

# **TOWN OF SEYMOUR, CONNECTICUT**

## **ANNUAL COMPREHENSIVE FINANCIAL REPORT**



**For the Fiscal Year July 1, 2020 – June 30, 2021**



**TOWN OF SEYMOUR, CONNECTICUT**

**ANNUAL  
COMPREHENSIVE  
FINANCIAL REPORT**

**FOR**

**THE FISCAL YEAR ENDED  
JUNE 30, 2021**

**Prepared By:**

**THE FINANCE DEPARTMENT  
*DOUGLAS THOMAS, DIRECTOR OF FINANCE***



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May 31, 2022

Annmarie Drugonis, First Selectwoman  
Members of the Board of Selectman  
Members of the Board of Finance  
Town of Seymour, Connecticut

Connecticut State law requires that every general-purpose local government publish within six months of the close of each fiscal year a complete set of audited financial statements. This report is published to fulfill that requirement for the fiscal year ended June 30, 2021.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

RSM US LLP, Certified Public Accountants, has issued unmodified ("clean") opinions on the Town of Seymour, Connecticut's (the Town) financial statements for the year ended June 30, 2021. The independent auditors' report is located at the front of the financial section of this report.

Management's discussion and analysis (MD&A) immediately follows the independent auditors' report and provides a narrative introduction, overview and analysis of the basic financial statements. MD&A complements this letter of transmittal and should be read in conjunction with it.

### **Profile of the Town of Seymour**

The Town of Seymour was incorporated in 1850, named after Thomas H. Seymour, then Governor of the State of Connecticut. The Town covers an area of 14.7 square miles with the commercial and industrial areas along the Naugatuck River. Seymour is served directly by Connecticut Route 8, a major four-lane, limited-access highway which begins in Bridgeport at the Connecticut Turnpike (I-95) and runs north to Winsted, intersecting with I-84 in Waterbury.

The location of Seymour at the junction of Routes 8, 67, 115 and 313 provides ready access to the regional interstate highway system as well as Connecticut's major employment centers. Conrail provides freight rail service to and through the Town, and the expanded Metro North Commuter Rail Service provides frequent passenger trains to Bridgeport, Stamford and New York City. Regularly scheduled commercial air service, both passenger and freight, is available from Hartford's Bradley International Airport and the New York airports. These facilities are served through airport limousines, air freight, and trucking from Seymour.

The Town is contiguous to Fairfield County and within 20 minutes driving time of New Haven, Waterbury and Bridgeport, three of Connecticut's five largest cities.

## **Economic**

The Town's key business areas include several small shopping centers, options for professional offices, a downtown historic district, and several sites designated for industry.

The Town has collaborated to promote industrial growth. The Town formed and worked closely with the Seymour Downtown Council to revitalize the Town's center. In the last several years, over \$1,000,000 in public and private funds have been spent to make downtown more attractive.

The 1,465-acre Silvermine Industrial Park was developed using a combination of local, state and federal funds and is now occupied by 12 companies, some of which have already expanded from their original size. Hubbell Industrial Park, immediately adjacent to the Silvermine complex, is being developed with private funds. This park contains 13 parcels on more than 66 acres and is close to capacity. Among the many companies located there, Thule/Eldon Group America and Basement Systems Incorporated have completed 25,000-square-foot expansions to their facilities. The Kerite Company, the Town's oldest employer, was acquired by Chicago-based Marmon Group in September 1999. Since that time, Kerite has invested significantly in diversifying its products beyond the traditional dependence upon the utility industrial market segment.

Haynes Construction Company constructed a headquarters on Progress Drive beyond Hubbell Park on a 7.9-acre parcel. The facility was constructed in 1995, and expanded in 2002. Haynes has built a 236-unit complex known as Meadow Brook Estates designed for active 55 and older individuals. The complex straddles the Oxford- Seymour border and has model homes available for tour. Fifty-five of the units are in Seymour.

Larry Janesky's Basement Systems ("Basement Systems") is located on 50 acres of land in the Seymour Industrial Park. Basement Systems has added 14,000 square feet of warehouse and has added 60,000 square feet of office and warehouse space in the past few years.

The Town is within easy commuting distance of large employment centers in Fairfield County, as well as employment found in the New Haven and Waterbury areas.

## **Form of Government**

Under a charter adopted in 1971 and most recently amended in 1994, the Town of Seymour has a Town Meeting form of government with a seven-member Board of Selectmen. The First Selectman serves as the full-time chief executive officer of the Town. The Board of Finance is responsible for proposing annual budgets and special appropriations to the Town Meeting. There are a number of commissions and authorities established under the Charter, including the Economic Development Commission, Planning and Zoning Commission and Water Pollution Control Authority.

## **Budget Process**

Town charter requires an annual general fund appropriation. All boards, commissions, officers and departments that are seeking an appropriation for the ensuing year file their request with the Board of Finance which forwards a copy to the Board of Selectman. The Board of Selectman calls an Annual Town Meeting to act on the proposed budget and set a mill rate for the ensuing fiscal year.

The enterprise fund prepares an annual budget each April. All other funds do require budgets; special revenue funds, internal service funds and capital funds.

### **Long Term Financial Planning**

Town Officials typically budget \$300,000 annually for capital projects. For fiscal year 2022 and 2023 the capital budget has been removed due to the receipt of the American Rescue Plan funding. The Town received \$2.4 million in fiscal year 2021 and will receive another \$2.4 million in 2022. The plan requires these funds be spent or committed by December 2026. The Town created a capital and infrastructure plan for the entire \$4.8 million. The includes items; infrastructure capital improvements, emergency services equipment, community center roof, HVAC system for the High School and elementary school.

Town road reconstruction and maintenance continues to be a top priority with Town Officials and the general public. The Town has \$3.2 million in bond road funds to be used this fiscal year 2022. Additionally, the Town received a \$5 million grant for the reconstruction of Holbrook Road.

### **Financial Policies**

The Town of Seymour has a Financial and accounting policy and procedures manual. The manual is reviewed annually. The General Fund is appropriated annually with an approval through a Town referendum. None of the other funds require a Town approved budget.

### **Budget Issues**

For fiscal year 2018 through 2021 the Town has been able to keep our mil rate stable. Management has worked hard to keep costs down and implement efficiencies where possible. The fiscal year 2022 the Town had a revaluation of property values resulting in a 8% increase in values and with a steady equivalent mil rate, property tax increased 4.5%.

The preparation of this report could not have been accomplished without the hard work and dedication of the finance department staff. I would also like to thank RSM US LLP our independent auditors, for their guidance and many helpful comments and suggestions during the preparation of this report. And finally, special acknowledgment and appreciation goes to those who have contributed to the progressive and financially sound operations of the Town; that contribute, belongs to all Town Officials, Town Staff, and the Community.

Respectfully Submitted,

A handwritten signature in blue ink, appearing to read "Douglas Thomas".

Douglas Thomas, CPA  
Finance Director

# TOWN OF SEYMOUR, CONNECTICUT

## LIST OF PRINCIPAL OFFICIALS

June 30, 2021

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### **BOARD OF SELECTMEN**

Annmarie Drugonis, First Selectwoman  
Al Bruno, Deputy First Selectman  
Frederick Stanek  
Trish Danka  
Robert Findley  
Patrick Lombardi  
Christopher Bowen

### **BOARD OF FINANCE**

William Sawicki – Chairman  
Beverly Kennedy  
Jim Cretella  
Richard Demko  
Karen Lombardi  
Kristyn Hanewicz  
Bettyann Peck  
Grace Brangwynne  
Lucy McConolgue  
Jessica Nunez

### **BOARD OF EDUCATION**

Christopher Champagne– Chairman  
Stephan Behuniak  
Kirsten Bruno  
James Garofalo  
Jay Hatfield  
Shannon Levey  
Beth Nesteriak  
Ed Strumello  
Kristen Harmeling



Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

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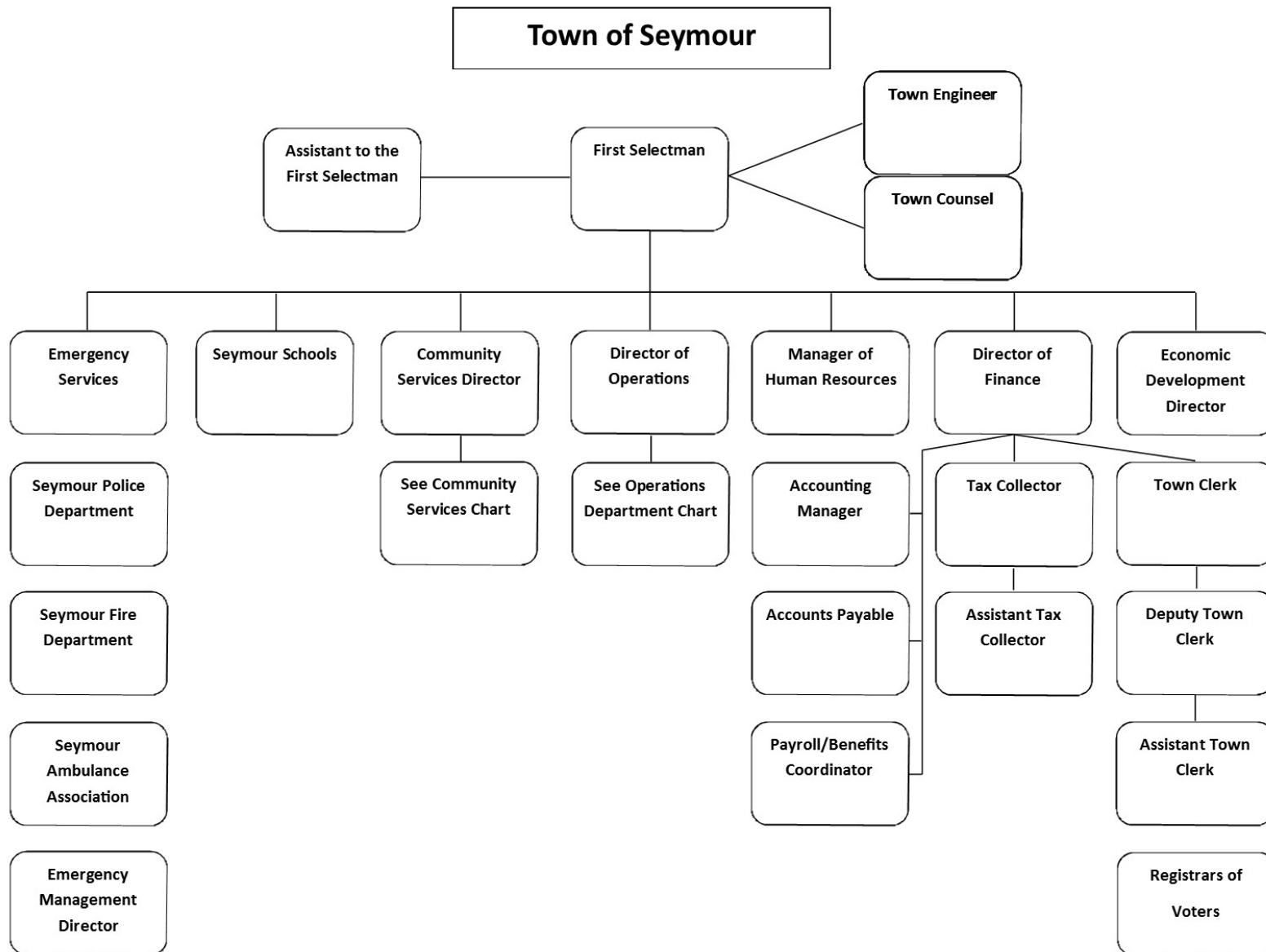
**Town of Seymour  
Connecticut**

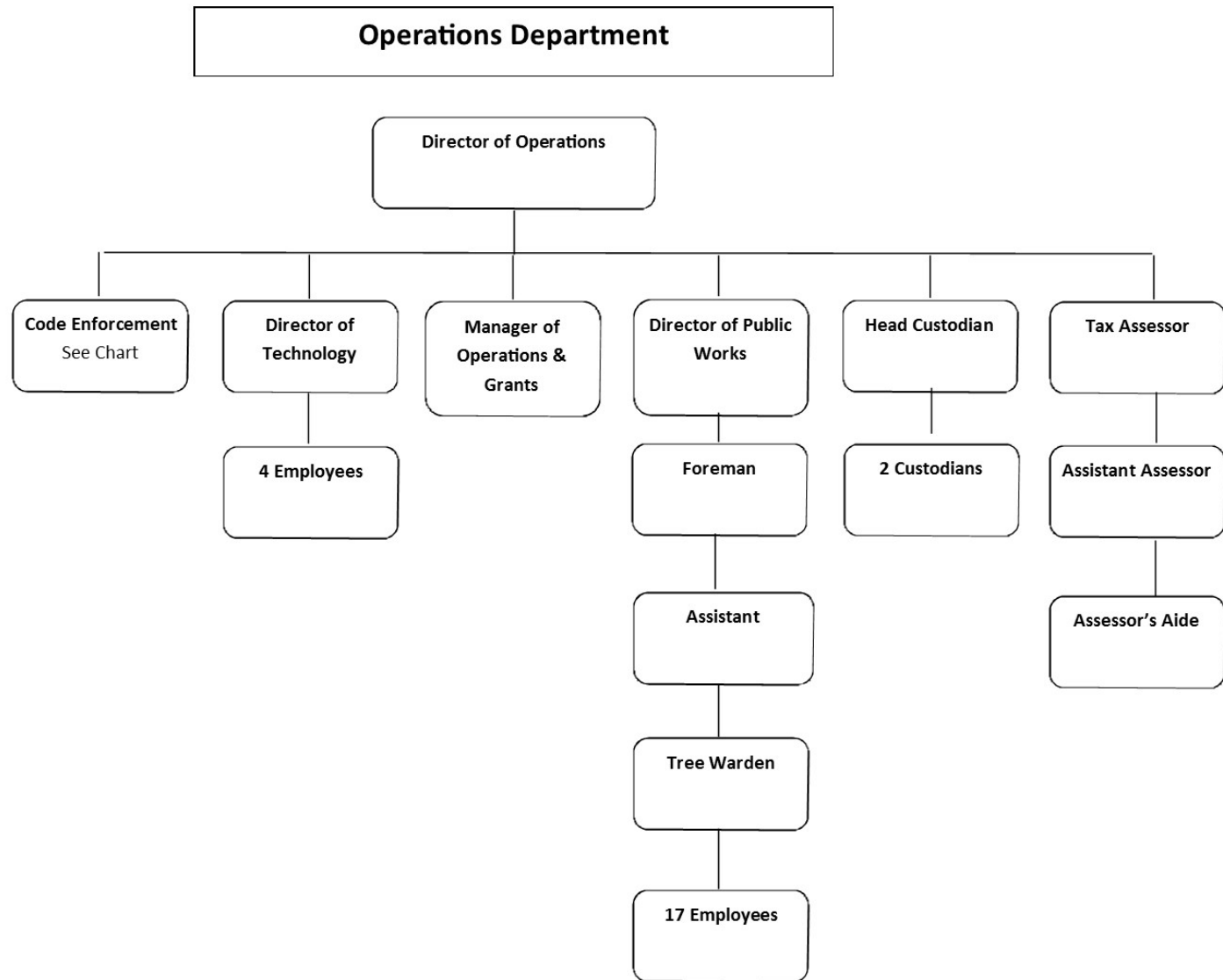
For its Annual Comprehensive  
Financial Report  
For the Fiscal Year Ended

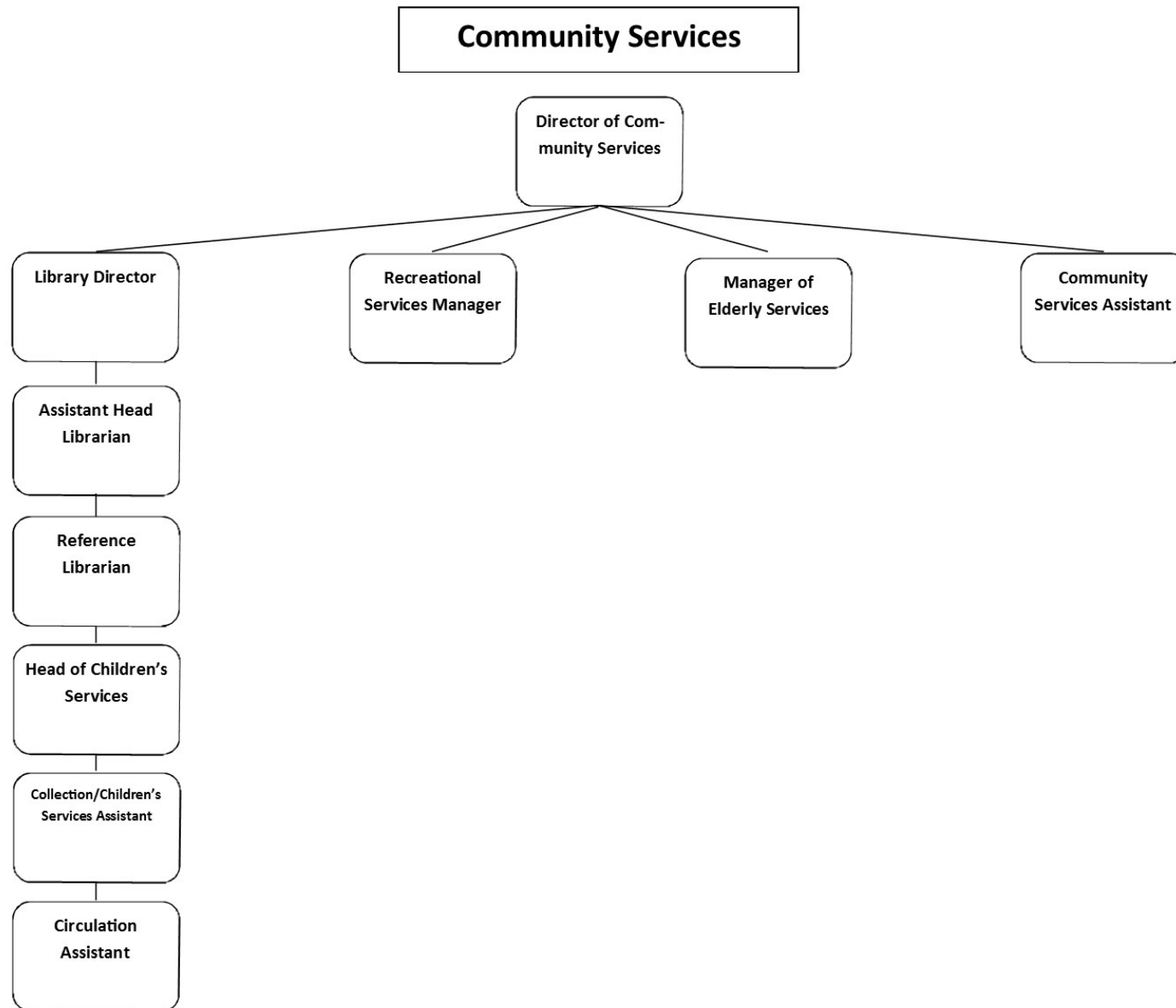
June 30, 2020

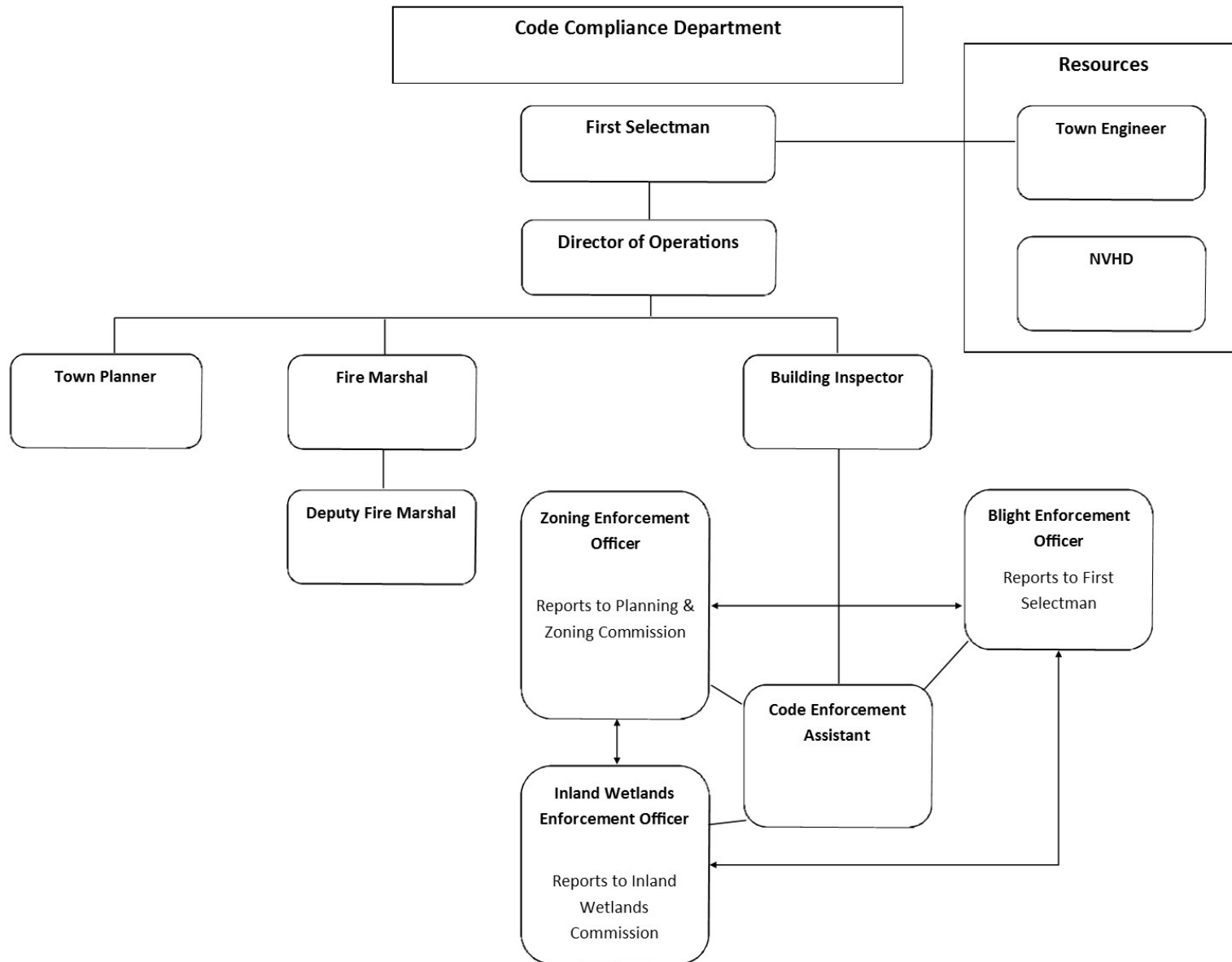
*Christopher P. Morill*

Executive Director/CEO









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**Financial Section**



## **Independent Auditor's Report**

Board of Finance  
Town of Seymour, Connecticut

### **Report on the Financial Statements**

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 Seymour, Connecticut, as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the Town of Seymour, Connecticut's basic financial statements as listed in the table of contents.

### **Management's Responsibility for the Financial Statements**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

### **Auditors' Responsibility**

Our responsibility is to express opinions on these financial statements based on our audit. 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditors consider internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

## **Opinions**

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Town of Seymour, Connecticut, as of June 30, 2021 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.

## **Emphasis of Matter**

As discussed in Note 1 to the financial statements, the Town adopted the recognition and disclosure requirements of Governmental Accounting Standards Board Statement No. 84, Fiduciary Activities. The beginning net position and fund balance of the governmental activities and the aggregate remaining fund information as of July 1, 2020 have been restated. Our opinions are not modified with respect to this matter.

## **Other Matters**

### **Required Supplementary Information**

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, the General Fund budgetary schedule, the pension and OPEB related schedules, as listed in the table on contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who 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.

### **Other Information**

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of Seymour, Connecticut's basic financial statements. The introductory section, combining and individual fund financial statements and other schedules, and the statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual fund financial statements and other schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such 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 other schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on them.

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

In accordance with *Government Auditing Standards*, we have also issued our report dated May 31, 2022, on our consideration of the Town of Seymour, Connecticut's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Town's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Town of Seymour, Connecticut's internal control over financial reporting and compliance.

*RSM US LLP*

New Haven, Connecticut  
May 31, 2022

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**Town of Seymour, Connecticut  
Management's Discussion and Analysis - Unaudited  
June 30, 2021**

The management's discussion and analysis of the Town of Seymour, Connecticut's (the Town) financial performance provides an overall review of the Town's financial activities for the year ended June 30, 2021. The intent of this discussion and analysis is to look at the Town's financial performance as a whole; readers should also review the basic financial statements and the notes to the basic financial statements to enhance their understanding of the Town's financial performance.

**Financial Highlights**

Key financial highlights for 2021 are as follows:

- The total net position of the Town decreased \$6,722,769. Net position of governmental activities decreased \$6,599,425 or 2476 percent over 2020 and net position of business-type activities decreased \$123,344 or 1.7 percent over 2020. The decrease was due to; decrease in deferred outflows \$2.7 million (Pension and OPEB), increase in unearned revenue \$2.4 million (ARPA Grant) and increase in accounts payable of \$2.3 million (Energy Performance Project final payment).
- General revenues accounted for \$45,238,232 or 57 percent of total governmental activities revenue. Program specific revenues accounted for \$34,680,603 or 43 percent of total governmental activities revenue.
- The Town had \$86,518,260 in expenses related to governmental activities: \$34,680,603 of these expenses was offset by program specific charges for services, grants or contributions. The remaining expenses of the governmental activities of \$51,837,657 were offset by general revenues (mainly by property taxes, unrestricted grants and entitlements) of \$45,238,232.
- The general fund had revenues of \$62,077,728 in 2021. This represents an increase of \$442,314 from 2020 revenues. The expenditures of the General Fund, which totaled \$62,705,449 in 2021, increased \$1,904,240 from 2020.
- Net position for the business-type activities, which are made up of the Sewer Enterprise Fund, decreased in 2021 by \$123,344. This decrease in net position was less than the previous year's increase of \$5,675. The operating expenses increased \$319,357 and revenues increased \$313,682. Management has increased fees by 10% and plans on continuing to raise fees for the next few years. The plant is 23 years old and needs updating and repairs. The Town is investigating options of regionalization of neighboring towns or bonding. See debt for more details.
- In the General Fund, budgeted revenues came in \$754,042 less than budget and expenditures were \$88,571 less than final budget. Both revenues and expenditures less than budget were due to COVID 19 shut down and disruptions. All recreation, library and school activities were halted for the 2020 summer and fall due to the pandemic. Other operations were also halted or curtailed due to the pandemic. Property tax revenues were short in fiscal year 2021 but are expected to recover in the next fiscal year.

**Using this Annual Financial Report**

This annual report consists of a series of financial statements and notes to these statements. These statements are organized so the reader can understand the Town as a financial whole, and entire operating entity. The statements then proceed to provide an increasingly detailed look at specific financial activities.

The statement of net position and statement of activities provide information about the activities of the Town as a whole, presenting both an aggregate view of the Town's finances and a longer-term view of those finances, fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as what remains for future spending. The fund financial statements also look at the Town's most significant funds with all other non-major funds presented in total in one column.

## **Reporting the Town as a Whole**

### ***Statement of Net Position and the Statement of Activities***

While this document contains a large number of funds used by the Town to provide programs and activities, the view of the Town as a whole looks at all financial transactions and informs the user how the Town financially performed during 2021. The statement of net position and the statement of activities answer these questions. These statements include all assets, liabilities, revenues and expenses using the accrual basis of accounting similar to the accounting used by most private-sector companies. This basis of accounting will take into account all of the current year's revenues and expenses regardless of when cash is received or paid.

These two statements report the Town's net position and changes in those assets. This change in net position is important because it tells the reader that, for the Town as a whole, the financial position of the Town has improved or diminished. The causes of this change may be the result of many factors, some financial, some not. Nonfinancial factors include the Town's property tax base, current property tax laws in Connecticut restricting revenue growth, facility conditions, required community programs and other.

In the statement of net position and the statement of activities, the Town is divided into two distinct kinds of activities:

- 1) Governmental activities – Most of the Town's programs and services are reported here including public safety, education, street maintenance, capital improvements and general administration. These services are funded primarily by property taxes and intergovernmental revenues including federal and state grants and other shared revenues.
- 2) Business-type activities – These services are provided on a charge for goods or services basis to recover all or a significant portion of the expenses of the goods or services provided. The Town's Sewer enterprise operations are reported here.

-The Town's statement of net position and statement of activities can be found on pages 17-18 of this report.

## **Reporting the Town's Most Significant Funds**

### ***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, like other state and local governments, 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.

Fund financial reports provide detailed information about the Town's major funds. The Town uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the Town's most significant funds. The analysis of the Town's major governmental, proprietary and fiduciary funds begins on page 17.

