June 30, 2023, the two plans had the following balances reported in the Town's government-wide financial statements:

	<u>Net OPEB Liability</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>	<u>On Behalf Revenues</u>	<u>OPEB Expense</u>
Town of Suffield Other Post-employment Benefits Plan	\$ 4,747,198	\$ 1,850,938	\$ 2,573,676	\$ -	\$ 815,594
Connecticut Teachers' Retirement System (proportionate share)	-	-	-	411,167	411,167
	<u>\$ 4,747,198</u>	<u>\$ 1,850,938</u>	<u>\$ 2,573,676</u>	<u>\$ 411,167</u>	<u>\$ 1,226,761</u>

Detailed disclosures for each plan follow.

**Town of Suffield Other Post-employment Benefits Plan**

**Plan Description**

The Retiree Health Plan (RHP) is a single-employer defined benefit healthcare plan administered by the Town. The RHP provides medical and dental insurance benefits to eligible retirees and their spouses. All employees of the Town are eligible to participate in the plan. Benefit provisions are established through negotiations between the Town and the various unions representing the employees.

The plan is considered to be part of the Town's financial reporting entity and is included in the Town's financial report as the Other Postemployment Benefits Trust Fund. The plan does not issue a stand-alone financial report.

**TOWN OF SUFFIELD, CONNECTICUT**  
NOTES TO FINANCIAL STATEMENTS *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2023

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**NOTE 12 - OTHER POST-EMPLOYMENT BENEFITS PLANS *(Continued)***

**Town of Suffield Other Post-employment Benefits Plan *(Continued)***

**Funding Policy**

The contribution requirements of plan members and the Town are also negotiated with the various unions representing the employees. Retired plan members and beneficiaries currently receiving benefits are required to contribute amounts monthly towards the cost of health insurance premiums.

**Employees Covered by Benefit Terms**

Membership of the Plan consisted of the following as of July 1, 2022, the date of the latest actuarial valuation:

Inactive plan members or beneficiaries currently receiving benefits	75
Inactive plan members entitled to but not yet receiving benefits	-
Active plan members	<u>430</u>
	<u>505</u>

**Contributions**

Contribution requirements of the plan members and the Town are established in the provisions of the program and in accordance with the General Statutes of the State of Connecticut. Plan members are currently required to contribute 100% of their premiums to the Town, less any reimbursements received by the Town from the State Retirement Board for retired teachers. Town contributions made to its Other Post-Employment Benefits Trust Fund are based on an actuarially determined rate. Total Town contributions credited under the Plan totaled \$548,459.

**Net OPEB Liability**

The Town's net OPEB liability reported as of June 30, 2023 totaled \$4,747,198. The net OPEB liability was measured as of June 30, 2022 and was determined by an actuarial valuation as of July 1, 2022.

Total OPEB liability	\$ 20,019,909
Plan fiduciary net position	<u>15,272,711</u>
Net OPEB liability	<u>\$ 4,747,198</u>

Plan fiduciary net position as a percentage of the total OPEB liability	76.29%
----------------------------------------------------------------------------	--------

*Actuarial Assumptions* -The total OPEB liability as of June 30, 2023 was determined using the following actuarial assumptions, applied to all period included in the measurement, unless otherwise specified:

Inflation	2.60%
Investment rate of return	6.50%
Discount rate	6.50%
Medical trend	6.50% in 2022, decreasing 0.25% per year to an ultimate rate of 4.60% for 2030 and later

**TOWN OF SUFFIELD, CONNECTICUT**  
NOTES TO FINANCIAL STATEMENTS *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2023

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**NOTE 12 - OTHER POST-EMPLOYMENT BENEFITS PLANS *(Continued)***

**Town of Suffield Other Post-employment Benefits Plan *(Continued)***

**Net OPEB Liability *(Continued)***

Mortality rates were based on the Pub-2010 Public Retirement Plans Mortality Tables (with separate tables for General employees, Public Safety employees and Teachers) and for non-annuitants and annuitants, projected to the valuation date with Scale MP-2021.

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

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-term Expected Real Rate of Return</u>
US Large Cap Equity	23.00%	5.00%
US Mid/Small Cap Equity	15.00%	5.30%
Developed International Equity	14.50%	6.40%
Emerging Market Equity	7.50%	7.70%
US Aggregate Bonds	29.50%	2.05%
High Yield Fixed Income	4.00%	4.05%
Real Estate	5.00%	4.90%
Cash	1.50%	0.00%
	<u>100.00%</u>	

*Discount rate* - The discount rate used to measure the total OPEB liability was 6.50%. The projection of cash flows used to determine the discount rates assumed that plan member contributions will be made at the current contribution rates and that the Town's contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rates. Based on those assumptions, the OPEB 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 rates of return on the OPEB Plan's investments were applied to all periods of projected benefit payments to determine the OPEB Plan's total OPEB liability.

**TOWN OF SUFFIELD, CONNECTICUT**  
NOTES TO FINANCIAL STATEMENTS *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2023

**NOTE 12 - OTHER POST-EMPLOYMENT BENEFITS PLANS *(Continued)***

***Town of Suffield Other Post-employment Benefits Plan (Continued)***

**Changes in the Net OPEB Liability**

	Increase (Decrease)		
	Total OPEB Liability	Plan Fiduciary Net Position	Net OPEB Liability
	(a)	(b)	(a) - (b)
Balance as of June 30, 2022	\$ 19,304,629	\$ 13,796,587	\$ 5,508,042
Changes for the year:			
Service cost	395,498	-	395,498
Interest	1,264,608	-	1,264,608
Differences between expected and actual experience	(836,460)	-	(836,460)
Changes of benefit terms	-	-	-
Changes of assumptions	388,682	-	388,682
Trust contributions - employer	-	548,459	(548,459)
Net investment income	-	1,436,913	(1,436,913)
Benefit payments, including refunds	(497,048)	(497,048)	-
Administrative expense	-	(12,200)	12,200
Net changes	<u>715,280</u>	<u>1,476,124</u>	<u>(760,844)</u>
Balance as of June 30, 2023	<u>\$ 20,019,909</u>	<u>\$ 15,272,711</u>	<u>\$ 4,747,198</u>

*Sensitivity of the net OPEB liability to changes in the discount rate* - The following presents the Town's net OPEB liability for the OPEB Plan, calculated using the discount rate of 6.50%, as well as what the Town's net OPEB liability would be for the OPEB Plan if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	Current		
	<u>1% Decrease</u>	<u>Discount Rate</u>	<u>1% Increase</u>
Net OPEB liability	\$ 7,207,763	\$ 4,747,198	\$ 2,696,361

*Sensitivity of the net OPEB liability to changes in the healthcare cost trend rates* - The following presents the Town's net OPEB liability for the OPEB Plan, calculated using the discount rate disclosed above (6.50% decreasing to 4.40%), as well as what the Town's net OPEB liability would be for the OPEB Plan if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	Current		
	<u>1% Decrease</u>	<u>Healthcare Cost Trend Rates</u>	<u>1% Increase</u>
Net OPEB liability	\$ 2,386,122	\$ 4,747,198	\$ 7,624,481

**TOWN OF SUFFIELD, CONNECTICUT**  
NOTES TO FINANCIAL STATEMENTS *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2023

**NOTE 12 - OTHER POST-EMPLOYMENT BENEFITS PLANS *(Continued)***

***Town of Suffield Other Post-employment Benefits Plan (Continued)***

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

For the year ended June 30, 2023, the Town recognized OPEB expense of \$815,594. At June 30, 2023, the Town reported deferred outflows and inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>	<u>Net Deferral</u>
Net difference between projected and actual earnings on OPEB plan investments	\$ 900,918	\$ -	\$ 900,918
Changes of assumptions	776,681	434,098	342,583
Differences between expected and actual experience	<u>173,339</u>	<u>2,139,578</u>	<u>(1,966,239)</u>
Total	<u>\$ 1,850,938</u>	<u>\$ 2,573,676</u>	<u>\$ (722,738)</u>

Amounts reported as deferred outflows and inflows of resources will be recognized as an increase (decrease) in OPEB expense as follows:

Year ended June 30,	
2024	\$ 17,594
2025	(5,518)
2026	511,238
2027	(278,132)
2028	(163,934)
Thereafter	<u>(803,986)</u>
	<u>\$ (722,738)</u>

The following presents the statement of fiduciary net position for the Town's OPEB Plan as of June 30, 2023:

<b>Statement of Fiduciary Net Position</b>	
<b>ASSETS</b>	
Cash and cash equivalents	\$ 197,813
Investments	<u>15,802,039</u>
Total assets	<u>15,999,852</u>
<b>PAYABLES</b>	
	<u>727,141</u>
<b>NET POSITION</b>	
Restricted for OPEB benefits	<u>\$ 15,272,711</u>

**TOWN OF SUFFIELD, CONNECTICUT**  
NOTES TO FINANCIAL STATEMENTS *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2023

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**NOTE 12 - OTHER POST-EMPLOYMENT BENEFITS PLANS *(Continued)***

**Town of Suffield Other Post-employment Benefits Plan *(Continued)***

**OPEB Plan Financial Statements *(Continued)***

The following presents the statement of changes in fiduciary net position for the Town's OPEB Plan for the year ended June 30, 2023:

<b>Statement of Changes in Fiduciary Net Position</b>	
<b>ADDITIONS</b>	
Contributions:	
Employer	\$ 548,459
Participants	<u>371,700</u>
Total contributions	<u>920,159</u>
Investment earnings:	
Net change in the fair value of investments, net of fees	<u>1,436,913</u>
Total investment earnings	<u>1,436,913</u>
Total additions	<u>2,357,072</u>
<b>DEDUCTIONS</b>	
Benefit payments	868,748
Administrative expenses	<u>12,200</u>
Total deductions	<u>880,948</u>
Change in net position	1,476,124
Net position restricted for OPEB benefits:	
Beginning of year	<u>13,796,587</u>
End of year	<u>\$ 15,272,711</u>

**NOTE 12 - OTHER POST-EMPLOYMENT BENEFITS PLANS *(Continued)***

**Connecticut Teachers' Retirement System**

**Plan Description**

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

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

**Benefit Provisions**

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

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

Any member 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).

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.

**TOWN OF SUFFIELD, CONNECTICUT**  
NOTES TO FINANCIAL STATEMENTS *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2023

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**NOTE 12 - OTHER POST-EMPLOYMENT BENEFITS PLANS *(Continued)***

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

**Contributions *(Continued)***

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

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

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

**Administrative Expenses**

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

**Basis of Presentation**

The components associated with the other post-employment benefits (OPEB) expense and deferred outflows and inflows of resources have been determined using the unrecognized portions of each year's experience and assumption changes as audited by the State of Connecticut Auditors of Public Accounts as part of the State of Connecticut Annual Comprehensive Financial Report as of and for the year ended June 30, 2022. The net OPEB liability has been calculated using the audited amounts. TRS is included in the State of Connecticut audit as a pension trust fund. The State of Connecticut's Annual Comprehensive Financial Report can be obtained at [www.ct.gov](http://www.ct.gov).