## ***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 a government's near-term financing requirements.

Because the focus of the government funds is narrower than that of 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, the readers may better understand the long-term impact of the government'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 a multitude of individual governmental funds. The Town has segregated these funds into major funds and non-major funds. The Town's major governmental fund is the General Fund. Information for major funds is presented separately in the governmental fund balance sheet and in the governmental statement of revenues, expenditures and changes in fund balances. Data from the other governmental funds are combined into a single, aggregated presentation. The basic governmental fund financial statements can be found on pages 17-22 of this report.

## ***Proprietary Funds***

The Town maintains one proprietary fund. 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. The Town's enterprise fund is considered a major fund. Internal service funds are an accounting device used to accumulate and allocate costs internally among the Town's various functions. The basic proprietary fund financial statements can be found on pages 23-25 of this report.

## ***Fiduciary Funds***

Fiduciary funds are used to account for resources held for the benefit of parties outside the Town. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the Town's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. Agency funds and pension trust funds are the Town's only fiduciary funds types. The basic fiduciary fund financial statements can be found on page 26-27 of this report.

## ***Notes to the Basic Financial Statements***

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. These notes to the basic financial statements can be found on pages 28-64 of this report.

## Government-Wide Financial Analysis

The table below provides a summary of the Town's net position for 2021 and 2020.

TOWN OF SEYMOUR, CONNECTICUT CONDENSED STATEMENT OF NET POSITION (DEFICIT)						
	Governmental Activities		Business-Type Activities		Total	
	2021	2020	2021	2020	2021	2020
Current and other assets	\$ 23,786,174	\$ 24,419,890	\$ 3,044,756	\$ 2,476,572	\$ 26,830,930	\$ 26,896,462
Capital assets	99,737,864	96,836,506	4,057,919	4,810,956	103,795,783	101,647,462
<b>Total assets</b>	<b>123,524,038</b>	<b>121,256,396</b>	<b>7,102,675</b>	<b>7,287,528</b>	<b>130,626,713</b>	<b>128,543,924</b>
Deferred outflows of resources	21,524,280	24,252,088	-	-	21,524,280	24,252,088
Current liabilities	13,660,539	7,802,465	9,665	13,077	13,670,204	7,815,542
Noncurrent liabilities	132,804,080	132,736,995	-	-	132,804,080	132,736,995
<b>Total liabilities</b>	<b>146,464,619</b>	<b>140,539,460</b>	<b>9,665</b>	<b>13,077</b>	<b>146,474,284</b>	<b>140,552,537</b>
Deferred inflows of resources	5,449,601	5,382,008	-	-	5,449,601	5,382,008
Net position (deficit):						
Net Investment in capital assets	49,929,931	50,622,749	4,057,919	4,810,956	53,987,850	55,433,705
Restricted	617,876	238,601	-	-	617,876	238,601
Unrestricted	(57,413,709)	(51,274,334)	3,093,188	2,463,495	(54,320,521)	(48,810,839)
<b>Total net position (deficit)</b>	<b>\$ (6,865,902)</b>	<b>\$ (412,984)</b>	<b>\$ 7,151,107</b>	<b>\$ 7,274,451</b>	<b>\$ 285,205</b>	<b>\$ 6,861,467</b>

Over time, net position can serve as a useful indicator of a government's financial position. At June 30, 2021, the Town assets and deferred outflows exceeded liabilities and deferred inflows by \$285,205. At year-end, net position (deficit) was \$(6,865,902) and \$7,151,107 for the governmental activities and the business-type activities, respectively.

Capital assets reported on the government-wide statements represent the largest portion of the Town's net position. At year-end capital assets represented 68 percent of total assets. Capital assets include land, land improvements, buildings and improvements, equipment, vehicles and infrastructure. Capital assets, net of related debt to acquire the assets at June 30, 2021, were \$49,929,931 and \$4,057,919 in the governmental activities and business-type activities, respectively. These capital assets are used to provide services to citizens and are not available for future spending. Although the Town's investment in capital assets is reported net of related debt, it should be noted that the resources to repay the debt must be provided from other sources, since capital assets may not be used to liquidate these liabilities.

In the governmental activities, the remaining balance is an unrestricted net deficit of \$(57,413,709).

The table below shows the changes in net position for the fiscal year 2021 and 2020.

TOWN OF SEYMOUR, CONNECTICUT CONDENSED STATEMENT OF ACTIVITIES						
	Governmental Activities		Business-Type Activities		Total	
	2021	2020	2021	2020	2021	2020
<b>Revenues</b>						
Program revenues:						
Charges for services	\$ 2,157,009	\$ 1,726,782	\$ 2,468,954	\$ 2,193,601	\$ 4,625,963	\$ 3,920,383
Operating grants and contributions	26,201,162	20,894,972	-	-	26,201,162	20,894,972
Capital grants and contributions	6,322,432	240,684	-	-	6,322,432	240,684
General revenues:						
Property taxes	44,431,800	44,459,717	-	-	44,431,800	44,459,717
Grants and contributions not restricted to specific programs	187,790	73,845	-	-	187,790	73,845
Investment income	33,883	152,950	1,177	13,985	35,060	166,935
Miscellaneous revenue	584,759	219,957	58,097	6,960	642,856	226,917
<b>Total revenues</b>	<b>79,918,835</b>	<b>67,768,907</b>	<b>2,528,228</b>	<b>2,214,546</b>	<b>82,447,063</b>	<b>69,983,453</b>
<b>Expenses</b>						
General government	5,165,191	4,877,645	-	-	5,165,191	4,877,645
Public Safety	11,968,743	11,940,677	-	-	11,968,743	11,940,677
Public Works	7,152,133	5,737,142	-	-	7,152,133	5,737,142
Recreation and Culture	343,276	1,056,727	-	-	343,276	1,056,727
Sanitation	1,446,110	1,408,112	-	-	1,446,110	1,408,112
Board of Education	58,341,410	49,528,161	-	-	58,341,410	49,528,161
Interest on long-term debt	2,101,397	1,895,241	-	-	2,101,397	1,895,241
Water	-	-	2,651,572	2,332,215	2,651,572	2,332,215
<b>Total expenses</b>	<b>86,518,260</b>	<b>76,443,705</b>	<b>2,651,572</b>	<b>2,332,215</b>	<b>89,169,832</b>	<b>78,775,920</b>
<b>Change in net position</b>	<b>(6,599,425)</b>	<b>(8,674,798)</b>	<b>(123,344)</b>	<b>(117,669)</b>	<b>(6,722,769)</b>	<b>(8,792,467)</b>
Net Position - July 1, as restated	(266,477)	8,261,814	7,274,451	7,392,120	7,007,974	15,653,934
Net Position (Deficit)- June 30	<u>\$ (6,865,902)</u>	<u>\$ (412,984)</u>	<u>\$ 7,151,107</u>	<u>\$ 7,274,451</u>	<u>\$ 285,205</u>	<u>\$ 6,861,467</u>

## Governmental Activities

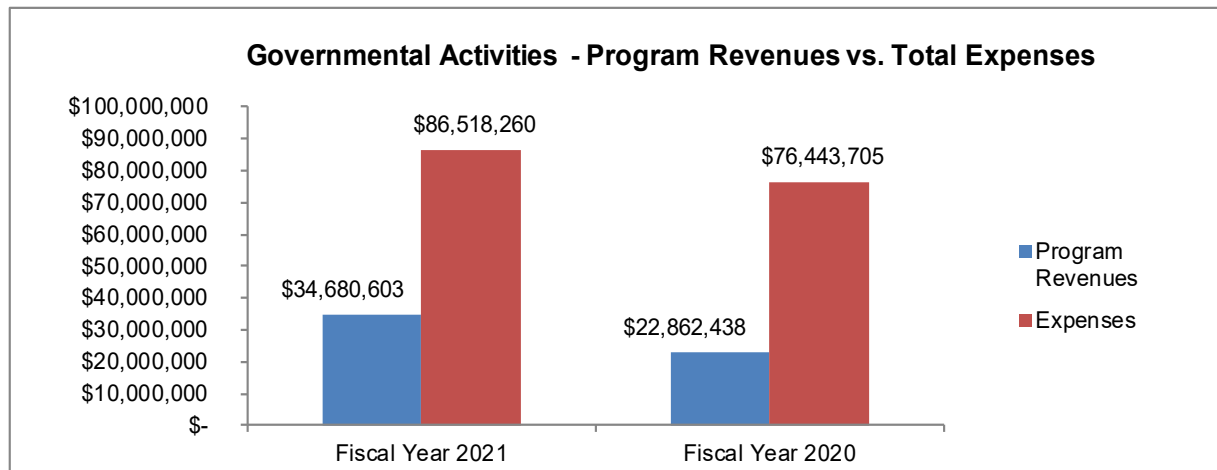
Governmental activities net position decreased \$6,599,425 in 2021. The decrease was due to increases in OPEB liability related expenses caused by changes in actuarial assumptions.

Education accounted for 58,341,410 of the total expenses of the Town. These expenses were partially funded by \$25,308,058 in state and federal grants.

The state and federal government contributed to the Town a total of \$26,201,162 in operating grants and contributions, which is an increase of \$5,306,190 which is due to decreases in state funding of education cost sharing grant.

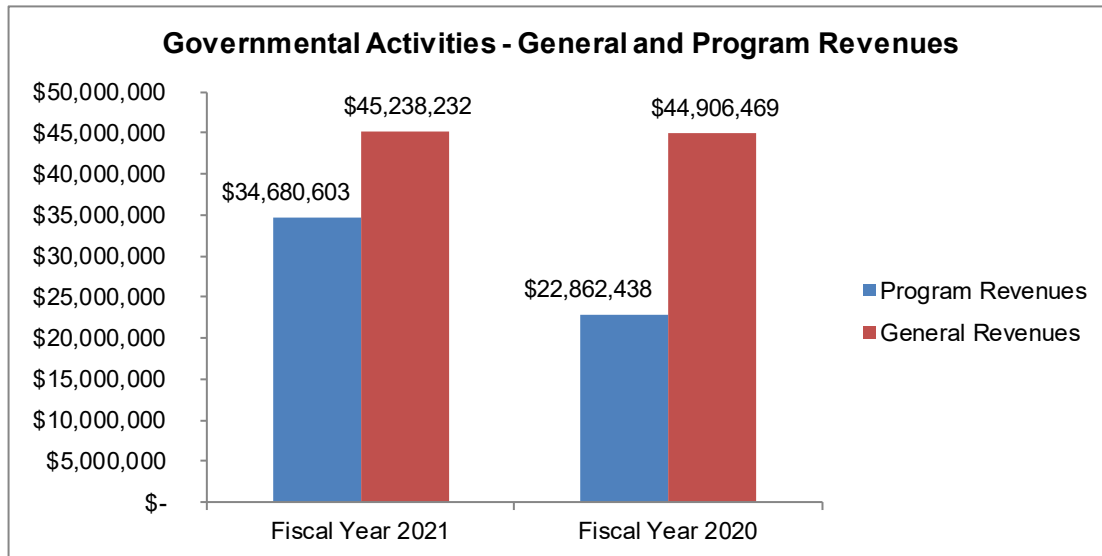
General revenues totaled \$45,238,232 and amount to 57 percent of total governmental revenues. These revenues primarily consist of property tax revenue of \$44,431,800.

The statement of activities shows the cost of program services and charges for services and grants offsetting those services. The following table show, for governmental activities, the total cost of services and the net cost of services. That is, it identifies the cost of these services supported by tax revenue and unrestricted state grants and entitlements to support its governmental activities.



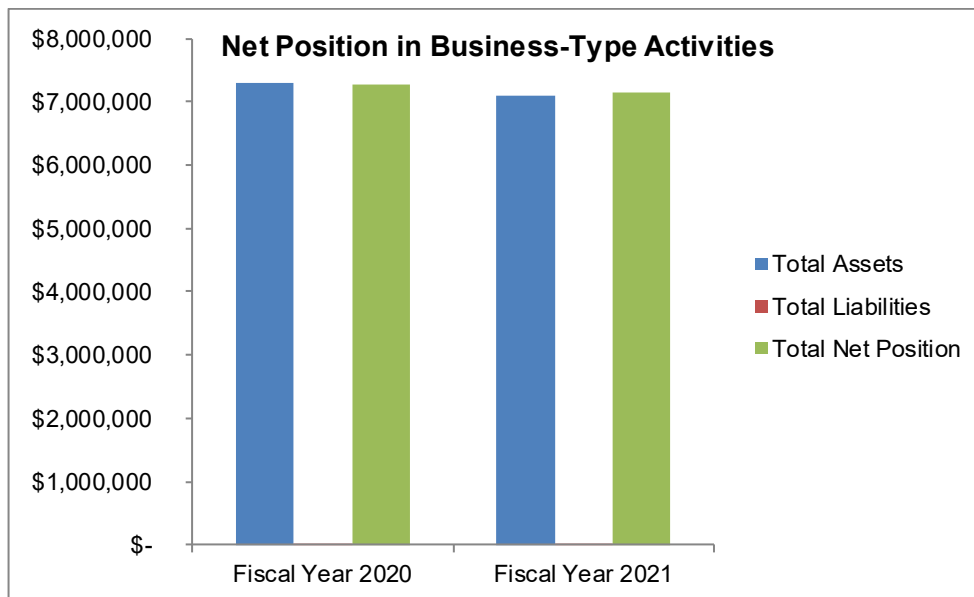
	Governmental Activities			
	2021 Total Cost of Services	2020 Total Cost of Services	2021 Net Cost of Services	2020 Net Cost of Services
Program Expenses				
General government	\$ 5,165,191	\$ 4,877,645	\$ 3,942,228	\$ 4,067,839
Public safety	11,968,743	11,940,677	11,203,966	11,505,745
Public works	7,152,133	5,737,142	167,841	4,752,045
Recreation and culture	343,276	1,056,727	339,080	1,013,378
Sanitation	1,446,110	1,408,112	1,446,110	1,408,112
Education	58,341,410	49,528,161	32,637,035	28,938,907
Interest on long-term debt	2,101,397	1,895,241	2,101,397	1,895,241
<b>Total expenses</b>	<b>\$ 86,518,260</b>	<b>\$ 76,443,705</b>	<b>\$ 51,837,657</b>	<b>\$ 53,581,267</b>

The dependence upon general revenues for governmental activities is apparent, with 52 percent of expenses supported through taxes and other general revenues.



### Business-Type Activities

Business-Type activities include the Town's Sewer enterprise. This enterprise had operating revenues of \$2,528,228 and operating expense of \$2,651,572 for the fiscal year 2021. The graph below shows the business-type activities' assets, liabilities and net position at year-end 2021 and 2020.



### Financial Analysis of the Government'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, unreserved fund balance may serve as a useful measure of the Town's net resources available for spending at year-end.

The Town's governmental funds, as presented on the balance sheet on pages 19-20, reported a combined fund balance of \$7,886,509, which is \$6,266,900 less than last year's total of \$14,153,409. The schedule below indicates the fund balances and the total change in fund balances as of June 30, 2021 for all major and non-major governmental funds.

The Energy Performance Project Fund is a 10-year capital lease that will pay for its implementation of energy efficient lighting, HVAC equipment, water conservation and miscellaneous electric load reduction equipment. The energy savings from these projects is projected and guaranteed, by contract, to pay for the lease over 10 years. The project is part of the Other Governmental funds.

The Roads Project fund is a \$5,000,000 bond for road improvements. The bonds were issued in May 26, 2020 and expenditures for the project are \$1,863,205 and the remaining \$3,136,795 are expected to be expended FY 2022 and FY 2023.

The other governmental funds are various special revenue funds, capital project funds and debt service fund.

	Fund Balances June 30, 2021	Fund Balances June 30, 2020	Increase (Decrease)
General Fund	\$ 1,468,818	\$ 2,645,517	\$ (1,176,699)
American Rescue Plan Act	-	-	-
Energy Performance Project	(397,850)	1,214,754	(1,612,604)
Road Projects	3,136,795	5,099,321	(1,962,526)
Other Governmental Funds	3,678,746	5,193,817	(1,515,071)
<b>Total</b>	<b>\$ 7,886,509</b>	<b>\$ 14,153,409</b>	<b>\$ (6,266,900)</b>

## General Fund

The table that follows assists in illustrating the revenues of the General Fund.

	2021 Amount	2020 Amount	Percentage Change
Revenues			
Property taxes	\$ 44,004,103	\$ 44,004,314	0.00%
Interest and lien fees	301,551	304,319	-0.91%
Intergovernmental	15,996,325	16,117,585	-0.75%
Investment income	14,303	91,597	-84.38%
Permits, fees and other	1,185,026	980,679	20.84%
Other revenues	576,420	136,920	320.99%
<b>Total</b>	<b>\$ 62,077,728</b>	<b>\$ 61,635,414</b>	<b>0.72%</b>

Tax revenue represents 71 percent of all General Fund revenue. Tax revenue was steady due to no increase in the property tax Mil rate. Intergovernmental revenue decreased \$121,260 due to state grant reductions. Other investment income decreased \$77,294, Permit, fees and other increased \$204,347, and other revenues increased \$439,500 for a net increase of \$442,314.

The table that follows assists in illustrating the expenditures of the General Fund.

	2021 Amount	2020 Amount	Percentage Change
Expenditures:			
General government	\$ 3,422,145	\$ 3,566,669	-4.05%
Public safety	8,300,757	7,831,160	6.00%
Public works	2,981,261	2,929,235	1.78%
Sanitation	1,362,833	1,326,492	2.74%
Sundry	3,183,313	3,039,378	4.74%
Board of Education	40,433,568	38,616,146	4.71%
Debt service	2,933,144	3,306,617	-11.29%
Capital outlay	88,428	185,512	-52.33%
<b>Total</b>	<b>\$ 62,705,449</b>	<b>\$ 60,801,209</b>	<b>3.13%</b>

All expenditures remained comparable to 2020 overall. The expenditure increases for General government and Board of Education are due to contractual union agreements.

**Proprietary Funds.** The Town's proprietary funds provide the same type of information found in the government-wide financial statements for business-type activities, except in more detail. The only difference between the amounts reported as business-type activities and the amounts reported in the proprietary fund statements are inter-fund eliminations between proprietary funds and internal balances due to governmental activities for internal service activities. The only inter-fund activity, reported in the government-wide statements, are those between business-type activities and governmental activities (reported as internal balances and transfers) whereas inter-fund amounts between various enterprise funds are reported in the proprietary funds statements.

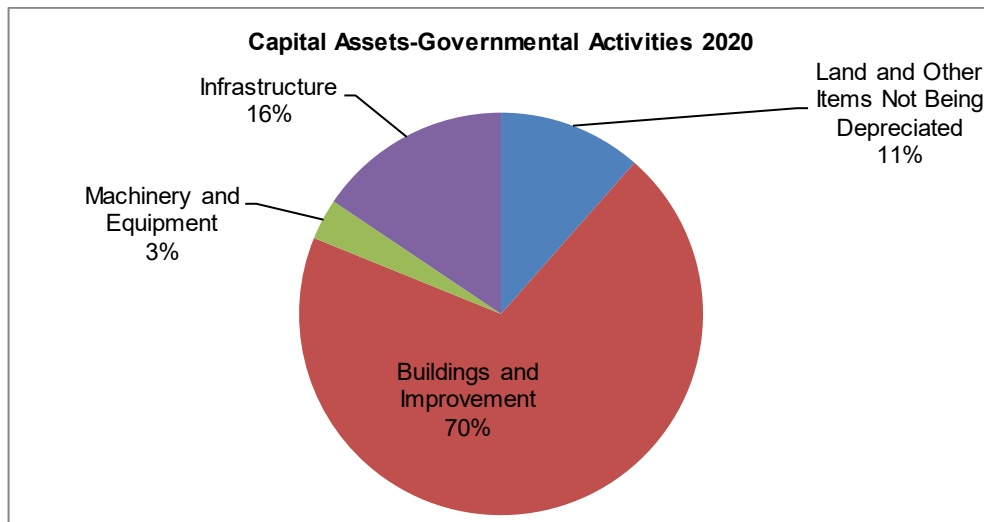
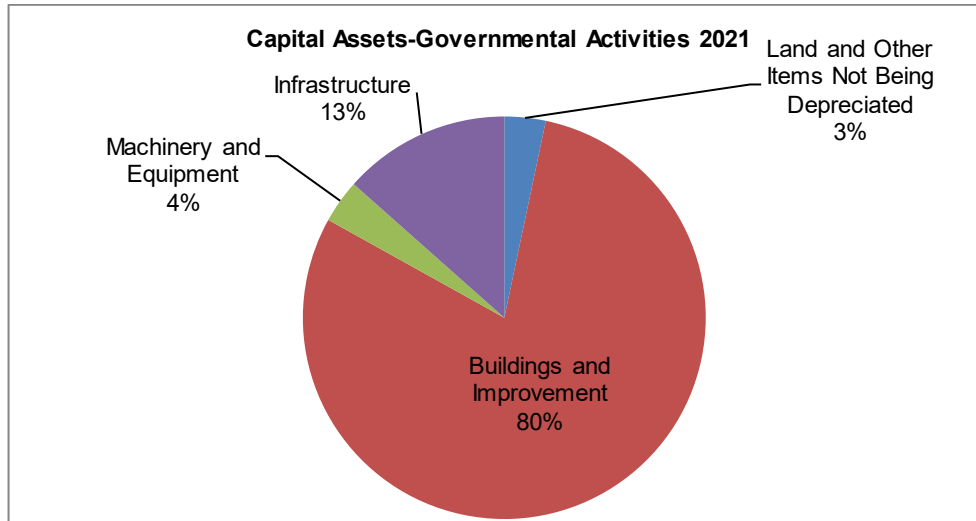
### Capital Assets and Debt Administration

**Capital Assets.** At the end of fiscal year 2021, the Town had \$99,737,864 (net of accumulated depreciation) invested in land, buildings and improvements, improvements other than buildings, equipment, vehicles, infrastructure and construction in progress. The following table shows fiscal year 2021 balances compared to fiscal year 2020 balances. See Note 2 for more information on Capital Assets.

**Capital Assets at June 30, 2021 and 2020  
(Net of Depreciation)**

	2021	2020
Land and other items not being depreciated	\$ 3,299,287	\$ 11,121,022
Buildings and improvements	79,563,527	67,465,335
Machinery and equipment	3,467,745	3,182,613
Infrastructure	13,407,305	15,067,536
<b>Total</b>	<b>\$ 99,737,864</b>	<b>\$ 96,836,506</b>

The Town's largest capital asset category is Buildings which includes all the Town's buildings and schools (High School, Middle School, two elementary schools). The net book value of the Town's infrastructure (cost less accumulated depreciation) represents approximately 13 percent of the Town's total governmental capital assets. For more detail on capital assets please see notes in the financial statements starting on page 41.



## Debt Administration

The Town did not issue any debt during fiscal year 2021. The energy performance project has been completed. The contract comes with a contractual guaranteed cost avoidance equal to the project cost and interest expense. This will be possible with savings from installation of energy saving equipment such as solar panel, lighting and HVAC replacements throughout Town buildings and schools. As mentioned previously our sewer operations plant is 23 years old and needs major maintenance and improvements. The Town is exploring options of bonding \$15 million to \$25 million and regionalization of the sewer plant with neighboring towns. See Note 2 for more information on Debt.

	Governmental Activities	
	2021	2020
Retirement liability	\$ 191,713	\$ 293,490
Bonds, capital leases, claims and contracts	53,013,013	55,846,200
Net OPEB liability	59,699,164	57,413,353
Net pension liability	18,652,911	18,202,537
Compensated absences	4,725,022	3,907,627
<b>Total</b>	<b>\$ 136,281,823</b>	<b>\$ 135,663,207</b>

### Current events:

The Town is back to full operations after COVID 19 disruptions. The American Rescue Plan has awarded the Town \$2.4 million in funds for fiscal year 2021 and another \$2.4 million in fiscal year 2022. These funds will be used for building repairs, infrastructure improvements, HVAC improvements and capital equipment.

The Town was also awarded a \$5 million Federal grant to rebuild a major town road (Holbrook Road). The road will be rebuilt, expanded with drainage improvements and safety curbs/railings. Construction is expected to begin summer 2021 and be finished spring 2022.

### Contacting the Town's Financial Management

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the Town's finances and to show the Town's accountability for the money it receives. If you have questions about this report or need additional financial information contact the Finance Director at 1 First Street, Seymour, Connecticut 06483.

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## **Basic Financial Statements**



**Statement of Net Position**  
**June 30, 2021**

	Primary Government		
	Governmental	Business-Type	Total
	Activities	Activities	
<b>Assets</b>			
Cash and cash equivalents	\$ 18,385,581	\$ 2,017,265	\$ 20,402,846
Investments	172,543	-	172,543
Property taxes receivable, net	2,171,721	-	2,171,721
Intergovernmental receivable	1,486,398	-	1,486,398
Accounts and other receivables, net	1,440,634	1,027,491	2,468,125
Internal balances	(58,097)	58,097	-
Prepays	187,394	-	187,394
Capital assets, nondepreciable	3,299,287	-	3,299,287
Capital assets, net of accumulated depreciation	96,438,577	4,057,919	100,496,496
<b>Total assets</b>	<b>123,524,038</b>	<b>7,160,772</b>	<b>130,684,810</b>
Deferred outflows of resources:			
Deferred pension expense	8,370,796	-	8,370,796
Deferred OPEB expense	12,076,746	-	12,076,746
Deferred charges on refunding	1,076,738	-	1,076,738
<b>Total deferred outflows of resources</b>	<b>21,524,280</b>	<b>-</b>	<b>21,524,280</b>
<b>Liabilities</b>			
Accounts payable	6,597,843	9,665	6,607,508
Accrued liabilities	470,600	-	470,600
Accrued interest payable	470,518	-	470,518
Unearned revenue	2,643,835	-	2,643,835
Noncurrent liabilities, due within one year	3,477,743	-	3,477,743
Noncurrent liabilities, due in more than one year	132,804,080	-	132,804,080
<b>Total liabilities</b>	<b>146,464,619</b>	<b>9,665</b>	<b>146,474,284</b>
Deferred inflows of resources:			
Deferred pension credit	2,538,120	-	2,538,120
Deferred OPEB credit	2,911,481	-	2,911,481
<b>Total deferred inflows of resources</b>	<b>5,449,601</b>	<b>-</b>	<b>5,449,601</b>
Net position (deficit):			
Net investment in capital assets	49,929,931	4,057,919	53,987,850
Restricted			
Operating grants	617,876	-	617,876
Unrestricted (deficit)	(57,413,709)	3,093,188	(54,320,521)
<b>Total net position (deficit)</b>	<b>\$ (6,865,902)</b>	<b>\$ 7,151,107</b>	<b>\$ 285,205</b>

See notes to financial statements.

Town of Seymour, Connecticut

Exhibit II

Statement of Activities  
For the Year Ended June 30, 2021

		Program Revenues			Net (Expense) Revenue and Changes in Net Position (Deficit)		
Functions/Programs	Expenses	Charges for	Operating	Capital	Governmental	Business-type	Total
		Services	Grants and Contributions	Grants and Contributions			
Governmental activities:							
General government	\$ (5,165,191)	\$ 908,349	\$ 314,614	\$ -	\$ (3,942,228)	\$ -	\$ (3,942,228)
Public safety	(11,968,743)	764,777	-	-	(11,203,966)	-	(11,203,966)
Public works	(7,152,133)	83,370	578,490	6,322,432	(167,841)	-	(167,841)
Recreation and culture	(343,276)	4,196	-	-	(339,080)	-	(339,080)
Sanitation	(1,446,110)	-	-	-	(1,446,110)	-	(1,446,110)
Board of education	(58,341,410)	396,317	25,308,058	-	(32,637,035)	-	(32,637,035)
Interest on long-term debt	(2,101,397)	-	-	-	(2,101,397)	-	(2,101,397)
<b>Total governmental activities</b>	<b>(86,518,260)</b>	<b>2,157,009</b>	<b>26,201,162</b>	<b>6,322,432</b>	<b>(51,837,657)</b>	<b>-</b>	<b>(51,837,657)</b>
Business-type activities:							
Sewer fund	(2,651,572)	2,468,954	-	-	-	(182,618)	(182,618)
<b>Total business-type activities</b>	<b>(2,651,572)</b>	<b>2,468,954</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(182,618)</b>	<b>(182,618)</b>
<b>Total primary government</b>	<b>\$ (89,169,832)</b>	<b>\$ 4,625,963</b>	<b>\$ 26,201,162</b>	<b>\$ 6,322,432</b>	<b>(51,837,657)</b>	<b>(182,618)</b>	<b>(52,020,275)</b>
General revenues:							
					44,431,800	-	44,431,800
					187,790	-	187,790
					33,883	1,177	35,060
					584,759	58,097	642,856
					45,238,232	59,274	45,297,506

See notes to financial statements.

Town of Seymour, Connecticut

Exhibit III

**Balance Sheet - Governmental Funds  
June 30, 2021**

	General	American Rescue Plan Act Fund	Energy Performance Project	Road Projects	Nonmajor Governmental Funds	Total Governmental Funds
<b>Assets</b>						
Cash and cash equivalents	\$ 4,765,464	\$ 2,432,270	\$ 2,655,856	\$ 3,180,373	\$ 4,295,529	\$ 17,329,492
Investments	-	-	-	-	172,543	172,543
Receivables, net:						
Property taxes	2,171,721	-	-	-	-	2,171,721
Intergovernmental	-	-	656,245	-	830,153	1,486,398
Accounts and other	1,314,936	-	-	-	125,698	1,440,634
Due from other funds	1,580,441	-	448,526	32,642	1,148,334	3,209,943
Prepaid item	187,394	-	-	-	-	187,394
<b>Total assets</b>	<b>\$ 10,019,956</b>	<b>\$ 2,432,270</b>	<b>\$ 3,760,627</b>	<b>\$ 3,213,015</b>	<b>\$ 6,572,257</b>	<b>\$ 25,998,125</b>
<b>Liabilities</b>						
Accounts and other payables	\$ 2,552,352	\$ -	\$ 3,502,232	\$ 76,220	\$ 440,489	\$ 6,571,293
Due to other funds	2,158,848	-	-	-	2,143,735	4,302,583
Unearned revenues	80,200	2,432,270	-	-	131,365	2,643,835
Other liabilities	470,600	-	-	-	-	470,600
<b>Total liabilities</b>	<b>5,262,000</b>	<b>2,432,270</b>	<b>3,502,232</b>	<b>76,220</b>	<b>2,715,589</b>	<b>13,988,311</b>
Deferred inflows of resources:						
Unavailable revenue	3,289,138	-	656,245	-	177,922	4,123,305
<b>Total deferred inflows of resources</b>	<b>3,289,138</b>	<b>-</b>	<b>656,245</b>	<b>-</b>	<b>177,922</b>	<b>4,123,305</b>
Fund balances (deficits):						
Nonspendable	187,394	-	-	-	-	187,394
Restricted	-	-	-	3,136,795	1,246,771	4,383,566
Committed	-	-	-	-	2,867,550	2,867,550
Assigned	301,964	-	-	-	-	301,964
Unassigned	979,460	-	(397,850)	-	(435,575)	146,035
<b>Total fund balances (deficits)</b>	<b>1,468,818</b>	<b>-</b>	<b>(397,850)</b>	<b>3,136,795</b>	<b>3,678,746</b>	<b>7,886,509</b>
<b>Total liabilities, deferred inflows of resources and fund balances (deficits)</b>	<b>\$ 10,019,956</b>	<b>\$ 2,432,270</b>	<b>\$ 3,760,627</b>	<b>\$ 3,213,015</b>	<b>\$ 6,572,257</b>	<b>\$ 25,998,125</b>

(Continued)

**Balance Sheet - Governmental Funds (Continued)**  
**June 30, 2021**

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Reconciliation of the balance sheet - governmental funds to the statement of net position (deficit):

Amounts reported for governmental activities in the statement of net position (deficit) (Exhibit I) are different from the governmental fund balance sheet. The details of this difference are as follows:

Total fund balances (Exhibit III)		\$	7,886,509
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds:			
Governmental capital assets	\$	173,566,083	
Less accumulated depreciation		(73,828,219)	
			99,737,864

Deferred inflows/outflows in the statement of net position (deficit) will be recognized in future periods

Deferred pension expense	8,370,796
Deferred OPEB expense	12,076,746
Deferred pension credit	(2,538,120)
Deferred OPEB credit	(2,911,481)

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

Property tax receivables	1,220,329
Assessments and other receivables not currently available	1,493,666
Capital grants	656,245
Interest on property taxes and assessments	753,065

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

(148,607)

Some liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the funds:

Bonds and sewer notes payable	(38,977,000)
Compensated absences	(4,725,022)
Accrued interest payable	(470,518)
Early retirement incentives	(191,713)
Capital lease	(8,631,146)
Legal claims	(185,125)
Net OPEB liability	(59,699,164)
Deferred amounts in refunding	1,076,738
Bond premium	(3,007,053)
Net pension liability	(18,652,911)

**Net position (deficit) of governmental activities (Exhibit I)**

**\$ (6,865,902)**

See notes to financial statements.

**Statement of Revenues, Expenditures and Changes in Fund Balances (Deficits) - Governmental Funds**  
**For the Year Ended June 30, 2021**

	General	American Rescue Plan Act Fund	Energy Performance Project	Road Projects	Nonmajor Governmental Funds	Total Governmental Funds
Revenues:						
Property taxes	\$ 44,004,103	\$ -	\$ -	\$ -	\$ -	\$ 44,004,103
Interest and lien fees	301,551	-	-	-	-	301,551
Intergovernmental	15,996,325	-	5,300,287	-	4,330,779	25,627,391
Investment income	14,303	-	-	2,059	17,521	33,883
Permits, fees and other	1,185,026	-	-	-	1,114,124	2,299,150
Other revenues	576,420	-	430,026	-	109,679	1,116,125
<b>Total revenues</b>	<b>62,077,728</b>	<b>-</b>	<b>5,730,313</b>	<b>2,059</b>	<b>5,572,103</b>	<b>73,382,203</b>
Expenditures:						
Current:						
General government	3,422,145	-	-	-	430,729	3,852,874
Public safety	8,300,757	-	-	-	612,513	8,913,270
Public works	2,981,261	-	-	1,647,228	117,005	4,745,494
Sanitation	1,362,833	-	-	-	-	1,362,833
Sundry	3,183,313	-	-	-	-	3,183,313
Board of education	40,433,568	-	-	-	4,623,885	45,057,453
Debt service	2,933,144	-	-	-	585,942	3,519,086
Capital outlay	88,428	-	7,361,950	-	1,564,402	9,014,780
<b>Total expenditures</b>	<b>62,705,449</b>	<b>-</b>	<b>7,361,950</b>	<b>1,647,228</b>	<b>7,934,476</b>	<b>79,649,103</b>
<b>Revenues over (under) expenditures</b>	<b>(627,721)</b>	<b>-</b>	<b>(1,631,637)</b>	<b>(1,645,169)</b>	<b>(2,362,373)</b>	<b>(6,266,900)</b>
Other financing sources (uses):						
Transfers in	-	-	19,033	32,643	1,176,450	1,228,126
Transfers out	(548,978)	-	-	(350,000)	(329,148)	(1,228,126)
<b>Total other financing sources (uses)</b>	<b>(548,978)</b>	<b>-</b>	<b>19,033</b>	<b>(317,357)</b>	<b>847,302</b>	<b>-</b>
<b>Net changes in fund balances</b>	<b>(1,176,699)</b>	<b>-</b>	<b>(1,612,604)</b>	<b>(1,962,526)</b>	<b>(1,515,071)</b>	<b>(6,266,900)</b>
Fund balances, beginning of year, as restated	2,645,517	-	1,214,754	5,099,321	5,193,817	14,153,409
Fund balances (deficits), end of year	\$ 1,468,818	\$ -	\$ (397,850)	\$ 3,136,795	\$ 3,678,746	\$ 7,886,509

(Continued)

**Statement of Revenues, Expenditures and Changes in Fund Balances (Deficits) - Governmental Funds  
(Continued)  
For the Year Ended June 30, 2021**

Reconciliation of the statement of revenues, expenditures and changes in fund balances (deficits) -  
governmental funds to statement of activities:

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

Net change in fund balances (deficits) - total governmental funds (Exhibit IV)	\$	(6,266,900)
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. This is the amounts for capital outlays and depreciation in the current period:		
Capital outlay		8,929,583
Loss on disposal of assets		(6,006)
Depreciation expense		(6,022,219)

The change in net position in governmental activities of internal service funds is reported with governmental activities		408,164
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Changes in some revenues in statement of activities that do  
provide current financial resources are not reported in the funds:

Changes in property taxes collected after 60 days	87,065
Changes in assessments collected after 60 days	(317,645)
Changes in intergovernmental revenues collected after 60 days	551,406
Changes in other revenues collected after 60 days	74,164
Changes in property taxes and assessments interest	39,081

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

Principal payments	1,574,000
Payment of note payable	105,000
Amortization of premium on general obligation bonds	313,207
Capital lease payments	366,161
Amortization of deferred amounts on refunding	(387,236)

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

Deferred pension expense	(737,009)
Deferred OPEB expense	(1,603,563)
Deferred pension credit	(612,700)
Deferred OPEB credit	545,107
Accrued interest	(187,282)
Net OPEB liability	(2,285,811)
Net pension liability	(450,374)
Compensated absences	(817,395)
Early retirement incentives	101,777

<b>Change in net position of governmental activities (Exhibit II)</b>	<b>\$</b>	<b>(6,599,425)</b>
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**Statement of Net Position (Deficit) - Proprietary Funds**  
**June 30, 2021**

	Business-Type Activities Enterprise Fund Sewer Fund	Governmental Activities Internal Service Fund
<b>Assets</b>		
Current assets:		
Cash and cash equivalents	\$ 2,017,265	\$ 1,056,089
Accounts receivable, net	1,027,491	-
Due from other funds	58,097	1,034,543
<b>Total current assets</b>	<b>3,102,853</b>	<b>2,090,632</b>
Noncurrent assets:		
Capital assets, net of accumulated depreciation	4,057,919	-
<b>Total noncurrent assets</b>	<b>4,057,919</b>	<b>-</b>
<b>Total assets</b>	<b>7,160,772</b>	<b>2,090,632</b>
<b>Liabilities</b>		
Current liabilities:		
Accounts payable	9,665	26,550
Claims payable	-	553,172
<b>Total current liabilities</b>	<b>9,665</b>	<b>579,722</b>
Noncurrent liabilities:		
Claims payable	-	1,659,517
<b>Total noncurrent liabilities</b>	<b>-</b>	<b>1,659,517</b>
<b>Total liabilities</b>	<b>9,665</b>	<b>2,239,239</b>
Fund net position (deficit):		
Net investment in capital assets	4,057,919	-
Unrestricted (deficit)	3,093,188	(148,607)
<b>Total fund net position (deficit)</b>	<b>\$ 7,151,107</b>	<b>\$ (148,607)</b>

See notes to financial statements.

**Statement of Revenues, Expenses and Changes in Fund Net Position (Deficit) - Proprietary Funds**  
**For the Year Ended June 30, 2021**

	Business-Type Activities Enterprise Fund	Governmental Activities Internal Service Fund
Operating revenues:		
Charges for services	\$ 2,468,954	\$ 700,558
Other	58,097	65,557
<b>Total operating revenues</b>	<b>2,527,051</b>	<b>766,115</b>
Operating expenses:		
Administration and operation	1,898,535	59,500
Depreciation	753,037	-
Claims	-	298,451
<b>Total operating expenses</b>	<b>2,651,572</b>	<b>357,951</b>
<b>Operating (loss) income</b>	<b>(124,521)</b>	<b>408,164</b>
Nonoperating revenues:		
Interest income	1,177	-
<b>Total nonoperating revenues</b>	<b>1,177</b>	<b>-</b>
<b>Change in fund net position</b>	<b>(123,344)</b>	<b>408,164</b>
Fund net position (deficit), beginning of year	7,274,451	(556,771)
Fund net position (deficit), end of year	<b>\$ 7,151,107</b>	<b>\$ (148,607)</b>

See notes to financial statements.

**Statement of Cash Flows - Proprietary Funds**  
**For the Year Ended June 30, 2021**

	Business-Type Activities Enterprise Fund	Governmental Activities Internal Service Fund
Cash flows from operating activities:		
Receipts from customers and users	\$ 2,470,195	\$ 731,572
Payments to suppliers and for claims	(1,901,947)	(874,648)
<b>Net cash provided by (used in) operating activities</b>	<b>568,248</b>	<b>(143,076)</b>
Cash flows from investing activities:		
Investment income	1,177	-
<b>Net cash provided by investing activities</b>	<b>1,177</b>	<b>-</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>569,425</b>	<b>(143,076)</b>
Cash:		
Beginning of year	1,447,840	1,199,165
End of year	<u>\$ 2,017,265</u>	<u>\$ 1,056,089</u>
Reconciliation of operating (loss) income to net cash provided by (used in) operating activities:		
Operating (loss) income	\$ (124,521)	\$ 408,164
Adjustments to reconcile operating (loss) income to net cash provided by (used in) operating activities:		
Depreciation expense	753,037	-
Increase in accounts receivable	1,241	-
Decrease in accounts payable	(3,412)	(41,878)
Decrease in claims payable	-	(474,819)
Increase in due from other funds	(58,097)	(34,543)
<b>Net cash provided by (used in) operating activities</b>	<b>\$ 568,248</b>	<b>\$ (143,076)</b>

See notes to financial statements.

**Statement of Fiduciary Net Position - Fiduciary Funds**  
**June 30, 2021**

	OPEB Trust	Private Purpose Trust Funds
<b>Assets</b>		
Cash	\$ -	\$ 10,424
Investments:		
Mutual funds	180,897	1,519,622
Exchange traded funds	-	488,496
<b>Total assets</b>	<b>180,897</b>	<b>2,018,542</b>
<b>Net Position</b>		
Net position held in trust	-	2,018,542
Net position- restricted for benefits	180,897	-
<b>Total net position</b>	<b>\$ 180,897</b>	<b>\$ 2,018,542</b>

See notes to financial statements.

**Statement of Changes in Fiduciary Net Position - Fiduciary Funds**  
**For the Year Ended June 30, 2021**

	OPEB Trust	Private Purpose Trust Funds
Additions:		
Contributions-employer	\$ 1,581,871	\$ -
Investment income:		
Interest and dividends	25,334	26,907
Donations	-	483,617
<b>Net additions</b>	<b>1,607,205</b>	<b>510,524</b>
Deductions:		
Benefits	1,532,226	-
Education	-	83,411
General government	-	3,375
<b>Total deductions</b>	<b>1,532,226</b>	<b>86,786</b>
<b>Change in net position</b>	<b>74,979</b>	<b>423,738</b>
Net position-restricted for benefits:		
Beginning of year	105,918	1,594,804
End of year	\$ 180,897	\$ 2,018,542

See notes to financial statements.

## Town of Seymour, Connecticut

### Notes to Financial Statements

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#### Note 1. Summary of Significant Accounting Policies

**Reporting entity:** The Town of Seymour, Connecticut (the Town) was incorporated in 1850. It operates under a Town Meeting form of government. The Town has an executive seven-member Board of Selectmen. The Town provides a full range of services including public safety (police and fire), public works, health and social services, recreation and cultural services, sanitation, education and general administrative services to its residents.

Accounting principles generally accepted in the United States of America require that the reporting entity include 1) the primary government, 2) organizations for which the primary government is financially accountable, and 3) 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. No entities met the above criteria for inclusion in the financial statements.

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

**Accounting standards adopted in the current year:** In January 2017, the GASB issued Statement No. 84, Fiduciary Activities (GASB 84). The objective of this statement is to improve guidance regarding the identification of fiduciary activities for accounting and financial reporting purposes and how those activities should be reported. This statement establishes criteria for identifying fiduciary activities of all state and local governments. The focus of the criteria generally is on (1) whether a government is controlling the assets of the fiduciary activity and (2) the beneficiaries with whom a fiduciary relationship exists. Separate criteria are included to identify fiduciary component units and postemployment benefit arrangements that are fiduciary activities. The requirements of this statement are effective for the Town's reporting period beginning July 1, 2020.

The Town has implemented the provisions of GASB 84 in the accompanying financial statements under a retrospective basis. Accordingly, an adjustment has been recorded to increase the fund balance of the nonmajor governmental funds and net position of governmental activities at June 30, 2020 in the amount of \$146,507.

The GASB issued Statement No. 98, The Annual Comprehensive Financial Report in October 2021. The requirements of this Statement are effective for fiscal years ending after December 15, 2021. The Town early implemented GASB 98 in the current fiscal year financial statements.

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

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

## Town of Seymour, Connecticut

### Notes to Financial Statements

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#### Note 1. Summary of Significant Accounting Policies (Continued)

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

The various fund types included in the financial statements are described below:

**Governmental funds:** Governmental Funds are those through which most governmental functions typically are financed.

Governmental fund reporting focuses on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid.

**The General fund:** is the primary operating fund of the Town. This fund is used to account for and report all financial transactions and resources except accounted for in another fund. Revenues are derived primarily from property taxes, state and federal grants, licenses, permits, charges for service and interest income.

**Special revenue funds:** account for and report the proceeds of specific revenue sources that are restricted or committed for expenditure for specific activities other than debt service or capital projects.

**Capital project funds:** account for and report all financial resources that are restricted, committed or assigned to expenditure for governmental activities capital outlay.

**Debt service fund:** used to account for and report resources for the payment of future debt service payments.

**Proprietary funds:** Proprietary funds are used to account for activities that are similar to those often found in the private sector. These funds are accounted for on the flow of economic resources measurement focus and use the accrual basis of accounting.

**Enterprise funds:** account for operations that are financed in a manner similar to private business enterprises, where the intent is that costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges. The Sewer Fund is the Town's only enterprise fund.

**Internal service funds** account for the financing of goods or services provided by one department to other departments or agencies of the Town on a cost-reimbursement basis. The Town reported one internal service fund used to account for the self-insurance activities of the Town.

**Fiduciary funds:** Fiduciary Funds are used to account for assets held by the Town in a trustee capacity or as an agent for individuals, private organizations and other governments. Fiduciary funds are not included in the government-wide statements. The fiduciary funds are as follows:

**Private purpose trust funds:** are used to account for resource legally held in trust for the benefit of individuals, private organizations or other governments.

**OPEB trust fund:** used to account for the activities of the Town's OPEB plan, which accumulates resources for OPEB benefit payments, legally held in trust.

## Town of Seymour, Connecticut

### Notes to Financial Statements

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#### Note 1. Summary of Significant Accounting Policies (Continued)

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

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Town considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures are generally recorded when a liability is incurred as under accrual accounting, however, debt service expenditures, as well as expenditures related to compensated absences, pension, other post-employment benefit obligations and claims and judgments, are recorded only when payment is due (matured).

Property taxes, when levied for, intergovernmental revenue when eligibility requirements are met, licenses, charges for services and interest associated with the current fiscal period are all considered to be measurable and so have been recognized as revenues of the current fiscal period, if available. All other revenue items are considered to be measurable only when cash is received by the Town.

The Town reports the following major governmental funds:

**The General fund:** is the Town's primary operating fund. It accounts for all financial resources of the Town, except those required to be accounted for in another fund. The General Fund pays all general operating expenditures, debt service and the capital improvement costs of the Town which are not paid through other funds. The fund will also liquidate the liability for compensated absences, pension and other post-employment benefit liabilities.

**The American Rescue Plan Act fund:** A special revenue fund to account for funds associated with the American rescue plan act grant.

**The Energy Performance Project fund:** A capital project fund to account for funds associated with the energy performance lease project.

**The Road Projects fund:** A capital project fund to account for funds associated with road repairs and maintenance.

The Town reports the following major enterprise fund:

**The Sewer fund:** accounts for the operations of the Town's sanitary sewer system. The major source of revenue is user fees.

As a general rule, the effect of inter-fund activity has been eliminated from the government-wide financial statements. Interfund services provided and used are eliminated in the process of consolidation. Exceptions to this general rule are charges between the proprietary funds and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

## Town of Seymour, Connecticut

### Notes to Financial Statements

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#### **Note 1. Summary of Significant Accounting Policies (Continued)**

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

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Town's internal service fund are charges to other Town funds for medical insurance premiums. Operating expenses for proprietary funds, include the cost of operations and maintenance, and depreciation on capital assets. Operating expenses for the internal service fund includes the cost of claims and administrative expenses. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

**Cash equivalents:** For purposes of reporting cash flows, all savings, checking, money market accounts and certificates of deposit with an original maturity of less than three months are considered to be cash equivalents. The Town does not have any cash equivalents in the current year.

**Investments:** Investments are stated at fair value.

**Interfunds:** Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the noncurrent portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds."

**Fair value:** The Town uses fair value measurements to record fair value adjustments to certain assets and to determine fair value disclosures. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Fair value is best determined based upon quoted market prices. However, in certain instances, there are no quoted market prices for certain assets or liabilities. In cases where quoted market prices are not available, fair values are based on estimates using present value or other valuation techniques. Those techniques are significantly affected by the assumptions used, including the discount rate and estimates of future cash flows. Accordingly, the fair value estimates may not be realized in an immediate settlement of the asset or liability.

Fair value measurements focus on exit prices in an orderly transaction (that is, not a forced liquidation or distressed sale) between market participants at the measurement date under current market conditions. If there has been a significant decrease in the volume and level of activity for the asset or liability, a change in valuation technique or the use of multiple valuation techniques may be appropriate. In such instances, determining the price at which willing market participants would transact at the measurement date under current market conditions depends on the facts and circumstances and requires the use of significant judgment.

## Town of Seymour, Connecticut

### Notes to Financial Statements

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#### **Note 1. Summary of Significant Accounting Policies (Continued)**

The Town's fair value measurements are classified into a fair value hierarchy based on the markets in which the assets and liabilities are traded and the reliability of the assumptions used to determine fair value.

The three categories within the hierarchy are as follows:

**Level 1:** Quoted prices in active markets for identical assets and liabilities.

**Level 2:** Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly, including quoted prices for similar assets or liabilities in active markets, quoted prices for identical or similar assets or liabilities in markets that are not active, interest rates and yield curves observable at commonly quoted intervals, implied volatilities, credit spreads, and market-corroborated inputs.

**Level 3:** Unobservable inputs shall be used to measure fair value to the extent that relevant observable inputs are not available, thereby allowing for situations in which there is little, if any, market activity for the asset or liability at the measurement date. Level 3 assets and liabilities include financial instruments whose value is determined using pricing models, discounted cash flows methodologies, or similar techniques, as well as instruments for which the determination of fair value requires significant management judgement.

See Note 2 for additional information regarding fair value.

**Property taxes:** The Town's property tax is levied each July 1, on the assessed value listed on the prior October 1, Grand List for all taxable property located in the Town. Taxes are due and payable in equal installments on July 1, and January 1, following the date of the Grand List. Interest of 1½ percent per month is charged on delinquent taxes. Liens are effective on the attachment date and are continued by filing prior to the following levy date. Additional property taxes are assessed for motor vehicles registered subsequent to the Grand List date through July 31, and are payable in one installment due January 1. An amount of \$93,212 has been established as an allowance for uncollectible taxes. At June 30, 2021, this represents approximately 6% percent of all property taxes receivable. All trade and property tax receivables are reported net of an allowance for uncollectibles.

**Allowance for doubtful accounts:** Accounts receivable including property taxes receivable for the primary government are reported net of an allowance for doubtful accounts. The allowance for doubtful accounts represents those accounts which are deemed uncollectible based upon past collection history and an assessment of the creditor's ability to pay.

## Town of Seymour, Connecticut

### Notes to Financial Statements

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#### Note 1. Summary of Significant Accounting Policies (Continued)

**Capital assets:** Capital assets, which include property, plant and equipment, and infrastructure assets (e.g., roads, bridges, sidewalks and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements and enterprise fund financial statements. Capital assets are defined by the government as assets with an initial individual cost of more than \$5,000 with an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

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

Major outlays for capital assets and improvements are capitalized as projects are constructed. Land and construction in progress are not depreciated. Property, plant and equipment, and infrastructure assets of the Town are depreciated using the straight-line method over the following estimated useful lives.

<u>Assets</u>	<u>Years</u>
Land improvements	20
Buildings	25-50
Building improvements	25-50
Infrastructure	10-65
Machinery and equipment	5-20
Vehicles	8

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

**Compensated absences:** Compensated absences of the Town consist of vacation and sick leave to the extent that payment to the employee for these absences is attributable to services already rendered and are not contingent on a specific event that is outside the control of the Town and the employee. Town employees are granted vacation and sick leave in varying amounts. In the event of termination, an employee is reimbursed for accumulated vacation and sick leave at various rates. Vacation pay expenses to be paid in future periods are accrued when incurred in the government-wide and enterprise fund financial statements. The total liability for vacation and sick leave payments has been calculated using pay rates in effect at the financial statement date, and reduced to the maximum payment allowed by labor contract and/or statute, plus applicable additional salary related payments. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements. Compensated absences are generally paid out of the General Fund.

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

## Town of Seymour, Connecticut

### Notes to Financial Statements

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#### Note 1. Summary of Significant Accounting Policies (Continued)

**Net OPEB liability:** The net OPEB liability is measured as the portion of the actuarial present value of projected benefits that is attributed to past periods of employee service (total OPEB liability), net of the OPEB plan's fiduciary net position. The OPEB plan's fiduciary net position is determined using the same valuation methods that are used by the OPEB plan for purposes of preparing its statement of fiduciary net position. The net OPEB liability is measured as of a date (measurement date) no earlier than the end of the employer's prior fiscal year, consistently applied from period to period. The net OPEB liability is reported in the statement of net position. The Town does not issue separate stand-alone financial statements for this plan.

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

In the fund financial statements, governmental fund types recognize bond premiums and discounts 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.

Bond issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures. Principal payments are reported as debt service expenditures.

**Deferred outflows/inflows of resources:** In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position or fund balance that applies to a future period or periods and so will not be recognized as an outflow of resources (expense/expenditure) until then. The Town reports a deferred charge on refunding and deferred outflows related to pension and OPEB in the government-wide statement of net position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. A deferred outflow of resources related to pension and OPEB results from differences between expected and actual experience, changes in assumptions or other inputs. These amounts are deferred and included in pension and OPEB expense in a systematic and rational manner.

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position or fund balance that applies to a future period or periods and so will not be recognized as an inflow of resources (revenue) until that time. The Town reports a deferred inflow of resources related to pensions and OPEB in the government-wide statement of net position. A deferred inflow of resources related to pension and OPEB results from differences between expected and actual experience, changes in assumptions or other inputs. Also, for governmental funds, the Town reports unavailable revenue, which arises only under the modified accrual basis of accounting. The governmental funds report unavailable revenues from property taxes, interest on property taxes, intergovernmental revenue and charges for services. These amounts are deferred and recognized as an inflow of resources (revenue) in the period during which the amounts become available.

## Town of Seymour, Connecticut

### Notes to Financial Statements

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#### Note 1. Summary of Significant Accounting Policies (Continued)

**Pension plans:** For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Municipal Employees' Retirement System plan (MERS) and the additions to/deductions from MERS' fiduciary net position have been determined on the same basis as they are reported by MERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

#### **Net position and fund balance:**

**Net position:** In the government-wide financial statements and proprietary fund financial statements, net position is classified in the following categories:

*Net investment in capital assets:* The net investment in capital assets component of net position consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of bonds, notes, or other borrowings that are attributable to the acquisition, construction or improvement of those assets. Deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction, or improvement of those assets or related debt are included in this component of net position.

*Restricted net position:* These amounts are restricted to specific purposes when constraints placed on the use of resources are either (a) externally imposed by creditors (such as debt covenants), grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislations.

*Unrestricted net position:* This category represents the net position of the Town, which is not restricted for any project or other purpose. A deficit will require future funding.

**Fund balance:** In the government fund financial statements, the Town classifies fund balances as follows:

*Nonspendable fund balance:* Amounts which cannot be spent either because they are in a nonspendable form or because they are legally or contractually required to be maintained intact.

*Restricted fund balance:* These amounts are restricted to specific purposes when constraints placed on the use of resources are either (a) externally imposed by creditors (such as debt covenants), grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislations.

*Committed fund balance:* This represents amounts constrained prior to year-end for a specific purpose by the Town using its highest level of decision-making authority (Town of Seymour, Board of Finance) in the form of an ordinance. Once adopted, the limitation imposed by the ordinance remains in place until similar action is taken to remove or revise the limitation.

*Assigned fund balance:* Amounts constrained for the intent to be used for a specific purpose by the Director of Finance who has been delegated authority to assign amounts by the Board of Finance.

*Unassigned fund balance:* The residual amount not allocated to any other fund balance categories in the General Fund and any residual deficit balance of any other governmental funds. A deficit will require future funding.

## Town of Seymour, Connecticut

### Notes to Financial Statements

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#### Note 1. Summary of Significant Accounting Policies (Continued)

When both restricted and unrestricted amounts are available for use, it is the Town's policy to use restricted resources first. Additionally, the Town would first use committed, then assigned, and lastly unassigned.

**Accounting estimates:** The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets, deferred outflow of resources and liabilities and deferred inflows of resources and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

#### Note 2. Detailed Notes on All Funds

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

The Connecticut General Statutes (Section 7-400) permit municipalities to invest in: 1) obligations of the United States and its agencies; 2) highly rated obligations of any state of the United States or of any political subdivision, authority or agency thereof; and 3) shares or other interests in custodial arrangements or pools maintaining constant net asset values and in highly rated no-load open end money market and mutual funds (with constant or fluctuating net asset values) whose portfolios are limited to obligations of the United States and its agencies, and repurchase agreements fully collateralized by such obligations. Other provisions of the Statutes cover specific municipal funds with particular investment authority.