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

**Allocation Methodology**

The allocations for participating employers are based on the expected contribution effort for each participating employer. The employer allocations were then applied to the net OPEB liability and OPEB expense to determine the amount applicable to each employer. Based upon the employee contributions made by the employees of each employer, as compared to the total employee contributions, an employer allocation percentage is calculated to six decimal places and is used to allocate the elements noted above. The employer allocation applied to Town totaled 0.425% as of the most recent measurement date.



**TOWN OF SUFFIELD, CONNECTICUT**  
NOTES TO FINANCIAL STATEMENTS *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2023

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**NOTE 12 - OTHER POST-EMPLOYMENT BENEFITS PLANS *(Continued)***

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

**Collective Net OPEB Liability**

The following summarizes the collective net OPEB liability of the State for the TRS as of June 30, 2022, the measurement date, in addition to the Town's and State's proportionate shares of the collective net OPEB liability that is attributed to the Town:

Collective Net OPEB Liability of the State for the TRS		<u>\$ 1,603,585,000</u>
	<u>Proportion</u>	<u>Proportionate Share</u>
Town's proportionate share of the Collective Net OPEB Liability	0.000%	<u>\$ -</u>
State's proportionate share of the Collective Net OPEB Liability attributed to the Town	0.425%	<u>\$ 6,821,000</u>

**Collective OPEB Expense**

The Town's expected contribution effort for allocation purposes totaled \$86,857 or 0.425% of the total expected contribution effort. The Town has recognized this amount as an on-behalf payment into the TRS as intergovernmental revenues and related education expenditures in the General Fund for the year ended June 30, 2023.

The collective OPEB expense includes certain current period changes in the collective net OPEB liability, projected earnings on OPEB plan investments and the amortization of deferred outflows of resources and deferred inflows of resources for the current period. The portion of the collective OPEB expense attributed to the Town totaled \$411,167 or 0.425% of the total collective OPEB expense and has been recognized as an increase in operating contributions and related education expenses in the statement of activities for the year ended June 30, 2023.

**Actuarial Assumptions**

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

Inflation	2.50%
Real Wage Growth	0.50%
Wage Inflation	3.00%
Salary increases	3.00% -6.50%, including inflation
Investment rate of return	3.00%, net of OPEB plan investment expense, including inflation
Discount rate	3.53%, net of OPEB plan investment expense, including inflation
Healthcare cost trend rates:	
Medicare	Known increases until calendar year 2024, then general trend decreasing to an ultimate rate of 4.50% by 2031

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

**TOWN OF SUFFIELD, CONNECTICUT**  
NOTES TO FINANCIAL STATEMENTS *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2023

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**NOTE 12 - OTHER POST-EMPLOYMENT BENEFITS PLANS *(Continued)***

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

**Long-Term Rate of Return**

The long-term expected rate of return on plan assets is reviewed as part of the actuarial valuation process. Several factors are considered in evaluating the long-term rate of return assumption, including the Plan's current asset allocations and a log-normal distribution analysis using the best-estimate ranges of expected future real rates of return (expected return, net of investment expense and inflation) for each major asset class.

The long-term expected rate of return was determined by weighing the expected future real rates of return by the target asset allocation percentage and then adding expected inflation. The assumption is not expected to change absent a significant change in the asset allocation, a change in the inflation assumption, or a fundamental change in the market that alters expected returns in future years.

The target asset allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Expected 10-Year Geometric Real Rate of Return</u>
U.S. Treasuries (Cash Equivalents)	100.0%	-0.98%

**Discount Rate**

The discount rate used to measure the total OPEB liability was 3.53%. The projection of cash flows used to determine the discount rate was performed in accordance with the applicable standards. The projection's basis was an actuarial valuation performed as of June 30, 2022. In addition to the actuarial methods and assumptions of the June 30, 2022 actuarial valuation, the following actuarial methods and assumptions were used in the projection of cash flows:

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

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

**TOWN OF SUFFIELD, CONNECTICUT**  
NOTES TO FINANCIAL STATEMENTS *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2023

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**NOTE 13 - RISK MANAGEMENT AND UNCERTAINTIES**

**Insurance**

The Town is exposed to various risks of loss related to torts, thefts of, damage to, or destruction of assets; errors or omissions; injuries to employees or acts of God. The Town purchases commercial insurance for all risks of loss, including blanket and umbrella. Coverage has not been materially reduced, nor have settled claims exceeded commercial coverage in any of the past three years.

The Town has established a separate fund to account for its self-insured medical plan. The Town has assumed all risk associated with providing health insurance. In addition, the Town has purchased a combined stop-loss policy which limits individual loss claims to \$175,000 annually for hospitalization and for major medical. The Town pays an administration fee to a third party for administering the fund.

Claims expense as reported in the Insurance Fund (Internal Service Fund) amounted to \$6,702,047, net of rebates and refunds of \$316,275. This amount includes an estimate of claims incurred but not reported at June 30, 2023 of \$400,000. A schedule of changes in the claims liability for the years ended June 30, 2023, 2022 and 2021 are presented below:

Year Ended June 30	Claims Payable, Beginning of Year	Claims and Changes in Estimates	Claims Paid	Claims Payable, End of Year
2023	\$ 470,000	\$ 6,702,047	\$ 6,772,047	\$ 400,000
2022	679,049	6,665,711	6,874,760	470,000
2021	624,400	7,292,724	7,238,075	679,049

**NOTE 14 - COMMITMENTS AND CONTINGENCIES**

**Federal Awards and State Financial Assistance**

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

**Litigation, Claims and Assessments**

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

**TOWN OF SUFFIELD, CONNECTICUT**  
NOTES TO FINANCIAL STATEMENTS *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2023

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**NOTE 14 - COMMITMENTS AND CONTINGENCIES *(Continued)***

**Encumbrances**

As of June 30, 2023, the Town has recorded \$640,699 in encumbrances for the commitments made for the purchase of goods and services. Encumbrances are included as part of the assigned fund balance in the General Fund.

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**REQUIRED SUPPLEMENTARY INFORMATION**

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**TOWN OF SUFFIELD, CONNECTICUT**  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE -BUDGET AND ACTUAL -  
BUDGETARY BASIS -GENERAL FUND (UNAUDITED)  
FOR THE YEAR ENDED JUNE 30, 2023

	Budgeted Amounts		Actual	Variance With Final Budget Over (Under)
	Original Budget	Final Budget		
<b>REVENUES</b>				
Property taxes	\$ 44,419,614	\$ 44,419,614	\$ 44,991,239	\$ 571,625
Intergovernmental	12,754,775	12,754,775	13,190,271	435,496
Charges for services	2,947,243	2,947,243	2,929,948	(17,295)
Investment income	125,000	125,000	1,011,986	886,986
Other	392,873	392,873	359,247	(33,626)
Total revenues	<u>60,639,505</u>	<u>60,639,505</u>	<u>62,482,691</u>	<u>1,843,186</u>
<b>EXPENDITURES</b>				
Current:				
General government	6,290,327	6,585,555	6,506,951	(78,604)
Planning and development	335,072	320,073	306,970	(13,103)
Public safety	4,472,536	4,584,593	4,560,453	(24,140)
Public works	4,405,184	4,437,501	4,407,640	(29,861)
Health and social services	549,197	550,028	550,009	(19)
Library, recreation and parks	1,386,361	1,398,983	1,379,246	(19,737)
Cemeteries	40,290	40,290	40,290	-
Education	36,460,661	36,460,661	36,457,023	(3,638)
Contingency	500,000	-	-	-
Debt service	2,250,700	2,250,700	2,250,700	-
Total expenditures	<u>56,690,328</u>	<u>56,628,384</u>	<u>56,459,282</u>	<u>(169,102)</u>
Excess of revenues over expenditures	3,949,177	4,011,121	6,023,409	2,012,288
<b>OTHER FINANCING SOURCES (USES)</b>				
Use of restricted fund balance	141,431	141,431	-	(141,431)
Use of prior year encumbrances	-	117,914	-	(117,914)
Transfers in	2,100,000	2,100,000	2,100,000	-
Transfers out	(6,190,608)	(6,370,466)	(6,370,466)	-
Total other financing sources (uses)	<u>(3,949,177)</u>	<u>(4,011,121)</u>	<u>(4,270,466)</u>	<u>(259,345)</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,752,943</u>	<u>\$ 1,752,943</u>

*See accompanying notes to required supplementary information.*

**TOWN OF SUFFIELD, CONNECTICUT**  
**SCHEDULE OF CHANGES IN NET PENSION LIABILITY -**  
**TOWN PENSION PLAN (UNAUDITED)**  
**LAST NINE FISCAL YEARS\***

	<b>2023</b>	<b>2022</b>	<b>2021</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>
Total pension liability:									
Service cost	\$ 1,016,422	\$ 1,078,957	\$ 1,051,615	\$ 1,104,272	\$ 1,099,140	\$ 1,151,372	\$ 1,160,086	\$ 1,019,628	\$ 980,412
Interest	3,219,785	3,112,604	3,029,894	2,995,127	2,894,908	2,863,054	2,745,126	2,629,704	2,509,771
Differences between expected and actual experience	-	156,541	-	(1,235,492)	-	844,498	-	(618,973)	-
Changes in assumptions	-	1,154,005	-	1,110,826	-	1,071,141	-	1,693,828	-
Benefit payments, including refunds	(3,101,229)	(2,908,851)	(2,583,502)	(2,536,662)	(2,492,971)	(2,421,089)	(2,168,829)	(1,960,780)	(1,900,889)
Net change in total pension liability	1,134,978	2,593,256	1,498,007	1,438,071	1,501,077	3,508,976	1,736,383	2,763,407	1,589,294
Total pension liability - beginning	50,044,936	47,451,680	45,953,673	44,515,602	43,014,525	39,505,549	37,769,166	35,005,759	33,416,465
Total pension liability - ending	51,179,914	50,044,936	47,451,680	45,953,673	44,515,602	43,014,525	39,505,549	37,769,166	35,005,759
Plan net position:									
Contributions - employer	1,763,537	1,824,625	1,670,344	1,618,044	1,595,065	1,461,147	1,432,199	1,333,075	1,292,936
Contributions - members	359,257	386,215	406,313	411,823	426,837	474,593	512,094	557,288	489,811
Net investment income	3,565,862	(6,037,386)	10,188,407	777,231	1,852,004	2,251,890	3,131,328	411,116	401,414
Benefit payments, including refunds	(3,101,229)	(2,908,851)	(2,583,502)	(2,536,662)	(2,492,971)	(2,421,089)	(2,168,829)	(1,960,780)	(1,900,889)
Administrative expenses	(2,650)	(17,276)	(5,069)	(25,702)	(2,084)	(17,202)	(2,254)	(23,198)	(5,044)
Other	73,220	-	-	-	-	-	-	-	-
Net change in plan net position	2,657,997	(6,752,673)	9,676,493	244,734	1,378,851	1,749,339	2,904,538	317,501	278,228
Plan net position - beginning	36,828,202	43,580,875	33,904,382	33,659,648	32,280,797	30,531,458	27,626,920	27,309,419	27,031,191
Plan net position - ending	39,486,199	36,828,202	43,580,875	33,904,382	33,659,648	32,280,797	30,531,458	27,626,920	27,309,419
Town's net pension liability	\$ 11,693,715	\$ 13,216,734	\$ 3,870,805	\$ 12,049,291	\$ 10,855,954	\$ 10,733,728	\$ 8,974,091	\$ 10,142,246	\$ 7,696,340
Plan net pension as percentage of total pension liability	77.15%	73.59%	91.84%	73.78%	75.61%	75.05%	77.28%	73.15%	78.01%
Covered payroll	\$ 6,936,860	\$ 6,936,860	\$ 7,722,760	\$ 7,527,057	\$ 8,257,616	\$ 8,048,359	\$ 9,608,088	\$ 9,238,546	\$ 8,831,530
Town net pension liability as a percentage of covered payroll	168.57%	190.53%	50.12%	160.08%	131.47%	133.37%	93.40%	109.78%	87.15%