**Deposits:** Deposit Custodial Credit Risk - Custodial credit risk is the risk that, in the event of a bank failure, the Town's deposit will not be returned. The Town does not have a deposit policy for custodial credit risk. The deposit of public funds is controlled by the Connecticut General Statutes. Deposits may be placed with any qualified public depository that has its main place of business in the State of Connecticut. Connecticut General Statutes require that each depository maintain segregated collateral (not required to be based on a security agreement between the depository and the municipality and, therefore, not perfected in accordance with federal law) in an amount equal to a defined percentage of its public deposits based upon the depository's risk based capital ratio.

Based on the criteria described in GASB Statement No. 40, Deposits and Investment Risk Disclosures, \$19,653,386 of the Town's bank balance of \$21,837,096 was exposed to custodial credit risk as follows:

Uninsured and uncollateralized	\$ 17,469,676
Uninsured and collateral held by the pledging bank's trust department, not in the Town's name	2,183,710
Total amount subject to custodial credit risk	<u>\$ 19,653,386</u>

## Town of Seymour, Connecticut

### Notes to Financial Statements

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#### Note 2. Detailed Notes on All Funds (Continued)

Cash, cash equivalents and investments of the Town consist of the following at June 30, 2021:

Cash:

Deposits with financial institutions	\$ 20,413,270
Total cash	<u>20,413,270</u>

Investments:

Nonmajor Governmental Funds:

Mutual funds	79,354
Certificates of deposit	93,189
	<u>172,543</u>

Fiduciary fund:

Mutual funds	1,700,519
Exchange traded fund	488,496
	<u>2,189,015</u>
Total investments	<u>2,361,558</u>
Total cash and investments	<u>\$ 22,774,828</u>

Statement of net position:

Cash	\$ 20,402,846
Investments	172,543
	<u>20,575,389</u>

Fiduciary funds:

Cash	10,424
Investments	2,189,015
	<u>2,199,439</u>
Total cash and investments	<u>\$ 22,774,828</u>

## Town of Seymour, Connecticut

### Notes to Financial Statements

#### Note 2. Detailed Notes on All Funds (Continued)

**Investments:** As of June 30, 2021, the Town had the following investments:

Investment Type	Credit Rating	Fair Value	Investment Maturities (in Years)		
			Less Than 1 Year	1-10 Years	More Than 10 Years
Mutual funds	N/A	\$ 1,779,873	\$ 1,779,873	\$ -	\$ -
Exchange traded fund	N/A	488,496	488,496	-	-
		<u>\$ 2,268,369</u>	<u>\$ 2,268,369</u>	<u>\$ -</u>	<u>\$ -</u>

N/A - not rated

**Fair value:** The Town categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The Town has the following recurring fair value measurements as of June 30, 2021:

	Fair Value Measurements Using			
	Quoted Prices in Active Markets for Identical Assets (Level 1)		Significant Other Observable Inputs (Level 2)	Significant Other Observable Inputs (Level 3)
	June 30, 2021			
Investments by fair value level:				
Mutual funds	\$ 1,779,873	\$ -	\$ 1,779,873	\$ -
Exchange traded fund	488,496	488,496	-	-
Total investments by fair value level	<u>\$ 2,268,369</u>	<u>\$ 488,496</u>	<u>\$ 1,779,873</u>	<u>\$ -</u>

**Investment custodial credit risk:** Custodial credit risk is the risk that, in the event of the failure of the counterparty (the institution that pledges collateral or repurchase agreement securities to the Town or that sells investments to or buys them for the Town), 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.

**Credit risk:** The Town has no investment policy that would limit its investment choices due to credit risk other than State Statutes governing investments in obligations of any state or political subdivision or in obligations of the State of Connecticut or political subdivision. The Town has no securities subject to this risk. Generally, credit risk is the risk that an issuer of a debt type investment will not fulfill its obligation to the holder of the investment. This is measured by assignment of a rating by a nationally recognized rating organization.

**Concentration of credit risk:** The Town places no limit on the amount invested in any one issuer. No more than 5 percent of the Town's investments were invested in any one issuer in which credit risk was applicable.

**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.

# Town of Seymour, Connecticut

## Notes to Financial Statements

### Note 2. Detailed Notes on All Funds (Continued)

**Receivables:** Receivables by type at year-end for the Town's government-wide financial statements, including the applicable allowances for uncollectible accounts, are as follows:

	General	Energy Performance Project	Nonmajor Governmental Funds	Sewer	Total
Receivables:					
Taxes and interest	\$ 2,264,933	\$ -	\$ -	\$ -	\$ 2,264,933
Accounts and other	(808)	-	125,698	-	124,890
Sewer assessment	993,791	-	-	1,141,657	2,135,448
Water assessment	321,953	-	-	-	321,953
Intergovernmental	-	656,245	830,153	-	1,486,398
Gross receivables	3,579,869	656,245	955,851	1,141,657	6,333,622
Less allowance for collection losses	93,212	-	-	114,166	207,378
Net receivables	\$ 3,486,657	\$ 656,245	\$ 955,851	\$ 1,027,491	\$ 6,126,244

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

	Unavailable	Unearned
General fund:		
Delinquent property taxes receivable	\$ 1,220,329	\$ -
Delinquent property taxes interest receivable	753,065	-
Sewer and Water assessments receivable	1,315,744	-
Other receivables	-	80,200
American Rescue Plan Act fund:		
Grants	-	2,432,270
Nonmajor governmental fund:		
Various grants	656,245	131,365
Other receivables	177,922	-
	\$ 4,123,305	\$ 2,643,835

## Town of Seymour, Connecticut

### Notes to Financial Statements

#### Note 2. Detailed Notes on All Funds (Continued)

**Fund balance:** The components of fund balance for the governmental funds at June 30, 2021 are as follows:

	General Fund	American Rescue Plan Act Fund	Energy Performance Project	Road Projects	Nonmajor Governmental Funds	Total
Fund balance:						
Nonspendable:						
Prepays	\$ 187,394	\$ -	\$ -	\$ -	\$ -	\$ 187,394
	187,394	-	-	-	-	187,394
Restricted to:						
Education	-	-	-	-	131,351	131,351
Police operations	-	-	-	-	85,927	85,927
Social services	-	-	-	-	82,322	82,322
Road projects	-	-	-	3,136,795	-	3,136,795
Capital projects	-	-	-	-	552,785	552,785
Environmental purposes and transfer station	-	-	-	-	56,607	56,607
General government activities	-	-	-	-	274,407	274,407
Grants	-	-	-	-	63,372	63,372
	-	-	-	3,136,795	1,246,771	4,383,566
Committed to:						
Debt Service	-	-	-	-	1,859,607	1,859,607
Public works	-	-	-	-	403,221	403,221
Public safety	-	-	-	-	207,882	207,882
Library	-	-	-	-	299,588	299,588
General government activities	-	-	-	-	97,252	97,252
	-	-	-	-	2,867,550	2,867,550
Assigned to:						
General government various	209,385	-	-	-	-	209,385
Police department	14,764	-	-	-	-	14,764
Parks	10,562	-	-	-	-	10,562
Fire marshal/Fire Dept	59,568	-	-	-	-	59,568
Education	131	-	-	-	-	131
Public works	5,855	-	-	-	-	5,855
Recreation	1,699	-	-	-	-	1,699
	301,964	-	-	-	-	301,964
Unassigned	979,460	-	(397,850)	-	(435,575)	146,035
Total fund balances (deficits)	\$ 1,468,818	\$ -	\$ (397,850)	\$ 3,136,795	\$ 3,678,746	\$ 7,886,509

Significant encumbrances at June 30, 2021 are contained in the above table in the assigned category of the General Fund.

# Town of Seymour, Connecticut

## Notes to Financial Statements

### Note 2. Detailed Notes on All Funds (Continued)

**Capital assets:** Capital asset activity for the year ended June 30, 2021 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
<b>Governmental activities:</b>				
Capital assets, not being depreciated:				
Land	\$ 3,218,873	\$ -	\$ (6,006)	\$ 3,212,867
Construction in progress	7,902,149	-	(7,815,729)	86,420
Total capital assets, not being depreciated	11,121,022	-	(7,821,735)	3,299,287
Capital assets, being depreciated:				
Buildings and improvements	99,531,672	15,053,071	-	114,584,743
Machinery and equipment	5,178,385	1,533,623	-	6,712,008
Vehicles	8,479,413	152,611	-	8,632,024
Infrastructure	40,332,014	6,007	-	40,338,021
Total capital assets being depreciated	153,521,484	16,745,312	-	170,266,796
Less accumulated depreciation for:				
Buildings and improvements	32,066,337	2,954,879	-	35,021,216
Machinery and equipment	4,183,791	548,779	-	4,732,570
Vehicles	6,291,394	852,323	-	7,143,717
Infrastructure	25,264,478	1,666,238	-	26,930,716
Total accumulated depreciation	67,806,000	6,022,219	-	73,828,219
Total capital assets, being depreciated, net	85,715,484	10,723,093	-	96,438,577
Governmental activities capital assets, net	\$ 96,836,506	\$ 10,723,093	\$ (7,821,735)	\$ 99,737,864
<b>Business-type activities:</b>				
Capital assets, being depreciated:				
Buildings and improvements	\$ 9,764,603	\$ -	\$ -	\$ 9,764,603
Land improvements	222,630	-	-	222,630
Machinery and equipment	9,946,961	-	-	9,946,961
Licensed vehicles	479,847	-	-	479,847
Total capital assets, being depreciated	20,414,041	-	-	20,414,041
Less accumulated depreciation for:				
Buildings and improvements	5,688,510	292,158	-	5,980,668
Land improvements	222,630	-	-	222,630
Machinery and equipment	9,212,095	460,879	-	9,672,974
Licensed vehicles	479,850	-	-	479,850
Total accumulated depreciation	15,603,085	753,037	-	16,356,122
Business-type activities capital assets, net	\$ 4,810,956	\$ (753,037)	\$ -	\$ 4,057,919

## Town of Seymour, Connecticut

### Notes to Financial Statements

#### Note 2. Detailed Notes on All Funds (Continued)

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

Governmental activities:	
General government	\$ 60,222
Public works	1,625,999
Public safety	843,111
Recreation and culture	120,444
Board of Education	3,372,443
Total depreciation expense - governmental activities	<u>\$ 6,022,219</u>
Business-type activities:	
Sewer operating	<u>\$ 753,037</u>

**Interfund receivables, payables and transfers:** The composition of interfund balances as of June 30, 2021 is as follows:

	Due From Other Funds	Due To Other Funds
General fund	\$ 1,580,441	\$ 2,158,848
Energy Performance Project fund	448,526	-
Road Projects fund	32,642	-
Internal Service fund	1,034,543	-
Sewer Fund	58,097	-
Nonmajor governmental	1,148,334	2,143,735
	<u>\$ 4,302,583</u>	<u>\$ 4,302,583</u>

The outstanding balances between funds result mainly 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.

A summary of interfund transfers is presented below:

	Transfers in			
	Energy Performance Project	Road Projects	Nonmajor and Other Funds	Total
Transfers out:				
General fund	\$ 19,033	\$ -	\$ 529,945	\$ 548,978
Road Projects	-	-	350,000	350,000
Nonmajor and other funds	-	32,643	296,505	329,148
	<u>\$ 19,033</u>	<u>\$ 32,643</u>	<u>\$ 1,176,450</u>	<u>\$ 1,228,126</u>

Interfund transfers from the General Fund are generally used to supplement revenues of other funds as need arises.

## Town of Seymour, Connecticut

### Notes to Financial Statements

#### Note 2. Detailed Notes on All Funds (Continued)

##### Long-term liabilities:

**Changes in long-term liabilities:** Long-term liability activity for the year ended June 30, 2021 was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental activities:					
Bonds payable	\$ 40,551,000	\$ -	\$ (1,574,000)	\$ 38,977,000	\$ 1,549,000
Premiums	3,320,260	-	(313,207)	3,007,053	-
Total bonds payable	43,871,260	-	(1,887,207)	41,984,053	1,549,000
Notes payable	105,000	-	(105,000)	-	-
Capital leases	8,997,307		(366,161)	8,631,146	351,378
Compensated absences	3,907,627	1,492,423	(675,028)	4,725,022	954,004
Net OPEB liability	57,413,353	2,285,811	-	59,699,164	-
Workers compensation/ dental claims	2,687,508	-	(474,819)	2,212,689	553,172
Net pension liability	18,202,537	450,374	-	18,652,911	-
Retirement obligations	293,490	-	(101,777)	191,713	70,189
Claims	185,125	-	-	185,125	-
Total governmental activities	\$ 135,663,207	\$ 4,228,608	\$ (3,609,992)	\$ 136,281,823	\$ 3,477,743

For the governmental activities, compensated absences, retirement obligations, OPEB, workers compensation claims and claims are generally liquidated by the General Fund.

**General obligation bonds:** The Town issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities.

## Town of Seymour, Connecticut

### Notes to Financial Statements

#### Note 2. Detailed Notes on All Funds (Continued)

General obligation bonds are direct obligations of the Town for which full faith and credit are pledged and are payable from taxes levied on all taxable properties located within the Town. General obligation bonds currently outstanding are as follows:

Description	Date of Issue	Maturity	Interest Rate (%)	Amount of Original Issue	Annual Principal	Balance Outstanding June 30, 2021
Public and School Improvement	2015	2035	1.5%-4.0%	6,160,000	\$340,000-\$345,000	\$ 4,695,000
Public Improvement issue 2016A	2016	2035	1.5%-4.0%	1,285,000	\$70,000-\$350,000	1,065,000
Refunding Bonds issued 2016	2016	2031	2.0%-4.0%	7,225,000	\$100,000-\$1,085,000	4,075,000
Public and School Improvement	2017	2037	3.0%-4.0%	6,000,000	\$330,000-\$335,000	4,325,000
Refunding Bonds issued 2017	2017	2042	3.0%-4.0%	8,635,000	\$755,000-\$2,615,000	8,160,000
Refunding Taxable Bonds issued 2017	2017	2037	3.0%-4.0%	1,795,000	\$275,000-\$325,000	915,000
General Obligation Bonds	2019	2024	3.1%	495,000	\$99,000	297,000
General Obligation Bonds, Series A	2020	2050	2.125%-5.0%	6,060,000	\$125,000-\$1,500,000	6,060,000
Refunding Taxable Bonds Series B	2020	2045	3.250%-3.375%	6,405,000	\$2,305,000-\$4,100,000	6,405,000
Refunding Bonds Series C	2020	2026	5.0%	3,940,000	\$340,000-\$960,000	2,980,000
Total outstanding						<u>\$ 38,977,000</u>

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

Years ending June 30:	Governmental Activities	
	Principal	Interest
2022	\$ 1,549,000	\$ 1,350,032
2023	1,589,000	1,289,132
2024	1,619,000	1,232,232
2025	1,555,000	1,164,757
2026	1,560,000	1,096,107
2027-2031	7,965,000	4,639,574
2032-2036	7,765,000	3,343,744
2037-2041	7,845,000	2,053,606
2042-2046	6,305,000	795,319
2047-2051	1,225,000	124,800
	<u>\$ 38,977,000</u>	<u>\$ 17,089,303</u>

## Town of Seymour, Connecticut

### Notes to Financial Statements

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#### Note 2. Detailed Notes on All Funds (Continued)

**Prior year in-substance defeasance:** In prior years, the Town has defeased various bond issues by creating separate irrevocable trust funds. New debt has been issued and the proceeds have been used to purchase U.S. government securities that were placed in the trust funds. The investments and fixed earnings from the investments are sufficient to fully service the defeased debt until the debt is called or matures. For financial reporting purposes, the debt has been considered defeased and therefore removed as a liability from the Town's government-wide financial statements. As of June 30, 2021, the amount of defeased debt outstanding, but removed from the Town's government-wide financial statements was approximately \$13,095,000.

**Statutory debt limitation:** The Town's indebtedness does not exceed the legal debt limitations as required by the Connecticut General Statutes as reflected in the following schedule:

Category	Debt Limitation	Indebtedness	Balance
General purpose	\$ 100,034,363	\$ 35,169,645	\$ 64,864,718
Schools	200,068,727	11,224,250	188,844,477
Sewers	166,723,939	1,214,250	165,509,689
Urban renewal	144,494,080	-	144,494,080
Pension deficit	133,379,151	-	133,379,151

The total overall statutory debt limit for the Town is equal to seven times prior year annual receipts from taxation, or \$311,218,019. All long-term debt obligations are retired through General Fund appropriations. The indebtedness reflected above includes bonds and notes outstanding in addition to the amounts of bonds authorized and unissued against which bond anticipation notes are issued and outstanding.

**Authorized but unissued bonds:** The total of authorized but unissued bonds at June 30, 2021 is \$0. In most cases, interim financing is obtained through bond anticipation notes or other short-term borrowings until the issuance of long-term debt.

**Capital leases:** The Town has entered into multi-year capital leases for the purchase of various capital items including streetlights and energy performance equipment.

The capitalized value of property under capital leases is summarized below:

	Governmental Activities
Asset:	
Equipment	\$ 9,551,503
Less accumulated depreciation	589,248
Total	<u>\$ 8,962,255</u>

## Town of Seymour, Connecticut

### Notes to Financial Statements

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#### Note 2. Detailed Notes on All Funds (Continued)

Future minimum lease payments under capital leases are as follows:

	Amount
Capital lease future payments	
Years ending June 30:	
2022	\$ 656,376
2023	690,605
2024	703,187
2025	716,131
2026	729,447
2027-2031	2,908,755
2032-2036	3,634,366
2037-2038	1,433,597
Total	11,472,464
Less portion representing interest	2,841,318
Total future principal payments	\$ 8,631,146

**Early retirement incentive plan:** The Board of Education offers an early retirement incentive plan at least once within a three-year contract period for certified staff (teachers and administrators). The range of compensation is from \$2,000 to \$14,997 per year, per person, for five years and is offered to certified staff who have been employed by the Board of Education for at least 12 years. At June 30, 2021, 11 individuals are receiving benefits under this plan through 2021. A liability of \$191,713 is accrued in the government-wide statement of net position.

**Deficit fund equity:** For the year ended June 30, 2021, the following funds had deficit balances:

School Lunch Fund	\$ 52,236
Police private duty	180,106
Building improvement fund	190,234
Greenway Trail	7,596
Internal Service Fund	148,607
Emergency Services Communication	5,403
Energy Performance Project	397,850

These amounts will be funded through bonds, contributions and future revenues.

#### State of Connecticut Employees' Retirement System:

**Plan description:** Certain employees of the Town participate in a cost-sharing multiple-employer defined benefit pension plan administered by the State of Connecticut Employees' Retirement System (MERS). Under a cost-sharing plan, pension obligations for employees of all employers are pooled and plan assets are available to pay the benefits of the employees of any participating employer providing pension benefits through the plan, regardless of the status of the employers' payment of its pension obligation to the plan. The plan provides retirement and disability benefits and death benefits to plan members and beneficiaries. The plan assets are reported at fair value.

MERS is considered to be part of the State of Connecticut's financial reporting entity and is included in the State's financial reports as a pension trust fund. Those reports can be obtained at [www.ct.gov](http://www.ct.gov).

## Town of Seymour, Connecticut

### Notes to Financial Statements

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#### Note 3. Employee Retirement Plans

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

**Average final compensation:** Average of the three highest paid years of service.

**Normal form of benefit:** life annuity

#### **Service retirement allowance:**

**Condition for allowance:** Age 55 and 5 years of continuous service, or 15 years of active aggregate service, or 25 years of aggregate service. Compulsory retirement at age 65 for police and fire members.

**Amount of allowance:** For members not covered by Social Security: 2% of average final compensation times years of service. For members covered by Social Security: 1-1/2% of the average final compensation not in excess of the year's breakpoint plus 2% of average final compensation in excess of the year's breakpoint, times years of service. The maximum benefit is 100% of average final compensation and the minimum benefit is \$1,000 annually. Both the minimum and the maximum include Workers Compensation and Social Security benefits. If any member covered by Social Security retires before age 62, his/her benefit until he/she reaches age 62 or receives a Social Security disability award is computed as if he/she were not under Social Security.

#### **Disability retirement allowance:**

**Condition for allowance:** 10 years of service and permanently and totally disabled from engaging in any gainful employment in the service of the Municipality.

**Amount of allowance:** Calculated as a service retirement allowance based on compensation and service to the date of the disability.

#### **Service connected disability:**

**Condition for allowance:** Totally and permanently disabled from engaging in any gainful employment in the service of the Municipality provided such disability has arisen out of and in the course of his/her employment with the Municipality. Disability due to hypertension or heart disease, in the case of firemen and policemen, is presumed to have been suffered in the line of duty.

**Amount of allowance:** Calculated as a service retirement allowance based on compensation and service to the date of the disability with a minimum benefit (including Worker's Compensation benefits) of 50% of compensation at the time of the disability.

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

**Contributions by members:** For members not covered by Social Security: 5% of compensation. For members covered by the Social Security: 2-1/4% of compensation up to the Social Security taxable wage base plus 5% of compensation, if any, in excess of such base.

## Town of Seymour, Connecticut

### Notes to Financial Statements

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#### Note 3. Employee Retirement Plans (Continued)

**By municipalities:** Participating employers make annual contributions consisting of a normal cost contribution, a contribution for the amortization of the net unfunded accrued liability and a prior service amortization payment, which covers the liabilities of MERS not met by member contributions. In addition, there is also an annual administrative fee per active and retired member.

**Assumptions:** The total pension liability was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Valuation date	6/30/2020
Measurement date	6/30/2020
Actuarial cost method	Entry Age Normal
Investment rate return*	7.00%, net of investment related expense
Projected salary increases*	3.50-10.00%
Inflation	2.50%

**Mortality-** For the period after retirement and for dependent beneficiaries, mortality rates were based on the RP-2014 Combined Mortality Table adjusted to 2006 and projected to 2015 with Scale MP-2017 and projected to 2022 with Scale BB for General Employees and the RP-2014 Blue Collar Mortality Table adjusted to 2006 and projected to 2015 with Scale MP-2017 and projected to 2022 with Scale BB for Police and Fire. For disabled retirees, the RP-2014 Disabled Mortality Table projected with Scale BB to 2020 was used. The static projection produces sufficient margin in the mortality rates to reflect future improvement in our judgement.

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

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

**Discount rate:** the discount rate used to measure the total pension liability was 7.00 percent. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at the actuarially determined 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.

# Town of Seymour, Connecticut

## Notes to Financial Statements

### Note 3. Employee Retirement Plans (Continued)

**Sensitivity of the net pension liability to changes in the discount rate:** The following presents the Town's proportionate share of the net pension liability of the Town's proportionate share, calculated using the discount rate of 7.00 percent, as well as what the System's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.00 percent) or 1-percentage-point higher (8.00 percent) than the current rate:

	1% Decrease 6.00%	Current Discount Rate 7.00%	1% Increase 8.00%
Net pension liability	\$ 26,484,679	\$ 18,652,911	\$ 12,090,377

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

Asset Class	Target Allocation	Long-Term Expected Rate of Return
Domestic Equity	20%	5.3%
Developed Market International	11%	5.1%
Emerging markets (non-U.S.)	9%	7.4%
Core fixed income	16%	1.6%
Inflation linked bond fund	5%	1.3%
Emerging market bond	5%	2.9%
High yield bonds	6%	3.4%
Real estate	10%	4.7%
Private equity	10%	7.3%
Alternative investments	7%	3.2%
Liquidity fund	1%	0.9%
	100%	

**Pension liabilities, pension expense, and deferred outflows of resources and deferred inflows of resources:** At June 30, 2021, the Town reported a liability of \$18,652,911 for its proportionate share of the net pension liability related to its participation in MERS. The net pension liability was determined by an actuarial valuation as of June 30, 2020. The plan assets were measured at fair value. The Town's proportion of the net pension liability was based on its share of contributions to the MERS for fiscal year 2020 relative to the total contributions of all participating employers for that fiscal year. At June 30, 2021 and 2020, the Town's proportion was 5.0% and 5.2%, respectively.

## Town of Seymour, Connecticut

### Notes to Financial Statements

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#### Note 3. Employee Retirement Plans (Continued)

For the year ended June 30, 2021, the Town recognized pension expense of \$4,498,363. At June 30, 2021, The Town reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 1,175,133	\$ (1,969,023)
Difference between expected and actual investment earnings	1,874,775	-
Change in proportion and differences between Employer Contributions and Proportionate Share of contributions	456,885	(569,097)
Changes in assumptions	2,891,596	-
Town contributions made subsequent to the measurement date	1,972,407	-
Total	<u>\$ 8,370,796</u>	<u>\$ (2,538,120)</u>

\$1,972,407 reported as deferred outflows of resources related to pensions resulting from the Town's contributions in fiscal year 2021 subsequent to the measurement date will be recognized as a reduction of the net pension liability for the year ending June 30, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Years ending June 30:

2022	\$ 1,620,537
2023	1,923,178
2024	82,747
2025	233,807

#### Connecticut State Teachers' Retirement System:

**Description of system:** Certified personnel within the Town's school system participate in a retirement system administered by the Connecticut State Teachers' Retirement Board. This Connecticut State Teachers' Retirement System (the System) is a cost sharing multiple employer defined benefit pension system with a special funding situation. The Town has no liability associated with the State Teachers' Retirement System.

The System is considered a part of the State of Connecticut financial reporting entity and is included in the State's financial reports as a pension trust fund. Those reports may be obtained at [www.ct.gov](http://www.ct.gov).

The System is administered under the provisions of Chapter 167a of the Connecticut General Statutes (CGS). Participation in the System is restricted to certified staff employed in the public schools of Connecticut and members of the professional staff of the State Department of Education or the board of Governors of Higher Education and their constituent units. Participation in the System is mandatory for certified personnel of local boards of education who are employed for an average of at least one-half of a school day. Members of the professional staff of the State Department of Education or the Board of Governors of Higher Education and their constituent units may elect to participate in this system, the State Employees' Retirement System, or the Alternate Retirement System (TIAA-CREF).

## Town of Seymour, Connecticut

### Notes to Financial Statements

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#### Note 3. Employee Retirement Plans (Continued)

**Benefits provided:** The benefits provided to participants by the System are as follows:

**Normal benefit:** A member 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 is eligible for vested benefits of 2% of average annual salary times years of credited service (maximum benefit is 75% of average annual salary.)

**Prorated benefit:** A member who completes 10 years of Connecticut public school service is eligible for a vested benefit commencing at age 60. The benefit is 2% less 0.1% for each year less than 20 years of average annual salary times years of credited service.

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

**Contribution requirements:** The pension contributions made by the State to the System are determined on an actuarial reserve basis as described in CGS Sections 10-1831 and 10-183z. The Town is not required to contribute to the Plan.

Eligible employees are required to contribute 7.0% of their annual salary rate to the System as required by CGS Section 10-183b (7).

Effective January 1, 2019, the annual interest credited on mandatory contributions was set at 4.0%. For members retiring on or after July 1, 2019 with a partial refund option election (Plan N), if 50% of the benefits paid prior to death do not exceed the Member's mandatory contributions plus interest frozen at the date of the benefit commencement, the difference is paid to the Member's beneficiary.

**Actuarial assumptions:** The actuarial assumptions used in the June 30, 2018 valuation were based on the results of an actuarial experience study for the period July 1, 2010 – June 30, 2015. The total pension liability was determined by an actuarial valuation as of June 30, 2020, using the following key actuarial assumptions:

Inflation	2.50 percent
Salary increases, including inflation	3.00-6.50 percent
Long-term investment rate of return, net of pension investment expense, including inflation	6.90 percent, net investment expense including inflation

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

## Town of Seymour, Connecticut

### Notes to Financial Statements

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#### Note 3. Employee Retirement Plans (Continued)

Future cost-of-living increases for teachers who retired prior to September 1, 1992, are made in accordance with increases in the Consumer Price Index, with a minimum of 3% and a maximum of 5% per annum. For teachers who were members of the Teachers' Retirement System before July 1, 2007, and retire on or after September 1, 1992, pension benefit adjustments are made that are consistent with those provided for Social Security benefits on January 1 of the year granted, with a maximum of 6% per annum. If the return on assets in the previous year was less than 8.5%, the maximum increase is 1.5%. For teachers who were members of TRS after July 1, 2007, pension benefit adjustments are made that are consistent with those provided for Social Security benefits on January 1 of the year granted, with a maximum of 5% per annum. If the return on assets in the previous year was less than 11.5%, the maximum increase is 3%, and if the return on the assets in the previous year was less than 8.5%, the maximum increase is 1.0%.