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

*See accompanying notes to required supplementary information.*

**TOWN OF SUFFIELD, CONNECTICUT**  
**SCHEDULE OF CONTRIBUTIONS AND INVESTMENT RETURNS-**  
**TOWN PENSION PLAN (UNAUDITED)**  
**LAST NINE FISCAL YEARS\***

	<b>2023</b>	<b>2022</b>	<b>2021</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>
Actuarially determined contributions	\$ 1,688,845	\$ 1,686,886	\$ 1,670,344	\$ 1,618,044	\$ 1,595,065	\$ 1,461,147	\$ 1,432,199	\$ 1,333,075	\$ 1,292,936
Contributions in relation to actuarially determined contributions	1,763,537	1,824,625	1,670,344	1,618,044	1,595,065	1,461,147	1,432,199	1,333,075	1,292,936
(Excess) deficiency of contribution	<u>\$ (74,692)</u>	<u>\$ (137,739)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll	\$ 7,117,218	\$ 6,936,860	\$ 7,722,760	\$ 7,527,057	\$ 8,257,616	\$ 8,048,359	\$ 9,608,088	\$ 9,238,546	\$ 8,831,530
Contributions as a percentage of covered payroll	24.78%	26.30%	21.63%	21.50%	19.32%	18.15%	14.91%	14.43%	14.64%
Annual money-weighted rate of return, net of investment expense	9.76%	-13.72%	29.85%	2.28%	5.57%	7.38%	11.37%	1.60%	1.52%

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

*See accompanying notes to required supplementary information.*



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

	2023	2022	2021	2020	2019	2018	2017	2016
Town's proportion of the collective net pension liability	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Town's proportionate share of the collective net pension liability	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State's proportionate share of the collective net pension liability attributed to the Town	77,889,000	65,033,000	82,111,000	75,245,000	58,019,000	60,061,000	63,365,000	47,465,000
<b>Total</b>	<b>\$ 77,889,000</b>	<b>\$ 65,033,000</b>	<b>\$ 82,111,000</b>	<b>\$ 75,245,000</b>	<b>\$ 58,019,000</b>	<b>\$ 60,061,000</b>	<b>\$ 63,365,000</b>	<b>\$ 47,465,000</b>
Town's covered payroll	\$ 19,974,000	\$ 19,337,000	\$ 19,338,000	\$ 19,347,000	\$ 19,047,000	\$ 19,045,000	\$ 18,357,000	\$ 17,659,000
Town's proportionate share of the collective 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%
Plan fiduciary net position as a percentage of the total collective pension liability	54.06%	60.77%	49.24%	52.00%	57.69%	55.93%	52.26%	59.50%

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

*See accompanying notes to required supplementary information.*

**TOWN OF SUFFIELD, CONNECTICUT**  
**SCHEDULE OF CHANGES IN NET OPEB LIABILITY -**  
**OTHER POST-EMPLOYMENT BENEFITS PLAN (UNAUDITED)**  
**LAST SIX FISCAL YEARS\***

	<b>2023</b>	<b>2022</b>	<b>2021</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>
Total OPEB liability:						
Service cost	\$ 395,498	\$ 377,382	\$ 432,272	\$ 414,847	\$ 397,058	\$ 372,338
Interest	1,264,608	1,213,000	1,253,210	1,205,454	1,259,951	1,197,869
Changes in benefit terms	-	-	-	-	(6,748)	-
Differences between expected and actual experience	(836,460)	(138,255)	(175,018)	(163,590)	(1,648,958)	341,087
Changes in assumptions	388,682	-	(568,357)	-	685,783	-
Benefit payments, including refunds	(497,048)	(849,933)	(734,981)	(797,234)	(891,895)	(1,201,118)
Net change in total OPEB liability	<u>715,280</u>	<u>602,194</u>	<u>207,126</u>	<u>659,477</u>	<u>(204,809)</u>	<u>710,176</u>
Total OPEB liability - beginning	<u>19,304,629</u>	<u>18,702,435</u>	<u>18,495,309</u>	<u>17,835,832</u>	<u>18,040,641</u>	<u>17,330,465</u>
Total OPEB liability - ending	<u>20,019,909</u>	<u>19,304,629</u>	<u>18,702,435</u>	<u>18,495,309</u>	<u>17,835,832</u>	<u>18,040,641</u>
Plan fiduciary net position:						
Contributions - employer	548,459	947,607	594,673	765,121	1,123,832	1,457,479
Contributions - TRB subsidy	-	22,571	42,186	32,113	34,191	39,897
Net investment income	1,436,913	(2,868,192)	3,470,429	725,393	704,491	703,702
Benefit payments, including refunds	(497,048)	(849,933)	(734,981)	(797,234)	(891,895)	(1,201,118)
Administrative expenses	(12,200)	-	(11,700)	-	-	-
Net change in plan net position	<u>1,476,124</u>	<u>(2,747,947)</u>	<u>3,360,607</u>	<u>725,393</u>	<u>970,619</u>	<u>999,960</u>
Plan fiduciary net position - beginning	<u>13,796,587</u>	<u>16,544,534</u>	<u>13,183,927</u>	<u>12,458,534</u>	<u>11,487,915</u>	<u>10,487,955</u>
Plan fiduciary net position - ending	<u>15,272,711</u>	<u>13,796,587</u>	<u>16,544,534</u>	<u>13,183,927</u>	<u>12,458,534</u>	<u>11,487,915</u>
Town's net OPEB liability	<u>\$ 4,747,198</u>	<u>\$ 5,508,042</u>	<u>\$ 2,157,901</u>	<u>\$ 5,311,382</u>	<u>\$ 5,377,298</u>	<u>\$ 6,552,726</u>
Plan fiduciary net pension as percentage of total OPEB liability	76.29%	71.47%	88.46%	71.28%	69.85%	63.68%
Covered payroll	\$ 30,471,517	\$ 30,423,828	\$ 29,710,769	\$ 30,345,345	\$ 29,576,359	\$ 27,028,027
Town net OPEB liability as a percentage of covered payroll	15.58%	18.10%	7.26%	17.50%	18.18%	24.24%

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

*See accompanying notes to required supplementary information.*

**TOWN OF SUFFIELD, CONNECTICUT**  
**SCHEDULE OF CONTRIBUTIONS AND INVESTMENT RETURNS -**  
**OTHER POST-EMPLOYMENT BENEFITS PLAN (UNAUDITED)**  
**LAST SIX FISCAL YEARS\***

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Actuarially determined contribution	\$ 892,034	\$ 874,898	\$ 1,018,144	\$ 998,417	\$ 1,177,653	\$ 1,167,634
Contributions in relation to actuarially determined contribution	<u>548,459</u>	<u>947,607</u>	<u>594,673</u>	<u>765,121</u>	<u>1,123,832</u>	<u>1,457,479</u>
(Excess) deficiency of contribution	<u>\$ 343,575</u>	<u>\$ (72,709)</u>	<u>\$ 423,471</u>	<u>\$ 233,296</u>	<u>\$ 53,821</u>	<u>\$ (289,845)</u>
Covered payroll	\$ 30,471,517	\$ 30,423,828	\$ 29,710,769	\$ 30,345,345	\$ 29,576,359	\$ 27,028,027
Contributions as a percentage of covered payroll	1.80%	3.11%	2.00%	2.52%	3.80%	5.39%
Annual money-weighted rate of return, net of investment expense	10.79%	-12.04%	26.35%	5.82%	6.01%	6.72%

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

*See accompanying notes to required supplementary information.*

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

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Town's proportion of the collective net OPEB liability	0.00%	0.00%	0.00%	0.00%	0.00%
Town's proportionate share of the collective net OPEB liability	\$ -	\$ -	\$ -	\$ -	\$ -
State's proportionate share of the collective net OPEB liability attributed to the Town	6,821,000	7,085,000	12,247,000	11,735,000	11,598,000
Total	<u>\$ 6,821,000</u>	<u>\$ 7,085,000</u>	<u>\$ 12,247,000</u>	<u>\$ 11,735,000</u>	<u>\$ 11,598,000</u>
Town's covered payroll	\$ 19,974,000	\$ 19,337,000	\$ 19,338,000	\$ 19,347,000	\$ 19,047,000
Town's proportionate share of the collective net OPEB liability as a percentage of its covered payroll	0.00%	0.00%	0.00%	0.00%	0.00%
Plan fiduciary net position as a percentage of the total collective OPEB liability	9.46%	6.11%	2.50%	2.08%	1.49%

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

*See accompanying notes to required supplementary information.*

**TOWN OF SUFFIELD, CONNECTICUT**  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION (UNAUDITED)  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2023

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

The Town adheres to the following procedures in establishing the budgetary data included in the General Fund financial statements.