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

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Domestic Equity Fund	20.0%	5.6%
Developed Market Intl. Stock Fund	11.0%	6.0%
Emerging Market Intl. Stock Fund	9.0%	7.9%
Core Fixed Income	16.0%	2.1%
Inflation Linked Bonds	5.0%	1.1%
Emerging Market Debt Fund	5.0%	2.7%
High Yield Bond Fund	6.0%	4.0%
Real Estate Fund	10.0%	4.5%
Private Equity	10.0%	7.3%
Alternative Investments	7.0%	2.9%
Liquidity Fund	1.0%	0.4%
	<u>100.0%</u>	

The geometric rates of expected return shown in the table above are nominal returns net of investment expenses.

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

## Town of Seymour, Connecticut

### Notes to Financial Statements

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#### Note 3. Employee Retirement Plans (Continued)

**Sensitivity of the proportionate share of the net pension liability (NPL) to changes in the discount rate:** The following presents the State's proportionate share of the net pension liability associated with the Town, calculated using the discount rate of 6.90 percent, as well as what the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (5.90 percent) or 1-percentage-point higher (7.90 percent) than the current rate.

	1% Decrease 5.90%	Current Discount Rate 6.90%	1% Increase 7.90%
State's share of NPL associated with the Town	\$ 90,394,858	\$ 72,266,463	\$ 57,231,350

**Pension liabilities, pension expense, and deferred inflows/outflows of resources:** The State makes all contributions to the System on behalf of employees of the participating districts. Therefore, participating employers are considered to be in a special funding situation as defined by Governmental Accounting Standards Board Statement No. 68 and the State is treated as a non-employer contributing entity in the System. Since the employers do not contribute directly to the System, there is no net pension liability or deferred inflows or outflows to report in the financial statements of the Town. The portion of the net pension liability that was associated with the Town was \$72,266,463 and 100% of the collective net pension liability is allocated to the State.

The Town recognized the total pension expense associated with the Town as well as revenue in an amount equal to the non-employer contributing entities' total proportionate share of the collective pension expense associated with the Town. For the fiscal year ended June 30, 2021, the Town recognized \$4,635,288, reported as intergovernmental revenue and pension expense in the General fund, of State on behalf of the Town to meet the State's funding requirements. The Town recognized \$10,351,828 reported as operating grants and pension expense in the Governmental Activities statement of activities.

The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2020.

#### Note 4. Other Post-Employment Benefits

**Other post-employment benefits:** In addition to providing pension benefits, various Town employee agreements provide for a portion of health insurance coverage or subsidized coverage to retired employees. These benefits are negotiated through union contracts, personnel policies, and/or individual employment agreements.

**Plan description:** The Town administers a medical benefit plan (MBP). The MBP is a single-employer defined benefit healthcare plan. The MPB provides medical 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.

**Plan administration:** The general administration and management of the Town. There is no formal oversight board established. The plan does not issue separate financial statements.

## Town of Seymour, Connecticut

### Notes to Financial Statements

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#### Note 4. Other Post-Employment Benefits (Continued)

At July 1, 2019, plan membership consisted of the following:

	Medical Benefit Plan
Retired members	102
Spouses of retired members	47
Active plan members	342
Beneficiaries	2
Total participants	<u>493</u>

**Funding policy:** The contribution requirements of plan members and the Town are negotiated with the various unions representing the employees.

The Town contributes 100 percent of premiums for the following groups:

- Board of Education custodians (retirees and spouse); post age 65, for Medicare supplement only.
- Board of Education secretaries (retiree), pre-age 65, who retire from Seymour Public Schools with at least 30 years of service.
- Board of Education Secretaries (retiree and spouse), post-age 65, who retire from Seymour Public Schools with at least 30 years of service, Medicare supplement only.
- Police (retiree and spouse) pre and post age 65.
- Town Administrators (retiree), pre age 65, if retirement with at least 10 years of service.
- Town Administrators (retiree and spouse), post age 65.
- Town Hall (retiree), pre age 65, if retirement at age 55 with at least 10 years of service.
- Town Hall (retiree and spouse), post age 65.
- Public Works (retiree and spouse), pre age 65, hired prior to July 1, 1994.
- Public Works (retiree and spouse), post age 65.
- Life insurance for Town administrators, police, Public Works and Town Hall.

Retired plan members and beneficiaries currently receiving benefits that are not fully paid by the Town are required to contribute specified amounts (based on averages) monthly towards the cost of health insurance premiums as follows:

**Town employees:** Town retirees (pre 65) receiving medical coverage under the plan contribute \$799/month for employee and \$1,195/month for the spouse. Retirees (post 65) receiving medical coverage under the plan contribute \$416/month for each the employee and the spouse. Retirees receiving dental coverage under the plan contribute \$31/month for employee and \$56/month for the spouse.

# Town of Seymour, Connecticut

## Notes to Financial Statements

### Note 4. Other Post-Employment Benefits (Continued)

**Board of Education employees:** Board of Education retirees (pre 65) receiving medical coverage under the plan contribute \$765/month for employee and \$864/month for the spouse. Retirees (post 65) receiving medical coverage under the plan contribute \$142/month for each the employee and the spouse. Retirees receiving dental coverage under the plan contribute \$31/month for employee and \$50/month for the spouse.

The following is a summary of certain significant actuarial assumptions and other plan information:

	Medical Benefit Plan
Actuarial valuation date	7/1/2019
Actuarial cost method	Entry Age Normal
Amortization method	Level Percent
Asset valuation method	N/A
Actuarial assumptions:	
	Pre-65: 11.80% - 4.10% over 54 years
	Post-65: 4.60% - 4.10% over 54 years
Health care cost trend rate	2.16%
Discount rate	2.60%
Inflation rate	
Mortality- Teachers and Administrators	RPH-2014 White Collar Table with employee and annuitant rates blended from ages 50 to 80 projected to the year 2020 using the BB improvement scale and further adjusted to grade in increases.
Mortality- All Others	Pub-2010 Mortality Table with generational projection per the MP-2019 ultimate scale, with employee rates before commencement and healthy annuitant rates after benefit commencement.

Total OPEB liability was based on the actuarial valuation as of July 1, 2019, which was projected forward to the measurement date of June 30, 2021.

**Net OPEB liability of the Town:** The components of the net OPEB liability of the Town at June 30, 2021 were as follows:

Net OPEB Liability:	
Total OPEB liability	\$ 59,880,061
Plan fiduciary net position	180,897
Net OPEB Liability	59,699,164
Plan fiduciary net position as a % of total OPEB liability	0.30%
Covered payroll	27,826,084
Net OPEB liability a % of covered payroll	214.54%

**Discount rate:** The discount rate to measure the total OPEB liability was 2.16%. The discount rate was based on the Bond Buyer General Obligation 20-Bond Municipal Index.

## Town of Seymour, Connecticut

### Notes to Financial Statements

#### Note 4. Other Post-Employment Benefits (Continued)

**Assumed rate of return:** The assumption for the long-term expected rate of return is determined by adding expected inflation to expected long-term real returns and reflecting expected volatility and correlation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of July 1, 2019, and the final investment return assumption, are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Arithmetic Real Rate of Return	Long-Term Expected Geometric Real Rate of Return
U.S. Equity Market	44.5%	4.84%	3.52%
U.S. Core Bonds	34.7%	1.34%	1.23%
Non- U.S. Equity	15.4%	6.50%	4.84%
Non- U.S. Bonds	3.5%	0.97%	0.55%
U.S. Cash	1.9%	-0.07%	-0.06%
	<u>100.0%</u>		
Assumed Inflation- Mean		2.60%	2.60%
Assumed Inflation- Standard Deviation		1.65%	1.65%
Portfolio Real Mean Return		3.65%	314.00%
Portfolio Nominal Mean Return		6.26%	5.80%
Portfolio Standard Deviation			9.97%
Long-Term Expected Rate of Return			6.00%

**Rate of return:** For the year ended June 30, 2021, the annual money-weighted rate of return on OPEB plan investments, net of pension plan investment expense, was 22.80%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

# Town of Seymour, Connecticut

## Notes to Financial Statements

### Note 4. Other Post-Employment Benefits (Continued)

#### Significant changes in assumptions:

- Mortality tables- the July 1, 2019 valuation reflects the adoption of the Pub-2010 mortality table with generational projection of future improvements per MP Ultimate Table.
- Lowered the election rate for active employees by 5% for each group, except for BOE Custodians and Secretaries who may elect future pre-65 coverage.
- Updated the medical trend to an initial rate of 11.80% scaling down to 4.10% over 54 years for medical benefits prior to age 65 and to an initial rate of 4.60% scaling down to 4.10% over 54 years for medical benefits after age 65. Also updated the dental trend rate to 4.00%.
- Decrease in interest rate assumption from 3.58% to 3.50%.

#### Changes in the Net OPEB Liability:

	Total OPEB Liability	Increase (Decrease) Plan Fiduciary Net Position	Net OPEB Liability
Changes in the Net OPEB liability:			
Balances at June 30, 2020	\$ 57,519,271	\$ 105,918	\$ 57,413,353
Changes for the year:			
Service cost	2,112,906	-	2,112,906
Interest	1,301,036	-	1,301,036
Effect of economic/demographic gains or losses	-	-	-
Effect of assumptions changes or inputs	478,719	-	478,719
Benefit payments	(1,531,871)	(1,531,871)	-
Employer contributions	-	1,581,871	(1,581,871)
Net investment income	-	24,979	(24,979)
Net changes	2,360,790	74,979	2,285,811
Balances at June 30, 2021	\$ 59,880,061	\$ 180,897	\$ 59,699,164

**Sensitivity of the net OPEB liability to changes in the discount rate:** The following presents the net OPEB liability of the Town, calculated using the discount rate of 2.16%, as well as what the Town's net OPEB liability would be if it were calculated using a discount rate that is 1.00% lower or 1.00% higher than the current rate:

	1% Decrease 1.16%	Current Discount Rate 2.16%	1% Increase 3.16%
Net OPEB liability as of June 30, 2021	\$ 70,655,835	\$ 59,699,164	\$ 51,137,816

**Sensitivity of the net OPEB liability to changes in healthcare cost trend rates:** The following presents the net OPEB liability of the Town, as well as what the Town's net OPEB liability would be if it were calculated using healthcare cost trend rates that are 1 percentage point lower or 1 percentage point higher than the current healthcare cost trend rates:

	1% Decrease	Current Trend Rate	1% Increase
Net OPEB liability as of June 30, 2021	\$ 49,350,159	\$ 59,699,164	\$ 73,329,530

## Town of Seymour, Connecticut

### Notes to Financial Statements

#### Note 4. Other Post-Employment Benefits (Continued)

**OPEB expense and deferred outflows of resources and deferred inflows of resources related to OPEB:** For the year ended June 30, 2021, the Town recognized OPEB expense of \$4,926,138. At June 30, 2021, the Town reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources	Net
Differences between expected and actual experience	\$ -	\$ (2,054,397)	\$ (2,054,397)
Changes of assumptions	12,076,746	(841,985)	11,234,761
Net difference between projected and actual earnings on OPEB plan investments	-	(15,099)	(15,099)
	<u>\$ 12,076,746</u>	<u>\$ (2,911,481)</u>	<u>\$ 9,165,265</u>

Years ending June 30:

2022	\$ 1,520,029
2023	1,520,031
2024	1,520,031
2025	1,564,805
2026	1,458,263
Thereafter	1,582,106
	<u>\$ 9,165,265</u>

#### **Connecticut State Teachers' Retirement System- Retiree Health Insurance Plan**

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

Chapter 167a Section 10-183 (t) of the State Statutes grants authority to establish and amend the benefit terms to the TRB. TRS-RHIP issues a publicly available financial report that can be obtained at [www.ct.gov/trb](http://www.ct.gov/trb).

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

**Note 4. Other Post-Employment Benefits (Continued)**

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

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

If a member participating in Medicare Parts A & B so elects, they may enroll in one of the CTRB Sponsored Medicare Supplemental Plans. Active members, retirees and the State pay equally toward the cost of the basic coverage (medical and prescription drug benefits). There are three choices for coverage under the CTRB Sponsored Medicare Supplemental Plans.

Those participants electing vision, hearing and/or dental are required by the System's funding policy to pay the full cost of coverage for these benefits, and no liability is assumed by the plan for these benefits.

**Survivor health care coverage:** Survivors of former employees or retirees remain eligible to participate in the Plan and continue to be eligible to receive either the \$110 monthly subsidy or participate in the TRB - Sponsored Medicare Supplemental Plans, as long as they do not remarry.

**Eligibility:** Any member that is currently receiving a retirement or disability benefit is eligible to participate in the Plan.

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

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

**Early retirement:** 25 years of Credited Service including 20 years of Connecticut service, or age 55 with 20 years of Credited Service including 15 years of Connecticut service.

**Proratable retirement:** Age 60 with 10 years of credited service

**Disability retirement:** 5 years of Credited Service in Connecticut if not incurred in the performance of duty and no service requirement if incurred in the performance of duty.

## Town of Seymour, Connecticut

### Notes to Financial Statements

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#### Note 4. Other Post-Employment Benefits (Continued)

**Termination of employment:** 10 or more years of Credited Service.

#### Contributions:

##### *State of Connecticut*

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

##### *Employer (School Districts)*

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

##### *Employees*

Each member is required to contribute 1.25% of their annual salary up to \$500,000. Contributions in excess of \$500,000 will be credited to the Retiree Health Insurance Plan.

**OPEB liabilities, OPEB expense, and deferred outflows of resources and deferred inflows of resources related to OPEB:** At June 30, 2021, the Town reports no amounts for its proportionate share of the net OPEB liability, and related deferred outflows and inflows, due to the statutory requirement that the State pay 100% of the required contribution. The amount recognized by the Town as its proportionate share of the net OPEB liability, the related state support, and the total portion of the net OPEB liability that was associated with the Town was as follows:

Town's proportionate share of the net OPEB liability	\$ -
State's proportionate share of the net OPEB liability associated with the Town	10,778,546
	<u>\$ 10,778,546</u>

The net OPEB liability was measured as of June 30, 2020 and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as June 30, 2020. At June 30, 2021, the Town has no proportionate share of the net OPEB liability.

For the year ended June 30, 2021, the Town recognized OPEB expense and (revenue) of \$111,866 in Exhibit IV, in General Fund intergovernmental revenue, for on-behalf amounts for the benefits provided by the State.

For the year ended June 30, 2021, the Town recognized OPEB expense and (revenue) of \$497,887 in Exhibit II, in Governmental Activities for the OPEB benefits provided by the State.

## Town of Seymour, Connecticut

### Notes to Financial Statements

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#### Note 4. Other Post-Employment Benefits (Continued)

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

Inflation	2.50%
Health care costs trend rate	5.125% decreasing to 4.50% by 2023
Salary increases	3.00-6.50%, including inflation
Investment rate of return	3.00%, net of OPEB plan investment expense, including inflation
Year fund net position will Be depleted	2021

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

The actuarial assumptions used in the June 30, 2020 valuation were based on the results of an actuarial experience study for the period July 1, 2014 - June 30, 2019.

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

**Discount rate:** The discount rate used to measure the total OPEB liability was 2.21%. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current member contribution rate and that contributions for future plan members were used to reduce the estimated amount of total service costs for future plan members. No future State contributions were assumed to be made. Based on those assumptions, the OPEB plan's fiduciary net position was projected to be depleted in 2021 and, as a result, the Municipal Bond Index Rate was used in the determination.

**Sensitivity of the net OPEB liability to changes in the health care cost trend rate and the discount rate:** The Town's proportionate share of the net OPEB liability is \$-0- and, therefore, the change in the health care cost trend rate or the discount rate would only impact the amount recorded by the State of Connecticut.

**Other information:** Additional information is included in the required supplementary information section of the financial statements. A schedule of contributions is not presented as the Town has no obligation to contribute to the plan. Detailed information about the Connecticut State Teachers' OPEB Plan fiduciary net position is available in the separately issued State of Connecticut Comprehensive Annual Financial Report at [www.ct.gov](http://www.ct.gov).

## Town of Seymour, Connecticut

### Notes to Financial Statements

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#### Note 5. Risk Management, Commitment and Contingencies

**Risk management:** The Town is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; error and omissions; and natural disasters. These risks are covered by commercial insurance purchased from independent third parties. Settled claims from these risks did not exceed commercial insurance coverage during the three years ended June 30, 2021.

The Town is partially self-insured for worker's compensation and dental. The Town purchases stop loss insurance for exposures over \$500,000 per incident. The Town estimates a liability for workers' compensation claims payable and for claims incurred but not reported. As of June 30, 2021, this amount was \$2,212,689.

Liabilities are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported (IBNRs).

Changes in the balances of claims liabilities recorded by the City during the past two years are as follows:

Fiscal Year Ended	Claims Payable July 1	Claims and Changes in Estimates	Claims Paid	Claims Payable June 30
2021	\$ 2,687,508	\$ 399,829	\$ 874,648	\$ 2,212,689
2020	2,166,500	1,769,119	1,248,111	2,687,508

**Commitment:** The Town's Water Pollution Control Authority (WPCA) has contracted with an outside firm to operate its water treatment plant through June 30, 2026. The contract calls for an annual operating cost plus adjustments for the consumer price index and new dwellings added to the system. At June 30, 2021, the base contract commitment is approximately \$1,571,642 per year.

**Contingencies:** Amounts received or receivable from Federal and State grantor agencies are subject to audit and adjustment by grantor agencies. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time, although the Town expects such amounts, if any, to be immaterial.

Various litigation, principally involving claims for personal injury and contested tax assessment, is pending against the Town. For certain cases, where it is probable that a liability has been incurred and the amount of the loss can be reasonably estimated, a loss contingency has been accrued for in the government-wide statement of approximately \$185,000. Based upon the advice of the Town Counsel, management believes that the ultimate resolution of these matters will not have a material adverse effect on the financial statements of the Town.

## Town of Seymour, Connecticut

### Notes to Financial Statements

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#### Note 6. Recently Issued GASB Statements

The Governmental Accounting Standards Board (GASB) has issued several pronouncements that have effective dates that may impact future financial presentations.

The impact of the following accounting pronouncements are currently being assessed by the Town as to the impact to the financial statements. Other recently issued financial statements are not expected to have a material effect to the Town's financial statements.

**GASB Statement No. 87, *Leases***, establishes a single model for lease accounting based on the principle that leases are financings of the right to use an underlying asset, which should result in the recognition and reporting of leased assets and the liability associated with subsequent lease payments, which have historically been classified as operating leases of the current reporting period only. The new statement requires a Lessee to recognize a lease liability and an intangible right-to-use lease asset, with the lessor required to recognize a lease receivable and a deferred inflow of resources. The requirements of this statement are effective for reporting periods beginning after June 15, 2021.

**GASB Statement No. 89, *Accounting for Interest Cost Incurred before the End of a Construction Period***. The objectives of this Statement are (1) to enhance the relevance and comparability of information about capital assets and the cost of borrowing for a reporting period and (2) to simplify accounting for interest cost incurred before the end of a construction period. The requirements of this Statement are effective for reporting periods beginning after December 15, 2020. Earlier application is encouraged. The requirements of this Statement should be applied prospectively.

**GASB Statement No. 91, *Conduit Debt Obligations***. In May 2019, the GASB issued Statement No. 91, Conduit Debt Obligations. This Statement provides a single method of reporting conduit debt obligations by issuers and eliminates diversity in practice associated with (1) commitments extended by issuers, (2) arrangements associated with conduit debt obligations, and (3) related note disclosures. The requirements of this Statement are effective for reporting periods beginning after December 15, 2021. Earlier application is encouraged. The Town is not an issuer of conduit debt; therefore, this Statement will have no effect on its financial statements.

**GASB Statement No. 92, *Omnibus 92***. Statement No. 92 includes guidance addressing various accounting and financial reporting issues identified during the implementation and application of certain GASB pronouncements. The issues covered by GASB Statement No. 92, Omnibus 2020, include:

- Modification of the effective date of Statement No. 87, *Leases*, as well as associated implementation guidance, to fiscal years beginning after December 15, 2019, to address concerns regarding interim financial reports;
- Reporting intra-entity transfers of assets between a primary government employer and a component unit defined benefit pension plan or defined benefit other postemployment benefit (OPEB) plan;
- The applicability of Statement No. 73, *Accounting and Financial Reporting for Pensions and Related Assets That Are Not within the Scope of GASB Statement 68*, and Amendments to Certain Provisions of GASB Statement No. 67 and No. 68, as amended, and Statement No. 74, *Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans*, as amended, to reporting assets accumulated for pensions and OPEB;
- The applicability of certain requirements of Statement No. 84, *Fiduciary Activities*, to pension and OPEB arrangements; and
- Measurement of liabilities and assets, if any, related to asset retirement obligations in a government acquisition.

## Town of Seymour, Connecticut

### Notes to Financial Statements

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#### Note 6. Recently Issued GASB Statements (Continued)

The requirements of Statement 92 that relate to the effective date of Statement 87 and its associated implementation guidance are effective upon issuance. The provisions related to the application of Statement 84 are effective for periods beginning after June 15, 2021. The amendments related to intraentity transfers of assets and applicability of Statements 73 and 74 are effective for fiscal years beginning after June 15, 2021. The remaining requirements related to asset retirement obligations are effective for government acquisitions occurring in reporting periods beginning after June 15, 2021.

**GASB Statement No. 96, *Subscription-Based Information Technology Arrangements*.** GASB Statement No. 96 provides accounting and financial reporting guidance for subscription-based information technology arrangements (SBITAs). It is based on the standards established in Statement 87, *Leases*. It:

- Defines a SBITA as a contract that conveys control of the right to use a SBITA vendor's IT software, alone or in combination with tangible capital assets (the underlying IT assets), as specified in the contract for a period of time in an exchange or exchange-like transaction;
- Requires governments with SBITAs to recognize a right-to-use subscription asset—an intangible asset—and a corresponding subscription liability (with an exception for short-term SBITAs—those with a maximum possible term of 12 months); and
- Provides guidance related to outlays other than subscription payments, including implementation costs, and requirements for note disclosures related to a SBITA.

The requirements of this Statement are effective for reporting periods beginning after June 15, 2022.

**GASB Statement No. 97, *Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans*.** GASB 97 requires that, for purposes of determining whether a primary government is financially accountable for a potential component unit (except for a potential component unit that is a defined contribution pension plan, a defined contribution OPEB plan, or other employee benefit plan), the absence of a governing board should be treated the same as the appointment of a voting majority of a governing board if the primary government performs the duties that a governing board typically performs. The component unit determination provisions of GASB 97 are effective immediately. Other provisions are effective for periods beginning after June 15, 2021.

#### Note 7. Risk and Uncertainties

On January 30, 2020, the World Health Organization declared the coronavirus to be a public health emergency. On March 11, 2020, the Governor of the State of Connecticut declared a public health emergency and a civil preparedness emergency due to COVID-19.

The Town derives a significant portion of its revenue from property taxes. While the Town has not experienced any significant increase in the amount of delinquent from its taxpayers, the situation creates uncertainty about the impact of future revenues that might be generated. In addition, at this time, it is uncertain what the effects of the pandemic will be on the Town's health care costs, changes in interest rates, investment valuation and the future federal or state fiscal relief.

**Required Supplementary  
Information- *unaudited***



**Required Supplementary Information - Unaudited**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance - Budgetary Basis -**  
**Budget and Actual - General Fund**  
**For the Year Ended June 30, 2021**

	General Fund			
	Original	Final	Actual Budgetary Basis	Variance With Final Budget
<b>Revenues:</b>				
Property taxes	\$ 44,513,647	\$ 44,513,647	\$ 44,004,103	\$ (509,544)
Interest and lien fees	345,500	345,500	301,551	(43,949)
Intergovernmental	11,106,354	11,106,354	11,249,171	142,817
Investment income	137,500	137,500	14,303	(123,197)
Permits, fees and other	1,232,800	1,232,800	1,189,299	(43,501)
Other	70,000	70,000	101,340	31,340
<b>Total revenues</b>	<b>57,405,801</b>	<b>57,405,801</b>	<b>56,859,767</b>	<b>(546,034)</b>
<b>Expenditures:</b>				
Current:				
General government	3,016,241	3,041,498	2,896,725	144,773
Public safety	5,073,237	5,073,237	4,993,160	80,077
Public works	2,075,247	2,139,620	2,106,885	32,735
Sanitation	1,225,507	1,307,780	1,302,739	5,041
Sundry	7,970,487	8,114,759	7,605,488	509,271
Capital Outlay	311,326	311,326	311,326	-
Contingency	400,732	84,557	84,404	153
Education	34,670,409	34,670,409	34,670,409	-
Debt service	3,341,429	3,341,429	3,341,428	1
<b>Total expenditures</b>	<b>58,084,615</b>	<b>58,084,615</b>	<b>57,312,564</b>	<b>772,051</b>
<b>Revenues over (under) expenditures</b>	<b>(678,814)</b>	<b>(678,814)</b>	<b>(452,797)</b>	<b>226,017</b>
<b>Other financing sources (uses):</b>				
Other financing sources	-	-	470,807	470,807
Transfer in	450,000	450,000	-	(450,000)
Unassigned fund balance	228,815	228,815	-	(228,815)
<b>Total financing sources (uses)</b>	<b>678,815</b>	<b>678,815</b>	<b>470,807</b>	<b>(208,008)</b>
<b>Net decrease in budgetary fund balance</b>	<b>\$ 1</b>	<b>\$ 1</b>	<b>\$ 18,010</b>	<b>\$ 18,009</b>

**Schedule of Contributions - Municipal Employees' Retirement System**  
**Required Supplementary Information - *unaudited***  
**Last Eight Fiscal Years**

Measurement Period Ended June 30,	2021	2020	2019	2018	2017	2016	2015	2014
Actuarially determined contribution	\$ 1,972,407	\$ 1,770,079	\$ 1,572,425	\$ 1,481,189	\$ 1,436,397	\$ 1,750,607	\$ 1,334,602	\$ 1,103,981
Contribution in relation to the actuarially determined contribution	1,972,407	1,770,079	1,572,425	1,481,189	1,436,397	1,750,607	1,334,602	1,102,981
<b>Contribution deficiency (excess)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 1,000</b>
Covered Payroll	\$ 11,769,303	\$ 10,208,707	\$ 12,670,231	\$ 11,874,119	\$ 11,357,359	\$ 10,223,171	\$ 10,080,165	\$ 10,080,165
Contributions as a percentage of covered payroll	16.76%	17.34%	12.41%	12.47%	12.65%	17.12%	13.24%	10.95%

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, the Town will present information for those years for which information is available.

**Schedule of the Town's Proportionate Share of the Net Pension Liability -  
Municipal Employees' Retirement System  
Required Supplementary Information - *unaudited*  
Last Seven Fiscal Years**

	2021	2020	2019	2018	2017	2016	2015
Town's proportion of the net pension liability	5.031615%	5.194925%	5.564655%	5.706612%	5.706612%	5.513270%	5.605805%
Town's proportionate share of the net pension liability	\$ 18,652,911	\$ 18,202,537	\$ 18,391,149	\$ 3,102,888	\$ 4,595,035	\$ 2,052,425	\$ 474,167
Town's covered payroll	\$ 11,769,304	\$ 11,442,279	\$ 12,670,231	\$ 11,584,506	\$ 11,357,359	\$ 10,223,171	\$ 10,080,165
Town's proportionate share of the net pension liability as a percentage of its covered payroll	158.49%	159.08%	145.15%	26.78%	40.46%	20.08%	4.70%
System fiduciary net position as a percentage of the total pension liability	71.18%	72.69%	73.60%	91.68%	88.29%	92.72%	92.72%

**Note to Schedule**

Valuation date	June 30, 2020
Actuarial cost method	Entry age normal
Investment rate of return	7.00%
Salary increase	3.50 -10.00 percent, including inflation
Amortization method	Level dollar, closed
Remaining amortization period	21 years
Asset valuation method	Market value on the measurement date.

Assumption changes	In 2019, the latest experience study for the System updated most of the actuarial assumptions utilized in the June 30, 2020 valuation to include: rates of inflation, real investment return mortality, withdrawal, disability, retirement and salary increases were adjusted to more closely reflect actual and anticipated experience. These assumptions were recommended as part of the Experience Study for the System for the five year period ended June 30, 2017.
Benefit changes	None

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, the Town will present information for those years for which information is available.