- Not later than the fifteenth day of January, the Board of Finance will make known to the Chairman of those Boards, Committees, Agencies and office of the Town dependent on the Annual Town Budget for any portion of their operating income, such guidelines, forms, requisites as may direct and assist the preparation and presentation of their respective budget proposals.
- The Board of Selectman will receive from all Offices, Department Boards, Committees or Agencies of the Town dependent on the Annual Town Budget for any portion of their operating income, excepting the Board of Education, not later than February 1<sup>st</sup> a copy of their separate itemized recommended Annual Town Budget for the ensuing year.
- Not later than March 1<sup>st</sup>, the Board of Selectman will present to the Board of Finance a consolidated recommended Annual Town Budget, containing such detail as required by the Board of Finance and outlining the financial policy of the town government, describing therein features of the Annual Town Budget plan, indicating any major changes from the current fiscal year and changes from those recommendations of the several Boards, Commissions, Agencies with reasons therefore.
- As part of the Annual Town Budget, the Board of Selectman shall present a recommended program concerning municipal improvements or proposed capital projects for the ensuing fiscal year and for five years thereafter.
- The budget proposal of the Board of Education shall be presented to the Board of Finance not later than the last Monday of March.
- The Board of Finance will review the several and joint estimates of expenditures; it will attempt to reconcile priorities, estimates, proposals through meetings with the Chairman and First Selectman; it will refine its review of the preliminary Annual Town Budget with estimates of income and will prepare its own preliminary Annual Town Budget which shall become the proposed Annual Town Budget. These actions should be completed not later than May 1<sup>st</sup>.
- Not later than fourteen (14) days prior to the scheduled Annual Town Meeting for Annual Town Budget Approval, the Board of Finance will hold at least one public hearing at which time any elector or taxpayer shall have the opportunity to be heard regarding appropriations for the ensuing year.
- Printed copies of the proposed Annual Town Budget shall be available at the office of the Town Clerk not less than forty-eight (48) hours prior to said hearing, and the Board may make such copies available at such other locations and through distributions as it may prescribe.
- After the hearing, the Board of Finance shall then revise the preliminary Annual Town Budget if/as it deems desirable, and shall prepare a final proposed Annual Town Budget which shall be filed with the Town Clerk for presentation at the Town Meeting for its adoption. At least five (5) days prior to the Town Meeting the final proposed Annual Town Budget shall be published in accordance with the General Statutes.
- Within ten (10) days after the adoption of the Annual Town Budget the Board of Finance shall fix the tax rate in mills which shall be levied on the taxable property in the Town for the ensuing fiscal year.

**TOWN OF SUFFIELD, CONNECTICUT**  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION (UNAUDITED) *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2023

**NOTE 1 - SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - BUDGETARY BASIS - GENERAL FUND *(Continued)***

- Management may not exceed appropriations at the department level and must seek approval from the Board of Selectman to reassign resources between departments. The legal level of budgetary control is the department level. Subsequent to adoption of the budget, any requests for supplemental appropriations or transfers are required to be submitted in writing to the Board of Selectmen, who upon consideration, will forward to the Board of Finance for approval. Any transfers which alter the total budget in an amount equal to or greater than one quarter of one percent of the total budget must be also approved by a Town meeting resolution. Any additional appropriations would also require Town meeting approval.

As described above, accounting principles applied for purposes of developing data on a budgetary basis differ significantly from those used to present financial statements in conformity with accounting principles generally accepted in the United States of America (GAAP basis). A reconciliation of General Fund amounts presented on the budgetary basis to amounts presented on the GAAP basis is as follows for the year ended June 30, 2023:

	<u>Total</u> <u>Revenues</u>	<u>Total</u> <u>Expenditures</u>	<u>Total Other</u> <u>Financing</u> <u>Sources (Uses)</u>	<u>Net Change in</u> <u>Fund Balance</u>
Budgetary basis	\$ 62,482,691	\$ 56,459,282	\$ (4,270,466)	\$ 1,752,943
"On-behalf" payments - State Teachers Retirement Fund	6,227,813	6,227,813	-	-
Change in encumbrances	-	(361,168)	-	361,168
Certain transfers recorded as expenditures for budgetary purposes	-	(527,674)	(527,674)	-
Intergovernmental grants netted against expenditures	<u>752,217</u>	<u>752,217</u>	<u>-</u>	<u>-</u>
GAAP basis	<u>\$ 69,462,721</u>	<u>\$ 62,550,470</u>	<u>\$ (4,798,140)</u>	<u>\$ 2,114,111</u>

**NOTE 2 - SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY - TOWN PENSION PLAN**

The Town began to report this schedule when it implemented GASB Statement No. 67, *Financial Reporting for Pension Plans - An Amendment of GASB Statement No. 25* in fiscal year 2014. GASB Statement No. 67 requires the information within this schedule to be presented for the ten most recent fiscal years.

*Benefit Changes* - There have been no changes in benefit terms that had a significant effect on the measurement of the net pension liability reported as of June 30, 2023.

*Assumption Changes* - There have been no changes in assumptions that had a significant effect on the measurement of the net pension liability reported as of June 30, 2023.

**TOWN OF SUFFIELD, CONNECTICUT**  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION (UNAUDITED) *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2023

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**NOTE 3 - SCHEDULE OF CONTRIBUTIONS AND INVESTMENT RETURNS - TOWN PENSION PLAN**

The Town began to report this schedule when it implemented GASB Statement No. 67, *Financial Reporting for Pension Plans - An Amendment of GASB Statement No. 25* in fiscal year 2014. GASB Statement No. 67 requires the information within this schedule to be presented for the ten most recent fiscal years.

Actuarial determined contribution rates are calculated every two years as of July 1. Actuarial determined contribution for fiscal year ending June 30, 2023 were determined from the July 1, 2021 valuation.

The following methods and assumptions were utilized to determine the contribution rates for the year ended June 30, 2023.

Actuarial Cost method	Entry age normal
Amortization method	Level percentage of payroll
Remaining amortization period	20 years, closed
Asset valuation method	5 year period at 20% per year
Inflation rate	2.60%
Salary Increases	Based on years of service
Investment rate of return	6.50%

Mortality rates were based on the Pub-2010 Public Retirement Plans Mortality Tables projected to the valuation date with Scale MP-2021.

**NOTE 4 - SCHEDULE OF THE TOWN'S PROPORTIONATE SHARE OF THE COLLECTIVE NET PENSION LIABILITY - CONNECTICUT TEACHERS' RETIREMENT SYSTEM**

The Town began to report this schedule when it implemented GASB Statement No. 68, *Accounting and Financial Reporting for Pensions – An Amendment of GASB Statement No. 27*, in fiscal year 2015. GASB Statement No. 68 requires the information within this schedule to be presented for the ten most recent fiscal years.

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

*Benefit changes* - There were no benefit term changes that have had a significant effect on the measurement of the collective net pension liability reported as of June 30, 2023.

*Assumption Changes* - There were no changes in assumptions that had a significant effect on the measurement of the collective net pension liability reported as of June 30, 2023.

**TOWN OF SUFFIELD, CONNECTICUT**  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION (UNAUDITED) *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2023

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**NOTE 5 - SCHEDULE OF CHANGES IN NET OPEB LIABILITY - OTHER POST-EMPLOYMENT BENEFITS PLAN**

The Town began to report this schedule when it implemented GASB Statement No. 74, *Financial Reporting for Postemployment Benefit Plans other than Pension Plans*, in fiscal year 2017. GASB Statement No. 74 requires the information within this schedule to be presented for the ten most recent fiscal years.

*Benefit Changes* - There have been no changes in benefit terms that had a significant effect on the measurement of the net OPEB liability reported as of June 30, 2023.

*Assumption Changes* - There have been no changes in assumptions that had a significant effect on the measurement of the net OPEB liability reported as of June 30, 2023.

**NOTE 6 - SCHEDULE OF CONTRIBUTIONS AND INVESTMENT RETURNS - OTHER POST-EMPLOYMENT BENEFITS PLAN**

The Town began to report this schedule when it implemented GASB Statement No. 74, *Financial Reporting for Postemployment Benefit Plans other than Pension Plans*, in fiscal year 2017. GASB Statement No. 74 requires the information within this schedule to be presented for the ten most recent fiscal years.

Actuarial determined contribution rates are calculated as of July 1. Actuarial determined contribution for fiscal year ending June 30, 2023 were determined from the July 1, 2020 valuation.

The following methods and assumptions were utilized to determine the contribution rates for the year ended June 30, 2023.

Actuarial Cost method	Entry age normal
Amortization method	Level percentage of payroll
Remaining amortization period	20 years, closed
Asset valuation method	5 year period at 20% per year
Inflation rate	2.40%
Investment rate of return	6.50%
Healthcare trend costs	6.50% initial 4.40% final

Mortality rates were based on the Pub-2010 Public Retirement Plans Mortality Tables (with separate tables for General employees, Public Safety employees and Teachers) and for non-annuitants and annuitants, projected to the valuation date with Scale MP-2020.



**TOWN OF SUFFIELD, CONNECTICUT**  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION (UNAUDITED) *(Continued)*  
AS OF AND FOR THE YEAR ENDED JUNE 30, 2023

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**NOTE 7 - SCHEDULE OF THE TOWN'S PROPORTIONATE SHARE OF THE COLLECTIVE NET OTHER POST-EMPLOYMENT BENEFITS LIABILITY - CONNECTICUT TEACHERS' RETIREMENT SYSTEM**

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

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

*Benefit Changes* - There were no benefit term changes that had a significant effect on the measurement of the collective net OPEB liability reported as of June 30, 2023.

*Assumption Changes* - The following assumption changes had a significant effect on the measurement of the collective net OPEB liability reported as of June 30, 2023.

- The discount rate was increased from 2.17% to 3.53% to reflect the change in the Municipal Bond Index rate.
- The expected annual per capita claims costs were updated to better reflect anticipated medical and prescription drug claim experience both before and after the plan change that became effective on January 1, 2019.
- The expected rate of inflation was decreased and the Real Wage Growth assumption was increased.

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**COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES**

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**GENERAL FUND**

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**TOWN OF SUFFIELD, CONNECTICUT**  
**SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES -**  
**BUDGET AND ACTUAL -BUDGETARY BASIS -GENERAL FUND**  
**FOR THE YEAR ENDED JUNE 30, 2023**

	<b>Budgeted Amounts</b>		<b>Actual</b>	<b>Variance With</b>
	<b>Original Budget</b>	<b>Final Budget</b>		<b>Final Budget Over (Under)</b>
<b>PROPERTY TAXES:</b>				
Current List	\$ 43,519,614	\$ 43,519,614	\$ 43,670,728	\$ 151,114
Supplemental motor vehicle	450,000	450,000	522,826	72,826
Taxes, prior year	280,000	280,000	485,711	205,711
Interest and fees	170,000	170,000	311,974	141,974
Total property taxes	<u>44,419,614</u>	<u>44,419,614</u>	<u>44,991,239</u>	<u>571,625</u>
<b>INTERGOVERNMENTAL:</b>				
Grants unspecified:				
Mashantucket Pequot and Mohegan Fund	2,760,598	2,760,598	2,760,598	-
Payment in lieu of taxes -State property	2,074,072	2,074,072	2,074,072	-
Town Aid Road grants	292,924	292,924	290,733	(2,191)
Local Capital Improvement Program	91,594	91,594	214,613	123,019
Municipal Stabilization grant	206,051	206,051	206,051	-
Municipal Grants-In-Aid	180,663	180,663	180,663	-
Municipal Revenue Sharing	-	-	311,229	311,229
State Distressed Municipalities	72,811	72,811	73,035	224
Board of Selectman authorized -PILOT	15,000	15,000	-	(15,000)
Youth Services	14,000	14,000	14,000	-
Tax relief -Veterans Exemption	8,200	8,200	7,468	(732)
Tax relief -Totally Disabled Persons	800	800	943	143
Federal grants	-	-	18,831	18,831
Other	32,419	32,419	38,459	6,040
Total state grants unspecified	<u>5,749,132</u>	<u>5,749,132</u>	<u>6,190,695</u>	<u>441,563</u>
Grants for school aid:				
Education cost sharing	6,148,151	6,148,151	6,142,612	(5,539)
Vocational agriculture grant	849,715	849,715	848,277	(1,438)
Other educational grants	7,777	7,777	8,687	910
Total state grants for school aid	<u>7,005,643</u>	<u>7,005,643</u>	<u>6,999,576</u>	<u>(6,067)</u>
Total intergovernmental	<u>12,754,775</u>	<u>12,754,775</u>	<u>13,190,271</u>	<u>435,496</u>
INVESTMENT INCOME	<u>125,000</u>	<u>125,000</u>	<u>1,011,986</u>	<u>886,986</u>
<b>CHARGES FOR SERVICES:</b>				
Current services and fees:				
Building Department	500,000	500,000	483,802	(16,198)
Planning and zoning	18,000	18,000	18,057	57
Zoning Board of Appeals	930	930	1,008	78
Police permits	16,000	16,000	9,167	(6,833)
Sunrise Park Fees	-	-	210	210
Conservation	4,000	4,000	350	(3,650)
Historic District fees	800	800	650	(150)
Total current services and fees	<u>539,730</u>	<u>539,730</u>	<u>513,244</u>	<u>(26,486)</u>

*(Continued)*

**TOWN OF SUFFIELD, CONNECTICUT**  
SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES -  
BUDGET AND ACTUAL -BUDGETARY BASIS -GENERAL FUND *(Concluded)*  
FOR THE YEAR ENDED JUNE 30, 2023

	Budgeted Amounts		Actual	Variance With
	Original Budget	Final Budget		Final Budget Over (Under)
CHARGES FOR SERVICES: <i>(Continued)</i>				
Landfill:				
Operating	\$ 32,000	\$ 32,000	\$ 53,149	\$ 21,149
Recycling rebates	6,000	6,000	2,328	(3,672)
Sale of scrap metal	32,000	32,000	34,672	2,672
Permits	250	250	-	(250)
Total Landfill	<u>70,250</u>	<u>70,250</u>	<u>90,149</u>	<u>19,899</u>
Charges for current services:				
Bulky waste	2,000	2,000	2,541	541
Assessor's map sales	100	100	69	(31)
Real estate conveyance fee	335,000	335,000	416,560	81,560
Mini-bus transportation	5,200	5,200	3,825	(1,375)
Animal control fees	30,550	30,550	31,278	728
Town clerk recording fees	166,300	166,300	100,487	(65,813)
Total charges for current services	<u>539,150</u>	<u>539,150</u>	<u>553,928</u>	<u>14,778</u>
Recreation:				
Camps	-	-	100,505	100,505
Activities	225,000	225,000	221,273	(3,727)
Total Recreation	<u>225,000</u>	<u>225,000</u>	<u>321,778</u>	<u>96,778</u>
Revenue from other agencies:				
Telecommunications grant	15,000	15,000	18,879	3,879
Tuition, Vo-ag	641,362	641,362	568,296	(73,066)
Tuition, other	222,842	222,842	169,765	(53,077)
Payment in lieu of taxes, CT Airport Authority	693,909	693,909	693,909	-
Total revenue from other agencies	<u>1,573,113</u>	<u>1,573,113</u>	<u>1,450,849</u>	<u>(122,264)</u>
Total charges for services	<u>2,947,243</u>	<u>2,947,243</u>	<u>2,929,948</u>	<u>(17,295)</u>
MISCELLANEOUS:				
Rent -Town property	66,000	66,000	59,757	(6,243)
Cell tower	191,873	191,873	182,789	(9,084)
Other	135,000	135,000	116,701	(18,299)
Total miscellaneous	<u>392,873</u>	<u>392,873</u>	<u>359,247</u>	<u>(33,626)</u>
Total revenues	<u>60,639,505</u>	<u>60,639,505</u>	<u>62,482,691</u>	<u>1,843,186</u>
OTHER FINANCING SOURCES:				
Use of restricted fund balance	141,431	141,431	-	(141,431)
Use of prior year encumbrances	-	117,914	-	(117,914)
Transfers in:				
American Rescue Plan Fund	2,100,000	2,100,000	2,100,000	-
Total other financing sources	<u>2,241,431</u>	<u>2,359,345</u>	<u>2,100,000</u>	<u>(259,345)</u>
Total revenues and other financing sources	<u>\$ 62,880,936</u>	<u>\$ 62,998,850</u>	<u>\$ 64,582,691</u>	<u>\$ 1,583,841</u> <i>(Concluded)</i>

**TOWN OF SUFFIELD, CONNECTICUT**  
**SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES -**  
**BUDGET AND ACTUAL -BUDGETARY BASIS -GENERAL FUND**  
**FOR THE YEAR ENDED JUNE 30, 2023**

	<b>Budgeted Amounts</b>		<b>Actual</b>	<b>Variance With</b>
	<b>Original Budget</b>	<b>Final Budget</b>		<b>Original Budget Over (Under)</b>
<b>GENERAL GOVERNMENT:</b>				
Board of Selectman	\$ 233,974	\$ 254,008	\$ 254,008	\$ -
Human resources	182,994	194,886	194,886	-
Probate court	6,100	6,893	6,893	-
Election	66,088	57,009	50,560	(6,449)
Board of Finance	11,979	10,969	4,871	(6,098)
Assessors	344,978	352,685	352,685	-
Board of Assessment Appeals	648	585	360	(225)
Tax collector	186,086	177,653	177,074	(579)
Finance	335,745	377,718	377,718	-
Information technology	399,680	524,862	494,220	(30,642)
Town counsel	93,000	93,996	93,995	(1)
Town clerk	200,046	199,110	196,081	(3,029)
Town hall	60,200	60,200	57,766	(2,434)
Insurance and employee benefits	4,168,809	4,274,981	4,245,834	(29,147)
Total general government	<u>6,290,327</u>	<u>6,585,555</u>	<u>6,506,951</u>	<u>(78,604)</u>
<b>PLANNING AND DEVELOPMENT:</b>				
Planning and zoning	207,837	207,837	204,912	(2,925)
Zoning Board of Appeals	4,468	3,945	3,945	-
Economic development	61,728	45,841	36,620	(9,221)
Historic District Commission	2,231	2,068	2,068	-
Conservation Commission	58,808	60,382	59,425	(957)
Total planning and development	<u>335,072</u>	<u>320,073</u>	<u>306,970</u>	<u>(13,103)</u>
<b>PUBLIC SAFETY:</b>				
Fire Commission	1,154,409	1,085,138	1,080,004	(5,134)
Police Commission	2,869,156	2,972,441	2,955,378	(17,063)
Emergency management	10,765	10,765	10,763	(2)
Building Department	245,828	301,364	301,364	-
Town Engineer	119,111	109,617	109,617	-
Animal control	73,267	105,268	103,327	(1,941)
Total public safety	<u>4,472,536</u>	<u>4,584,593</u>	<u>4,560,453</u>	<u>(24,140)</u>
<b>PUBLIC WORKS:</b>				
Public works	2,037,260	2,041,428	2,030,680	(10,748)
State aid road funds	292,924	296,521	295,001	(1,520)
Public utilities	2,075,000	2,099,346	2,081,753	(17,593)
Total public works	<u>4,405,184</u>	<u>4,437,501</u>	<u>4,407,640</u>	<u>(29,861)</u>

*(Continued)*

**TOWN OF SUFFIELD, CONNECTICUT**  
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES -  
BUDGET AND ACTUAL -BUDGETARY BASIS -GENERAL FUND *(Concluded)*  
FOR THE YEAR ENDED JUNE 30, 2023

	Budgeted Amounts		Actual	Variance With
	Original Budget	Final Budget		Over Under
<b>HEALTH AND SOCIAL SERVICES:</b>				
Health and social services	\$ 201,351	\$ 201,351	\$ 201,351	\$ -
Social services commission	1,480	1,230	1,211	(19)
EMS/ambulance	346,366	347,447	347,447	-
Total health and social services	<u>549,197</u>	<u>550,028</u>	<u>550,009</u>	<u>(19)</u>
<b>LIBRARY, RECREATION AND PARKS:</b>				
Kent Memorial Library	527,674	527,674	527,674	-
Recreation	-	8,268	5,986	(2,282)
Recreation activities	-	4,092	4,092	-
Community services	858,687	858,949	841,494	(17,455)
Total library, recreation and parks	<u>1,386,361</u>	<u>1,398,983</u>	<u>1,379,246</u>	<u>(19,737)</u>
<b>BOARD OF EDUCATION:</b>				
Education	<u>36,460,661</u>	<u>36,460,661</u>	<u>36,457,023</u>	<u>(3,638)</u>
<b>OTHER:</b>				
Cemeteries	<u>40,290</u>	<u>40,290</u>	<u>40,290</u>	<u>-</u>
DEBT SERVICE	<u>2,250,700</u>	<u>2,250,700</u>	<u>2,250,700</u>	<u>-</u>
CONTINGENCY	<u>500,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>56,690,328</u>	<u>56,628,384</u>	<u>56,459,282</u>	<u>(169,102)</u>
<b>OTHER FINANCING USES:</b>				
Transfers out:				
Capital Projects Funds	4,540,608	4,596,758	4,596,758	-
Capital & Nonrecurring Reserve Fund	500,000	500,000	500,000	-
Insurance Fund	500,000	500,000	500,000	-
Youth Services Fund	100,000	100,000	100,000	-
Cemetery Fund	550,000	550,000	550,000	-
Gas/Diesel Fund	-	123,708	123,708	-
Total other financing uses	<u>6,190,608</u>	<u>6,370,466</u>	<u>6,370,466</u>	<u>-</u>
Total expenditures and other financing uses	<u>\$ 62,880,936</u>	<u>\$ 62,998,850</u>	<u>\$ 62,829,748</u>	<u>\$ (169,102)</u> <i>(Concluded)</i>