**Schedule of the Town's Proportionate Share of the Net Pension Liability -  
Teachers' Retirement System  
Required Supplementary Information - *unaudited*  
Last Seven Fiscal Years**

	2021	2020	2019	2018	2017	2016	2015
Town's proportion of the net pension liability	0%	0%	0%	0%	0%	0%	0%
Town's proportionate share of the net pension liability	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State's proportionate share of the net pension liability associated with the Town	72,266,463	67,117,735	51,751,673	52,940,254	55,852,374	43,706,244	40,397,644
<b>Total</b>	<b>\$ 72,266,463</b>	<b>\$ 67,117,735</b>	<b>\$ 51,751,673</b>	<b>\$ 52,940,254</b>	<b>\$ 55,852,374</b>	<b>\$ 43,706,244</b>	<b>\$ 40,397,644</b>
Town's covered payroll	\$ 16,693,628	\$ 17,257,003	\$ 16,989,415	\$ 16,780,177	\$ 16,173,000	\$ 15,934,000	\$ 15,591,000
Town's proportionate share of the net pension liability as a percentage of its covered payroll	0%	0%	0%	0%	0%	0%	0%
System fiduciary net position as a percentage of the total pension liability	49.40%	52.00%	57.69%	55.93%	52.26%	59.50%	61.51%

The following actuarial methods and assumptions were used to determine the most recent contributions reported in that schedule:

**Note to Schedule**

Actuarial cost method	Entry age
Amortization method	Level percent of pay, closed
Single equivalent amortization period	17.6 years
Asset valuation method	4-year smoothed market
Inflation	2.50 percent
Salary increase	3.00-6.50 percent, including inflation
Investment rate of return	6.90 percent, net of investment related expense

Changes in benefit terms: None

The Board adopted new assumptions as the result of an experience study for the five-year period ending June 30, 2019. The changes in assumptions are summarized below:

- Decrease the annual rate of real wage increase assumption from 0.75% to 0.50%.
- Decrease payroll growth assumption from 3.25% to 3.00%.
- Rates of withdrawal, disability, retirement, mortality, and assumed rates of salary increase were adjusted to more closely reflect actual and anticipated experience

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, the Town will present information for those years for which information is available.

**Required Supplementary Information - unaudited**  
**Schedule of Changes in the Town's Net OPEB Liability and Related Ratios**  
**Last Four Fiscal Years\***

	2021	2020	2019	2018
<b>Changes in Net OPEB Liability</b>				
Total OPEB liability:				
Service cost	\$ 2,112,906	\$ 910,413	\$ 1,201,485	\$ 1,247,177
Interest	1,301,036	1,597,346	1,633,716	1,521,824
Effect of economic/demographic gains or (losses)	-	(2,727,971)	-	-
Changes of assumptions	478,719	13,750,223	2,265,936	(1,728,285)
Benefit payments, including refunds of member contributions	(1,531,871)	(1,464,993)	(1,308,165)	(1,271,413)
<b>Net change in total OPEB liability</b>	<b>2,360,790</b>	<b>12,065,018</b>	<b>3,792,972</b>	<b>(230,697)</b>
Total OPEB liability, beginning	57,519,271	45,454,253	41,661,281	41,891,978
<b>Total OPEB liability, ending</b>	<b>\$ 59,880,061</b>	<b>\$ 57,519,271</b>	<b>\$ 45,454,253</b>	<b>\$ 41,661,281</b>
Employer contributions	\$ 1,581,871	\$ 1,514,993	\$ 1,358,165	\$ -
Net Investment income	24,979	4,947	971	-
Benefit payments	(1,531,871)	(1,464,993)	(1,308,165)	-
<b>Net change in plan fiduciary net position</b>	<b>74,979</b>	<b>54,947</b>	<b>50,971</b>	<b>-</b>
<b>Fiduciary net position, beginning</b>	<b>105,918</b>	<b>50,971</b>	<b>-</b>	<b>-</b>
<b>Fiduciary net position, ending</b>	<b>180,897</b>	<b>105,918</b>	<b>50,971</b>	<b>-</b>
<b>Net OPEB liability, ending</b>	<b>59,699,164</b>	<b>57,413,353</b>	<b>45,403,282</b>	<b>41,661,281</b>
Covered payroll	\$ 27,826,084	\$ 27,826,084	\$ 19,085,936	\$ 19,085,936
Net OPEB liability as a % of covered payroll	214.54%	206.33%	237.89%	218.28%

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

**Required Supplementary Information - unaudited**  
**Schedule of Employer Contributions - OPEB**  
**Last Ten Fiscal Years**

	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Actuarially determined employer contribution \$	-	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Contributions in relation to the ADEC	1,581,871	1,514,993	1,358,165	-	-	-	-	-	-	-
Contribution deficiency (excess)	<u>\$ (1,581,871)</u>	<u>\$ (1,514,993)</u>	<u>\$ (1,358,165)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll	\$27,826,084	\$27,826,084	\$19,085,936	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Contribution as % of covered payroll	5.68%	5.44%	7.12%	N/A	N/A	N/A	N/A	N/A	N/A	N/A

\* The OPEB trust was set up in May 2019. The components of this schedule will be developed going forward.

**Notes to Schedule**

Actuarial Assumptions

Valuation Date:	July 1, 2019
Measurement Date:	June 30, 2021
Actuarial Cost Method	Entry Age Normal
Inflation	2.60% (prior: 2.75%)
Discount rate	2.21% (prior: 3.50%)
Healthcare Trend Rates	7.69% to 4.40% over 65 years
Salary increases	Graded scale for Certified BOE, 3.5% for all others

**Required Supplementary Information - unaudited**  
**Schedule of Investment Returns - OPEB**  
**Last Three Fiscal Years\***

	2019	2020	2021
Annual money-weighted rate of return, net of investment expense	11.97%	8.36%	22.80%

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, the Town will present information for those years for which information is available.

**Required Supplementary Information - unaudited**  
**Schedule of the Town's Proportionate Share of the Net OPEB Liability - Teachers Retiree Health Plan**  
**Last Four Fiscal Years\***

	2021	2020	2019	2018
Town's proportion of the net OPEB liability	0.00%	0.00%	0.00%	0.00%
Town's proportionate share of the net OPEB liability	\$ -	\$ -	\$ -	\$ -
State's proportionate share of the net OPEB liability associated with the Town	10,778,546	10,467,388	10,345,455	16,626,233
Total	\$10,778,546	\$10,467,388	\$10,345,455	\$16,626,233
Town's covered payroll	\$17,021,241	\$17,256,981	\$16,023,617	\$16,780,192
Town's proportionate share of the net OPEB liability as a percentage of its covered payroll	0.00%	0.00%	0.00%	0.00%
Plan fiduciary net position as a percentage of the total OPEB liability	2.50%	2.08%	1.49%	1.79%

Changes in benefit terms	None
Changes of assumptions	<p>The discount rate was decreased from 3.50% to 2.21% to reflect the change in the Municipal Bond Index rate. Additionally, 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. Further, the expected rate of inflation was decreased and the Real Wage Growth assumption was increased.</p> <p>The Board adopted new assumptions as the result of an experience study for the five-year period ending June 30, 2019. The changes in assumptions are summarized below:</p> <ul style="list-style-type: none"> <li>- Decrease the annual rate of real wage increase assumption from 0.75% to 0.50%.</li> <li>- Decrease payroll growth assumption from 3.25% to 3.00%.</li> <li>- Rates of withdrawal, disability, retirement, mortality, and assumed rates of salary increase were adjusted to more closely reflect actual and anticipated experience.</li> </ul>
Actuarial cost method	Entry age
Amortization method	Level percent of payroll over an open period
Remaining amortization period	30 years, open
Asset valuation method	Market value of assets
Investment rate of return	3.00%, net of investment related expense including price inflation

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

**Required Supplementary Information - *Unaudited***  
**Note to Required Supplementary Information**

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**Note 1. Stewardship, Compliance and Accountability**

**Budgetary information:** The Town follows these procedures in establishing budgetary data reflected in the financial statements.

- All boards seeking appropriations file their budgetary requests with the Town Clerk, no later than February 1st of each year, who then forwards a copy to the Board of Finance. If requests are not filed, the Board of Finance may make its own best estimate of the needed appropriations.
- The Board of Finance files with the Town Clerk, no later than April 1st of each year, such appropriations as it recommends in the form of a proposed budget and proposed tax mill rate.
- If the budget is not approved by the Town Meeting by June 15th, then revenues, debt service and legal obligations last submitted by the Board of Finance shall be considered as the adopted budget for the following fiscal year.
- The Town Meeting process continues on all other items until approved.
- The Board of Finance is responsible for management and monitoring of the budget.
- The Board of Education may transfer unexpended balances from one account to another within its total line appropriation. Other boards may transfer amounts between accounts in their budgets with Board of Finance approval, provided the total line appropriation is not exceeded.
- Expenditures may not legally exceed budgeted appropriations at the department level. Budget transfers within the department, at the object level may occur with the approval of the department Board and the Board of Finance. Supplemental appropriations for a department budget must be approved by the department's board, Board of Selectman and Board of Finance. For Supplemental appropriations above \$100,000 an additional approval of a Town Meeting is required.
- Boards and departments seeking supplemental appropriations or transfers that exceed the total line appropriation established by the Board of Finance and approved by the Town Meeting action must make written requests to the Board of Selectmen for approval. The Board of Selectmen forwards such requests with its recommendations to the Board of Finance for action. Transfer requests less than \$50,000 require both Boards' approvals. Transfer requests more than \$50,000 per Board/department and aggregate requests of \$50,000 or more per Board/department require both Boards' approval and the approval of the Town Meeting.
- When the Town maintains a Reserve Fund for capital and nonrecurring expenditures in accordance with its Charter and/or Connecticut General Statutes, payments into and appropriations from the Reserve Fund shall be made only upon recommendations of the Board of Selectmen, Board of Finance and Town Meeting action regardless of the amount involved.
- The Board of Finance shall pass onto a special Town Meeting for fiscal action supplemental appropriations exceeding \$50,000 and supplemental appropriations of less than \$50,000 if, when added to supplemental appropriations previously approved in the current fiscal year, exceed \$50,000.
- Encumbrances are recognized as a valid and proper charge against budget appropriation in the year in which the purchase order, contract or other commitment is issued and, accordingly, encumbrances outstanding at year-end are reflected in budgetary reports as expenditures of the current year.
- Unencumbered appropriations generally lapse at year-end.
- For budgetary purposes, the Town treats encumbrances as expenditures.
- There were no additional appropriations made during fiscal year ended June 30, 2021.

**Required Supplementary Information - *Unaudited***  
**Note to Required Supplementary Information**

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**Note 1. Stewardship, Compliance and Accountability (Continued)**

As explained above, the Town's budgetary fund structure accounts for certain transactions differently from that utilized in reporting in conformity with GAAP. A reconciliation of revenues and expenditures of the General Fund between the accounting treatment required by GAAP and budgetary requirements is as follows:

	Revenues and Other Financing Sources	Expenditures and Other Financing Uses
Balance, budgetary basis	\$ 57,330,574	\$ 57,312,564
Encumbrances outstanding at June 30, 2020, liquidated during the year ended June 30, 2021	-	636,049
Encumbrances outstanding at June 30, 2021, charged to budgetary expenditures during the year ended June 30, 2021	-	(301,962)
State teachers' retirement on-behalf payment for pension and OPEB	4,747,154	4,747,154
Other	-	860,622
Balance, GAAP basis	<u>\$ 62,077,728</u>	<u>\$ 63,254,427</u>

**Combining and Individual  
Fund Financial Statements and Other Schedules**



**General Fund**

## **General Fund**

The General Fund is used to account for resources traditionally associated with the Town which are not required legally or by sound financial management to be accounted for in another fund.

**Schedule of Revenues and Other Financing Sources - Budget and Actual - Budgetary Basis**  
**General Fund**  
**For the Year Ended June 30, 2021**

	General Fund			
	Original	Final	Actual Budgetary Basis	Variance With Final Budget
Revenues:				
Property taxes	\$ 44,513,647	\$ 44,513,647	\$ 44,004,103	\$ (509,544)
Interest and lien fees	345,500	345,500	301,551	(43,949)
Intergovernmental:				
Education:				
Education Tuition	9,500	9,500	12,348	2,848
Education Block Grant	10,423,086	10,423,086	10,470,543	47,457
<b>Total education</b>	<b>10,432,586</b>	<b>10,432,586</b>	<b>10,482,891</b>	<b>50,305</b>
Other:				
Judicial grant	3,000	3,000	2,697	(303)
Disability Exemption PA	3,200	3,200	2,387	(813)
State provided highway (Town Aid Road)	297,318	297,318	297,304	(14)
Enterprise Zone program	5,000	5,000	-	(5,000)
Mashantucket Pequot fund	24,111	24,111	24,111	-
Property tax loss	11,453	11,453	108,255	96,802
State distribution of a telephone tax	30,000	30,000	24,729	(5,271)
Judicial fines	-	-	-	-
Motor Vehicle Property Grants	281,186	281,186	281,186	-
Pilot Program- Smith/Ray House	5,000	5,000	11,453	6,453
Veterans exemption	13,500	13,500	14,158	658
<b>Total other</b>	<b>673,768</b>	<b>673,768</b>	<b>766,280</b>	<b>92,512</b>
<b>Total intergovernmental</b>	<b>11,106,354</b>	<b>11,106,354</b>	<b>11,249,171</b>	<b>142,817</b>
Permits, fees and other:				
Real Estate Conveyance	162,000	162,000	395,378	233,378
Pistol Permits	5,000	5,000	25,755	20,755
Raffle Permits	500	500	10	(490)
Fire Marshall Permits and fees	3,000	3,000	1,439	(1,561)
Dept. of Public Works	2,500	2,500	4,600	2,100
Parking Stickers	4,000	4,000	2,100	(1,900)
Town Clerk	125,000	125,000	144,811	19,811
Planning & Zoning	31,000	31,000	22,015	(8,985)
Zoning Board of Appeals	4,500	4,500	1,350	(3,150)
Inland Wetlands	5,000	5,000	4,085	(915)
Town Clerks - WPCA liens	6,500	6,500	-	(6,500)
Building Inspector	155,000	155,000	151,672	(3,328)
Transfer Station - Commercial	50,000	50,000	15,158	(34,842)
Residential Transfer Station	20,000	20,000	11,561	(8,439)
Revenue from recycling	18,000	18,000	31,534	13,534

(Continued)

**Schedule of Revenues and Other Financing Sources - Budget and Actual - Budgetary Basis (Continued)**  
**General Fund**  
**For the Year Ended June 30, 2021**

General Fund				
	Original	Final	Actual Budgetary Basis	Variance With Final Budget
Permits, fees and other (Continued):				
Sewer Assessments	\$ 240,000	\$ 240,000	\$ 232,323	\$ (7,677)
Miscellaneous	10,000	10,000	10,173	173
Community Service Ads	17,200	17,200	-	(17,200)
Unbudgeted income insurance	-	-	(876)	(876)
Police Reports	1,000	1,000	1,153	153
Miscellaneous	10,000	10,000	4,272	(5,728)
Valley Health Districts - Rent	17,500	17,500	19,295	1,795
Ordinance fines	100	100	580	480
Parking Fines	6,500	6,500	875	(5,625)
Water Assessment	175,000	175,000	100,796	(74,204)
Water Assessment Interest	15,000	15,000	5,044	(9,956)
Recreation and Senior activities	148,500	148,500	4,196	(144,304)
<b>Total permits, fees and other</b>	<b>1,232,800</b>	<b>1,232,800</b>	<b>1,189,299</b>	<b>(43,501)</b>
Interest and dividends:				
Interest General Fund	137,500	137,500	14,303	(123,197)
<b>Total interest and dividends</b>	<b>137,500</b>	<b>137,500</b>	<b>14,303</b>	<b>(123,197)</b>
Other:				
Police administration fees	70,000	70,000	101,340	31,340
<b>Total other</b>	<b>70,000</b>	<b>70,000</b>	<b>101,340</b>	<b>31,340</b>
Other financing sources:				
Other financing sources	-	-	470,807	470,807
Capital Project Fund Reimbursement	450,000	450,000	-	(450,000)
Use of fund balance	228,815	228,815	-	(228,815)
<b>Total other financing sources</b>	<b>678,815</b>	<b>678,815</b>	<b>470,807</b>	<b>(208,008)</b>
<b>Total revenues and other financing sources</b>	<b>\$ 58,084,616</b>	<b>\$ 58,084,616</b>	<b>\$ 57,330,574</b>	<b>\$ (754,042)</b>

**Schedule of Expenditures and Other Financing Uses - Budget and Actual - Budgetary Basis**  
**General Fund**  
**For the Year Ended June 30, 2021**

	Budgeted Amount		Actual	Variance With
	Original	Final	Budgetary Basis	Final Budget
General Government:				
Board of Finance	\$ 77,720	\$ 77,720	\$ 77,122	\$ 598
Town Meetings Public Hearings	4,200	4,200	399	3,801
Probate Court	13,500	13,500	10,156	3,344
Selectmen's Office	328,140	337,133	330,223	6,910
Economic Development	22,151	22,151	9,734	12,417
Economic Development Commission	-	-	-	-
Registrars of Voters	62,000	62,000	54,011	7,989
Finance Department	298,575	300,966	299,485	1,481
Tax Collector	181,106	181,106	161,567	19,539
Town Treasurer	10,400	10,400	8,623	1,777
Assessors Office	187,060	187,060	184,068	2,992
Board of Assessment Appeals	150	150	210	(60)
Town Counsel	295,000	295,000	295,000	-
Town Clerk	162,557	162,557	140,937	21,620
Printing & Legal Ads	15,000	15,000	7,784	7,216
Town Planner	35,000	40,964	40,964	-
Town Computers	161,601	161,601	161,639	(38)
Town Buildings	521,821	530,008	518,539	11,469
Town Engineer	107,840	107,840	84,787	23,053
Town Buildings Utilities	267,684	267,684	267,684	-
Office of Compliance	214,736	214,458	193,793	20,665
Senior citizens freeze	50,000	50,000	50,000	-
<b>Total general government</b>	<b>3,016,241</b>	<b>3,041,498</b>	<b>2,896,725</b>	<b>144,773</b>
Public Safety:				
Police Department	4,227,454	4,227,454	4,170,879	56,575
Communication Commission	192,944	192,944	187,135	5,809
Emergency Management	27,260	27,260	26,429	831
EMS Commission	50	50	-	50
Seymour Ambulance	113,531	113,531	113,531	-
Valley Emergency Medical Services	32,000	32,000	32,000	-
Lake Authority	19,273	19,273	19,273	-
Fire Department	312,370	312,370	299,977	12,393
Fire Marshal	148,355	148,355	143,936	4,419
<b>Total public safety</b>	<b>5,073,237</b>	<b>5,073,237</b>	<b>4,993,160</b>	<b>80,077</b>
Public Works:				
Highway Wages & Maintenance	1,755,645	1,820,018	1,793,499	26,519
Highway Materials	60,001	60,001	60,000	1
Street Lighting	117,400	117,400	117,400	-
Parks	142,201	142,201	135,986	6,215
<b>Total public works</b>	<b>2,075,247</b>	<b>2,139,620</b>	<b>2,106,885</b>	<b>32,735</b>

**Schedule of Expenditures and Other Financing Uses - Budget and Actual - Budgetary Basis (Continued)**  
**General Fund**  
**For the Year Ended June 30, 2021**

	Budgeted Amount		Actual	Variance With
	Original	Final	Budgetary Basis	Final Budget
Sanitation:				
Sanitation	\$ 112,505	\$ 112,505	\$ 107,464	\$ 5,041
Waste Collection	1,113,002	1,195,275	1,195,275	-
<b>Total sanitation</b>	<b>1,225,507</b>	<b>1,307,780</b>	<b>1,302,739</b>	<b>5,041</b>
Sundry:				
Valley Health Department	113,594	113,594	113,594	-
Dog Warden Canine Office	88,007	88,007	88,007	-
Town Health Contributions	13,400	13,400	13,400	-
Town Insurance	1,826,473	1,977,488	1,977,488	-
Town Contributions	27,200	27,200	25,675	1,525
Water - Fire Hydrants	411,932	411,932	411,932	-
Recreation Commission	432,670	432,670	267,719	164,951
Culture & Arts Commission	10,600	10,600	9,195	1,405
Recreation Program Contributions	42,802	42,802	42,800	2
Library	379,107	379,107	319,707	59,400
Valley Council of Governments	9,511	9,511	9,263	248
Personnel benefits	4,615,191	4,608,448	4,326,708	281,740
<b>Total sundry</b>	<b>7,970,487</b>	<b>8,114,759</b>	<b>7,605,488</b>	<b>509,271</b>
Capital Non-Recurring	311,326	311,326	311,326	-
Town Contingency	400,732	84,557	84,404	153
Debt Service	3,341,429	3,341,429	3,341,428	1
Education	34,670,409	34,670,409	34,670,409	-
<b>Total expenditures and other financing uses</b>	<b>\$ 58,084,615</b>	<b>\$ 58,084,615</b>	<b>\$ 57,312,564</b>	<b>\$ 772,051</b>

## **Nonmajor Governmental Funds**

## **Nonmajor Governmental Funds**

### ***Special Revenue Funds***

Special revenue funds are used to account for specific revenues that are legally restricted to expenditures for particular purposes.

#### **LOCIP Fund**

To account for projects funded through the State Local Capital Improvement Program and General Fund matching appropriations.

#### **Open Space**

To account for funds restricted to the acquisition and maintenance of Public spaces.

#### **STEAP Grants**

To account for state grants restricted for the reconstruction of Rimmon Road.

#### **HUD Small Cities Grant Fund**

To account for funds received and disbursed under the State Department of Housing.

#### **Dog Fund**

To account for funds provided by the sale of dog licenses, sale of stray dogs and various fines levied against owners of stray dogs, as well as General Fund appropriations.

#### **Library Fund**

To account for fines, donations and fees received for Library operations.

#### **Education Grants Fund**

To account for education related programs that are funded through State and Federal Grants.

#### **School Lunch Fund**

To account for the operations of the School Lunch Program. Financing is provided by the students and teachers as well as reimbursement from State and Federal governments.

#### **Police Seizure Fund**

To account for funds received through police seizures.

#### **Streetlight Maintenance Fund**

To account for various small grants and donations restricted to specific projects. The main resource for these grants is the Katharine Matthies Foundation.

#### **Grants and Donations Fund**

To account for miscellaneous private grants and donations.

#### **Eversource Energy Community Grant Fund**

To account for grant received to encourage homeowners to invest in sustainable energy projects.

#### **Community Policing Fund**

To account for the donations made to the police department.

#### **Blight Fund**

To account for blight fines that are used to fix up blighted properties.

## ***Special Revenue Funds (Continued)***

### **Private Duty**

To account for police private duty activity, including paying wages, invoicing for services and invoice collections.

### **Greenway Trail Fund**

To account for the amounts restricted to state grant requirements.

### **Building Maintenance**

To account for Town Building repairs as determined by the 1st Selectman.

### **BRRFOC Fund**

To account for Board of Selectman designated environmental purposes and transfer station improvements.

### **Student Activities**

To account for the various student activities and clubs.

## ***Capital Projects Funds***

### **Capital Projects**

To account for 2017-2018 capital plan approved by Board of Selectman and financed through a 3-year general fund appropriation borrowing.

### **Underground Gas and Oil Tanks**

To account for appropriations to fund the cost of repairing and replacing old underground gas and oil tanks and financed through general fund appropriation.

### **Building Improvement Fund**

To account for an appropriation and borrowing authorization totaling \$1,500,000 to fund the cost of repairing Town buildings approved by the voters of the Town at a referendum held on November 8, 2016.

### **Chatfield LoPresti Building Fund**

To account for an appropriation and borrowing authorization totaling \$32,500,000 to fund the cost of renovation to Paul E. Chatfield School approved by the voters of the Town at a referendum held on October 7, 2008.

### **Rimmon Road Fund**

To account for Federal grant and local funds restricted for the reconstruction of Rimmon road.

### **FEMA**

To account for FEMA funds received and expended.

### **Emergency Service Communication**

To account for the upgrade of emergency communications equipment at Police Department, Fire Department and Ambulance services.

## ***Debt Service Fund***

### **Debt Service**

To account for and report resources for the payment of future debt service payments.



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**Town of Seymour, Connecticut**

**Combining Balance Sheet  
Nonmajor Governmental Funds  
June 30, 2021**

	Special Revenue Funds		
	LOCIP	Open Space	STEAP Grants
<b>Assets</b>			
Cash	\$ 121,051	\$ 23,433	\$ 35,695
Investments	-	-	-
Receivables:			
Accounts and other	-	-	-
Due from other governments	-	-	-
Due from other funds	1	-	-
<b>Total assets</b>	<u>\$ 121,052</u>	<u>\$ 23,433</u>	<u>\$ 35,695</u>
<b>Liabilities</b>			
Accounts and other payables/due to State	\$ -	\$ -	\$ -
Due to other funds	93,375	-	-
Unearned revenue	-	-	-
<b>Total liabilities</b>	<u>93,375</u>	<u>-</u>	<u>-</u>
Deferred inflows of resources:			
Unavailable revenues	-	-	-
<b>Total deferred inflows of resources</b>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances (deficits):			
Restricted	27,677	-	35,695
Committed	-	23,433	-
Unassigned	-	-	-
<b>Total fund balances (deficits)</b>	<u>27,677</u>	<u>23,433</u>	<u>35,695</u>
<b>Total liabilities, deferred inflows of of resources and fund balances (deficits)</b>	<u>\$ 121,052</u>	<u>\$ 23,433</u>	<u>\$ 35,695</u>

Exhibit B-1

Special Revenue Funds						
HUD Small Cities Grant Fund	Dog Fund	Library Fund	Education Grants Fund	School Lunch Fund	Police Seizure Fund	Streetlight Maintenance
\$ 82,322	\$ 19,627	\$ 81,164	\$ 656,805	\$ 3,364	\$ 85,927	\$ 157,208
-	-	172,543	-	-	-	-
-	-	-	-	-	-	-
-	-	-	656,100	174,053	-	-
-	-	45,881	-	-	-	-
<u>\$ 82,322</u>	<u>\$ 19,627</u>	<u>\$ 299,588</u>	<u>\$ 1,312,905</u>	<u>\$ 177,417</u>	<u>\$ 85,927</u>	<u>\$ 157,208</u>
\$ -	\$ -	\$ -	\$ 4,524	\$ -	\$ -	\$ -
-	-	-	1,173,396	229,653	-	-
-	-	-	131,365	-	-	-
-	-	-	1,309,285	229,653	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
82,322	-	-	3,620	-	85,927	-
-	19,627	299,588	-	-	-	157,208
-	-	-	-	(52,236)	-	-
<u>82,322</u>	<u>19,627</u>	<u>299,588</u>	<u>3,620</u>	<u>(52,236)</u>	<u>85,927</u>	<u>157,208</u>
<u>\$ 82,322</u>	<u>\$ 19,627</u>	<u>\$ 299,588</u>	<u>\$ 1,312,905</u>	<u>\$ 177,417</u>	<u>\$ 85,927</u>	<u>\$ 157,208</u>

(Continued)

**Town of Seymour, Connecticut**

**Combining Balance Sheet (Continued)**  
**Nonmajor Governmental Funds**  
**June 30, 2021**

	Special Revenue Funds				
	Grants and Donations Fund	Eversource Energy Community Grant Fund	Community Policing Fund	Blight Fund	Private Duty
<b>Assets</b>					
Cash	\$ 274,576	\$ 10,000	\$ 207,882	\$ 53,004	\$ -
Investments	-	-	-	-	-
Receivables:					
Accounts and other	-	-	-	-	125,698
Due from other governments	-	-	-	-	-
Due from other funds	97,765	-	-	-	-
<b>Total assets</b>	<b>\$ 372,341</b>	<b>\$ 10,000</b>	<b>\$ 207,882</b>	<b>\$ 53,004</b>	<b>\$ 125,698</b>
<b>Liabilities</b>					
Accounts and other payables/due to State	\$ 7,998	\$ -	\$ -	\$ -	\$ -
Due to other funds	40,424	-	-	-	177,394
Unearned revenue	-	-	-	-	-
<b>Total liabilities</b>	<b>48,422</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>177,394</b>
Deferred inflows of resources:					
Unavailable revenues	49,512	-	-	-	128,410
<b>Total deferred inflows of resources</b>	<b>49,512</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>128,410</b>
Fund balances (deficits):					
Restricted	274,407	-	-	-	-
Committed	-	10,000	207,882	53,004	-
Unassigned	-	-	-	-	(180,106)
<b>Total fund balances (deficits)</b>	<b>274,407</b>	<b>10,000</b>	<b>207,882</b>	<b>53,004</b>	<b>(180,106)</b>
<b>Total liabilities, deferred inflows of of resources and fund balances (deficits)</b>	<b>\$ 372,341</b>	<b>\$ 10,000</b>	<b>\$ 207,882</b>	<b>\$ 53,004</b>	<b>\$ 125,698</b>

**Exhibit B-1**

Special Revenue Funds					Capital Project Funds	
Greenway Trail Fund	Building Maintenance	BRRFOC Fund	Student Activities		Capital Projects	Underground Gas and Oil Tanks Fund
\$ -	\$ 159,576	\$ 56,607	\$ 127,742		\$ 592,643	\$ 77,625
-	-	-	-		-	-
-	-	-	-		-	-
-	-	-	-		-	-
-	-	-	-		-	-
<u>\$ -</u>	<u>\$ 159,576</u>	<u>\$ 56,607</u>	<u>\$ 127,742</u>		<u>\$ 592,643</u>	<u>\$ 77,625</u>
\$ 7,596	\$ -	\$ -	\$ 11		\$ 150,126	\$ -
-	-	-	-		25,121	-
-	-	-	-		-	-
<u>7,596</u>	<u>-</u>	<u>-</u>	<u>11</u>		<u>175,247</u>	<u>-</u>
-	-	-	-		-	-
-	-	-	-		-	-
-	-	56,607	127,731		417,396	-
-	159,576	-	-		-	77,625
(7,596)	-	-	-		-	-
<u>(7,596)</u>	<u>159,576</u>	<u>56,607</u>	<u>127,731</u>		<u>417,396</u>	<u>77,625</u>
<u>\$ -</u>	<u>\$ 159,576</u>	<u>\$ 56,607</u>	<u>\$ 127,742</u>		<u>\$ 592,643</u>	<u>\$ 77,625</u>

(Continued)

**Combining Balance Sheet (Continued)**  
**Nonmajor Governmental Funds**  
**June 30, 2021**

	Capital Projects Funds						
	Building Improvement Fund	Chatfield LoPresti Building Fund	Rimmon Road Improvement Fund	FEMA	Emergency Service Communications	Debt Service	Totals
<b>Assets</b>							
Cash	\$ -	\$ 90,000	\$ 45,389	\$ -	\$ 74,597	\$ 1,259,292	\$ 4,295,529
Investments	-	-	-	-	-	-	172,543
Receivables:							
Accounts and other	-	-	-	-	-	-	125,698
Due from other governments	-	-	-	-	-	-	830,153
Due from other funds	-	-	-	-	-	1,004,687	1,148,334
<b>Total assets</b>	<b>\$ -</b>	<b>\$ 90,000</b>	<b>\$ 45,389</b>	<b>\$ -</b>	<b>\$ 74,597</b>	<b>\$ 2,263,979</b>	<b>\$ 6,572,257</b>
<b>Liabilities</b>							
Accounts and other payables/due to State	\$ 190,234	\$ -	\$ -	\$ -	\$ 80,000	\$ -	\$ 440,489
Due to other funds	-	-	-	-	-	404,372	2,143,735
Unearned revenue	-	-	-	-	-	-	131,365
<b>Total liabilities</b>	<b>190,234</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>80,000</b>	<b>404,372</b>	<b>2,715,589</b>
Deferred inflows of resources:							
Unavailable revenues	-	-	-	-	-	-	177,922
<b>Total deferred inflows of resources</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>177,922</b>
Fund balances (deficits):							
Restricted	-	90,000	45,389	-	-	-	1,246,771
Committed	-	-	-	-	-	1,859,607	2,867,550
Unassigned	(190,234)	-	-	-	(5,403)	-	(435,575)
<b>Total fund balances (deficits)</b>	<b>(190,234)</b>	<b>90,000</b>	<b>45,389</b>	<b>-</b>	<b>(5,403)</b>	<b>1,859,607</b>	<b>3,678,746</b>
<b>Total liabilities, deferred inflows of resources and fund balances (deficits)</b>	<b>\$ -</b>	<b>\$ 90,000</b>	<b>\$ 45,389</b>	<b>\$ -</b>	<b>\$ 74,597</b>	<b>\$ 2,263,979</b>	<b>\$ 6,572,257</b>

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**Town of Seymour, Connecticut**

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances (Deficits)  
Nonmajor Governmental Funds  
For the Year Ended June 30, 2021**

	Special Revenue Funds		
	LOCIP	Open Space	STEAP Grant
Revenues:			
Intergovernmental	\$ 87,037	\$ -	\$ -
Charges for services	-	-	-
Investment income	-	-	-
Other	-	-	-
<b>Total revenues</b>	<b>87,037</b>	<b>-</b>	<b>-</b>
Expenditures:			
Current:			
General government	129,579	-	-
Public safety	-	-	-
Public works	51,562	-	-
Education	-	-	-
Principal	-	-	-
Interest and other charges	-	-	-
Capital outlay	(38,272)	-	-
<b>Total expenditures</b>	<b>142,869</b>	<b>-</b>	<b>-</b>
<b>Revenue over (under) expenditures</b>	<b>(55,832)</b>	<b>-</b>	<b>-</b>
Other financing sources (uses):			
Transfers in	57,266	-	35,695
Transfers out	-	-	-
<b>Total other financing sources (uses)</b>	<b>57,266</b>	<b>-</b>	<b>35,695</b>
<b>Net change in fund balances (deficits)</b>	<b>1,434</b>	<b>-</b>	<b>35,695</b>
Fund balance (deficit), beginning of year, as restated	26,243	23,433	-
Fund balance (deficit), end of year	\$ 27,677	\$ 23,433	\$ 35,695

**Exhibit B-2**

Special Revenue Funds						
HUD Small Cities Grant Fund	Dog Fund	Library Fund	Education Grants Fund	School Lunch Fund	Police Seizure Fund	Streetlight Maintenance
\$ 7,398	\$ -	\$ -	\$ 3,341,661	\$ 633,791	\$ -	\$ -
-	6,146	156,007	-	35,026	-	-
-	-	15,198	-	-	9	61
-	-	-	-	-	-	-
7,398	6,146	171,205	3,341,661	668,817	9	61
69,096	-	20,413	-	-	-	-
-	3,774	-	-	-	-	-
-	-	-	-	-	-	-
-	-	82,767	3,346,185	814,866	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	9,762	-	-	-	-
69,096	3,774	112,942	3,346,185	814,866	-	-
(61,698)	2,372	58,263	(4,524)	(146,049)	9	61
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
(61,698)	2,372	58,263	(4,524)	(146,049)	9	61
144,020	17,255	241,325	8,144	93,813	85,918	157,147
\$ 82,322	\$ 19,627	\$ 299,588	\$ 3,620	\$ (52,236)	\$ 85,927	\$ 157,208

(Continued)

Town of Seymour, Connecticut

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances (Deficits) (Continued)**  
**Nonmajor Governmental Funds**  
**For the Year Ended June 30, 2021**

	Special Revenue Funds			
	Grants and Donations Fund	Eversource Energy Community Grant Fund	Community Policing Fund	Blight Fund
Revenues:				
Intergovernmental	\$ 245,723	\$ -	\$ -	\$ -
Charges for services	3,849	-	-	-
Investment income	-	-	22	-
Other	52,122	-	20,132	-
<b>Total revenues</b>	<b>301,694</b>	<b>-</b>	<b>20,154</b>	<b>-</b>
Expenditures:				
Current:				
General government	205,578	-	-	-
Public safety	-	-	7,417	6,516
Public works	60,443	-	-	-
Education	-	-	-	-
Principal	-	-	-	-
Interest and other charges	-	-	-	-
Capital outlay	-	-	-	-
<b>Total expenditures</b>	<b>266,021</b>	<b>-</b>	<b>7,417</b>	<b>6,516</b>
<b>Revenue over (under) expenditures</b>	<b>35,673</b>	<b>-</b>	<b>12,737</b>	<b>(6,516)</b>
Other financing sources (uses):				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balances (deficits)</b>	<b>35,673</b>	<b>-</b>	<b>12,737</b>	<b>(6,516)</b>
Fund balance (deficit), beginning of year, as restated	238,734	10,000	195,145	59,520
Fund balance (deficit), end of year	\$ 274,407	\$ 10,000	\$ 207,882	\$ 53,004

**Exhibit B-2**

Special Revenue Funds					Capital Projects Funds	
Private Duty	Greenway Trail Fund	Building Maintenance	BRRFOC Fund	Student Activities	Capital Projects	Underground Gas and Oil Tanks Fund
\$ -	\$ -	\$ -	\$ 11,981	\$ -	\$ -	\$ -
551,805	-	-	-	361,291	-	-
-	-	-	-	-	-	-
-	-	-	-	-	2,728	-
551,805	-	-	11,981	361,291	2,728	-
-	-	-	-	-	-	-
594,806	-	-	-	-	6,063	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	380,067	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	28,631	5,222	-	203,814	-
594,806	-	28,631	5,222	380,067	209,877	-
(43,001)	-	(28,631)	6,759	(18,776)	(207,149)	-
-	-	72,536	-	-	340,809	-
-	-	-	-	-	-	-
-	-	72,536	-	-	340,809	-
(43,001)	-	43,905	6,759	(18,776)	133,660	-
(137,105)	(7,596)	115,671	49,848	146,507	283,736	77,625
\$ (180,106)	\$ (7,596)	\$ 159,576	\$ 56,607	\$ 127,731	\$ 417,396	\$ 77,625

(Continued)

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances (Deficits) (Continued)**  
**Nonmajor Governmental Funds**  
**For the Year Ended June 30, 2021**

	Capital Project Funds					Debt Service	Totals
	Building Improvement Fund	Chatfield LoPresti Building Fund	Rimmon Road Investment Fund	FEMA	Emergency Service Communications		
Revenues:							
Intergovernmental	\$ -	\$ -	\$ 3,188	\$ -	\$ -	\$ -	\$ 4,330,779
Charges for services	-	-	-	-	-	-	1,114,124
Investment income	1,667	1	-	-	162	401	17,521
Other	22,196	-	-	-	-	12,501	109,679
<b>Total revenues</b>	<b>23,863</b>	<b>1</b>	<b>3,188</b>	<b>-</b>	<b>162</b>	<b>12,902</b>	<b>5,572,103</b>
Expenditures:							
Current:							
General government	-	-	-	-	-	-	430,729
Public safety	-	-	-	-	-	-	612,513
Public works	-	-	-	5,000	-	-	117,005
Education	-	-	-	-	-	-	4,623,885
Principal	-	-	-	-	-	282,708	282,708
Interest and other charges	-	1,474	-	-	-	301,760	303,234
Capital outlay	36,100	-	-	-	1,319,145	-	1,564,402
<b>Total expenditures</b>	<b>36,100</b>	<b>1,474</b>	<b>-</b>	<b>5,000</b>	<b>1,319,145</b>	<b>584,468</b>	<b>7,934,476</b>
<b>Revenue over (under) expenditures</b>	<b>(12,237)</b>	<b>(1,473)</b>	<b>3,188</b>	<b>(5,000)</b>	<b>(1,318,983)</b>	<b>(571,566)</b>	<b>(2,362,373)</b>
Other financing sources (uses):							
Transfers in	-	-	350,000	-	-	320,144	1,176,450
Transfers out	-	(271,882)	-	(57,266)	-	-	(329,148)
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>(271,882)</b>	<b>350,000</b>	<b>(57,266)</b>	<b>-</b>	<b>320,144</b>	<b>847,302</b>
<b>Net change in fund balances (deficits)</b>	<b>(12,237)</b>	<b>(273,355)</b>	<b>353,188</b>	<b>(62,266)</b>	<b>(1,318,983)</b>	<b>(251,422)</b>	<b>(1,515,071)</b>
Fund balance (deficit), beginning of year, as restated	(177,997)	363,355	(307,799)	62,266	1,313,580	2,111,029	5,193,817
Fund balance (deficit)	\$ (190,234)	\$ 90,000	\$ 45,389	\$ -	\$ (5,403)	\$ 1,859,607	\$ 3,678,746

**Fiduciary Funds**

## **Fiduciary Funds**

Fiduciary Funds are used to account for assets held in a trustee capacity for others, and include Pension Trusts.

### **Private Purpose Trust Funds**

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

***Charles B. Wooster Fund:*** to account for funds held in trust for the Library operations.

***Richard R. Pearson Memorial Fund:*** to account for funds collected for Seymour veterans.

**Combining Statement of Net Position - Private Purpose Trust Funds**  
**June 30, 2021**

	Private Purpose Trust Funds		
	Charles B. Wooster Fund	Richard R. Pearson Memorial Fund	Totals
<b>Assets</b>			
Cash	\$ 8,514	\$ 1,910	\$ 10,424
Investments	2,008,118	-	2,008,118
<b>Total assets</b>	<u>2,016,632</u>	<u>1,910</u>	<u>2,018,542</u>
 <b>Net position held in trust</b>	 <u>\$ 2,016,632</u>	 <u>\$ 1,910</u>	 <u>\$ 2,018,542</u>

**Combining Statement of Changes in Net Position - Private Purpose Trust Funds**  
**For the Year Ended June 30, 2021**

	Private Purpose Trust Funds		
	Charles B. Wooster Fund	Richard R. Pearson Memorial Fund	Totals
Additions:			
Interest and dividends	\$ 26,907	\$ -	\$ 26,907
Other	481,297	2,320	483,617
<b>Net additions</b>	<b>508,204</b>	<b>2,320</b>	<b>510,524</b>
Deductions:			
Education	83,411	-	83,411
General government	-	3,375	3,375
<b>Total deductions</b>	<b>83,411</b>	<b>3,375</b>	<b>86,786</b>
<b>Change in net position before transfer out</b>	<b>424,793</b>	<b>(1,055)</b>	<b>423,738</b>
<b>Change in net position</b>	<b>424,793</b>	<b>(1,055)</b>	<b>423,738</b>
Net position, beginning of year	1,591,839	2,965	1,594,804
Net position, end of year	<u>\$ 2,016,632</u>	<u>\$ 1,910</u>	<u>\$ 2,018,542</u>

**Other Schedules**



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**Town of Seymour, Connecticut**

**Report of Tax Collector  
For the Year Ended June 30, 2021**

Grand List Year	Uncollected Taxes July 1, 2020	Current Levy	Lawful Corrections		Transfers to Suspense	Adjusted Amount Collectible
			Additions	Deletions		
2005	\$ 12,139	\$ -	\$ -	\$ -	\$ -	\$ 12,139
2006	13,946	-	-	-	-	13,946
2007	13,614	-	-	-	-	13,614
2008	10,372	-	-	46	-	10,326
2009	14,677	-	-	47	-	14,630
2010	15,928	-	-	-	55	15,873
2011	29,661	-	-	-	3,846	25,815
2012	28,948	-	-	226	3,610	25,112
2013	48,711	-	-	352	3,946	44,413
2014	73,775	-	-	472	5,553	67,750
2015	88,451	-	-	635	6,681	81,135
2016	131,417	-	677	1,729	5,197	125,168
2017	258,316	-	248	3,594	4,681	250,289
2018	678,345	-	17,190	12,039	5,210	678,286
Total Prior Years	1,418,300	-	18,115	19,140	38,779	1,378,496
2019	-	44,414,583	62,729	159,387	13,857	44,304,068
	<u>\$ 1,418,300</u>	<u>\$ 44,414,583</u>	<u>\$ 80,844</u>	<u>\$ 178,527</u>	<u>\$ 52,636</u>	<u>\$ 45,682,564</u>

**Exhibit D-1**

Collections					Balance
Taxes	Interest and Lien Fees	Total	Unpaid Refunds	Uncollected June 30, 2021	
\$ 396	\$ 1,001	\$ 1,397	\$ -	\$ 11,743	
12	222	234	-	13,934	
204	469	673	-	13,410	
-	-	-	-	10,326	
53	99	152	-	14,577	
449	776	1,225	-	15,424	
586	1,031	1,617	-	25,229	
620	892	1,512	-	24,492	
3,807	2,517	6,324	-	40,606	
8,328	4,257	12,585	-	59,422	
6,101	6,367	12,468	-	75,034	
32,950	11,774	44,724	695	91,523	
114,707	47,590	162,297	7,223	128,359	
398,171	86,705	484,876	1,074	279,041	
566,384	163,700	730,084	8,992	803,120	
43,604,312	148,095	43,752,407	1,075	698,681	
\$ 44,170,696	\$ 311,795	\$ 44,482,491	\$ 10,067	\$ 1,501,801	

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**Statistical Section**

## **Statistical Section - Unaudited**

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

Statistical section information is presented in the following categories:

**Financial trends** information is intended to assist users in understanding and assessing how financial position has changed over time.

**Revenue capacity** information is intended to assist users in understanding and assessing the factors affecting the ability to generate own-source revenues (property taxes, charges for services, etc.).

**Debt capacity** information is intended to assist users in understanding and assessing debt burden and the ability to issue additional debt.

**Demographic and economic information** is intended 1) to assist users in understanding the socioeconomic environment and 2) to provide information that facilitates comparisons of financial statement information over time and among governments.

**Operating information** is intended to provide contextual information about operations and resources to assist readers in using financial statement information to understand and assess economic condition.

The accompanying tables are presented in the above order. Refer to the Table of Contents for applicable page number locations.

Sources: Unless otherwise noted, the information in the tables is derived from the comprehensive annual financial reports for the relevant year.

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**Town of Seymour, Connecticut**

**Net Position By Component  
Last Ten Fiscal Years - *unaudited*  
(Accrual Basis of Accounting)**

	2012	2013	2014	2015
Governmental activities:				
Net investment in capital assets	\$ 52,434,673	\$ 49,963,287	\$ 57,321,414	\$ 62,197,985
Restricted	1,000	1,000	1,000	1,000
Unrestricted	1,868,095	2,453,530	(2,560,828)	(12,915,975)
<b>Total governmental activities net position</b>	<b>54,303,768</b>	<b>52,417,817</b>	<b>54,761,586</b>	<b>49,283,010</b>
Business-type activities:				
Net investment in capital assets	7,763,588	7,510,142	7,256,192	6,841,338
Restricted	-	-	-	-
Unrestricted	953,793	1,149,123	1,273,837	1,446,211
<b>Total business-type activities net position</b>	<b>8,717,381</b>	<b>8,659,265</b>	<b>8,530,029</b>	<b>8,287,549</b>
Primary government:				
Net investment in capital assets	60,198,261	57,473,429	64,577,606	69,039,323
Restricted	1,000	1,000	1,000	1,000
Unrestricted	2,821,888	3,602,653	(1,286,991)	(11,469,764)
<b>Total primary government net position</b>	<b>\$ 63,021,149</b>	<b>\$ 61,077,082</b>	<b>\$ 63,291,615</b>	<b>\$ 57,570,559</b>

Table 1

Fiscal Year					
2016	2017	2018	2019	2020	2021
\$ 58,219,654	\$ 55,869,110	\$ 55,859,612	\$ 54,911,714	\$ 50,622,749	\$ 49,929,931
-	-	1,338,695	406,019	238,601	617,876
(7,412,603)	(5,322,799)	(39,081,180)	(47,055,919)	(51,274,334)	(57,413,709)
50,807,051	50,546,311	18,117,127	8,261,814	(412,984)	(6,865,902)
6,396,564	5,987,971	4,810,956	4,995,755	4,810,956	4,057,919
-	-	-	-	-	-
1,826,291	2,357,706	2,463,495	2,396,365	2,463,495	3,093,188
8,222,855	8,345,677	7,274,451	7,392,120	7,274,451	7,151,107
64,616,218	61,857,081	60,670,568	59,907,469	55,433,705	53,987,850
-	-	1,338,695	406,019	238,601	617,876
(5,586,312)	(2,965,093)	(36,828,431)	(44,659,554)	(48,810,839)	(54,320,521)
\$ 59,029,906	\$ 58,891,988	\$ 25,180,832	\$ 15,653,934	\$ 6,861,467	\$ 285,205

**Town of Seymour, Connecticut**

**Changes in Net Position  
Last Ten Fiscal Years - *unaudited*  
(Accrual Basis of Accounting)**

	Fiscal Year			
	2012	2013	2014	2015
Expenses:				
Governmental activities:				
General government	\$ 3,212,595	\$ 3,496,359	\$ 3,486,981	\$ 3,262,778
Education	38,517,530	37,366,413	40,937,310	40,948,360
Public safety	7,149,115	7,418,542	8,072,815	10,198,076
Sanitation	1,254,771	1,253,537	1,271,893	1,216,348
Public works	4,837,758	4,100,306	4,182,171	5,001,254
Recreation, arts and cultural	2,428,925	2,638,434	2,704,796	2,653,140
Interest on debt	1,453,677	1,479,775	1,601,667	1,097,273
<b>Total governmental activities expenses</b>	<b>58,854,371</b>	<b>57,753,366</b>	<b>62,257,633</b>	<b>64,377,229</b>
Business-type activities:				
Water Pollution Control Authority	1,975,932	1,883,814	1,916,033	2,126,247
<b>Total business-type activities expenses</b>	<b>1,975,932</b>	<b>1,883,814</b>	<b>1,916,033</b>	<b>2,126,247</b>
<b>Total primary government expenses</b>	<b>60,830,303</b>	<b>59,637,180</b>	<b>64,173,666</b>	<b>66,503,476</b>
Program revenue:				
Governmental activities:				
General government	785,909	712,525	491,837	542,214
Education	660,423	618,268	645,753	567,948
Public safety	36,695	69,383	92,630	528,754
Sanitation	21,359	18,442	-	-
Public works	316,164	480,613	399,291	108,897
Recreation, arts and cultural	3,680	23,511	-	-
Project activities:				
Operating grants and contributions	31,885,437	19,259,974	17,873,293	18,213,129
Capital grants and contributions	117,907	187,538	172,057	676,082
<b>Total governmental activities program revenue</b>	<b>33,827,574</b>	<b>21,370,254</b>	<b>19,674,861</b>	<b>20,637,024</b>

Table 2

Fiscal Year					
2016	2017	2018	2019	2020	2021
\$ 3,721,928	\$ 4,929,550	\$ 4,634,906	\$ 5,223,581	\$ 4,877,645	\$ 5,165,191
42,382,760	44,019,109	45,883,561	47,955,481	49,528,161	58,341,410
7,822,574	7,206,132	9,975,081	11,224,520	11,940,677	11,968,743
1,070,523	1,284,965	1,338,666	1,499,158	1,408,112	1,446,110
8,209,668	5,635,329	7,539,214	6,957,400	5,737,142	7,152,133
2,735,696	2,865,551	1,057,717	1,101,761	1,056,727	343,276
1,090,823	1,671,853	1,439,037	1,192,494	11,895,241	2,101,397
67,033,972	67,612,489	71,868,182	75,154,395	86,443,705	86,518,260
2,003,639	1,885,395	2,615,147	2,348,703	2,332,215	2,651,572
2,003,639	1,885,395	2,615,147	2,348,703	2,332,215	2,651,572
69,037,611	69,497,884	74,483,329	77,503,098	78,775,920	89,169,832
577,333	493,404	517,065	770,388	768,098	908,349
563,242	576,815	570,978	507,309	377,828	396,317
811,596	609,794	1,100,546	876,581	371,598	764,777
-	-	-	-	-	-
1,220	745,993	675,141	562,152	165,909	83,370
-	-	-	-	43,349	4,196
17,377,646	20,837,024	19,164,670	16,266,743	20,894,972	26,201,162
2,027,554	132,446	1,790,004	1,859,068	240,684	6,322,432
21,358,591	23,395,476	23,818,404	20,842,241	22,862,438	34,680,603

(Continued)

**Town of Seymour, Connecticut**

**Changes in Net Position, Continued  
Last Ten Fiscal Years - *unaudited*  
(Accrual Basis of Accounting)**

	Fiscal Year			
	2012	2013	2014	2015
Business-type activities:				
Charges for services:				
Water Pollution Control Authority	\$ 1,631,837	\$ 1,545,668	\$ 1,514,981	\$ 1,883,588
<b>Total business-type activities</b>				
<b>program revenues</b>	1,631,837	1,545,668	1,514,981	1,883,588
<b>Total primary government</b>				
<b>program revenues</b>	35,459,411	22,915,922	21,189,842	22,520,612
Net (expense) revenue:				
Governmental activities	(25,026,797)	(36,383,112)	(42,582,772)	(43,740,205)
Business-type activities	(344,095)	(338,146)	(401,052)	(242,659)
<b>Total primary government</b>				
<b>net expense</b>	(25,370,892)	(36,721,258)	(42,983,824)	(43,982,864)
General revenues and other changes in net position:				
Governmental activities:				
Property taxes	38,587,563	39,600,518	40,669,725	42,378,541
Grants and contributions not restricted to specific programs	955,620	935,210	614,771	642,756
Unrestricted investment earnings	19,450	53,475	94,200	38,631
Transfers and other	(712,408)	(279,974)	(271,596)	-
Miscellaneous	-	-	-	-
<b>Total governmental activities</b>	38,850,225	40,309,229	41,107,100	43,059,928
Business-type activities:				
Unrestricted investment earnings	952	56	220	179
Transfers and other	712,408	279,974	271,596	-
<b>Total business-type activities</b>	713,360	280,030	271,816	179
<b>Total primary government</b>	39,563,585	40,589,259	41,378,916	43,060,107
Changes in net position:				
Governmental activities	13,823,428	3,926,117	(1,475,672)	(680,277)
Business-type activities	369,265	(58,116)	(129,236)	(242,480)
<b>Total primary government</b>	\$ 14,192,693	\$ 3,868,001	\$ (1,604,908)	\$ (922,757)

Table 2, Cont'd.

Fiscal Year					
2016	2017	2018	2019	2020	2021
\$ 1,938,604	\$ 2,007,512	\$ 2,046,088	\$ 1,940,926	\$ 2,193,601	\$ 2,468,954
1,938,604	2,007,512	2,046,088	1,940,926	2,193,601	2,468,954
23,297,195	25,402,988	25,864,492	1,940,926	2,193,601	2,468,954
(45,675,381)	(44,217,013)	(48,049,778)	(54,312,154)	(53,581,267)	(51,837,657)
(65,035)	122,117	(569,059)	(407,777)	(138,614)	(182,618)
(45,740,416)	(44,094,896)	(48,618,837)	(54,719,931)	(53,719,881)	(52,020,275)
42,796,014	43,113,621	43,627,199	43,839,583	44,459,717	44,431,800
449,079	801,178	201,268	120,176	73,845	187,790
14,178	41,474	138,235	196,957	152,950	33,883
-	-	-	-	-	-
-	-	400,436	300,125	219,957	584,759
43,259,271	43,956,273	44,367,138	44,456,841	44,906,469	45,238,232
341	705	3,536	19,743	13,985	1,177
-	-	-	-	6,960	58,097
341	705	3,536	19,743	20,945	59,274
43,259,612	43,956,978	44,370,674	44,476,584	44,927,414	45,297,506
(2,416,110)	(260,740)	(3,682,640)	(9,855,313)	8,674,798	(6,599,425)
(64,694)	122,822	(565,523)	(388,034)	(117,669)	(123,344)
\$ (2,480,804)	\$ (137,918)	\$ (4,248,163)	\$ (10,243,347)	\$ 8,557,129	\$ (6,722,769)

**Town of Seymour, Connecticut**

**Fund Balances (Deficits), Governmental Funds  
Last Ten Fiscal Years - *unaudited*  
(Modified Accrual Basis of Accounting)**

	Fiscal Year			
	2012	2013	2014	2015
General fund:				
Nonspendable	\$ -	\$ -	\$ -	\$ -
Assigned	434,196	951,965	458,652	552,768
Unassigned	3,977,834	4,391,954	4,611,302	4,674,011
<b>Total general fund</b>	<b>\$ 4,412,030</b>	<b>\$ 5,343,919</b>	<b>\$ 5,069,954</b>	<b>\$ 5,226,779</b>
All other governmental funds:				
Nonspendable	\$ 11,717	\$ 15,015	\$ 15,641	\$ 12,117
Restricted	612,056	675,545	1,064,121	765,053
Committed	379,890	337,804	376,574	3,963,138
Unassigned	(1,339,873)	(2,032,249)	(936,007)	(1,414,021)
Unreserved, reported in:				
Capital projects funds	(1,715,948)	(2,366,124)	-	-
<b>Total all other governmental fund</b>	<b>\$ (2,052,158)</b>	<b>\$ (3,370,009)</b>	<b>\$ 520,329</b>	<b>\$ 3,326,287</b>

Note: Information for years prior to the implementation of GASB Statement No. 54 has not been restated.