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

Grand List Year	Balance Uncollected July 1, 2022	Current Levy	Lawful Corrections		Transfers To Suspense	Balance To Be Collected	Collections, net of refunds			Balance Uncollected June 30, 2023
			Additions	Deductions			Taxes	Interest and		
								Lien Fees	Total	
2021	\$ -	\$ 44,787,359	\$ 65,813	\$ 141,077	\$ 897	\$ 44,711,198	\$ 44,265,618			\$ 104,211
2020	452,788	-	23,344	11,502	48	464,582	215,543	46,496	262,039	249,039
2019	210,595	-	2,964	3,852	37,141	172,566	79,116	30,213	109,329	93,450
2018	137,264	-	-	43	48	137,173	50,083	32,004	82,087	87,090
2017	98,724	-	-	132	-	98,592	26,746	19,921	46,667	71,846
2016	69,674	-	-	130	-	69,544	19,653	15,486	35,139	49,891
2015	51,673	-	-	-	-	51,673	14,248	15,536	29,784	37,425
2014	39,658	-	-	-	-	39,658	9,325	13,851	23,176	30,333
2013	21,552	-	-	-	-	21,552	1,285	2,074	3,359	20,267
2012	29,418	-	-	-	-	29,418	4,774	4,182	8,956	24,644
2011	22,439	-	-	-	-	22,439	1,061	1,415	2,476	21,378
2010	20,032	-	-	-	-	20,032	1,064	1,463	2,527	18,968
2009 & prior	9,805	-	-	4,400	-	5,405	989	1,296	2,285	4,416
<b>Total</b>	<b>\$ 1,163,622</b>	<b>\$ 44,787,359</b>	<b>\$ 92,121</b>	<b>\$ 161,136</b>	<b>\$ 38,134</b>	<b>\$ 45,843,832</b>	<b>\$ 44,689,505</b>	<b>\$ 288,148</b>	<b>\$ 44,977,653</b>	<b>\$ 1,154,327</b>



**TOWN OF SUFFIELD, CONNECTICUT**  
**SCHEDULE OF DEBT LIMITATION**  
**CONNECTICUT GENERAL STATUTES, SECTION 7-374(b)**  
**AS OF JUNE 30, 2023**

Total cash collections for the year ended  
June 30, 2023:

Taxes	\$ 44,689,505
Interest and lien fees	288,148
Total	<u>44,977,653</u>

Reimbursement for loss

Tax relief (CGS 12-129d)	8,411
Base	<u>\$ 44,986,064</u>

	<u>General Purposes</u>	<u>Schools</u>	<u>Sewers</u>	<u>Urban Renewal</u>	<u>Pension Deficit</u>
Debt limitation:					
2-1/4 times base	\$ 101,218,644	\$ -	\$ -	\$ -	\$ -
4-1/2 times base	-	202,437,288	-	-	-
3-3/4 times base	-	-	168,697,740	-	-
3-1/4 times base	-	-	-	146,204,708	-
3 times base	-	-	-	-	134,958,192
Total debt limitation	<u>101,218,644</u>	<u>202,437,288</u>	<u>168,697,740</u>	<u>146,204,708</u>	<u>134,958,192</u>
Indebtedness:					
Bonds payable	19,280,000	-	-	-	-
Total indebtedness	<u>19,280,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Add: Authorized but unissued debt	927,445	-	-	-	-
Less: assessments receivable	(124,540)	-	-	-	-
Net indebtedness	<u>20,082,905</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Debt limitation in excess of outstanding and authorized debt	<u>\$ 81,135,739</u>	<u>\$ 202,437,288</u>	<u>\$ 168,697,740</u>	<u>\$ 146,204,708</u>	<u>\$ 134,958,192</u>
Total capacity of borrowing (7 times base)	\$ 314,902,448				
Total present indebtedness	20,082,905				
Margin for additional borrowing	<u>\$ 294,819,543</u>				

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**CAPITAL PROJECTS FUNDS**

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**TOWN OF SUFFIELD, CONNECTICUT**  
**COMBINING BALANCE SHEET -**  
**CAPITAL PROJECTS FUNDS**  
**AS OF JUNE 30, 2023**

	<b>Capital Project Funds</b>					
	<b>Capital &amp; Nonrecurring Fund</b>	<b>Capital &amp; Nonrecurring Reserve Fund</b>	<b>Capital Contributions Fund</b>	<b>Kent Memorial Library Renovation Fund</b>	<b>Agriscience Project Fund</b>	<b>Open Space Fund</b>
<b>ASSETS</b>						
Cash and cash equivalents	\$ -	\$ 94,171	\$ 221,296	\$ -	\$ -	\$ -
Investments	-	5,322,584	-	-	-	-
Grants receivable	-	-	-	-	-	-
Due from other funds	5,794,665	-	-	246,513	-	415,717
Total assets	<u>\$ 5,794,665</u>	<u>\$ 5,416,755</u>	<u>\$ 221,296</u>	<u>\$ 246,513</u>	<u>\$ -</u>	<u>\$ 415,717</u>
<b>LIABILITIES</b>						
Accounts payable	\$ 198,045	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	-	213,299	233,984	796,643	-
Unearned revenue	-	-	-	-	-	-
Total liabilities	<u>198,045</u>	<u>-</u>	<u>213,299</u>	<u>233,984</u>	<u>796,643</u>	<u>-</u>
<b>FUND BALANCES</b>						
Restricted	-	-	-	-	-	-
Committed	5,596,620	5,416,755	7,997	12,529	-	415,717
Unassigned	-	-	-	-	(796,643)	-
Total fund balances	<u>5,596,620</u>	<u>5,416,755</u>	<u>7,997</u>	<u>12,529</u>	<u>(796,643)</u>	<u>415,717</u>
Total liabilities and fund balances	<u>\$ 5,794,665</u>	<u>\$ 5,416,755</u>	<u>\$ 221,296</u>	<u>\$ 246,513</u>	<u>\$ -</u>	<u>\$ 415,717</u>

*(Continued)*

**TOWN OF SUFFIELD, CONNECTICUT**  
**COMBINING BALANCE SHEET - CAPITAL**  
**PROJECTS FUNDS (Continued) AS OF**  
**JUNE 30, 2023**

	<b>Capital Project Funds</b>					
	<b>School Building Fund</b>	<b>Sewer Capital Projects Fund</b>	<b>Industrial Park Fund</b>	<b>LOT CIP Grant Fund</b>	<b>Utility Extension Project Fund</b>	<b>Bridge Projects Fund</b>
<b>ASSETS</b>						
Cash and cash equivalents	\$ -	\$ 872,699	\$ -	\$ -	\$ -	\$ -
Investments	-	-	-	-	-	-
Grants receivable	375,944	-	-	-	-	-
Due from other funds	-	-	82,086	124,650	132,823	75,334
Total assets	<u>\$ 375,944</u>	<u>\$ 872,699</u>	<u>\$ 82,086</u>	<u>\$ 124,650</u>	<u>\$ 132,823</u>	<u>\$ 75,334</u>
<b>LIABILITIES</b>						
Accounts payable	\$ -	\$ 105,563	\$ -	\$ -	\$ -	\$ 3,276
Due to other funds	375,944	-	-	-	-	-
Unearned revenue	-	-	-	124,650	-	-
Total liabilities	<u>375,944</u>	<u>105,563</u>	<u>-</u>	<u>124,650</u>	<u>-</u>	<u>3,276</u>
<b>FUND BALANCES</b>						
Restricted	-	-	-	-	-	72,058
Committed	-	767,136	82,086	-	132,823	-
Unassigned	-	-	-	-	-	-
Total fund balances	<u>-</u>	<u>767,136</u>	<u>82,086</u>	<u>-</u>	<u>132,823</u>	<u>72,058</u>
Total liabilities and fund balances	<u>\$ 375,944</u>	<u>\$ 872,699</u>	<u>\$ 82,086</u>	<u>\$ 124,650</u>	<u>\$ 132,823</u>	<u>\$ 75,334</u>

*(Continued)*

**TOWN OF SUFFIELD, CONNECTICUT**  
 COMBINING BALANCE SHEET - CAPITAL  
 PROJECTS FUNDS *(Concluded)* AS OF  
 JUNE 30, 2023

	<b>Capital Project Funds</b>			
	<b>Road &amp; Drainage Improvements Fund</b>	<b>Town Hall Renovations &amp; Improvements Fund</b>	<b>Street Light Project Fund</b>	<b>Total Capital Projects Funds</b>
<b>ASSETS</b>				
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ 1,188,166
Investments	-	-	-	5,322,584
Grants receivable	-	-	-	375,944
Due from other funds	22,547	139,606	141,212	7,175,153
Total assets	<u>\$ 22,547</u>	<u>\$ 139,606</u>	<u>\$ 141,212</u>	<u>\$ 14,061,847</u>
<b>LIABILITIES</b>				
Accounts payable	\$ -	\$ -	\$ 147	\$ 307,031
Due to other funds	-	-	-	1,619,870
Unearned revenue	-	-	-	124,650
Total liabilities	<u>-</u>	<u>-</u>	<u>147</u>	<u>2,051,551</u>
<b>FUND BALANCES</b>				
Restricted	22,547	139,606	141,065	375,276
Committed	-	-	-	12,431,663
Unassigned	-	-	-	(796,643)
Total fund balances	<u>22,547</u>	<u>139,606</u>	<u>141,065</u>	<u>12,010,296</u>
Total liabilities and fund balances	<u>\$ 22,547</u>	<u>\$ 139,606</u>	<u>\$ 141,212</u>	<u>\$ 14,061,847</u>

*(Concluded)*

**TOWN OF SUFFIELD, CONNECTICUT**  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -  
 CAPITAL PROJECTS FUNDS  
 FOR THE YEAR ENDED JUNE 30, 2023

	<b>Capital Project Funds</b>					
	<b>Capital &amp; Nonrecurring Fund</b>	<b>Capital &amp; Nonrecurring Reserve Fund</b>	<b>Capital Contributions Fund</b>	<b>Kent Memorial Library Renovation Fund</b>	<b>Agriscience Project Fund</b>	<b>Open Space Fund</b>
<b>REVENUES</b>						
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 157,500
Investment income	-	247,168	317	-	-	-
Other	2,396	-	27,375	-	-	6,000
Total revenues	<u>2,396</u>	<u>247,168</u>	<u>27,692</u>	<u>-</u>	<u>-</u>	<u>163,500</u>
<b>EXPENDITURES</b>						
Debt service	37,911	-	-	-	-	-
Capital outlays	3,836,012	17,765	32,873	-	-	724,393
Total expenditures	<u>3,873,923</u>	<u>17,765</u>	<u>32,873</u>	<u>-</u>	<u>-</u>	<u>724,393</u>
Excess (deficiency) of revenues over expenditures	(3,871,527)	229,403	(5,181)	-	-	(560,893)
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	4,134,630	500,000	-	-	-	100,000
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	<u>4,134,630</u>	<u>500,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>100,000</u>
Net change in fund balances	263,103	729,403	(5,181)	-	-	(460,893)
Fund balances -beginning	<u>5,333,517</u>	<u>4,687,352</u>	<u>13,178</u>	<u>12,529</u>	<u>(796,643)</u>	<u>876,610</u>
Fund balances -ending	<u>\$ 5,596,620</u>	<u>\$ 5,416,755</u>	<u>\$ 7,997</u>	<u>\$ 12,529</u>	<u>\$ (796,643)</u>	<u>\$ 415,717</u>

*(Continued)*

**TOWN OF SUFFIELD, CONNECTICUT**  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -  
 CAPITAL PROJECTS FUNDS *(Continued)*  
 FOR THE YEAR ENDED JUNE 30, 2023

	<b>Capital Project Funds</b>					
	<b>School Building Fund</b>	<b>Sewer Capital Projects Fund</b>	<b>Industrial Park Fund</b>	<b>LOTICIP Grant Fund</b>	<b>Utility Extension Project Fund</b>	<b>Bridge Projects Fund</b>
<b>REVENUES</b>						
Intergovernmental	\$ -	\$ -	\$ -	\$ 78,266	\$ -	\$ -
Investment income	-	4,391	-	-	-	-
Other	-	-	-	-	-	-
Total revenues	-	4,391	-	78,266	-	-
<b>EXPENDITURES</b>						
Debt service	-	-	-	-	-	-
Capital outlays	-	366,741	-	78,266	-	385
Total expenditures	-	366,741	-	78,266	-	385
Excess (deficiency) of revenues over expenditures	-	(362,350)	-	-	-	(385)
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	-	1,089,000	-	-	-	-
Transfers out	-	(63,051)	-	-	-	-
Total other financing sources (uses)	-	1,025,949	-	-	-	-
Net change in fund balances	-	663,599	-	-	-	(385)
Fund balances -beginning	-	103,537	82,086	-	132,823	72,443
Fund balances -ending	\$ -	\$ 767,136	\$ 82,086	\$ -	\$ 132,823	\$ 72,058

(Continued)

**TOWN OF SUFFIELD, CONNECTICUT**  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -  
 CAPITAL PROJECTS FUNDS *(Concluded)*  
 FOR THE YEAR ENDED JUNE 30, 2023

	<b>Capital Project Funds</b>			
	<b>Road &amp; Drainage Improvements Fund</b>	<b>Town Hall Renovations &amp; Improvements Fund</b>	<b>Street Light Project Fund</b>	<b>Total Capital Projects Funds</b>
<b>REVENUES</b>				
Intergovernmental	\$ -	\$ -	\$ -	\$ 235,766
Investment income	-	-	-	251,876
Other	-	-	-	35,771
Total revenues	-	-	-	523,413
<b>EXPENDITURES</b>				
Debt service	-	-	-	37,911
Capital outlays	69,081	25,920	1,174	5,152,610
Total expenditures	69,081	25,920	1,174	5,190,521
Excess (deficiency) of revenues over expenditures	(69,081)	(25,920)	(1,174)	(4,667,108)
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	-	-	-	5,823,630
Transfers out	-	-	-	(63,051)
Total other financing sources (uses)	-	-	-	5,760,579
Net change in fund balances	(69,081)	(25,920)	(1,174)	1,093,471
Fund balances -beginning	91,628	165,526	142,239	10,916,825
Fund balances -ending	\$ 22,547	\$ 139,606	\$ 141,065	\$ 12,010,296

*(Concluded)*



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**NONMAJOR GOVERNMENTAL FUNDS**

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**TOWN OF SUFFIELD, CONNECTICUT**  
**COMBINING BALANCE SHEET -**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**AS OF JUNE 30, 2023**

**Nonmajor Special Revenue Funds**

	<b>Police Off Duty Fund</b>	<b>School Cafeteria Fund</b>	<b>Town Donations Fund</b>	<b>Education Open Choice and Grants Fund</b>	<b>CADAC Grant Fund</b>	<b>Sewer Assessment Fund</b>	<b>Asset Forfeiture Fund</b>	<b>Recreation Fund</b>
<b>ASSETS</b>								
Cash and cash equivalents	\$ -	\$ 653,208	\$ -	\$ -	\$ -	\$ 170,563	\$ -	\$ -
Investments	-	-	-	-	-	-	-	-
Receivables:								
Assessments	-	-	-	-	-	124,540	-	-
Grants and contracts	-	208,113	-	123,776	-	-	-	-
Loans	-	-	-	-	-	-	-	-
Other	70,317	1,957	1,474	-	-	-	-	-
Due from other funds	313,814	17,295	247,029	993,750	-	-	-	18,503
Inventories	-	25,000	-	-	-	-	-	-
Total assets	<u>\$ 384,131</u>	<u>\$ 905,573</u>	<u>\$ 248,503</u>	<u>\$ 1,117,526</u>	<u>\$ -</u>	<u>\$ 295,103</u>	<u>\$ -</u>	<u>\$ 18,503</u>
<b>LIABILITIES</b>								
Accounts payable	\$ -	\$ 246,661	\$ 2,303	\$ 311,183	\$ -	\$ 37	\$ -	\$ -
Accrued liabilities	-	-	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	-	-	-
Unearned revenue	-	-	12,500	45,457	-	-	-	-
Total liabilities	<u>-</u>	<u>246,661</u>	<u>14,803</u>	<u>356,640</u>	<u>-</u>	<u>37</u>	<u>-</u>	<u>-</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>								
Unavailable revenues	-	-	-	-	-	124,540	-	-
<b>FUND BALANCES</b>								
Nonspendable	-	25,000	-	-	-	-	-	-
Restricted	-	633,912	233,700	760,886	-	-	-	-
Committed	384,131	-	-	-	-	170,526	-	18,503
Unassigned	-	-	-	-	-	-	-	-
Total fund balances	<u>384,131</u>	<u>658,912</u>	<u>233,700</u>	<u>760,886</u>	<u>-</u>	<u>170,526</u>	<u>-</u>	<u>18,503</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 384,131</u>	<u>\$ 905,573</u>	<u>\$ 248,503</u>	<u>\$ 1,117,526</u>	<u>\$ -</u>	<u>\$ 295,103</u>	<u>\$ -</u>	<u>\$ 18,503</u>

*(Continued)*

**TOWN OF SUFFIELD, CONNECTICUT**  
**COMBINING BALANCE SHEET -**  
**NONMAJOR GOVERNMENTAL FUNDS (Continued)**  
**AS OF JUNE 30, 2023**

**Nonmajor Special Revenue Funds**

	Senior Center Activity Fund	Municipal Grant Fund	Emergency Food and Shelter Fund	Small Cities Grant Fund	Drug Education & Enforcement Grant Fund	Sunrise Park Fund	Youth Services Fund	Farmington Canal Trail Fund	Veterans Memorial Fund
<b>ASSETS</b>									
Cash and cash equivalents	\$ -	\$ -	\$ 2,008	\$ 25,273	\$ -	\$ -	\$ -	\$ -	\$ -
Investments	-	-	-	-	-	-	-	-	-
Receivables:									
Assessments	-	-	-	-	-	-	-	-	-
Grants and contracts	-	89,808	-	-	-	-	-	-	-
Loans	-	-	-	80,609	-	-	-	-	-
Other	3,736	-	-	-	-	125	-	-	-
Due from other funds	54,190	-	-	70,579	-	11,325	-	-	-
Inventories	-	-	-	-	-	-	-	-	-
Total assets	<u>\$ 57,926</u>	<u>\$ 89,808</u>	<u>\$ 2,008</u>	<u>\$ 176,461</u>	<u>\$ -</u>	<u>\$ 11,450</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b>LIABILITIES</b>									
Accounts payable	\$ 5,249	\$ 7,870	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued liabilities	-	390	-	-	-	-	-	-	-
Due to other funds	-	18,526	-	-	-	-	-	-	-
Unearned revenue	648	90,938	-	-	-	-	-	-	-
Total liabilities	<u>5,897</u>	<u>117,724</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>									
Unavailable revenues	-	-	-	80,609	-	-	-	-	-
<b>FUND BALANCES</b>									
Nonspendable	-	-	-	-	-	-	-	-	-
Restricted	-	-	2,008	95,852	-	11,450	-	-	-
Committed	52,029	-	-	-	-	-	-	-	-
Unassigned	-	(27,916)	-	-	-	-	-	-	-
Total fund balances	<u>52,029</u>	<u>(27,916)</u>	<u>2,008</u>	<u>95,852</u>	<u>-</u>	<u>11,450</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 57,926</u>	<u>\$ 89,808</u>	<u>\$ 2,008</u>	<u>\$ 176,461</u>	<u>\$ -</u>	<u>\$ 11,450</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

*(Continued)*

**TOWN OF SUFFIELD, CONNECTICUT**  
 COMBINING BALANCE SHEET -  
 NONMAJOR GOVERNMENTAL FUNDS (Concluded)  
 AS OF JUNE 30, 2023

	Nonmajor Special Revenue Funds						Nonmajor Permanent Funds		Total Nonmajor Governmental Funds
	Kent Memorial Library Fund	Kent Farm Sewer District Fund	Town Clerk Dollar Fund	Town Center Tax Increment		Student Activity Fund	Memorial Fund	Cemetery Fund	
				Financing Fund	School Activity Fund				
<b>ASSETS</b>									
Cash and cash equivalents	\$ -	\$ 115,812	\$ -	\$ -	\$ -	\$ 380,430	\$ 53,723	\$ 95,245	\$ 1,496,262
Investments	-	-	-	-	-	-	-	1,007,014	1,007,014
Receivables:									
Assessments	-	-	-	-	-	-	-	-	124,540
Grants and contracts	-	-	-	-	-	-	-	-	421,697
Loans	-	-	-	-	-	-	-	-	80,609
Other	59,283	-	-	-	4,618	-	-	-	141,510
Due from other funds	-	-	56,099	304,630	205,359	-	-	-	2,292,573
Inventories	-	-	-	-	-	-	-	-	25,000
Total assets	\$ 59,283	\$ 115,812	\$ 56,099	\$ 304,630	\$ 209,977	\$ 380,430	\$ 53,723	\$ 1,102,259	\$ 5,589,205
<b>LIABILITIES</b>									
Accounts payable	\$ 17,569	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,377	\$ -	\$ 592,249
Accrued liabilities	-	-	-	-	-	-	-	-	390
Due to other funds	41,206	5,524	-	-	-	-	15,425	-	80,681
Unearned revenue	-	-	-	-	-	-	-	-	149,543
Total liabilities	58,775	5,524	-	-	-	-	16,802	-	822,863
<b>DEFERRED INFLOWS OF RESOURCES</b>									
Unavailable revenues	-	-	-	-	-	-	-	-	205,149
<b>FUND BALANCES</b>									
Nonspendable	-	-	-	-	-	-	22,162	370,625	417,787
Restricted	-	-	56,099	304,630	-	380,430	14,759	731,634	3,225,360
Committed	508	110,288	-	-	209,977	-	-	-	945,962
Unassigned	-	-	-	-	-	-	-	-	(27,916)
Total fund balances	508	110,288	56,099	304,630	209,977	380,430	36,921	1,102,259	4,561,193
Total liabilities, deferred inflows of resources and fund balances	\$ 59,283	\$ 115,812	\$ 56,099	\$ 304,630	\$ 209,977	\$ 380,430	\$ 53,723	\$ 1,102,259	\$ 5,589,205

(Concluded)