**Table 3**

Fiscal Year											
2016		2017		2018		2019		2020		2021	
\$	-	\$	-	\$	-	\$	-	\$	929,950	\$	187,394
	953,421		1,530,654		871,265		578,443		632,128		301,964
	5,116,694		5,649,655		1,727,644		2,255,635		1,083,439		979,460
\$	6,070,115	\$	7,180,309	\$	2,598,909	\$	2,834,078	\$	2,645,517	\$	1,468,818
\$	14,188	\$	8,499	\$	10,651	\$	10,344	\$	10,346	\$	-
	1,694,147		7,521,750		5,360,522		8,572,920		7,576,339		4,383,566
	804,383		639,696		770,263		1,069,999		4,405,197		2,867,550
	(1,580,711)		(619,581)		(68,994)		(1,341,596)		(630,497)		(833,425)
	-		-		-		-		-		-
\$	932,007	\$	7,550,364	\$	6,072,442	\$	8,311,667	\$	11,361,385	\$	6,417,691

**Town of Seymour, Connecticut**

**Changes in Fund Balances, Governmental Funds  
Last Ten Fiscal Years - *unaudited*  
(Modified Accrual Basis of Accounting)**

	Fiscal Year			
	2012	2013	2014	2015
Revenues:				
Property taxes, interest and liens	\$ 38,214,375	\$ 39,416,217	\$ 40,127,961	\$ 41,703,296
Intergovernmental	32,957,905	20,323,930	18,426,191	18,292,154
Interest and lien fees	257,818	403,948	339,840	365,893
Permits, fees and other	1,413,066	1,170,081	1,792,599	2,069,208
Interest	41,456	48,261	94,200	38,631
Other revenues	769,600	1,046,612	315,509	899,281
<b>Total revenues</b>	<b>73,654,220</b>	<b>62,409,049</b>	<b>61,096,300</b>	<b>63,368,463</b>
Expenditures:				
General government	2,983,014	3,386,245	3,128,125	3,141,297
Public safety	6,461,630	6,750,945	6,909,853	7,838,079
Public works	3,061,261	3,381,070	3,102,918	4,357,116
Sanitation	1,248,505	1,249,305	1,254,272	1,207,426
Sundry	2,577,920	2,638,434	2,623,022	2,573,866
Board of education	35,948,785	35,706,442	38,235,510	39,297,473
Principal payments	4,274,452	4,676,033	5,181,212	4,179,900
Interest expense	-	-	-	1,360,834
Capital outlay	18,327,149	6,084,871	713,661	686,929
<b>Total expenditures</b>	<b>74,882,716</b>	<b>63,873,345</b>	<b>61,148,573</b>	<b>64,642,920</b>
<b>Excess of revenues (under) expenditures</b>	<b>(1,228,496)</b>	<b>(1,464,296)</b>	<b>(52,273)</b>	<b>(1,274,457)</b>
Other financing sources (uses):				
Issuance of note payable	5,995,000	1,150,000	-	-
Issuance of bonds	-	-	3,710,000	4,153,000
Refunding bond issuance	3,215,000	-	-	5,270,000
Bond premiums	426,313	-	230,242	546,888
Payments to refunding bond escrow agent	(3,359,860)	-	-	(5,732,649)
Capital lease issuance	-	208,308	-	-
Transfers in	59,847	337,619	236,753	383,642
Transfers out	(772,255)	(617,593)	(508,349)	(383,642)
<b>Total other financing sources (uses)</b>	<b>5,564,045</b>	<b>1,078,334</b>	<b>3,668,646</b>	<b>4,237,239</b>
<b>Net changes in fund balance</b>	<b>\$ 4,335,549</b>	<b>\$ (385,962)</b>	<b>\$ 3,616,373</b>	<b>\$ 2,962,782</b>
Debt service as a percentage of noncapital expenditures	8.18%	8.80%	9.38%	9.49%

Table 4

Fiscal Year					
2016	2017	2018	2019	2020	2021
\$ 42,849,313	\$ 43,326,698	\$ 43,512,335	\$ 43,850,072	\$ 44,004,314	\$ 44,004,103
20,114,186	21,484,225	21,459,353	17,130,908	19,758,194	25,627,391
480,074	389,490	354,119	322,759	304,319	301,551
2,736,954	2,384,529	2,765,452	2,599,071	1,939,033	2,299,150
14,178	41,474	138,235	196,957	152,950	33,883
495,813	335,207	775,991	592,586	269,460	1,116,125
66,690,518	67,961,623	69,005,485	64,692,353	66,428,270	73,382,203
3,531,596	4,686,654	3,664,590	3,877,721	4,007,921	3,852,874
7,682,274	7,772,371	8,413,284	8,270,780	8,224,167	8,913,270
7,586,860	4,799,504	5,363,298	4,949,404	3,596,802	4,745,494
1,052,921	1,272,323	1,273,950	1,381,163	1,326,492	1,362,833
2,671,869	2,801,316	4,837,459	3,036,748	3,039,378	3,183,313
39,547,772	41,412,528	42,900,816	39,357,028	41,640,252	45,057,453
4,179,900	-	2,820,000	1,960,382	2,348,497	3,519,086
1,183,178	4,768,689	1,628,395	1,491,058	1,943,971	-
3,128,028	780,338	3,370,058	9,299,858	4,378,260	9,014,780
70,564,398	68,293,723	74,271,850	73,624,142	70,505,740	79,649,103
(3,873,880)	(332,100)	(5,266,365)	(8,931,789)	(4,077,470)	(6,266,900)
-	-	-	-	-	-
2,008,000	7,285,000	10,430,000	495,000	6,060,000	-
-	7,225,000	-	-	10,345,000	-
314,936	1,543,608	322,833	-	-	-
-	(7,992,957)	(9,964,135)	-	(10,512,199)	-
-	-	496,250	8,807,016	1,040,368	-
887,858	1,176,086	3,451,793	1,180,388	1,116,654	1,228,126
(887,858)	(1,176,086)	(3,451,793)	(1,180,388)	(1,111,196)	(1,228,126)
2,322,936	8,060,651	1,284,948	9,302,016	6,938,627	-
\$ (1,550,944)	\$ 7,728,551	\$ (3,981,417)	\$ 370,227	\$ 2,861,157	\$ (6,266,900)
8.64%	7.60%	6.28%	5.32%	6.49%	4.98%

**Tax Revenues by Source, Governmental Funds**  
**Last Ten Fiscal Years - *unaudited***  
**(Modified Accrual Basis of Accounting)**  
**in thousands (000)**

Fiscal Year	Real Estate	Personal Property	Motor Vehicle	Total
2012	\$ 1,029,248	\$ 58,711	\$ 105,628	\$ 1,193,587
2013	1,037,417	62,912	106,542	1,206,871
2014	1,059,251	51,068	108,841	1,219,160
2015	1,030,683	75,416	111,109	1,217,208
2016	1,033,756	56,275	114,998	1,205,029
2017	1,028,745	78,287	114,985	1,222,017
2018	1,034,642	55,572	114,186	1,204,400
2019	1,013,738	81,861	120,061	1,215,660
2020	1,053,422	83,165	123,487	1,260,074
2021	1,094,657	93,539	134,260	1,322,456
Change 2012-2021	5.98%	37.23%	21.33%	9.74%

Source: Town records.

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**Town of Seymour, Connecticut**

**Assessed Value and Estimated Actual Value of Taxable Property  
Last Ten Fiscal Years - *unaudited*  
in thousands (000)**

Fiscal Year	Residential Property	Commercial and Industrial Property	Miscellaneous Land	Personal Property	Motor Vehicle	Less Exemptions
2012	\$ 905,127	\$ 124,761	\$ 26,909	\$ 58,711	\$ 105,628	\$ (27,549)
2013	912,846	124,591	24,672	62,912	106,542	(24,691)
2014	936,665	124,557	22,420	51,068	108,841	(24,391)
2015	921,330	109,353	37,708	75,416	111,109	(22,886)
2016	921,205	112,551	18,351	56,275	114,998	(22,423)
2017	899,082	129,664	12,232	78,287	114,985	(28,139)
2018	883,302	137,182	18,946	79,964	115,257	(30,250)
2019	886,524	136,943	18,248	81,861	120,061	(27,977)
2020	904,734	120,967	27,722	83,164	123,487	(38,722)
2021	975,284	143,913	15,071	93,539	134,260	(39,610)

Source: Town Records

Note: The above information presents the information for each period for which it is levied. A tax levy provides taxes remitted in the following year. There are no overlapping governments that collect property taxes from Town residents.

**Table 6**

Total Taxable Assessed Value		Percent Growth	General Fund Mill Rate	Estimated Actual Value		Value as a Percentage of Actual Value
\$	1,193,587	-13.56%	27.62	\$	1,707,999	0.70
	1,206,871	1.11%	32.83		1,726,977	0.70
	1,219,160	1.02%	33.23		1,744,534	0.70
	1,232,030	1.06%	34.04		1,762,921	0.70
	1,200,957	-2.52%	36.00		1,715,653	0.70
	1,206,111	0.43%	36.00		1,723,016	0.70
	1,204,401	-0.14%	36.00		1,720,573	0.70
	1,215,660	0.93%	36.00		1,736,657	0.70
	1,221,352	0.47%	36.00		1,744,789	0.70
	1,322,457	8.28%	34.71		1,889,224	0.70

**Principal Property Taxpayers**  
**Current Year and Nine Years Ago - *unaudited***

Taxpayer	2021			2012		
	Taxable Assessed Value	Rank	Percentage of Total Town Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Town Taxable Assessed Value
Basement Systems, Inc.	\$ 15,172,290	1	1.21%	\$ 5,312,290	7	0.27%
The Kerite Company	14,489,940	2	1.08%	7,856,920	2	0.40%
Eversource (formerly Connecticut Light & Power)	13,870,880	3	1.02%	6,532,730	3	0.33%
Thule Inc	7,343,030	4	0.53%	6,214,040	4	0.32%
Stop and Shop (LCP Supermarkets LLC)	6,220,270	5	0.48%	5,980,030	5	0.30%
Klarides Family Assoc LLC	5,660,830	6	0.46%	5,408,970	6	0.28%
Aquarion Water Co. of CT	4,987,910	7	0.43%	n/a	n/a	n/a
Microboard Processing, Inc	5,525,090	8	0.37%	n/a	n/a	n/a
Shady Knoll Health Care Center	3,904,810	9	0.33%	4,960,290	9	0.25%
RAF Electronic Hardware	3,202,830	10	0.26%	3,188,360	10	0.23%
William H Shaw Trustee and Dorothy B.	n/a	n/a	n/a	5,110,000	8	0.37%
Baker Residential Limited Partnership	n/a	n/a	n/a	8,701,140	1	0.44%
Total	<u>\$ 80,377,880</u>		<u>6.17%</u>	<u>\$ 59,264,770</u>		<u>3.19%</u>

Source: Town Records

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**Town of Seymour, Connecticut**

**Property Tax Levies and Collections**  
**Last Ten Fiscal Years - *unaudited***

Fiscal Year Ended June 30:	Grand List Year	Taxes Levied for the Fiscal Year	Collected Within the Fiscal Year of the Levy	
			Amount	Percentage of Levy
2012	2010	\$ 38,213,590	\$ 37,372,891	98.79%
2013	2011	39,328,024	38,541,464	98.00%
2014	2012	40,246,048	39,448,261	98.02%
2015	2013	41,749,076	40,914,919	98.00%
2016	2014	42,904,502	42,175,008	98.30%
2017	2015	43,310,858	43,231,695	99.82%
2018	2016	43,591,294	42,751,361	98.07%
2019	2017	43,864,320	43,092,897	98.24%
2020	2018	44,084,782	43,405,363	98.46%
2021	2019	44,414,583	43,604,312	98.18%

Source: Town Tax Records

Note: The above information presents the information for each period for which it is levied. A tax levy provides taxes remitted in the following year.

**Table 8**

Collections in Subsequent Years	Total Collections to Date	
	Amount	Percentage of Levy
817,756	\$ 38,190,647	99.94%
743,060	39,284,524	99.89%
741,311	40,189,572	99.86%
704,355	41,619,274	99.69%
449,906	42,624,914	99.35%
697,376	43,231,695	99.82%
664,794	43,416,155	99.60%
652,576	43,745,473	99.73%
575,075	43,405,363	98.46%
-	43,604,312	98.18%

Town of Seymour, Connecticut

Table 9

**Ratios of Outstanding Debt by Type  
Last Ten Fiscal Years - *unaudited*  
(Unaudited)**

Fiscal Year	General Bonded Debt			Premiums	Notes Payable	Capital Leases	Total Primary Government Outstanding Debt	Ratio of Total Net Outstanding Debt to Personal Income <sup>(1)</sup>	Ratio of Total Net Outstanding Debt to Taxable Grand List	Per Capita
	General Purpose Bonds	School Purpose Bonds	Sewer Purpose Bonds							
2012	5,518,854	28,813,025	5,013,121	1,542,551	-	-	40,887,551	62892.314%	2.394%	2,472
2013	5,169,877	27,961,711	4,645,008	1,367,036	-	164,698	39,308,330	42564.515%	2.276%	2,377
2014	3,996,195	27,579,348	4,604,457	1,360,795	1,190,000	125,209	38,856,004	42074.720%	2.227%	2,349
2015	6,043,585	27,715,968	3,620,447	1,608,060	855,000	84,622	39,927,682	43235.173%	2.265%	2,414
2016	7,618,351	24,696,889	2,940,760	1,611,015	525,000	-	37,392,015	40489.459%	2.179%	2,261
2017	14,929,344	22,207,003	2,269,653	2,801,606	420,000	-	42,627,606	46158.750%	2.474%	2,577
2018	14,261,175	20,996,625	2,077,200	2,812,885	315,000	496,250	40,959,135	44352.068%	2.381%	2,476
2019	13,901,017	20,203,249	1,825,734	2,491,700	210,000	18,068,209	56,699,909	61396.761%	3.265%	3,432
2020	19,417,517	19,450,152	1,683,331	3,320,260	105,000	8,997,307	52,973,567	74672.710%	3.036%	3,206
2021	26,538,500	11,224,250	1,214,250	3,007,053	-	8,631,146	50,615,199	63638.900%	2.679%	3,028

<sup>(1)</sup> See the Schedule of Demographic and Economic Statistics for personal income and population data

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

**Ratios of General Bonded Debt Outstanding  
Last Ten Fiscal Years - *unaudited*  
(Unaudited)**

Fiscal Year	General Obligation Bonds (1)	Less: Amounts Available in Debt Service Fund (2)	Total	Percentage of Estimated Actual Taxable Value of Property (3)	Per Capita (4)
2012	40,407,616	-	40,407,616	2365.787%	2,443
2013	37,288,786	-	37,288,786	2159.194%	2,254
2014	37,825,795	-	37,825,795	2168.246%	2,287
2015	38,066,060	-	38,066,060	2159.260%	2,301
2016	36,391,015	-	36,391,015	2121.118%	2,200
2017	41,731,606	-	41,731,606	2422.009%	2,523
2018	40,147,885	2,300,079	37,847,806	2199.721%	2,288
2019	38,421,700	1,803,273	36,618,427	2108.558%	2,216
2020	43,871,260	1,069,650	42,801,610	2453.112%	2,591
2021	41,984,053	1,259,292	40,724,761	2155.634%	2,437

(1) This is the general bonded debt of both governmental and business-type activities, net of original issuance discounts and premiums

(2) This is the amount committed for debt service principal payments

(3) See the Schedule of Assessed Value and the Estimated Actual Value of Taxable Property on page 112 for property value data

(4) Population data can be found in the Schedule of Demographic and Economic Statistics on page 124

**Direct Governmental Activities Debt**  
**For the Year Ended June 30, 2021 - *unaudited***

Governmental Unit	Debt Outstanding
Bonds, BANS and notes, net premiums	\$ 41,984,053
Capital leases	<u>8,631,146</u>
<b>Total direct debt</b>	<b><u>\$ 50,615,199</u></b>

Sources: Town Records

Note: The Town is not subject to the debt of overlapping governments.

Note: School construction grants are receivable in substantially equal installments over the life of outstanding school bonds, obtained from the Office of Policy and Management, State of Connecticut.

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**Town of Seymour, Connecticut**

**Legal Debt Margin Information  
Last Ten Fiscal Years - *unaudited*  
(dollars in thousands)**

	Fiscal Years			
	2012	2013	2014	2015
<b>General Debt</b>				
Debt limit	\$ 86,361,145	\$ 89,213,472	\$ 91,311,426	\$ 94,843,233
Total net debt applicable to limit	5,778,443	5,429,466	15,833,155	6,168,585
<b>Legal debt margin</b>	<b>\$ 80,582,702</b>	<b>\$ 83,784,006</b>	<b>\$ 75,478,271</b>	<b>\$ 88,674,648</b>
<b>Total net debt applicable to the limit as percentage of debt limit</b>	6.69%	6.09%	17.34%	6.50%
<b>Schools</b>				
Debt limit	\$ 172,722,290	\$ 178,426,944	\$ 182,622,852	\$ 189,686,466
Total net debt applicable to limit	53,459,379	70,376,153	19,387,574	28,641,557
<b>Legal debt margin</b>	<b>\$ 119,262,911</b>	<b>\$ 108,050,791</b>	<b>\$ 163,235,278</b>	<b>\$ 161,044,909</b>
<b>Total net debt applicable to the limit as percentage of debt limit</b>	30.95%	39.44%	10.62%	15.10%
<b>Sewers</b>				
Debt limit	\$ 143,935,241	\$ 148,689,120	\$ 152,185,710	\$ 158,072,055
Total net debt applicable to limit	5,165,099	4,796,986	5,566,838	3,772,425
<b>Legal debt margin</b>	<b>\$ 138,770,142</b>	<b>\$ 143,892,134</b>	<b>\$ 146,618,872</b>	<b>\$ 154,299,630</b>
<b>Total net debt applicable to the limit as percentage of debt limit</b>	3.59%	3.23%	3.66%	2.39%
<b>Urban Renewal</b>				
Debt limit	\$ 124,743,876	\$ 128,863,904	\$ 131,894,282	\$ 136,995,781
Total net debt applicable to limit	-	-	-	-
<b>Legal debt margin</b>	<b>\$ 124,743,876</b>	<b>\$ 128,863,904</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Total net debt applicable to the limit as percentage of debt limit</b>	0.00%	0.00%	0.00%	0.00%
<b>Pension Funding</b>				
Debt limit	\$ 115,148,193	\$ 118,951,296	\$ 121,748,568	\$ 126,457,644
Total net debt applicable to limit	-	-	-	-
<b>Legal debt margin</b>	<b>\$ 115,148,193</b>	<b>\$ 118,951,296</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Total net debt applicable to the limit as percentage of debt limit</b>	0.00%	0.00%	0.00%	0.00%
<b>Total</b>				
Debt limit	\$ 642,910,745	\$ 664,144,736	\$ 679,762,838	\$ 706,055,179
Total net debt applicable to limit	64,402,921	80,602,605	40,787,567	38,582,567
<b>Legal debt margin</b>	<b>\$ 578,507,824</b>	<b>\$ 583,542,131</b>	<b>\$ 638,975,271</b>	<b>\$ 667,472,612</b>
<b>Total net debt applicable to the limit as percentage of debt limit</b>	10.02%	12.14%	6.00%	5.46%

Table 12

Fiscal Years					
2016	2017	2018	2019	2020	2021
\$ 97,811,937	\$ 98,444,311	\$ 98,489,655	\$ 98,489,655	\$ 99,388,870	\$ 100,034,363
7,618,351	15,594,344	14,506,175	23,407,210	28,754,824	35,169,646
\$ 90,193,586	\$ 82,849,967	\$ 83,983,480	\$ 121,896,865	\$ 128,143,694	\$ 135,204,009
7.79%	15.84%	14.73%	23.77%	28.93%	35.16%
\$ 195,623,874	\$ 196,888,622	\$ 196,979,310	\$ 196,979,310	\$ 198,777,740	\$ 200,068,727
25,221,929	22,207,043	21,311,665	20,413,289	19,555,152	11,224,250
\$ 170,401,945	\$ 174,681,579	\$ 175,667,645	\$ 217,392,599	\$ 218,332,892	\$ 211,292,977
12.89%	11.28%	10.82%	10.36%	9.84%	5.61%
\$ 163,019,895	\$ 164,073,851	\$ 164,149,425	\$ 164,149,425	\$ 165,648,116	\$ 166,723,939
3,092,738	2,681,220	2,229,178	1,977,712	1,683,331	1,214,250
\$ 159,927,157	\$ 161,392,631	\$ 161,920,247	\$ 166,127,137	\$ 167,331,447	\$ 167,938,189
1.90%	1.63%	1.36%	1.20%	1.02%	0.73%
\$ 141,283,909	\$ 142,197,338	\$ 142,262,835	\$ 142,262,835	\$ 143,561,701	\$ 144,494,080
-	-	-	-	-	-
\$ -	\$ -	\$ 142,262,835	\$ 142,262,835	\$ 143,561,701	\$ 144,494,080
0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
\$ 130,415,916	\$ 131,259,081	\$ 131,319,540	\$ 131,319,540	\$ 132,518,493	\$ 133,379,151
-	-	-	-	-	-
\$ -	\$ -	\$ 131,319,540	\$ 131,319,540	\$ 132,518,493	\$ 133,379,151
0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
\$ 728,155,531	\$ 732,863,202	\$ 733,200,765	\$ 733,200,765	\$ 739,894,919	\$ 744,700,260
35,933,018	40,482,607	38,047,018	45,798,211	49,993,307	47,608,146
\$ 692,222,513	\$ 692,380,595	\$ 695,153,747	\$ 687,402,554	\$ 689,901,612	\$ 697,092,114
4.93%	5.52%	5.19%	6.25%	6.76%	6.39%

**Computation of Legal Debt Limitation - *unaudited***  
**June 30, 2021**

Total tax collections (including interest and lien fees)					
for the year ended June 30, 2020					
					\$ 44,459,717
Reimbursement for revenue loss:					
Tax relief for elderly					
					-
<b>Base</b>					<u>44,459,717</u>
<b>Debt limit</b>					<u><u>\$ 311,218,019</u></u>
	General Purpose	Schools	Sewer	Urban Renewal	Unfunded Pension Benefit Obligation
Debt limitation:					
2-1/4 times base	\$ 100,034,363	\$ -	\$ -	\$ -	\$ -
4-1/2 times base	-	200,068,727	-	-	-
3-3/4 times base	-	-	166,723,939	-	-
3-1/4 times base	-	-	-	144,494,080	-
3 times base	-	-	-	-	133,379,151
<b>Total debt limitation</b>	<u>100,034,363</u>	<u>200,068,727</u>	<u>166,723,939</u>	<u>144,494,080</u>	<u>133,379,151</u>
Debt as defined by statute:					
Bonds payable	26,538,500	11,224,250	1,214,250	-	-
Capital lease	8,631,146	-	-	-	-
<b>Total indebtedness</b>	<u>35,169,646</u>	<u>11,224,250</u>	<u>1,214,250</u>	<u>-</u>	<u>-</u>
<b>Debt limitation in excess of indebtedness</b>	<u><u>\$ 64,864,717</u></u>	<u><u>\$ 188,844,477</u></u>	<u><u>\$ 165,509,689</u></u>	<u><u>\$ 144,494,080</u></u>	<u><u>\$ 133,379,151</u></u>

**Demographic and Economic Statistics**  
**Last Ten Fiscal Years - *unaudited***

Fiscal Year Ended June 30	Population(1)	Personal Income	Per Capita Income(1)	Median Family Income	Median Age(1)	School Enrollment (2)	Unemployment Rate (3)
2012	16,540	65,012	24,056	52,408	42	2,289	9%
2013	16,540	92,350	33,466	73,099	42	2,289	8%
2014	16,540	92,350	33,030	73,099	42	2,296	8%
2015	16,540	92,350	33,667	94,331	42	2,274	6%
2016	16,540	92,350	33,917	94,331	42	2,106	7%
2017	16,540	92,350	33,917	97,662	42	2,039	6%
2018	16,540	92,350	33,917	94,270	42	2,168	5%
2019	16,540	92,350	33,917	92,981	41	2,191	3%
2020	16,522	70,941	36,420	97,117	41	2,058	9%
2021	16,714	79,535	41,849	103,492	41	2,094	8%

## Sources:

- (1) Bureau of Census - based on census data.
- (2) Office of the Superintendent of Schools
- (3) Connecticut Department of Labor, By Town, not seasonally adjusted.

**Principal Employers**  
**Current Year and Nine Years Ago - *unaudited***

Employer	2021			2012		
	Employees	Rank	Percentage of Total City Employment	Employees	Rank	Percentage of Total City Employment
Town of Seymour	421	1	2.64%	440	1	4.79%
Basement Systems	400	2	2.42%	n/a	n/a	n/a
Thule of Sweden	230	3	1.39%	155	5	1.69%
Shady knoll Health Center	135	4	1.33%	135	8	1.69%
RAF Manufacturing Company	165	5	0.89%	159	6	1.69%
Stop & Shop	130	6	0.78%	200	2	2.18%
Microboard Processing, Inc	128	7	0.76%	170	3	1.85%
Haynes Construction Co.	110	8	0.67%	146	7	1.59%
The Kerite Company	105	9	0.63%	165	4	1.76%
Vernier Metal Fabricating	62	10	0.45%	**	**	**
Seymour Public Schools	-	-	-	93	9	0.91%
Caspari, Inc.	-	-	-	84	10	0.91%

Sources: Town Records 6/30/19 Official statement and the Assessor's office

\*\* not available

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**Town of Seymour, Connecticut**

**Full-Time Equivalent Town Government Employees By Functions/Programs  
Last Ten Fiscal Years - *unaudited***

Functions/Program	Full-Time Equivalent Employees as of June 30			
	2012	2013	2014	2015
General government	21	22	22	22
Finance	4	3	3	3
Health & Welfare	1	1	1	1
Police	40	40	40	38
Fire	2	2	2	2
Public Works & traffic	20	20	20	20
Education	291	289	285	289
Recreation, arts and cultural	1	1	1	1
<b>Total</b>	<b>380</b>	<b>378</b>	<b>374</b>	<b>376</b>

Source: Town Records

**Table 16**

Full-Time Equivalent Employees as of June 30					
2016	2017	2018	2019	2020	2021
23	22	16	17	18	18
3	3	3	3	3	3
1	1	1	1	1	-
38	39	43	43	42	41
2	2	2	2	2	2
20	20	21	21	21	21
285	285	285	444	444	313
2	3	9	9	9	8
374	375	380	540	540	406

**Town of Seymour, Connecticut**

**Operating Indicators By Function/Program**  
**Last Ten Fiscal Years - *unaudited***

Function/Program	Calendar Year			
	2012	2013	2014	2015
General Government				
Land records recorded	4,116	4,575	4,771	4,387
Vital records recorded	528	501	539	474
Dog licenses issued	835	815	747	858
Absentee ballots issued	133	384	95	177
Police				
Police cars	20	20	20	20
Calls for service	15,028	13,638	14,905	16,477
Criminal arrests	748	606	658	421
Traffic citations issued	449	469	515	790
Medical emergencies responded to	1,405	1,352	1,518	1,514
Fire				
Fire calls	**	**	**	**
Medical calls	**	**	**	**
Fire alarms	**	**	**	**
Fire alarms answered	**	**	**	**
Combined Dispatch				
Emergency calls received	**	**	**	**
Non-emergency calls received	**	**	**	**
Public Works				
Lane miles of roadways swept	**	**	**	**
Tons of solid waste collected and disposed	**	**	**	**
Tons of recyclable materials collected and disposed	**	**	6,584	7,724
Recreation, arts and cultural				
Visitors to library	**	**	**	13,000
Circulation	**	**	**	73,571

Source: Town Records

Note: \*\* - not available

Table 17

Calendar Year					
2016	2017	2018	2019	2020	2021
5,083	4,797	4,768	4,607	3,411	3,983
476	499	454	491	485	489
803	765	782	774	789	689
200	86	76	309	65	2,484
21	22	23	22	22	22
15,799	18,849	20,952	21,896	17,080	15,859
412	435	485	393	370	405
872	620	561	384	297	247
1,478	1,598	1,587	1,557	1,391	1,268
**	**	**	**	**	**
**	**	**	**	**	**
**	**	**	**	**	**
**	**	**	**	**	**
**	**	**	**	**	**
**	**	**	**	**	**
**	**	**	**	**	**
**	**	1,111	5,050	7,258	7,874
7,551	6,608	6,623	1,090	752	687
47,973	47,483	46,105	44,667	29,496	11,355
67,089	63,378	62,287	61,452	46,379	30,871

**Town of Seymour, Connecticut**

**Capital Asset Statistics By Function/Program**  
**Last Ten Fiscal Years - *unaudited***

Function/Program	Fiscal Year			
	2012	2013	2014	2015
Education	\$ 86,626,234	\$ 91,905,956	\$ 92,152,824	\$ 91,693,660
General government	349,004	447,716	486,873	503,373
Public safety	11,910,346	12,583,141	12,714,891	12,821,417
Public works	34,939,081	35,270,300	35,526,844	35,683,504
Sundry	2,874,459	2,888,009	2,984,529	3,115,440
<b>Total</b>	<b>\$ 136,699,124</b>	<b>\$ 143,095,122</b>	<b>\$ 143,865,961</b>	<b>\$ 143,817,394</b>

Source: Town Records

Note: \*\* Indicator not available

**Table 18**

Fiscal Year					
2016	2017	2018	2019	2020	2021
\$ 93,686,338	\$ 93,851,608	\$ 93,851,608	\$ 97,614,921	\$ 101,249,975	\$ 108,611,425
503,373	585,925	735,967	2,468,586	2,725,376	2,764,926
12,977,836	13,233,976	13,974,954	14,988,510	15,279,143	16,801,721
36,392,233	37,029,319	39,108,874	41,284,838	41,341,208	41,341,208
3,369,408	3,375,407	3,877,335	3,942,824	4,046,804	4,046,803
\$ 146,929,188	\$ 148,076,235	\$ 151,548,738	\$ 160,299,679	\$ 164,642,506	\$ 173,566,083

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