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

	Nonmajor Special Revenue Funds							
	Police Off Duty Fund	School Cafeteria Fund	Town Donations Fund	Education Open Choice and Grants Fund	CADAC Grant Fund	Sewer Assessment Fund	Asset Forfeiture Fund	
<b>REVENUES</b>								
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	981,749	-	2,149,618	-	-	-	-
Charges for services	336,413	372,295	-	-	-	209,485	-	-
Assessments	-	-	-	-	-	52,301	-	-
Investment income	-	325	-	-	-	8,760	-	-
Other	-	-	89,747	-	-	-	-	-
Total revenues	<u>336,413</u>	<u>1,354,369</u>	<u>89,747</u>	<u>2,149,618</u>	<u>-</u>	<u>270,546</u>	<u>-</u>	<u>-</u>
<b>EXPENDITURES</b>								
Current:								
General government	-	-	-	-	185	-	-	-
Public safety	181,509	-	13,067	-	-	-	10,051	-
Community services	-	-	-	-	-	-	-	-
Education	-	1,141,912	-	2,496,488	-	-	-	-
Capital outlays	-	-	-	-	-	-	-	-
Total expenditures	<u>181,509</u>	<u>1,141,912</u>	<u>13,067</u>	<u>2,496,488</u>	<u>185</u>	<u>-</u>	<u>10,051</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	154,904	212,457	76,680	(346,870)	(185)	270,546	(10,051)	-
<b>OTHER FINANCING SOURCES (USES)</b>								
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	(910,000)	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(910,000)</u>	<u>-</u>	<u>-</u>
Net change in fund balances	154,904	212,457	76,680	(346,870)	(185)	(639,454)	(10,051)	-
Fund balances -beginning	<u>229,227</u>	<u>446,455</u>	<u>157,020</u>	<u>1,107,756</u>	<u>185</u>	<u>809,980</u>	<u>10,051</u>	<u>18,503</u>
Fund balances -ending	<u>\$ 384,131</u>	<u>\$ 658,912</u>	<u>\$ 233,700</u>	<u>\$ 760,886</u>	<u>\$ -</u>	<u>\$ 170,526</u>	<u>\$ -</u>	<u>\$ 18,503</u>

*(Continued)*

**TOWN OF SUFFIELD, CONNECTICUT**  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -  
 NONMAJOR GOVERNMENTAL FUNDS *(Continued)*  
 FOR THE YEAR ENDED JUNE 30, 2023

	Nonmajor Special Revenue Funds									
	Senior Center Activity Fund	Municipal Grant Fund	Emergency Food and Shelter Fund	Small Cities Grant Fund	Drug Education & Enforcement Grant Fund	Sunrise Park Fund	Youth Services Fund	Farmington Canal Trail Fund	Veterans Memorial Fund	
<b>REVENUES</b>										
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	1,570	-	-	-	-	-	-	-	-
Charges for services	22,847	-	-	-	-	-	-	-	-	-
Assessments	-	-	-	-	-	-	-	-	-	-
Investment income	-	-	-	-	-	-	-	-	-	-
Other	22,724	-	5,033	-	20	1,650	-	-	-	-
Total revenues	45,571	1,570	5,033	-	20	1,650	-	-	-	-
<b>EXPENDITURES</b>										
Current:										
General government	-	-	-	-	-	-	-	-	-	2,620
Public safety	-	29,314	-	-	-	-	-	-	-	-
Community services	47,702	23,024	8,228	-	-	1,255	17,663	60	-	-
Education	-	-	-	-	-	-	-	-	-	-
Capital outlays	-	37,284	-	-	-	-	-	-	-	-
Total expenditures	47,702	89,622	8,228	-	-	1,255	17,663	60	-	2,620
Excess (deficiency) of revenues over expenditures	(2,131)	(88,052)	(3,195)	-	20	395	(17,663)	(60)	-	(2,620)
<b>OTHER FINANCING SOURCES (USES)</b>										
Transfers in	-	-	-	-	-	-	17,663	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	17,663	-	-	-
Net change in fund balances	(2,131)	(88,052)	(3,195)	-	20	395	-	(60)	-	(2,620)
Fund balances -beginning	54,160	60,136	5,203	95,852	(20)	11,055	-	60	-	2,620
Fund balances -ending	\$ 52,029	\$ (27,916)	\$ 2,008	\$ 95,852	\$ -	\$ 11,450	\$ -	\$ -	\$ -	\$ -

*(Continued)*

**TOWN OF SUFFIELD, CONNECTICUT**  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -  
 NONMAJOR GOVERNMENTAL FUNDS (Concluded)  
 FOR THE YEAR ENDED JUNE 30, 2023

	Nonmajor Special Revenue Funds					Nonmajor Permanent Funds				Total Nonmajor Governmental Funds
	Kent Memorial Library Fund	Kent Farm Sewer District Fund	Town Clerk Dollar Fund	Town Center Tax Increment Financing Fund	School Activity Fund	Student Activity Fund	Memorial Fund	Cemetery Fund		
<b>REVENUES</b>										
Property taxes	\$ -	\$ -	\$ -	\$ 114,522	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 114,522
Intergovernmental	41	-	-	-	-	-	-	-	-	3,132,978
Charges for services	4,015	-	8,129	-	167,992	729,617	-	-	-	1,850,793
Assessments	-	-	-	-	-	-	-	-	-	52,301
Investment income	-	1,303	-	-	-	-	936	77,685	-	89,009
Other	83,700	-	-	-	-	-	-	10,500	-	213,374
Total revenues	87,756	1,303	8,129	114,522	167,992	729,617	936	88,185	-	5,452,977
<b>EXPENDITURES</b>										
Current:										
General government	-	-	4,638	-	-	-	7,473	-	-	14,916
Public safety	-	-	-	-	-	-	-	-	-	233,941
Community services	619,159	-	-	-	-	-	-	857	-	717,948
Education	-	-	-	-	168,852	746,743	-	-	-	4,553,995
Capital outlays	-	-	-	-	-	-	-	-	-	37,284
Total expenditures	619,159	-	4,638	-	168,852	746,743	7,473	857	-	5,558,084
Excess (deficiency) of revenues over expenditures	(531,403)	1,303	3,491	114,522	(860)	(17,126)	(6,537)	87,328	-	(105,107)
<b>OTHER FINANCING SOURCES (USES)</b>										
Transfers in	527,674	-	-	-	-	-	-	550,000	-	1,095,337
Transfers out	-	-	-	-	-	-	-	-	-	(910,000)
Total other financing sources (uses)	527,674	-	-	-	-	-	-	550,000	-	185,337
Net change in fund balances	(3,729)	1,303	3,491	114,522	(860)	(17,126)	(6,537)	637,328	-	80,230
Fund balances -beginning	4,237	108,985	52,608	190,108	210,837	397,556	43,458	464,931	-	4,480,963
Fund balances -ending	\$ 508	\$ 110,288	\$ 56,099	\$ 304,630	\$ 209,977	\$ 380,430	\$ 36,921	\$ 1,102,259	\$ -	\$ 4,561,193

(Concluded)

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**INTERNAL SERVICE FUNDS**

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**TOWN OF SUFFIELD, CONNECTICUT**  
**COMBINING STATEMENT OF NET POSITION -**  
**INTERNAL SERVICE FUNDS**  
**AS OF JUNE 30, 2023**

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	<b>Health Insurance</b>		
	<b>Fund</b>	<b>Gas/Diesel Fund</b>	<b>Total</b>
<b>ASSETS</b>			
Cash and cash equivalents	\$ 578,358	\$ -	\$ 578,358
Due from other funds	2,504,850	12,993	2,517,843
Receivables	165,181	4,968	170,149
Total assets	<u>3,248,389</u>	<u>17,961</u>	<u>3,266,350</u>
<b>LIABILITIES</b>			
Accounts payable	160,425	17,961	178,386
Claims incurred but not reported	400,000	-	400,000
Total liabilities	<u>560,425</u>	<u>17,961</u>	<u>578,386</u>
<b>NET POSITION</b>			
Unrestricted	<u>\$ 2,687,964</u>	<u>\$ -</u>	<u>\$ 2,687,964</u>

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

	<b>Health Insurance Fund</b>	<b>Gas/Diesel Fund</b>	<b>Total</b>
<b>OPERATING REVENUES</b>			
Charges for services	\$ 8,093,217	\$ 294,195	\$ 8,387,412
Contributions from OPEB Trust	497,048	-	497,048
Total operating revenues	<u>8,590,265</u>	<u>294,195</u>	<u>8,884,460</u>
<b>OPERATING EXPENSES</b>			
Claims, net	6,330,347	-	6,330,347
Stop loss premiums	634,145	-	634,145
Administration	189,970	-	189,970
Fuel	-	365,858	365,858
Total operating expenses	<u>7,154,462</u>	<u>365,858</u>	<u>7,520,320</u>
Operating income (loss)	1,435,803	(71,663)	1,364,140
<b>NONOPERATING REVENUE</b>			
Interest income	<u>17,600</u>	-	<u>17,600</u>
Income before transfers	1,453,403	(71,663)	1,381,740
<b>TRANSFERS</b>			
Transfer in	<u>500,000</u>	<u>123,708</u>	<u>623,708</u>
Change in net position	1,953,403	52,045	2,005,448
Net position -beginning of year	<u>734,561</u>	<u>(52,045)</u>	<u>682,516</u>
Net position -end of year	<u>\$ 2,687,964</u>	<u>\$ -</u>	<u>\$ 2,687,964</u>

**TOWN OF SUFFIELD, CONNECTICUT**  
**COMBINING STATEMENT OF CASH FLOWS -**  
**INTERNAL SERVICE FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2023**

	<b>Health Insurance</b>		
	<b>Fund</b>	<b>Gas/Diesel Fund</b>	<b>Total</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Cash received for charges for services	\$ 7,797,830	\$ 335,142	\$ 8,132,972
Cash paid to vendors	(7,435,737)	(385,553)	(7,821,290)
Net cash provided by (used in) operating activities	<u>362,093</u>	<u>(50,411)</u>	<u>311,682</u>
<b>CASH FLOWS FROM NON-CAPITAL RELATED FINANCING ACTIVITIES</b>			
Interfund borrowings	<u>(1,722,432)</u>	<u>50,411</u>	<u>(1,672,021)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Interest income	<u>17,600</u>	<u>-</u>	<u>17,600</u>
Net decrease in cash and cash equivalents	(1,342,739)	-	(1,342,739)
Cash and cash equivalents - beginning of year	<u>1,921,097</u>	<u>-</u>	<u>1,921,097</u>
Cash and cash equivalents - end of year	<u>\$ 578,358</u>	<u>\$ -</u>	<u>\$ 578,358</u>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES</b>			
Operating income (loss)	\$ 1,435,803	\$ (71,663)	\$ 1,364,140
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:			
Change in assets and liabilities:			
Decrease in receivables	840,715	40,947	881,662
Increase (decrease) in accounts payable	90,425	(19,695)	70,730
Increase in due from other funds	<u>(2,004,850)</u>	<u>-</u>	<u>(2,004,850)</u>
Net cash provided by (used in) operating activities	<u>\$ 362,093</u>	<u>\$ (50,411)</u>	<u>\$ 311,682</u>